

Ver Capital High Yield Italian PIR

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 July 2020, the markets started to see a strong recovery as well as the full picture of the negative impact caused by Covid-19. The markets dropped in beginning of the month after officials warned economy would take longer to recover and industrial data from Germany coming weaker than expected. In the second half, however, investors came back to risk assets due to news on the scientists' progress in developing a vaccine for the coronavirus. Such news brought optimism to financial markets after recent struggles in the face of new outbreaks across the US and Asia. The euro and the European markets saw a strong surge in the second half of the month, pulled by progress in the historic stimulus package negotiations. The "frugal" four governments that had been holding up negotiation agreed on the rescue package. In US the dovish remarks of the FED were not sufficient to stop the negative sentiment of the markets after historical negative quarterly GDP results of the main

Inception date Dec. 18th, 2017

economies. On the other hand, many market players are pricing in that the worst of the downturn is past, albeit the recovery could be slower than what was previously expected. Even though the month closes in a sour note, July was a positive month for the HY market. The month closed down on a positive trend with the Crossover tightening from 382 to 377 bp.

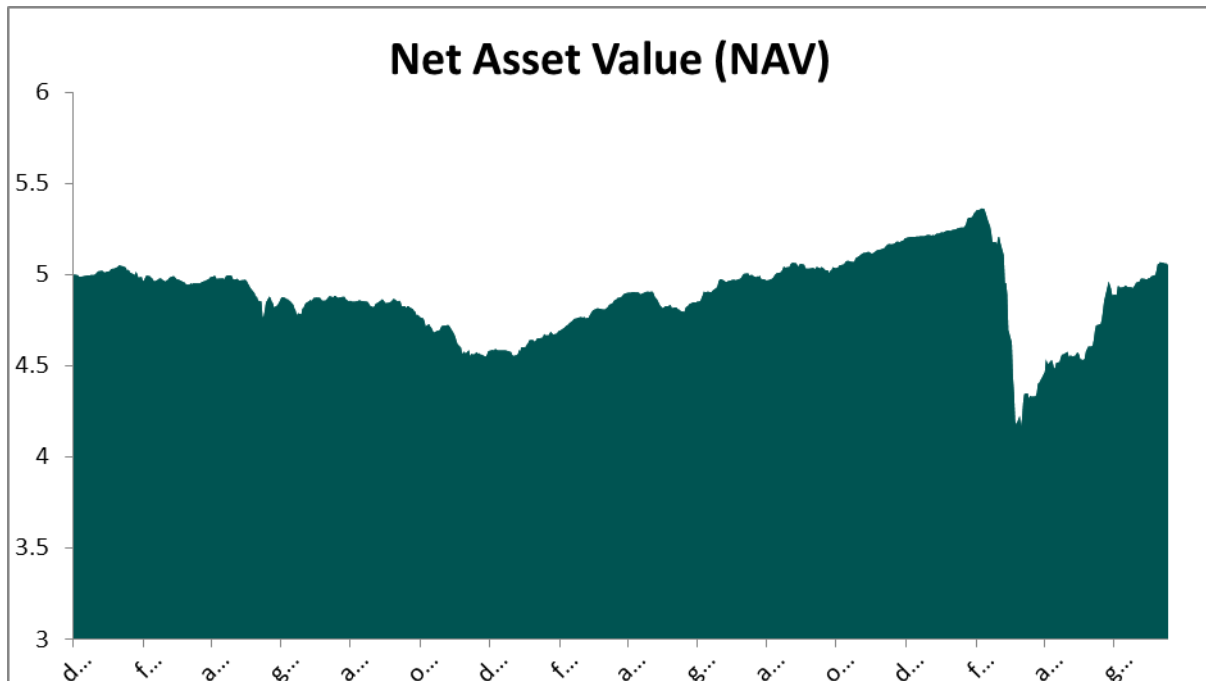
Investment Tactics

In the month of July 2020, the Fund experienced +2.54% 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)
+2,54%	-3,11%	+1,98%

Performance



Ver Capital HY Italian PIR YTD performance.

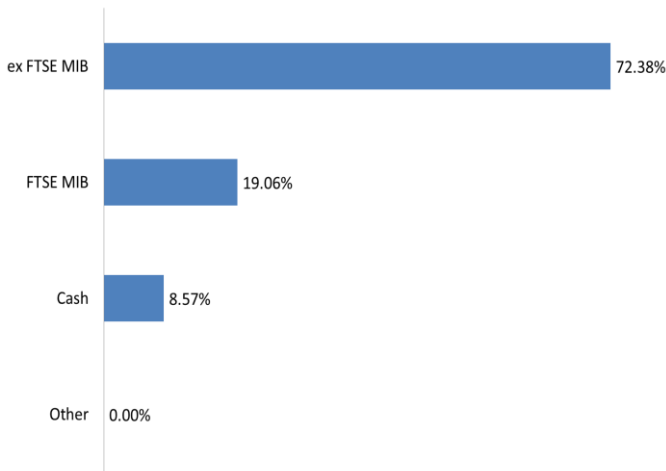
Portfolio Performance

Geographical distribution	100% Italy
Currency denomination	100% EUR
Average Rating	BB-
Average Coupon	3.5%
Yield to Worst	4.4%
Yield to Maturity	7.3%
Modified Duration	1.6
Number of Sectors	18
Number of Issuers	31
Number of issuances	31
Top 10 holdings	42%

