

## 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.

### Market

In the month of May 2021 markets were positive overall. Volatility in equity market continued through the month between the prospect of an economic rebound, inflation fears and concerns over the rather hawkish FOMC minutes. Fed minutes flagged the possibility of a debate at some point on scaling back stimulus measures. Back in Europe, signs of a quicker recovery could open up for a significantly scale back of asset purchases introduced earlier this year. However, the ECB said the economic outlook for Europe has brightened but rising corporate and government debt levels have increased the risk of financial instability. With regards to the virus, new cases are globally trending down with infection under control and strong vaccine rollout.

Inception date Dec. 16<sup>th</sup>, 2011

Therefore, the month is closing with positive economic data indexes performing well across asset classes. Overall, the Crossover tightened slightly from 249 to 247 bp, due to the lack of relevant fundamental credit impacting developments in May.

### Investment Tactics

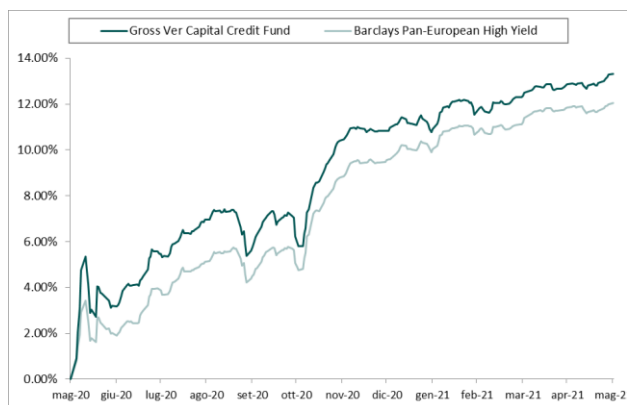
The fund in the month of May returned +0.41%. We continued to operate focusing on a defensive allocation increasing our exposure on selected high conviction cyclical names keeping the duration below market average. The elevated supply recorded during the last month in the HY market gave us the possibility to switch some names with new higher yield opportunities.

### NAV Performance

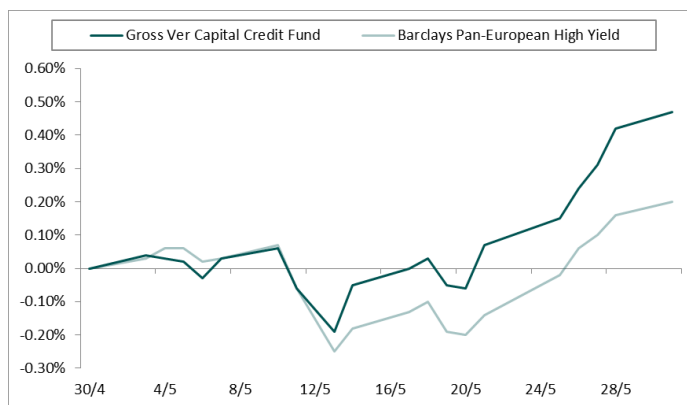
1 Month	YTD	1 Year	3 Years	Since Inception (Dec. 16 <sup>th</sup> , 2011)
+0.41%	+2.27%	+14.02%	+5.72%	+46.02%

### Performance Comparison

Comparing to the Barclays Pan-European High Yield Index, the dividend adjusted VCCF performance (gross fees) experienced a 27 bps over-performance over the month and a +129 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. Barclays Pan-European HY Index.



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

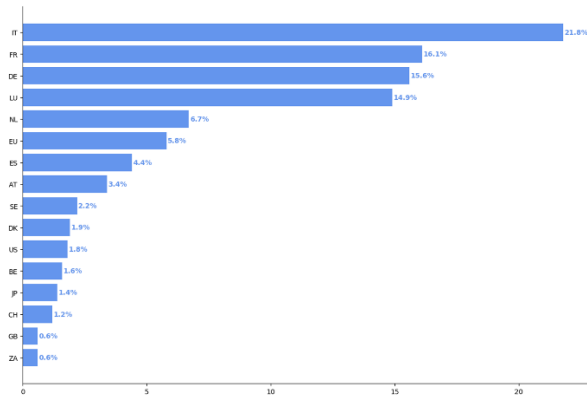
### Portfolio Performance

Geographical distribution (EU)	92.78%
Currency denomination (EUR)	100.00%
Average rating	B+/B
Average coupon (not including cash)	4.5%
Yield to worst (not including cash)	3.6%
Yield To Maturity (not including cash)	4.2%
Modified Duration	2.37
Number of sectors	34
Number of issuers	74
Number of issuances	81
Top 10 holdings	24%

