



VOLTA FINANCE – MARCH MONTHLY REPORT

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Guernsey, 19 April 2013 – Volta Finance Limited (the “Company” or “Volta Finance” or “Volta”) has published its monthly report. The full report is attached to this release and is available on Volta Finance Limited’s financial website (www.voltafinance.com).

Gross Asset Value

	At 29.03.13	At 28.02.13
Gross Asset Value (GAV / € million)	221.1	215.8
GAV per share (€)	6.87	6.70

At the end of March 2013, the Gross Asset Value* (the “GAV”) of Volta Finance Limited (the “Company”, “Volta Finance” or “Volta”) was €221.1 m or €6.87 per share, an increase of €0.17 (+2.5%) since the end of February 2013 GAV. At the time of writing this report and at the end of March 2013 the 31 cents per share semi-annual dividend for the period ended the 31st January 2013 is not yet settled and is still incorporated in the end of March published GAV.

Year to date 2013 performance is +7.8%, after 3 months.

It should be noted that the Company decided to subtract from the end of March GAV an unsettled amount corresponding to the Investment Manager’s Management and Performance Fees for the semi-annual period ended 31 January 2013: €4.9 million (details can be founded in the Semi-Annual Report and Accounts of the Company published at the end of March). This calculation has been performed in order to provide investors with a GAV better reflecting the value of assets per share at the end of March 2013.

The March mark-to-market variations** of Volta Finance’s asset classes have been: +4.1% for Synthetic Corporate Credit deals, +1.1% for CLO Equity tranches; -0.3% for CLO Debt tranches, -3.6% for Cash Corporate Credit deals and +1.5% for ABS. The increase in the value of the portfolio in March is in line with roughly stable credit markets in Europe and in the US over the month.

Volta’s assets generated the equivalent of €4.3m cash flows in March 2013 (non-Euro amounts converted to Euro using end-of-month cross currency rates and excluding principal payments from debt assets) bringing the total cash generated during the last six months to €16.6m. It can be compared with €16.1m for the previous six-month period which ended in September 2012.

In March, the company did not make any sale and purchased 2 recently issued debt tranches of USD CLO (Acas 2013-1, E and F tranches) and entered in one new bank balance sheet transaction (Clock 2013) with a major European bank for a total of the equivalent of €7.4m.

At the end of March Volta held €5.4m in cash, including €0.3m in relation with the Liquidity Enhancement Contract and €0.5m posted in relation with its currency hedge positions. Considering the pace at which cash flows are generated and the necessity to finance the coming dividend payment, Volta could be considered as being fully invested presently.

MARKET ENVIRONMENT

In March 2013, credit markets were roughly stable in Europe and in the US. The 5 year iTraxx European Main index and 5 year iTraxx European Crossover Index (series 18) spreads went



respectively, from 116 and 446 bps at the end of February 2013 to 117 and 420 bps at the end of March 2013. During the same period, credit spreads in the US, as illustrated by the 5y CDX main index (series 19), modestly tightened from 88 to 82 bps. According to the CSFB Leverage Loan Index, the average price for USA liquid first lien loans increased from 97.65% at the end of February 2013 to 98.14% at the end of March 2013. It was almost similar in Europe: the price of the S&P European Leveraged Loan Index went from 91.65% to 92.28% at the end of March 2013.***

VOLTA FINANCE PORTFOLIO

In March 2013, no particular event materially affected the situation of the Synthetic Corporate Credit deals. However, the first loss positions in this bucket (ARIA III and the residual positions in JAZZ III) remain highly sensitive to any new credit event.

Regarding the Cash Corporate Credit Deals, we received in March, from the manager of Promise Mobility, some new and detailed information regarding the underlying corporate SME portfolio more particularly regarding the situation of underlying loans being under work-out process. It led us to revise downward the value of Promise Mobility by €1m. No particular event or information materially affected the situation of the 2 other positions in this bucket during the month.

Regarding the Company's investments in Equity or Debt tranches of CLOs, in March 2013, no particular event materially affected the situation of the positions in this bucket. All the 59 positions are currently paying their coupons.

Regarding the Company's ABS investments, taking into account some information we gained from the market we revised downward the interest rate at which projected cash flows for the UK non-conforming residual positions are discounted, from 20% to 15%. It should be also noted that most of these positions paid coupons in March above previous expectations. It led to an increase in the value of these 5 positions, together, by €0.7m. No particular event materially affected the situation or the value of the other positions in this bucket during the month.

The Company considers that opportunities could arise in several structured credit sectors in the current market environment. Amongst others, mezzanine tranches of CLOs as well as tranches of Cash or Synthetic Corporate Credit portfolios could be considered for investment. Potential investments could be done depending on the pace at which market opportunities could be seized and cash is available. Depending on market opportunities, the Company may aim to take advantage of the current volatility in prices to sell some assets in order to reinvest the sale proceeds on assets representing, at the time of purchase, those which the Company considers a better opportunity.

** GAV : In order to give a better indication of the value of assets for shareholders the GAV has been diminished by Management and Incentive Fees due for the financial period recently closed but not yet settled at the end of the reported period*

*** "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.*

**** Index data source: Markit, Bloomberg.*

(Full monthly report in attachment or on www.voltafinance.com)

ABOUT VOLTA FINANCE LIMITED

Volta Finance Limited is incorporated in Guernsey under the Companies (Guernsey) Laws, 1994 to 1996 (as amended) and listed on Euronext Amsterdam. Its investment objectives are to preserve capital and to provide a stable stream of income to its shareholders through dividends. For this purpose, it pursues a multi-asset investment strategy targeting various underlying 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; automobile loans. Volta Finance Limited's basic approach to its underlying assets is through vehicles and arrangements that provide leveraged exposure to some of those underlying assets.

Volta Finance Limited 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.

ABOUT AXA INVESTMENT MANAGERS

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 €553 billion in assets under management as of the end of December 2012. AXA IM employs approximately 2,450 people around the world and operates out of 21 countries.

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