G10 Blueglen Equita Total Return Credit UCITS Fund

Multi Strategy European Credit

September 2019

Performance Returns

The G10 Blueglen Equita Total Return Credit UCITS Fund returned -0.40% for the month of September (EUR A2 Pooled Class) giving a net return since launch on 20th July 2018 of 5.35%.

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%				9.01%
Estimated net class yield(ii)	4.43%												

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%				11.02%
Estimated net class yield(ii)	7.03%												

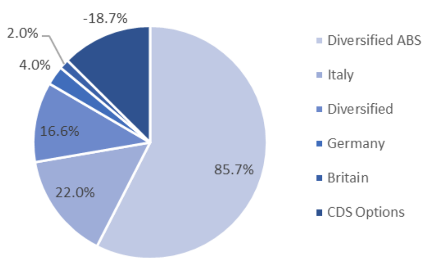
i. The performance figures quoted above represent the performance of the G10 Blueglen Equita Total Return Credit UCITS Fund since launch on the 20th July 2018. These performance figures refer to the past and past performance is not a reliable guide to future performance. Investments other than the base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

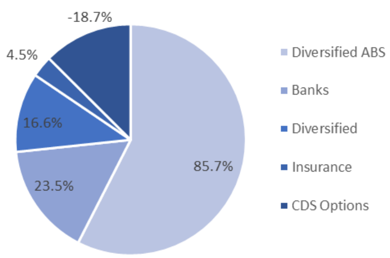
Fund Statistics

	Fund Performance (Class C2 USD)	Fund Performance (Class A2 EUR)	CS Liquid Euro High Yield Index	Barclays Euro Aggregate Bond Index
MTD	-0.22%	-0.40%	-0.40%	-0.53%
YTD	11.02%	9.01%	8.52%	8.42%
ITD	**8.71%**	**5.35%**	**5.04%**	**8.51%**

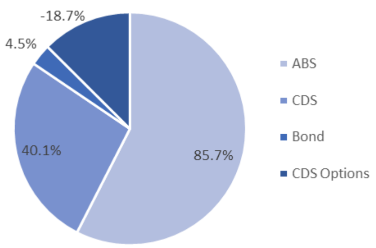
Credit Exposure by Country



Credit Exposure by Industry



Credit Exposure by Instrument



Gross Contribution by Instrument

Instrument	Contribution
ABS	-0.43%
Bond	0.05%
Single Name CDS	0.03%
Index CDS	0.11%
Cash/Funding/Hedging	-0.04%

Risk Stats	% NAV
Long Credit Exposure	130.3%
Net Credit Exposure	111.6%

The Advisor and Distributor

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	€47.6 million
Inception	20th 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

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Investment Objective & Strategy

The Blueglen Equita Total Return Credit Fund "BETR" 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

In September, the markets continued their positive momentum and reported a solid performance as a whole (S&P500 +1.72%, Eurostoxx 600 +3.6%, FTSEMIB +3.68%) thanks again to accommodative monetary policies promoted by the ECB and the Fed (16 central banks have cut interest rates since the beginning of the quarter), as well as to renewed optimism about the trade negotiations between the US and China. Following an attack on oil infrastructure in Saudi Arabia, oil prices spiked by 15% before slipping back to end the month 1.9% down. Volatility dropped (VIX -14.44% to 16.24 from 19 in the previous month), the yield of the 10-year US treasury bond rose by 17 bps to 1.7% and the German Bund went up by 13 bps to -0.57%. The BTP-Bund spread has further narrowed by 30 bps (to 1.4%) in reaction to the new M5S-PD Government which the markets perceive as more reassuring combined with the new measures announced by the ECB (encouraging new acquisitions of peripheral bonds). In particular, the ECB has announced a reduction to -0.5% in the rates on deposits but with the introduction of tiering, a new QE worth €20bn a month without any fixed term, the 1 year extension of the TLTRO3 deadline and a 10 bps reduction of cost.

The Eurozone economy appears to be slowing; in September the EU PMI composite index was lower than expected, reporting the worst combined figure for manufacturing and services since June 2016, with a sharp drop in new manufacturing orders especially in Germany. As expected, the Fed cut rates by 25 bps to 1.75% in September on the back of perceived slowdown of the global economy and the ongoing risks linked to trade tensions; however, it has provided no clear indication on its next moves.

Credit markets were mixed as Main tightened by 0.7bps whilst Crossover widened by 18bps and the Sub Financials index tightened by 10bps. In part, this divergence was due to the default of the UK travel agent Thomas Cook and its outsized impact on the high yield index. In terms of fund flows, Euro IG funds registered an inflow of €162m (0.1% of AUM) and Euro HY funds registered an inflow of €24m (0.0% of AUM).

The CLO market was a little softer this month due to expectations of an uptick in new primary supply. As EURIBOR has moved further into negative territory, the EURIBOR floor that most CLO tranches benefit from has become increasingly attractive, particularly in the senior part of the capital structure. This has led to a concern that CLO managers will rush deals to market in order to benefit from the improvement in the CLO arbitrage. We have also noticed increased divergence in the performance of longer dated versus shorter dated bonds and the performance of higher quality portfolios versus lower quality ones. As we move later in the credit cycle, we would expect this dynamic to continue.

The Fund reported negative performance of -0.40 % in the A2 (EUR) Share Class and -0.22% in the C2 (USD) Share Class mainly driven by softer CLO prices partially offset by the positive performance of single-name Bonds and CDS and our subordinated Index positions. The gross exposure on the portfolio remained stable at 130% and the net Class A2 Euro yield slightly increased to 4.43% and 7.03% in the Class C2 USD.

Share Class	Type	ISIN	NAV*	MTD%*	Estimated Class Yield %
Class A EUR	Distributing	IE00BD93F493	103.24	-0.41%	4.21%
Class A2 EUR	Distributing	IE00BD93FD85	103.37	-0.40%	4.43%
Class B2 GBP	Distributing	IE00BD93FF00	104.72	-0.33%	5.62%
Class C2 USD	Distributing	IE00BD93FG17	106.69	-0.22%	7.03%
Class A3 EUR	Accumulating	IE00BD93FJ48	105.04	-0.42%	4.21%
Class D3 CHF	Accumulating	IE00BD93FM76	104.77	-0.49%	3.70%

**NAV figures above are shown after dividends have been paid on Distributing Share Classes (currently 189c inception to date). MTD% performance figures are adjusted for dividend payments.*

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