SphereInvest | GROUP

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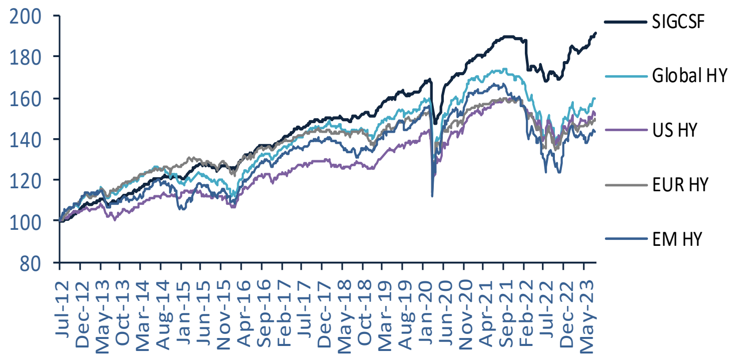
GLOBAL CREDIT STRATEGIES FUND

Monthly Performance

Class F (USD):	MTD return:	0.93%	2023 return:	7.83%	NAV per Share:	191.15
Class D (EUR):	MTD return:	0.81%	2023 return:	6.52%	NAV per Share:	161.20
Class E (GBP):	MTD return:	0.97%	2023 return:	7.39%	NAV per Share:	138.64

	YtD	3 Years		Since Inception	
	Return	Return *	Sharpe	Return *	Sharpe
SIGCSF Class F (US$)	**7.8%**	**4.3%**	**0.6**	**6.0%**	**1.3**
Bloomberg Global HY	6.8%	0.4%	-0.2	4.3%	0.4
US HY (etf: SPHY US)	5.9%	2.2%	0.0	3.8%	0.4
EUR HY (etf: SYBJ GY)	5.3%	1.1%	-0.1	3.7%	0.3
EM HY (etf: HYEM US)	2.9%	-2.0%	-0.4	3.3%	0.2
Bloomberg Global Agg	2.0%	-5.7%	-1.1	0.0%	-0.2



Fund Inception: July 2012
Source: SphereInvest Group; Bloomberg
*Annualized Weekly Returns and Sharpe Ratios

The UCITS is actively managed by SphereInvest Group Limited. It is not managed with reference to any benchmark, the above comparisons are provided for information purposes only.

Portfolio and Market Commentary

As often, strong market recoveries reflect realized outcomes less than initial expectations – and, sometimes, the more wrong, the better. The spectacular rebound of many risk assets during the first half of 2023 owed little to feeble global growth and much to extreme – and so far, wrong – investor positioning at the turn of the year.

While the continued resiliency of labour markets, many months into the most aggressive cycles of tightening ever by major central banks, has been genuinely surprising, we are doubtful this is what investors are currently feting. After all, resiliency is hardly a happy condition per se - in particular, if your ability to absorb shocks without batting an eye only encourages the other side to punch even harder. While no one could welcome economic k-o such as threatened by the banking crisis during Q1, it defies belief investors are now truly rejoicing at the prospect resilient job markets will allow central banks to remain solely focused on bringing down inflation, delaying the prospect of loosening, at best, by many months, and, at worst, leaving financial assets under the threat of more hikes.

Although new investing narratives around AI may have provided the initial spark which revived animal spirits, we believe investors' renewed appetite for risk mostly reflects the need to rebalance portfolios away from risk-off narratives, which not only failed to perform, but were exposed as poorly conceived. Positioning for a recession in 2023 or 2024 made – and still makes – good sense to us, but extreme market pricing for future monetary policy was going much further: investors were not pricing a recession as much as economic shocks forcing CBs to rapidly go into reverse. Although pressure points exist, such as in commercial real estate, and the banking crisis came close to proving the Fed couldn't hike without "breaking something", positioning in the expectation of a shock confuses the tails with the central case: shocks are axiomatically hard to forecast and usually hedged for, rather than invested in, unless by capital with the patience to underperform markets for an indeterminate amount of time – rarely a fitting definition for the vast majority of investors.

