Elara Fixed Income Fund Ltd.

USD 2689.61 NAV as on 31st July 2025

MTD : +0.91% / YTD: +6.64%

IRR (since inception): 10.34% | Authorised by: Bermuda Monetary Authority (BMA) | Manager: Elara Asset Management Ltd.

Fund Description

Elara Fixed Income Fund Ltd. follows an opportunistic, benchmark-agnostic investment strategy that allows flexibility across geographies, sectors, and capital structures, with a focus on emerging markets. The fund aims to deliver high total returns while actively managing volatility and currency risk associated with non-USD exposures.

Key facts

Bloomberg Ticker	ELARAFI BH
ISIN	BMG3095Q1050
Inception Date	23/11/2012
Total Expense Ratio [1]	1.12%
Management Fee [2]	1.0% per annum
Fund Type	Open-ended
Investment Manager	Elara Asset Management Ltd.
Total Net Assets	<100 million USD
Fund Base Currency	USD
Performance Fee	5% of NAV increase
Redemption Fee	Zero

1. Excluding Performance Fee,
2. Accrued monthly payable quarterly

Accolades and Recognition

Winner at EuroHedge Awards 2021 in the Emerging Manager & Smaller Fund category

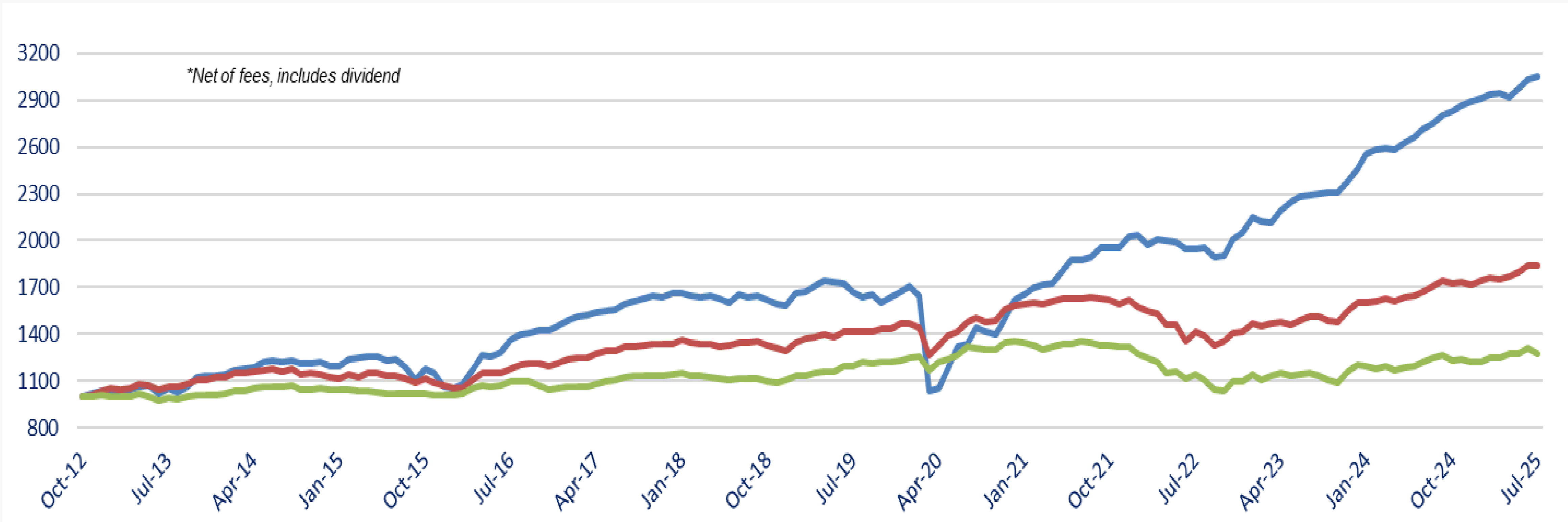
Finalist at EuroHedge Awards 2023 in the Emerging Manager & Smaller Fund Category

Finalist at the HFM European Performance Awards 2023 under two categories: (1) Credit – Long-term performance (5 years); (2) Credit – long/short

Finalist at the EuroHedge Emerging Fund Management Awards 2017 in the Credit & Fixed Income category.

