

CIFC LONG/SHORT CREDIT FUND
(a sub-fund of CIFC Credit Funds ICAV)

Annual Report and Audited Financial Statements

For the year ended 31 December 2022

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

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CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Directors and Other Information

31 December 2022

Directors

Joshua Hughes (United Kingdom resident) ⁽¹⁾
Robert McGann (United States resident) ⁽¹⁾
Lisa Martensson (Irish resident) ⁽¹⁾⁽²⁾⁽³⁾
Donard McClean (Irish resident) ⁽¹⁾⁽²⁾
Claire Cawley (Irish resident) ⁽¹⁾⁽²⁾

Manager

Carne Global Fund Managers (Ireland) Limited
2nd Floor, Block E
Iveagh Court
Harcourt Road
Dublin 2
Ireland

Administrator, Registrar and Transfer Agent

JPMorgan Hedge Fund Services (Ireland) Limited
200 Capital Dock
79 Sir John Rogerson's Quay
Dublin 2, D02 RK57
Ireland

ICAV Secretary

Bradwell Limited
10 Earlsfort Terrace
Dublin 2, D02 T380
Ireland

Legal Advisers

Arthur Cox LLP
10 Earlsfort Terrace
Dublin 2, D02 T380
Ireland

Registered Office

10 Earlsfort Terrace
Dublin 2, D02 T380
Ireland

Investment Manager and Distributor

CIFC Asset Management LLC
24th Floor, 875 Third Avenue
New York, NY 10022
USA

Depository

J.P. Morgan SE - Dublin Branch
200 Capital Dock
79 Sir John Rogerson's Quay
Dublin 2, D02 RK57
Ireland

Independent Auditors

Deloitte Ireland LLP
Chartered Accountants and Statutory
Audit Firm
Deloitte & Touche House
Earlsfort Terrace
Dublin 2, D02 AY28
Ireland

Sub-Custodian

J.P. Morgan Chase Bank, National Association
(London Branch)
25 Bank Street
Canary Wharf
London, E14 5JP
United Kingdom

⁽¹⁾ Non-executive

⁽²⁾ Independent

⁽³⁾ Resigned on 18 May 2022

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Directors' Report

31 December 2022

The directors of the CIFC Credit Funds ICAV (the "ICAV") submit their report in respect of the CIFC Long/Short Credit Fund (the "Fund"), together with the Annual Report and the Audited Financial Statements of the Fund, for the year ended 31 December 2022.

The ICAV

The ICAV was registered in Ireland, registration number C422393, pursuant to the Irish Collective Asset-management Vehicles Act 2015 (the "ICAV Act") on 23 January 2020 and authorised by the Central Bank of Ireland (the "Central Bank") on 31 July 2020 as an Undertaking for Collective Investment in Transferable Securities ("UCITS") pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (S.I. No 352 of 2011), as amended and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2019, as amended (collectively the "Central Bank UCITS Regulations"). The sole object of the ICAV is the collective investment in either or both of (i) transferable securities; and (ii) other liquid financial assets referred to in Regulation 68 of the Central Bank UCITS Regulations of capital raised from the public and operating on the principle of risk spreading.

The ICAV is organised in the form of an umbrella fund with segregated liability between sub-funds. Each sub-fund has a distinct portfolio of investments in accordance with the investment objective and policies as set out in the relevant supplement of each sub-fund. At 31 December 2022, the ICAV has two sub-funds, the Fund and CIFC Global Floating Rate Credit Fund (the "GFR Credit Fund") (together the "Sub-Funds"). The GFR Credit Fund commenced operations on 22 June 2022. Separate financial statements have been prepared for each of the Sub-Funds. These financial statements relate only to the Fund. The annual report and audited financial statements of the Fund are available upon request and free of charge from the ICAV.

The Fund

Investment objective and policies and review of fund developments

The Fund is a sub-fund of the ICAV. The Fund was authorised by the Central Bank on 31 July 2020 and commenced operations on 10 August 2020.

The Fund's investment objective is to generate attractive risk-adjusted returns through all credit, economic and market environments.

The Fund seeks to achieve its investment objective by investing primarily, either directly or indirectly through financial derivative instruments, in investment grade and non-investment grade U.S., Canadian, U.K., and European debt and debt-related securities. The Fund may also invest, either directly or indirectly through financial derivative instruments, in equities and equity-related securities in an amount not to exceed 10% of the Net Asset Value ("NAV") of the Fund. The Fund is actively managed and is not managed in reference to a benchmark.

The business of the Fund is reviewed in detail in the Investment Manager's Report.

Risk management objectives and policies

The directors of the ICAV (the "Directors") have identified certain risks arising from the Fund's holdings and these risks are described in the ICAV's prospectus. The principal risks and uncertainties which the Fund faces relate to the use of financial instruments and are listed in Note 8 "Financial risk management".

Results

The financial statements of the Fund are presented on pages 17 to 27, with accompanying notes on pages 28 to 56.

31 December 2022

Significant events during the year

The outbreak of Coronavirus (COVID-19), declared by the World Health Organisation ("WHO") as a global pandemic in March 2020 has impacted many aspects of daily life and the global economy since this date. There has been no official change to its status as a pandemic, but this is expected in 2023 as the crisis is now considered broadly stable. We continue to be informed of new variants impacting different regions. The number of infections continue to increase but there is continued focus on rollout of vaccine programs and a significant drop in recorded mortality rates. Most travel movements and operational restrictions implemented by many countries have returned to normal. While many economies globally have reopened the pace of recovery has varied from country to country and most countries are also now impacted by the rising inflation as a global phenomenon. As we progress through 2023, there continues to be potential unforeseen economic consequences from this virus and market reaction to such consequences could be rapid and unpredictable and vary from country to country.

The Directors together with the Manager will continue to monitor business continuity and resilience processes with the objective of mitigating any ongoing impact of COVID-19.

Events arising in Ukraine, as a result of military action being undertaken by Russia in Ukraine, may impact on securities directly or indirectly related to companies domiciled in Russia and/or listed on exchanges located in Russia ("Russian Securities"). As at 31 December 2022, the Fund had no direct exposure to Russian Securities. The Directors are monitoring developments related to this military action, including current and potential future interventions of foreign governments and economic sanctions.

As part of the implementation of the J.P. Morgan legal entity strategy within Europe, J.P. Morgan Bank (Ireland) plc was merged into J.P. Morgan AG on 22 January 2022 (the "Merger Date") which at the same time changed its legal form from a German Stock Corporation (Aktiengesellschaft) to a European Company (Societas Europaea), being J.P. Morgan SE. This merger does not change the scope of services provided to the ICAV by J.P. Morgan Bank (Ireland) plc. With effect from the Merger Date, J.P. Morgan SE continues to carry out its depositary functions through J.P. Morgan SE - Dublin Branch. As legal successor of J.P. Morgan Bank (Ireland) plc, J.P. Morgan SE – Dublin Branch has assumed all rights and obligations that J.P. Morgan Bank (Ireland) plc had under the existing agreements with the ICAV. Any agreements in place with J.P. Morgan Bank (Ireland) plc have been transferred to J.P. Morgan SE - Dublin Branch by operation of law.

On 28 January 2022, the sole objects clause contained in the instrument of incorporation of the ICAV (the "Instrument of Incorporation") was updated to reflect the specific wording provided for in the Central Bank UCITS Regulations, as required pursuant to amendments introduced to the ICAV Act via the Investment Limited Partnership (Amendment) Act 2020.

On 14 March 2022, an updated supplement to the ICAV's prospectus was noted for launch of the GFR Credit Fund.

On 1 June 2022, an updated supplement for the Fund was noted by the Central Bank, reflecting a reduction in the Investment Management Fee from 0.75% to 0.65% per annum of the NAV attributable to Class A Shares. The updated supplement also reflected a reduction of the Performance Fee from 15% to 10% of the excess of the NAV per share for Class A Shares. The investment policy of the Fund was amended as of 1 June 2022 to expand the scope for investments in equity and equity-related securities beyond instances solely where they relate to restructuring or reorganization of an issuer of a debt security or in connection with a hedging strategy with respect to an issuer of debt security. The purpose of this change is to permit such investments where the Investment Manager considers appropriate in the context of the strategy of the Fund. The revised supplement also includes additional disclosure on the methodology for selecting such securities.

With effect from 18 May 2022, Lisa Martensson resigned as a Director of the ICAV.

Further details of these significant events during the year are disclosed in Note 18 "Significant events during the year".

31 December 2022

Subsequent events after the year end

Subsequent events after the year end are disclosed in Note 19 "Subsequent events".

Directors

The Directors that served during the year are listed on page 2.

Transactions involving Directors and ICAV Secretary

Contracts or arrangements of any significance in relation to the business of the Fund in which the Directors or the ICAV Secretary had any interest as defined in the ICAV Act, at any time during the year ended 31 December 2022, are disclosed in Note 11 "Related parties" in the notes to the financial statements.

Directors' remuneration

Details of the Directors' remuneration are outlined in Note 6 "Fees and expenses" in the notes to the financial statements.

Dealings with Connected Persons

In accordance with the requirements of the Central Bank UCITS Regulations, all transactions carried out with the ICAV by Carne Global Fund Managers (Ireland) Limited (the "Manager"), J.P. Morgan SE - Dublin Branch (the "Depositary"), delegates or sub-delegates of these parties (the "Connected Persons") must be conducted at arm's length and be in the best interests of Shareholders of the ICAV ("Shareholders"). The Board of Directors of the Manager, as responsible persons are satisfied that there are arrangements in place to ensure that the obligations set out in the Central Bank UCITS Regulations are applied to all transactions with Connected Persons and are complied when transactions with Connected Persons are entered into during the year.

Shareholders should note that not all Connected Persons as defined by the Central Bank UCITS Regulations are deemed related parties as defined by IAS 24 'Related Party Disclosures'.

Related Party Transactions

Transactions with related parties for the year ended 31 December 2022, are disclosed in Note 11 "Related parties" in the notes to the financial statements.

Dividends

The Fund has two types of Share classes ("Share Classes"): accumulating and distributing. The ICAV does not intend to make distributions in respect of accumulating classes. The ICAV intends to automatically re-invest all earnings, dividends and other distributions of whatever kind as well as realised capital gains pursuant to the investment objective and policies of the Fund for the benefit of the Shareholders. As a result, no dividends were paid in respect of the accumulating classes for the year ended 31 December 2022.

In respect of the distributing classes, if sufficient proceeds are available, the Directors intend to make a distribution to Shareholders of substantially the whole of the income of the Fund, as attributable to those distributing classes. Dividends are generally declared on a quarterly basis at the end of February, May, August and November, or more frequently at the discretion of the Directors, and are generally paid within 30 days of a dividend declaration. A total distribution of USD 15,268,816 (31 December 2021: USD 13,705,282) was made by the Fund on all distributing classes for the year ended 31 December 2022.

Soft commissions

There were no soft commission arrangements during the year.

Going concern

As at 31 December 2022, the Directors believe that the Fund will continue in operational existence for the foreseeable future. This is considered as appropriate, based on the financial position of the Fund as at 31 December 2022, as no material uncertainties related to events or conditions that may cast significant doubt about the ability of the Fund to continue as a going concern have been identified by the Directors. For this reason, the going concern basis has been adopted in preparing the financial statements.

31 December 2022

Accounting records

The Directors have ensured that adequate accounting record requirements under Sections 109 to 113 of the ICAV Act have been complied with by outsourcing this function to a specialist provider of such services. The accounting records are held by JPMorgan Hedge Fund Services (Ireland) Limited in their office which is located at 200 Capital Dock, 79 Sir John Rogerson's Quay, Dublin 2, D02 RK57, Ireland.

Statement on relevant audit information

In accordance with Section 128 of the ICAV Act:

- (i) so far as the Directors are aware, there is no relevant audit information of which the ICAV's statutory auditors are unaware; and
- (ii) the Directors have taken all steps that the Directors ought to have taken as Directors in order to make themselves aware of any relevant audit information and to ensure that the ICAV's statutory auditors are aware of that information.

Directors' responsibilities statement

The Directors are responsible for preparing the Directors' Report and financial statements in accordance with applicable laws and regulations.

The ICAV Act and the Central Bank UCITS Regulations require the Directors to prepare financial statements giving a true and fair view of the state of affairs and the profit or loss of the Fund for each year. Under that law they have elected to prepare the financial statements in accordance with International Financial Reporting Standards ("IFRS") as adopted by the European Union and applicable law.

The financial statements are required to give a true and fair view of the assets, liabilities and financial position of the Fund at the end of the year and of the profit or loss of the Fund for the year. In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether they have been prepared in accordance with IFRS as adopted by the European Union; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Fund will continue in business.

The Directors are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the assets, liabilities, financial position and profit or loss of the Fund and enable them to ensure that the financial statements and Directors' Report comply with the ICAV Act and enable the financial statements to be audited. The Directors believe that they have complied with the requirement with regard to adequate accounting records by employing an experienced administrator with appropriate expertise and adequate resources to prepare the financial statements.

The Directors are also responsible for safeguarding the assets of the Fund. In this regard they have entrusted the assets of the Fund to the Depositary who has been appointed to the Fund pursuant to the terms of a depositary agreement in accordance with the requirements of the Central Bank UCITS Regulations. The Directors have a general responsibility for taking such steps as are reasonably open to them to prevent and detect fraud and other irregularities. The Directors are also responsible for preparing a Directors' Report that complies with the requirements of the ICAV Act.

The maintenance and integrity of the financial information pertaining to the Fund and published on the ICAV's website is the responsibility of the Directors. Legislation in Ireland governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

31 December 2022

Corporate governance statement

(a) General requirements

The ICAV is subject to compliance with the requirements of the ICAV Act and the Central Bank UCITS Regulations. During the year under review, the ICAV was subjected to corporate governance imposed by:

- i. The ICAV Act which is available for inspection at the registered office of the ICAV;
- ii. The Instrument of Incorporation of the ICAV which is available for inspection at the registered office of the ICAV at 10 Earlsfort Terrace, Dublin 2, D02 T380, Ireland; and
- iii. The Central Bank UCITS Regulations which can be obtained from the Central Bank's website at: <https://www.centralbank.ie/regulation/industry-market-sectors/funds/ucits> and is available for inspection at the registered office of the ICAV.

The Directors have adopted the voluntary Irish Funds (formerly Irish Funds Industry Association) ("IF") Corporate Governance Code for Irish domiciled Collective Investment Schemes and Management Companies, issued 14 December 2011 (the "Code"). The Directors have reviewed and assessed the measures included in the Code and consider its corporate governance practices and procedures since the adoption of the Code as consistent therewith.

(b) Board of Directors

In accordance with the ICAV Act and the Instrument of Incorporation, unless otherwise determined by an ordinary resolution of the ICAV in general meeting, the number of Directors may not be less than two. The Board of Directors (the "Board") currently comprises of four Directors, two of whom are independent. Details of the current Directors are set out in the "Directors and Other Information" section on page 2, under the heading "Directors".

The Board meets on at least a quarterly basis to fulfil its responsibilities. However, additional meetings in addition to the four meetings may be convened as required and the Board may meet more frequently in general sessions of the Board to discuss matters of general importance to the ICAV. The Board has determined that based on a) Investor(s) profile and b) current review/reporting practices and procedures, the Board is effective in fulfilling its governance responsibilities.

The ICAV operates under the delegated model whereby the Board has appointed the Manager to act as manager to the ICAV and Fund. The Manager is a private limited company and was incorporated in Ireland on 10 November 2003 under the registration number 377914 and has been authorised by the Central Bank to act as a UCITS management company. Other third party service providers are appointed to the ICAV as outlined below, without abrogating the Board's overall responsibility. The Manager has retained certain functions and conducts ongoing oversight (including risk monitoring) in respect of its delegated functions. The Board has mechanisms in place for monitoring the exercise of such delegated functions which are always subject to the supervision and direction of the Board. These delegations of functions and the appointment of regulated third party entities are detailed in the ICAV's prospectus. In summary, they are:

1. The Manager has delegated certain investment management and distribution services in respect of the Fund to CIFC Asset Management LLC (the "Investment Manager"). The Investment Manager has direct responsibility, and is accountable to, the Board of the ICAV, for the investment performance of the Fund. The Investment Manager has internal controls and risk management processes in place to seek to ensure that all applicable risks pertaining to its management of the Fund are identified, monitored and managed at all times and appropriate reporting is made to the Board on a quarterly basis.
2. The Manager has delegated certain of its administration functions in respect of the Fund to JPMorgan Hedge Fund Services (Ireland) Limited (the "Administrator") which has responsibility for the day to day administration of the Fund including the calculation of the NAV. The Administrator is regulated by and under the supervision of the Central Bank.

31 December 2022

Corporate governance statement (continued)

(b) Board of Directors (continued)

3. The Manager has delegated certain of its registration and transfer agency functions in respect of the Fund to the Administrator which also acts as registrar and transfer agent of the ICAV and has responsibility for receiving and processing of subscription and redemption orders, allotting and issuing shares, related shareholder services, registration and maintaining the Shareholders' register of the ICAV.
4. The Board has appointed J.P. Morgan SE - Dublin Branch as depositary ("Depositary") of its assets which has responsibility for the safekeeping of assets and exercising independent oversight over how the ICAV is managed, all in accordance with the regulatory framework applicable to the ICAV. The Depositary is regulated by and under the supervision of the Central Bank. The Depositary has entered into written agreements delegating the performance of its safekeeping function in respect of certain of the ICAV's assets to sub-custodians. The list of sub-custodians appointed by the Depositary is set out in schedule 4 of the ICAV's prospectus. The use of sub-custodians depends on the markets in which the ICAV invests.

The providers of these services and other service providers are set out in the "Directors and Other Information" section on page 2 of this report.

Board materials, including a detailed agenda of items for consideration at each Board meeting, minutes of the previous meeting and reports from various internal and external service providers are generally circulated in advance of the meeting to allow all Directors adequate time to review the material and assess the performance of the service providers.

The quorum necessary for the transaction of business at a meeting of Directors is two. All Directors generally attend all Board Meetings.

The Board has not directly established any committees to whom business is delegated.

(c) Internal control and risk management systems in relation to financial reporting

The Board is ultimately responsible for overseeing the establishment and maintenance of adequate internal control and risk management systems of the ICAV in relation to the financial reporting process.

