

# BBH Luxembourg Funds - BBH Income Fund

**BROWN**  
**BROTHERS**  
**HARRIMAN**

Fact Sheet (Class A) | April 2024

For Professional / Non-Retail Use Only in Germany, Luxembourg, and the UK

## Share Class Overview (As of 30/04/2024)

	Class A
ISIN	LU1966278639
Inception Date	02/11/2020
Total Net Assets (mil)	\$225.2
NAV	\$9.23

## Fund Facts (As of 30/04/2024)

Number of Securities Held	262
Effective Duration (years)	6.05
Weighted Average Life (years)	7.11
Yield to Maturity	6.07%

## Top 10 Credits (As of 30/04/2024)

Northwestern Mutual Life Insurance Company	1.2%
Banco Santander SA	1.2%
Truist Financial Corp	1.1%
Skandinaviska Enskilda Banken AB	1.0%
Roche Holdings Inc	1.0%
Trinity Capital Inc	1.0%
Hyundai Motor Co	1.0%
Apollo Global Management LLC	0.9%
Enstar Group Ltd	0.9%
Credit Acceptance Corp	0.9%
<b>Total</b>	<b>10.2%</b>

Reported as a percentage of total portfolio.

## Duration Distribution (As of 30/04/2024)

	Class A	Index
< 1 Yr	6.0%	0.6%
1 - 3 Yrs.	29.3%	25.3%
3 - 5 Yrs.	26.7%	22.8%
5 - 7 Yrs.	17.1%	19.4%
7 - 10 Yrs.	6.9%	16.3%
10 - 20 Yrs.	14.0%	15.6%
20+ Yrs.	0.0%	0.0%

Reported as a percentage of total portfolio securities.

## Fund Managers

**Andrew P. Hofer**  
Principal, Portfolio Manager

**Neil Hohmann, PhD**  
Partner, Portfolio Manager

**Paul Kunz, CFA**  
Principal, Portfolio Manager

## Diligent Selection

We employ a bottom-up process to identify opportunities across a broad range of sectors. If credit opportunities are scarce, we hold high quality reserves and wait for durable credits at attractive yields. The Fund's investments are primarily investment-grade, and active duration bets are avoided.

## Durable Credits

We seek credits able to withstand severe stress scenarios without permanent impairment of principal or interest. Our research focuses on an issuer's durability, transparency, management, and structure.

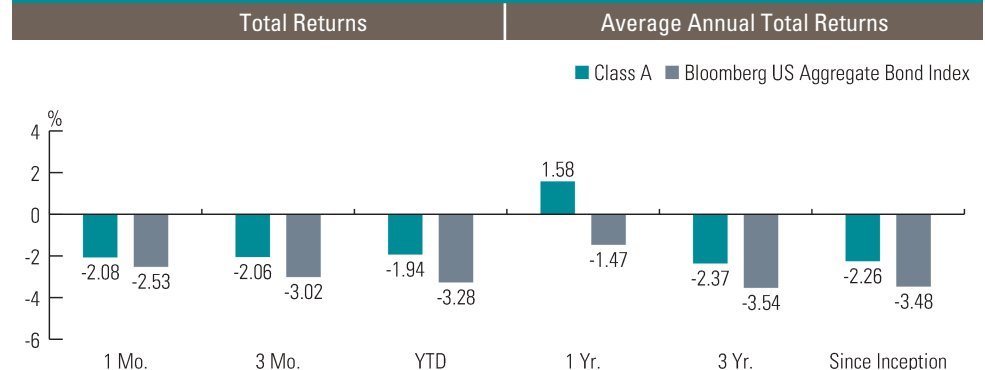
## Unique Valuation Focus

Our unique valuation framework attempts to ensure adequate levels of current income potential for each investment. We aim to provide investors with maximum total return, with an emphasis on current income, consistent with preservation of capital and prudent investment management, promote discipline, limit biases toward pursuing high yields, and focus our analysts' research efforts.

## Performance | Past performance does not predict future results

	Average Annual Returns (%)									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Class A	7.59%	-13.28%	0.13%	-	-	-	-	-	-	-
Index	5.53%	-13.01%	-1.54%	-	-	-	-	-	-	-

## Performance (As of 30/04/2024)

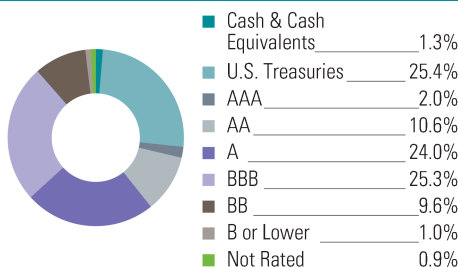


Class A: Ongoing Charges 0.55%. Inception Date: 02/11/2020  
Returns of less than one year are not annualized.

