

CVC Income & Growth Limited

Summary

CVC Income & Growth Limited (the “Company” or “CVCIG”) is a Jersey closed-ended investment company limited by shares.

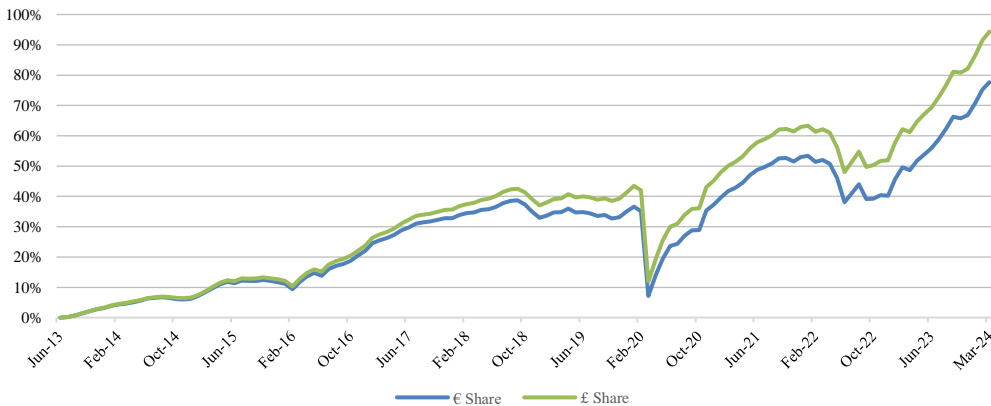
The Company’s shares are traded on the Main Market of the London Stock Exchange (LSE).

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.

Investment Objectives

- CVCIG is focused on capital preservation, and it seeks to generate high cash income via a stable and attractive dividend, as well as offering the potential for capital appreciation.
- It aims to provide shareholders with security, low volatility, liquidity, and low correlation with equities by investing in European sub-investment grade credit.

Company NAV Total Return Cumulative Performance⁴ (since inception)

	1M	3M	YTD	1YR	3YRS	5YRS	ITD
€ Total Return	0.83%	4.99%	4.99%	20.55%	25.45%	32.93%	79.19%
£ Total Return	1.00%	5.28%	5.28%	21.75%	29.72%	40.86%	96.34%

Company Historical NAV Total Return Performance⁴

	2017	2018	2019	2020	2021	2022	2023
€ NAV	8.84%	0.07%	1.56%	1.71%	11.41%	-8.31%	21.69%
£ NAV	9.69%	1.00%	3.07%	2.80%	12.17%	-6.75%	22.79%

March 2024

Share Price & NAV at 31 March 2024		
	EUR	GBP
Share Price ¹	0.9600	1.1125
NAV ²	1.0343	1.1300
Total Net Assets ³	99,118,946	135,011,143
Market Capitalisation	92,002,991	132,919,649
Company Information		
Vehicle Type	Closed-ended investment company	
Domicile	Jersey	
Inception Date	25 June 2013	
Market	London Stock Exchange	
LSE Identifier	EUR CVCE GBP CVCG	
ISIN Code	EUR JE00B9G79F59 GBP JE00B9MRHZ51	
Website	ig.cvc.com	
2023 Ongoing Charges Figure	EUR 1.82% GBP 1.77%	
Investment Vehicle Key Portfolio Statistics		
LTM Dividend Yield ⁵	EUR	8.17%
	GBP	9.38%
Dividend Frequency	Paid Quarterly	
Floating Rate Assets	79.9%	
Fixed Rate Assets	19.3%	
Other Assets	0.8%	
Weighted Average Market Price ⁶	92.3	
Yield to Maturity ⁷	EUR	12.5%
	GBP	13.8%
Current Yield ⁷	EUR	11.7%
	GBP	12.9%

Note: All metrics exclude cash unless otherwise stated

Asset Classification by Pricing Category	
3 rd Party Pricing Service	94%
Broker Quotes	2%
Model Price	4%

Contact Us

Richard Boleat, Chairman
richard.boleat@ig.cvc.com

CVC Client & Product Solutions
cps@cvc.com

Note: Disclaimer & notes located at end of report

Portfolio Manager



Pieter Staelens
Managing Director
22 years experience

Pieter joined CVC Credit in 2018. Pieter joined from Janus Henderson Investors in London where he was involved in various High Yield strategies and a credit long/short strategy. Prior to this, Pieter was at James Caird Asset Management, CQS, Remus Partners and Bear Stearns. Pieter is a graduate of the Université Catholique de Louvain in Belgium. He also holds an MSc in Finance, Economics and Econometrics from the Cass Business School and an MBA from the University of Pennsylvania.

