

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 a UCITS IV Compliant with daily NAV.

Available on [All Funds platforms](#) (for Institutional investors)

Inception date Dec. 16th, 2011

Market

In the month of December 2020 markets were mostly positive, driven by market participants focusing on positive news that brought strong expectations. One issue that lingered through the whole month was the new American stimulus package. After long and tough discussions, Democratic and Republican lawmakers agreed on a \$748 billion stimulus proposal. In Europe, the long chapter on the Brexit negotiations finally came to an end, a deal was reached in the end of the month and now is on the way to the parliaments to be signed into law. Lastly, even though lockdown measures are increasing in many countries in Europe to safeguard against a new wave, on the 27th of December all the countries in the European Union had the start of the vaccination against Covid-19. The new year

would start with somewhat of a sweet spot, with more stimulus likely on the way and an increase in demand as the global economies are starting to come out of Covid-19. Overall, the cash credit space trended upwards with 75 bps of positive performance. On the synthetic side the Crossover tightened from 265 to 242 bp signaling the market participants' expectations on risky assets.

Investment Tactics

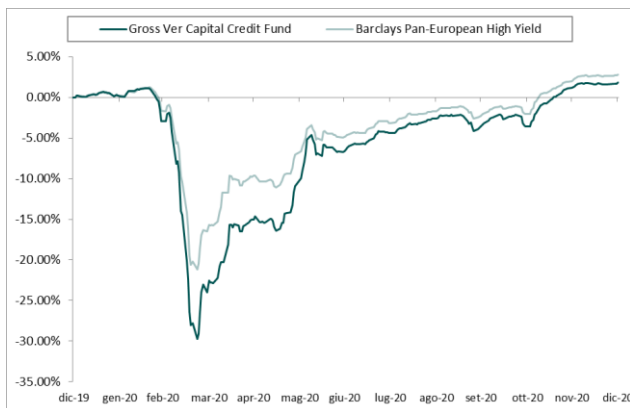
In December the fund returned +0.51%. The portfolio was balanced with some At1 and cyclical names which are highly responsive market swings. With the new year we added to our allocation some industrial and cyclical sectors names.

NAV Performance

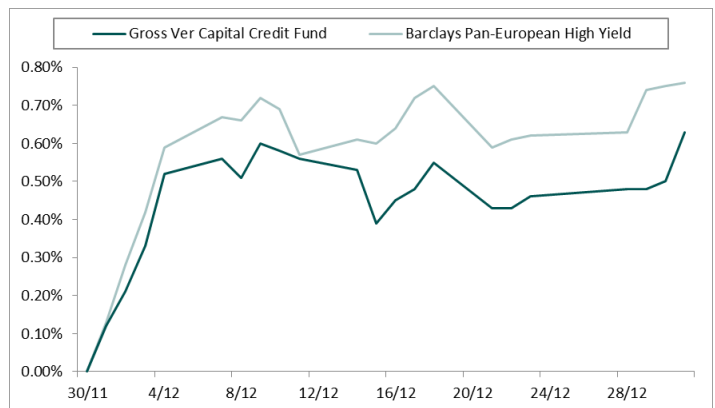
1 Month	YTD	1 Year	3 Years	Since Inception (Dec. 16 th , 2011)
+0.51%	-0.36%	-0.36%	+4.39%	+42.78%

Performance Comparison

Comparing to the Barclays Pan-European High Yield Index, the dividend adjusted VCCF performance (gross fees) experienced a -13 bps under-performance over the month and a -97 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. Barclays Pan-European HY Index.



Performance Comparison: VCCF last month vs. Barclays Pan-European HY Index

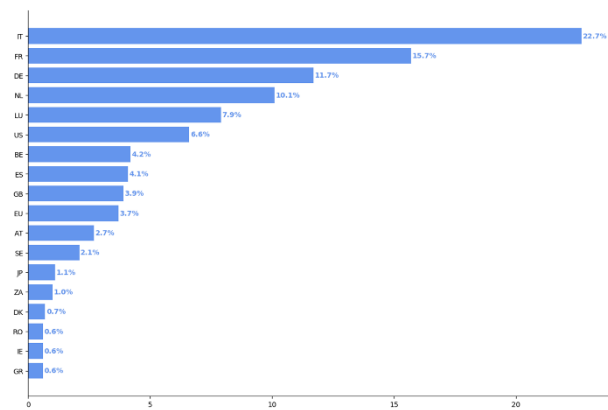
Portfolio Performance

Geographical distribution (EU)	88.53%
Currency denomination (EUR)	100.00%
Average rating	B+/B
Average coupon (not including cash)	4.4%
Yield to worst (not including cash)	4.0%
Yield To Maturity (not including cash)	4.4%
Modified Duration	2.97
Number of sectors	32
Number of issuers	87
Number of issuances	93
Top 10 holdings	22%

