

**Volta Finance Limited (VTA) – July 2017 monthly report**

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*Guernsey, 18 August 2017*

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

**PERFORMANCE and PORTFOLIO ACTIVITY**

In July, Volta’s Estimated NAV\* performance was -0.2%. The performance would have been far higher without the negative impact of the USD depreciation against Euro. Volta’s USD exposure, ranging between 27% and 30% of its NAV in July, cost 0.9% to the monthly performance.

During the month, Volta purchased two assets (2 USD CLO Debt) and was further drawn on a warehouse commitment made earlier this year. The equivalent of €12.3m in total was deployed with an average projected yield close to 9.5% under standard assumptions. The equivalent of €2.5m of principal was received from the existing CMV position as well as the equivalent of €4.3m from one USD CLO equity position being partially called.

At the end of July 2017, Volta’s Estimated NAV\* was €305.1m or €8.35 per share. The GAV stood at €347.1m.

In July, mark-to-market variations\*\* of Volta’s asset classes were: +0.5% for Synthetic Corporate Credit deals; +2.1% for CLO Equity tranches; +0.5% for CLO Debt tranches, +10.9% for Cash Corporate Credit deals; and +0.8% for ABS.

In July, Volta generated the equivalent of €6.2m 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 €15.4m.

Cash holdings or cash equivalent instruments at the end of July totaled €26.3m.

The CLO market was very active again this month with the pursuit of refinancing and reset activities. It has been beneficial to the CLO equity positions that were able to lock in a cheapest cost of debt. BB tranches of European CLOs tightened significantly and we decided to pursue the rebalancing of our CLO Debt bucket in favour of dollar tranches.

*\* It should be noted that approximately 9.0% 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 as at: 30 June 2017 for 9.0% of Volta’s GAV.*

*\*\* “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.*



## CONTACTS

### For the Investment Manager

AXA Investment Managers Paris

Serge Demay

[Serge.demay@axa-im.com](mailto:Serge.demay@axa-im.com)

+33 (0) 1 44 45 84 47

### Company Secretary and Portfolio Administrator

Sanne Group (Guernsey) Limited

[voltafinance@sannegroup.com](mailto:voltafinance@sannegroup.com)

+44 (0) 1481 739810

### Corporate Broker

Cenkos Securities plc

Alan Ray

Oliver Packard

Sapna Shah

+44 (0) 20 7397 1916

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### 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.

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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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