

CVC Income & Growth Limited

Half Yearly Financial Report 30 June 2024





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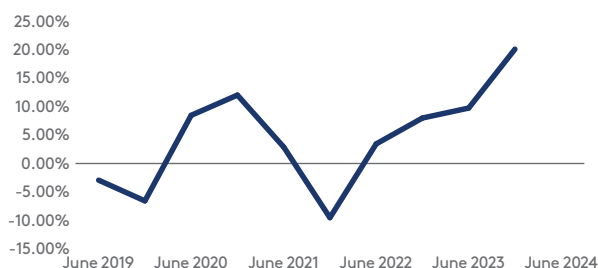
Financial Highlights and Performance Summary

Sterling shares

Share price total return^{1,2}

30 June 2024: 20.09%

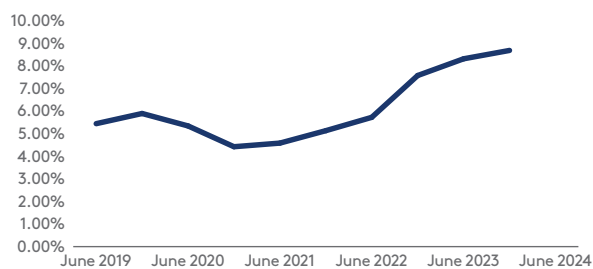
(30 June 2023: 8.02%)



Dividend Yield²

30 June 2024: 8.68%

(30 June 2023: 7.50%)

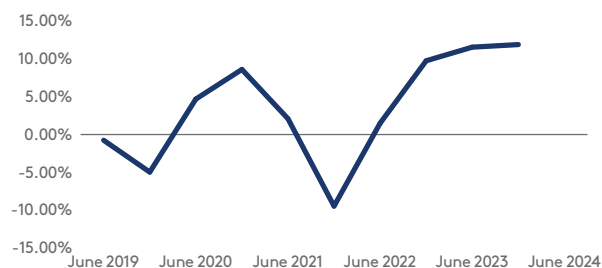


Euro shares

Share price total return^{1,2}

30 June 2024: 11.90%

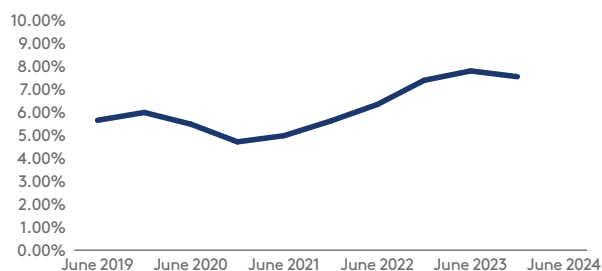
(30 June 2023: 9.76%)



Dividend Yield²

30 June 2024: 7.56%

(30 June 2023: 7.23%)



Financial Highlights and Performance Summary (continued)

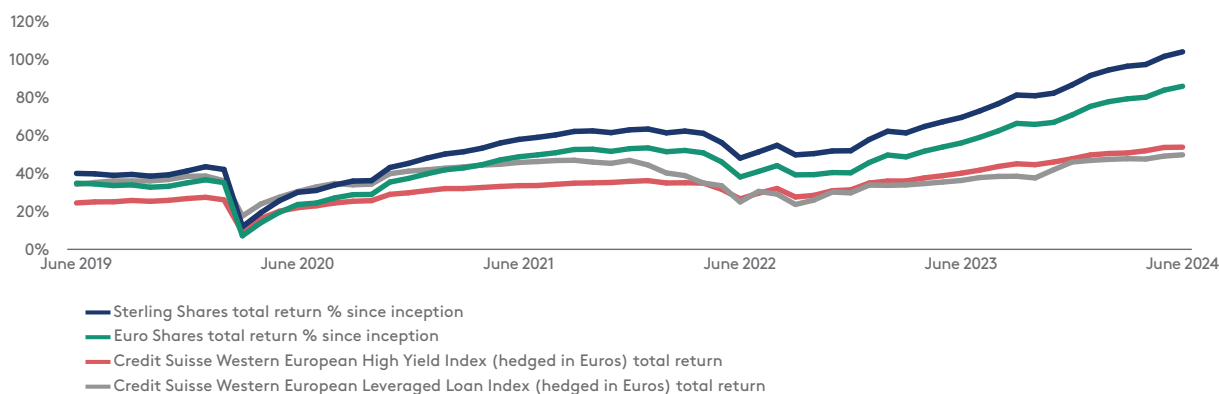
Sterling shares

NAV total return²
30 June 2024: 9.34%
 (30 June 2023: 11.53%)

Euro shares

NAV total return²
30 June 2024: 8.86%
 (30 June 2023: 11.21%)

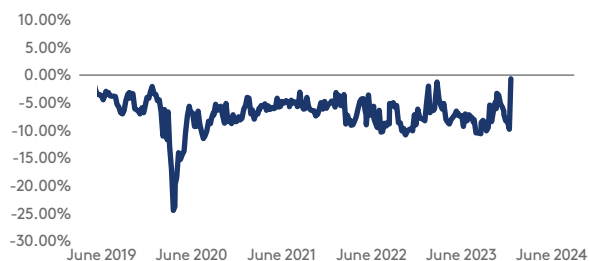
NAV total return vs monitored indices



Discount²

30 June 2024: 0.65%
 (30 June 2023: 9.27%)

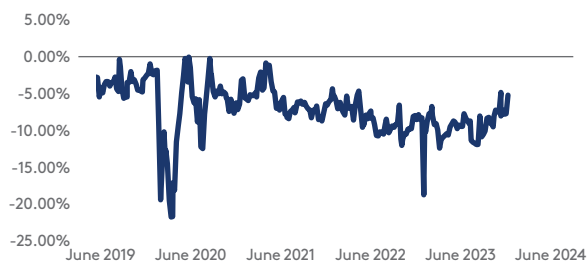
Premium/Discount



Discount²

30 June 2024: 5.12%
 (30 June 2023: 9.30%)

Premium/Discount



For further information on the Company's dividend history and total return metrics, refer to pages 50 to 53.

¹ Share price is the bid price. Share price source: Bloomberg

² These are Alternative Performance Measures; refer to pages 51 to 53 for details.

Chairman's Statement



Performance

With interest rates remaining higher than expected, the Company has performed well with a 9.34% NAV total return for the GBP share class and 8.86% NAV total return for the EUR share class for the six months to 30 June 2024. The total return has been driven by a combination of strong income generation, dynamic asset allocation and some realised and unrealised capital gains, all underpinned by strong credit selection from the Investment Vehicle Manager. With this robust performance and a desire for return we have seen existing and new shareholders have a more active interest in the Company and, consequently the GBP shares have traded closely to, and on occasion at a premium to, NAV during the period and thereafter. During the last six months the Company has issued 600,000 new GBP shares and no new EUR shares from treasury. Since 30 June 2024, there have been a further 2,500,000 new GBP shares issued. Issuance has been strongly supported by the appointment of a new investor relations adviser last year, who have refreshed and re-invigorated the distribution and marketing of the Company and we would like to take this opportunity to thank them for all their efforts.

As at 30 June 2024, 84% of the Investment Vehicle investments are in floating rate loans. Whilst interest rates are expected to reduce, the period over which this will take place has continued to be extended. The oft quoted "*higher for longer*", has proved very much to be true.

Current Market Conditions and Outlook

Broad market conditions, geopolitical volatility and sentiment are generally mixed. With increasing tensions in the Middle East, the Ukraine war continuing and tensions in Asia high, it is clear that there is going to be a period of prolonged global instability. Alongside this, there continue to be various elections taking place across the world, most notably the forthcoming US presidential election in early November, which could see changes to US domestic and foreign policy that could have far reaching impacts across the world's markets.

As at the date of writing there has been one rate reduction from the European Central Bank in June 2024, a rate reduction from the Bank of England in early August 2024 and the 0.5% cut from the Federal Reserve in September 2024. Despite this, rates have stayed elevated for longer, compared with where rates had previously been forecast to go. Whilst expectations are for rates across the European Central Bank, the Federal Reserve and the Bank of England to be gradually reduced over the next 12 months, views on the speed and size of those reductions differ. Alongside the anticipated gradual reduction in interest rates, merger and acquisition market activity has started to pick up which will provide new opportunities for the investment vehicle manager to invest in new credit positions.

Given this backdrop and the composition of the current investment portfolio at the Investment Vehicle level, the Investment Vehicle Manager and your Board are positive about the next six months' performance of the Company. An indicator of this is the running cash yield of 13.1% and 11.8% for the GBP and EUR share classes respectively.

The Investment Vehicle Manager report incorporated in this document gives more detail on the outlook for markets for the remainder of 2024. Naturally, the Board remains on alert for signs of economic volatility and is keeping a close watch on the potential impact of forthcoming elections and geopolitical unrest.

Chairman's Statement (continued)

Distribution Policy

In February 2024 the Company announced an increase to its fixed distribution policy, raising annual dividend targets to 8.25p per Sterling share and 7.25c per Euro share. Alongside this it is noted that in the event that the Investment Vehicle portfolio produces surplus cash income beyond that currently forecasted, then an upwards adjustment will, if appropriate, be made to the Company's fourth quarter 2024 dividends payable in the first quarter of 2025, in a manner similar to that which has taken place in 2022 and 2023. Based on discussions with the Investment Vehicle Manager we believe that there will be some surplus cash income beyond that of the current dividend targets as announced in February 2024 and we would envisage this being distributed with the fourth quarter dividends, which are payable in the first quarter of 2025.

Conclusion

As always, I would like to take the opportunity to thank my co-directors, the portfolio management team at the Investment Vehicle Manager, our advisors and investment bankers for their support during the period.

Robert Kirkby

Chairman

26 September 2024

Investment Vehicle Manager's Report

The Investment Vehicle Manager presents a review of the underlying Investment Vehicle for the period ended 30 June 2024 and the outlook for second half of 2024.

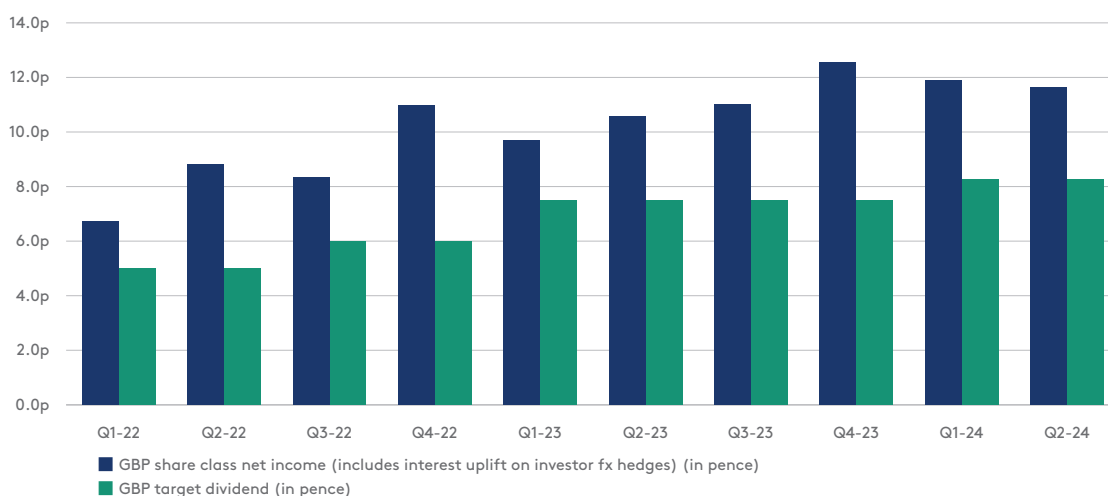
I. Performance during the six months ended 30 June 2024

Overall, the Investment Vehicle Manager is pleased with the NAV performance during the six months ended 30 June 2024, with 9.34% return for the GBP share class and 8.86% return for the EUR share class. The total return has been driven by a combination of strong income generation, dynamic asset allocation and some realised and unrealised capital gains, all underpinned by strong credit selection.

1. Income generation

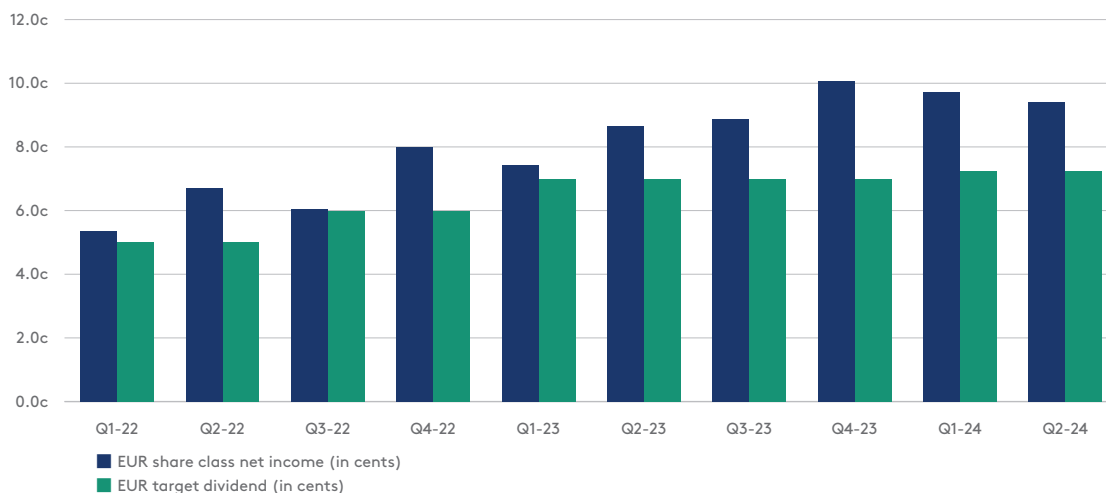
With base rates staying higher for longer, the income generation has remained strong in the first half of 2024. With credit markets generally in better shape than in 2022 and 2023, we have seen some refinancings of some higher spread loans, which has put some pressure on income generation. However, with a running cash yield of 13.1% and 11.8% for the GBP and EUR share classes respectively at the end of June 2024, the Investment Vehicle Manager believes there is still ample headroom with regards to the dividend.

