

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.

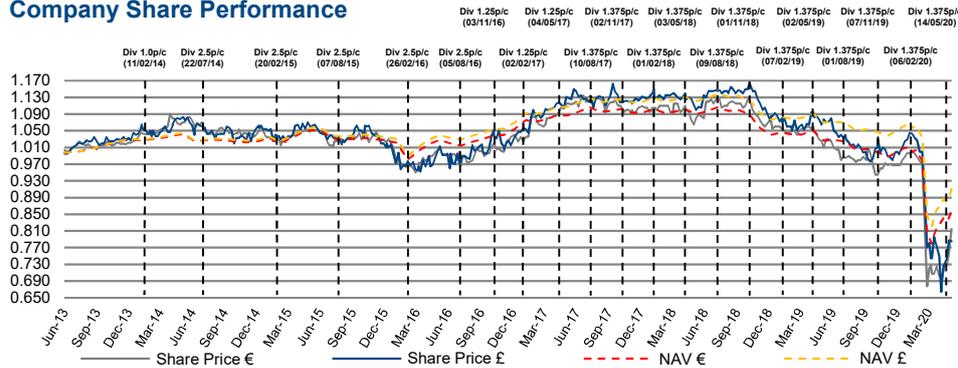
Company NAV Total Return Performance⁴ (since inception)

EUR Share	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2020	1.2%	-1.1%	-20.7%	6.4%	4.8%								-11.5%
2019	0.5%	0.8%	0.0%	0.9%	-0.9%	0.1%	-0.3%	-0.6%	0.2%	-0.9%	0.4%	1.4%	1.6%
2018	0.8%	0.4%	0.2%	0.6%	0.2%	0.6%	0.9%	0.5%	0.2%	-1.0%	-1.8%	-1.5%	0.1%
2017	2.1%	0.8%	0.6%	0.9%	1.2%	0.8%	1.0%	0.2%	0.2%	0.4%	0.4%	0.0%	8.8%
2016	-0.4%	-1.6%	2.2%	1.6%	1.0%	-0.8%	1.9%	0.9%	0.6%	0.9%	1.4%	1.3%	9.3%
2015	0.8%	1.2%	1.2%	1.2%	0.8%	-0.4%	0.8%	-0.2%	0.1%	0.2%	-0.3%	-0.4%	5.1%
2014	0.7%	0.4%	0.3%	0.4%	0.4%	0.7%	0.2%	0.2%	-0.2%	-0.3%	-0.1%	0.2%	3.0%
2013							0.2%	0.5%	0.6%	0.7%	0.7%	0.4%	3.2%

GBP Share	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2020	1.6%	-1.0%	-21.2%	6.6%	5.3%								-11.1%
2019	0.7%	0.9%	0.2%	1.0%	-0.7%	0.2%	-0.2%	-0.6%	0.3%	-0.6%	0.5%	1.5%	3.1%
2018	0.9%	0.5%	0.3%	0.6%	0.3%	0.6%	1.0%	0.6%	0.2%	-0.8%	-1.6%	-1.5%	1.0%
2017	2.2%	0.8%	0.6%	0.9%	1.3%	0.9%	1.0%	0.3%	0.2%	0.5%	0.5%	0.1%	9.7%
2016	-0.5%	-1.5%	2.3%	1.7%	1.0%	-0.7%	2.1%	0.9%	0.6%	0.9%	1.3%	1.4%	9.8%
2015	0.8%	1.2%	1.2%	1.2%	0.8%	-0.3%	0.8%	-0.1%	0.1%	0.3%	-0.3%	-0.2%	5.6%
2014	0.7%	0.4%	0.3%	0.5%	0.4%	0.6%	0.2%	0.2%	-0.1%	-0.3%	-0.1%	0.2%	3.3%
2013							0.2%	0.4%	0.8%	0.7%	0.7%	0.5%	3.3%

⁴ NAV Total Return includes dividends reinvested

Company Share Performance



Investment Vehicle Manager Market & Portfolio Commentary

The recovery that started in April across financial markets continued in May on the expectation that the worst of the Covid-19 crisis is behind us. Economic activity is gradually picking up again and so far there are no signs that this will lead to a second wave of infections. The new EU recovery fund, proposed by President Macron and Chancellor Merkel, was also positively received by the market. Equities performed strongly across the board and the +6.8% move in the NASDAQ means the index is now positive on a Year to Date ("YTD") basis despite some of the worst macro indicators on record.