Cumulative Performance (as of 31st July 2025)

- Elara Fixed Income Fund
- Bloomberg Global High Yield Corporate Total Return Index (LG50TRUU Index)
- Bloomberg Global Aggregate – Corporate TR Index Value Unhedged USD (I09805US Index)



Disclaimer: Past performance does not predict future results.
Source: Bloomberg (ISIN: BMG3095Q1050)

Trailing Performance (as of 31st July 2025)

	1 month	3 months	YTD	12 months	3 years**	5 years**	IRR (since 2012)*
Fund	0.91%	5.23%	6.64%	14.38%	19.19%	21.94%	10.34%
LG50TRUU Index	0.07%	3.86%	6.96%	9.78%	9.05%	4.44%	4.92%
I09805US Index	-0.63%	1.84%	6.72%	6.32%	4.28%	-0.27%	2.08%

** Returns are calculated on an annualized basis

Annual Returns (Since Inception)

Year	2012 *	2013	2014	2015	2016	2017	2018
Return	3.76%	9.50%	5.55%	-11.79%	41.73%	16.94%	-5.35%
Year	2019	2020	2021	2022	2023	2024	2025 (YTD)
Return	6.36%	-3.67%	30.36%	2.00%	23.55%	20.58%	6.64%

*Since Nov 2012