All performance is net of fees.  
Sources: BBH & Co. and Bloomberg

The past performance excludes the entry and exit charges. This figure may vary from year to year. It excludes portfolio transaction costs. Fund shares redeemed within 30 days of purchase may be subject to an exit charge of 1%. Subscription may be subject to an entry charge up to, but not to exceed, 3% of the initial price or subscription price.

## Credit Quality (As of 30/04/2024)



## Sector Distribution As of (30/04/2024)

Corporate Securities	73.0%
U.S. Treasuries	25.4%
Municipal Securities	0.2%
Cash & Cash Equivalents	1.3%

Portfolio holdings and characteristics are subject to change. Totals may not sum due to rounding.

Complete information on the Fund's risks and expenses can be found in the prospectus, which you should read carefully before investing.

This is a marketing communication. Please refer to the prospectus of the fund and the KIID/KIDs before making any final investment decisions.

An investment is in shares of the Fund and not in any underlying investment owned by the Fund.

Credit Quality letter ratings are provided by Standard and Poor's, Moody's, and Fitch and are presented as the higher of the three ratings. When a security is not rated by Standard & Poor's, Moody's, or Fitch, the highest credit ratings from DBRS and Kroll may be used. Absent a rating from these agencies, we may display Private Credit ratings, if permitted by the issuer, which could include ratings from Egan-Jones Ratings Co. Credit ratings reflect the credit quality of the underlying issues in the portfolio and not the portfolio itself. Credit rating exposure and composition are subject to change.

Issues with credit ratings of BBB or better are considered to be investment grade, with adequate capacity to meet financial commitments. Issues with credit ratings below BBB are considered speculative in nature and are vulnerable to the possibility of issuer failure or business interruption.

Duration is a measure of the portfolio's return sensitivity to changes in interest rates.

Weighted Average Life of securities excludes US Treasury futures positions.

Yield to Maturity is the rate of return the portfolio would achieve if all purchased bonds and derivatives were held to maturity, assuming all coupon and principal payments are received as scheduled and reinvested at the same yield to maturity. This figure is subject to change and is not meant to represent the yield earned by any particular security. Yield to Maturity is before fees and expenses.

Credits: obligations such as bonds, notes, loans, leases, and other forms of indebtedness, except for Cash and Cash Equivalents, issued by obligors other than the U.S. Government and its agencies, totaled at the level of the ultimate obligor or guarantor of the Obligation.

Under normal circumstances, the Fund is managed with the intention of maintaining an effective duration of between 80%-120% of the effective duration of Bloomberg U.S. Aggregate Index.

The Bloomberg US Aggregate Bond Index is provided for comparison purposes. The Bloomberg US Aggregate Bond Index is a market-weighted index that tracks the daily price, coupon, pay-downs, and total return performance of fixed-rate, publicly placed, dollar-denominated, and non-convertible investment grade debt issues with at least \$300 million par amount outstanding and with at least one year to final maturity.

The composition of the index is materially different than the Fund's holdings. The Fund is actively managed and does not measure its performance success nor alter its construction in relation to any particular benchmark or index. An index is not available for direct investment.

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## Risks

Investors in the Fund should be able to withstand short-term fluctuations in the fixed income markets in return for potentially higher returns over the long term. The value of portfolios changes every day and can be affected by changes in interest rates, general market conditions, and other political, social, and economic developments.

Bond prices may be sensitive to changes in interest rates and a rise in interest rates can cause a decline in their prices. Investing in the bond market is subject to certain risks including market, interest-rate, issuer, maturity, call, credit, and inflation risk; investments may be worth more or less than the original cost when redeemed.

Asset-Backed Securities ("ABS") are subject to risks due to defaults by the borrowers; failure of the issuer or servicer to perform; the variability in cash flows due to amortization or acceleration features; changes in interest rates which may influence the prepayments of the underlying securities; misrepresentation of asset quality, value or inadequate controls over disbursements and receipts; and the security being structured in ways that give certain investors less credit risk protection than others.

The Fund invests in derivative instruments, investments whose values depend on the performance of the underlying security, assets, interest rate, index or currency and entail potentially higher volatility and risk of loss compared to traditional stock or bond investments.

Non U.S. investing involves special risks including currency risk, increased volatility, political risks, and differences in auditing and other financial standards. Prices of emerging market securities can be significantly more volatile than the prices of securities in developed countries, and currency risk and political risks are accentuated in emerging markets.

