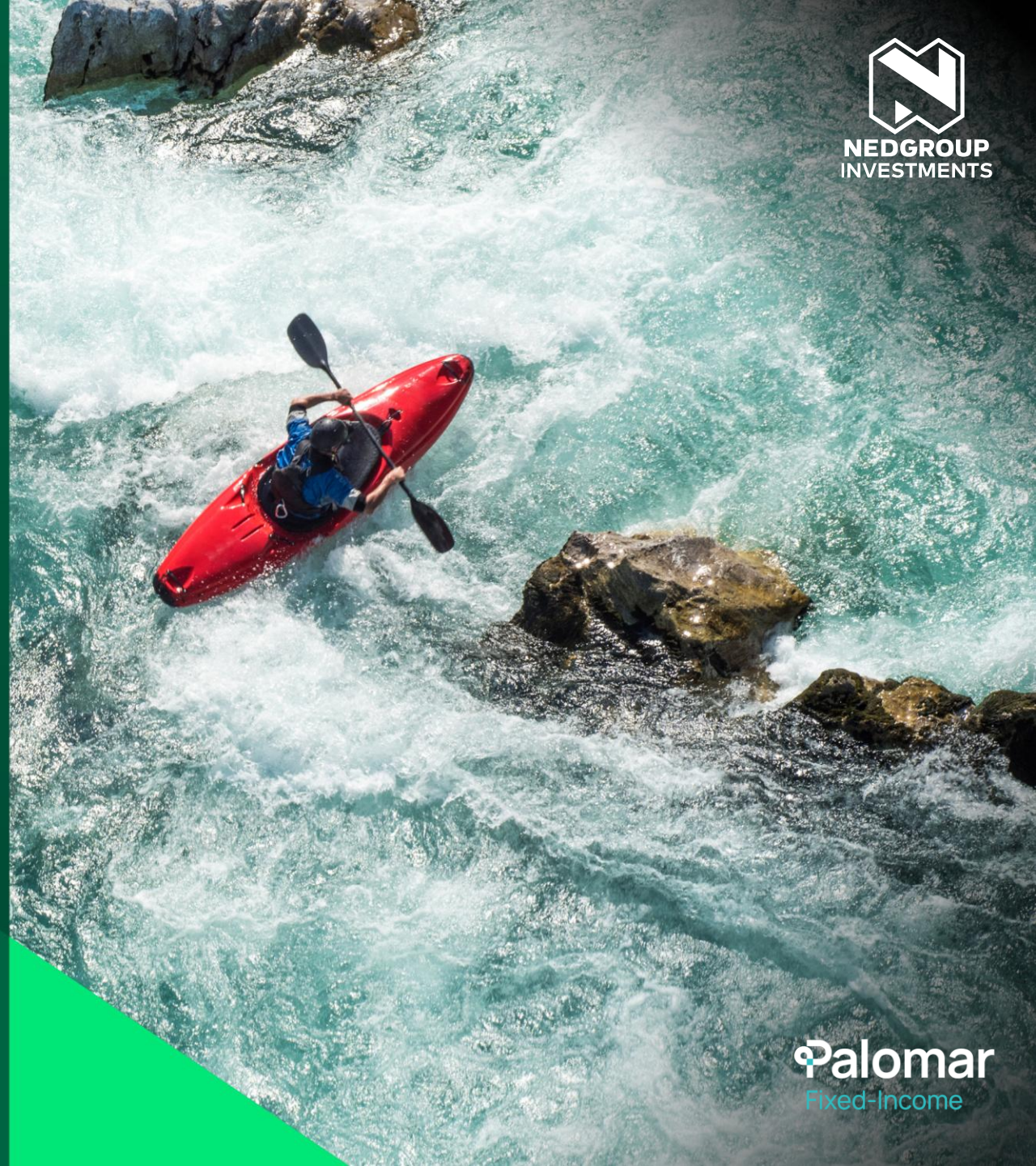
Nedgroup Investments Global Strategic Bond Fund

The next phase of bond investing: Flexibility

Marketing Communication

October 2026

see money differently



NEDGROUP INVESTMENTS

Palomar Fixed-Income

Specialist boutiques aligned with investor outcomes

NEDGROUP INVESTMENTS

Asset class	Equities		Multi-asset		Fixed income	Property
Fund name	Nedgroup Investments Global Emerging Markets Equity Fund	Nedgroup Investments Contrarian Value Equity Fund	Nedgroup Investments Global Flexible Fund	Nedgroup Investments Global Cautious Fund	Nedgroup Investments Global Strategic Bond Fund	Nedgroup Investments Global Property Fund
Launch date of fund	Nov 2020	Jun 2018	Nov 2008	Nov 2008	Jan 2024	Aug 2016
Investment partner	NS Partners	FPA	FPA	Pyrford	Palomar	Resolution Capital
Start of partnership with fund manager	2019	2013		2019	2023	2016
SFDR status of fund	Article 6	Article 6	Article 6	Article 6	Article 8	Article 8

A flexible core bond solution

A portfolio constructed through a valuation-driven approach, benefitting from two seasoned managers who combine top-down macroeconomic perspectives and bottom-up credit selection.

Portfolio Managers



David Roberts
36 years in the industry
27 years managing
multi-sector bonds



Alex Ralph
26 years in the industry
24 years managing
multi-sector bonds

- Seasoned multi-sector bond investors across markets
- An average of 30 years' experience in the industry

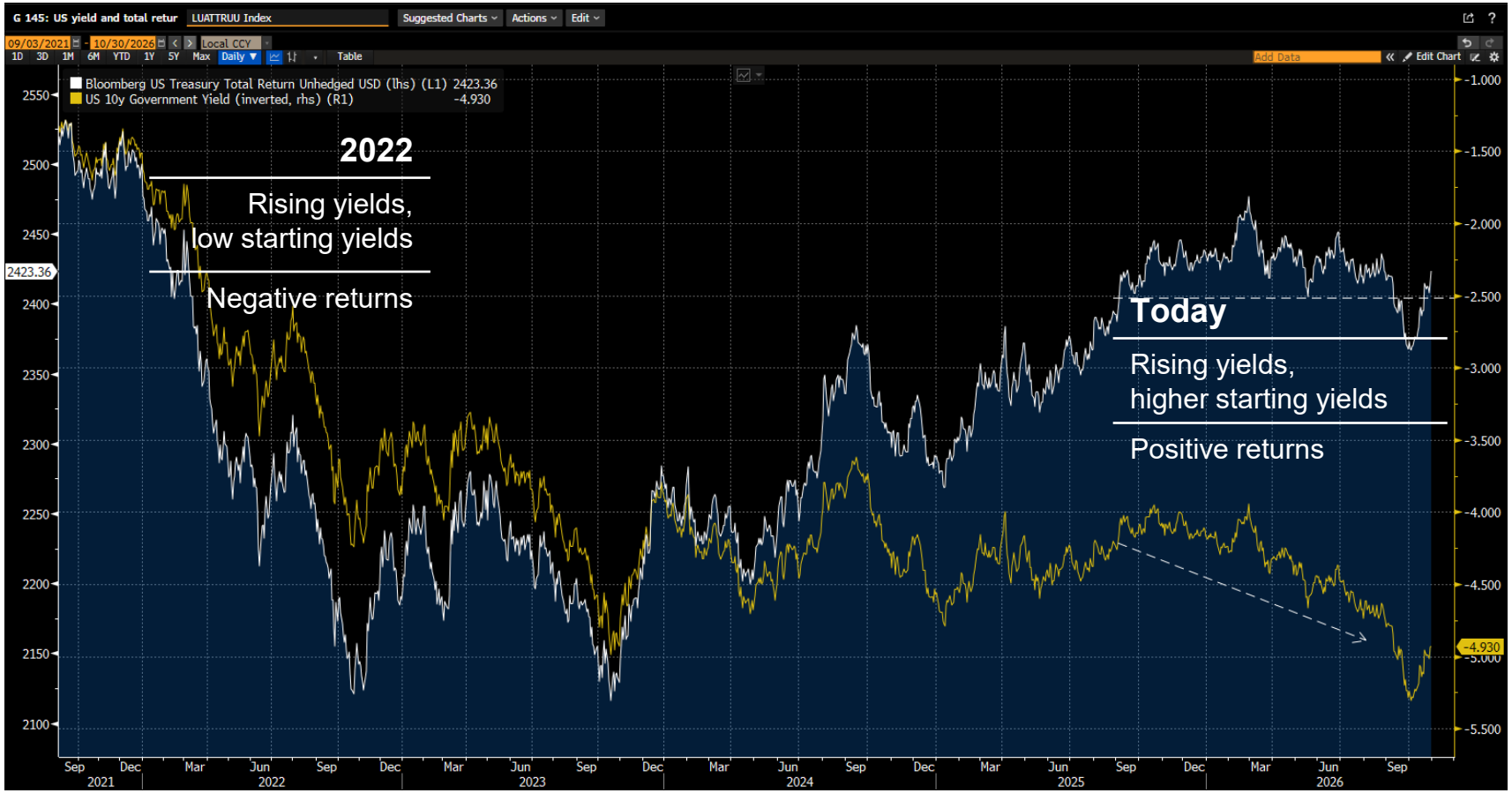
Key Fund Facts

Objective	To provide a combination of capital growth and income over the long term by investing in global bonds
Inception Date	9th January 2024
IA Sector	Global Mixed Bonds
Performance Indicator	Bloomberg Global Aggregate ex-China Index (US$ hedged)
Fund size	US$283m (31 October 2026)
Base currency	US$ (hedged GBP and EUR share classes available)
SFDR status	Article 8

Higher yields reset the opportunity in core bonds

NEDGROUP INVESTMENTS

US Treasury returns vs inverted 10-year US Treasury yields (%)