European Sub Investment Grade Highlights

Loan issuance in Europe picked up marginally during May and reached €3.52bn during the month bringing YTD issuance to €30.55bn. This is in line with the €30.70bn loan issuance we saw over the same period in 2019. However, it's worth noting that about €25.35bn of the €30.55bn YTD issuance came in the first two months of the year with only €5.20bn in the next three months.²

The Credit Suisse Western European Leveraged Loan Index, hedged to Euro, was up 3.28% for the month which brings YTD returns to -5.29%. Cyclical (4.03%) outperformed defensives (2.56%) again during the month and CCCs (4.43%) outperformed Bs (3.51%) and BBs (1.25%). At the end of May, the discount margin on the index, using a 3-year life, was 654bps which is down considerably from the 968bps at the end of March but still well above the 399bps at the end of January. The Credit Suisse Western European High Yield Index, hedged to Euro, was up 2.91% for the month bringing YTD returns to -7.92%.

As we saw clear progress on lifting restrictions and opening up of economies around the world, coupled with continued supportive action and rhetoric from central banks and governments, risk markets furthered their April rally. Across credit, there were significant inflows in Investment Grade ("IG") and High Yield ("HY") securities across the EU and US, along with the tentative restart to CLO creation. EU HY net inflows for May were €900m (€4.4bn net outflows YTD) and EU IG €4.4bn inflows (€3.6bn net inflows YTD).³ Despite the positive technical, an important factor in supporting credit was the insight that market participants were collating in individual credits regarding liquidity, and Q1 performance data and expectations helping to subdue investors' concerns and support strong recoveries in the month.

Within the performing portfolio, as discussed, there was a stable price appreciation of higher quality names in defensive sectors which were added to the portfolio during the period of volatility in March. The themes around portfolio management in this segment remain as before: (i) trimming positions at profit where the relative value became unattractive; (ii) rotating out of Covid-19 impacted sectors/geographies to include credits where there is CCC downgrade risk, and; (iii) maintaining exposure to defensive stable issuers in light of our concerns regarding the longer term strength of the market. In addition, as the new issue market opened for high-quality issuers, the portfolio did allocate to this as it's anticipated that it will remain resilient through the coming quarters given the attractive pricing and more creditor friendly documentation. As of May close, performing credit (including cash) was at 35.4% of the portfolio with a weighted average price of 96.4, trading at a YTM of 4.5%, delivering 3.9% cash yield to the portfolio.

Within credit opportunities, the portfolio remains very focused on exiting exposures which required more proactive engagement and management. As noted, individual earnings reports and guidance for March, April and May have tended to be better than the expectations of the management teams and investors as operating costs and cash flows adjustments have been more effectively supported by fiscal or government access to liquidity. On the small short exposure, as liquidity returned to the market through central bank support and therefore offering limited portfolio protection, these were partially reset at higher levels. Within the small structured finance portfolio, having actively traded this book through April, this portfolio recovered with the broader market as the underlying collateral value appreciated through the month and spreads tightened. As of May close, credit opportunities was at 64.6% of the portfolio, trading at a weighted average price of 80.9 and a YTM of 13.0%, whilst delivering a 7.0% cash yield to the portfolio.

On a total portfolio basis, as of May month end the weighted average market price was 85.1, trading at a YTM of 10.4%, and delivering 7.3% cash yield versus a weighted average price of 94.7, YTM of 6.6% and cash yield of 5.7% as of December 2019. Floating rate instruments comprised 87.8% of the portfolio. Senior Secured 84.1%. The portfolio had a cash position of 7.3% (including leverage) with leverage at 1.3x assets.

The portfolio performed in line with our expectations across the performing credit strategy which benefited from the positive risk sentiment, lifting quality issuers in the secondary market. The credit opportunities strategy has not recovered as quickly, not unsurprisingly since liquidity in the secondary market is thinner and the nature of the individual credit stories are anticipated to take longer to show fundamentals or catalysts to drive price appreciation and recovery.

Like April, May was a very active period of trading across both the performing credit and credit opportunities portfolios to position the strategy for the coming 12-18 months and we remain positive on the market opportunity and positioning of the strategy. Performing credit continues to trade at attractive levels versus historic valuations and credit opportunities is expected to provide attractive return opportunities tracked by the team across multiple industries and geographies as global economies open up and adjust in the quarters ahead.

