

Babson Capital Global Investment Funds Plc

Annual Report and Audited Financial Statements for the financial year ended 31 December 2015

Edition for Switzerland

Since 27 February 2015, the Babson Capital Global Loan Fund and the Babson Capital European Loan Fund are compliant with Swiss laws and regulations for distribution to qualified investors in Switzerland. The Funds have neither been neither are foreseen to be authorised by the Swiss Financial Market Supervisory Authority (FINMA), therefore this document must not be distributed to the general public in Switzerland, but to qualified investors only. The prospectus and its supplements, the memorandum and articles of association as well as the annual reports may be obtained free of charge from the Swiss representative. The Swiss representative is UBS Fund Management (Switzerland) AG, Aeschenplatz 6, 4052 Basel. The Swiss paying agent is UBS Switzerland AG, Bahnhofstrasse 45, 8001 Zurich.

For transparency and report completeness reasons, the accounts of Funds which are neither intended neither compliant with Swiss laws and regulations for distribution to qualified investors in Switzerland are also shown in these Annual Report and Financial Statements. However, identification data of these Funds have been removed and replaced by Fund 3, Fund 4, Fund 5, Fund 6, Fund 7, Fund 8 and Fund 9. Investors shall be aware of these Funds not being available for distribution in or from Switzerland, and that all reference to such funds neither is, nor shall be understood as "distribution" in the sense of Swiss laws and regulations.

Babson Capital Global Investment Funds Plc

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Babson Capital Global Investment Funds Plc

Directors and Other Information

Directors

Mr. Oliver Burgel (UK resident, German national)
Mr. Peter Clark (UK resident, UK national)
Mr. James Cleary (Irish resident, Irish national)*
Mr. Timothy Schulze (US resident, US national)
Mr. Hans Vogel (Irish resident, German national)*
(resigned 24 February 2016)*
Ms. Barbara Healy (Irish resident, Irish national)
(appointed 13 January 2016)*

Registered Office

78 Sir John Rogerson's Quay
Dublin 2
Ireland

Investment Manager and Alternative Investment Fund Manager

Babson Capital Global Advisors Limited
61 Aldwych
London WC2B 4AE
United Kingdom

Sub-Investment Manager

Babson Capital Management LLC
550 S. Tyron Street
Suite 3300
Charlotte
North Carolina 28202
United States

Depository

State Street Custodial Services (Ireland) Limited
78 Sir John Rogerson's Quay
Dublin 2
Ireland

Administrator, Registrar, Transfer Agent and Company Secretary

State Street Fund Services (Ireland) Limited
78 Sir John Rogerson's Quay
Dublin 2
Ireland

Distributors

Babson Capital Global Advisors Limited
61 Aldwych
London WC2B 4AE
United Kingdom

Babson Capital Management (UK) Limited
61 Aldwych
London WC2B 4AE
United Kingdom

Babson Capital Australia Pty Limited
Level 22, Grosvenor Place
225 George Street
Sydney NSW 2000
Australia

Babson Capital Securities LLC
Independence Wharf
470 Atlantic Avenue
Boston, MA 022210
United States

Independent Auditor

KPMG
Chartered Accountants, Statutory Audit Firm
1 Harbourmaster Place
International Financial Services Centre
Dublin 1
Ireland

Legal Advisers

Matheson
70 Sir John Rogerson's Quay
Dublin 2
Ireland

Sponsoring Broker

Matheson
70 Sir John Rogerson's Quay
Dublin 2
Ireland

*Independent Directors

**The Distributor changed its name from Babson Capital Europe Limited to Babson Capital Management (UK) Limited on 30 January 2015.

Babson Capital Global Investment Funds Plc

Directors' Report for the financial year ended 31 December 2015

The Directors present to the shareholders their annual report together with the audited financial statements for the financial year ended 31 December 2015.

The Company

Babson Capital Global Investment Funds Plc (the "Company") is an umbrella type open-ended investment company with variable capital. The Company was incorporated on 2 July 2010 under registration number 486306. The Company is structured as a qualifying investor alternative investment fund ("QIAIF"). The Company has been authorised as a QIAIF pursuant to the Alternative Investment Managers' Directive ("AIFMD") Regulations. Accordingly, the Company is supervised by the Central Bank of Ireland (the "Central Bank").

The Company is structured as an open-ended umbrella fund with segregated liability between funds. Shares representing interests in different funds may be issued from time to time by the Directors. Shares of more than one class may be issued in relation to a fund. As at 31 December 2015, the Company had eight active funds, out of which two have reached compliance with Swiss laws and regulations for distribution to qualified investors in Switzerland, as of 27 February 2015 (together the "Funds").

The majority of the Funds' investments are held through wholly owned subsidiaries (the "Subsidiaries"), with the exception of Fund 4 whose investments are held directly. The Subsidiaries are incorporated and tax resident in Ireland.

As per the Prospectus, the Company's financial statements are presented in United States Dollars ("US\$") while the Fund's financial statements are presented in accordance with the functional currency as set out in the relevant Supplements.

Details of the Funds and their Subsidiaries as at 31 December 2015 are as follows:

Fund Name	Subsidiary Name	Functional Currency	Active Share Classes
Babson Capital Global Loan Fund	Babson Capital Global Loans Limited	United States Dollar	47*
Babson Capital European Loan Fund	Babson Capital European Senior Loans Limited	Euro	42*
Fund 3	Fund 3 Subsidiary	Euro	1*
Fund 4	N/A	Euro	1*
Fund 5	Fund 5 Subsidiary	United States Dollar	3
Fund 6	Fund 6 Subsidiary	British Pound	1
Fund 7	Fund 7 Subsidiary	United States Dollar	1*
Fund 8	Fund 8 Subsidiary	Euro	2*

*These share classes were listed on the Irish Stock Exchange ("ISE") as at 31 December 2015.

Investment objectives

Babson Capital Global Loan Fund

The investment objective of the Fund is to achieve current income, and where appropriate, capital appreciation. The Fund will seek to achieve its objective by investing primarily in senior secured loans and, to a lesser extent, senior secured bonds issued by North American and European companies (including those debt instruments issued by entities based in offshore jurisdictions such as the Channel Islands, the Cayman Islands and Bermuda).

Babson Capital European Loan Fund

The investment objective of the Fund is to achieve current income, and where appropriate, capital appreciation. The Fund will seek to achieve its objective by investing primarily in senior secured loans and, to a lesser extent, senior secured notes issued by European companies. The Fund will also invest to a lesser extent in senior secured loans and senior bonds issued by North American companies (subject to a limit of 20% of Net Asset Value).

Babson Capital Global Investment Funds Plc

Directors' Report for the financial year ended 31 December 2015 (continued)

Corporate Governance Statement

General Principles

The Company is subject to compliance with the requirements of the Companies Act, 2014 (the "Companies Act"), and the Central Bank's Alternative Investment Fund ("AIF") Rulebook as applicable to the Company. The European Communities (Directive 2006/46/EC) Regulations (S.I. 450 of 2009 and S.I. 83 of 2010) (the "Regulations") requires the inclusion of a Corporate Governance Statement in the Directors' Report.

Although there is no specific statutory corporate governance code applicable to Irish collective investment schemes whose shares are admitted to trading on the Irish Stock Exchange, the Company is subject to corporate governance practices imposed by;

(i) The Companies Act, 2014 which are available for inspection at the registered office of the Company; and may also be obtained at:- <http://www.irishstatutebook.ie/home.html>;

(ii) The Articles of Association of the Company which are available for inspection at the registered office of the Company at 78 Sir John Rogerson's Quay, Dublin 2, Ireland and at the Companies Registration Office in Ireland;

(iii) The Central Bank's AIF Rulebook which can be obtained from the Central Bank's website at: <http://www.centralbank.ie/regulation/industry-sectors/funds/Pages/default.aspx> and are available for inspection at the registered office of the Company; and

(iv) The ISE through the ISE Code of Listing Requirements and Procedures which can be obtained from the ISE's website at: <http://www.ise.ie/index.asp?locID=7&docID=-1>

The Company has assessed the measures included in the voluntary Corporate Governance Code for Collective Investment Schemes as published by the Irish Funds in December 2011 (the "IF Code"). The Board have adopted the corporate governance practices and procedures in the IF Code with effect from 1 January 2013. The Board considers that the Company has complied with the main provisions contained in the IF Code from the date of adoption to 31 December 2015.

The Company is not subject to the European Communities (Takeover Bids (Directive 2004/25/EC)) Regulations 2006.

Internal Control and Risk Management Systems in Relation to Financial Reporting

The Board is ultimately responsible for establishing and maintaining adequate internal control and risk management systems of the Company in relation to the financial reporting process. Such systems are designed to manage rather than eliminate the risk of error or fraud in achieving the Company's financial reporting objectives and can only provide reasonable and not absolute assurance against material misstatement or loss.

The Board has procedures in place to ensure that all relevant books of account are properly maintained and are readily available; including the production of annual financial statements. The Board has appointed the Administrator (who is independent from the Board and the Investment Managers) to maintain the books and records of the Company. The Administrator is authorised and regulated by the Central Bank and must comply with the rules imposed by the Central Bank. From time to time, the Board examines and evaluates the Administrator's financial accounting and reporting routines. The annual financial statements are produced by the Administrator and reviewed by the Investment Managers. They are required to be approved by the Board and the annual financial statements are required to be filed with the Central Bank and the ISE.

The financial statements are prepared by the Administrator in compliance with International Financial Reporting Standards ("IFRS") as adopted in the EU, as adopted by the Company, and the Administrator uses various internal controls and checklists to ensure that the financial statements include complete and appropriate disclosures required under IFRS and relevant legislation.

During the period of these financial statements, the Board was responsible for the review and approval of the annual financial statements as set out in the Statement of Directors' Responsibilities. The statutory financial statements are required to be audited by independent auditors who report annually to the Board on their findings. The Board evaluates and discusses significant accounting and reporting issues as the need arises.

Babson Capital Global Investment Funds Plc

Directors' Report for the financial year ended 31 December 2015 (continued)

Corporate Governance Statement (continued)

Dealings with shareholders

The convening and conduct of shareholders' meetings are governed by the Articles of Association of the Company and the Companies Act, 2014. Although the Board may convene an extraordinary general meeting of the Company at any time, the Board were required to convene the first annual general meeting of the Company within eighteen months of incorporation and fifteen months of the date of the previous annual general meeting thereafter, provided that an annual general meeting is held once in each year within six months of the end of each accounting period of the Company. At least twenty-one clear days' notice of every annual general meeting and any meeting convened for the passing of a special resolution must be given to shareholders and fourteen days' notice must be given in the case of any other general meeting. Two shareholders holding voting shares present either in person or by proxy constitutes a quorum at a general meeting. The Companies Act, 2014 and the Articles of Association provide that the quorum for a general meeting convened to consider any alteration to the rights attached to any class of shares, is two or more shareholders present in person or by proxy, holding or representing by proxy at least one third of the issued shares of the relevant class.

Each shareholder is entitled to such number of votes as shall be produced by dividing the aggregate NAV of the shareholder's shareholding by one. The Subscriber shareholders have one vote for each Subscriber share held. On a poll, every shareholder present, in person or by proxy, is entitled to one vote in respect of each share held by him. At any general meeting, a resolution put to the vote of the meeting is decided on a show of hands unless, a resolution is not passed unanimously on such show of hands, in which case such resolution shall be decided on a poll.

Board composition and activities

In accordance with the Companies Act, 2014 and the Articles of Association, unless otherwise determined by an ordinary resolution of the Company in general meeting, the number of Directors may not be less than two. Currently, the Board is comprised of five non-executive Directors, two of whom are independent. Details of the current Directors, including details of the independent Directors, are set out on page 2.

The business of the Company is managed by the Directors, who exercise all such powers of the Company as are not by the Companies Act, 2014 or by the Articles of Association of the Company required to be exercised by the Company in general meeting.

A Director may, and the Company Secretary on the requisition of a Director will, at any time summon a meeting of the Directors in addition to the four meetings that are convened as required. In the case of an equality of votes, the Chairman of the meeting at which the show of hands takes place or at which the poll is demanded shall be entitled to a second or casting vote. The quorum necessary for the transaction of business at a meeting of the Directors is two. There were no sub-committees of the Board in operation during the period or at the period end.

The investment activities of all the Funds are managed by Babson Capital Global Advisors Limited. Babson Capital Global Loan Fund, Fund 4, Fund 5, Fund 6 and Fund 7 also have Babson Capital Management LLC as Sub-Investment Manager, (together the "Investment Managers"). The administration of the Company is delegated to State Street Fund Services (Ireland) Limited (the "Administrator").

As explained further in Note 2, the Company has adopted IFRS 10 "Consolidated Financial Statements" and its subsequent amendment entitled "Investment Entities". Therefore all investments in other entities are shown at fair value through profit or loss, including any considered for financial reporting purposes as subsidiaries both in the current year and in the 31 December 2014 comparatives. Please see Note 2(a) for further details on the Company's compliance with Company law in relation to the preparation of the Company financial statements.

Connected Parties

The Central Bank's Alternative Investment Fund ("AIF") Rulebook section on "Dealings by management company, general partner, Depository, AIFM, investment manager or by delegates or group companies of these" states that any transaction carried out with the Fund by the Management Company, General Partner, Depository, AIFM, Investment Manager or by delegates or group companies of these ("Connected Parties") must be carried out as if negotiated at arm's length. Transactions must be in the best interests of the Shareholders.

The Board is satisfied that there are arrangements (evidenced by written procedures) in place, to ensure that the obligations set out above are applied to all transactions with Connected Parties; and the Board is satisfied that transactions with Connected Parties entered into during the period complied with the obligations set out in this paragraph.

Babson Capital Global Investment Funds Plc

Directors' Report for the financial year ended 31 December 2015 (continued)

Corporate Governance Statement (continued)

Business review and future developments

The net assets of the Company attributable to holders of redeemable shares amounted to US\$11,824,182,779 (31 December 2014: US\$9,145,469,573). The Statement of Comprehensive Income is set out on pages 16 and 17. A detailed review of the business and future developments is contained in the Investment Managers' Reports on pages 14 and 15. The Directors do not anticipate any change in the structure or investment objectives of the Company.

Directors

The Directors who served during the financial year were:

Mr. Oliver Burgel

Mr. Peter Clark

Mr. James Cleary

Mr. Timothy Schulze

Mr. Hans Vogel (resigned 24 February 2016)

Ms. Barbara Healy (appointed 13 January 2016)

Company Secretary

State Street Fund Services (Ireland) Limited acted as Company Secretary for the financial year.

Directors' and Secretary's interests

Neither the Directors nor the Secretary held any shares in the Company.

Ms. Barbara Healy (and formerly Mr. Hans Vogel prior to his resignation on 24 February 2016) and Mr. James Cleary also serve as directors of the Subsidiaries. Mr. Oliver Burgel, Mr. Peter Clark and Mr. Timothy Schluzer are employees of the Investment Managers.

Risk management objectives and policies

The principal risks and uncertainties facing the Company are market risk, credit risk and liquidity risk. The Company has maintained its aim of spreading investment risk.

These are explained in Note 11 of the financial statements along with the risk management framework in place to mitigate these risks.

Distributions

The following distributions were approved by the Directors for the financial year ended 31 December 2015 and 31 December 2014:

Fund	31 Dec 2015	31 Dec 2014
Babson Capital Global Loan Fund	US\$128,646,044	US\$122,313,982
Babson Capital European Loan Fund	€23,438,848	€13,178,056
Fund 3	€14,208,327	€7,137,617
Fund 5	US\$8,861,437	US\$12,240,199
Fund 6	£7,209,687	£6,098,390
Fund 7	US\$17,827,130	US\$17,341,726
Fund 8*	€2,018,459	-

*This Fund launched during the financial year ended 31 December 2015.

Significant events during the financial year

Please see Note 24.

Significant events after the financial year end

Please see Note 25.

Babson Capital Global Investment Funds Plc

Directors' Report for the financial year ended 31 December 2015 (continued)

Accounting records

The Directors ensure compliance with the Company's obligation to maintain adequate accounting records by appointing competent persons to be responsible for them. The accounting records are kept by State Street Fund Services (Ireland) Limited at 78 Sir John Rogerson's Quay, Dublin 2, Ireland.

Independent auditor

The Auditors, KPMG, Chartered Accountants, have expressed their willingness to continue in office in accordance with Section 383(2) of the Companies Act, 2014.

On behalf of the Board of Directors:

Director: _____
James Cleary

Director: _____
Barbara Healy

Date: 13 April 2016

Babson Capital Global Investment Funds Plc

Depository's Report to the Shareholders for the financial year ended 31 December 2015

Report of the Depository to the Shareholders

We have enquired into the conduct of Babson Capital Global Advisors Limited as the authorised Alternative Investment Manager (the "AIFM") in respect of Babson Capital Global Investment Funds Plc (the "Company"), the authorised Alternative Investment Fund ("AIF") and into the conduct of the AIF itself as an investment company, for the financial year ended 31 December 2015 in our capacity as Depository to the AIF.

This report including the opinion has been prepared for and solely for the shareholders in the AIF as a body, in accordance with the Central Bank's AIF Rulebook and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown.

Responsibilities of the Depository

Our duties and responsibilities are outlined in Regulation 22(7)(8)&(9) of European Union (Alternative Investment Fund Managers Directive) Regulations 2013 as amended (the "Regulations") and the AIF Rulebook. One of those duties is to enquire into the conduct of the AIFM and the investment company in each annual accounting period and report thereon to the shareholders.

Our report shall state whether, in our opinion, the AIF has been managed in that period in accordance with the provisions of the AIF's constitutional documentation and the AIF Rulebook. It is the overall responsibility of the AIFM and the investment company to comply with these provisions. If the AIFM or the investment company has not so complied, we as Depository must state why this is the case and outline the steps which we have taken to rectify the situation.

Basis of Depository opinion

The Depository conducts such reviews as it, in its reasonable opinion, considers necessary in order to comply with its duties as outlined in Regulation 22(7)(8)&(9) of the Regulations, and to ensure that, in all material respects, the AIF has been managed:

- (i) in accordance with the limitations imposed on its investment and borrowing powers by the provisions of its constitutional documentation and the appropriate regulations; and
- (ii) otherwise in accordance with the AIF's constitutional documentation and the appropriate regulations.

Opinion

In our opinion, the AIF has been managed during the year, in all material respects:

- (i) in accordance with the limitations imposed on the investment and borrowing powers of the authorised AIF by the constitutional document and by the Central Bank under the powers granted to the Central Bank by the investment fund legislation; and
- (ii) otherwise in accordance with the provisions of the constitutional document and the investment fund legislation.

For and on behalf of
State Street Custodial Services (Ireland) Limited
78 Sir John Rogerson's Quay
Dublin 2
Ireland

Date: 13 April 2016

Babson Capital Global Investment Funds Plc

Disclosure of Remuneration (Unaudited) for the financial year ended 31 December 2015

General

These disclosures are made in respect of the remuneration policies of Babson Capital Global Advisors Limited (the “**Investment Manager**”). The disclosures are made in accordance with the Alternative Investment Fund Managers Directive (2011/61/EU) (“**AIFMD**”), the European Commission Delegated Regulation supplementing the AIFMD and the guidelines on sound remuneration policies under AIFMD issued by the European Securities and Markets Authority (ESMA/2013/232).

Remuneration Policies and Practices

The Investment Manager is supplied with staff by Babson Capital Management (UK) Limited (“**BCM**”) under a services agreement dated 29 March 2012 (as amended). The Investment Manager and BCM share a common remuneration policy (the “**Policy**”). The Policy is designed to ensure that the manner in which BCM compensates its employees (including those providing services to the Investment Manager) is consistent with and promotes sound and effective risk management and is competitive in the markets in which it operates.

The Policy is intended to reflect all applicable regulatory requirements regarding remuneration practices, including those set out in the AIFM Remuneration Code (SYSC 19B) (the “**Code**”) forming part of the Financial Conduct Authority’s (the “**FCA**”) Handbook of Rules and Guidance. The Policy reflects the application by BCM of the AIFM remuneration proportionality rule (SYSC 19B.1.4R(1)) in accordance with the General Guidance on the Code (FG14/2) issued by the FCA.

Decision-Making Process

BCM has a remuneration committee in the form of the “Babson Capital Management (UK) Limited Senior Compensation Committee” (the “**Remuneration Committee**”). The Remuneration Committee is appointed by BCM’s Board of Directors and comprises BCM’s Chairman and a senior executive from Massachusetts Mutual Life Insurance Company.

The Remuneration Committee is responsible for setting and implementing the Policy, periodically reviewing the Policy and approving any changes thereto on behalf of the Investment Manager and BCM. The Remuneration Committee also reviews and approves BCM’s and the Investment Manager’s annual promotions and compensation awards and exercises oversight over any material changes that may be proposed to BCM’s/the Investment Manager’s compensation structures.

Link between Pay and Performance

BCM’s remuneration structures are designed to support and further the firm’s business strategy, objectives, values and long-term interests. Packages aim to facilitate the retention of existing employees and attract high calibre new employees in order to achieve the best results for the firm and its clients.

Remuneration arrangements for BCM employees currently comprise some or all of the following components:

- (a) fixed salary;
- (b) a short term incentive scheme (“**STI**”);
- (c) a long term incentive scheme (“**LTI**”); and
- (d) share of carried interest in certain funds.

BCM’s variable remuneration arrangements are designed to align the interests of staff with BCM’s profits and with the performance of the assets it manages for its clients. As such, a key principle of the STI and LTI awards is that they are linked to the performance of the individual and the firm. Individual performance is assessed by reference to personal objectives set in the previous year (including both financial and non-financial criteria), the views of line and senior management, and compliance behaviour. The total amount of variable remuneration available for STI and LTI awards in any given performance year is based on the profits of the firm. The amount paid out in respect of carried interest is based on the performance of assets managed by the firm.

The Investment Manager has appointed a separate Risk Manager for the purposes of the AIFMD. The remuneration of the Risk Manager is not directly linked to the performance of particular portfolio management teams or client portfolios. The remuneration of employees who perform control functions (including Risk, Legal & Compliance and Human Resources) is generally structured such that the fixed component of total remuneration is higher than for employees involved in risk-taking activities. This, combined with certain restrictions relating to variable remuneration awards, is designed to strengthen the independence of employees performing control functions.

Note 11 of this Annual Report describes the risks associated with investing in the AIFs. For additional information regarding the AIF’s risk profile and information regarding how the Investment Manager seeks to manage conflicts of interest, please refer to the AIF’s Prospectus.

Babson Capital Global Investment Funds Plc

Disclosure of Remuneration (Unaudited) for the financial year ended 31 December 2015 (continued)

Total remuneration paid to staff of the Investment Manager during the year to 31 December 2015:

	31 Dec 2015 £'000	31 Dec 2014 £'000
Fixed remuneration	7,825	5,385
Variable remuneration	11,123	7,659
Total remuneration paid	18,948	13,044
No. of beneficiaries	116	105
	£'000	£'000
Aggregate remuneration of senior management	3,749	2,752
Aggregate remuneration of employees whose actions have a material impact on the risk profile of the AIF's management by the AIFM	6,207	4,782

Note: The total remuneration indicated above reflects an estimate of the proportion of total remuneration of relevant staff attributable to work in respect of the AIFM but does not otherwise include remuneration paid to personnel employed by the AIFM's delegates. It has not been possible to break down the remuneration disclosures at the AIF level as the information is not readily available.

Babson Capital Global Investment Funds Plc

Statement of Directors' Responsibilities for the financial year ended 31 December 2015

Statement of Directors' Responsibilities in Respect of the Directors' Report and the Financial Statements

The directors are responsible for preparing the Directors' Report and financial statements, in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union (EU) and applicable law.

Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the assets, liabilities and financial position of the Company and of its changes in net assets attributable to holders of redeemable shares for that year. In preparing the financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether they have been prepared in accordance with IFRS as adopted by the EU; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the assets, liabilities, financial position and profit or loss of the Company and enable them to ensure that its financial statements comply with the Companies Act, 2014.

They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company. In this regard they have entrusted the assets of the Company to State Street Custodial Services (Ireland) Limited (the "Depository") for safe-keeping, who have been appointed as Depository to the Company pursuant to the terms of a Depository Agreement. The directors have general responsibility for taking such steps as are reasonably open to them to prevent and detect fraud and other irregularities. The directors are also responsible for preparing a Directors' Report that complies with the requirements of the Companies Act, 2014.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the Company's website. Legislation in the Republic of Ireland governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

On behalf of the Board of Directors:

Director: _____
James Cleary

Director: _____
Barbara Healy

Date: 13 April 2016

Babson Capital Global Investment Funds Plc

Independent Auditor's Report

Independent Auditor's report to the members of Babson Capital Global Investment Funds Plc

We have audited the financial statements of Babson Capital Global Investment Funds Plc ("the Company") for the financial year ended 31 December 2015 which comprise the Statements of Comprehensive Income, Statements of Financial Position, Statements of Changes in Net Assets Attributable to Holders of Redeemable Shares, Statements of Cash Flows and the related notes. The financial reporting framework that has been applied in their preparation is Irish law and International Financial reporting Standards (IFRS) as adopted by the European Union.

Opinions and conclusions arising from our audit

1 Our opinion on the financial statements is unmodified

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the Company as at 31 December 2015 and of its changes in net assets attributable to holders of redeemable shares for the financial year then ended;
- have been properly prepared in accordance with IFRS as adopted by the European Union; and
- have been properly prepared in accordance with the requirements of the Companies Act, 2014.

2 Our conclusions on other matters on which we are required to report by the Companies Act, 2014 are set out below

We have obtained all the information and explanations which we consider necessary for the purposes of our audit.

In our opinion the accounting records of the Company were sufficient to permit the financial statements to be readily and properly audited and the financial statements are in agreement with the accounting records.

In our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition we report, in relation to information given in the Corporate Governance Statement on pages 4 to 6, that:

- based on knowledge and understanding of the Company and its environment obtained in the course of our audit, no material misstatements in the information identified above have come to our attention; and
- based on the work undertaken in the course of our audit, in our opinion:
 - the description of the main features of the internal control and risk management systems in relation to the process for preparing the financial statements is consistent with the financial statements and has been prepared in accordance with the Companies Act, 2014,
 - the Company is not subject to the European Communities (Takeover Bids (Directive 2004/25/EC)) Regulations 2006 and therefore not required to include information relating to voting rights and other matters required by those Regulations and specified by the Companies Act, 2014 for our consideration in the Corporate Governance Statement,
 - the Corporate Governance Statement contains the information required by the Companies Act, 2014.

3 We have nothing to report in respect of matters on which we are required to report by exception

ISAs (UK & Ireland) require that we report to you if, based on the knowledge we acquired during our audit, we have identified information in the annual report that contains a material inconsistency with either that knowledge or the financial statements, a material misstatement of fact, or that is otherwise misleading.

In addition, the Companies Act, 2014 requires us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions required by sections 305 to 312 of the Act are not made.

Basis of our report, responsibilities and restrictions on use

As explained more fully in the Statement of Directors' Responsibilities set out on page 11, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view and otherwise comply with the Companies Act, 2014. Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's Ethical Standards for Auditors.

Babson Capital Global Investment Funds Plc

Independent Auditor's Report (continued)

Basis of our report, responsibilities and restrictions on use (continued)

An audit undertaken in accordance with ISAs (UK & Ireland) involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements.

In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Whilst an audit conducted in accordance with ISAs (UK & Ireland) is designed to provide reasonable assurance of identifying material misstatements or omissions it is not guaranteed to do so. Rather the auditor plans the audit to determine the extent of testing needed to reduce to an appropriately low level the probability that the aggregate of uncorrected and undetected misstatements does not exceed materiality for the financial statements as a whole. This testing requires us to conduct significant audit work on a broad range of assets, liabilities, income and expense as well as devoting significant time of the most experienced members of the audit team, in particular the engagement partner responsible for the audit, to subjective areas of the accounting and reporting.

Our report is made solely to the Company's members, as a body, in accordance with section 391 of the Companies Act, 2014. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Jorge Fernandez Revilla

for and on behalf of

KPMG

Chartered Accountants, Statutory Audit Firm

1 Harbourmaster Place

International Financial Services Centre

Dublin 1

Ireland

Date: 13 April 2016

Babson Capital Global Investment Funds Plc

Investment Managers' Report Financial Statements for the financial year ended 31 December 2015

Babson Capital Global Loan Fund

Despite experiencing heightened volatility in the latter portion of the year, the Global Loan Index was able to remain positive for 2015 with an annual return of 0.25%. Performance across all asset classes in 2015 was significantly impacted by the severe downturn in commodity prices that began in the fourth quarter of 2014 and persisted throughout the year. Due in large part to its lack of exposure to commodities and commodity linked sectors, the European loan market outperformed the U.S. loan market over 2015, with the U.S. loan market turning modestly negative by year-end.

While U.S. loan retail fund flows were negative for the year, ending at \$14.7 billion of outflows, U.S. CLO gross issuance finished 2015 at \$110.8 billion, down slightly from last year's record issuance total. The supply side of the market was down from the record years seen in 2013 and 2014 as well with \$314.4 billion of new issuance in 2015, driven primarily by acquisition financing. In Europe, new issue activity decreased year-over-year as well with new issue volume totaling €74.3 billion in 2015, down from €88.7 billion in 2014. Default activity was elevated in 2015, dominated by companies tied to commodity price volatility. For context, commodity exposed sectors accounted for more than seventy percent of the U.S. default volume for the year.

The Global Loan Fund outperformed its benchmark in 2015, returning 0.57% versus 0.25% for the Index. The Fund benefited from its European overweight position, given the strong fundamental and technical environment in Europe. A weaker technical market in the U.S. and volatility around the commodity related sectors created selling pressure in the U.S. The Fund remains overweight Europe and underweight the U.S., with single-B rated credits being the Fund's largest ratings

Outlook

Although the Federal Reserve's December announcement of the first interest rate increase since 2006 marks the conclusion of one of the biggest question marks for the market, uncertainty remains around the potential consequences increased interest rate volatility may have on currencies, treasury yields, and risk assets going forward. While the extensive volatility we have seen in the commodity space will likely persist, we expect general corporate fundamentals to remain intact. This should continue to support high yield valuations in the near-term as well as keep default rates below their historical averages. Despite recent pressure, any further pull back in prices will likely provide opportunities to add to positions in "high conviction" names offering attractive relative value.

Babson Capital Global Advisors Limited
Babson Capital Management LLC

February 2016

Babson Capital Global Investment Funds Plc

Investment Managers' Report Financial Statements for the financial year ended 31 December 2015 (continued)

Babson Capital European Loan Fund

The European loan market in 2015 held up relatively well compared to other risk assets. In early 2015, the European loan market quickly shrugged off any of the financial volatility experienced towards the end of 2014, as the introduction of the much anticipated stimulus program by the ECB added to generally positive sentiment. There were bouts of volatility during the year, particularly concerning the slowdown in China and continued low oil prices; however, the European loan market continued to largely shrug off such concerns due to minimal exposure to the Energy sector along with limited direct exposure to China. New issue loan volume overall in 2015 totaled €74.3bn, although 2015 followed a similar trend where primary activity declined in the second half of the year from a stronger first half. A reduction in opportunistic borrowing is largely responsible for the decline relative to 2014's issuance of €87.7bn, with refinancing down 40% on 2014. M&A related volumes were also slightly down on 2014 levels, however, loans to fund primary or secondary buyouts rose by 16%. The risk-off environment in the U.S. translated into lower cross-border volumes in 2015, particularly in the second half of the year where concerns around the Energy sector had a significant negative impact on the U.S. secondary market, with Europe merely softening.

The European Loan Fund performed well in 2015, outperforming the benchmark, although the Fund was not immune to the broader market volatility specifically in the third quarter of this year. The Fund's performance has mainly been driven through our fundamental bottom-up credit selection. The Fund has remained active on both primary and secondary markets, and the underlying fundamentals still remain robust with the corporate earnings resilient and default levels low. We remain comfortable with the fund's positioning, with a focus on credits with the strong corporate fundamentals, including low leverage levels, strong liquidity and earnings growth.

Outlook

Looking forward, we anticipate that the European macro environment will be generally stable and supportive of growth which will fundamentally support European loans. The low interest rate environment will continue to encourage investors to search for yield and the European senior secured lower volatility profile appears to provide an attractive solution for investors. Default rates are expected to continue to trend at historically low levels in 2016 and we expect relatively robust underlying corporate fundamentals. European loans performed well in 2015 despite a negative credit market backdrop and we believe start 2016 with an attractive risk adjusted spread given strong credit fundamentals.

Babson Capital Global Advisors Limited

February 2016

Babson Capital Global Investment Funds Plc

Statements of Comprehensive Income for the financial year ended 31 December 2015

		Babson Capital Global Loan Fund 31 Dec 2015 US\$	Babson Capital European Loan Fund 31 Dec 2015 €	Fund 3 31 Dec 2015 €	Fund 4 31 Dec 2015 €	Fund 5 31 Dec 2015 US\$
	Note					
Net gain from subsidiaries at fair value through profit or loss	2	8,471,852	161,469,395	3,963,206	-	1,832,845
<i>Income from investments</i>						
- Realised gain on investments and other derivative contracts		394,857,215	162,830,022	-	660,006	-
- Realised (loss) on investments and other derivative contracts		(687,660,817)	(87,830,867)	-	-	-
- Change in unrealised gain on investments and other derivative contracts		12,770,030	(3,674,928)	-	1,611,456	-
- Change in unrealised (loss) on investments and other derivative contracts		(29,662,957)	(8,000,342)	-	-	-
Other income						
- Miscellaneous income		96	24	-	-	-
Net operating (loss)/income		(301,224,581)	224,793,304	3,963,206	2,271,462	1,832,845
Operating expenses	8	(36,635,357)	(21,475,965)	(346,982)	(596,836)	(437,665)
(Loss)/profit from operations before finance costs		(337,859,938)	203,317,339	3,616,224	1,674,626	1,395,180
Finance costs						
Distributions	14	(128,646,044)	(23,438,848)	(14,208,327)	-	(8,861,437)
Total finance costs		(128,646,044)	(23,438,848)	(14,208,327)	-	(8,861,437)
Total comprehensive (loss)/income for the financial year attributable to holders of redeemable shares		(466,505,982)	179,878,491	(10,592,103)	1,674,626	(7,466,257)

There are no recognised gains or losses in the financial period other than those dealt with in the Statement of Comprehensive Income. All results are from continuing activities.