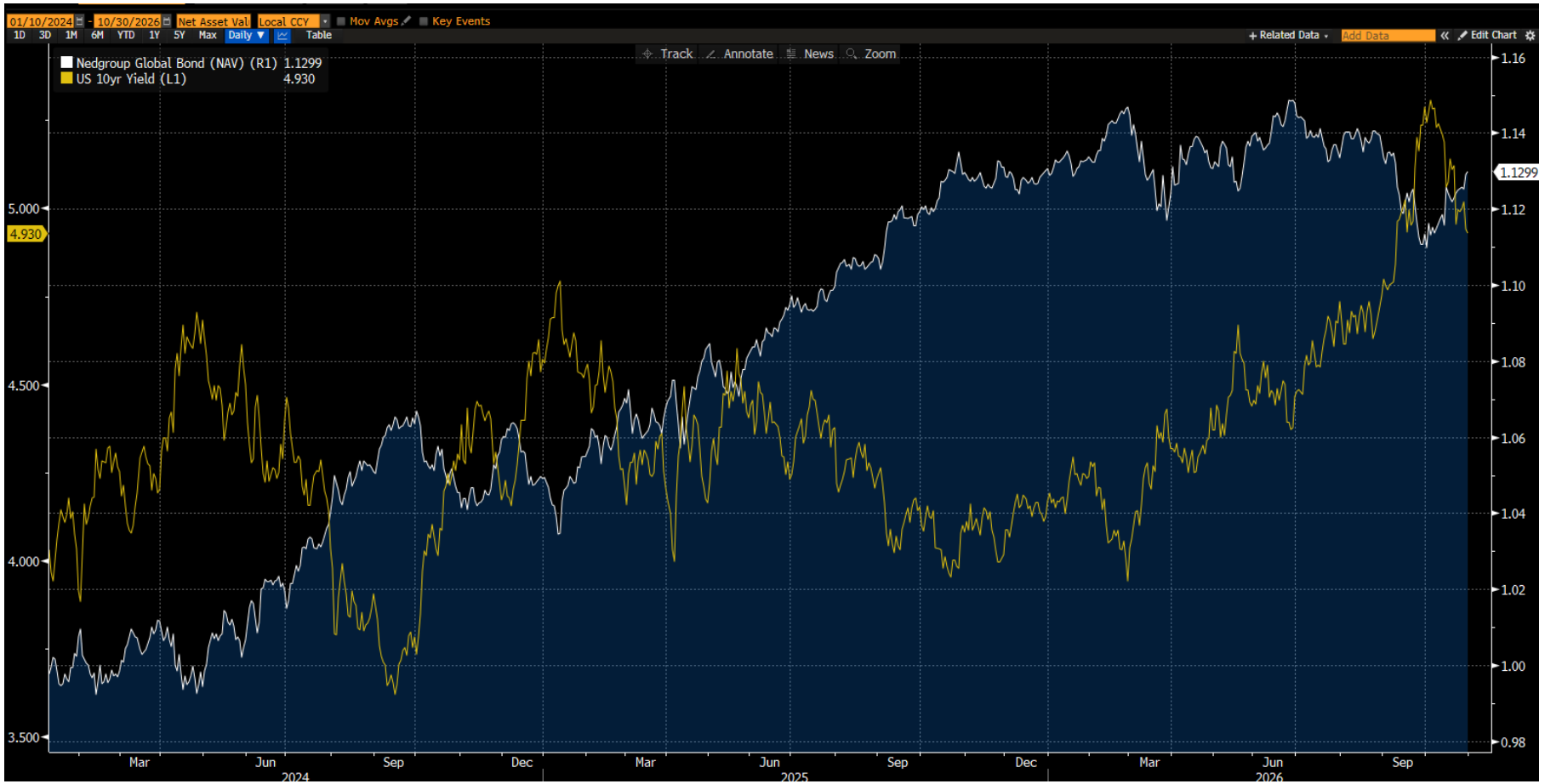
Palomar Fixed-Income

The above does not constitute a recommendation or endorsement to buy or sell any referenced security or other financial instrument.
Data from 3 Sep 2021 to 31 Oct 2026. Source Bloomberg

Turning higher yields into positive returns

NEDGROUP INVESTMENTS

Cumulative return of Nedgroup Investments Global Strategic Bond Fund vs 10-year US Treasury yield (%)



Palomar Fixed-Income

Dat from 10 Jan 2024 (inception of fund) to 31 Oct 2026. Source Bloomberg

NEDGROUP INVESTMENTS

Flexibility with discipline

see money differently

Palomar Fixed-Income

A repeatable approach to finding value

NEDGROUP INVESTMENTS

Bond markets are inefficient and often deviate away from their “fair value”.
Our active approach is therefore driven by a combination of:

This three-way view highlights:

- Volatility
- Uncertainty and
- Opportunities



Valuations

Beta strategies exploit absolute valuations of the general market. Alpha strategies exploit relative valuations, between different parts of the bond markets



Fundamentals

Consensus economic forecasts need to be adjusted to reflect the path of incoming data and our perspectives on the impact to bond prices.



Technicals

Both quantitative and qualitative factors can offer information about the likely direction of flows to and from the bond markets. This includes supply and demand, investor positioning, investor surveys and trading book levels.

Built for core bond allocations

NEDGROUP INVESTMENTS

Bloomberg Global Aggregate Index (Dec 24)

52% developed market sovereign

18% investment grade corporates

0% high yield

16% emerging market debt

14% securitised debt

Mix of hard and local currency

Our investment universe for core global bonds (expected ranges)

30-40% developed market sovereign

20-60% investment grade corporates

20-30% high yield

100% hard currency

- *Reject bonds that are illiquid, lower quality and have material ESG risk*
- *Minimise shocks by avoiding currency risk and equity – NO CCCs, NO AT1*
- *No excessive interest rate risk. Duration range: 3-8 years*

Target outcomes

- Excess return 1.5% p.a. relative to Bloomberg Global Aggregate ex China (hedged, US$)
- Portfolio yield of 4-6%** p.a. (in US$ terms)
- Maintaining a positive portfolio ESG rating

Multiple sources of alpha

Duration
Curve
Geography
Asset allocation
Credit sector/ security selection:

Palomar Fixed-Income

Expected ranges shown for portfolio. Index weights based on Bloomberg Global Aggregate Index. Source: Bloomberg
**Based on current market conditions

A bond fund that behaves like bonds

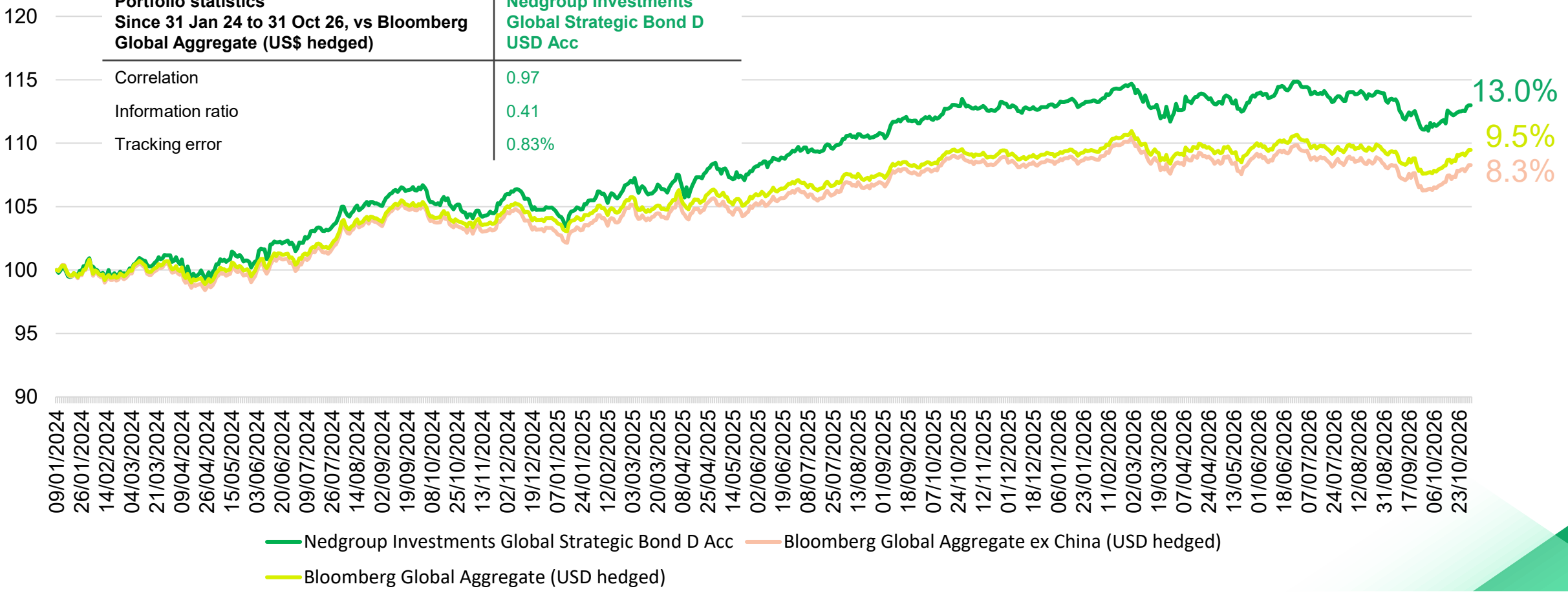
NEDGROUP INVESTMENTS

Bond-like return profile

Cumulative return for Nedgroup Investments Global Strategic Bond Fund vs Index (%, USD hedged)

Past performance is not indicative of future performance and does not predict future returns

Portfolio statistics Since 31 Jan 24 to 31 Oct 26, vs Bloomberg Global Aggregate (US$ hedged)	Nedgroup Investments Global Strategic Bond D USD Acc
Correlation	0.97
Information ratio	0.41
Tracking error	0.83%



Palomar Fixed-Income

Cumulative returns from 9 Jan 2024 to 31 Oct 2026. Fund returns are in USD based on Class D Acc as the nearest comparable share class and is used for indicative purposes only. Source: Nedgroup Investments, Morningstar, Bloomberg

Bringing rates and credit together

NEDGROUP INVESTMENTS

Investment objective

To provide a combination of capital growth and income over the long term by investing in global bonds



Bottom-up idea generation and research responsibilities:

- Credit quality
- Credit geography
- Industry selection
- Security selection
- Issuer-level ESG research

Portfolio construction in practice

Key inputs into portfolio construction

Set portfolio strategy
Strategic asset allocation
Sector rotation
Geographical rotation

Leverage external research to empower decision making

On-the-desk communication and collaboration



Top-down idea generation and research responsibilities:

- Relative value
- Duration by geography
- Yield curve management
- Portfolio-level ESG research

PM-owned decisions, deep resources




Co-Portfolio Managers: Alex Ralph (Credit) and David Roberts (Rates)
Assistant Portfolio Manager: Matt Cornwell (In-house research and modelling)

