



FAIR OAKS
DYNAMIC CREDIT

Fund Summary

The Fair Oaks Dynamic Credit Fund (the "Fund") offers global access to senior secured corporate loans through investments in Collateralised Loan Obligations ("CLOs"). The Fund is actively managed with a strong emphasis on bottom-up fundamental credit analysis. The Fund primarily seeks exposure to investment-grade rated CLO securities on a long-only basis and with no leverage used at fund level.

Fund Commentary

The Fund generated a return of +0.25%¹ in February 2018. The Fund invested in eight new investments (three BBB rated notes and five BB rated notes) and exited from six (four BBB rated notes and two BB rated notes). The exits included two prepayments at par and four sales at an average price of 101.9. The total number of positions in the portfolio increased to 97, offering exposure to more than 1,400 underlying senior secured bank loan issuers.

February saw a significant volatility spike in US and European stock markets, with the S&P500 and Euro Stoxx 50 indices suffering significant falls in the first nine days of the month (-7.2% and -7.8%). In contrast, the Fund, supported by the lower volatility experienced by the bank loan and CLO market, generated a +0.1%¹ return in the same period. Going forward we see technical factors (such as the ones experienced in February in equity markets) and potential interest rate increases in the US as key sources of risk for credit assets. We continue to believe that the floating rate nature of the Fund and the different investor base in the CLO market have the potential to protect the Fund's performance in these environments.

Both the US and European CLO market saw higher activity with the total amount of new issues doubling from January 2018 to \$15.1 billion and €2.9 billion respectively². Refinancing activity was also strong but down from \$14.1 billion in January to \$9.6 billion in February 2018². Spreads for primary Euro BBB and BB rated CLO notes ended the month at 240 bps and 500 bps respectively while Euro investment grade debt and high yield spreads were 27.5 bps and 358 bps respectively³.

On 9th February, the U.S. Court of Appeals ruled that US CLO managers were no longer subject to risk retention, reversing a lower court decision. We expect the impact of the ruling on CLO issuance volume and mezzanine CLO spreads to be marginal.

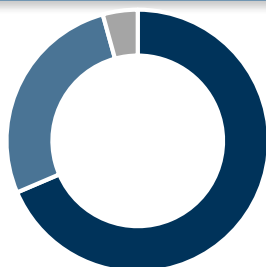
¹Performance on M EUR Class

Top 5 Positions

Deal Name	Rating (M/S/F)	Par Amount
OCPE 2017-1X D	Baa2/BBB/NR	€ 10,000,000
SPAUL 8X D	Baa2/NR/NR	€ 10,000,000
HARVT 18X D	Baa2/BBB/NR	€ 10,000,000
EGLXY 2018-6X D	Baa2/BBB/NR	€ 10,000,000
CGMSE 2015-2X CR	Baa3/NR/BBB	€ 9,500,000

Rating Breakdown

- BBB (69%)
- BB (27%)
- Cash* (4%)



*Cash and cash equivalents

Technical Detail

Legal Structure	Luxembourg SICAV Alpha UCITS SICAV
Domicile	Luxembourg
Launch Date	13/09/2016
Fund Size	€481.3m
Dealing	Weekly (Wednesdays)
Valuations	Daily Non-Dealing and Weekly Dealing NAVs
Return Profile	L+4% p.a. (net target returns)
Base Currency	€ denominated
Investment Manager	Fair Oaks Capital Limited
Management Company	MDO Management Company S.A.
Administrator / Custodian	RBC Investor Services Bank S.A.
Auditor	Ernst & Young S.A.

²CLO Issuance details from JP Morgan YTD CLO Issuance report 2018-03-05

³JP Morgan: Primary EUR- CLO BBB Spread to 6M Euribor; Primary EUR- CLO BB Spread to 6M Euribor; iTraxx Europe Main On The Run (3Y) Unfunded JP Morgan CDS Spread Mid; Euro HY Summary Spread to Worst

Portfolio Metrics

No. of positions:	97
Expected average life:	4.6 yr
Yield to call ⁵ :	4.7%
Floating rate (%):	100%
Fixed rate (%):	0%
Annualised Return ⁶ :	4.8%
Annualised Volatility (Daily Returns) ⁶ :	1.1%

⁵Gross expected yield of investments in currency of investment

⁶Representative of M EUR Class share price since inception

Geographic Breakdown

- EUR (66%)
- USD (34%)



Signatory of:

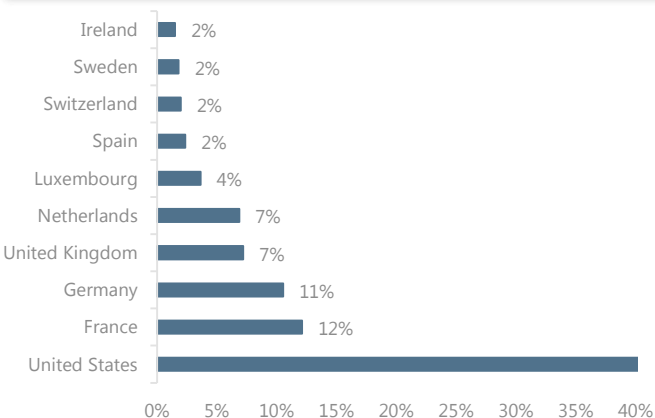


FAIR OAKS
CAPITAL

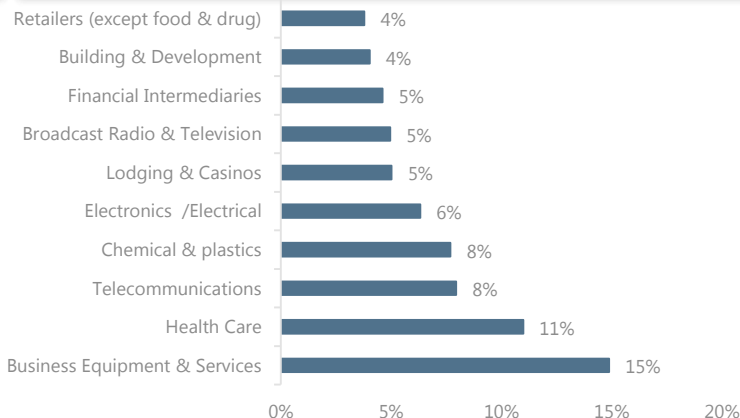
1 Albemarle Street
London W1S 4HA
IR@fairoakscap.com



Look-Through Geographic Breakdown (Top 10)¹



Look-Through Industry Diversification (Top 10)¹



¹ Based on total gross assets in underlying bank loan portfolios

Share Class Performance

	NAV (28-Feb-18)	Total Return Monthly	Total Return 2018 YTD	Total Return ITD (Since class launch)	ISIN	Bloomberg Ticker	SEDOL
Class M GBP	1075.53	0.30%	0.76%	7.55%	LU1344623613	FODCFMG	BD4GCV2
Class M EUR	1068.18	0.25%	0.63%	6.82%	LU1344623373	FODCFME	BD4GCX1
Class E EUR	1062.80	0.22%	0.57%	6.28%	LU1344621674	FODCFEE	BD4GCL9
Class E GBP	1071.23	0.28%	0.71%	7.12%	LU1344621831	FODCFEG	BD4GCN1
Class E2 GBP	1014.54	0.28%	0.70%	3.36%	LU1628743905	FODCFE2G	-
Class E USD	1089.20	0.36%	0.91%	8.92%	LU1344621757	FODCFEU	BD4GCM0
Class E CHF	1052.47	0.18%	0.47%	5.25%	LU1344621914	FODCFEC	BD4GCP3
Class N EUR	1016.88	0.23%	0.57%	6.13%	LU1539542248	FODCFNE	BD72S50
Class O EUR	1019.59	0.20%	0.52%	4.34%	LU1570265261	FODCFOE	-
Class P GBP	1018.69	0.26%	0.68%	3.69%	LU1590456338	FODCFPG	BDRXFB8
Class D ILS	5129.69	0.19%	0.52%	2.59%	LU1577731786	FODCFDS	-
Class A EUR	1021.24	0.19%	0.48%	2.12%	LU1344614893	FODCFAE	-
Class A GBP	1005.58	0.24%	0.62%	0.56%	LU1344615270	FODCFAG	-
Class L2 GBP	1013.12	0.26%	0.66%	2.12%	LU1683328667	FODCFL2G	-

Monthly Performance (M EUR Class)

	Oct-16	Nov-16	Dec-16	2016	ITD								
	-0.45%	-0.03%	0.73%	0.25%	0.25%								
Jan-17	Feb-17	Mar-17	Apr-17	May-17	Jun-17	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	2017	ITD
1.06%	0.31%	1.28%	0.03%	0.34%	0.26%	0.36%	0.54%	0.35%	0.55%	0.52%	0.15%	5.89%	6.15%
Jan-18	Feb-18											2018	ITD
0.38%	0.25%											0.63%	6.82%
Maximum Weekly Return:	+1.00%			% Positive or Unchanged Weeks:								83.56%	
Largest Weekly Drawdown:	-0.20%			Average Weekly Return (Positive or Unchanged Weeks):								+0.12%	
				Average Weekly Return (Negative Weeks):								-0.06%	



FOR INSTITUTIONAL AND WELL-INFORMED INVESTORS ONLY. NO OTHER PERSONS SHOULD RELY ON THE INFORMATION CONTAINED WITHIN THIS REPORT.

This report relates to the Fair Oaks Dynamic Credit Fund (the "Sub-Fund"), a sub-fund of Alpha UCITS SICAV. In making any investment in the Sub-Fund, investors should rely solely on the Prospectus and the Key Investor Information Document (available from the Investment Manager, Fair Oaks Capital Limited) and not any information set out in this report. The distribution of this report in jurisdictions other than the United Kingdom may be restricted by law and therefore persons into whose possession this report may come should inform themselves about and observe any such restrictions. In particular this report is not for distribution in or into the United States or Canada.

Past performance is no indication of future results. Inherent in any investment is the potential for loss. Prospective investors are advised to seek expert legal, financial, tax and other professional advice before making any investment decisions.

Swiss Investors: The distribution of the Sub-Fund is restricted exclusively to qualified investors in accordance with art. 10 para.3 of the Swiss Collective Investment Schemes Act. This report constitutes marketing information. Investment in investment funds is subject to market risks. Past performance results are no indication of future results. Performance results referring to a period of less than twelve months are no reliable indicator for future results due to the short comparison period. Issuance and redemption commissions are not included in the performance figures. For interested parties, the Prospectus, Key Investor Information Documents (KIID), the articles of association as well as the annual and semi-annual reports may be obtained free of charge from the Swiss representative and paying agent in Switzerland: RBC Investor Services Bank S.A., Esch-sur-Alzette, Zurich Branch, Badenerstrasse 567, P.O.Box 1292, CH-8048 Zurich. This report has been communicated by Fair Oaks Capital Limited, 1 Albemarle Street, London W1S 4HA, authorised and regulated in the UK by the Financial Conduct Authority, FRN No.604090.