The Manager has appointed the Administrator to maintain the accounting records of the ICAV independently of the Investment Manager and through this appointment the Board has procedures in place to ensure that all relevant accounting records are properly maintained and are readily available, including production of financial statements.

Subject to the supervision of the Board, the appointment of the Administrator is intended to manage rather than eliminate the risk of failure to achieve the ICAV's financial reporting objectives and can only provide reasonable and not absolute assurance against material misstatement or loss. The Board is responsible for assessing the risk of irregularities whether caused by fraud or error in financial reporting and for ensuring that processes are in place for the timely identification of internal and external matters with a potential effect on financial reporting. The appointment of the Administrator independent of the Investment Manager is intended to mitigate though not eliminate the risk of fraud or irregularities which may impact the financial statements of the ICAV.

31 December 2022

Corporate governance statement (continued)

(c) Internal control and risk management systems in relation to financial reporting (continued)

During the period covered by these financial statements, the Board was responsible for the review and approval of the financial statements as set out in the Directors' Responsibilities Statement. The statutory financial statements are required to be audited by Independent Auditors who report to the Board on their findings. The Board monitors and evaluates the Independent Auditors' performance, qualifications and independence. As part of its review procedures, the Board receives presentations from relevant parties including consideration of IFRS and their impact on the financial statements, and presentations and reports on the audit process. The Board evaluates and discusses significant accounting and reporting issues as the need arises. The audited financial statements of the ICAV are required to be approved by the Board and filed with the Central Bank.

Independent Auditors

Deloitte Ireland LLP, Chartered Accountants and Statutory Audit Firm, have been appointed, in accordance with Section 125 of the ICAV Act, to act as independent Auditors of the ICAV and its sub-funds.

On behalf of the Board of Directors:



Director:

Date: 27 April 2023



Director:

2022 Review^{i,ii,iii,iv}**Fund Performance**

The CIFIC Long / Short Credit Fund (the “Fund”) produced a return of +1.62% (gross) and +0.74% (net) for the year ended 31 December 2022. Inception-to-date, the Fund has returned +10.38% (gross) and +7.18% (net) through 31 December 2022.

The Fund performed well in 2022, mainly by protecting capital during severe market drawdowns. Specifically, in June and September 2022, the BAML US Cash Pay High Yield Index (“JOAO”) posted negative returns of 6.79% and 4.01%, respectively, while the Fund’s gross returns were close to flat in those months (down 0.09% and 0.05%, respectively). In addition, the Fund’s assets increased roughly 10% in 2022 and ended the year at \$839MM.

Portfolio

The Fund invests in a variety of ways to take advantage of market dislocations in U.S. High Yield. Long and short investments in the Fund are based on both fundamental and technical considerations. Fundamental ideas are presented and vetted by CIFIC’s deep and experienced investment team, which seeks to capitalize on catalyst/event driven total return opportunities, mispriced assets and relative value inefficiencies. Technical ideas are generated by the trading group and the Portfolio Manager as they look to identify momentum and take advantage of liquidity in specific segments of the market. Bonds are checked by the investment analysts to confirm that the issuers are likely to perform as expected and that there are no significant credit specific risks of which we need to be aware.

As part of our investment process, we break the High Yield market into distinct groups based on what we think will be key investment factors over the course of the year. We use these baskets to help position the portfolio to be long parts of the market that we expect to perform best and short parts of the market we think will be more challenged. We currently break out the U.S. High Yield market as follows: Short Duration Non-Recession (4% of the market), Short Duration-Recession Exposed (2%), Distressed (4%), High Quality Long Duration (14%), Energy (13%), Regular Duration Recession (33%), Other CCC-Rated (5%) and Other (25%).

Our thesis entering the year was that global quantitative tightening would not only lead to higher interest rates but would also pressure risk assets, which had been inflated in price following years of central bank support. We believed complacency existed in the CCC part of the market as managers reached for yield in prior periods. We have often seen CCC bonds gap lower in risk off environments as buyers take advantage of anxious sellers.

The Fund also benefitted from identifying market dislocations and shorting certain shorter duration bonds. For example, some high dollar price bonds with near term maturities were not pricing in the risk that companies may have trouble accessing the market if financing conditions became more challenging. These short positions, other portfolio hedges and understanding the technical drivers of the market helped protect capital during the year. Despite the Fund’s long bias, we were able to produce positive returns during the second-worst drawdown in the history of the High Yield market.

Market Activity in 2022

2022 got off to a rough start for credit investors from the first trading day of the year when the 10-year treasury fell by roughly a full point (ending the first week of trading down over two points, or 25bps wider). By the end of April, the 10-year treasury was 140bps wider and the S&P 500 was down over 13% on the back of Russia invading Ukraine and the reality that global central banks were late to try and tame inflation. The perfect storm of rising rates during a risk off environment knocked the U.S. High Yield market down nearly 14% through the end of June. CCC's, which outperformed to start the year, plummeted in the second quarter and were down 16.9% for the first half overall. We note that the first-half 2022 drawdown was quite orderly by historical standards (outside of CCC's), as most traditional asset managers did not experience severe outflows despite negative returns.

The second half of 2022 brought significant volatility for the U.S. High Yield market (up 6.0% in July, down 6.4% in August-September, up 6.5% in October-December 14 and down 2.4% in the last 11 trading days of the year.) Volatility was driven by inflation and jobs data along with hawkish central bank commentary around having more work to do in the first half of 2023.

Given the asset class's performance and volatility in 2022, the U.S. High Yield new issue market declined by 78% from the record issuance of 2021. At just over \$100B of new bonds, High Yield capital markets saw their worst year since the Global Financial Crisis. One area of support for the market came from \$113B of High Yield bonds upgraded to investment grade. The combination of rising stars and lackluster new issue caused the U.S. High Yield market to shrink to \$1.2T as of 31 December 2022 from \$1.6T a year earlier.

As we previously indicated, trading volumes in the High Yield market tend to increase in times of volatility, leading to increased market liquidity (e.g., 2020 rose by 20% compared to 2019). This dynamic proved out again in 2022 as trading volumes increased 6% year-over-year despite a \$350B+ decline in new issue, which tends to turn over at an above average rate.

Outlook

We continue to remain cautious on the outlook for global growth. We recognize that yields and spreads are both higher than they were entering 2022 while consumer spending has been buoyed by strong consumer balance sheets and the robust job market. However, we are concerned about the impact rising rates will have on global economies. We also fear the possibility of unintended consequences from the aggressive actions taken by global central banks. With that in mind, we believe 2023 will be more of a bond picker's market than we have seen in some time. On the whole, we prefer to take rate risk over credit risk and are more likely to invest in higher quality bonds. That being said, we will closely monitor economic data and geopolitical events to identify opportunities to shift our positioning. Specifically, we will be closely watching:

- Central bank activity/commentary, which has remained hawkish through year end 2022
- Global growth, which is expected to face meaningful headwinds
- Inflation expectations, which should influence interest rates and consumer spending
- Other fallout from the significant rise in interest rates, including the impact on CMBS
- Company's ability to protect margins by cutting costs and maintaining price increases
- Cash levels at High Yield accounts
- Geopolitics--specifically related to U.S./China relations and the war in the Ukraine
- Commentary from our sector analysts about what management teams are saying (in order to identify developing trends).

As always, we will strive to continue to dynamically position the Fund to benefit from the technicals of the overall High Yield market, as well as its various sub-segments. From this perspective, we estimate that High Yield investors' cash balances have been above average for some time. New issue supply should pick up after a dearth of primary activity in 2022. An inability for on the run High Yield companies to access the market would be concerning considering the amount of bond and loan maturities coming due over the next 24 months. We expect High Yield new issuance to be bolstered by some loan only companies seeking to raise capital in the High Yield market. In our view, the street remains balanced in its positioning and prefers to remain that way in the near term. ETFs represent a small part of the market but remain a driver of volatility at times, as fund flows can shift quickly into and out of these assets, creating market imbalances. We continue to believe that understanding the liquidity and technicals of the market will be key drivers of returns.

In summary, we believe we will have opportunities to buy discounted bonds at attractive levels throughout the year. We will rely on the analysis of the CIFIC investment team to identify the right companies to lend to and our trading group to identify the parts of the market to focus our attention. We expect volatility to remain high and hope to benefit from targeted trade ideas and identifying market dislocations in the months ahead.

CIFIC Asset Management LLC

March 2023

ⁱ In considering any performance data herein, each recipient should bear in mind that past performance is not indicative of future results and there can be no assurances that an investment will achieve comparable results or that the entire principal investment will not be lost. This material is reflective of CIFIC's current opinion and assumptions and may change without notice.

ⁱⁱ Gross performance shown does not reflect the deduction of management fees and any other fees and expenses incurred in the management of the Fund. Net performance is representative of an investor in Class USD B-1 subject to a 0.5% management fee, a 10% incentive fee and a 30bps expense cap. Fund inception was August 10, 2020. Past performance is not indicative of future results.

ⁱⁱⁱ Source: BofA Merrill Lynch US Cash Pay High Yield Index ("J0A0"), data as of 31 December 2022. The BofA Merrill Lynch High Yield High Yield Index (J0A0) is an unmanaged index used as a general measure of market performance consisting of fixed-rate, coupon-bearing bonds with an outstanding par which is greater than or equal to \$50 million, a maturity range greater than or equal to one year and must be less than BBB/Baa3-rated but not in default.

^{iv} Source: Bloomberg, data as of 31 December 2022.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

DEPOSITARY'S REPORT TO THE SHAREHOLDERS

We, J.P. Morgan SE – Dublin Branch, appointed Depositary to CIFC Credit Funds ICAV (the “Entity”) provide this report solely in favour of the investors of the Entity as a body for the year ended 31 December 2022 (“the Accounting Period”). This report is provided in accordance with the UCITS Regulations – European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (SI No 352 of 2011) as amended, (“the UCITS Regulations”). We do not, in the provision of this report, accept nor assume responsibility for any other purpose or person to whom this report is shown.

In accordance with our Depositary obligation as provided for under the UCITS Regulations, we have enquired into the conduct of the Entity for the Accounting Period and we hereby report thereon to the investors of the Fund as follows;

We are of the opinion that the Entity has been managed during the Accounting Period, in all material respects:

- (i) in accordance with the limitations imposed on the investment and borrowing powers of the Entity by the constitutional documents and by the UCITS Regulations; and
- (ii) otherwise in accordance with the provisions of the constitutional document and the UCITS Regulations.

For and on behalf of



J.P. Morgan SE – Dublin Branch
200 Capital Dock, 79 Sir John Rogerson's Quay
Dublin 2
Ireland



Date: 27 April 2023

J.P. Morgan SE – Dublin Branch

J.P. Morgan, 200 Capital Dock, 79 Sir John Rogerson's Quay, Dublin 2, D02 RK57, Ireland
Telephone: +353 1 612 3000 • Facsimile +353 1 612 3123
Registered in Ireland, Dublin, under the number 909645 on the register of companies in the Companies Registration Office in Ireland (the CRO).

Head Office: J.P. Morgan SE • Taunustor 1 (TaunusTurm), DE-60310 Frankfurt am Main, Germany • Commercial register of the local court of Frankfurt am Main, HRB 126056 • Management Board: Stefan Behr (Chairperson), Nicholas Conron, Pablo Garnica, Burkhard Kübel-Sorger, Matthieu Wiltz • Chairperson of the Supervisory Board: Mark S. Garvin

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF CIFIC LONG/SHORT CREDIT FUND

Report on the audit of the annual accounts

Opinion on the annual accounts of CIFIC Long/Short Credit Fund (the 'ICAV')

In our opinion the annual accounts:

- give a true and fair view of the assets, liabilities and financial position of the ICAV as at 31 December 2022 and of the profit for the financial year then ended; and
- have been properly prepared in accordance with the relevant financial reporting framework and the applicable Regulations.

The annual accounts we have audited comprise:

- the Statement of Financial Position;
- the Statement of Comprehensive Income;
- the Statement of Changes in Net Assets;
- the Statement of Cash Flows; and
- the related notes 1 to 19, including a summary of significant accounting policies as set out in note 2.

The relevant financial reporting framework that has been applied in their preparation is the Irish Collective Asset-Management Vehicles Act 2015 ("the ICAV Act") and International Financial Reporting Standards (IFRS) as adopted by the European Union ("the relevant financial reporting framework").

The applicable regulations that have been applied in their preparation is the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 and Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations, 2019 ("the applicable Regulations").

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. Our responsibilities under those standards are described below in the "*Auditor's responsibilities for the audit of the annual accounts*" section of our report.

We are independent of the ICAV in accordance with the ethical requirements that are relevant to our audit of the annual accounts in Ireland, including the Ethical Standard issued by the Irish Auditing and Accounting Supervisory Authority, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the annual accounts, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the annual accounts is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the ICAV's ability to continue as a going concern for a period of at least twelve months from when the annual accounts are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

/Continued on next page

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF CIFIC LONG/SHORT CREDIT FUND**Other information**

The other information comprises the information included in the Annual Report, other than the annual accounts and our auditor's report thereon. The directors are responsible for the other information contained within the annual report. Our opinion on the annual accounts does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the annual accounts or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the annual accounts or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of annual accounts that give a true and fair view and have been properly prepared in accordance with the ICAV Act, and for such internal control as the directors determine is necessary to enable the preparation of annual accounts that are free from material misstatement, whether due to fraud or error.

In preparing the annual accounts, the directors are responsible for assessing the ICAV'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 ICAV or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the annual accounts

Our objectives are to obtain reasonable assurance about whether the annual accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (Ireland) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual accounts.

As part of an audit in accordance with ISAs (Ireland), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the annual accounts, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the ICAV's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ICAV's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the annual accounts or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause the entity (or where relevant, the group) to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual accounts, including the disclosures, and whether the annual accounts represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that the auditor identifies during the audit.

/Continued on next page

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF CIFIC LONG/SHORT CREDIT FUND

Report on other legal and regulatory requirements

Matters on which we are required to report by the ICAV Act and the applicable Regulations

In our opinion, the information given in the directors' report is consistent with the annual accounts and the directors' report has been prepared in accordance with the ICAV Act.

Matters on which we are required to report by exception

Based on the knowledge and understanding of the ICAV and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

We have nothing to report in respect of the provisions in the ICAV Act which require us to report to you if, in our opinion, the disclosures of directors' remuneration specified by the ICAV Act are not made.

Opinion on other matters prescribed by the applicable Regulations

Based solely on the work undertaken in the course of the audit, we report that:

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- In our opinion the accounting records of the ICAV were sufficient to permit the annual accounts to be readily and properly audited.
- The annual accounts are in agreement with the accounting records.

Use of our report

This report is made solely to the ICAV's shareholders, as a body, in accordance with Section 120(1) (b) of the ICAV Act. Our audit work has been undertaken so that we might state to the ICAV's shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the ICAV and the ICAV's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.



Brian Forrester
For and on behalf of Deloitte Ireland LLP
Chartered Accountants and Statutory Audit Firm
Deloitte & Touche House, Earlsfort Terrace, Dublin 2

Date: 28 April 2023

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

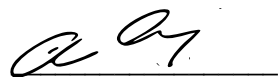
Statement of Financial Position

As at 31 December 2022

(Expressed in United States Dollars)

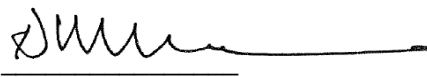
	Note	USD 31 December 2022	USD 31 December 2021
Assets			
Financial assets at fair value through profit or loss	8(e)	709,525,969	701,344,357
Cash and cash equivalents	2(h)	96,118,423	34,168,133
Cash collateral	2(m)	48,775,000	28,345,000
Receivables for securities sold	2(n)	6,067,413	1,943,941
Interest receivable	2(o)	8,474,445	8,634,450
Other receivables and prepayments		50,628	172,013
Total assets		869,011,878	774,607,894
Liabilities			
Financial liabilities at fair value through profit or loss	8(e)	8,244,330	1,511,981
Securities purchased payable	2(n)	20,045,827	63,032
Investment Management Fee payable	6	795,854	342,139
Management Fee payable	6	46,123	16,103
Performance Fee payable	6	526,244	2,266,221
Equalisation credit payable	6	150	83,641
Accrued expenses and other liabilities		432,167	427,390
Total liabilities		30,090,695	4,710,507
Net assets attributable to holders of redeemable participating shares		838,921,183	769,897,387

Approved on behalf of the Board of Directors:



Director

Date: 27 April 2023



Director

The accompanying notes form an integral part of these financial statements.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Schedule of Investments

As at 31 December 2022

(Expressed in United States Dollars)

