

OAKTREE GLOBAL CONVERTIBLE BOND FUND - CLASS IH GBP INC

A SUBFUND OF OAKTREE (LUX.) FUNDS

FACTSHEET | FEBRUARY 2024

ABOUT OAKTREE

Founded in 1995, Oaktree is a leading global investment management firm focused on alternative markets. Oaktree manages \$189 billion of assets in contrarian, value-oriented, risk-controlled investment strategies. Oaktree's mission is to deliver superior investment results with risk under control and to conduct our business with the highest integrity.

FUND OVERVIEW

Fund Base Currency
USD

Total Net Assets (in millions)
314.44

SICAV Strategy Inception Date
1 December 2003

Domicile
Luxembourg

Legal Structure
SICAV

Morningstar Category
EAA Fund Convertible Bond - Global, GBP Hedged

Benchmark Name
Refinitiv CV Gl. Focus (TR) (GBP-Hgd)³

FUND MANAGERS

Jean-Pierre Latrille
28 Years of Experience

Petar Raketic
16 Years of Experience

SHARE CLASS FACTS

Unit Class
Category Ih GBP inc (distribution)

Unit Class Currency
GBP

Share Class Inception Date
13 August 2015

ISIN Number
LU122729221

Bloomberg Ticker
OAKHGIA LX

Valor Number
28071462

WKN Number
A14XMH

Net Asset Value
119.55

Minimum Investment
2,000,000

Redemptions
Daily

Base Management Fee p.a.
0.50%

INVESTMENT OBJECTIVE

The fund aims to provide equity-type returns with less-than-commensurate risk and to outperform its benchmark over a full market cycle. The fund targets balanced convertibles that are expected to provide both meaningful downside protection if equities weaken and upside participation if the underlying shares appreciate. We focus on securities issued in the United States, Europe and Asia.

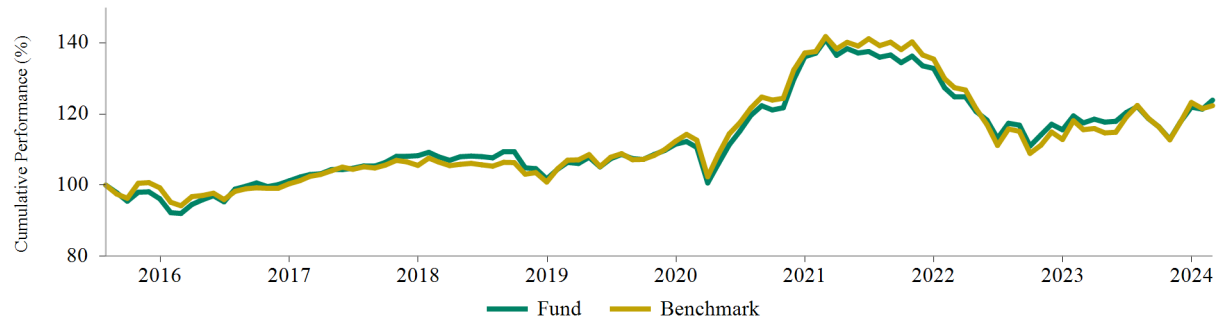
PORTFOLIO COMMENTARY¹

Global equity markets performed well in February as resilient economic data and positive earnings results supported risk assets. Against this backdrop, stocks in most regions generated gains, led by those in the U.S. and Asia ex-Japan. By sector, consumer discretionary and information technology were the best performers, while real estate and utilities lagged. On the new issuance front, the global convertible primary market experienced a strong February, with \$9.1 billion coming to market across 13 new deals. We continue to believe that convertibles are a conservative way to gain equity market exposure. Absolute performance will still depend on the returns of the underlying equities, so we continue to focus on high-quality companies with (a) underlying stocks that are trading at reasonable valuations with good long-term growth prospects and (b) convertible structures with a favorable risk/return profile.

The Fund generated a gain in February and outperformed its benchmark. Our holdings across all regions positively impacted our absolute returns, led by those in Asia ex-Japan (mostly Korea) and Europe (mainly Germany). At the sector level, our holdings within industrials, information technology and consumer discretionary contributed to our absolute performance, while our financials names had a negative effect.

On a relative basis, our security selection in the United States and Europe (notably Germany) positively impacted our returns, while no regions meaningfully detracted. At the sector level, our security selection among consumer discretionary (automobiles), industrials (electrical equipment) and information technology (semiconductors) contributed positively, while our selection among financials and communication services had a negative effect.