Market and Portfolio Commentary

In general, March saw a continuation of the positive momentum in financial markets, with major equity indices posting gains, many setting new record highs, supported by resilient economic conditions coupled with further dovish sentiment coming from the world's major central banks. That being said, geopolitical tensions and the risk environment remain elevated.

European Sub Investment Grade Highlights^{a,b}

New issuances activity continued to be robust in March. New loan issuances totaled €6.25bn, down sequentially from March 2024 level of €15.58bn but above March 2023 level of €4.96bn. HY issuances reached €9.25bn in March 2024, compared to €3.3bn in March 2024 and €3.27bn in March 2023. Primary activity in March 2024 continued to be dominated by refinancings and extensions but dividends and buy-out financings are bringing much needed new-money supply. Despite rising levels of dispersion due to distress in large capital structures such as Altice France, Intrum and Ardagh, the wider market appears to be functioning relatively normally, with support from CLO pricings. The average spread for Term Loan Bs stood at +420ps and yield to maturity at 8.6%. We still expect M&A activity to pick-up in the near-term as 2024 pipeline is building up and private credit and bank loan refinancings should also continue to support new-money supply in 1H24.

The Credit Suisse Western European Leveraged Loan Index return, hedged to Euro, was +0.19% in March 2024 (YTD +2.04%), a sequential slowdown m-o-m with heavy issuance flow bringing a more balanced market and some softness as a result as well as the negative impact of the aforementioned idiosyncratic shocks. Defensives were -0.22% (YTD +1.65%) and cyclicals +0.62% (+2.45%) in March. BBs returned +0.39% (YTD +1.31%), while single Bs return was +0.04% (+2.1%) and CCCs +0.44% (+8.84%). As at the end of March, the 3-year discount margin on the index was 495bps. The Credit Suisse Western European High Yield Index return, hedged to Euro, was +0.23% in March 2024 (YTD +1.2%).

Portfolio Commentary

Activity in March was seen across all strategies. New issuance in the loan market remains active, where we were able to add new exposure to a solid French insurance broker that refinanced in the syndicated markets away from its existing private credit lender group, while also taking down add on transactions for existing names we continue to like. During the month, we further optimised our bond positions, rotating out of a high-priced name which has rallied nicely, into one with more convexity to outperform.

In the credit opportunities part of the fund, we saw a refinancing event for one high conviction name initiated during 2023 in the low 90s. With the c.5% coupon and c.10points of capital gains over a c.12month period, this was another nice idiosyncratic win, and in line with our expectations. We also participated in the refinancing, where the new, higher coupon secured bond, adds nicely to the income of the portfolio, which we think balances attractively with the c.40% Loan to Value attachment point. We have selectively added a couple of new CLO tranches to the fund through the new issue market, with high quality underlying portfolios and compelling return profiles. We remain diligent, monitoring the underlying make up for existing tranches we hold exposure in.

Across the entire portfolio, as of March month end, the weighted average market price was 92.3, trading at a yield to maturity ("YTM") of 12.5% (€ hedged) / 13.8% (£ hedged) and delivering a 11.7% (€ hedged) / 12.9% (£ hedged) running cash yield. This compares to a weighted average price of 90.4 and YTM of 14.1% (€ hedged) / 15.4% (£ hedged) as of December 2023. Floating rate instruments comprised 79.9% of the portfolio while 82.8% was invested in senior secured assets. The portfolio had a cash position of -1.4% (including leverage) at the end of the month.

Commentary Sources:

^a Credit Suisse Western European Leveraged Loan Index and Credit Suisse Western European High Yield Index – March 2024.

