

This is a marketing communication. Please refer to the legal documents before making any final investment decisions

Name of the fund and sub-fund	LUX IM - VER CAPITAL SHORT TERM
Management company	BG FUND MANAGEMENT LUXEMBOURG S.A.
Investment Manager	SIENNA INVESTMENT MANAGERS ITALIA SGRpA
Launch Date of the Sub-fund	6 th November 2020

LUX IM - Ver Capital Short Term

Ver Capital Short Term's (VCST) objective is capital preservation throughout a low-volatility market strategy. Ver Capital Short Term fund is UCITS IV compliant, with daily NAV. The Sub-fund will invest at least 80% of its net assets in securities that are maturing within 24 months, and deposits with credit institutions which are repayable on demand or have the right to be withdrawn, and maturing in no more than twelve (12) months, provided that the credit institution has its registered office in a Member State of the European Union. The Sub-fund may invest up to 20% of its net assets in securities maturing between 24 months and 5 years and, within such limit, only up to 5% of its net assets in securities maturing between 36 months and 5 years. The sub-fund will not invest in securities maturing over 5 years.

Market

July sustained the risk-on momentum in global credit and equities, aided by easing trade tensions, supportive macro data, and resilient corporate fundamentals. In Europe, the High Yield market (BB–B) returned +1.15%, driven almost entirely by credit spread compression (–39 bps to 220 bps), which more than offset the modest drag from higher core rates. Performance was balanced across ratings, with BBs gaining 1.20% and single Bs up 1.0%. Positive flows exceeding €2 billion absorbed both a still-elevated €13 billion in new issuance and secondary market supply, further tightening spreads. Sector leadership came from retail (+2.3%) and energy (+1.9%), the latter benefiting from the rebound in oil prices, while basic industry and media lagged slightly.

Macro and policy developments added to the supportive backdrop. The US–EU trade agreement reduced commercial friction, while European macro data confirmed modest growth with inflation under control. Fiscal expansion plans, particularly Germany's 2026 infrastructure and defence initiatives, remain in the pipeline. The ECB kept rates unchanged, with markets pricing a final 25 bps cut later this year to 1.75% on deposits. In the US, the Fed stayed on hold, with futures implying cuts in September–October, pending the economic impact of the fiscal package and new tariff regime.

Globally, credit spreads in both USD and EUR IG/HY markets tightened further in July, with US HY and IG nearing historic tights. The yield curves in the US, Eurozone, UK, and Switzerland remained normalized, though the US 2s10s flattened after mid-month. Elevated

all-in yields, combined with reduced summer issuance, kept market technicals firmly supportive.

Equities extended their rally. The S&P 500 rose another 2.6% in July, bringing gains since April's low to nearly 30%, led by large-cap tech. Valuations, however, are now stretched, with the Magnificent 7 trading at forward P/Es near 35 and speculative activity re-emerging in unprofitable tech. Emerging markets outperformed once again, led by China, while Europe lagged, reflecting a weaker earnings season and elevated valuations.

In FX, the USD rebounded sharply (+3% trade-weighted) on improved policy clarity and hawkish Fed rhetoric, though medium-term depreciation risks persist. EUR/USD fell 2.9%, while USD/JPY surged 4%.

In summary, July extended the positive momentum seen in Q2: spreads tightened, equities advanced, and risk appetite remained robust. Yet, stretched valuations, tight credit risk premia, and late-cycle signals suggest an asymmetric risk profile. With the tariff truce partially resolved but growth headwinds looming in H2, the balance between playing momentum and guarding against shocks remains critical for the months ahead.

Investment Tactics

In the coming weeks, we will selectively invest in specific opportunities that arise, guided by our ongoing monitoring of fundamental indicators.

NAV Performance

Cumulative Performance

Share Class	ISIN	Mgmt. Fee	YTD	1 month	1 Year	3 Years	5 Years	Since Inception
BX	LU2344413377	0.60%	1.80%	0.38%	3.37%	11.19%	-	9.71%
DX	LU2344412726	0.90%	1.64%	0.36%	3.09%	10.39%	-	8.53%
DY	LU2344412643	0.90%	1.63%	0.35%	3.07%	10.39%	-	7.70%
EX	LU2344414854	0.70%	1.74%	0.37%	3.28%	10.98%	-	8.56%
FX	LU2344414698	0.50%	1.82%	0.38%	3.42%	11.37%	-	9.13%
HX	LU2344416719	0.75%	1.72%	0.37%	3.25%	10.85%	-	8.00%

