



VINGA
CORPORATE BOND

MONTHLY REPORT
OCTOBER 2024



Positive returns despite turbulent markets!

October was marked by the U.S. election and rising interest rates. Stocks and global bonds fell, while Vinga Corporate Bond and Nordic high yield bonds performed better. Floating coupons offer good protection against rising interest rates. Inflation remains persistently high in the U.S. and mainland Europe, and long-term rates are rising again. The Swedish central bank will likely cut rates by 50 basis points next week, albeit with some hesitation. Nonetheless, lower policy rates favour the high-yield market, and we anticipate a continued upward trend.

Stefan Westfeldt | *Principal Portfolio Manager*

PERFORMANCE - OCTOBER 2024

+0,73 %

PERFORMANCE - 2024

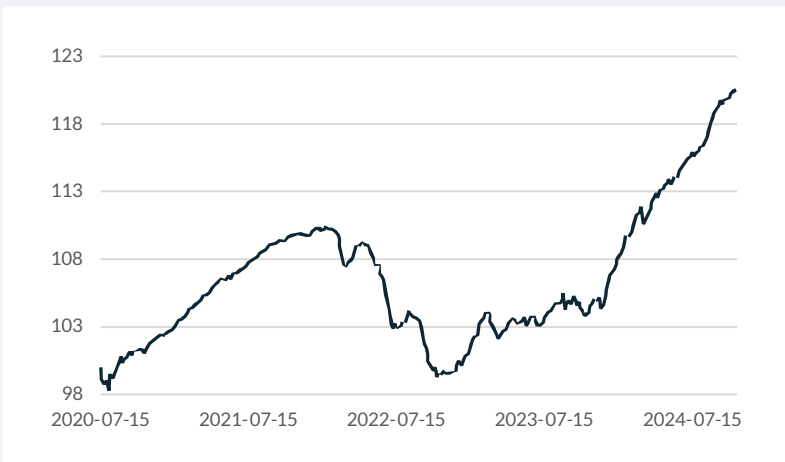
+12,63 %

PERFORMANCE - 1 YEAR

+15,92 %

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 %	+0,80 %	+1,79 %	+1,17 %	+0,73 %			+12,63 %
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 /

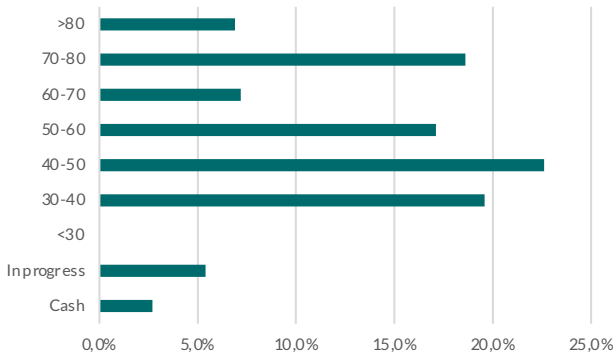
Yield	11,60
Current coupon (average)	9,46
Duration (%)	0,23
Maturity (Year)	2,27
ESG-score	52,58
Bond price (average)	92,32
Standard deviation (%)	5,06

/ LARGEST HOLDINGS /

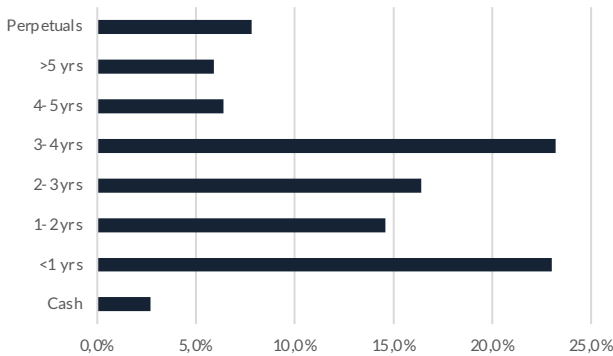
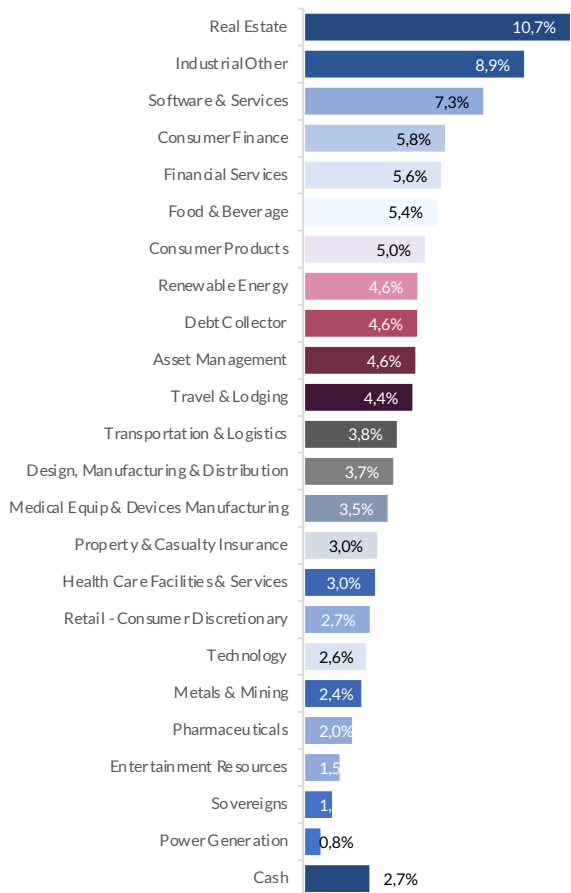
Issuer	Weight	Yield
HEIMSTADEN AB	4,7%	11,0%
NOBA BANK GROUP AB	4,7%	10,1%
MUTARES SE & CO	4,6%	10,8%
AZERION GROUP NV	4,4%	9,0%
SGL GROUP APS	3,8%	7,8%
FOXWAY HOLDING AB	3,7%	11,4%
ESMAEILZADEH HOLDING AB	3,5%	21,8%
BICO GROUP AB	3,5%	16,6%
VIACON GROUP AB	3,3%	10,6%
INTRUM AB	3,3%	20,6%

/ COMMENT - OCTOBER /

During the month, we sold Verve (formerly Media & Games) at a yield of 6.2% and Scatec at 7.75%. Both have, in our opinion, reached fair value. At the same time, we increased our position in Mutares to a yield of 10.5% after the bond price dropped due to a negative short report. Mutares is now a top-three company for Vinga Corporate Bond, and we are impressed by the company's cash generation and "turnaround and exit" history. Despite continuous interest rate cuts by central banks, the fund's yield stands at 11.6%, with an average coupon of 9.5%. Both figures indicate continued good returns in the coming periods.

/ ESG SCORE /


The ESG score is based on the fundamental ESG research and ESG scoring methodology of 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%
Class B:	0,65% (min. investment SEK 5M)
Class C:	1,25%
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.





LEGAL INFO

Fund company

Vinga Corporate Bond is a securities fund pursuant to the Swedish Investment Funds Act (LIF) (2004:46). The fund company for Vinga Corporate Bond is AIFM Capital AB, a subsidiary of AIFM Group AB. The fund is administered through a contractual agreement with AIF Management AB.

Fund manager

Vinga Corporate Bond is managed as a discretionary mandate by SIP Nordic Fondkommission AB, a Swedish licensed securities company authorized by the Swedish financial supervisory authority. The Principal Portfolio Manager is Stefan Westfeldt.

Fund company: AIFM Capital AB

Fund administration: AIF Management AB

Fund manager: SIP Nordic Fondkommission AB

Custodian bank: Swedbank AB

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