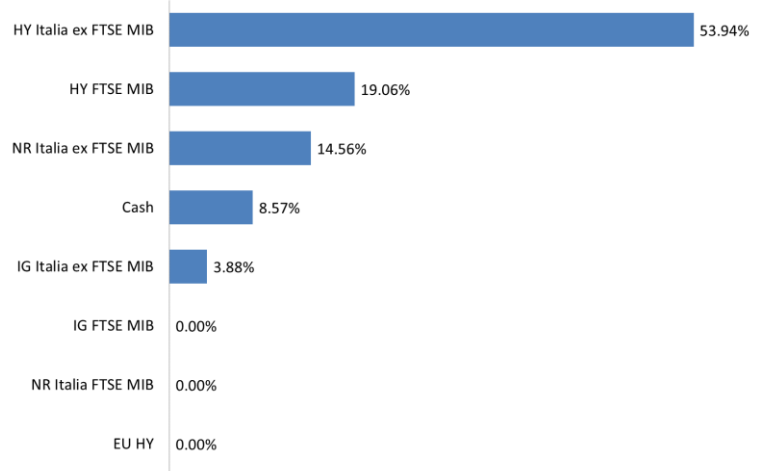
Top 10 holdings

TOP 10 SECURITIES	Ticker	Wgt	Cumulated Wgt
KEDRIM 3 07/12/22	XS1645687416	5.98%	5.98%
ISPVIT 4 ¾ PERP	XS1156024116	4.31%	10.29%
USIMIT 5 ¾ PERP	XS1078235733	4.22%	14.52%
CASSIM 4 ¼ 12/14/47	XS1733289406	4.13%	18.65%
MANTEN 9 06/15/22	XS1642816554	4.06%	22.71%
LIMACO Float 08/15/23	XS1662516217	3.98%	26.68%
BAMIIM 8 ¾ PERP	XS1984319316	3.91%	30.60%
DOCGEN Float 06/30/26	XS2015218584	3.90%	34.49%
UCGIM 2.731 01/15/32	XS2101558307	3.88%	38.37%
BORMPH Float 11/15/24	XS1713858576	3.87%	42.25%

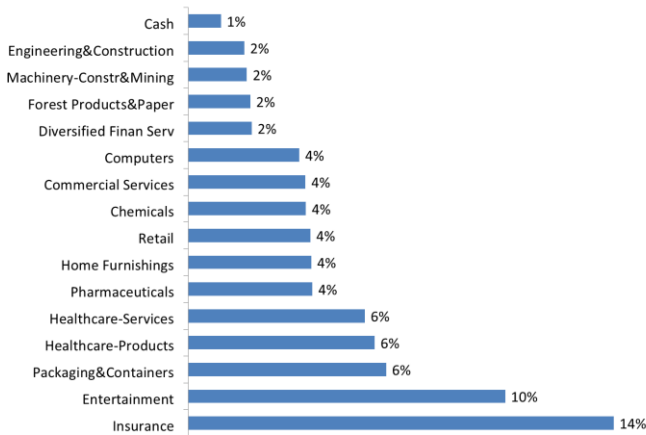
Broad Allocation



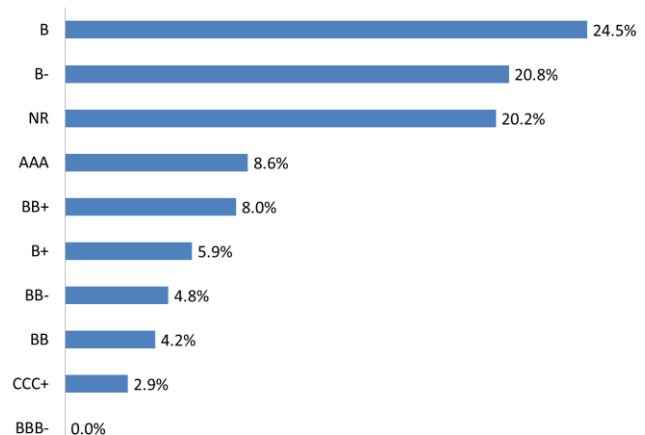
Asset Allocation



Sector allocation



Allocation by rating



Info

NAV
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