HISTORICAL PERFORMANCE (NET)²



CUMULATIVE AND ANNUALISED PERFORMANCE (%)²

	1 Month	3 Months	YTD	1 Year	3 Years (p.a)	5 Years (p.a)	Since Inception (p.a)
Fund (Net)	2.08	5.19	1.62	5.45	(4.20)	3.09	2.54
Benchmark	0.67	3.93	(0.73)	5.83	(4.79)	2.71	2.39

ANNUAL PERFORMANCE (%)²

	2024	2023	2022	2021	2020	2019
Fund (Net)	1.62	5.50	(12.99)	(2.41)	22.06	9.61
Benchmark	(0.73)	9.22	(16.69)	(1.26)	22.10	11.37

PORTFOLIO CHARACTERISTICS

		Portfolio	Benchmark
Fund Characteristics	Number of Holdings	118	228
	Effective Duration	1.71	1.57
	Years to Maturity/Put	3.82	3.42
	Call Protection (years)	3.58	3.48
	Median Conversion Premium	27.21%	27.74%
	Weighted Average Market Cap (billions)	25.40	27.05
	Delta	55.67%	50.63%
	Average Credit Rating (Moody's/S&P)	Ba2/BB	Ba1/BB+
Yields	Current Yield	1.18%	1.55%
	Yield to Maturity/Put	(0.81)%	(0.25)%
Risk Analysis	Annualized Volatility (1 year/3 year)	7.80%/8.30%	9.26%/9.61%

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SECTOR DIVERSIFICATION

	% of Fund
Information Technology	21.86
Industrials	21.27
Health Care	14.27
Consumer Discretionary	14.02
Communication Services	8.57
Financials	5.12
Utilities	4.73
Energy	3.23
Materials	2.94
Real Estate	2.21
Consumer Staples	1.78

GEOGRAPHIC DIVERSIFICATION

	% of Fund	Fund vs Benchmark (%)
United States	50.73	(8.06)
France	13.90	7.12
Italy	6.09	3.28
Japan	6.01	(1.11)
United Kingdom	4.04	2.71
Germany	3.24	(1.08)
Spain	3.02	1.55
Korea	3.02	(0.56)
China	2.76	(2.02)
Other	7.19	2.23

CREDIT QUALITY

	% of Fund	Fund vs Benchmark (%)
Aa/AA	0.00	(1.05)
A/A	5.56	(1.41)
Baa/BBB	28.93	(3.93)
Ba/BB	37.02	1.42
B/B	26.81	6.85
Less Than B/B	1.68	(1.88)

TOP 10 ISSUERS

	Industry	% of Fund
Cellnex Telecom SA	Diversified Telecommunication Services	2.45
Rheinmetall AG	Aerospace & Defense	2.30
Akamai Technologies Inc	IT Services	2.17
SK Hynix Inc	Semiconductors & Semiconductor Equipment	2.16
Ford Motor Co	Automobiles	2.12
Uber Technologies Inc	Ground Transportation	2.11
Prysmian SpA	Electrical Equipment	1.86
Safran SA	Aerospace & Defense	1.63
Live Nation Entertainment Inc	Entertainment	1.61
Envestnet Inc	Software	1.60
		20.01

MATURITY/ PUTS DISTRIBUTION

	% of Fund	Fund vs Benchmark (%)
0 - 1 Year	4.58	(4.69)
1 - 3 Years	36.40	(5.30)
3 - 5 Years	49.13	8.65
5 - 7 Years	9.22	0.67
7 - 10 Years	0.67	0.67
More Than 10 Years	0.00	0.00

PRICE DISTRIBUTION (PAR WEIGHTED)

	% of Fund	Fund vs Benchmark (%)
0-70	0.05	(2.59)
70-90	5.60	(2.08)
90-120	79.92	2.89
120-150	14.12	2.70
Over 150	0.30	(0.92)

ENDNOTES

Note: Historical performance indications and financial market scenarios are no guarantee for current or future performance.

- ¹ References to fund and index performance are stated on a gross basis, before management fees and any expenses. Net performance of the Fund, after management fees and expenses are available on this factsheet. Convertibles market data is based on the ICE BofA Global Convertibles Chartbook.
- ² Performance indications do not consider commissions levied at subscription and/or redemption but do include the impact of swing pricing procedures implemented by the fund administrator. The fund administrator will implement swing pricing when contributions or redemptions exceed a defined threshold, and this may impact performance as reported at month end.
- ³ The benchmark changed from Thomson Reuters CV GI. Focus (TR) (GBP-Hgd) to Refinitiv CV GI. Focus (TR) (GBP-Hgd) (09/21) effective as of 1.09.2021.

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The Sub-fund is actively managed. While the Sub-fund has a reference benchmark, it is actively managed by implementing Oaktree's investment philosophy and process. Oaktree is aware of the benchmark's composition and characteristics but has an ample degree of freedom to deviate from it.

Investment principal on bonds can be eroded depending on sale price or market price. In addition, there are bonds in some sub-funds of the Oaktree (Lux.) Funds in which investment principal can be eroded due to changes in redemption amounts. Care is required when investing in such instruments. Oaktree (Lux.) Funds is domiciled in Luxembourg. The representative in Switzerland is ACOLIN Fund Services, Leutschenbachstrasse 50, CH-8050 Zürich. The paying agent in Switzerland is NPB Neue Privat Bank AG, Limmatquai 1 / am Bellevue, P.O. Box, CH-8024 Zurich. Subscriptions are only valid on the basis of the current sales prospectus, the bylaws and/or contractual terms and conditions and the most recent annual report (or semi-annual report, if more recent). The prospectus, the Key Investor Information Document (KIID), bylaws and/or the contractual terms and conditions and the annual and semi-annual reports are available free of charge from the representative in Switzerland. In respect of the units offered in or from Switzerland, the place of performance and jurisdiction is at the registered office of the representative. Copyright © 2020 Oaktree Capital Management, L.P.TM and/or its affiliates. All rights reserved.