



YTD
-1.73 %

Last quarter
-1.73 %

Net return since inception
32.03 %

PORTFOLIO MANAGERS



Stefan Engstrand



Hubert Warzynski

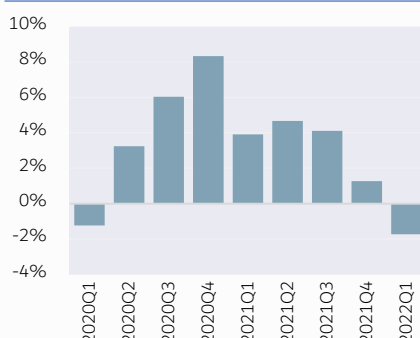


Christian Fredriksson

KEY STATISTICS (since inception)

	Ymer AC	iBoxx EUR HY	Eurostoxx 50
Cumulative Net Return	32.0%	0.6%	8.7%
Average Quarter	3.2%	0.3%	1.7%
Valuation Periods	9	9	9
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

Inflation, interest rates and geopolitics have been the main drivers of uncertainty in capital markets during Q1. Despite this, default rates and negative rating actions have remained low which has cushioned the effects of geopolitics and inflation. Investor risk aversion has caused widening in CLO debt spreads and dampened CLO creation. Nevertheless, demand for CLO equity remains strong as CLO portfolios are healthy and offer high frontloaded cash flows. Leveraged loan and high yield issuance has been very slow and spreads have widened out. While rising input costs and rising rates have challenged companies with low pricing power and high indebtedness, default rates are only expected to increase marginally as corporate balance sheets remain resilient. We may, however, observe increased dispersion resulting in elevated tail-risks across credit portfolios as the risk of a recession increases.

Performance

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

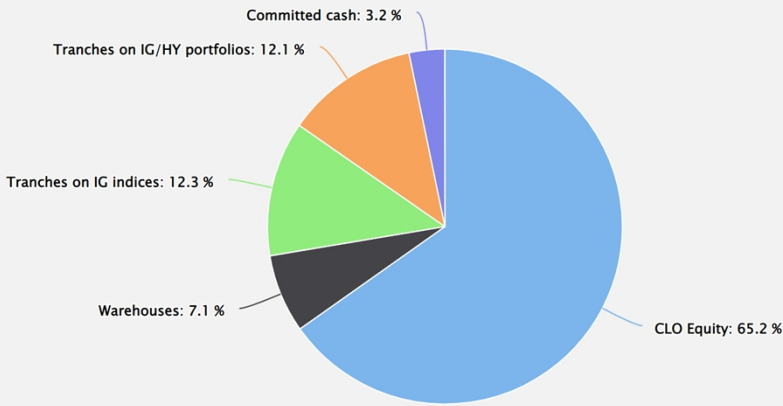
Ymer AC	Q1	Q2	Q3	Q4	Annual
2020	-1.24% (98.76%)	3.24% (101.97%)	6.04% (108.13%)	8.34% (117.14%)	17.1%
2021	3.92% (121.73%)	4.67% (127.42%)	4.11% (132.66%)	1.27% (134.35%)	14.7%
2022	-1.73% (132.03%)	-	-	-	-1.7%

Based on a reference investor who invested at the initial close

The NAV decreased by 1.73% in Q1 2022. The inflationary and geopolitically induced volatility had an adverse impact on credit markets. Senior secured loans, which carry little interest rate risk, outperformed high yield considerably. Consequently, the fund's CLO equity valuations held up well while the fund's exposure to investment grade and high yield portfolios were lagging. All CLO equity positions are paying coupons and have healthy risk metrics. Two new positions were established in investment grade portfolios - both in Europe and the US. The fund also invested in one new primary CLO and continued to reinvest coupons into the two CLO warehouses opened in late 2021. The next NAV and quarterly report will be published ten business days into the third quarter of 2022.

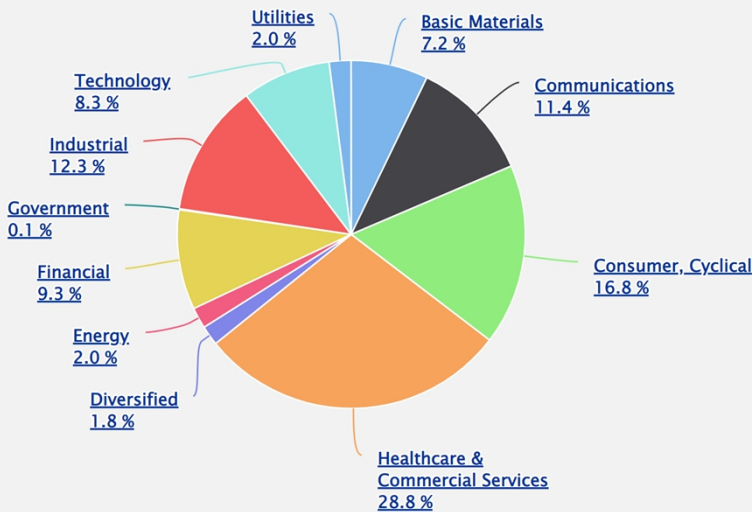


Allocation



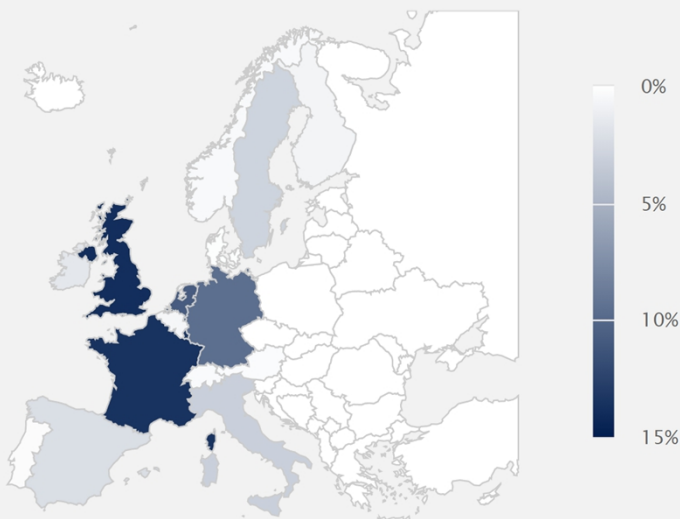
Allocation	Weight
CLO Equity	65.2%
Warehouses	7.1%
Tranches on IG indices	12.3%
Tranches on IG/HY portfolios	12.1%
Committed cash	3.2%

Sector Exposure



Sector	Weight
Healthcare & Commercial Services	28.8%
Consumer, Cyclical	16.8%
Industrial	12.3%
Communications	11.4%
Financial	9.3%
Technology	8.3%
Basic Materials	7.2%
Utilities	2.0%
Energy	2.0%
Diversified	1.8%

Regional Exposure



Country	Weight
United States	23.2%
United Kingdom	17.4%
France	17.0%
Netherlands	13.6%
Germany	12.0%
Italy	3.9%
Sweden	3.6%
Spain	2.7%
Ireland	2.0%
Canada	1.4%

(Only top 10 included)