

Investor Report

June 2025

CQS Dynamic Credit Multi Asset Fund

Key Facts

Portfolio Manager	Craig Scordellis and Darren Toner
Inception Date	08 February 2021
Legal Structure	UCITS
Base Currency	GBP
Currency Share Classes	EUR, GBP, USD
SFDR	Article 8
Dealing Frequency	Daily by 1pm Dublin time
Subscriptions and Redemptions	
Management Fee (by Class)	D 0.35% / 0.45% p.a. ² F 0.30% p.a. C 0.65% p.a. I 0.80% p.a. A 1.50% p.a.
Capped Expenses	0.25% p.a.
Minimum Investment (or currency equivalent, by Class)	D GBP 10m F GBP 10m C GBP 10m I GBP 1m A GBP 35,000
Domicile	Ireland
ISIN	GBP IE00BN15XV68 EUR IE00BN15XT47 USD IE00BN15XW75
Bloomberg	GBP CQTRCIG EUR CQTRCIE USD CQTRCIU
SEDOL	GBP BN15XV6 EUR BN15XT4 USD BN15XW7

Key Metrics	Value
Total Fund AUM	\$1122.5m
Total Strategy AUM ³	\$10.0bn
Yield to Expected Maturity (%; GBP)	6.24
Weighted Average Credit Spread (bps)	283
Interest Rate Duration (yrs)	2.12
Number of Securities	650
Average Credit Rating ^{4,5}	BB+
Weighted Average Carbon Intensity (t/\$m Sales): Fund ⁶	144
Weighted Average Carbon Intensity (t/\$m Sales): Reference Index ^{6,7}	209
Average ESG Rating ⁸	A

Risk and Reward Profile

1	2	3	4	5	6	7
Lower Risk						Higher Risk

Description

- A flexible multi-asset credit approach seeking high income across developed markets to achieve attractive risk-adjusted returns
- Actively managed portfolio, focused on delivering daily liquidity and putting investors' capital in the right asset class, geography and sector at the right time
- Seeking high yield returns, with prudent risk management
- The Fund is suitable for investors seeking to maximise their total return through a portfolio of assets which generate both income and capital growth over the long term

Performance¹

Past performance does not predict future returns. Share class launch dates vary. Please see the annual performance on page 2 of this report

	1 Month (%)	3 Month (%)	Year-to-Date (%)	1 Year (%)	Since Inception Annualised (%)	NAV/Share
F EUR	1.20	2.33	2.95	5.89	1.20	105.416
F GBP	1.39	2.85	3.96	7.73	2.55	111.764
F USD	1.41	2.90	3.96	7.79	2.72	111.843
FD GBP	1.39	2.86	3.96	7.73	5.94	106.619
I EUR	1.15	2.20	2.70	5.36	0.91	104.099
I GBP	1.35	2.74	3.73	7.25	2.13	109.766
I USD	1.36	2.77	3.71	7.29	2.44	111.232

Commentary

Performance

June was a positive month for financial markets, albeit with moments of geopolitically driven volatility. Risk-on appetite led U.S. markets to materially outperform, with credit spreads tightening, Treasury yields falling across the curve and the S&P 500 hitting all-time highs. European credit markets also delivered positive total returns but were held back by weaker sentiment and German and French government bond yields rising.

The Fund delivered a positive return with all asset class strategies contributing. U.S. High Yield corporate bonds were the largest contributor, while the portfolio also materially benefited from its European Financials allocation. Floating rate assets lagged fixed interest securities due to their lack of duration, with the Fund's exposure to the Loans index holding back relative performance.

Fund Positioning

The Fund retains a higher cash balance to provide scope to respond to market uncertainty – however, some of this cash was deployed in June to participate in selected opportunities. The Fund remains defensively positioned overall, with a focus on high quality, liquidity and income generation.

Source: MCQS. Please refer to page 3 for sources relating to relevant footnotes. Information about the Fund and copies of the prospectus, the supplement, the key investor information documents, the latest audited annual report and accounts and any subsequent unaudited semi-annual reports in English may be obtained free of charge from the administrator, BNP Paribas Fund Administration Services (Ireland) Limited (the Administrator) or the investment manager, CQS (UK) LLP upon request. The Fund is authorised in Ireland and regulated by the Central Bank of Ireland. Past performance may not be a reliable guide to future performance. The value of investments can go down as well as up.

Portfolio Analysis

Asset Allocation Breakdown	% Long Exposure
Asset Backed Securities	18.4
Cash*	8.8
Convertibles	4.5
Corporate Hybrid	1.2
EU High Yield Bonds	13.9
Financials	11.5
Loan Index	4.5
Sovereign	5.0
US High Yield Bonds	32.4

*Cash includes short-dated government bonds.