<u>Description</u>	<u>Maturity Date</u>	<u>Coupon %</u>	<u>Holding</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Corporate Bonds						
<u>Canada</u>						
1011778 BC ULC/New Red Finance Inc.	15/04/2025	5.75%	17,106,000	17,190,176	17,001,967	2.03%
GFL Environmental Inc.	15/08/2029	4.38%	4,144,000	3,480,593	3,517,116	0.42%
Quebecor Media Inc.	15/01/2023	5.75%	6,956,000	7,022,839	6,949,879	0.83%
<u>Total Canada (2021: 3.07%)</u>				<u>27,693,608</u>	<u>27,468,962</u>	<u>3.28%</u>
<u>France</u>						
Altice France	15/01/2028	5.50%	3,984,000	3,457,863	3,128,516	0.37%
<u>Total France (2021: 0.00%)</u>				<u>3,457,863</u>	<u>3,128,516</u>	<u>0.37%</u>
<u>Netherlands</u>						
<u>Total Netherlands (2021: 1.35%)</u>				<u>-</u>	<u>-</u>	<u>-</u>
<u>United Kingdom</u>						
Virgin Media Secured Finance plc	15/08/2030	4.50%	1,121,000	915,016	938,501	0.11%
<u>Total United Kingdom (2021: 0.00%)</u>				<u>915,016</u>	<u>938,501</u>	<u>0.11%</u>
<u>United States of America</u>						
Adobe Inc.	01/02/2023	1.70%	1,593,000	1,584,781	1,589,217	0.19%
ADT Security Corp/The	15/06/2023	4.13%	9,820,000	9,771,868	9,738,344	1.16%
Albertsons Cos Inc./Safeway Inc./New	15/03/2026	7.50%	6,030,000	6,450,402	6,167,302	0.74%
Albertsons Cos Inc./Safeway Inc./New	15/02/2023	3.50%	10,414,000	10,423,158	10,364,446	1.24%
American Tower	15/08/2029	3.80%	5,964,000	5,543,001	5,437,802	0.65%
Apple Inc.	13/01/2023	2.40%	7,444,000	7,435,681	7,440,519	0.89%
Aramark Services Inc.	01/05/2025	6.38%	9,671,000	10,202,930	9,571,776	1.14%
Ardagh Packaging Finance plc/Ardagh						
Holdings USA Inc.	15/08/2026	4.13%	2,857,000	2,442,438	2,480,686	0.30%
AssuredPartners	15/01/2029	5.63%	545,000	460,525	449,265	0.05%
Avis Budget Car Rental LLC / Avis						
Budget Finance Inc.	01/04/2028	4.75%	1,988,000	1,724,590	1,677,555	0.20%
Ball Corp.	15/11/2023	4.00%	17,973,000	18,162,128	17,644,975	2.10%
Berry Global Inc.	15/07/2026	4.88%	8,430,000	8,171,856	8,123,674	0.97%
Brink's Co./The	15/07/2025	5.50%	7,508,000	7,395,380	7,384,481	0.88%
Caesars Entertainment Inc.	01/07/2027	8.13%	4,632,000	4,629,491	4,560,714	0.54%
Calpine Corp.	01/03/2031	3.75%	5,232,000	4,318,230	4,217,930	0.50%
Campbell Soup Co.	15/03/2023	3.65%	4,973,000	4,956,092	4,959,818	0.59%
CCO Holdings LLC/CCO Holdings						
Capital Corp.	01/03/2023	4.00%	34,313,000	34,450,520	34,184,389	4.07%
CCO Holdings LLC/CCO Holdings						
Capital Corp.	01/09/2029	6.38%	5,963,000	5,668,548	5,615,148	0.67%
CCO Holdings LLC/CCO Holdings						
Capital Corp.	01/03/2030	4.75%	1,861,000	1,598,134	1,590,857	0.19%
CCO Holdings LLC/CCO Holdings						
Capital Corp.	15/08/2030	4.50%	2,796,000	2,327,670	2,316,234	0.28%
CCO Holdings LLC/CCO Holdings						
Capital Corp.	01/02/2031	4.25%	2,793,000	2,269,313	2,246,689	0.27%

The accompanying notes form an integral part of these financial statements.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Schedule of Investments (continued)

As at 31 December 2022

(Expressed in United States Dollars)

<u>Description</u>	<u>Maturity Date</u>	<u>Coupon %</u>	<u>Holding</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Corporate Bonds (continued)						
<u>United States of America (continued)</u>						
CDI Escrow Issuer Inc.	01/04/2030	5.75%	4,971,000	4,567,558	4,464,873	0.53%
Clarios Global LP/Clarios US Finance Co.	15/05/2026	6.25%	1,988,000	1,978,060	1,945,434	0.23%
DCP Midstream Operating LP	15/03/2023	3.88%	15,869,000	15,877,586	15,804,731	1.88%
DuPont de Nemours Inc.	15/11/2023	5.72%	17,020,000	17,018,298	17,095,149	2.04%
Entegris Escrow Corp.	15/04/2029	4.75%	1,987,000	1,978,914	1,816,023	0.22%
Ford Motor Co.	12/02/2032	3.25%	1,500,000	1,102,500	1,127,745	0.13%
Ford Motor Credit Co. LLC	09/01/2023	3.09%	13,550,000	13,504,265	13,557,077	1.62%
Ford Motor Credit Co. LLC	15/02/2023	4.14%	9,352,000	9,336,073	9,340,310	1.11%
Ford Motor Credit Co. LLC	04/05/2023	3.10%	3,876,000	3,840,103	3,847,899	0.46%
Ford Motor Credit Co. LLC	17/06/2031	3.63%	7,952,000	6,360,385	6,262,893	0.75%
Frontier Communications Holdings LLC	01/05/2028	5.00%	2,210,000	1,967,575	1,923,385	0.23%
General Mills Inc.	15/02/2024	3.65%	10,345,000	10,182,997	10,170,810	1.21%
General Motors Financial Co Inc.	05/01/2023	4.74%	1,706,000	1,705,488	1,705,872	0.20%
Goodyear Tire & Rubber Co./The	31/05/2025	9.50%	8,428,000	9,006,180	8,673,863	1.03%
Graphic Packaging International LLC	15/08/2024	4.13%	10,697,000	10,390,973	10,526,115	1.25%
Gray Television Inc.	15/10/2030	4.75%	4,971,000	4,337,201	3,537,538	0.42%
HCA Inc.	15/03/2024	5.00%	26,855,000	27,052,450	26,722,365	3.19%
Hertz Corp./The	01/12/2029	5.00%	6,137,000	4,825,806	4,663,506	0.56%
Hilcorp Energy I LP/Hilcorp Finance Co.	01/02/2031	6.00%	1,491,000	1,319,535	1,291,666	0.15%
Humana Inc.	03/08/2023	0.65%	6,734,000	6,544,098	6,561,682	0.78%
International Game Technology plc	15/04/2026	4.13%	4,668,000	4,417,095	4,359,699	0.52%
International Game Technology plc	15/02/2025	6.50%	1,493,000	1,504,944	1,504,526	0.18%
Iron Mountain Inc.	15/07/2030	5.25%	1,398,000	1,254,705	1,218,014	0.15%
Iron Mountain Inc.	15/09/2029	4.88%	1,888,000	1,666,160	1,649,885	0.20%
Iron Mountain Inc.	15/07/2032	5.63%	1,469,000	1,296,393	1,275,667	0.15%
Iron Mountain Information Management Services Inc.	15/07/2032	5.00%	895,000	769,700	744,770	0.09%
JPMorgan Chase & Co.	25/01/2023	3.20%	5,800,000	5,789,560	5,795,674	0.69%
Kellogg Co.	01/12/2023	2.65%	12,129,000	11,867,014	11,873,148	1.42%
Kraft Heinz Foods Co.	15/05/2027	3.88%	5,006,000	5,451,599	4,800,533	0.57%
Level 3 Financing Inc.	01/07/2028	4.25%	8,923,000	8,352,163	7,048,992	0.84%
Live Nation Entertainment Inc.	15/01/2028	3.75%	3,967,000	3,762,173	3,390,109	0.40%
Live Nation Entertainment Inc.	01/11/2024	4.88%	2,710,000	2,650,203	2,628,143	0.31%
Macy's Retail Holdings LLC	15/03/2032	6.13%	3,774,000	3,245,640	3,177,708	0.38%
Mattel Inc.	01/04/2026	3.38%	3,814,000	3,512,575	3,511,568	0.42%
McDonald's Corp.	01/04/2023	3.35%	14,214,000	14,258,195	14,161,780	1.69%
Medline Borrower LP	01/04/2029	3.88%	2,969,000	2,449,425	2,394,988	0.29%
Metropolitan Life Global Funding I	10/01/2023	3.00%	934,000	932,664	933,689	0.11%
MGM Resorts International	15/03/2023	6.00%	10,419,000	10,729,613	10,404,466	1.24%
Mozart Debt Merger Sub Inc.	01/10/2029	5.25%	4,660,000	3,874,730	3,709,616	0.44%
Nabors Industries Inc.	15/05/2027	7.38%	3,976,000	4,085,340	3,856,123	0.46%
Nationstar Mortgage Holdings Inc.	15/12/2030	5.13%	3,190,000	2,386,675	2,468,047	0.29%
Neptune Bidco US Inc.	15/04/2029	9.29%	3,723,000	3,667,155	3,516,206	0.42%
Occidental Petroleum Corp.	01/07/2024	6.95%	10,047,000	10,382,898	10,240,103	1.22%
Occidental Petroleum Corp.	01/09/2025	5.88%	7,203,000	7,512,933	7,187,730	0.86%
Occidental Petroleum Corp.	15/07/2027	8.50%	325,000	367,250	350,564	0.04%
Occidental Petroleum Corp.	01/09/2030	6.63%	1,988,000	2,191,770	2,058,842	0.25%
Occidental Petroleum Corp.	15/09/2036	6.45%	497,000	547,943	508,061	0.06%

The accompanying notes form an integral part of these financial statements.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Schedule of Investments (continued)

As at 31 December 2022

(Expressed in United States Dollars)

<u>Description</u>	<u>Maturity Date</u>	<u>Coupon %</u>	<u>Holding</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Corporate Bonds (continued)						
<u>United States of America (continued)</u>						
OneMain Finance Corp	15/01/2027	3.50%	2,707,000	2,315,860	2,244,699	0.27%
Oracle Corp.	15/09/2023	2.40%	14,198,000	13,904,101	13,913,062	1.66%
Performance Food Group Inc.	01/05/2025	6.88%	1,085,000	1,092,430	1,089,112	0.13%
PetSmart Inc./PetSmart Finance Corp.	15/02/2029	7.75%	5,150,000	4,892,465	4,846,498	0.58%
Pilgrim's Pride Corp.	15/04/2031	4.25%	6,020,000	5,253,833	5,129,040	0.61%
Post Holdings Inc.	15/01/2028	5.63%	2,480,000	2,396,840	2,338,157	0.28%
Post Holdings Inc.	15/04/2030	4.63%	2,825,000	2,415,375	2,434,797	0.29%
Seagate HDD Cayman	01/06/2023	4.75%	4,881,000	4,914,375	4,862,062	0.58%
Sealed Air Corp.	01/12/2024	5.13%	14,557,000	14,395,098	14,327,291	1.71%
Sealed Air Corp.	15/09/2025	5.50%	2,799,000	2,792,003	2,764,035	0.33%
Sensata Technologies BV	01/11/2024	5.63%	2,029,000	2,010,953	2,025,126	0.24%
Sensata Technologies Inc.	15/02/2031	3.75%	1,987,000	1,584,633	1,637,636	0.20%
Spirit AeroSystems Inc.	30/11/2029	9.38%	1,901,000	1,984,169	2,003,559	0.24%
Sprint Corp.	15/06/2024	7.13%	6,403,000	7,162,690	6,545,313	0.78%
Sprint Corp.	15/09/2023	7.88%	13,087,000	13,610,900	13,300,384	1.59%
Standard Industries Inc./NJ	15/07/2030	4.38%	4,679,000	3,885,034	3,822,788	0.46%
Starbucks Corp.	01/03/2023	3.10%	15,820,000	15,758,306	15,774,763	1.88%
Starbucks Corp.	14/02/2032	3.00%	5,964,000	5,292,931	5,114,502	0.61%
Sunoco LP/Sunoco Finance Corp.	15/05/2029	4.50%	4,679,000	4,069,165	4,099,482	0.49%
Targa Resources Partners LP/Targa						
Resources Partners Finance Corp.	15/07/2027	6.50%	4,920,000	5,264,438	4,959,212	0.59%
Tenet Healthcare Corp.	15/01/2030	4.38%	3,125,000	2,648,638	2,710,375	0.32%
Tenet Healthcare Corp.	15/06/2030	6.13%	1,883,000	1,770,020	1,797,427	0.21%
Thermo Fisher Scientific Inc.	18/04/2023	4.16%	1,604,000	1,602,075	1,600,468	0.19%
Thermo Fisher Scientific Inc.	18/10/2023	4.20%	4,657,000	4,639,117	4,640,865	0.55%
T-Mobile USA Inc.	15/04/2027	5.38%	10,714,000	10,857,259	10,835,754	1.29%
TransDigm Inc.	15/12/2025	8.00%	10,940,000	11,557,929	11,121,651	1.33%
Uber Technologies Inc.	01/11/2026	8.00%	3,971,000	4,232,844	3,992,728	0.48%
UnitedHealth Group Inc.	15/06/2023	3.50%	3,515,000	3,481,959	3,495,752	0.42%
US Foods Inc.	15/04/2025	6.25%	8,430,000	8,457,014	8,355,505	1.00%
Vail Resorts Inc.	15/05/2025	6.25%	3,637,000	3,659,266	3,643,258	0.43%
Vistra Operations Co. LLC	15/02/2027	5.63%	2,705,000	2,647,335	2,575,116	0.31%
Vistra Operations Co. LLC	01/05/2029	4.38%	1,481,000	1,318,090	1,280,761	0.15%
Yum! Brands Inc.	15/01/2030	4.75%	4,000,000	3,789,550	3,676,720	0.44%
Yum! Brands Inc.	01/11/2023	3.88%	23,562,000	23,427,425	23,128,968	2.76%
<u>Total United States of America (2021: 73.60%)</u>				<u>620,893,416</u>	<u>609,656,274</u>	<u>72.70%</u>
Total Corporate Bonds (2021: 78.02%)				<u>652,959,903</u>	<u>641,192,253</u>	<u>76.46%</u>
Government bonds						
<u>United States of America</u>						
United States Treasury Bill	03/01/2023		20,000,000	19,908,506	20,000,000	2.38%
United States Treasury Bill	05/01/2023		20,000,000	19,972,389	19,995,960	2.38%
United States Treasury Bill	10/01/2023		20,000,000	19,985,650	19,985,960	2.38%
<u>Total United States of America (2021: 7.79%)</u>				<u>59,866,545</u>	<u>59,981,920</u>	<u>7.14%</u>
Total Government bonds (2021: 7.79%)				<u>59,866,545</u>	<u>59,981,920</u>	<u>7.14%</u>

The accompanying notes form an integral part of these financial statements.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Schedule of Investments (continued)

As at 31 December 2022

(Expressed in United States Dollars)

<u>Description</u>	<u>Maturity Date</u>	<u>Coupon %</u>	<u>Holding</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Total Loan Notes (2021: 1.78%)				-	-	-
Total Exchange Traded Fund (2021: 1.96%)				-	-	-

<u>Description</u>	<u>Maturity Date</u>	<u>Amount Bought</u>	<u>Amount Sold</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Unrealised Gain on Forward Foreign Currency Contracts					
(Counterparty: Brown Brothers Harriman)					
Buy CHFUSD	17/01/2023	23,465	(25,158)	241	0.00%
Buy EURUSD	17/01/2023	300,613,509	(317,847,582)	3,300,198	0.39%
Buy USDGBP	17/01/2023	6,560,490	(5,423,867)	33,780	0.00%
Total Unrealised Gain on Forward Foreign Currency Contracts (2021: 1.49%)				3,334,219	0.39%

<u>Description</u>	<u>Maturity Date</u>	<u>Notional Amount</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Credit Default Swaps				
(Counterparty: Barclays Bank Plc)				
<u>United States of America</u>				
MDC Holdings	20/12/2027	4,969,000	221,315	0.03%
Toll Brothers	20/12/2027	4,969,000	228,065	0.03%
<u>Total United States of America (2021: 0.00%)</u>			449,380	0.06%
Total Credit Default Swaps (2021: 0.00%)			449,380	0.06%

<u>Description</u>	<u>Maturity Date</u>	<u>Number of Contracts</u>	<u>Notional Amount</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Listed Put Options					
(Counterparty: Barclays Bank Plc)					
<u>United States of America</u>					
SPDR S&P 500 ETF Trust	01/03/2023	1,906	71,475,000	35,261	0.00%
<u>Total United States of America (2021: 0.01%)</u>				35,261	0.00%
Total Unrealised Gain on Listed Put Options (2021: 0.01%)				35,261	0.00%

<u>Description</u>	<u>Maturity Date</u>	<u>Notional Amount</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Total Return Swaps				
(Counterparty: Barclays Bank Plc)				
<u>Germany</u>				
Mercer International Inc.	18/01/2023	(5,212,800)	49,713	0.01%
<u>Total Germany (2021: 0.00%)</u>			49,713	0.01%

The accompanying notes form an integral part of these financial statements.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Schedule of Investments (continued)

As at 31 December 2022

(Expressed in United States Dollars)

<u>Description</u>	<u>Maturity Date</u>	<u>Notional Amount</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Total Return Swaps (continued)				
(Counterparty: Barclays Bank Plc) (continued)				
<u>United States of America</u>				
American Axle & Manufacturing Inc.	18/01/2023	(955,000)	48,329	0.01%
Ardagh Packaging Finance plc/Ardagh Holdings USA Inc.	18/01/2023	(2,785,575)	54,014	0.01%
Avis Budget Car Rental LLC/Avis Budget Finance Inc.	18/01/2023	(1,858,780)	47,443	0.01%
BellRing Brands Inc.	18/01/2023	(4,590,100)	88,077	0.01%
CCO Holdings LLC/CCO Holdings Capital Corp.	18/01/2023	(5,590,313)	222,657	0.03%
Clarios Global LP/Clarios US Finance Co.	18/01/2023	(1,988,000)	36,985	0.00%
Colgate Energy Partners III LLC	18/01/2023	(2,576,125)	173,306	0.02%
Dana Inc.	18/01/2023	(1,401,250)	26,956	0.00%
Entegris Inc.	18/01/2023	(1,698,885)	75,236	0.01%
Ford Motor Co.	18/01/2023	(7,425,530)	272,243	0.03%
Ford Motor Credit Co. LLC	18/01/2023	(2,181,250)	119,793	0.01%
Fortune Brands Innovations Inc.	18/01/2023	(4,454,363)	110,108	0.01%
Goodyear Tire & Rubber Co./The	18/01/2023	(3,581,336)	72,342	0.01%
Gray Television Inc.	18/01/2023	(6,492,500)	289,690	0.03%
Hilcorp Energy I LP/Hilcorp Finance Co.	18/01/2023	(1,397,813)	71,474	0.01%
HUB International Ltd.	18/01/2023	(1,819,020)	82,552	0.01%
Iris Holding Inc.	18/01/2023	(2,594,340)	118,939	0.01%
Kraft Heinz Foods Co.	18/01/2023	(4,747,901)	44,024	0.01%
Live Nation Entertainment Inc.	18/01/2023	(3,664,850)	132,279	0.02%
LYB International Finance III LLC	18/01/2023	(4,061,409)	92,319	0.01%
Nabors Industries Ltd.	18/01/2023	(3,775,757)	26,016	0.00%
Nationstar Mortgage Holdings Inc.	18/01/2023	(3,480,070)	133,074	0.02%
Oasis Petroleum Inc.	18/01/2023	(2,937,270)	20,417	0.00%
OneMain Finance Corp.	18/01/2023	(2,719,335)	119,297	0.01%
Real Hero Merger Sub 2 Inc.	18/01/2023	(1,441,300)	76,451	0.01%
SBA Communications Corp.	18/01/2023	(5,646,420)	134,498	0.02%
Sensata Technologies BV	18/01/2023	(1,942,293)	51,427	0.01%
Stagwell Global LLC	18/01/2023	(4,058,550)	191,475	0.02%
Townsquare Media Inc.	18/01/2023	(1,856,910)	93,467	0.01%
Uber Technologies Inc.	18/01/2023	(3,921,363)	92,017	0.01%
United Airlines Inc.	18/01/2023	(2,803,080)	39,602	0.00%
United Rentals North America Inc	18/01/2023	(2,609,250)	108,102	0.01%
United States Treasury Note/Bond	18/01/2023	(1,445,772)	85,295	0.01%
Yum! Brands Inc.	18/01/2023	(5,203,590)	180,583	0.02%
<u>Total United States of America (2021: 0.03%)</u>			<u>3,530,487</u>	<u>0.41%</u>
(Counterparty: BNP Paribas)				
<u>Canada</u>				
Bombardier Inc.	16/02/2023	(2,300,041)	7,108	0.00%
<u>Canada Total (2021: 0.00%)</u>			<u>7,108</u>	<u>0.00%</u>
<u>France</u>				
Altice France SA/France	16/02/2023	(3,698,822)	36,404	0.00%
<u>Total France (2021: 0.00%)</u>			<u>36,404</u>	<u>0.00%</u>

