

G10 Blueglen Equita Total Return Credit UCITS Fund

Multi Strategy European Credit

February 2020

Performance Returns

The G10 Blueglen Equita Total Return Credit UCITS Fund returned -0.84% for the month of February (EUR A2 Pooled Class) giving a net return since launch on 20th July 2018 of 8.84%.

UCITS Performance

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

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Y-T-D
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%	1.95%	0.91%	0.78%	-0.40%	0.47%	0.28%	0.91%	10.83%
2020	2.47%	-0.84%											1.61%
Estimated net class yield ⁽ⁱⁱ⁾	4.09%												

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

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Y-T-D
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%	2.19%	1.09%	1.00%	-0.22%	0.71%	0.44%	1.14%	13.58%
2020	2.66%	-0.70%											1.93%
Estimated net class yield ⁽ⁱⁱ⁾	6.18%												

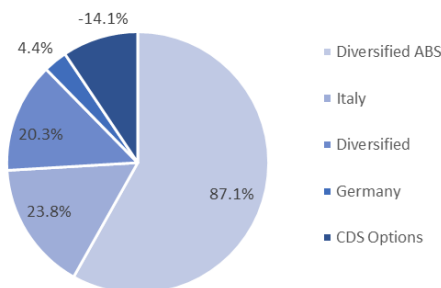
- i. The performance figures quoted above represent the performance of the G10 Blueglen Equita Total Return Credit UCITS Fund since launch on the 20th July 2018. These performance figures refer to the past and past performance is not a reliable guide to future performance. Investments other than the 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, Markit 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 including Dividends

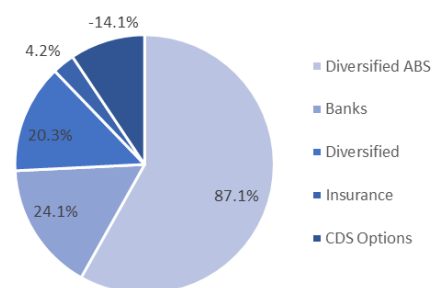
	Fund Performance (Class C2 USD)	Fund Performance (Class A2 EUR)
MTD	-0.70%	-0.84%
YTD	1.93%	1.61%
ITD	13.37%	8.84%

Risk Stats	% NAV
Long Credit Exposure	136.9%
Net Credit Exposure	98.7%

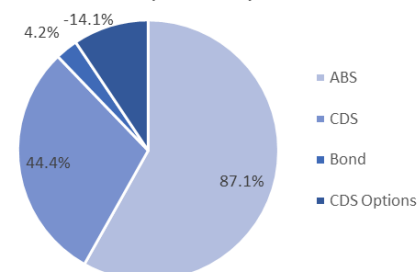
Credit Exposure by Country



Credit Exposure by Industry



Credit Exposure by Instrument



Gross Contribution by Instrument

Instrument	Contribution
ABS	-0.21%
Bond	-0.08%
Single Name CDS	-0.03%
Index CDS	-0.86%
Cash/Funding/Hedging	0.37%

The Advisor and Distributor



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 Alledge Capital in 2001, an alternative asset manager focusing on fund of fund strategies, which he later sold 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	€40.8 million
Inception	20 th 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 Pooled: IE00BD93F493 GBP Class B Pooled: IE00BD93F501 USD Class C Pooled: IE00BD93F618 CHF Class D Pooled: 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 Pooled: IE00BD93FD85 GBP Class B2 Pooled: IE00BD93FF00 USD Class C2 Pooled: IE00BD93FG17 CHF Class D2 Pooled: IE00BD93FH24

G10 Blueglen Equita Total Return Credit UCITS Fund

Multi Strategy European Credit

February 2020

Investment Objective & Strategy

The Blueglen Equita Total Return Credit Fund follows 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

Global equity markets fell heavily in February (MSCI World -8.6%) on uncertainty around the economic outlook amid the global spread of Coronavirus, with Italy being one of the worst hit countries. Market jitters have resulted in downward trends for all the main international indices (Nikkei -10.6%, S&P500 -8.4%, Eurostoxx600 -8.5%, FTSE MIB -6.5%). Volatility has increased further, the VIX index rising 113% to 40. US Treasuries and German Bund yields have fallen by 36/42bps respectively to 1.15% and -0.61%, while the BTP-Bund spread has widened on fears of a slowdown in Italy's economic growth.

Expectations point to a change in monetary policy by the central banks, with the market now pricing in a 96% probability of another ECB interest rate cut during the year (from 65% at the end of January) and more than two Fed interest rate cuts over the coming 12 months (vs. previous forecasts for just one).