Investment Vehicle Net Cash Interest Income per Company Share (Annualised) – GBP Share Class



Investment Vehicle Manager's Report (continued)

Investment Vehicle Net Cash Interest Income per Company Share (Annualised) – EUR Share Class

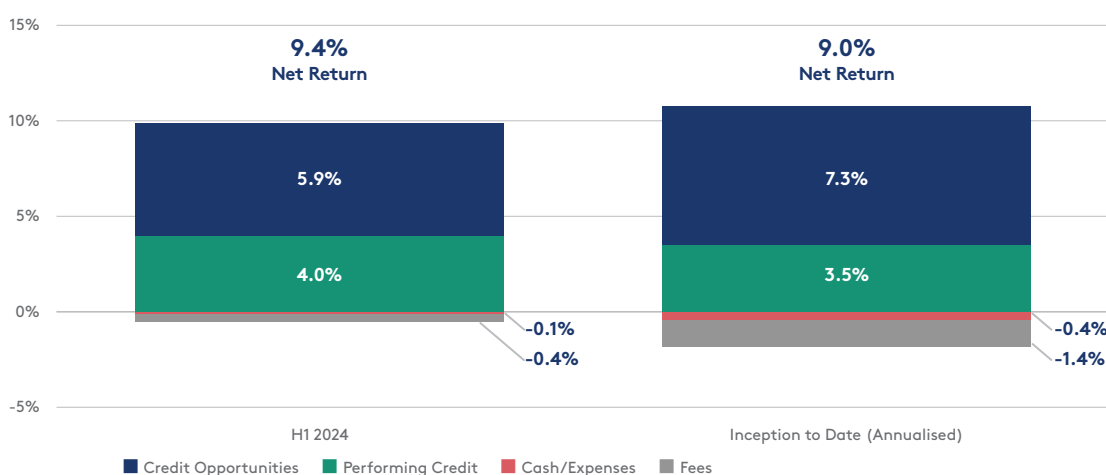


The Investment Vehicle net cash interest income per share generated in the first half of 2024 is in excess of what is required to cover the annual dividend target as communicated by the Board on 5 February 2024.

2. Strong credit selection

Performing credit and credit opportunities are the two investment strategies of the Investment Vehicle. On top of the income generation, the Investment Vehicle has also generated strong returns in the credit opportunities sleeve of the strategy.

Attribution by Strategy¹



¹ Data as at 30 June 2024. All statistics are unaudited and subject to revision. The information set forth above was compiled from sources CVC Credit Partners believes to be reliable; however, CVC Credit Partners makes no representations or guarantees hereby with respect to the accuracy or completeness of such data. For informational purposes only. Past performance is not an accurate indicator of current or future returns and potential investors should have no expectation that past performance can or will be replicated in the future.

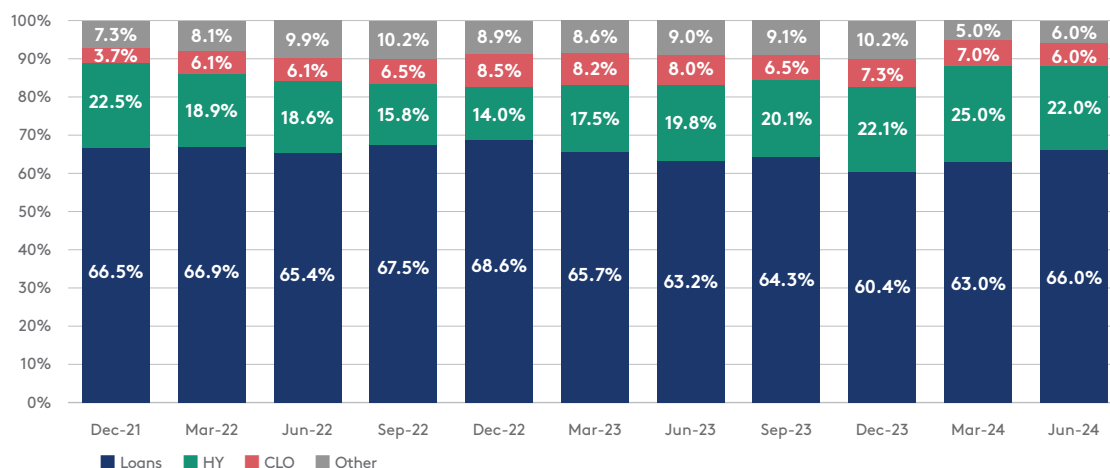
Investment Vehicle Manager's Report (continued)

3. Dynamic portfolio management

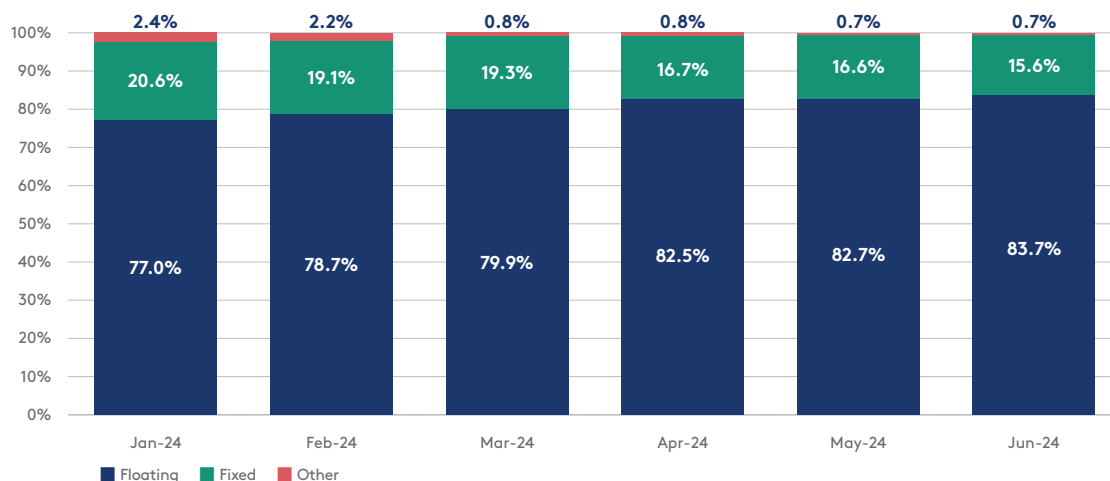
The Investment Vehicle Manager increased its allocation to fixed rate High Yield in the second half of 2023 and the first few months of 2024, but then reduced that exposure again from February 2024 onwards as interest rate cuts were unlikely to happen as fast as the market was pricing in early 2024.

Investment Vehicle Asset Class Allocation

Asset allocation



Floating rate vs fixed rate exposure



Investment Vehicle Manager's Report (continued)

As at 30 June 2024, the Credit Suisse Western European Leveraged Loan Index² returned 4.13% on a year-to-date basis while the Credit Suisse Western European High Yield Index³ only returned 2.61% on a year-to-date basis and hence the reduction in fixed rate High Yield exposure and increase in floating rate loan exposure had a positive contribution to overall returns. However, even if we were to look at the performance of the High Yield exposure of the underlying Investment Vehicle, the returns on this sub-section of the underlying Investment Vehicle during the six months ended 30 June 2024 were 9.1%, thereby materially outperforming the Credit Suisse Western European High Yield Index, again on the back of strong credit selection which is the key pillar to every investment decision.

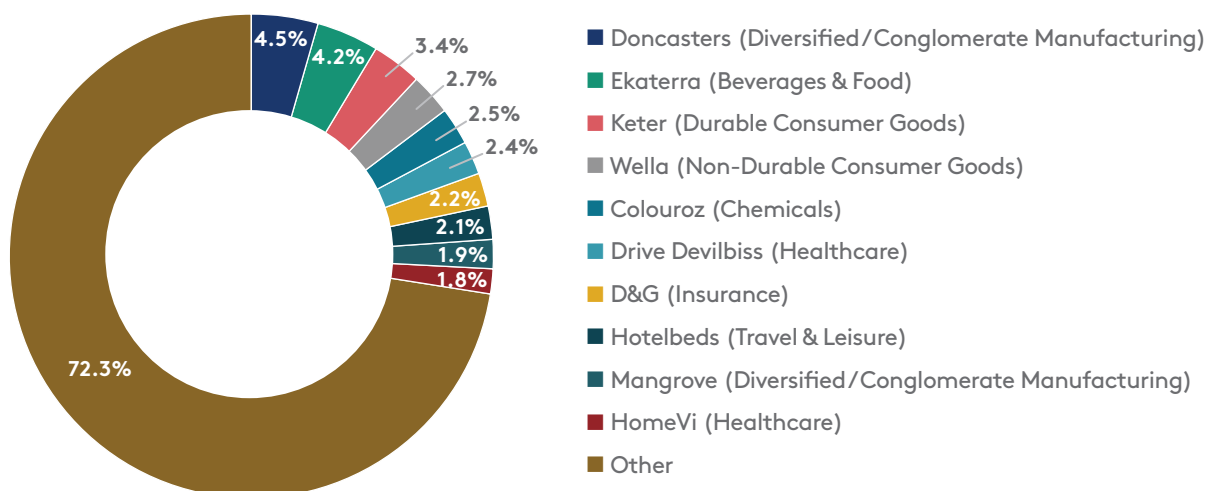
The Investment Vehicle Manager also reduced exposure to collateralised loan obligation ("CLO") positions as this market continued to rally. The prices of these instruments are notably more volatile than the underlying loans and hence we prefer to wait for some market volatility before adding more CLO exposure.

II. Portfolio Composition

At the end of June 2024, there were 128 different issuers in the portfolio of the underlying Investment Vehicle, split 51%/49% between performing credit and credit opportunities. Our largest single name exposure, Doncasters, was reduced from a 5.8% position to a 4.5% position as the company refinanced its first lien debt on the back of solid operational performance.

Portfolio positioning as of 30 June 2024 shown below:⁴

Top 10 Issuers Exposure



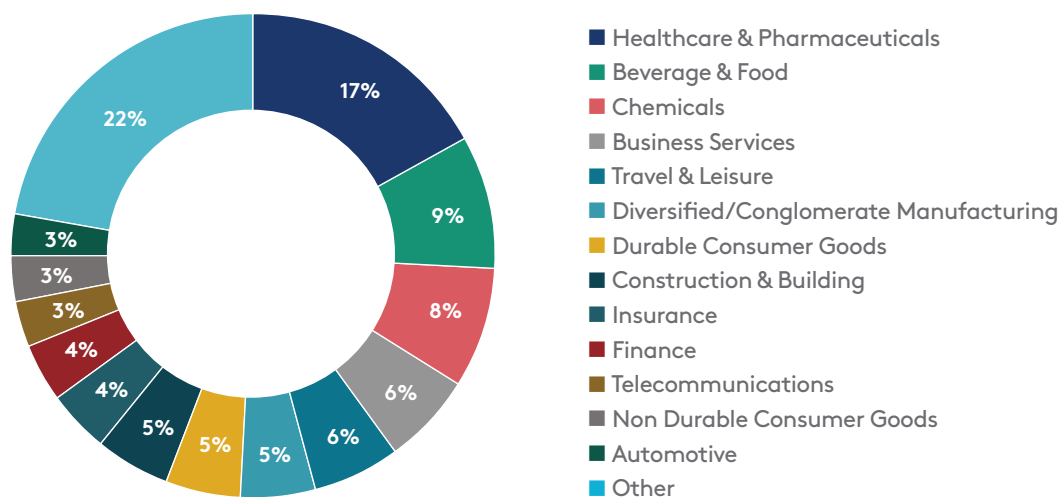
² The Credit Suisse Western European Leveraged Loan Index is designed to mirror the investible universe of the western European leveraged loan market, with loans denominated in US Dollar and western European currencies. The Investment Vehicle Manager compares returns of the Company to this index.

³ The Credit Suisse Western European High Yield Index is designed to mirror the investible universe of the western European USD, EUR and GBP denominated high yield debt markets. The Investment Vehicle Manager compares returns of the Company to this index.

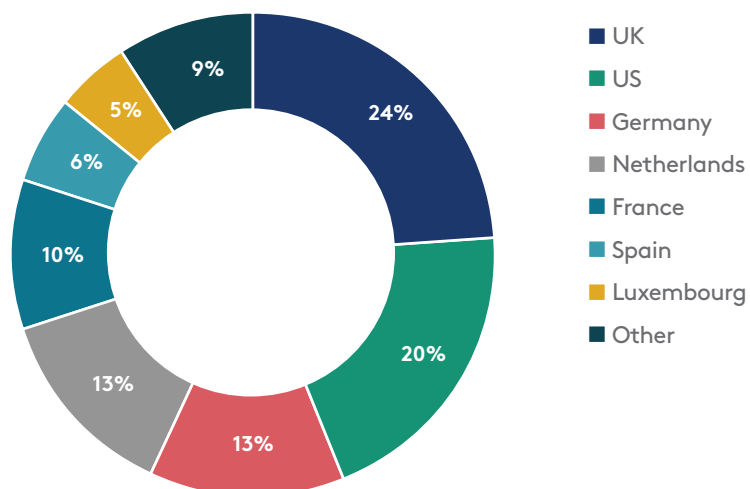
⁴ As at 30 June 2024.

Investment Vehicle Manager's Report (continued)

Industry Exposure⁵



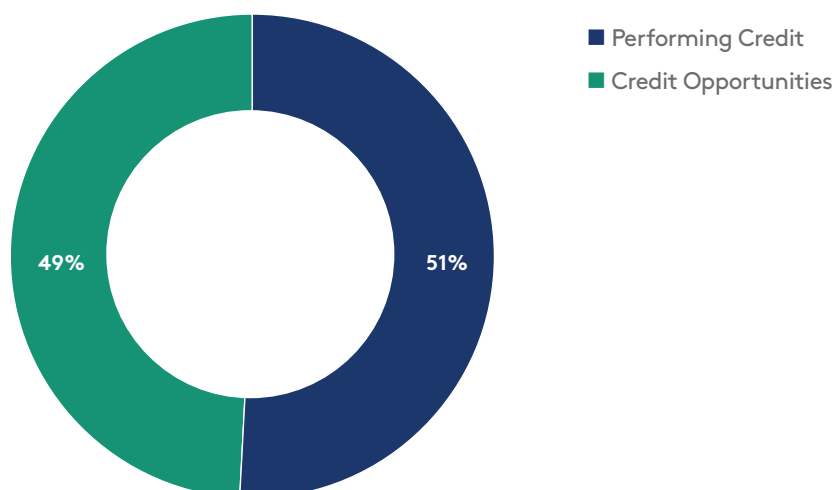
Geographic Exposure



⁵ Excludes CLO investments.