The accompanying notes form an integral part of these financial statements.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Schedule of Investments (continued)

As at 31 December 2022

(Expressed in United States Dollars)

<u>Description</u>	<u>Maturity Date</u>	<u>Notional Amount</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Total Return Swaps (continued)				
(Counterparty: BNP Paribas) (continued)				
<u>Germany</u>				
Mercer International Inc.	16/02/2023	(959,619)	7,407	0.00%
<u>Total Germany (2021: 0.00%)</u>			<u>7,407</u>	<u>0.00%</u>
<u>United States of America</u>				
Alliant Holdings Intermediate LLC/Alliant Holdings Co-Issuer	16/02/2023	(3,587,647)	12,484	0.00%
American Builders & Contractors Supply Co Inc.	16/02/2023	(2,396,155)	31,271	0.00%
Calpine Corp.	16/02/2023	(4,514,430)	98,775	0.01%
Hertz Corp./The	16/02/2023	(7,345,180)	199,916	0.02%
HUB International Ltd.	16/02/2023	(873,277)	1,017	0.00%
Kaiser Aluminum Corp.	16/02/2023	(3,361,088)	54,733	0.01%
Level 3 Financing Inc.	16/02/2023	(7,576,412)	107,190	0.01%
Macy's Retail Holdings LLC	16/02/2023	(3,406,035)	46,321	0.01%
Occidental Petroleum Corp.	16/02/2023	(3,252,064)	34,215	0.00%
OneMain Finance Corp.	16/02/2023	(1,575,080)	46,468	0.01%
PGT Innovations Inc.	16/02/2023	(3,172,461)	27,566	0.00%
RP Escrow Issuer LLC	16/02/2023	(2,236,800)	96,747	0.01%
Sonic Automotive Inc.	16/02/2023	(302,543)	5,578	0.00%
Tronox Inc.	16/02/2023	(3,937,700)	52,707	0.01%
Victoria's Secret & Co.	16/02/2023	(3,808,978)	86,829	0.01%
<u>Total United States of America (2021: 0.02%)</u>			<u>901,817</u>	<u>0.10%</u>
Total Unrealised Gain on Total Return Swaps (2021: 0.05%)			<u>4,532,936</u>	<u>0.52%</u>
Total Derivative Assets (2021: 1.55%)			<u>8,351,796</u>	<u>0.97%</u>
Total Financial Assets at Fair Value Through Profit or Loss (2021: 91.10%)			<u>709,525,969</u>	<u>84.57%</u>

<u>Description</u>	<u>Maturity Date</u>	<u>Amount Bought</u>	<u>Amount Sold</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Unrealised Loss on Forward Foreign Currency Contracts					
(Counterparty: Brown Brothers Harriman)					
Buy GBPUSD	17/01/2023	279,646,216	(344,098,766)	(7,591,667)	(0.90%)
Buy USDEUR	17/01/2023	178,297	(168,076)	(1,259)	(0.00%)
Total Unrealised Loss on Forward Foreign Currency Contracts (2021: (0.02%))				<u>(7,592,926)</u>	<u>(0.90%)</u>

<u>Description</u>	<u>Maturity Date</u>	<u>Number of Contracts</u>	<u>Notional Amount</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Listed Put Options					
(Counterparty: Barclays Bank Plc)					
Total Unrealised Loss on Listed Put Options (2021: (0.01%))				<u>-</u>	<u>-</u>

The accompanying notes form an integral part of these financial statements.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Schedule of Investments (continued)

As at 31 December 2022

(Expressed in United States Dollars)

<u>Description</u>	<u>Maturity Date</u>	<u>Notional Amount</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Credit Default Swaps				
(Counterparty: Barclays Bank Plc)				
<u>United States of America</u>				
KB Home	20/12/2027	4,969,000	(363,751)	(0.04%)
<u>Total United States of America (2021: 0.00%)</u>			<u>(363,751)</u>	<u>(0.04%)</u>
Total Credit Default Swaps (2021: 0.00%)			<u>(363,751)</u>	<u>(0.04%)</u>
Total Return Swaps				
(Counterparty: Barclays Bank Plc)				
<u>Canada</u>				
Methanex Corp.	18/01/2023	(3,545,146)	(468)	(0.00%)
<u>Total Canada (2021: (0.01%))</u>			<u>(468)</u>	<u>(0.00%)</u>
<u>United States of America</u>				
Oscar AcquisitionCo LLC/Oscar Finance Inc.	18/01/2023	(2,623,280)	(68,331)	(0.01%)
<u>Total United States of America (2021: (0.06%))</u>			<u>(68,331)</u>	<u>(0.01%)</u>
(Counterparty: BNP Paribas)				
<u>Canada</u>				
<u>Total Canada (2021: (0.01%))</u>			<u>-</u>	<u>-</u>
<u>United States of America</u>				
Cleveland-Cliffs Inc.	16/02/2023	(3,508,619)	(53,136)	(0.01%)
Constellium SE	16/02/2023	(3,734,808)	(56,994)	(0.01%)
Dornoch Debt Merger Sub Inc.	16/02/2023	(987,549)	(68,824)	(0.01%)
Lamb Weston Holdings Inc.	16/02/2023	(2,596,406)	(19,554)	(0.00%)
Outfront Media Capital LLC/Outfront Media Capital Corp.	16/02/2023	(3,595,476)	(20,346)	(0.00%)
<u>Total United States of America (2021: (0.09%))</u>			<u>(218,854)</u>	<u>(0.03%)</u>
Total Unrealised Loss on Total Return Swaps (2021: (0.17%))			<u>(287,653)</u>	<u>(0.04%)</u>
Total Derivative Liabilities (2021: (0.20%))			<u>(8,244,330)</u>	<u>(0.98%)</u>
Total Financial Liabilities at Fair Value Through Profit or Loss (2021: (0.20%))			<u>(8,244,330)</u>	<u>(0.98%)</u>
Total Financial Assets and Liabilities at Fair Value Through Profit or Loss			701,281,639	83.59%
Other Net Assets			137,639,544	16.41%
Net Assets Attributable to Holders of Redeemable Participating Shares			<u>838,921,183</u>	<u>100.00%</u>
			Fair Value USD	% of Total Assets
<u>UCITS Regulations analysis - unaudited</u>				
Transferable securities admitted to official stock exchange listing			701,174,173	80.69%
Financial derivative instruments - OTC			107,466	0.01%
Total Portfolio			<u>701,281,639</u>	<u>80.70%</u>

The accompanying notes form an integral part of these financial statements.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Statement of Comprehensive Income

For the year ended 31 December 2022

(Expressed in United States Dollars)

	Note	USD 31 December 2022	USD 31 December 2021
Investment income			
Dividend income		133,243	41,083
Interest income		812,224	42,948
Interest income earned on investments held at fair value through profit and loss	2(j)	28,615,135	21,106,375
Net loss on financial assets and liabilities at fair value through profit or loss	2(f),8	(91,462,278)	(19,224,976)
Net gain on foreign exchange translation	2(e),8	60,501	27,125
Total (loss)/gain		<u>(61,841,175)</u>	<u>1,992,555</u>
Expenses			
Investment Management Fee	6	(4,854,728)	(2,870,248)
Management Fee	6	(191,868)	(143,551)
Performance Fee	6	(264,142)	(2,483,933)
Establishment costs	2(p),9	-	(237,865)
Other expenses	7	<u>(1,984,463)</u>	<u>(1,350,047)</u>
Total expenses		<u>(7,295,201)</u>	<u>(7,085,644)</u>
Voluntary Expense Cap, reimbursable by the Investment Manager	6	-	81,023
Total net expenses		<u>(7,295,201)</u>	<u>(7,004,621)</u>
Finance costs			
Distributions to holders of redeemable participating shares	2(q),13	(15,268,816)	(13,705,282)
Interest expense		<u>(13,705)</u>	<u>(33,087)</u>
Total finance costs		<u>(15,282,521)</u>	<u>(13,738,369)</u>
Net decrease in net assets resulting from operations attributable to holders of redeemable participating shares		<u>(84,418,897)</u>	<u>(18,750,435)</u>

Gains and losses arose solely from continuing investment activities. There were no gains or losses other than those presented in the Statement of Comprehensive Income.

The accompanying notes form an integral part of these financial statements.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)**Statement of Changes in Net Assets**

For the year ended 31 December 2022

(Expressed in United States Dollars)

	USD 31 December 2022	USD 31 December 2021
Net assets attributable to holders of redeemable participating shares at the beginning of the year	769,897,387	320,936,147
Subscriptions of redeemable participating shares issued during the year	337,321,859 ^{1,2}	607,172,369 ^{3,4}
Redemptions of redeemable participating shares redeemed during the year	(183,962,657) ^{1,2}	(139,377,053) ^{3,4}
Equalisation credit issued	83,641	-
Equalisation carried forward	(150)	(83,641)
Net decrease in net assets resulting from operations attributable to holders of redeemable participating shares	(84,418,897)	(18,750,435)
Net assets attributable to holders of redeemable participating shares at the end of the year	838,921,183	769,897,387

¹Includes USD 100,000 in relation to exchange of shares (non-cash transaction) from USD Class B-1 (Accumulating) to Euro Class C-1 (Accumulating).

²Includes USD 74,978 in relation to exchange of shares (non-cash transaction) from GBP Class B-1 Accumulating to GBP Class B-2 Accumulating.

³Includes change in beneficial ownership (non-cash transactions) of USD 1,165,959.

⁴Includes USD 52,767,594 in relation to exchange of shares (non-cash transaction) from GBP Class A-2 Distributing to GBP Class C-2 Distributing.

The accompanying notes form an integral part of these financial statements.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Statement of Cash Flows

For the year ended 31 December 2022

(Expressed in United States Dollars)

	USD 31 December 2022	USD 31 December 2021
Cash flows from operating activities:		
Net decrease in net assets resulting from operations attributable to holders of redeemable participating shares	(84,418,897)	(18,750,435)
Operating loss before working capital changes	(84,418,897)	(18,750,435)
Net increase in financial assets and financial liabilities at fair value through profit or loss	(1,449,263)	(461,325,191)
Net increase in cash collateral	(20,430,000)	(16,090,000)
Net decrease/(increase) in other assets	281,390	(5,673,109)
Net increase/(decrease) in securities purchased payable and receivables for securities sold	15,859,323	(10,027,887)
Net (decrease)/increase in fee payable and accrued expenses	(1,251,465)	1,286,119
Cash used in operations	(6,990,015)	(491,830,068)
Net cash used in operating activities	(91,408,912)	(510,580,503)
Cash flows from financing activities		
Subscriptions of redeemable participating shares issued during the year	337,146,881 ^{1,2}	553,238,816 ^{3,4}
Redemptions of redeemable participating shares redeemed during the year	(183,787,679) ^{1,2}	(85,443,500) ^{3,4}
Net cash provided by financing activities	153,359,202	467,795,316
Net increase/(decrease) in cash and cash equivalents	61,950,290	(42,785,187)
Cash and cash equivalents at the beginning of the year	34,168,133	76,953,320
Cash and cash equivalents at the end of the year	96,118,423	34,168,133
Supplementary information		
Dividend received	133,243	41,083
Interest received	29,587,364	15,540,076
Interest paid	(13,705)	(33,087)

¹Excludes USD 100,000 in relation to exchange of shares (non-cash transaction) from USD Class B-1 (Accumulating) to Euro Class C-1 (Accumulating).

²Excludes USD 74,978 in relation to exchange of shares (non-cash transaction) from GBP Class B-1 Accumulating to GBP Class B-2 Accumulating.

³Excludes change in beneficial ownership (non-cash transactions) of USD 1,165,959.

⁴Excludes USD 52,767,594 in relation to exchange of shares (non-cash transaction) from GBP Class A-2 Distributing to GBP Class C-2 Distributing.

The accompanying notes form an integral part of these financial statements.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)
Notes to the Financial Statements

For the year ended 31 December 2022
(Expressed in United States Dollars)

1. General information

The Fund is a sub-fund of the ICAV. The Fund commenced operations on 10 August 2020. The ICAV was registered in Ireland, with registration number C422393, pursuant to the ICAV Act on 23 January 2020 and authorised by the Central Bank on 31 July 2020 as a UCITS pursuant to the UCITS Regulations and the Central Bank UCITS Regulations. The sole object of the ICAV is the collective investment in either or both of (i) transferable securities; and (ii) other liquid financial assets referred to in Regulation 68 of the UCITS Regulations of capital raised from the public and operating on the principle of risk-spreading.

The ICAV is organised in the form of an umbrella fund with segregated liability between sub-funds. Each sub-fund has a distinct portfolio of investments in accordance with the investment objective and policies as set out in the relevant supplement of each sub-fund. At 31 December 2022, the ICAV has two sub-funds, the Fund and the GFR Credit Fund. The GFR Credit Fund commenced operations on 22 June 2022. Separate financial statements have been prepared for each of the Sub-Funds. These financial statements relate only to the Fund.

The Fund's investment objective is to generate attractive risk-adjusted returns through all credit, economic and market environments.

The Fund seeks to achieve its investment objective by investing primarily, either directly or indirectly through FDI, in investment grade and non-investment grade U.S., Canadian, U.K., and European debt and debt-related securities. The Fund may also invest, either directly or indirectly through FDI, in equities and equity-related securities in an amount not to exceed 10% of the NAV of the Fund. The Fund is actively managed and is not managed in reference to a benchmark.

The Manager has appointed the Investment Manager as investment manager and distributor of the Fund pursuant to the investment management and distribution agreement between the Manager, the ICAV and the Investment Manager dated 31 July 2020, as amended.

The registered office of the ICAV is 10 Earlsfort Terrace, Dublin 2, D02 T380, Ireland. The Administrator is appointed as the administrator of the ICAV and the Depositary is appointed as the depositary of the ICAV. The Depositary has entered into written agreements delegating the performance of its safekeeping function in respect of certain of the ICAV's assets to sub-custodians. The list of sub-custodians appointed by the Depositary is set out in schedule 4 of the ICAV's prospectus. The use of sub-custodians will depend on the markets in which the ICAV invests.

2. Significant accounting policies

(a) Basis of preparation

The financial statements are prepared in accordance with IFRS, as adopted by the European Union, the ICAV Act and the Central Bank UCITS Regulations.

The financial statements are presented in USD. The financial statements have been prepared on a historical cost basis, except for financial assets and financial liabilities at fair value through profit or loss that have been measured at fair value.

For the year ended 31 December 2022
(Expressed in United States Dollars)

2. Significant accounting policies (continued)

(b) Significant accounting judgements and estimates

The preparation of financial statements in conformity with IFRS as adopted by the European Union requires management to make judgements, critical accounting estimates and assumptions that affect the application of policies, including certain valuation assumptions and the reported amounts of assets and liabilities, income and expense. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year or in the year and future years if the revision affects both current and future years.

All references to “net assets” throughout this document refer to net assets attributable to holders of redeemable participating shares (“Shares”), unless otherwise stated.

(c) Going concern

The accompanying financial statements have been prepared on a going concern basis. This is considered as an appropriate basis of preparation based on the financial position of the Fund as at 31 December 2022, as no material uncertainties related to events or conditions that may cast significant doubt about the ability of the Fund to continue as a going concern have been identified by the Directors. In making this assessment the Directors considered the potential impact of COVID-19 including the level of redemptions post year end as disclosed in Note 18 and in Note 19 respectively. Disclosures on liquidity risks and how these are managed are set out in Note 8.

(d) Changes in relevant accounting standards

At the date of authorisation of the financial statements there were a number of other standards and interpretations which were in issue but not yet effective. Management anticipates that the adoption of these standards and interpretations in future periods will have no material impact on the financial statements of the Fund. There were no new standards or interpretations effective for the year ended 31 December 2022 which had an impact on the financial statements of the Fund.

(e) Foreign currency translation

Functional and presentation currency

Functional Currency is the currency of the primary economic environment in which the Fund operates. The Functional Currency of the Fund is USD (the “Functional Currency”). Investor subscriptions and redemptions are received and paid in the currency of the relevant Share Class. The presentation currency is the same as the Functional Currency in these financial statements.

All financial information presented in USD has been rounded to the nearest USD.

Transactions and balances

Foreign currency transactions are translated into the Functional Currency using the exchange rates prevailing at the dates of the transactions. Foreign currency assets and liabilities are translated into the Functional Currency using the exchange rate prevailing at the year end date.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)
Notes to the Financial Statements (continued)

For the year ended 31 December 2022
(Expressed in United States Dollars)

2. Significant accounting policies (continued)

(e) Foreign currency translation (continued)

Transactions and balances (continued)

Foreign exchange gains and losses relating to the financial assets and liabilities carried at fair value through profit or loss are presented in the Statement of Comprehensive Income within 'Net gain or loss on financial assets and liabilities at fair value through profit or loss'. Any other foreign currency gains and losses are included in the 'Net gain on foreign exchange translation' in the Statement of Comprehensive Income.

