

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 sub-fund, UCITS IV Compliant, with daily NAV, of the Luxembourg Sicav Nextam Partners.

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

Inception date Dec. 18th, 2017

Market

August is traditionally a holiday-impacted period in Europe. In fact, there was just € just €1.14 billion of supply in the high-yield bond space (down from €5.31 billion in the previous month). During the first week of August the Bank of England raised interest rates to the highest since 2009, even as Governor Mark Carney spoke about the chance of a hard Brexit as "uncomfortably high". August has been characterized by the "Lira crisis" where the Turkish currency surpassed the Argentine Peso as the worst performing currency this year. Sentiment has turned particularly sour after: geopolitical internal tensions, the central bank confounded expectations by not raising interest rates on July 24 and the subsequent U.S. sanctions. Turkish events along with the trade war mainly explains the negative performance of the major European indexes as EuroStoxx50, FTSE MIB and DAX. It has to be said that Volatility peaks remain possible in the third quarter, however the most likely scenario appears to be a

relatively contained volatility of the asset class. We think that Euro HY has now a better relative value versus other global credit products and is better suited to an environment of rising systemic risk due to its superior yield and shorter duration.

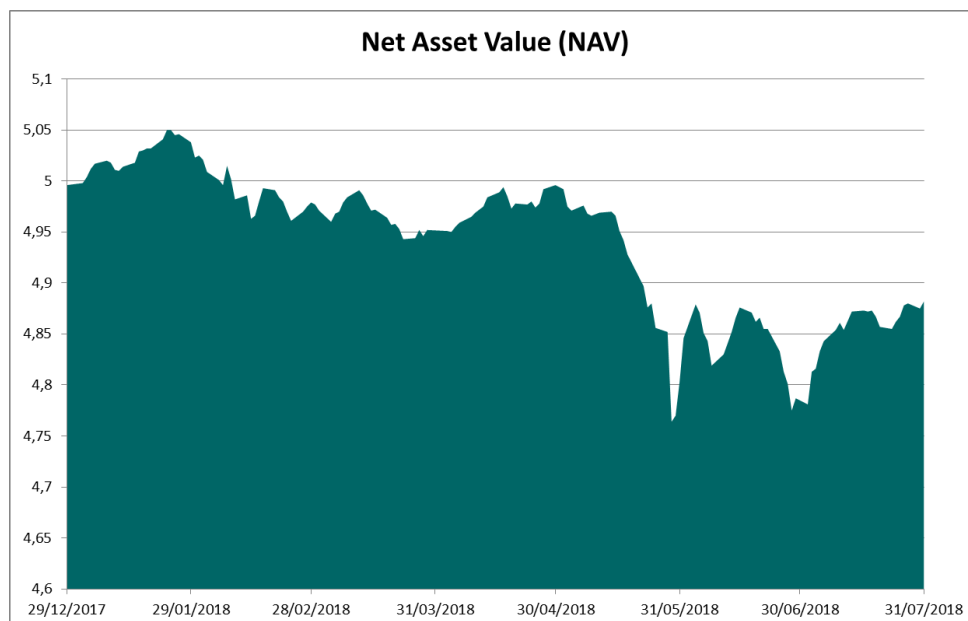
Investment Tactics

The strategy of the fund implies a 100% exposure to Italian issuers, a buy and hold approach and low portfolio turnover. Although the fund experienced positive performance of 1.98% during July, the following month events had a negative impact on the fund's returns. In fact, the Lira crisis affected Italian financial institutions which are holder of the Turkish debt. On a positive note, the performance during the first twelve days of September was equal to 0.58%.

NAV Performance

1 Month	YTD	Since Inception (Dec. 18 th , 2017)
-1.08%	-3,34%	-3.42%

Performance



Ver Capital HY Italian PIR YTD performance.

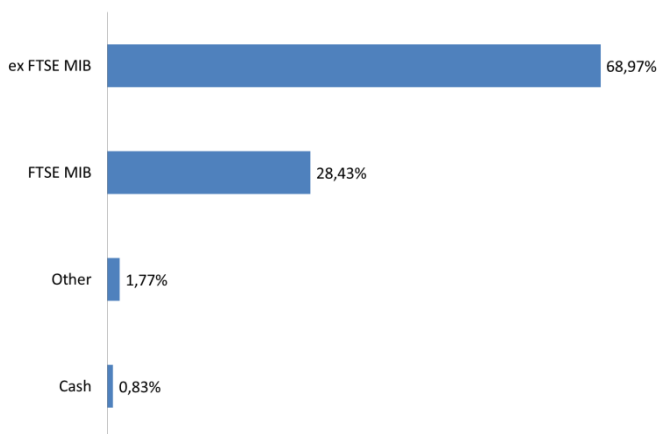
Portfolio Performance

Geographical distribution	100% Italy
Currency denomination	100% EUR
Average Rating	BB
Average Coupon	4,2%
Yield to Worst	4,5%
Yield to Maturity	4,5%
Modified Duration	4,27
Number of Sectors	25
Number of Issuers	45
Number of issuances	47
Top 10 holdings	30,8%