Key research resources

- CreditSights: Access to 100+ research analysts to engage with on credit analysis
- Pantheon Economics: Access to rates analysts
- Range of global investments bank research departments covering both Macro and Credit

Deal execution
Daily reporting of positions and margin

External Trading Desk

- Cash Bond Dealing Desk: Northern Trust
- Derivatives Dealing Desk: JP Morgan
- Foreign Exchange Dealing Desk: CitiGroup

A similar set-up to previously,
enabling ownership of decision-making

NEDGROUP INVESTMENTS

Flexibility in practice

see money differently

Palomar Fixed-Income

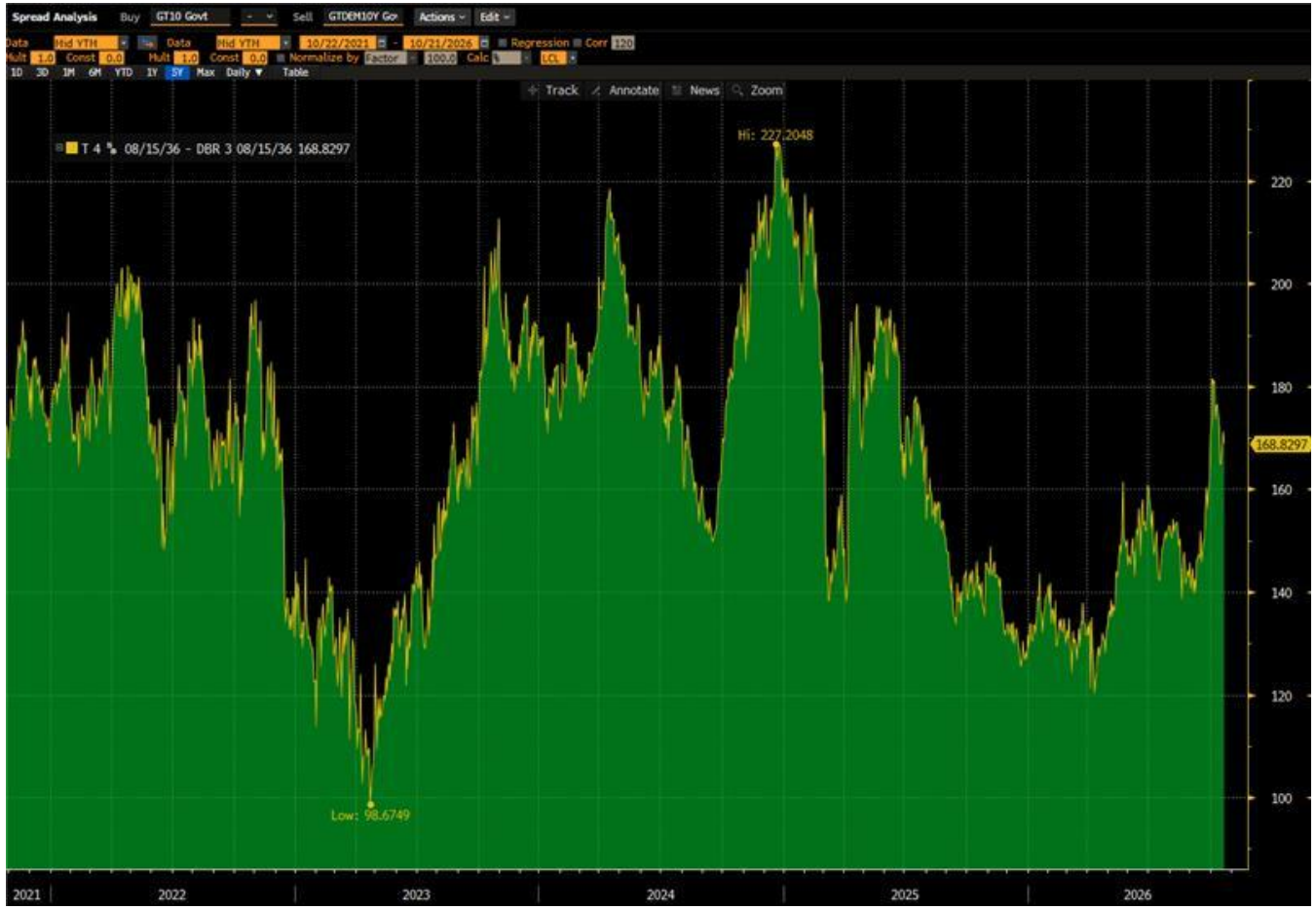
Accessing multiple sources of alpha with flexibility

NEDGROUP INVESTMENTS

Source of alpha	Why now?
Duration	Starting yields provide a cushion to total returns
Curve	Economics vs politics creates curve opportunities
Geography	G7 central banks are moving at different speeds
Asset allocation	Valuations drive risk-taking
Credit selection	Dispersion creates winners and losers

Diverging G7 rates create alpha opportunities

A more hawkish G7 backdrop is no impediment to alpha: 10-year US Treasury less 10-year Bund yield curve



The above does not constitute a recommendation or endorsement to buy or sell any referenced security or other financial instrument. Based yields from 22 Oct 2021 to 21 Oct 2026. Source: Bloomberg

Finding value across yield curves

10-year Australian government bond less 3-year Australian government bond yield curve



One of our largest positions: Australian 3-year bonds

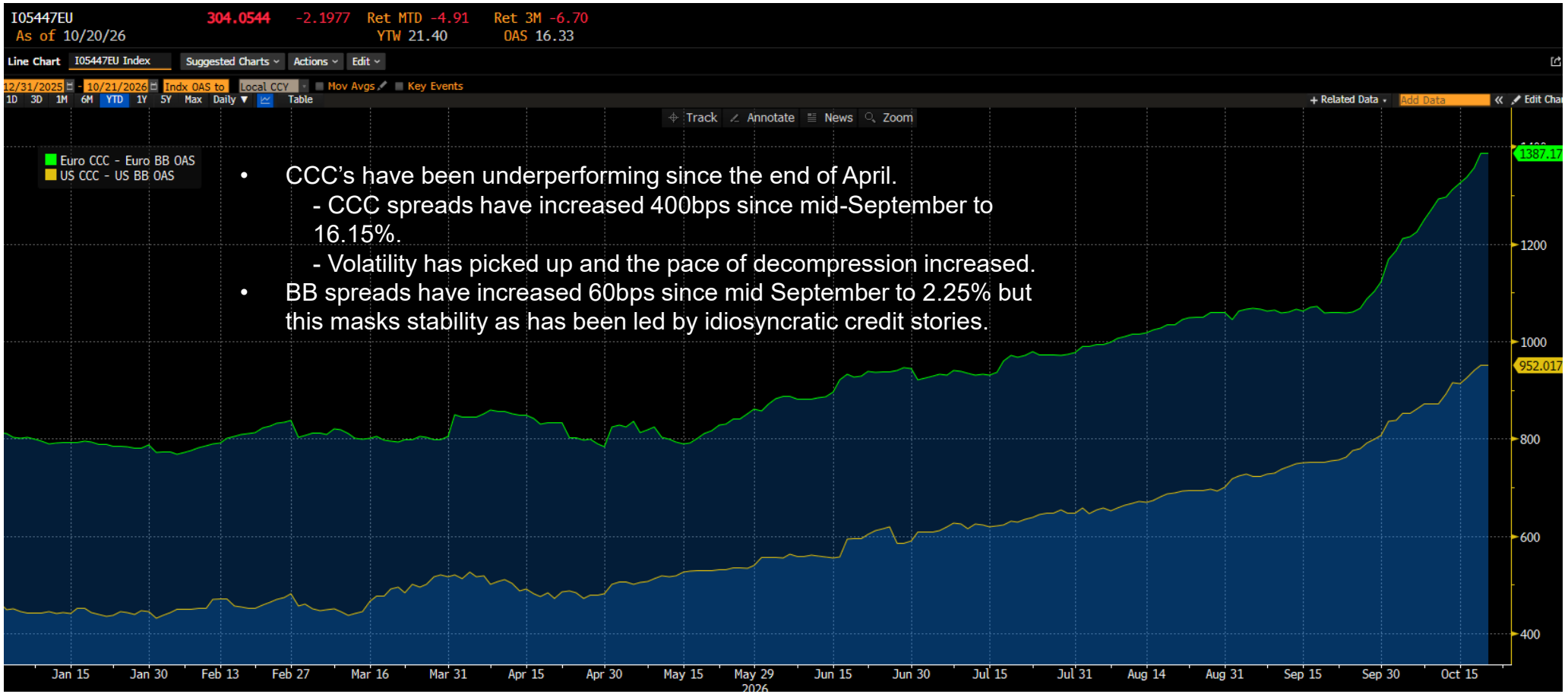
- We bought 10-year Australia bonds late last year.
  - Markets priced in too many rate hikes.
- Strong data mid-March pushed 3-year yields up and we switched into 3-year bonds from 10-year.
  - The market wanted 25bps extra yield for 7 years more risk – too little, we thought.
- As spreads widened ~50bps, driving approx. 1% outperformance, we switched back into 10-year bonds.
- When curves flattened in September, the risk-reward profile for 10-years became increasingly asymmetric warranting a switch back to 3-year bonds.

