



VINGA
CORPORATE BOND

MONTHLY REPORT
JUNE 2024



Time to Clip Coupons Again!

We are now entering the summer period, when the likelihood of major market swings is lower. Coupons contribute most of the total return during this period, which usually benefits the high yield market. With an average coupon of 9.7%, this means the fund receives 0.8% per month in coupon income. At the same time, there is a high probability that bond prices will rise further. The Riksbank has indicated that there may be three more interest rate cuts this year. This would give a good boost to the Swedish economy and further improve the interest coverage ratio for high yield companies.

Stefan Westfeldt | *Principal Portfolio Manager*

PERFORMANCE - JUNE 2024

+0,99 %

PERFORMANCE - 2024

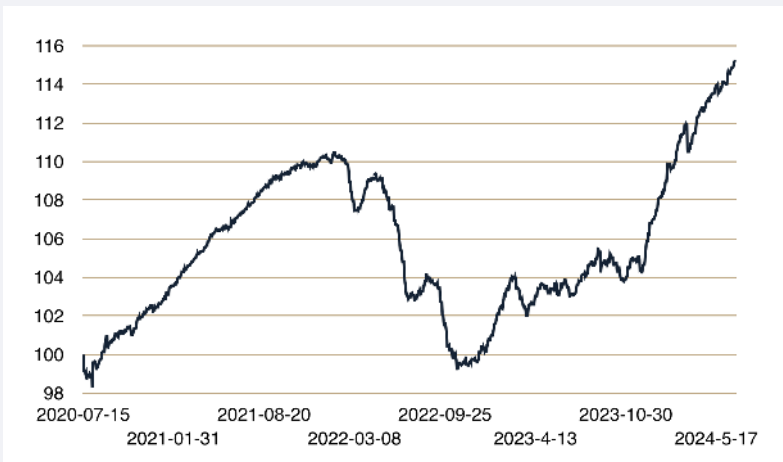
+7,72 %

PERFORMANCE - 1 YEAR

+11,78 %

| Year | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | YTD |
|------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| 2024 | +2,48 % | +1,39 % | +0,22 % | +1,48 % | +0,89 % | +0,99 % | | | | | | | +7,72 % |
| 2023 | +1,69 % | +1,44 % | -1,33 % | +0,98 % | -0,49 % | +0,04 % | +1,06 % | +1,09 % | -0,35 % | -0,98 % | +0,39 % | +2,52 % | +6,16 % |
| 2022 | +0,06 % | -1,72 % | +0,09 % | +0,53 % | -1,27 % | -3,88 % | -0,23 % | +0,40 % | -3,12 % | -0,98 % | +0,25 % | +1,09 % | -8,56 % |
| 2021 | +0,89 % | +0,85 % | +0,86 % | +0,94 % | +0,20 % | +0,73 % | +0,77 % | +0,71 % | +0,38 % | +0,34 % | +0,01 % | +0,46 % | +7,39 % |
| 2020 | - | - | - | - | - | - | -1,17 % | +1,60 % | +0,51 % | +0,11 % | +1,16 % | +0,42 % | +2,63 % |

/ PERFORMANCE /



/ KEY FIGURES IN BRIEF /

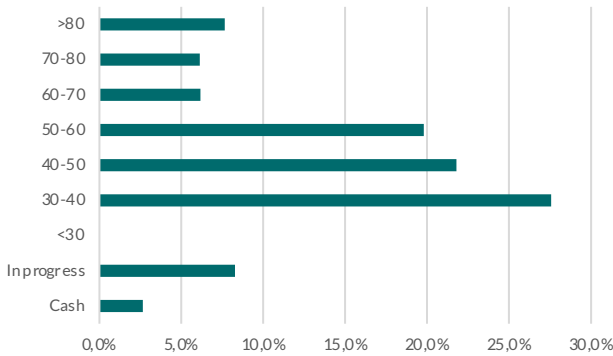
| | |
|--------------------------|--------------|
| Yield | 12,30 |
| Current coupon (average) | 9,68 |
| Duration (%) | 0,54 |
| Maturity (Year) | 2,56 |
| ESG-score | 51,23 |
| Bond price (average) | 91,82 |
| Standard deviation (%) | 3,84 |