Yearly Performance

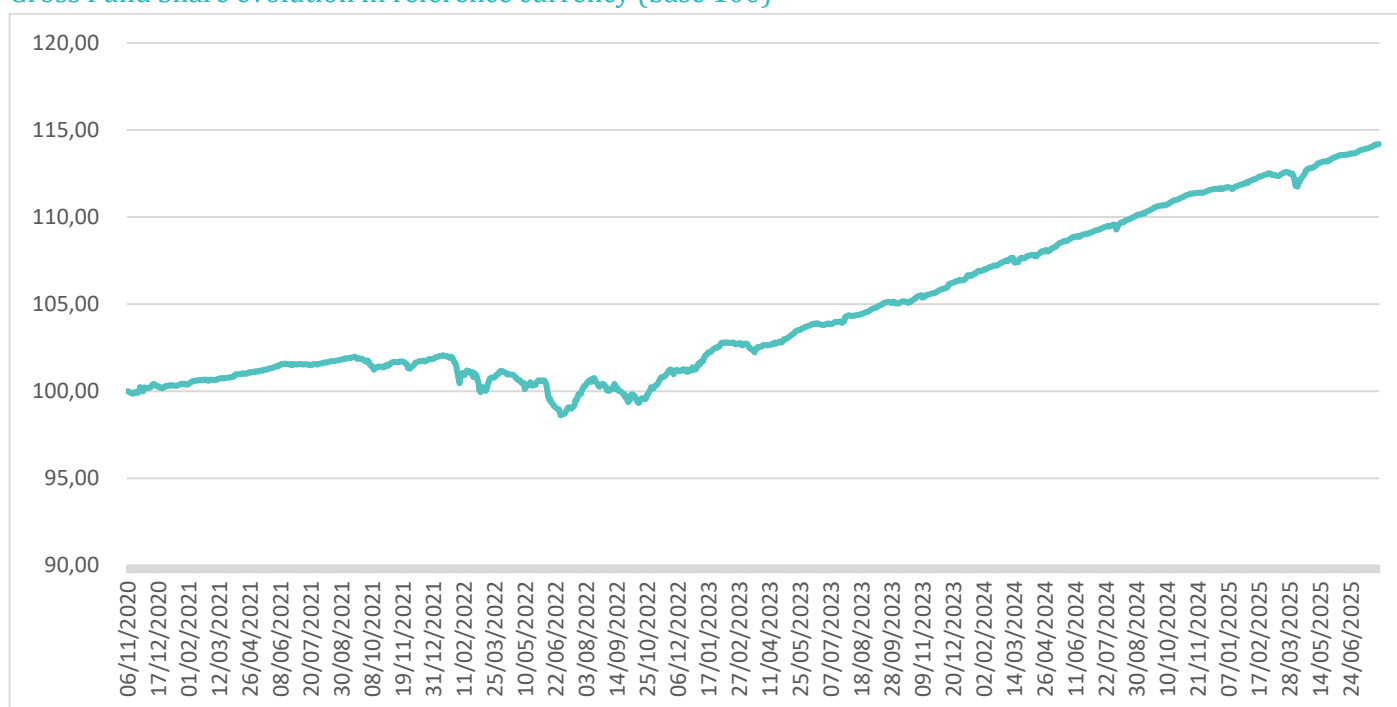
Share Class	2024	2023	2022	2021
BX	4.10%	4.17%	-1.45%	0.69%
DX	3.81%	4.02%	-1.75%	0.67%
DY	3.81%	4.00%	-1.72%	-
EX	4.02%	4.15%	-1.51%	-
FX	4.15%	4.24%	-1.36%	-
HX	3.98%	4.12%	-1.57%	-

The performance data include fees and expenses borne by the fund, but do not include any costs incurred at the time of subscriptions and redemptions of units or shares.

FUND DESCRIPTION	TICKER	Ref. Date	Volatility
VER Capital Short Term classe BX	LUCSTBX LX Equity	31-Jul-25	0.81%
VER Capital Short Term classe DXL	LUCSDXL LX Equity	31-Jul-25	0.81%
VER Capital Short Term classe DY	LUCSTDY LX Equity	31-Jul-25	0.82%
VER Capital Short Term classe EX	LUVCEX LX Equity	31-Jul-25	0.82%
VER Capital Short Term classe FX	LUVCSFX LX Equity	31-Jul-25	0.81%
VER Capital Short Term classe HX	LUVCSHX LX Equity	31-Jul-25	0.81%

The Volatility is calculated over a 1-year time period according to the frequency of the official NAV calculation.

Gross Fund Share evolution in reference currency (base 100)



Past performance is not indicative of future results.