That investors appeared keen to embrace tail narratives towards the start of 2023 was surprising, but we would be cautious to now assume highly leveraged economies across DM are truly able to cope with current nominal rates. Monetary policy does work with lags. Borrowers often remain insulated from higher cost of capital, having been able to lock-in low funding costs before CBs started hiking. Funding at sharply higher levels over time will inevitably reduce their ability to spend and invest. Inadequate policy transmission is only lengthening lags: households, supposedly incentivized by CBs to delay consumption and save more, have hardly seen the benefits of higher saving rates yet as commercial banks procrastinate to defend their margins. Although none of this ensures CBs will "break something", we do believe the direction of travel continues to point to delayed spending, lower consumption, and stalling growth.

Whether markets are positioned for such a scenario is difficult to say. Markets would likely cope with very low growth, or indeed a technical recession, as long as falling inflation continues to support the hope of monetary loosening sometimes in 2024, not because CBs are forced to cut, but because they can. Alternatively, any rebound of inflation leaving investors facing stagflation conditions, and nominal rates potentially exceeding nominal growth for an extended period of time, would raise significant concerns about debt sustainability; difficult to solve, without market stress. In this context, any signs the deflationary impulse provided by China to the world economy during the first half of 2023 is nearing an end, as well as the recent rebound of oil prices and its impact on inflation expectations, bear close watching.

We believe duration remains relatively unattractive. Far from providing a safe-haven in times of economic uncertainty, inverted curves are leaving long-end bonds poorly positioned to cope with adverse outcomes. We would not be surprised to continue seeing duration reprice each time investors feel the need to raise risk premiums, as happened recently after the downgrade of the US sovereign rating by Fitch. As the only true safe assets, cash and the short-end become increasingly attractive whenever premiums in risk markets decline, and we have recently raised our cash position, invested in bills and money markets, as we scout for better opportunities. At the same time, we remain excited about a number of our major positions, from Ehi Car to Brooge Petroleum, which we expect to be a significant source of upside for the fund as valuations normalize over the coming months.

Monthly Performance since Inception

Share Class F (USD, ISIN: IE00BKXBBV70)

	Jan	Feb	Mar	April	May	Jun	July	Aug	Sep	Oct	Nov	Dec	YTD
2023	4.29%	-0.94%	-0.51%	1.05%	0.39%	2.45%	0.93%						**7.83%**
2022	-1.04%	-3.08%	-3.57%	-0.40%	0.20%	-1.62%	-1.96%	2.08%	-0.74%	-1.01%	3.55%	1.37%	**-6.28%**
2021	0.54%	0.85%	0.02%	0.96%	0.85%	1.79%	0.41%	0.81%	0.10%	-0.04%	-0.52%	0.26%	**6.25%**
2020	1.09%	0.05%	-12.07%	2.67%	4.24%	5.53%	1.06%	0.81%	1.00%	-0.05%	2.69%	1.16%	**7.31%**
2019	2.34%	1.46%	0.60%	1.06%	0.22%	1.08%	0.93%	-1.43%	0.12%	1.01%	0.14%	1.69%	**9.59%**
2018	0.49%	-0.09%	-0.08%	0.39%	-0.71%	-0.75%	1.98%	-0.54%	0.87%	0.46%	-0.81%	0.07%	**1.26%**
2017	1.12%	1.30%	0.50%	0.98%	1.28%	-0.10%	0.66%	0.94%	0.48%	0.63%	-0.19%	0.44%	**8.33%**
2016	-0.34%	0.03%	2.86%	2.12%	0.55%	0.03%	1.96%	1.18%	-0.14%	0.36%	-0.72%	1.36%	**9.56%**
2015	-0.22%	1.80%	1.38%	1.66%	0.93%	-0.54%	-0.19%	-1.19%	-1.27%	1.82%	0.73%	-0.99%	**3.91%**
2014	0.84%	1.08%	0.84%	1.10%	1.20%	1.04%	-0.20%	0.91%	-0.51%	0.14%	0.66%	-0.71%	**6.56%**
2013	0.97%	0.11%	0.54%	1.64%	-0.04%	-2.16%	1.11%	-0.06%	1.70%	1.66%	0.14%	0.67%	**6.40%**
2012							0.15%	0.72%	0.78%	2.11%	1.24%	1.72%	**6.90%**

