

MONTHLY REPORT

Volta Finance Ltd



APRIL 2016

Data as at 29 April 2016

Gross Asset Value	€311.7m
Estimated liabilities	€40.3m
Estimated NAV	€271.4m
Estimated NAV per share	€7.43
Outstanding Shares	36.5m
Share Price (Euronext)	€6.75
Share Price (LSE)	€6.66
Tickers	VTA.NA VTA.LN
ISIN	GG00B1GHHH78

Fund Facts

Launch Date	Dec-2006
Fund Domicile	Guernsey
Listing and Trading	AEX LSE
Type of Fund	Closed-ended
Dividend	Semi-annual
Trailing 12m Div. Yield ⁴	9.2%
Base currency	EUR
Assets types	Corporate Credit and ABS

Background and Investment Objective

AXA Investment Managers Paris ("AXA IM") has been the Investment Manager of Volta Finance Limited ("Volta") since inception. 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. For this purpose, Volta pursues a multi-asset investment strategy on deals, vehicles and arrangements that provide leveraged exposure to target Underlying Assets (including corporate credit, residential and commercial mortgages, auto and student loans, credit card and lease receivables). Based on this strategy, **Volta targets a 9-11% p.a. total return³** over a credit cycle.

Fund Performance

+11.3%
Annualised since inception¹

+21.5%
Annualised over 5 years¹

+2.0%
1 month²

€271.4m
Estimated NAV as of Apr-16

Returns**	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2016	-4.0%	-2.9%	4.2%	2.0%									-1.0%
2015	3.7%	1.3%	3.1%	1.7%	1.6%	-0.7%	0.1%	-0.6%	-1.7%	0.1%	1.1%	0.2%	10.1%
2014	2.7%	-1.6%	0.8%	0.7%	1.5%	0.7%	1.3%	1.3%	2.4%	0.4%	1.7%	0.3%	12.4%
2013	3.6%	1.5%	2.5%	0.1%	4.1%	-0.7%	3.1%	2.0%	0.7%	2.4%	2.9%	1.3%	25.3%
2012	0.2%	6.0%	11.9%	-2.1%	5.4%	0.0%	4.2%	6.7%	5.4%	4.2%	2.0%	0.5%	51.9%

¹ Share (VTA.NA) performance (annualised figures with dividends re-invested). Source: Bloomberg (TRA function)

² Performance of published Estimated NAV

³ The target total return is indicative and provided for information purposes only. No representation is made by AXA IM or Volta that such target return will be achieved. Actual results may vary and the variations may be material

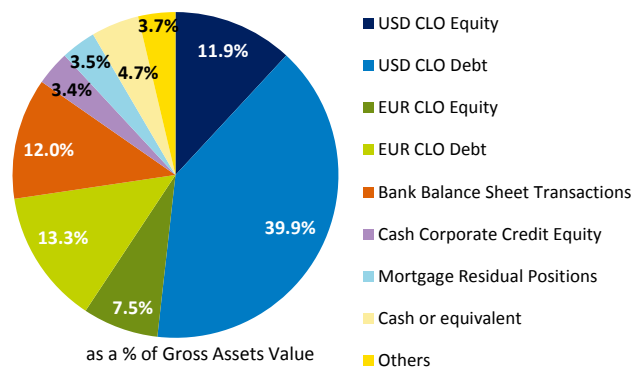
⁴ Calculated as the most recent annual dividend payments versus the month-end share price (VTA.NA)

Historical Performance



Source: Bloomberg (TRA function) as of April-2016

Asset Breakdown



Source: AXA IM, as of April-2016

Monthly Commentary

April 2016 was marked by a significant rebound in most equity and credit markets, although still being under some pressure. Indeed, the S&P/LSTA price index closed April at 92.90% from 91.51% at the end of March, showing the second significant increase in prices after ten consecutive months of decline.

In such an environment, prices of debt tranches from CLO 2.0 drove the portfolio performance while CLO 1.0 were roughly unchanged.

Performance

At the end of April 2016, Volta's Estimated NAV* was €271.4m or €7.43 per share, a 2.0% performance for the month, taking into account the €0.31 dividend per share paid on 19 April 2016. The GAV stood at €311.7m at the end of April 2016.

This positive performance is in line with the recent good performance of credit markets. In April, mark-to-market variations** of Volta's asset classes were: -1.7% for Synthetic Corporate Credit deals; +4.7% for CLO Equity tranches; +2.1% for CLO Debt tranches, +1.2% for Cash Corporate Credit deals; and, +0.0% for ABS.

On 19th of April Volta paid a €31 cents per share dividend corresponding to a 10.1% annualised dividend yield (using the share price at closing the day before the ex-dividend date) or an annualised yield of 8.2% on NAV.

