ElaraCapital

Elara Fixed Income Fund Ltd.

USD 2977.27 NAV as of 31st July 2026

MTD : +1.22% / YTD: +6.56% / IRR (since inception): 10.36%

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]	1.08%
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 the HFM European Performance Awards <u>2025</u> under two categories: (1) Credit – Long-term performance (5 years); (2) Emerging Market Debt

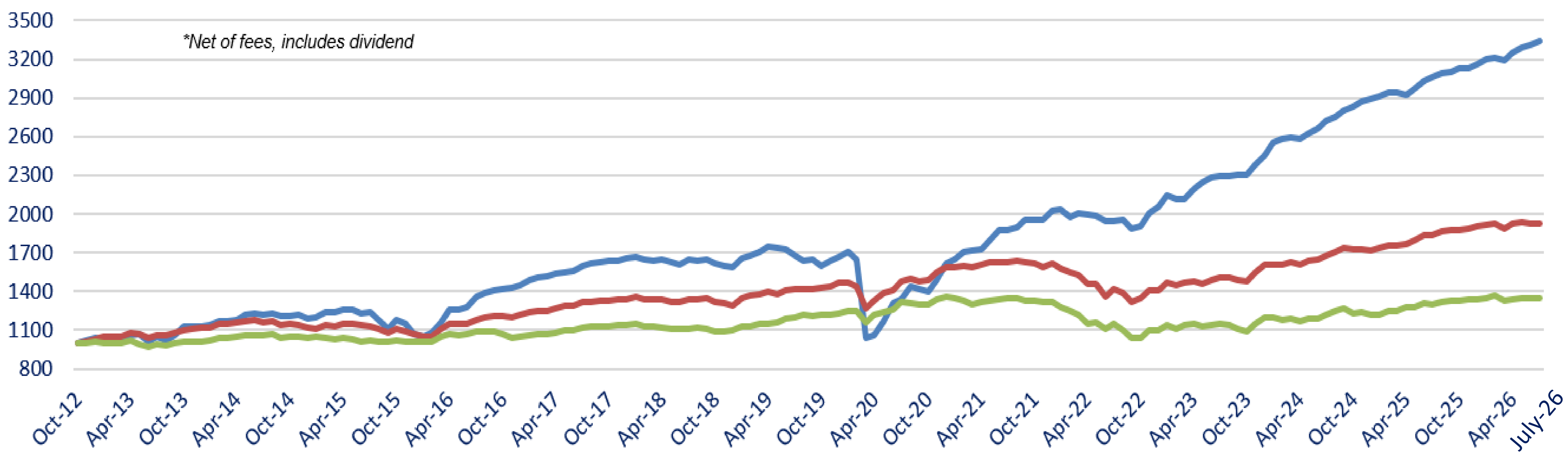
Finalist at EuroHedge Awards 2023 in the Emerging Manager & Smaller Fund Category

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 2026)

- 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 2026)

	1 month	3 months	YTD	12 months	3 years**	5 years**	IRR (since 2012)*
Fund	1.22%	3.16%	6.56%	10.70%	15.60%	14.40%	10.36%
LG50TRUU Index	-0.10%	0.25%	1.40%	4.88%	8.46%	3.44%	4.88%
I09805US Index	-1.07%	-0.89%	-0.90%	2.43%	5.04%	-0.32%	2.09%

** Returns are calculated on an annualized basis

Annual Returns (Since Inception)

Year	2026	2025	2024	2023	2022	2021	2020	2019
Return	6.56%	10.78%	20.58%	23.55%	2.00%	30.36%	-3.67%	6.36%
Year	2018	2017	2016	2015	2014	2013	2012 *	
Return	-5.35%	16.94%	41.73%	-11.79%	5.55%	9.50%	3.76%	

