ARCANO

Il credito societario: rendimenti elevati, valutazioni interessanti e fondamentali solidi

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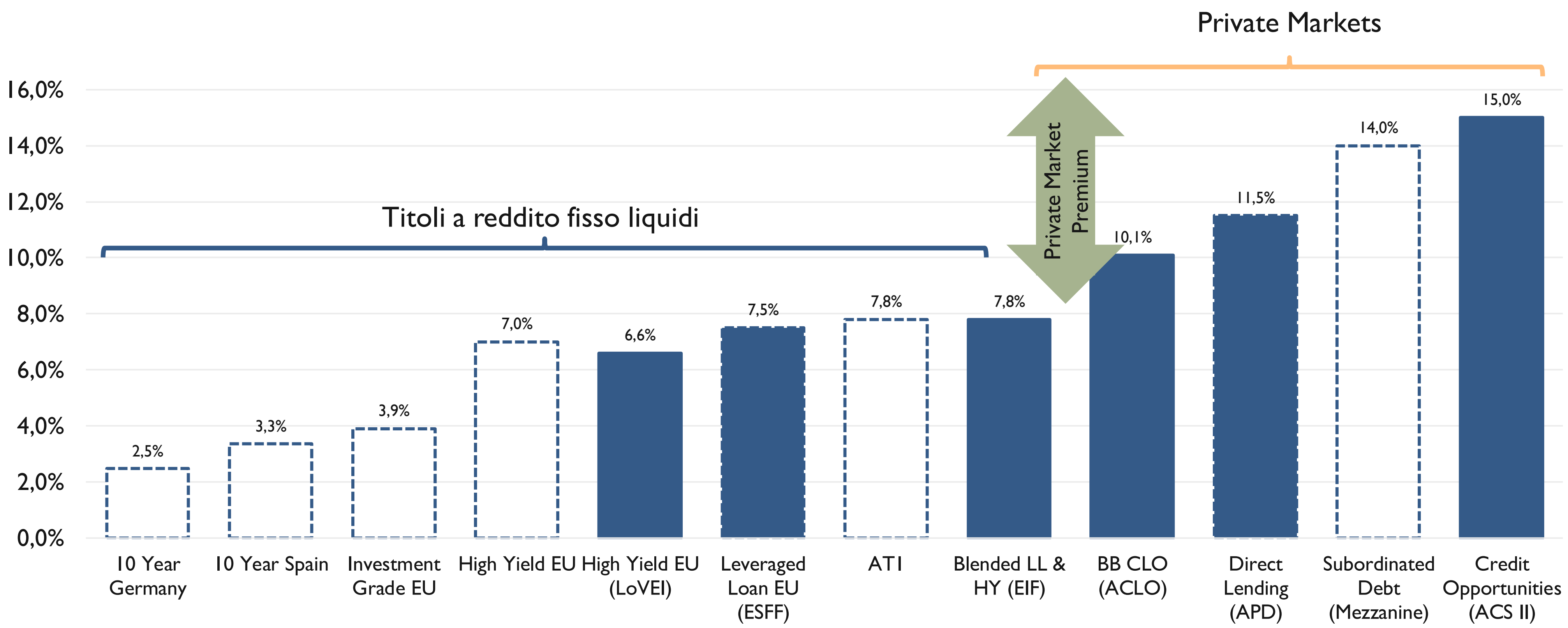
High Yield realmente "Alto Rendimento"