(f) Financial instruments at fair value through profit or loss

Classification

A financial asset or liability is classified as being measured at: amortised cost, fair value through other comprehensive income or fair value through profit or loss. The classification of a financial asset or liability is based on the business model in which the financial asset or liability is managed and on its contractual cash flow characteristics.

The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and make decisions. As a result, debt instruments are measured at fair value through profit or loss. Derivative positions are measured at fair value through profit or loss.

All other financial assets and liabilities including cash, cash equivalents, receivables and payables are classified as being measured at amortised cost. Measurement at amortised cost takes into account any premium or discount on acquisition as well as transaction costs and fees that are an integral part of the effective interest rate. All financial assets measured at amortised cost are short term in nature and the application of the expected credit loss model does not impact the carrying amounts of these financial assets as they approximate their fair values under IFRS 9.

Recognition, derecognition and measurement

Regular purchases and sales of investments are recognised on the trade date - the date on which the Fund commits to purchase or sell the investment. Financial assets and financial liabilities at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed as incurred in the Statement of Comprehensive Income.

Financial assets are derecognised when the rights to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership in accordance with IFRS 9. The Fund uses the FIFO method to determine realised gains and losses on derecognition. A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expired.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Realised and unrealised gains and losses arising from changes in the fair value of the financial assets or financial liabilities at fair value through profit or loss are presented in the Statement of Comprehensive Income within 'Net gain or loss on financial assets and liabilities at fair value through profit or loss'.

Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives) are based on quoted market prices at the close of trading on the reporting date. In circumstances where the last traded price is not within the bid-ask spread, management will determine the point within the bid-ask spread that is most representative of fair value.

Cash deposits and similar investments are valued at their face value together with accrued interest.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)
Notes to the Financial Statements (continued)

For the year ended 31 December 2022
(Expressed in United States Dollars)

2. Significant accounting policies (continued)

(f) Financial instruments at fair value through profit or loss (continued)

Fair value estimation (continued)

Listed options contracts are valued at the relevant settlement price on the applicable exchange, provided that if the settlement price of an option contract is not available, the instrument shall be determined on the basis of the probable realisation value of the investment.

Forward foreign currency contracts are valued as at the valuation point for the relevant dealing day by reference to the prevailing market maker quotations, namely, the price at which a new forward contract of the same size and maturity could be undertaken.

FDI not traded on an exchange shall be valued on a mark-to-market basis or, where market conditions prevent marking-to-market, on a mark-to-model basis.

(g) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. Please refer to Note 8(f) "Offsetting and amounts subject to master netting/similar agreements" for further details.

(h) Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term investments in an active market with original maturities of three months or less.

(i) Expenses

Interest expense and all other expenses are recognised on an accrual basis. Please refer to Note 6 "Voluntary Expense Cap, reimbursable by the Investment Manager" for further details on the capped expenses.

(j) Income

Interest income from financial assets at fair value through profit or loss is income arising on debt instruments at fair value through profit or loss is calculated on an effective interest basis and is presented in the Statement of Comprehensive Income.

Interest income is income arising from cash and cash equivalents and is recognised on an accrual basis.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income or gains are recorded gross of withholding taxes in the Statement of Comprehensive Income. There were no withholding taxes during the year.

(k) Redeemable participating shares

Shares are redeemable at the Shareholder's option and are classified as financial liabilities. The distribution cost, if any, on these Shares is recognised in the Statement of Comprehensive Income as finance costs.

These Shares can be put back to the Fund with effect from any valuation day (the business day preceding each dealing day (being the day upon which redemptions and subscriptions occur, i.e. each business day; and / or any other day which the Directors have determined, subject to advance notice to all Shareholders in the Fund and provided there is at least one dealing day per fortnight)) for cash equal to a proportionate share of the Fund's NAV. The Shares are carried at the redemption amount that is payable at the Statement of Financial Position date if the Shareholder exercised its right to put the Shares back to the Fund.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)
Notes to the Financial Statements (continued)

For the year ended 31 December 2022
(Expressed in United States Dollars)

2. Significant accounting policies (continued)

(l) Cash held in investor money collection accounts

Pursuant to the Central Bank Supervision and Enforcement Act 2013, section 48 (i) Investor Money Regulations 2015, the Administrator reviewed the way in which funds arising out of subscriptions and redemptions were being channelled into and out of the Fund and, arising out of this review, established a separate bank account to administer this process accordingly.

Cash held in investor money collection accounts represents cash balances maintained in an independent cash account in the name of the Fund, which relate to pending issuance of Shares or payments of redemptions. These cash balances are regarded as assets of the Fund and are therefore recognised on the Statement of Financial Position. As at 31 December 2022, the balance in these accounts was USD Nil (31 December 2021: USD Nil).

(m) Cash collateral

Cash held as collateral includes restricted cash balance held at the Fund's clearing brokers and collateral on derivative transactions. As at 31 December 2022, the Fund held cash collateral of USD 48,775,000 (31 December 2021: USD 28,345,000).

(n) Securities purchased payable and receivables for securities sold

Securities purchased payable and receivables for securities sold are reported on the Statement of Financial Position. Securities purchased payable relate to unsettled purchases of securities yet to be traded but not yet settled. Receivables for securities sold relate to receivables for securities sold that have been contracted for but not yet delivered on the reporting date.

(o) Interest receivable

Interest receivable are reported on the Statement of Financial Position and relate to unsettled interest income from debt securities at fair value through profit or loss.

(p) Establishment costs

Establishment costs consist of the cost of establishing the ICAV and the Fund, including the expenses associated with obtaining authorisation from any authority, filing fees, the preparation and printing of the principal documents, marketing costs and the fees and expenses of legal counsel and other professionals involved in the establishment and initial offering of the ICAV. These costs are borne by the ICAV and amortised over the first five years of the ICAV's operation, on such terms and in such manner as the Directors may in their discretion determine.

For NAV calculation purposes these are amortised over a period of five years, beginning in the first year of operation and may be allocated to the Fund at the absolute discretion of the Directors. For financial statement purposes, in conformity with IFRS, the establishment costs are expensed fully in the first year of operation. Refer to Note 9 for details of these adjustments.

(q) Dividends policy

In respect of the distributing classes, if sufficient proceeds are available, the Directors intend to make a distribution to Shareholders of substantially the whole of the income of the Fund, as attributable to those distributing classes. Dividends are generally declared on a quarterly basis at the end of February, May, August and November, or more frequently at the discretion of the Directors, and are generally paid within 30 days of a dividend declaration.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)
Notes to the Financial Statements (continued)

For the year ended 31 December 2022
(Expressed in United States Dollars)

3. Taxation

Under current law and practice the ICAV qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act 1997, as amended. On that basis, it is not chargeable to Irish tax on its income or gains.

Notwithstanding the above, Irish tax may arise on the happening of a "chargeable event". A chargeable event includes:

- a) Any distribution payments made to Shareholders in respect of their Shares;
- b) Any encashment, redemption, cancellation or transfer of Shares;
- c) The holding of Shares at the end of each eight year period beginning with the acquisition of such Shares.

No Irish tax will arise on the ICAV in respect of chargeable events in respect of:

- a) A Shareholder who is neither Irish resident nor ordinarily resident in Ireland for tax purposes, at the time of the chargeable event, provided appropriate valid declarations in accordance with Section 739D of the Taxes Consolidation Act 1997, as amended, are held by the ICAV or the ICAV has been authorised by the Irish Revenue to make gross payments in the absence of appropriate declarations under the ICAV with the necessary signed statutory declarations; and
- b) Certain exempted Irish tax resident Shareholders who have provided the ICAV with the necessary signed statutory declarations.

Capital gains, dividends and interest received by the ICAV may be subject to taxes, including withholding taxes in the countries in which the issuers of investments are located, which may be reflected in the NAV of the ICAV. Such taxes may not be recoverable by the ICAV or its Shareholders.

The Fund has evaluated the tax positions and has concluded that there are no significant tax positions requiring recognition, measurement or disclosure in the financial statements. Tax penalties and interest, if any, would be accrued as incurred and would be classified as tax expense in the Statement of Comprehensive Income. For the year ended 31 December 2022, the Fund did not incur any interest or penalties.

4. Share capital

The Share capital of the ICAV shall at all times equal the NAV of the ICAV. The Directors are empowered to issue up to 500,000,000,000 Shares of no par value in the ICAV at the NAV per Share on such terms as they may think fit. There are no rights of pre-emption upon the issue of Shares in the ICAV.

As of 31 July 2020, the ICAV has issued subscriber shares to the value of EUR 2.00 (the "Subscriber Shares"). The Subscriber Shares entitle the shareholders holding them to attend and vote at all meetings of the ICAV, but do not entitle the Subscriber Shareholders to participate in the dividends or net assets of the Fund.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Notes to the Financial Statements (continued)

For the year ended 31 December 2022

*(Expressed in United States Dollars)***4. Share capital (continued)**

The ICAV offers Share Classes in the Fund as set out below. The ICAV may also create additional Share Classes in the Fund in the future with prior notification to, and clearance in advance by, the Central Bank.

Class	Currency	Distribution Policy	Minimum Initial Investment (mm = '000,000)	Minimum Subsequent Investment	Minimum Holding (mm = '000,000)
USD Class A-1	USD	Accumulating	USD 1mm	USD 1,000	USD 1mm
USD Class A-2	USD	Distributing	USD 1mm	USD 1,000	USD 1mm
USD Class B-1	USD	Accumulating	USD 5mm	USD 1,000	USD 1mm
USD Class B-2	USD	Distributing	USD 5mm	USD 1,000	USD 1mm
USD Class C-1	USD	Accumulating	USD 1mm	USD 1,000	USD 1mm
USD Class C-2	USD	Distributing	USD 1mm	USD 1,000	USD 1mm
GBP Class A-1	GBP	Accumulating	GBP 1mm	GBP 1,000	GBP 1mm
GBP Class A-2	GBP	Distributing	GBP 1mm	GBP 1,000	GBP 1mm
GBP Class B-1	GBP	Accumulating	GBP 5mm	GBP 1,000	GBP 1mm
GBP Class B-2	GBP	Distributing	GBP 5mm	GBP 1,000	GBP 1mm
GBP Class C-1	GBP	Accumulating	GBP 1mm	GBP 1,000	GBP 1mm
GBP Class C-2	GBP	Distributing	GBP 1mm	GBP 1,000	GBP 1mm
Euro Class A-1	Euro	Accumulating	EUR 1mm	EUR 1,000	EUR 1mm
Euro Class A-2	Euro	Distributing	EUR 1mm	EUR 1,000	EUR 1mm
Euro Class B-1	Euro	Accumulating	EUR 5mm	EUR 1,000	EUR 1mm
Euro Class B-2	Euro	Distributing	EUR 5mm	EUR 1,000	EUR 1mm
Euro Class C-1	Euro	Accumulating	EUR 1mm	EUR 1,000	EUR 1mm
Euro Class C-2	Euro	Distributing	EUR 1mm	EUR 1,000	EUR 1mm
CHF Class A-1	CHF	Accumulating	CHF 1mm	CHF 1,000	CHF 1mm
CHF Class A-2	CHF	Distributing	CHF 1mm	CHF 1,000	CHF 1mm
CHF Class B-1	CHF	Accumulating	CHF 5mm	CHF 1,000	CHF 1mm
CHF Class B-2	CHF	Distributing	CHF 5mm	CHF 1,000	CHF 1mm
CHF Class C-1	CHF	Accumulating	CHF 1mm	CHF 1,000	CHF 1mm
CHF Class C-2	CHF	Distributing	CHF 1mm	CHF 1,000	CHF 1mm

Each Share entitles the Shareholder to participate equally on a pro rata basis in the dividends and net assets of the Fund attributable to the relevant Share Class in respect of which they are issued, save in the case of dividends declared prior to becoming a Shareholder. The Subscriber Shares' entitlement is limited to the amount subscribed and accrued interest thereon.

The Directors also reserve the right to re-designate any Share Class from time to time, provided that Shareholders in that Share Class first have been notified by the ICAV that the Shares are re-designated and have been given the opportunity to have their Shares redeemed by the ICAV, except that this requirement shall not apply where the Directors re-designate Shares in issue in order to facilitate the creation of an additional Share Class.

Certain Shares entitle the Shareholder to attend and vote at meetings of the ICAV and of the Fund represented by those Shares.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)
Notes to the Financial Statements (continued)

For the year ended 31 December 2022
(Expressed in United States Dollars)

4. Share capital (continued)

Redemptions

The Directors may at their discretion in consultation with the Manager, as appropriate, limit the redemption of Shares of any Class. If redemption applications on any dealing day exceed 10% of the NAV of the Fund, or such higher percentage as the Directors may determine in their sole discretion in respect of any dealing day (the "Gate Amount"), the ICAV may (i) reduce all such redemption applications pro rata (in accordance with the size of the redemption applications so that Shares redeemed on such dealing day, in aggregate, represent only the Gate Amount) and (ii) defer redemption applications in excess of the Gate Amount to subsequent dealing days, subject to any Gate Amount applicable on any such dealing day. On the dealing day following the application of a Gate Amount, all redemption requests will be dealt with on a pro rata basis should the gate continue to apply. Except at the sole discretion of the ICAV, any such deferred redemption application may not be revoked.

Shareholders may request that Shares be redeemed on any dealing day by completing and submitting a redemption application to the ICAV care of the Administrator in accordance with the redemption cut-off time set out in the ICAV's prospectus and supplements. Redemption applications received after the relevant redemption cut-off time will be held over until the next applicable dealing day, unless the Directors determine in their sole discretion, in exceptional circumstances and where such redemption applications are received before the earliest relevant valuation point, to accept such redemption applications on the relevant dealing day.

Shares will be redeemed at the applicable NAV per Share on the dealing day as of which the redemption is effected, subject to any applicable fees associated with such redemption.

Transactions in the Shares of the Fund for the year ended 31 December 2022 are as follows:

Class	Shares at start of year	Shares issued	Shares redeemed	Shares at end of year
USD Class A-1 (Accumulating)	2,000	3,851	(727)	5,124
USD Class B-1 (Accumulating)	25,874	17,201	(7,554)	35,521
USD Class B-2 (Distributing)	5,159	1,770	(1,757)	5,172
USD Class C-1 (Accumulating)	19,868	160,011	(43,072)	136,807
GBP Class B-1 (Accumulating)	19,645	7,917	(8,818)	18,744
GBP Class B-2 (Distributing)	210,685	48,482	(46,978)	212,189
GBP Class C-2 (Distributing)	52,723	9,663	(10,997)	51,389
Euro Class A-1 (Accumulating)	3,471	4,735	(3,468)	4,738
Euro Class B-1 (Accumulating)	271,315	48,859	(40,179)	279,995
Euro Class C-1 (Accumulating) ¹	-	9,068	(2,987)	6,081
CHF Class A-1 (Accumulating) ²	-	24	-	24

¹Euro Class C-1 (Accumulating) Shares launched on 1 February 2022.

²CHF Class A-1 (Accumulating) Shares launched on 28 July 2022.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Notes to the Financial Statements (continued)

For the year ended 31 December 2022

*(Expressed in United States Dollars)***4. Share capital (continued)**

Transactions in the Shares of the Fund for the year ended 31 December 2021 are as follows:

Class	Shares at start of year	Shares issued	Shares redeemed	Shares at end of year
USD Class A-1 (Accumulating)	2,000	-	-	2,000
USD Class B-1 (Accumulating)	8,314	18,324	(764)	25,874
USD Class B-2 (Distributing)	3,709	2,838	(1,388)	5,159
USD Class C-1 (Accumulating) ¹	-	19,868	-	19,868
GBP Class A-2 (Distributing) ²	38,000	-	(38,000)	-
GBP Class B-1 (Accumulating)	4,369	16,678	(1,402)	19,645
GBP Class B-2 (Distributing)	173,824	91,940	(55,079)	210,685
GBP Class C-2 (Distributing) ³	-	55,263	(2,540)	52,723
Euro Class A-1 (Accumulating) ⁴	-	3,471	-	3,471
Euro Class B-1 (Accumulating)	3,696	269,563	(1,944)	271,315

¹ USD Class C-1 (Accumulating) Shares launched on 29 April 2021.² GBP Class A-2 (Distributing) Shares closed on 4 January 2021.³ GBP Class C-2 (Distributing) Shares launched on 4 January 2021.⁴ Euro Class A-1 (Accumulating) Shares launched on 18 February 2021.**5. Net asset value per share**

The NAV per Share is calculated by dividing the NAV (the published NAV) of the Fund by the shares in issue at the Statement of Financial Position date, as detailed in the table below:

31 December 2022 31 December 2021 31 December 2020**USD Class A-1 (Accumulating)**

NAV	USD 5,342,487	USD 2,075,234	USD 2,015,884
Number of shares in issue	5,124	2,000	2,000
NAV per redeemable participating share	USD 1,042.64	USD 1,037.62	USD 1,007.94

USD Class B-1 (Accumulating)

NAV	USD 38,066,527	USD 27,523,169	USD 8,574,081
Number of shares in issue	35,521	25,874	8,314
NAV per redeemable participating share	USD 1,071.68	USD 1,063.76	USD 1,031.34

USD Class B-2 (Distributing)

NAV	USD 5,054,385	USD 5,210,491	USD 3,777,248
Number of shares in issue	5,172	5,159	3,709
NAV per redeemable participating share	USD 977.28	USD 1,009.91	USD 1,018.34

USD Class C-1 (Accumulating) ¹

NAV	USD 139,518,261	USD 20,162,557	-
Number of shares in issue	136,807	19,868	-
NAV per redeemable participating share	USD 1,019.82	USD 1,014.83	-

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Notes to the Financial Statements (continued)

For the year ended 31 December 2022

*(Expressed in United States Dollars)***5. Net asset value per share (continued)**

The NAV per Share is calculated by dividing the NAV (the published NAV) of the Fund by the shares in issue at the Statement of Financial Position date, as detailed in the table below (continued):