Top 10 Country Exposures	% Long Exposure
United States	48.9
PanEuropean	15.9
United Kingdom	12.7
France	5.7
Germany	4.6
Netherlands	2.5
Spain	1.7
Italy	1.4
Luxembourg	1.0
Austria	1.0

ESG Rating Breakdown ⁷	% Rated
AAA	6.2
AA	19.7
A	33.2
BBB	22.0
BB	13.0
B	5.2
CCC	0.6

Credit Rating Breakdown ³	% Long Exposure
AA	14.0
A	4.5
BBB	15.2
BB and below	66.2

Top 10 Industry Exposures	% Long Exposure
CLO	15.7
Sovereign	13.3
Banks	6.7
Hotels, Restaurants & Leisure	4.8
Broad Market Indices	4.5
Financial Services	3.4
Oil, Gas & Consumable Fuels	3.3
Insurance	2.6
Consumer Staples Distribution & Retail	2.3
Media	2.3

Performance by Year¹

Share Class (%)	2021	2022	2023	2024
F EUR	4.11	(11.29)	5.94	4.66
F GBP	4.97	(10.22)	7.48	6.14
F USD	3.53	(9.52)	8.06	6.29
FD GBP			2.70	6.14
I EUR	3.65	(10.93)	5.44	4.13
I GBP	4.62	(10.51)	6.99	5.65
I USD	4.56	(9.90)	7.58	5.81

Risks Involved

- Equity and market risk: Security values may fluctuate with company performance and market conditions
- Credit risk: Risk of a borrower failing to meet their obligations in accordance with agreed terms
- Liquidity and volatility risk: Certain securities may be less liquid, more volatile, and riskier
- Interest rate risk: The potential variability in valuations due to changes in interest rates
- For full details of the relevant risks, reference should be made to the risk factors section of the Prospectus and Supplement

Actual allocations at month end. There is no guarantee that the Fund will invest in this way at all or do so in the same manner as set forth in this factsheet. Figures may not sum to 100 due to rounding and the use of efficient portfolio management techniques. Past performance may not be a reliable guide to future performance. The value of investments can go down as well as up. Past performance may not be a reliable guide to future performance. The value of investments can go down as well as up.

Important Information

Source: CQS as at 30 June 2025.

¹Class returns are calculated net of fees and expenses and with all dividends and income reinvested on the basis of a holding since inception of such class or, if such class has become dormant at any point following inception, since the first new investment into such class. The Fund launched on 8 February 2021. Investors should note that the base currency of the Fund is UK Sterling. Individuals may have different returns depending upon the date of their investment. Investors should refer to each specific share class for the actual historical performance of the relevant class; please request full history of data from CQS. Class F GBP, I GBP, F EUR, I EUR and I USD launched on 8 February 2021. Class FD GBP launched on 2 May 2023. Class F USD launched 25 May 2021. Please be advised that the F share class is closed to investors.

²In respect of each class of Class D Shares, the Fund will pay the Investment Manager a monthly Investment Management Fee equal to: (a) 1/12th of 0.45 per cent. of that portion of the Net Asset Value of such Class which is equal to or less than GBP 300,000,000; and (b) 1/12th of 0.35 per cent. of that portion of the Net Asset Value of such Class in excess of GBP 300,000,000.

³Strategy Assets are estimated and represent assets held across CQS-managed funds (including bespoke mandates) where similar multi-asset credit investment strategies are employed. The provision of an overall Strategy Asset AUM is for illustrative purposes only and is intended to show solely the size of the asset classes managed by CQS where the investment strategy is the similar.

⁴Internal credit ratings and subsequently spread ratings are used where externally sourced credit ratings are not available. Cash allocation is rated according to the issuer rating of the custodian bank.

⁵Weighted Average Rating: positions are weighted according to BEE (Bond Equivalent Exposure (BEE): for equity and debt instruments, the market value of the position, and for derivatives, the notional adjusted by the market value of the position).

⁶Weighted Average Carbon Intensity ("WACI") is estimated using scope 1 & 2 available disclosures or proxy estimates based on comparative data from MSCI. For proxy estimates, we apply a waterfall approach which requires a minimum of 10 issuers within the proxy estimate group. If there are not 10 issuers in the proxy estimate group, it changes to a broader category group to increase the number of comparable issuers and continues moving to a broader group until a minimum group size of 10 issuers are obtained or 'sector' level is reached. The order is sub-industry first, then industry, then industry group, then finally sector. Where MSCI data is stale or the proxy estimate is not an appropriate reflection of the issuer, we may implement a carbon emission override to report an issuer's most recent publicly available carbon data or use a more appropriate comparator (using MSCI data) as a proxy estimate. Please note that the WACI score does not include hedges for efficient portfolio management purposes.

⁷The Reference Index is the ICE BoA Developed Markets High Yield Index (HYDM).

⁸ESG ratings are attributed to issuers using either third party or internal ESG ratings assessed by CQS. The ratings range from AAA-CCC and are based on factors such as climate change, toxic emissions and waste, labour management, health and safety, privacy and data security, corporate governance and behaviour, and remuneration. A waterfall approach is used when assessing the ESG rating portfolio distribution and average rating of the portfolio, whereby (i) if a third party ESG rating is available that rating is used, failing which (ii) CQS' rating will be used. ESG ratings may reflect the subjective opinions of CQS or the relevant third party and may be based on qualitative as well as quantitative data. External ratings typically represent over 55% of ESG ratings. ESG ratings may be based on unverified third party sources or unaudited financial and non-financial data. ESG ratings are not an opinion of the creditworthiness of any issuer.

