

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	\$22.1m
Gross exposure	\$45.4m
No. of positions	61
Average exposure size	1.6%
WA Maturity	11.2 years
Top 3 exposures:	
UK Gilt	23.5%
Azerion	3.4%
Keepmoat Homes	3.4%

*As of 31/10/2024

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

Commentary

On 26th October, Israel retaliated to Iran's ballistic missile strike, with a 3-phase air strike of their own. This had very little impact on the financial markets and as we have all witnessed, events have moved on since then, one could not be blamed for thinking the conflict had ended, given it has barely featured on mainstream media since.

On 30th October we had the first UK Labour government budget. In summary, we saw huge spending and borrowing planned, potentially inflationary in the medium to long term. Yesterday, on 6th November, we had the US election results which saw an overwhelming victory for the Republican Party. Trump's plan to end the Ukraine war could alleviate energy inflation risk and global shipping volatility. I am hoping that the cited 60% tariffs on China and 20% on the rest of the world are pure Trump hyperbole and are just his opening negotiating position. Even if tariffs are only imposed on China, this will be inflationary for all of us and set back the recovery of the post-covid global economy. Yesterday, long term UK gilt yields hit 5% for the first time this year, highlighting the market concern.

Today, on the 7th November, we saw a 25bps UK interest rate cut, to 4.75%. The fund remains well diversified, with all credits performing well. The negative October performance was due to increasing bond yields affecting the longer dated fixed rate element of the portfolio, we expect to see these prices recovering over the rest of November, with some positive movement today after the UK rate cut.

GCP – Net Performance since inception (%)

NAV Date	Monthly Net Returns	NAV Date	Monthly Net Returns	NAV Date	Monthly Net Returns
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%
Sep-23	+0.1%	Jun-22	-8.5%		
Aug-23	+1.1%	May-22	-1.6%		

Cumulative Performance (%)	1 m	3 m	6 m	YTD	Since launch
GCP Gross Returns	-2.5	0.1	6.8	8.5	12.3
GCP Share Class 1*	-2.2	0.1	6.2	7.7	11.0
Barclays BBG Euro HY Index	0.5	2.8	5.7	7.5	10.0
Relative Performance	-2.8	-2.7	0.5	0.1	1.1

*GCP net performance for share class 1 (after 10% performance fees) since fund launch

Annual GCP performance*	2018	2019	2020	2021	2022	2023	2024
Annual return (%)	-	5.8	19.0	5.1	-16.8	20.0	7.7
Indexed returns	100	105.8	125.9	132.3	110.1	132.1	142.2

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

Geneva Capital Partners Team



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CEO & Portfolio Manager



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Chief Operating Officer



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