^b Pitchbook LCD – April 2024

CVC Income & Growth Limited

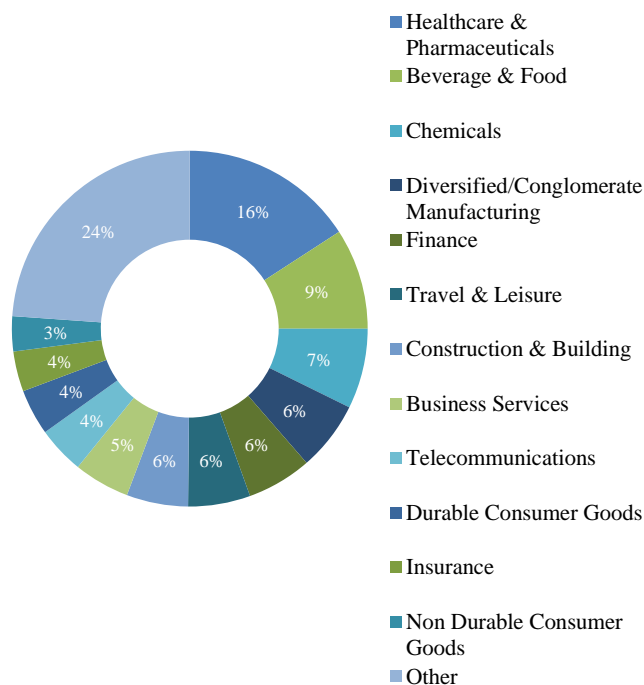
Investment Vehicle Portfolio Statistics as at 31 March 2024⁶

Top 10 Issuers

Issuer	% of Gross Assets	Industry	Country
Doncasters	5.48%	Diversified / Conglomerate Manufacturing	United Kingdom
Ekaterra	3.45%	Beverages & Food	Netherlands
Together Financial Services	2.31%	Finance	United Kingdom
Wella	2.79%	Non-Durable Consumer Goods	United Kingdom
Keter	2.97%	Durable Consumer Goods	Netherlands
Colouroz	2.48%	Chemicals	Germany
Hotelbeds	2.50%	Travel & Leisure	Spain
Drive Devilbiss	2.26%	Healthcare	United States
D&G	2.30%	Insurance	United Kingdom
Mangrove	2.22%	Diversified / Conglomerate Manufacturing	Germany

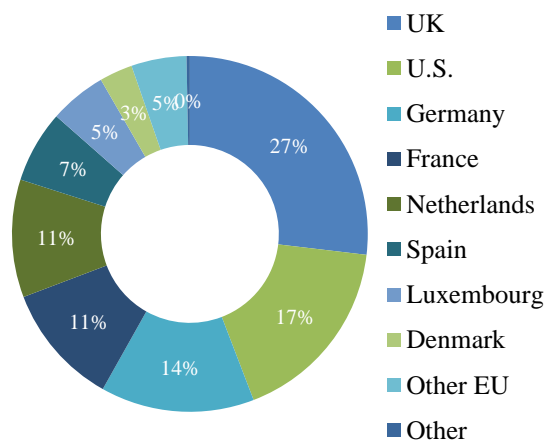
Industry Exposure

MV (%)