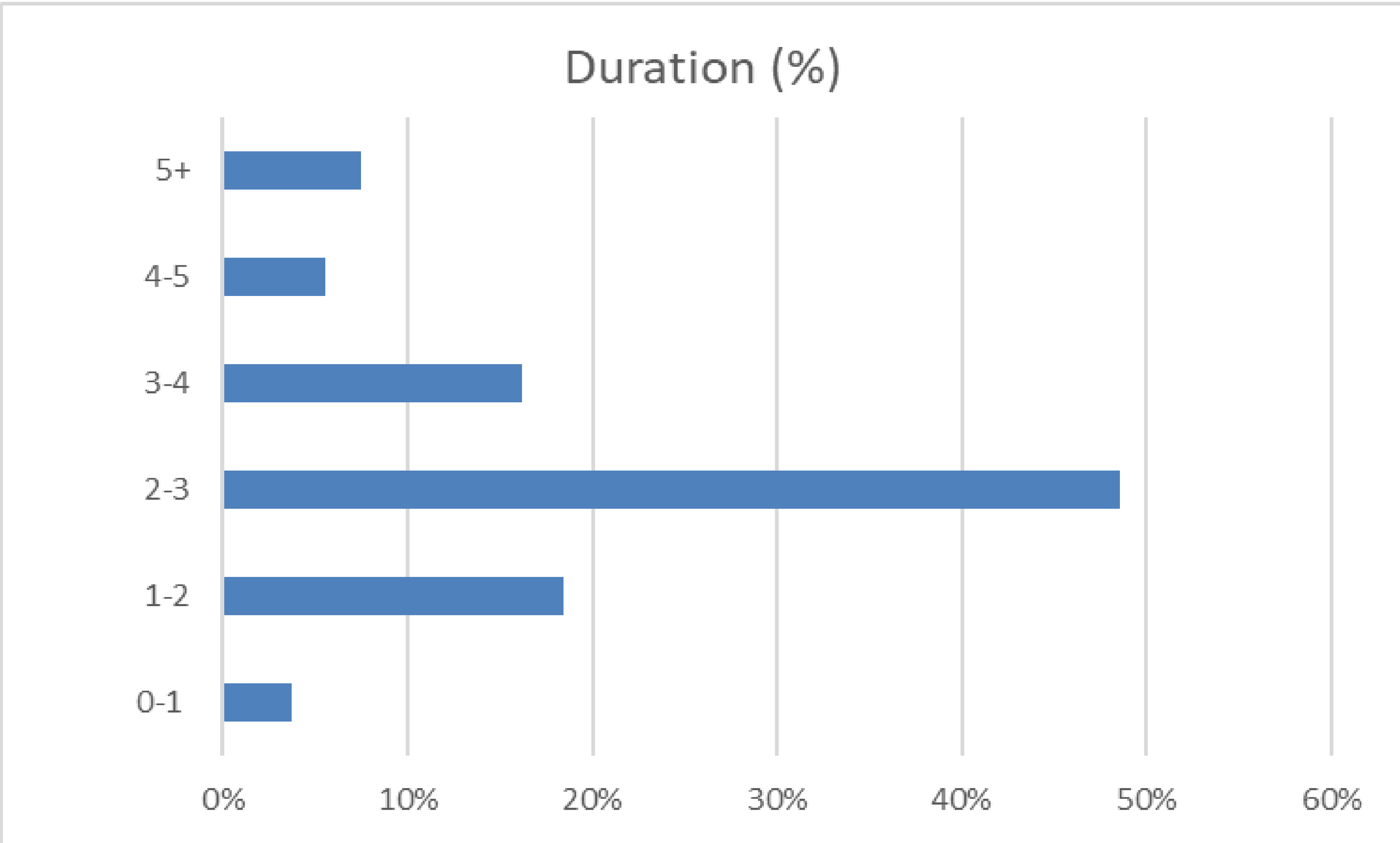
Monthly Commentary

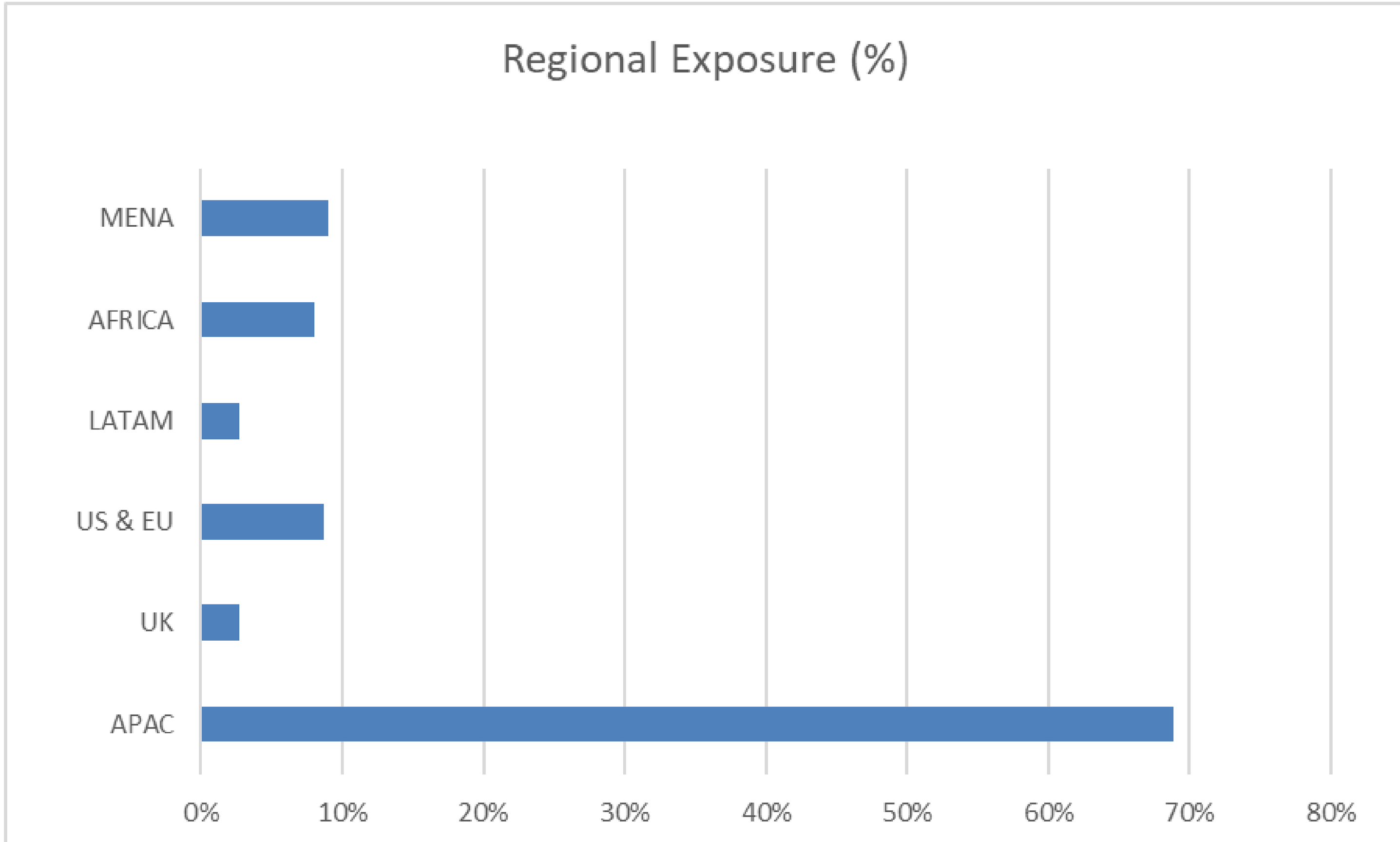
Macro conditions remained in focus in July as U.S. growth rebounded, inflation firmed, and the Fed struck a cautious tone. Q2 GDP rose +3.0% annualized, reversing a -0.5% Q1 decline, led by strong consumption. June CPI hit +2.7% YoY—its highest since February—partly reflecting tariff effects. The Fed kept rates unchanged, with two members favoring a cut, and futures suggest a meaningful chance of easing by September. Trump continued to pressure Chair Powell to ease policy. Trade progress was reported with the EU, Japan, Vietnam, and South Korea, while talks with Mexico, Canada, and China remain open. Q2 earnings were mixed, with consumer strength offset by softer investment and margins. We expect front-end yields to decline on soft labor data, while long-end rates stay sensitive to fiscal dynamics and persistent inflation.

