



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.

Commentary

The Fund generated a net return of -1.05% in April.¹ The JP Morgan European BBB Corporate Bond Index and the High Yield Index returned +0.92% and +0.28%, respectively.²

The portfolio's current gross EUR yield is 6.2%,³ with an expected gross yield to maturity of 6.4%. This compares to yields to maturity of 3.1% for the JP Morgan European BBB Corporate Bond Index and 6.5% for the lower-rated European High Yield Index.²

The European loan default rate remained unchanged at 0.3% and the US loan default rate decreased from 0.8% to 0.7% in April. The forward-looking distress ratio increased from 3.2% to 3.9% in Europe and increased from 4.5% to 5.5% in the US.⁴ This rising distress ratio is indicative of the tariff related pressures which will be reflected in future company earnings and is widely expected to result in a higher default rate, albeit an outsized effect in the US compared to Europe.

We continue to monitor loan issuers and CLO portfolios with higher US tariff exposure. While variable depending on local or global operational and supply chain dependencies, within Fair Oaks' European loan portfolios, the majority of issuers have less than 5% of US revenues and we believe only 10% of issuers have material exposure to the imposed and proposed tariffs.⁵ Alternative sources of capital will likely continue to step up to provide financing to certain borrowers, as lending conditions tighten in the broadly syndicated loan (BSL) market and the spread basis between public and private markets converges, in a similar trend seen in 2022.⁶ For example, BVI Medical, a CCC issuer trading at a price of 94c at the end of 2024, has been taken out of the BSL market via refinancing from private credit lenders.^{7,8}

Periods of major macro movements have historically resulted in spikes in CLO secondary activity. In the current environment, this has contributed to the second highest global monthly BWIC volumes on record.⁹ Despite higher volumes, strong demand and a transparent BWIC market has contributed to orderly trading and limited volatility.

Prior to April, the European CLO BBB index last reached its current average price on 27-Feb-24 and the Fund subsequently generated a +9.10% net return over the next twelve months,^{1,10} by identifying early call candidates through documentation analysis. Given the current price of the index of 98.1c,¹⁰ we believe the Fund has the potential to once again benefit from generating similar excess returns.

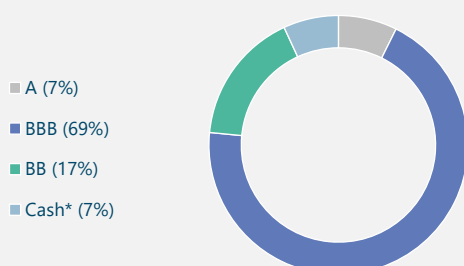
Top 5 positions¹⁴

Deal name	Rating	CLO manager	% of NAV
VOYE 8X D	BBB	Voya	2.1%
BRGPT 8X D	BBB	Bridgepoint	1.9%
NEUBE 2021-2X D	BBB	Neuberger Berman	1.7%
AVOCA 15X ER	BB	KKR	1.6%
PLMER 2022-1X D	BBB	Palmer Square	1.6%

TOTAL NUMBER OF ISSUERS IN THE PORTFOLIO: 637

LARGEST LOAN ISSUER (% MARKET VALUE): 0.93%

Portfolio rating breakdown^{14,15}



*Cash and cash equivalents.

Fund facts

Data as of 30-Apr-25

Legal structure	Luxembourg SICAV-Alpha UCITS SICAV
Domicile	Luxembourg
Launch date	13-Sep-16
Fund size	€515.0m
Dealing	Daily
Valuations	Daily dealing NAVs
Target gross return ¹¹	Euribor + 5% p.a. (see share class KIIDS for TER details)
Base currency	EUR
SFDR classification ¹²	Article 8
Investment manager	Fair Oaks Capital Limited ("Fair Oaks")
Management company ¹³	Waystone Management Company S.A.
Administrator / custodian	CACEIS Bank, Luxembourg branch
Auditor	Deloitte Audit Sàrl

