

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

December was a positive month overall. Three important market concerns had a positive outcome, guaranteeing a smooth ending for 2019. The first concern was the lack of liquidity in the repo market, which after a strong action by the FED closed the year with no surprises. The second concern was the trade war, both sides publicly declared to have agreed on the terms of a phase one deal. Lastly, Boris Johnson had strong results in the election, now controlling a comfortable majority the UK Prime Minister wants to introduce laws to impede any postponing of Brexit. The HY credit space performed positively, in fact, Crossover tightened 18bps and the € Average Option Adjusted Spread is close to 335 bps from the 304 bps recorded at the end of November.

Investment Tactics

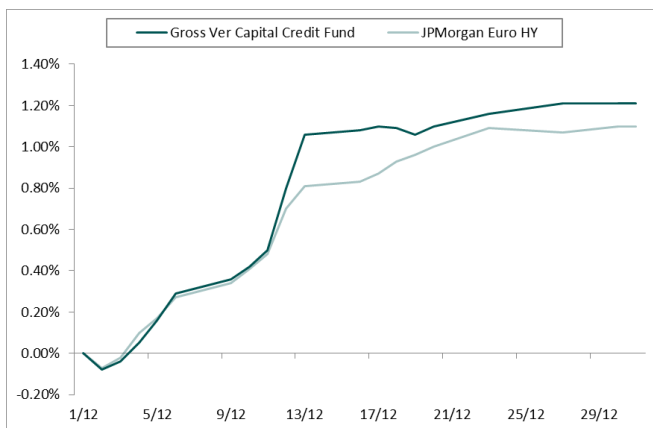
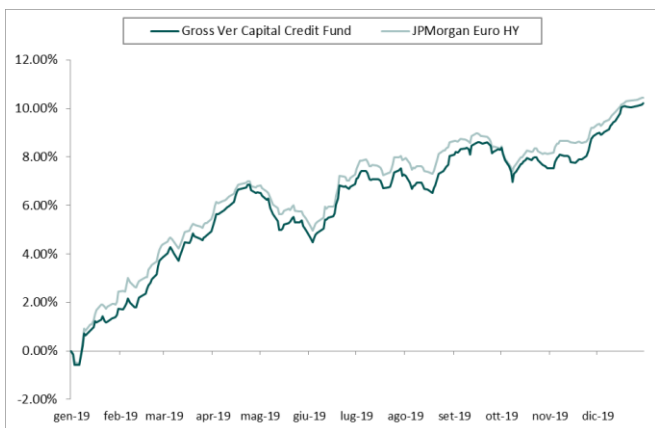
In the month of December, the fund recorded a positive performance of 1.07%. The exposure to financial, consumer product and industrial sector positively impacted the portfolio returns. The 3 sectors before mentioned were over weighted in December contributing to the over performance with respect to the HY index. Portfolio's duration at 2.3 is lower than the market, because we still expect volatility in the medium term. In January we maintain low duration and we strictly monitor the geopolitical developments that nowadays represent one of the main sources of volatility.

NAV Performance

1 Month	YTD	1 Year	3 Years	Since Inception (Dec. 16 th , 2011)
+1.07%	+9.69%	+9.69%	+8.59%	+43.29%

Performance Comparison

Comparing to the JP Morgan Euro HY Index, the dividend adjusted VCCF performance (gross fees) experienced a +11 bps over-performance over the month and a -26 bps under-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.

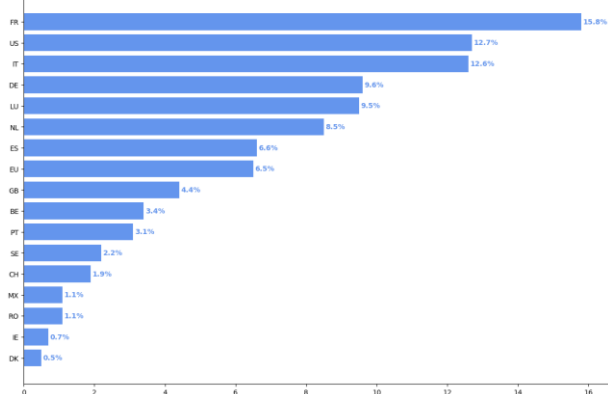
Portfolio Performance

Geographical distribution (EU)	86,21%
Currency denomination (EUR)	100,00%
Average rating	B+
Average coupon (not including cash)	4.5%
Yield to worst (not including cash)	2.4%
Yield To Maturity (not including cash)	4.3%
Modified Duration	2.29
Number of sectors	34
Number of issuers	81
Number of issuances	86
Top 10 holdings	20%

