

Ver Capital High Yield Italian Selection

The aim of the sub-fund is to increase the value of the invested capital, through a diversified portfolio mainly invested in high yield bonds issued by companies with a permanent establishment in Italy. The sub-fund can be considered as a qualified investment for the establishment of a "Piano individuale di Risparmio a lungo termine" (PIR) under the Law 232/2016. VCCF is structured as a UCITS IV Compliant with daily NAV.

Available on [All Funds platforms](#) (both Institutional and Retail)

Market

In the month of December 2020 markets were mostly positive, driven by market participants focusing on positive news that brought strong expectations. One issue that lingered through the whole month was the new American stimulus package. After long and tough discussions, Democratic and Republican lawmakers agreed on a \$748 billion stimulus proposal. In Europe, the long chapter on the Brexit negotiations finally came to an end, a deal was reached in the end of the month and now is on the way to the parliaments to be signed into law. Lastly, even though lockdown measures are increasing in many countries in Europe to safeguard against a new wave, on the 27th of December all the countries in the European Union had the start of the vaccination against Covid-19. The new year would start with somewhat of a sweet spot, with more stimulus likely on the way and an increase in demand as the global

Inception date Dec. 18th, 2017

economies are starting to come out of Covid-19. Overall, the cash credit space trended upwards with 75 bps of positive performance. On the synthetic side the Crossover tightened from 265 to 242 bp signaling the market participants' expectations on risky assets.

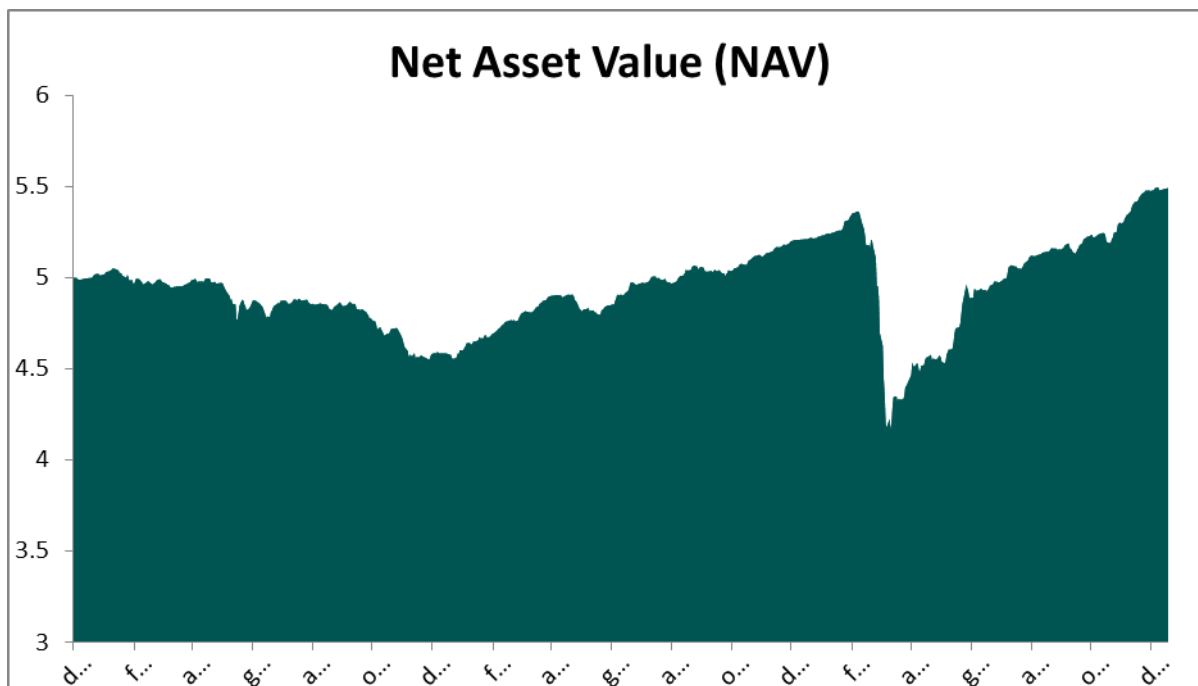
Investment Tactics

In the month of December 2020, the Fund experienced +1.23% of positive returns due to the exposure mainly to Italian names sectors. Italian financials were among the first names, in the European high yield segment, to be hit by the market. However, they were also the first one to rebound in risk on mood. The portfolio was not subject to any specific rotation.

NAV Performance

1 Month	YTD	Since Inception (Dec. 18 th , 2017)
+1.23%	+5.47%	+9.92%

Performance



Ver Capital HY Italian PIR YTD performance.