The accompanying notes are an integral part of these financial statements.

Babson Capital Global Investment Funds Plc

Statements of Comprehensive Income for the financial year ended 31 December 2015 (continued)

		Fund 6	Fund 7	Fund 8*	Babson Capital Global Investment Funds Plc
	Note	31 Dec 2015 £	31 Dec 2015 US\$	31 Dec 2015 €	31 Dec 2015 US\$
Net gain from subsidiaries at fair value through profit or loss	2	3,168,212	4,080,991	1,764,053	203,635,041
<i>Income from investments</i>					
- Realised gain on investments and other derivative contracts		-	-	268,674,092	871,081,509
- Realised (loss) on investments and other derivative contracts		-	-	(266,219,555)	(1,078,182,373)
- Change in unrealised gain on investments and other derivative contracts		-	-	29,250	10,526,260
- Change in unrealised (loss) on investments and other derivative contracts		-	-	(2,739,856)	(41,171,631)
Other income					
- Miscellaneous income		12	-	-	140
Net operating income/(loss)		3,168,224	4,080,991	1,507,984	(34,111,054)
Operating expenses	8	(716,753)	(1,755,788)	(383,022)	(65,073,167)
Profit/(loss) from operations before finance costs		2,451,471	2,325,203	1,124,962	(99,184,221)
Finance costs					
Distributions	14	(7,209,687)	(17,827,130)	(2,018,459)	(210,076,605)
Total finance costs		(7,209,687)	(17,827,130)	(2,018,459)	(210,076,605)
Total comprehensive (loss)/income for the financial year attributable to holders of redeemable shares		(4,758,216)	(15,501,927)	(893,497)	(309,260,826)

There are no recognised gains or losses in the financial period other than those dealt with in the Statement of Comprehensive Income. All results are from continuing activities.

*This Fund launched during the financial year ended 31 December 2015.

The accompanying notes are an integral part of these financial statements.

Babson Capital Global Investment Funds Plc

Statements of Comprehensive Income for the financial year ended 31 December 2014

		Babson Capital Global Loan Fund 31 Dec 2014 US\$	Babson Capital European Loan Fund 31 Dec 2014 €	Fund 3 31 Dec 2014 €	Fund 4 31 Dec 2014 €	Fund 5 31 Dec 2014 US\$
	Note					
Net gain from subsidiaries at fair value through profit or loss	2	118,228,824	64,391,830	4,639,644	-	5,986,077
<i>Income from investments</i>						
- Realised gain on investments and other derivative contracts		215,107,225	48,907,650	-	795,543	-
- Realised (loss) on investments and other derivative contracts		(495,393,493)	(9,134,152)	-	-	-
- Change in unrealised gain on investments and other derivative contracts		(19,245,112)	8,979,345	-	1,075,867	-
- Change in unrealised (loss) on investments and other derivative contracts		(22,307,647)	153,672	-	-	-
Net operating (loss)/income		(203,610,203)	113,298,345	4,639,644	1,871,410	5,986,077
Operating expenses	8	(30,347,027)	(12,430,084)	(325,684)	(339,411)	(433,234)
(Loss)/profit from operations before finance costs		(233,957,230)	100,868,261	4,313,960	1,531,999	5,552,843
Finance costs						
Distributions	14	(122,313,982)	(13,178,056)	(7,137,617)	-	(12,240,199)
Total finance costs		(122,313,982)	(13,178,056)	(7,137,617)	-	(12,240,199)
Total comprehensive (loss)/income for the financial year attributable to holders of redeemable shares		(356,271,212)	87,690,205	(2,823,657)	1,531,999	(6,687,356)

There are no recognised gains or losses in the financial year other than those dealt with in the Statement of Comprehensive Income. All results are from continuing activities.

The accompanying notes are an integral part of these financial statements.

Babson Capital Global Investment Funds Plc

Statements of Comprehensive Income for the financial year ended 31 December 2014 (continued)

		Fund 6	Fund 9*	Fund 7	Babson Capital Global Investment Funds Plc
	Note	31 Dec 2014 £	31 Dec 2014 £	31 Dec 2014 US\$	31 Dec 2014 US\$
Net gain from subsidiaries at fair value through profit or loss	2	4,377,480	-	11,729,659	234,160,976
<i>Income from investments</i>					
- Realised gain on investments and other derivative contracts		-	479,348	-	281,139,107
- Realised (loss) on investments and other derivative contracts		-	(12)	-	(507,439,614)
- Change in unrealised gain on investments and other derivative contracts		-	(291,830)	-	(6,553,630)
- Change in unrealised (loss) on investments and other derivative contracts		-	-	-	(22,104,984)
Net operating (loss)/income		4,377,480	187,506	11,729,659	(20,798,145)
Operating expenses	8	(737,073)	(20,776)	(1,735,713)	(51,028,532)
(Loss)/profit from operations before finance costs		3,640,407	166,730	9,993,946	(71,826,677)
Finance costs					
Distributions	14	(6,098,390)	-	(17,341,726)	(188,687,834)
Total finance costs		(6,098,390)	-	(17,341,726)	(188,687,834)
Total comprehensive (loss)/income for the financial year attributable to holders of redeemable shares		(2,457,983)	166,730	(7,347,780)	(260,514,511)

*This Fund was fully redeemed during the financial year ended 31 December 2014. Its financial statements were prepared on a non-going concern basis.

There are no recognised gains or losses in the financial year other than those dealt with in the Statement of Comprehensive Income. All results are from continuing activities with the exception of Fund 9 which was fully redeemed during the year.

The accompanying notes are an integral part of these financial statements.

Babson Capital Global Investment Funds Plc

Statements of Financial Position for the financial year ended 31 December 2015

		Babson Capital Global Loan Fund 31 Dec 2015 US\$	Babson Capital European Loan Fund 31 Dec 2015 €	Fund 3 31 Dec 2015 €	Fund 4 31 Dec 2015 €	Fund 5 31 Dec 2015 US\$
	Note					
Financial assets at fair value through profit or loss						
Designated at fair value through profit or loss:	2					
- Loans to Subsidiaries	4	6,934,996,096	3,785,827,282	18,940,494	-	43,372,487
- Collective investment schemes		-	-	-	65,647,153	-
Held for trading:						
- Forward foreign exchange contracts		14,513,335	6,073,228	-	-	-
Other receivables	5	8,316	-	-	-	-
Receivable for fund shares sold		381,817	878,028	-	-	-
Cash and cash equivalents	3	-	-	-	24,700	-
Total assets		6,949,899,564	3,792,778,538	18,940,494	65,671,853	43,372,487
Financial liabilities at fair value through profit or loss						
Held for trading:						
- Forward foreign exchange contracts		(68,690,403)	(8,350,193)	-	-	-
Income distribution payable		-	-	-	-	-
Payable for fund shares redeemed		(380,329)	(8,616,846)	-	-	-
Other payables and accrued expenses	6	(3,276,304)	(2,105,542)	(27,764)	(190,547)	(33,663)
Total liabilities		(72,347,036)	(19,072,581)	(27,764)	(190,547)	(33,663)
Represented by:						
Net assets attributable to holders of redeemable shares 13		6,877,552,528	3,773,705,957	18,912,730	65,481,306	43,338,824

The accompanying notes are an integral part of these financial statements.

Babson Capital Global Investment Funds Plc

Statements of Financial Position for the financial year ended 31 December 2015 (continued)

		Fund 6	Fund 7	Fund 8*	Babson Capital Global Investment Funds Plc
	Note	31 Dec 2015 £	31 Dec 2015 US\$	31 Dec 2015 €	31 Dec 2015 US\$
Financial assets at fair value through profit or loss					
Designated at fair value through profit or loss:	2				
- Loans to Subsidiaries	4	117,689,470	277,347,508	260,153,911	11,846,766,753
- Collective investment schemes		-	-	-	60,904,401
Held for trading:					
- Forward foreign exchange contracts		-	-	29,250	21,145,202
Other receivables	5	-	-	-	8,316
Receivable for fund shares sold		-	-	-	1,336,014
Cash and cash equivalents	3	-	-	-	26,843
Total assets		117,689,470	277,347,508	260,183,161	11,930,187,529
Financial liabilities at fair value through profit or loss					
Held for trading:					
- Forward foreign exchange contracts		-	-	(2,739,856)	(80,742,512)
Income distribution payable		(1,806,440)	(4,421,962)	(2,018,459)	(9,278,576)
Payable for fund shares redeemed		-	-	-	(9,744,685)
Other payables and accrued expenses	6	(59,426)	(149,913)	(152,790)	(6,238,977)
Total liabilities		(1,865,866)	(4,571,875)	(4,911,105)	(106,004,750)
Represented by:					
Net assets attributable to holders of redeemable shares	13	115,823,604	272,775,633	255,272,056	11,824,182,779

*This Fund launched during the financial year ended 31 December 2015.

The accompanying notes are an integral part of these financial statements.

On behalf of the Board of Directors:

Director: _____
James Cleary

Director: _____
Barbara Healy

Date: 13 April 2016

Babson Capital Global Investment Funds Plc

Statements of Financial Position for the financial year ended 31 December 2014

		Babson Capital Global Loan Fund 31 Dec 2014 US\$	Babson Capital European Loan Fund 31 Dec 2014 €	Fund 3 31 Dec 2014 €	Fund 4 31 Dec 2014 €	Fund 5 31 Dec 2014 US\$
	Note					
Financial assets at fair value through profit or loss						
Designated at fair value through profit or loss:	2					
- Loans to Subsidiaries	4	5,868,695,822	2,242,683,019	29,140,417	-	56,083,006
- Collective investment schemes		-	-	-	64,370,565	-
Held for trading:						
- Forward foreign exchange contracts		1,743,305	9,748,156	-	-	-
Other receivables	5	8,677	-	-	-	-
Receivable for fund shares sold		64,980	24,240,302	-	-	-
Cash and cash equivalents	3	-	-	-	9,029	-
Total assets		5,870,512,784	2,276,671,477	29,140,417	64,379,594	56,083,006
Financial liabilities at fair value through profit or loss						
Held for trading:						
- Forward foreign exchange contracts		(39,027,446)	(349,852)	-	-	-
Income distribution payable		(35,453,864)	(4,208,150)	(6,438,900)	-	(1,014,915)
Payable for fund shares redeemed		-	(597,457)	-	-	-
Other payables and accrued expenses	6	(3,889,282)	(1,705,203)	(46,684)	(572,914)	(73,010)
Total liabilities		(78,370,592)	(6,860,662)	(6,485,584)	(572,914)	(1,087,925)
Represented by:						
Net assets attributable to holders of redeemable shares 13		5,792,142,192	2,269,810,815	22,654,833	63,806,680	54,995,081

The accompanying notes are an integral part of these financial statements.

Babson Capital Global Investment Funds Plc

Statements of Financial Position for the financial year ended 31 December 2014 (continued)

		Fund 6	Fund 9*	Fund 7	Babson Capital Global Investment Funds Plc
		31 Dec 2014	31 Dec 2014	31 Dec 2014	31 Dec 2014
	Note	£	£	US\$	US\$
Financial assets at fair value through profit or loss					
Designated at fair value through profit or loss:	2				
- Loans to Subsidiaries	4	122,506,625	-	275,104,625	9,139,842,794
- Collective investment schemes		-	-	-	62,204,786
Held for trading:					
- Forward foreign exchange contracts		-	-	-	13,539,063
Other receivables	5	-	7,353	-	20,138
Receivable for fund shares sold		-	-	4,603,381	34,000,343
Cash and cash equivalents	3	-	8,653	-	24,412
Total assets		122,506,625	16,006	279,708,006	9,249,631,536
Financial liabilities at fair value through profit or loss					
Held for trading:					
- Forward foreign exchange contracts		-	-	-	(39,450,784)
Income distribution payable		(1,831,923)	-	(4,603,381)	(56,810,862)
Payable for fund shares redeemed		-	-	-	(722,953)
Other payables and accrued expenses	6	(92,882)	(16,006)	(232,232)	(7,177,364)
Total liabilities		(1,924,805)	(16,006)	(4,835,613)	(101,161,963)
Represented by:					
Net assets attributable to holders of redeemable shares	13	120,581,820	-	274,872,393	9,145,469,573

*This Fund was fully redeemed during the financial year ended 31 December 2014. Its financial statements were prepared on a non-going concern basis.

The accompanying notes are an integral part of these financial statements.

Babson Capital Global Investment Funds Plc

Statements of Changes in Net Assets Attributable to Holders of Redeemable Shares for the financial year ended 31 December 2015

	Note	Babson Capital Global Loan Fund 31 Dec 2015 US\$	Babson Capital European Loan Fund 31 Dec 2015 €	Fund 3 31 Dec 2015 €	Fund 4 31 Dec 2015 €	Fund 5 31 Dec 2015 US\$
Balance at 1 January 2015		5,792,142,192	2,269,810,815	22,654,833	63,806,680	54,995,081
Total adjusted comprehensive (loss)/income attributable to holders of redeemable shares		(466,505,982)	179,878,491	(10,592,103)	1,674,626	(7,466,257)
Issue of redeemable shares during the financial year		2,093,769,567	1,919,662,434	6,850,000	-	-
Redemption of redeemable shares during the financial year		(541,853,249)	(595,645,783)		-	(4,190,000)
Currency measurement	2	-	-	-	-	-
Balance at 31 December 2015		6,877,552,528	3,773,705,957	18,912,730	65,481,306	43,338,824

The accompanying notes are an integral part of these financial statements.

Babson Capital Global Investment Funds Plc

Statements of Changes in Net Assets Attributable to Holders of Redeemable Shares for the financial year ended 31 December 2015 (continued)

		Fund 6	Fund 7	Fund 8*	Babson Capital Global Investment Funds Plc
	Note	31 Dec 2015 £	31 Dec 2015 US\$	31 Dec 2015 €	31 Dec 2015 US\$
Balance at 1 January 2015		120,581,820	274,872,393	-	9,145,469,573
Total adjusted comprehensive loss attributable to holders of redeemable shares		(4,758,216)	(15,501,927)	(893,497)	(309,260,826)
Issue of redeemable shares during the financial year		-	13,405,167	256,165,553	4,514,692,844
Redemption of redeemable shares during the financial year		-	-	-	(1,199,222,132)
Currency measurement	2	-	-	-	(327,496,680)
Balance at 31 December 2015		115,823,604	272,775,633	255,272,056	11,824,182,779

*This Fund launched during the financial year ended 31 December 2015.

The accompanying notes are an integral part of these financial statements.

Babson Capital Global Investment Funds Plc

Statements of Changes in Net Assets Attributable to Holders of Redeemable Shares for the financial year ended 31 December 2014

	Note	Babson Capital Global Loan Fund 31 Dec 2014 US\$	Babson Capital European Loan Fund 31 Dec 2014 €	Fund 3 31 Dec 2014 €	Fund 4 31 Dec 2014 €	Fund 5 31 Dec 2014 US\$
Balance at 1 January 2014		4,655,839,587	1,290,569,596	13,608,490	62,274,681	49,182,437
Total adjusted comprehensive loss attributable to holders of redeemable shares		(356,271,212)	87,690,205	(2,823,657)	1,531,999	(6,687,356)
Issue of redeemable shares during the financial year		2,021,066,348	1,044,016,863	11,870,000	-	12,500,000
Redemption of redeemable shares during the financial year		(528,492,531)	(152,465,849)	-	-	-
Currency measurement	2	-	-	-	-	-
Balance at 31 December 2014		5,792,142,192	2,269,810,815	22,654,833	63,806,680	54,995,081

The accompanying notes are an integral part of these financial statements.

Babson Capital Global Investment Funds Plc

Statements of Changes in Net Assets Attributable to Holders of Redeemable Shares for the financial year ended 31 December 2014 (continued)

		Fund 6	Fund 9*	Fund 7	Babson Capital Global Investment Funds Plc
	Note	31 Dec 2014 £	31 Dec 2014 £	31 Dec 2014 US\$	31 Dec 2014 US\$
Balance at 1 January 2014		120,581,839	4,265,491	264,878,447	7,039,971,152
Total adjusted comprehensive (loss)/income attributable to holders of redeemable shares		(2,457,983)	166,730	(7,347,780)	(260,514,511)
Issue of redeemable shares during the financial year		125,573,894	-	17,341,726	3,644,762,139
Redemption of redeemable shares during the financial year		(123,115,930)	(4,432,221)	-	(934,927,545)
Currency measurement	2	-	-	-	(343,821,662)
Balance at 31 December 2014		120,581,820	-	274,872,393	9,145,469,573

*This Fund was fully redeemed during the financial year ended 31 December 2014. Its financial statements were prepared on a non-going concern basis.

The accompanying notes are an integral part of these financial statements.

Babson Capital Global Investment Funds Plc

Statements of Cash Flows for the financial year ended 31 December 2015

	Note	Babson Capital Global Loan Fund 31 Dec 2015 US\$	Babson Capital European Loan Fund 31 Dec 2015 €	Fund 3 31 Dec 2015 €	Fund 4 31 Dec 2015 €	Fund 5 31 Dec 2015 US\$
(Loss)/profit from operations before finance costs		(337,859,939)	203,317,339	3,616,224	1,674,626	1,395,180
Adjustments for:						
Net movement on financial assets		(1,066,300,274)	(1,543,144,261)	10,199,923	(1,276,588)	12,710,519
Unrealised loss/(gain) on derivatives		16,892,927	11,675,270	-	-	-
Operating cash (outflows)/inflows before movements in working capital		(1,387,267,286)	(1,328,151,652)	13,816,147	398,038	14,105,699
Decrease in other receivables		361	-	-	-	-
(Decrease)/increase in other payables		(612,976)	400,336	(18,920)	(382,367)	(39,347)
Net cash (outflows)/inflows from operating activities		(612,615)	400,336	(18,920)	(382,367)	(39,347)
Financing activities						
Proceeds from subscriptions		2,073,406,489	1,942,848,077	6,850,000	-	-
Payments on redemptions		(541,472,920)	(587,626,394)	-	-	(4,190,000)
Distributions paid to shareholders		(144,053,666)	(27,470,367)	(20,647,227)	-	(9,876,352)
Net cash inflows/(outflows) from financing activities		1,387,879,903	1,327,751,316	(13,797,227)	-	(14,066,352)
Net increase/(decrease) in cash and cash equivalents		-	-	-	15,671	-
Cash and cash equivalents at 1 January 2015		-	-	-	9,029	-
Currency remeasurement	2	-	-	-	-	-
Cash and cash equivalents at 31 December 2015		-	-	-	24,700	-

The accompanying notes are an integral part of these financial statements.

Babson Capital Global Investment Funds Plc

Statements of Cash Flows for the financial year ended 31 December 2015 (continued)

					Babson Capital Global Investment Funds Plc
	Fund 6	Fund 7	Fund 8*	Fund 9**	31 Dec 2015
Note	31 Dec 2015	31 Dec 2015	31 Dec 2015	31 Dec 2015	31 Dec 2015
	£	US\$	€	£	US\$
Profit/(loss) from operations before finance costs	2,451,471	2,325,203	1,124,962	-	(99,184,222)
Adjustments for:					
Net movement on financial assets	4,817,155	(2,242,883)	(260,153,911)	-	(3,032,954,040)
Unrealised loss/(gain) on derivatives	-	-	2,710,606	-	32,760,708
Operating cash (outflows)/inflows before movements in working capital	7,268,626	82,320	(256,318,343)	-	(3,099,377,554)
Decrease in other receivables	-	-	-	-	361
(Decrease)/increase in other payables	(33,456)	(82,319)	152,790	(8,653)	(631,352)
Net cash (outflows)/inflows from operating activities	(33,456)	(82,319)	152,790	(8,653)	(630,991)
Financing activities					
Proceeds from subscriptions	-	13,405,167	256,165,553	-	4,519,903,788
Payments on redemptions	-	-	-	-	(1,189,996,328)
Distributions paid to shareholders	(7,235,170)	(13,405,168)	-	-	(231,438,632)
Net cash (outflows)/inflows from financing activities	(7,235,170)	(1)	256,165,553	-	3,098,468,828
Net increase/(decrease) in cash and cash equivalents	-	-	-	(8,653)	(1,539,717)
Cash and cash equivalents at 1 January 2015	-	-	-	8,653	24,412
Currency remeasurement	2	-	-	-	1,542,148
Cash and cash equivalents at 31 December 2015	-	-	-	-	26,843

*This Fund launched during the financial year ended 31 December 2015.

**This Fund was fully redeemed during the financial year ended 31 December 2014.

The accompanying notes are an integral part of these financial statements.

Babson Capital Global Investment Funds Plc

Statements of Cash Flows for the financial year ended 31 December 2014

	Babson Capital Global Loan Fund 31 Dec 2014 US\$	Babson Capital European Loan Fund 31 Dec 2014 €	Fund 3 31 Dec 2014 €	Fund 4 31 Dec 2014 €	Fund 5 31 Dec 2014 US\$
Note					
(Loss)/profit from operations before finance costs	(233,957,230)	100,868,261	4,313,960	1,531,999	5,552,843
Adjustments for:					
Net movement on financial assets	(1,207,349,483)	(949,100,708)	(15,503,523)	(1,601,405)	(5,893,535)
Unrealised loss/(gain) on derivatives	41,552,759	(9,133,017)	-	-	-
Operating cash (outflows)/inflows before movements in working capital	(1,399,753,954)	(857,365,464)	(11,189,563)	(69,406)	(340,692)
Decrease in other receivables	32,642	-	-	-	-
Increase/(decrease) in other payables	1,460,960	521,700	18,280	39,175	(18,075)
Net cash inflows/(outflows) from operating activities	1,493,602	521,700	18,280	39,175	(18,075)
Financing activities					
Proceeds from subscriptions	1,965,988,031	1,020,486,787	11,870,000	-	12,500,000
Payments on redemptions	(528,492,531)	(152,445,588)	-	-	-
Distributions paid to shareholders	(39,235,148)	(11,197,435)	(698,717)	-	(12,141,233)
Net cash inflows/(outflows) from financing activities	1,398,260,352	856,843,764	11,171,283	-	358,767
Net increase/(decrease) in cash and cash equivalents	-	-	-	(30,231)	-
Cash and cash equivalents at 1 January 2014	-	-	-	39,260	-
Currency remeasurement	2 -	-	-	-	-
Cash and cash equivalents at 31 December 2014	-	-	-	9,029	-

The accompanying notes are an integral part of these financial statements.

Babson Capital Global Investment Funds Plc

Statements of Cash Flows for the financial year ended 31 December 2014 (continued)

				Babson Capital Global Investment Funds Plc
	Fund 6	Fund 9*	Fund 7	
	31 Dec 2014	31 Dec 2014	31 Dec 2014	31 Dec 2014
Note	£	£	US\$	US\$
Profit/(loss) from operations before finance costs	3,640,407	166,730	9,993,946	(71,826,677)
Adjustments for:				
Net movement on financial assets	(25,679)	-	(10,057,752)	(2,498,384,547)
Unrealised loss/(gain) on derivatives	-	4,256,830	-	36,488,169
Operating cash (outflows)/inflows before movements in working capital	3,614,728	4,423,560	(63,806)	(2,533,723,055)
Decrease in other receivables	-	32,777	-	86,387
Increase/(decrease) in other payables	13,775	(21,670)	63,806	2,257,530
Net cash inflows/(outflows) from operating activities	13,775	11,107	63,806	2,343,917
Financing activities				
Proceeds from subscriptions	123,115,930	-	-	3,537,280,304
Payments on redemptions	(124,935,930)	(4,432,221)	-	(937,885,118)
Distributions paid to shareholders	(1,808,503)	-	-	(70,030,443)
Net cash inflows/(outflows) from financing activities	(3,628,503)	(4,432,221)	-	2,529,364,743
Net increase/(decrease) in cash and cash equivalents	-	2,446	-	(2,014,395)
Cash and cash equivalents at 1 January 2014	-	6,207	-	64,288
Currency remeasurement	2	-	-	1,974,519
Cash and cash equivalents at 31 December 2014	-	8,653	-	24,412

*This Fund was fully redeemed during the financial year ended 31 December 2014. Its financial statements were prepared on a non-going concern basis.

The accompanying notes are an integral part of these financial statements.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015

1. General information

Babson Capital Global Investment Funds Plc (the "Company") is incorporated as an Irish open-ended umbrella investment company with variable capital. The Company is supervised by the Central Bank of Ireland (the "Central Bank"). The registered office of the Company is 78 Sir John Rogerson's Quay, Dublin 2, Ireland.

The Company has segregated liability between funds. Shares representing interests in different funds may be issued from time to time by the Directors. As at 31 December 2015, the Company had eight active funds (together the "Funds").

The majority of the Funds' investments are held through wholly owned subsidiaries (the "Subsidiaries"), with the exception of Fund 4 whose investments are held directly. The Subsidiaries are incorporated and tax resident in Ireland.

All of the Funds are managed by Babson Capital Global Advisors Limited. Babson Capital Management LLC is the Sub-Investment Manager for all of the Funds, with the exception of Babson Capital European Loan Fund, Fund 3 and Fund 8. These three Funds do not have a Sub-Investment Manager.

The following notes refer to the Investment Managers but does not distinguish between them.

2. Significant accounting policies

(a) Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with European Union ("EU") enclosed International Financial Reporting Standards ("IFRS") and interpretations adopted by the International Accounting Standards Board ("IASB") and the Companies Act, 2014, applicable to companies reporting under IFRS.

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets, financial liabilities and derivative financial instruments at fair value through profit or loss.

As explained below the Company qualifies as an investment entity and is therefore only required to prepare individual financial statements under IFRS as adopted by the EU. For the purpose of complying with Irish Company Law's group financial statement requirement such financial statements are identical to these financial statements, as the Company is permitted by IFRS (as adopted by the EU) to include its subsidiary at fair value through profit or loss.

Except where indicated below, the Company has consistently applied the accounting policies for both periods presented in these financial statements.

(b) New standards, amendments and interpretations issued but not effective for the financial period beginning 1 January 2015 and not early adopted

IFRS 9, published in July 2014, will replace the existing guidance in IAS 39. It includes revised guidance on the classification and measurement of financial instruments, including a new expected credit loss model for calculating impairment on financial assets, and the new general hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from IAS 39. IFRS 9 is effective for annual reporting periods beginning on or after 1 January 2018, with early adoption permitted. Based on the initial assessment, this standard is not expected to have a material impact on the Company.

(c) Non-Consolidation and inclusion of Subsidiaries at fair value

The Company adopted the provisions of IFRS 10 "Consolidated financial statements" during the financial year ended 31 December 2014. The objective of IFRS 10 is to establish principles for the presentation and preparation of consolidated financial statements. It sets out how to apply the principle of control to identify whether an investor controls an investee and therefore must consolidate the investee. It also sets out the accounting requirements for the preparation of consolidated financial statements. The amendments to IFRS 10 define an investment entity and introduce an exemption from the consolidation requirements for investment entities. On adoption of IFRS 10, the Company has determined that it meets the definition of an investment entity.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

2. Significant accounting policies (continued)

(c) Non-Consolidation and inclusion of Subsidiaries at fair value (continued)

The Company has determined that it meets the definition of an investment entity as it displays the following characteristics:

- obtains funds from multiple investors for the purpose of providing those investors with investment management services;
- commits to its investors that its business purpose is to invest funds solely for returns from capital appreciation, investment income, or both; and
- measures and evaluates the performance of substantially all of its investments on a fair value basis.

As part of its assessment of IFRS 10, the Company has determined that the Subsidiaries continue to meet the definition of a subsidiary under the provisions of IFRS 10. Subsidiaries are entities under the Company's control. The Company controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through power over the entity and this is deemed to be the case here.

Investment entity

The Investment Managers of the Company have determined that the Subsidiaries:

- do not provide services that relate to the Company's investment activities; and
- have mainly been set up for tax purposes.

As detailed above, the Subsidiaries are now accounted for at fair value through profit or loss.

(d) Foreign currency translation

Functional and presentation currency

The functional currency and presentation currency of each Fund is the currency noted in its Supplement to the Prospectus and is relevant to the stated investment strategy and results of each Fund. Items included in the individual Fund's financial statements are measured using the currency of the primary economic environment in which it operates (the "functional currency"). Each Fund has adopted its functional currency as the presentation currency. The functional currency of Babson Capital Global Loan Fund, Fund 5 and Fund 7 is US\$, the functional currency of Babson Capital European Loan Fund, Fund 3, Fund 4 and Fund 8 is € and the functional currency of Fund 6 is £.

Transactions and balances

Transactions in currencies other than the functional currency are recorded at the rates of exchange prevailing on the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial year end exchange rates of monetary items and non-monetary assets and liabilities that are denominated in foreign currencies are recognised in the Statement of Comprehensive Income in the year in which they arise. Foreign exchange gains and losses on financial assets and liabilities at fair value through profit or loss are recognised together with other changes in fair value. Net foreign exchange gains/(losses) on non-monetary and monetary financial assets and liabilities other than those classified as at fair value through profit or loss are included in the Statement of Comprehensive Income.

Combined totals shown in the financial statements

The financial statements of the Company are measured in the currency of the primary economic operating environment in which the Company operates. The Company has adopted US\$ as the presentation currency of the combined totals shown in the financial statements.

For the purposes of producing the combined totals in the Statement of Financial Position, the Statements of Financial Position of each of the individual Funds are translated to US\$ using the exchange rates as at 31 December 2015.

For the purpose of producing the combined totals in the Statement of Comprehensive Income and the Statement of Changes in Net Assets Attributable to Holders of Redeemable Shares from the accounts of the individual Funds, average exchange rates are used. A translation adjustment arises in the combined totals due to this methodology. This adjustment does not have any impact on the Net Asset Value ("NAV") of any individual Fund. For the financial year ended 31 December 2015, this adjustment amounted to US\$(327,496,680) (31 December 2014: (US\$343,821,662)).

For the purpose of producing the combined totals in the Statement of Cash Flows, the opening exchange rate is used to convert the Statement of Financial Position balances at 31 December 2014, the average exchange rate is used to convert the Statement of Comprehensive Income amounts for the financial year ended 31 December 2015 and the closing exchange rate is used to convert the Statement of Financial Position balances at 31 December 2015. A translation adjustment arises in the combined totals due to this methodology. This adjustment does not have any impact on the cash flows of any individual Fund. For the financial year ended 31 December 2015, this adjustment amounted to US\$1,542,444 (31 December 2014: US\$1,974,519).

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

2. Significant accounting policies (continued)

(e) Financial instruments

Financial assets and financial liabilities at fair value through profit or loss are recognised on the Statement of Financial Position when the Company becomes a party to the contractual provisions of the instrument. Other financial assets and financial liabilities are recognised at the date they are originated.

(i) Financial assets and liabilities classification and measurement

IAS 39 establishes specific categories into which all financial assets and financial liabilities must be classified. The classification of financial instruments dictates how these assets and liabilities are subsequently measured in the financial statements. There are four categories of financial assets: assets at fair value through profit or loss; available for sale; held to maturity, and loans and receivables. All investments held at the year end date are designated as fair value through profit or loss or as held for trading.

Financial instruments are measured initially at fair value (transaction price) plus, in the case of financial assets or financial liabilities not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability. Transaction costs on financial assets and financial liabilities at fair value through profit or loss are expensed immediately, whereas they are amortised on other financial instruments. Subsequent to initial recognition, all instruments classified at fair value through profit or loss are measured at fair value with changes in their fair value recognised in the Statement of Comprehensive Income. Realised and unrealised gains and losses on derivatives are recognised in the Statement of Comprehensive Income.

The Company classifies unconsolidated Subsidiaries into financial assets at fair value through profit or loss by such designation on initial recognition. Financial assets at fair value through profit or loss are initially recorded in the Statement of Financial Position at cost which is the fair value at the date of initial recognition. Subsequent to initial recognition, financial assets at fair value through profit or loss are re-measured at fair value. Changes in fair value of the Subsidiaries are recorded in the Statement of Comprehensive Income as "Net gain/(loss) from subsidiaries at fair value through profit or loss". This is the net of coupon/interest payments at subsidiary level, all changes in fair value of underlying financial assets and liabilities, both realised and unrealised, gains and losses on foreign exchange and operating expenses at subsidiary level. Financial assets classified in this category are designated by management on initial recognition as part of a group of financial assets which are managed and their performance evaluated on a fair value basis, in accordance with a documented investment strategy. IFRS 10's Investment Entity Amendment also requires subsidiaries to be accounted for at fair value through profit or loss in accordance with IAS 39. As the Company's investments in its subsidiaries, as defined under IFRS 10, are not held for trading, they are presented on an aggregate basis in the financial statements with the "designated at fair value" financial assets, as all are managed together on a fair value basis.

The loan provided to the Subsidiary companies are measured at fair value through profit or loss.

Regular purchases and sales of investments are recognised on the trade date, the date on which the Company commits to purchase or sell the investment. Financial assets and financial liabilities at fair value through profit or loss are initially recognised at fair value.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value on an average cost basis. Gains and losses arising from changes in the fair value of the financial assets at fair value through profit or loss category are presented in the Statement of Comprehensive Income within "Unrealised gains/(losses) on investments".

Investments in open-ended collective investment schemes ("CIS") are valued at fair value at the latest available unaudited Net Asset Value ("NAV") for the shares or units, obtained from the relevant administrator.

The fair value of derivatives that are not exchange traded is estimated at the amount that the Company would receive or pay to terminate the contract at the financial year end date taking into account current market conditions (volatility, appropriate yield curve) and the current creditworthiness of the counterparties.

