

**MONTH END SHARE DATA <sup>(1, 2)</sup>**

NAV per U.S. Dollar Share:	\$0.1868
Monthly NAV Performance:	-23.03%
U.S. Dollar Share Closing Price:	\$0.1800
Premium/Discount:	-3.95%
Market Capitalisation:	\$2.7m
Total Asset Value:	\$2.8m

**Share Class Commentary:**

- As of 29 May, USD 261.2 million par of the portfolio attributable to U.S. Dollar Shareholders had been liquidated. Assets were sold, on average, at a premium to their latest month end valuations.
- After month end, the remaining assets within the portfolio were sold. The Company anticipates a final compulsory redemption before the end of July.
- In light of the fact that the Company is in the final stages of its wind down process, the Company has received a derogation from the Central Bank of Ireland ("Central Bank") from the requirement to prepare semi-annual financial statements for the period to 30 June 2020 on the basis that it will instead prepare and submit to the Central Bank audited termination accounts to be made up to a date no later than 30 September 2020. A copy of the audited termination accounts will be posted on the Company's website: [www.carador.co.uk](http://www.carador.co.uk).

CLO Position	Tranche	Manager	Original Rating	% NAV
1 Fee Rebate	Equity	GSO / Blackstone Debt Funds Management	NR/NR	15.04%
2 Fee Rebate	Equity	GSO / Blackstone Debt Funds Management	NR/NR	2.25%
3 Fee Rebate	Equity		NR/NR	2.33%
Cash				80.37%

*Note: Cash as a percentage of NAV reflects trade date cash balance, not settled cash balance, and may include accrued income, expenses, or others that could reduce the cash balance available for distribution to shareholders.*

**Footnotes and Important Information**

Capitalised terms not otherwise defined herein shall have the meaning assigned to such term in the Prospectus or Circular.

**Past performance is not necessarily indicative of future results, and there can be no assurance that Carador will achieve comparable results, will meet its target returns, achieve its investment objectives or be able to implement its investment strategy.**

1. Bloomberg, as at 29 May 2020.
2. As calculated by Carador's Administrator in accordance with the provisions of Carador's Prospectus and Pricing Policy. Per share data based on final number of shares in the period.

**Certain countries have been susceptible to epidemics, most recently COVID-19, which may be designated as pandemics by world health authorities. The outbreak of such epidemics, together with any resulting restrictions on travel or quarantines imposed, has had and will continue to have a negative impact on the economy and business activity globally (including in the countries in which the Funds invest), and thereby is expected to adversely affect the performance of the Funds' Investments. Furthermore, the rapid development of epidemics could preclude prediction as to their ultimate adverse impact on economic and market conditions, and, as a result, presents material uncertainty and risk with respect to the Funds and the performance of their Investments.**

**Distribution Policy:** It is not the current intention of the Directors to declare a dividend in respect of the U.S. Dollar Shares during the wind-down period.

**Liquidation of the U.S. Dollar Shares and Return of Capital:** Per the Resolutions passed on 17 December 2018, the Directors have instructed the Investment Manager to effect the Managed Wind-Down. The assets attributable to the U.S. Dollar Shares will be realised over time and, as and when the proceeds from the sales of the Company's assets attributable to the U.S. Dollar Shares accumulate, the Directors have the discretion to return these proceeds, net of fees, expenses and other liabilities, to U.S. Dollar Class Shareholders on a pro rata basis by repurchasing such number of U.S. Dollar Shares, in tranches, as have an aggregate NAV equivalent to the amount proposed to be returned to U.S. Dollar Class Shareholders. In accordance with Article 13(a) of the Constitution, such compulsory repurchases will be made at the NAV per U.S. Dollar Share calculated as at the relevant Repurchase Date. Once repurchased, the U.S. Dollar Shares will be cancelled. It is anticipated that in normal circumstances it should be possible to realise the assets of the U.S. Dollar Shares and distribute the proceeds within six to twelve months of the date when the Investment Manager commences the Managed Wind-Down. However, this may take significantly longer in the case of certain assets or in less favourable market conditions. Accordingly, Shareholders should be prepared for a scenario in which a proportion of the assets attributable to the U.S. Dollar Shares may not be capable of realisation for an indefinite period that may be significantly longer than twelve months. Any material change to the anticipated timing for realisation will be notified by the Company through a Regulatory Information Service.

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Although the portfolio reflected in this document (the "Portfolio") is consistent with the investment strategy of Carador, there is no guarantee that, in the future, the portfolio acquired will remain identical to the make-up of the Portfolio. Moreover, future investments to be made by Carador may differ substantially from the investments included in the Portfolio. Therefore, the Portfolio parameters, industry concentration, rating concentration, spread distribution and other factors related to the Portfolio could all be materially different than those of the future portfolio acquired by Carador.

Carador has not been and will not be registered under the U.S. Investment Company Act of 1940, as amended (the "Investment Company Act") and investors will not be entitled to the benefits of that Act. The securities described in this document have not been and will not be registered under the Securities Act, or the laws of any state of the United States. Consequently, such securities may not be offered, sold or otherwise transferred within the United States or to or for the account or benefit of U.S. persons (as such term is defined in Regulation S under the Securities Act) except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act, applicable state laws and under circumstances which will not require Carador to register under the Investment Company Act. No public offering of the securities is being made in the United States. If you are in the United States and are not either (a) a "qualified institutional buyer" (as defined in Rule 144a under the Securities Act) who is also a "qualified purchaser" (as defined in Section 2(a)(51) of the Investment Company Act) for purposes of Section 3(c)(7) of the Investment Company Act; or (b) an "accredited investor" (as defined in Rule 501 of the Securities Act) who is either a qualified purchaser or an eligible Investment Company Act investor, you should not open this document and should destroy it.

Certain information contained in this document constitutes "forward-looking statements," which can be identified by the use of forward-looking terminology such as "may," "will," "should," "expect," "anticipate," "target," "intend," "continue" or "believe," or the negatives thereof, other variations thereon or comparable terminology. Due to various risks and uncertainties, actual events or results or the actual performance of Carador described herein may differ materially from the events, results or performance reflected or contemplated in such forward-looking statements. Any forecasts and estimates contained herein are based upon certain assumptions that Carador considers reasonable. Forecasts and estimates are necessarily speculative in nature, and it can be expected that some or all of the assumptions underlying the projections will not materialize and/or that actual events and consequences thereof will vary significantly from the assumptions upon which projections contained herein have been based. The inclusion of forecasts and estimates herein should not be regarded as a representation or guarantee regarding the reliability, accuracy or completeness of the information contained herein, Carador is under no obligation to update or keep current such information. Unless otherwise indicated, the information provided herein is based on matters as they exist as of the date of preparation and not as of any future date. Recipients of this document are encouraged to contact Carador's representatives to discuss the procedures and methodologies used to make the projections and other information provided herein.

Carador is an investment company with variable capital incorporated under the laws of Ireland and authorised by the Central Bank of Ireland as a professional investor fund. A copy of the Carador prospectus may be obtained from the website of the Company at [www.carador.co.uk](http://www.carador.co.uk).