Investment Vehicle Manager's Report (continued)

Strategy Split



There are a couple of key themes we continue to focus on:

1. Large issuers with liquid capital structures where the underlying Investment Vehicle can trade in or out of the position if needed, with c.98% of the portfolio being marked to market and readily tradable.

Weighted Average Borrower Statistics⁶

Last twelve months Revenue	€2.3 billion
Last twelve months earnings before interest, taxes, depreciation, and amortisation ("EBITDA")	€406 million
Total Leverage ⁷	5.9x
Enterprise Multiple ⁸	10.0x
Loan to Value ⁹	59%

⁶ Borrower statistics shown as a weighted average of all the borrowers in the portfolio as at 30 June 2024. Excludes CLO, equity and warrant investments.

⁷ Total debt divided by EBITDA.

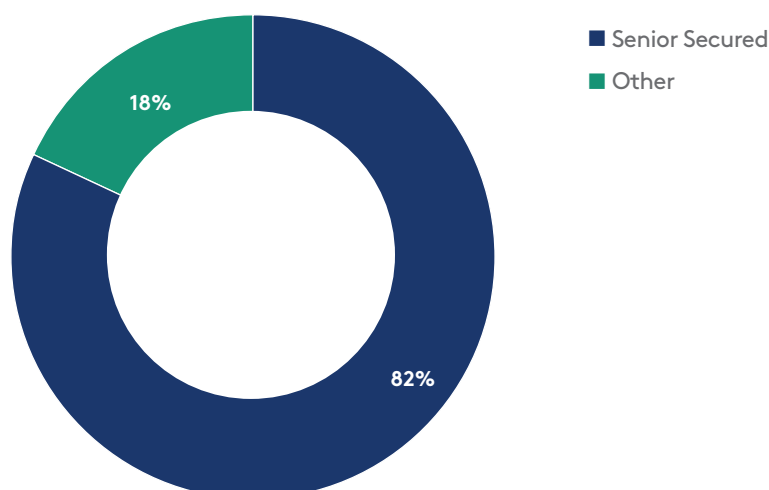
⁸ Enterprise value divided by EBITDA.

⁹ Total leverage divided by enterprise multiple.

Investment Vehicle Manager's Report (continued)

2. Focus on senior secured part of the capital structure to ensure downside protection.

Asset Seniority Breakdown



3. Focus on floating rate exposure. Given the slow progress in the battle to bring inflation down, we have reduced our fixed rate exposure and increased our floating rate exposure in the underlying Investment Vehicle, as per the chart on page 8. With the benefit of hindsight, this proved the right strategy as floating rate loans outperformed fixed rate bonds in the first half of 2024. We continue to see more value in loans vs bonds at the time of writing but remain nimble and can adjust portfolios should this view change. As we are positioned in large, liquid instruments with an active secondary market, we can easily reposition the portfolio to add more fixed rate exposure.

Below are some other key characteristics for the portfolio as of 30 June 2024:

Portfolio Characteristics¹⁰

Current Yield ¹¹	EUR: 11.8%
	GBP: 13.1%
Yield to Maturity	EUR: 12.5%
	GBP: 13.9%
Weighted Average Price ¹²	92.9

¹⁰ Portfolio characteristics as at 30 June 2024.

¹¹ Includes Investment Vehicle leverage; yield is gross (pre-costs).

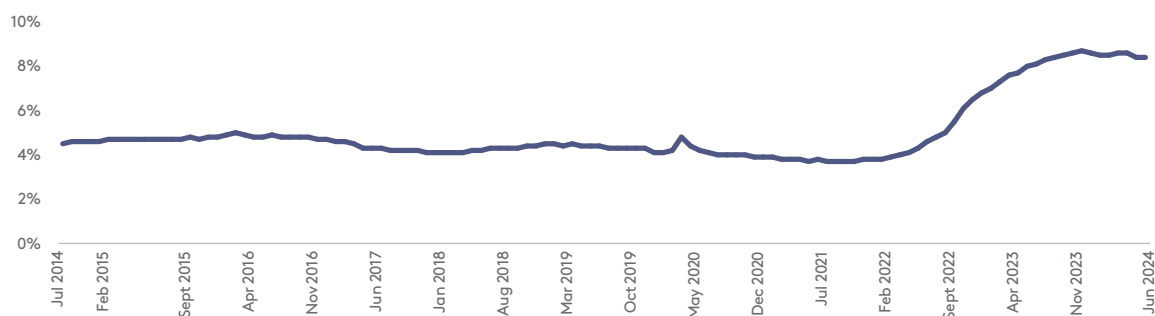
¹² Average market price of the portfolio weighted against the size of each position. This average market price is expressed as a percentage of par and is the same in GBP and EUR.

Investment Vehicle Manager's Report (continued)

III. General market outlook for the second half of 2024

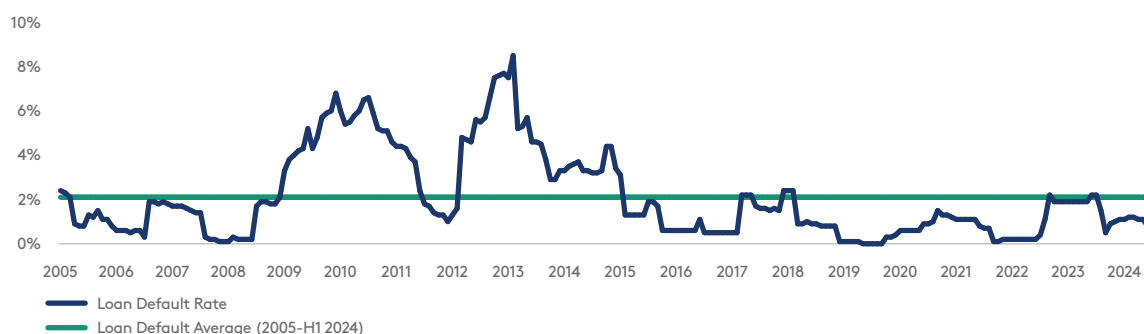
Overall, we continue to have a constructive view on the outlook for loans as an asset class for the second half of 2024. The yield on the Credit Suisse Western European Leveraged Loan Index has come off the recent highs but remains at elevated levels compared to the last 10 years.

Credit Suisse Western European Leveraged Loan Index – Current Yield¹³



Macro indicators are pointing towards a small recovery in the European economy, while the US economy is slowing down slightly. With economic activity holding up well, we wouldn't expect a large spike in default rates going forward. As the chart below shows, default rates in Europe appear to have peaked for now. We had predicted a fairly benign default environment in the Investment Vehicle Manager's report in the Company's 2023 Annual Report, and we stick to this conviction for the second half of 2024 for now. There are a few larger capital structures (e.g. SFR, the French telecommunications company) in the market where defaults are probably unavoidable and the timing of these defaults could see the default rate deviate from the longer term average for a short period of time. Overall, we would need to see a material earnings recession in Europe before default rates deviate from the longer term average for a longer period of time – this is not something we anticipate in the near term and with a number of European equity indices at or near all time highs, the consensus outlook for earnings appears benign.

Credit Suisse Western European Leveraged Loan Index – Historical Default Rates¹⁴



Geopolitical risk remains the biggest risk to financial markets in the second half of 2024. The French elections caused some volatility, and we are months away from the US elections. The situations in Ukraine and Israel are unlikely to be resolved soon and could still escalate. The Investment Vehicle does not invest directly in emerging markets but there could obviously be an indirect impact on the global economy through commodity prices, supply chain disruptions, etc.

¹³ Source: Credit Suisse Western European Leveraged Loan Index. Current yield data as at 30 June 2024.

¹⁴ Source: Credit Suisse Western European Leveraged Loan Index. LTM default rates based on par amount. Data as at 30 June 2024.

Investment Vehicle Manager's Report (continued)

Inflation continues to ease in most countries, but probably at a slower pace than markets had expected 6 months ago. As a result, the Federal Reserve and Bank of England didn't cut base rates in the first half of the year, while the European Central Bank cut only by 0.25% in June 2024. Our base case remains that most central banks, including the Federal Reserve and Bank of England, will gradually bring base rates down over the next few quarters, as evidenced by the Bank of England's 0.25% cut in early August 2024 and the Federal Reserve 0.5% cut in mid-September 2024. This will put some pressure on the running yield on the Investment Vehicle. However, there is ample dividend coverage and in the first half of 2024, the portfolio generated income of £0.0588 per share on the GBP share class and €0.0478 per share on the EUR share class, thereby already covering 71.3% and 65.9% of the announced 2024 dividend already. Of course, we remain diligent in our asset selection to avoid credit losses. We continue to find idiosyncratic events that we consider for the credit opportunities sleeve of the portfolio. However, we remain very selective in deployment and focus mostly on downside protection.

IV. Conclusion

We are pleased with the first half year performance, with 9.34% NAV performance for the GBP share class and 8.86% for the EUR share class. The Investment Vehicle generated a combination of strong income and capital growth, mainly through strong credit selection. We are also pleased with the share price performance which generated 13.93% in GBP and 7.45% in EUR. Including the dividends paid in January 2024 and April 2024 and top-up dividend paid in January 2024, the total shareholder return was 20.09% in GBP and 11.90% in EUR. Given the income already generated, and the outlook for the second half of the year, the Investment Vehicle Manager believes that there will be some surplus cash income beyond that of the current dividend targets.

The Investment Vehicle Manager continues to expect base rates to come down gradually over time which will impact the income generated by the portfolio. However, the base dividend continues to be well covered and the Investment Vehicle Manager consulted with the Board about the 2024 dividend guidance, which resulted in an increase in base dividends to £0.0825 and €0.0725 on the GBP and EUR share classes respectively. The credit opportunities sleeve, which historically has generated the capital growth for the portfolio, has an average cash price of 88.6%, meaning there is upside to the marks on the portfolio as well.

After many years of quantitative easing across many parts of the world, the Investment Vehicle Manager anticipates there will be structurally more volatility in credit markets: base rates will fluctuate considerably more, credit spreads will vary over time and defaults are likely to be higher than they have been in the low default environment we had over the last 10 years. This should lead to good income on the portfolio but also opportunities for the credit opportunities side of the portfolio.

CVC Credit Partners Investment Management Limited

Investment Vehicle Manager

Pieter Staelens

Managing Director, Portfolio Manager

26 September 2024

Investment Vehicle Manager's Report (continued)

Pieter Staelens

Managing Director, Portfolio Manager

Pieter Staelens joined CVC in 2018. He is a member of the Performing Credit team and based in London. Prior to joining CVC, he worked at Janus Henderson Investors in London where he was involved in various high yield strategies and a credit long/short strategy. Pieter is a graduate of the Université Catholique de Louvain in Belgium. He also holds an MSc in Finance, Economics and Econometrics from the Cass Business School and an MBA from the University of Pennsylvania.



Mitchell Glynn

Managing Director, Assistant Portfolio Manager

Mitchell joined CVC in 2013. Mitchell is a member of the Performing Credit team and based in London. Prior to joining CVC, he was at Neuberger Berman, where he worked as an Associate from 2008 in the Non-Investment Grade team responsible for evaluating investments across a wide range of industries. Mitchell holds an MSc in Business Economics and Finance from Loughborough University. Mitchell attained the Chartered Financial Analyst designation in 2012.



Executive Report

This Executive Report is designed to provide information about the Company's business and results for the period ended 30 June 2024. It should be read in conjunction with the Chairman's Statement and the Investment Vehicle Manager's Report which gives a detailed review of investment activities for the period and an outlook for the future.

Corporate summary

The Company is a closed-ended investment company limited by shares, registered and incorporated in Jersey under the Companies (Jersey) Law 1991 on 20 March 2013, with registration number 112635. The Company's share capital consists of Sterling Shares and Euro Shares which are denominated in Sterling and Euro respectively. The Company's Sterling Shares and Euro Shares are listed on the Official List of the UK Listing Authority and admitted to trading on the Main Market in the Equity Shares (Commercial Companies) (ESCC) category of the London Stock Exchange. The Company also has two Management Shares in issue, which are unlisted. Details of the shares in issue are detailed on page 38.

The Company's assets are managed by the Board and thus the Company is self-managed. The Directors of the Company have invested the net proceeds from share issues into Compartment A of an existing European credit opportunities investment vehicle, CVC European Credit Opportunities S.à r.l. (the "Investment Vehicle"), managed by the Investment Vehicle Manager.

The Company is a member of the Association of Investment Companies ("AIC") and the European Leverage Finance Association ("ELFA"). The Company is regulated by the Jersey Financial Services Commission ("JFSC").

Significant events during the six months ended 30 June 2024

Share conversion

On 26 January 2024, the Company announced the conversion into Sterling shares of Euro shares based on the Net Asset Value ("NAV") of the Company's Sterling and Euro Shares as at 31 December 2023. The Company received eligible conversion notices from shareholders in respect of 4,687 Sterling shares and 723,284 Euro shares.

An application was made for the admission of 566,866 Sterling shares and 5,980 Euro Shares to the Official List of the UK Listing Authority and the Main Market for listed securities of the London Stock Exchange.

Dividend declaration and dividend increase

On 30 January 2024, the Company declared a dividend of £0.04125 per Sterling share and €0.0225 per Euro share to shareholders, which was paid on 1 March 2024.

These amounts reflected an uplift to the previously indicated quarterly dividend of £0.01875 per Sterling share (a 120% increase) and €0.0175 per Euro share (a 29% increase) announced by the Company on 7 March 2023.