Palomar Fixed-Income

The above does not constitute a recommendation or endorsement to buy or sell any referenced security or other financial instrument.
Data from 15 September 2025 to 14 September 2026 Source: Bloomberg

Credit still looks priced for perfection

Decompression Continues: The Gap Between CCC and BB Credit Spreads Widens



Palomar Fixed-Income

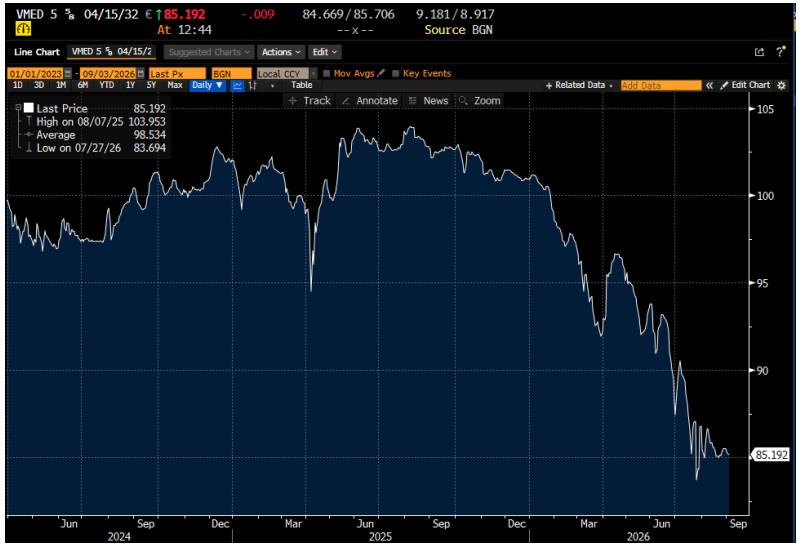
The above does not constitute a recommendation or endorsement to buy or sell any referenced security or other financial instrument.
Data from 15 Jan 2026 to 15 Oct 2026. Source: Bloomberg

While credit spreads appear calm, risks are building underneath

NEDGROUP INVESTMENTS

Defensive doesn't always mean safe

Example: Virgin Media bonds



Fundamentals matter

Example: Oracle bonds



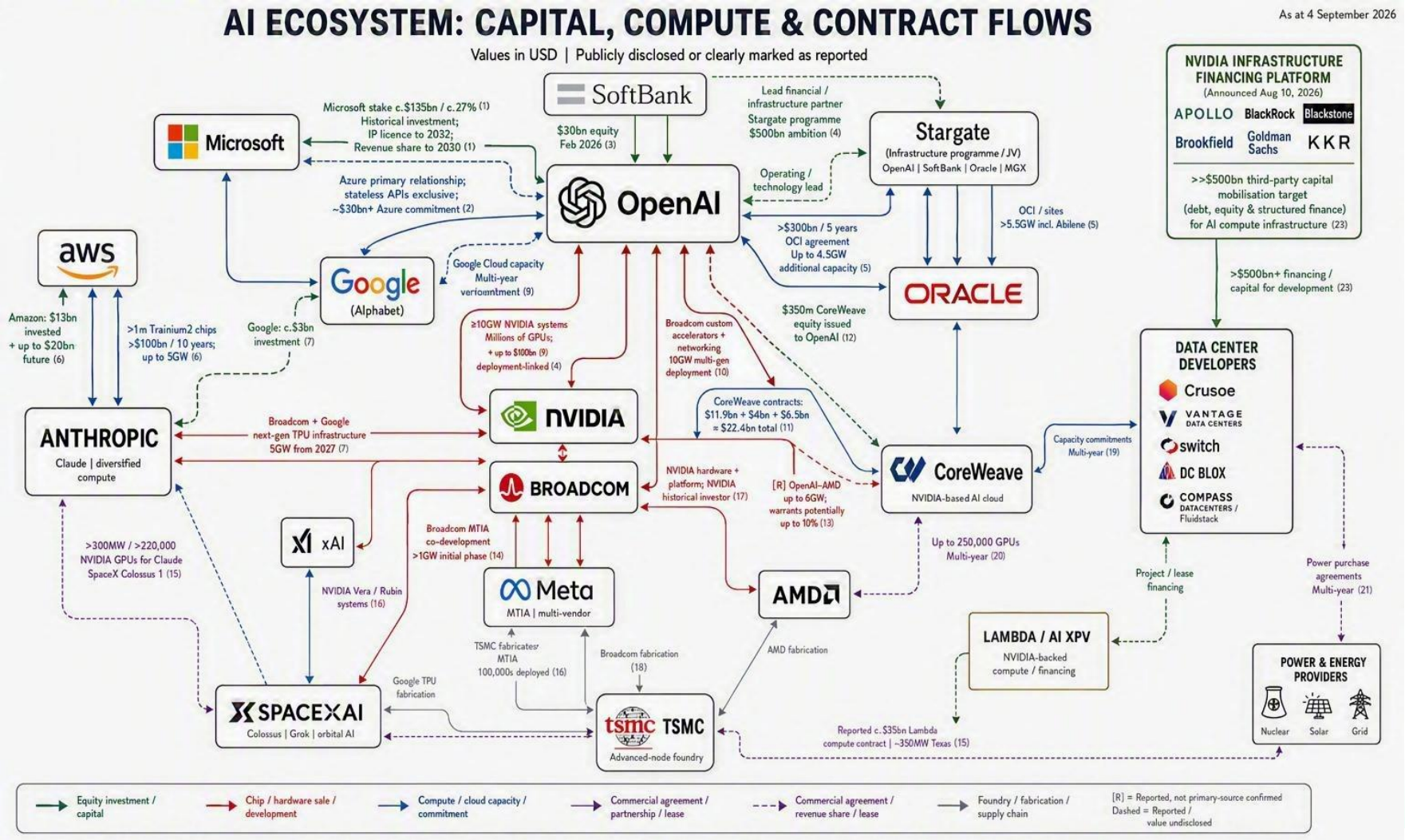
Not all AI issuers are created equal

Example: CoreWeave bonds



The above does not constitute a recommendation or endorsement to buy or sell any referenced security or other financial instrument.
Source Bloomberg

AI is creating opportunities but bondholders need cashflows



AI generated map of the AI ecosystem. For illustrative purposes only. Source Nedgroup Investments

The endgame for AI: Will there be a return on capital?

NEDGROUP INVESTMENTS

Commoditisation trap

- Open source models drive prices down rapidly.
- Software features are cloned almost instantly - differentiation vanishes overnight into a commodity.

Productivity trap

- AI creates internal efficiency gains.
- Customers expect these gains for free
- Productivity could translate into deflation, not pricing power.

Value transfer

- Financial benefits of AI are transferring to consumer and hardware providers, rather than companies building the software.

With diverging momentum, there are opportunities in credit

NEDGROUP INVESTMENTS

Example bonds

Issuer	Rating	Entry spread (bps)	Spread as at 31 Aug 26 (bps)	Spread change since purchase [1] (bps)	Equivalent index spread change (bps) [2]
Heathrow £	BB+	+227	+180	-47	+4
WPP $	BBB	+220	+189	-31	-10
Teva $	BBB-	+102	+50	-52	-0
Tereos €	B+	+560	+446	-116	+4

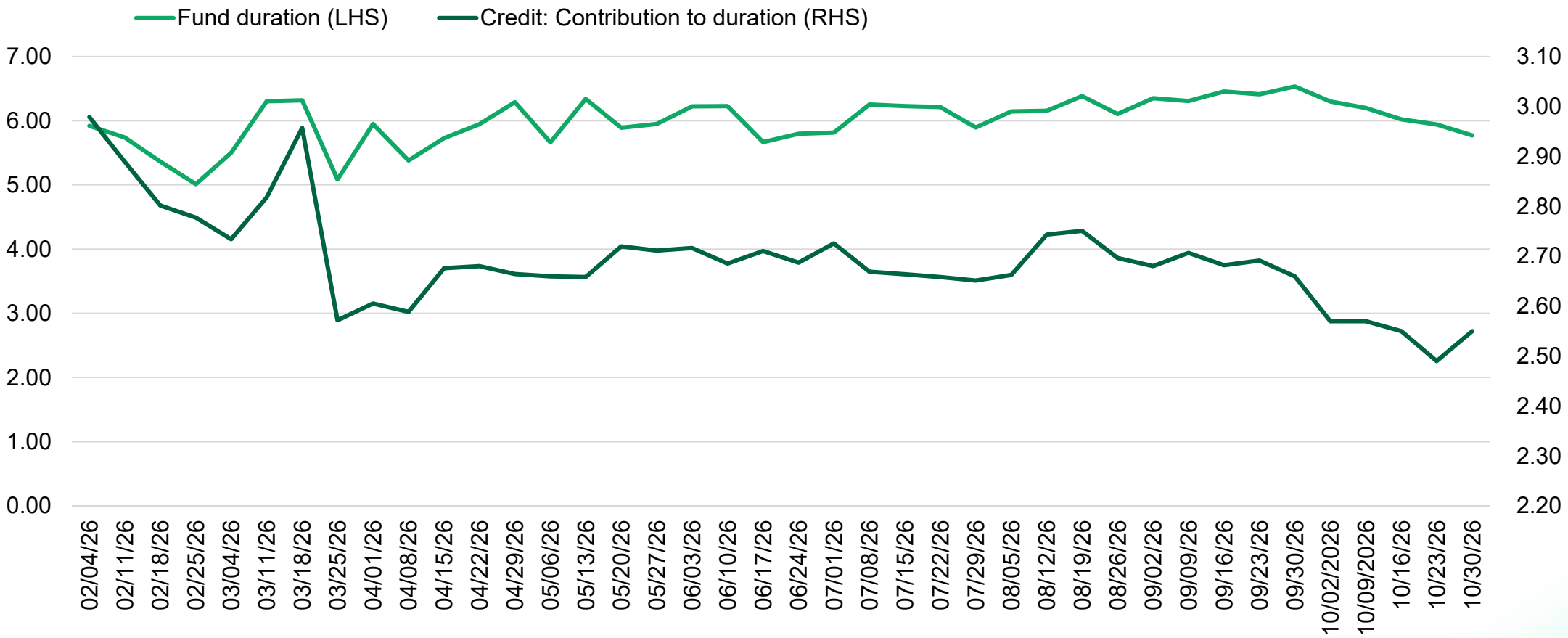
Palomar Fixed-Income

1 Purchase dates: Heathrow 02/07/2026, WPP 25/03/2026, Teva 09/02/2026, Tereos 15/01/2026
2 Index changes based on the following: ICE BOFA £ BB, ICE BOFA $ BBB, ICE BOFA $ BBB 1-3yr, ICE BOFA € Single B.
The above does not constitute a recommendation or endorsement to buy or sell any referenced security or other financial instrument. Source: Bloomberg

Investing for carry without reaching for risk

NEDGROUP INVESTMENTS

Reducing duration risk from credit



Palomar Fixed-Income

The above does not constitute a recommendation or endorsement to buy or sell any referenced security or other financial instrument.
Data to 31 Oct 2026 Source: Nedgroup Investments

Why flexibility matters now

NEDGROUP INVESTMENTS

Bond yields have risen yet fund returns have been positive.

Income has driven returns.

Economics and politics creates opportunities for alpha. Meanwhile low credit volatility masks hidden risks.

Economics insists this is the “old normal”.

Potential for long-term inflation-beating returns.

Short-term entry point as good as it’s been for years.

Rates are less likely to see big trends.

Liquidity remains paramount as investor complacency increases.

Incremental gains preferred to large directional bets.