Share Class D (EUR, ISIN: IE00BKXBBS42)

	Jan	Feb	Mar	April	May	Jun	July	Aug	Sep	Oct	Nov	Dec	YTD
2023	3.99%	-1.12%	-0.67%	0.93%	0.22%	2.27%	0.81%						**6.52%**
2022	-1.07%	-3.16%	-3.74%	-0.49%	0.01%	-1.66%	-2.29%	1.71%	-0.88%	-1.24%	3.26%	1.10%	**-8.33%**
2021	0.48%	0.80%	-0.06%	0.89%	0.79%	1.76%	0.35%	0.73%	0.07%	-0.08%	-0.57%	0.15%	**5.46%**
2020	0.89%	-0.10%	-12.52%	2.54%	4.12%	5.42%	0.99%	0.75%	0.92%	-0.11%	2.62%	1.05%	**5.55%**
2019	2.14%	1.22%	0.30%	0.77%	0.02%	0.94%	0.63%	-1.70%	-0.12%	0.73%	-0.05%	1.45%	**6.45%**
2018	0.32%	-0.36%	-0.32%	0.19%	-1.04%	-0.99%	1.75%	-0.66%	0.68%	0.19%	-1.08%	-0.20%	**-1.56%**
2017	0.82%	1.05%	0.40%	0.85%	1.13%	-0.23%	0.50%	0.78%	0.34%	0.42%	-0.29%	0.22%	**6.15%**
2016	-0.42%	-0.01%	2.57%	1.92%	0.39%	-0.08%	1.81%	0.98%	-0.25%	0.15%	-1.01%	1.23%	**7.44%**
2015	-0.29%	1.82%	1.33%	1.55%	0.97%	-0.63%	-0.20%	-1.27%	-1.46%	1.77%	0.91%	-1.13%	**3.35%**
2014	0.85%	1.06%	0.77%	1.09%	1.25%	1.01%	-0.21%	0.92%	-0.62%	0.12%	0.59%	-0.79%	**6.18%**
2013	0.87%	0.12%	0.54%	1.54%	-0.06%	-2.22%	1.16%	-0.07%	1.67%	1.66%	0.13%	0.65%	**6.11%**
2012							0.20%	0.66%	0.70%	2.04%	1.20%	1.62%	**6.59%**

Share Class E (GBP, ISIN: IE00BKXBBT58)

	Jan	Feb	Mar	April	May	Jun	July	Aug	Sep	Oct	Nov	Dec	YTD
2023	4.18%	-1.01%	-0.57%	1.00%	0.33%	2.34%	0.97%						**7.39%**
2022	-1.01%	-3.14%	-3.56%	-0.39%	0.18%	-1.55%	-2.08%	1.88%	-0.86%	-0.95%	3.42%	1.26%	**-6.81%**
2021	0.53%	0.81%	0.00%	0.95%	0.83%	1.82%	0.39%	0.81%	0.09%	-0.05%	-0.47%	0.19%	**6.10%**
2020	1.00%	-0.04%	-12.48%	2.59%	4.23%	5.50%	1.04%	0.81%	0.98%	-0.06%	2.65%	1.11%	**6.34%**
2019	2.26%	1.33%	0.39%	0.82%	0.03%	1.01%	0.89%	-1.60%	0.00%	0.86%	0.09%	1.54%	**7.84%**
2018	0.39%	-0.24%	-0.23%	0.30%	-0.84%	-1.09%	1.80%	-0.74%	0.89%	0.34%	-1.02%	-0.66%	**-1.14%**
2017	1.01%	1.21%	0.40%	0.94%	1.21%	-0.18%	0.56%	0.85%	0.33%	0.57%	-0.24%	0.29%	**7.17%**
2016	-0.39%	-0.08%	2.79%	2.07%	0.48%	0.03%	1.95%	1.01%	-0.22%	0.29%	-0.94%	1.30%	**8.55%**
2015					0.69%	-0.51%	-0.17%	-1.21%	-1.29%	1.86%	0.68%	-1.02%	**-1.01%**

Past performance does not predict future returns.

