

## Summary

CVC Credit Partners European Opportunities Limited (the "Company") is a Jersey closed-ended investment company limited by shares. The Company's shares are traded on the Main Market of the London Stock Exchange (LSE).

The Company's investment policy is to invest predominantly in companies domiciled, or with material operations, in Western Europe across various industries. The Company's investments are focused on Senior Secured Obligations of such companies, but investments are also made across the capital structure of such borrowers.

The Company invests through Compartment A of CVC European Credit Opportunities S.à r.l. (the "Investment Vehicle"), a European credit opportunities investment vehicle managed by CVC Credit Partners Investment Management Limited.

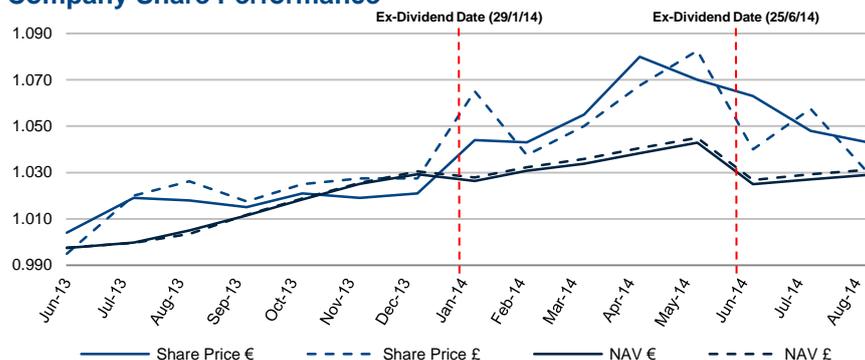
## Company NAV Total Return Performance<sup>2</sup> (since inception)

EUR Share	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2013							0.2%	0.5%	0.6%	0.7%	0.7%	0.4%	3.2%
2014	0.7%	0.4%	0.3%	0.4%	0.4%	0.7%	0.2%	0.2%					3.4%

GBP Share	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2013							0.2%	0.4%	0.8%	0.7%	0.7%	0.5%	3.3%
2014	0.7%	0.4%	0.3%	0.5%	0.4%	0.6%	0.2%	0.2%					3.5%

<sup>2</sup> NAV Total Return includes dividends reinvested

## Company Share Performance



## Investment Vehicle Manager Market & Portfolio Commentary

August had a turbulent start following the weak close in July driven by sizeable negative fund flows (first 2 weeks of outflows as reported by J.P. Morgan research), ongoing geopolitical tensions and weaker eurozone economic figures (Q2'14 GDP Italy -0.3% qoq, Germany -0.2% qoq, eurozone composite PMI 52.8 after 53.8). This nervousness declined over the course of the month as fund outflows reversed into the HY asset class, coupled by a positive run across global equities and a strong message by the ECB president Mario Draghi for a further effective stimulus in Europe to stimulate growth to be expected before year-end. In the US, Q2'14 GDP growth was revised upward forecasting a further increased rate of expansion (4.2% qoq annualised) highlighting that the Fed is getting closer to reducing the degree of its policy accommodation.

After record leveraged loan volumes in June and July, activity slowed with the traditional August holiday period. Total loan issuance for the month was €377m versus €14bn in July. In the HY bond market, the primary market was also muted with one deal coming to market pricing €1.45bn of new facilities.

The combination of tight credit risk premiums and declining business expectations makes it difficult to see significant upside in European High Yield. The recent overall trend in eurozone economic indicators was softer, raising cautiousness among investors. While CVC Credit Partners do not expect a rapid deterioration due to the on-going demand in an environment of ultra-low sovereign yields, volatility should continue as changes in central bank policy in the US and the UK are considered.

The Credit Suisse Western European Leveraged Loan Index (hedged, in euro) was up with a return of 0.13% for the month and 2.25% for the year. The Credit Suisse Western European High Yield Index (hedged, in euro) was up with a return of 0.86% for the month and 5.83% year to date.

Through August, movements across the portfolio were focused on sourcing and adding to our credit opportunities and special situations strategies, as well as remaining light HY bonds. As discussed earlier in the year, the weighting to higher yielding strategies has increased through the last quarter to be more aligned to historic averages.

In addition, the portfolio continued to raise cash as we expect the market volatility to persist allowing for attractive entry prices to both the secondary and primary new issue markets.

As of the end of August, the portfolio was 92.7% invested. Floating rate instruments comprised 83.2% of the portfolio. Current yield at month-end was 5.9%.