Global Strategic Bond Fund
A flexible core bond solution

NEDGROUP INVESTMENTS

Why flexibility works

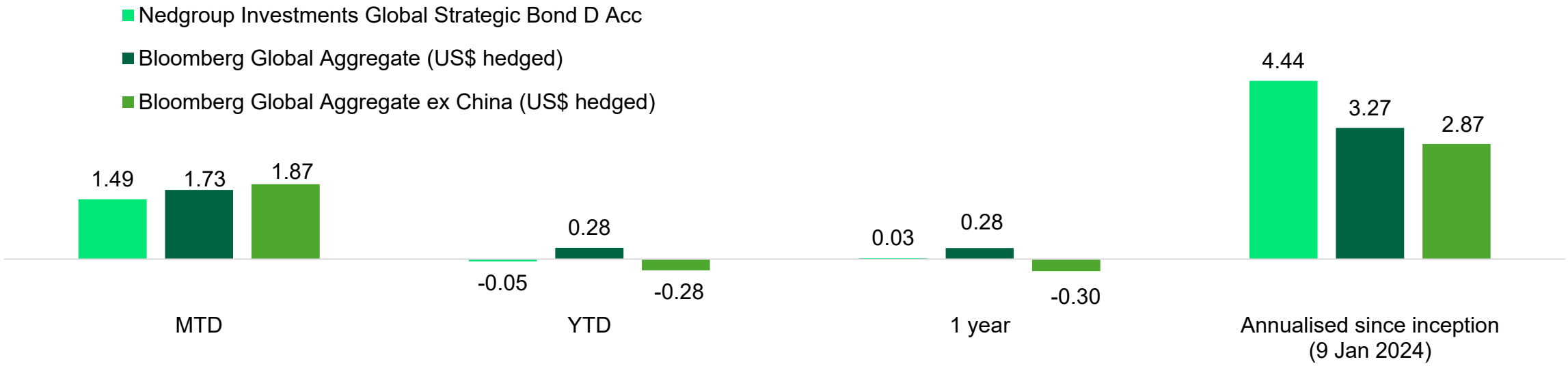
see money differently

Palomar Fixed-Income

Outperforming since inception (USD hedged)

Net of fees returns to 31 October 2026 (USD hedged,%)

Past performance is not indicative of future performance and does not predict future returns

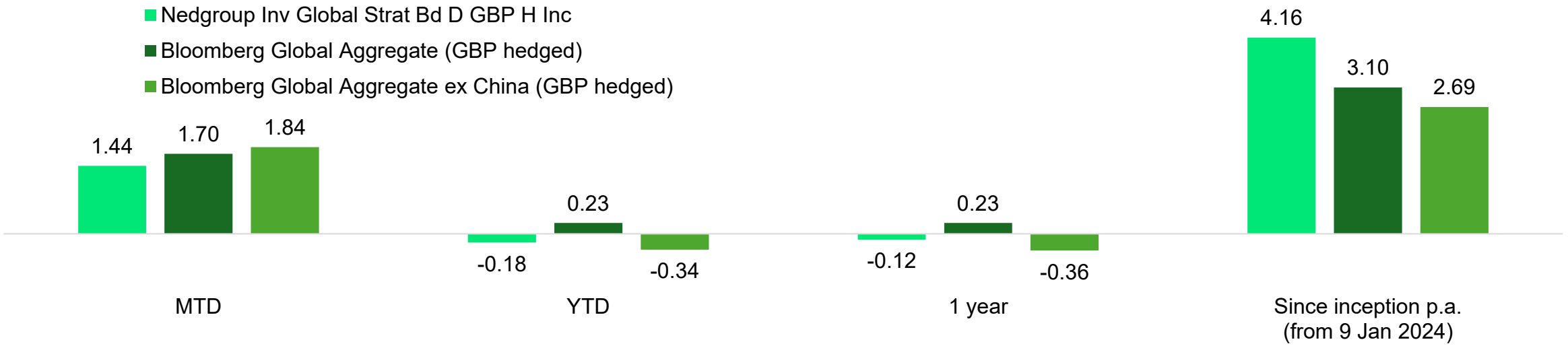


Inception date of fund is 9 Jan 2024. Fund returns are in USD based on Class D Acc to 31 October 2026, as the nearest comparable share class and is used for indicative purposes only. Bloomberg Global Aggregate Total Return Index (hedged to USD). Source: Nedgroup Investments, Morningstar, Bloomberg.

Outperforming since inception (GBP hedged)

Net of fees returns to 31 October 2026 (GBP hedged,%)

Past performance is not indicative of future performance and does not predict future returns

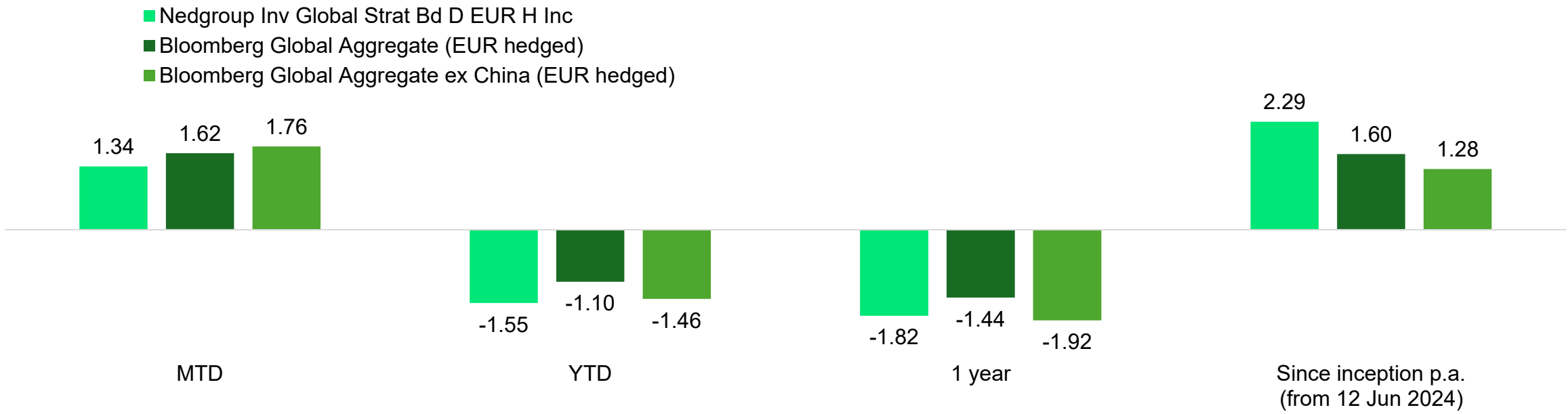


Inception date of fund is 9 Jan 2024. Fund returns are in GBP based on Class D Inc to 31 October 2026 , as the nearest comparable share class and is used for indicative purposes only. Bloomberg Global Aggregate Total Return Index (hedged to GBP). Source: Nedgroup Investments, Morningstar, Bloomberg.

Outperforming since inception (EUR hedged)

Net of fees returns to 31 October 2026 (EUR hedged,%)

Past performance is not indicative of future performance and does not predict future returns



Palomar Fixed-Income

Inception date of fund is 9 Jan 2024. Fund returns are in EUR based on Class D Inc to 31 October 2026, as the nearest comparable share class and is used for indicative purposes only. Bloomberg Global Aggregate Total Return Index (hedged to EUR). Source: Nedgroup Investments, Morningstar, Bloomberg.

A proven track record

NEDGROUP INVESTMENTS

Past performance is not indicative of future performance and does not predict future returns

Track record	Period	3- year rolling average		
		Excess returns (net)	Excess returns (gross)	Returns (net)
Aegon *(managed by David Roberts)*	Apr 04 – Dec 17	1.0%	1.6%	5.9%
Liontrust *(managed by David Roberts)*	Apr 18 – Feb 22	1.0%	1.3%	4.3%
Artemis *(managed by Alex Ralph)*	Jun 05 – Aug 21	1.5%	2.5%	5.7%

Track record results in GBP. Net results after fees and expenses. Index shown is Bloomberg Global Aggregate Total Return Index (hedged to GBP). Aegon track record is for Aegon Strategic Bond Fund Class B from 30 April 2004 to 31 December 2017. Liontrust track record is for Liontrust Strategic Bond Fund Class C8 from 30 April 2018 to 28 February 2022. Artemis track record is for Artemis Strategic Bond Fund Class R from 30 June 2005 to 31 August 2021. Source: Morningstar, Nedgroup Investments