On 5 February 2024, the Company announced that the annual dividend targets were being increased to £0.0825 per Sterling share and €0.0725 per Euro share with immediate effect. The Company's quarterly dividends increased to £0.020625 per Sterling share and €0.018125 per Euro share.

On 1 May 2024, the Company declared a dividend of £0.020625 per Sterling share and €0.018125 per Euro share to shareholders, which was paid on 31 May 2024.

Placing of shares

On 1 February 2024, the Company announced that with effect from the March 2024 tender, there would be an option for tendering shareholders to tender shares for placing with third party investors, as an alternative to having the shares repurchased by the Company. By participating in the placing, shareholders have the opportunity to realise their shares and receive the consideration for all successfully placed shares up to 10 weeks earlier than the consideration payable for shares repurchased by the Company.

Result of semi-annual tender process

On 14 February 2024, the Company announced that it received tender applications for the semi-annual tender process in respect of the March 2024 tender. 2,495,798 Sterling shares and 2,251,521 Euro shares were tendered for repurchase by the Company. 50,000 Sterling shares were tendered for placing with third party investors.

Executive Report (continued)

Results of placings in respect of March 2024 tender

On 6 March 2024, the Company announced that the 50,000 placing shares arising in the March 2024 tender were not able to be placed by the time of the close of the placing on 5 March 2024. Accordingly, the 50,000 placed shares were deemed to have been tendered for repurchase by the Company under the normal mechanics.

Issue of Equity

During the period ended 30 June 2024, 600,000 (30 June 2023: nil) shares were issued, as detailed below:

Date	Number of Sterling shares	Price per Sterling share
17 April 2024	250,000	£1.13
22 April 2024	250,000	£1.1322
15 May 2024	100,000	£1.1241

March 2024 tender Price

On 18 April 2024, the Company announced the following in relation to its March 2024 tender:

	Sterling shares	Euro shares
Shares tendered (including unplaced shares)	2,545,798	2,251,521
28 March 2024 NAV per Euro share	£1.1300	€1.0343
Tender price	£1.1200	€1.0243

The tender price equalled the NAV per share as at 28 March 2024 minus £0.01/€0.01 (being 1% of the reference price), as applicable.

AGM

At the AGM held on 30 April 2024, all proposed resolutions were duly passed including four special resolutions. Further information can be found on the Company's website: <https://ig.cvc.com/investor-information/documents-and-circulars/>.

Director appointments

On 30 April 2024, Robert Kirkby assumed the role of Chairman following the retirement of Richard Boléat.

Director share purchases

During the period ended 30 June 2024, the following shares were purchased by the Directors:

Director	Date	Number of Sterling shares	Price per share
Philip Braun	6 February 2024	4,579	£1.084
Esther Gilbert	22 February 2024	3,977	£1.053
Robert Kirkby	1 May 2024	26,709	£1.123

July 2024 Share Conversion Request

On 17 June 2024, the Company received requests for 94,683 Sterling shares to be converted to Euro shares and 1,999,259 Euro shares to be converted to Sterling shares by the next share conversion date on 31 July 2024.

Share capital and voting rights

The Company has two classes of ordinary shares, being Sterling shares and Euro shares. The Company held the following number of shares in treasury as at 30 June 2024:

249,479,033 Sterling shares
(31 December 2023: 247,533,235 Sterling shares)

54,999,224 Euro shares
(31 December 2023: 52,747,703 Euro shares)

Excluding shares held in treasury, the Company had the following number of shares in issue as at 30 June 2024:

117,532,538 Sterling shares
(31 December 2023: 118,916,157 Sterling shares)

93,584,928 Euro shares
(31 December 2023: 96,553,753 Euro shares)

Executive Report (continued)

Each Sterling share holds 1.17 voting rights, and each Euro share holds 1 voting right. As at 30 June 2024, the total number of voting rights of the Sterling shares was 137,513,069 (59.50%) (31 December 2023: 139,131,903, (59.03 %)) and of the Euro shares of no par value is 93,584,928 (40.50%) (31 December 2023: 96,553,753, (40.97 %)). The total number of voting rights in the Company is 231,097,997 (31 December 2023: 235,685,656).

Purpose

The Company is an investment company and its scope is restricted to that activity. In that context, the Company's purpose is to provide investors with sustainable long-term returns by investing in a diversified portfolio of principally European corporate debt. In fulfilling the Company's purpose, the Board seeks to consider the views of all stakeholders and is mindful of the impact that the Company has on wider society.

Investment objective

The Company's investment objective is to provide shareholders with regular income returns and capital appreciation from a diversified portfolio of predominantly senior secured loans and other sub-investment grade corporate credit investments.

Investment policy

The Company's investment policy is to invest predominantly in debt instruments issued by companies across various industries domiciled, or with material operations, in Western Europe, via the Investment Vehicle. These investments are mainly focused on the senior secured obligations of such companies, but investments are also made across the capital structure of such companies.

The investment policy and the Investment Vehicle's investment limits can be found on the Company's website: <https://ig.cvc.com/overview/investment-policy/>.

The Board continues to believe that the investment strategy and policy adopted by the Investment Vehicle is appropriate for and is capable of meeting the Company's current objectives.

It is the Board's assessment that the Investment Vehicle Manager's resources are appropriate to properly manage the Investment Vehicle's portfolio in the current and anticipated investment environment.

Directors' interests

As at 30 June 2024, each Director held the following number of shares in the Company:

Director	Number of Sterling shares held		Number of Euro shares held	
	As at 30 June 2024	As at 31 December 2023	As at 30 June 2024	As at 31 December 2023
Richard Boléat ¹	n/a	30,000	n/a	16,590
Robert Kirkby	35,686	8,977	–	–
Philip Braun	4,579	–	–	–
Stephanie Carbonneil	36,763	36,763	–	–
Vanessa Neill	22,585	22,585	–	–
Esther Gilbert	16,130	12,153	–	–

¹ Richard Boléat retired from the Board on 30 April 2024.

Executive Report (continued)

Between 1 July 2024 and 26 September 2024, the following shares were acquired by Directors;

Director	Date	Number of Sterling shares
Robert Kirkby	26 July 2024	25,974
Vanessa Neill	7 August 2024	8,860

No Director has any other interest in any contract to which the Company is a party.

Principal Risks and Uncertainties

When considering the distribution policy and total return of the Company, the Directors take account of the risks which have been taken in order to achieve that return. The Directors have carried out a robust assessment of the principal and emerging risks facing the Company including those which would threaten its business model, future performance, solvency or liquidity.

Since the publication of the Company's Annual Financial Report for the year ended 31 December 2023, there have been no material changes to the Company's principal risks and uncertainties.

A list of the principal risks and emerging risks are set out below. For information on how the Company mitigates both principal and emerging risks, refer to pages 18 to 21 of the 31 December 2023 Annual Financial Report (<https://ig.cvc.com>).

Principal risk	Description
Geopolitical factors	The continuing conflict in Russia and Ukraine has to date had no material effects on the performance of the Company or on its financial condition. In addition, and of potentially greater impact to the Company there have been significantly heightened tensions in the eastern Mediterranean and the Middle East. Such tensions and uncertainty could impact on global trade, confidence and consequently have an impact on inflation and its trajectory which may require central banks to respond accordingly.
Supply and demand	The value of the investments in which the Company indirectly invests are affected by the supply of primary issuance and secondary paper and the continued demand for such instruments from buy side market participants. A change in the supply of, or demand for, underlying investments may materially affect the performance of the Company.
Credit risk	The Investment Vehicle invests predominantly in sub-investment grade European corporate issuers and therefore credit risk is greater than would be the case with investments in investment grade issuers.
Liquidity	<p>The Company relies on the periodic redemption mechanism offered by the Investment Vehicle to realise its investment in Preferred Equity Certificates, and on that mechanism operating in a timely and predictable manner.</p> <p>The Investment Vehicles underlying investments are predominantly traded (circa 95%) at the Investment Vehicle level. However, were significant liquidity required at the Company level this would require weeks rather than days to process given the legal entities involved and may have a negative impact on the Company's ability to effectively conduct its periodic redemption activities.</p>

Executive Report (continued)

Foreign exchange risk	Foreign exchange risk is the risk that the values of the Company's assets and liabilities are adversely affected by changes in the values of foreign currencies by reference to the Company's base currency, the Euro. The foreign exchange risk for the Investment Vehicle's assets and liabilities is mitigated by full currency hedging.
Macroeconomic factors	<p>Adverse macroeconomic conditions may have a material adverse effect on the performance of the Investment Vehicle's underlying assets and liabilities and on the ability of underlying borrowers to service their ongoing debt obligations.</p> <p>Changes in the level of short-term risk-free rates in the Company's chosen markets have a direct impact, both positively and negatively, on the performance of the Company, depending on the direction of such rates, given that the Investment Vehicle invests in predominantly floating rate assets.</p>
Capital management risks	Shareholders may seek to redeem their shareholdings in the Company using the Company's periodic tender arrangements, subject to restrictions as detailed in note 12 of the 31 December 2023 Annual Financial Report, which could result in the NAV of the Company falling below €75 million (aggregate of GBP and EUR share classes) and as such, triggering the requirement for a Continuation Resolution. There is a risk that a Continuation Resolution will not be passed which could result in the redemption by the Company of its entire holding in the Investment Vehicle.
Environmental, Social and Governance ("ESG") Matters	<p>There is limited risk of reputational damage stemming from the Company's environmental footprint, as the Company has no Scope 1 (direct) or Scope 2 (indirect) emissions, given that it has no offices or company vehicles. The only material Scope 3 (indirect) emissions are suppliers and Director business travel. There is a risk of the Company's disregard of its use of social capital and related activities and disclosures failing to meet the standard expected by shareholders and regulators.</p> <p>There is a risk of financial losses stemming from climate-related factors adversely impacting the capital value of securities held within the Investment Vehicle portfolio and/or the ability of those companies whose securities are held to meet their financial obligations thereunder.</p> <p>There is a risk of reputational damage stemming from the Company's association with companies whose securities are held within the Investment Vehicle portfolio and whose ESG policies, activities or disclosures fail to meet the standards expected by stakeholders.</p>
Taxation	There is a risk that revisions to the taxation of the Investment Vehicle through the introduction and implementation of new or amended tax legislation will impact its ability to continue to deliver current after-tax returns to the Company.

The Company may be exposed to additional risks not disclosed above or within the Half Yearly Financial Report as they are not considered by the Board to be principal or emerging risks. The Company assesses risks, and the mitigation thereof, on an ongoing basis and as part of its formal business risk assessment process.

Executive Report (continued)

Going concern

Under the Listing Rules, the AIC Code of Corporate Governance ("AIC Code") and applicable regulations, the Directors are required to satisfy themselves that it is reasonable to assume that the Company is a going concern as at the date of approval of the interim condensed financial statements.

In making this assessment, the Directors have reviewed the Company's budget and cash flow forecast for the next 12 months from the date of approval of the financial statements. The assessment also incorporates stress testing, including evaluating the impact on the Company if it received applications to redeem shares in the next 12 months up to the maximum allowable under the tender mechanism. On the basis of this review, and after making due enquiries, the Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the period to 26 September 2025, a period of twelve months from the date of approval of the interim condensed financial statements.

Related parties

There have been no material changes to related party transactions since those described in the Annual Financial Report for the year ended 31 December 2023. Refer to note 14 for information on related party transactions.

ESG Approach

The Board detailed the ESG approach of the Company in the Annual Financial Report for the year ended 31 December 2023 and it remains relevant for the six months ended 30 June 2024.

Directors' Statement of Responsibilities

The Directors are responsible for preparing the Half Yearly Financial Report in accordance with applicable Jersey law and regulations.

The Directors confirm to the best of their knowledge that:

- the unaudited interim condensed financial statements within the Half Yearly Financial Report have been prepared in accordance with IAS 34 – Interim Financial Reporting, as adopted by the European Union ("EU") and give a true and fair view of the assets, liabilities, financial position and profit or loss of the Company as at 30 June 2024, as required by the Financial Conduct Authority's Disclosure Guidance and Transparency Rule ("DTR") 4.2.4R; and
- the Chairman's Statement, the Investment Vehicle Manager's Report, the Executive Report and the notes to the interim condensed financial statements include a fair review of the information required by:
 - a) DTR 4.2.7R, being an indication of important events that have occurred during the six months ended 30 June 2024 and their impact on the unaudited interim condensed financial statements; and a description of the principal risks and uncertainties for the remaining six months of the year; and
 - b) DTR 4.2.8R, being related party transactions that have taken place during the six months ended 30 June 2024 and that have materially affected the financial position or performance of the Company during that period.

Robert Kirkby

Chairman

26 September 2024

Philip Braun

Audit Committee Chairman

Independent Review Report to CVC Income & Growth Limited

Conclusion

We have been engaged by CVC Income & Growth Limited (the "Company") to review the condensed set of financial statements in the half-yearly financial report for the six months ended 30 June 2024 which comprises the Condensed Statement of Comprehensive Income, the Condensed Statement of Financial Position, the Condensed Statement of Changes in Net Assets, the Condensed Statement of Cash Flows and the related notes 1 to 16 to the Condensed Financial Statements. We have read the other information contained in the half yearly financial report and considered whether it contains any apparent misstatements or material inconsistencies with the information in the condensed set of financial statements.

Based on our review, nothing has come to our attention that causes us to believe that the condensed set of financial statements in the half-yearly financial report for the six months ended 30 June 2024 is not prepared, in all material respects, in accordance with International Accounting Standard (IAS) 34 – Interim Financial Reporting as adopted by the European Union and the Disclosure Guidance and Transparency Rules of the United Kingdom's Financial Conduct Authority.

Basis for Conclusion

We conducted our review in accordance with International Standard on Review Engagements 2410 (UK) "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" (ISRE) issued by the Financial Reporting Council. A review of interim financial information consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing (UK) and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

As disclosed in note 2, the annual financial statements of the Company are prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European

Union. The condensed set of financial statements included in this half-yearly financial report has been prepared in accordance with International Accounting Standard (IAS) 34 – Interim Financial Reporting as adopted by the European Union.

