



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)
53.88

SICAV Strategy Inception Date
1 August 2003

Domicile
Luxembourg

Legal Structure
SICAV

Morningstar Category
EAA Fund EUR High Yield Bond

Benchmark Name
ICE BofAML Global HY European Iss.
Non-Fin. Excl. Russia (TR) (EUR-H)

FUND MANAGERS

Madeline Jones
23 Years of Experience

Anthony Shackleton
20 Years of Experience

SHARE CLASS FACTS

Unit Class
Category E EUR acc (capital growth)

Unit Class Currency
EUR

Share Class Inception Date
16 June 2015

ISIN Number
LU0931244213

Bloomberg Ticker
OEHYLEB LX

Valor Number
21367590

WKN Number
A14UZY

Net Asset Value
127.75

Minimum Investment
0

Redemptions
Daily

Base Management Fee p.a.
0.60%

INVESTMENT OBJECTIVE

The fund aims to earn an attractive risk-adjusted total return from high yield bonds of European issuers in developed markets. We invest in performing bonds of creditworthy corporations and avoid higher-risk sectors of the market.

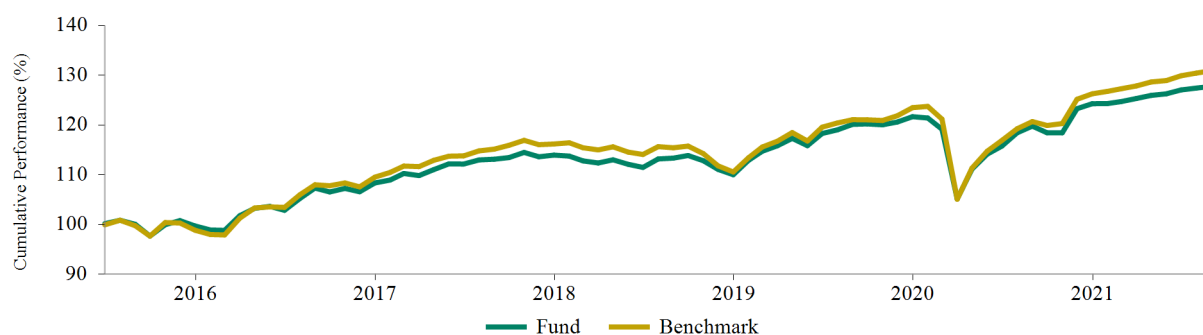
PORTFOLIO COMMENTARY¹

The European high yield bond market continued its strong start to the year. The market returned 0.4% in August for a year-to-date return of 3.7%. Riskier credits continued their outperformance with CCC-rated bonds returning 0.9%.

The Fund performed in line with its benchmark in August. We lag the benchmark slightly over the year-to-date period with negative attribution driven by our underweight to the market's very lowest priced bonds.

The European high yield bond market had a characteristically quiet August with just €1.3bn of issuance. Year-to-date volume, however, remains outstanding at €86.8bn and with the coming months likely to be busy.

We are maintaining a diversified portfolio and a readiness to act rapidly upon market dislocation.

HISTORICAL PERFORMANCE (NET)²CUMULATIVE AND ANNUALISED PERFORMANCE (%)²

	1 Month	3 Months	YTD	1 Year	3 Years (p.a)	5 Years (p.a)	Since Inception (p.a)
Fund (Net)	0.27	1.18	2.80	6.66	4.07	3.54	4.02
Benchmark	0.37	1.54	3.67	8.47	4.28	3.92	4.43

ANNUAL PERFORMANCE (%)²

	2021	2020	2019	2018	2017	2016
Fund (Net)	2.80	2.15	10.60	(3.46)	5.16	8.68
Benchmark	3.67	2.25	11.70	(4.85)	6.10	10.80

