G10 Blueglen Equita Total Return Credit UCITS Fund
Multi Strategy European Credit

September 2018

FACTSHEET

Performance Returns

The G10 Blueglen Equita Total Return Credit UCITS Fund returned 0.77% for the month of September (EUR A2 Pooled Class) giving a net return since launch on 20th July 2018 of 0.14%.

UCITS Performance

G10 Blueglen Equita Total Return Credit Fund- EUR Class A2 Pooled(i)

	Jan	Feb	Mar	Apr	May	June	July	Aug	Sep	Oct	Nov	Dec	YTD
2018							-0.15%	-0.47%	0.77%				0.14%

Estimated net portfolio yield(ii)	3.47%

G10 Blueglen Equita Total Return Credit Fund- USD Class C2 Pooled(i)

	Jan	Feb	Mar	Apr	May	June	July	Aug	Sep	Oct	Nov	Dec	YTD
2018							-0.05%	-0.21%	0.92%				0.66%

Estimated net portfolio yield(ii)	6.29%

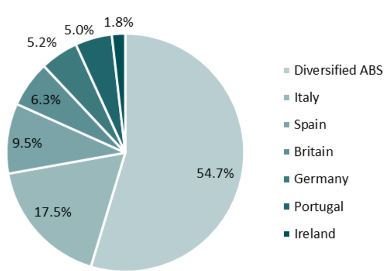
i. *The performance figures quoted above represent the performance of the G10 Blueglen Equita Total Return Credit UCITS Fund since launch on the 20th July 2018. These performance figures refer to the past and past performance is not a reliable guide to future performance. Investments other than the base currency of the fund may be subject to exchange rate fluctuations.*

ii. *The EUR share class estimated net yield is calculated using a weighted average of month end yields and spreads from Bloomberg for all credit assets in the portfolio, current interest rates for cash and financing positions in the portfolio, as well as option premium spent amortised over the life of the Fund, further adjusted for estimated fees and expenses. This share class yield is adjusted by the interest differentials from the latest executed share class hedges to calculate the corresponding estimated USD share class yields.*

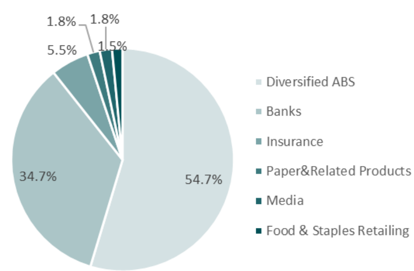
Fund Statistics

	Fund Performance (Class C2 USD)	Fund Performance (Class A2 EUR)	CS Liquid Euro High Yield Index	Barclays Euro Aggregate Bond Index
MTD	0.92%	0.77%	0.01%	-0.25%
ITD	**0.66%**	**0.14%**	**0.54%**	**-0.77%**

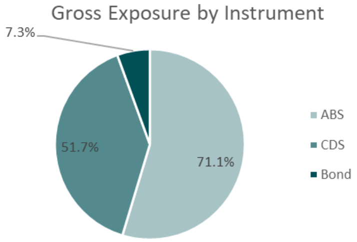
Distribution by Country



Distribution by Industry



Gross Exposure by Instrument



Gross Contribution by Instrument

Instrument	Contribution
ABS	0.02%
Bond	0.12%
CDS	0.73%
Cash/Funding	-0.01%

Risk Stats	% NAV
Long Credit Exposure	130.1%
Net Credit Exposure	130.1%

THE ADVISOR AND DISTRIBUTORS

BLUEGLEN

EQUITA

Chris Goekjian

Co-Founder and Director

Chris is considered by his peers one of the preeminent players in the financial derivatives world of the last 20 years. At 26 years old he was made a Managing Director and at 33 he was running CSFP when Allen Wheat became CEO of CS First Boston.

He went on to found Altedge Capital in 2001, an alternative asset manager focusing on fund of fund strategies, which he later sold Altedge to Cheyne Capital.

After 7 years as Chief Investment Officer of Cheyne Capital, Chris decided to retire from Cheyne in April 2016 and in late 2016 Chris decided to team up with his old colleague and close friend, Guglielmo. Together, they founded Blueglen Investment Partners Limited to focus on Alternative Credit Strategies.

Guglielmo Sartori di Borgoricco

Co-Founder and Director

After obtaining his International Economics degree from Bocconi University in Milan, Guglielmo ("G") joined Midland Montagu where he became one of the early pioneers of the swaps and derivatives markets, trading swaps and options, working in London, Madrid and Tokyo.

Upon his return to London, G was head hunted by the nascent Credit Suisse Financial Products. He went on to become Head of Southern Europe and co-head of Distribution for Credit Suisse.

In 2004 he was recruited by Bob Diamond at Barclays. G ran Global Distribution and oversaw the creation of an internal asset manager, Barclays Capital Funds Solution, that grew to USD 5 billion of AUM from Institutions and SWF.

