



VINGA
CORPORATE BOND

MONTHLY REPORT
JULY 2022



Time for a rally!

The stock market and the global high yield market have started a rally from the lows in June and the Swedish krona, which usually falls in times of worry, has strengthened. These are clear signs that markets have been too pessimistic about the health of the economy. The Nordic high yield market has not participated in the rally due to most Nordic institutional investors are on summer vacation in July. The market is poised for an upturn in August when the market participants are back to work.

Stefan Westfeldt
Principal Portfolio Manager

Gustav Andåker
Portfolio Manager

PERFORMANCE - JULY 2022

-0,23 %

PERFORMANCE - 2022

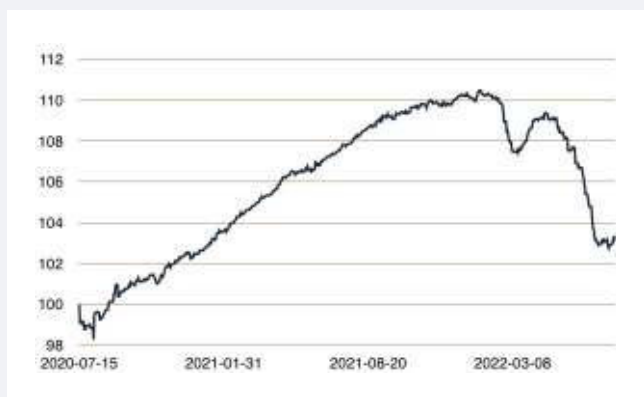
-6,32 %

PERFORMANCE - 1 YEAR

-4,46 %

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2022	0,06 %	-1,72 %	0,09 %	0,53 %	-1,27 %	-3,88 %	-0,23 %						-6,32 %
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 SINCE INCEPTION /



/ COMMENT - JULY /

Vinga is adding to the Nordic real estate sector by acquiring Castellum's subordinated bond at price 68,50, which corresponds to a yield to first call date of 13%. The market has been too negative to the big Swedish real estate companies even taking into consideration the headwinds the sector faces with falling real estate values and high debt levels. Vinga sold its position in Asia high yield. The Chinese economy is about to strengthen but the international capital has been more politically hesitant when it comes to China which makes the market hard to navigate.

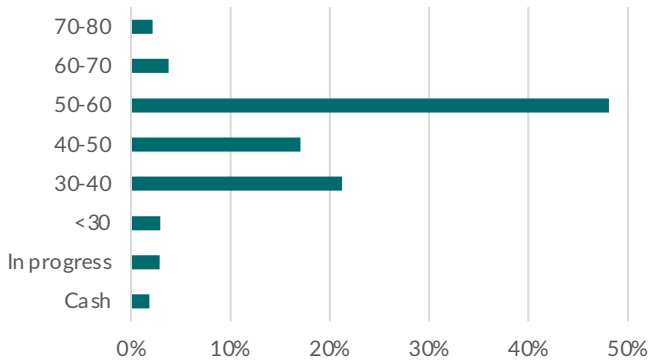
Vinga's cooperation with SustainAX is progressing and 97% of the holdings are ESG analyzed and have an ESG score. The average ESG score is 49,0 which is an improvement for last month.

/ LARGEST HOLDINGS /

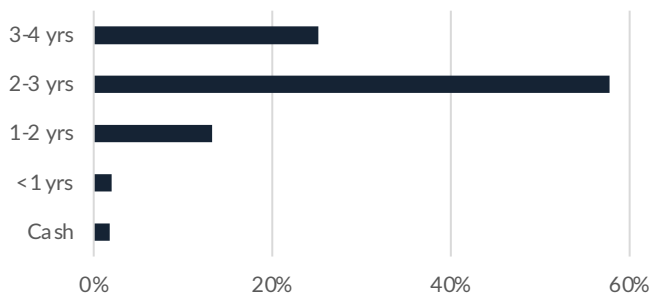
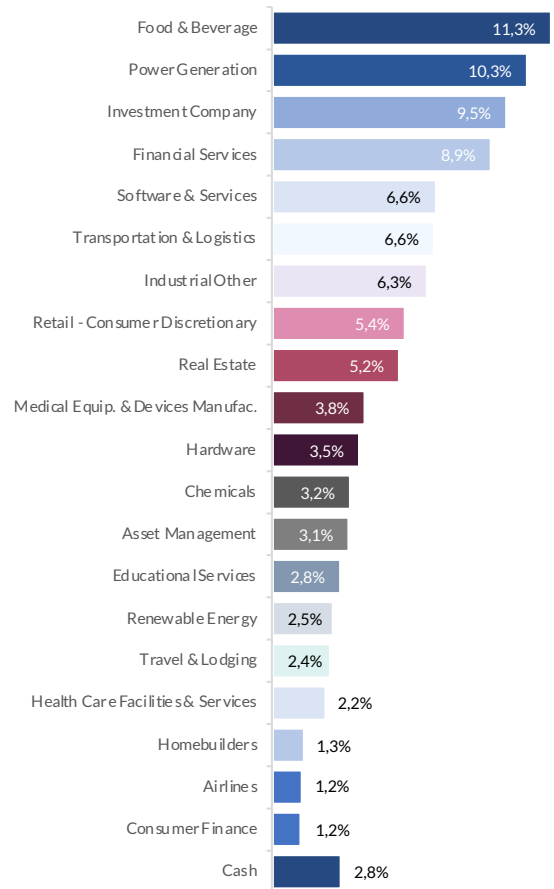
Issuer	Weight %	Yield %
SGL INTERNATIONAL AS	6,0%	7,6%
HUMBLE GROUP AB	5,8%	9,5%
ESMAEILZADEH HOLDING AB	5,7%	10,0%
SOLIS BOND CO DAC	4,2%	8,2%
ARISE AB	4,2%	6,2%
VNV GLOBAL AB	4,1%	6,5%
NOVEDO HOLDINGS AB	3,6%	8,6%

/ OUTLOOK /

The world economy is softer due to tighter monetary policies, inflation worries and the war in Ukraine. The longer interest rates have fallen back significantly, the US 10yr interest rate is 2,65% and the Swedish 5yr swap rate is 2,30%. The lower interest rate environment, which indicates lower inflation expectations, has lured buyers back into the equity and the global high yield markets. The Nordic high yield market has lagged the global rally in July due to summer vacations and we expect August to be a strong month for Vinga. The low point of the market might be behind us but a new viable bull market will most likely not start until the central banks' hiking cycle is completed.

/ 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. The average score for the issuers that are rated is 48,5.

/ MATURITY PROFILE /

/ SECTOR ALLOCATION /

/ FUND FACTS /

Type:	UCITS fund
Trading:	Daily trading and pricing
Currency:	SEK and EUR
Risk class:	3 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.

LEGAL INFORMATION

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

RISK INFORMATION

Historical returns are no guarantee of future returns. The money invested can both increase and decrease in value, and there is no certainty that you will get back the entire amount invested. Contact us for more information.

CONTACT

Telefon: +46 (0) 707-361253

Email: info@vingacorporatebond.se

Webb: vingacorporatebond.se