Fund Information as of July, 2023

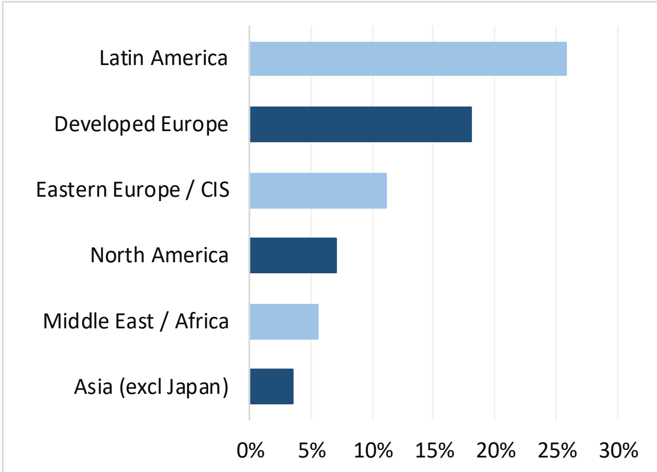
	Avg Rating	NAV (%)	Price	Duration	Curr Yield	YtM	Spread
SphereInvest Global Credit Strategies	BB	100 %	89.5	1.8	7.4 %	12.2 %	832
Cash and Equivalents	AA+	29 %					

Ratings by S&P/Fitch/Moody's; remaining data calculated by SphereInvest.

Top 10 Holdings (in % of NAV, 27/07/23)

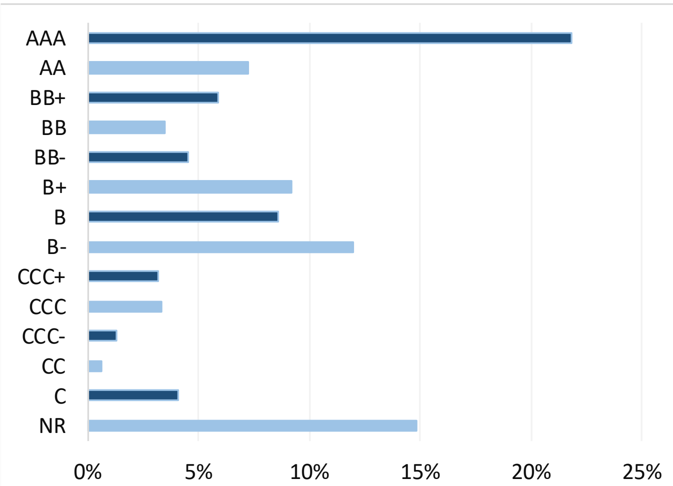
Bond		%
8.875%	Telecom Services of Trinidad & Tobago, 2029	3.9%
12.00%	Quiport, 2033	3.8%
10.775%	TBC Bank, PERPS	3.6%
7.00%	eHi Car, 2026	3.5%
11.00%	HKN Energy, 2024	3.4%
8.00%	GOL Linhas Aéreas, 2026	3.3%
11.50%	Abra Group, 2028	3.2%
8.50%	Danaos, 2028	3.2%
8.45%	Trans-Oil, 2026	3.1%
8.50%	Brooge Petroleum, 2025	3.0%

Regional Allocation (incl cash & equiv)

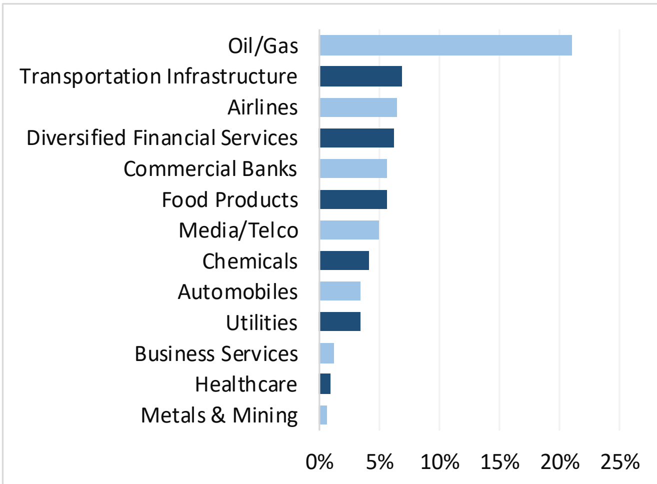


Credit Quality

The ratings are produced by S&P/Fitch/Moody's



Sector Allocation (incl cash & equiv)



