

Fund Objective

The fund's objective is to achieve superior market returns by primarily investing in the European corporate bond market, using conservative levels of leverage, whilst preserving investor capital.

Investment Strategy

Geneva Capital Partners manages risk through a research driven approach which is underpinned by fundamental credit analysis. Risk is mitigated through an uncorrelated diversified portfolio. The fund is invested across the European high yield corporate bond market, with no exposure to structured products or financials.

Key Facts

Portfolio Manager	Steven Behr
Inception Date	06/04/2021
Base Currency	USD
Minimum Initial Investment	\$50,000
Net Targeted Return	10%
Fund Charges	
Initial fees	0%
Management fees	1%
Performance fee (with high water mark)	10%
Redemption fee	0%
Redemption period	1 month
Fund Administrator	Apex
Fund Auditor	Deloitte

Portfolio Information*

AUM	\$22.2m
Gross exposure	\$37.5m
No. of positions	48
Average exposure size	2.1%
WA Maturity	8.6 years
Top 3 exposures:	
UK Gilt	13.5%
Keepmoat Homes	4.2%
Azerion	3.9%

*As of 31/12/2024

For more information, contact Steven Behr at steven.behr@gcpfunds.com

Commentary

NAV was **-0.5%** over the month, with **NAV for 2024 closing at +8.1%**.

We have gradually been reducing our UK gilt exposure since the Labour budget at the end of October. As mentioned in the October factsheet, the high tax and high borrow approach, to partly fund public sector pay hikes, is likely to be inflationary and we do not expect to see the Bank of England cutting rates at the frequency and level we had previously hoped for. Unfortunately, the inflationary factors from two years ago that initiated the rate hikes, namely the war in Ukraine, with very high energy prices and the over-hang of money printing over the Covid period, have now been replaced with a more lingering threat of inflation. With Trump coming into power in less than two weeks, with his threat of tariffs, we remain concerned that this could push up prices globally. However, if he can deliver on peace, or at least stability, across the Middle East and Ukraine over the next few months, this could be a boon to financial markets.

The fund remains well positioned to continue to enjoy high interest rates with an 8% cash yield and with 20% of the portfolio held in longer dated fixed rate bonds, any interest rate cuts will be beneficial. Indeed this status quo of high rates is a once in a generation opportunity for investors, that can achieve attractive yields across a diversified portfolio, with only a one month redemption notice.

GCP – Net Performance since inception (%)

NAV Date	Monthly Net Returns	NAV Date	Monthly Net Returns	NAV Date	Monthly Net Returns
Dec-24	-0.5%	Sep-23	+0.1%	Jun-22	-8.5%
Nov-24	+0.9%	Aug-23	+1.1%	May-22	-1.6%
Oct-24	-2.2%	Jul-23	+2.0%	Apr-22	-2.1%
Sep-24	+0.8%	Jun-23	+1.5%	Mar-22	-0.2%
Aug-24	+1.6%	May-23	-0.1%	Feb-22	-7.3%
July-24	+3.6%	Apr-23	+1.0%	Jan-22	-2.6%
June-24	+0.4%	Mar-23	+0.5%	Dec-21	+2.7%
May-24	+1.9%	Feb-23	+1.1%	Nov-21	-2.9%
Apr-24	-2.4%	Jan-23	+4.3%	Oct-21	-2.0%
Mar-24	+1.2%	Dec-22	+1.6%	Sep-21	+0.5%
Feb-24	+1.2%	Nov-22	+3.6%	Aug-21	+0.9%
Jan-24	+1.4%	Oct-22	-1.1%	Jul-21	+1.4%
Dec-23	+3.8%	Sep-22	-4.4%	Jun-21	-1.5%
Nov-23	+3.3%	Aug-22	+1.5%	May-21	+2.3%
Oct-23	-0.2%	Jul-22	+3.7%	Apr-21	+1.8%

Annual GCP performance*	2018	2019	2020	2021	2022	2023	2024
Annual GCP return (%)	-	5.8	19.0	5.1	-16.8	20.0	8.1
Indexed GCP returns	100	105.8	125.9	132.3	110.1	132.1	142.8
Indexed BBG Euro HY returns	100	108.7	110.5	114.7	103.6	116.3	125.5

*GCP audited performance (net of fees), pre and post fund launch

Geneva Capital Partners Team



Steven Behr

CEO & Portfolio Manager



Charles Grant

Chief Operating Officer



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US Investor Relations



Rishi Maudhoo

Risk and Credit Analyst

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