

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

January was a dichotomous month for the financial markets. In fact, the first half of month was positive due to the US and Iran step back from the brink of war. The formal signing of a phase one deal between the world's two biggest economies has put the trade war on hold as far as investors' concerns. The second half of January was quite negative instead amid the evidence of the contagiousness of China's coronavirus and concern with the potential economic implications. By the end of the month, most Asian benchmarks tumbled given the global sell-off. The HY credit space was negatively impacted by the news above mentioned, in fact, Crossover widened 22bps and the €

Average Option Adjusted Spread is close to 390 bps from the 336 bps recorded at the end of December.

Investment Tactics

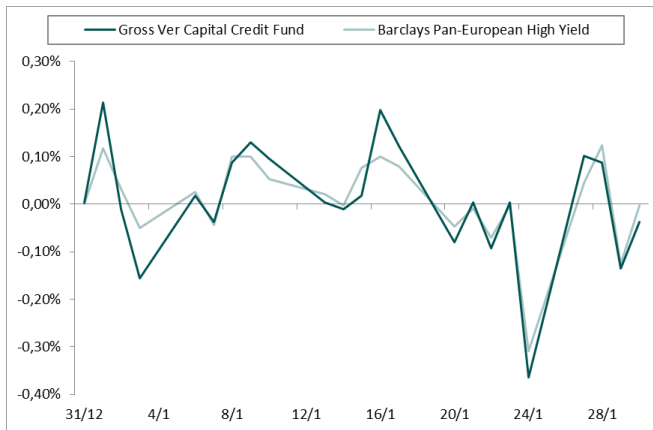
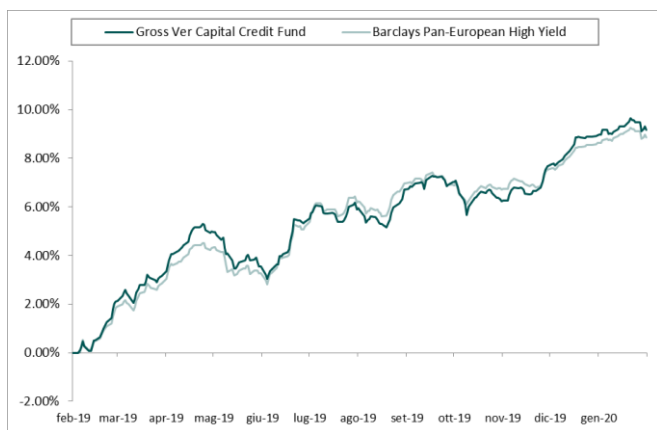
In the month of January, the fund recorded a positive performance of +0.05% and has been substantially aligned with the relevant HY index. Consumer and non-cyclical sectors performances have been compensated by industrial exposures. Portfolio's duration at 2.74 is lower than the market, because we still expect volatility in the medium term. In February 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)
+0.05%	+0.05%	+7.89%	+8.57%	+43.37%

Performance Comparison

Comparing to the Barclays Pan-European High Yield Index, the dividend adjusted VCCF performance (gross fees) experienced a -4 bps under-performance over the month and a +27 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.

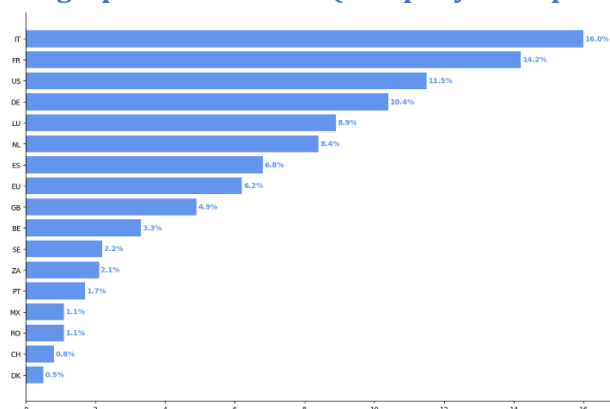
Portfolio Performance

Geographical distribution (EU)	87%
Currency denominated (EUR)	100%
Average Rating	B+
Average Coupon	4,50%
Yield to Worst	3,46%
Yield to Maturity	4,36%
Modified Duration	2,7
Number of sectors	34
Number of issuers	73
Number of issuances	84
Top 10 holdings	20,31%