*Since Nov 2012

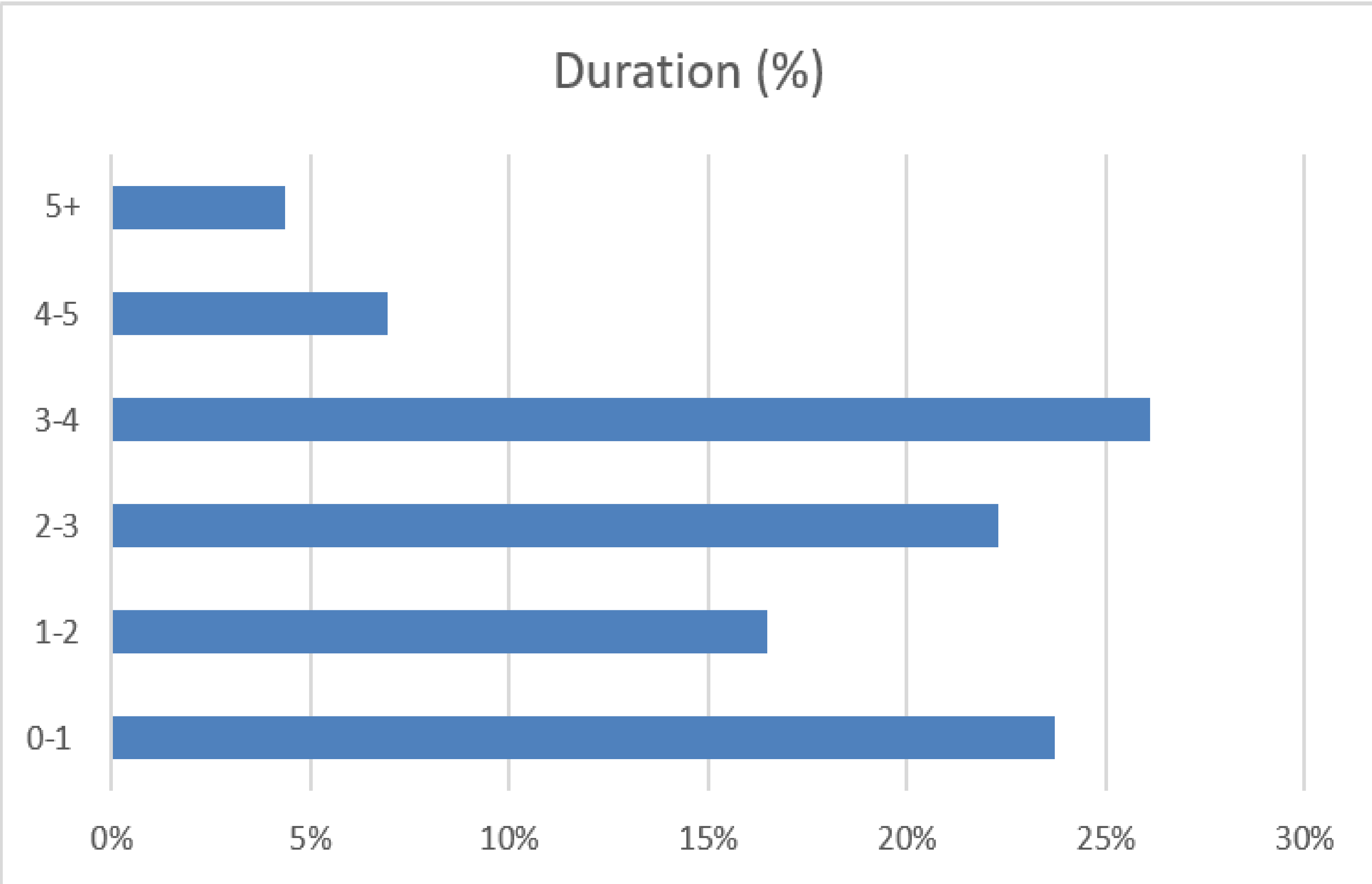
Monthly Commentary

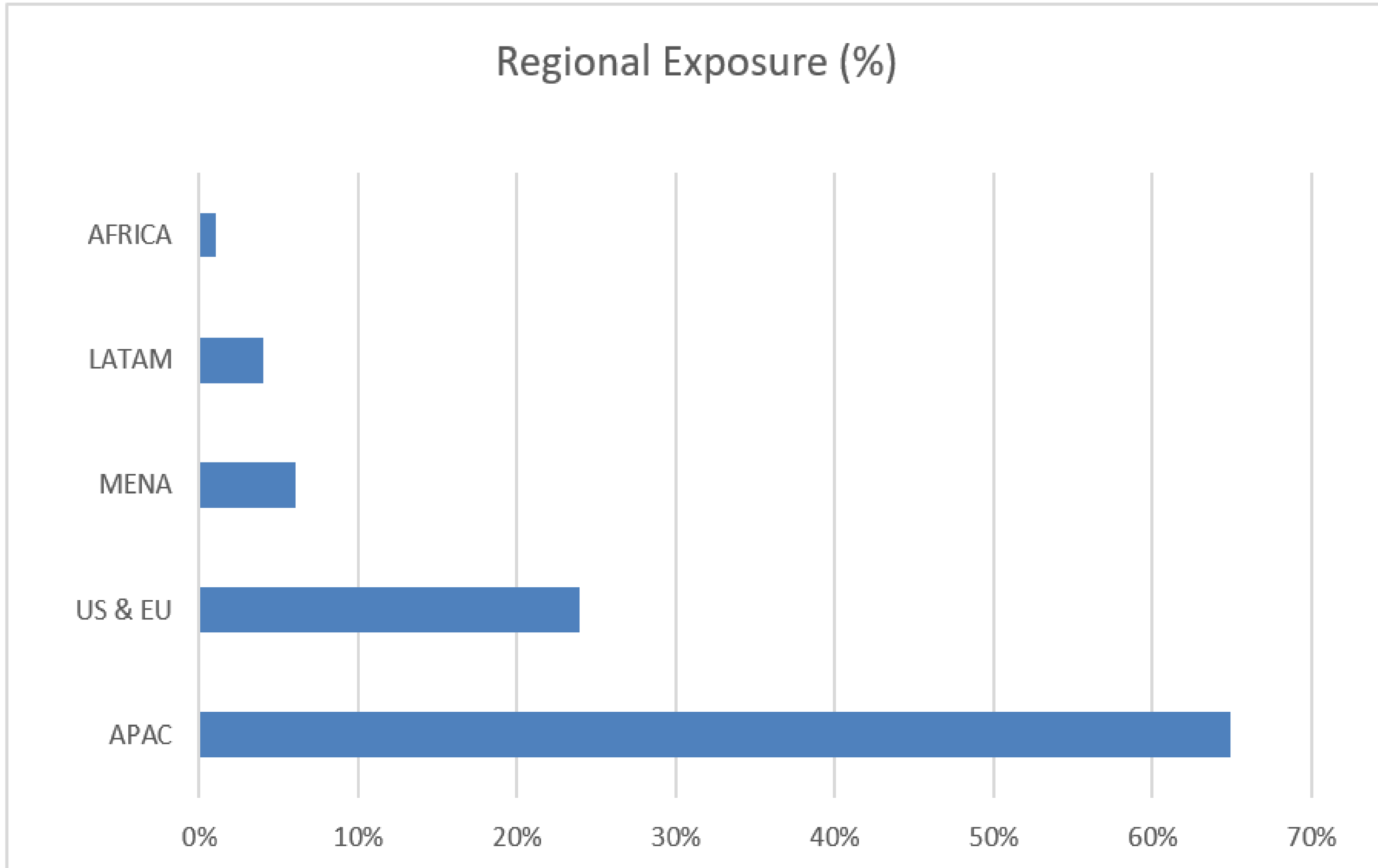
July saw increased market volatility despite resilient U.S. growth. The détente between the U.S. and Iran weakened as tensions escalated, pushing oil prices higher and renewing concerns around inflation and economic growth. AI investment remained strong, though markets increasingly questioned the scale of debt and equity financing required to sustain the buildout and the returns on investment, while cost-effective Chinese open-source models emerged as an additional competitive concern. Fed Chair Kevin Warsh maintained a cautious approach to forward guidance at his second FOMC meeting, adding to rate uncertainty, with the 10-year U.S. Treasury yield rising from 4.66% to 4.73% during the month. Despite these pressures, U.S. economic activity and corporate fundamentals remained resilient.