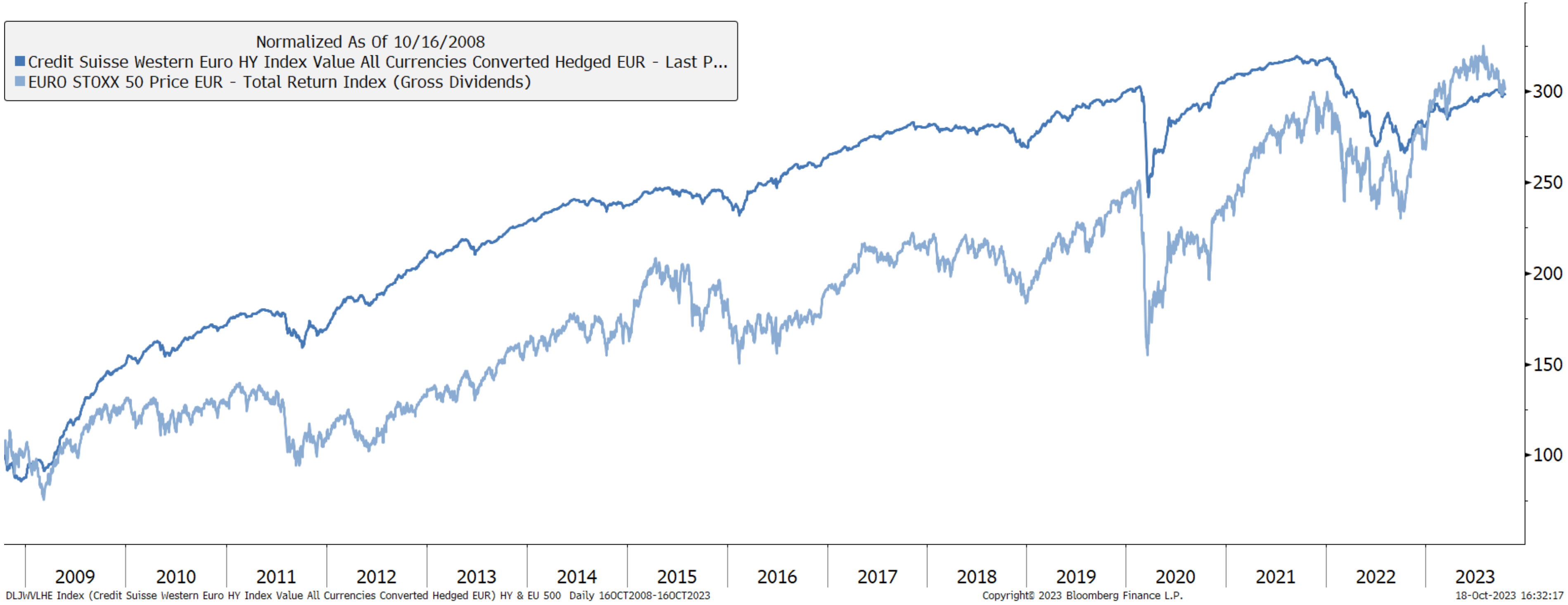


Yield più elevato = protezione dall'inflazione,
+ gestione prudente = *Defensive Income*

YTM data as of 27th February 2024. Colored columns represent strategies managed by Arcano Capital
Source: Arcano, Bloomberg & Credit Suisse

ARCANO CREDIT STRATEGIES

Il credito europeo HY offre rendimenti in linea con le azioni, con una volatilità storicamente inferiore