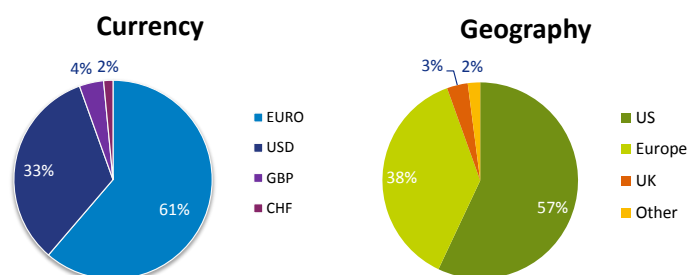
Portfolio Activity

In April, Volta generated the equivalent of €4.5m in interest and coupons (non-euro amounts translated into euro using end-of-month cross currency rates), bringing the total cash amount generated in terms of interest and coupons during the last six months to €18.9m.

Volta purchased only one asset, a USD BB rated tranche of CLO for USD 4.5m. The projected yield of this asset was 10.2% using standard market assumptions. During the month, Volta also received principal proceeds of the equivalent of €2.7m from the maturity of a CHF denominated Bank Balance Sheet transaction.

AXA IM continues to see opportunities in several structured credit sectors including mezzanine and equity tranches of CLOs, RMBS tranches and tranches of Cash Corporate Credit and Synthetic Corporate Credit portfolios.

Cash or cash equivalent instruments at the end of April totalled €14.8m. Volta can be considered as having approximately €10m available for new investments. AXA IM expects to continue to rotate the portfolio from its old positions to more recently issued deals in order to increase the projected yield of the portfolio.



Source: AXA IM, as of April-2016 (% of NAV for ccy / % of GAV for geography)

** "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.

Portfolio Composition by Asset Type

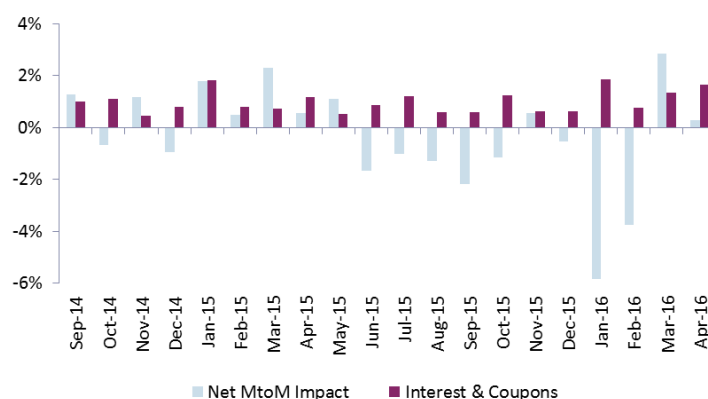
Market Value (€m)		Breakdown of Gross Asset Value (% GAV)	
CLO	226.5	USD CLO Equity	11.9%
		USD CLO Debt	39.9%
		EUR CLO Equity	7.5%
		EUR CLO Debt	13.3%
		CLO Warehouse	0.0%
Synthetic Corporate Credit	37.5	Synthetic Corporate Credit Equity	0.0%
		Bank Balance Sheet Transactions	12.0%
Cash Corporate Credit	14.5	Cash Corporate Credit Equity	3.4%
		Cash Corporate Credit Debt	1.2%
ABS	18.5	Mortgage Residual Positions	3.5%
		ABS Debt	2.5%
Cash or equivalent	14.8	Cash or equivalent	4.7%
GAV	311.7		
Liability	(39.4)	Debt from Repurchase Agreement	(12.6%)
Fees due	(1.0)	Fees due to Investment Manager	(0.3%)
Estimated NAV	271.4	Per Share	7.43

Source: AXA IM, as of April-2016

Top 10 Underlying Exposures

Issuer	%	Bloomberg Industry Group
Altice Financing	1.08	Media
Ineos Group	0.99	Chemicals
Ziggo	0.93	Telecommunications
First Data	0.89	Software
Valeant Pharmaceuticals	0.80	Pharmaceuticals

Last Eighteen Months Performance Attribution



Source: AXA IM, as of April-2016

Issuer	%	Bloomberg Industry Group
Community Health Systems	0.70	Healthcare-Services
Texas Competitive Electric	0.58	Utilities
Wind Telecom	0.55	Telecommunications
American Airlines	0.55	Airlines
Dell International	0.53	Household Products/Wares

Source: Intex, Bloomberg, AXA IM Paris as of April 2016 – unaudited figures - not accounting for unsettled trades nor warehouses. Figures expressed in % of the Estimated NAV

Important Information

* It should be noted that approximately 9.6% 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. As at 30 April 2016, the most recently available fund NAV was as at: 31 March 2016 for 8.8% of Volta's GAV and 31 December 2015 for 0.8% of Volta's GAV.

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Volta qualifies as an investment institution within the meaning of the Alternative Investment Fund Managers Directive and is notified as such under the licence held by AXA IM with the Autorité des Marchés Financiers (the "AMF") in France.

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