Monthly factsheet as of 31.10.2026

Credit Opportunities Fund (B)

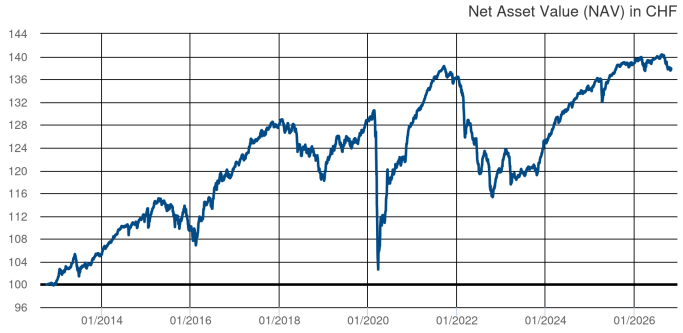
ZUGERBERG FINANZ

PMG INVESTMENT SOLUTIONS
Driven by Needs - Outstanding in Solutions

Investment Objective

The Credit Opportunities Fund is a globally investing, yield-oriented bond fund for Swiss investors. It is suitable for investors seeking a steady, positive return in Swiss francs on the bond market.
The approach is based on a strict discipline on the use of the opportunities in the Swiss market as well as in selected international bond markets. The fund is based on macroeconomic and microeconomic risk assessments. Each debtor is subject to a comprehensive overall assessment. An attractive risk / return profile at the rating threshold BBB / BB is preferred.
The fund does not follow any benchmark and aims at absolute positive returns in the medium term. The increase in value is primarily achieved with credit risk premiums and with the roll-down effect. A broad diversification is under consideration. In the meantime, the investor is accepting certain fluctuations in order to be able to benefit from interesting investment opportunities in the credit sector in the medium to long term.

Performance



1 month	-0.29%
3 months	-1.39%
2026 (YTD)	-0.78%
1 year	-0.73%
3 years (annualized)	4.72%
Since Inception (annualized)	2.32%
Since Inception	37.77%
Lowest NAV	99.85
Highest NAV	140.37
Months with Positive Returns	67%
Sharpe Ratio (last 3 years)	1.58
Max. Drawdown (last 3 years)	-3.08%
Max. Drawdown Length (days for last 3 years)	27
Max. Drawdown Recovery (days for last 3 years)	42

Modified Duration

< 1 year	37%
1 - 3 years	24%
3 - 5 years	27%
5 - 7 years	10%
> 7 years	2%

MORNINGSTAR ★★★★★

Fund Facts

Fund Name	PPF ("PMG Partners Funds") - Credit Opportunities Fund - B
Valor	19893847
ISIN	LU0810289230
WKN	A1J1ZV
Bloomberg	PPFPCOB LX
Fund Domicile	Luxemburg
Fund Class	B
Currency	CHF
Cut-Off Time	Daily, until 5pm (CET)
Settlement	T+3
Launch Date	November 2nd, 2012
Fiscal Year End	December 31st
Distribution Policy	Accumulation
Legal Registration	Switzerland

Fund Information*

NAV Total (CHF Mio.)	457.19
NAV Fund Class B (CHF Mio.)	441.09
NAV per Unit (CHF)	137.77
Modified Duration (Years)	2.6
Yield to Worst (%, local currency)	8.1
Yield to Worst (%, hedged CHF)	5.1
ø Credit Rating	BB
Cash Position (%)	3.0
No. of Sectors	18
No. of Issuers / Issues	191 / 217
Top 10 Positions (%)	7.7

* Securities portfolio, including cash.

Expenses

Management Fee (% p.a.)	0.50
Total Expense Ratio (TER) as of 30.06.2026 (%)	0.78

Investment Amounts

Minimal Initial Investment (CHF)	1'000'000

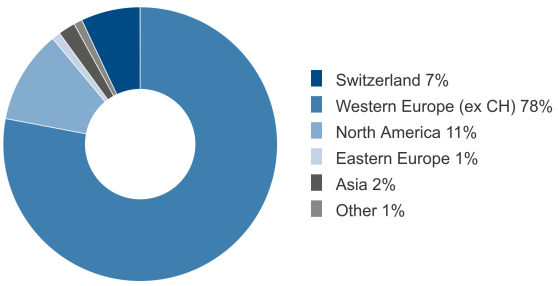
Rating Breakdown

>A	3%
A	2%
A-	1%
BBB+	4%
BBB	12%
BBB-	13%
BB+	8%
BB	15%
BB-	6%
B+	11%
B	18%
B-	5%
<B-	2%

Top 10 Industry Sectors

Banking	12%
Consumer Cyclical	11%
Insurance	9%
Energy	8%
Transportation	8%
Other Industrial	7%
Other Financial Services	7%
Capital Goods	6%
Consumer Non-Cyclical	4%
Technology	3%