(ii) Forward foreign exchange contracts

Forward foreign exchange contracts are recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at their fair value. All forward foreign exchange contracts are carried as assets when their fair value is positive and as liabilities when their fair value is negative. Any changes in fair value are recognised in the Statement of Comprehensive Income.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

2. Significant accounting policies (continued)

(e) Financial instruments (continued)

(ii) Forward foreign exchange contracts (continued)

The fair value of forward foreign exchange contracts that are not exchange traded is estimated at the amount that the Company would receive or pay to terminate the contract at the financial year end date, taking into account current market conditions (volatility, appropriate yield curve) and the current creditworthiness of the counterparties. Specifically, the fair value of a forward foreign exchange contract is determined as a net present value of estimated future cash flows, discounted at appropriate market rates on the valuation date. The unrealised gain or loss on open forward foreign exchange contracts is calculated as the difference between the contract price and the forward price.

The best evidence of fair value of a derivative at initial recognition is the transaction price. Subsequent changes in the fair value of any derivative instrument are recognised immediately in the Statement of Comprehensive Income.

(iii) Cash and cash equivalents

Cash comprises current deposits with banks. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes.

(f) Use of estimates

The preparation of financial statements in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the application of policies and the reported amounts of assets and liabilities, income and expense. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised, if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Information on estimates and judgements used by the Directors are disclosed in Note 11 of the financial statements.

(g) Interest income and expense

Interest income and expense is recognised in the Statement of Comprehensive Income as it accrues, using the original Effective Interest Rate "EIR" of the instrument calculated at the acquisition or origination date. Interest income includes the amortisation of any discount or premium, transaction costs or other differences between the initial carrying amount of an interest-bearing instrument and its amount at maturity calculated on an effective interest rate basis.

(h) Expenses

All expenses, including management fees, administration fees and depositary fees, are recognised in the Statement of Comprehensive Income on an accrual basis.

(i) Taxation

Corporation tax is provided on taxable profits at current rates applicable to the Company's activities.

(j) Redeemable shares

All redeemable shares issued by the Company provide the investors with the right to require redemption for cash at the value proportionate to the investor's share in the relevant Fund's net assets at the redemption date. In accordance with IAS 32, such instruments give rise to a financial liability for the present value of the redemption amount.

(k) Dividend policy

The Company may declare dividends out of the net investment income and, at the discretion of the Directors, net realised and unrealised capital gains of the Funds attributable to the distribution classes on or about the last day of each calendar quarter, as detailed, where applicable, in the relevant Supplement to the Prospectus. The dividend distribution on the redeemable shares is recognised as a finance cost in the statement of comprehensive income.

(l) Receivable for investments sold and payable for investments purchased

Receivable for investments sold and payable for investments purchased represent amounts receivable and payable respectively, for transactions contracted for but not yet delivered at the end of the financial year. These amounts are recognised initially at fair value and subsequently at amortised cost.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

2. Significant accounting policies (continued)

(m) Revolving Credit Facility

Some of the subsidiaries have entered into a multi currency revolving credit facility with State Street Bank and Trust Company, RBC and ScotiaBank. Under this agreement credit facilities may from time to time be made available by State Street Bank and Trust Company to the Fund, RBC and Scotia. This is a limited recourse agreement, with recourse being limited to the assets of the Fund. There are also security deeds in place between the Subsidiaries and State Street Bank and Trust Company, RBC and Scotia whereby the Subsidiaries act as Guarantor for any credit facilities extended.

The amount outstanding on this facility as at the year end is Nil. Lines were not drawn through 2015. Interest expense on this facility is accounted for "Effective Interest Rate" basis and is included within the "Expense" line item on the Statement of Comprehensive Income.

(n) Cross holdings within the Company

For the purposes of producing the combined Company total financial statements, investments by Sub-Funds within the Company in the units of other Sub-Funds within the Company, also known as "Cross Investments" must be eliminated in order to prevent double counting.

In preparing the Combined Company total Statement of Financial Position, the value of financial assets at fair value through profit or loss of the Company is reduced by the value of all Cross Investments as at 31 December 2015. In preparing the combined Company total Statement of Comprehensive Income, the net gain/(loss) on financial assets at fair value through profit or loss, is reduced by the amount of realised and unrealised gains and losses earned during the year on such cross investments.

The total amount of adjustments made to the combined Company Statement of Financial Position and the combined Company Statement of Comprehensive Income are disclosed in Note 12.

3. Cash and cash equivalents

The cash and cash equivalents are held with the Depositary, State Street Custodial Services (Ireland) Limited. State Street had a Standard & Poor's credit rating of A as at 31 December 2015 (31 December 2014: A+). As at 31 December 2015, the Company had US\$26,843 in cash and cash equivalents (31 December 2014: US\$24,412).

4. Subsidiaries

As detailed in Note 2, the Company has determined that the Subsidiaries continue to meet the definition of a subsidiary under the provisions of IFRS 10. Subsidiaries are entities under the Company's control. The Company controls an entity when it is exposed to, or has rights to variable returns from its involvement with the entity and has the ability to affect those returns through power over the entity.

Name of Subsidiary	Place of incorporation and operation	Proportion of ownership	Proportion of voting power	Method used to account for investment
Babson Capital Global Loans Limited	Ireland	100%	100%	Fair value through profit or loss
Babson Capital European Senior Loans Limited	Ireland	99%	99%	Fair value through profit or loss
Fund 3 Subsidiary	Ireland	100%	100%	Fair value through profit or loss
Fund 5 Subsidiary	Ireland	100%	100%	Fair value through profit or loss
Fund 6 Subsidiary	Ireland	100%	100%	Fair value through profit or loss
Fund 7 Subsidiary	Ireland	100%	100%	Fair value through profit or loss
Fund 8 Subsidiary	Ireland	100%	100%	Fair value through profit or loss

The Company, on behalf of its Funds has loan agreements in place with the Subsidiaries whereby the Company agrees to make loans to the Subsidiaries from time to time in such currencies as may be agreed between the Company, on behalf of its Funds, and Subsidiaries during the year from the date of the loan agreement until such date as may be agreed. Each loan is repayable on demand. The loans from the Company are secured by the assignment of a fixed first charge of each Subsidiary's rights, title and interest on investments.

All of the income earned by the Company from the Subsidiaries represents all of the net income of the Subsidiaries for the financial year, except for an immaterial amount per financial year, which is recorded in the Subsidiary as profit before tax.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

5. Other receivables

The Funds had the following amounts receivable as at 31 December 2015:

	Babson Capital Global Loan Fund 31 Dec 2015 US\$	Babson Capital Global Investment Funds plc 31 Dec 2015 US\$
Other receivables	8,316	8,316
	<u>8,316</u>	<u>8,316</u>

The Funds had the following amounts receivable as at 31 December 2014:

	Babson Capital Global Loan Fund 31 Dec 2014 US\$	Fund 9* 31 Dec 2014 £	Babson Capital Global Investment Funds Plc 31 Dec 2014 US\$
Other receivables	8,677	185	8,966
Fund reimbursement receivable	-	7,168	11,172
	<u>8,677</u>	<u>7,353</u>	<u>20,138</u>

*This Fund was fully redeemed during the financial year ended 31 December 2014.

6. Other payables and accrued expenses

The Funds detailed below, had the following amounts payable as at 31 December 2015:

	Babson Capital Global Loan Fund 31 Dec 2015 US\$	Babson Capital European Loan Fund 31 Dec 2015 €	Fund 3 31 Dec 2015 €	Fund 4 31 Dec 2015 €	Fund 5 31 Dec 2015 US\$
Management and distributor fee payable	(2,855,874)	(1,897,214)	(18,181)	(21,107)	(19,679)
Performance fees payable	-	-	-	(160,242)	-
Administration fee payable	(305,220)	(160,440)	(6,250)	(2,917)	(9,000)
Depository fee payable	(104,613)	(37,814)	(224)	-	(302)
Directors' fee payable	(336)	(313)	(313)	(313)	(331)
Audit and tax reporting fee payable	(2,556)	(2,660)	(175)	(812)	(1,893)
Professional fee payable	(2,285)	(2,123)	(849)	(425)	(74)
Miscellaneous payable	(5,420)	(4,978)	(1,772)	(4,731)	(2,384)
	<u>(3,276,304)</u>	<u>(2,105,542)</u>	<u>(27,764)</u>	<u>(190,547)</u>	<u>(33,663)</u>

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

6. Other payables and accrued expenses (continued)

	Fund 6	Fund 7	Fund 8*	Babson Capital Global Investment Funds Plc
	31 Dec 2015	31 Dec 2015	31 Dec 2015	31 Dec 2015
	£	£	€	US\$
Management and distributor fee payable	(50,390)	(127,763)	(109,227)	(5,300,797)
Performance fees payable	-	-	-	(174,143)
Administration fee payable	(5,699)	(10,984)	(10,329)	(529,151)
Depository fee payable	(800)	(1,893)	(1,469)	(150,922)
Directors' fee payable	(220)	-	(283)	(2,319)
Audit and tax reporting fee payable	(123)	(335)	(2,296)	(11,424)
Professional fee payable	(596)	(1,346)	(1,372)	(9,766)
Administration cap payable to Investment Manager	-	-	(291)	(316)
Miscellaneous payable	(1,598)	(7,592)	(27,523)	(60,139)
	<u>(59,426)</u>	<u>(149,913)</u>	<u>(152,790)</u>	<u>(6,238,977)</u>

*This Fund lunched during the financial year ended 31 December 2015.

The Funds detailed below, had the following amounts payable as at 31 December 2014:

	Babson Capital Global Loan Fund	Babson Capital European Loan Fund	Fund 3	Fund 4	Fund 5*
	31 Dec 2014	31 Dec 2014	31 Dec 2014	31 Dec 2014	31 Dec 2014
	US\$	€	€	€	US\$
Management and distributor fee payable	(2,592,979)	(1,244,631)	(22,512)	(21,973)	(26,589)
Performance fees payable	-	-	-	(526,138)	-
Administration fee payable	(527,961)	(201,829)	(12,500)	(5,833)	(18,000)
Depository fee payable	(691,441)	(194,034)	(2,130)	-	(5,934)
Directors' fee payable	(1,199)	(962)	-	-	-
Audit and tax reporting fee payable	(40,561)	(34,726)	(4,459)	(12,971)	(16,351)
Professional fee payable	(2,500)	(2,500)	(3,167)	(1,000)	(625)
Miscellaneous payable	(32,641)	(26,521)	(1,916)	(4,999)	(5,511)
	<u>(3,889,282)</u>	<u>(1,705,203)</u>	<u>(46,684)</u>	<u>(572,914)</u>	<u>(73,010)</u>

*This Fund changed its name during the year to Fund 5.

	Fund 6	Fund 9*	Fund 7	Babson Capital Global Investment Funds Plc
	31 Dec 2014	31 Dec 2014	31 Dec 2014	31 Dec 2014
	£	£	US\$	US\$
Management and distributor fee payable	(55,860)	(16,006)	(135,263)	(4,426,736)
Performance fees payable	-	-	-	(636,653)
Administration fee payable	(13,718)	-	(30,809)	(864,558)
Depository fee payable	(13,432)	-	(29,488)	(985,166)
Directors' fee payable	-	-	-	(2,363)
Audit and tax reporting fee payable	(3,462)	-	(5,396)	(130,815)
Professional fee payable	(2,176)	-	(9,715)	(24,299)
Miscellaneous payable	(4,234)	-	(21,561)	(106,774)
	<u>(92,882)</u>	<u>(16,006)</u>	<u>(232,232)</u>	<u>(7,177,364)</u>

*This Fund was fully redeemed during the financial year ended 31 December 2014.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

7. Subscriber and redeemable shares

Authorised

The authorised share capital of the Company is 500,000,000,000.00 shares of no par value.

Subscriber shares

Subscriber shares issued amount to US\$2, being 2 subscriber shares of US\$1 each. These subscriber shares were issued for the purposes of the incorporation of the Company, with one subscriber share each being legally and beneficially owned by Babson Capital Management (UK) Limited and Babson Capital Management LLC. The subscriber shares entitle the holders to attend and vote at all meetings of the Company but do not entitle the holders to participate in the dividends or net assets of any Funds. The subscriber shares do not form part of the NAV of the Company and are thus disclosed in the financial statements by way of this note only.

Redeemable shares

The issued redeemable share capital is at all times equal to the net assets attributable to holders of redeemable shares. Redeemable shares are redeemable at the shareholders' option and are classified as financial liabilities.

Shareholders may request that Shares be redeemed on any dealing day which is defined for each sub-fund in the supplements to the prospectus.

The Funds' capital is represented by the redeemable shares outstanding. The Funds do not have any externally imposed capital requirements.

- Redeemable shares may be redeemed on the relevant dealing days for each of the Funds or such other date or dates as the Directors shall from time to time determine at the applicable NAV per share prevailing on the dealing day on which the redemption is effective.
- Redeemable shares entitles the holder to attend or vote at any general meeting of the Company. The holders are entitled to receive all dividends declared in the relevant share class and paid by the Funds. Upon winding up, the holders are entitled to a return of capital based on the NAV per share of the Funds.
- On incorporation of Fund 5, the re-investment period was 3 years from 30 September 2012 i.e. 30 September 2015. Following the end of the re-investment period, unless the re-investment period is extended, the Fund will undertake to mandatorily redeem all outstanding Shares on a pro rata basis as and when sufficient cash or liquid assets become available. The Fund's re-investment period has ended. It has begun to return capital to investors as it realises assets. The Directors believe the going concern basis of accounting is appropriate for this Fund.
- On incorporation of Fund 3, the re-investment period was 3 years from 30 March 2012 to 15 March 2015. This has now been extended to 15 March 2018. Following the end of the re-investment period, unless the re-investment period is extended, the Fund will undertake to mandatorily redeem all outstanding Shares on a pro rata basis as and when sufficient cash or liquid assets become available. The Directors anticipate that a resolution will be passed by the shareholders and the re-investment period will be extended, as a result the Directors are confident the Company will continue as a going concern.
- The Directors may determine to apply an anti-dilution levy to net subscriptions on any dealing day. There was no anti-dilution levy applied to subscriptions during the financial year ended 31 December 2015 (31 December 2014: US\$14,809,179).

Capital Management

The capital of the Company is represented by the net assets attributable to holders of redeemable participating shares. The amount of net assets attributable to holders of redeemable participating shares can change significantly on a daily basis, as the Company is subject to daily subscriptions and redemptions at the discretion of the shareholders.

The ownership of Funds is concentrated, with a small number of investors holding significant shareholdings. As a result, a redemption request by a significant shareholder may have a significant impact on the liquidity of the Company and its ability to continue as a going concern. See Liquidity Risk note for details of how this risk is mitigated.

The Company's objective when managing capital is to safeguard its ability to continue as a going concern in order to achieve its overall objective of long-term capital growth and to maintain a strong capital base to support the development of its investment activities.

The Investment Manager monitors capital on the basis of the value of net assets attributable to holders of redeemable participating shares.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

7. Subscriber and redeemable shares (continued)

Redeemable shares (continued)

The movement in the number of redeemable shares for the financial year ended 31 December 2015 is as follows:

Babson Capital Global Loan Fund	Balance at 1 Jan 2015	Issued	Redeemed	Balance at 31 Dec 2015
Class A EUR Accumulation Shares	10,425.65	598.74	-	11,024.39
Class A EUR Distribution Shares	1,474,168.51	1,207,290.60	-	2,681,459.11
Class A GBP Accumulation Shares	2,111,690.26	125,549.13	(75,340.28)	2,161,899.11
Class A GBP Distribution Shares	1,141,601.26	700,280.12	-	1,841,881.38
Class A USD Accumulation Shares	1,755,697.92	57,015.15	(377,510.04)	1,435,203.03
Class A USD Distribution Shares	3,700,028.63	252,448.73	-	3,952,477.36
Class B CHF Accumulation Shares	1,455,858.84	744,133.83	(7,383.00)	2,192,609.67
Class B CHF Distribution Shares*	-	212,040.82	-	212,040.82
Class B EUR Accumulation Shares	2,893,846.34	1,024,997.90	(52,974.83)	3,865,869.41
Class B EUR Distribution Shares	759,983.78	765,993.53	-	1,525,977.31
Class B GBP Accumulation Shares	2,981,335.63	492,816.07	(154,486.06)	3,319,665.64
Class B GBP Distribution Shares	1,224,813.62	39,267.25	-	1,264,080.87
Class B USD Accumulation Shares	7,376,898.18	952,285.64	(1,872,895.74)	6,456,288.08
Class B USD Distribution Shares	1,874,869.85	5,418,578.76	-	7,293,448.61
Class C AUD Distribution Shares	12,707,806.75	5,351,778.51	(140,695.37)	17,918,889.89
Class C CHF Accumulation Shares	132,135.71	137,470.59	-	269,606.30
Class C EUR Accumulation Shares	17,664.96	752,325.50	(5,140.64)	764,849.82
Class C EUR Distribution Shares	6,542.91	10,162.14	(2,836.03)	13,869.02
Class C GBP Accumulation Shares	1,778,445.60	74,215.87	(165,231.75)	1,687,429.72
Class C GBP Distribution Shares	776,052.50	87,563.06	(170,208.39)	693,407.17
Class C SGD Accumulation Shares	373,281.19	49,050.28	-	422,331.47
Class C SEK Accumulation Shares	896,705.10	1,208,126.91	-	2,104,832.01
Class C USD Accumulation Shares	1,464,665.04	516,260.23	(156,165.31)	1,824,759.96
Class C USD Distribution Shares	246,534.64	-	-	246,534.64
Class D CHF Accumulation Shares	72,375.24	22,946.30	-	95,321.54
Class D CHF Distribution Shares	7,852.98	-	(4,873.63)	2,979.35
Class D DKK Accumulation Shares*	-	86,462.27	-	86,462.27
Class D EUR Accumulation Shares	20,117.45	13,615.03	(2,348.00)	31,384.48
Class D EUR Distribution Shares	1,245.01	13,591.95	-	14,836.96
Class D GBP Accumulation Shares	50,887.96	-	(50,887.96)	-
Class D GBP Distribution Shares	40,859.06	-	-	40,859.06
Class D NOK Accumulation Shares	66,382.87	11,735.95	-	78,118.82

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

7. Subscriber and redeemable shares (continued)

Redeemable shares (continued)

The movement in the number of redeemable shares for the financial year ended 31 December 2015 is as follows:

Babson Capital Global Loan Fund (continued)	Balance at 1 Jan 2015	Issued	Redeemed	Balance at 31 Dec 2015
Class D SEK Accumulation Shares	1,728,504.63	1,663,684.28	-	3,392,188.91
Class D SEK Distribution Shares	579,346.63	305,616.26	(248,906.32)	636,056.57
Class D USD Accumulation Shares	329,933.89	396,629.00	(410,108.50)	316,454.39
Class D USD Distribution Shares	59,134.09	12,223.94	(59,134.08)	12,223.95
Class E AUD Accumulation Shares	13,101.98	-	-	13,101.98
Class E CAD Distribution Shares	2,990.16	-	-	2,990.16
Class E CHF Accumulation Shares	1,295.49	-	(1,295.49)	-
Class E EUR Accumulation Shares	1,793.80	-	-	1,793.80
Class E EUR Distribution Shares	3,984.62	-	-	3,984.62
Class E SGD Accumulation Shares	4,982.70	-	-	4,982.70
Class E USD Accumulation Shares	7,345.91	-	(6,365.05)	980.86
Class E USD Distribution Shares	8,993.88	-	(7,003.72)	1,990.16
Class F EUR Accumulation Shares	110,537.03	-	(28,671.65)	81,865.38
Class F GBP Accumulation Shares	8,666.68	-	(806.96)	7,859.72
Class F USD Accumulation Shares	21,652.10	4,645.31	(799.20)	25,498.21
Class N USD Accumulation Shares	589,984.78	-	(589,984.78)	-
Class N USD Distribution Shares	982,080.85	-	-	982,080.85
Class S USD Accumulation Shares	10.88	-	-	10.88

*These share classes launched during the financial year ended 31 December 2015.

Babson Capital European Loan Fund	Balance at 1 Jan 2015	Issued	Redeemed	Balance at 31 Dec 2015
Class A AUD Accumulation Shares*	-	10,000.00	-	10,000.00
Class A CHF Accumulation Shares	95,273.22	112,675.38	(36.99)	207,911.61
Class A DKK Accumulation Shares*	-	45,695.69	-	45,695.69
Class A EUR Accumulation Shares	3,645,587.96	1,554,152.32	(853,099.58)	4,346,640.70
Class A EUR Distribution Shares	1,845,370.79	927,099.29	(36,882.93)	2,735,587.15
Class A GBP Accumulation Shares	2,021,849.96	62,269.38	(5,352.37)	2,078,766.97
Class A GBP Distribution Shares	39,568.00	84,625.90	(33,328.03)	90,865.87
Class A NOK Accumulation Shares*	-	1,425,958.06	(1,425,958.06)	-
Class A USD Accumulation Shares	1,304,137.92	625,351.31	(979,555.05)	949,934.18
Class A USD Distribution Shares	426,174.47	250,249.08	(72,470.39)	603,953.16
Class B EUR Accumulation Shares	5,771,222.72	6,735,506.38	(1,039,239.76)	11,467,489.34
Class B EUR Distribution Shares	138,096.72	582,634.34	(392,505.91)	328,225.15
Class B GBP Accumulation Shares	50,062.13	-	-	50,062.13

*These share classes launched during the financial year ended 31 December 2015.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

7. Subscriber and redeemable shares (continued)

Redeemable shares (continued)

The movement in the number of redeemable shares for the financial year ended 31 December 2015 is as follows:

Babson Capital European Loan Fund (continued)	Balance at 1 Jan 2015	Issued	Redeemed	Balance at 31 Dec 2015
Class B GBP Distribution Shares*	-	20,997.81	-	20,997.81
Class B NOK Accumulation Shares*	-	2,894,081.52	-	2,894,081.52
Class B USD Accumulation Shares*	-	683,719.56	-	683,719.56
Class B USD Distribution Shares*	-	1,997,114.10	(560,000.00)	1,437,114.10
Class C AUD Distribution Shares	5,915.23	-	-	5,915.23
Class C CAD Accumulation Shares	11,426.07	4,073.03	-	15,499.10
Class C CAD Distribution Shares	106,893.72	2,938.25	-	109,831.97
Class C CHF Accumulation Shares	69,100.22	10,695.70	(33,680.27)	46,115.65
Class C CHF Distribution Shares	1,494.07	2,014.91	-	3,508.98
Class C EUR Accumulation Shares	1,427,554.66	339,035.29	(197,304.65)	1,569,285.30
Class C EUR Distribution Shares	94,642.02	143,693.53	(113,046.36)	125,289.19
Class C GBP Accumulation Shares	3,982.24	5,305.22	-	9,287.46
Class C GBP Distribution Shares**	-	2,200.00	(2,200.00)	-
Class C SGD Accumulation Shares	5,316.55	937.74	(4,980.05)	1,274.24
Class C SGD Distribution Shares	23,317.86	2,457.00	(5,944.93)	19,829.93
Class C USD Accumulation Shares	163,639.67	805,556.92	(157,945.84)	811,250.75
Class C USD Distribution Shares	162,478.05	190,824.28	(70,961.58)	282,340.75
Class E AUD Accumulation Shares	16,890.49	16,190.22	(9,741.87)	23,338.84
Class E AUD Distribution Shares	15,854.65	36,174.38	(8,935.25)	43,093.78
Class E CAD Accumulation Shares	4,980.50	27,056.75	(4,472.01)	27,565.24
Class E CAD Distribution Shares	30,958.88	36,387.39	(32,252.03)	35,094.24
Class E CHF Accumulation Shares	7,822.10	10,642.86	(9,654.65)	8,810.31
Class E CHF Distribution Shares	2,008.05	497.86	-	2,505.91
Class E EUR Accumulation Shares	248,323.85	229,938.26	(80,850.81)	397,411.30
Class E EUR Distribution Shares	211,972.15	94,610.57	(120,046.40)	186,536.32
Class E GBP Accumulation Shares	11,032.29	8,924.86	(64.74)	19,892.41
Class E GBP Distribution Shares	3,983.94	1,002.80	-	4,986.74
Class E SGD Accumulation Shares	36,250.10	6,275.66	(6,000.00)	36,525.76
Class E SGD Distribution Shares	91,638.19	50,132.56	(24,138.80)	117,631.95
Class E USD Accumulation Shares	443,366.84	405,886.95	(155,217.73)	694,036.06
Class E USD Distribution Shares	657,701.72	287,306.93	(195,103.53)	749,905.12
Fund 3	Balance at 1 Jan 2015	Issued	Redeemed	Balance at 31 Dec 2015
Class A EUR Distribution Shares	221,049.83	60,975.61	-	282,025.44
Fund 4	Balance at 1 Jan 2015	Issued	Redeemed	Balance at 31 Dec 2015
Class S EUR Accumulation Shares	515,198.30	-	-	515,198.30
Fund 5	Balance at 1 Jan 2015	Issued	Redeemed	Balance at 31 Dec 2015
Class M USD Distribution Shares	6,774.60	-	(583.49)	6,191.11
Class N USD Distribution Shares	85,124.67	-	(7,509.18)	77,615.49
Class S USD Distribution Shares	423,377.59	-	(36,231.50)	387,146.09
Fund 6	Balance at 1 Jan 2015	Issued	Redeemed	Balance at 31 Dec 2015
Class Q GBP Distribution shares	1,255,691.37	-	-	1,255,691.37

*These share classes launched during the financial year ended 31 December 2015.

**This share class launched and terminated during the financial year ended 31 December 2015.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

7. Subscriber and redeemable shares (continued)

Fund 7	Balance at 1 Jan 2015	Issued	Redeemed	Balance at 31 Dec 2015
Class A USD Distribution Shares	2,742,427.83	133,683.69	-	2,876,111.52
Fund 8***	Balance at 1 Jan 2015	Issued	Redeemed	Balance at 31 Dec 2015
Class U EUR Accumulation Shares	-	1,198,293.15	-	1,198,293.15
Class U GBP Distribution Shares	-	1,000,200.08	-	1,000,200.08

*These share classes launched during the financial year ended 31 December 2015.

**This share class launched and terminated during the financial year ended 31 December 2015.

***This Fund launched during the financial year ended 31 December 2015.

The movement in the number of redeemable shares for the financial year ended 31 December 2014 is as follows:

Babson Capital Global Loan Fund	Balance at 1 Jan 2014	Issued	Redeemed	Balance at 31 Dec 2014
Class A EUR Accumulation Shares*	-	20,425.65	(10,000.00)	10,425.65
Class A EUR Distribution Shares	791,214.93	682,953.58	-	1,474,168.51
Class A GBP Accumulation Shares	2,258,115.51	121,935.60	(268,360.85)	2,111,690.26
Class A GBP Distribution Shares	1,141,601.26	-	-	1,141,601.26
Class A USD Accumulation Shares	2,087,885.98	-	(332,188.06)	1,755,697.92
Class A USD Distribution Shares	1,487,028.41	2,213,000.22	-	3,700,028.63
Class B CHF Accumulation Shares	1,826,473.27	279,903.12	(650,517.55)	1,455,858.84
Class B EUR Accumulation Shares	2,754,188.15	140,068.13	(409.94)	2,893,846.34
Class B EUR Distribution Shares*	-	759,983.78	-	759,983.78
Class B GBP Accumulation Shares	2,571,866.25	825,835.64	(416,366.26)	2,981,335.63
Class B GBP Distribution Shares	1,224,813.62	-	-	1,224,813.62
Class B USD Accumulation Shares	5,070,911.75	3,014,575.13	(708,588.70)	7,376,898.18
Class B USD Distribution Shares*	-	1,874,869.85	-	1,874,869.85
Class C AUD Distribution Shares	9,516,520.19	3,191,286.56	-	12,707,806.75
Class C CHF Accumulation Shares	129,671.80	2,463.91	-	132,135.71
Class C EUR Accumulation Shares	2,399.74	15,661.76	(396.54)	17,664.96
Class C EUR Distribution Shares*	-	38,827.04	(32,284.13)	6,542.91
Class C GBP Accumulation Shares	556,151.23	1,417,808.26	(195,513.89)	1,778,445.60
Class C GBP Distribution Shares	555,126.91	235,591.80	(14,666.21)	776,052.50
Class C SGD Accumulation Shares*	-	373,281.19	-	373,281.19
Class C SEK Accumulation Shares	896,705.10	-	-	896,705.10
Class C USD Accumulation Shares	1,224,152.07	438,478.32	(197,965.35)	1,464,665.04
Class C USD Distribution Shares	246,534.64	-	-	246,534.64
Class D CHF Accumulation Shares	46,272.54	32,800.35	(6,697.65)	72,375.24
Class D CHF Distribution Shares	7,852.98	-	-	7,852.98
Class D EUR Accumulation Shares	20,580.52	73,533.22	(73,996.29)	20,117.45
Class D EUR Distribution Shares	1,096.04	1,541.28	(1,392.31)	1,245.01
Class D GBP Accumulation Shares	32,805.52	18,082.44	-	50,887.96
Class D GBP Distribution Shares*	-	40,859.06	-	40,859.06
Class D NOK Accumulation Shares*	-	66,382.87	-	66,382.87
Class D SEK Accumulation Shares*	-	1,728,504.63	-	1,728,504.63
Class D SEK Distribution Shares	374,688.78	250,676.54	(46,018.69)	579,346.63
Class D USD Accumulation Shares	286,978.97	155,362.01	(112,407.09)	329,933.89
Class D USD Distribution Shares	41,919.94	17,214.15	-	59,134.09
Class E AUD Accumulation Shares	11,954.62	1,147.36	-	13,101.98
Class E CAD Distribution Shares*	-	2,990.16	-	2,990.16
Class E CHF Accumulation Shares*	-	1,295.49	-	1,295.49
Class E EUR Accumulation Shares*	-	1,793.80	-	1,793.80
Class E EUR Distribution Shares*	-	3,984.62	-	3,984.62

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

7. Subscriber and redeemable shares (continued)

Redeemable shares (continued)

The movement in the number of redeemable shares for the financial year ended 31 December 2014 is as follows:

Babson Capital Global Loan Fund (continued)	Balance at 1 Jan 2014	Issued	Redeemed	Balance at 31 Dec 2014
Class E GBP Accumulation Shares**	-	9,218.08	(9,218.08)	-
Class E SGD Accumulation Shares*	-	4,982.70	-	4,982.70
Class E USD Accumulation Shares	6,365.05	980.86	-	7,345.91
Class E USD Distribution Shares*	-	8,993.88	-	8,993.88
Class F EUR Accumulation Shares	81,864.12	29,353.30	(680.39)	110,537.03
Class F GBP Accumulation Shares	31,712.50	-	(23,045.82)	8,666.68
Class F USD Accumulation Shares*	-	21,652.10	-	21,652.10
Class N USD Accumulation Shares	1,223,849.05	157,025.29	(790,889.56)	589,984.78
Class N USD Distribution Shares	982,080.85	-	-	982,080.85
Class S USD Accumulation Shares	14,211.22	-	(14,200.34)	10.88
Babson Capital European Loan Fund	Balance at 1 Jan 2014	Issued	Redeemed	Balance at 31 Dec 2014
Class A CHF Accumulation Shares	92,855.79	2,417.43	-	95,273.22
Class A EUR Accumulation Shares	1,817,425.17	2,148,068.89	(319,906.10)	3,645,587.96
Class A EUR Distribution Shares	1,672,058.08	175,081.56	(1,768.85)	1,845,370.79
Class A GBP Accumulation Shares	615,372.74	1,409,587.99	(3,110.77)	2,021,849.96
Class A GBP Distribution Shares*	-	52,955.19	(13,387.19)	39,568.00
Class A USD Accumulation Shares	792,122.72	514,213.34	(2,198.14)	1,304,137.92
Class A USD Distribution Shares	318,415.36	120,500.21	(12,741.10)	426,174.47
Class B EUR Accumulation Shares	4,117,468.51	1,653,754.21	-	5,771,222.72
Class B EUR Distribution Shares	138,096.72	-	-	138,096.72
Class B GBP Accumulation Shares	310,086.50	-	(260,024.37)	50,062.13
Class C AUD Distribution Shares*	-	5,915.23	-	5,915.23
Class C CAD Accumulation Shares*	-	11,426.07	-	11,426.07
Class C CAD Distribution Shares*	-	106,893.72	-	106,893.72
Class C CHF Accumulation Shares*	-	73,682.30	(4,582.08)	69,100.22
Class C CHF Distribution Shares*	-	1,494.07	-	1,494.07
Class C EUR Accumulation Shares	1,189,181.67	552,676.84	(314,303.85)	1,427,554.66
Class C EUR Distribution Shares	34,540.57	60,101.45	-	94,642.02
Class C GBP Accumulation Shares*	-	4,977.79	(995.55)	3,982.24
Class C SGD Accumulation Shares*	-	5,316.55	-	5,316.55
Class C SGD Distribution Shares*	-	23,317.86	-	23,317.86
Class C USD Accumulation Shares	62,189.77	256,822.74	(155,372.84)	163,639.67
Class C USD Distribution Shares*	-	170,879.44	(8,401.39)	162,478.05
Class E AUD Accumulation Shares*	-	16,890.49	-	16,890.49
Class E AUD Distribution Shares*	-	15,854.65	-	15,854.65
Class E CAD Accumulation Shares*	-	4,980.50	-	4,980.50
Class E CAD Distribution Shares*	-	30,958.88	-	30,958.88
Class E CHF Accumulation Shares*	-	7,822.10	-	7,822.10
Class E CHF Distribution Shares*	-	2,008.05	-	2,008.05
Class E EUR Accumulation Shares	2,488.76	255,580.22	(9,745.13)	248,323.85
Class E EUR Distribution Shares*	-	248,460.36	(36,488.21)	211,972.15
Class E GBP Accumulation Shares*	-	11,032.29	-	11,032.29
Class E GBP Distribution Shares*	-	3,983.94	-	3,983.94
Class E SGD Accumulation Shares*	-	36,250.10	-	36,250.10
Class E SGD Distribution Shares*	-	91,638.19	-	91,638.19
Class E USD Accumulation Shares	2,985.70	568,106.55	(127,725.41)	443,366.84
Class E USD Distribution Shares*	-	712,210.26	(54,508.54)	657,701.72

*These share classes launched during the financial year ended 31 December 2014.

