

Monthly report as of 31 July 2023

July performance increased by 0.5%

- July performance up by 0.5%
- How private equity buyouts can continue to succeed in the new macro regime

In July, Partners Group Generations Fund I increased by 0.5% and closed with a NAV per share of GBP 1.673. Like in the previous month, private equity and senior loans served as the main contributors to the positive performance.

Private equity buyouts have been successful due to their ability to generate returns through operational value creation, optimization of capital structure, and changes in valuation multiples. The buyout model has historically benefited from positive macro conditions for growth, including cheap and abundant financing and rising valuation multiples, which have contributed to growing returns. However, the macro environment has become more challenging during the past year, with higher interest rates, debt scarcity, and a correction in buyout valuations. While these challenges reduce the room for error in execution, buyout investors can still capitalize on lower entry valuations and refocus on operational value creation and disciplined underwriting. Despite these challenges, adapting to the current investment environment can help generate attractive returns for investors.

Private equity buyouts remain a viable strategy, despite the macro challenges presented by higher financing costs and lower debt availability. Changing dynamics bring opportunities, and uneven price corrections offer attractive entry points for investors seeking buyout transactions. A proactive and disciplined investment process, aided by a thematic approach to sourcing, is essential to generating top-quartile buyout returns. Driving operational value is even more important in the current environment, and investors need to focus on governance and productivity improvements and strategic platform expansion to increase returns. Historical data has shown that the most successful managers have generated relatively stable returns across different cycles and rate regimes, proving that investment excellence can deliver solid performance despite macro headwinds. Adaptation to the changing environment, disciplined underwriting, and doubling down on value creation are key factors in generating attractive returns for buyout investors.

By leveraging our expertise in disciplined approach to identifying high-quality companies at attractive entry valuations, thematic sourcing, and operational value creation, we believe we are well-positioned to navigate the challenges presented by the current market environment.

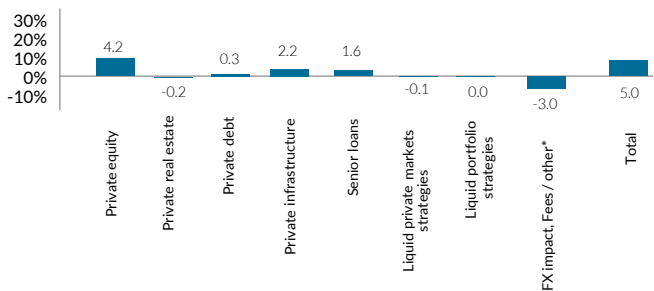
This Fund might restrict outflows in the future.

IMPORTANT INFORMATION: We would like to remind investors that redeeming their holdings in the Fund is subject to restrictions as set out in the Fund's constituent documents. Redemptions are generally subject to a maximum per dealing day expressed as a percentage of the net asset value. In certain circumstances redemptions may also be suspended.

Key figures

In GBP	30.06.2023	31.07.2023	YTD
NAV per share	1.665	1.673	9.1%
Total fund size (in million)	736.81	732.44	
Performance (since inception)	66.5%	67.3%	
Annualized volatility	5.9%	5.9%	

Performance contribution for the last twelve months



* Includes -0.5% performance impact of bid spread

Net performance since inception

In %	2016	2017	2018	2019	2020	2021	2022	2023	ITD cum.	ITD ann.
PG Generations Fund I	7.5	11.0	1.6	13.7	1.9	15.5	-5.4	9.1	67.3	9.1
MSCI World 100% Hedged to GBP Net Total Return	9.8	17.6	-8.4	25.5	11.7	23.9	-17.1	18.1	101.1	10.1

Largest five private markets direct investments

	% of NAV
1. Spring Education Group	Consumer discretionary 2.2
2. Zabka Polska SA	Consumer staples 1.8
3. Techem Metering	Industrials 1.7
4. AlliedUniversal	Industrials 1.5
5. Milestone	Infrastructure 1.5

Monthly net performance

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2016					1.1%	-0.5%	4.1%	1.3%	-0.2%	1.5%	-0.3%	0.3%	7.5%
2017	1.1%	0.0%	1.0%	1.0%	1.3%	-0.6%	3.9%	0.9%	-0.9%	2.0%	0.4%	0.5%	11.0%
2018	0.0%	-1.0%	-0.3%	0.9%	1.1%	-0.5%	1.7%	0.1%	-0.1%	0.2%	0.4%	-1.0%	1.6%
2019	1.8%	1.2%	0.8%	2.7%	0.5%	0.7%	3.1%	0.0%	0.1%	0.5%	0.5%	1.0%	13.7%
2020	2.5%	-1.3%	-16.9%	7.7%	2.7%	1.4%	1.2%	1.8%	0.7%	0.3%	3.3%	0.4%	1.9%
2021	0.2%	0.1%	2.4%	2.7%	0.3%	2.1%	1.6%	1.3%	0.0%	2.2%	0.3%	1.2%	15.5%
2022	-2.2%	0.1%	2.5%	0.4%	-1.4%	-1.4%	0.4%	0.1%	-1.2%	-2.9%	0.4%	-0.1%	-5.4%
2023	6.2%	-0.1%	-1.2%	2.6%	0.2%	0.8%	0.5%						9.1%



Monthly report as of 31 July 2023

Partners Group Generations Fund I is a daily priced, multi-asset private markets solution providing exposure to private equity, private debt, private infrastructure and private real estate investments, whereby Partners Group is using its global relative value approach across asset classes and regions to identify the most attractive opportunities.