Conclusions Relating to Going Concern

Based on our review procedures, which are less extensive than those performed in an audit as described in the Basis for Conclusion section of this report, nothing has come to our attention to suggest that management have inappropriately adopted the going concern basis of accounting or that management have identified material uncertainties relating to going concern that are not appropriately disclosed.

This conclusion is based on the review procedures performed in accordance with this ISRE, however future events or conditions may cause the entity to cease to continue as a going concern.

Responsibilities of the directors

The directors are responsible for preparing the half-yearly financial report in accordance with the Disclosure Guidance and Transparency Rules of the United Kingdom's Financial Conduct Authority.

In preparing the half-yearly financial report, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the review of the financial information

In reviewing the half-yearly report, we are responsible for expressing to the Company a conclusion on the condensed set of financial statements in the half-yearly financial report. Our conclusion, including our Conclusions Relating to Going Concern, are based on procedures that are less extensive than audit procedures, as described in the Basis for Conclusion paragraph of this report.

Independent Review Report to CVC Income & Growth Limited (continued)

Use of our report

This report is made solely to the company in accordance with guidance contained in International Standard on Review Engagements 2410 (UK) "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Financial Reporting Council. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the conclusions we have formed.

Ernst & Young LLP
London

26 September 2024

Financial Statements



Condensed Statement of Comprehensive Income

For the six months ended 30 June 2024

	Notes	Six months ended 30 June 2024 (Unaudited) €	Six months ended 30 June 2023 (Unaudited) €
Income			
Investment revenue	3	13,692,435	10,205,451
Tender fee revenue	3	52,308	34,389
Bank interest revenue		60,933	45,354
Net gains on financial assets held at fair value through profit or loss	7	9,401,996	17,250,594
Foreign exchange gain on financial assets held at fair value through profit or loss	7	3,451,698	4,191,752
Foreign exchange loss on ordinary shares	12	(3,482,448)	(4,275,681)
Other net foreign currency exchange gain through profit or loss		33,651	43,385
		23,210,573	27,495,244
Expenses			
Operating expenses	4	(834,921)	(678,440)
		(834,921)	(678,440)
Profit before finance costs and taxation		22,375,652	26,816,804
Finance costs			
Dividends paid	12	(12,454,604)	(10,082,068)
Profit before taxation		9,921,048	16,734,736
Taxation		–	–
Increase in net assets attributable to shareholders from operations		9,921,048	16,734,736
Return per Sterling share (Sterling equivalent)	12	£0.1012	£0.1110¹
Return per Euro share	12	€0.0872	€0.0985¹

¹ Return per share has been calculated based on profit before finance costs and taxation instead of increase in net assets attributable to shareholders from operations to be consistent with the current period presentation. Refer to note 12 for further information.

All items in the above statement are derived from continuing operations.
The Company has no items of other comprehensive income.

Condensed Statement of Financial Position

As at 30 June 2024

	Notes	30 June 2024 (Unaudited) €	31 December 2023 (Audited) €
Assets			
Financial assets held at fair value through profit or loss	7	256,702,548	248,600,415
Prepayments		61,491	58,158
Cash and cash equivalents		1,901,718	1,435,723
Total assets		258,665,757	250,094,296
Liabilities			
Payables	9	185,076	144,968
Total liabilities excluding net assets attributable to shareholders		185,076	144,968
Net assets attributable to shareholders	13	258,480,681	249,949,328
Total liabilities		258,665,757	250,094,296

The interim condensed financial statements on pages 26 to 44 were approved by the Board of Directors on 26 September 2024 and signed on its behalf by:

Robert Kirkby
Chairman

Philip Braun
Audit Committee Chairman

The notes on pages 30 to 44 form an integral part of these interim condensed financial statements.

Condensed Statement of Changes in Net Assets

For the six months ended 30 June 2024 (Unaudited)

	Notes	Net assets attributable to shareholders €
As at 1 January 2024		249,949,328
Issuance of ordinary shares and subscriptions arising from conversion of ordinary shares	12	1,498,883
Redemption payments arising on conversion and tender of ordinary shares	12	(6,371,026)
Increase in net assets attributable to shareholders from operations		9,921,048
Net foreign currency exchange loss on ordinary shares	12	3,482,448
As at 30 June 2024		258,480,681

For the six months ended 30 June 2023 (Unaudited)

	Notes	Net assets attributable to shareholders €
As at 1 January 2023		236,839,070
Issuance of ordinary shares and subscriptions arising from conversion of ordinary shares	12	–
Redemption payments arising on conversion and tender of ordinary shares	12	(3,453,748)
Increase in net assets attributable to shareholders from operations		16,734,736
Net foreign currency exchange loss on ordinary shares	12	4,275,681
As at 30 June 2023		254,395,739

The notes on pages 30 to 44 form an integral part of these interim condensed financial statements.

Condensed Statement of Cash Flows

For the six months ended 30 June 2024

	Notes	Six months ended 30 June 2024 (Unaudited) €	Six months ended 30 June 2023 (Unaudited) €
Cash flows from operating activities			
Profit before taxation ¹		9,921,048	16,734,736
Adjustments to reconcile profit before taxation to net cash flows:			
– Net gain on financial assets held at fair value through profit or loss	7	(9,401,996)	(17,250,594)
– Foreign exchange gain on financial assets held at fair value through profit or loss	7	(3,451,698)	(4,191,752)
– Foreign currency exchange loss on ordinary shares	12	3,482,448	4,275,681
– Dividends paid	12	12,454,604	10,082,068
– Foreign exchange loss on translation of cash and cash equivalents		(33,651)	–
Changes in working capital:			
– (Increase)/decrease in prepayments		(3,333)	23,198
– Increase/(decrease) in payables		40,108	(181,353)
Net cash provided by operating activities		13,007,530	9,491,984
Cash flows from investing activities			
Purchase and subscriptions of financial assets held at fair value through profit or loss	7	(789,454)	–
Proceeds from redemption of financial assets held at fair value through profit or loss ²	7	5,568,864	3,388,792
Net cash provided by investing activities		4,779,410	3,388,792
Cash flows from financing activities			
Proceeds from issuance of ordinary shares	12	768,377	–
Payments for redemption of ordinary shares ³	12	(5,668,369)	(3,453,748)
Dividends paid	12	(12,454,604)	(10,082,068)
Net cash used in financing activities		(17,354,596)	(13,535,816)
Net increase in cash and cash equivalents in the period		432,344	655,040
Effect of exchange rate changes on cash and cash equivalents		33,651	–
Cash and cash equivalents at beginning of the period		1,435,723	2,196,695
Cash and cash equivalents at the end of the period		1,901,718	1,541,655

¹ Includes cash receipts relating to income distributions of €13,692,435 (30 June 2023: €10,285,194), bank interest of €60,933 (30 June 2023: €45,354) and tender fee revenue of €52,308 (30 June 2023: €34,389).

² Cash flows arising from redemptions of financial assets above do not include subscriptions and redemptions arising from the conversion of PECs of €1,787,070 (30 June 2023: €nil) and €(1,759,221) (30 June 2023: €nil), respectively, as these transactions have no associated cash flow. These conversions included GBP PECs subscriptions of €1,063,109 and EURO PECs redemptions of €(1,046,542) to settle a receivable balance in the GBP share class from the EURO share class. The GBP share class had previously paid all GBP expenses on behalf of both share classes and the PECs were converted to settle this liability.

³ Cash flows arising from the redemption of ordinary shares above does not include subscriptions and redemptions arising from conversion of ordinary shares of €730,506 (30 June 2023: nil) and €(702,657) (30 June 2023: nil), respectively, as these transactions have no associated cash flow.

The notes on pages 30 to 44 form an integral part of these interim condensed financial statements.

Notes to the Condensed Financial Statements

1. General information

The Company was incorporated on 20 March 2013 and is registered in Jersey as a closed-ended investment company, with registration number 112635. The Company's Sterling shares and Euro shares were admitted to the Official List of the UK Listing Authority ("UKLA") and admitted to trading on the Main Market of the London Stock Exchange on 25 June 2013.

The Company's registered address is IFC1, The Esplanade, St Helier, Jersey, JE1 4BP.

2. Accounting policies

The Annual Financial Report is prepared in accordance with the Disclosure Guidance and Transparency Rules of the Financial Conduct Authority and with International Financial Reporting Standards ("IFRS") as adopted by the European Union which comprise standards and interpretations approved by the International Accounting Standards Board, and interpretations issued by the International Financial Reporting Standards Interpretations Committee as approved by the International Accounting Standards Board which remain in effect. The Half Yearly Financial Report has been prepared in accordance with International Accounting Standards (IAS) 34 – Interim Financial Reporting as adopted by the European Union. The Half Yearly Financial Report has also been prepared using the same accounting policies applied for the year ended 31 December 2023 Annual Financial Report, which was prepared in accordance with IFRS. The Company has not adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

Several amendments and interpretations became effective for the first time in 2024, however they do not have an impact on the condensed interim financial statements.

Critical accounting estimates and judgements

The preparation of financial statements in conformity with IFRS requires the Company to make judgements, estimates and assumptions that affect items reported in the Statement of Financial Position and Statement of Comprehensive Income and the disclosure of contingent liabilities at the date of the financial statements. It also requires management to exercise its judgement in the process of applying the Company's accounting policies.

Significant accounting judgements

Classification of ordinary shares as a financial liability

During the April 2024 AGM, shareholders reapproved a suspension restriction that allows the Directors, in their sole discretion, to alter or suspend the tender mechanism. This restriction allows the Directors to respond to sudden changes in market conditions and the macroeconomic climate more generally. The Directors' power is limited by clauses in the circular which limit the circumstances under which such discretion can be exercised only in relation to material and adverse changes in market conditions and the macroeconomic environment.

The Board believes it is appropriate to classify the ordinary shares as a financial liability under IAS 32 – Financial Instruments: Presentation ("IAS 32") rather than equity as their interpretation of 'suspend' is to delay the facility tenders, not to cancel or avoid them permanently. As such, the obligation to honour redemption requests is delayed rather than negated and the Company has a contractual obligation to deliver cash and does not have the unconditional right to avoid paying such cash.

This position has been further supported by legal correspondence whereby the Company's legal counsel has confirmed the Directors do not have unfettered ability to cancel a tender under the facility and could only use their powers in extreme circumstances (e.g. global pandemics and political unrest etc.) which would not violate the contract between the Directors and the shareholders in relation to the facility. In the circular, the Company has committed to the tender mechanism as a key feature and, therefore, if the Directors' powers are read in the context of the other representations in the documents, there is an obligation to deliver cash and the Directors do not have the unconditional right to avoid paying such cash. As such, classification of the ordinary shares as a liability is deemed appropriate.

Notes to the Condensed Financial Statements (continued)

2. Accounting policies (continued)

Critical accounting estimates and judgements (continued)

Functional and presentational currency

The Company's functional currency is the Euro, which is the currency of the primary economic environment in which it operates. The Company's performance is evaluated and its liquidity is managed in Euros. Therefore, the Euro is considered the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. The financial statements are presented in Euros, except where otherwise indicated, and are rounded to the nearest Euro.

Significant accounting estimates

Valuation of financial assets

Valuation of financial assets is considered a significant estimate and is monitored by the Board to ensure that judgements, estimates and assumptions made, and methodologies applied are appropriate and in accordance with IFRS 13. The Board believes that it is appropriate to measure the PECs at the NAV of the investments held at the Investment Vehicle, adjusted for discount for lack of liquidity, if necessary, as the underlying investments held at the Investment Vehicle are held at fair value. As such the Board applies judgement to determine the liquidity adjustment necessary in the relevant financial period. Please refer to note 2.4(c) of the 2023 Annual Report for details regarding fair value estimation of financial assets.

Climate change

In preparing the interim condensed financial statements, the Directors have considered the impact of climate change and have concluded that climate-related matters have no material financial impact on the Company's financial statements as there were no significant climate change related issues in any of the issuers in which the Investment Vehicle invests. The Directors will continue to monitor the reputational risks emanating from climate change identified in the principal risks and uncertainties section of the Half Yearly Report.

Although these judgements, estimates and assumptions are based on best knowledge of current facts, circumstances and, to some extent, future events and actions, the actual results may ultimately differ from those estimates, possibly significantly.

2.1. Going concern

The Directors have reviewed the Company's budget and cash flow forecast for the next 12 months from the date of approval of the financial statements. The assessment also incorporates stress testing, including evaluating the impact on the Company if it received applications to redeem shares in the next 12 months up to the maximum allowable under the tender mechanism. On the basis of this review, and after making due enquiries, the Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the period to 26 September 2025, a period of twelve months from the date of approval of the condensed interim financial statements, being the period of assessment covered by the Directors. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

2.2. Segmental reporting

The Directors view the operations of the Company as one operating segment, being the investment business. All significant operating decisions are based upon analysis of the Company's investments as one segment. The financial results from this segment are equivalent to the financial results of the Company as a whole, which are evaluated regularly by the Board with insight from the Investment Vehicle Manager.

Notes to the Condensed Financial Statements (continued)

2. Accounting policies (continued)

2.3. Seasonality of operations

The Company's operations are not seasonal in nature. As such, its performance is not subject to seasonal fluctuations.

3. Investment and Tender fee revenue

Investment revenue

Investment revenue primarily relates to quarterly income distributions received from the Investment Vehicle based on income returns and capital appreciation from a diversified portfolio of sub-investment grade debt instruments. The Company is entitled to receive income distributions every quarter, which will equate to not less than 75% of the net income of the Company's investment in the Investment Vehicle. Investment revenue is recognised in the Statement of Comprehensive Income when the Company's right to such income is established.

Tender fee

The tender price pursuant to the Company's tender mechanism is calculated based on the NAV per share (i) as at the final business day of the month of September; or (ii) as at the final business day of the month of March, or such other date as the Directors in their absolute discretion may determine from time to time) minus 1.0% of the reference price (the reference price being the NAV at a predetermined date), which is retained by the Company. The Company recognises retained redemption proceeds of 1% as tender fee revenue.

During the period, 2,545,798 (30 June 2023: 2,681,399) Sterling shares and 2,251,521 (30 June 2023: 378,000) Euro shares were tendered by shareholders, which generated tender fee income of €52,308 (30 June 2023: €34,389).