	31 December 2022	31 December 2021	31 December 2020
GBP Class A-2 (Distributing) ²			
NAV	-	-	USD 52,767,596
Number of shares in issue	-	-	38,000
NAV per redeemable participating share	-	-	GBP 1,015.84
GBP Class B-1 (Accumulating)			
NAV	USD 23,920,111	USD 28,160,407	USD 6,142,137
Number of shares in issue	18,744	19,645	4,369
NAV per redeemable participating share	GBP 1,060.90	GBP 1,058.31	GBP 1,028.37
GBP Class B-2 (Distributing)			
NAV	USD 247,587,221	USD 288,751,105	USD 243,016,830
Number of shares in issue	212,189	210,685	173,824
NAV per redeemable participating share	GBP 970.01	GBP 1,011.88	GBP 1,022.76
GBP Class C-2 (Distributing) ³			
NAV	USD 58,353,400	USD 70,461,356	-
Number of shares in issue	51,389	52,723	-
NAV per redeemable participating share	GBP 943.99	GBP 986.70	-
Euro Class A-1 (Accumulating) ⁴			
NAV	USD 5,050,594	USD 4,001,006	-
Number of shares in issue	4,738	3,471	-
NAV per redeemable participating share	EUR 998.83	EUR 1,013.63	-
Euro Class B-1 (Accumulating)			
NAV	USD 309,582,861	USD 323,552,062	USD 4,642,371
Number of shares in issue	279,995	271,315	3,696
NAV per redeemable participating share	EUR 1,036.00	EUR 1,048.66	EUR 1,026.66
Euro Class C-1 (Accumulating) ⁵			
NAV	USD 6,419,924	-	-
Number of shares in issue	6,081	-	-
NAV per redeemable participating share	EUR 989.28	-	-
CHF Class A-1 (Accumulating) ⁶			
NAV	USD 25,412	-	-
Number of shares in issue	24	-	-
NAV per redeemable participating share	CHF 979.62	-	-

¹ USD Class C-1 (Accumulating) Shares launched on 29 April 2021.² GBP Class A-2 (Distributing) Shares closed on 4 January 2021.³ GBP Class C-2 (Distributing) Shares launched on 4 January 2021.⁴ Euro Class A-1 (Accumulating) Shares launched on 18 February 2021.⁵ Euro Class C-1 (Accumulating) Shares launched on 1 February 2022.⁶ CHF Class A-1 (Accumulating) Shares launched on 28 July 2022.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Notes to the Financial Statements (continued)

For the year ended 31 December 2022

(Expressed in United States Dollars)

6. Fees and Expenses

Management Fee

In respect of its provision of management services to the Fund, the Manager receives a management fee (the "Management Fee") at a maximum rate of 0.0825% per annum of the NAV of the Fund (plus VAT, if any). The Management Fee is subject to an annual minimum fee of EUR 42,000 (plus VAT, if any).

The Management Fee accrues on each dealing day and is paid monthly in arrears together with any reasonable and documented out of pocket expenses incurred by the Manager in the performance of its duties that are not covered by the Management Fee.

The Management Fee for the year ended 31 December 2022 was USD 191,868 (31 December 2021: USD 143,551) with USD 46,123 remaining payable at 31 December 2022 (31 December 2021: USD 16,103).

Audit fees

Audit fees for the year ended 31 December 2022 were EUR 25,000 (31 December 2021: EUR 25,000) (excluding VAT and out of pocket expenses).

No non audit services were provided by the Auditors to the Fund during the year.

Directors' fee

The Directors are entitled to a fee by way of remuneration for their services to the ICAV at a rate to be determined from time to time by the Directors. The amount of the remuneration may not exceed EUR 40,000 per annum for each Director or any higher amount as may be determined by the Directors and notified to Shareholders from time to time. The Directors are entitled to be reimbursed by the ICAV for all reasonable disbursements and out-of-pocket expenses incurred by them, if any.

Joshua Hughes and Robert McGann have waived their director fee in relation to the ICAV.

Directors' fees for the year ended 31 December 2022 were USD 72,712 (31 December 2021: USD 90,498) with USD 17,271 remaining payable at 31 December 2022 (31 December 2021: USD Nil).

Investment Management Fee

Prior to 1 June 2022, the Investment Manager received an annual investment management fee out of the assets of the Fund at the rate of 0.75% per annum of its NAV for all Class A Shares and Class C Shares, and at the rate of 0.50% per annum of its NAV for all Class B Shares (in each case plus VAT, if any) for the provision of investment management and distribution services in respect of the Fund (the "Investment Management Fee"). From 1 June 2022, the Investment Management Fee is charged at the rate of 0.65% per annum of the Fund's NAV for all Class A Shares, at the rate of 0.75% per annum of its NAV for all Class C Shares, and at the rate of 0.50% per annum of its NAV for all Class B Shares (in each case plus VAT, if any).

The Investment Management Fee accrues at each valuation point and is paid monthly in arrears.

The Investment Management Fee for the year ended 31 December 2022 was USD 4,854,728 (31 December 2021: USD 2,870,248) with USD 795,854 remaining payable at 31 December 2022 (31 December 2021: USD 342,139).

Performance Fee

Prior to 1 June 2022, the Investment Manager was entitled to receive a performance fee ("the Performance Fee") in respect of the Class A Shares and Class C Shares equal to 15%, and of the Class B Shares equal to 10%, of the excess of the NAV per Share of the relevant class (after the deduction of the Investment Management Fee and all other payments and expenses but before the deduction of any (i) accrued Performance Fee and (ii) any dividends paid during the performance period) at the end of a performance period over the high water mark. The high water mark means, (i) the previous highest NAV per Share of each class (before any accrual for the Performance Fee) at the end of any previous performance period on which the Performance Fee was paid; or (ii) the Initial Offer Price, if higher, of the relevant class in respect of the Fund. From 1 June 2022, the Performance Fee in respect of the Class A Shares and Class B Shares is equal to 10%, and of the Class C Shares is equal to 15%, of the excess of the NAV per Share of the relevant class.

For the year ended 31 December 2022
(Expressed in United States Dollars)

6. Fees and Expenses (continued)

Performance Fee (continued)

The Performance Fee (if any) accrues on each dealing day. The Performance Fee accrued on each dealing day is determined by calculating the Performance Fee that is payable if that day is the last day of the current performance period. The Performance Fee is payable by the Fund to the Investment Manager annually in arrears, normally within 14 calendar days of the end of each performance period. The performance period is a calendar year ending on the last dealing day in each year.

No Performance Fee is payable unless the NAV per Share exceeds the high water mark and any such Performance Fee is payable only on an increase of the NAV over the high water mark.

There is no equalisation methodology is employed in respect of the Class A Performance Fee calculation or the Class B Performance Fee calculation until 31 May 2022. From 1 June 2022, no equalisation methodology is employed in respect of the Class B Performance Fee calculation only. The A Class Performance Fee and the C Class Performance Fee is calculated on a Share by Share basis so that each Class A Share and Class C Share, is effectively charged a Performance Fee that equates precisely with that Share's performance. This method of calculation ensures that: (i) all holders of Class A Shares and Class C Shares have the same amount of capital per Share at risk in the Fund and (ii) all Class A Shares and Class C Shares of the Fund have the same NAV per Share.

In order to achieve this, the Fund operates equalisation whereby a subscription for Class A Shares and Class C Shares following the initial offer period or on any dealing day following the first day in any performance period will include an equalisation adjustment. If such subscription for Class A Shares and Class C Shares, is at a time when the NAV per Class A Share and Class C Share has not yet reached the high water mark, certain adjustments will be made to reduce inequities that could otherwise affect the subscriber or the Investment Manager. Where the high water mark has been reached, the equalisation adjustment will be the difference between the NAV per Class A Share and Class C Share before the accrual of any Class A Performance Fee or any Class C Performance Fee and the NAV per Share after the accrual of the Class A Performance Fee or Class C Performance Fee. This difference will be adjusted at the end of the performance period in the following manner:

- (i) if the Performance Fee per Class A Share or per Class C Share calculated (at the end of a performance period) in respect of a Class A Share or Class C Share subscribed for on a dealing day (other than the first dealing day in that performance period) is less than the Performance Fee accrued in respect of such Share in issue at the start of the performance period, the difference per Class A Share or per Class C Share multiplied by the number of Class A Shares or per Class C Shares subscribed for by the holder of that Share on that dealing day will be applied to subscribe for additional Class A Shares or additional Class C Shares to be issued to that Shareholder; and
- (ii) if the Performance Fee per Class A Share or per Class C Share calculated (at the end of a performance period) in respect of a Class A Share or Class C Share subscribed for on a dealing day (other than the first dealing day in that performance period) is greater than the Performance Fee per Class A Share or Class C Share accrued in respect of such Share at the start of the performance period, such number of Class A Shares or Class C Shares held by the holder of that Share as having aggregate NAV equal to the difference per Class A Share or per Class C Share of the relevant Shares multiplied by the number of the Class A Shares or Class C Shares subscribed for by the holder of that Share will be redeemed at the NAV per Class A Share or Class C Share and the amount so redeemed shall be paid as a Class A Performance Fee or as a Class C Performance Fee to the Investment Manager.

The Performance Fee for the year ended 31 December 2022 was USD 264,142 (31 December 2021: USD 2,483,933) with USD 526,244 remaining payable at 31 December 2022 (31 December 2021: USD 2,266,221).

The equalisation credit payable to the Shareholders for the year ended 31 December 2022 was USD 150 (31 December 2021: USD 83,641).

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Notes to the Financial Statements (continued)

For the year ended 31 December 2022

*(Expressed in United States Dollars)***6. Fees and Expenses (continued)****Performance fee (continued)**

The following table details the Performance Fee per Share Class and the Performance Fee as a percentage of the Share Class NAV as at 31 December 2022.

Class	Performance Fee	% of Share Class NAV
USD Class A-1 (Accumulating)	2,827	0.05%
USD Class B-1 (Accumulating)	33,599	0.09%
USD Class B-2 (Distributing)	4,449	0.09%
USD Class C-1 (Accumulating)	145,763	0.10%
GBP Class B-1 (Accumulating)	7,533	0.03%
GBP Class B-2 (Distributing)	69,802	0.03%
GBP Class C-2 (Distributing)	169	0.00%
Total		

Voluntary Expense Cap, reimbursable by the Investment Manager

The Investment Manager has voluntarily agreed to cap the Management Fee and the Fund's other expenses at 0.30% per annum of the NAV of the Fund and pays any excess of other expenses over this amount; provided that the Performance Fee, litigation and other extraordinary expenses are excluded from such cap. Only those fees and expenses which are actually incurred up to this cap will be payable out of the assets of the Fund. In the event that the Investment Manager decides in the future to withdraw or amend this cap, Shareholders will be notified in advance.

The expenses reimbursable by the Investment Manager above the expense cap, for the year ended 31 December 2022 were USD Nil (31 December 2021: USD 81,023) with USD Nil receivable at 31 December 2022 (31 December 2021: USD Nil).

7. Other expenses

For the year ended 31 December 2022 and 2021, other expenses comprised of the following balances:

	USD	USD
	31 December 2022	31 December 2021
Administrator Fees	715,919	452,504
Audit Fees	24,844	49,098
Custody Fees	69,072	121,518
Depository Fees	329,616	204,230
Directors' Fee	72,712	90,498
Financial Reporting Fees	15,000	18,059
General Operating Expenses	226,337	126,809
Insurance	67,583	33,761
Legal Fees	301,358	89,630
Onboarding Fees	6,018	15,059
Research Fees	119,356	120,015
Risk Reporting Fees	36,648	13,790
Tax Advisory Fees	-	15,076
Total	1,984,463	1,350,047

For the year ended 31 December 2022
(Expressed in United States Dollars)

8. Financial risk management

(a) Introduction and overview

The Fund has exposure to the following specific risks from financial instruments:

- market risk (including price risk, currency risk, interest rate risk, and concentration risk);
- liquidity risk; and
- credit risk.

This note presents information about the Fund's exposure to each of the above risks, the Fund's objectives, policies and processes for measuring and managing risk.

Risk management framework

Under the terms and agreement of the management agreement between the Manager and the ICAV, the Manager has the responsibility for the management of the ICAV, comprising the functions of investment management, marketing and administration, with the power to delegate such functions as supervised by the Directors.

The risk monitoring process for the Fund is the responsibility of the Directors, together with the Fund's Investment Manager.

The Investment Manager is required to put in place measures to ensure that each of the specific management functions, including risk management, can be monitored effectively at any time. The Investment Manager has significant expertise and experience in the management, including investment management and administration, of collective investment schemes.

The Investment Manager is responsible for the compliance and monitoring of risk levels with the responsibility for risk management to assess the quality and adequacy of the control environment to manage risk for the Fund on a daily basis.

Leverage

The Fund may be leveraged through the use of FDI and the Fund may utilise leverage as appropriate, as determined by the Investment Manager, in the pursuit of its investment objective.

The ICAV will use the commitment approach to calculate the global exposure of the Fund, in accordance with the Fund's risk management process. The commitment approach is a methodology that aggregates the underlying market or notional values of financial derivative instruments to determine the degree of global exposure of the Fund to financial derivative instruments.

In accordance with the UCITS Regulations, the Fund's global exposure through the use of financial derivative instruments will not exceed its total net assets, i.e. the Fund will not be leveraged in excess of 100% of its NAV.

(b) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market variables such as interest rates, foreign exchange rates and investment prices. The likelihood of these types of adverse changes and the extent to which they affect the business of the Fund cannot always be accurately predicted.

Changes in the market value or fair value of underlying assets could result in defaults that may in turn reduce or halt the distribution of cash to the Fund or trigger a liquidation of an investment.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)
Notes to the Financial Statements (continued)

For the year ended 31 December 2022
(Expressed in United States Dollars)

8. Financial risk management (continued)

(b) Market risk (continued)

(i) Price Risk

Price risk is the risk that the value of an investment may fluctuate as a result of changes in market prices, whether caused by factors specific to an individual investment or all factors affecting all instruments traded in the market.

The following table details the Fund's price risk exposure:

31 December 2022	Exposure USD	Sensitivity USD
Corporate bonds	641,192,253	64,119,225
Government bonds	59,981,920	5,998,192

The following table details the Fund's price risk exposure:

31 December 2021	Exposure USD	Sensitivity USD
Corporate bonds	600,663,367	60,066,337
Government bonds	60,000,020	6,000,002
Loan notes	13,677,448	1,367,745
Exchange-traded funds	15,069,516	1,506,952

Sensitivity analysis

If the price of the investments increased by 10%, this would have resulted in a movement in net assets as shown in table above.

A decrease would have resulted in an equal but opposite movement. 10% is deemed by management to be a reasonable estimate in price movements of the portfolio.

The Investment Manager attempts to mitigate this risk by maintaining a diversified portfolio.

(ii) Currency Risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates.

In accordance with the Fund's policy, the Investment Manager monitors and reviews the Fund's foreign exchange exposure on a daily basis.

As at 31 December 2022, the Fund's exposure to currency risk is as follows:

	Total USD	Impact on NAV should currency move by ± 5%
Net currency liabilities as at 31 December 2022 were:		
British Pound Sterling	(177,008)	(8,850)
Euro	(54,840)	(2,742)
Swiss Franc	166	8
Total	(231,682)	(11,584)

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Notes to the Financial Statements (continued)

For the year ended 31 December 2022

(Expressed in United States Dollars)

8. Financial risk management (continued)**(b) Market risk (continued)***(ii) Currency risk (continued)*

As at 31 December 2021, the Fund's exposure to currency risk is as follows:

	Total USD	Impact on NAV should currency move by ± 5%
Net currency liabilities as at 31 December 2021 were:		
British Pound Sterling	(2,675,243)	(133,762)
Euro	(1,431,343)	(71,567)
Total	(4,106,586)	(205,329)

The Fund may utilise techniques and instruments, such as currency futures, listed options contracts and forward currency contracts, for efficient portfolio management for currency hedging purposes, subject to the conditions and within the limits laid down by the Central Bank.

(iii) Interest Rate Risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or the fair values of financial instruments.

Exposure to Interest Rate Risk

The Fund is exposed to the risk that the fair value or future cash flows from its financial instruments will fluctuate as a result of changes in market interest rates. The Fund monitors its exposure to market interest rates through its investments and cash balances. A summary of the Fund's interest rate gap positions as at 31 December 2022, categorised by maturity date, is disclosed below:

	Less than 1 year USD	1 - 5 years USD	More than 5 years USD	Non-interest bearing USD	Total USD
Assets					
Financial assets at fair value through profit or loss	344,651,307	226,696,354	130,275,892	7,902,416	709,525,969
Cash and cash equivalents	96,118,423	-	-	-	96,118,423
Receivables for securities sold	-	-	-	6,067,413	6,067,413
Cash collateral	-	-	-	48,775,000	48,775,000
Other assets and receivables	-	-	-	8,525,073	8,525,073
Total assets	440,769,730	226,696,354	130,275,892	71,269,902	869,011,878
Liabilities					
Financial liabilities at fair value through profit or loss	-	363,751	-	7,880,579	8,244,330
Securities purchased payable	-	-	-	20,045,827	20,045,827
Accrued expenses and other liabilities	-	-	-	1,800,538	1,800,538
Total liabilities	-	363,751	-	29,726,944	30,090,695
Interest rate sensitivity gap	440,769,730	226,332,603	130,275,892		
Sensitivity	7,973,782				

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Notes to the Financial Statements (continued)

For the year ended 31 December 2022

(Expressed in United States Dollars)

8. Financial risk management (continued)**(b) Market risk (continued)***(iii) Interest Rate Risk (continued)*

A summary of the Fund's interest rate gap positions as at 31 December 2021, categorised by maturity date, is disclosed below:

	Less than 1 year USD	1 - 5 years USD	More than 5 years USD	Non-interest bearing USD	Total USD
Assets					
Financial assets at fair value through profit or loss	135,809,795	269,969,939	284,086,961	11,477,662	701,344,357
Cash and cash equivalents	34,168,133	-	-	-	34,168,133
Receivables for securities sold	-	-	-	1,943,941	1,943,941
Cash collateral	-	-	-	28,345,000	28,345,000
Other assets and receivables	-	-	-	8,806,463	8,806,463
Total assets	169,977,928	269,969,939	284,086,961	50,573,066	774,607,894
Liabilities					
Financial liabilities at fair value through profit or loss	1,127,886	223,688	-	160,407	1,511,981
Securities purchased payable	-	-	-	63,032	63,032
Accrued expenses and other liabilities	-	-	-	3,135,494	3,135,494
Total liabilities	1,127,886	223,688	-	3,358,933	4,710,507
Interest rate sensitivity gap	168,850,042	269,746,251	284,086,961		
Sensitivity	7,226,833				

Sensitivity analysis

If the interest rates strengthened by 1%, with all other variables held constant, net assets attributable to holders of redeemable participating shares would have changed by the amount shown above. A 1% weakening of interest rates would have resulted in an equal but opposite effect on the above financial statement amounts on the basis that all other variables remain constant.