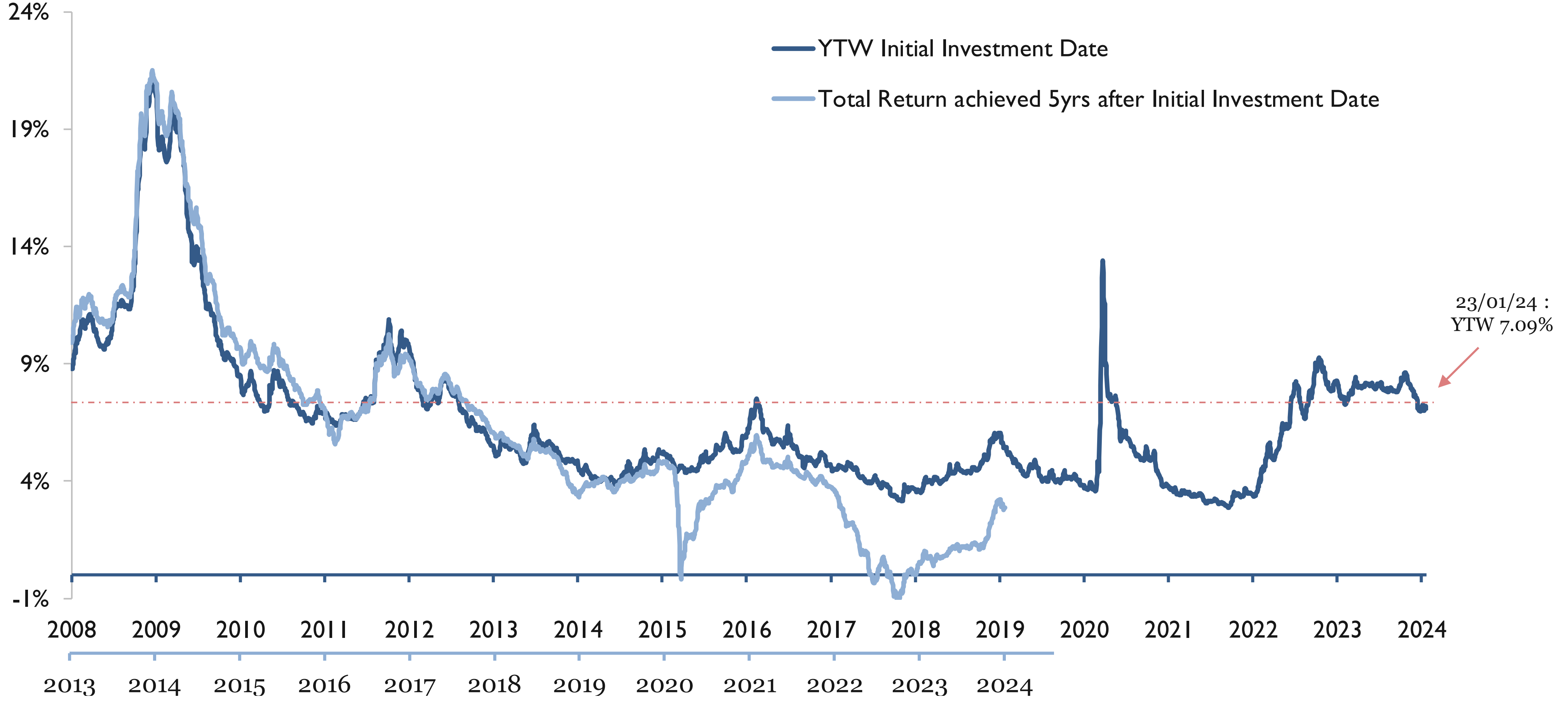
	Ann. Return		Volatility		Sharpe Ratio		Largest Monthly Drawdown	
Years	CS WE HY Index	Euro Stoxx 50	CS WE HY Index	Euro Stoxx 50	CS WE HY Index	Euro Stoxx 50	CS WE HY Index	Euro Stoxx 50
10	3.0%	6.9%	7.0%	16.8%	**0.7**	**0.5**	-13.7%	-16.3%
15	8.2%	7.4%	10.2%	18.2%	**0.9**	**0.4**	-19.4%	-16.3%

Source: Arcano, Credit Suisse Western European High Yield Index, Bloomberg as of 16th October, 2023
Euro Stoxx 50 data are gross, considering dividends

ARCANO CREDIT STRATEGIES

YTW storicamente buon predittore dei rendimenti a 5 anni

Costo opportunità del mancato investimento



As of 23rd January 2024 (i.e 23rd January 2019)
Source: Credit Suisse Western European High Yield Index. Past performances does not predict future returns.
Past performances does not predict future returns

