



Volta Finance Limited (VTA) – February 2018 monthly report

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Guernsey, 19 March 2018

AXA IM has published the Volta Finance Limited (the “Company” or “Volta Finance” or “Volta”) monthly report for January. The full report is attached to this release and will be available on Volta’s website shortly (www.voltafinance.com).

PERFORMANCE and PORTFOLIO ACTIVITY

In February, Volta’s Estimated NAV* performance was +0.7%.

This time, contrary to the previous month, the monthly performance was positively impacted by the appreciation of the US dollar.

In February, mark-to-market performances of Volta’s asset classes were: +1.4% for Bank Balance Sheet Transactions; +0.0% for CLO Equity tranches; +0.5% for CLO Debt tranches, 5.6% for Cash Corporate Credit deals and +0.4% for ABS.

In February, Volta generated the equivalent of €1.4m in interest and coupons net of repo costs (non-euro amounts translated into euro using end-of-month cross currency rates). This brings the total cash amount generated during the last six months in terms of interest and coupons to €17.3m.

In February, Volta made three investments (two BB tranches of USD CLO and a first contribution to a USD CLO warehouse) for the equivalent of €12.9m. Under market standard assumptions, on average, these assets are expected to yield near 10.6%. Another USD CLO warehouse is expected to be opened in March.

These two warehouses, both in USD, are good examples of our ability to continue to invest in USD CLO tranches despite the potential release of the US risk retention rule. For now, we have been able to convince the CLO managers we want to work with to continue issuing USD CLO complying with the European risk retention requirements.

These investments in USD CLO warehouses are in line with our global view that we have reached the right point in the cycle to increase our exposure to CLO Equity tranches in order to benefit from long term relatively tight cost of debt. Of course we expect to rotate all or part of the capital committed to the warehouses in the CLO equity tranches that will be issued afterwards.

At the end of February 2018, Volta’s Estimated NAV was €305.4m or €8.35 per share. The GAV stood at €349.1m.

**It should be noted that approximately 10.8% of Volta’s GAV comprises investments in funds for which the relevant NAVs as at the month-end date are normally available only after Volta’s NAV has already been published. Volta’s policy is to publish its own NAV on as timely a basis as possible in order to provide shareholders with Volta’s appropriately up-to-date NAV information. Consequently, such investments in funds are valued using the most recently available NAV for each fund. The most recently available fund NAV was for 8.2% as at 31 January 2018 and for 2.6% as at 29 September 2017.*

*** “Mark-to-market variation” is calculated as the Dietz-performance of the assets in each bucket, taking into account the Mark-to-Market of the assets at month-end, payments received from the assets over the period, and ignoring changes in cross currency rates. Nevertheless, some residual currency effects could impact the aggregate value of the portfolio when aggregating each bucket.*

This announcement contains information that is inside information for the purposes of the Market Abuse



Regulation (EU) No. 596/2014. Upon the publication of this announcement via Regulatory Information Service this inside information is now considered to be in the public domain.

CONTACTS

For the Investment Manager

AXA Investment Managers Paris
Serge Demay
serge.demay@axa-im.com
+33 (0) 1 44 45 84 47

Company Secretary and Portfolio Administrator

Sanne Group (Guernsey) Limited
voltafinance@sannegroup.com
+44 (0) 1481 739810

Corporate Broker

Cenkos Securities plc
Oliver Packard
Andrew Worne
Sapna Shah
+44 (0) 20 7397 1916

ABOUT VOLTA FINANCE LIMITED

Volta Finance Limited is incorporated in Guernsey under The Companies (Guernsey) Law, 2008 (as amended) and listed on Euronext Amsterdam and the London Stock Exchange's Main Market for listed securities. Volta's home member state for the purposes of the EU Transparency Directive is the Netherlands. As such, Volta is subject to regulation and supervision by the AFM, being the regulator for financial markets in the Netherlands.

Volta's investment objectives are to preserve capital across the credit cycle and to provide a stable stream of income to its shareholders through dividends. Volta seeks to attain its investment objectives predominantly through diversified investments in structured finance assets. The assets that the Company may invest in either directly or indirectly include, but are not limited to: corporate credits; sovereign and quasi-sovereign debt; residential mortgage loans; and, automobile loans. The Company's approach to investment is through vehicles and arrangements that essentially provide leveraged exposure to portfolios of such underlying assets. The Company has appointed AXA Investment Managers Paris an investment management company with a division specialised in structured credit, for the investment management of all its assets.

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AXA Investment Managers (AXA IM) is a multi-expert asset management company within the AXA Group, a global leader in financial protection and wealth management. AXA IM is one of the largest European-based asset managers with €717 billion in assets under management as of the end of December 2016. AXA IM employs approximately 2,420 people around the world.

This press release is distributed and published by AXA Investment Managers Paris ("AXA IM"), in its capacity as alternative investment fund manager (within the meaning of Directive 2011/61/EU, the "AIFM Directive") of Volta Finance Limited (the "Volta Finance") whose portfolio is managed by AXA IM.

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The figures provided that relate to past months or years and past performance cannot be relied on as a guide to future performance or construed as a reliable indicator as to future performance. Throughout this review, the citation of specific trades or strategies is intended to illustrate some of the investment methodologies and philosophies of Volta Finance, as implemented by AXA IM. The historical success or AXA IM's belief in the future success, of any of these trades or strategies is not indicative of, and has no bearing on, future results.

The valuation of financial assets can vary significantly from the prices that the AXA IM could obtain if it sought to liquidate the positions on behalf of the Volta Finance due to market conditions and general economic environment. Such valuations do not constitute a fairness or similar opinion and should not be regarded as such.

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