

## 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 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%									1.9%

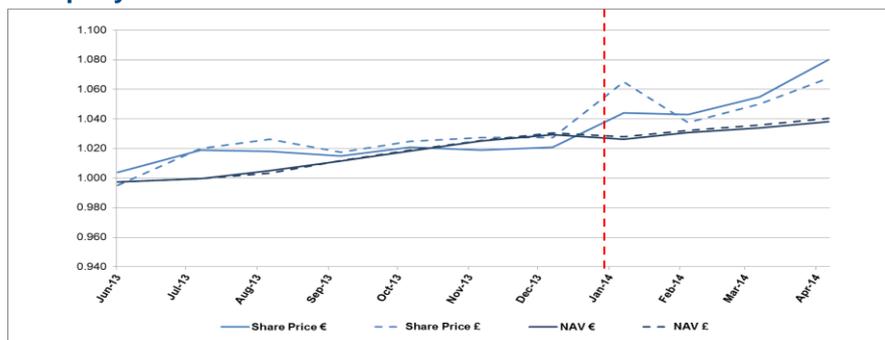
  

GBP Share	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2013							0.2%	0.4%	0.8%	0.7%	0.7%	0.5%	3.3%
2014	0.7%	0.4%	0.3%	0.5%									2.0%

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

## Company Share Performance

Ex-Dividend Date (29/11/14)



## Investment Vehicle Manager Market & Portfolio Commentary

In Europe, consumer and business confidence indicators moved higher despite the on-going unrest in Ukraine. Positive flash PMIs suggest that business activity has gained further momentum. However, persistent disinflationary pressures led to a downward revision in inflation forecasts below consensus at 0.7% (y-o-y) and indicated that the reduction in bank lending continues. Loans to the private sector fell by 2.0% in the 12 months to March and loans to non-financial companies fell by 3.1%.

Q1'14 earnings season was well underway in Europe and the U.S. at the end of April. In the U.S., nearly 70% of companies who had reported, beat earnings expectations while in Europe earnings continued to contract. The financial sector underperformed expectations as banks noted a decline in net lending as the main issue for the lack of earnings growth for Q1'14.

Under these conditions there is growing pressure on the ECB to utilise monetary policy to help support what remains a fragile recovery. Mario Draghi hinted this month that an asset purchase programme should not be ruled out, but would only be used if the medium term inflation outlook deteriorated significantly.

The S&P European Leveraged Loan Index returned 0.42% for the month despite weakness in cross border transactions secondary pricing as the U.S. loan market experienced further outflows to the loan mutual fund market. Year-to-date the S&P European Leverage Loan Index (ELLI) has returned 0.94%. The European leveraged loan market saw the largest month of reported new issuance since November 2007, which included the €1.9 billion loan portion of the record-breaking €15.75 billion transaction financing Numericable/Altice's buyout of SFR, the largest single debt-raising in the European leveraged loan and bond markets to date. April was another record-breaking month in the European HY bond market, which saw €12.8 billion of HY paper enter the market. Credit Suisse reported that the European HY bond market delivered another month of positive returns, at 3.56% for the year-to-date.

Through the period the Investment Vehicle participated in a number of new issue transactions aimed at increasing the overall core yield segment of the portfolio as well as adding exposures to new credit opportunities and special situations positions, so as to drive the underlying total return of the portfolio through capital gains as well as interest income. Given the stability of fund flows into European and U.S. HY bond markets, the Investment Vehicle has slightly increased its exposure to the asset class and taken profit on assets trading at or above their call.

The focus remains on originating and trading new primary floating rate issuance as well as adding further credit opportunities and special situations positions into the portfolio. As of the end of April, the portfolio was 98.7% invested. Floating rate instruments comprised 84.6% of the portfolio. Current yield at month-end was 6.2%.