Carry come cuscinetto per gli scenari sfavorevoli

Cambios en Spreads

Cambios en Rates	-150 bps	-100 bps	-50 bps	0 bps	50 bps	100 bps	150 bps	200 bps	250 bps
	243 bps	293 bps	343 bps	393 bps	443 bps	493 bps	543 bps	593 bps	643 bps
-100 bps	12.20	10.97	9.74	8.51	7.28	6.05	4.82	3.59	2.36
-50 bps	11.13	9.90	8.68	7.45	6.22	4.99	3.76	2.53	1.30
0 bps	10.07	8.84	7.61	**6.38**	5.15	3.92	2.69	1.46	0.23
50 bps	9.00	7.77	6.54	5.31	4.09	2.86	1.63	0.40	-0.83
100 bps	7.94	6.71	5.48	4.25	3.02	1.79	0.56	-0.67	-1.90

Come sempre, i numeri sono una componente importante delle analisi

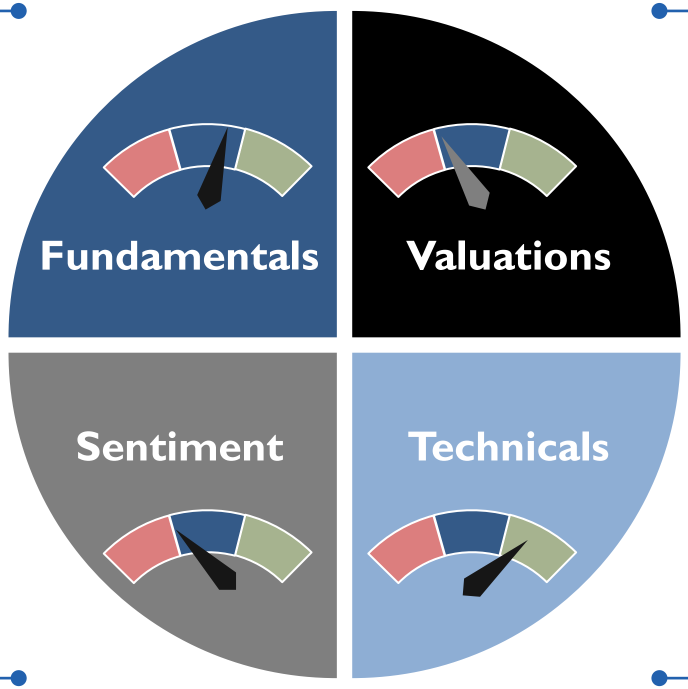
Una eventuale correlazione negativa tra spread e tassi di interesse, renderebbe improbabile un rendimento negativo nella maggior parte degli scenari

Source: Arcano, Bloomberg data as of 10th January, 2024
ICE BofA Euro High Yield Index data adjusting duration/spread duration for an investor who held his position for 1 year. Duration (2.35), yield (7.97) and spread (4.88)

Le decisioni di investimento sono sempre una questione di equilibrio; tollerare l'incertezza resta necessario per rendimenti sopra la media.

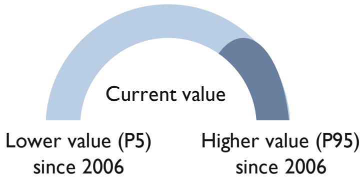
I. Fondamentali sani per la maggior parte delle imprese
II. Risultati buoni per il 2023, pur con segni di rallentamento
III. I defaults aumentereanno ai livelli 2020

I. Timori di recessione e default
II. La liquidità potrebbe rivolgersi ai bond
III. Spread non a livelli recessivi
IV. Refinancing Risk