All market data sourced from Bloomberg. Past performance may not be a reliable guide to future performance. The value of investments can go down as well as up.

This is a marketing communication and intended solely for professional investors as defined in the European Directive 2014/66/EU. This document is not intended for distribution to, or use by, the public or any person or entity in any jurisdiction where such use is prohibited by law or regulation. Please refer to the Prospectus, Supplement and KIID/KID, particularly to the sub-fund's investment objective and characteristics including those related to ESG (if applicable), before making any final investment decisions. Copies of the Prospectus, the Supplement, the latest audited annual report and accounts may be obtained in English, free of charge, from the administrator, BNP Paribas Fund Administration Services (Ireland) Limited (the Administrator), the investment manager, CQS (UK) LLP and are available for download here: (<https://www.cqs.com/ucits-funds#global-convertibles>).

The Fund is a sub-fund of CQS Funds (Ireland) p.l.c. (the "Company"), an umbrella type open-ended investment company with variable capital and segregated liability between sub-funds governed by the laws of Ireland and authorised by the Central Bank as a UCITS pursuant to the Regulations. The UCITS Management Company is Manulife Investment Management (Ireland) Limited, with registered office at 2/F, 5 Earsfort Terrace, Dublin 2 D02 CK83.

This document is prepared for general information purposes only and has not been delivered for registration in any jurisdiction nor has its content been reviewed by any regulatory authority in any jurisdiction. The information contained herein does not constitute: (i) a binding legal agreement; (ii) legal, regulatory, tax, accounting or other advice; (iii) an offer, recommendation or solicitation to buy or sell shares or interests in any fund or investment vehicle managed or advised by Manulife | CQS or any other security, commodity, financial instrument, or derivative; or (iv) an offer to enter into any other transaction whatsoever (each a "Transaction"). Any decision to enter into a Transaction should be based on your own independent investigation of the Transaction and appraisal of the risks, benefits and appropriateness of such Transaction in light of your circumstances. Any decision to enter into any Transaction should be based on the terms described in the latest Prospectus, KIID/KID, accompanied by the most recent audited annual report and semi-annual report and all applicable laws and regulations. A copy of Manulife | CQS' Complaints Policy, which sets out a summary of investors' rights, is available here (<https://www.cqs.com/site-services/regulatory-disclosures>) in English. Nothing contained herein shall give rise to a partnership, joint venture or any fiduciary or equitable duties. The information contained herein is provided on a non-reliance basis, not warranted as to completeness or accuracy, and is subject to change without notice. Any information contained herein relating to any non-affiliated third party is the sole responsibility of such third party and has not been independently verified. The accuracy of data from third party vendors is not guaranteed. If such information is not accurate, some of the conclusions reached or statements made may be adversely affected. Manulife | CQS is not liable for any decisions made or action taken by you or others based on the contents of this document and neither Manulife | CQS nor any of its directors, officers, employees or representatives accept any liability whatsoever for any errors or omissions or any loss howsoever arising from the use of this document.

Australia: Manulife Investment Management (Hong Kong) Limited ("Manulife IM (HK)") is exempt from the requirement to hold an Australian financial services license under the Corporations Act in respect of the financial services being offered in this material. Manulife IM (HK) is regulated by the Securities and Futures Commission of Hong Kong ("SFC") under Hong Kong laws, which differ from Australian laws. This presentation is directed at wholesale investors only.

Hong Kong: The contents of this document have not been reviewed or approved by

the Hong Kong Securities and Futures Commission nor have they been reviewed or approved by any other regulatory authority in Hong Kong. Investors are advised to exercise caution and, if an investor is in any doubt about any of the contents of this document, it should obtain independent professional advice.

This document must not be issued, circulated or distributed in Hong Kong other than: (i) in circumstances which do not constitute an offer or sale of securities to the public in Hong Kong; or (ii) to a "professional investor" as defined in the Securities and Futures Ordinance (Cap. 571) (the "SFO") and the Securities and Futures (Professional Investor) Rules; or (iii) in circumstances which do not result in this document being a "prospectus" as defined in the Companies (Winding Up and Miscellaneous Provisions) Ordinance (Cap. 32).

Unless permitted by the securities laws of Hong Kong, no person may issue or have in its possession for issue in Hong Kong, this document or any advertisement, invitation or document relating to the shares in the Fund, whether in Hong Kong or elsewhere, which is directed at, or the contents of which are likely to be accessed or read by, the public in Hong Kong other than in relation to persons outside Hong Kong or only to professional investors as defined in the SFO and the Securities and Futures (Professional Investor) Rules.

CQS (UK) LLP

4th Floor, One Strand,
London WC2N 5HR,
United Kingdom
T: +44 (0) 20 7201 6900
F: +44 (0) 20 7201 1200

CQS (US), LLC

152 West 57th Street, 40th
Floor, New York, NY 10019,
USA
T: +1 212 259 2900
F: +1 212 259 2699

 CQSClientServices@cqsm.com

 www.cqs.com

 Follow us

Signatory of:

