



## MAY HIGHLIGHTS

Emerging Markets global spreads continued to recover in May and tightened by 94bps to 463bps, while the 5y US treasury yield slightly decreased by 6bps to 0.3%. Economies around the world begun to relax lockdown restrictions, which has had a positive effect on market sentiment. However, tensions between the US and China increased again when China's legislature passed a controversial national security law for Hong Kong. Federal Funds rate remained in the target range of 0-0.25% and is expected to stay in the zero lower bound for some time, given the pandemic's negative economic impact. Many Emerging Markets are lagging advanced economies in flattening the COVID-19 curve, such as Brazil where the situation is considered to have been handled poorly or India where the country's muted fiscal response is deemed to be insufficient to cope with the current economic downturn. The Fund's performance has continued to recover and we continue to maintain our overweight in high-quality bonds.

## PERFORMANCE

|                                |                    |               |               |               |            |
|--------------------------------|--------------------|---------------|---------------|---------------|------------|
| Net Asset Value (NAV) in USD   | <b>422,975,990</b> |               |               |               |            |
|                                | <b>USD</b>         | <b>CHF</b>    | <b>EUR</b>    | <b>GBP</b>    | <b>SEK</b> |
| Share Value (Class I Shares)   | <b>103.36</b>      | <b>98.89</b>  | <b>97.95</b>  | <b>99.46</b>  | -          |
| Monthly return                 | <b>2.54%</b>       | <b>2.46%</b>  | <b>2.48%</b>  | <b>2.53%</b>  | -          |
| Return on investment YTD       | <b>-1.82%</b>      | <b>-2.85%</b> | <b>-2.71%</b> | <b>-0.54%</b> | -          |
| Since inception (annualized)   | <b>2.51%</b>       | <b>-0.68%</b> | <b>-2.33%</b> | <b>-2.47%</b> | -          |
| Since inception (total return) | <b>3.36%</b>       | <b>-1.11%</b> | <b>-2.05%</b> | <b>-0.54%</b> | -          |
| Inception date Class I         | <b>Jan 19</b>      | <b>Oct 18</b> | <b>Jul 19</b> | <b>Mar 20</b> | -          |

## MONTHLY PERFORMANCE

|                  | Jun 19 | Jul 19 | Aug 19 | Sep 19 | Oct 19 | Nov 19 | Dec 19 | Jan 20 | Feb 20 | Mar 20 | Apr 20 | May 20 |
|------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| USD share class  | 0.80%  | 0.70%  | 0.41%  | 0.25%  | 0.20%  | 0.27%  | 0.47%  | 0.45%  | 0.09%  | -6.30% | 1.64%  | 2.54%  |
| CHF share class* | 0.52%  | 0.46%  | 0.12%  | -0.06% | -0.08% | 0.06%  | 0.16%  | 0.23%  | -0.11% | -6.63% | 1.44%  | 2.46%  |
| EUR share class* | -      | 0.19%  | 0.16%  | 0.01%  | -0.06% | 0.16%  | 0.22%  | 0.25%  | -0.07% | -6.61% | 1.48%  | 2.48%  |
| GBP share class* | -      | -      | -      | -      | -      | -      | -      | -      | -      | -4.49% | 1.57%  | 2.53%  |

\* Hedged against USD

## ANNUAL PERFORMANCE

|                    | 2018   | 2019   | 2020*  | 2021 | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 | 2028 |
|--------------------|--------|--------|--------|------|------|------|------|------|------|------|------|
| USD share class    | -      | 5.28%  | -1.82% |      |      |      |      |      |      |      |      |
| USD LIBOR 6 months | -      | 2.07%  | 0.51%  |      |      |      |      |      |      |      |      |
| CHF share class    | -1.22% | 3.05%  | -2.85% |      |      |      |      |      |      |      |      |
| CHF LIBOR 6 months | -0.14% | -0.68% | -0.26% |      |      |      |      |      |      |      |      |
| EUR share class    | -      | 0.68%  | -2.71% |      |      |      |      |      |      |      |      |
| EUR LIBOR 6 months | -      | -0.19% | -0.11% |      |      |      |      |      |      |      |      |
| GBP share class    | -      | -      | -0.54% |      |      |      |      |      |      |      |      |
| GBP LIBOR 6 months | -      | -      | 0.13%  |      |      |      |      |      |      |      |      |

\* YTD as of 31 May 2020.

