

## The Fund

Dealing Frequency	Daily
Currency	EUR (hedged)
Type	UCITS
Benchmark	ICE BofAML US High Yield Index
Portfolio Manager	Strategic Income Management

## The Fund

Prospectus	candoris.nl/us-high-yield/
ISIN code Institutional	IE00BF1XKR94*
AUM as of 30/09/22	USD 104.4 million
Management fee Inst.	60 bps
Bloomberg	SIMHEIC

The SiM US High Yield strategy is a high conviction, concentrated, alpha generating strategy with a high active share. The unique pragmatic and flexible approach to investing in US HY has worked for over two decades.

## Who is Strategic Income Management?

Strategic Income Management, LLC (SiM) is an independent and 100% employee-owned company dedicated to the goal of providing superior high yield fixed income investment management for institutional clients. Combining a high quality, focused and experienced team with proven investment approaches provides the foundation for achieving long-term client objectives.

## Why US High Yield?

High yield is an ideal diversifier with low correlations to other asset classes and provides a high Sharpe Ratio with high absolute returns comparable to equity. The recovery periods from drawdowns are historically short and down years have been both rare and shallow. Within High Yield, the US market is the deepest and most mature, with the broadest diversity in industry exposure and geographic exposure.

## Why SiM for US High Yield?

- Unique 3 pillar strategy, which has worked for over 20 years, outperforming benchmark and peers
- Concentrated high conviction portfolio with a high active share
- ESG integrated in investment process
- Employee owned, full alignment as investment team invests alongside investors

## Principal Investment philosophy

SiM believes that active management based on long term investment horizon is able to outperform the markets over time: The investment philosophy is based on the premise that a core portfolio, built around long-term trends, and within the appropriate industries will outperform over a cycle and provide stability and downside protection. Additional alpha is added by investing in small cap bond issuers, out-of-favor industries, and non-traditional high-yield instruments.

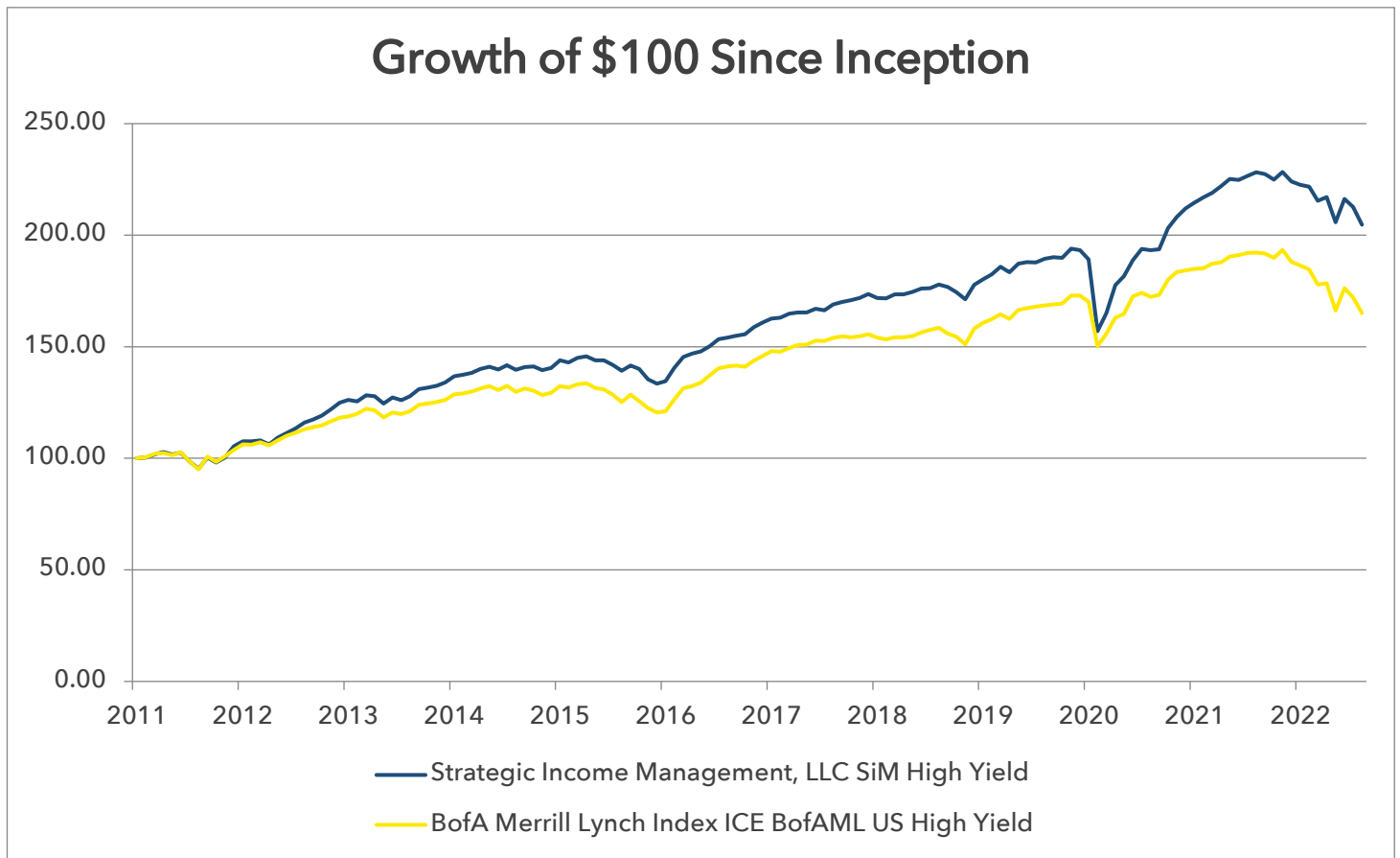
Chart 1: Portfolio Characteristics as of 30/09/2022, \*ICE BAML HY Index