Limitations of sensitivity analysis

The sensitivity analyses disclosed above are subject to a number of limitations, as follows:

- The methodology is based on historical data and cannot take account of the fact that future market price movements, correlations between markets and levels of market liquidity in conditions of market stress may bear no relation to historical patterns;
- The market price risk information is a relative estimate of risk rather than a precise and accurate number;
- The market price information represents a hypothetical outcome and is not intended to be predictive; and
- Future market conditions could vary significantly from those experienced in the past.

(iv) Concentration risk

The Fund is subject to concentration risk if it has a large exposure to a particular holding or if investors to the Fund have a holding of Shares greater than 5%.

As at 31 December 2022, two Shareholders held greater than 5% of the issued shares of USD Class C-1 (Accumulating) amounting to a combined holding of a 84% of the issued shares in that class.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Notes to the Financial Statements (continued)

For the year ended 31 December 2022

*(Expressed in United States Dollars)***8. Financial risk management (continued)****(b) Market risk (continued)***(iv) Concentration risk (continued)*

As at 31 December 2022, one (31 December 2021: one) Shareholder held greater than 5% of the issued shares of GBP Class B-2 (Distributing) amounting to a holding of a 81% of the issued shares in that class (31 December 2021: 84%).

As at 31 December 2022, two (31 December 2021: two) Shareholders held greater than 5% of the issued shares of Euro Class B-1 (Accumulating) amounting to a combined holding of a 73% of the issued shares in that class (31 December 2021: 67%).

As at 31 December 2022, the Fund held no investments greater than 5% of the NAV (31 December 2021: Nil).

The Fund is being actively marketed to reduce the concentration risk of Shareholders to the Fund. The Fund is being marketed across U.K., U.S. and Europe for USD Class.

(c) Liquidity risk

This is the risk that a lack of a market in certain portfolio securities could prevent the Fund from liquidating unfavourable positions or prevent the Fund from funding redemption requests from existing Shareholders.

The following table illustrates the potential liquidity of financial liabilities at fair value through profit or loss:

As at 31 December 2022	Less than 1 month USD	1 month to 1 year USD	Greater than 1 year USD	No stated maturity USD	Total USD
Net assets attributable to holders of redeemable participating shares*	838,921,183	-	-	-	838,921,183
Financial liabilities at fair value through profit or loss	7,661,725	218,854	363,751	-	8,244,330
Securities purchased payable	20,045,827	-	-	-	20,045,827
Accrued expenses and other liabilities	-	1,800,538	-	-	1,800,538
Total liabilities	866,628,735	2,019,392	363,751	-	869,011,878
As at 31 December 2021	Less than 1 month USD	1 month to 1 year USD	Greater than 1 year USD	No stated maturity USD	Total USD
Net assets attributable to holders of redeemable participating shares*	769,897,387	-	-	-	769,897,387
Financial liabilities at fair value through profit or loss	752,319	535,974	223,688	-	1,511,981
Securities purchased payable	63,032	-	-	-	63,032
Accrued expenses and other liabilities	-	3,135,494	-	-	3,135,494
Total liabilities	770,712,738	3,671,468	223,688	-	774,607,894

*As detailed in Note 4 Shares are redeemable at the Shareholder's option. However, the Directors do not envisage that the contractual maturity disclosed in the table above will be representative of the actual cash outflows, as the Directors can institute a gate provision if the redemption applications on any dealing day exceed 10% of the NAV of the Fund as disclosed in Note 4.

As at 31 December 2022, the Fund did not hold any securities that in the Investment Manager's opinion could not be liquidated within a reasonable timeframe.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)
Notes to the Financial Statements (continued)

For the year ended 31 December 2022
(Expressed in United States Dollars)

8. Financial risk management (continued)

(d) Credit risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund, resulting in a financial loss to the Fund.

The Fund seeks to minimise its credit risk through continuous monitoring of the credit rating of the different counterparties and through compliance with the Central Bank UCITS Regulations in terms of investment restrictions.

The Fund's maximum credit risk exposure at the Statement of Financial Position date is represented by the respective carrying amounts of the financial instruments in the Statement of Financial Position, including cash and cash equivalents, cash held in investor money collection account and financial derivative instruments held at the year end.

At 31 December 2022, all investments, cash and cash equivalents were held with J.P. Morgan Chase Bank, N.A. and Barclays Bank Plc, which have credit ratings of AA and A+ (31 December 2021: AA and A) respectively, by Fitch Ratings Inc.

At 31 December 2022, the Fund's debt securities investments had the following credit rating by Moody's Investors Service:

Credit Rating	No. of debt securities
A1	1
A2	1
A3	3
Aa3	1
Aaa	1
B1	19
B2	8
B3	5
Ba1	8
Ba2	19
Ba3	16
Ba3+	2
Baa1	4
Baa2	4
Baa3	10
Caa1	3
Caa2	1

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Notes to the Financial Statements (continued)

For the year ended 31 December 2022

*(Expressed in United States Dollars)***8. Financial risk management (continued)****(d) Credit risk (continued)**

At 31 December 2021, the Fund's debt securities investments had the following credit rating by Moody's Investors Service:

Credit Rating	No. of debt securities
B1	24
B2	18
B3	7
Ba1	8
Ba2	29
Ba3	30
Baa3	4
Caa1	5
Caa2	5

At 31 December 2021, the number of debt securities investments with no ratings (NR) by Moody's Investors Service have the following credit ratings by Standard & Poor's:

Credit Rating	No. of debt securities
BB+	1
CCC	1

(e) Fair value measurement

As the Fund's investments are classified as financial assets and financial liabilities at fair value through profit or loss, the carrying value of the Fund's investments is a reasonable approximation of fair value. The Fund's accounting policy on fair value measurements is discussed in Note 2(f). The Fund measures fair values, as defined by IFRS 13 'Fair Value Measurement', using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

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 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.

Fair values of financial assets and financial liabilities that are traded in active markets are based on quoted market prices or dealer price quotations.

For all other financial instruments, the Fund determines fair values using valuation techniques as described in Note 8(e).

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)
Notes to the Financial Statements (continued)

For the year ended 31 December 2022
(Expressed in United States Dollars)

8. Financial risk management (continued)

(e) Fair value measurement (continued)

Fair value hierarchy analysis

The tables below analyse the Fund's assets and liabilities measured at fair value as at 31 December 2022 and 31 December 2021 by the level in the fair value hierarchy into which the fair value measurement is categorised and the assets and liabilities not measured at fair value but for which carrying value approximates to fair value.

As at 31 December 2022	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Financial assets at fair value through profit or loss				
Debt securities	- 701,174,173		- 701,174,173	
Derivatives	- 8,351,796		- 8,351,796	
Total financial assets at fair value through profit or loss	- 709,525,969		- 709,525,969	
Financial liabilities at fair value through profit or loss				
Derivatives	- (8,244,330)		- (8,244,330)	
Total financial liabilities at fair value through profit or loss	- (8,244,330)		- (8,244,330)	
As at 31 December 2021	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Financial assets at fair value through profit or loss				
Common stocks	- 15,069,516		- 15,069,516	
Debt securities	- 674,340,835		- 674,340,835	
Derivatives	- 11,934,006		- 11,934,006	
Total financial assets at fair value through profit or loss	- 701,344,357		- 701,344,357	
Financial liabilities at fair value through profit or loss				
Derivatives	- (1,511,981)		- (1,511,981)	
Total financial liabilities at fair value through profit or loss	- (1,511,981)		- (1,511,981)	

Transfers between levels are recognised at the end of the reporting year. There were no transfers between levels during the year ended 31 December 2022 and 31 December 2021.

All other current assets and current liabilities included in the Statement of Financial Position as at 31 December 2022 and 31 December 2021 are carried at values that reflect a reasonable approximation of their fair value.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Notes to the Financial Statements (continued)

For the year ended 31 December 2022

(Expressed in United States Dollars)

8. Financial risk management (continued)**(f) Offsetting and amounts subject to master netting/similar agreements**

As at 31 December 2022 and 31 December 2021, the Fund was subject to ISDA master netting agreements, which are applicable if the Fund entered into FDI on an Over-the-counter ("OTC") basis.

The following financial instruments were subject to enforceable master netting agreements:

As at 31 December 2022

Description	Gross amount of recognised financial assets set-off in the Statement of Financial Position USD	Gross amount of recognised financial assets set-off in the Statement of Financial Position USD	Net amounts of financial assets presented in the Statement of Financial Position USD	Gross amounts not offset in the Statement of Financial Position		
				Financial Instruments USD	Cash Collateral Received USD	Net Amount USD
Derivative Assets						
JPMorgan Chase Bank N.A. Forward Foreign Currency Contracts	3,334,219	-	3,334,219	(3,334,219)	-	-
Barclays Bank Plc Credit Default Swaps	449,380	-	449,380	(363,751)	-	85,629
Listed Options Contracts	35,261	-	35,261	-	-	35,261
Total Return Swaps	3,580,200	-	3,580,200	(68,799)	-	3,511,401
BNP Paribas Total Return Swaps	952,736	-	952,736	(218,854)	-	733,882

Description	Gross amount of recognised financial liabilities set-off in the Statement of Financial Position USD	Gross amount of recognised financial liabilities set-off in the Statement of Financial Position USD	Net amounts of financial liabilities presented in the Statement of Financial Position USD	Gross amounts not offset in the Statement of Financial Position		
				Financial Instruments USD	Cash Collateral Pledged USD	Net Amount USD
Derivative Liabilities						
JPMorgan Chase Bank N.A. Forward Foreign Currency Contracts	(7,592,926)	-	(7,592,926)	3,334,219	-	(4,258,707)
Barclays Bank Plc Credit Default Swaps	(363,751)	-	(363,751)	363,751	-	-
Total Return Swaps	(68,799)	-	(68,799)	68,799	-	-
BNP Paribas Total Return Swaps	(218,854)	-	(218,854)	218,854	-	-

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Notes to the Financial Statements (continued)

For the year ended 31 December 2022

(Expressed in United States Dollars)

8. Financial risk management (continued)**(f) Offsetting and amounts subject to master netting/similar agreements (continued)**

The following financial instruments were subject to enforceable master netting agreements (continued):

As at 31 December 2021

Description	Gross amount of recognised Financial Assets	Gross amount of recognised financial assets set-off in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Gross amounts not offset in the Statement of Financial Position		
	USD	USD	USD	Financial Instruments USD	Cash Collateral Received USD	Net Amount USD
Derivative Assets						
<u>Brown Brothers Harriman</u>						
Forward Foreign Currency Contracts	11,477,662	-	11,477,662	(160,407)	-	11,317,255
<u>Barclays Bank Plc</u>						
Listed Options Contracts	77,552	-	77,552	(32,560)	-	44,992
Total Return Swaps	263,570	-	263,570	(263,570)	-	-
<u>BNP Paribas</u>						
Total Return Swaps	115,222	-	115,222	(115,222)	-	-

Description	Gross amount of recognised Financial Liabilities	Gross amount of recognised financial liabilities set-off in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Gross amounts not offset in the Statement of Financial Position		
	USD	USD	USD	Financial Instruments USD	Cash Collateral Pledged USD	Net Amount USD
Derivative Liabilities						
<u>Brown Brothers Harriman</u>						
Forward Foreign Currency Contracts	(160,407)	-	(160,407)	160,407	-	-
<u>Barclays Bank Plc</u>						
Listed Options Contracts	(32,560)	-	(32,560)	32,560	-	-
Total Return Swaps	(559,352)	-	(559,352)	263,570	295,782	-
<u>BNP Paribas</u>						
Total Return Swaps	(759,662)	-	(759,662)	115,222	644,440	-

The Fund and its counterparties have elected to settle all transactions on a gross basis, however, each party has the option to settle all open contracts on a net basis in the event of default of the other party. Per the terms of the master netting agreement, an event of default includes the following:

- failure by a party to make payment when due;
- failure by a party to perform any obligation required by the agreement (other than payment) if such failure is not remedied within 30 days after notice of such failure is given to the party; and
- bankruptcy.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)
Notes to the Financial Statements (continued)

For the year ended 31 December 2022
(Expressed in United States Dollars)

8. Financial risk management (continued)

(g) Efficient portfolio management

The Fund may engage in transactions in FDIs for the purposes of efficient portfolio management to reduce risk, reduce costs, generate additional capital at an appropriate risk level and/or to protect against exchange rate risks within the conditions and limits laid down by the Central Bank from time to time. The FDIs that the Fund may use for efficient portfolio management are forward foreign currency contracts, listed options contracts and total return swaps. The Investment Manager will look to ensure that the techniques and instruments used are economically appropriate in that they will be realised in a cost-effective way.

Realised and unrealised gains and losses on FDIs for efficient portfolio management are presented in the Fund's Statement of Comprehensive Income within 'Net loss on financial assets and liabilities at fair value through profit or loss'. For the year ended 31 December 2022, the Fund had realised losses of USD (32,809,890) (31 December 2021: USD (23,214,125)) and movement in unrealised (losses)/gains of USD (10,992,115) (31 December 2021: USD 3,027,851) in relation to the use of FDI for efficient portfolio management.

There were no significant direct and indirect operational costs and fees incurred from efficient portfolio management techniques used by the Fund.

9. Reconciliation of Net Asset Value

For the purposes of calculating the Fund's published NAV, the establishment costs are amortised over a period of five years, beginning in the first year of operation and may be allocated to the Fund at the absolute discretion of the Directors. For financial statement purposes, in conformity with IFRS, the establishment costs are expensed fully in the first year of operation.

The difference between the published NAV and the NAV in the audited financial statements arose as a result of the treatment of unamortised establishment costs, which should be expensed as incurred under IFRS. This has no impact on the published NAV per share of the Fund, its related subscription and redemption pricing, distributions to holders of redeemable participating shares or the calculation of fees due to the Fund.

A reconciliation between the NAV per the audited financial statements and the published NAV for dealing purposes as at 31 December 2022 is as follows:

	2022			
	USD			
Published NAV				838,983,648
Unamortised establishment costs				(62,465)
NAV per financial statements				838,921,183
	USD Class A-1 (Accumulating)	USD Class B-1 (Accumulating)	USD Class B-2 (Distributing)	USD Class C-1 (Accumulating)
Published NAV per share	1,042.72	1,071.76	977.36	1,019.89
Unamortised establishment costs per share	(0.08)	(0.08)	(0.08)	(0.07)
NAV per share per financial statements	1,042.64	1,071.68	977.28	1,019.82

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Notes to the Financial Statements (continued)

For the year ended 31 December 2022

*(Expressed in United States Dollars)***9. Reconciliation of Net Asset Value (continued)**

A reconciliation between the NAV per the audited financial statements and the published NAV for dealing purposes as at 31 December 2022 is as follows (continued):

	GBP Class B-1 (Accumulating)	GBP Class B-2 (Distributing)	GBP Class C-2 (Distributing)	Euro Class A-1 (Accumulating)
Published NAV per share	1,060.97	970.08	944.06	998.91
Unamortised establishment costs per share	(0.07)	(0.07)	(0.07)	(0.08)
NAV per share per financial statements	<u>1,060.90</u>	<u>970.01</u>	<u>943.99</u>	<u>998.83</u>
		Euro Class B-1 (Accumulating)	Euro Class C-1 (Accumulating)	CHF Class A-1 (Accumulating)
Published NAV per share		1,036.08	989.36	979.70
Unamortised establishment costs per share		(0.08)	(0.08)	(0.08)
NAV per share per financial statements		<u>1,036.00</u>	<u>989.28</u>	<u>979.62</u>

A reconciliation between the NAV per the audited financial statements and the published NAV for dealing purposes as at 31 December 2021 is as follows:

				2021 USD
Published NAV				769,982,609
Unamortised establishment costs				(85,222)
NAV per financial statements				<u>769,897,387</u>
	USD Class A-1 (Accumulating)	USD Class B-1 (Accumulating)	USD Class B-2 (Distributing)	USD Class C-1 (Accumulating)
Published NAV per share	1,037.73	1,063.87	1,010.02	1,014.94
Unamortised establishment costs per share	(0.11)	(0.11)	(0.11)	(0.11)
NAV per share per financial statements	<u>1,037.62</u>	<u>1,063.76</u>	<u>1,009.91</u>	<u>1,014.83</u>
	GBP Class B-1 (Accumulating)	GBP Class B-2 (Distributing)	GBP Class C-2 (Distributing)	Euro Class A-1 (Accumulating)
Published NAV per share	1,058.43	1,011.99	986.81	1,013.74
Unamortised establishment costs per share	(0.12)	(0.11)	(0.11)	(0.11)
NAV per share per financial statements	<u>1,058.31</u>	<u>1,011.88</u>	<u>986.70</u>	<u>1,013.63</u>

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)

Notes to the Financial Statements (continued)

For the year ended 31 December 2022

*(Expressed in United States Dollars)***9. Reconciliation of Net Asset Value (continued)**

A reconciliation between the NAV per the audited financial statements and the published NAV for dealing purposes as at 31 December 2021 is as follows (continued):

	Euro Class B-1 (Accumulating)
Published NAV per share	1,048.77
Unamortised establishment costs per share	(0.11)
NAV per share per financial statements	<u>1,048.66</u>

10. Foreign exchange rates

The exchange rates as at 31 December 2022 and 31 December 2021 used in the production of these financial statements to the presentation currency of USD were as follows:

	31 December 2022	31 December 2021
British Pound Sterling	1.2029	1.3545
Euro	1.0673	1.1372
Swiss Franc	1.0808	-

11. Related parties

Details of all fees paid to the Manager and Investment Manager of the Fund and expenses reimbursable by the Investment Manager have been disclosed in Note 6.