**This share class launched and terminated during the financial year ended 31 December 2014.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

7. Subscriber and redeemable shares (continued)

Redeemable shares (continued)

The movement in the number of redeemable shares for the financial year ended 31 December 2014 is as follows:

Fund 3	Balance at 1 Jan 2014	Issued	Redeemed	Balance at 31 Dec 2014
Class A EUR Distribution Shares	121,437.23	99,612.60	-	221,049.83
Fund 4	Balance at 1 Jan 2014	Issued	Redeemed	Balance at 31 Dec 2014
Class S EUR Accumulation Shares	515,198.30	-	-	515,198.30
Fund 5**	Balance at 1 Jan 2014	Issued	Redeemed	Balance at 31 Dec 2014
Class M USD Distribution Shares	5,408.42	1,366.18	-	6,774.60
Class N USD Distribution Shares	67,639.64	17,485.03	-	85,124.67
Class S USD Distribution Shares	338,245.38	85,132.21	-	423,377.59
Fund 6	Balance at 1 Jan 2014	Issued	Redeemed	Balance at 31 Dec 2014
Class Q GBP Accumulation shares	1,084,348.64	-	(1,084,348.64)	-
Class Q GBP Distribution shares*	-	1,255,691.37	-	1,255,691.37
Fund 9***	Balance at 1 Jan 2014	Issued	Redeemed	Balance at 31 Dec 2014
Class C GBP Accumulation Shares	40,092.00	-	40,092.00	-
Fund 7	Balance at 1 Jan 2014	Issued	Redeemed	Balance at 31 Dec 2014
Class A USD Distribution Shares	2,574,985.60	167,442.23	-	2,742,427.83

*These share classes launched during the financial year ended 31 December 2014.

**This Fund changed its name during the year to Fund 5.

***This Fund was fully redeemed during the financial year ended 31 December 2014.

Capital Management

The capital of the Company is represented by the net assets attributable to holders of redeemable participating shares. The amount of net assets attributable to holders of redeemable participating shares can change significantly on a daily basis, as the Company is subject to daily subscriptions and redemptions at the discretion of the shareholders.

The ownership of Funds is concentrated, with a small number of investors holding significant shareholdings. As a result, a redemption request by a significant shareholder may have a significant impact on the liquidity of the Company and its ability to continue as a going concern. See Liquidity Risk note for details of how this risk is mitigated.

The Company's objective when managing capital is to safeguard its ability to continue as a going concern in order to achieve its overall objective of long-term capital growth and to maintain a strong capital base to support the development of its investment activities.

The Investment Manager monitors capital on the basis of the value of net assets attributable to holders of redeemable participating shares.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

8. Operating expenses

		Babson Capital Global Loan Fund 31 Dec 2015	Babson Capital European Loan Fund 31 Dec 2015	Fund 3 31 Dec 2015	Fund 4 31 Dec 2015	Fund 5 31 Dec 2015
	Note	US\$	€	€	€	US\$
Management and distributor fees	9	(31,813,751)	(19,111,550)	(247,484)	(247,462)	(275,867)
Performance fees	9	-	-	-	(285,357)	-
Administration fees	9	(3,490,778)	(1,729,497)	(75,000)	(35,000)	(108,000)
Depository fees	9	(1,145,049)	(438,904)	(2,481)	-	(4,282)
Audit and tax reporting fees		(44,247)	(49,280)	(3,122)	(10,623)	(21,456)
Professional fees		(84,314)	(78,525)	(4,225)	(3,205)	(5,044)
Directors' fees		(4,039)	(3,687)	(3,785)	(3,785)	(4,126)
Other operating expenses		(53,179)	(64,522)	(10,885)	(11,404)	(18,890)
Net expenses		(36,635,357)	(21,475,965)	(346,982)	(596,836)	(437,665)

			Fund 6 31 Dec 2015	Fund 7 31 Dec 2015	Fund 8* 31 Dec 2015	Babson Capital Global Investment Funds Plc 31 Dec 2015
	Note		£	US\$	€	US\$
Management and distributor fees	9		(605,886)	(1,513,940)	(308,772)	(56,493,925)
Performance fees	9		-	-	-	(314,752)
Administration fees	9		(78,318)	(174,102)	(30,788)	(5,955,212)
Depository fees	9		(9,621)	(22,724)	(5,004)	(1,679,093)
Audit and tax reporting fees			(2,086)	(4,837)	(6,742)	(150,674)
Professional fees			(5,790)	(8,768)	(2,500)	(204,519)
Directors' fees			(2,721)	(4,144)	(1,030)	(30,010)
Other operating expenses			(12,331)	(27,273)	(28,186)	(244,982)
Net expenses			(716,753)	(1,755,788)	(383,022)	(65,073,167)

*This Fund launched during the financial year ended 31 December 2015.

		Babson Capital Global Loan Fund 31 Dec 2014	Babson Capital European Loan Fund 31 Dec 2014	Fund 3 31 Dec 2014	Fund 4 31 Dec 2014	Fund 5 31 Dec 2014
	Note	US\$	€	€	€	US\$
Management and distributor fees	9	(26,235,712)	(11,081,721)	(232,581)	(241,832)	(292,987)
Performance fees	9	-	-	-	(40,909)	-
Administration fees	9	(2,989,247)	(1,027,292)	(71,734)	(35,000)	(89,183)
Depository fees	9	(980,088)	(205,795)	(1,789)	-	(4,635)
Audit and tax reporting fees		(30,256)	(29,594)	(4,459)	(12,971)	(14,196)
Professional fees		(30,929)	(25,000)	(2,657)	(118)	(9,400)
Directors' fees		(4,827)	(3,691)	(3,691)	(3,691)	(4,810)
Other operating expenses		(75,968)	(56,991)	(8,773)	(4,890)	(18,023)
Net expenses		(30,347,027)	(12,430,084)	(325,684)	(339,411)	(433,234)

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

8. Operating expenses (continued)

		Fund 6	Fund 9*	Fund 7	Babson Capital Global Investment Funds Plc
		31 Dec 2014	31 Dec 2014	31 Dec 2014	31 Dec 2014
	Note	£	£	US\$	US\$
Management and distributor fees	9	(619,160)	(16,007)	(1,481,524)	(44,291,926)
Performance fees	9	-	-	-	(53,951)
Administration fees	9	(82,365)	(16,165)	(182,113)	(4,917,656)
Depository fees	9	(10,165)	-	(22,353)	(1,297,505)
Audit and tax reporting fees		(3,462)	(3,916)	(5,396)	(123,961)
Professional fees		(7,409)	-	(9,686)	(98,793)
Directors' fees		(2,941)	(1,625)	(4,792)	(36,519)
Other operating expenses		(11,571)	(633)	(29,849)	(237,031)
Gross expenses		(737,073)	(38,346)	(1,735,713)	(51,057,342)
Fund reimbursement/(Administration cap)	9	-	17,570	-	28,810
Net expenses		(737,073)	(20,776)	(1,735,713)	(51,028,532)

	Babson Capital Global Loan Fund	Babson Capital European Loan Fund	Fund 3	Fund 4	Fund 5
	31 Dec 2015	31 Dec 2015	31 Dec 2015	31 Dec 2015	31 Dec 2015
	US\$	€	€	€	US\$
Statutory audit fee	(8,359)	(2,123)	(3,122)	(10,623)	(3,073)
Tax advisory services	(35,888)	(41,157)	-	-	(18,383)
Total fee paid to statutory auditor	(44,247)	(49,280)	(3,122)	(10,623)	(21,456)

	Fund 6	Fund 7	Fund 8	Babson Capital Global Investment Funds Plc
	31 Dec 2015	31 Dec 2015	31 Dec 2015	31 Dec 2015
	£	US\$	€	US\$
Statutory audit fee	(2,086)	(3,073)	(580)	(42,409)
Tax advisory services	-	(1,764)	(6,162)	(108,265)
Total fee paid to statutory auditor	(2,086)	(4,837)	(6,742)	(150,674)

*This Fund lunched during the financial year ended 31 December 2015.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

8. Operating expenses (continued)

	Babson Capital Global Loan Fund 31 Dec 2014 US\$	Babson Capital European Loan Fund 31 Dec 2014 €	Fund 3 31 Dec 2014 €	Fund 4 31 Dec 2014 €	Fund 5 31 Dec 2014 US\$
Statutory audit fee	(5,396)	(4,459)	(4,459)	(12,971)	(5,396)
Tax advisory services	(24,860)	(25,135)	-	-	(8,800)
Total fee paid to statutory auditor	(30,256)	(29,594)	(4,459)	(12,971)	(14,196)

	Fund 6 31 Dec 2014 £	Fund 9**** 31 Dec 2014 £	Fund 7 31 Dec 2014 US\$	Babson Capital Global Investment Funds Plc 31 Dec 2014 US\$
Statutory audit fee	(3,462)	(3,916)	(5,396)	(57,153)
Tax advisory services	-	-	-	(66,808)
Total fee paid to statutory auditor	(3,462)	(3,916)	(5,396)	(123,961)

****This Fund was fully redeemed during the financial year ended 31 December 2014.

9. Related party transactions

Relationship between Parent and Subsidiary

The majority of the Funds' investments are held through Subsidiaries (except Fund 4 which holds all of its investments directly), namely:

Subsidiary	Parent
Babson Capital Global Loans Limited	Babson Capital Global Loan Fund
Babson Capital European Senior Loans Limited	Babson Capital European Loan Fund
Fund 3 Subsidiary	Fund 3
Fund 5 Subsidiary	Fund 5
Fund 6 Subsidiary	Fund 6
Fund 7 Subsidiary	Fund 7
Fund 8 Subsidiary	Fund 8*

*This Fund lunched during the financial year ended 31 December 2015.

Cross investments within the Company

At 31 December 2015, Fund 4 held a cross investment in Babson Capital Global Loan Fund, Class F EUR Accumulation share class. The cost of the investment at this date was €8,717,175 (31 December 2014: €11,770,185) and the market value was €9,604,446 (31 December 2014: €12,963,783). There were sales amounting to €3,467,820 during the financial year ended 31 December 2015 (31 December 2014: €80,000) and there were purchases amounting to €Nil (31 December 2014: €3,452,828). This investment was eliminated in the combined totals of the Company.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

9. Related party transactions (continued)

Investment by Ultimate Parent of Investment Managers

As at 31 December 2015 and 31 December 2014, Massachusetts Mutual Life Insurance Company, the ultimate parent company of Babson Capital Global Advisors Limited and Babson Capital Management LLC, held the following shares:

Fund	Share Class	31 Dec 2015		31 Dec 2014	
		% Holding	% of NAV	% Holding	% of NAV
Fund 5	Class S USD Distribution	100.00	82.62%	100.00%	82.52%

As at 31 December 2015, Massmutual Asia Limited, a subsidiary of Massachusetts Mutual Life Insurance Company, the ultimate parent company of the Investment Manager & Sub-Investment Manager, held the following shares:

Fund	Share Class	31 Dec 2015		31 Dec 2014	
		% Holding	% of NAV	% Holding	% of NAV
Fund 5	Class N USD Distribution	100.00	16.07%	100.00%	16.17%

Investment by Investment Manager and Sub-Investment Manager

As at 31 December 2015 and 31 December 2014, Babson Capital Management LLC, the Sub-Investment Manager, held the following shares:

Fund	Share Class	31 Dec 2015		31 Dec 2014	
		% Holding	% of NAV	% Holding	% of NAV
Babson Capital Global Loan Fund	Class F USD Accumulation	100.00	0.04%	100.00%	0.04%
	Class S USD Accumulation	100.00	0.00%	100.00%	0.00%

Investment by Distributor

As at 31 December 2015 and 31 December 2014, Babson Capital Management (UK) Limited, the Distributor, held the following shares:

Fund	Share Class	31 Dec 2015		31 Dec 2014	
		% Holding	% of NAV	% Holding	% of NAV
Babson Capital Global Loan Fund	Class F GBP Accumulation	0.00%	0.02%	100.00%	0.02%
Babson Capital European Loan Fund	Class A GBP Accumulation	0.50	0.05%	0.57%	0.08%

Investment Managers and Distributors

To implement the investment strategies as specified in the Prospectus and the Supplements, the Funds have appointed Babson Capital Global Advisors Limited, an investment management company incorporated in the United Kingdom as Investment Manager. The Investment Manager is authorised by the Financial Conduct Authority ("FCA") to act as an Alternative Investment Fund Manager ("AIFM") and has been appointed to be the AIFM of the Funds. The Funds have appointed Babson Capital Management LLC, an investment management company incorporated in the United States, as Sub-Investment Manager.

The Investment Manager is a wholly-owned direct subsidiary of Babson Capital Management (UK) Limited, which is a wholly-owned indirect subsidiary of Babson Capital Management LLC and ultimately of Massachusetts Mutual Life Insurance Company and a member of the MassMutual Financial Group. Babson Capital Global Advisors Limited was authorised by the Financial Conduct Authority (the "FCA") on 21 October 2011. It was registered as an investment adviser with the U.S. Securities and Exchange Commission (the "SEC") on 7 February 2012 and commenced trading as an investment manager on 30 March 2012. It received its permission to act as an AIFM from the FCA on 8 August 2013.

The Company has appointed Babson Capital Global Advisors Limited, Babson Capital Management (UK) Limited, Babson Capital Australia Pty Limited and Babson Capital Securities LLC as Distributors.

The Investment Managers and Distributors are entitled to receive out of the assets of the Funds fees equivalent to a percentage of the relevant share class as follows:

Babson Capital Global Loan Fund	Administration Charge	Investment Management Fee
	% of NAV	% of NAV
Class A Shares	0.000%	0.400%

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

9. Related party transactions (continued)

Investment Managers and Distributors (continued)

The Investment Managers and Distributors are entitled to receive out of the assets of the Funds fees equivalent to a percentage of the relevant share class as follows:

	Administration Charge % of NAV	Investment Management Fee % of NAV
Babson Capital Global Loan Fund (continued)		
Class B Shares	0.000%	0.475%
Class C Shares	0.000%	0.550%
Class D Shares	0.100%	0.550%
Class E Shares	0.000%	1.000%
Class F Shares	0.000%	0.000%
Class N Shares	0.200%	0.550%
Class S Shares	0.000%	0.320%
Babson Capital European Loan Fund		
Class A Shares	0.000%	0.600%
Class B Shares	0.000%	0.525%
Class C Shares	0.100%	0.600%
Class E Shares	0.000%	1.000%
Fund 3		
Class A Shares	0.000%	1.250%
Fund 4		
Class S Shares	0.000%	0.375%
Fund 5		
Class A Shares	0.000%	0.750%
Class B Shares	0.000%	1.250%
Class M Shares	0.000%	0.000%
Class N Shares	0.000%	0.620%
Class S Shares	0.000%	0.500%
Fund 6		
Class Q Shares	0.000%	0.500%
Fund 7		
Class A Shares		
Up to US\$200,000,000	0.000%	0.550%
From US\$200,000,000	0.000%	0.500%

The aggregate fees and expenses of the Administrator and the Depositary, as defined in the relevant Supplement, cannot exceed the following amounts:

Fund	
Babson Capital Global Loan Fund	0.200% of the NAV per annum
Babson Capital European Loan Fund	0.125% of the NAV per annum
Fund 3	€110,000 per annum
Fund 4	0.200% of the NAV per annum
Fund 5	US\$105,000 or 0.055% of the NAV per annum
Fund 6	0.065% of the NAV per annum
Fund 7	0.065% of the NAV per annum
Fund 8*	0.100% of the NAV per annum

*This Fund launched during the financial year ended 31 December 2015.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

9. Related party transactions (continued)

Investment Managers and Distributors (continued)

In the event that such fees and expenses exceed the stated limits per annum of the NAV of the Funds in respect of any period, the Investment Managers have agreed to waive a portion of their investment management fee as is equal to the excess (fund reimbursement). The Investment Managers at their discretion may, in consideration for agreeing to this waiver, in the event that the amount of such fees and expenses actually incurred during a year is less than the stated limits per annum of the NAV of the Funds, the Funds will pay the Investment Managers the difference between the amount of the fees and expenses actually incurred and the stated limits per annum of the NAV of the Funds (administration cap). The Investment Managers' fees will accrue monthly and are payable in arrears. Investment Managers' and Distributors' fees of US\$56,493,925 (31 December 2014: US\$44,291,926) have been charged for the financial year ended 31 December 2015, of which US\$5,300,797 (31 December 2014: US\$4,426,736) was still outstanding as at 31 December 2015.

Administration, Depositary and Operating fees

Administrator fees of US\$5,955,212 (31 December 2014: US\$4,917,656) have been charged for the financial year ended 31 December 2015, of which US\$529,151 (31 December 2014: US\$864,558) was still outstanding as at 31 December 2015.

Depositary fees of US\$1,679,093 (31 December 2014: US\$1,297,505) have been charged for the financial year ended 31 December 2015, of which US\$150,922 (31 December 2014: US\$985,166) was still outstanding as at 31 December 2015.

Revolving credit facilities and security deeds

There are revolving credit facilities in place between some of the Subsidiaries and State Street Bank and Trust Company, RBC Bank and ScotiaBank whereby credit facilities may from time to time be made available by State Street Bank and Trust Company, RBC Bank and ScotiaBank to the relevant Subsidiaries of Babson Capital Global Investment Funds Plc. There are also security deeds in place between the Subsidiaries and State Street Bank and Trust Company, RBC Bank and ScotiaBank whereby the appropriate Funds act as Guarantor for any credit facilities extended to the Subsidiaries.

This facility was not used during the financial year ended 31 December 2015 or 31 December 2014.

Directors' fees

The total Directors' fees are disclosed in Note 8. All of these fees were emoluments in respect of services to the Company. The listing of the members of the Board of Directors is shown on page 2.

Directors' relationships

Mr. Oliver Burgel, Mr. Peter Clark and Mr. Timothy Schluzer are employees of the Investment Managers. Ms. Barbara Healy (and formerly Mr. Hans Vogel prior to his resignation on 26 February 2016) and Mr. James Cleary are also directors of the Subsidiaries.

Employees

There were no direct employees of the Company for the financial year under review or in the prior year.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

9. Related party transactions (continued)

Transactions

The following related party transactions took place with other funds managed by the Investment Managers whereby the Funds within the Company bought assets from other funds managed by the Investment Manager. These transactions were not within the umbrella of Babson Capital Global Investment Funds Plc and therefore they were not eliminated on consolidation.

Trade details during the financial year ended 31 Dec 2015	Purchases Trade Value	Sales Trade Value
Babson Capital European Fund	33,571,752	-
Fund 3	6,837,139	-
Fund 4	3,117,385	-
Babson Capital Global Loan Fund	22,868,288	-
Babson Capital Loans 1 Limited	281,435	-

Trade details during the financial year ended 31 December 2014	Purchases Trade Value	Sales Trade Value
Babson Capital European Loan Fund	€51,396,398	€14,566,190
Fund 3	-	€7,990,685
Fund 4	-	€3,642,828

All related party transactions were made on terms equivalent to those that prevail in arm's length transactions.

10. Fair value hierarchy

The Company measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

- Level 1 - Quoted market price in an active market for an identical instrument.
- Level 2 - Valuation techniques based on observable inputs. This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for similar instruments in markets that are considered less than active or other valuation techniques where all significant inputs are directly or indirectly observable from market data.
- Level 3 - Valuation techniques using significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data and the unobservable inputs could have a significant impact on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments where significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

Valuation Framework

The Company has an established control framework with respect to measurement of fair values. This framework includes a Valuations Committee which is independent of front office management. Specific controls include:

- Review and approval of valuation methodologies;
- A review and approval process for changes to pricing models;
- Review of unobservable inputs and valuation adjustments;
- Review of independent third party pricing sources;
- Review of prices where no third party pricing source is available.

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgement by the Company. The Company considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary and provided by independent sources that are actively involved in the relevant market. All of the Funds' investments, with the exception of Fund 4, have investments which are held through the wholly owned Subsidiaries.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

10. Fair value hierarchy (continued)

Valuation Framework (continued)

The loans to Subsidiaries, with the exception of Fund 3, are classified as Level 2, reflecting the observable inputs used in valuing the underlying portfolios of the unconsolidated Subsidiaries. The investment in Fund 3 is classified as Level 3 reflecting the use of unobservable inputs used in valuing the underlying portfolio of the unconsolidated Subsidiary. Please refer to the audited financial statements of the Subsidiaries included in the Appendix to these financial statements.

For each class of assets and liabilities not measured at fair value in the Statement of Financial Position but for which fair value is disclosed, IFRS 13 requires the Company to disclose the level within the fair value hierarchy which the fair value measurement would be categorised and a description of the valuation technique and inputs used in the technique.

Assets and liabilities not carried at fair value are carried at amortised cost; their carrying values are a reasonable approximation of fair value.

Cash and cash equivalents include deposits held with banks and other short-term investments in an active market and they are categorised as Level 1.

Receivable for investments sold and other receivables include the contractual amounts for settlement of trades and other obligations due to the Company. Payable for investments sold and other payables represent the contractual amounts and obligations due by the Company for settlement of trades and expenses. All receivable and payable balances are categorised as Level 2.

The puttable value of redeemable shares is calculated based on the net difference between total assets and all other liabilities of each Fund within the Company in accordance with the Funds' offering memorandum. These shares are not traded on an active market. A demand feature is attached to these shares, as they are redeemable at the holders' option and can be put back to the Funds at any dealing date for cash/assets equal to a proportionate share of the Fund's NAV attributable to the share class. The fair value is based on the amount payable on demand, discounted from the first date that the amount could be required to be paid. The impact of discounting in this instance is not material. As such, Level 2 is deemed to be the most appropriate categorisation for net assets attributable to holders of redeemable shares held with the exception of Fund 3 which is classified as level 3.

All forward foreign exchange contracts are classified as Level 2 since they are valued using observable inputs but are not quoted in an active market.

Transfers between levels of the fair value hierarchy are deemed to have occurred at the end of the financial year. There were no transfers between Level 1 and Level 2 during the reporting period (31 December 2014: None). Transfers between Level 2 and Level 3 are discussed after the Level 3 reconciliation tables below, where relevant.

The following tables analyse within the fair value hierarchy the Funds' financial assets and liabilities measured at fair value at 31 December 2015:

Babson Capital Global Loan Fund

	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total Fair Value US\$
Financial assets				
Designated at fair value through profit or loss:				
- Loans to Subsidiary	-	6,934,996,096	-	6,934,996,096
Held for trading:				
- Forward foreign exchange contracts	-	14,513,335	-	14,513,335
Amortised cost:				
- Other receivables	-	8,316	-	8,316
- Receivable for fund shares sold	-	381,817	-	381,817
Total assets	-	6,949,899,564	-	6,949,899,564

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

10. Fair value hierarchy (continued)

Valuation Framework (continued)

Babson Capital Global Loan Fund (continued)

	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total Fair Value US\$
Financial liabilities				
Held for trading:				
- Forward foreign exchange contracts	-	(68,690,403)	-	(68,690,403)
Amortised cost:				
- Payable for fund shares redeemed	-	(380,329)	-	(380,329)
- Other payables and accrued expenses	-	(3,276,304)	-	(3,276,304)
Total liabilities	-	(72,347,036)	-	(72,347,036)

Babson Capital European Loan Fund

	Level 1 €	Level 2 €	Level 3 €	Total Fair Value €
Financial assets				
Designated at fair value through profit or loss:				
- Loans to Subsidiary	-	3,785,827,282	-	3,785,827,282
Held for trading:				
- Forward foreign exchange contracts	-	6,073,228	-	6,073,228
Amortised cost:				
- Receivable for fund shares sold	-	878,028	-	878,028
Total assets	-	3,792,778,538	-	3,792,778,538
Financial liabilities				
Held for trading:				
- Forward foreign exchange contracts	-	(8,350,193)	-	(8,350,193)
Amortised cost:				
- Payable for fund shares redeemed	-	(8,616,846)	-	(8,616,846)
- Other payables and accrued expenses	-	(2,105,542)	-	(2,105,542)
Total liabilities	-	(19,072,581)	-	(19,072,581)

Fund 3

	Level 1 €	Level 2 €	Level 3 €	Total Fair Value €
Financial assets				
Designated at fair value through profit or loss:				
- Loans to Subsidiary	-	-	18,940,494	18,940,494
Total assets	-	-	18,940,494	18,940,494
Financial liabilities				
Amortised cost:				
- Other payables and accrued expenses	-	(27,764)	-	(27,764)
Total liabilities	-	(27,764)	-	(27,764)

Sensitivity analysis of Level 3:

% Change	31 December 2015
5%	947,025
10%	1,894,049

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

10. Fair value hierarchy (continued)

Valuation Framework (continued)

Fund 4

	Level 1 €	Level 2 €	Level 3 €	Total Fair Value €
Financial assets				
Designated at fair value through profit or loss:				
- Collective investments schemes	-	65,647,153	-	65,647,153
Cash and cash equivalents	24,700	-	-	24,700
Total assets	24,700	65,647,153	-	65,671,853
Financial assets				
Other payables and accrued expenses	-	(190,547)	-	(190,547)
Total liabilities	-	(190,547)	-	(190,547)

Fund 5

	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total Fair Value US\$
Financial assets				
Designated at fair value through profit or loss:				
- Loans to Subsidiary	-	43,372,487	-	43,372,487
Total assets	-	43,372,487	-	43,372,487
Financial liabilities				
Amortised cost:				
- Other payables and accrued expenses	-	(33,663)	-	(33,663)
Total liabilities	-	(33,663)	-	(33,663)

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

10. Fair value hierarchy (continued)

Valuation Framework (continued)

Fund 6

	Level 1 £	Level 2 £	Level 3 £	Total Fair Value £
Financial assets				
Designated at fair value through profit or loss:				
- Loans to Subsidiary	-	117,689,470	-	117,689,470
Total assets	-	117,689,470	-	117,689,470
Financial liabilities				
Amortised cost:				
- Income distribution payable	-	(1,806,440)	-	(1,806,440)
- Other payables and accrued expenses	-	(59,426)	-	(59,426)
Total liabilities	-	(1,865,866)	-	(1,865,866)

Fund 7

	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total Fair Value US\$
Financial assets				
Designated at fair value through profit or loss:				
- Loans to Subsidiary	-	277,347,508	-	277,347,508
Total assets	-	277,347,508	-	277,347,508
Financial liabilities				
Amortised cost:				
- Income distribution payable	-	(4,421,962)	-	(4,421,962)
- Other payables and accrued expenses	-	(149,913)	-	(149,913)
Total liabilities	-	(4,571,875)	-	(4,571,875)

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

10. Fair value hierarchy (continued)

Valuation Framework (continued)

Fund 8	Level 1 €	Level 2 €	Level 3 €	Total Fair Value €
Financial assets				
Designated at fair value through profit or loss:				
- Loans to Subsidiary	-	260,153,911	-	260,153,911
Held for trading:				
- Forward foreign exchange contracts	-	29,250	-	29,250
Total assets	-	260,183,161	-	260,183,161
Financial liabilities				
- Forward foreign exchange contracts	-	(2,739,856)	-	(2,739,856)
Amortised cost:				
- Income distribution payable	-	(2,018,459)	-	(2,018,459)
- Other payables and accrued expenses	-	(152,790)	-	(152,790)
Total liabilities	-	(4,911,105)	-	(4,911,105)

The following tables analyse within the fair value hierarchy the Funds' financial assets and liabilities measured at fair value at 31 December 2014:

Babson Capital Global Loan Fund	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total Fair Value US\$
Financial assets				
Designated at fair value through profit or loss:				
- Loans to Subsidiary	-	5,868,695,822	-	5,868,695,822
Held for trading:				
- Forward foreign exchange contracts	-	1,743,305	-	1,743,305
Amortised cost:				
- Other receivables	-	8,677	-	8,677
- Receivable for fund shares sold	-	64,980	-	64,980
Total assets	-	5,870,512,784	-	5,870,512,784
Financial liabilities				
Held for trading:				
- Forward foreign exchange contracts	-	(39,027,446)	-	(39,027,446)
Amortised cost:				
- Income distribution payable	-	(35,453,864)	-	(35,453,864)
- Other payables and accrued expenses	-	(3,889,282)	-	(3,889,282)
Total liabilities	-	(78,370,592)	-	(78,370,592)

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

10. Fair value hierarchy (continued)

Valuation Framework (continued)

Babson Capital European Loan Fund

	Level 1 €	Level 2 €	Level 3 €	Total Fair Value €
Financial assets				
Designated at fair value through profit or loss:				
- Loans to Subsidiary	-	2,242,683,019	-	2,242,683,019
Held for trading:				
- Forward foreign exchange contracts	-	9,748,156	-	9,748,156
Amortised cost:				
- Receivable for fund shares sold	-	24,240,302	-	24,240,302
Total assets	-	2,276,671,477	-	2,276,671,477
Financial liabilities				
Held for trading:				
- Forward foreign exchange contracts	-	(349,852)	-	(349,852)
Amortised cost:				
- Income distribution payable	-	(4,208,150)	-	(4,208,150)
- Payable for fund shares redeemed	-	(597,457)	-	(597,457)
- Other payables and accrued expenses	-	(1,705,203)	-	(1,705,203)
Total liabilities	-	(6,860,662)	-	(6,860,662)

Fund 3

	Level 1 €	Level 2 €	Level 3 €	Total Fair Value €
Financial assets				
Designated at fair value through profit or loss:				
- Loans to Subsidiary	-	-	29,140,417	29,140,417
Total assets	-	-	29,140,417	29,140,417
Financial liabilities				
Amortised cost:				
- Income distribution payable	-	(6,438,900)	-	(6,438,900)
- Other payables and accrued expenses	-	(46,684)	-	(46,684)
Total liabilities	-	(6,485,584)	-	(6,485,584)

Sensitivity analysis of Level 3:

% Change	31 December 2014
5%	1,457,021
10%	2,914,042

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

10. Fair value hierarchy (continued)

Valuation Framework (continued)

Fund 4

	Level 1 €	Level 2 €	Level 3 €	Total Fair Value €
Financial assets				
Designated at fair value through profit or loss:				
- Collective investment schemes	-	64,370,565	-	64,370,565
Amortised cost:				
- Cash and cash equivalents	9,029	-	-	9,029
Total assets	9,029	64,370,565	-	64,379,594
Financial liabilities				
Amortised cost:				
- Payable for fund shares redeemed	-	(572,914)	-	(572,914)
Total liabilities	-	(572,914)	-	(572,914)

Fund 5

	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total Fair Value US\$
Financial assets				
Designated at fair value through profit or loss:				
- Loans to Subsidiary	-	56,083,006	-	56,083,006
Total assets	-	56,083,006	-	56,083,006
Financial liabilities				
Amortised cost:				
- Income distribution payable	-	(1,014,915)	-	(1,014,915)
- Other payables and accrued expenses	-	(73,010)	-	(73,010)
Total liabilities	-	(1,087,925)	-	(1,087,925)

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

10. Fair value hierarchy (continued)

Valuation Framework (continued)

Fund 6

	Level 1 £	Level 2 £	Level 3 £	Total Fair Value £
Financial assets				
Designated at fair value through profit or loss:				
- Loans to Subsidiary	-	122,506,625	-	122,506,625
Total assets	-	122,506,625	-	122,506,625
Financial liabilities				
Amortised cost:				
- Income distribution payable	-	(1,831,923)	-	(1,831,923)
- Other payables and accrued expenses	-	(92,882)	-	(92,882)
Total liabilities	-	(1,924,805)	-	(1,924,805)

Fund 7

	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total Fair Value US\$
Financial assets				
Designated at fair value through profit or loss:				
- Investments	-	275,104,625	-	275,104,625
Amortised cost:				
- Receivable for fund shares sold	-	4,603,381	-	4,603,381
Total assets	-	279,708,006	-	279,708,006
Financial liabilities				
Amortised cost:				
- Income distribution payable	-	(4,603,381)	-	(4,603,381)
- Other payables and accrued expenses	-	(232,232)	-	(232,232)
Total liabilities	-	(4,835,613)	-	(4,835,613)

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

10. Fair value hierarchy (continued)

Valuation Framework (continued)

The following table shows the movement in Level 3 of the fair value hierarchy for the financial year ended 31 December 2015 and 31 December 2014:

	Financial assets are fair value through profit or loss 31-Dec-15 €	Financial assets are fair value through profit or loss 31-Dec-14 €
Opening balance	29,140,417	13,636,894
Net gain from subsidiaries at fair value through profit or loss	3,963,206	4,639,644
Loan (repayment)/issuance	(14,163,129)	10,863,879
Closing balance	18,940,494	29,140,417

Sensitivity of Level 3 asset measured at fair value to changes in assumptions

The results of using reasonably possible alternative assumptions for valuing the Level 3 assets may result in the fair value estimate and recoverability of the assets being subject to uncertainty and a range of possible outcomes are likely. Such differences, if any, may have a material effect on the overall portfolio as at 31 December 2015 or as at 31 December 2014.

Significant unobservable inputs used in measuring fair value can include:

- EBITDA multiples – selected from comparable companies.
- Discount for lack of marketability – discount applied to comparable companies after considering market liquidity conditions and company specific factors such as developmental stage of the portfolio company.

11. Financial instruments and associated risks

At 31 December 2015 the Company had eight active Funds (out of which the first two have reached compliance with Swiss laws and regulations for distribution to qualified investors in Switzerland, as of 27 February 2015): Babson Capital Global Loan Fund, Babson Capital European Loan Fund, Fund 3, Fund 4, Fund 5, Fund 6, Fund 7 and Fund 8. Seven of the eight Funds have Subsidiaries.

