



Performance		Portfolio Summary		Calendar year performance	
1 m	1.13%	Positions	46	2021	0.37%
3 m	2.76%	Current Gross Yield	5.05%	2022	-12.21%
Ytd	1.96%	Average Coupon	5.50%	2023	12.77%
1 Year	11.12%	Duration	2.13	2024	1.96%
Since inception	10.96%	AUM, EURm	15.0	2025	0.81%

### TDIF performance from inception



### Monthly Commentary

February seemed to take to the extreme the buying spree that has characterised fixed income markets since yields and spreads touched the highs of 2022-2023. The FY reporting season also contributed to further reinforce market technicals as companies were in blackout period and restricted to tap primary markets. Certainly, a seasonal trend that will be reversed in March, but enough to let market participants pushing spreads another leg tighter. Not even the first announced and then postponed tariffs on several country and goods export into the US has been enough to scare credit markets. In fact, the perceived use of tariffs as a negotiating threat more than a trade tool, has somehow led the market to assign a lower probability of a large-scale implementation, making risky assets such as cyclical industrial HY almost offer-less in the second half of the month. In lack of additional good news, and following a long one way rally, AT1s found a floor right where several European banks decided to address some upcoming call dates, taking advantage of the best issuance window in several years in terms of spreads. As new issuance premia as well as term premia became almost invisible, the medium and long end of AT1 curves posted some healthy widening toward month end. The Fund did not suffer particularly from this move as we had gradually shifted the AT1 exposure to a barbell of short-term calls and high reset spreads.

KPERST recorded a strong gain in February as the company announced an Amend and Extend (A&E) proposal for the Senior Unsecured holders. At time of writing, the proposal seems to have been accepted by the required majority to implement reorganisation. Next steps likely include a similar A&E deal with Senior Secured holders, which we're hearing will include equity injection by the sponsor. Ams OSRAM bonds have been among the best performing names in the HY space in February - €29s moved up by ~8 percentage points. Ams reported FY24 results, which were above mid-end of the guidance (revenue and EBITDA) with management commenting being more confident about the outlook compared to 3 months ago. They've also set out a €100m FCF target for FY25 (vs "positive FCF" language previously). That said, we think strong movement in price was mainly because it was one of the widest names in HY and a small positive proved to be sufficient to add yield in continuously tightening environment. ASKCHE gained after its earnings call, where management struck a positive note around volume development outside of EMEA and reiterated its focus on rightsizing the cost base to preserve cash generation in a downturn.

### Top 10 largest issuers

BOTS	8.5%
ATHORA	4.3%
CMZB	4.0%
UCGIM	4.0%
ERSTBK	4.0%
ACHMEA	2.9%
SOLEIN	2.9%
BENTLR	2.9%
IONCOR	2.8%
VIRIFP	2.8%

### Top 10 performers

KPERST 6 ½ 09/01/26	21.5%
AMSSW 10 ½ 03/30/29	6.6%
ASKCHE 10 11/15/29	4.8%
ENGIM 8 ⅝ 02/15/30	2.4%
IONCOR 7 ⅝ 05/01/29	2.3%
ATHORA 6 ¾ PERP	2.0%
ACHMEA 5 ⅝ 11/02/44	1.8%
PELHOL 9 ½ 04/01/27	1.7%
BPLN 1.467 09/21/41	1.4%
PURGRO 9 06/01/29	1.4%

### Bottom 10 performers

TEREOS 5 ¾ 04/30/31	-0.3%
ETLFP 1 ½ 10/13/28	-0.3%
EOFP 2 ⅝ 06/15/27	0.1%
CONGLO 2 ¾ 01/01/26	0.1%
DBR 0 ½ 02/15/26	0.1%
SAMPFH 2 ¼ 09/27/30	0.2%
BOTS 0 07/14/25	0.2%
ISPIM 3 ¾ PERP	0.3%
CABKSM 5 ¼ PERP	0.3%
ABNANV 4 ⅝ PERP	0.3%

### Rating Allocation

AAA	3.4%
AA	0.0%
A	1.8%
BBB	20.6%
BB	25.8%
B	31.4%
CCC	1.1%
NR	13.8%
CASH	2.1%

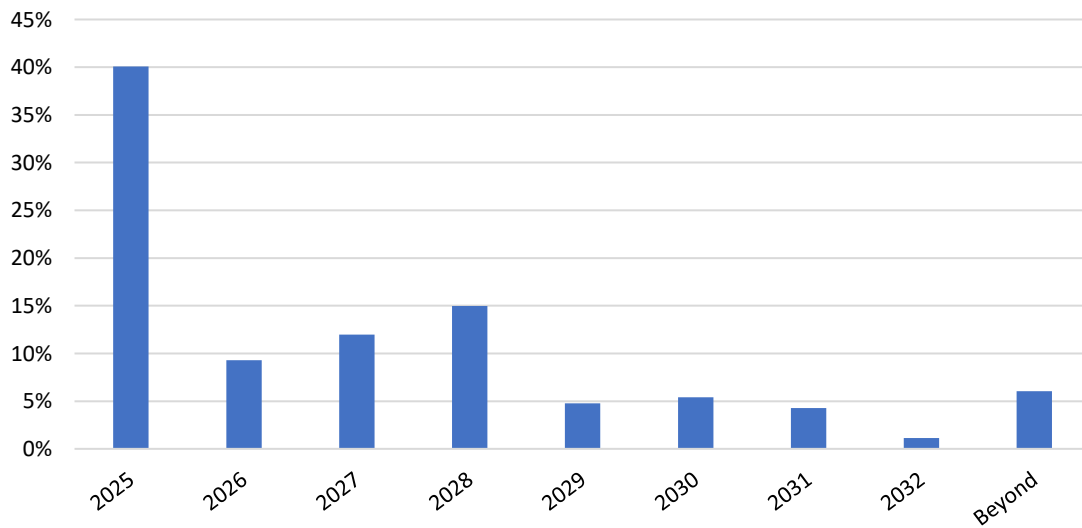
### Sector Allocation

Banks	16.2%
Life Insurance	15.3%
Sovereigns	13.1%
Auto Parts Manufacturing	7.6%
Chemicals	6.4%
Software & Services	5.5%
Oil & Gas Services & Equipment	4.6%
Electrical Equipment Manufacturing	4.3%
Property & Casualty Insurance	4.2%
Mass Merchants	2.1%

### Country Allocation

Italy	21.2%
Netherlands	17.5%
Germany	12.2%
UK	11.1%
Austria	8.3%
USA	7.5%
France	6.2%
Luxembourg	5.3%
Spain	2.8%
Belgium	2.6%

### Maturity Profile



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