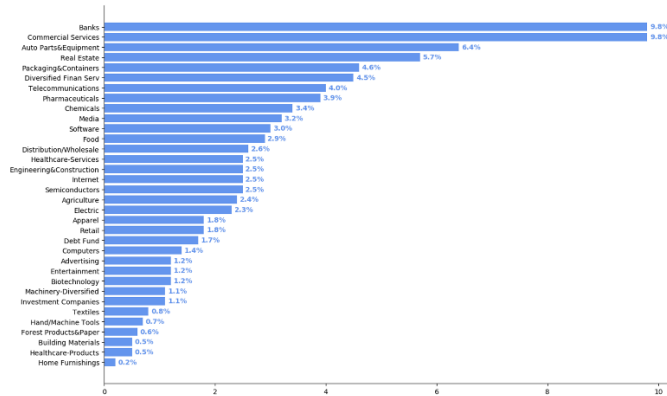
### Top 10 holdings

TOP 10 SECURITIES	Ticker	Wgt	Cumulated Wgt
UCGIM 3 ¾ PERP	XS2121441856	2.58%	2.58%
IPGIM 5 ½ 12/15/25	XS2271356201	2.51%	5.09%
AMSSW 6 07/31/25	XS2195511006	2.45%	7.55%
ARDFIN 5 06/30/27	XS2079032483	2.35%	9.90%
CONGLO 4 ¼ 08/01/25	XS1859543073	2.34%	12.23%
ATALIA 5 ½ 05/15/25	XS1820759147	2.31%	14.54%
VIVION 3 08/08/24	XS2031925840	2.29%	16.83%
TITANL Float 02/15/28	XS2295691633	2.28%	19.11%
LNCFIN Float 04/01/24	XS1974797950	2.27%	21.38%
PELHOL 4 ¼ 04/01/24	XS1533914591	2.19%	23.57%

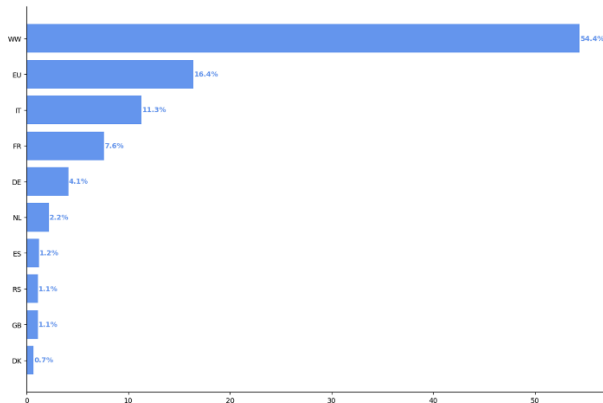
### Geographical allocation (Company headquarter)



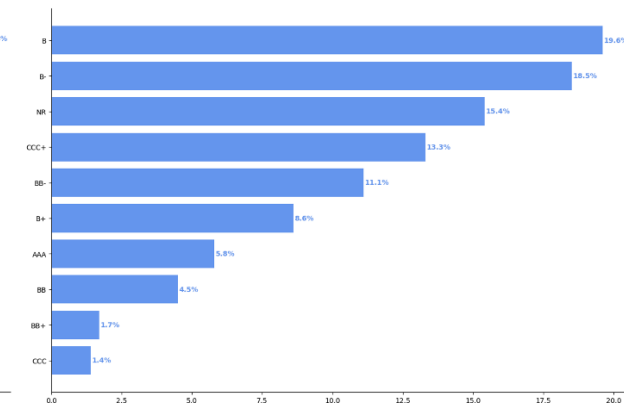
### Sector allocation



### Geographical allocation (Country of risk)



### Allocation by rating



### Info

NAV  
Investment Manager

Daily  
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