Exposure by currency:

GBP 72%, USD 13%, EUR 8%, SEK 2%, CAD 1%, CHF 1%, INR 1%, CNY 1%, Other 1%

Information

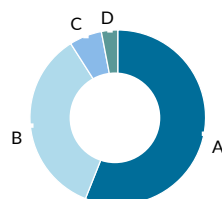
For further information please visit:
www.pgenerationsfund.com

Investor Relations

Partners Group (UK) Limited
 14th Floor
 10 Bishopsgate
 London EC2N 4AY
 United Kingdom
pgenerationsfund@partnersgroup.com

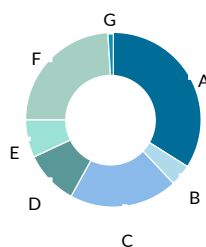
Portfolio composition

Investments by regional focus



A	North America	56%
B	Europe	35%
C	Asia-Pacific	6%
D	Rest of World	3%

Investments by asset class



A	Private equity	33%
B	Private debt	4%
C	Liquid private markets strategies	21%
D	Private infrastructure	9%
E	Private real estate	7%
F	Senior loans	25%
G	Liquid portfolio strategies	1%

Share class information

Share class	ISIN	Sedol	Launch date	NAV per share	MTD	YTD	2022	2021	2020	2019	2018	2017	2016	ITD cum.	ITD ann.
EUR S (open)	GB00BLH0L511	BLH0L51	13.10.2022	1.071	0.4%	8.4%	-1.2%	-	-	-	-	-	-	7.1%	n.m.
GBP B (closed)	GB00BYNSX16	BYNSX1	29.04.2016	1.673	0.5%	9.1%	-5.4%	15.5%	1.9%	13.7%	1.6%	11.0%	7.5%	67.3%	7.4%
GBP I (open)	GB00BDZ7JP44	BDZ7JP4	02.08.2018	1.384	0.5%	9.3%	-5.6%	16.0%	1.9%	14.0%	-0.5%	-	-	38.4%	6.7%
GBP J (open)	GB00BDZ7JQ50	BDZ7JQ5	10.11.2017	1.443	0.5%	9.4%	-5.4%	16.2%	2.2%	14.2%	2.2%	0.6%	-	44.3%	6.6%
GBP P (open)	GB00BD3ZCG23	BD3ZCG2	01.12.2016	1.556	0.5%	9.1%	-5.4%	15.4%	1.9%	13.6%	1.2%	11.0%	0.5%	55.6%	6.9%
GBP S (open)	GB00BKS93K95	BKS93K9	27.11.2019	1.239	0.5%	9.5%	-5.5%	16.2%	2.2%	0.9%	-	-	-	23.9%	6.0%

Key figures Annualized volatility is calculated based on the Fund's daily performance. **Net performance since inception** Key figures Annualized volatility is calculated based on the Fund's daily performance Net performance since inception MSCI World 100% Hedged to GBP TR: Bloomberg. The inclusion of this index is used for comparison purposes only and should not be construed to mean that there will necessarily be a correlation between the fund/investment return and the index. The fund is not managed nor designed to track such index. **Largest five private markets direct investments** Based on total net asset value of the Fund. Some names and figures (marked "n.a.") may not be disclosed for confidentiality reasons; may include valuation adjustments that occurred after the effective NAV valuation day. **Monthly net performance** Based on monthly valuations. **Portfolio composition** Based on total value of investments. Exposure by regional focus: split by geographical region where applicable. Information shown is on a look-through basis for all Partners Group Programs. Liquid private markets strategies contain listed infrastructure, listed private equity and listed real estate investments. Liquid portfolio strategies comprise high yield debt and opportunistic fixed income investments.

Partners Group (UK) Limited is authorised and regulated by the Financial Conduct Authority. Firm Reference Number: 401307. Product Reference Number: 709752

The content of this promotion is directed in the UK to those persons who are Professional Clients of Eligible Counterparties (as defined by the Financial Conduct Authority) and is provided for information purposes only. This document is not intended to be an investment advertisement or sales instrument. Under no circumstances should the information contained herein be used or considered as an offer to sell, or solicitation of an offer to buy the product described herein or any other security. This report was prepared using financial information contained in the company's books and records as of the reporting date. The Net Asset Value is calculated by a third party and is subject to revision at the end of each annual audit. This information is believed to be accurate but has not been audited by any third party. This report describes past performance, which may not be indicative of future results. Diversification does not ensure a profit or protect against a loss. Any charts which represent the composition of a portfolio of private markets investments serve as guidance only and are not intended to be an assurance of the actual allocation of private markets investments. The company does not accept any liability for actions taken on the basis of the information provided. Please consult the constituent documents for a more complete description of the terms.