As at 31 December 2015, the Subsidiaries held all of the assets on behalf of the seven relevant Funds, with the exception of some of the forward foreign exchange contracts on Babson Capital Global Loan Fund, Babson Capital European Loan Fund and Fund 8. Since the Funds own the Subsidiaries, all of the risks affecting the Subsidiaries are transferred to the Funds. For a detailed review of the financial instruments and associated risks of the investments held by the Subsidiaries, please refer to the audited financial statements of the Subsidiaries which are attached in the Appendix to these financial statements. The risks faced by the Funds are also transferred to the Company. The Funds were exposed to market risk, credit risk and liquidity risk arising from the financial instruments they hold.

All of the Funds have utilised zero leverage and have no limits in the Funds' documentation.

All of the Funds are managed by Babson Capital Global Advisors Limited. Babson Capital Management LLC is the Sub-Investment Manager for all of the Funds, with the exception of Babson Capital European Loan Fund, Fund 3 and Fund 8.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

11. Financial instruments and associated risks (continued)

Market risk

Market risk embodies the potential for both losses and gains and includes foreign currency risk, interest rate risk and price risk, which are discussed in detail under separate headings within this note.

The Funds' exposure to market risk is that the value of assets will generally fluctuate with, among other things, general economic conditions, the condition of certain financial markets, international political events, developments or trends in any particular industry and the financial condition of the issuers of the loans that the Funds invest in.

The Funds' market risk is managed on a daily basis by the Investment Managers in accordance with policies and procedures in place. The Funds' overall market positions are reported to the Board of Directors on a quarterly basis.

As the majority of the financial instruments are carried at fair value through the profit or loss, all changes in market conditions will directly impact the net assets of the Funds.

Foreign currency risk

Foreign currency risk, as defined by IFRS 7, arises as the value of future transactions, recognised monetary assets and monetary liabilities denominated in other currencies fluctuate due to changes in foreign exchange rates. IFRS 7 considers the foreign exchange exposure relating to non-monetary assets and liabilities to be a component of market price risk, not currency risk.

The Company's accounts are denominated in US\$ though investments are made and realised in other currencies. Changes in rates of exchange may have an adverse effect on the value, price or income of the investments of the Company. A specific foreign exchange translation risk arises on the consolidation of all Funds with the exception of the US\$ denominated funds, a specific foreign exchange translation risk arises on the consolidation of the non-US\$ denominated Funds.

The Investment Managers use rolling spot and forward foreign exchange contracts to manage foreign currency risk.

The Funds enter into forward foreign exchange contracts to hedge non-base denominated assets and liabilities back into the base currency. The Investment Managers implement and manage this process, the Investment Managers regularly review such positions to ensure that they are in line with the Funds' investment policies.

Babson Capital Global Loan Fund, Babson Capital European Loan Fund and Fund 8 have issued non-base currency share classes, as disclosed in Note 7. The foreign currency risk that exists to investors in these non base currency share classes is mitigated by a share class hedging programme. Forward foreign exchange contracts are outlined in the Schedule of Investments.

The following tables set out the shareholders' total exposure to foreign currency risk and the net exposure to foreign currencies of the monetary assets and liabilities as at 31 December 2015. None of the other Funds have issued any non-base currency share classes. Foreign currency risk that exists at a subsidiary level is hedged by forward foreign exchange contracts (with the exception of Fund 3), eliminating all material foreign currency risk that could impact the fair value of the Company's investment.

No portfolio hedging is undertaken in Fund 3, as a result foreign currency risk exists to the extent that it does in the Subsidiary. Please refer to the Subsidiary accounts for these details.

Babson Capital Global Loan Fund

	Financial assets and liabilities at fair value through profit or loss US\$	Cash and cash equivalents US\$	Other assets and liabilities* US\$	Forward foreign exchange contracts** US\$	Net exposure US\$	% of Exposure
AUD	-	-	(1,372,313,471)	1,367,183,358	(5,130,113)	(0.07)
CAD	-	-	(203,564)	202,988	(576)	0.00
CHF	-	-	(289,057,282)	288,161,213	(896,069)	(0.01)
DKK	-	-	(1,208,608)	1,205,271	(3,337)	0.00
EUR	-	-	(996,765,115)	993,149,186	(3,615,929)	(0.05)
GBP	-	-	(1,799,908,344)	1,793,178,074	(6,730,270)	(0.10)
NOK	-	-	(887,039)	884,618	(2,421)	0.00
SEK	-	-	(72,630,672)	72,396,793	(233,879)	0.00
SGD	-	-	(30,684,806)	30,569,189	(115,617)	0.00

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

11. Financial instruments and associated risks (continued)

Foreign currency risk (continued)

Babson Capital European Loan Fund

	Financial assets and liabilities at fair value through profit or loss	Cash and cash equivalents	Other assets and liabilities*	Forward foreign exchange contracts**	Net exposure	% of Exposure
	€	€	€	€	€	
AUD	-	-	(5,694,301)	5,691,614	(2,687)	0.00
CAD	-	-	(12,721,454)	12,678,047	(43,407)	0.00
CHF	-	-	(26,617,828)	26,579,320	(38,508)	0.00
DKK	-	-	(603,767)	603,320	(447)	0.00
GBP	-	-	(375,702,708)	375,388,074	(314,634)	(0.01)
NOK	-	-	(30,436,325)	30,333,941	(102,384)	0.00
SGD	-	-	(11,595,794)	11,586,756	(9,038)	0.00
USD	-	-	(605,165,759)	604,051,099	(1,114,660)	(0.03)

Fund 8***

	Financial assets and liabilities at fair value through profit or loss	Cash and cash equivalents	Other assets and liabilities*	Forward foreign exchange contracts**	Net exposure	% of Exposure
	€	€	€	€	€	
GBP	-	-	(136,826,375)	136,679,884	(146,491)	(0.06)
USD	-	-	(260)	-	(260)	0.00

*Other assets and liabilities is comprised mainly of trade payables, trade receivables and liabilities to holders of Redeemable Shares.

**The forward foreign exchange contracts held are for share class hedging purposes.

***This Fund launched during the financial year ended 31 December 2015.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

11. Financial instruments and associated risks (continued)

Foreign currency risk (continued)

The following tables set out the shareholders' total exposure to foreign currency risk and the net exposure to foreign currencies of the monetary assets and liabilities as at 31 December 2014. None of the other Funds have issued any non-base currency share classes. Foreign currency risk that exists at a subsidiary level is hedged by forward foreign exchange contracts (with the exception of Fund 3), eliminating all material foreign currency risk that could impact the fair value of the Company's investment.

No portfolio hedging is undertaken in Fund 3, as a result foreign currency risk exists to the extent that it does in the Subsidiary. Please refer to the Subsidiary accounts for these details.

Babson Capital Global Loan Fund

	Financial assets and liabilities at fair value through profit or loss US\$	Cash and cash equivalents US\$	Other assets and liabilities* US\$	Forward foreign exchange contracts** US\$	Net exposure US\$	% of Exposure
AUD	-	-	(1,143,031,624)	1,113,149,888	(29,881,736)	(0.52)
CAD	-	-	(253,911)	248,655	(5,256)	0.00
CHF	-	-	(178,631,915)	176,793,542	(1,838,373)	(0.03)
EUR	-	-	(667,686,425)	659,087,788	(8,598,637)	(0.15)
GBP	-	-	(1,777,975,334)	1,754,981,272	(22,994,062)	(0.40)
NOK	-	-	(889,011)	881,396	(7,615)	0.00
SEK	-	-	(41,463,026)	41,014,431	(448,595)	(0.01)
SGD	-	-	(28,843,245)	28,598,258	(244,987)	0.00

Babson Capital European Loan Fund

	Financial assets and liabilities at fair value through profit or loss €	Cash and cash equivalents €	Other assets and liabilities* €	Forward foreign exchange contracts** €	Net exposure €	% of Exposure
AUD	-	-	(2,645,418)	2,612,145	(33,273)	0.00
CAD	-	-	(10,990,433)	10,854,413	(136,020)	(0.01)
CHF	-	-	(15,105,350)	15,057,564	(47,786)	0.00
GBP	-	-	(318,677,362)	317,406,190	(1,271,172)	(0.06)
SGD	-	-	(9,809,898)	9,718,982	(90,916)	0.00
USD	-	-	(275,446,519)	273,209,994	(2,236,525)	(0.10)

*Other assets and liabilities is comprised mainly of trade payables, trade receivables and liabilities to holders of Redeemable Shares.

**The forward foreign exchange contracts held are for share class hedging purposes.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

11. Financial instruments and associated risks (continued)

Foreign currency risk (continued)

Sensitivity analysis

The following currency sensitivity analysis information is a relative estimate of risk and is not intended to be a precise and accurate number. The calculations are based on historical data. Future rate movements and correlations between currencies could vary significantly from those experienced in the past.

At 31 December 2015, had the exchange rate increased or decreased by 5% with all other variables held constant, the increase or decrease respectively in the value of the shareholders' investments, denominated in currencies other than the base currency of the relevant Fund, attributable to holders of redeemable shares and the change in net assets attributable to holders of redeemable shares per the Statement of Comprehensive Income would be as follows:

	Babson Capital Global Loan Fund US\$	Babson Capital European Loan Fund €	Fund 8* €
AUD	256,506	134	-
CAD	29	2,170	-
CHF	44,803	1,925	-
DKK	167	22	-
EUR	180,796	-	-
GBP	336,513	15,732	7,325
NOK	121	5,119	-
SEK	11,694	-	-
SGD	5,781	452	-
USD	-	55,733	13

*This Fund launched during the financial year ended 31 December 2015.

At 31 December 2014, had the exchange rate increased or decreased by 5% with all other variables held constant, the increase or decrease respectively in the value of the shareholders' investments, denominated in currencies other than the base currency of the relevant Fund, attributable to holders of redeemable shares and the change in net assets attributable to holders of redeemable shares per the Statement of Comprehensive Income would be as follows:

	Babson Capital Global Loan Fund US\$	Babson Capital European Loan Fund €
AUD	1,494,087	1,664
CAD	263	6,801
CHF	91,919	2,389
EUR	429,932	-
GBP	1,149,703	63,559
NOK	381	-
SEK	22,430	-
SGD	12,249	4,546
USD	-	111,826

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

11. Financial instruments and associated risks (continued)

Interest rate risk

The Company is exposed to the risk that the fair value or future cash flows of its financial instruments will fluctuate as a result of changes in market interest rates. The majority of the Funds' investments are held by wholly owned Subsidiaries, therefore, the associated risks of the Subsidiaries are currently substantially the same as the risks associated with the Funds. For a detailed review of the financial instruments and associated risks of the investment in the Subsidiaries, please refer to the audited financial statements of the Subsidiaries which are attached in the Appendix to these financial statements.

The Funds have no liabilities as at 31 December 2015 or 31 December 2014 that are exposed to changes in interest rates.

The below interest rate sensitivity analysis information is a relative estimate of risk and is not intended to be a precise and accurate number. The calculations are based on historical data. Future interest rate movements could vary significantly from those experienced in the past.

Based on the portfolio's composition as at 31 December 2015, the corresponding increase/(decrease) in change in net assets attributable to holders of redeemable shares, from an increase/(decrease) in average interest rates would be as follows:

Babson Capital Global Loan Fund

Interest rate change	% Effect of NAV 31 Dec 2015	Interest rate change	% Effect of NAV 31 Dec 2015
(0.50)	+0.14	+0.50	(0.14)
(0.75)	+0.22	+0.75	(0.21)
(1.00)	+0.29	+1.00	(0.28)

Babson Capital European Loan Fund

Interest rate change	% Effect of NAV 31 Dec 2015	Interest rate change	% Effect of NAV 31 Dec 2015
(0.50)	+0.25	+0.50	(0.25)
(0.75)	+0.38	+0.75	(0.37)
(1.00)	+0.51	+1.00	(0.49)

Fund 5

Interest rate change	% Effect of NAV 31 Dec 2015	Interest rate change	% Effect of NAV 31 Dec 2015
(0.50)	+0.18	+0.50	(0.18)
(0.75)	+0.28	+0.75	(0.27)
(1.00)	+0.37	+1.00	(0.36)

Fund 6

Interest rate change	% Effect of NAV 31 Dec 2015	Interest rate change	% Effect of NAV 31 Dec 2015
(0.50)	+1.05	+0.50	(1.03)
(0.75)	+1.59	+0.75	(1.54)
(1.00)	+2.12	+1.00	(2.04)

Fund 7

Interest rate change	% Effect of NAV 31 Dec 2015	Interest rate change	% Effect of NAV 31 Dec 2015
(0.50)	+0.86	+0.50	(0.85)
(0.75)	+1.30	+0.75	(1.27)
(1.00)	+1.75	+1.00	(1.68)

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

11. Financial instruments and associated risks (continued)

Interest rate risk (continued)

Fund 8*

Interest rate change	% Effect of NAV 31 Dec 2015	Interest rate change	% Effect of NAV 31 Dec 2015
(0.50)	+0.20	+0.50	(0.20)
(0.75)	+0.30	+0.75	(0.30)
(1.00)	+0.41	+1.00	(0.39)

*This Fund launched during the financial year ended 31 December 2015.

Based on the portfolio's composition as at 31 December 2014, the corresponding increase/(decrease) in change in net assets attributable to holders of redeemable shares, from an increase/(decrease) in average interest rates would be as follows:

Babson Capital Global Loan Fund

Interest rate change	% Effect of NAV 31 Dec 2014	Interest rate change	% Effect of NAV 31 Dec 2014
(0.50)	+0.16	+0.50	(0.16)
(0.75)	+0.24	+0.75	(0.24)
(1.00)	+0.36	+1.00	(0.31)

Babson Capital European Loan Fund

Interest rate change	% Effect of NAV 31 Dec 2014	Interest rate change	% Effect of NAV 31 Dec 2014
(0.50)	+0.27	+0.50	(0.27)
(0.75)	+0.41	+0.75	(0.40)
(1.00)	+0.55	+1.00	(0.54)

Fund 5

Interest rate change	% Effect of NAV 31 Dec 2014	Interest rate change	% Effect of NAV 31 Dec 2014
(0.50)	+0.16	+0.50	(0.16)
(0.75)	+0.24	+0.75	(0.24)
(1.00)	+0.32	+1.00	(0.31)

Fund 6

Interest rate change	% Effect of NAV 31 Dec 2014	Interest rate change	% Effect of NAV 31 Dec 2014
(0.50)	+0.93	+0.50	(0.91)
(0.75)	+1.39	+0.75	(1.36)
(1.00)	+1.87	+1.00	(1.80)

Fund 7

Interest rate change	% Effect of NAV 31 Dec 2014	Interest rate change	% Effect of NAV 31 Dec 2014
(0.50)	+0.65	+0.50	(0.64)
(0.75)	+0.98	+0.75	(0.96)
(1.00)	+1.32	+1.00	(1.27)

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

11. Financial instruments and associated risks (continued)

Interest rate risk (continued)

Fund 3 was not materially affected by interest rate sensitivity risk as at 31 December 2015 or 31 December 2014.

Price risk

Many of the Funds' financial instruments are carried at fair value on the Statement of Financial Position. Usually the fair value of the financial instruments can be reliably determined within a reasonable range of estimates. For certain other financial instruments, including other receivables, accounts payable and accrued expenses, the carrying amounts approximate fair value due to the immediate or short-term nature of these financial instruments.

The carrying amounts of all of the Funds' financial assets and financial liabilities at the financial year end date approximated their fair values.

Fair value estimates are made at a specific point in time, based on market conditions and information about the financial instrument. These estimates are subjective in nature and involve uncertainties and matters of significant judgement (e.g., interest rates, volatility, estimated cash flows etc.) and therefore, cannot be determined with precision.

Sensitivity analysis

The below price sensitivity analysis information is a relative estimate of risk and is not intended to be a precise and accurate number. The calculations are based on historical data. Future price movements could vary significantly from those experienced in the past.

A 5% increase in investment prices at 31 December 2015, would have increased the value of investments designated at fair value through profit or loss by US\$595,383,558 (31 December 2014: US\$460,102,379).

The majority of the Funds' investments are held by wholly owned Subsidiaries, therefore, the associated risks of the Subsidiaries are currently substantially the same as the risks associated with the Funds. For a detailed review of the financial instruments and associated risks of the investment in the Subsidiaries, please refer to the audited financial statements of the Subsidiaries which are attached in the Appendix to these financial statements.

Fund 4 invests primarily in collective investment schemes. The value of the collective investment scheme will be subject to price risk on its underlying investments.

Credit risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Funds, resulting in a financial loss to the Funds.

The majority of the Funds' investments are held by wholly owned Subsidiaries, therefore, the associated risks of the Subsidiaries are currently substantially the same as the risks associated with the Funds. For a detailed review of the financial instruments and associated risks of the investment in the Subsidiaries, please refer to the audited financial statements of the Subsidiaries which are attached in the Appendix to these financial statements.

The Funds' credit risk concentration is spread between a number of counterparties. The top ten holdings represent the following percentage of the respective portfolios excluding investments in subsidiaries and Fx derivative contracts:

Fund	31 Dec 2015	31 Dec 2014
Fund 4	100.00%	100.00%

The Funds may utilise forward foreign exchange contracts to seek to hedge against declines in the value of the Funds' positions as a result of changes in foreign currency exchange rates. The Funds are exposed to credit risk associated with the forward foreign exchange contract counterparties with whom it trades and will also bear the risk of settlement default.

None of the financial assets and financial liabilities are offset in the Statement of Financial Position. The Company's financial assets and financial liabilities are subject to an enforceable master netting arrangement or similar agreement that covers similar financial instruments. While the terms and conditions of these agreements may vary, all transactions under any such agreement constitute a single contractual relationship. Each party's obligation to make any payments, deliveries or other transfers in respect of any transaction under such an agreement may be netted against the other party's obligations under such agreement. A default by a party in performance with respect to one transaction under such an agreement would give the other party the right to terminate all transactions under such agreement and calculate one net amount owed from one party to the other. The following tables present information about the offsetting of derivative instruments.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

11. Financial instruments and associated risks (continued)

Credit risk (continued)

At 31 December 2015, the Company's derivative assets and liabilities are as follows:

Babson Capital Global Loan Fund

Description	Counterparty	Value of derivative assets US\$	Financial instrument US\$	Collateral received US\$	Collateral pledged US\$	Net US\$
Forward foreign exchange contracts	National Australia Bank Limited	6,653,661	(6,653,661)	-	-	-
Forward foreign exchange contracts	State Street Bank	7,859,674	(7,859,674)	-	-	-
		14,513,335	(14,513,335)	-	-	-

Description	Counterparty	Value of derivative liabilities US\$	Financial instrument US\$	Collateral received US\$	Collateral pledged US\$	Net US\$
Forward foreign exchange contracts	National Australia Bank Limited	(32,891,845)	6,653,661	-	-	(26,238,184)
Forward foreign exchange contracts	State Street Bank	(35,798,558)	7,859,674	-	-	(27,938,884)
		(68,690,403)	14,513,335	-	-	(54,177,068)

Babson Capital European Loan Fund

Description	Counterparty	Value of derivative liabilities €	Financial instrument €	Collateral received €	Collateral pledged €	Net €
Forward foreign exchange contracts	National Australia Bank Limited	2,783,522	(2,783,522)	-	-	-
Forward foreign exchange contracts	State Street Bank	3,289,706	(3,289,706)	-	-	-
		6,073,228	(6,073,228)	-	-	-

Description	Counterparty	Value of derivative liabilities €	Financial instrument €	Collateral received €	Collateral pledged €	Net €
Forward foreign exchange contracts	National Australia Bank Limited	(3,479,403)	2,783,522	-	-	(695,881)
Forward foreign exchange contracts	State Street Bank	(4,870,790)	3,289,706	-	-	(1,581,084)
		(8,350,193)	6,073,228	-	-	(2,276,965)

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

11. Financial instruments and associated risks (continued)

Credit risk (continued)

At 31 December 2015, the Company's derivative assets and liabilities are as follows:

Fund 8*		Value of derivative liabilities	Financial instrument	Collateral received	Collateral pledged	Net
Description	Counterparty	€	€	€	€	€
Forward foreign exchange contracts	State Street Bank	29,250	(29,250)	-	-	-
		29,250	(29,250)	-	-	-

Description	Counterparty	Value of derivative liabilities	Financial instrument	Collateral received	Collateral pledged	Net
		€	€	€	€	€
Forward foreign exchange contracts	National Australia Bank Limited	(1,369,784)	-	-	-	(1,369,784)
Forward foreign exchange contracts	State Street Bank	(1,370,072)	29,250	-	-	(1,340,822)
		(2,739,856)	29,250	-	-	(2,710,606)

*This Fund launched during the financial year ended 31 December 2015.

At 31 December 2014, the Company's derivative assets and liabilities are as follows:

Babson Capital Global Loan Fund		Value of derivative assets	Financial instrument	Collateral received	Collateral pledged	Net
Description	Counterparty	US\$	US\$	US\$	US\$	US\$
Forward foreign exchange contracts	State Street Bank	1,743,305	(1,743,305)	-	-	-
		1,743,305	(1,743,305)	-	-	-

Description	Counterparty	Value of derivative liabilities	Financial instrument	Collateral received	Collateral pledged	Net
		US\$	US\$	US\$	US\$	US\$
Forward foreign exchange contracts	State Street Bank	(39,027,446)	1,743,305	-	-	(37,284,141)
		(39,027,446)	1,743,305	-	-	(37,284,141)

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

11. Financial instruments and associated risks (continued)

Credit risk (continued)

Babson Capital European Loan Fund

Description	Counterparty	Value of derivative liabilities €	Financial instrument €	Collateral received €	Collateral pledged €	Net €
Forward foreign exchange contracts	State Street Bank	9,748,156	(349,852)	-	-	9,398,304
		9,748,156	(349,852)	-	-	9,398,304

Description	Counterparty	Value of derivative liabilities €	Financial instrument €	Collateral received €	Collateral pledged €	Net €
Forward foreign exchange contracts	State Street Bank	(349,852)	349,852	-	-	-
		(349,852)	349,852	-	-	-

Credit risk arising on transactions with brokers relates to transactions awaiting settlement. The Funds monitor the credit rating and financial positions of the brokers used to mitigate this risk. The Investment Managers also monitor the settlement process on a regular basis.

At 31 December 2015, the Funds' financial assets exposed to credit risk are as follows:

	Babson Capital Global Loan Fund US\$	Babson Capital European Loan Fund €	Fund 3 €	Fund 4 €	Fund 5 US\$
Investments	6,934,996,096	3,785,827,282	18,940,494	65,647,153	43,372,487
Forward foreign exchange contracts	14,513,335	6,073,228	-	-	-
Cash and cash equivalents	-	-	-	24,700	-
Other receivables	8,316	-	-	-	-
Receivable for fund shares sold	381,817	878,028	-	-	-
Total	6,949,899,564	3,792,778,538	18,940,494	65,671,853	43,372,487

	Fund 6 £	Fund 7 US\$	Fund 8 €
Investments	117,689,470	277,347,508	260,153,911
Forward foreign exchange contracts	-	-	29,250
Total	117,689,470	277,347,508	260,183,161

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

11. Financial instruments and associated risks (continued)

Credit risk (continued)

At 31 December 2014, the Funds' financial assets exposed to credit risk are as follows:

	Babson Capital Global Loan Fund US\$	Babson Capital European Loan Fund €	Fund 3 €	Fund 4 €	Fund 5 US\$
Investments	5,868,695,822	2,242,683,019	29,140,417	64,370,565	56,083,006
Forward foreign exchange contracts	1,743,305	9,748,156	-	-	-
Cash and cash equivalents	-	-	-	9,029	-
Other receivables	8,677	-	-	-	-
Receivable for fund shares sold	64,980	24,240,302	-	-	-
Total	5,870,512,784	2,276,671,477	29,140,417	64,379,594	56,083,006

	Fund 6 £	Fund 7 US\$
Investments	122,506,625	275,104,625
Receivable for fund shares sold	-	4,603,381
Total	122,506,625	279,708,006

Amounts in the above tables are based on the carrying value of the financial assets as at the financial year end date.

Some of the assets and cash (excluding forward foreign exchange contracts and loans to subsidiary) of the Funds are held by the Depositary, State Street Custodial Services (Ireland) Limited. Bankruptcy or insolvency of the Depositary may cause the Funds' rights with respect to securities held by the Depositary to be delayed or limited. The Funds monitor their risk by monitoring the credit quality and financial positions of the Depositary the Funds use. The long-term credit rating of the parent company of the Depositary, State Street Corporation as at 31 December 2015 was A (31 December 2014: A+). The Funds' assets and cash are maintained within the Depositary's custodial network in segregated accounts. The Depositary will ensure that any agent it appoints to assist in safekeeping the assets of the Funds will segregate these assets. Thus in the event of insolvency or bankruptcy of the Depositary, the Funds' assets are segregated and protected and this further reduces counterparty risk.

All of the loans are held by Agent Banks. Bankruptcy or insolvency of an Agent Bank may cause the Funds' rights with respect to assets held by the Agent Bank to be delayed or limited. The Funds monitor their risk by monitoring the credit quality and financial position of the Agent Banks it uses.

The Funds' Investment Managers analyse credit concentration based on the counterparty, industry and geographical location of the financial assets that the Funds hold.

Liquidity risk

Liquidity risk is the risk that the Funds will encounter difficulty in meeting obligations arising from its financial liabilities that are settled by delivering cash or another financial asset, or that such obligations will have to be settled in a manner that is disadvantageous to the Funds.

The Funds' constitutional documentation makes provision for a range of measures to assist with the management of liquidity on an on-going basis, including, for example, the deferral of redemption applications. The Funds are typically managed with a small 'buffer' of cash (to minimise the cash drag impact on returns for investors).

There are revolving credit facilities in place between a number of the Subsidiaries and State Street Bank and Trust Company, RBC Bank and ScotiaBank whereby subject to the terms of the agreement, the Subsidiaries may borrow for short-term liquidity purposes. The main purpose of these facilities is to enable the Company to finance redemption requests and hedging requirements at short notice. This facilities were not used during the financial year ended 31 December 2015 or 31 December 2014. Please refer to the financial statements of the subsidiaries for details of the revolving credit facilities.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

11. Financial instruments and associated risks (continued)

Liquidity risk (continued)

The Company has also obtained overdraft facilities in order to manage its liquidity. Details of the Company's overdraft facilities are outlined in note 18.

The tables below set out the liquidity risk of the Funds at 31 December 2015. They provide an analysis of the Funds' financial liabilities into relevant maturity groupings based on the remaining period at the year end date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

Babson Capital Global Loan Fund	Less than 1 month US\$	1-3 months US\$	Greater than 3 months US\$	Total US\$
Liabilities				
Forward foreign exchange contracts	(68,690,403)	-	-	(68,690,403)
Payable for fund shares repurchased	(380,329)	-	-	(380,329)
Other payables and accrued expenses	(3,276,304)	-	-	(3,276,304)
Net assets attributable to holders of redeemable shares	-	(6,877,552,528)	-	(6,877,552,528)
Total	(72,347,036)	(6,877,552,528)	-	(6,949,899,564)

Babson Capital European Loan Fund	Less than 1 month €	1-3 months €	Greater than 3 months €	Total €
Liabilities				
Forward foreign exchange contracts	(8,350,193)	-	-	(8,350,193)
Payable for fund shares redeemed	(8,616,846)	-	-	(8,616,846)
Other payables and accrued expenses	(2,105,542)	-	-	(2,105,542)
Net assets attributable to holders of redeemable shares	-	(3,773,705,957)	-	(3,773,705,957)
Total	(19,072,581)	(3,773,705,957)	-	(3,792,778,538)

Fund 3	Less than 1 month €	1-3 months €	Greater than 3 months €	Total €
Liabilities				
Other payables and accrued expenses	(27,764)	-	-	(27,764)
Net assets attributable to holders of redeemable shares	-	(18,912,730)	-	(18,912,730)
Total	(27,764)	(18,912,730)	-	(18,940,494)

Fund 4	Less than 1 month €	1-3 months €	Greater than 3 months €	Total €
Liabilities				
Other payables and accrued expenses	(190,547)	-	-	(190,547)
Net assets attributable to holders of redeemable shares	-	(65,481,306)	-	(65,481,306)
Total	(190,547)	(65,481,306)	-	(65,671,853)

Fund 5	Less than 1 month US\$	1-3 months US\$	Greater than 3 months US\$	Total US\$
Liabilities				
Other payables and accrued expenses	(33,663)	-	-	(33,663)
Net assets attributable to holders of redeemable shares	-	(43,338,824)	-	(43,338,824)
Total	(33,663)	(43,338,824)	-	(43,372,487)

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

11. Financial instruments and associated risks (continued)

Liquidity risk (continued)

Fund 6	Less than 1 month	1-3 months	Greater than 3 months	Total
	£	£	£	£
Liabilities				
Income Distribution Payable	(1,806,440)	-	-	(1,806,440)
Other payables and accrued expenses	(59,426)	-	-	(59,426)
Net assets attributable to holders of redeemable shares	-	(115,823,604)	-	(115,823,604)
Total	(1,865,866)	(115,823,604)	-	(117,689,470)

Fund 7	Less than 1 month	1-3 months	Greater than 3 months	Total
	US\$	US\$	US\$	US\$
Liabilities				
Income Distribution Payable	(4,421,962)	-	-	(4,421,962)
Other payables and accrued expenses	(149,913)	-	-	(149,913)
Net assets attributable to holders of redeemable shares	-	(272,775,633)	-	(272,775,633)
Total	(4,571,875)	(272,775,633)	-	(277,347,508)

Fund 8*	Less than 1 month	1-3 months	Greater than 3 months	Total
	€	€	€	€
Liabilities				
Forward foreign exchange contracts	(2,739,856)	-	-	(2,739,856)
Income Distribution Payable	(2,018,459)	-	-	(2,018,459)
Other payables and accrued expenses	(152,790)	-	-	(152,790)
Net assets attributable to holders of redeemable shares	-	(255,272,056)	-	(255,272,056)
Total	(4,911,105)	(255,272,056)	-	(260,183,161)

*This fund launched during the financial year ended 31 December 2015.

The tables below set out the Funds' gross-settled derivative financial instruments at 31 December 2015. The forward foreign exchange contracts held are for share class hedging purposes.

Babson Capital Global Loan Fund	Less than 1 month	1-3 months	Greater than 3 months	Total
	US\$	US\$	US\$	US\$
Asset - Forward foreign exchange contracts	4,679,040,161	-	-	4,679,040,161
Liability - Forward foreign exchange contracts	(4,733,217,229)	-	-	(4,733,217,229)
	(54,177,068)	-	-	(54,177,068)

Babson Capital European Loan Fund	Less than 1 month	1-3 months	Greater than 3 months	Total
	€	€	€	€
Asset - Forward foreign exchange contracts	1,116,507,202	-	-	1,116,507,202
Liability - Forward foreign exchange contracts	(1,118,784,167)	-	-	(1,118,784,167)
	(2,276,965)	-	-	(2,276,965)

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

11. Financial instruments and associated risks (continued)

Liquidity risk (continued)

The tables below set out the liquidity risk of the Funds at 31 December 2014. They provide an analysis of the Funds' financial liabilities into relevant maturity groupings based on the remaining period at the year end date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

Babson Capital Global Loan Fund	Less than 1 month US\$	1-3 months US\$	Greater than 3 months US\$	Total US\$
Liabilities				
Forward foreign exchange contracts	(39,027,446)	-	-	(39,027,446)
Income distribution payable	(35,453,864)	-	-	(35,453,864)
Other payables and accrued expenses	(3,889,282)	-	-	(3,889,282)
Net assets attributable to holders of redeemable shares	-	(5,792,142,192)	-	(5,792,142,192)
Total	(78,370,592)	(5,792,142,192)	-	(5,870,512,784)

Babson Capital European Loan Fund	Less than 1 month €	1-3 months €	Greater than 3 months €	Total €
Liabilities				
Forward foreign exchange contracts	(349,852)	-	-	(349,852)
Income distribution payable	(4,208,150)	-	-	(4,208,150)
Payable for fund shares redeemed	(597,457)	-	-	(597,457)
Other payables and accrued expenses	(1,705,203)	-	-	(1,705,203)
Net assets attributable to holders of redeemable shares	-	(2,269,810,815)	-	(2,269,810,815)
Total	(6,860,662)	(2,269,810,815)	-	(2,276,671,477)

Fund 3	Less than 1 month €	1-3 months €	Greater than 3 months €	Total €
Liabilities				
Income distribution payable	(6,438,900)	-	-	(6,438,900)
Other payables and accrued expenses	(46,684)	-	-	(46,684)
Net assets attributable to holders of redeemable shares	-	(22,654,833)	-	(22,654,833)
Total	(6,485,584)	(22,654,833)	-	(29,140,417)

Fund 4	Less than 1 month €	1-3 months €	Greater than 3 months €	Total €
Liabilities				
Other payables and accrued expenses	(572,914)	-	-	(572,914)
Net assets attributable to holders of redeemable shares	-	(63,806,680)	-	(63,806,680)
Total	(572,914)	(63,806,680)	-	(64,379,594)

Fund 5	Less than 1 month US\$	1-3 months US\$	Greater than 3 months US\$	Total US\$
Liabilities				
Income distribution payable	(1,014,915)	-	-	(1,014,915)
Other payables and accrued expenses	(73,010)	-	-	(73,010)
Net assets attributable to holders of redeemable shares	-	(54,995,081)	-	(54,995,081)
Total	(1,087,925)	(54,995,081)	-	(56,083,006)

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

11. Financial instruments and associated risks (continued)

Liquidity risk (continued)

Fund 6	Less than 1 month	1-3 months	Greater than 3 months	Total
	£	£	£	£
Liabilities				
Income distribution payable	(1,831,923)	-	-	(1,831,923)
Other payables and accrued expenses	(92,882)	-	-	(92,882)
Net assets attributable to holders of redeemable shares	-	(120,581,820)	-	(120,581,820)
Total	(1,924,805)	(120,581,820)	-	(122,506,625)

Fund 7	Less than 1 month	1-3 months	Greater than 3 months	Total
	US\$	US\$	US\$	US\$
Liabilities				
Income distribution payable	(4,603,381)	-	-	(4,603,381)
Other payables and accrued expenses	(232,232)	-	-	(232,232)
Net assets attributable to holders of redeemable shares	-	(274,872,393)	-	(274,872,393)
Total	(4,835,613)	(274,872,393)	-	(279,708,006)

The tables below set out the Funds' gross-settled derivative financial instruments at 31 December 2015. The forward foreign exchange contracts held are for share class hedging purposes.