/ LARGEST HOLDINGS /

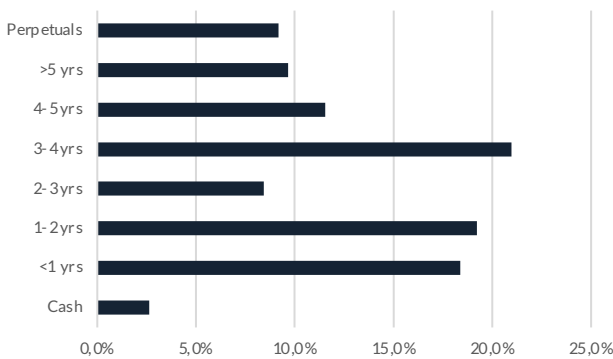
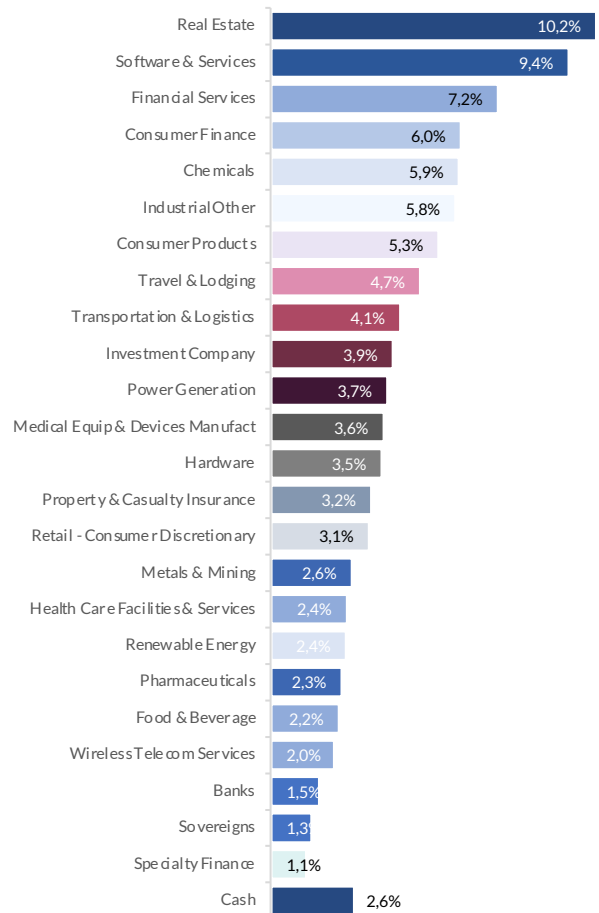
| Issuer | Weight | Yield |
|-------------------------|--------|-------|
| NOBA BANK GROUP AB | 4,6% | 11,8 |
| SGL GROUP APS | 4,0% | 8,4 |
| ESMAEILZADEH HOLDING AB | 3,8% | 14,9 |
| MGI MEDIA & GAMES INV | 3,6% | 8,5 |
| CASTELLUM AB | 3,5% | 8,6 |
| BICO GROUP AB | 3,5% | 16,5 |
| AZERION GROUP NV | 3,5% | 9,5 |
| HEART BIDCO AB | 3,3% | 8,7 |
| INTRUM AB | 3,3% | 31,6 |
| FERTIBERIA CORPORATE | 3,3% | 8,4 |

/ COMMENT - JUNE /

The major positive event of the month was when Ellos announced the refinancing of its existing bond. The sponsor, Nordic Capital, is injecting SEK 300 million of new equity while new bonds are issued. We are rolling into one of the new bonds with a yield of 12.7%. We have always believed that Nordic Capital would support the company and are now even more positive about Ellos' future prospects. Vinga Corporate Bond also participated in a rollover in Norlandia Health with a yield of 9.2% and added a new bond issued by Nofitech with a yield of 11.5%. Nofitech provides leading infrastructure for land-based fish farming.

/ ESG SCORE /


The ESG score is based on the fundamental ESG research and ESG scoring methodology sustainAX. The ESG research is used as input in the ESG risk integration in the investment decisions. Low ESG risk is reflected by a high ESG score and the range is 0-100.

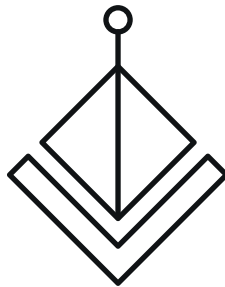
/ MATURITY PROFILE /

/ SECTOR ALLOCATION /

/ FUND FACTS /

| | |
|------------------|----------------------------------|
| Type: | UCITS fund |
| Trading: | Daily trading and pricing |
| Currency: | SEK and EUR |
| Risk class: | 2 of 7 |
| Fixed fee | |
| Class A: | 1,25% (min. investment SEK 100) |
| Class B: | 0,65% (min. investment SEK 5M) |
| Class C: | 1,25% (min. investment EUR 10) |
| Class D: | 0,65% (min. investment EUR 0,5M) |
| Performance fee: | 20% above OMRX T-BILL +2% |

The fund is actively managed, meaning that bonds are selected individually after a thorough analysis of each issuer and market. The fund invests primarily in bonds issued by Nordic companies and is suited for investors with a preferred investment horizon of 2-3 years.

While the main focus is corporate bonds in the high yield segment (with lower credit ratings), the fund can also invest in instruments with higher credit ratings ("investment grade") as well as in instruments without credit rating. At least 70 percent of the fund's capital must be invested in corporate bonds and the portfolio managers can use derivatives as part of the fund's investment mandate, as well as to reduce unwanted risk.

The objective of the fund is to achieve capital growth that, over a period of 3 years, exceeds the performance of the fund's benchmark index, OMRX T-BILL +2 percentage points per year.



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