

OCP SENIOR CREDIT FUND

Monthly Update as at October 31, 2015



Investment Rationale and Objectives

OCP Senior Credit Fund provides Unitholders with exposure to the performance of an actively managed, diversified portfolio comprised primarily of first lien floating rate senior secured loans of non-investment grade North American issuers.

The Fund's objectives are: (i) provide Unitholders with attractive, quarterly, tax-advantaged distributions, currently targeted to be \$0.50 per annum, representing an annual yield of 5% based on the original issue price of \$10.00 per Unit; (ii) preserve capital; and (iii) generate enhanced returns through increasing cash flow to the portfolio as interest rates rise.

Details

Date of Inception:	November 19, 2010
Issue Price:	\$10.00
Opening NAV (November 19, 2010):	\$9.45
Ticker Symbol:	OSL.UN (TSX)
Total Net Assets:	\$191,057,253.89*
NAV per Unit:	\$9.80*
Market Price:	\$9.40*
Latest Distribution: September 30, 2015	\$0.1250
Distribution Frequency:	Quarterly
Cash Distributions Since Inception:	\$2.4325

*As at October 30, 2015

Fund Returns (%)

	1M	3M	6M	YTD	1Y	2Y	3Y	SI
OCP Senior Credit Fund (OSL.UN)	-0.01	-2.68	-2.43	1.19	0.45	3.15	5.32	5.93

Commentary

Net performance of OCP Senior Credit Fund (the Fund) was (0.01%) and 1.19% for October and year-to-date, respectively. For the month of October, the CS Leveraged Loan ("CS-LL Index"), CS High-Yield and S&P 500 TR indexes returned (0.14%), 2.56% and 8.44%, respectively.

Performance in the month was consistent with the asset class more broadly, although the Fund outperformed the CS-LL Index. For the month of October, the portfolio had almost two times as many positive contributors to performance as negative contributors. While there is not much company-specific news, there were a couple of noteworthy positions this month.

The Fund has an investment in the term loans of Essar Steel Algoma, the second largest steel producer in Canada. The position traded lower during the month after the company's contract with its sole iron ore supplier was unexpectedly terminated following a dispute over contract terms. While Essar managed to secure another supplier in the interim, the combination of weak steel prices (Essar's output) and potentially uncertain supply of higher cost iron ore (one of Essar's main inputs) in an already liquidity-strained environment triggered bankruptcy concerns heading into November when it filed for protection under Canada's Companies' Creditors Arrangement Act. The Fund's position in Essar is relatively small; however, the shock of the contract loss caused a fairly significant market reaction and resulted in a 30 basis point mark-to-market loss in the position.

Another position which traded down slightly in October is Federal-Mogul ("Fed Mogul"). Fed Mogul is best known as a global supplier of products and solutions to auto manufacturers. While the name traded down slightly, in sympathy with the broader sector, we believe the loans remain well-covered at par and view Fed Mogul as a core position in the Fund.

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Five Strongest and Weakest Performers

Strongest

Caesars (CERP) Senior Secured Loan
Harbinger Senior Secured Note
Alon Senior Secured Loan
Innovacare Senior Secured Loan
PBF Energy Senior Secured Note

Weakest

Essar Steel Algoma Senior Secured Loan
Fed Mogul Senior Secured Loan
Arch Coal Senior Secured Loan
Corporate Risk Hldgs Senior Secured Notes (formerly Altegrity)
Ceva Senior Secured Term Loan

The chart shows the top five strongest and weakest holdings contributing to the Portfolio's performance for the month. These holdings do not represent all of the assets held, purchased or sold during the month.

Industry Exposure**

Business Services	15.67%
Retail	12.07%
Trucking	11.09%
Technology	8.93%
Energy	8.77%
Gaming/Leisure	6.74%
Media	6.37%
Automobiles	4.86%
Telecom	3.89%
Shipping - Jones Act	3.79%
Education	3.17%
Consumer Durables	2.99%
Transportation/Logistics	2.86%
Energy Service	1.79%
Aerospace	1.53%
Healthcare	1.49%
Metals/Minerals	1.09%
Shipping - Tankers	0.65%
Transportation	0.65%
Forest Prod/Containers	0.64%
Chemicals	0.37%
Housing/Building Products	0.31%
Manufacturing	0.26%
Adjusted Exposure**	100.00%

** Based on invested capital as of the report date, not the target level of invested capital

Portfolio Composition***

	Net
Bank Debt	132.67%
Corporate Bonds	22.67%
Government Bonds	0.00%
Equity	0.00%
Other	0.00%
Total Exposure	155.34%

*** The Portfolio refers to the positions held by the underlying fund, OCP Credit Trust

All amounts in Canadian dollars unless otherwise stated. Certain statements constitute forward-looking statements, including, but not limited to, those identified by the expressions "expect", "intend", "will" and similar expressions to the extent they relate to the Fund. The forward-looking statements are not historical facts but reflect Onex Credit Partners, LLC's current expectations regarding future results or events. These forward-looking statements are subject to a number of risks and uncertainties that could cause actual results or events to differ materially from current expectations. Although Onex Credit Partners, LLC believes that the assumptions inherent in the forward-looking statements are reasonable, forward-looking statements are not guarantees of future performance and, accordingly, readers are cautioned not to place undue reliance on such statements due to the inherent uncertainty therein. Onex Credit Partners, LLC undertakes no obligation to update publicly or otherwise revise any forward-looking statement or information whether as a result of new information, future events or other such factors which affect this information, except as required by law.

You will usually pay brokerage fees to your dealer if you purchase or sell units of the investment fund on the Toronto Stock Exchange ("TSX"). If the units are purchased or sold on the TSX, investors may pay more than the current net asset value when buying units of the investment fund and may receive less than the current net asset value when selling them. There are ongoing fees and expenses associated with owning units of an investment fund. An investment fund must prepare disclosure documents that contain key information about the fund. You can find more detailed information about the fund in these documents. **The indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account certain fees (such as redemption fees or optional charges) or income taxes payable by any unitholder that would have reduced returns.** Investment funds are not guaranteed, their values change frequently and past performance may not be repeated.

The Portfolio refers to the positions held by the underlying fund, OCP Credit Trust. Through a forward agreement, the return of the Fund is dependent on the return of the Portfolio. Performance figures for the Fund are based on Canadian generally accepted accounting principles and were based on audited financial statements through December 31, 2014 and unaudited monthly estimates thereafter. Performance figures for the Fund include distributions paid during the relevant period and are calculated net of expenses and fees. Returns for the Fund may diverge from the returns for the Portfolio for several reasons including the incurrence of expenses and payment of distributions by the Fund.