

## INVESTMENT OBJECTIVE

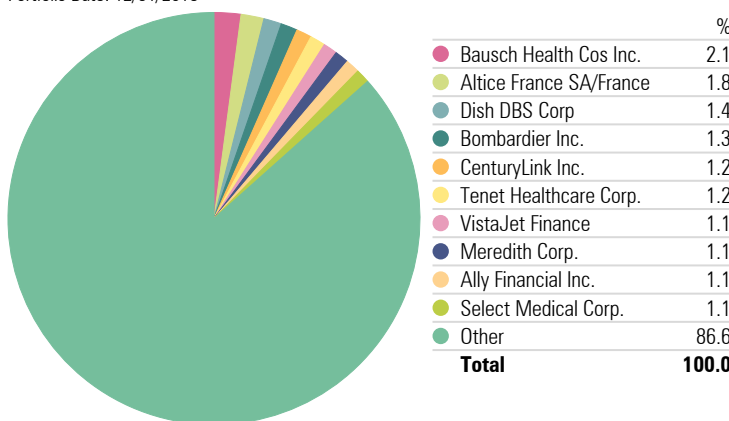
The Investment Objective of the High Yield Bond Fund Class of Shares is high current income and capital appreciation through investments in high yield securities of US issuers. The adviser will seek to achieve the investment objective by generating long term outperformance through tactical allocation of capital towards the best risk-return opportunities available in the USD high yield corporate debt market.

## Fund Facts

Advisor	Penn Capital Management CO Inc
NAV Qtr End	8.6854
Base Currency	US Dollar
Inception Date	4/30/2014
Fund Size	25,940,181
Minimum Subscription	\$10,000
Subscriptions/Redemptions	Weekly On Wednesdays
Distribution Status	Income/Reinvest
Annual Management Fee	1.35%
Ticker ID	GVFHYBF BH
ISIN ID	BMG3935X3028

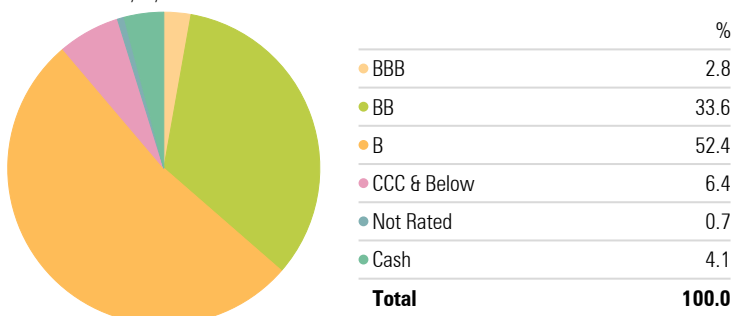
## Global Voyager High Yield Bond - Asset Allocation

Portfolio Date: 12/31/2018



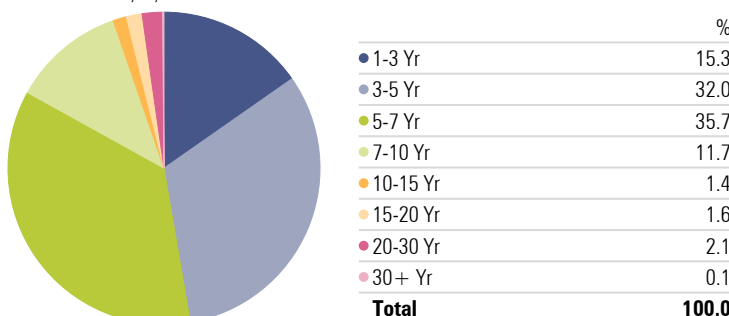
## Credit Quality

Portfolio Date: 12/31/2018



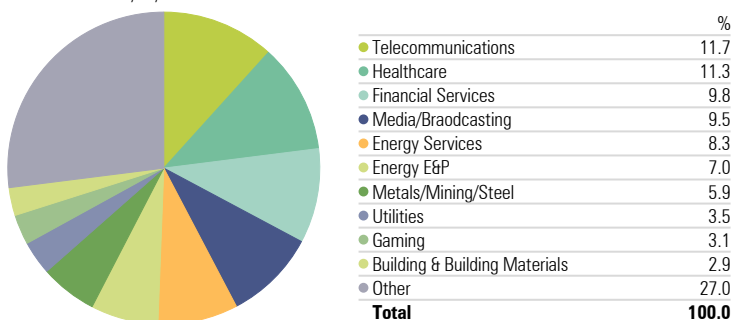
## Fixed-Income Maturity

Portfolio Date: 12/31/2018



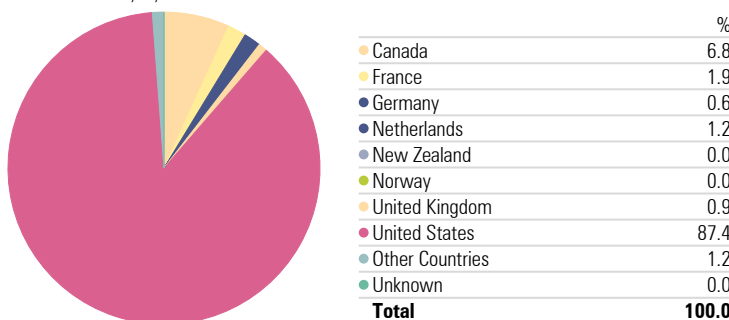
## Fixed-Income Sectors

Portfolio Date: 12/31/2018



## Fixed-Inc Country Exposure

Portfolio Date: 12/31/2018



## Global Voyager High Yield Bond - Monthly Returns

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2018	0.80	-0.81	-0.36	0.38	0.08	-0.07	0.82	1.14	0.41	-1.71	-0.98	-2.42	-2.75
2017	1.25	1.38	0.37	0.86	0.68	-0.26	1.26	-0.09	0.70	0.42	-0.44	0.40	6.72
2016	-1.91	-0.26	3.81	2.19	0.67	0.62	2.53	1.76	0.82	1.35	-0.55	2.42	14.16
2015	0.19	1.97	-0.17	1.33	-0.21	-0.80	-1.83	-2.46	-1.58	1.52	-2.72	-2.39	-7.04