	Characteristics Summary		Top 10 Holdings	
	SiM	HY Index*	Security	Port Weight %
Price	87.06	85.54	NM 10 ¾ 07/01/25	2.63
Yield To Worst	8.68%	9.48%	EURNBB 6 ¼ 09/14/26	2.55
Option Adjusted Spread	471	533	OKEAAS 8 ¾ 12/11/24	2.38
Coupon	5.39%	5.73%	STNG 3 05/15/25	2.05
Rating	B+	B+	SESCN 7 ¼ 12/30/26	1.90
Current Yield	6.33%	6.87%	SEAS 5 ¼ 08/15/29	1.83
Yield To Maturity	8.68%	9.63%	RRR 4 ½ 02/15/28	1.77
Maturity (Yrs)	5.66	6.45	VSCO 4 ⅝ 07/15/29	1.76
Effective Duration	4.15	4.06	BYD 4 ¾ 06/15/31	1.76
OAS Convexity	0.24	0.23	SEM 6 ¼ 08/15/26	1.72

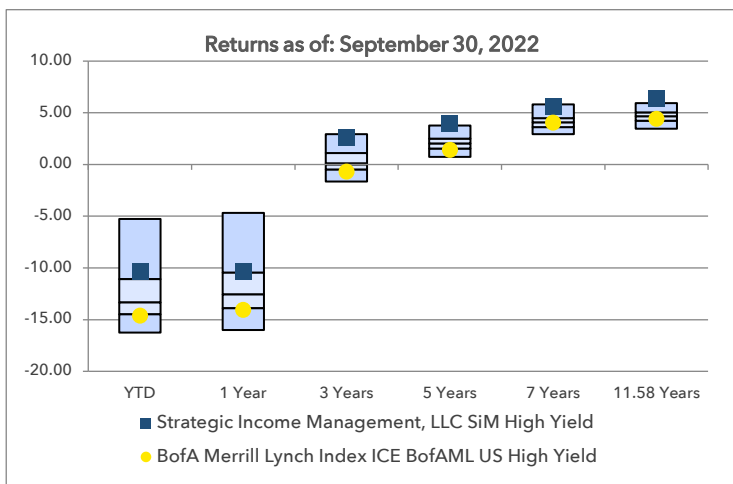
\*Additional Share Classes available



## Performance data SiM US High Yield Opportunities Strategy (GIPS Compliant)



### Return over all periods (GIPS Composite)



### Composite data since inception:

Alpha	1.70
Beta	1.05
Std Dev	8.36
UMC	111.91
DMC	92.21
Information Ratio	0.72
Tracking Error	2.70
Sharpe Ratio	0.69

Source: eVestment, data as of 30/09/2022, gross of fees

**Disclaimer:**

This is a marketing communication. This is not a contractually binding document. Please refer to the prospectus of the UCITS and to the KIID and do not base any final investment on this communication alone. A copy of the prospectus and the KIID can be found on <https://candoris.nl/> or requested via [candoris@candoris.nl](mailto:candoris@candoris.nl). These investments are investments in a fund and not in a given underlying asset.

This information is proprietary and cannot be reproduced or distributed. Certain information may be received from sources Candoris B.V. considers reliable; Candoris B.V. does not represent that such information is accurate or complete. Certain statements contained herein may constitute "projections," "forecasts" and other "forward-looking statements" which do not reflect actual results and are based primarily upon applying retroactively a hypothetical set of assumptions to certain historical financial data. Actual results, performance or events may differ materially from those in such statements. Any opinions, projections, forecasts and forward-looking statements presented herein are valid only as of the date of this document and are subject to change. Nothing contained herein should be construed as (i) an offer to buy any security or (ii) a recommendation as to the advisability of investing in, purchasing or selling any security. Candoris B.V. assumes no obligation to update any forward-looking information.

Past performance is no guarantee of future results.