



VOLTA FINANCE – DECEMBER MONTHLY REPORT

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Guernsey, 21 January 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 31.12.12	At 30.11.12
Gross Asset Value (GAV / € million)	205.1	209.8
GAV per share (€)	6.37	6.60

At the end of December 2012, the Gross Asset Value (the “GAV”) of Volta Finance Limited (the “Company”, “Volta Finance” or “Volta”) was €205.1 m or €6.37 per share, a decrease of €0.23 (-3.5%) since the end of November 2012 GAV that roughly corresponds to the dividend payment (€0.26 per share paid the 28th of December). **Taking into account the dividend payment it is an increase in shareholder’s value by €0.03 per share.**

2012 NAV performance (including dividend payments) is + 56.1%.

The December mark-to-market variations* of Volta Finance’s asset classes have been: +0.3% for Synthetic Corporate Credit deals, -0.1% for CLO Equity tranches; +1.1% for CLO Debt tranches, +1.0% for Cash Corporate Credit deals and +16.5% for ABS. The increase in the value of the portfolio (when taking into account the dividend payment) in December is in line with a modestly positive credit market in Europe over the month and mostly reflects ongoing cash flows from the assets.

Volta’s assets generated the equivalent of €2.2m cash flows in December 2012 (non-Euro amounts converted to Euro using end-of-month cross currency rates and excluding principal payments from debt assets as well as the gain on the ABS sale) bringing the total cash generated during the last six months to €15.9m. It can be compared with €15.7m for the previous six-month period which ended in June 2012.

In December, the company participated in one Bank Balance Sheet transactions, executed by AXA Structured Finance with a large European bank and invested in a BB tranche of CLO recently issued. These investments total €6.1m.

At the end of December, Volta held €3.4m in cash, including €0.2m posted in respect to the currency hedge transactions as well as €0.3m in relation with the Liquidity Enhancement Contract and excluding €2.3m to be settled that corresponds to one of the most recent purchases. Considering the pace at which cash flows are generated, Volta could be considered as being able to invest €1 to 2m presently.

MARKET ENVIRONMENT

In December 2012, credit spreads modestly tightened in Europe. The 5 year iTraxx European Main index and 5 year iTraxx European Crossover Index (series 18) spreads went respectively, from 123 and 497 bps at the end of November 2012 to 117 and 482 bps at the end of December 2012. During the same period, credit spreads in the US, as illustrated by the 5y CDX main index (series 19), also modestly tightened from 99 to 95 bps. According to the CSFB Leverage Loan Index, the average price



for USA liquid first lien loans slightly increased from 96.3% at the end of November 2012 to 96.6% at the end of December 2012. It was almost similar in Europe: the price of the S&P European Leveraged Loan Index went from 89.6% to 90.0% at the end of December 2012.**

VOLTA FINANCE PORTFOLIO

In December 2012, 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, no particular event materially affected the situation of the 3 positions in this bucket during the month.

Regarding the Company's investments in Equity or Debt tranches of CLOs, at the end of December 2012, except for one Euro CLO equity position affected by a default, all 57 positions are currently paying their coupons.

Regarding the Company's ABS investments, no particular event materially affected the situation of the 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.

** "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 November 2012. AXA IM employs approximately 2,450 people around the world and operates out of 21 countries.

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