NEDGROUP INVESTMENTS

Current positioning

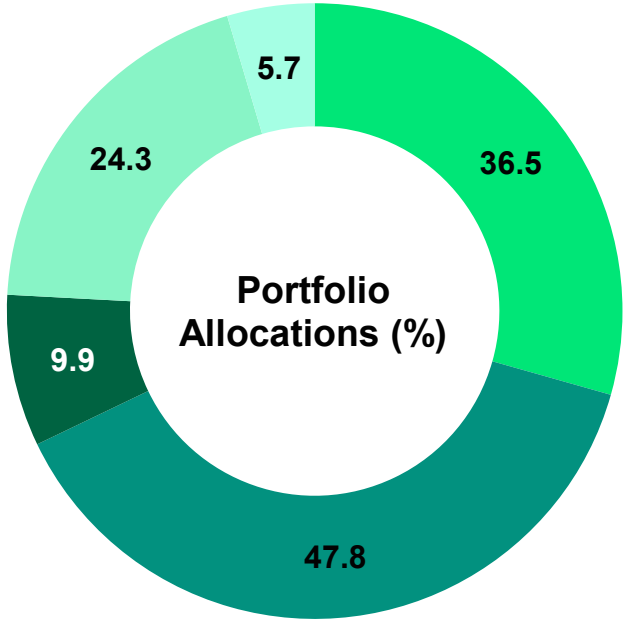
see money differently

Palomar Fixed-Income

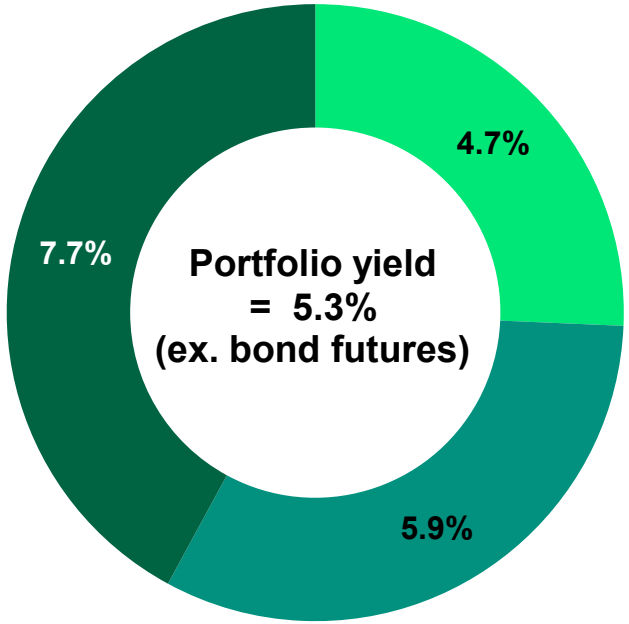
Portfolio overview

Nedgroup Investments Global Strategic Bond Fund

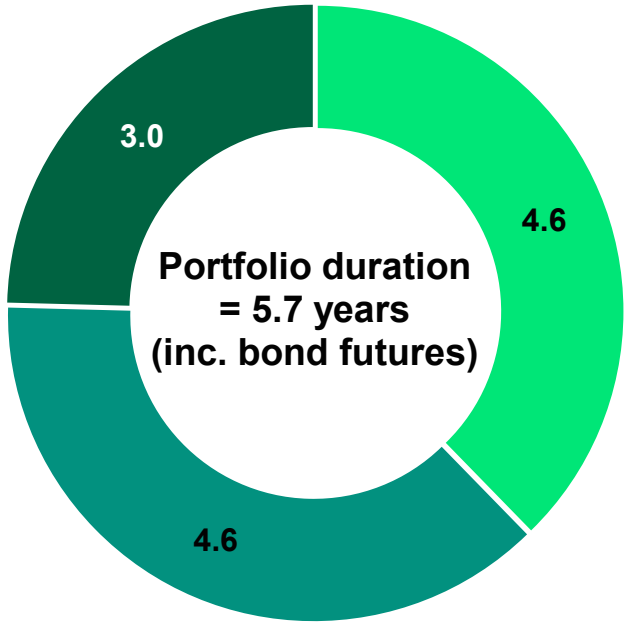
Asset allocation



Yield breakdown



Duration breakdown



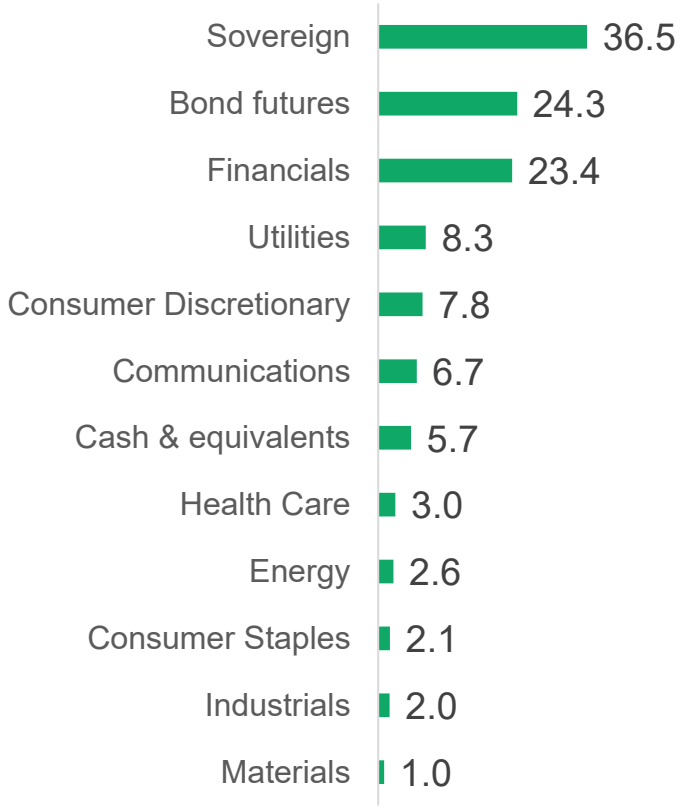
Palomar Fixed-Income

Based on portfolio as at 31 October 2026. Yield to worst is indicative and duration shown of individual components. Fund allocations may not sum to 100% due to the use of futures for duration management and does not imply the fund is short cash or levered. Source: Nedgroup Investments

Portfolio characteristics

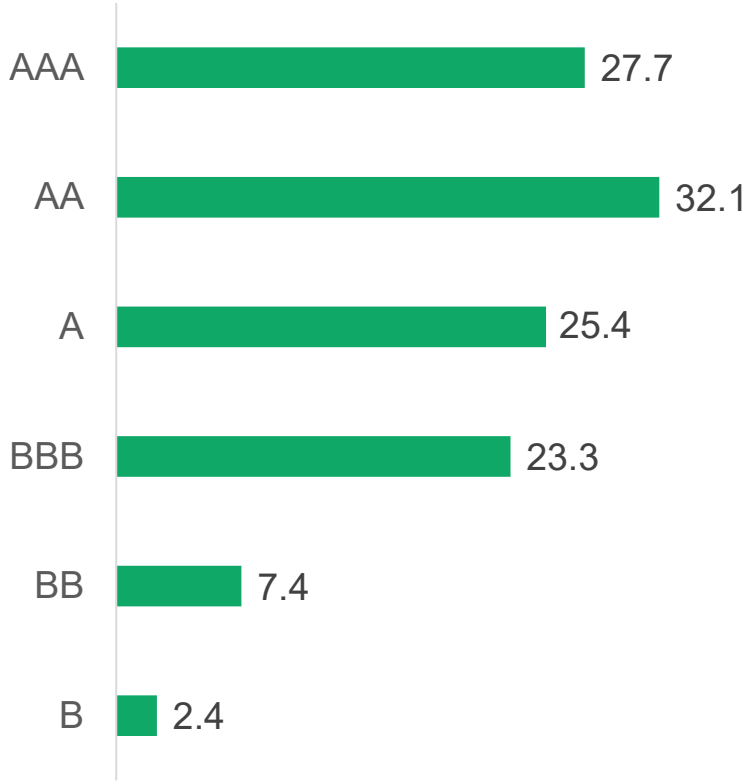
Nedgroup Investments Global Strategic Bond Fund

Sector breakdown



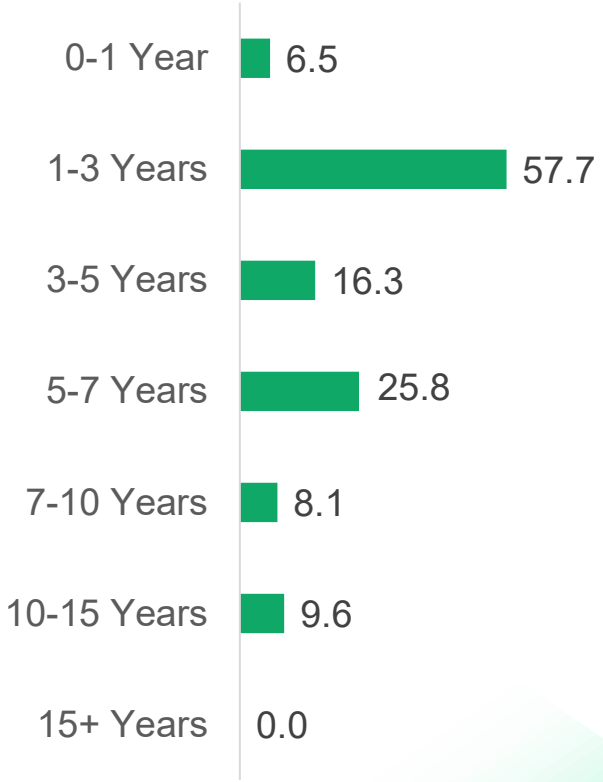
Credit breakdown

Portfolio average = A



Duration breakdown

Portfolio duration = 5.7 years



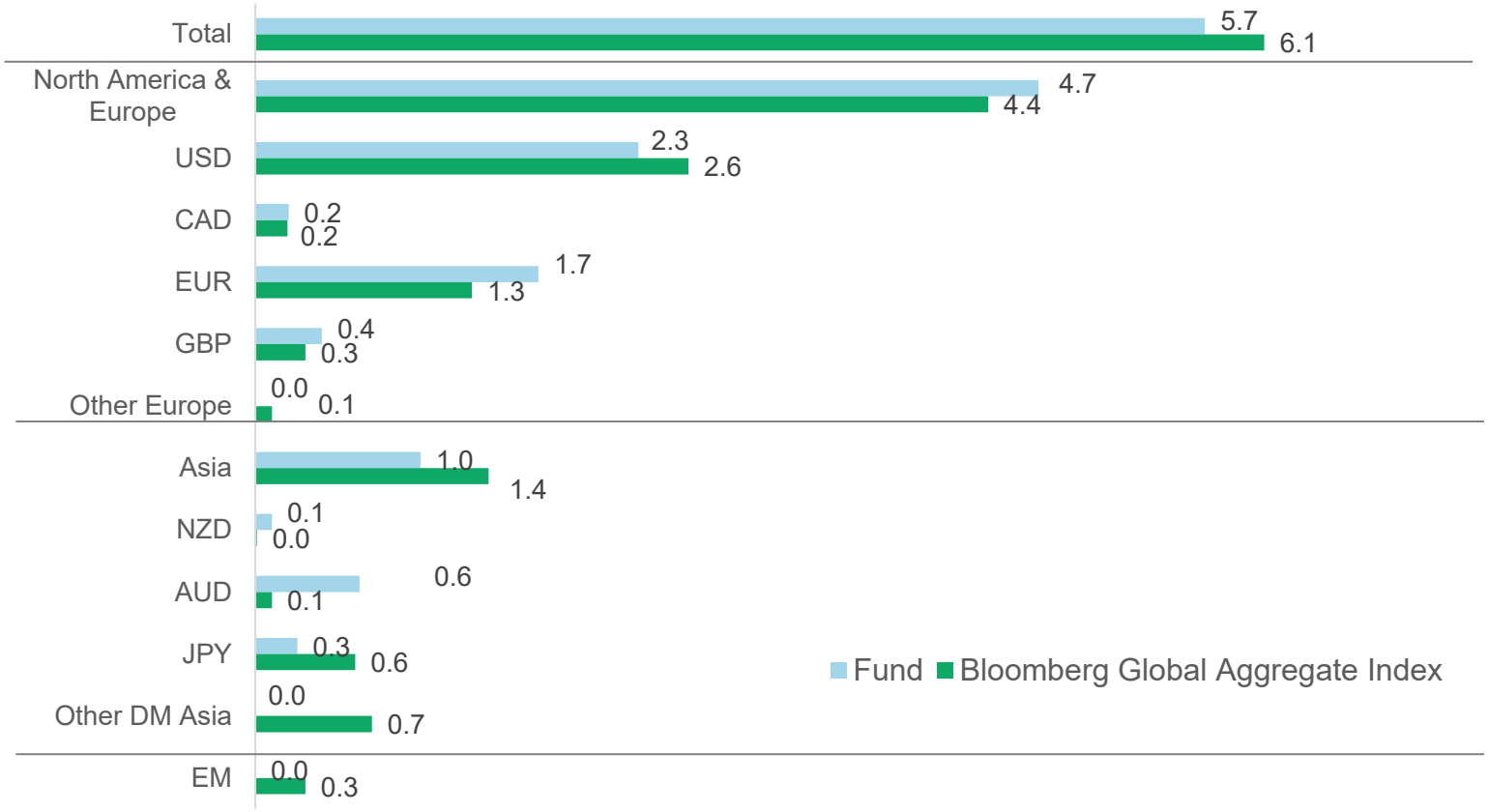
Palomar Fixed-Income

Based on portfolio as at 31 October 2026. Fund allocations may not sum to 100% due to the use of futures for duration management and does not imply the fund is short cash or leveraged. Source: Nedgroup Investments