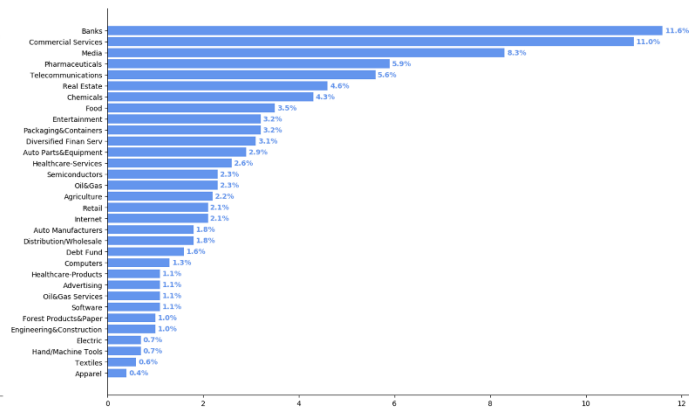
Top 10 holdings

TOP 10 SECURITIES	Ticker	Wgt	Cumulated Wgt
UCGIM 3 ¾ PERP	XS2121441856	2.67%	2.67%
AMSSW 6 07/31/25	XS2195511006	2.30%	4.97%
ENIIM 3 ¾ PERP	XS2242931603	2.28%	7.25%
TNETBB 3 ½ 03/01/28	BE6300371273	2.22%	9.47%
BAMIIM 6 ¾ PERP	XS2089968270	2.17%	11.64%
ZIGGO 3 ¾ 02/28/30	XS2116386132	2.16%	13.80%
ADRBID 3 ¾ 02/15/28	XS2111947748	2.10%	15.90%
ESSGR 3 ¾ 02/13/23	DE000A254Y55	2.00%	17.90%
ATALIA 5 ¼ 05/15/25	XS1820759147	1.97%	19.87%
CHEPDE 3 ½ 02/11/27	XS2112973107	1.93%	21.80%

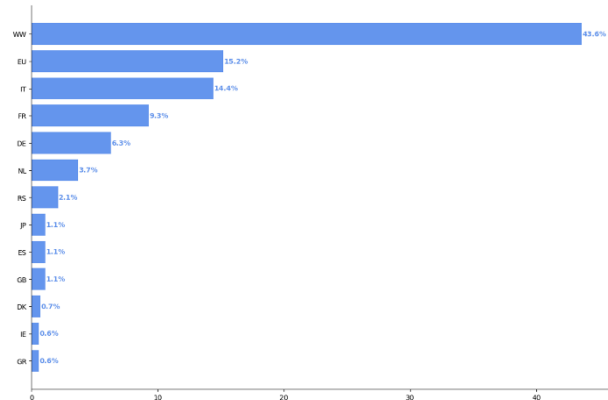
Geographical allocation (Company headquarter)



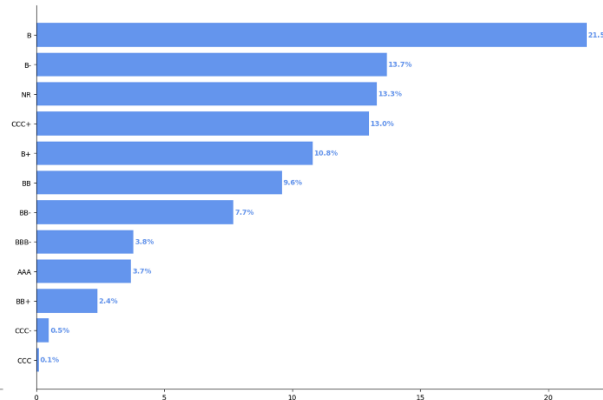
Sector allocation



Geographical allocation (Country of risk)



Allocation by rating



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