Fund Terms

Regulatory	UCITS V	Domicile	Ireland
Liquidity	Daily Pricing / Weekly dealing	Global Custodian	Citibank N.A., London
Start Date	2nd July 2012	Auditor	Deloitte (Ireland) LLP
Management Fee	1.5% p.a. (Retail), 1% p.a. (Institutional)	Legal Counsel	Eversheds Sutherland
Performance Fee	5% p.a. of the increase in the Net Asset Value per Share on each Valuation Day, above the high-water mark, payable annually.	Administrator	Apex Fund Services (Ireland) Limited
Minimum Investment	Retail = 25,000 (GBP,EUR,USD,CAD,CHF,NOK) Institutional = 200,000 (GBP,EUR,USD,CAD,CHF,NOK)		

Key Risks

The value of shares in the UCITS and income received from it can go down as well as up and investors may not get back the full amount invested. Performance may also be affected by currency fluctuations.

The UCITS seeks to achieve its investment objective by principally investing in a diversified portfolio of publicly-issued bonds. The UCITS may utilise financial derivative instruments for hedging, efficient portfolio management and/or investment purposes.

Bonds or other debt securities involve credit risk represented by the possibility of default by the issuer. In the event that any issuer experiences financial or economic difficulties, this may affect the value of the relevant securities and any amounts paid on such securities. This may in turn affect the Net Asset Value per Share of the UCITS.

Investment instruments have historically been subject to price movements that may occur due to market or issue-specific factors. As a result, the performance of the UCITS can fluctuate over time.

Other significant risks include: liquidity risk and operational risk. For full details of the risks applicable to the UCITS, please refer to the 'Risk Factors' sections in the current Prospectus of SphereInvest Global UCITS ICAV and the Offering Supplement of the UCITS sub-fund - SphereInvest Global Credit Strategies Fund.

Disclaimer - Important Information

This is a marketing communication issued by SphereInvest Group Limited ("SIGL"), a company incorporated in Malta and authorised and regulated by the Malta Financial Services Authority ("MFSA") as a UCITS and AIFM Investment Management Company.

SIGL is the Investment Manager of SphereInvest Global UCITS ICAV (the "UCITS"), a company incorporated under the laws of Ireland, authorised and regulated by the Central Bank of Ireland. Please refer to the Prospectus of the UCITS, the Offering Supplement of SphereInvest Global Credit Strategies Fund (a sub-fund of the UCITS) and to the Key Investor Information Document, available in English for all authorised share classes of the sub-fund upon request and via www.sphereinvest.com. In addition, a summary of investor rights is also available in English, upon request and via www.sphereinvest.com.

SphereInvest Global Credit Strategies Fund is notified for marketing in a number of European Member States under the UCITS Directive. The UCITS can terminate such notification for any share class and/or for the sub-fund (as a whole) at any time by using the process contained in article 93a of the UCITS Directive.

This publication is only being provided for illustrative purposes. It should not be construed as investment advice or an offer, invitation or recommendation to transact in any of the investment instruments mentioned. The investment which is being promoted through this communication concerns the acquisition of investor shares in SphereInvest Global Credit Strategies Fund (a sub-fund of the UCITS) and not in any of the underlying assets of this sub-fund.

Past performance does not predict future returns. Performance details provided are in share class currency, include reinvested dividends (if any), net of all fees, including any management and performance fees, as well as, all costs incurred by, and charged to, the UCITS.

Potential investors should seek their own independent financial advice. Every investment involves risk, especially with regard to fluctuations in value, currency movement and return. The value of investments and the income therefrom can go down as well as up. Prospective Investors should read the Prospectus and Offering Supplement for details and specific risk factors of the UCITS promoted herein.

Share Class monthly performance information is being disclosed to enable investors to see actual returns achieved since inception in various currency share classes.