Positioned for a diverging world

Nedgroup Investments Global Strategic Bond Fund

Portfolio by duration and currency



- Headline duration now slightly below index.
- Largest exposure USD, though slightly underweight index.
- Largest overweight EUR.
- JPY exposure though underweight.
- AUD exposure and overweight.

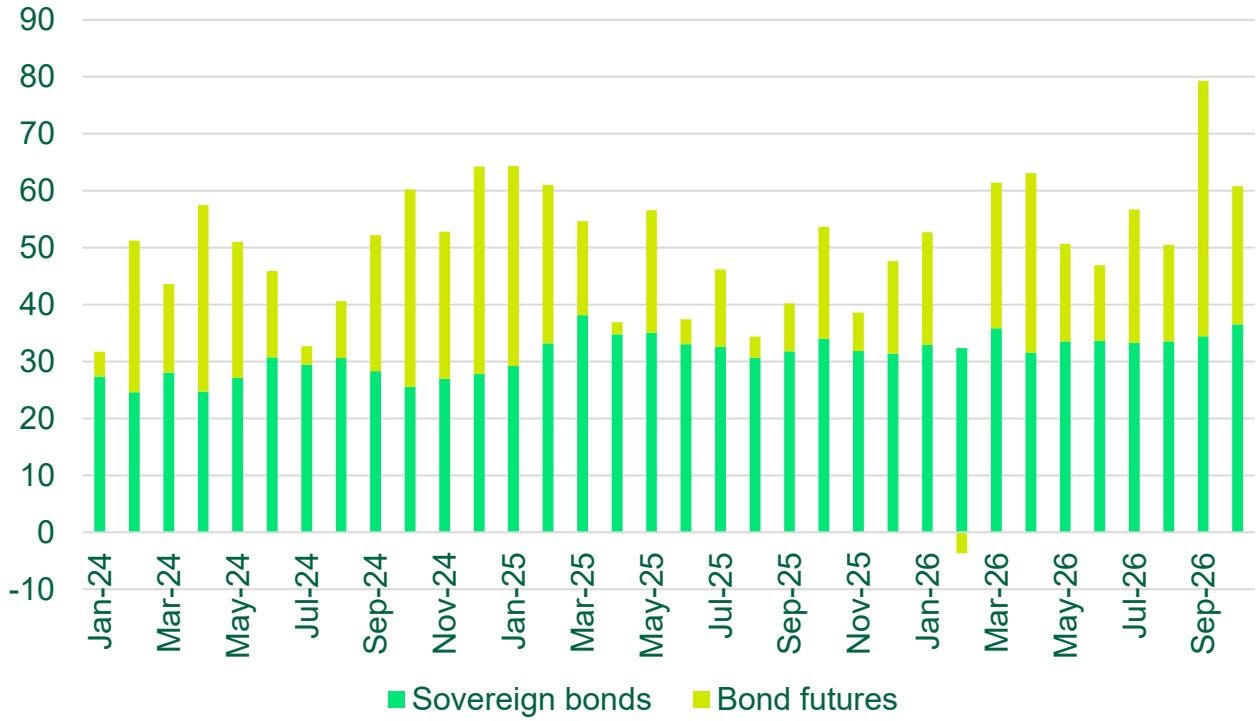
Based on data as at 31 October 2026. Source: Nedgroup Investments and Bloomberg.

How the portfolio has evolved

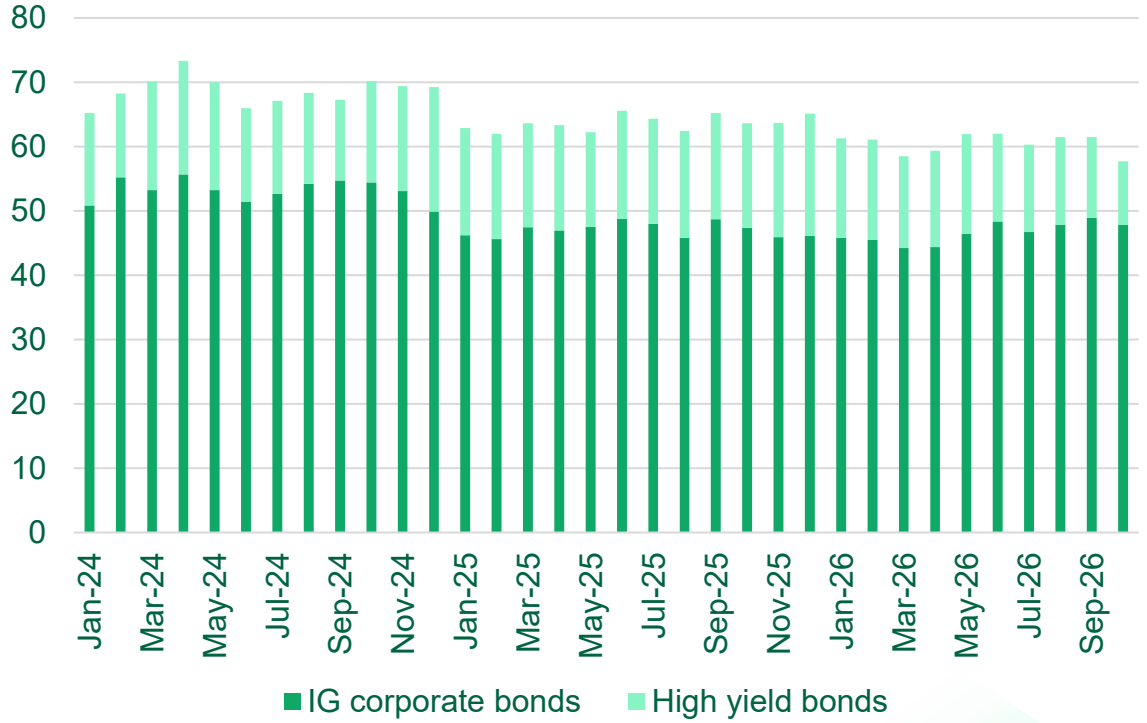
Nedgroup Investments Global Strategic Bond Fund

NEDGROUP INVESTMENTS

Rates exposure (%)



Credit exposure (%)



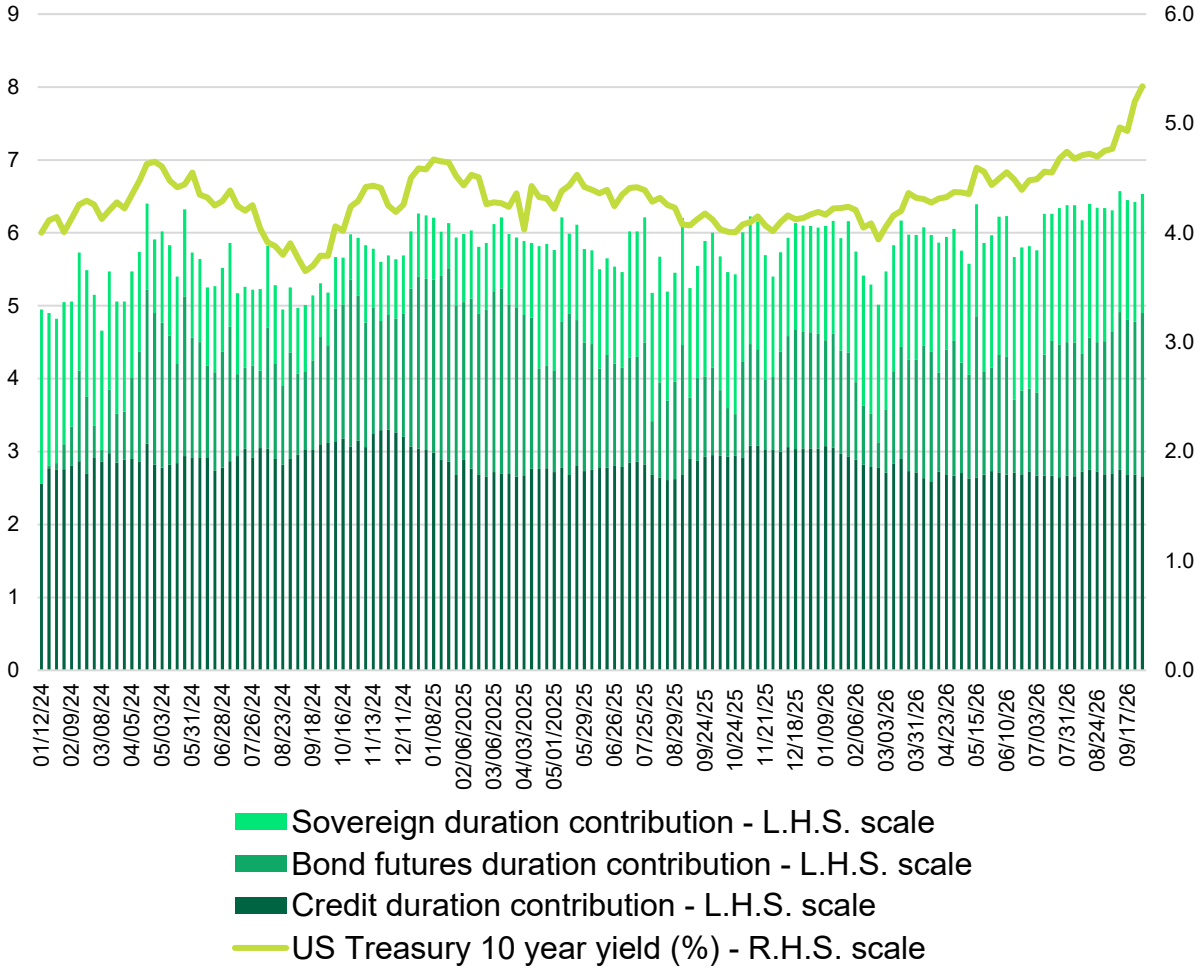
Palomar Fixed-Income

Based on portfolio as at 31 October 2026. Fund allocations may not sum to 100% due to the use of futures for duration management and does not imply the fund is short cash or levered. Source: Nedgroup Investments