## FUND FACTS

|  |               |
|--|---------------|
| Portfolio weighted credit duration (years)           | <b>3.19</b>   |
| USD Portfolio Weighted Interest duration (years)     | <b>3.18</b>   |
| Non-USD Portfolio weighted interest duration (years) | <b>0.01</b>   |
| Yield  | <b>3.02%</b>  |
| Number of issuers                                    | <b>87</b>     |
| Number of positions                                  | <b>126</b>    |
| Weighted rating                                      | <b>BBB+</b>   |
| Cash & equivalent*                                   | <b>10.75%</b> |

\*includes share class hedging costs

1) Since fund inception

## FUND STATISTICS<sup>1) 2)</sup>

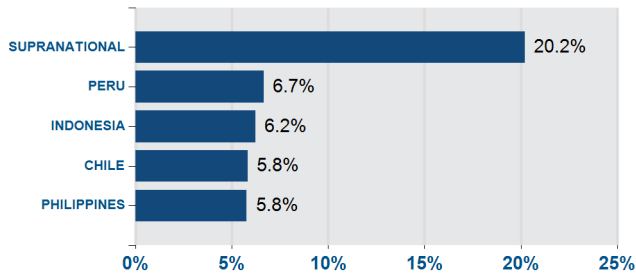
|  |               |
|--|---------------|
| Annualized return                        | <b>2.51%</b>  |
| Average monthly return                   | <b>0.22%</b>  |
| Best month (May 2020)                    | <b>2.54%</b>  |
| Worst month (Mar 2020)                   | <b>-6.30%</b> |
| Volatility                               | <b>4.86</b>   |
| Sharpe Ratio                             | <b>0.10</b>   |
| Correlation with MSCI World              | <b>0.71</b>   |
| Correlation with JPM EMBI Global         | <b>0.86</b>   |
| Correlation with 6-month USD Libor Index | <b>0.15</b>   |

2) In USD

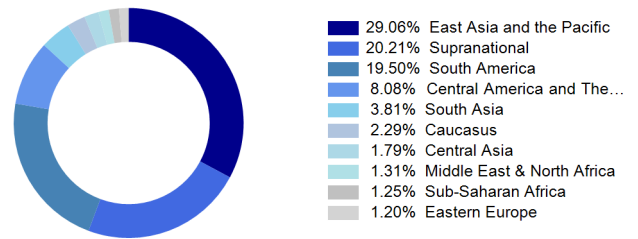
|                           |  |                       |            |                         |  |                 |              |
|---------------------------|--|-----------------------|------------|-------------------------|--|-----------------|--------------|
| <b>Investment Manager</b> | BlueOrchard Finance Ltd                        | <b>Fund inception</b> | 16-Aug-18  | <b>Subscriptions</b>    | Fortnightly  | <b>Currency</b> | ISIN         |
| <b>Management Company</b> | BlueOrchard Asset Management (Luxembourg) S.A. | <b>Base currency</b>  | USD        | <b>Redemptions</b>      | Fortnightly  | USD             | LU1857274754 |
| <b>Custodian &amp; TA</b> | Citibank Europe PLC (Luxembourg Branch)        | <b>Income</b>         | Reinvested | <b>Min subscription</b> | USD 1,000,000 in the reference currency or the relevant alternative currency | EUR             | LU1857274838 |
| <b>Fund Structure</b>     | Luxembourg UCITS SICAV                         | <b>Management Fee</b> | 1%         |                         |  | CHF             | LU1857274911 |
|                           |  |                       |            |                         |  | SEK             | LU1857275058 |
|                           |  |                       |            |                         |  | GBP             | LU1857275132 |



