

G10 Blueglen Equita Total Return Credit UCITS Fund

Multi Strategy European Credit

May 2019

FACTSHEET

THE ADVISOR AND DISTRIBUTORS

Performance Returns

The G10 Blueglen Equita Total Return Credit UCITS Fund returned -0.34% for the month of May (EUR A2 Pooled Class) giving a net return since launch on 20th July 2018 of 2.02%.

UCITS Performance

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

	Jan	Feb	Mar	Apr	May	June	July	Aug	Sep	Oct	Nov	Dec	YTD
2018							-0.15%	-0.47%	0.77%	-0.71%	-1.78%	-1.05%	-3.34%
2019	1.26%	1.02%	1.92%	1.61%	-0.34%								5.57%
Estimated net class yield⁽ⁱⁱ⁾	4.49%												

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

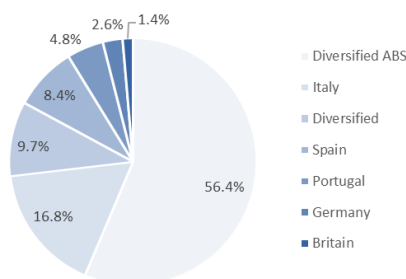
	Jan	Feb	Mar	Apr	May	June	July	Aug	Sep	Oct	Nov	Dec	YTD
2018							-0.05%	-0.21%	0.92%	-0.49%	-1.49%	-0.77%	-2.07%
2019	1.53%	1.24%	1.97%	1.83%	-0.09%								6.64%
Estimated net class yield⁽ⁱⁱ⁾	7.34%												

- 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, Markt and trading counterparties for credit assets, current interest rates for cash and financing positions, 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.

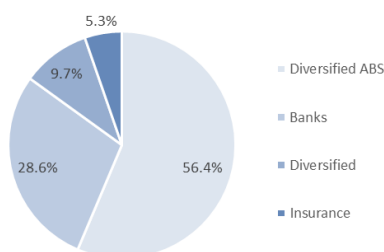
Fund Statistics

	Fund Performance (Class C2 USD)	Fund Performance (Class A2 EUR)	CS Liquid Euro High Yield Index	Barclays Euro Aggregate Bond Index
MTD	-0.09%	-0.34%	-1.52%	0.80%
YTD	6.64%	5.57%	5.05%	3.45%
ITD	4.41%	2.02%	1.67%	3.55%

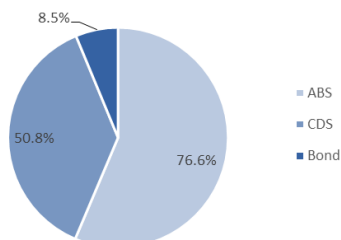
Distribution by Country



Distribution by Industry



Gross Exposure by Instrument



Gross Contribution by Instrument

Instrument	Contribution
ABS	0.73%
Bond	-0.21%
Single Name CDS	-0.58%
Index CDS	-0.25%
Cash/Funding	-0.01%

Risk Stats	% NAV
Long Credit Exposure	135.9%
Net Credit Exposure	135.9%



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 Borgorico

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	€51.5 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

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

Markets finally corrected in May, partly offsetting the year-to-date rebound mainly due to rising trade tensions between the US and China, signs of a slowdown in the US economy and continued weak growth in Europe and Asia. Stock market performances were negative (S&P500 -6.6%, Nasdaq -7.9%, Eurostoxx600 -5.7%, FTSEMIB -9.5%) and volatility increased 5 points (VIX at 16.7 from 11.7 the previous month). Credit Indices also widened, with the Itraxx Main +14bps, Itraxx Crossover +62bps while the Itraxx Sub Financials index was similarly 46bps wider on the month.

Faced with this substantial sell-off in risk assets, G7 Government bond markets rallied on the month. In Italy, the BTP-Bund spread widened by 33 bps following the outcome of the European elections (with large gains being made by the League party, which favours more expansive fiscal policies) and the announcement of an EC letter contesting Italy's excessive debt. This renewal in tensions between the government and the EU led to a disproportionate widening of Italian financials' credit spreads on the month.

By comparison to most other markets, the CLO market outperformed on the month, with spreads tightening by 5 to 10bps during the month. In part, this reflected the fact that the YTD rally in CLOs has lagged other sectors but it also reflected a view amongst investors that the technical situation in the CLO market should improve as we move through 2019. Due to the difficult arbitrage situation at the moment, few new CLO warehouses have been setup in the past few months, meaning there should be a dearth of deals ready to come to market in Q3.

The portfolio held up reasonably well considering the big retracement in risk assets generally and credit spreads in particular. The Fund's Subordinated Financials and Subordinated Index strategies were the weakest performers on the month, down by -1.2% and -1.4% respectively. This was only partially offset by a positive performance from the CLO portfolio which was up 0.96%.

For the month of May, the Fund was down -0.34% in the Class A2 Shares (EUR) and down -0.09% in Class C2 Shares (USD) while the Fund's credit exposure is at 136% of NAV. At month end, the portfolio yield was 4.49% for the A2 Shares (EUR) and 7.34% for the Class C2 Shares (USD).

Share Class ¹⁷	Type	ISIN	NAV*	MTD%*	Estimated Class Yield %
Class A EUR	Distributing	IE00BD93F493	100.54	-0.36%	4.27%
Class A2 EUR	Distributing	IE00BD93FD85	100.59	-0.34%	4.49%
Class B2 GBP	Distributing	IE00BD93FF00	101.54	-0.24%	5.61%
Class C2 USD	Distributing	IE00BD93FG17	102.97	-0.09%	7.34%
Class A3 EUR	Accumulating	IE00BD93FJ48	101.79	-0.36%	4.27%
Class D3 CHF	Accumulating	IE00BD93FM76	101.73	-0.38%	3.92%

*NAV figures above are shown after dividends have been paid on Distributing Share Classes (currently 1.39c inception to date), MTD% performance figures are adjusted for dividend payments.

Contact Details

Investor Contact	Management Company	Investment Manager	Investment Advisor/Distributor	Distributor
MontLake Funds (UK) Ltd Park House, 116 Park Street London, W1K 6AF, UK T: +44 20 3709 4510 info@montlakefunds.com	MontLake Management Ltd 23 St. Stephen's Green Dublin 2, Ireland T: +353 1 533 7020 investorrelations@montlakefunds.com	G10 Capital Limited 134 Buckingham Palace Rd London, SW1W 9SA T: +44 207 305 5810 london@lawsonconner.com	Blueglen Investment Partners Ltd 2 nd Floor- Berkeley Square House Berkeley Square, London, W1J 6BD T: +44 203 327 2380 info@blueglen.co.uk	Equita SIM S.p.A. Via Turati 9, 20121 Milan, Italy T: +39 02 62041 equita@equitasim.it

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