

-5.9%
Year to date

-4.2%
Last quarter

26.4%
Since Inception

Portfolio managers



Stefan Engstrand



Hubert Warzynski

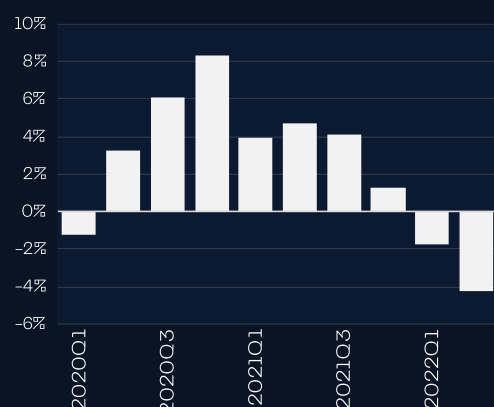


Christian Fredriksson

Key Statistics

	YMER AC	iBoxx EUR HY	Eurostoxx 50
Cumulative Return	26.4%	-9.2%	-2.0%
Average Quarter	2.4%	-0.7%	0.6%
Valuation Periods	10	10	10
Positive Valuation Periods	7	6	5

Quarterly returns



Market Commentary

The first half of the year ended up being the worst start to a year in almost 50 years for both stocks and fixed income. Markets were very volatile driven by high inflation, hawkish central banks, elevated energy prices, covid lockdowns in China, and continued supply-demand disruptions across the globe.

Leveraged loans and high yield prices continued to slide with CLO tranches selling off with the rest of the credit markets as risk appetite was scarce. Outlook for corporate fundamentals is deteriorating but despite this defaults are expected to remain low albeit idiosyncratic events can occur in challenged industries. Leverage has started to increase marginally whereas interest coverage has improved, this combined with extended maturities in the wake of the pandemic makes relevant companies rather resilient to any hardships.

At the current price levels, a recession is already priced in across credit markets. Historically these types of opportunities are good entry points that the fund is positioned to take advantage of.

	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% (132.02%)	-4.23% (126.43%)	-	-	-5.9%

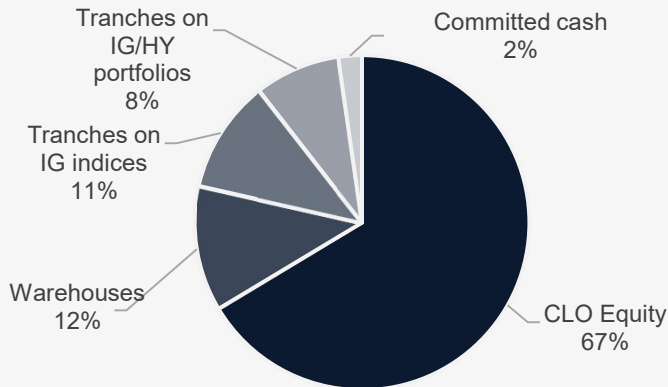
Based on a reference investor who invested at the initial close.

Performance

The NAV decreased by 4.2% in Q2 2022 as credit spreads widened significantly and therefore had an adverse impact on valuations. The fund's CLO equity held up well on a relative basis while the fund's exposure to investment grade and high yield portfolios were underperforming. All CLO equity positions are paying coupons on average of 5% per quarter and continue to have healthy risk metrics with low levels of defaults and distressed assets.

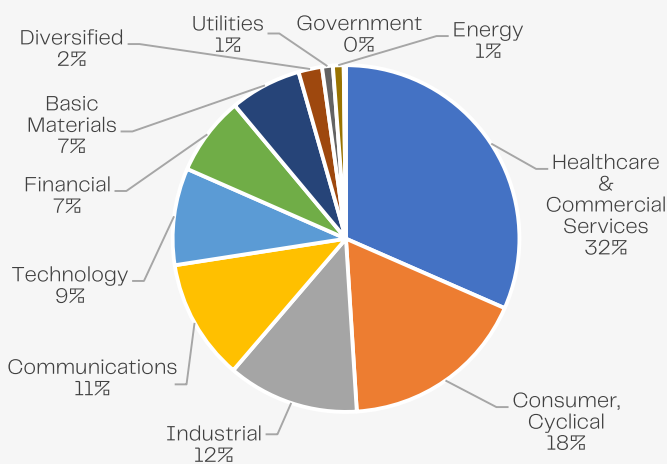
The fund continues to reinvest coupons into CLO warehouses which can take advantage of the dislocated markets and is also evaluating short-dated investments in portfolios of high-yield bonds as these offer attractive entry points. The next NAV and quarterly report will be published ten business days into the final quarter of 2022.

Portfolio Allocation



Allocation	Weight
CLO Equity	66.4%
Warehouses	12.1%
Tranches on IG indices	11.0%
Tranches on IG/HY portfolios	8.3%
Committed cash	2.3%

Sector Exposure



Sector	Weight
Healthcare & Commercial Services	31.4%
Consumer, Cyclical	17.3%
Industrial	12.2%
Communications	11.2%
Technology	9.0%
Financial	7.3%
Basic Materials	6.6%
Diversified	2.2%
Utilities	1.0%
Energy	1.0%
Government	0.2%

Regional Exposure



Country	Weight
France	19.2%
United Kingdom	18.3%
United States	15.3%
Netherlands	14.9%
Germany	13.2%
Italy	4.6%
Sweden	4.3%
Spain	3.0%
Ireland	2.5%
Finland	1.4%