PORTFOLIO CHARACTERISTICS

		Portfolio	Benchmark
Fund Characteristics	Number of Holdings	187	757
	Number of Issuers	143	357
	Average Price	103.04	103.15
	Average Coupon	4.57%	4.19%
	Average Maturity (years)	5.65	5.17
	Effective Duration	3.02	3.43
	Average Credit Rating (Moody's/S&P)	B1/B+	Ba3/BB-
Yields and Spreads	Current Yield	4.43%	4.07%
	Yield to Worst (YTW)	3.40%	3.04%
	Yield to Maturity (YTM)	4.08%	3.57%
	Option-Adjusted Spread (OAS)	377 bps	338 bps
Risk Analysis	Annualized Volatility (1 year/3 year)	4.03%/8.76%	3.74%/9.67%
	Information Ratio (1 year/3 year)	(3.31)/(0.17)	n/a
	Tracking Error (ex post) (1 year/3 year)	0.55/1.26	n/a



OAKTREE EUROPEAN HIGH YIELD BOND FUND - CLASS E EUR ACC

A SUBFUND OF OAKTREE (LUX.) FUNDS

FACTSHEET | AUGUST 2021

SECTOR DIVERSIFICATION

	% of Fund
Communication Services	26.47
Consumer Discretionary	21.52
Materials	12.06
Industrials	11.77
Health Care	6.45
Consumer Staples	5.57
Information Technology	4.16
Utilities	3.96
Real Estate	3.56
Energy	3.17
Financials	1.31

GEOGRAPHIC DIVERSIFICATION

	% of Fund	Fund vs Benchmark (%)
United Kingdom	21.46	1.98
France	17.48	(2.86)
Germany	13.52	(0.99)
Italy	10.34	1.39
United States	9.37	9.37
Spain	7.80	(0.16)
Netherlands	7.14	0.05
Luxembourg	4.98	3.96
Sweden	2.74	(0.33)
Other	5.17	(0.95)

CREDIT QUALITY

	% of Fund	Fund vs Benchmark (%)
Baa/BBB	0.52	0.52
Ba/BB	38.71	(22.50)
B/B	46.43	14.21
Less Than B/B	8.37	1.80
Not Rated	5.97	5.97

TOP 10 ISSUERS

	Industry	% of Fund
Virgin Media Inc	Media	3.12
Altice France SA/France	Diversified Telecommunication Services	3.07
Telecom Italia SpA/Milano	Diversified Telecommunication Services	2.39
Telefonica SA	Diversified Telecommunication Services	2.29
VodafoneZiggo Employment BV	Diversified Telecommunication Services	2.25
Vodafone Group PLC	Wireless Telecommunication Services	2.05
Electricite de France SA	Electric Utilities	1.89
ADLER Group SA	Real Estate Management & Development	1.53
UPC Holding BV	Media	1.38
Altice Financing SA	Diversified Telecommunication Services	1.34
		21.31

TOP 10 OVERWEIGHTS BY ISSUER

	% of Fund	% of Index	% of Relative
VodafoneZiggo Employment BV	2.25	1.34	0.91
UPC Holding BV	1.38	0.48	0.89
ADLER Group SA	1.53	0.70	0.83
Inter Media and Communication SpA	0.81	0.00	0.81
Bio Lam LCD SELAS	1.04	0.24	0.80
Galaxy Bidco Ltd	0.79	0.00	0.79
Tele Columbus AG	0.92	0.15	0.77
Intertrust Group BV	0.77	0.00	0.77
Allied Universal Holdco LLC	0.77	0.00	0.77
ION Trading Technologies Sarl	0.83	0.09	0.74

TOP 10 UNDERWEIGHTS BY ISSUER

	% of Fund	% of Index	% of Relative
Atlantia SpA	0.00	2.48	(2.48)
Cellnex Telecom SA	0.00	1.69	(1.69)
Electricite de France SA	1.89	3.00	(1.11)
Rolls-Royce Holdings PLC	0.00	1.08	(1.08)
ZF Friedrichshafen AG	0.64	1.71	(1.07)
Bayer AG	0.00	1.05	(1.05)
Valeo SA	0.00	0.85	(0.85)
Nokia OYJ	0.00	0.84	(0.84)
Renault SA	0.59	1.36	(0.77)
Accor SA	0.00	0.63	(0.63)

ENDNOTES

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

- ¹ 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. References to the European high yield bond market are based on the ICE BofAML Global High Yield European Issuers Non-Financial Excluding Russia Index (EUR Hedged).
- ² 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.