Portfolio metrics

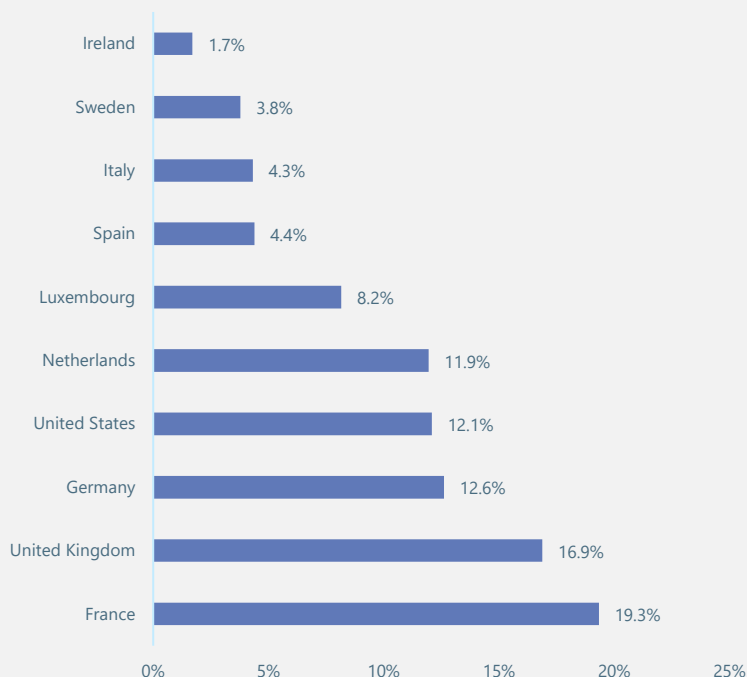
Number of positions:	116
Floating rate:	100%
Current yield ¹⁶ :	6.2%
Yield to maturity ¹⁷ :	6.4% (5.4 year duration)

