

Ver Capital Credit Fund

Ver Capital Credit Fund's (VCCF) objective is to maximize absolute return through capital growth and income. VCCF invests predominantly in non-financial high yield bonds issued by European companies and/or Euro denominated. Key drivers of VCCF return are: bottom-up issue selection, sector and geographical diversification and portfolio rotation with yield, duration and volatility targets. VCCF is structured as a sub-fund, UCITS IV Compliant, with daily NAV, of the Luxembourg Sicav Nextam Partners.

Available on [All Funds platforms \(both Institutional and Retail\)](#) and on [Aviva and Eurovita Unit-linked platforms](#)

Inception date Dec. 16th, 2011

Market

September was characterized by volatility caused by both non-economic forces and market events. Firstly, the main central banks in the world started easing monetary policy, and many let an open door to further ease. Namely the FED and the ECB decreased rates and the People's Bank of China decreased reserve requirement ratios. The Central Banks measures were received positively by the markets. On the other hand, four main factors challenged markets during the month. The first factor was an attack on two important oil refineries in Saudi Arabia. Secondly, Democrats officially started moving to try to Impeach President Donald Trump. Thirdly, overnight interbank rate spiked and caused concerns on the market. Lastly, the UK Congress voted prohibiting a no-deal Brexit before being shut down by Boris

Johnson maneuver, which was ruled unlawful by the top UK court. The HY credit space performed positively, in fact, Crossover tightened almost 21bps. During the month of September, volatility generated by political and market events generated high dispersion in the market creating interesting entry points.

Investment Tactics

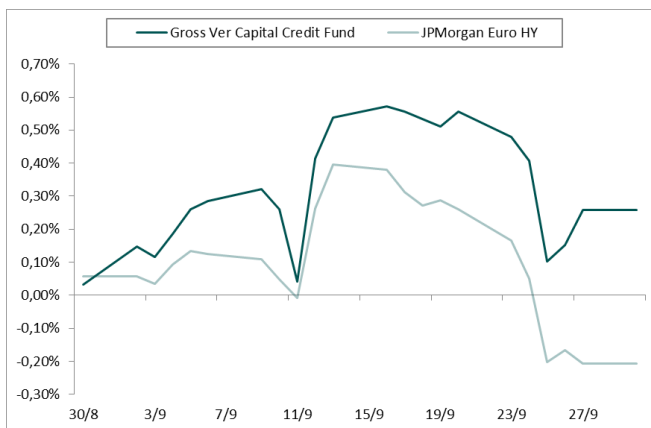
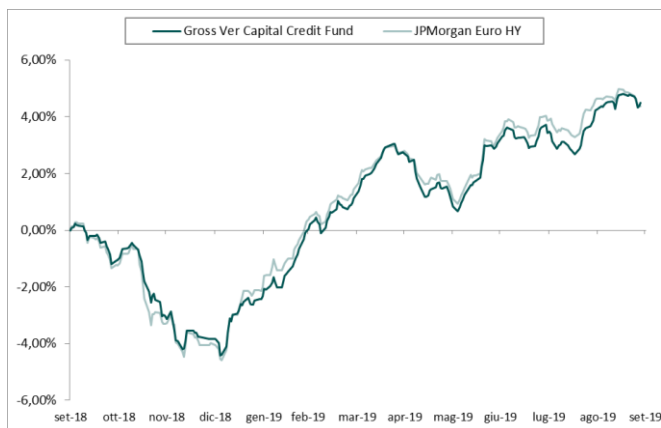
In September the fund recorded a positive performance of +0.16%. Portfolio's duration at 2.35 is lower than the market, because we still expect volatility in the medium term. In the last month we furtherly reduced our exposure to the Auto sector. In October we maintain low duration and we strictly monitor the trade war developments and geopolitical potential outcome in order to promptly adjust portfolio composition.

NAV Performance

1 Month	YTD	1 Year	3 Years	Since Inception (Dec. 16 th , 2011)
+0.16%	+7.96%	+3.49%	+8.63%	+41.03%

Performance Comparison

Compering to the JP Morgan Euro HY Index, the dividend adjusted VCCF performance (gross fees) experienced a 46 bps over-performance over the month and a 11 bps over-performance over the last twelve months. The portfolio shows a low degree of risk both in terms of volatility and VaR, in fact, the latter, calculated over a one-month horizon and 99% confidence level, has been on average below 1.5% since inception.



Performance: VCCF Capital performance LTM, vs. JPMorgan Euro HY Index.

Performance Comparison: VCCF last month vs. JPMorgan Euro HY Index.