Portfolio Performance

Geographical distribution (EU)	100.00%
Currency denomination (EUR)	100.00%
Average rating	B/B-
Average coupon (not including cash)	4.7%
Yield to worst (not including cash)	4.9%
Yield To Maturity (not including cash)	5.0%
Modified Duration	2.22
Number of sectors	18
Number of issuers	32
Number of issuances	34
Top 10 holdings	42%

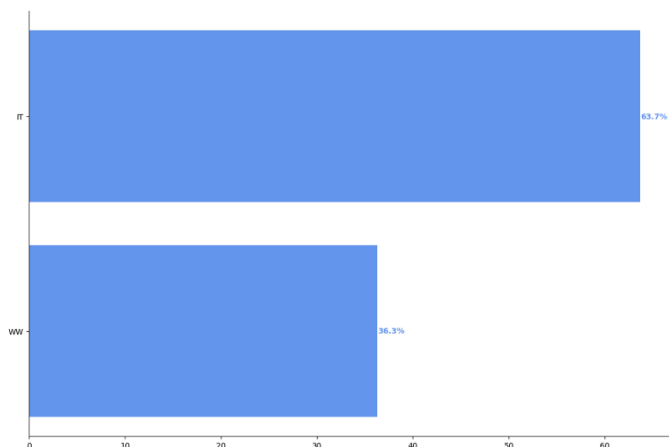
Top 10 holdings

TOP 10 SECURITIES	Ticker	Wgt	Cumulated Wgt
KEDRIM 3 07/12/22	XS1645687416	5.76%	5.76%
USIMIT 5 ¾ PERP	XS1078235733	4.22%	9.99%
ISPVIT 4 ¾ PERP	XS1156024116	4.16%	14.15%
BAMIIM 8 ¾ PERP	XS1984319316	4.12%	18.27%
CNTRNB 5 ½ 09/30/26	XS2241097687	3.98%	22.24%
UCGIM 2.731 01/15/32	XS2101558307	3.93%	26.17%
MANTEN 9 06/15/22	XS1642816554	3.91%	30.09%
ALMAIN 7 ¼ 10/15/22	XS1694628287	3.90%	33.99%
BAMIIM 6 ¼ PERP	XS2089968270	3.89%	37.88%
INTDGP Float 11/15/25	XS1908258681	3.82%	41.71%

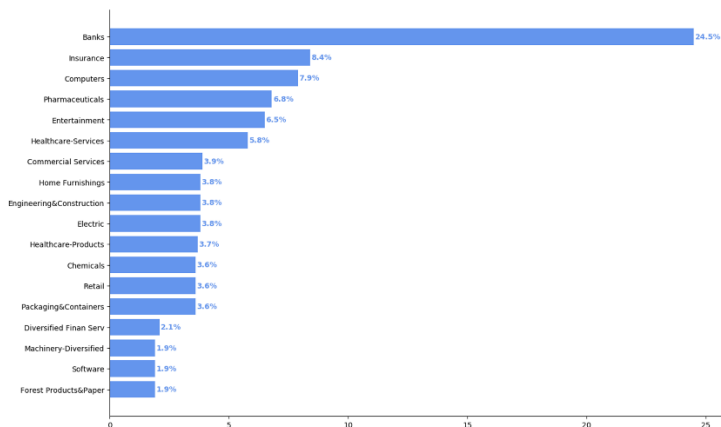
Geographical allocation (Company headquarter)



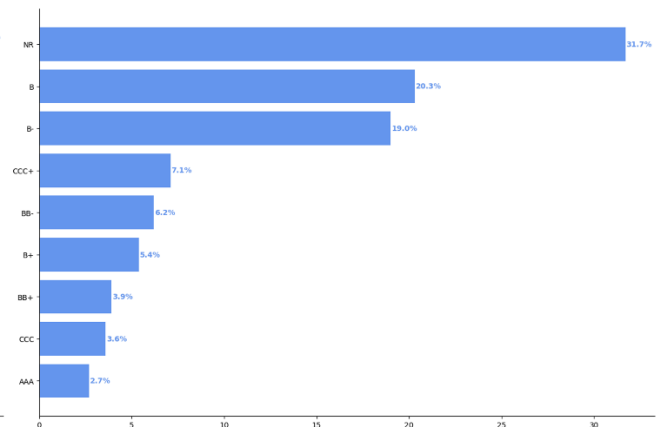
Geographical allocation (Country of risk)



Sector allocation



Allocation by rating



Info

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