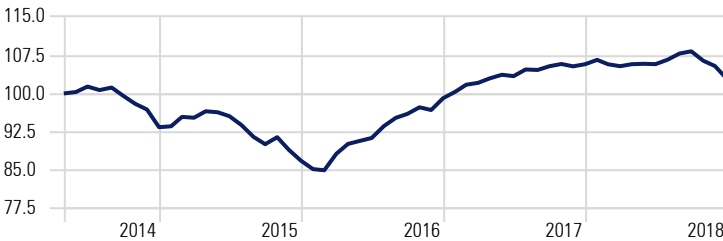
## Fund Manager Commentary:

Concerns regarding the Fed, tariffs, and the economy finally boiled over into the credit markets during 4Q 2018 ("4Q"). After spreads touched post-Lehman lows in 3Q 2018, they nearly doubled from their low 300 basis points position. Energy credits and CCC-rated bonds led the downdraft as oil prices fell 40%. BB- rated credits were negative in 4Q but outperformed the broad HY market as risk was off and US Treasuries were well bid. During 4Q, losses were broad-based, however, the Energy exploration & production segment and the Services sector significantly underperformed with double-digits negative returns whereas Utilities and Packaging sectors outperformed. However, according to J.P. Morgan, despite higher leverage levels through their loan layer, publicly traded HY companies have reached post-Lehman highs in EBITDA margin and interest coverage are nearing post-Lehman lows for total leverage. Therefore, we believe declaring an end to the credit cycle is premature. In our opinion, 4Q returns might recoup in 2019 assuming the Fed maintains patience, a China trade deal is reached, and oil prices rebound within range-bound levels. During 4Q, our Opportunistic HY strategy performed in-line with the ICE BofA Merrill Lynch US HY Constrained Index as strong security selection within CCC-rated bonds offset the strategy's underweight position to BB-rated bonds. Our underweight positioning, coupled with security selection, within Packaging and Technology sectors was a detractor in 4Q as well. However, this more than offset positive security selection within Healthcare, Transports, Food, and Food & Drug Retail sectors in the quarter. For the quarter, poor security selection within the Metals & Mining sector was more than offset by solid security selection within the Energy sector.

Despite the 4Q sell-off, we remain relatively optimistic on the US economy and corporate creditworthiness. The US high yield and loan last-twelve-month bond default rate is currently below 2% at quarter-end as we continue to forecast a relatively low default rate for 2019. Generally, we expect fundamentals for HY companies, most of which are US-centric non-global-traders, to remain relatively healthy, and we expect commodity-industry defaults to remain below historical HY averages. If anything, Q4 could help usher in the return of a "goldilocks" economy, with modest growth and inflation which would be a positive attribute for the credit environment. Although 2018 ended in the red for the broad HY market, this marked only the 7th negative return occurrence for HY bonds on a calendar year basis in its history. In fact, the HY bond market has never posted two consecutive negative calendar year returns. History suggests 2019 may be a positive year for the asset class based on how certain geopolitical concerns are addressed, the direction of the Fed, and whether oil prices have bottomed. We continue to favor the loan asset class as a bond complement, particularly after the 4Q sell-off. Although the outlook for short-term interest rate hikes is somewhat diminished, higher quality loans trading just below par are attractive for secured debt, in our opinion.

## Investment Growth

Time Period: 5/1/2014 to 12/31/2018



Global Voyager High Yield Bond

## Calendar Year Returns

	YTD	2018	2017	2016	2015
Global Voyager High Yield Bond	-2.75	-2.75	6.72	14.16	-7.04
High Yield Bond Benchmark	-2.27	-2.27	7.48	17.49	-4.61

## Trailing Returns

	3 Months	6 Month	YTD	1 Year	2 Years	3 Years
Global Voyager High Yield Bond	-5.03	-2.76	-2.75	-2.75	1.87	5.81
High Yield Bond Benchmark	-4.67	-2.34	-2.27	-2.27	2.49	7.27

## Risk & Reward Profile

LOWER RISK ← → HIGHER RISK

AAA Sovereign Bonds	AA Corporate Bonds	A Corporate Bonds	BBB Corporate Bonds	< BBB Corporate Bonds
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TYPICALLY  
LOWER REWARDS

TYPICALLY  
HIGHER REWARDS

### The Global Voyager Fund Limited

Short Term Income Class  
Global Fixed Income Class  
Preferred Equity Class  
North American Equity Class  
International Equity Class  
Small Cap Growth Class  
Managed Balanced Class  
High Yield Bond Class

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Clarien Bank: privatebanking@clarienbank.com

High Yield Bond Benchmark: ICE BofAML US HY Constnd TR USD

Penn Capital Appointed as Advisor to the Strategy on 30 April 2014

The GVF fund's classification data within this factsheet is calculated by the Morningstar Direct system rather than the fund manager as on factsheets prior to 30 June 2016.

As of 30th September 2017 the High Yield Bond Class factsheet is fully incorporating the income component in the total return performance numbers.

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