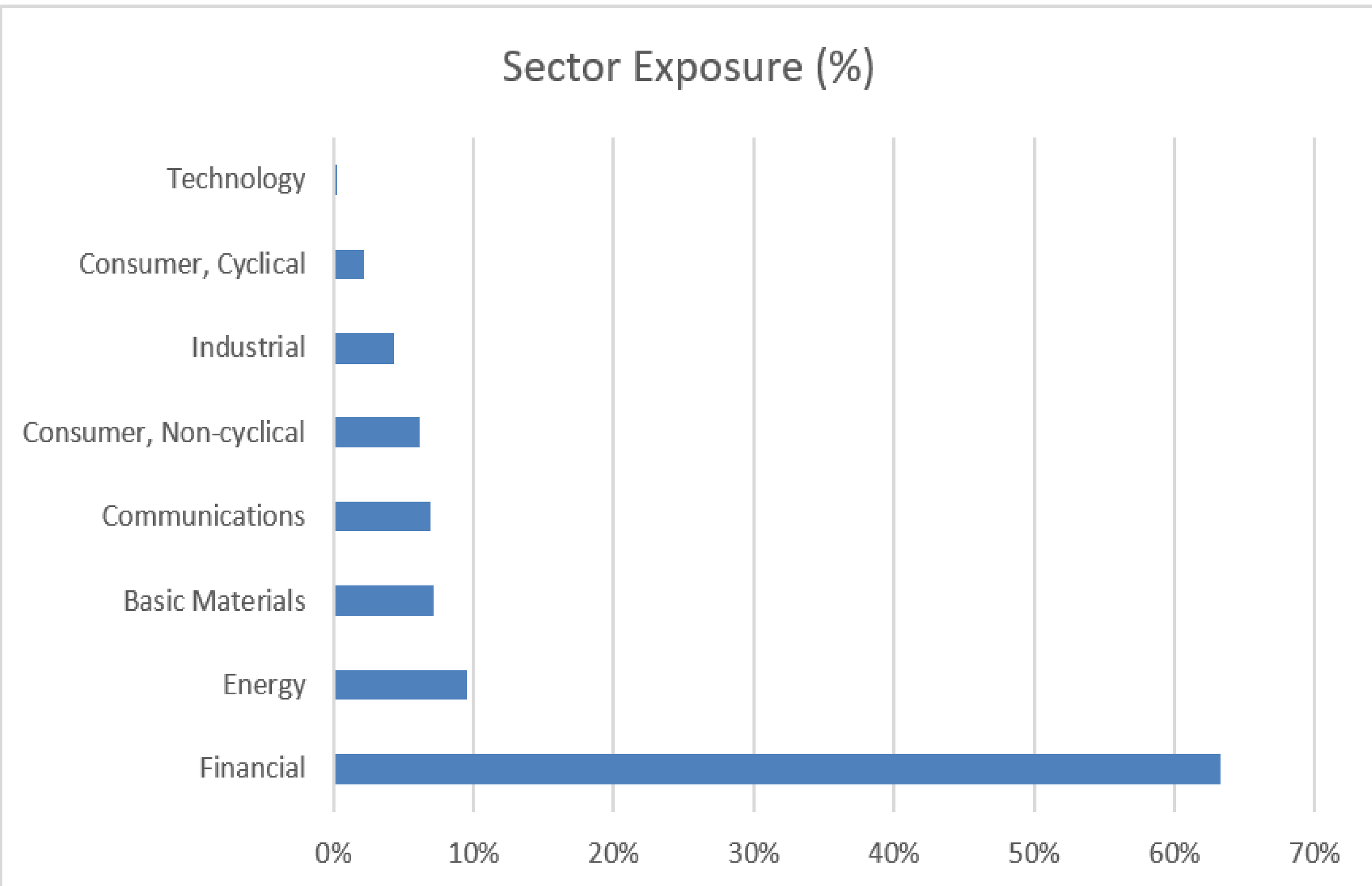
Within USD corporates, spreads tightened in lower-rated credit, with B-rated spreads tightening (-7 bps) and BB spreads tightening (-3 bps), while BBB spreads widened modestly (+2 bps). Sector performance was led by Financials and Energy, while Communications was the weakest segment, followed by Consumer Discretionary and Materials.

The Fund returned +1.22% in July, outperforming both the Bloomberg Global High Yield Corporate Index (LG50TRUU, -0.10%) and the Bloomberg Global Aggregate Index (I09805US, -1.07%). We remain cautious on inflation risks and the evolving Fed outlook, while closely monitoring energy markets and private credit.

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	**2.66**
Average Coupon (%)	**7.62**
Sharpe Ratio	**2.66**

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 directi on (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 portfoli o 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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