Sources

^a LCD, an offering of S&P Global Market Intelligence - June 2020

^b Courtesy J.P. Morgan Chase & Co., Copyright 2020, European Credit Research Weekly Update – 05 June 2020

May 2020

Share Price & NAV at 31 May 2020

	EUR	GBP
Share Price ¹	0.8150	0.7860
NAV ²	0.8599	0.9103
Total Net Assets ³	110,323,792	212,798,889
Market Capitalisation	104,567,691	183,747,000

¹ Share price provided as at the closing month-end market mid-price

² Opening NAV was 0.997, after initial costs

³ Includes the impact of the utilisation of the Investment Vehicle's leverage facility and its currency hedging strategy in relation to the underlying portfolio

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	87.8%
Percentage of Portfolio in Fixed Rate Assets	10.8%
Percentage of Portfolio in Other	1.5%
Weighted Average Price ⁵	85.1
Yield to Maturity ⁸	10.4%
Current Yield ⁹	7.3%
Weighted Average Fixed Rate Coupon ⁸	7.6%
Weighted Average Floating Rate plus Margin ⁸	4.9%

Note: All metrics exclude cash unless otherwise stated
⁵ Average market price of the portfolio weighted against the size of each position

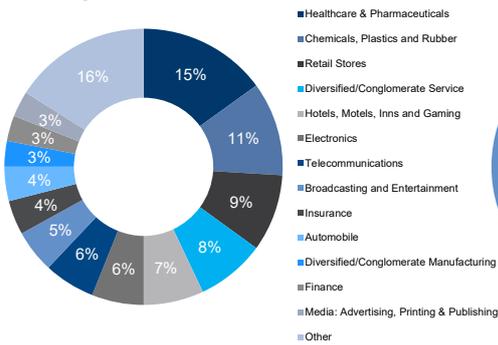
Contacts

Richard Boleat, Chairman
 richard.boleat@CCPEOL.com

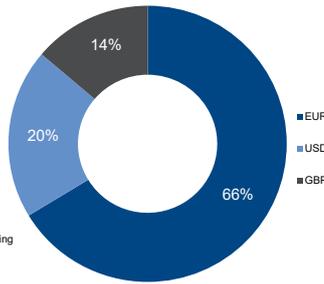
Note: Disclaimer & notes overleaf

Investment Vehicle Portfolio Statistics (as at 31 May 2020)³

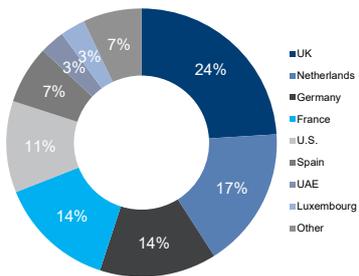
Industry Breakdown



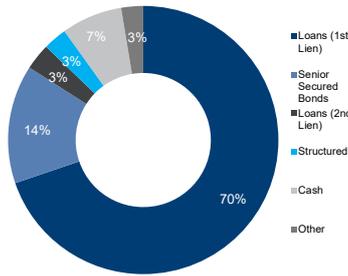
Currency Breakdown



Geographical Breakdown (by country of issuer)



Asset Breakdown (incl. traded cash)



Investment Vehicle Portfolio Statistics³ (as at 31 May 2020)

5 Largest Issuers

Issuer	% of GAV	Industry	Country
Keter Group	3.2	Chemicals, Plastics and Rubber	Netherlands
Concordia	3.2	Healthcare & Pharmaceuticals	UK
Colouroz	3.1	Chemicals, Plastics and Rubber	Germany
Dubai World	3.0	Diversified/Conglomerate Service	UAE
Tipico	2.8	Hotels, Motels, Inns and Gaming	Germany

Look Through Reporting^{6,8} (as at 31 May 2020)

Spread Exposure

Rating	Average Spread Duration ⁷	Market Value (EUR)	Market Value (%)
BB	5.78	30,298,569	7%
B	4.18	269,725,419	64%
CCC	3.08	68,146,863	16%
NR	5.01	52,511,514	13%

FX Exposure

Currency	Market Value (EUR)	Market Value (%)
EUR	274,722,151	65%
GBP	57,098,300	14%
USD	88,861,914	21%

Interest Rate Exposure

Type	Duration	Market Value (EUR)	Market Value (%)
Floating	0.18	363,977,672	87%
Fixed	4.65	50,676,226	12%
Other	0.00	6,028,467	1%

Notes & Assumptions:

- The sum of the market values may be larger than the NAV due to the effect of the Investment Vehicle's leverage facility
- All duration and yield calculations are based on assets outstanding to maturity (no call or amortisation 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

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.