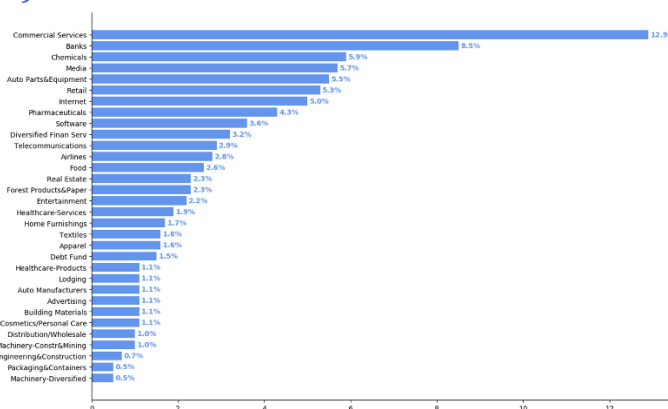
Top 10 holdings

TOP 10 SECURITIES	Ticker	Wgt	Cumulated Wgt
ATCNA 8 05/15/27	XS1992154341	2,45%	2,45%
NFLX 3 ½ 05/15/27	XS1821883102	2,29%	4,75%
SPCHEM 6 ½ 10/01/26	XS1885682036	2,29%	7,04%
BAMIIM 6 ½ PERP	XS2089968270	2,15%	9,19%
HOUSEH 4 ¾ 07/15/26	BE6315129419	2,13%	11,33%
SAPSI 3 ¾ 04/15/26	XS1961852750	2,08%	13,40%
ATALIA 5 ¾ 05/15/25	XS1820759147	1,81%	15,21%
TCHEN 6 07/30/26	XS1859258383	1,73%	16,93%
TAPTRA 5 ¾ 12/02/24	PTTAPDOM0005	1,72%	18,65%
MOBLUX 5 ½ 11/15/24	XS1512670412	1,66%	20,31%

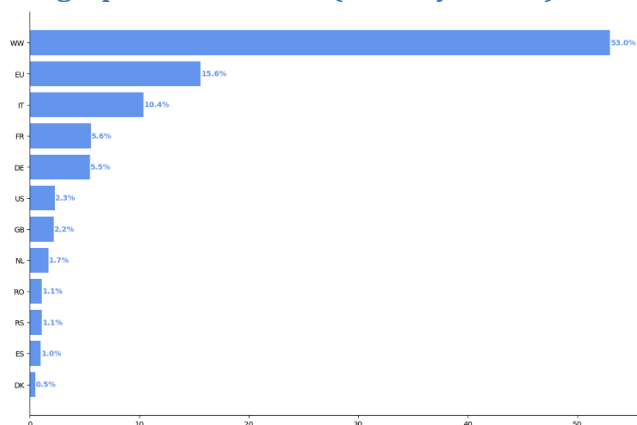
Geographical allocation (Company headquarter)



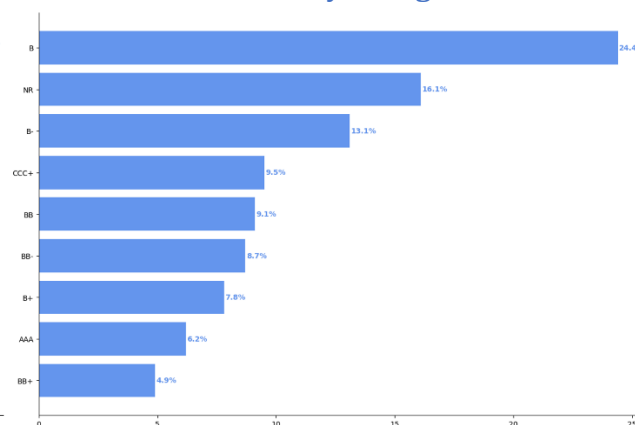
Sector allocation



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
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