Details regarding Directors' fee, including any other emoluments or gains which have been paid or are payable, to any Director of the ICAV have been disclosed in Note 6.

As at 31 December 2022, one Shareholder who is related to the Investment Manager held 0.32% of the NAV of the Fund (31 December 2021: one Shareholder held 0.35% of the NAV).

Carne Global Fund Managers (Ireland) Limited, as Manager is considered a related party to the ICAV as it is considered to have significant influence over the ICAV in its role as Manager. For the year ended 31 December 2022, the Manager received fees which are presented on Note 6. Carne Global Financial Services Limited, the parent company of the Manager, received fees amounting to USD 75,706 during the year ended 31 December 2022 (31 December 2021: USD 66,352) in respect of fund governance services to the ICAV, and there was USD 21,731 outstanding at 31 December 2022 (31 December 2021: USD 10,197).

There were no other related party transactions for the year other than those disclosed above, and in Note 6.

12. Transaction costs

Transaction costs are defined as the incremental costs that are directly attributable to the acquisition, issue or disposal of a financial asset or financial liability. An incremental cost is one that would not have been incurred if the entity had not acquired, issued or disposed of the financial instrument.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)
Notes to the Financial Statements (continued)

For the year ended 31 December 2022
(Expressed in United States Dollars)

12. Transaction costs (continued)

Transaction costs include brokerage fees and custodian agent fees relating to purchase or sale of financial instruments including derivatives (except OTC derivatives). Transaction costs for fixed income securities are not separately identifiable as they are embedded in the bid/offer price of the security transaction.

There were USD 16,292 transaction costs incurred by the Fund for the year ended 31 December 2022 (31 December 2021: USD 41,948).

13. Distributions

A total distribution of USD 15,286,816 was made by the Fund on all distributing classes for the year ended 31 December 2022 (31 December 2021: USD 13,705,282) as per the Fund's dividend policy described in the Directors' Report under "Dividends". The dividend ex-dates were 28 February 2022, 31 May 2022, 31 August 2022 and 30 November 2022 and the pay dates were 4 March 2022, 6 June 2022, 1 September 2022 and 1 December 2022 respectively.

14. Commitments and contingent liabilities

As at 31 December 2022, the Fund did not have any significant commitments or contingent liabilities.

15. Indemnities

The Fund has entered into agreements that contain a variety of indemnities. The Fund's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Fund that have not yet occurred. However, based on experience, the Fund expects the risk of loss to be remote.

16. Soft commissions

The Investment Manager has not entered into soft commission arrangements with brokers in respect of which certain goods and services used to support investment decision making were received for the year ended 31 December 2022.

17. Whistleblowing Policy

The ICAV has adopted a whistleblowing policy pursuant to the Protected Disclosures Act 2014, as amended which gives legal protection to workers, which includes directors and shareholders, who make disclosures, including protections against dismissal or being penalised by the Manager. Further details are available in the policy, which is available on request.

18. Significant events during the year

The outbreak of Coronavirus (COVID-19), declared by the WHO as a global pandemic in March 2020 has impacted many aspects of daily life and the global economy since this date. There has been no official change to its status as a pandemic, but this is expected in 2023 as the crisis is now considered broadly stable. We continue to be informed of new variants impacting different regions. The number of infections continue to increase but there is continued focus on rollout of vaccine programs and a significant drop in recorded mortality rates. Most travel movements and operational restrictions implemented by many countries have returned to normal. While many economies globally have reopened the pace of recovery has varied from country to country and most countries are also now impacted by the rising inflation as a global phenomenon. As we progress through 2023, there continues to be potential unforeseen economic consequences from this virus and market reaction to such consequences could be rapid and unpredictable and vary from country to country.

The Directors together with the Manager will continue to monitor business continuity and resilience processes with the objective of mitigating any ongoing impact of COVID-19.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)
Notes to the Financial Statements (continued)

For the year ended 31 December 2022
(Expressed in United States Dollars)

18. Significant events during the year (continued)

Events arising in Ukraine, as a result of military action being undertaken by Russia in Ukraine, may impact on Russian Securities. As at 31 December 2022, the Fund had no direct exposure to Russian Securities. The Directors are monitoring developments related to this military action, including current and potential future interventions of foreign governments and economic sanctions.

As part of the implementation of the J.P. Morgan legal entity strategy within Europe, J.P. Morgan Bank (Ireland) plc was merged into J.P. Morgan AG on the Merger Date which at the same time changed its legal form from a German Stock Corporation (Aktiengesellschaft) to a European Company (Societas Europaea), being J.P. Morgan SE. This merger does not change the scope of services provided to the ICAV by J.P. Morgan Bank (Ireland) plc. With effect from the Merger Date, J.P. Morgan SE continues to carry out its depositary functions through J.P. Morgan SE - Dublin Branch. As legal successor of J.P. Morgan Bank (Ireland) plc, J.P. Morgan SE – Dublin Branch has assumed all rights and obligations that J.P. Morgan Bank (Ireland) plc had under the existing agreements with the ICAV. Any agreements in place with J.P. Morgan Bank (Ireland) plc have been transferred to J.P. Morgan SE - Dublin Branch by operation of law.

On 28 January 2022, the sole objects clause contained in the Instrument of Incorporation was updated to reflect the specific wording provided for in the UCITS Regulations, as required pursuant to amendments introduced to the ICAV Act via the Investment Limited Partnership (Amendment) Act 2020.

On 14 March 2022, an updated supplement to the ICAV's prospectus was noted for launch of the GFR Credit Fund.

On 1 June 2022, an updated supplement for the Fund was noted by the Central Bank, reflecting a reduction in the Investment Management Fee from 0.75% to 0.65% per annum of the NAV attributable to Class A Shares. The updated supplement also reflected a reduction of the Performance Fee from 15% to 10% of the excess of the NAV per share for Class A Shares. The investment policy of the Fund was amended as of 1 June 2022 to expand the scope for investments in equity and equity-related securities beyond instances solely where they relate to restructuring or reorganization of an issuer of a debt security or in connection with a hedging strategy with respect to an issuer of debt security. The purpose of this change is to permit such investments where the Investment Manager considers appropriate in the context of the strategy of the Fund. The revised supplement also includes additional disclosure on the methodology for selecting such securities.

With effect from 18 May 2022, Lisa Martensson resigned as a Director of the ICAV.

Management believes that there were no other significant events during the year that need to be reflected in the audited financial statements or disclosed in the notes to the audited financial statements.

19. Subsequent events

On 27 January 2023, an updated supplement to the ICAV's prospectus was noted to address the following with a view to better managing liquidity within the Fund:

- Ability to hold more Investment Grade securities within the portfolio i.e. within the "primary" investments bucket
- Disclosure to reflect investment in Canadian issued securities
- Additional clarification on the Fund's ability to hold cash equivalent securities (e.g. T-bills) when market conditions warrant it.

On 18 April 2023, an updated supplement to the ICAV's prospectus was noted for launch of the Class D shares in the Fund.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)
Notes to the Financial Statements (continued)

For the year ended 31 December 2022
(Expressed in United States Dollars)

19. Subsequent events (continued)

From 1 January 2023 to 27 April 2023, the Fund had additional subscriptions of USD 17,581,869 and redemptions of USD 79,523,257. These post period end subscriptions and redemptions all settled prior to the approval of the audited financial statements on 27 April 2023.

Management believes that there are no other post year end events that need to be reflected in the audited financial statements or disclosed in the notes to the audited financial statements.

20. Approval of the audited annual financial statements

The Directors approved the audited annual financial statements on 27 April 2023.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)**Appendix 1 – Statement of Portfolio Changes (Unaudited)**

For the year ended 31 December 2022

(Expressed in United States Dollars)

Purchases	Cost USD
SPDR Bloomberg Barclays High Yield Bond ETF	167,215,331
Treasury Bill, 0.00%, 10/03/2022	39,999,750
Treasury Bill, 0.00%, 17/11/2022	39,874,156
Treasury Bill, 0.00%, 15/11/2022	29,904,161
HCA Inc., 5.00%, 15/03/2024	27,052,450
YUM! Brands Inc., 3.88%, 11/01/2023	23,427,425
Treasury Bill, 0.00%, 14/07/2022	20,081,103
Treasury Bill, 0.00%, 22/03/2022	19,999,928
Treasury Bill, 0.00%, 03/03/2022	19,999,906
Treasury Bill, 0.00%, 13/01/2022	19,999,883
Treasury Bill, 0.00%, 25/01/2022	19,999,878
Treasury Bill, 0.00%, 08/03/2022	19,999,878
Treasury Bill, 0.00%, 17/03/2022	19,999,844
Treasury Bill, 0.00%, 24/03/2022	19,999,844
Treasury Bill, 0.00%, 17/02/2022	19,999,792
Treasury Bill, 0.00%, 27/01/2022	19,999,783
Treasury Bill, 0.00%, 01/02/2022	19,999,783
Treasury Bill, 0.00%, 10/02/2022	19,999,778
Treasury Bill, 0.00%, 22/02/2022	19,999,778
Treasury Bill, 0.00%, 08/02/2022	19,999,767
Sales	Proceeds USD
SPDR Bloomberg Barclays High Yield Bond ETF	173,160,557
T-Mobile USA Inc., 4.00%, 15/04/2022	23,193,718
Medline Borrower LP, 5.25%, 01/10/2029	20,725,971
Treasury Bill, 0.00%, 10/03/2022	19,999,617
Treasury Bill, 0.00%, 17/11/2022	19,931,916
Tenet Healthcare Corp., 6.75%, 15/06/2023	18,514,003
HCA Inc., 5.88%, 01/05/2023	17,398,496
Iron Mountain Inc., 5.25%, 15/07/2030	16,111,929
CCO Holdings LLC / CCO Holdings Capital Corp., 4.75%, 02/01/2032	14,918,515
Tenet Healthcare Corp., 6.13%, 15/06/2030	13,060,905
1011778 BC ULC/New Red Finance Inc., 3.88%, 15/01/2028	12,734,991
YUM! Brands Inc., 7.75%, 01/04/2025	12,595,883
Post Holdings Inc., 5.50%, 15/12/2029	12,462,910
SBA Communications Corp., 3.13%, 01/02/2029	12,249,860
NRG Energy Inc., 6.63%, 15/01/2027	12,007,868
CDI Escrow Issuer Inc., 5.75%, 01/04/2030	11,765,668
Sealed Air Corp., 5.25%, 01/04/2023	11,579,601
Berry Global Inc., 4.50%, 15/02/2026	11,523,600
CCO Holdings LLC / CCO Holdings Capital Corp., 4.75%, 01/03/2030	11,382,645
Boyd Gaming Corp., 8.63%, 01/06/2025	11,376,376

The Central Bank requires a schedule of material changes in the composition of the portfolio during the year. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the year and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20.

A full list of purchases and sales for the year ended 31 December 2022 is available on request from the Administrator.

31 December 2022

UCITS V Remuneration Disclosure

The European Union Directive 2014/91/EU as implemented in Ireland by S.I. No. 143/2016 - European Union (Undertakings for Collective Investment in Transferable Securities) (Amendment) Regulations 2016, requires management companies to establish and apply remuneration policies and practices that promote sound and effective risk management, and do not encourage risk taking which is inconsistent with the risk profile of the UCITS.

To that effect, the Manager has implemented a remuneration policy that applies to all UCITS for which the Manager acts as manager (the “Remuneration Policy”) and covers all staff whose professional activities have a material impact on the risk profile of the Manager or the UCITS it manages (“Identified Staff of the Manager”). The Remuneration Policy also applies to all alternative investment funds for which the Manager acts as alternative investment fund manager. In accordance with the Remuneration Policy, all remuneration paid to Identified Staff of the Manager can be divided into:

- Fixed remuneration (payments or benefits without consideration of any performance criteria); and
- Variable remuneration (additional payments or benefits depending on performance or, in certain cases, other contractual criteria) which is not based on the performance of the UCITS.

The Manager has designated the following persons as Identified Staff of the Manager:

1. The Designated Persons;
2. Each of the Manager’s directors;
3. Head of Compliance;
4. Risk Officer;
5. Head of Anti-Money Laundering and Counter Terrorist Financing Compliance
6. Money Laundering Reporting Officer;
7. Chief Executive Officer;
8. Chief Operating Officer; and
9. All members of the investment committee.

The Manager has a business model, policies, and procedures which by their nature do not promote excessive risk taking and take account of the nature, scale, and complexity of the Manager and the UCITS. The Remuneration Policy is designed to discourage risk taking that is inconsistent with the risk profile of the UCITS and the Manager is not incentivised or rewarded for taking excessive risk.

The Manager has determined not to constitute a separate remuneration committee and for remuneration matters to be determined through the Manager’s Compliance and AML Committee, a Committee of the Manager’s Board.

The Manager’s Compliance and AML Committee is responsible for the ongoing implementation of the Manager’s remuneration matters and will assess, oversee, and review the remuneration arrangements of the Manager as well as that of the delegates as relevant, in line with the provisions of the applicable remuneration requirements.

The Manager has a number of directly employed staff. The Manager’s parent company is Carne Global Financial Services Limited (“Carne”). In addition, Carne also operates through a shared services organisational model which provides that Carne employs staff and further enters into inter-group agreements with other entities within the group (the “Carne Group”) to ensure such entities are resourced appropriately. As at 31 December 2022, 10 of the Identified Staff of the Manager are employed directly by the Manager. The remainder of the Identified Staff of the Manager are employees of Carne, or employees of another entity within the Carne Group, and are remunerated directly based on their contribution to Carne Group as a whole. In return for the services of each of the Carne Identified Staff of the Manager, the Manager pays an annual staff recharge to Carne (the “Staff Recharge”).

The independent non-executive Directors are paid a fixed remuneration. The other Identified Staff of the Manager member’s remuneration is linked to their overall individual contribution to the Manager or the Carne Group, with reference to both financial and non-financial criteria and not directly linked to the performance of specific business units or targets reached or the performance of the UCITS.

31 December 2022

UCITS V Remuneration Disclosure (continued)

The aggregate of the total Staff Recharge, remuneration of the directly employed Identified Staff of the Manager and the remuneration of the independent non-executive Directors is €2,502,802 paid to 16 Identified Staff of the Managerⁱ for the year ended 31 December 2022.

The Manager has also determined that, on the basis of number of sub-funds / NAV of the UCITS relative to the number of sub-funds / assets under management, the portion of this figure attributable to the UCITS is €7,563.

The Fund does not pay any fixed or variable remuneration to identified staff of the Investment Manager.

ⁱ This number represents the number of Identified Staff of the Manager as at 31 December 2022.

CIFC LONG/SHORT CREDIT FUND (a sub-fund of CIFC Credit Funds ICAV)
Appendix 3 – Securities Financing Transactions (Unaudited)

31 December 2022

The ICAV engages in Securities Financing Transactions (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions) (“SFT”) and total return swaps (“TRS”). In accordance with Article 13 of the Regulation, the Fund’s involvement in and exposures related to TRS for the accounting year ended 31 December 2022 are detailed below.

Global Data

Amount of assets engaged in TRS.

The following table represents the total value of assets and liabilities engaged in TRS:

Type of Asset	Amount of assets USD	% of Net Asset Value	Amount of liabilities USD	% of Net Asset Value
TRS	4,532,936	0.54%	287,653	0.03%

Concentration Data

Ten largest collateral issuers

The Fund did not receive non-cash collateral by way of title transfer collateral arrangement across TRS as at the Statement of Financial Position date.

Top ten counterparties

The following table provides details of the top ten counterparties (based on gross volume of outstanding transactions) in respect of TRS, as at the Statement of Financial Position date.

Counterparty	TRS	
	Asset Fair value USD	Liability Fair value USD
Barclays Bank Plc	3,580,200	68,799
BNP Paribas	952,736	218,854

Aggregate transaction data

Maturity tenor of collateral

The following table provides an analysis of the maturity tenor of collateral pledged in relation to TRS outstanding at the Statement of Financial Position date:

Maturity	TRS Cash collateral pledged USD
Open maturity	48,775,000
	48,775,000

Cash pledged as collateral is presented as open transactions as it is not subject to a contractual maturity date.

31 December 2022

Aggregate transaction data (continued)

Currency of collateral:

The following table provides an analysis of the currency profile of collateral pledged in relation to TRS as at the Statement of Financial Position date:

Currency	TRS
	Cash collateral pledged USD
USD	48,775,000
	48,775,000

Maturity tenor of TRS

The following table provides an analysis of the maturity tenor of TRS outstanding as at the Statement of Financial Position date:

Maturity	TRS	
	Asset Fair value USD	Liability Fair value USD
1 to 4 weeks	3,580,200	(68,799)
1 to 3 months	952,736	(218,854)
	4,532,936	(287,653)

The above maturity tenor analysis has been based on the period remaining to maturity. Open maturity transactions are those transactions that are callable or terminable on a daily basis.

Country in which counterparties are established:

All of the collateral is posted with the United Kingdom entities/branches of the counterparty.

Settlement and clearing

Details of cash collateral specific to individual TRS contracts cannot be sourced as the Fund collateralises at a portfolio level on a netted basis. This means that the collateral calculated/moved with the broker will cover the mark to market exposure for all contracts traded under the relevant ISDA/CSA agreement.

Re-use of collateral

Share of collateral received that is reused and reinvestment return:

As at 31 December 2022 no cash collateral held was being re-used.

Safekeeping of collateral

Non Cash Collateral received/granted

The Fund did not receive non-cash collateral across TRS as at the Statement of Financial Position date.

Return and cost

All returns from OTC derivative transactions accrue to the Fund and are not subject to any returns sharing arrangements with the Fund's Manager or any other third parties. Returns from those instruments are disclosed under net gain/(loss) on financial assets and liabilities at fair value through profit or loss and net gain/(loss) on foreign exchange translation in the Fund's Statement of Comprehensive income.

31 December 2022

Disclosures pursuant to the Taxonomy Regulation

The investments underlying this financials product do not take in to account the European Union criteria for environmentally sustainable economic activities.