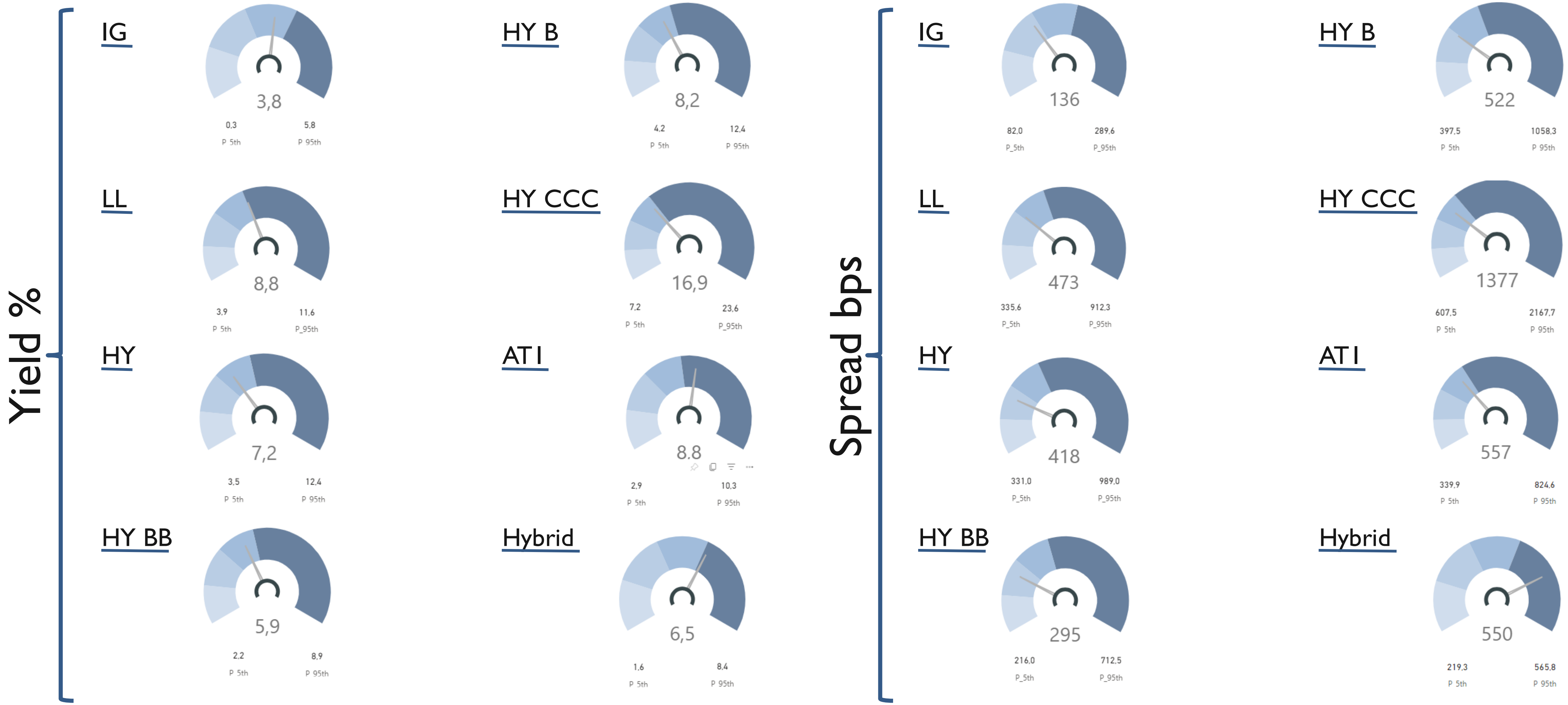
I. Alti livelli di rendimento a scadenza
II. Floating Rates si aggiustano alla duration
III. Yields ai massimi di 2 anni, spread su livelli medi. CCCs economiche

I. Emittenti in grado di rifinanziare. Basso livello di rischio di rifinanziamento per i prossimi 12 M
II. Inflows che offrono supporto
III. Offerta netta negativa
IV. Adeguata liquidità di mercato



Spread vs Yield: *"cruscotto di bordo"*

Pur iniziando il 2023 con spread ridotti, il credito ha generato buoni ritorni



Source: Arcano, Credit Suisse, ICE BofA & S&P as of 19th January 2024 since 2006

Il nostro Credit Team

Javier Cervino, CFA
Director, PM (ACLO)
Isthmus, Merrill Lynch,
Banco Popular
27 years of exp.