## April 2014

### Share Price & NAV at 30 April 2014

	EUR	GBP
Share Price	1.0800	1.0675
NAV <sup>1</sup>	1.0383	1.0405
Total Net Assets	168,430,049	167,831,470
Market Capitalisation	175,198,259	172,192,910

<sup>1</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	84.6%
Percentage of Portfolio in Fixed Rate Assets	15.4%
Weighted Average Price <sup>3</sup>	99.1
Yield to Maturity	5.4%
Current Yield	6.2%
Weighted Average Fixed Rate Coupon	5.2%
Weighted Average Floating Rate plus Margin	5.3%

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

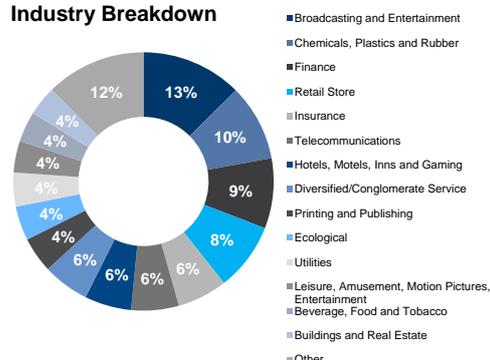
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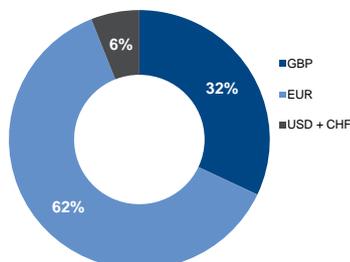
Note: Disclaimer overleaf

## Investment Vehicle Portfolio Statistics (as at 30 April 2014)

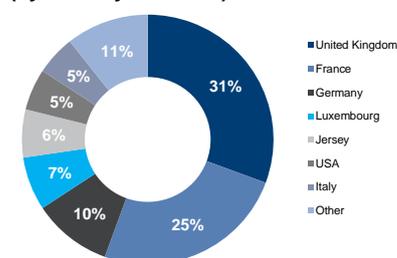
### Industry Breakdown



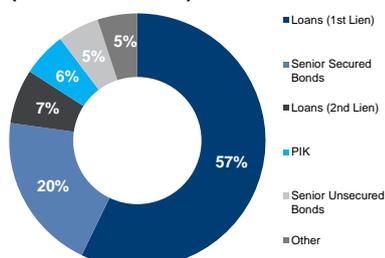
### Currency Breakdown



### Geographical Breakdown (by country of issuer)



### Asset Breakdown (incl. traded cash)



## Investment Vehicle Portfolio Statistics

### 5 Largest Issuers

Issuer	% of NAV	Industry	Country
Boots (AB Acquisitions)	5.5	Retail Store	UK
OGF	4.0	Ecological	France
Viridian Group	4.0	Utilities	Ireland
Materis	3.5	Buildings	France
Galaxy Bidco (D&G)	3.4	Insurance	Jersey

## Look Through Reporting<sup>4</sup>

### Spread Exposure

Rating	Average Spread Duration <sup>5</sup>	Market Value (EUR)	Market Value (%)
BBB	3.10	12,306,896	3%
BB	5.63	43,111,314	12%
B	4.59	236,159,001	65%
CCC	2.92	7,076,681	2%
NR	3.06	66,098,001	18%

### FX Exposure

Currency	Market Value (EUR)	Market Value (%)
USD + CHF	23,039,804	6%
EUR	226,050,957	62%
GBP	115,661,132	32%

### Interest Rate Exposure

Type	Duration	Market Value (EUR)	Market Value (%)
Floating	0.16	308,759,431	85%
Fixed	5.37	55,992,462	15%

#### 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 5y years after the end of the reinvestment period

#### Disclaimer

This Report is directed only at: (i) persons having professional experience in matters relating to investments who fall within the definition of "investment professionals" in Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005; or (ii) high net worth bodies corporate, unincorporated associations and partnerships and trustees of high value trusts as described in Article 49(2) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 and persons who receive this document who do not fall within (i) or (ii) above should not rely on or act upon this document.

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The Company is regulated by the Jersey Financial Services Commission.

<sup>4</sup> Data excludes cash

<sup>5</sup> Averages are weighted by market value