G left Barclays in 2013. In the following 3 years, focussing on investing his own capital in credit strategies. After the summer of 2016, G got together with his old colleague and close friend Chris Goekjian and founded Blueglen Investment Partners.

FUND FACTS

Structure	UCITS Fund
Domicile	Ireland
Liquidity	Weekly
Fund AUM	€50.5 million
Inception	20 July 2018
Share Class	**Base Class Shares**
Currency	EUR/USD/CHF/GBP
Mgt. Fee	1.00%
Perf. Fee	10.00%
Min Init. Sub.	100,000
ISIN Codes	EUR Class A: IE00BD93F493
	GBP Class B: IE00BD93F501
	USD Class C: IE00BD93F618
	CHF Class D: IE00BD93F725
Share Class	**Institutional Class Shares**
Currency	EUR/USD/CHF/GBP
Mgt. Fee	0.75%
Perf. Fee	10.00%
Min Init. Sub.	5,000,000
ISIN Codes	EUR Class A2: IE00BD93FD85
	GBP Class B2: IE00BD93FF00
	USD Class C2: IE00BD93FG17
	CHF Class D2: IE00BD93FH24

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Investment Objective & Strategy

The Blueglen Equita Total Return Credit Fund ('BETR') will follow a fundamental research-driven investment process which identifies opportunities in European credit markets. The investment strategy is focused on harvesting excess return from European Structured Finance Markets (ABS) and European Credit (Corporate and Financials, Credit Derivatives) across their respective capital structures.

We aim to generate an initial portfolio yield of approximately 3.5% net of fees in EUR and a target return of 5-6% pa by purchasing securities as described above and enhancing the return by entering into financing transactions (repurchase agreements) with top tier global banks, such as JPMorgan, Barclays, BNP Paribas. Net credit exposure is anticipated to be in the range of 100-150%.

Our shorts will be expressed via an option program on credit indices (Main and Crossover).

Market Commentary

From a macro viewpoint, September was characterised by further strengthening of global commodity prices with oil in particular up another 5%. This drove US yields higher and the 10y UST yield through the 3% barrier. Global stock markets were flat as a whole (-0.1%). Credit markets staged an initial recovery right up until the very last trading day of the month when the Italian government agreed a much wider deficit level on the next Stability Law and most European markets retraced. Friday's indication of an Italian deficit/GDP at 2.4% for 2019 led to a new correction across Europe with the BTP-Bund spread back to 267bps (from 229bps in mid-September), the widening of most Italian names, financials in particular, and the 10 year yield on Italian government bonds at 3.14%.

In Europe, the ECB confirmed that from October bond purchases will fall from €30bn to €15bn and that it is very likely that QE will end at the end of the year. Moreover, it reaffirmed that inflation is supposed to accelerate from +1.4% in 2018 to reach 2% by 2020. This caused the consensus on Eurozone GDP to drop from +2% to +1.75%. Markit Indices were lower than in August (54.2 from 54.5) and slightly lower than expected. In terms of fund flows, Euro IG funds registered another outflow of €1.1bn bringing the YTD outflow to €10.8bn (5.4% of AUM). Conversely, HY funds registered an inflow of €1.3bn bringing the YTD outflow to €5.7bn (7.6% of AUM).

The CLO market drifted wider with BBs ending the month c.20bps wider on average largely due to investor expectations of a high level of primary supply in the remainder of the year. This stands in stark contrast to the senior secured loan market which outperformed and ended the month c.40bps higher. This divergence in performance has put pressure on the arbitrage from the perspective of CLO equity investors and could put pressure on them to delay new deals that they have in the pipeline. It also gives us confidence in the attractiveness of the CLO market at current levels. The interest generated from our CLO positions offset the widening in spreads leaving a net contribution from the CLO portfolio of 2bps for the month.

The fund portfolio performed very well up until the last day of the month when the widening of Italian names trimmed performance somewhat. The fund still reported a healthy positive performance of 0.77% in EUR (Class A2) and 0.92% (Class C2) in USD.

The fund's gross exposure is 130% and the portfolio yield is 3.47% in EUR and 6.29% in USD net of all fees.

Share Class	Type	ISIN	NAV	MTD%
Class A EUR	Distributing	IE00BD93F493	100.24	0.74%
Class A2 EUR	Distributing	IE00BD93FD85	100.14	0.77%
Class B2 GBP	Distributing	IE00BD93FF00	100.39	0.83%
Class C2 USD	Distributing	IE00BD93FG17	100.66	0.92%
Class A3 EUR	Accumulating	IE00BD93FJ48	100.09	0.74%
Class D3 CHF	Accumulating	IE00BD93FM76	100.20	0.71%

Contact Details

Investor Contact	Management Company	Investment Manager	Investment Advisor/Distributor	Distributor
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