



## ABOUT OAKTREE

Founded in 1995, Oaktree is a leading global investment management firm focused on alternative markets. Oaktree manages \$156 billion of assets in contrarian, value-oriented, risk-controlled investment strategies. Oaktree's mission is to deliver superior investment results with risk under control and to conduct our business with the highest integrity.

## FUND OVERVIEW

**Fund Base Currency**  
EUR

**Total Net Assets (in millions)**  
227.06

**SICAV Strategy Inception Date**  
1 December 2003

**Domicile**  
Luxembourg

**Legal Structure**  
SICAV

**Morningstar Category**  
EAA Fund Convertible Bond - Global

**Benchmark Name**  
Refinitiv CV Gl. Focus ex US (TR)  
(EUR-Hgd)<sup>3</sup>

## FUND MANAGERS

**Jean-Pierre Latrille**  
28 Years of Experience

**Petar Raketic**  
16 Years of Experience

## SHARE CLASS FACTS

**Unit Class**  
Category I EUR acc (capital growth)

**Unit Class Currency**  
EUR

**Share Class Inception Date**  
14 June 2013

**ISIN Number**  
LU0931240575

**Bloomberg Ticker**  
OAKNUIE LX

**Valor Number**  
21372210

**WKN Number**  
A1WZN1

**Net Asset Value**  
252.27

**Minimum Investment**  
2,000,000

**Redemptions**  
Daily

**Base Management Fee p.a.**  
0.50%

## INVESTMENT OBJECTIVE

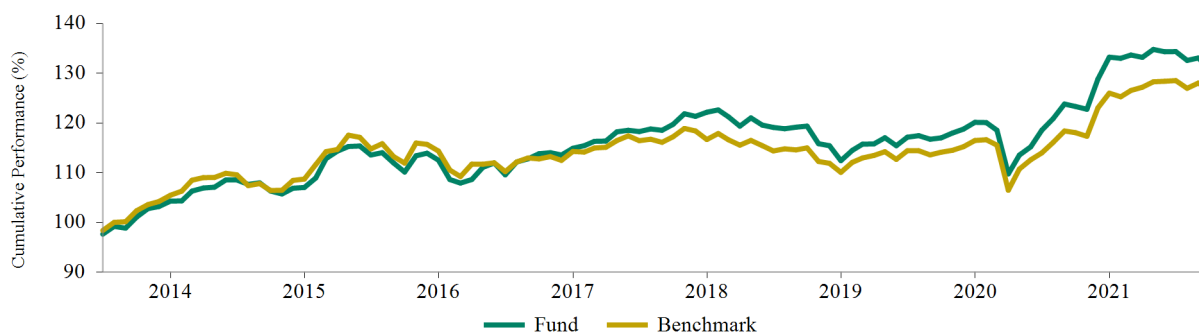
The fund aims to provide equity-type returns with less-than-commensurate risk and to outperform its benchmark over a full market cycle. The fund targets balanced convertibles that are expected to provide both meaningful downside protection if equities weaken and upside participation if the underlying shares appreciate. The fund's investments are concentrated on convertibles securities outside of the United States.

PORTFOLIO COMMENTARY<sup>1</sup>

Global ex-U.S. equity markets fell in September. Stocks struggled in an environment of steadily-rising interest rates, putting notable pressure on growth-oriented stocks. Additionally, Chinese equities sold off on the Evergrande debt crisis and ongoing regulatory concerns, which spilled over into other markets as investors worried about the potential slowdown in global growth. We have no exposure to Evergrande or any other high-yielding property developers in China.

Global new issuance of convertibles was robust during the month, with \$14.4 billion coming to market across 25 new deals. This brought year-to-date issuance to \$124.0 billion. The issuance was well-diversified in September, with all regions and many industries seeing healthy volumes. The most active industries during the month were media, materials and technology. New issue pricing has become more issuer-friendly than in 2020, and we continue to evaluate each deal on a case-by-case basis.