Refer to note 12 for further details on the tender mechanism.

4. Operating expenses

	Six months ended 30 June 2024 (Unaudited) €	Six months ended 30 June 2023 (Unaudited) €
Administration fees	121,282	124,776
Directors' fees (see note 6)	175,579	149,174
Advisor fees	79,361	17,467
Regulatory fees	28,975	24,953
Audit fees	46,524	45,540
Non-audit fees paid to the auditor	14,862	12,711
Professional fees	138,630	76,785
Registrar fees	42,493	31,800
Brokerage fees	37,190	30,139
Trustee fees	5,222	10,991
Marketing fees	35,829	40,241
Sundry expenses	108,974	113,863
Total operating expenses	834,921	678,440

Notes to the Condensed Financial Statements (continued)

4. Operating expenses (continued)

Non-audit fees

Non-audit fees relate to interim review services.

Trustee fees

Trustee fees relate to fees paid to the trustee of the CCPEOL Purpose Trust ("Trust") which facilitates the conversion of treasury shares as further described in note 12, should there be a need, in the event that insufficient treasury shares exist for a particular share class. As the Trust was not engaged to convert treasury shares during the period ended 30 June 2024, the Trust did not earn any commission fee income for providing such services and only received trustee fees.

5. Finance costs

Dividends paid

Refer to note 12 for further information on dividends paid.

6. Directors' fees and interests

Table of Directors' Remuneration

Director	Period ended 30 June 2024	Period ended 30 June 2023
Richard Boléat¹ (Chairman to 30 April 2024)		
– Fee	£22,605 (€26,163)	£32,500 (€38,110)
Mark Tucker (Chair of the Audit Committee and Senior Independent Director to 31 December 2023)		
– Fee	n/a	£25,000 (€29,549)
Robert Kirkby¹ (Chairman from 30 April 2024)		
– Fee	£28,125 (€32,622)	n/a
Philip Braun (Chair of the Audit Committee)		
– Fee	£25,525 (€29,579)	n/a
Stephanie Carbonneil (Chair of the Nomination and Remuneration Committee and Senior Independent Director)		
– Fee	£25,525 (€29,579)	£23,750 (€28,123)
Esther Gilbert (Chair of the Management Engagement Committee)		
– Fee	£24,875 (€28,818)	£21,250 (€25,269)
Vanessa Neill (Chair of the ESG Committee)		
– Fee	£24,875 (€28,818)	£23,750 (€28,123)

¹ Robert Kirkby assumed the role of Chairman following the retirement of Richard Boléat on 30 April 2024. Before assuming the role of Chairman, the annual fee due to Robert Kirkby was £44,500.

Directors receive the above fees for their commitment as Directors. All additional fees are for additional responsibilities and time commitments. The Directors are also reimbursed for their expenses on an ad hoc basis.

Notes to the Condensed Financial Statements (continued)

6. Directors' fees and interests (continued)

No other remuneration or compensation was paid or is payable by the Company during the year to any of the Directors.

There has been no change to the Company's remuneration policy during the period ended 30 June 2024.

In December 2023, the Nomination and Remuneration Committee undertook its annual review of the fees paid to the Directors and compared these with the fees paid by reasonably comparable listed companies. The Nomination and Remuneration Committee concluded that Director fees should increase by 4.7% effective 1 January 2024, with no change proposed to the additional fees for Committee chairs. The Board also agreed that, going forward, Director's fee increases would be linked to the Jersey Retail Price Index. The Chair of the Nomination and Remuneration Committee or the Chairman would retain discretion on the level of increase being made.

Refer to note 4 for details of total Directors' fees during the period ended 30 June 2024 and 30 June 2023. Director's fees are paid gross of any taxes and expenses incurred by each Director are included within sundry expenses within note 4.

Robert Kirkby acts as the Enforcer of the Trust. Refer to note 14 for further detail.

Refer to page 17 for shares purchased by Directors during the period ended 30 June 2024.

7. Financial instruments held at fair value through profit or loss

	30 June 2024 (Unaudited) €	31 December 2023 (Audited) €
Preferred Equity Certificates ("PECs") – Unquoted investment	256,702,548	248,600,415

The PECs are valued taking into consideration a range of factors including the audited NAV of the Investment Vehicle as well as available financial and trading information of the Investment Vehicle and of its underlying portfolio; the price of recent transactions of PECs redeemed and advice received from the Investment Vehicle Manager; and such other factors as the Directors, in their sole discretion, deem relevant in considering a positive or negative adjustment to the valuation.

Refer below for reconciliation of PECs from 1 January 2023 to 30 June 2024:

	Sterling PECs	Euro PECs
As at 1 January 2023	127,666,119.03	103,934,273.50
Subscriptions	–	–
Monthly share conversions	436,773.22	(546,551.42)
Tenders	(11,030,305.00)	(7,811,398.00)
As at 31 December 2023	117,072,587.25	95,576,324.08
Subscriptions	604,592.63	–
Monthly share conversions	1,425,352.60	(1,753,315.77)
Tenders	(2,546,133.00)	(2,205,393.00)
As at 30 June 2024	116,556,399.48	91,617,615.31

Notes to the Condensed Financial Statements (continued)

7. Financial instruments held at fair value through profit or loss (continued)

Fair value hierarchy

IFRS 13 'Fair Value Measurement' ("IFRS 13") requires an analysis of investments valued at fair value based on the reliability and significance of information used to measure their fair value.

The Company categorises its financial assets and financial liabilities according to the following fair value hierarchy detailed in IFRS 13, that reflects the significance of the inputs used in determining their fair values:

Level 1: Quoted market price (unadjusted) in an active market for an identical instrument.

Level 2: Valuation techniques based on observable inputs, either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data.

Level 3: Valuation techniques using significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data and the unobservable variable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments where significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

	Level 1 (Unaudited) €	Level 2 (Unaudited) €	Level 3 (Unaudited) €	Total (Unaudited) €
As at 30 June 2024				
Financial assets – measured at fair value				
Financial assets held at fair value through profit or loss	–	–	256,702,548	256,702,548
Financial liabilities – for which fair value is disclosed				
Ordinary shares ¹	252,396,598	–	–	252,396,598
As at 31 December 2023				
Financial assets – measured at fair value				
Financial assets held at fair value through profit or loss	–	–	248,600,415	248,600,415
Financial liabilities – for which fair value is disclosed				
Ordinary shares ¹	227,650,626	–	–	227,650,626

¹ As disclosed in note 2, the Company classifies its ordinary shares as financial liabilities held at amortised cost. Please note for disclosure purposes only, ordinary shares have been disclosed at fair value using the quoted price in accordance with IFRS 13.

The fair value of investments is assessed on an ongoing basis by the Board.

Due to the short-term nature of the payables, their carrying amount is considered to be the same as their fair value.

The carrying amount of cash and cash equivalents is considered to be the same as their fair value.

Notes to the Condensed Financial Statements (continued)

7. Financial instruments held at fair value through profit or loss (continued)

Level 3 reconciliation

The following table shows a reconciliation of all movements in the fair value of financial assets held at fair value through profit or loss categorised within Level 3.

	30 June 2024 (Unaudited) €
Balance as at 1 January 2024	248,600,415
Purchases	789,454
Subscriptions arising from conversion	1,787,070
Redemption proceeds arising from conversion	(1,759,221)
Redemption proceeds arising from tenders	(5,568,864)
Net gain on financial assets held at fair value through profit or loss	9,401,996
Foreign exchange gain on financial assets held at fair value through profit or loss	3,451,698
Balance as at 30 June 2024	256,702,548
Net gain on financial assets held at fair value through profit or loss for the six month period ended 30 June 2024	12,853,694¹

¹ This amount includes the net gain on financial assets held at fair value through profit or loss of €9,401,996 and the foreign exchange gain on financial assets held at fair value through profit or loss of €3,451,698.

During the six months ended 30 June 2024, there were no reclassifications between levels of the fair value hierarchy.

	31 December 2023 (Audited) €
Balance as at 1 January 2023	234,969,326
Subscriptions arising from conversion	533,224
Redemption proceeds arising from conversion	(532,471)
Redemption proceeds arising from tenders	(21,223,747)
Net gain on financial assets held at fair value through profit or loss	31,912,591
Foreign exchange gain on financial assets held at fair value through profit or loss	2,941,492
Balance as at 31 December 2023	248,600,415
Net gain on financial assets held at fair value through profit or loss for the year ended 31 December 2023	34,854,083¹

¹ This amount includes the net gain on financial assets held at fair value through profit or loss of €31,912,591 and the foreign exchange gain on financial assets held at fair value through profit or loss of €2,941,492.

During the year ended 31 December 2023, there were no reclassifications between levels of the fair value hierarchy.

Notes to the Condensed Financial Statements (continued)

7. Financial instruments held at fair value through profit or loss (continued)

Quantitative information of significant unobservable inputs – Level 3 – PECs

Description	30 June 2024 (Unaudited)	Valuation technique	Unobservable input	Input used
	€			
PECs	256,702,548	Adjusted NAV	Discount for lack of liquidity	0%

Description	31 December 2023 (Audited)	Valuation technique	Unobservable input	Input used
	€			
PECs	248,600,415	Adjusted NAV	Discount for lack of liquidity	0%

The Board believes that it is appropriate to measure the PECs at the NAV of the investments held at the Investment Vehicle, adjusted for discount for lack of liquidity if necessary, as the underlying investments held at the Investment Vehicle are held at fair value. The Board has concluded that no adjustment was necessary in the current period (31 December 2023: none), given that the PECs have not been redeemed at a price below the NAV during current and prior periods.

The NAV of the Investment Vehicle attributable to each PEC unit is €1.2331 (31 December 2023: €1.0280).

Sensitivity analysis to significant changes in unobservable inputs within Level 3 hierarchy – Level 3 – PECs

The significant unobservable inputs used in the fair value measurement categorised within Level 3 of the fair value hierarchy together with a quantitative sensitivity analysis as at 30 June 2024 and comparative are as shown below:

As at 30 June 2024 (Unaudited)

Description	Input	Sensitivity used	Effect on fair value €
PECs	Discount for lack of liquidity	3%	(7,701,076)

As at 31 December 2023 (Audited)

Description	Input	Sensitivity used	Effect on fair value €
PECs	Discount for lack of liquidity	3%	(7,458,012)

The sensitivity applied in the analysis above reflects the possible impact of the worst case scenario in the 0-3% (2023: 0-3%) range that is applicable to the discount for lack of liquidity. This level of change is considered to be possible based on observation of current market conditions and historical trends that do not suggest the possibility of a more than 3% decline in the redemption value when compared to the NAV. Refer to note 2.4 of the 2023 Annual Financial Report for valuation methodology of PECs.

Notes to the Condensed Financial Statements (continued)

8. Financial assets and liabilities at fair value through profit or loss – (for the Investment Vehicle)

Information on the investment holding of the Company at the Investment Vehicle level, which is provided by the Investment Vehicle Manager, can be found in the Useful Information for Shareholders section.

9. Payables

	30 June 2024 (Unaudited) €	31 December 2023 (Audited) €
Audit fees	54,273	41,379
Administration fees	40,926	21,576
Other payables	89,877	82,013
Total payables	185,076	144,968

10. Contingent liabilities

As at 30 June 2024, the Company had no contingent liabilities or commitments (31 December 2023: none).

11. Stated capital

	Number of shares 30 June 2024 (Unaudited) €	Stated capital 30 June 2024 (Unaudited) €	Number of shares 30 June 2023 (Unaudited) €	Stated capital 30 June 2023 (Unaudited) €
Management shares	2	–	2	–

Management shares

Management shares are non-redeemable, have no par value and no voting rights, and also no profit allocated to them for the earnings per share calculation.

12. Ordinary shares

	Number of shares 30 June 2024 (Unaudited) €	Stated capital 30 June 2024 (Unaudited) €	Number of shares 30 June 2023 (Unaudited) €	Stated capital 30 June 2023 (Unaudited) €
Sterling shares	117,532,538	153,032,126	126,837,208	162,721,501
Euro shares	93,584,928	95,263,605	104,698,336	106,417,232
Total	211,117,466¹	248,295,731²	231,535,544¹	269,138,733²

¹ Excludes 249,479,033 (30 June 2023: 239,187,994) Sterling shares and 54,999,224 (30 June 2023: 45,145,789) Euro shares held as treasury shares.

² Excludes increase of €10,184,950 (30 June 2023: decrease of €14,742,994) relating to net assets attributable to shareholders from operations since inception.

Notes to the Condensed Financial Statements (continued)

12. Ordinary shares (continued)

	30 June 2024 Total (Unaudited) €	30 June 2023 Total (Unaudited) €
Opening balance	249,685,426	268,316,800
Issue of ordinary shares	768,377	–
Subscriptions arising from share conversion of ordinary shares	730,506	–
Redemption payments arising from conversion of ordinary shares	(702,657)	–
Redemption payments arising from tenders of ordinary shares	(5,668,369)	(3,453,748)
Foreign currency exchange gain on ordinary shares	3,482,448	4,275,681
Closing balance	248,295,731	269,138,733

The Company has two classes of ordinary shares, being Sterling shares and Euro shares.

Each Sterling share holds 1.17 voting rights, and each Euro share holds 1 voting right.

As at 30 June 2024, the Company had 367,011,571 Sterling shares in issue (inclusive of 249,479,033 treasury shares) (31 December 2023: 366,449,392 (inclusive of 247,533,235 treasury shares)) and 148,584,152 Euro shares (inclusive of 54,999,224 treasury shares) (31 December 2023: 149,301,456 (inclusive of 52,747,703 treasury shares)).

Sale of treasury shares

During the period ended 30 June 2024, 600,000 (30 June 2023: nil) treasury shares were sold, as detailed below:

Date	Number of Sterling shares	Price per Sterling share
17 April 2024	250,000	£1.13
22 April 2024	250,000	£1.1322
15 May 2024	100,000	£1.1241

Refer to Note 15 for details on treasury share sales subsequent to the reporting period.