Fears over the rapid spread of the virus outside of China caused the iTraxx Main Europe index to widen by 18bps, much of this occurring in the last 2 days of the month. In percentage of spread terms, this was one of the widest monthly moves ever. The iTraxx Europe Crossover index was similarly 73bps wider. This sharp blow-out in spreads marked the point where COVID-19 transitioned from a "China problem" to a "global problem".

CLO markets were also weaker although by comparison to other markets they were less negative. At the time of writing, in the early days of March, CLO prices have started to catch up with other credit markets with their customary lag. Whilst the Coronavirus could cause a short-term dip in earnings, the high interest coverage ratios in the senior secured loan universe and the very limited number of loans due to mature over the next 24 months suggest that whether the Coronavirus ends up producing a U or W shaped recovery, default rates of senior secured loans should remain low.

In terms of the Fund's portfolio, our Subordinated Index and Subordinated Financials positions came under some pressure in line with the move wider in European credit markets. Our CLO positions were more subdued although they have subsequently caught up in the early days of March.

The Fund EUR A2 share class was down -0.84% on the month while the C2 USD share class was down -0.70% with a corresponding net yield of 4.09% in Euros and 6.18% net in USD.

As per our strategy, we began cautiously adding index tranches exposure at progressively wider levels.

Share Class	Type	ISIN	NAV*	MTD%*	Estimated Class Yield %
Class A EUR	Distributing	IE00BD93F493	105.53	-0.85%	3.87%
Class A2 EUR	Distributing	IE00BD93FD85	105.76	-0.84%	4.09%
Class B2 GBP	Distributing	IE00BD93FF00	107.65	-0.72%	5.26%
Class C2 USD	Distributing	IE00BD93FG17	110.23	-0.70%	6.18%
Class A3 EUR	Accumulating	IE00BD93FJ48	108.41	-0.85%	3.87%
Class D3 CHF	Accumulating	IE00BD93FM76	107.98	-0.87%	3.60%

*NAV figures above are shown after dividends have been paid on Distributing Share Classes (currently 289c inception to date). MTD% performance figures are adjusted for dividend payments.

Contact Details

Investor Contact

MontLake Funds (UK) Ltd
Park House, 116 Park Street
London, W1K 6AF
T: +44 20 3709 4510
investorrelations@montlakefunds.com

Management Company

MontLake Management Ltd
23 St. Stephen's Green
Dublin 2, Ireland
T: +353 1 533 7020
investorrelations@montlakefunds.com

Investment Manager

G10 Capital Limited
134 Buckingham Palace Rd
London, SW1W 9SA
T: +44 207 305 5810
london@lawsonconner.com

Investment Advisor/Distributor

Blueglen Investment Partners Ltd
9 Stratford Place
London W1C 1AZ
T: +44 203 327 2380
info@blueglen.co.uk

Distributor

Equita Capital SGR SpA
Via Turati 9, 20121
Milan, Italy
T: +39 02 62041
equita@equitasim.it

Disclaimer

RISK WARNING: Past performance is not a reliable indicator of future results, prices of investments and the returns from them may fall as well as rise. Investments in equities are subject to market risk. Changes in exchange rates may have an adverse effect on the value price or income of the product. The G10 Blueglen Equita Total Return Credit UCITS Fund (the "Fund") may use higher leverage and financial derivative instruments as part of the investment process. The distribution of this report does not constitute an offer or solicitation and this notice shall not be construed as an offer of sale in any other fund managed or advised by G10 Capital Limited or MontLake Management Limited ("ML"). Any investment in the Fund should be based on the full details contained in the Fund's Supplement Prospectus and Key Investor Information Document which together with the MontLake UCITS Platform ICAV Prospectus may be downloaded from the MontLake website (www.montlakeucits.com). Information given in this document has been obtained from, or based upon, sources believed by us to be reliable and accurate although neither ML nor G10 Capital Limited accepts liability for the accuracy of the contents. ML does not offer investment advice or make recommendations regarding investments. The Manager of the Fund is MontLake Management Ltd, a company regulated by the Central Bank of Ireland. The Investment Manager for the fund, G10 Capital Limited is authorised and regulated by the U.K. Financial Conduct Authority. The MontLake UCITS Platform ICAV is registered and regulated as an open-ended Irish collective asset-management vehicle with segregated liability between sub-Funds formed in Ireland under the Irish Collective Asset management Vehicles Act 2015 and authorised by the Central Bank as a UCITS pursuant to the UCITS Regulations. This notice shall not be construed as an offer of sale in the Fund. The state of the origin of the Fund is the Republic of Ireland. The performance data do not take account of the commissions and costs incurred on the issue and redemption of units. Authorised and Regulated by the Central Bank of Ireland