Geographic Diversification



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Monthly Commentary

October brought greater differentiation across equity and credit markets as investors reassessed the costs and returns of the AI investment boom. Pressure centred on leveraged AI infrastructure providers, or "neoclouds", such as CoreWeave, suggesting a repricing of financing risk rather than clear evidence of collapsing AI demand. Measurable benefits outside technology remained harder to identify, increasing scrutiny of prospective cash generation and refinancing needs. AI investment supported activity, while demand for energy and capital added to inflation and financing pressures. The scale of the build-out meant that shifts in sentiment could influence growth and rate expectations even before spending slowed. Tighter financing conditions reinforced this feedback loop. Lower government-bond yields alongside wider credit spreads suggested a 'sweep' to safety, with bull-flattening across the relevant benchmark curves. US net interest costs hit a record $1.05tn in fiscal 2026, up 8.4% from 2025. Nominal GDP growth supports corporate revenues and tax receipts; growth above the effective borrowing cost eases debt dynamics, although persistent primary deficits remain a risk. In Europe, France's ten-year spread over Germany reached an intra-month high of approximately 174bp, its highest since 2011. By October 30, around 64.5% of French investment-grade (IG) corporate debt outstanding traded through OATs, a series high highlighting the divergence between sovereign and corporate credit.

Euro IG yields broke their uptrend since late June, declining -0.06% to 4.18%. The modest fall despite strong bull-flattening of the German government-bond curve reflected spread widening of 14bp to 105bp, still below the 25-year median of 112bp. Credit decompression prevailed, with lower-rated segments generally widening more. Total returns were positive, but excess returns were negative. US IG yields fell 0.25% to 5.79%, supported by strong Treasury bull-flattening. Spreads widened 10bp to 90bp, well below their 25-year median of 123bp. Widening affected all rating segments, with AA and BBB bonds most affected. Amazon, Meta, Nvidia and Google widened considerably within AA, as did SpaceX, Intel and Oracle within BBB. The US IG Technology Index's spread relative to the US Corporate Index rose to +19bp from -31bp two years earlier, despite similar average ratings of A/A-. This 50bp reversal underscored growing concern over the scale of AI capital expenditure and the time needed to generate returns. Total returns were strongly positive, while excess returns were negative. Euro high-yield (HY) yields rose for a fifth consecutive month, reaching 6.90% (+0.46%). Spreads widened 65bp to 370bp, approaching their 25-year median of 392bp. Broad-based decompression hit the relatively small CCC segment hardest. Both total and excess returns were negative. US HY yields edged down 0.04% to 8.31%, while spreads widened 29bp to 340bp, remaining below their 25-year median of 416bp. CCC spreads surged a further 197bp to 1,151bp, having breached 1,000bp on October 1. BB widening remained contained at 12bp, compared with 38bp for B-rated debt. This divergence pointed to selective stress; broader deterioration in higher-quality credit would signal contagion. Total returns were positive, but excess returns were decisively negative.

The COF returned -0.29% in October, underperforming the Swiss Bond Index (SBI) by 1.05%. Carry contributed +0.51% in local-currency terms, while bull-flattening in US Treasury and German government-bond markets supported returns. These gains were more than offset by the negative impact of wider credit spreads and currency-hedging costs. At month-end, the fund's yield-to-worst stood at 8.1% (+0.5%) in local currency terms and at 5.1% (+0.6%) on a CHF-hedged basis. The average coupon declined to 6.4% (-0.1%), while the average bond price decreased to 97.1% (-0.5%). The option-adjusted spread widened by 31bp to 380bp, and the modified duration edged down to 2.6 (-0.1).

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