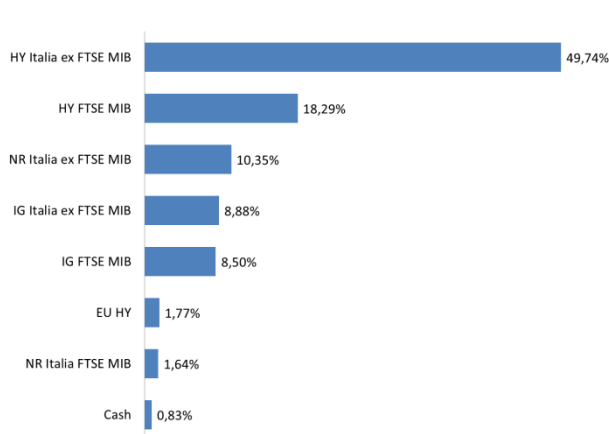
Top 10 holdings

TOP 10 SECURITIES	Ticker	Wgt	Cumulated Wgt
NWGLOV 7 10/15/23	EVOCA SPA	4,28%	4,28%
IFIM 4 1/2 10/17/27	BANCA IFIS SPA	3,81%	8,09%
BPEIM 5 1/8 05/31/27	BPER BANCA	3,41%	11,50%
ESSLNG 1 7/8 10/25/27	ESSELUNGA SPA	3,36%	14,86%
CASSIM 4 1/4 12/14/47	SOC CATTOLICA ASSIC	3,26%	18,12%
ANSALD 2 3/4 05/31/24	ANSALDO ENERGIA SF	2,82%	20,94%
ENIIM 3 5/8 01/29/29	ENI SPA	2,56%	23,49%
ASSGEN 5 1/2 10/27/47	ASSICURAZIONI GENEI	2,52%	26,01%
LKQ 3 7/8 04/01/24	LKQ ITALIA BONDCO S	2,40%	28,41%
ISPIM 7 PERP	INTESA SANPAOLO SF	2,39%	30,80%

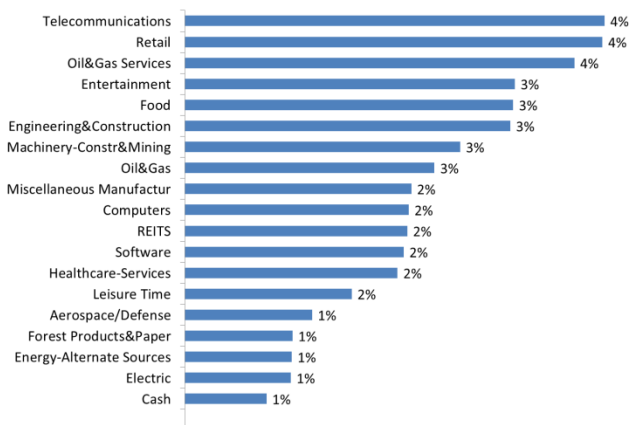
Broad Allocation



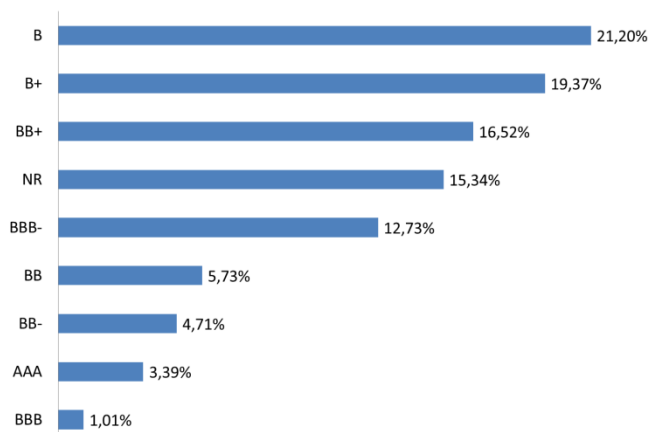
Asset Allocation



Sector allocation



Allocation by rating



Info

Country
 Depository Bank
 SICAV
 NAV
 Investment Manager

Luxembourg
 State Street Bank Luxembourg SA
 Nextam Partners SICAV
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