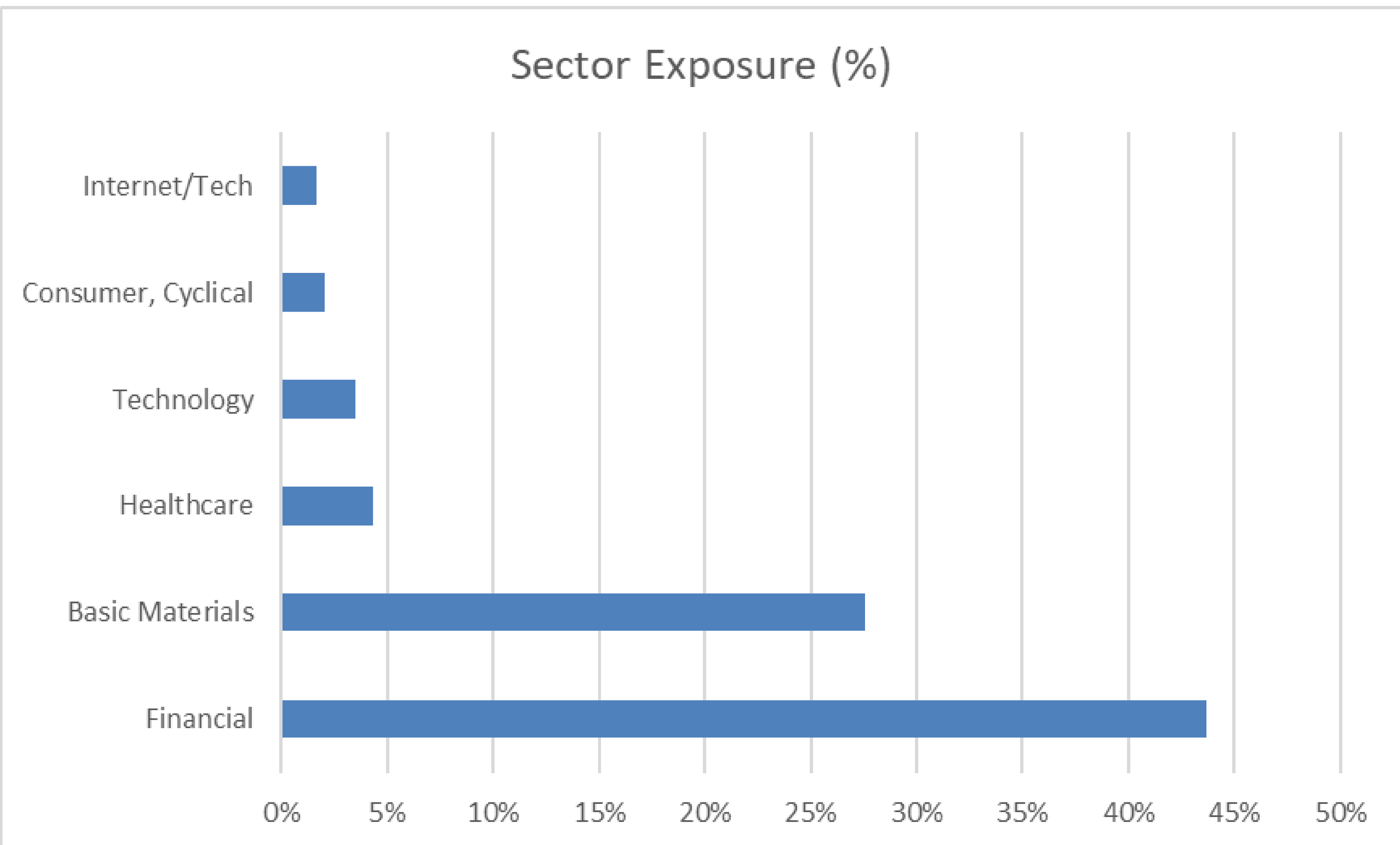
The Bloomberg Global High Yield Index (LG50TRUU Index) returned +0.07% in July, as spreads held steady and U.S. 10Y yields rose modestly to 4.37%. 'B'-rated credits outperformed (+6.05%), while BB and BBB segments declined. Consumer Discretionary and Communications led, whereas Health Care and Technology lagged.