Portfolio currency breakdown^{14,15}

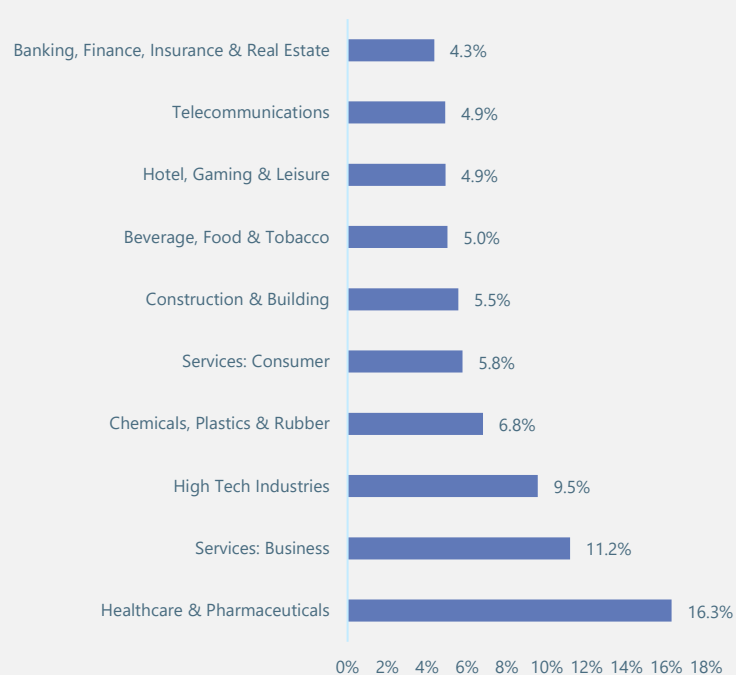




Look-through geographic breakdown (top 10)¹⁸



Look-through industry diversification (top 10)^{18,19}



Monthly performance²⁰

									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	Mar-18	Apr-18	May-18	Jun-18	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	2018	ITD
+0.38%	+0.25%	+0.16%	-0.24%	+0.24%	-0.13%	+0.06%	+0.31%	0.00%	+0.12%	-0.51%	-3.07%	-2.46%	+3.54%
Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	2019	ITD
+1.55%	-0.07%	+1.29%	+0.93%	+0.74%	-0.32%	0.45%	-0.06%	+0.17%	-0.80%	+0.47%	+0.72%	+5.17%	+8.89%
Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	2020	ITD
+1.92%	-1.13%	-27.19%	+6.44%	+16.06%	+4.29%	-1.27%	+2.31%	+0.75%	+0.21%	+3.49%	+0.78%	+0.53%	+9.46%
Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Jul-21	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	2021	ITD
+0.95%	-0.15%	-0.03%	+0.67%	+0.37%	+0.38%	+0.49%	+0.15%	+0.06%	+0.40%	+0.17%	+0.10%	+3.63%	+13.44%
Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22	Jul-22	Aug-22	Sep-22	Oct-22	Nov-22	Dec-22	2022	ITD
+0.37%	-1.18%	-0.12%	-0.35%	-5.51%	-3.24%	-1.40%	4.25%	-6.01%	-0.02%	+2.80%	+1.19%	-9.31%	+2.87%
Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	2023	ITD
+4.40%	+0.99%	-2.10%	+2.88%	0.00%	+1.55%	+3.08%	+1.36%	-0.03%	-0.26%	+3.02%	+0.53%	+16.35%	+19.69%
Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	Dec-24	2024	ITD
+4.68%	+0.90%	+0.72%	+1.04%	+0.80%	+0.90%	+0.69%	+0.56%	+0.72%	+0.71%	+0.56%	+0.58%	+13.56%	+35.92%
Jan-25	Feb-25	Mar-25	Apr-25									2025	ITD
+0.97%	+0.43%	-0.05%	-1.05%									+0.29%	+36.31%

Maximum weekly return: +9.51%

Largest weekly drawdown: -15.16%

% Positive or unchanged weeks:

75.23%

Average weekly return (positive or unchanged weeks):

+0.36%

Average weekly return (negative weeks):

-0.79%



Share class performance²¹

	LAUNCH DATE	ISIN	BLOOMBERG TICKER	NAV (30-Apr-25)	TOTAL RETURN MONTHLY	TOTAL RETURN 2025 YTD	ANNUALISED RETURN (SINCE CLASS LAUNCH)	ANNUALISED DAILY VOLATILITY (SINCE CLASS LAUNCH)
Class A CHF	Feb-20	LU1344615353	FODCFAC	1,097.76	-1.26%	-0.77%	+1.81%	+9.95%
Class A EUR	Aug-17	LU1344614893	FODCFAE	1,234.89	-1.06%	+0.08%	+2.77%	+8.19%
Class A GBP	Dec-17	LU1344615270	FODCFAG	1,294.23	-0.97%	+0.42%	+3.56%	+8.46%
Class A USD	Aug-19	LU1344615197	FODCAU	1,330.24	-0.98%	+0.59%	+5.11%	+9.48%
Class A2 EUR	Nov-23	LU1758468752	FODCA2E	1,081.42	-1.05%	+0.03%	+9.99%	+2.54%
Class A2 GBP	Nov-23	LU1758468919	FODCA2G	1,085.12	-0.94%	+1.11%	+10.51%	+2.40%
Class D ILS	May-17	LU1577731786	FODCFDS	6,151.95	-1.04%	+0.15%	+2.65%	+8.16%
Class E EUR	Sep-16	LU1344621674	FODCFEE	1,326.49	-1.08%	+0.18%	+3.34%	+7.78%
Class E USD	Sep-16	LU1344621757	FODCFEU	1,548.11	-0.99%	+0.67%	+5.21%	+7.87%
Class E2 GBP	Jun-17	LU1628743905	FODCE2G	999.57	-0.71%	+1.14%	+3.34%	+8.23%
Class K EUR	Apr-24	LU2605922207	FODCKEU	1,057.72	-1.11%	+0.03%	+5.47%	+2.44%
Class L EUR	Nov-18	LU1344622219	FODCFLE	1,230.02	-1.10%	+0.10%	+3.28%	+9.00%
Class L2 GBP	Sep-17	LU1683328667	FODCL2G	995.25	-0.74%	+1.04%	+3.24%	+8.33%
Class M EUR	Oct-16	LU1344623373	FODCFME	1,363.09	-1.05%	+0.29%	+3.68%	+7.80%
Class N EUR	Dec-16	LU1539542248	FODCFNE	933.82	-1.08%	+0.19%	+2.86%	+7.92%
Class O EUR	Mar-17	LU1570265261	FODCFOE	982.35	-1.10%	+0.10%	+2.32%	+8.47%
Class Q SEK	Oct-18	LU1886619987	FODCFQS	12,233.80	-1.18%	-0.11%	+3.15%	+9.01%
Class S EUR	Sep-19	LU1892528388	FODCFSE	1,216.03	-1.10%	+0.09%	+3.57%	+9.62%
Class S USD	Dec-19	LU1892528461	FODCFSU	1,324.92	-1.01%	+0.59%	+5.34%	+9.79%