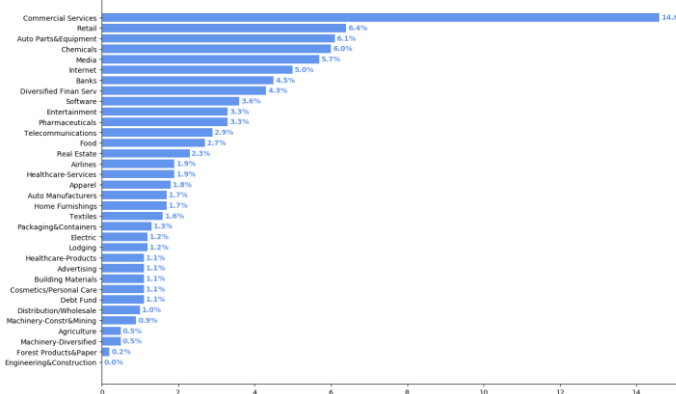
Top 10 holdings

TOP 10 SECURITIES	Ticker	Wgt	Cumulated Wgt
ATCNA 8 05/15/27	XS1992154341	2.41%	2.41%
SPCHEM 6 ½ 10/01/26	XS1885682036	2.32%	4.72%
NFLX 3 ¾ 05/15/27	XS1821883102	2.29%	7.01%
HOUSEH 4 ¾ 07/15/26	BE6315129419	2.23%	9.24%
TAPTRA 5 ¾ 12/02/24	PTTAPDOM0005	1.91%	11.15%
TCHEN 6 07/30/26	XS1859258383	1.76%	12.91%
ATALIA 5 ¾ 05/15/25	XS1820759147	1.72%	14.63%
SHAEFF 3 ¾ 05/15/25	XS2004438458	1.68%	16.31%
TTMTIN 0 11/30/24	XS2010037849	1.67%	17.98%
SFRFP 3 ¾ 01/15/28	XS2053846262	1.66%	19.64%

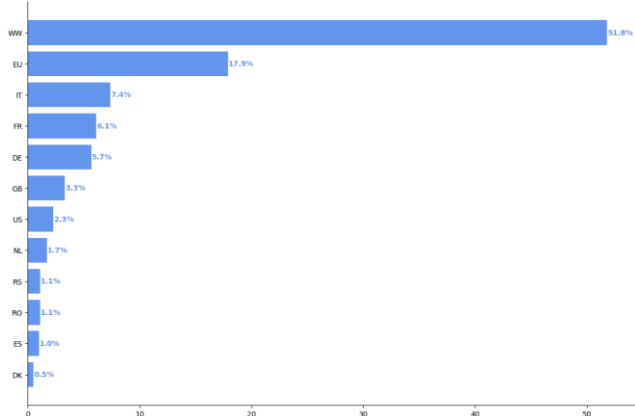
Geographical allocation (Company headquarter)



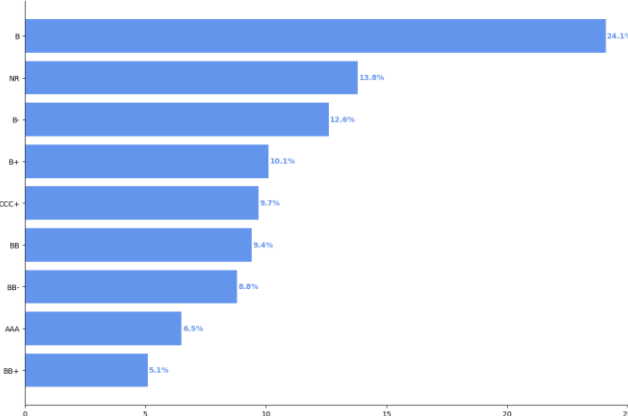
Sector allocation



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