The Fund generated a negative return in September. By region, Europe detracted the most from our absolute performance, followed by the "others" category (namely Canada). Our holdings in Japan had a positive effect. By sector, information technology (IT services and semiconductors), consumer discretionary (internet and catalog retail) and materials (metals and mining) negatively impacted our absolute results. Consumer staples had a slight positive effect. The Fund underperformed its benchmark in September. By region, security selection within the "others" bucket (Australia and Canada) detracted the most from our relative results, followed by our holdings in Europe (mostly Germany). At the sector level, security selection among materials (metals and mining) and industrials (airlines) detracted the most from our relative performance. Consumer staples (food and staples retailing) had a positive impact.

HISTORICAL PERFORMANCE (NET)<sup>2</sup>CUMULATIVE AND ANNUALISED PERFORMANCE (%)<sup>2</sup>

	1 Month	3 Months	YTD	1 Year	3 Years (p.a)	5 Years (p.a)	Since Inception (p.a)
Fund (Net)	(1.83)	(2.77)	(1.94)	5.94	3.05	2.79	5.32
Benchmark	(1.38)	(1.74)	0.21	6.97	3.17	2.29	3.98

ANNUAL PERFORMANCE (%)<sup>2</sup>

	2021	2020	2019	2018	2017	2016
Fund (Net)	(1.94)	10.90	6.85	(7.97)	6.31	2.12
Benchmark	0.21	8.17	5.82	(5.65)	2.10	(0.08)

## PORTFOLIO CHARACTERISTICS

		Portfolio	Benchmark
Fund Characteristics	Number of Holdings	99	167
	Effective Duration	2.22	2.17
	Years to Maturity/Put	3.91	3.29
	Call Protection (years)	3.98	3.78
	Median Conversion Premium	30.64%	33.60%
	Weighted Average Market Cap (billions)	31.37	31.03
	Delta	49.77%	41.71%
	Average Credit Rating (Moody's/S&P)	Baa3/BBB-	Ba1/BB+
Yields	Current Yield	0.54%	0.53%
	Yield to Maturity/Put	(2.65)%	(1.83)%
Risk Analysis	Annualized Volatility (1 year/3 year)	6.37%/7.26%	5.70%/6.91%



## OAKTREE GLOBAL EX-U.S. CONVERTIBLE BOND FUND - CLASS I EUR ACC

A SUBFUND OF OAKTREE (LUX.) FUNDS

FACTSHEET | SEPTEMBER 2021

## SECTOR DIVERSIFICATION

	% of Fund
Information Technology	22.11
Consumer Discretionary	17.23
Industrials	15.36
Materials	8.41
Communication Services	8.31
Health Care	8.08
Financials	7.53
Utilities	6.38
Real Estate	4.34
Consumer Staples	2.25

## CREDIT QUALITY

	% of Fund	Fund vs Benchmark (%)
Aa/AA	2.24	0.62
A/A	9.09	(7.39)
Baa/BBB	37.86	4.28
Ba/BB	34.82	7.30
B/B	15.99	(1.42)
Less Than B/B	0.00	(0.66)

## MATURITY/ PUTS DISTRIBUTION

	% of Fund	Fund vs Benchmark (%)
0 - 1 Year	4.45	(7.40)
1 - 3 Years	29.62	(4.66)
3 - 5 Years	51.06	12.80
5 - 7 Years	14.19	0.23
7 - 10 Years	0.00	0.00
More Than 10 Years	0.68	(0.97)

## GEOGRAPHIC DIVERSIFICATION

	% of Fund	Fund vs Benchmark (%)
France	19.74	0.99
Germany	16.91	4.75
China	8.61	(2.40)
Italy	7.70	2.29
Japan	7.49	(3.00)
Spain	5.04	0.15
Netherlands	3.33	2.25
Taiwan	2.61	(0.76)
United Kingdom	2.47	(2.91)
Other	26.10	3.13

## TOP 10 ISSUERS

	Industry	% of Fund
Electricite de France SA	Electric Utilities	3.62
Cellnex Telecom SA	Diversified Telecommunication Services	2.31
RAG-Stiftung	Chemicals	2.26
Meituan	Internet & Direct Marketing Retail	2.23
Safran SA	Aerospace & Defense	2.17
STMicroelectronics NV	Semiconductors & Semiconductor Equipment	2.16
Delivery Hero SE	Internet & Direct Marketing Retail	2.10
Nexi SpA	IT Services	2.08
Zalando SE	Internet & Direct Marketing Retail	1.97
JPMorgan Chase & Co	Banks	1.95
		22.84