Share conversions

At the first Business Days of January and July of each year (each first Business Day of January or July of each year being a "Share Conversion Calculation Date"), shareholders can convert shares of any class into shares of any other class (of which shares are in issue at the relevant time) by giving not less than 10 business days' notice to the Company in advance of such Share Conversion Calculation Date, either through submission of the relevant instruction mechanism (for shareholders holding shares in uncertificated form) or through submission of a share conversion notice and the return of the relevant share certificate to the Company's registrars. This mechanism is subject to regulatory considerations.

Notes to the Condensed Financial Statements (continued)

12. Ordinary shares (continued)

Share conversions (continued)

Such share conversion will be effected on the basis of the ratio of the last reported NAV per share of the class of shares held (calculated in Euro less the costs of effecting such share conversion and adjusted to reflect the impact of adjusting any currency hedging arrangements and taking account of any dividends resolved to be paid), to the last reported NAV per share of the class of shares into which they will be converted (also calculated in Euro, and each as at the relevant share Conversion Calculation Date) in each case, for the avoidance of doubt, such Net Asset Value per share shall be calculated inclusive of accrued income.

During the period, no (30 June 2023: none) Sterling shares were converted into Euro shares (30 June 2023: none) and 717,304 (30 June 2023: none) Euro shares were converted into 562,179 (30 June 2023: none) Sterling shares.

Treasury share convertor mechanism

The purpose of the Company establishing the Trust is the facilitation of the conversion of treasury shares by the incorporation of a company, the Conversion SPV Limited ("Conversion Vehicle"), which would purchase treasury shares from the Company, convert them into shares of the other currency denomination and sell those converted shares back to the Company. Refer to note 12 of the 2023 Annual Report for further details regarding the treasury share convertor mechanism.

The treasury share convertor mechanism was not utilised during the periods ended 30 June 2024 or 30 June 2023.

Tender mechanism

The Company has established a tender mechanism that enables shareholders to tender their shares in the Company in accordance with a stated contracted mechanism.

The Directors believe that the Company's tender mechanism provides shareholders with additional liquidity when compared with other listed closed-ended investment companies. The offer of the Company's tender mechanism is subject to annual shareholder approval and subject to the terms, conditions and restrictions as set out in the prospectus.

On 1 February 2024, the Company announced that with effect from the March 2024 tender, there would be an option for tendering shareholders to tender shares for placing with third party investors as an alternative to having the shares repurchased by the Company. By participating in a placing, shareholders have the opportunity to realise their shares and receive the consideration for all successfully placed shares up to 10 weeks earlier than the consideration payable for shares repurchased by the Company pursuant to the relevant tender. Such an outcome will depend on the extent to which Winterflood Securities Limited ("Winterflood") identifies investors willing to buy the shares at a price per share which is equal to or higher than the floor price set by the Company (as detailed below).

In consideration of its role in a placing, the Company will pay Winterflood a commission of 0.5 per cent. of the gross proceeds generated by a placing purchase.

In summary, of the placing arrangements, with effect from the March 2024 tender, incorporate the following:

- (i) Shareholders (other than restricted shareholders) who hold shares on the relevant tender record date may, instead of simply tendering shares for repurchase, elect to have the shares be placed by Winterflood with placees.
- (ii) The placing price shall be subject to a floor price per share of an amount equal to 98% of the last NAV per share published by the Company before the placing closes.

Notes to the Condensed Financial Statements (continued)

12. Ordinary shares (continued)

Tender mechanism (continued)

- (iii) The consideration for each successful placing will be paid in accordance with the regular settlement procedures under the tender terms and conditions (as amended and restated on 1 February 2024).
- (iv) Where placees are not willing to take all shares submitted for a placing, shares tendered for the placing will be scaled back on a pro rata basis.
- (v) Unplaced shares will be deemed to have been tendered for purchase by the Company at the tender price and will be repurchased in the same way as they would be under the current tender terms and conditions.

This section should be read in conjunction with the amended and restated tender terms and conditions which are available on the Company's website: <https://ig.cvc.com>.

It is important to note that tenders, if made, are contingent upon certain factors including, but not limited to, the Company's ability to finance tender purchases through submitting redemption requests to the Investment Vehicle to redeem a pro rata amount of Company Investment Vehicle interests.

Factors, including restrictions at the Investment Vehicle level on the amount of PECs which can be redeemed, may mean that sufficient Company Investment Vehicle interests cannot be redeemed and, consequently, tender purchases in any given period may be scaled back on a pro rata basis.

In the absence of the availability of the tender mechanism, shareholders wishing to realise their investment in the Company will be required to dispose of their shares on the stock market. Accordingly, shareholders' ability to realise their investment at any particular price and/or time may be dependent on the existence of a liquid market in the shares.

Liquidity risks associated with the tender mechanism are set out in note 8.2 of the 2023 Annual Financial Report.

During the period 2,545,798 (30 June 2023: 2,681,399) Sterling shares and 2,251,521 (30 June 2023: 378,000) Euro shares were redeemed under the tender mechanism and subsequently held by the Company in the form of treasury shares. Treasury shares do not carry any right to attend or vote at any general meeting of the Company. In addition, the tender mechanism and periodic share conversions are not available in respect of treasury shares.

Ad hoc purchase of shares

In addition to the tender mechanism, the Directors seek annual shareholder approval to grant them the power to make ad hoc market purchases of shares. If such authority is subsequently granted, the Directors will have complete discretion as to the timing, price and volume of shares to be purchased. Shareholders should not place any reliance on the willingness or ability of the Directors so to act. Refer to note 2 for detail on critical accounting judgements regarding the classification of ordinary shares as a financial liability.

Dividends

The ordinary shares of each class carry the right to receive all income of the Company attributable to such class of ordinary share, and to participate in any distribution of such income made by the Company and within each such class such income shall be divided pari passu among the shareholders in proportion to the shareholdings of that class.

Notes to the Condensed Financial Statements (continued)

12. Ordinary shares (continued)

Dividends (continued)

Refer below for amounts recognised as dividend distributions to ordinary shareholders in the periods ended 30 June 2024 and 30 June 2023.

	Ex-dividend date	Payment date	£ equivalent	€
Sterling – £0.04125 per share	08/02/2024	01/03/2024	4,928,481	5,767,624
Euro – €0.02250 per share	08/02/2024	01/03/2024		2,156,320
Sterling – £0.020625 per share	09/05/2024	31/05/2024	2,422,046	2,834,433
Euro – €0.018125 per share	09/05/2024	31/05/2024		1,696,227
Total for the period ending 30 June 2024				12,454,604
Sterling – £0.02500 per share	09/02/2023	03/03/2023	3,237,965	3,696,230
Euro – €0.01750 per share	09/02/2023	03/03/2023		1,838,836
Sterling – £0.01875 per share	11/05/2023	02/06/2023	2,378,198	2,714,781
Euro – €0.01750 per share	11/05/2023	02/06/2023		1,832,221
Total for the period ending 30 June 2023				10,082,068

Refer to note 15 for further information on dividends made subsequent to the reporting period.

Return per share

	30 June 2024 (Unaudited) £ equivalent	30 June 2024 (Unaudited) €	30 June 2023 (Unaudited) £ equivalent	30 June 2023 (Unaudited) €
Sterling shares				
Profit before finance costs and taxation	11,997,713	14,086,201	14,265,960	16,476,780
Weighted average number of ordinary shares	118,589,552	118,589,552	128,475,841	128,475,841
Return per share	0.1012	0.1188	0.1110	0.1282
Euro shares				
Profit before finance costs and taxation	–	8,289,451	–	10,340,023
Weighted average number of ordinary shares	–	95,051,603	–	104,929,336
Return per share	–	0.0872	–	0.0985

Notes to the Condensed Financial Statements (continued)

12. Ordinary shares (continued)

Return per share (continued)

Historically return per share has been presented based on the increase/(decrease) in net assets attributable to shareholders from operations, the total of which was split between Sterling and Euro classes based on the weighted number of each share class. The Directors have determined that in order to provide more relevant information to the shareholders of each share class, return per share should be presented based on the profit before finance costs and taxation for each share class, divided by the weighted number of shares in each share class. The comparatives reflect this change.

13. NAV per ordinary share

	30 June 2024 (Unaudited) £ equivalent	30 June 2024 (Unaudited) €	31 December 2023 (Audited) £ equivalent	31 December 2023 (Audited) €
Sterling shares				
NAV	135,453,139	159,848,249	132,399,128	152,722,394
Number of shares in issue ¹	117,532,538	117,532,538	118,916,157	118,916,157
NAV per ordinary share	1.1525	1.3600	1.1134	1.2843
Euro shares				
NAV	–	98,632,432	–	97,226,934
Number of shares in issue ¹	–	93,584,928	–	96,553,753
NAV per ordinary share	–	1.0539	–	1.0070

¹ Excludes shares held in treasury.

14. Related party disclosure

The Directors are entitled to remuneration for their services and all Directors hold Sterling shares in the Company. Refer to note 6 for further detail.

No transactions between the Company and the Trust and Conversion Vehicle occurred during the period ended 30 June 2024.

Following the retirement of Richard Boléat, Robert Kirkby now acts as the Enforcer of the Trust, a business purpose trust established under Jersey law and settled by the Company. The position is not remunerated.

15. Events after the reporting period

Management has evaluated subsequent events for the Company through 26 September 2024, the date the condensed interim financial statements were available to be issued, and has concluded that the material events listed below do not require adjustment in the condensed interim financial statements.

Share conversion

On 23 July 2024, the Company announced the conversion into Sterling shares of Euro shares and Euro shares into Sterling shares based on the NAVs of the Company's Sterling and Euro Shares as at 30 June 2024. The Company received eligible conversion notices from shareholders in respect of 94,683 Sterling shares and 1,999,259 Euro shares. An application was made for the admission of 1,550,053 Sterling shares and 122,122 Euro Shares to the Official List of the UK Listing Authority and the Main Market for listed securities of the London Stock Exchange.

Notes to the Condensed Financial Statements (continued)

15. Events after the reporting period (continued)

Result of semi-annual tender process

On 23 August 2024, the Company announced that it received tender applications for the semi-annual tender process in respect of the September 2024 tender. 213,751 Sterling shares and 7,336,681 Euro shares were tendered for repurchase by the Company. 50 Sterling shares were tendered and successfully placed with third party investors.

Issue of Equity

2,500,000 shares were resold from treasury, as detailed below:

Date	Number of Sterling shares	Price per Sterling share
23 July 2024	500,000	£1.1663
24 July 2024	500,000	£1.1663
25 July 2024	500,000	£1.1663
30 July 2024	1,000,000	£1.1715

Director share purchases

The following shares were purchased by the Directors:

Director	Date	Number of Sterling shares	Price per share
Robert Kirkby	26 July 2024	25,974	£1.15478
Vanessa Neill	7 August 2024	8,860	£1.18512

Dividend declaration

On 31 July 2024, the Company declared a dividend of £0.020625 per Sterling share and €0.018125 per Euro share payable on 30 August 2024 to shareholders on the register as at 9 August 2024.

16. Controlling party

In the Directors' opinion, the Company has no ultimate controlling party.

Useful Information for Shareholders



Useful Information for Shareholders (Unaudited)

Investment Vehicle Information

The information in this section, as provided by the Investment Vehicle Manager, relates to the investment holding of the Company at the Investment Vehicle level. This section also provides the categorising of these assets according to the fair value hierarchy in accordance with IFRS 13 and detailing the quantitative information of significant unobservable inputs of the Level 3 investments held. These disclosures have been included to provide an insight to shareholders of the asset class mix held by the Investment Vehicle.

Financial assets and liabilities at fair value through profit or loss

As at 30 June 2024, the Company held a 45.83% (31 December 2023: 50.55%) interest in the net assets of the Investment Vehicle. This disclosure has not been apportioned according to the Company's pro rata share of net assets, as the Board believes doing so would be misleading and would not be an accurate representation of the Company's investment in the Investment Vehicle. Refer to the Useful Information for Shareholders section of the 2023 Annual Financial Report for details on the Investment Vehicle valuation process for level 3 investments.

	30 June 2024			
	Level 1 €'000	Level 2 €'000	Level 3 €'000	Total €'000
Financial assets				
Equity securities				
Equities and warrants	–	–	4,944	4,944
Debt securities				
Corporate bonds and other debt securities ¹	138,707	418,903	125,393	683,003
CLOs	–	–	40,509	40,509
Derivative financial instruments				
Forward currency contracts	–	144	–	144
Total	138,707	419,047	170,846	728,600

The carrying amounts of financial assets and financial liabilities at amortised cost and PECs continued to approximate their fair values as at 30 June 2024.

	31 December 2023			
	Level 1 €'000	Level 2 €'000	Level 3 €'000	Total €'000
Financial assets				
Equity securities				
Equities and warrants	–	–	15,534	15,534
Debt securities				
Corporate bonds and other debt securities ¹	136,089	303,227	140,548	579,864
CLOs	–	–	46,882	46,882
Derivative financial instruments				
Forward currency contracts	–	2,487	–	2,487
Total	136,089	305,714	202,964	644,767

Useful Information for Shareholders (Unaudited) (continued)

Financial assets and liabilities at fair value through profit or loss (continued)

¹ EUR 10.2 million of the debt securities grouped within the corporate bonds and other debt securities Level 1 category above are pledged as collateral for securities sold under agreements to repurchase (31 December 2023: EUR 12.3 million).

The carrying amounts of financial assets and financial liabilities at amortised cost and PECs continued to approximate their fair values as at 31 December 2023.

Transfers between Level 2 and Level 3

As of 30 June 2024, no investments were reclassified from Level 2 to Level 3 (31 December 2023: EUR 27.3 million). Investments with a market value of EUR 42 million were reclassified from Level 3 to Level 2 (31 December 2023: EUR 35.4 million).

Level 3 reconciliation

The following table shows a reconciliation of all movements in the fair value of financial instruments categorised within Level 3 between the beginning and the end of the reporting period/year.