The Fund returned +0.91%, outperforming the broader high yield market. Performance was supported by short-dated, high-carry positions. We remain focused on 2–5Y maturities and resilient balance sheets, while avoiding rate-sensitive or margin-pressured issuers.

About the Benchmark:
a. The Bloomberg Global High Yield Corporate Index (LG50TRUU Index) is a multi-currency measure of the global high yield corporate debt market. The index represents the union of the US High Yield, the Pan-European High Yield, and the corporate sector of the Emerging Markets (EM) Hard Currency High Yield Indices; and,
b. The Bloomberg Global Aggregate Corporate Index (I09805US Index) is a flagship measure of global investment grade, fixed-rate corporate debt. This multicurrency benchmark includes bonds from developed and emerging markets issuers within the industrial, utility and financial sectors.







Fund Statistics

Average Duration	**3.08**
Average Coupon (%)	**8.47**
Sharpe Ratio	**3.35**

Source: Elara Asset Management Limited (Administrator: Apex Fund Services (Mauritius) Ltd.)

Risk and Reward Profile

Credit and Default Risk: A decline in the financial health of an issuer of a fixed income security can lead to an inability or unwillingness to repay a loan or meet a contractual obligation. This could cause the value of its bonds to deprecate.
Currency Risk: Changes in exchange rates may cause the value of investments to decrease or increase.
Liquidity Risk: Difficult market conditions could result in certain securities becoming hard to sell at a desired time and price.
Interest Rate Risk: Changes in interest rates will usually result in the values of bond and other debt instruments moving in the opposite direction (e.g., a rise in interest rates likely leads to fall in bond prices).

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Overview

Elara Fixed Income Fund Ltd. is an open-ended fund incorporated in Bermuda. Its objective is to generate optimal returns by investing into corporate/government debt/bonds and other fixed income instruments on a leveraged basis. The Fund is ideal for those investors who want to diversify portfolio risk, receive steady income flow and yet do not wish to expose themselves to substantial market and credit risk.

Fund Manager: Elara Asset Management Limited
Fund Administrator: Apex Fund Services (Bermuda) Limited
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