

Performance		Portfolio Summary		Calendar year performance	
1 m	0.25%	Positions	48	2021	0.37%
3 m	1.59%	Current Gross Yield	6.07%	2022	-12.21%
Ytd	4.83%	Average Coupon	5.22%	2023	12.77%
1 Year	13.81%	Duration	3.24	2024	4.83%
Since inception	4.17%	AUM, EURm	14.3		



### Monthly Commentary

June brought the first, well expected, rate cut by the ECB. The ECB recognised the progress toward the inflation target of 2%, but at the same time revised up their estimates for inflation and growth for 2025 and 2026, once again stressing their data-driven approach on future monetary policy decisions. In this context, across major European countries, Germany was the only one ending the month tighter, with Italian and French spreads increasing. Supply, profit taking, and lack of major catalyst led to a market which was happy to sell risk, sending spreads on HY, IG and AT1s wider on the month, but not enough to offset the meaningful carry component, so that total returns were positive across the boards. The Fund continues to deliver positive performances in a low volatility fashion, adding another 0.25% to the annual return. High Yield credit has driven the monthly performance in June. The main contributors were International Design Group, Carnival, and Mahle Group. Despite slightly weaker results reported, International Design Group performed well and touched new highs, as a general spread compression favoured widest credit. Carnival 2029 note continues to climb on the back of strong results beating, once again, quarterly guidance. Mahle reported in-line with guidance mentioned during the recent roadshow. Financials were mixed, with some weakness in insurance offset by positive performance in AT1s. June remained quite active for HY primary deals, with several issuers coming to market and almost all deals tightening from the initial price guidance. We invested in BestSecret, an online, invite-only clothing outlet, that priced SS FRN29 at E+375bps, and Purmo Group, Finnish heating and cooling products manufacturer, which issued SS SLN29 at 9%. Both deals now trade above par.

**Top 10 largest issuers**

DBR	6.8%
CMZB	5.3%
ASRNED	3.9%
SANTAN	3.8%
ERSTBK	3.7%
BKO	3.5%
ISPIM	3.4%
ACHMEA	2.8%
CASH_EUR	2.8%
SAMPFH	2.6%

**Top 10 performers, %**

INTDGP 10 11/15/28	3.1
MOGOFI 9 1/2 10/18/26	1.8
MAHLGR 6 1/2 05/02/31	1.7
DBR 2.2 02/15/34	1.6
PHIANA 2 5/8 05/05/33	1.6
BENTLR 9 3/8 05/15/28	1.3
CCL 1 10/28/29	1.2
AMSSW 10 1/2 03/30/29	1.2
BPLN 1.467 09/21/41	1.0
IONCOR 7 7/8 05/01/29	0.9

**Bottom 10 performers, %**

ASRNED 4 5/8 PERP	-1.3
ALVGR 2 5/8 PERP	-0.7
NNGRNV 6 3/8 PERP	-0.7
CMZB 4 1/4 PERP	-0.7
AGSBB 3 7/8 PERP	-0.6
ENGIFP 1 1/4 10/24/41	-0.5
BERFRA Float 07/18/30	-0.4
SCHUBR Float 07/01/29	-0.4
BTPS 0.95 06/01/32	-0.3
SANTAN 3 5/8 PERP	-0.1

**Rating Allocation**

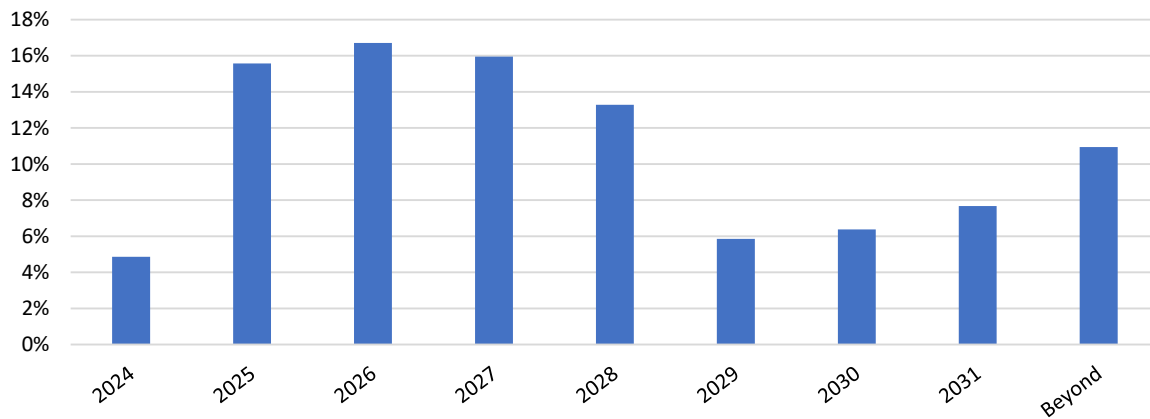
AAA	6.8%
AA	0.0%
A	8.4%
BBB	14.1%
BB	37.9%
B	19.7%
CCC	0.0%
NR	8.7%
CASH	2.8%

**Sector Allocation**

Insurance	19.3%
Banks	19.2%
Sovereign	11.5%
Auto Parts&Equipment	6.5%
Retail	4.3%
Electric	3.1%
Chemicals	2.9%
CASH_EUR	2.8%
Pharmaceuticals	2.7%
Leisure Time	2.6%

**Country Allocation**

Germany	21.9%
Italy	14.5%
US	10.3%
Netherlands	10.2%
UK	9.7%
France	8.1%
Austria	7.4%
Spain	3.8%
Belgium	3.8%
Finland	2.6%

**Maturity Profile**

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