



## Investment objective

The investment objective is to provide monthly income through exposure to a diversified pool of global private debt investments.

## Target distribution

The target cash distribution is RBA Cash Rate +4% per annum, net of fees, costs and taxes, and paid monthly. This is a target only and may not be achieved.

## Investment strategy

The investment strategy is to access a diversified portfolio of private debt investments through active origination, portfolio construction and risk management.

Private debt is accessed by borrowers that seek or need funding outside, or in addition to, more traditional sources of funding available via the bond markets or receiving a loan directly from a bank. Private debt is a crucial source of financing for companies that are rated Sub-Investment Grade or are unrated.

The strategy will be implemented by dynamically allocating investments across the following three distinct private debt strategies:

- The First Lien loan strategy, representing 60-100%
- The Second Lien and Subordinated loan strategy, representing 0-20%
- The Special Situations strategy, representing 0-25%

## Portfolio

The portfolio declined 2.53% for the month of February. Additionally, PGG continued to provide its monthly distribution of approximately 0.01 cents per unit.

PGG consists (approximately 95%) of First Lien Senior Secured Loans, which have historically benefitted from higher recovery rates than their unsecured equivalents, namely high yield bonds. It is also important to note that we do not have any defaulted positions currently within the portfolio. A significant majority of the companies we lend to are owned by Private Equity Sponsors, who typically have deep pockets to support a business and in many instances may have only recently purchased the company. Additionally, the portfolio focuses on developed markets, in particular North America and developed Europe, regions where wide-scale governmental support and stimulus are most likely to occur. Lastly, the portfolio focuses on more defensive sectors with larger exposures to sectors such as healthcare, business services and software/technology sectors. In particular we have relatively low exposure to the Oil and Gas, Airline, Gaming, and Leisure sectors.

## Market

The leveraged loan market was not immune to coronavirus concerns, with the US S&P Leveraged Loan Index falling 1.32% during the month of February resulting in a decline of 0.77% year-to-date. In Europe, the ELLI Index decreased 0.76% over the month, marking the ELLI Index's worse monthly performance since late 2018, and resulting in a decline of 0.15% year-to-date.

In the US and Europe, the loan market declined most rapidly during the last week of February. The biggest move occurred over February 23 to February 27 when the weighted average bid price of the S&P/LSTA Index weakened by 90bps. Over the month, higher rated loans fell by more than lower rated peers. As a result, the spread gap between the highest rated loans (BB) and the lowest rated loans (B-) narrowed to 429bps, down from 505bps at the end of 2019. Additionally, the share of the S&P/LSTA Index priced at par and above fell dramatically, to just 4% by month end from its peak of 61% in mid-January. The European market also experienced this late-month sell off, with the weighted averaged bid price of the ELLI index declining 99bps over the month.

## Key information

In AUD	29.02.2020
Trust	Partners Group Global Income Fund
ASX code	PGG
Listing date	26.09.2019
Market capitalization	550'124'908
Total NTA	542'034'046
Manager	Partners Group Private Markets (Australia) Pty Ltd
Responsible entity	Equity Trustees Limited
Distribution frequency	Monthly
Target net cash distribution	RBA Cash Rate +4% p.a.

## Key figures

In AUD	31.01.2020	29.02.2020
Share price	2.06	2.00
NTA per unit	2.01	1.97
Premium (Discount) to NTA	2.3%	1.5%
Leverage (in %)	0.0%	0.0%

## Net performance (based on NTA per unit)

In %	1 month	3 months	6 months	1 year	Since inception
Total return	-1.79%	-0.44%	n.a.	n.a.	-0.30%
Distribution	0.40%	1.19%	n.a.	n.a.	1.19%
RBA cash rate	0.06%	0.19%	n.a.	n.a.	0.33%
Excess return	-1.85%	-0.63%	n.a.	n.a.	-0.62%

## Net performance (based on ASX unit price)

In %	1 month	3 months	6 months	1 year	Since inception
Total return	-2.53%	-0.32%	n.a.	n.a.	1.17%
Distribution	0.40%	1.19%	n.a.	n.a.	1.19%
Distribution (¢ per unit)	0.008	0.024	n.a.	n.a.	0.024