David Bacon, CFA
Managing Director, PM (EIF & LoVEI)
TIAA AM, Santander, RBS
12 years of exp.

Alessandro Pellegrino, CFA
Managing Director, PM (LoVEI)
Anaxis AM, S&P
12 years of exp.

Emilio Hunolt, CFA
Partner & PM (ACA-CS, ACA-OC & ACLO)
Morgan Stanley, Oak Hill advisors, Jefferies
25 years of exp.

Manuel Mendívil
Partner, CIO & Head PM
Merrill Lynch, Santander Investment
33 years of exp.

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European Capital, BNP Paribas
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Vice President, PM (ESFF)
BNP Paribas,
Credit Suisse, JPM
10 years of exp.

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Director, PM (ACA-CS & ACA-OC)
Cinven, CVC, Goldman Sachs
11 years of exp.

Cindy Pang
Managing Director, Head Trader
Credit Suisse
17 years of exp.

Berchmans Rivera
Director & Co-Head of Liquid Research & Trader
Credit Suisse, Bank of America
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Banco Santander
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Héctor Escuder
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6 years of exp.

Camillo Daccò
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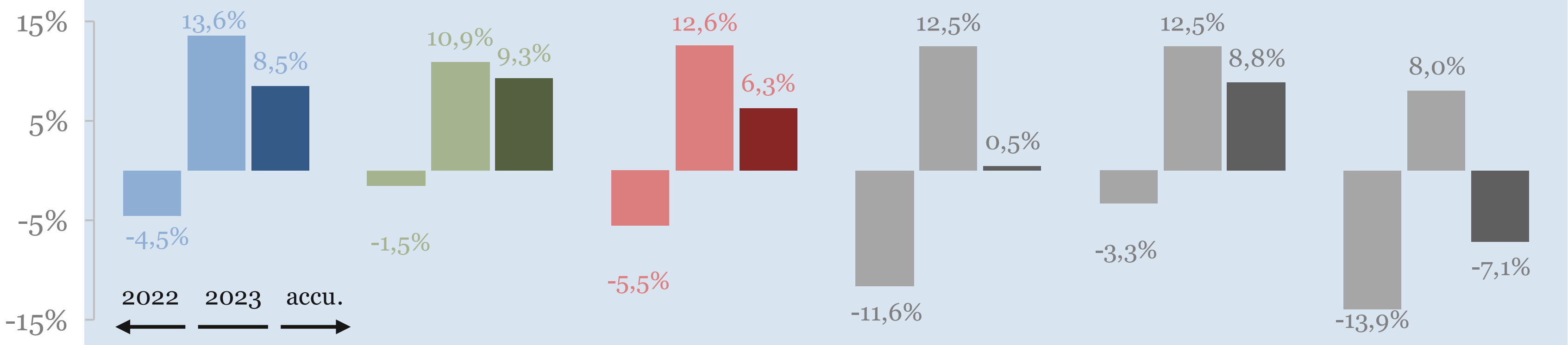
Europ. Commission
4 years of exp.

Francisco Camacho
Middle Office Credit Specialist
Deloitte
8 years of exp.