LEGAL INFORMATION

The term “Oaktree” refers to Oaktree Capital Management, L.P.TM or its affiliates, individually or collectively, as the context requires, including Oaktree Capital Management (UK) LLP.

This communication is for informational purposes only and does not constitute, and should not be construed as, an offering of advisory services or any securities or interests. It also does not constitute an offer or solicitation with respect to securities or interests in any jurisdiction where such an offer or solicitation is not duly authorised or to any person to whom it is unlawful to make such an offer or solicitation. The dissemination of information in this communication may depend on local regulations. Recipients must inform themselves about the laws which are in force in their country or jurisdiction. Funds mentioned in this communication are only available in jurisdictions where promotion and sales of their securities or interests is permitted.

Any offer may only be made pursuant to the prospectus relating to *Oaktree European High Yield Bond Fund* (the “**Sub-fund**”), a sub-fund of *Oaktree (Lux.) Funds* (the “**Fund**”) (each a “**Prospectus**”), the articles of incorporation of the Fund (the “**Articles**”), the *Key Investor Information Document* (as applicable) and the application/dealing form in their final form. It is the responsibility of any recipient of this communication wishing to apply for shares in the Fund to inform itself of and to observe all applicable laws and regulations of any relevant jurisdiction.

This communication does not constitute and should not be construed as investment, legal or tax advice, or a recommendation or opinion regarding the merits of investing in the Fund or the Sub-fund. Any investment should only be made after consultation with independent qualified sources of investment and tax advice.

None of Oaktree, the Fund or its management company or alternative investment fund manager, as applicable, (together the “**Oaktree Parties**”) makes any representation, and it should not be assumed, that past investment performance is an indication of future results or performance. Any performance information contained herein should be read in conjunction with the footnotes which provide important information related to the calculation of the returns and benchmark information, as applicable.

In addition, there can be no assurance that the Fund or the Sub-fund, as applicable, will achieve any stated investment objective. An investment in the Fund is speculative and involves a high degree of risk. There can be no assurance that the securities and obligations purchased by the Fund or the Sub-fund will in fact increase in value, or that the Fund or the Sub-fund will not incur significant losses.

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.

Certain information contained herein concerning economic trends and performance is based on or derived from information provided by independent third party sources. Oaktree believes that such information is accurate and that the sources from which it has been obtained are reliable; however, they cannot guarantee the accuracy of such information. Independent third party sources cited in this communication are not making any representation or warranty regarding any information attributed to them and shall have no liability to any recipient of this communication in connection with the use of such information.

In addition, no responsibility, liability, or duty of care is, or will be accepted by, any of the Oaktree Parties for updating any information contained in this communication or correcting any inaccuracies in it. None of the Oaktree Parties has independently verified any information contained herein and none of the Oaktree Parties makes any representation or warranty as to the accuracy, completeness or reliability of such information or the assumptions on which such information is based. To the fullest extent permitted by law, none of the Oaktree Parties shall be liable (including in negligence) for any direct, indirect or consequential losses, damages, costs or expenses arising out of or in connection with the use or reliance on this communication.

This communication is being provided on a confidential basis solely for the information of those persons to whom it is given. The materials, including the information contained herein, may not be copied, reproduced, republished, posted, transmitted, distributed, disseminated or disclosed, in whole or in part, to any other person in any way without the prior written consent of Oaktree. By accepting this communication, each recipient agrees that it will comply with these confidentiality restrictions.

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.TM and/or its affiliates. All rights reserved.