



6.5%  
Year to date

6.5%  
Last quarter

58.9%  
Since Inception

## Portfolio managers



Stefan Engstrand



Hubert Warzynski

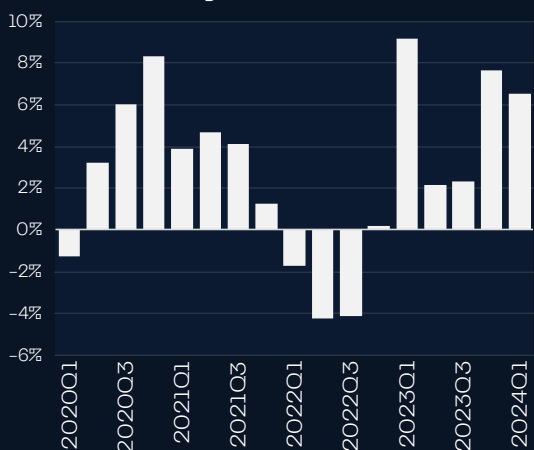


Christian Fredriksson

## Key Statistics

	YMER AC	iBoxx EUR HY	Eurostoxx 50
Cumulative Return	58.9%	7.1%	49.0%
Average Quarter	2.8%	0.6%	3.0%
Valuation Periods	17	17	17
Positive Valuation Periods	13	12	10

## Quarterly returns



## Market Commentary

Stocks, loans and corporate bonds had a firm start to the year despite the fact that interest rates edged up on the back of strong macro data, especially in the US. The amount of expected rate cuts in 2024 has been reduced and the timing pushed out. The primary CLO market was very active in the first quarter with very strong issuance as the cost of liabilities continued to come down. The strong performance in CLO debt means that economics for new issue equity is starting to look more attractive again. CLO equity distributions were historically high and are expected to remain so, with actual and expected default rates being lower than anticipated.

	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%)	-4.23% (126.44%)	-4.10% (121.25%)	0.17% (121.46%)	-9.6%
2023	9.14% (132.56%)	2.14% (135.39%)	2.34% (138.56%)	7.67% (149.19%)	22.8%
2024	6.52% (158.91%)	-	-	-	6.5%

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

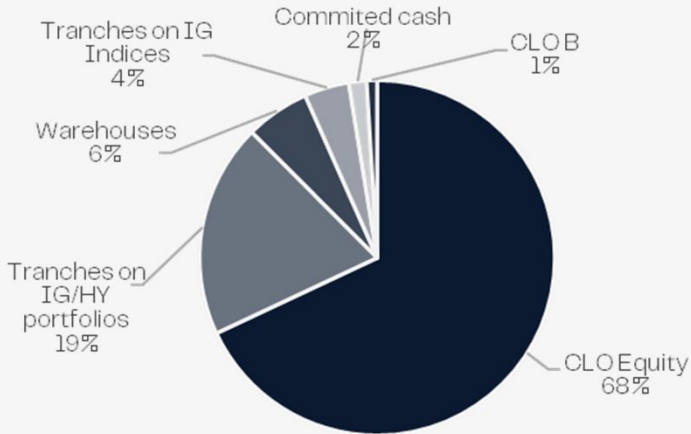
## Performance

The NAV increased by 6.5% during the first quarter of 2024. Loan prices and high yield bonds appreciated, and CLO tranches, particularly those in the lower part of the capital structure, continued to advance. Despite this, CLOs remain highly attractive compared to other credit investments and asset classes.

During the quarter, the fund was active, selling B-rated CLO tranches and buying CLO equity positions in the secondary market, where the most attractive opportunities currently exist. A new investment in a high yield portfolio was added and further allocations to existing CLO warehouses were made as the primary CLO market is starting to look attractive. A tail risk hedge was established given that the cost of protection is at historically low levels.

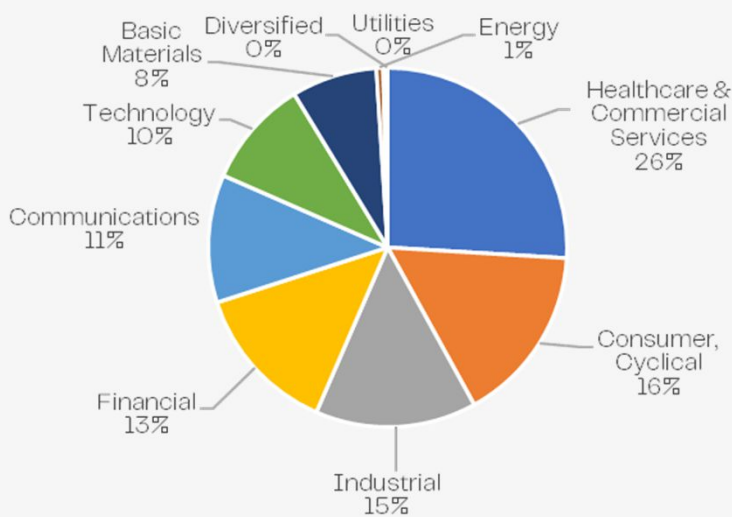
The next NAV and quarterly report will be published ten business days into the third quarter of the year.

## Portfolio Allocation



Allocation	Weight
CLO Equity	68.0%
Tranches on IG/HY portfolios	19.5%
Warehouses	5.8%
Tranches on IG Indices	4.1%
Committed cash	1.6%
CLO B	1.0%

## Sector Exposure



Sector	Weight
Healthcare & Commercial Services	25.9%
Consumer, Cyclical	16.0%
Industrial	14.5%
Financial	13.5%
Communications	11.5%
Technology	9.7%
Basic Materials	7.7%
Energy	0.6%
Utilities	0.3%
Government	0.1%
Diversified	0.0%

## Regional Exposure



Country	Weight
France	18.7%
United States	18.0%
United Kingdom	16.6%
Germany	13.5%
Netherlands	12.5%
Spain	5.1%
Italy	4.8%
Sweden	3.3%
Ireland	1.8%
Finland	1.4%