This Report is issued by the Company to and for the information of its existing shareholders and does not in any jurisdiction constitute investment advice or an invitation to invest in the shares or any other securities of the Company or any other entity (body corporate or otherwise). Any matters contained in this Report relating to CVC Credit Partners, the CVC Group, the Investment Vehicle or the markets in which the Investment Vehicle invests have been prepared by CVC Credit Partners. The Company has relied upon and assumed (without independent verification) the accuracy of such information. This Report is not an offering of, or a solicitation of an offer to buy, securities in any jurisdiction. This Report has not been approved by any supervisory authority and no regulatory approvals have been obtained. The information contained in this Report, including information from certain third parties, has not been independently verified and no representation or warranty, express or implied, is made as to, and no reliance should be placed on, the fairness, accuracy, completeness or correctness of the information or opinions expressed herein. The Company has, however, taken reasonable steps to ensure that this Report and the information contained herein is not misleading, false or deceptive.

In addition, persons into whose possession this Report has come are deemed to have ensured that their receipt of this Report is in compliance with the laws applicable to them. Nothing contained herein shall be deemed to be binding against, or to create any liability, obligations or commitment on the part of the Company, its directors and officers or CVC Credit Partners. Nothing contained herein is to be construed as investment, legal or tax advice and neither the Company, CVC Credit Partners nor any of their respective directors, officers, employees, partners, members, shareholders, advisers, agents or affiliates make any representation or warranty, express or implied as to the fairness, correctness, accuracy or completeness of this Report, and nothing contained herein shall be relied upon as a promise or representation whether as to past or future performance or otherwise. There is no certainty that the parameters and assumptions used can be duplicated with actual trades or investments. There can be no assurance that the strategy described herein will meet its objectives generally, or avoid losses.

The information and opinions contained in this Report, including any forward-looking statements, do not purport to be comprehensive, are provided as at the date of the document and are subject to change without notice. Neither the Company nor CVC Credit Partners, nor any other person is under any obligation to update or keep current the information contained herein. No part of this Report, nor the fact of its publication, should form the basis of, or be relied on in connection with, any contract or commitment or investment decision whatsoever. This Report contains certain "forward-looking statements" regarding the belief or current expectations of the Company, CVC Credit Partners and members of its senior management about the Company's financial condition, results of operations and business. Such forward-looking statements are not guarantees of future performance. Rather, they are based on current views and assumptions and involve known and unknown risks, uncertainties and other factors, many of which are outside the control of the Company and are difficult to predict, that may cause the actual results, performance, achievements or developments of the Company or the industry in which it operates to differ materially from any future results, performance, achievements or developments expressed or implied from the forward-looking statements.

This Report is not for release, publication or distribution, directly or indirectly, in or into Australia, Canada, South Africa or Japan or to US Persons as defined in Regulation S under the US Securities Act ("US Persons"). The information contained herein does not constitute or form part of any offer or solicitation to purchase or subscribe for securities in Australia, Canada, South Africa or Japan or any other jurisdiction where to do so might constitute a violation of the relevant laws or regulations of such jurisdiction.

The Company has not been and will not be registered under the US Investment Company Act of 1940, as amended (the "Investment Company Act") and, as such, holders of the Company's securities will not be entitled to the benefits of the Investment Company Act. The securities discussed herein have not been and will not be registered under the US Securities Act of 1933, as amended (the "US Securities Act"), or with any securities regulatory authority of any state or other jurisdiction of the United States and may not be offered or sold in the United States or to, or for the account or benefit of, US persons absent registration or an exemption from registration under the US Securities Act in a manner that would not require the Company to register under the US Investment Company Act 1940. No public offering of securities will be made in the United States. No securities may be offered or sold, directly or indirectly, into the United States to US persons absent registration or an exemption from registration under the US Securities Act and in a manner that would not require the Company to register under the US Investment Company Act of 1940.

The Company is regulated by the Jersey Financial Services Commission.

The Credit Suisse Western European HY Index and The Credit Suisse European Leveraged Loan Index, are monthly return indices designed to be an objective proxy for the investable universe for the Western European High Yield and Leveraged Loan markets. These indices may not necessarily be indicative of the investment strategies for the funds advised by CVC Credit. Assets and securities contained within indices are different than the assets and securities contained in CVC Credit's investment vehicles and will therefore have different risk and reward profiles. The returns of the indices are provided solely as an illustration of the market and economic conditions generally prevailing during the periods shown. Indices are not investments, are not professionally managed and do not reflect deductions for fees or expenses.

⁶ Data excludes cash.

⁷ Averages are weighted by market value

⁸ Excluding short positions.

⁹ Current Yield including Investment Vehicle leverage