## Portfolio statistics

In AUD	29.02.2020
Number of obligors	368
Current yield	5.0%
Current cash yield	5.0%
Current cash margin (bps)	428
Weighted average rating	B
Spread duration (years)	4.7

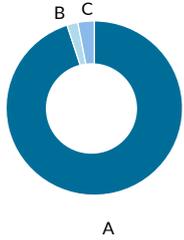
## Monthly net performance (based on ASX unit price)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2019									2.5%	-0.5%	-0.5%	0.9%	2.4%
2020	1.4%	-2.5%											-1.2%

Past performance is not indicative of future results. There is no assurance that similar investments will be made nor that similar results will be achieved.

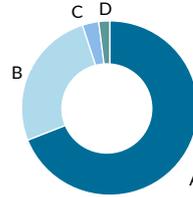


**Investments by type**



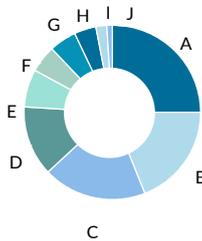
<b>A</b>	First Lien	95%
<b>B</b>	Second Lien	2%
<b>C</b>	Special Situation	3%

**Investments by currency**



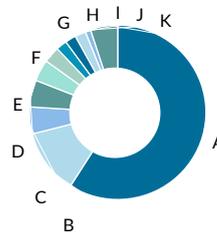
<b>A</b>	USD	69%
<b>B</b>	EUR	26%
<b>C</b>	GBP	3%
<b>D</b>	AUD	2%

**Investments by industry sector**



<b>A</b>	Consumer Discretionary	25%
<b>B</b>	Health Care	19%
<b>C</b>	Information Technology	19%
<b>D</b>	Industrials	13%
<b>E</b>	Financials	7%
<b>F</b>	Consumer Staples	5%
<b>G</b>	Materials	5%
<b>H</b>	Telecommunication Services	4%
<b>I</b>	Energy	2%
<b>J</b>	Utilities	1%

**Investments by country**



<b>A</b>	USA	59%
<b>B</b>	United Kingdom	12%
<b>C</b>	France	5%
<b>D</b>	Germany	5%
<b>E</b>	Netherlands	4%
<b>F</b>	Spain	3%
<b>G</b>	Australia	2%
<b>H</b>	Sweden	2%
<b>I</b>	Finland	2%
<b>J</b>	Canada	1%
<b>K</b>	Others	5%

**Largest 10 investments**

Company name	Country	Industry sector	in %
<b>IRB Holding Corp. (aka Arby's/Bufalo Wild Wings)</b>	USA	Consumer Discretionary	1.3%
<b>Sivantos</b>	Singapore	Health Care	1.2%
<b>Zayo Group</b>	USA	Information Technology	1.2%
<b>Acrisure</b>	USA	Financials	1.1%
<b>athenahealth</b>	USA	Health Care	1.1%
<b>StandardAero</b>	USA	Industrials	1.0%
<b>Consolidated Precision Products</b>	USA	Industrials	1.0%
<b>Sedgwick</b>	USA	Financials	1.0%
<b>Upstream Rehabilitation</b>	USA	Health Care	1.0%
<b>Sophos</b>	United Kingdom	Information Technology	0.9%
<b>Total largest 10 investments</b>			<b>10.6%</b>

**Net performance (based on NTA per unit)** Past performance is not indicative of future results. **Net performance (based on ASX unit price)** Past performance is not indicative of future results. **Pie Charts** For illustrative purposes only. Based on total value of investments. Diversification does not ensure a profit or protect against a loss. **Largest 10 obligors** Based on total NTA.

**Research houses**

SQM (Superior)  
Independent Investment Research (Recommended)  
BondAdviser (Subscribe)

Unit Registry  
Boardroom Pty Limited  
Level 12, 225 George Street  
Sydney NSW 2000  
T +61 2 9290 9600

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