



YTD
14.69 %

Last quarter
1.27 %

Net return since inception
34.35 %

PORTFOLIO MANAGERS



Stefan Engstrand



Hubert Warzynski

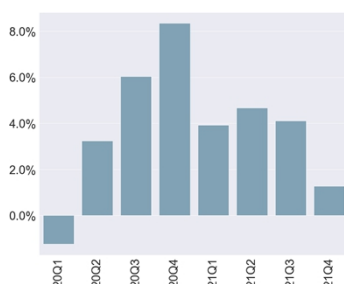


Christian Fredriksson

KEY STATISTICS (since inception)

	Ymer AC	iBoxx EUR HY	Eurostoxx 50
Cumulative Net Return	34.4%	4.9%	19.4%
Average Quarter	3.8%	0.8%	3.1%
Valuation Periods	8	8	8
Positive Valuation Periods	7	6	5

QUARTERLY RESULTS



This is Ymer

Ymer was established in 2017 as the first Nordic structured credit manager and has since then successfully launched two funds, Ymer Structured Credit Fund 1 in 2018 and Ymer Alternative Credit in 2020. The latter of the two had a successful final close in the last quarter of 2021. Ymer manages its funds with a long-term strategy, seeking to harvest the illiquidity and complexity premia in structured credit. The funds offer investors exposure to the credit market and invest mainly in portfolios of senior secured loans. Ymer SC Fund 1 has been nominated as the best structured credit fund in Europe.

Market commentary

Last quarter of 2021 saw strong economic data and corporate earnings, and yet again market concerns over elevated infections and the new omicron variant. Supply side disruptions, inflation and hawkish monetary policy are other prevalent concerns among investors. Macroeconomic risks aside, high yield markets are expected to perform well thanks to resilient balance sheets and strong earnings – something that has also been reflected in yet another strong quarter in terms of CLO issuance. Due to large supply of CLOs, the cost of financing increased slightly over the quarter, however the CLO economics remain attractive with high excess spreads and default rates at historically low levels.

Performance

Quarterly Results (% of value at inception net of fees)

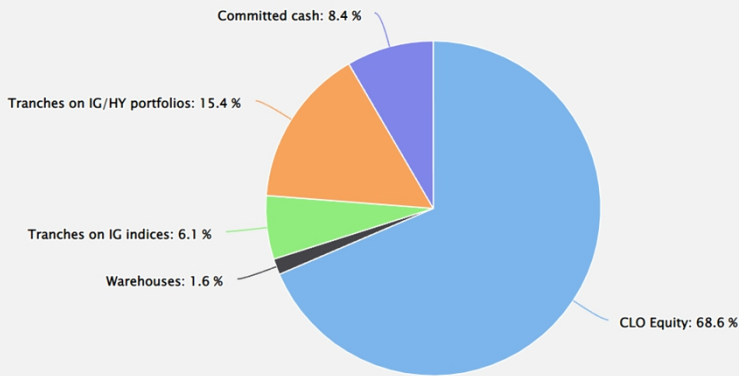
Ymer AC	Q1	Q2	Q3	Q4	Annual
2020	-1.24% (98.76%)	3.24% (101.96%)	6.04% (108.12%)	8.34% (117.14%)	17.14%
2021	3.92% (121.73%)	4.67% (127.42%)	4.11% (132.66%)	1.27% (134.35%)	14.69%

Based on a reference investor who invested at the initial close

The NAV increased by 1.27% in Q4. The volatility observed in capital markets during the final quarter spilled over to leveraged loans, having an adverse effect on CLO equity valuations. The fund's exposure to high yield and investment grade portfolios performed well as spreads finished the year at the tightest levels post Covid-19. The quarter was very busy, as many interesting investment opportunities arose. Two warehouses were priced into CLOs at favorable terms and two new warehouses were opened. The fund invested in three primary CLO transactions, three secondary CLOs and a broadly diversified portfolio of high yield and investment grade issuers. Despite inflation worries and rising longer dated rates, default rates are expected to remain low as corporate earnings and balance sheets remain strong. The Q1 NAV and quarterly report will be published ten business days into Q2 2022.

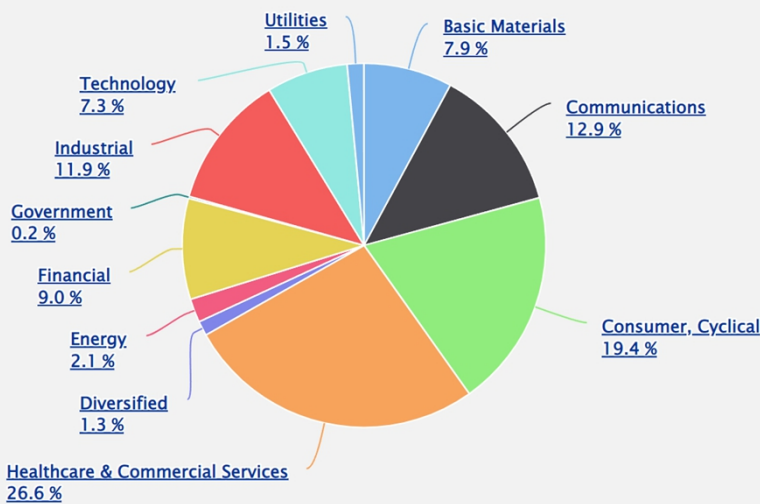


Allocation



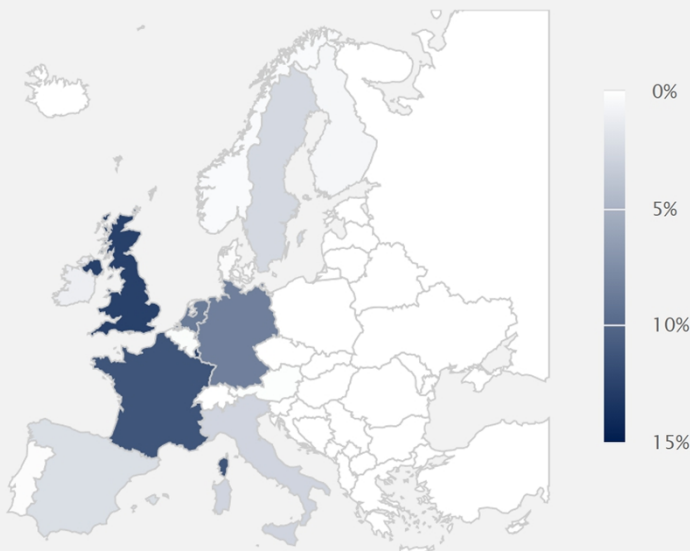
Allocation	Weight
CLO Equity	68.6%
Warehouses	1.6%
Tranches on IG indices	6.1%
Tranches on IG/HY portfolios	15.4%
Committed cash	8.4%

Sector Exposure



Sector	Weight
Healthcare & Commercial Services	26.6%
Consumer, Cyclical	19.4%
Communications	12.9%
Industrial	11.9%
Financial	9.0%
Basic Metrials	7.9%
Technology	7.3%
Energy	2.1%
Utilities	1.5%
Diversified	1.3%

Regional Exposure



Country	Weight
United States	31.4%
United Kingdom	16.4%
France	14.7%
Netherlands	11.3%
Germany	11.0%
Italy	3.7%
Sweden	3.3%
Spain	2.8%
Canada	1.7%
Ireland	1.5%

(Only top 10 included)