	Equities and warrants €'000	Corporate bonds and other debt securities €'000	CLOs €'000	Total €'000
Balances as at 1 January 2023	18,641	144,364	51,617	214,622
Total (losses)/gains in Statement of Comprehensive Income during the year	(3,640)	(1,532)	8,824	3,652
Purchases/subscriptions	533	58,413	9,317	68,263
Sales/redemptions	–	(52,627)	(22,876)	(75,503)
Transfers into and out of Level 3	–	(8,070)	–	(8,070)
Balances as at 31 December 2023	15,534	140,548	46,882	202,964
Total gains in Statement of Comprehensive Income during the period	2,479	6,006	1,191	9,676
Purchases/subscriptions	–	51,664	12,290	63,954
Sales/redemptions	(13,069)	(30,850)	(19,854)	(63,773)
Transfers into and out of Level 3	–	(41,975)	–	(41,975)
Balances as at 30 June 2024	4,944	125,393	40,509	170,846
Total unrealised (losses)/gains at 31 December 2023 included in Statement of Comprehensive Income for assets held at the end of the year	(3,640)	(2,629)	9,520	3,251
Total unrealised gains at 30 June 2024 included in Statement of Comprehensive Income for assets held at the end of the period	2,478	5,099	1,297	8,874

Useful Information for Shareholders (Unaudited) (continued)

Quantitative information of significant unobservable inputs – Level 3

Description	30 June 2024 €'000	Valuation technique	Unobservable input	Range (weighted average)
Equities and warrants	3,714	Broker quotes/ other methods	Discount to broker quotes/ valuation method	N/A
Equities and warrants	1,152	Asset sale value	Transaction price constituents	N/A
Equities and warrants	78	Broker quotes/ other methods	Market multiples	6.3x – 6.3x
Corporate bonds and other debt securities	12,189	Discounted cash flow	Yield	7.3% – 11.3%
Corporate bonds and other debt securities	113,204	Broker quotes/market multiples/discounted cash flow	Cost of market transactions/multiple of listed companies/ management information	N/A
CLOs	40,509	Broker quotes/other methods	Specific valuations of the industry: expert valuation	N/A
Description	31 December 2023 €'000	Valuation technique	Unobservable input	Range (weighted average)
Equities and warrants	3,545	Broker quotes/ other methods	Discount to broker quotes/valuation method	N/A
Equities and warrants	11,989	Asset sale value	Transaction price constituents	N/A
Equities and warrants	–	Earnings–multiple	Market multiples	6.3x – 6.3x
Corporate bonds and other debt securities	8,480	Discounted cash flow	Yield	7.2% – 10.0%
Corporate bonds and other debt securities	132,067	Broker quotes/ other methods	Cost of market transactions/ Management information	N/A
CLOs	46,882	Broker quotes/ other methods	Specific valuations of the industry: expert valuation	N/A

Useful Information for Shareholders (Unaudited) (continued)

Quantitative information of significant unobservable inputs – Level 3 (continued)

The Board and CVC Credit Partners Investment Services Management Limited ("CPIM") have valued the CLO positions at bid-price as at 30 June 2024 and 31 December 2023, as they believe this is the most appropriate value for these positions. The Board and CPIM believe that where certain credit facilities are classified as Level 3 due to limited number of broker quotes, there is still sufficient supporting evidence of liquidity to value these at an undiscounted bid price.

The above categorisations and descriptions of valuation technique and unobservable inputs, including ranges, may vary year-on-year due to changes or evolutions in valuation techniques as well as the addition or removal of positions due to trade activity or transfers to or from Level 3.

Sensitivity analysis to significant changes in unobservable inputs within Level 3 hierarchy – Level 3

The significant unobservable inputs used in the fair value measurement categorised within Level 3 of the fair value hierarchy together with a quantitative sensitivity analysis are as shown below:

30 June 2024

Description	Input	Sensitivity used	Effect on fair value in €'000
Equities and warrants	Discount to broker quotes/ valuation method	20%	1,297/(1,186)
Equities and warrants	Transaction price constituents	20%	230/(230)
Equities and warrants	Market multiples	1x	62/(62)
Corporate bonds and other debt securities	Yield	2.5%	(769)/852
Corporate bonds and other debt securities	Cost of market transactions/ management information	10%	11,320/(11,320)
CLOs	Specific valuations of the industry: expert valuation	20%	8,102/(8,102)

31 December 2023

Description	Input	Sensitivity used	Effect on fair value in EUR '000
Equities and warrants	Discount to broker quotes/ valuation method	20%	1,265/(1,265)
Equities and warrants	Transaction price constituents	N/A	N/A
Equities and warrants	Market multiples	1x	60/(-)
Corporate bonds and other debt securities	Yield	2.5%	(466)/506
Corporate bonds and other debt securities	Cost of market transactions/ Management information	10%	13,207/(13,207)
CLOs	Specific valuations of the industry: expert valuation	20%	9,376/(9,376)

The above categorisations, unobservable inputs and use of sensitivity may vary year on year due to changes or evolutions in valuation techniques as well as the addition or removal of positions due to trade activity or transfers to or from Level 3.

Useful Information for Shareholders (Unaudited) (continued)

Sensitivity analysis to significant changes in unobservable inputs within Level 3 hierarchy – Level 3 (continued)

	Effective interest rate (EIR, %)	Maturity	30 June 2024 €'000	31 December 2023 €'000
Non-current interest-bearing loans and borrowings				
Loan – Bank (principal €147.0 million) (31 December 2023: €157.5 million)	5.18% (31 December 2023: 5.32%)	28 July 2025	147,000	154,964
Interest on loan – Bank			1,421	1,526
Total			148,421	156,490

The loan facility has a maturity date of 28 July 2025 and a rate of interest of (a) Margin of 0.95%; and (b) Euribor floor 0% payable on a quarterly basis.

The facility includes a covenant that a maximum of 20% of the Compartment's Gross Assets (as defined in the PPM) is invested or shall be invested in structured finance securities at any time. As at year-end, the Compartment had an exposure to structured finance securities (CLOs) of 5.56% (31 December 2023: 7.27%).

The financing bank has collateral to the loans held by the Compartment, and to high yield bonds (to the extent that these are not subject to a repurchase agreement), as well as to the cash accounts (excluding custody accounts).

Dividend history

Year/period ended	Total dividend paid per Sterling share	Total dividend paid per Euro share
2014	£0.03500	€0.03500
2015	£0.05000	€0.05000
2016	£0.06250	€0.06250
2017	£0.05250	€0.05250
2018	£0.05500	€0.05500
2019	£0.05500	€0.05500
2020	£0.04875	€0.04875
2021	£0.04750	€0.04750
2022	£0.05250	€0.05250
2023	£0.08125	€0.07000
2024 ¹	£0.06188	€0.04063

¹ Refers to the dividends declared and paid during the six months ended 30 June 2024.

Useful Information for Shareholders (Unaudited) (continued)

Index Disclaimer

The Credit Suisse Western European Leveraged Loan Index is an unmanaged market value-weighted index representing the investable universe of the U.S. dollar and Western European currencies-denominated leverage loan market. The index reflects reinvestment of all distributions and changes in market prices. The index inception is January 1998.

The indices are provided for informational purposes and comparison only and differ from the fund shown in their strategy, investment restrictions and guidelines. Indexes are unmanaged and do not reflect the deduction of fees and expenses payable by the fund. Other market return data also does not reflect the deduction of fees and expenses, which will reduce an investor's returns. Investments cannot be made directly in an index.

Benchmarks and financial indices are shown for illustrative purposes only and are provided for the purpose of making general market data available as a point of reference only. Information related to indices and benchmarks, has been provided by and/or is based on third party sources and, although believed to be reliable, has not been independently verified. Such benchmarks and financial indices may not be available for direct investment, may be unmanaged, assume reinvestment of income, do not reflect the impact of any trading commissions and costs, management or performance fees, and have limitations when used for comparison or other purposes because they, among other reasons, may have different trading strategy, volatility, credit, or other material characteristics (such as limitations on the number and types of securities or instruments). The Fund's investment objective is not restricted to the securities and instruments comprising any one index. No representation is made that any benchmark or index is an appropriate measure for comparison.

Alternative Performance Measures ("APMs")

In accordance with ESMA Guidelines on APMs, the Board has considered what APMs are included in the Half Yearly Financial Report which require further clarification. An APM is defined as a financial measure of historical or future financial performance, financial position, or cash flows, other than a financial measure defined or specified in the applicable financial reporting framework. APMs included in the financial statements, which are unaudited and outside the scope of IFRS, are deemed to be as follows:

Share price total return

The share price total return is expressed as a percentage of the change in the Sterling and Euro share price during the period, including the annual dividend paid during the period.

	30 June 2024		30 June 2023	
	Sterling shares	Euro shares	Sterling shares	Euro shares
Opening share price (A)	£1.0050	€0.9300	£0.9200	€0.8200
Closing share price (B)	£1.1450	€1.0000	£0.9500	€0.8650
Dividend per share (C)	£0.0619	€0.0406	£0.0438	€0.0350
Share price total return (D=((B-A+C)/A))	20.09%	11.90%	8.02%	9.76%

Useful Information for Shareholders (Unaudited) (continued)

Alternative Performance Measures ("APMs") (continued)

Dividend yield

The dividend yield ratio is calculated as the actual dividend per Sterling and Euro share expressed as a percentage of the Sterling and Euro share price (bid price).

	30 June 2024	30 June 2023
Sterling shares		
Dividend per Sterling share (A) ¹	£0.0994	£0.07125
Share price (bid price) (B)	£1.14500	£0.95000
Dividend yield (A/B)	8.68%	7.50%
Euro shares		
Dividend per Euro share (A) ¹	€0.0756	€0.06250
Share price (bid price) (B)	€1.00000	€0.86500
Dividend yield (A/B)	7.56%	7.23%

¹ Annual dividend per Sterling share and Euro share as at 30 June 2024 and 30 June 2023 is based on the four quarterly dividends announced and paid by the Company during the 12 months prior to the period end.

NAV total return

The Company's Sterling share and Euro share NAV capital return is calculated by dividing the difference between the closing NAV per share and the opening NAV per share, divided by the opening NAV per share. The income return is calculated by adding each dividend paid back to the NAV per share on the ex-dividend date (being the date dividends are deducted from the NAV of the Company). This amplifies the value of each dividend paid by the capital return and demonstrates the effect of reinvesting dividends back into the Company at the ex-dividend date. The total return is then determined by adding the capital and income return. The total return calculations for 30 June 2024 and 30 June 2023 are as follows:

	Dividend per share	30 June 2024	Dividend per share	30 June 2023
Sterling share				
Opening NAV per share		£1.1134		£0.9796
Closing NAV per share		£1.1525		£1.0470
<i>Capital return</i>		3.51%		6.89%
<i>Income return</i>	£0.0619	5.83%	£0.0438	4.64%
Total return		9.34%		11.53%
Euro share				
Opening NAV per share		€1.0070		€0.8902
Closing NAV per share		€1.0539		€0.9537
<i>Capital return</i>		4.66%		7.14%
<i>Income return</i>	€0.0406	4.20%	€0.0350	4.07%
Total return		8.86%		11.21%

Useful Information for Shareholders (Unaudited) (continued)

Alternative Performance Measures ("APMs") (continued)

NAV total return vs monitored indices

The NAV total return measures how the NAV per Sterling share and Euro share has performed over a period of time, taking into account both capital returns and dividends paid to shareholders. The Company quotes NAV total return as a percentage change from a certain point in time, such as the initial issuance of Sterling and Euro shares or the beginning of the period, to the latest reporting date, being 30 June 2024 in this instance. It assumes that dividends paid to shareholders are reinvested back into the Company therefore future NAV gains are not diminished by the paying of dividends.

The Board monitors the Company's NAV total return against the Credit Suisse Western European High Yield Index (hedged in Euros) total return and Credit Suisse Western European Leveraged Loan Index (hedged in Euros) total return.

The total return results for both the Company's NAV and the monitored indices over certain time periods to 30 June 2024 are presented below:

	3 Months	6 Months	12 Months	Since inception
Sterling NAV Total Return	3.86%	9.34%	20.38%	103.92%
Euro NAV Total Return	3.69%	8.86%	19.12%	85.80%
Credit Suisse Western European High Yield Index (hedged in Euros) Total Return	1.39%	2.61%	9.90%	49.73%
Credit Suisse Western European Leveraged Loan Index (hedged in Euros) Total Return	2.04%	4.13%	9.78%	53.76%

Discount

The NAV per share is the value of the Company's assets, less any liabilities it has, divided by the total number of Sterling and Euro shares. However, because the Company's ordinary shares are traded on the London Stock Exchange's Main Market, the share price may be higher or lower than the NAV. The difference is known as a premium or discount. The Company's premium or discount to NAV is calculated by expressing the difference between the period end respective share class price (bid price) and the period end respective share class NAV per share as a percentage of the respective NAV per share.

At 30 June 2024, the Company's Sterling shares and Euro shares traded at £1.1450 (30 June 2023: £0.9500) and €1.0000 (30 June 2023: €0.8650), respectively. The Sterling shares traded at a discount of 0.65% (30 June 2023: 9.27% discount) to the NAV per Sterling share of £1.1525 (30 June 2023: £1.0470) and the Euro shares traded at a discount of 5.12% (30 June 2023: 9.30% discount) to the NAV per Euro share of €1.0539 (30 June 2023: €0.9537).

Company Information

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Corporate Services Manager

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Registrar

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Distribution and Investor Relations Adviser to the Company

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London
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¹ BNP Paribas S.A., Jersey Branch is regulated by the Jersey Financial Services Commission.

For Investors in Switzerland:

The Fund may only be offered in Switzerland to qualified investors within the meaning of Article 10 CISA.

The Prospectus, the Memorandum and Articles of Association as well as the Annual and Half Yearly Financial Reports of the Company may be obtained free of charge from the Swiss Representative. In respect of the shares offered in Switzerland to qualified investors, the place of performance is at the registered office of the Swiss Representative. The place of jurisdiction is at the registered office of the Swiss Representative or at the registered office or place of residence of the investor.

Swiss Representative: First Independent Fund Services Ltd., Feldeggstrasse 12, CH-8008 Zurich, Switzerland.

Swiss Paying Agent: Helvetische Bank AG, Seefeldstrasse 215, CH-8008 Zurich, Switzerland.