Registered regions

One or more share classes of the sub-fund are available in the following regions:

Austria	Ireland	Norway	Switzerland
Denmark	Italy	Portugal	United Kingdom
Finland	Luxembourg	Singapore	
France	Malta	Spain	
Germany	Netherlands	Sweden	

Footnotes

- 1) Fair Oaks Capital data. Performance is of M EUR and is net of fees. The M Share Class is the earliest share class with the longest track record (M GBP shares launched Sep-16 and M EUR shares launched in Oct-16) and are no longer available for new investment.
- 2) JP Morgan as at 30-Apr-25. European Corporates BBB 3-5 maturity Index, Euro High Yield Index.
- 3) Fair Oaks' data. Based on the net asset value of CLO holdings. This analysis excludes cash, cash-equivalents and recent primary transactions. Before Fund fees, expenses and currency hedging.
- 4) Pitchbook LCD as at 30-Apr-25. Default rate by principal value. Distress ratio by issuer count..
- 5) Fair Oaks Capital data as at 24-Apr-25.
- 6) Bank of America, "High Yield Strategy: Private Debt poised to capture market share - United States", 02-May-25.
- 7) Bloomberg, "TPG's BVI Medical Seeks \$800 Million From Private Credit", 18-Feb-25.
- 8) S&P Markit as at 31-Dec-24. BVI Medical Inc - First Lien Term Loan (LX185292) bid price.
- 9) Bank of America, Citi Velocity and Fair Oaks Capital as at 30-Apr-25. For a detailed analysis of recent events and their impact on the liquidity of CLO markets, please see Fair Oaks' recent report [The CLO Investor: CLO resilience amidst volatile markets](#).
- 10) JP Morgan as at 30-Apr-25. Euro CLOIE BBB index.
- 11) Target gross return is before Fund expenses and management fees. Share class KIIDs including TERs are available on Management Company's Waystone website (<https://www.waystone.com/our-funds/waystone-managed-funds/>).



Footnotes (continued)

- 12) The Fund promotes environmental or social characteristics and is subject to enhanced sustainability disclosures within the meaning of Article 8 of the Regulation (EU) 2019/2088 on Sustainability-related disclosures in the financial sector. The Investment Manager sources environmental and social scores from a reputable third-party evaluation service, for the issuers of corporate loans held by the CLOs in which the Fund invests or considers investing. The Fund has weighted average environmental and social scores which are each above the average for the corporate loan market.
- 13) The management company, Waystone Management Company S.A., has the right to terminate the Fund's marketing arrangements upon notice or in certain other limited circumstances.
- 14) Based on the current valuation of the assets in the Fund's base currency and current rating at month-end.
- 15) Due to rounding errors, the percentages may not sum to 100%. Currency breakdown of CLO investments excludes cash balance.
- 16) Fair Oaks' data. Based on the market value of CLO holdings. This analysis excludes cash, cash-equivalents and recent primary transactions. Before Fund fees, expenses and currency hedging.
- 17) Intex. Yield and modified duration of portfolio to expected maturity, assuming a 20% loan prepayment rate. This analysis excludes cash, cash-equivalents and recent primary transactions. Before Fund fees, expenses and currency hedging.
- 18) Intex. Based on the par value of loans to issuers in the underlying bank loan portfolios. This analysis excludes recent purchases that have not settled in the reporting month.
- 19) Based on available Moody's classification of the loan issuers. This analysis excludes recent purchases that have not settled in the reporting month.
- 20) Fair Oaks' data. Performance is from the launch of M EUR and is net of fees. The M share class is the earliest share class with the longest track record (M GBP share class launched Sep-16 and M EUR share class launched in Oct-16) and are no longer available for new investment.
- 21) NAVs calculated net of fees. Performance information is not yet available for some share classes (Class K EUR) as they do not have a full 12-month track record. Share classes R2 and S2 have not launched as of the reporting month.

Key risks

The following risks may affect the Sub-Fund. Full details of all risks the Sub-Fund is exposed to are provided in the Prospectus and KIID.

CLO valuation: The value of a CLO may be affected by a number of factors, including: credit spreads, changes in the performance or the market's perception of the underlying assets backing the security and changes in the market's perception of the adequacy of credit support built into the security's structure to protect against losses.