Info

Investment Manager

Sienna IM Italia

Sales Contacts

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Portfolio Managers

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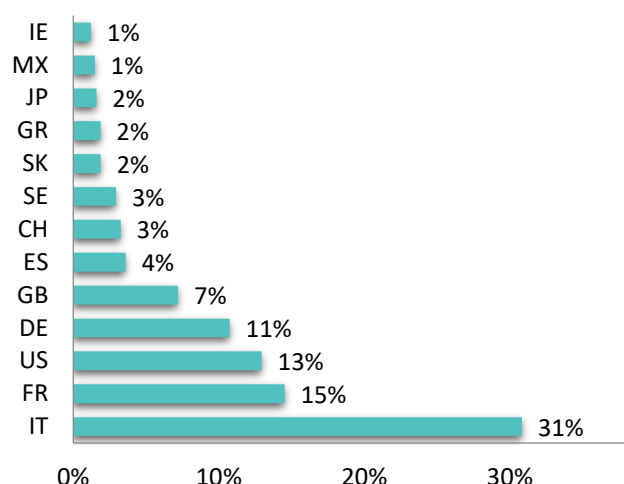
Portfolio Performance

Currency denomination (EUR)	100%
Average rating	BBB-/BB+
Average coupon (not including cash)	3,6%
Yield to worst (not including cash)	3,4%
Yield To Maturity (not including cash)	3,7%
Modified Duration	1,04
Number of sectors	35
Number of issuers	99
Number of issuances	105
Top 10 holdings	24%

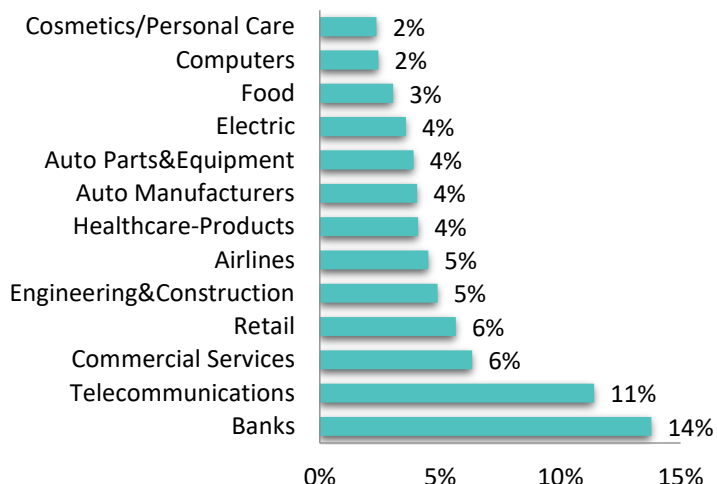
Top 10 holdings

	Ticker	wgt	Cumulated Wgt
1	FIBERCOP SPA	3%	3%
2	EUTELSAT SA	3%	6%
3	JAGUAR LAND ROVER AUTOMO	3%	9%
4	VERISURE HOLDING AB	2%	11%
5	COTY INC	2%	14%
6	MEDIOBANCA DI CRED FIN	2%	16%
7	MARCOLIN SPA	2%	18%
8	WEBUILD SPA	2%	20%
9	ILLIMITY BANK SPA	2%	22%
10	TEAMSYSTEM SPA	2%	24%
Totale			24%

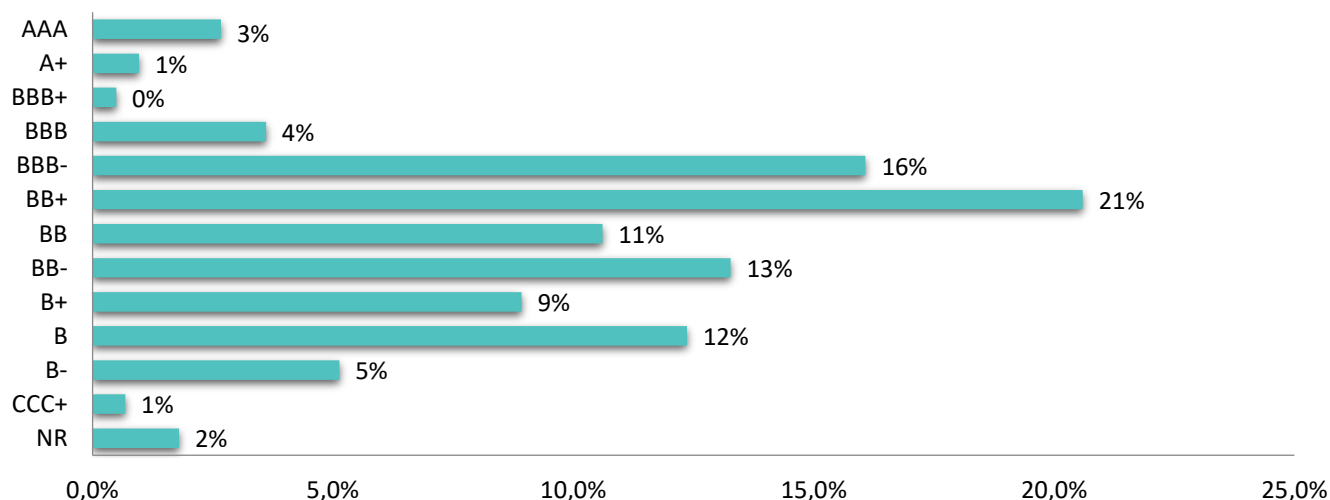
Geographical allocation



Sector allocation



Rating allocation



The allocation may vary over time

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