



VINGA
CORPORATE BOND

MONTHLY REPORT
NOVEMBER 2021



Vinga and the Nordic market are resilient!

The Nordic high yield market was in a “wait and see” mode during November. Shaky stock markets, a fourth virus wave, and the new Omicron mutation have affected the sentiment. The Nordic region has performed better than both the global and European high yield markets, which are down 2% and 0,5% respectively. Vinga has extended the lead over peers (Morningstar’s subindex) by another 0,2 percentage points. We expect growth to be strong next year which is a good backdrop for the high yield market.

Stefan Westfeldt

Principal Portfolio Manager

Gustav Andåker

Portfolio Manager

PERFORMANCE - NOVEMBER 2021

+0,01 %

PERFORMANCE - 2021

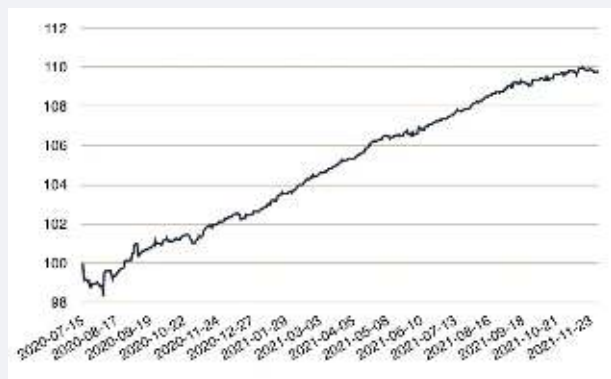
+6,88 %

PERFORMANCE - SINCE INCEPTION

+9,70 %

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2021	0,89 %	0,85 %	0,86%	0,94%	0,20%	0,73%	0,77%	0,71%	0,38%	0,34%	0,01%	-	6,88 %
2020	-	-	-	-	-	-	-1,17%	1,60 %	0,51%	0,11 %	1,16 %	0,42 %	2,63 %

/ PERFORMANCE SINCE INCEPTION /



/ COMMENT - NOVEMBER /

Vinga added to its position in Serneke’s bond with maturity next year, making it Vinga’s largest position. Balder’s investment in Serneke is a game changer and we judge the refinancing risk to be low. Vinga bought its first convertible bond in November, issued by BICO Group AB (former Cellink AB). BICO’s Q3 report was a disappointment and the bond fell below par. A yield of 5% and potential equity upside makes this convertible bond attractive at current levels.

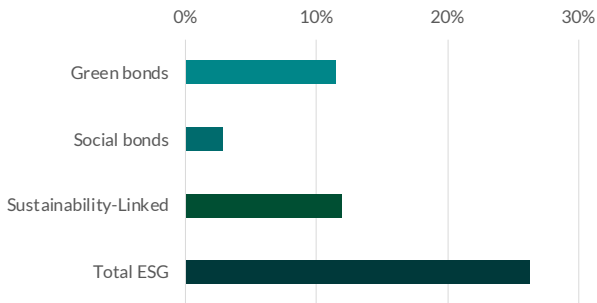
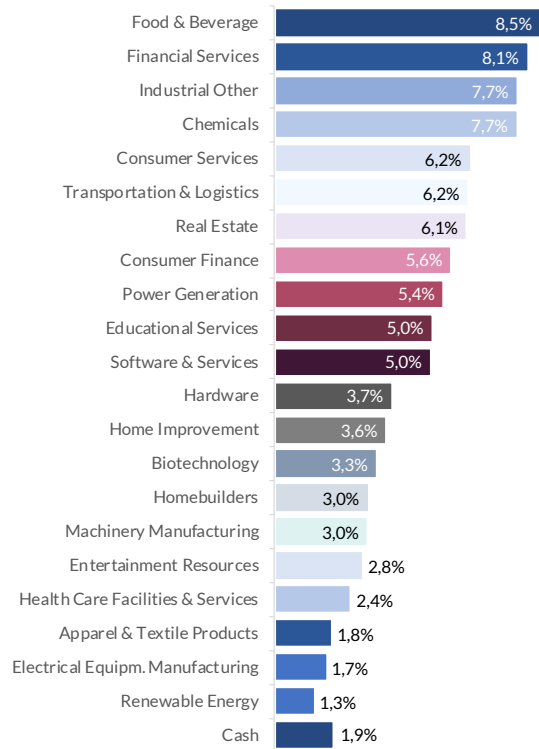
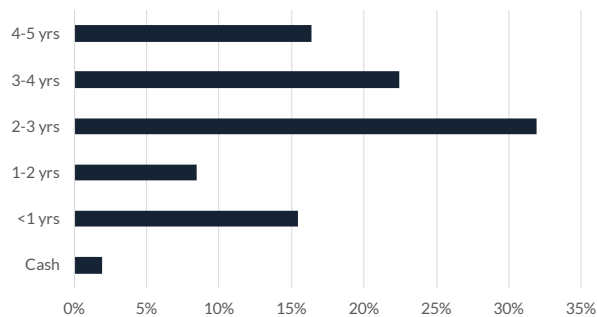
Vinga increased the share of bonds with a sustainability rating to 26%. The latest contributions are investments in solar power producer Alternus Energy and premium floor producer Kährs.

/ LARGEST HOLDINGS /

Issuer	Weight %	Yield %
SERNEKE GROUP AB	4,7%	8,9%
SCAN TRANSGROUP INTL	4,4%	5,9%
ISHARES ASIA HIGH YIELD	3,9%	10,3%
HUMBLE GROUP AB	3,9%	7,0%
GLOBAL AGRAJES SLU	3,8%	4,7%
GREENFOOD AB	3,7%	7,0%
NOVEDO HOLDINGS AB	3,7%	6,5%

/ OUTLOOK /

The latest readings of the Purchasing Managers Index (PMI) from the US and the Eurozone are pointing to healthy growth next year despite a setback on the virus front. We predict that inflation will continue to be elevated and that the Federal Reserve will be forced to do two rate hikes next year. The volatility of the energy market is here to stay and all these factors put together will create some problems for corporate profits and the markets. Being selective and going for the sectors and companies that can manage and benefit from these challenges will be key next year.

/ SUSTAINABILITY LABELS /

/ SECTOR ALLOCATION /

/ MATURITY PROFILE /

/ 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.

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