## August 2014

### Share Price & NAV at 31 August 2014

	EUR	GBP
Share Price <sup>1</sup>	1.0430	1.0300
NAV <sup>2</sup>	1.0290	1.0312
Total Net Assets	219,751,961	232,689,737
Market Capitalisation	222,741,316	232,413,318

<sup>1</sup> Share price provided as at the closing month-end market mid-price  
<sup>2</sup> Opening NAV was 0.997, after initial costs

### Company Information

Vehicle Type	Closed-ended investment company
Domicile	Jersey
Inception Date	25 June 2013
Market	London Stock Exchange
LSE Identifier	EUR CCPE GBP CCPG
ISIN Code	EUR JE00B9G79F59 GBP JE00B9MRHZ51
Website	www.ccpeol.com

### Investment Vehicle Key Portfolio Statistics

Percentage of Portfolio in Floating Rate Assets	83.2%
Percentage of Portfolio in Fixed Rate Assets	16.8%
Weighted Average Price <sup>4</sup>	95.8
Yield to Maturity	7.0%
Current Yield	5.9%
Weighted Average Fixed Rate Coupon	6.4%
Weighted Average Floating Rate plus Margin	5.5%

Note: All metrics exclude cash unless otherwise stated  
<sup>3</sup> Average market price of the portfolio weighted against the size of each position

## Contacts

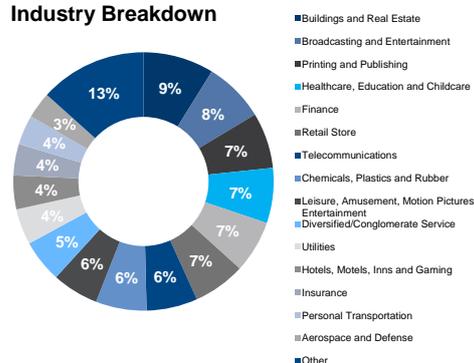
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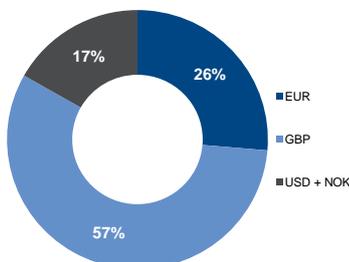
Note: Disclaimer overleaf

## Investment Vehicle Portfolio Statistics (as at 31 August 2014)

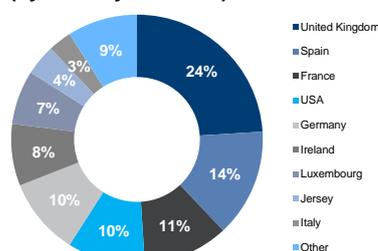
### Industry Breakdown



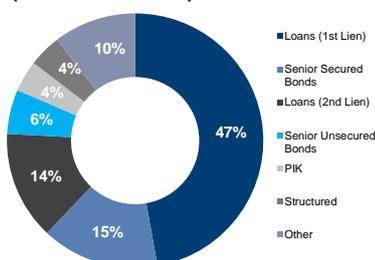
### Currency Breakdown



### Geographical Breakdown (by country of issuer)



### Asset Breakdown (incl. traded cash)



## Investment Vehicle Portfolio Statistics

### 5 Largest Issuers

Issuer	% of NAV	Industry	Country
Fomento de Construcciones	4.1	Buildings	Spain
Viridian	3.9	Utilities	Ireland
Firth Rixson	2.9	Aerospace/Defense	UK
Wind Telecom	2.9	Telecoms	Italy
Boots	2.9	Retail Store	UK

## Look Through Reporting<sup>5</sup>

### Spread Exposure

Rating	Average Spread Duration <sup>6</sup>	Market Value (EUR)	Market Value (%)
BB	5.63	35,690,394	8%
B	4.88	274,159,698	58%
CCC	3.81	7,639,440	2%
NR	4.08	152,661,292	32%

### FX Exposure

Currency	Market Value (EUR)	Market Value (%)
EUR	267,443,704	57%
GBP	123,837,796	26%
USD & NOK	78,869,324	17%

### Interest Rate Exposure

Type	Duration	Market Value (EUR)	Market Value (%)
Floating	0.25	390,888,035	83%
Fixed	5.66	79,170,079	17%
Warrants	0.00	92,710	0%

#### Notes & Assumptions:

- All duration and yield calculations are based on assets outstanding to maturity (no call or amortization assumptions)
- Duration is calculated using DURATION function in Excel, and includes approximations for floating rate assets using comparable fixed rate assets
- Rating is based on the average corporate rating from S&P and Moody's
- Certain assets such as CLO equity tranches are assumed to have zero spread and interest rate duration
- The duration for non-equity CLO tranches is based on a WAL of 5 years after the end of the reinvestment period

#### Disclaimer

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The Company is regulated by the Jersey Financial Services Commission.

<sup>5</sup> Data excludes cash

<sup>6</sup> Averages are weighted by market value