Fund 8	Less than 1 month	1-3 months	Greater than 3 months	Total
	US\$	US\$	US\$	US\$
Asset - Forward foreign exchange contracts	140,642,745	-	-	140,642,745
Liability - Forward foreign exchange contracts	(143,353,351)	-	-	(143,353,351)
	(2,710,606)	-	-	(2,710,606)

The tables below set out the Funds' gross-settled derivative financial instruments at 31 December 2014. The forward foreign exchange contracts held are for share class hedging purposes.

Babson Capital Global Loan Fund	Less than 1 month	1-3 months	Greater than 3 months	Total
	US\$	US\$	US\$	US\$
Asset - Forward foreign exchange contracts	4,143,613,725	-	-	4,143,613,725
Liability - Forward foreign exchange contracts	(4,180,897,866)	-	-	(4,180,897,866)
	(37,284,141)	-	-	(37,284,141)

Babson Capital European Loan Fund	Less than 1 month	1-3 months	Greater than 3 months	Total
	€	€	€	€
Asset - Forward foreign exchange contracts	662,729,140	-	-	662,729,140
Liability - Forward foreign exchange contracts	(653,330,836)	-	-	(653,330,836)
	9,398,304	-	-	9,398,304

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

12. Interests in other entities

Interests in Unconsolidated Structured Entities

IFRS 12 defines a structured entity as an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to the administrative tasks only and the relevant activities are directed by means of contractual agreements. A structured entity often has some of the following features or attributes:

- restricted activities;
- a narrow and well defined objective;
- insufficient equity to permit the structured entity to finance its activities without subordinated financial support; and
- financing in the form of multiple contractually linked instruments that create concentrations of credit or other risks.

Involvement with Unconsolidated Structured Entities

Investment entity

To adopt the amendment to IFRS 10 and to be exempt from preparing consolidated financial statements, the Company must meet the definition of an investment entity. The Company is satisfied that it meets both the required criteria and typical characteristics of an investment entity as specified in Note 2.

Subsidiary

As at 31 December 2015, the company had seven Subsidiaries, which are unconsolidated structured entities and are 100% subsidiaries of Babson Capital Global Investment Funds Plc. As detailed in Note 2, the Company has determined that the Subsidiaries continue to meet the definition of a subsidiary under the provisions of IFRS 10. Subsidiaries are entities under the Company's control. The Company controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through power over the entity which is the case in this instance.

Therefore each Subsidiary is treated as a simple investment and is measured at fair value through profit or loss.

Below is a summary of the Company's holdings in subsidiary unconsolidated structured entities as at 31 December 2015:

Babson Capital Global Loan Fund

Structured Entity ("SE")	Line item in Statement of Financial Position	No of Investments	Size of SEs Nominal in US\$m	Babson's Holding Fair Value in US\$m	% of Total Financial Assets at Fair Value through Profit or Loss	Maximum exposure to losses in US\$m
Babson Capital Global Loans Limited	Financial assets at fair value through profit or loss	1	6,935	6,935	99.79%	6,935

Babson Capital European Loan Fund

Structured Entity ("SE")	Line item in Statement of Financial Position	No of Investments	Size of SEs Nominal in €m	Babson's Holding Fair Value in €m	% of Total Financial Assets at Fair Value through Profit or Loss	Maximum exposure to losses in €m
Babson Capital European Senior Loans Limited	Financial assets at fair value through profit or loss	1	3,786	3,786	99.82%	3,786

Fund 3

Structured Entity ("SE")	Line item in Statement of Financial Position	No of Investments	Size of SEs Nominal in €m	Babson's Holding Fair Value in €m	% of Total Financial Assets at Fair Value through Profit or Loss	Maximum exposure to losses in €m
Fund 3 Subsidiary	Financial assets at fair value through profit or loss	1	19	19	100.00%	19

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

12. Interests in other entities (continued)

Fund 4

Structured Entity ("SE")	Line item in Statement of Financial Position	No of Investments	Size of SEs Nominal in €m	Babson's Holding Fair Value in €m	% of Total Financial Assets at Fair Value through Profit or Loss	Maximum exposure to losses in €m	Interest held
Babson Capital Global High Yield Bond Fund	Financial assets at fair value through profit or loss	1	186	39	59.52%	39	Class F EUR share class
Babson Capital Global Loan Fund	Financial assets at fair value through profit or loss	1	6,878	10	14.62%	10	Class F EUR Accumulation share class
Babson Capital Global Senior Secured Bond Fund	Financial assets at fair value through profit or loss	1	227	17	25.82%	17	Class F EUR share class

Fund 5

Structured Entity ("SE")	Line item in Statement of Financial Position	No of Investments	Size of SEs Nominal in US\$m	Babson's Holding Fair Value in US\$m	% of Total Financial Assets at Fair Value through Profit or Loss	Maximum exposure to losses in US\$m
Fund 5 Subsidiary	Financial assets at fair value through profit or loss	1	43	43	100.00%	43

Fund 6

Structured Entity ("SE")	Line item in Statement of Financial Position	No of Investments	Size of SEs Nominal in £m	Babson's Holding Fair Value in £m	% of Total Financial Assets at Fair Value through Profit or Loss	Maximum exposure to losses in £m
Fund 6 Subsidiary	Financial assets at fair value through profit or loss	1	118	118	100.00%	118

Fund 7

Structured Entity ("SE")	Line item in Statement of Financial Position	No of Investments	Size of SEs Nominal in US\$m	Babson's Holding Fair Value in US\$m	% of Total Financial Assets at Fair Value through Profit or Loss	Maximum exposure to losses in US\$m
Fund 7 Subsidiary	Financial assets at fair value through profit or loss	1	277	277	100.00%	277

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

12. Interests in other entities (continued)

Fund 8

Structured Entity ("SE")	Line item in Statement of Financial Position	No of Investments	Size of SEs Nominal in €m	Babson's Holding Fair Value in €m	% of Total Financial Assets at Fair Value through Profit or Loss	Maximum exposure to losses in €m
Fund 8 Subsidiary	Financial assets at fair value through profit or loss	1	260	260	99.99%	260

Below is a summary of the Company's holdings in subsidiary unconsolidated structured entities as at 31 December 2014:

Fund 4

Structured Entity ("SE")	Line item in Statement of Financial Position	No of Investments	Size of SEs Nominal in €m	Babson's Holding Fair Value in €m	% of Total Financial Assets at Fair Value through Profit or Loss	Maximum exposure to losses in €m	Interest held
Babson Capital Global High Yield Bond Fund	Financial assets at fair value through profit or loss	1	43	35	80.71%	35	Class F EUR share class
Babson Capital Global Loan Fund	Financial assets at fair value through profit or loss	1	5,792	13	0.22%	13	Class F EUR Accumulation share class
Babson Capital Global Senior Secured Bond Fund	Financial assets at fair value through profit or loss	1	185	16	8.66%	16	Class F EUR share class

Below is a summary of the Company's holdings in unconsolidated structured entity Subsidiaries as at 31 December 2014:

Babson Capital Global Loan Fund

Structured Entity ("SE")	Line item in Statement of Financial Position	No of Investments	Size of SEs Nominal in US\$m	Babson's Holding Fair Value in US\$m	% of Total Financial Assets at Fair Value through Profit or Loss	Maximum exposure to losses in US\$m
Babson Capital Global Loans Limited	Financial assets at fair value through profit or loss	1	5,869	5,869	99.97	5,869

Babson Capital European Loan Fund

Structured Entity ("SE")	Line item in Statement of Financial Position	No of Investments	Size of SEs Nominal in €m	Babson's Holding Fair Value in €m	% of Total Financial Assets at Fair Value through Profit or Loss	Maximum exposure to losses in €m
Babson Capital European Senior Loans Limited	Financial assets at fair value through profit or loss	1	2,243	2,220	99.57	2,220

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

12. Interests in other entities (continued)

Fund 3

	Line item in Statement of Financial Position	No of Investments	Size of SEs Nominal in €m	Babson's Holding Fair Value in €m	% of Total Financial Assets at Fair Value through Profit or Loss	Maximum exposure to losses in €m
Structured Entity ("SE") Fund 3 Subsidiary	Financial assets at fair value through profit or loss	1	29	29	100.00	29

Fund 5

	Line item in Statement of Financial Position	No of Investments	Size of SEs Nominal in US\$m	Babson's Holding Fair Value in US\$m	% of Total Financial Assets at Fair Value through Profit or Loss	Maximum exposure to losses in US\$m
Structured Entity ("SE") Fund 5 Subsidiary	Financial assets at fair value through profit or loss	1	56	56	100.00	56

Fund 6

	Line item in Statement of Financial Position	No of Investments	Size of SEs Nominal in £m	Babson's Holding Fair Value in £m	% of Total Financial Assets at Fair Value through Profit or Loss	Maximum exposure to losses in £m
Structured Entity ("SE") Fund 6 Subsidiary	Financial assets at fair value through profit or loss	1	123	123	100.00	123

Fund 7

	Line item in Statement of Financial Position	No of Investments	Size of SEs Nominal in US\$m	Babson's Holding Fair Value in US\$m	% of Total Financial Assets at Fair Value through Profit or Loss	Maximum exposure to losses in US\$m
Structured Entity ("SE") Fund 7 Subsidiary	Financial assets at fair value through profit or loss	1	275	275	100.00	275

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

13. NAV per redeemable share

The following tables detail the NAV of each tranche in each Fund as at 31 December 2015, 31 December 2014 and 31 December 2013:

Babson Capital Global Loan Fund	US\$ NAV 31 Dec 2015	US\$ NAV 31 Dec 2014	US\$ NAV 31 Dec 2013
Class A EUR Accumulation Shares	1,190,829	1,258,514	-
Class A EUR Distribution Shares	287,812,754	182,335,512	113,037,359
Class A GBP Accumulation Shares	390,673,601	402,313,548	448,491,718
Class A GBP Distribution Shares	259,130,504	175,517,074	191,678,000
Class A USD Accumulation Shares	175,352,073	214,300,152	250,618,991
Class A USD Distribution Shares	378,003,655	365,745,970	150,506,508
Class B CHF Accumulation Shares	228,864,030	155,060,690	214,041,059
Class B CHF Distribution Shares*	20,315,500	-	-
Class B EUR Accumulation Shares	440,600,497	368,858,516	393,045,193
Class B EUR Distribution Shares	156,329,182	89,717,166	-
Class B GBP Accumulation Shares	573,719,660	543,609,522	489,092,321
Class B GBP Distribution Shares	179,270,360	189,851,294	207,292,722
Class B USD Accumulation Shares	715,047,155	816,828,737	552,578,875
Class B USD Distribution Shares	693,268,351	184,230,653	-
Class C AUD Distribution Shares	1,370,644,869	1,121,193,788	924,981,534
Class C CHF Accumulation Shares	29,291,967	14,659,726	15,844,771
Class C EUR Accumulation Shares	92,878,978	2,401,110	365,402
Class C EUR Distribution Shares	1,374,565	747,504	-
Class C GBP Accumulation Shares	290,749,387	323,538,046	105,613,722
Class C GBP Distribution Shares	98,695,296	120,762,963	94,249,481
Class C SGD Accumulation Shares	30,314,944	28,449,807	-
Class C SEK Accumulation Shares	25,802,647	11,987,403	14,253,751
Class C USD Accumulation Shares	196,174,042	157,543,930	129,683,009
Class C USD Distribution Shares	23,918,461	24,730,940	25,409,633
Class D CHF Accumulation Shares	10,182,074	7,902,018	5,568,340
Class D CHF Distribution Shares	285,655	787,513	901,848
Class D DKK Accumulation Shares*	1,207,937	-	-
Class D EUR Accumulation Shares	3,593,709	2,580,575	2,961,688
Class D EUR Distribution Shares	1,542,882	149,276	151,451
Class D GBP Accumulation Shares	-	8,175,292	5,507,082
Class D GBP Distribution Shares	5,672,795	6,202,597	-
Class D NOK Accumulation Shares	886,539	888,477	-
Class D SEK Accumulation Shares	39,609,598	22,028,602	-
Class D SEK Distribution Shares	7,180,693	7,343,753	5,907,849
Class D USD Accumulation Shares	34,877,687	36,418,323	31,229,270
Class D USD Distribution Shares	1,286,437	6,436,713	4,681,126
Class E AUD Accumulation Shares	1,031,107	1,137,275	1,095,594
Class E CAD Distribution Shares	203,389	250,647	-
Class E CHF Accumulation Shares	-	130,757	-
Class E EUR Accumulation Shares	193,856	217,919	-
Class E EUR Distribution Shares	413,143	476,774	-
Class E SGD Accumulation Shares	355,271	378,883	-
Class E USD Accumulation Shares	99,588	749,678	642,640
Class E USD Distribution Shares	188,416	881,348	-
Class F EUR Accumulation Shares	10,437,533	15,687,387	12,947,074
Class F GBP Accumulation Shares	1,272,187	1,473,167	5,596,717
Class F USD Accumulation Shares	2,559,724	2,162,845	-
Class N USD Accumulation Shares	-	75,714,174	155,002,542
Class N USD Distribution Shares	95,047,563	98,324,200	101,021,329
Class S USD Accumulation Shares	1,438	1,434	1,840,988
	<u>6,877,552,528</u>	<u>5,792,142,192</u>	<u>4,655,839,587</u>

*These share classes launched during the financial year ended 31 December 2015.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

13. NAV per redeemable share (continued)

Babson Capital European Loan Fund	€ NAV 31 Dec 2015	€ NAV 31 Dec 2014	€ NAV 31 Dec 2013
Class A AUD Accumulating Shares	671,377	-	-
Class A CHF Accumulation Shares	20,677,293	8,244,600	7,634,140
Class A DKK Accumulating Shares	603,459	-	-
Class A DKK Distribution Shares*	-	-	-
Class A EUR Accumulation Shares	583,392,622	466,185,671	224,653,622
Class A EUR Distribution Shares	303,004,769	201,936,907	184,639,405
Class A GBP Accumulation Shares	347,010,768	303,412,313	83,174,018
Class A GBP Distribution Shares	12,342,654	5,032,491	-
Class A NOK Accumulating Shares*	-	-	-
Class A USD Accumulation Shares	101,755,102	119,047,615	61,438,721
Class A USD Distribution Shares	56,420,217	35,278,854	23,348,608
Class B EUR Accumulation Shares	1,502,393,217	719,841,191	496,072,149
Class B EUR Distribution Shares	34,205,975	14,215,904	14,349,948
Class B GBP Accumulation Shares	8,385,503	7,530,192	41,950,491
Class B GBP Distribution Shares	2,867,383	-	-
Class B NOK Accumulating Shares*	30,424,307	-	-
Class B USD Accumulating Shares*	63,460,308	-	-
Class B USD Distribution Shares*	133,981,667	-	-
Class C AUD Distribution Shares	400,357	395,830	-
Class C CAD Accumulation Shares	1,106,540	824,730	-
Class C CAD Distribution Shares	7,289,557	7,483,242	-
Class C CHF Accumulation Shares	4,517,161	5,895,614	-
Class C CHF Distribution Shares	319,875	122,113	-
Class C EUR Accumulation Shares	208,333,268	180,746,500	144,634,293
Class C EUR Distribution Shares	12,947,942	9,661,890	3,501,534
Class C GBP Accumulation Shares	1,372,262	529,440	-
Class C GBP Distribution Shares**	-	-	-
Class C SGD Accumulation Shares	88,686	335,506	-
Class C SGD Distribution Shares	1,296,432	1,443,571	-
Class C USD Accumulation Shares	84,611,828	14,556,621	4,706,014
Class C USD Distribution Shares	26,078,810	13,305,554	-
Class E AUD Accumulation Shares	1,711,762	1,162,668	-
Class E AUD Distribution Shares	2,906,399	1,058,236	-
Class E CAD Accumulation Shares	1,963,385	359,761	-
Class E CAD Distribution Shares	2,353,198	2,191,265	-
Class E CHF Accumulation Shares	860,278	666,662	-
Class E CHF Distribution Shares	228,739	164,529	-
Class E EUR Accumulation Shares	42,913,983	25,650,673	249,462
Class E EUR Distribution Shares	18,770,851	21,093,425	-
Class E GBP Accumulation Shares	2,854,786	1,428,534	-
Class E GBP Distribution Shares	674,522	505,242	-
Class E SGD Accumulation Shares	2,538,500	2,285,805	-
Class E SGD Distribution Shares	7,662,651	5,655,339	-
Class E USD Accumulation Shares	69,186,844	37,806,583	217,191
Class E USD Distribution Shares	69,120,720	53,755,744	-
	<u>3,773,705,957</u>	<u>2,269,810,815</u>	<u>1,290,569,596</u>

*These share classes launched during the financial year ended 31 December 2015.

**This share class launched and terminated during the financial year ended 31 December 2015.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

13. NAV per redeemable share (continued)

Fund 3	€ NAV 31 Dec 2015	€ NAV 31 Dec 2014	€ NAV 31 Dec 2013
Class A EUR Distribution shares	18,912,730	22,654,833	13,608,490
	<u>18,912,730</u>	<u>22,654,833</u>	<u>13,608,490</u>
Fund 4	€ NAV 31 Dec 2015	€ NAV 31 Dec 2014	€ NAV 31 Dec 2013
Class S EUR Accumulation shares	65,481,306	63,806,680	62,274,681
	<u>65,481,306</u>	<u>63,806,680</u>	<u>62,274,681</u>
Fund 5	US\$ NAV 31 Dec 2015	US\$ NAV 31 Dec 2014	US\$ NAV 31 Dec 2013
Class M USD Distribution Shares	569,128	719,910	646,738
Class N USD Distribution Shares	6,962,992	8,893,925	8,088,343
Class S USD Distribution Shares	35,806,704	45,381,246	40,447,356
	<u>43,338,824</u>	<u>54,995,081</u>	<u>49,182,437</u>
Fund 6	£ NAV 31 Dec 2015	£ NAV 31 Dec 2014	£ NAV 31 Dec 2013
Class Q GBP Accumulation shares	-	-	120,581,839
Class Q GBP Distribution Shares	115,823,604	120,581,820	-
	<u>115,823,604</u>	<u>120,581,820</u>	<u>120,581,839</u>
Fund 9*	£ NAV 31 Dec 2015	£ NAV 31 Dec 2014	£ NAV 31 Dec 2013
Class C GBP Accumulation Shares	-	-	4,265,491
	<u>-</u>	<u>-</u>	<u>4,265,491</u>
Fund 7	US\$ NAV 31 Dec 2015	US\$ NAV 31 Dec 2014	US\$ NAV 31 Dec 2013
Class A USD Distribution Shares	272,775,633	274,872,393	264,878,447
	<u>272,775,633</u>	<u>274,872,393</u>	<u>264,878,447</u>

*This share class launched during the financial year ended 31 December 2014.

**This share class launched and terminated during the financial year ended 31 December 2015.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

13. NAV per redeemable share (continued)

Fund 8***	€ NAV 31 Dec 2015	€ NAV 31 Dec 2014	€ NAV 31 Dec 2013
Class U EUR Accumulating Shares	120,522,183	-	-
Class U GBP Distribution Shares	134,749,873	-	-
	<u>255,272,056</u>	<u>-</u>	<u>-</u>

***This fund launched during the financial year ended 31 December 2015.

The following tables detail the NAV per share of each Fund as at 31 December 2015, 31 December 2014 and 31 December 2013. For information purposes, the published NAV as at 31 December 2015, 31 December 2014 and 31 December 2013 is also detailed below. The difference between the NAV per the financial statements ("FS") and the published NAV is due to adjustments required to conform to the principles of IFRS.

Babson Capital Global Loan Fund	Launch date	NAV per FS 31 Dec 2015	Published NAV 31 Dec 2015	NAV per FS 31 Dec 2014	Published NAV 31 Dec 2014	NAV per FS 31 Dec 2013	Published NAV 31 Dec 2013
Class A EUR Accumulation Shares	06.08.14	€99.40	€99.40	€99.76	€99.76	-	-
Class A EUR Distribution Shares	31.08.12	€98.77	€98.77	€102.22	€102.23	€104.60	€104.60
Class A GBP Accumulation Shares	31.03.11	£122.58	£122.58	£122.24	£122.24	£119.48	£119.48
Class A GBP Distribution Shares	28.03.13	£95.43	£95.43	£98.64	£98.64	£101.00	£101.01
Class A USD Accumulation Shares	28.02.12	US\$122.18	US\$122.18	US\$122.06	US\$122.06	US\$119.57	US\$119.58
Class A USD Distribution Shares	31.05.13	US\$95.64	US\$95.64	US\$98.85	US\$98.85	US\$100.82	US\$100.83
Class B CHF Accumulation Shares	28.03.13	CHF104.55	CHF104.55	CHF105.89	CHF105.89	CHF104.14	CHF104.14
Class B CHF Distribution Shares***		CHF95.96	CHF95.96	-	-	-	-
Class B EUR Accumulation Shares	30.04.13	€104.87	€104.87	€105.34	€105.34	€103.35	€103.35
Class B EUR Distribution Shares	28.07.14	€94.27	€94.27	€97.56	€97.57	-	-
Class B GBP Accumulation Shares	30.04.12	£117.23	£117.23	£116.99	£116.99	£114.40	£114.40
Class B GBP Distribution Shares	28.02.13	£96.20	£96.20	£99.45	£99.45	£101.81	£101.81
Class B USD Accumulation Shares	30.11.12	US\$110.75	US\$110.75	US\$110.73	US\$110.73	US\$108.55	US\$108.55
Class B USD Distribution Shares	28.07.14	US\$95.05	US\$95.05	US\$98.26	US\$98.26	-	-
Class C AUD Distribution Shares	28.10.11	AU\$104.97	AU\$104.97	AU\$108.07	AU\$108.06	AU\$110.39	AU\$110.39
Class C CHF Accumulation Shares	31.10.12	CHF108.82	CHF108.82	CHF110.30	CHF110.30	CHF108.58	CHF108.58
Class C EUR Accumulation Shares	31.01.12	€111.74	€111.74	€112.33	€112.33	€110.26	€110.26
Class C EUR Distribution Shares	03.01.14	€91.20	€91.20	€94.41	€94.43	-	-
Class C GBP Accumulation Shares	30.04.12	£116.88	£116.88	£116.72	£116.72	£114.24	£114.24
Class C GBP Distribution Shares	24.06.13	£96.55	£96.55	£99.84	£99.84	£102.13	£102.13
Class C SGD Accumulation Shares	28.02.14	SG\$101.78	SG\$101.78	SG\$100.96	SG\$100.96	-	-
Class C SEK Accumulation Shares	07.10.13	SEK103.48	SEK103.48	SEK104.21	SEK104.21	SEK101.85	SEK101.85
Class C USD Accumulation Shares	28.02.13	US\$107.51	US\$107.51	US\$107.56	US\$107.56	US\$105.53	US\$105.53
Class C USD Distribution Shares	31.12.12	US\$97.02	US\$97.02	US\$100.31	US\$100.31	US\$102.67	US\$102.67
Class D CHF Accumulation Shares	31.12.12	CHF106.99	CHF106.99	CHF108.55	CHF108.55	CHF106.93	CHF106.94
Class D CHF Distribution Shares	28.02.13	CHF96.04	CHF96.03	CHF99.70	CHF99.71	CHF102.05	CHF102.05
Class D DKK Accumulating Shares***		DKK95.94	DKK95.94	-	-	-	-
Class D EUR Accumulation Shares	28.03.13	€105.37	€105.37	€106.01	€106.01	€104.20	€104.21
Class D EUR Distribution Shares	02.12.13	€95.69	€95.69	€99.09	€99.09	€100.06	€100.06
Class D GBP Accumulation Shares	29.10.13	-	-	£103.08	£103.08	£100.98	£100.99
Class D GBP Distribution Shares	12.03.14	£94.18	£94.18	£97.40	£97.40	-	-
Class D NOK Accumulation Shares	31.10.14	NOK100.45	NOK100.45	NOK99.75	NOK99.75	-	-
Class D SEK Accumulation Shares	16.09.14	SEK98.57	SEK98.57	SEK99.35	SEK99.35	-	-
Class D SEK Distribution Shares	16.09.13	SEK95.30	SEK95.30	SEK98.82	SEK98.82	SEK101.02	SEK101.02
Class D USD Accumulation Shares	30.11.12	US\$110.21	US\$110.21	US\$110.38	US\$110.38	US\$108.40	US\$108.40
Class D USD Distribution Shares	30.11.11	US\$105.24	US\$105.24	US\$108.85	US\$108.85	US\$111.24	US\$111.24
Class E AUD Accumulation Shares	02.10.13	AU\$108.00	AU\$108.00	AU\$106.32	AU\$106.32	AU\$102.24	AU\$102.25
Class E CAD Distribution Shares	14.03.14	CA\$94.12	CA\$94.12	CA\$97.39	CA\$97.39	-	-
Class E CHF Accumulation Shares****	25.02.14	-	-	CHF100.35	CHF100.35	-	-
Class E EUR Accumulation Shares	12.03.14	€99.44	€99.44	€100.40	€100.40	-	-
Class E EUR Distribution Shares	28.11.14	€95.41	€95.41	€98.88	€98.89	-	-
Class E SGD Accumulation Shares	19.02.14	SG\$101.10	SG\$101.10	SG\$100.73	SG\$100.73	-	-
Class E USD Accumulation Shares	25.11.13	US\$101.53	US\$101.53	US\$102.05	US\$102.05	US\$100.58	US\$100.58

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

13. NAV per redeemable share (continued)

Babson Capital Global Loan Fund	Launch date	NAV per FS 31 Dec 2015	Published NAV 31 Dec 2015	NAV per FS 31 Dec 2014	Published NAV 31 Dec 2014	NAV per FS 31 Dec 2013	Published NAV 31 Dec 2013
Class E USD Distribution Shares	25.02.14	US\$94.67	US\$94.67	US\$97.99	US\$97.99	-	-
Class F EUR Accumulation Shares	30.04.12	€117.32	€117.32	€117.28	€117.28	€114.52	€114.52
Class F GBP Accumulation Shares	28.02.13	£109.80	£109.80	£109.06	£109.06	£106.17	£106.17
Class F USD Accumulation Shares	05.08.14	US\$100.39	US\$100.39	US\$99.89	US\$99.89	-	-
Class N USD Accumulation Shares****	30.09.11	-	-	US\$128.33	US\$128.33	US\$126.16	US\$126.17
Class N USD Distribution Shares	31.01.13	US\$96.78	US\$96.78	US\$100.12	US\$100.12	US\$102.47	US\$102.47
Class S USD Accumulation Shares	17.09.10	US\$132.18	US\$132.18	US\$131.84	US\$131.84	US\$129.05	US\$129.05
Babson Capital European Loan Fund							
Class A AUD Accumulating Shares	-	AU\$100.13	AU\$100.13	-	-	-	-
Class A CHF Accumulation Shares	11.11.13	CHF108.25	CHF108.25	CHF104.11	CHF104.11	CHF100.81	CHF100.81
Class A DKK Distribution Shares*	-	DKK98.56	DKK98.56	-	-	-	-
Class A EUR Accumulation Shares	01.09.11	€134.22	€134.22	€127.88	€127.88	€123.51	€123.51
Class A EUR Distribution Shares	01.09.11	€110.76	€110.76	€109.43	€109.43	€110.33	€110.33
Class A GBP Accumulation Shares	28.09.12	£123.06	£123.06	£116.51	£116.51	£112.19	£112.19
Class A GBP Distribution Shares	21.02.14	£100.13	£100.13	£98.74	£98.73	-	-
Class A NOK Accumulating Shares*	-	-	-	-	-	-	-
Class A USD Accumulation Shares	28.02.13	US\$116.41	US\$116.41	US\$110.46	US\$110.46	US\$106.61	US\$106.61
Class A USD Distribution Shares	09.10.13	US\$101.52	US\$101.52	US\$100.17	US\$100.16	US\$100.79	US\$100.79
Class B EUR Accumulation Shares	31.01.12	€131.01	€131.01	€124.73	€124.73	€120.38	€120.38
Class B EUR Distribution Shares	31.12.12	€104.21	€104.22	€102.94	€102.94	€103.82	€103.82
Class B GBP Accumulation Shares	28.09.12	£123.48	£123.48	£116.78	£116.78	£112.30	£112.30
Class B GBP Distribution Shares	-	£100.67	£100.67	-	-	-	-
Class B NOK Accumulating Shares*	-	NOK101.13	NOK101.13	-	-	-	-
Class B USD Accumulating Shares*	-	US\$100.87	US\$100.87	-	-	-	-
Class B USD Distribution Shares*	-	US\$101.32	US\$101.32	-	-	-	-
Class C AUD Distribution Shares	25.09.14	AU\$100.94	AU\$100.94	AU\$99.18	AU\$99.16	-	-
Class C CAD Accumulation Shares	03.06.14	CA\$107.36	CA\$107.36	CA\$101.47	CA\$101.47	-	-
Class C CAD Distribution Shares	30.06.14	CA\$99.80	CA\$99.80	CA\$98.42	CA\$98.40	-	-
Class C CHF Accumulation Shares	15.01.14	CHF106.62	CHF106.62	CHF102.64	CHF102.64	-	-
Class C CHF Distribution Shares	25.06.14	CHF99.23	CHF99.23	CHF98.33	CHF98.33	-	-
Class C EUR Accumulation Shares	28.10.11	€132.76	€132.76	€126.61	€126.61	€122.41	€122.41
Class C EUR Distribution Shares	28.02.13	€103.34	€103.34	€102.09	€102.09	€102.44	€102.44
Class C GBP Accumulation Shares	15.01.14	£108.91	£108.92	£103.22	£103.22	-	-
Class C GBP Distribution Shares**	-	-	-	-	-	-	-
Class C SGD Accumulation Shares	27.05.14	SG\$107.23	SG\$107.25	SG\$101.15	SG\$101.15	-	-
Class C SGD Distribution Shares	23.05.14	SG\$100.74	SG\$100.74	SG\$99.23	SG\$99.23	-	-
Class C USD Accumulation Shares	31.05.13	US\$113.35	US\$113.35	US\$107.64	US\$107.64	US\$104.01	US\$104.01
Class C USD Distribution Shares	27.05.14	US\$100.38	US\$100.38	US\$99.09	US\$99.08	-	-
Class E AUD Accumulation Shares	12.06.14	AU\$109.38	AU\$109.38	AU\$102.03	AU\$102.03	-	-
Class E AUD Distribution Shares	01.07.14	AU\$100.58	AU\$100.58	AU\$98.93	AU\$98.90	-	-
Class E CAD Accumulation Shares	19.05.14	CA\$107.11	CA\$107.11	CA\$101.55	CA\$101.55	-	-
Class E CAD Distribution Shares	14.10.14	CA\$100.83	CA\$100.83	CA\$99.50	CA\$99.59	-	-
Class E CHF Accumulation Shares	08.01.14	CHF106.28	CHF106.28	CHF102.53	CHF102.53	-	-
Class E CHF Distribution Shares	16.07.14	CHF99.36	CHF99.36	CHF98.57	CHF98.57	-	-
Class E EUR Accumulation Shares	10.10.13	€107.98	€107.98	€103.30	€103.30	€100.15	€100.15
Class E EUR Distribution Shares	14.04.14	€100.63	€100.63	€99.51	€99.51	-	-
Class E GBP Accumulation Shares	30.06.14	£105.79	£105.79	£100.53	£100.53	-	-
Class E GBP Distribution Shares	04.06.14	£99.72	£99.71	£98.46	£98.45	-	-
Class E SGD Accumulation Shares	19.05.14	SG\$107.09	SG\$107.09	SG\$101.07	SG\$101.07	-	-
Class E SGD Distribution Shares	23.05.14	SG\$100.38	SG\$100.38	SG\$98.92	SG\$98.91	-	-
Class E USD Accumulation Shares	30.12.13	US\$108.34	US\$108.34	US\$103.18	US\$103.18	US\$99.99	US\$99.99
Class E USD Distribution Shares	12.05.14	US\$100.17	US\$100.17	US\$98.90	US\$98.89	-	-
Fund 3							
Class A EUR Distribution shares	20.03.12	€67.06	€67.06	€102.49	€102.49	€112.06	€112.07

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

13. NAV per redeemable share (continued)

Fund 4	Launch date	NAV per FS 31 Dec 2015	Published NAV 31 Dec 2015	NAV per FS 31 Dec 2014	Published NAV 31 Dec 2014	NAV per FS 31 Dec 2013	Published NAV 31 Dec 2013
Class S EUR Accumulation shares	30.04.12	€127.10	€127.10	€123.85	€123.85	€120.88	€120.91
Fund 5							
Class M USD Distribution Shares	02.10.12	US\$91.93	US\$91.93	US\$106.27	US\$106.27	US\$120.20	US\$120.21
Class N USD Distribution Shares	31.01.13	US\$89.71	US\$89.71	US\$104.48	US\$104.48	US\$116.86	US\$116.87
Class S USD Distribution Shares	02.10.12	US\$92.49	US\$92.49	US\$107.19	US\$107.19	US\$120.12	US\$120.13
Fund 6							
Class Q GBP Accumulation shares	30.11.12	-	-	-	-	-	-
Class Q GBP Distribution shares	28.02.14	£92.25	£92.25	£96.04	£96.04	-	-
Fund 9*							
Class C GBP Accumulation Shares	28.02.13			-	-	£106.39	£106.66
Fund 7							
Class A USD Distribution Shares****		US\$94.84	US\$94.85	-	-	-	-
Fund 8							
Class U EUR Accumulating Shares****		€100.58	€100.58	-	-	-	-
Class U GBP Distribution Shares****		£99.31	£99.31	-	-	-	-

*This share class launched during the financial year ended 31 December 2014.

**This share class launched and terminated during the financial year ended 31 December 2015.

***This fund launched during the financial year ended 31 December 2015.

****This fund terminated during the financial year ended 31 December 2015.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

14. Distribution costs

The following distributions were declared by the funds during the financial year ended 31 December 2015.

Babson Capital Global Loan Fund

	31 March 2015		30 June 2015		30 Sept 2015		Total
	Value	Per	Value	Per	Value	Per	Value
	US\$	US\$	US\$	US\$	US\$	US\$	US\$
A EUR Class	1,714,190	1.11	2,067,988	1.25	1,846,338	1.11	5,628,516
A GBP Class	3,136,619	1.70	3,669,209	1.99	3,190,323	1.73	9,996,151
A USD Class	4,315,055	1.09	4,769,591	1.21	4,303,545	1.09	13,388,191
B CHF Class	-	-	-	-	86,737	0.79	86,737
B EUR Class	1,314,144	1.04	1,795,244	1.18	1,582,158	1.04	4,691,546
B GBP Class	2,068,358	1.69	2,496,862	1.98	2,168,029	1.72	6,733,249
B USD Class	3,368,152	1.07	4,614,156	1.18	7,427,538	1.06	15,409,846
C AUD Class	18,013,700	1.39	24,697,610	1.43	21,349,641	1.20	64,060,951
C EUR Class	5,180	0.99	5,848	1.12	6,336	0.98	17,364
C GBP Class	1,317,574	1.67	1,553,534	1.96	1,161,283	1.70	4,032,391
C USD Class	263,687	1.07	292,355	1.19	263,009	1.07	819,051
D CHF Class	2,348	0.79	2,638	0.89	2,217	0.74	7,203
D EUR Class	7,681	1.01	14,119	1.15	14,896	1.00	36,696
D GBP Class	64,940	1.59	76,340	1.87	66,066	1.62	207,346
D SEK Class	72,420	0.11	95,698	0.12	69,133	0.10	237,251
D USD Class	47,338	1.13	52,598	1.26	47,220	1.13	147,156
E CAD Class	2,571	0.86	2,798	0.94	2,237	0.75	7,606
E EUR Class	3,649	0.92	4,159	1.04	3,603	0.90	11,411
E USD Class	8,388	0.93	9,399	1.05	3,704	0.93	21,491
N USD Class	998,295	1.02	1,111,723	1.13	995,873	1.01	3,105,891
Total	36,724,289		47,331,869		44,589,886		128,646,044

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

14. Distribution costs (continued)

Babson Capital European Loan Fund

	31 March 2015		30 June 2015		30 Sept 2015		31 Dec 2015
	Value	Per Share	Value	Per Share	Value	Per Share	Total Value
	€	€	€	€	€	€	€
A DKK Class	-	-	3,080	0.15	5,548	0.14	8,628
A EUR Class	2,420,504	1.26	3,581,966	1.49	3,519,371	1.28	9,521,841
A GBP Class	66,507	1.77	85,572	2.10	205,225	1.83	357,304
A USD Class	549,001	1.16	665,549	1.33	749,988	0.85	1,964,538
B EUR Class	636,395	1.21	196,491	1.42	169,561	1.23	1,002,447
B USD Class	1,520,144	1.17	2,578,719	1.34	1,625,300	1.18	5,724,163
C AUD Class	7,664	1.30	8,106	1.37	6,707	1.13	22,477
C CAD Class	107,075	1.00	120,100	1.12	98,319	0.90	325,494
C CHF Class	1,321	0.88	1,585	1.06	1,282	0.86	4,188
C EUR Class	234,295	1.12	287,207	1.37	162,752	1.17	684,254
C GBP Class	-	-	4,649	2.11	-	-	4,649
C SGD Class	21,261	0.95	22,019	1.11	19,055	0.96	62,335
C USD Class	149,433	1.12	197,729	1.29	195,860	1.15	543,022
E AUD Class	31,105	1.24	42,207	1.31	36,997	1.08	110,309
E CAD Class	7,760	0.96	6,040	1.08	25,873	0.85	39,673
E CHF Class	1,635	0.81	2,481	0.99	1,980	0.79	6,096
E EUR Class	204,444	1.04	170,095	1.25	186,126	1.06	560,665
E GBP Class	6,494	1.63	7,976	2.00	6,702	1.68	21,172
E SGD Class	71,439	0.90	79,588	1.06	104,662	0.91	255,689
E USD Class	680,106	1.05	791,794	1.22	748,004	1.06	2,219,904
Total	6,716,583		8,852,953		7,869,312		23,438,848

Fund 3

	31 March 2015		30 Sept 2015		Total
	Value	Per Share	Value	Per Share	Total Value
	€	€	€	€	€
A EUR Class	341,740	1.55	13,866,587	49.17	14,208,327

Fund 5

	31 March 2015		30 June 2015		30 Sept 2015		Total
	Value	Per Share	Value	Per Share	Value	Per Share	Total Value
	US\$	US\$	US\$	US\$	US\$	US\$	US\$
M USD Class	6,348	0.94	62,451	9.22	48,646	7.18	117,445
N USD Class	64,059	0.75	784,708	9.22	611,247	7.18	1,460,014
S USD Class	341,030	0.81	3,902,841	9.22	3,040,107	7.18	7,283,978
Total	411,437		4,750,000		3,700,000		8,861,437

Fund 6

	31 March 2015		30 June 2015		30 Sept 2015		31 Dec 2015		Total
	Value	Per Share	Value	Per Share	Value	Per Share	Value	Per Share	Total Value
	€	€	€	€	€	€	€	€	€
Q GBP Class	1,817,071	1.45	1,860,155	1.48	1,726,021	1.37	1,806,440	1.44	7,209,687

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

14. Distribution costs (continued)

Fund 7

	31 March 2015		30 June 2015		30 Sept 2015		31 Dec 2015		Total
	Value	Per	Value	Per	Value	Per	Value	Per	Value
	€	€	€	€	€	€	€	€	€
A US\$ Class	3,862,507	1.41	5,155,171	1.85	4,387,490	1.55	4,421,962	1.54	17,827,130

Fund 8

	31 Dec 2015		Total
	Value	Per	Value
	€	€	€
U GBP Class	2,018,459	2.02	2,018,459

The following distributions were declared by the funds during the financial year ended 31 December 2014.

Babson Capital Global Loan Fund

	31 March 2014		30 June 2014		30 Sept 2014		31 Dec 2014		Total
	Value	Per	Value	Per	Value	Per	Value	Per	Value
	US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$
A EUR Class	1,505,527	1.46	1,874,847	1.59	1,944,964	1.47	1,959,122	1.33	7,284,460
A GBP Class	2,153,337	1.89	2,241,245	1.96	2,269,724	1.99	2,089,734	1.83	8,754,040
A USD Class	1,866,256	0.94	2,958,502	1.00	3,419,296	1.07	3,925,868	1.06	12,169,922
B EUR Class	-	-	-	-	665,013	0.88	947,340	1.25	1,612,353
B GBP Class	2,287,847	1.87	2,384,113	1.95	2,414,201	1.97	2,222,934	1.81	9,309,095
B US\$ Class	-	-	-	-	308,310	0.42	1,279,934	0.68	1,588,244
C AUD Class	15,279,950	1.59	16,893,339	1.73	17,856,061	1.48	20,127,552	1.58	70,156,902
C EUR Class	21,006	0.55	56,766	1.47	40,295	6.16	7,741	1.18	125,808
C GBP Class	1,170,186	1.75	1,291,961	1.92	1,496,287	1.92	1,392,941	1.79	5,351,375
C US\$ Class	262,764	1.07	268,796	1.09	272,572	1.11	264,991	1.07	1,069,123
D CHF Class	8,231	1.05	8,579	1.09	8,586	1.09	7,718	0.98	33,114
D EUR Class	1,523	1.09	1,995	1.43	-	-	475	0.38	3,993
D GBP Class	15,721	0.39	74,907	1.83	75,781	1.85	69,789	1.71	236,198
D SEK Class	75,175	0.18	76,666	0.18	80,203	0.14	80,023	0.14	312,067
D US\$ Class	47,248	1.13	58,013	1.05	64,832	1.15	64,878	1.10	234,971
E CAD Class	606	0.20	3,159	1.06	3,204	1.07	3,033	1.01	10,002
E EUR Class	-	-	-	-	-	-	1,575	0.40	1,575
E USD Class	644	0.16	3,770	0.95	3,822	0.96	5,083	0.57	13,319
N USD Class	994,480	1.01	1,017,914	1.04	1,031,890	1.05	1,003,137	1.02	4,047,421
Total	25,690,501		29,214,572		31,955,041		35,453,868		122,313,982

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

14. Distribution costs (continued)

Babson Capital European Loan Fund

	31 March 2014		30 June 2014		30 Sept 2014		31 Dec 2014		Total
	Value	Per Share	Value	Per Share	Value	Per Share	Value	Per Share	Value
	€	€	€	€	€	€	€	€	€
A EUR Class	2,007,939	1.19	2,088,460	1.14	2,220,254	1.20	2,294,360	1.24	8,611,013
A GBP Class	23,866	0.54	60,753	1.43	63,481	1.57	63,132	1.60	211,232
A USD Class	263,202	0.74	272,552	0.76	333,727	0.79	407,903	0.96	1,277,384
B EUR Class	158,144	1.15	154,285	1.12	159,432	1.15	164,263	1.19	636,124
C AUD Class	-	-	-	-	-	-	7,327	1.24	7,327
C CAD Class	-	-	-	-	92,136	0.87	103,166	0.97	195,302
C CHF Class	-	-	-	-	1,261	0.84	1,317	0.88	2,578
C EUR Class	50,630	0.75	73,160	1.03	86,821	1.00	102,316	1.08	312,927
C SGD Class	-	-	1,016	0.20	5,961	0.29	16,881	0.72	23,858
C USD Class	-	-	6,444	0.11	68,975	0.79	112,059	0.69	187,478
E AUD Class	-	-	-	-	10,766	0.68	19,093	1.20	29,859
E CAD Class	-	-	-	-	-	-	20,783	0.67	20,783
E CHF Class	-	-	-	-	659	0.66	1,496	0.75	2,155
E EUR Class	-	-	15,565	0.17	162,246	0.69	236,818	1.12	414,629
E GBP Class	-	-	1,299	0.33	5,442	1.37	5,761	1.45	12,502
E SGD Class	-	-	5,155	0.13	40,902	0.49	64,506	0.70	110,563
E USD Class	-	-	54,816	0.15	480,556	0.69	586,970	0.89	1,122,342
Total	2,503,781		2,733,505		3,732,619		4,208,151		13,178,056

Fund 3

	31 March 2014		30 June 2014		31 Dec 2014		Total
	Value	Per Share	Value	Per Share	Value	Per Share	Value
	€	€	€	€	€	€	€
A EUR Class	446,350	2.41	252,367	1.36	6,438,900	29.13	7,137,617

Fund 5

	31 March 2014		30 June 2014		30 Sept 2014		31 Dec 2014		Total
	Value	Per Share	Value	Per Share	Value	Per Share	Value	Per Share	Value
	US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$
M US\$ Class	5,833	1.08	12,187	1.97	140,139	3.07	14,242	2.10	172,401
N US\$ Class	58,836	0.87	133,837	1.73	1,591,331	2.77	161,731	1.90	1,945,735
S US\$ Class	314,441	0.93	700,150	1.81	8,268,530	2.89	838,942	1.98	10,122,063
Total	379,110		846,174		10,000,000		1,014,915		12,240,199

Fund 6

	31 March 2014		30 June 2014		30 Sept 2014		31 Dec 2014		Total
	Value	Per Share	Value	Per Share	Value	Per Share	Value	Per Share	Value
	€	€	€	€	€	€	€	€	€
Q GBP Class	623,674	0.51	1,834,290	1.48	1,808,503	1.44	1,831,923	1.46	6,098,390

Fund 7

	31 March 2014		30 June 2014		30 Sept 2014		31 Dec 2014		Total
	Value	Per Share	Value	Per Share	Value	Per Share	Value	Per Share	Value
	€	€	€	€	€	€	€	€	€
A US\$ Class	4,026,097	1.56	4,144,740	1.59	4,567,508	1.72	4,603,381	1.71	17,341,726

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

15. Exchange rates

The following exchange rates were used in to translate foreign currency amounts, investments and other assets and liabilities denominated in currencies other than US\$, £ and €:

Currency	Against US\$		Against £		Against €	
	31 Dec 2015	31 Dec 2014	31 Dec 2015	31 Dec 2014	31 Dec 2015	31 Dec 2014
AU\$	0.7287	0.8164	0.4943	0.5238	0.6705	0.6747
CA\$	0.7227	0.8607	0.4902	0.5522	0.6650	0.7113
CHF	0.9984	1.0058	0.6773	0.6453	0.9187	0.8312
DKK	0.1456	0.1625	0.0988	0.1042	0.1340	0.1343
€	1.0867	1.2101	0.7372	0.7764	-	-
£	1.4742	1.5586	-	-	1.3565	1.2880
NOK	0.1130	0.1342	0.0766	0.0861	0.1040	0.1109
SEK	0.1185	0.1283	0.0804	0.0823	0.1090	0.1060
SG\$	0.7053	0.7549	0.4784	0.4844	0.6490	0.6239
US\$	-	-	0.6783	0.6416	0.9202	0.8264

The following average exchange rates (against US\$) were used to convert the Statement of Comprehensive Income, the Statement of Changes in Net Assets and the Statement of Cash Flows for each US\$1 as follows:

Currency	31 Dec 2015	31 Dec 2014
€	0.9066	0.7587
£	0.6560	0.6080

16. Cross liability

While the provisions of the Companies Act, 2014 provide for segregated liability between Funds, these provisions have yet to be tested in foreign courts, in particular in satisfying local creditors' claims. Accordingly, it is not free from doubt that the assets of each Fund and Class may not be exposed to the liabilities of the other Funds and Classes within the Company. At 31 December 2015 or 31 December 2014, the Directors are not aware of any such existing or contingent liability.

17. Prospectus

A revised Prospectus was issued on 6 November 2015. Revised Supplements to the Prospectus were issued also on the same date for the following Funds:

Fund 3
Fund 4
Fund 5
Fund 6
Fund 7
Fund 8

18. Overdraft facility

The Company has entered into the following overdraft facilities with State Street Bank and Trust Company, RBC Bank and ScotiaBank.

The borrowers in each case are the section 110 subsidiaries of the sub-funds. The sub-funds guarantee the loans on behalf of their respective sub-funds. The credit facilities are multi-currency (USD, GBP, Euro). Borrowings are at 1.25% over the relevant index. There is a commitment fee of 0.25% per annum on the unused amount.

Borrower	Guarantor	New amount	
		Old amount USD millions	Effective 9 December 2015
1) Fund 6 Subsidiary	Fund 6	18	18
2) Fund 7 Subsidiary	Fund 7	14	14
3) Babson Capital Global Loans Limited	Babson Capital Global Loan Fund	400	465
4) Babson Capital European Senior Loans Limited	Babson Capital European Loan Fund	75	275

On 9 December 2015 facilities 1 and 2 above were renewed for one year with no changes, and facilities 3 and 4 above were renewed and increased. The two large facilities were also restructured to bring in additional lenders (RBC and ScotiaBank).

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

19. Contingent liabilities

There are no contingent liabilities as at 31 December 2015 or 31 December 2014.

20. Soft commissions

There were no soft commission arrangements entered into by the Investment Managers on behalf of the Company during the financial year ended 31 December 2015 and 31 December 2014.

21. Taxation

Under current Irish law and practice the Company qualifies as an investment undertaking under Section 739B of the Taxes Consolidation Act, 1997 and is not therefore chargeable to Irish tax on its relevant income or relevant gains. No stamp, transfer or registration tax is payable in Ireland on the issue, redemption or transfer of shares in the Company. Distributions and interest on securities issued in countries other than Ireland may be subject to taxes including withholding taxes imposed by such countries. The Company may not be able to benefit from a reduction in the rate of withholding tax by virtue of the double taxation agreement in operation between Ireland and other countries. The Company may not, therefore, be able to reclaim withholding tax suffered by it in particular countries.

To the extent that a chargeable event arises in respect of a shareholder, the Company may be required to deduct tax in connection with that chargeable event and pay the tax to the Irish Revenue Commissioners. A chargeable event can include dividend payments to shareholders, appropriation, cancellation, redemption, repurchase or transfer of shares, or a deemed disposal of shares every 8 years beginning from the date of acquisition of those shares. Certain exemptions can apply. To the extent that shareholders have appropriate tax declarations in place with the Company there may be no requirement to deduct tax.

The Funds (with the exception of Fund 4) hold their investments through Subsidiaries, which are Irish resident and are qualifying companies for the purposes of Section 110 of the Taxes Consolidation Act, 1997, as amended. The Subsidiaries are subject to corporation tax in Ireland on their profits computed as though they were carrying on a trade. However, as the Subsidiaries are financed by borrowing, the cost of this finance is deductible and accordingly their profits for tax purposes will not be material. Interest payable by the relevant Subsidiaries to the Funds can be paid free of any Irish withholding tax.

22. Comparative period

The comparative amounts in these financial statements are for the financial year ended 31 December 2014.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

23. Total Expense Ratio and Portfolio Ratio

Total Expense Ratio ("TER")

The average TER table shows the actual expenses incurred by the Fund, expressed as an annualised percentage of the average ("Avg.") Net Asset Value ("NAV") of the Fund for the corresponding year.

	Expense % of Avg. NAV 31 Dec 2015	Expense % of Avg. NAV 31 Dec 2014
Babson Capital Global Loan Fund		
Class A EUR Accumulation Shares	0.50	0.50
Class A EUR Distribution Shares	0.50	0.51
Class A GBP Accumulation Shares	0.50	0.51
Class A GBP Distribution Shares	0.50	0.50
Class A USD Accumulation Shares	0.49	0.49
Class A USD Distribution Shares	0.49	0.49
Class B CHF Accumulation Shares	0.58	0.58
Class B CHF Distribution Shares	0.58	-
Class B EUR Accumulation Shares	0.58	0.58
Class B EUR Distribution Shares	0.58	0.58
Class B GBP Accumulation Shares	0.58	0.58
Class B GBP Distribution Shares	0.58	0.58
Class B USD Accumulation Shares	0.56	0.57
Class B USD Distribution Shares	0.56	0.55
Class C AUD Distribution Shares	0.65	0.66
Class C CHF Accumulation Shares	0.65	0.66
Class C EUR Accumulation Shares	0.65	0.65
Class C EUR Distribution Shares	0.65	0.65
Class C GBP Accumulation Shares	0.65	0.66
Class C GBP Distribution Shares	0.65	0.66
Class C SEK Accumulation Shares	0.65	0.66
Class C SGD Accumulation Shares	0.65	0.65
Class C USD Accumulation Shares	0.64	0.64
Class C USD Distribution Shares	0.64	0.64
Class D CHF Accumulation Shares	0.75	0.76
Class D CHF Distribution Shares	0.75	0.76
Class D DKK Accumulating Shares	0.75	-
Class D EUR Accumulation Shares	0.75	0.76
Class D EUR Distribution Shares	0.75	0.75
Class D GBP Accumulation Shares	0.75	0.76
Class D GBP Distribution Share	0.75	0.75
Class D NOK Accumulation Shares	0.75	0.75
Class D SEK Accumulation Shares	0.75	0.75
Class D SEK Distribution Shares	0.75	0.76
Class D USD Accumulation Shares	0.74	0.74
Class D USD Distribution Shares	0.74	0.74
Class E AUD Accumulation Shares	1.10	1.11
Class E CAD Distribution Shares	1.11	1.09
Class E CHF Accumulation Shares	1.10	1.10
Class E EUR Accumulation Shares	1.10	1.10
Class E EUR Distribution Shares	1.10	1.10
Class E SGD Accumulation Shares	1.10	1.10
Class E USD Accumulation Shares	1.09	1.09
Class E USD Distribution Shares	1.09	1.09
Class F EUR Accumulation Shares	0.10	0.11
Class F GBP Accumulation Shares	0.10	0.11
Class F USD Accumulation Shares	0.09	0.09
Class N USD Accumulation Shares	0.84	0.84
Class N USD Distribution Shares	0.84	0.84
Class S USD Accumulation Shares	0.33	0.41

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

23. Total Expense Ratio and Portfolio Ratio (continued)

Total Expense Ratio ("TER") (continued)

	Expense % of Avg. NAV 31 Dec 2015	Expense % of Avg. NAV 31 Dec 2014
Babson Capital European Loan Fund		
Class A AUD Accumulating Shares	0.73	-
Class A CHF Accumulation Shares	0.70	0.71
Class A DKK Distribution Shares	0.70	-
Class A EUR Accumulation Shares	0.69	0.69
Class A EUR Distribution Shares	0.69	0.69
Class A GBP Accumulation Shares	0.70	0.71
Class A GBP Distribution Shares	0.70	0.70
Class A NOK Accumulating Shares	0.70	-
Class A USD Accumulation Shares	0.70	0.70
Class A USD Distribution Shares	0.70	0.71
Class B EUR Accumulation Shares	0.61	0.62
Class B EUR Distribution Shares	0.61	0.62
Class B GBP Accumulation Shares	0.63	0.63
Class B GBP Distribution Shares	0.65	-
Class B NOK Accumulating Shares	0.63	-
Class B USD Accumulating Shares	0.64	-
Class B USD Distribution Shares	0.63	-
Class C AUD Distribution Shares	0.80	0.80
Class C CAD Accumulation Shares	0.80	0.81
Class C CAD Distribution Shares	0.80	0.81
Class C CHF Accumulating Shares	0.80	-
Class C CHF Distribution Shares	0.80	0.80
Class C EUR Accumulation Shares	0.79	0.79
Class C EUR Distribution Shares	0.79	0.79
Class C GBP Accumulation Shares	0.80	0.81
Class C GBP Accumulation Shares	-	0.81
Class C GBP Distribution Shares	0.76	-
Class C SGD Accumulation Shares	0.80	0.81
Class C SGD Distribution Shares	0.80	0.81
Class C USD Accumulation Shares	0.80	0.81
Class C USD Distribution Shares	0.81	0.82
Class E SGD Accumulation Shares	1.10	1.11
Class E AUD Accumulation Shares	1.11	1.11
Class E AUD Distribution Shares	1.10	1.10
Class E CAD Accumulation Shares	1.10	1.11
Class E CAD Distribution Shares	1.11	1.10
Class E CHF Accumulation Shares	1.10	1.11
Class E CHF Distribution Shares	1.10	1.11
Class E EUR Accumulation Shares	1.09	1.09
Class E EUR Distribution Shares	1.09	1.10
Class E GBP Accumulation Shares	1.10	1.10
Class E GBP Distribution Shares	1.10	1.11
Class E SGD Distribution Shares	1.10	1.12
Class E USD Accumulation Shares	1.10	1.11
Class E USD Distribution Shares	1.10	1.11

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

23. Total Expense Ratio and Portfolio Ratio (continued)

Performance Data

Below is the historical performance data for the year ended 31 December 2015 and 31 December 2014:

	Net Return % 31 Dec 2015	Net Return % 31 Dec 2014
Babson Capital Global Loan Fund		
Class A EUR Accumulation Shares*	(0.37)	(0.24)
Class A EUR Distribution Shares	(0.30)	1.98
Class A GBP Accumulation Shares	0.28	2.31
Class A GBP Distribution Shares	0.37	2.29
Class A USD Accumulation Shares	0.10	2.07
Class A USD Distribution Shares	0.18	2.07
Class B CHF Accumulation Shares	(1.27)	1.68
Class B CHF Distribution Shares*	(3.27)	-
Class B EUR Accumulation Shares	(0.44)	1.93
Class B EUR Distribution Shares*	(0.35)	(0.73)
Class B GBP Accumulation Shares	0.21	2.26
Class B GBP Distribution Shares	0.29	2.23
Class B USD Accumulation Shares	0.02	2.01
Class B USD Distribution Shares*	0.11	(0.63)
Class C AUD Distribution Shares	2.15	4.41
Class C CHF Accumulation Shares	(1.34)	1.58
Class C EUR Accumulation Shares	(0.52)	1.88
Class C EUR Distribution Shares*	(0.45)	1.69
Class C GBP Accumulation Shares	0.14	2.17
Class C GBP Distribution Shares	0.21	2.16
Class C SDG Accumulation Shares*	0.81	0.96
Class C SEK Accumulation Shares	(0.70)	2.32
Class C USD Accumulation Shares	(0.05)	1.93
Class C USD Distribution Shares	0.03	1.93
Class D CHF Accumulation Shares	(1.44)	1.50
Class D CHF Distribution Shares	(1.35)	1.52
Class D DKK Accumulating Shares*	(3.22)	-
Class D EUR Accumulation Shares	(0.61)	1.73
Class D EUR Distribution Shares	(0.53)	1.18
Class D GBP Accumulation Shares	-	2.07
Class D GBP Distribution Shares*	0.12	0.94
Class D NOK Accumulation Shares*	0.71	(0.25)
Class D SEK Accumulation Shares*	(0.79)	(0.65)
Class D SEK Distribution Shares	(0.72)	2.22
Class D USD Accumulation Shares	(0.15)	1.83
Class D USD Distribution Shares	(0.08)	1.83

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

23. Total Expense Ratio and Portfolio Ratio (continued)

Performance Data (continued)

Below is the historical performance data for the year ended 31 December 2015 and 31 December 2014:

Babson Capital Global Loan Fund (continued)	Net Return % 31 Dec 2015	Net Return % 31 Dec 2014
Class E AUD Accumulation Shares	1.58	3.98
Class E CAD Distribution Shares*	(0.02)	1.11
Class E CHF Accumulation Shares*	-	0.35
Class E EUR Accumulation Shares*	(0.95)	0.40
Class E EUR Distribution Shares*	(0.89)	(0.79)
Class E SGD Accumulation Shares*	0.36	0.73
Class E USD Accumulation Shares	(0.51)	1.47
Class E USD Distribution Shares*	(0.42)	0.63
Class F EUR Accumulation Shares	0.03	2.41
Class F GBP Accumulation Shares	0.68	2.73
Class F USD Accumulation Shares*	-	(0.11)
Class N USD Accumulation Shares	0.50	1.71
Class N USD Distribution Shares	(0.18)	1.73
Class S USD Accumulation Shares	0.28	2.16

*These share classes launched during the financial year ended 31 December 2015.

Babson Capital European Loan Fund	Net Return % 31 Dec 2015	Net Return % 31 Dec 2014
Class A AUD Accumulating Shares*	0.13	-
Class A CHF Accumulation Shares	3.98	3.27
Class A DKK Distribution Shares*	0.73	-
Class A EUR Accumulation Shares	4.96	3.54
Class A EUR Distribution Shares	4.91	3.51
Class A GBP Accumulation Shares	5.62	3.85
Class A GBP Distribution Shares*	4.75	2.81
Class A NOK Accumulating Shares*	-	-
Class A USD Accumulation Shares	5.39	3.61
Class A USD Distribution Shares	5.02	3.59
Class B EUR Accumulation Shares	5.04	3.62
Class B EUR Distribution Shares	4.99	3.59
Class B GBP Accumulation Shares	5.74	3.99
Class B NOK Accumulating Shares*	1.13	-
Class B USD Accumulating Shares*	0.87	-
Class B USD Distribution Shares*	5.38	-
Class C AUD Distribution Shares*	6.48	1.05
Class C CAD Accumulation Shares*	5.80	1.47
Class C CAD Distribution Shares*	5.75	1.02
Class C CHF Accumulation Shares*	3.88	2.64
Class C CHF Distribution Shares*	3.93	0.41
Class C EUR Accumulation Shares	4.85	3.43
Class C EUR Distribution Shares	4.81	3.42
Class C GBP Accumulation Shares*	5.52	3.22
Class C GBP Distribution Shares**	2.16	-
Class C SGD Accumulation Shares*	6.01	1.15
Class C SGD Distribution Shares*	6.15	1.22
Class C USD Accumulation Shares	5.30	3.49
Class C USD Distribution Shares*	5.26	1.10
Class E AUD Accumulation Shares*	7.21	2.03
Class E AUD Distribution Shares*	6.04	1.73
Class E CAD Accumulation Shares*	5.47	1.55
Class E CAD Distribution Shares*	4.90	0.46
Class E CHF Accumulation Shares*	3.66	2.53

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

23. Total Expense Ratio and Portfolio Ratio (continued)

Performance Data (continued)

Below is the historical performance data for the year ended 31 December 2015 and 31 December 2014:

	Net Return % 31 Dec 2015	Net Return % 31 Dec 2014
Babson Capital European Loan Fund (continued)		
Class E CHF Distribution Shares*	2.10	0.27
Class E EUR Accumulation shares	4.53	3.14
Class E EUR Distribution Shares*	4.50	1.49
Class E GBP Accumulation Shares*	5.24	0.53
Class E GBP Distribution Shares*	5.19	0.92
Class E SGD Accumulation Shares*	5.96	1.07
Class E SGD Distribution Shares*	5.88	1.06
Class E USD Accumulation shares	5.00	3.19
Class E USD Distribution Shares*	4.99	1.08

*These share classes launched during the financial year ended 31 December 2015.

**This share class launched and terminated during the financial year ended 31 December 2015.

24. Significant events during the financial year

The following Funds launched additional share classes during the financial year:

Fund	Share Class	Launch Date
Babson Capital Global Loan Fund	Class B CHF Distribution Shares*	12 August 2015
	Class D DKK Accumulation Shares*	3 June 2015
Fund	Share Class	Launch Date
Babson Capital European Loan Fund	Class A DKK Distribution Shares*	8 May 2015
	Class A NOK Accumulation Shares*	22 April 2015
	Class B NOK Accumulation Shares*	24 August 2015
	Class B USD Accumulation Shares*	28 September 2015
	Class B USD Distribution Shares*	2 January 2015
	Class C GBP Distribution Shares**	29 May 2015

*These share classes launched during the financial year ended 31 December 2015.

**This share class launched and terminated during the financial year ended 31 December 2015.

Fund 8 launched on 4 September 2015.

The Companies Act, 2014 commenced on 1 June 2015. This act replaced all of the previously enacted Companies Acts, 1963 to 2013.

There were no other significant events affecting the Company since the financial year end date which require adjustment to or disclosure in the financial statements.

25. Subsequent events

Ms Barbara Healy was appointed to the Board on 13 January 2016.

Mr Hans Vogel resigned from the Board on 24 February 2016.

On 9 March 2016, Babson Capital Management, Cornerstone Real Estate Adviser, Wood Creek Capital Management and Baring Asset Management announced their intention to combine and create a leading global, multi-asset investment management firm, using the Barings brand. To date, there have been no changes to any contracts, arrangements or personnel that would affect the management of the fund.

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

25. Subsequent events (continued)

The following distributions were declared by the funds during the period ended 31 March 2016.

Babson Capital Global Loan Fund

	31 March 2016	
	Value	Per
	US\$	Share
	US\$	US\$
A EUR Class	2,827,041	1.04
A GBP Class	2,929,740	1.59
A USD Class	4,469,704	1.13
B CHF Class	161,316	0.76
B EUR Class	1,486,166	0.97
B GBP Class	1,995,345	1.58
B USD Class	8,068,362	1.11
C AUD Class	22,983,889	1.29
C EUR Class	6,911	0.92
C GBP Class	960,129	1.56
C USD Class	273,876	1.11
D CHF Class	2,138	0.72
D EUR Class	55,649	0.94
D GBP Class	60,690	1.49
D SEK Class	42,116	0.09
D USD Class	10,631	1.18
E CAD Class	2,227	0.74
E EUR Class	3,361	0.84
N USD Class	1,040,918	1.06
Total	47,380,209	

Babson Capital European Loan Fund

	31 March 2016	
	Value	Per
	€	Share
	€	€
A CHF Class	3,436	0.99
A DKK Class	7,842	0.15
A EUR Class	3,889,418	1.35
A GBP Class	166,102	1.83
A USD Class	672,330	1.31
B EUR Class	424,324	1.29
B GBP Class	37,259	1.86
B USD Class	1,908,685	1.32
C AUD Class	12,826	1.30
C CAD Class	106,837	0.97
C CHF Class	4,747	0.95
C EUR Class	179,490	1.23
C SGD Class	19,553	1.13
C USD Class	418,507	1.27
E AUD Class	55,239	1.24
E CAD Class	32,711	0.93
E CHF Class	891	0.88
E EUR Class	176,424	1.11
E GBP Class	8,468	1.70
E SGD Class	77,868	1.07
E USD Class	830,492	1.20
Total	9,033,449	

Babson Capital Global Investment Funds Plc

Notes to the Financial Statements for the financial year ended 31 December 2015 (continued)

25. Subsequent events (continued)

Fund 8

	31 March 2016	
	Value	Per
	€	Share
	€	€
U GBP Class	1,802,606	1.80
Total	1,802,606	

26. Approval of the financial statements

The Board of Directors approved these financial statements on the 13 April 2016.