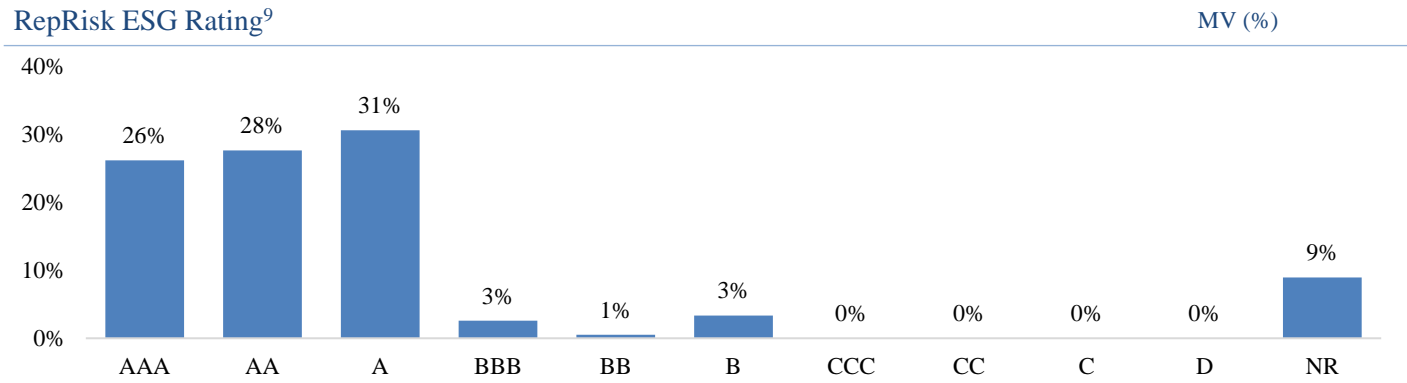
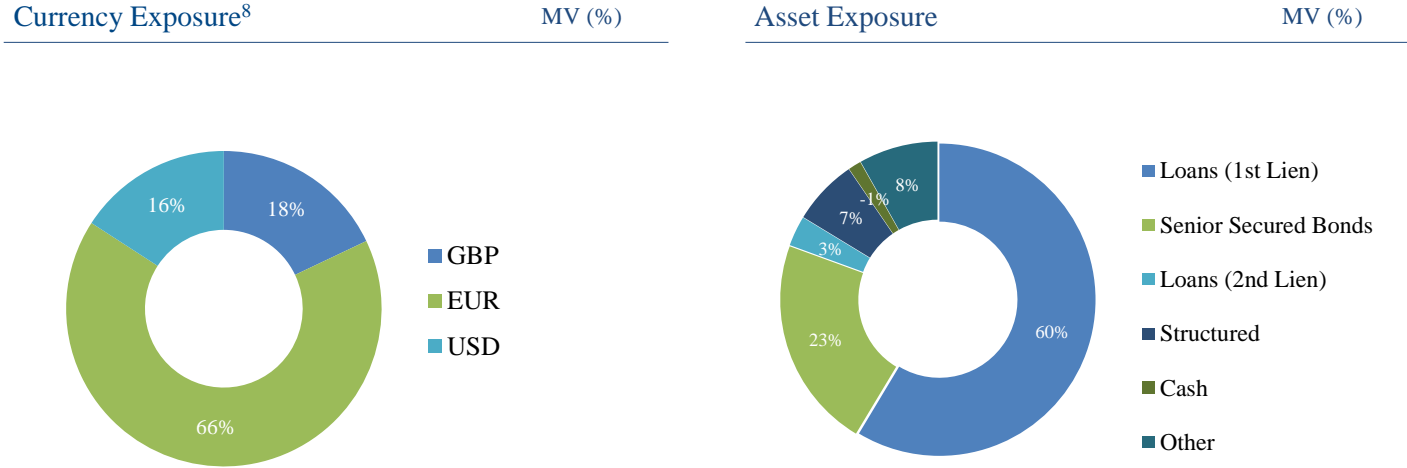


Geographic Exposure

MV (%)



Investment Vehicle Portfolio Statistics as at 31 March 2024⁶



Look Through Reporting¹⁰ as at 31 March 2024

Rating	Average Spread Duration ¹¹	MV (€)	MV (%)
BBB	4.02	1.4m	0%
BB	5.07	29.4m	9%
B	3.71	218.4m	66%
CCC	2.12	60.0m	18%
NR	4.17	23.3m	7%

Type	Duration	MV (€)	MV (%)
Floating	0.18	265.6m	80%
Fixed	2.66	64.4m	19%
Warrants	0.00	2.7m	1%

Notes & Assumptions:

- The sum of the market values may be larger than the NAV due to the effect of the leverage facility
- All duration and yield calculations are based on assets outstanding to maturity (no call or amortisation assumptions)
- Duration is calculated using the DURATION function in Excel, and includes approximations for interest rate duration for floating 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

Note: Amounts may not add up to 100% due to rounding.

Past performance is not indicative of future results or a guarantee of future returns.



CVC Income & Growth Limited

Important Information

Footnotes

- 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
- ⁴ NAV Total Return includes dividends reinvested
- ⁵ LTM dividend yield is calculated by adding the LTM dividend payments and divided by the share price of the respective share class as at 31 March 2024
- ⁶ Average market price of the portfolio weighted against the size of each position
- ⁷ Current Yield including Investment Vehicle leverage

- ⁸ Currency is hedged for the respective share class.
- ⁹ The RepRisk Rating is a letter rating (AAA to D) that facilitates benchmarking and integration of ESG and business conduct risks. NR indicates exposure to issuers not currently monitored by RepRisk. Data as at 31 March 2024.
- ¹⁰ Data excludes cash
- ¹¹ Averages are weighted by market value

Disclaimers

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.