**TOP 5 COUNTRIES (AS % OF TOTAL ASSETS)**



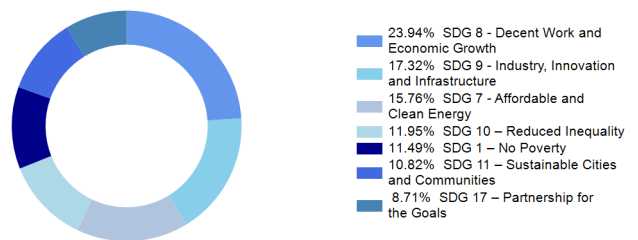
**EXPOSURE BY REGION (AS % OF TOTAL ASSETS)**



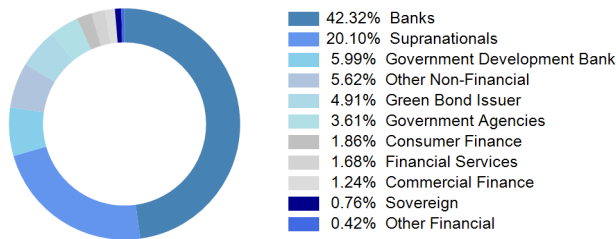
**RATING (AS % OF TOTAL ASSETS)**



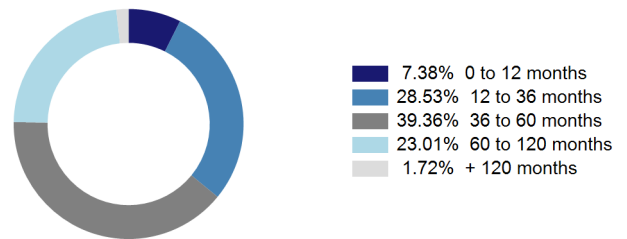
**TOP 7 SDG (AS % FOR EACH DOLLAR AMOUNT INVESTED)**



**EXPOSURE BY SECTOR (AS % OF TOTAL ASSETS)**



**EXPOSURE BY MATURITY (AS % OF PORTFOLIO)**

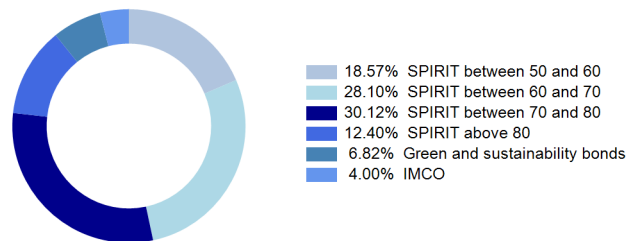


**TOP 5 HOLDINGS (AS % OF TOTAL ASSETS)**

|   |               |       |
|---|---------------|-------|
| AFRICA FINANCE CORP                     | Supranational | 3.41% |
| AFRICAN EXPORT-IMPORT BANK              | Supranational | 2.94% |
| BANK RAKYAT INDONESIA                   | Indonesia     | 2.90% |
| BANQUE OUEST AFRICAINE DE DEVELOPPEMENT | Supranational | 2.59% |
| RHB BANK                                | Malaysia      | 2.57% |

**SPIRIT SCORE (AS % OF TOTAL INVESTED AMOUNT)**

Average SPIRIT score overall portfolio\* 66.96



\* Excluding IMCO accepted issuers and green and sustainability bonds.

**PORTFOLIO HIGHLIGHT**

The government of Guatemala issued a COVID-19 relief bond of USD 500 million. The bond aims to contribute directly or indirectly to COVID-19 prevention, containment, and mitigation efforts. Programs financed will range from health-related investments targeting underserved Guatemalans to ensuring school meal provision as well as the continued operation of public education centers. The issuance is aligned with the ICMA Social Bond Principles and stringent reporting requirements are in place.

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