

## 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

Markets started the new year with the same positive sentiment that characterized the last quarter of 2020. In January, as expected, both the FED and ECB announced that they will maintain their dovish monetary policies by using its full range of tools to support the economy. The deterioration of the fundamental outlook, given the new restrictions, is, again, raising concerns around BBB downgrade. One of the main arguments during 2020 was the huge wave of falling angles in the HY unbalancing the *technicals*. However, there were only €47bn of fallen angels in 2020 which represents 2.1% of euro investment grade notional. We expect some downgrade especially now that BBB rated bonds comprise a record 51% of investment grade market value. However, we are in an environment where fiscal and monetary support will soften downgrades and where primary deals are well oversubscribed. However, in the last weeks, market

Inception date Dec. 18<sup>th</sup>, 2017

sentiment easily oscillates between optimism on vaccines roll-out and fears of further restrictions and stretched valuations. This explains in part the discrepancy between cash and synthetic indexes. In fact, the cash index finished the month in positive territory, meanwhile the Xover widened more than 20 bps from 245 to 267 bps.

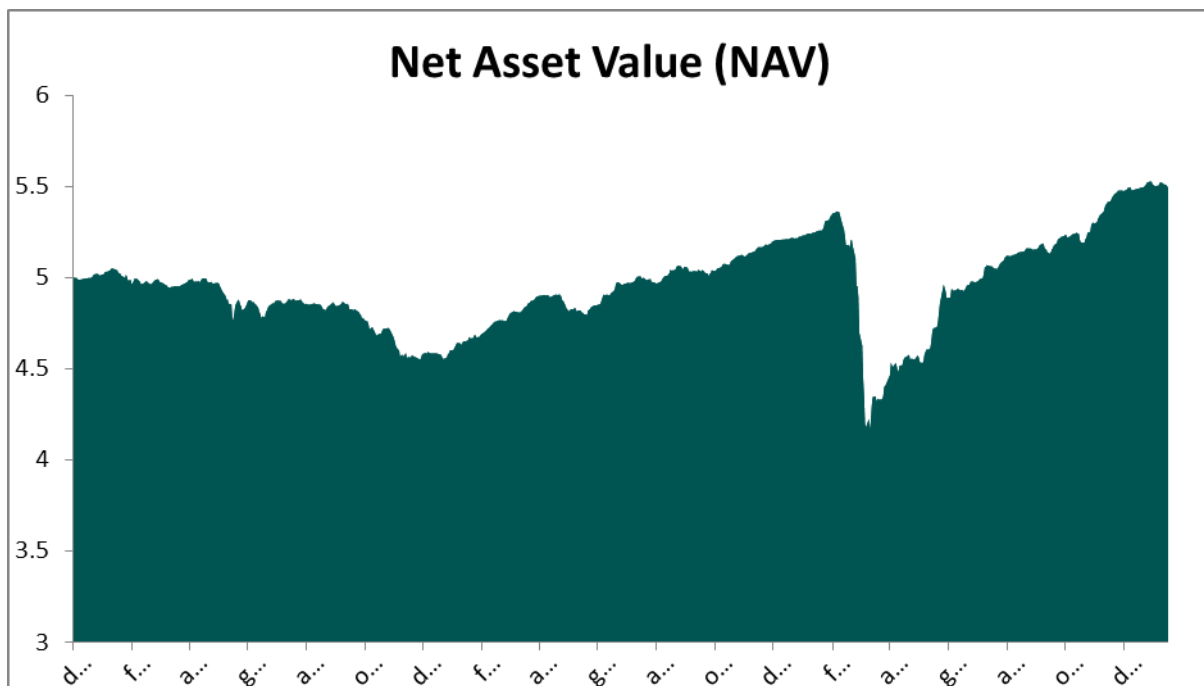
### Investment Tactics

In the month of January 2021, the Fund experienced +0.00% of returns due to the exposure mainly to Italian names sectors. The portfolio was not subject to any specific rotation in the month of January.

### NAV Performance

1 Month	YTD	Since Inception (Dec. 18 <sup>th</sup> , 2017)
+0.00%	+0.00%	+9.92%

### Performance



Ver Capital HY Italian PIR YTD performance.