Active duration management

Nedgroup Investments Global Strategic Bond Fund

Portfolio duration by sector



Portfolio duration breakdown

Duration contribution (years)	Jan-24	Mar-24	Jun-24	Sep-24	Dec-24	Mar-25	Jun-25	Sep-25	Dec-25	Mar-26	Jun-26	Sep-26
Rates	**1.7**	**2.1**	**2.7**	**2.2**	**3.2**	**3.1**	**2.7**	**3.0**	**3.0**	**3.2**	**3.1**	**3.9**
US	2.4	2.7	2.4	2.8	2.7	2.1	1.7	1.5	1.3	1.4	2.1	2.9
UK	-0.5	-0.6	0.0	0.0	0.4	0.4	0.3	0.4	0.2	0.3	-0.2	0.6
Germany	0.4	0.3	0.4	-0.1	-0.2	0.0	0.5	0.4	0.1	0.2	0.1	0.7
France	0.4	0.4	0.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.2
Canada	-0.7	-0.5	-0.4	-0.5	0.0	0.0	0.2	0.2	0.4	0.2	0.0	0.3
Japan	-0.3	-0.2	0.0	0.0	0.0	0.0	0.0	0.3	0.4	0.5	0.5	0.4
Australia	0.0	0.0	0.0	0.0	0.4	0.5	-0.3	0.0	0.5	0.5	0.5	0.6
New Zealand	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.2	0.2	0.1	0.1	0.1
IG bonds	**2.3**	**2.4**	**2.4**	**2.8**	**2.5**	**2.3**	**2.4**	**2.4**	**2.3**	**2.2**	**2.3**	**2.3**
High yield bonds	**0.4**	**0.5**	**0.4**	**0.3**	**0.6**	**0.4**	**0.5**	**0.5**	**0.7**	**0.5**	**0.4**	**0.4**
Total portfolio	**4.4**	**5.0**	**5.5**	**5.2**	**6.4**	**5.8**	**5.5**	**6.0**	**6.0**	**5.9**	**5.8**	**6.6**

Palomar Fixed-Income

LHS chart: From Jan 2024 to Sep 2026. Credit is a combination of investment grade and high yield.
RHS chart: From Jan 2024 to Sep 2026.
Source: Nedgroup Investments, Bloomberg

Current convictions

Nedgroup Investments Global Strategic Bond Fund

Top sovereign holdings

Holding	Bond type	Weight in portfolio (%)	Yield in US$ terms (%)	Duration (years)	Credit rating
Australian Government Bonds	Futures	22.9	n/a	2.7	AAA
US Treasury	Cash	22.5	4.7	3.9	AA
UK Gilt	Cash	5.8	4.8	2.4	AA
US Treasury	Futures	3.9	n/a	7.5	AA
Canadian Government Bonds	Futures	3.6	n/a	6.9	AAA

Top credit holdings

Holding	Industry	Weight in portfolio (%)	Yield in US$ terms (%)	Duration (years)	Credit rating
RBC	Bank	1.9	5.7	5.0	A
NTT Finance Corp	Telecom	1.3	5.8	4.8	BBB
Vodafone Group PLC	Telecom	1.2	6.3	2.1	BB
Wintershall Dea Finance	Oil & Gas	1.1	5.7	2.7	BBB
United Rentals North America	Commercial Services	1.1	5.6	1.8	BBB

The above does not constitute a recommendation or endorsement to buy or sell any referenced security or other financial instrument. Based on portfolio as at 31 October 2026 by issuer. Yield to worst shown is indicative. Source: Nedgroup Investments, Bloomberg

NEDGROUP INVESTMENTS

Appendix

see money differently

Palomar Fixed-Income

One cohesive portfolio

- Not a credit fund + rates fund bolted together
- Credit selection of utmost importance
- Focus on liquidity
- Macro hedging to ensure the fund fits with strategic views
  - Duration management
  - Curve management
  - FX management

Example: Amazon € 2035 bond



Institutional risk control

- Sizing according to conviction and mandate
- Benchmark aware but active stance
- Internal and UCITs limits pre-trade compliance
- ManCo (Carne) oversight

Pre- and post-compliance checks

Portfolio Constraints	ESG – Article 8
• Position limits of 2.5% and 2% for IG and HY • IG and HY total holding • Borrowing limit • Unhedged limit • VaR guided to 3-5% • Duration guided to 3-8 years	• Violation/breach of UN/OECD Guidelines • Revenue from controversial weapons, tobacco or coal • Max exposure to bonds with rating below BB <10% • Max exposure to individual bonds with rating below BBB <2%

Extract of a risk report

UCITS : FUND OVERVIEW

PORTFOLIO: Nedgroup Investments Global Strategic bond fund

COMPANY: Carne
BENCHMARK: -
CURRENCY: USD

POSITIONS: 209
Modelled NAV: 284,175,832
NAV DATE: June 24, 2026
ANALYSIS DATE: June 24, 2026

Headline- Regulatory Limit Checks

Absolute VaR Approach (< 20% NAV)	Cash Counterparty Exposure < 20% NAV	Govt / Supra Issuer Exposure < 100% NAV
Aggregated Group Exposure < 20% NAV	Issuer Exposure < 10% NAV	5/10/40 Rule
OTC Counterparty Exposure < 10% NAV	UCI Aggregate Exposure < 30% NAV	Borrowing Limit < -10% NAV
Govt / Supra Issuer Exposure < 35% NAV	UCI Individual Exposure < 20% NAV	25% to European Union Issuers

Source: MSCI

Disclaimer

This is a marketing communication. Please refer to the prospectus, the key investor information documents (the KIIDs/PRIIPS KIDs) and the financial statements of Nedgroup Investments Funds plc (the Fund) before making any final investment decisions.

These documents are available from Nedgroup Investments (IOM) Ltd (the Investment Manager) or via the website: www.nedgroupinvestments.com, where the prospectus is available in English and the KIIDs/KIDs in English and the official languages of each country of registration.

This document is of a general nature and for information purposes only, it is not intended for distribution to any person or entity who is a citizen or resident of any country or other jurisdiction where such distribution, publication or use would be contrary to law or regulation. Whilst the Investment Manager has taken all reasonable steps to ensure that this document is accurate and current at the time of publication, we shall accept no responsibility or liability for any inaccuracies, errors or omissions relating to the information and topics covered in this document.

The Fund is authorised and regulated in Ireland by the Central Bank of Ireland. The Fund is authorised as a UCITS pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 as amended and as may be amended, supplemented, or consolidated from time -to-time and any rules, guidance or notices made by the Central Bank which are applicable to the Fund. The Fund is domiciled in Ireland. Nedgroup Investment (IOM) Limited (reg no 57917C), the Investment Manager and Distributor of the Fund, is licensed by the Isle of Man Financial Services Authority. The Depositary of the Fund is Citi Depositary Services Ireland DAC, 1 North Wall Quay, Dublin 1, Ireland. The Administrator of the Fund is Citibank Europe plc, 1 North Wall Quay, Dublin 1, Ireland.

The sub-funds of the Fund (the Sub-Funds) are generally medium to long-term investments, and the Investment Manager does not guarantee the performance of an investor's investment and even if forecasts about the expected future performance are included the investor will carry the investment and market risk, which includes the possibility of losing capital.

The price of shares may go down or up depending on fluctuations in financial markets outside of the control of the Investment Manager meaning an investor may not get back the amount invested.

Past performance is not indicative of future performance and does not predict future returns.

Risks and fees are outlined in the relevant Sub-Fund supplement.

Prices are published on the Investment Manager's website.

Distribution: The prospectus, the supplements, the KIIDS/PRIIPS KIDS, constitution, country specific appendix as well as the annual and semi-annual reports may be obtained free of charge in English for the prospectus and in English together with the relevant local languages for the KIIDs/KIDs from the country representative, the Investment Manager, or at www.nedgroupinvestments.com. The Investment Manager may decide to terminate the arrangements made for the marketing of its collective investment undertakings in accordance with Art 93a of Directive 2009/65/EC and Art 32a of Directive 2011/61/EU.

Switzerland: The Representative is Acolin Fund Services AG, Maintower, Thurgauerstrasse 36/38, 8050 Zurich, Switzerland, whilst the Paying agent is Banque Heritage SA, Route de Chêne 61, CH-1211 Geneva 6. Nedgroup Investments (IOM) Limited is affiliated to the Swiss ombudsman: Verein Ombudsstelle Finanzdienstleister (OFD), Bleicherweg 10, CH-8002 Zurich.

Germany: The Fund's Facilities agent in Germany is Acolin Europe AG, with the registered office at Line-Eid-Strasse 6, 78467 Konstanz. The Prospectus (in English) and the PRIIPS KID (in German), may be obtained free of charge at the registered office of the Facilities agent, or electronically by Email via facilityagent@acolin.com, or by using the contact form at https://acolin.com/services/facilities-agency-services.

U.K: Nedgroup Investments (UK) Limited (reg no 2627187), authorised and regulated by the Financial Conduct Authority, is the facilities agent. The Fund and certain of its sub-funds are recognised in accordance with Section 264 of the Financial Services and Markets Act 2000.

Isle of Man: The Fund has been recognised under para 1 sch 4 of the Collective Investments Schemes Act 2008 of the Isle of Man. Isle of Man investors are not protected by statutory compensation arrangements in respect of the Fund.