Below investment grade bonds, commonly known as junk bonds, are subject to a high level of credit and market risks and are considered speculative.

The Fund may engage in certain investment activities that involve the use of leverage, which may magnify losses.

A significant investment of assets within one or more sectors, industries, securities and/or durations may increase its vulnerability to any single economic, political, or regulatory developments, which will have a greater impact on the Fund's return.

Illiquid investments subject the Fund to the risk that it may not be able to sell the investments when desired or at favorable prices.

There can be no assurance the Fund will achieve its investment objectives.

## Other Important Disclaimers

Brown Brothers Harriman & Co. ("BBH") is the promoter and principal distributor of the Funds. Brown Brothers Harriman Mutual Fund Advisory Department (a separately identifiable department of BBH) provides investment advice to the Funds. BBH Luxembourg Funds (the "Company") is a Luxembourg-registered Société d'Investissement à Capital Variable - undertaking for collective investment in transferrable securities (SICAV-UCITS) regulated by the Commission de Surveillance du Secteur Financier ("CSSF"), the Luxembourg financial services authority. The SICAV designated FundRock Management Company S.A. ("FundRock") to serve as its designated management company in accordance with Chapter 15 of the Luxembourg Law of 17th December 2010; FundRock Management Company S.A. was incorporated on 10 November 2004 for an unlimited duration under the laws of Luxembourg and registered on the official list of Luxembourg management companies.

Either Brown Brothers Harriman or FundRock may terminate arrangements for marketing under the denotification process in the new Cross-border Distribution Directive (Directive EU) 2019/1160.

BBH has prepared this communication for use on a confidential and limited basis solely for the information of those to whom it is transmitted and is not to be reproduced or used for any other purpose. This communication, that constitutes a marketing communication, is intended to be a general update of the Fund and does not constitute an offer to sell, or a solicitation of an offer to purchase, any interest in the Fund or any other investment product in any jurisdiction where such offer or solicitation is not lawful, where marketing to the intended recipient is prohibited or where the person making such offer or solicitation is not qualified to do so.

Subscriptions will only be received and shares issued on the basis of the current prospectus of the Company (the "Prospectus") and applicable Key Investor Information Documents of the Fund (the "KIIDs") or Key Information Documents of the Fund (the "KIDs"). Investment in this Fund entails risks which are described in more detail in the Prospectus and the KIIDs / KIDs. Investors should obtain and read a copy of the Prospectus and the KIIDs / KIDs before investing. Exit Charges are payable to the Fund and not BBH. For a copy of the Prospectus and the KIDs in English or German or the KIIDs in English, please contact the Company's representative or its local distributor, or access the following site: [www.bbhluxembourgfunds.com](http://www.bbhluxembourgfunds.com). The contact details of the Company's representatives in the countries where the Company is registered are provided below in the section for each country.

The Company complies with the European Directive 2009/65/EC on undertaking for collective investment in transferable securities (UCITS), dated 13 July 2009, which established a set of common rules in order to permit the cross border marketing of collective investment schemes. Unauthorized distribution, reproduction or redistribution of this document without the prior written permission of the Company is prohibited. Potential investors in the Fund should not treat the contents of this document as advice relating to legal, taxation, investment or any other matters and are recommended to consult their own professional advisers concerning the acquisition, holding or disposal of shares of the Fund.

Neither the Fund nor any of its shares have been registered, nor will be registered, under the U.S. Investment Company Act of 1940, as amended, or the U.S. Securities Act of 1933, as amended, and, as such, may not be offered or sold directly or indirectly in the United States or to a U.S. person.

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**For Prospective Investors Domiciled in Luxembourg: The Company's address in Luxembourg is 6, route de Trêve, L-2633 Senningerberg, Grand Duchy of Luxembourg (Tel.: +1-800-625-5759).**

**For Prospective Investors Domiciled in the UK: The Fund is duly registered with the UK Financial Conduct Authority.**

**For Prospective Investors Domiciled in Germany: The Fund is duly registered with the German Federal Financial Supervisory Authority, the Bundesanstalt für Finanzdienstleistungsaufsicht (BaFin). The representative agent of the Fund in Germany is Société Générale (Dejan Djurdjevi - Tel.: +49 (0) 69 7174 497).**

The Fund is classified as Article 6 under the Sustainable Finance Disclosure Regulation. The decision to invest in the fund should take into account all the characteristics or objectives of the fund as described in its prospectus. Complete information on the Fund's risks and expenses can be found in the prospectus.