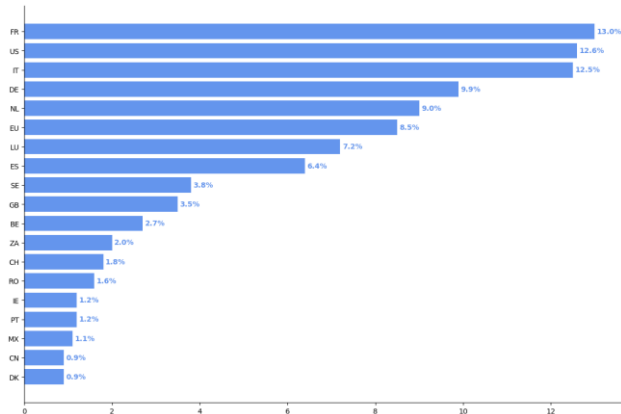
Portfolio Performance

Geographical distribution (EU)	83,33%
Currency denomination (EUR)	100%
Average rating	B
Average coupon (not including cash)	4,6%
Yield to worst (not including cash)	3,6%
Yield To Maturity (not including cash)	4,8%
Modified Duration	2,35
Number of sectors	30
Number of issuers	73
Number of issuances	78
Top 10 holdings	20%

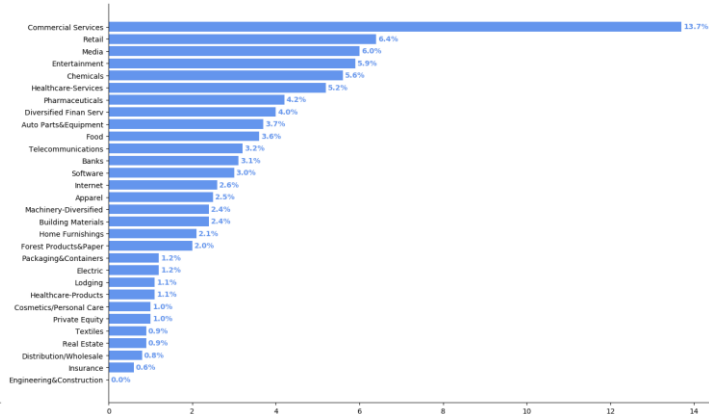
Top 10 holdings

TOP 10 SECURITIES	Ticker	Wgt	Cumulated Wgt
ATCNA 8 05/15/27	XS1992154341	2,32%	2,32%
UCGIM 6 ¾ PERP	XS1107890847	2,14%	4,46%
ROSINI Float 10/30/25	XS1881594607	2,11%	6,57%
SPCHEM 6 ½ 10/01/26	XS1885682036	2,09%	8,66%
SFRFP 3 ¾ 01/15/28	XS2053846262	2,08%	10,75%
SIGHCO 5 ¾ 05/15/26	XS1813504666	2,07%	12,82%
IGT 2 ¾ 04/15/28	XS2051904733	2,05%	14,87%
SAPSJ 3 ¾ 04/15/26	XS1961852750	1,99%	16,86%
KEDRIM 3 07/12/22	XS1645687416	1,80%	18,66%
NWGLOV 7 10/15/23	XS1504057008	1,75%	20,41%

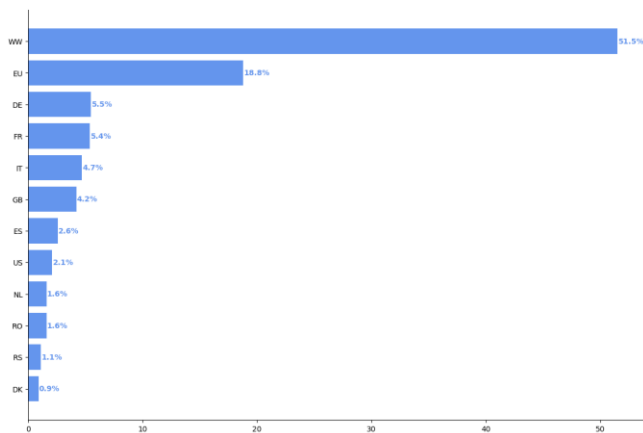
Geographical allocation (Company headquarter)



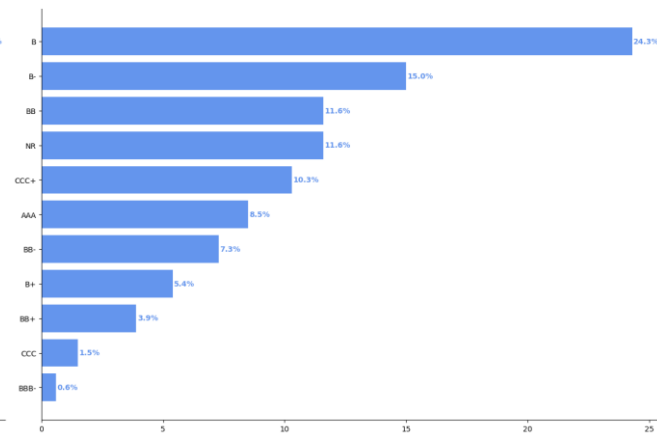
Sector allocation



Geographical allocation (Country of risk)



Allocation by rating



Info

Country
 Depository Bank
 SICAV
 NAV
 Investment Manager

Luxembourg
 State Street Bank Luxembourg SA
 Nextam Partners SICAV
 Daily
 Ver Capital SGRpA

Contacts

Ver Capital SGRpA
 Mail
 Phone Number
 Web site

info@vercapitalsgr.it
 +39 02 62723811
www.vercapital.com