Babson Capital Global Investment Funds Plc
Babson Capital Global Loan Fund
Schedule of Investments (Unaudited)
as at 31 December 2015

Loans to Subsidiary

Country	Industry	Obligor	Fair Value US\$	% of Net Assets
Ireland	Finance	Babson Capital Global Loans Limited	6,934,996,096	100.84
Total Loan (31 December 2014: US\$5,868,695,822)			6,934,996,096	100.84

Forward Foreign Exchange Contracts

Maturity	Counterparty	Currency	Amount Bought	Currency	Amount Sold	Unrealised Gain US\$	% of Net Assets
15/01/2016	National Australia Bank Limited	AUD	923,983,666	USD	666,330,821	6,653,658	0.10
15/01/2016	National Australia Bank Limited	USD	100	CHF	100	0	0.01
15/01/2016	National Australia Bank Limited	USD	151	GBP	100	3	0.00
15/01/2016	State Street Bank	AUD	100	USD	73	0	0.00
15/01/2016	State Street Bank	AUD	48,151,957	USD	34,755,360	316,168	0.00
15/01/2016	State Street Bank	AUD	36,318	USD	26,214	238	0.00
15/01/2016	State Street Bank	AUD	923,996,479	USD	666,330,821	6,662,990	0.10
15/01/2016	State Street Bank	AUD	1,395,439	USD	1,006,307	10,063	0.00
15/01/2016	State Street Bank	AUD	3,500,000	USD	2,527,781	21,448	0.00
15/01/2016	State Street Bank	AUD	60,000	USD	43,080	621	0.00
15/01/2016	State Street Bank	EUR	100	USD	109	0	0.00
15/01/2016	State Street Bank	USD	4,342	CAD	5,890	86	0.00
15/01/2016	State Street Bank	USD	1,188	CAD	1,617	19	0.00
15/01/2016	State Street Bank	USD	1,586	CAD	2,178	12	0.00
15/01/2016	State Street Bank	USD	122,786	CHF	121,326	1,604	0.00
15/01/2016	State Street Bank	USD	66,853	CHF	65,443	1,487	0.00
15/01/2016	State Street Bank	USD	1,531,655	CHF	1,499,363	34,061	0.00
15/01/2016	State Street Bank	USD	173,870	CHF	170,204	3,867	0.00
15/01/2016	State Street Bank	USD	2,041	CHF	1,998	45	0.00
15/01/2016	State Street Bank	USD	161,321	CHF	159,833	1,676	0.00
15/01/2016	State Street Bank	USD	1,174,850	CHF	1,156,645	19,569	0.00
15/01/2016	State Street Bank	USD	1,464	CHF	1,441	24	0.00
15/01/2016	State Street Bank	USD	52,178	CHF	51,370	869	0.00
15/01/2016	State Street Bank	USD	170,411	CHF	168,935	1,675	0.00
15/01/2016	State Street Bank	USD	44,837	CHF	44,216	674	0.00
15/01/2016	State Street Bank	USD	7,207	DKK	48,835	94	0.00
15/01/2016	State Street Bank	USD	8,392	DKK	57,322	42	0.00
15/01/2016	State Street Bank	USD	66,712	EUR	60,624	812	0.00
15/01/2016	State Street Bank	USD	1,142	EUR	1,038	14	0.00
15/01/2016	State Street Bank	USD	2,151	EUR	1,955	26	0.00
15/01/2016	State Street Bank	USD	8,372	EUR	7,644	62	0.00
15/01/2016	State Street Bank	USD	565,684	EUR	516,529	4,202	0.00
15/01/2016	State Street Bank	USD	3,092,807	EUR	2,799,039	50,171	0.00
15/01/2016	State Street Bank	USD	8,318	EUR	7,528	135	0.00
15/01/2016	State Street Bank	USD	1,097,436	EUR	993,197	17,803	0.00
15/01/2016	State Street Bank	USD	10,958	EUR	9,917	178	0.00
15/01/2016	State Street Bank	USD	2,010,895	EUR	1,819,892	32,621	0.00
15/01/2016	State Street Bank	USD	27,432	EUR	24,827	445	0.00
15/01/2016	State Street Bank	USD	3,733	EUR	3,417	18	0.00
15/01/2016	State Street Bank	USD	1,752	EUR	1,604	8	0.00
15/01/2016	State Street Bank	USD	10,774	EUR	9,864	52	0.00
15/01/2016	State Street Bank	USD	92,511	EUR	84,695	445	0.00
15/01/2016	State Street Bank	USD	728,000	EUR	666,492	3,505	0.00
15/01/2016	State Street Bank	USD	8,961	EUR	8,202	45	0.00
15/01/2016	State Street Bank	USD	902,607	EUR	826,170	4,537	0.00
15/01/2016	State Street Bank	USD	22,434	EUR	20,534	113	0.00

Babson Capital Global Investment Funds Plc
Babson Capital Global Loan Fund
Schedule of Investments (Unaudited)
as at 31 December 2015 (continued)

Forward Foreign Exchange Contracts (continued)

Maturity	Counterparty	Currency	Amount Bought	Currency	Amount Sold	Unrealised Gain US\$	% of Net Assets
15/01/2016	State Street Bank	USD	1,657,560	EUR	1,517,190	8,332	0.00
15/01/2016	State Street Bank	USD	6,858	EUR	6,277	34	0.00
15/01/2016	State Street Bank	USD	2,543,655	EUR	2,328,246	12,786	0.00
15/01/2016	State Street Bank	USD	270,318	EUR	247,221	1,581	0.00
15/01/2016	State Street Bank	USD	30,017	GBP	19,786	847	0.00
15/01/2016	State Street Bank	USD	7,578,513	GBP	4,998,867	208,970	0.00
15/01/2016	State Street Bank	USD	1,282,494	GBP	847,677	32,813	0.00
15/01/2016	State Street Bank	USD	2,818,446	GBP	1,862,879	72,111	0.00
15/01/2016	State Street Bank	USD	1,847,233	GBP	1,220,946	47,262	0.00
15/01/2016	State Street Bank	USD	2,093,761	GBP	1,383,891	53,570	0.00
15/01/2016	State Street Bank	USD	8,822	GBP	5,831	226	0.00
15/01/2016	State Street Bank	USD	4,108,434	GBP	2,715,509	105,116	0.00
15/01/2016	State Street Bank	USD	648,240	GBP	428,461	16,585	0.00
15/01/2016	State Street Bank	USD	44,846	GBP	29,803	909	0.00
15/01/2016	State Street Bank	USD	1,052,898	GBP	707,255	10,232	0.00
15/01/2016	State Street Bank	USD	7,363	GBP	4,946	72	0.00
15/01/2016	State Street Bank	USD	1,520,377	GBP	1,021,271	14,775	0.00
15/01/2016	State Street Bank	USD	3,374,732	GBP	2,266,883	32,797	0.00
15/01/2016	State Street Bank	USD	581,393	GBP	390,535	5,650	0.00
15/01/2016	State Street Bank	USD	2,292,171	GBP	1,539,703	22,276	0.00
15/01/2016	State Street Bank	USD	1,714,598	GBP	1,151,734	16,663	0.00
15/01/2016	State Street Bank	USD	1,167	NOK	10,113	25	0.00
15/01/2016	State Street Bank	USD	5,043	NOK	43,650	112	0.00
15/01/2016	State Street Bank	USD	6,902	NOK	60,133	109	0.00
15/01/2016	State Street Bank	USD	218,438	SEK	1,838,171	620	0.00
15/01/2016	State Street Bank	USD	2,045	SGD	2,870	21	0.00
15/01/2016	State Street Bank	USD	215,177	SGD	303,077	1,507	0.00
15/01/2016	State Street Bank	USD	2,725	SGD	3,844	15	0.00
15/01/2016	State Street Bank	USD	173,912	SGD	245,074	1,134	0.00

**Total unrealised gain on forward foreign exchange contracts
(31 December 2014: US\$1,743,305)**

14,513,335

0.21

Maturity	Counterparty	Currency	Amount Bought	Currency	Amount Sold	Unrealised Loss US\$	% of Net Assets
15/01/2016	National Australia Bank Limited	CHF	103,210,831	USD	104,662,500	(1,573,443)	(0.02)
15/01/2016	National Australia Bank Limited	EUR	71,158,546	USD	78,090,811	(739,443)	(0.01)
15/01/2016	National Australia Bank Limited	EUR	42,371,743	USD	46,499,598	(440,305)	(0.01)
15/01/2016	National Australia Bank Limited	EUR	130,728,290	USD	143,463,840	(1,358,461)	(0.02)
15/01/2016	National Australia Bank Limited	EUR	200,517,136	USD	220,051,516	(2,083,671)	(0.03)
15/01/2016	National Australia Bank Limited	GBP	195,335,837	USD	296,480,734	(8,508,336)	(0.13)
15/01/2016	National Australia Bank Limited	GBP	135,637,718	USD	205,870,928	(5,908,037)	(0.09)
15/01/2016	National Australia Bank Limited	GBP	88,311,211	USD	134,038,756	(3,846,613)	(0.06)
15/01/2016	National Australia Bank Limited	GBP	33,509,858	USD	50,861,263	(1,459,605)	(0.02)
15/01/2016	National Australia Bank Limited	GBP	61,006,675	USD	92,595,931	(2,657,297)	(0.04)

Babson Capital Global Investment Funds Plc
Babson Capital Global Loan Fund
Schedule of Investments (Unaudited)
as at 31 December 2015 (continued)

Forward Foreign Exchange Contracts (continued)

Maturity	Counterparty	Currency	Amount Bought	Currency	Amount Sold	Unrealised Loss US\$	% of Net Assets
15/01/2016	National Australia Bank Limited	GBP	99,101,989	USD	150,416,999	(4,316,634)	(0.06)
15/01/2016	National Australia Bank Limited	USD	73	AUD	100	-	0.00
15/01/2016	National Australia Bank Limited	USD	109	EUR	100	-	0.00
15/01/2016	State Street Bank	CAD	290,554	USD	214,360	(4,373)	0.00
15/01/2016	State Street Bank	CHF	100	USD	100	-	0.00
15/01/2016	State Street Bank	CHF	4,382	USD	4,462	(84)	0.00
15/01/2016	State Street Bank	CHF	666,318	USD	678,374	(12,842)	0.00
15/01/2016	State Street Bank	CHF	3,182,796	USD	3,240,384	(61,343)	0.00
15/01/2016	State Street Bank	CHF	313,173	USD	318,839	(6,036)	0.00
15/01/2016	State Street Bank	CHF	155,902	USD	158,723	(3,005)	0.00
15/01/2016	State Street Bank	CHF	10,128,777	USD	10,271,187	(154,361)	0.00
15/01/2016	State Street Bank	CHF	284,314	USD	288,311	(4,333)	0.00
15/01/2016	State Street Bank	CHF	103,211,354	USD	104,662,500	(1,572,920)	(0.02)
15/01/2016	State Street Bank	CHF	20,260,535	USD	20,545,397	(308,766)	0.00
15/01/2016	State Street Bank	CHF	28,850,896	USD	29,256,538	(439,682)	(0.01)
15/01/2016	State Street Bank	CHF	2,040,000	USD	2,076,748	(39,155)	0.00
15/01/2016	State Street Bank	CHF	15,100,000	USD	15,304,623	(222,439)	0.00
15/01/2016	State Street Bank	CHF	4,400,000	USD	4,479,694	(84,885)	0.00
15/01/2016	State Street Bank	CHF	50,900	USD	51,126	(286)	0.00
15/01/2016	State Street Bank	CHF	82,200	USD	82,565	(462)	0.00
15/01/2016	State Street Bank	DKK	157,694	USD	23,324	(354)	0.00
15/01/2016	State Street Bank	DKK	8,222,779	USD	1,210,024	(12,260)	0.00
15/01/2016	State Street Bank	EUR	2,834,310	USD	3,126,425	(45,450)	0.00
15/01/2016	State Street Bank	EUR	21,590	USD	23,815	(346)	0.00
15/01/2016	State Street Bank	EUR	5,757,538	USD	6,350,933	(92,325)	0.00
15/01/2016	State Street Bank	EUR	3,541	USD	3,906	(57)	0.00
15/01/2016	State Street Bank	EUR	7,523	USD	8,299	(121)	0.00
15/01/2016	State Street Bank	EUR	7,995,138	USD	8,819,149	(128,206)	0.00
15/01/2016	State Street Bank	EUR	1,690,073	USD	1,864,259	(27,101)	0.00
15/01/2016	State Street Bank	EUR	27,971	USD	30,854	(449)	0.00
15/01/2016	State Street Bank	EUR	25,091	USD	27,677	(402)	0.00
15/01/2016	State Street Bank	EUR	190,890	USD	210,564	(3,061)	0.00
15/01/2016	State Street Bank	EUR	70,035	USD	77,253	(1,123)	0.00
15/01/2016	State Street Bank	EUR	3,517,022	USD	3,859,562	(36,459)	0.00
15/01/2016	State Street Bank	EUR	377,142	USD	413,874	(3,910)	0.00
15/01/2016	State Street Bank	EUR	42,372,709	USD	46,499,599	(439,256)	(0.01)
15/01/2016	State Street Bank	EUR	1,254,099	USD	1,376,242	(13,001)	0.00
15/01/2016	State Street Bank	EUR	1,404,860	USD	1,541,686	(14,563)	0.00
15/01/2016	State Street Bank	EUR	9,532,336	USD	10,460,738	(98,817)	0.00
15/01/2016	State Street Bank	EUR	130,731,269	USD	143,463,841	(1,355,224)	(0.02)
15/01/2016	State Street Bank	EUR	177,074	USD	194,320	(1,836)	0.00
15/01/2016	State Street Bank	EUR	71,160,167	USD	78,090,812	(737,681)	(0.01)
15/01/2016	State Street Bank	EUR	200,521,704	USD	220,051,515	(2,078,706)	(0.03)
15/01/2016	State Street Bank	EUR	1,084,023	USD	1,189,601	(11,238)	0.00
15/01/2016	State Street Bank	EUR	67,021	USD	73,711	(858)	0.00
15/01/2016	State Street Bank	GBP	100	USD	151	(3)	0.00
15/01/2016	State Street Bank	GBP	51,600	USD	77,445	(1,374)	0.00
15/01/2016	State Street Bank	GBP	17,512	USD	26,588	(771)	0.00
15/01/2016	State Street Bank	GBP	1,770,497	USD	2,688,052	(77,910)	0.00
15/01/2016	State Street Bank	GBP	553,023	USD	839,625	(24,335)	0.00
15/01/2016	State Street Bank	GBP	898,431	USD	1,364,040	(39,535)	0.00
15/01/2016	State Street Bank	GBP	3,930	USD	5,966	(173)	0.00
15/01/2016	State Street Bank	GBP	1,234,263	USD	1,873,916	(54,313)	0.00
15/01/2016	State Street Bank	GBP	299,470	USD	454,670	(13,178)	0.00

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as at 31 December 2015 (continued)

Forward Foreign Exchange Contracts (continued)

Maturity	Counterparty	Currency	Amount Bought	Currency	Amount Sold	Unrealised Loss US\$	% of Net Assets
15/01/2016	State Street Bank	GBP	800,565	USD	1,215,455	(35,228)	0.00
15/01/2016	State Street Bank	GBP	135,637,272	USD	205,870,929	(5,908,695)	(0.10)
15/01/2016	State Street Bank	GBP	88,310,920	USD	134,038,756	(3,847,042)	(0.06)
15/01/2016	State Street Bank	GBP	3,871,711	USD	5,876,502	(168,661)	0.00
15/01/2016	State Street Bank	GBP	33,509,749	USD	50,861,264	(1,459,768)	(0.02)
15/01/2016	State Street Bank	GBP	866,762	USD	1,315,576	(37,758)	0.00
15/01/2016	State Street Bank	GBP	195,335,195	USD	296,480,735	(8,509,285)	(0.13)
15/01/2016	State Street Bank	GBP	99,101,663	USD	150,417,000	(4,317,114)	(0.06)
15/01/2016	State Street Bank	GBP	61,006,474	USD	92,595,932	(2,657,593)	(0.04)
15/01/2016	State Street Bank	GBP	352,500	USD	535,166	(15,495)	0.00
15/01/2016	State Street Bank	GBP	6,000	USD	9,109	(264)	0.00
15/01/2016	State Street Bank	GBP	138,882	USD	210,552	(5,806)	0.00
15/01/2016	State Street Bank	GBP	7,750	USD	11,801	(376)	0.00
15/01/2016	State Street Bank	GBP	72,112	USD	107,677	(1,367)	0.00
15/01/2016	State Street Bank	GBP	185,000	USD	274,170	(1,435)	0.00
15/01/2016	State Street Bank	NOK	7,944,918	USD	915,370	(17,886)	0.00
15/01/2016	State Street Bank	SEK	9,803,537	USD	1,167,651	(5,961)	0.00
15/01/2016	State Street Bank	SEK	1,688,305	USD	201,086	(1,027)	0.00
15/01/2016	State Street Bank	SEK	6,049,851	USD	720,568	(3,679)	0.00
15/01/2016	State Street Bank	SEK	213,757,216	USD	25,365,514	(35,922)	0.00
15/01/2016	State Street Bank	SEK	328,547,165	USD	38,987,071	(55,213)	0.00
15/01/2016	State Street Bank	SEK	59,488,603	USD	7,059,219	(9,997)	0.00
15/01/2016	State Street Bank	SGD	7,576	USD	5,385	(44)	0.00
15/01/2016	State Street Bank	SGD	647,181	USD	460,002	(3,737)	0.00
15/01/2016	State Street Bank	SGD	502,071	USD	357,225	(3,263)	0.00
15/01/2016	State Street Bank	SGD	42,758,368	USD	30,422,717	(277,914)	0.00
15/01/2016	State Street Bank	USD	5,921	AUD	8,131	(1)	0.00
15/01/2016	State Street Bank	USD	9,603,511	AUD	13,281,302	(69,940)	0.00
15/01/2016	State Street Bank	USD	7,678	AUD	10,721	(130)	0.00
15/01/2016	State Street Bank	USD	7,700,479	AUD	10,729,757	(114,551)	0.00
15/01/2016	State Street Bank	USD	50,625	SEK	428,044	(97)	0.00
15/01/2016	State Street Bank	USD	180,703	SEK	1,527,887	(347)	0.00
15/01/2016	State Street Bank	USD	351,531	SEK	2,985,345	(2,224)	0.00
15/01/2016	State Street Bank	USD	146,809	SEK	1,247,962	(1,071)	0.00
15/01/2016	State Street Bank	USD	40,994	SEK	348,473	(299)	0.00

Total unrealised loss on forward foreign exchange contracts
(31 December 2014: (US\$39,027,446))

(68,690,403) (1.00)

Net loss on forward foreign exchange contracts
(31 December 2014: (US\$37,284,141))

(54,177,068) (0.79)

Summary

Total investments designated at fair value through profit or loss
Net loss on forward foreign exchange contracts
Other assets
Other liabilities

Fair Value US\$	% of Net Assets
6,934,996,096	100.84
(54,177,068)	(0.79)
390,133	0.01
(3,656,633)	(0.06)

Total Net Assets

6,877,552,528 100.00

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Loans to Subsidiary

Country	Industry	Obligor	Fair Value €	% of Net Assets
Ireland	Finance	Babson Capital European Senior Loans Limited	3,785,827,282	100.32
Total Loans to Subsidiary (31 December 2014: €2,242,683,019)			3,785,827,282	100.32

Forward Foreign Exchange Contracts

Maturity	Counterparty	Currency	Amount Bought	Currency	Amount Sold	Unrealised Gain €	% of Net Assets
15/01/2016	State Street Bank	AUD	3,524	EUR	2,306	55	0.00
15/01/2016	State Street Bank	AUD	11,992	EUR	7,847	188	0.00
15/01/2016	State Street Bank	AUD	25,846	EUR	16,912	406	0.00
15/01/2016	State Street Bank	AUD	100,000	EUR	66,105	899	0.00
15/01/2016	State Street Bank	AUD	592,329	EUR	389,245	7,638	0.00
15/01/2016	State Street Bank	AUD	1,046,812	EUR	687,905	13,499	0.00
15/01/2016	State Street Bank	AUD	2,539,766	EUR	1,668,989	32,752	0.00
15/01/2016	State Street Bank	AUD	4,218,315	EUR	2,772,036	54,398	0.00
15/01/2016	State Street Bank	EUR	45,893	CAD	68,664	242	0.00
15/01/2016	State Street Bank	EUR	87,188	CAD	130,449	460	0.00
15/01/2016	State Street Bank	EUR	100,876	CAD	150,928	532	0.00
15/01/2016	State Street Bank	EUR	301,494	CAD	451,086	1,589	0.00
15/01/2016	State Street Bank	EUR	1,148	CHF	1,244	5	0.00
15/01/2016	State Street Bank	EUR	1,602	CHF	1,736	7	0.00
15/01/2016	State Street Bank	EUR	9,310	CHF	10,087	42	0.00
15/01/2016	State Street Bank	EUR	21,314	CHF	23,093	95	0.00
15/01/2016	State Street Bank	EUR	91,786	CHF	99,447	409	0.00
15/01/2016	State Street Bank	EUR	209,872	CHF	227,216	1,094	0.00
15/01/2016	State Street Bank	EUR	258,882	CHF	279,697	1,882	0.00
15/01/2016	State Street Bank	EUR	294,574	CHF	317,625	2,723	0.00
15/01/2016	State Street Bank	EUR	455	DKK	3,393	0	0.00
15/01/2016	National Australia Bank Limited	EUR	139	GBP	100	3	0.00
15/01/2016	State Street Bank	EUR	5,405,964	GBP	3,927,660	11	0.00
15/01/2016	State Street Bank	EUR	46,244	GBP	33,598	177	0.00
15/01/2016	State Street Bank	EUR	191,885	GBP	139,412	203	0.00
15/01/2016	State Street Bank	EUR	130,347	GBP	94,703	357	0.00
15/01/2016	State Street Bank	EUR	12,101	GBP	8,792	678	0.00
15/01/2016	State Street Bank	EUR	46,867	GBP	34,051	687	0.00
15/01/2016	State Street Bank	EUR	759	GBP	551	1,910	0.00
15/01/2016	State Street Bank	EUR	24,359	GBP	17,698	2,812	0.00
15/01/2016	State Street Bank	EUR	13,876	GBP	10,082	79,220	0.00
15/01/2016	State Street Bank	EUR	568,989	NOK	5,438,631	3,810	0.00
15/01/2016	National Australia Bank Limited	EUR	92	USD	100	0	0.00
15/01/2016	State Street Bank	EUR	3,658	USD	3,961	14	0.00
15/01/2016	State Street Bank	SGD	136,933	EUR	88,781	28	0.00
15/01/2016	State Street Bank	SGD	2,003,414	EUR	1,298,918	417	0.00
15/01/2016	State Street Bank	SGD	3,935,297	EUR	2,551,458	819	0.00
15/01/2016	State Street Bank	SGD	11,874,679	EUR	7,698,975	2,470	0.00
15/01/2016	State Street Bank	USD	100	EUR	92	0	0.00
15/01/2016	State Street Bank	USD	200,000	EUR	183,821	166	0.00
15/01/2016	State Street Bank	USD	36,000	EUR	32,942	176	0.00
15/01/2016	State Street Bank	USD	300,000	EUR	275,732	250	0.00
15/01/2016	State Street Bank	USD	327,680	EUR	301,173	273	0.00
15/01/2016	State Street Bank	USD	99,206	EUR	90,730	534	0.00
15/01/2016	State Street Bank	USD	100,000	EUR	91,283	711	0.00
15/01/2016	State Street Bank	USD	100,000	EUR	91,264	730	0.00
15/01/2016	State Street Bank	USD	280,339	EUR	257,086	809	0.00
15/01/2016	State Street Bank	USD	127,853	EUR	116,684	933	0.00

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Forward Foreign Exchange Contracts (continued)

Maturity	Counterparty	Currency	Amount Bought	Currency	Amount Sold	Unrealised Gain €	% of Net Assets
15/01/2016	State Street Bank	USD	210,000	EUR	192,214	974	0.00
15/01/2016	State Street Bank	USD	74,502	EUR	67,544	993	0.00
15/01/2016	State Street Bank	USD	140,000	EUR	127,745	1,046	0.00
15/01/2016	State Street Bank	USD	200,000	EUR	182,566	1,422	0.00
15/01/2016	State Street Bank	USD	218,800	EUR	199,648	1,635	0.00
15/01/2016	State Street Bank	USD	400,000	EUR	366,121	1,855	0.00
15/01/2016	State Street Bank	USD	400,000	EUR	366,121	1,855	0.00
15/01/2016	State Street Bank	USD	204,222	EUR	185,686	2,186	0.00
15/01/2016	State Street Bank	USD	248,492	EUR	225,908	2,690	0.00
15/01/2016	State Street Bank	USD	301,860	EUR	274,462	3,231	0.00
15/01/2016	State Street Bank	USD	740,000	EUR	677,324	3,431	0.00
15/01/2016	State Street Bank	USD	778,969	EUR	712,412	4,192	0.00
15/01/2016	State Street Bank	USD	500,000	EUR	454,558	5,412	0.00
15/01/2016	State Street Bank	USD	650,000	EUR	590,925	7,035	0.00
15/01/2016	State Street Bank	USD	990,000	EUR	897,540	13,200	0.00
15/01/2016	State Street Bank	USD	28,148,839	EUR	25,650,599	244,617	0.01
15/01/2016	State Street Bank	USD	31,256,819	EUR	28,482,742	271,626	0.01
15/01/2016	National Australia Bank Limited	USD	31,257,532	EUR	28,482,743	272,281	0.01
15/01/2016	State Street Bank	USD	35,211,669	EUR	32,086,595	305,994	0.01
15/01/2016	National Australia Bank Limited	USD	35,212,470	EUR	32,086,594	306,732	0.01
15/01/2016	State Street Bank	USD	37,849,158	EUR	34,490,004	328,914	0.01
15/01/2016	National Australia Bank Limited	USD	37,850,021	EUR	34,490,004	329,707	0.01
15/01/2016	State Street Bank	USD	38,725,937	EUR	35,288,968	336,533	0.01
15/01/2016	National Australia Bank Limited	USD	38,726,820	EUR	35,288,968	337,345	0.01
15/01/2016	State Street Bank	USD	46,958,390	EUR	42,790,782	408,074	0.01
15/01/2016	National Australia Bank Limited	USD	46,959,461	EUR	42,790,783	409,058	0.01
15/01/2016	State Street Bank	USD	55,597,963	EUR	50,663,583	483,153	0.01
15/01/2016	National Australia Bank Limited	USD	55,599,230	EUR	50,663,584	484,318	0.01
15/01/2016	State Street Bank	USD	73,937,836	EUR	67,375,773	642,528	0.01
15/01/2016	National Australia Bank Limited	USD	73,939,521	EUR	67,375,773	644,078	0.02

**Total unrealised gain on forward foreign exchange contracts
(31 December 2014: €9,748,156)**

6,073,228

0.16

Maturity	Counterparty	Currency	Amount Bought	Currency	Amount Sold	Unrealised Loss €	% of Net Assets
15/01/2016	National Australia Bank Limited	CAD	11,383,752	EUR	7,652,962	(3,479,403)	(0.10)
15/01/2016	State Street Bank	CAD	3,808,347	EUR	2,560,240	(264,817)	(0.01)
15/01/2016	State Street Bank	CAD	3,075,607	EUR	2,067,641	(3)	(0.00)
15/01/2016	State Street Bank	CAD	1,732,829	EUR	1,164,930	(0)	(0.00)
15/01/2016	State Street Bank	CHF	100,000	EUR	92,519	(3,480,134)	(0.10)
15/01/2016	State Street Bank	CHF	4,902,544	EUR	4,530,227	(247,075)	(0.01)
15/01/2016	State Street Bank	CHF	108,470	EUR	100,115	(167,874)	(0.00)
15/01/2016	State Street Bank	CHF	50,000	EUR	46,395	(110,559)	(0.00)
15/01/2016	State Street Bank	CHF	1,772,106	EUR	1,637,526	(57,550)	(0.00)
15/01/2016	State Street Bank	CHF	32,022	EUR	29,626	(57,237)	(0.00)

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Babson Capital European Loan Fund
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Forward Foreign Exchange Contracts (continued)

Maturity	Counterparty	Currency	Amount Bought	Currency	Amount Sold	Unrealised Loss €	% of Net Assets
15/01/2016	State Street Bank	CHF	21,250,240	EUR	19,636,421	(27,553)	(0.00)
15/01/2016	State Street Bank	CHF	100,000	EUR	92,558	(25,507)	(0.00)
15/01/2016	State Street Bank	CHF	317,625	EUR	294,574	(22,824)	(0.00)
15/01/2016	State Street Bank	CHF	250,283	EUR	231,276	(13,534)	(0.00)
15/01/2016	State Street Bank	CHF	227,216	EUR	209,872	(12,860)	(0.00)
15/01/2016	State Street Bank	CHF	50,000	EUR	46,268	(9,220)	(0.00)
15/01/2016	State Street Bank	CHF	279,697	EUR	258,882	(1,817)	(0.00)
15/01/2016	State Street Bank	CHF	97,281	EUR	89,977	(1,302)	(0.00)
15/01/2016	State Street Bank	CHF	349,266	EUR	322,742	(417)	(0.00)
15/01/2016	State Street Bank	DKK	4,505,711	EUR	604,191	(84,480)	(0.00)
15/01/2016	State Street Bank	EUR	28,873	AUD	44,126	(183)	(0.00)
15/01/2016	State Street Bank	EUR	85,859	CAD	130,362	(128)	(0.00)
15/01/2016	State Street Bank	EUR	12,004	SGD	18,630	(365)	(0.00)
15/01/2016	State Street Bank	EUR	417	SGD	648	(32,626)	(0.00)
15/01/2016	State Street Bank	EUR	6,111	SGD	9,484	(1,094)	(0.00)
15/01/2016	State Street Bank	EUR	36,221	SGD	56,212	(452)	(0.00)
15/01/2016	State Street Bank	EUR	663,924	USD	725,952	(38,524)	(0.00)
15/01/2016	State Street Bank	EUR	3,640	USD	3,960	(29,303)	(0.00)
15/01/2016	State Street Bank	EUR	1,375,932	USD	1,517,741	(28,262)	(0.00)
15/01/2016	State Street Bank	EUR	1,598,290	USD	1,746,915	(24,438)	(0.00)
15/01/2016	State Street Bank	EUR	21,741	USD	23,759	(20,711)	(0.00)
15/01/2016	State Street Bank	EUR	2,782	USD	3,026	(20,390)	(0.00)
15/01/2016	State Street Bank	EUR	174,742	USD	192,185	(20,297)	(0.00)
15/01/2016	State Street Bank	EUR	9,315	USD	10,181	(16,416)	(0.00)
15/01/2016	State Street Bank	EUR	284,063	USD	310,478	(7,320)	(0.00)
15/01/2016	State Street Bank	EUR	715,971	USD	787,547	(2,723)	(0.00)
15/01/2016	State Street Bank	EUR	51,829	USD	56,671	(2,690)	(0.00)
15/01/2016	State Street Bank	EUR	1,656,609	USD	1,827,345	(1,882)	(0.00)
15/01/2016	State Street Bank	EUR	2,611,538	USD	2,880,694	(1,050)	(0.00)
15/01/2016	State Street Bank	EUR	48,487	USD	53,017	(693)	(0.00)
15/01/2016	State Street Bank	EUR	1,403,992	USD	1,548,693	(673)	(0.00)
15/01/2016	State Street Bank	EUR	1,112,799	USD	1,227,488	(633)	(0.00)
15/01/2016	State Street Bank	EUR	1,382,222	USD	1,524,679	(609)	(0.00)
15/01/2016	State Street Bank	EUR	8,735	USD	9,635	(590)	(0.00)
15/01/2016	State Street Bank	EUR	1,986,427	USD	2,191,156	(447)	(0.00)
15/01/2016	State Street Bank	EUR	225,908	USD	248,492	(325)	(0.00)
15/01/2016	State Street Bank	EUR	97,444	USD	106,771	(236)	(0.00)
15/01/2016	State Street Bank	EUR	496,230	USD	547,374	(203)	(0.00)
15/01/2016	State Street Bank	EUR	90,730	USD	99,206	(78)	(0.00)
15/01/2016	State Street Bank	EUR	454,017	USD	497,475	(40)	(0.00)
15/01/2016	State Street Bank	EUR	223,516	USD	244,398	(3)	(0.00)
15/01/2016	State Street Bank	GBP	6,263,107	EUR	8,661,982	(8,765)	(0.00)
15/01/2016	State Street Bank	GBP	100	EUR	139	(8,524)	(0.00)
15/01/2016	State Street Bank	GBP	129,838,421	EUR	179,568,722	(3,907)	(0.00)
15/01/2016	State Street Bank	NOK	49,796,892	EUR	5,207,484	(3,629)	(0.00)
15/01/2016	State Street Bank	GBP	129,838,960	EUR	179,568,721	(2,057)	(0.00)
15/01/2016	State Street Bank	GBP	504,936	EUR	698,335	(1,558)	(0.00)
15/01/2016	State Street Bank	USD	100	EUR	92	(1,315)	(0.00)
15/01/2016	State Street Bank	USD	50,000	EUR	46,180	(812)	(0.00)
15/01/2016	State Street Bank	NOK	247,540,781	EUR	25,989,079	(779)	(0.00)
15/01/2016	State Street Bank	GBP	54,000	EUR	74,285	(534)	(0.00)
15/01/2016	State Street Bank	USD	100,000	EUR	92,359	(305)	(0.00)
15/01/2016	State Street Bank	GBP	30,000	EUR	41,296	(285)	(0.00)
15/01/2016	State Street Bank	GBP	2,135,435	EUR	2,953,342	(116)	(0.00)
15/01/2016	State Street Bank	GBP	2,147,089	EUR	2,969,460	(51)	(0.00)
15/01/2016	State Street Bank	GBP	9,217,982	EUR	12,748,624	(3)	(0.00)

Babson Capital Global Investment Funds Plc
Babson Capital European Loan Fund
Schedule of Investments (Unaudited)
as at 31 December 2015 (continued)

Forward Foreign Exchange Contracts (continued)

Maturity	Counterparty	Currency	Amount Bought	Currency	Amount Sold	Unrealised Loss €	% of Net Assets
15/01/2016	State Street Bank	GBP	1,027,950	EUR	1,421,672	(3)	(0.00)
Total unrealised loss on forward foreign exchange contracts (31 December 2014: (€349,852))						(8,350,193)	(0.22)
Net loss on forward foreign exchange contracts (31 December 2014: €9,398,304)						(2,276,965)	(0.06)

Summary	Fair Value €	% of Net Assets
Total investments designated at fair value through profit or loss	3,785,827,282	100.32
Net loss on forward foreign exchange contracts	(2,276,965)	(0.06)
Other net liabilities	(9,844,360)	(0.26)
Total Net Assets	3,773,705,957	100.00