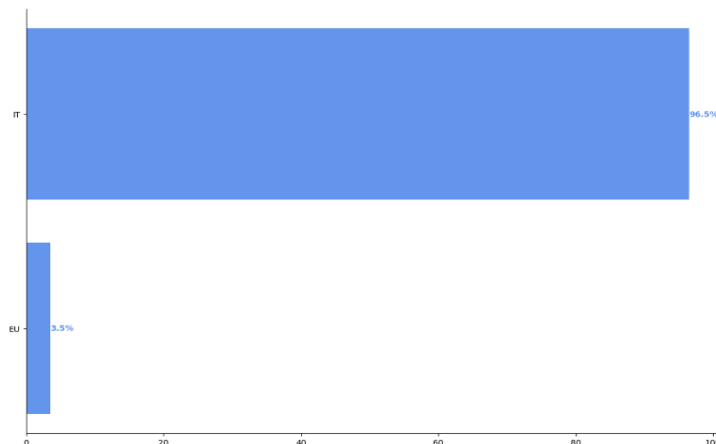
### Portfolio Performance

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%

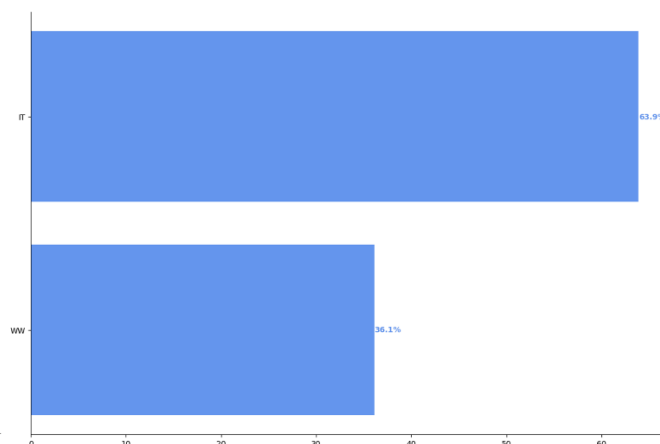
### Top 10 holdings

TOP 10 SECURITIES	Ticker	Wgt	Cumulated Wgt
KEDRIM 3 07/12/22	XS1645687416	5.76%	5.76%
USIMIT 5 ¼ 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 ½ PERP	XS2089968270	3.89%	37.88%
INTDGP Float 11/15/25	XS1908258681	3.82%	41.71%

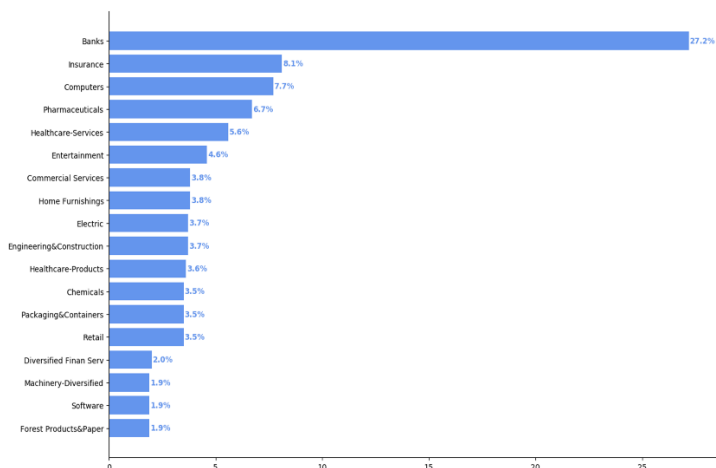
### Geographical allocation (Company headquarter)



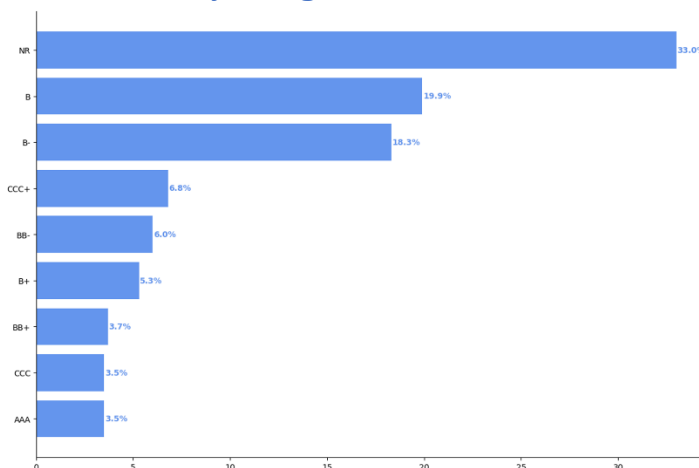
### Geographical allocation (Country of risk)



### Sector allocation



### Allocation by rating



### Info

NAV  
Investment Manager

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### Contacts

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