## PRICE DISTRIBUTION (PAR WEIGHTED)

	% of Fund	Fund vs Benchmark (%)
0-70	0.00	0.00 0.00
70-90	1.96	(0.26)
90-120	80.98	(3.55)
120-150	17.06	3.82
Over 150	0.00	0.00 0.00

## ENDNOTES

*Note: Historical performance indications and financial market scenarios are no guarantee for current or future performance.*

- <sup>1</sup> References to fund and index performance are stated on a gross basis, before management fees and any expenses. Net performance of the Fund, after management fees and expenses are available on this factsheet. Convertibles market data is based on the ICE BofA Global Convertibles Chartbook.
- <sup>2</sup> For the evaluation of the performance data please be aware that the fund has been restructured and relaunched with effect of 14 June 2013. For the restructuring all assets and liabilities of the former Oaktree Capital Management Fund II (Europe) – OCM Non-U.S. Convertible Securities Fund has been transferred to Oaktree (Lux.) Funds - Oaktree Non-U.S. Convertible Bond Fund I USD acc. Fund management and investment policy remained unchanged. The performance data since relaunch must not be shown because minimum period of 12 months would be required. The shown performance is based on a simulation based on the actual performance of the Oaktree Capital Management Fund II (Europe) – OCM Non-U.S. Convertible Securities Fund. Past performance, whether actual or simulated, does not guarantee future results. Performance indications do not consider commissions levied at subscription and/or redemption but do include the impact of swing pricing procedures implemented by the fund administrator. The fund administrator will implement swing pricing when contributions or redemptions exceed a defined threshold, and this may impact performance as reported at month end.
- <sup>3</sup> The benchmark changed from ICE BofA Global 300 Convertible (TR) (USD-Hgd) to Refinitiv CV Gl. Focus (TR) (USD-Hgd) (09/21) effective as of 01.09.2021.

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A potential investor considering an investment in the Fund should read the relevant Prospectus which contains a more complete description of the Fund’s and the Sub-fund’s investment practices, restrictions, terms and conditions, risks and other factors relevant to a decision to invest. All information contained herein is subject to and qualified in its entirety by the relevant Prospectus. No person has been authorized to make any statement concerning the Fund or the Sub-fund other than as set forth in the relevant Prospectus, and any such statements, if made, may not be relied upon.

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The Prospectuses, the Articles, the *Key Investor Information Document* and/or the annual and additional reports relating to the Fund and/or the Sub-fund, as applicable, may be obtained free of charge from *FundRock Management Company S.A.*, 33, rue de Gasperich, L-5826 Hesperange.

The Sub-fund is actively managed. While the Sub-fund has a reference benchmark, it is actively managed by implementing Oaktree’s investment philosophy and process. Oaktree is aware of the benchmark’s composition and characteristics but has an ample degree of freedom to deviate from it.

Investment principal on bonds can be eroded depending on sale price or market price. In addition, there are bonds in some sub-funds of the Oaktree (Lux.) Funds in which investment principal can be eroded due to changes in redemption amounts. Care is required when investing in such instruments. Oaktree (Lux.) Funds is domiciled in Luxembourg. The representative in Switzerland is ACOLIN Fund Services, Leutschenbachstrasse 50, CH-8050 Zürich. The paying agent in Switzerland is NPB Neue Privat Bank AG, Limmatquai 1 / am Bellevue, P.O. Box, CH-8024 Zurich. Subscriptions are only valid on the basis of the current sales prospectus, the bylaws and/or contractual terms and conditions and the most recent annual report (or semi-annual report, if more recent). The prospectus, the Key Investor Information Document (KIID), bylaws and/or the contractual terms and conditions and the annual and semi-annual reports are available free of charge from the representative in Switzerland. In respect of the units offered in or from Switzerland, the place of performance and jurisdiction is at the registered office of the representative. Copyright © 2020 Oaktree Capital Management, L.P.<sup>TM</sup> and/or its affiliates. All rights reserved.