CLO liquidity: The secondary market for CLOs may not be as liquid as the secondary market for corporate debt. As a result, the Investment Manager could find it more difficult to sell these investments or may be able to sell them only at prices lower than if they were more widely traded. It may be difficult to establish accurate prices for such investments for the purposes of calculating the Sub-fund's Net Asset Value. Therefore, prices realised upon the sale of such investments may be lower than the prices used in calculating the Sub-fund's Net Asset Value.

Dependence on Managers of CLOs: The performance of the Sub-fund's investments in CLOs will depend in part upon the performance and operational effectiveness of the managers of the CLOs.

Disclaimer

CLASS S AND CLASS R SHARES ARE AVAILABLE TO RETAIL INVESTORS. ALL OTHER SHARE CLASSES AVAILABLE TO INSTITUTIONAL AND WELL-INFORMED INVESTORS. NO OTHER PERSONS SHOULD RELY ON THE INFORMATION CONTAINED WITHIN THIS DOCUMENT.

This document 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 ("Prospectus"), the relevant supplement ("Special Section") and the Key Investor Information Document ("KIID") (together the "Offering Documents") and not any information set out in this document. The distribution of this document in jurisdictions other than the United Kingdom may be restricted by law and therefore persons into whose possession this document may come should inform themselves about and observe any such restrictions. In particular this document is not for distribution in or into the United States or Canada.

Copies of the Prospectus, the Special Section and information about investor rights (which are each only available in English) may be obtained at: <https://fairoakscap.com/>. Copies of the KIIDs (which are available both in English and the languages of each EU country in which the Sub-Fund has been passported) may be obtained from Waystone Management Company S.A (the "Management Company") at: <https://www.waystone.com/our-funds/waystone-managed-funds/>

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Disclaimer (continued)

Important Risk Disclaimers: Past performance is no indication of future results. Inherent in any investment is the potential for loss. Returns may increase or decrease as a result of currency fluctuations. Target returns and distributions are hypothetical targets only and are neither guarantees nor predictions or projections of future performance. There can be no assurance that such targeted returns will be achieved or that the Sub-Fund will be able to implement its investment strategy, achieve its investment objective or avoid substantial losses. Classes of shares that are denominated in a currency other than the base currency of the Sub-Fund may engage in currency hedging at a share class level. All costs and gains/losses incurred from such hedging transactions will be borne by the relevant class of shares. Further details of currency hedging are contained in the Offering Documents.

Aside from the Class Q shares of the Sub-Fund which are not available for investment, no subscription fee, redemption fee or other commission is charged by the Sub-Fund with respect to a subscription or redemption of Shares. In exceptional circumstances a Dilution Levy (which may vary on a class-by-class basis) may be charged on the subscription, redemption or conversion of Shares as more particularly described in the Offering Documents and which could impact any stated performance returns of forward-looking statements.

ESG Disclaimer: Fair Oaks Capital's investment process routinely integrates environmental, social, and governance factors into all investment decisions, ensuring that sustainability characteristics are considered in alignment with Article 8 and the firms responsible investing guidelines. Please visit our website for further information: <https://fairoakscap.com/corporate-responsibility/>. For further information regarding certification, please visit: <https://www.unpri.org/signatory-directory/fair-oaks-capital/2208.article>.

This document has been communicated by Fair Oaks Capital Limited, 1 Old Queen Street, London SW1H 9JA, authorised and regulated in the UK by the Financial Conduct Authority, FRN: 604090.

ADDITIONAL INFORMATION

Notice to EU investors: Gestion Fondo Endowment, Agencia De Valores, S.A., an entity authorised and regulated by the Spanish Comisión Nacional del Mercado de Valores, has been appointed to market the Sub-Fund in various European member states. As a MIFID registered and passported firm, Gestion Fondo Endowment, Agencia De Valores, S.A. is authorised to provide investment services in those European member states and in each case is registered as such with the relevant local regulator.

Notice to UK investors: The Fund is authorised overseas and not in the United Kingdom. The UK Financial Ombudsman Service is unlikely to consider complaints related to the Fund, its management company, or its custodian. Claims for losses related to the management company or custodian are unlikely to be covered under the UK Financial Services Compensation Scheme. Prospective investors should seek financial advice before investing and refer to the Fund's prospectus for more information.

Notice to Swiss investors: This document 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: CACEIS Investor Services Bank S.A., Esch-sur-Alzette, Zurich Branch, Bleicherweg 7, CH-8027 Zurich.

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