Arcano: tasso di partecipazione a downside e upside

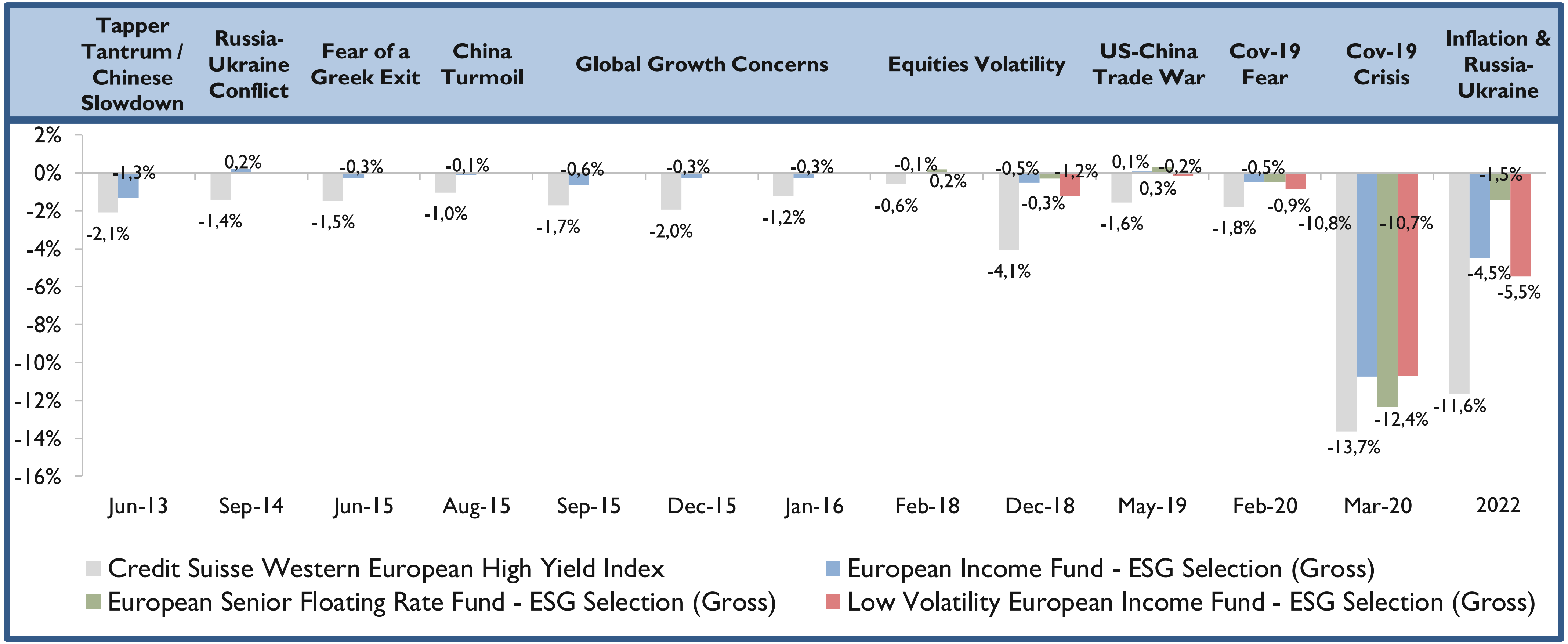
2022, 2023 & Performance Cumulata



	EIF	ESFF	LoVEI	CS WE HY Index	CS WE LL Index	ICE BofA EU IG Index
2023/2022: % di recupero	302%	727%	229%	108%	379%	58%
YTM (as of 15th February 2024)	7.9%	7.3%	6.5%	7.1%	8.0%	3.8%

(*) Arcano, Bloomberg
Gross fund performance. Past performances does not predict future returns

Focus su rischio & protezione del capitale



Source: Arcano, Bloomberg

Conclusioni

01

Perché investire in high yield o leveraged loans:

- Se non per finalità tattiche, restano un elemento di diversificazione rispetto alle azioni (rendimento simile, minore volatilità)
- Qualità del credito europeo migliore rispetto a US e rendimenti attesi elevati
- Rendimenti reali e distribuzioni maggiori rispetto ad altre classi

02

Perché ora:

- Yield di ingresso storicamente elevati e predittori di rendimenti futuri
- Tasso variabile e duration breve coperture verso scenari 'più alti più a lungo'
- YTW attuale piuttosto buono e cuscinetto per le situazioni di 'stress'

03

Perché Arcano:

- Track record
- Volatilità contenuta ed inferiore agli indici di mercato
- Distribuzioni & protezione: +4-5% distribuzioni p.a. Overperformance in mercati complicati come negli anni 2016, 2018, 2020, 2022, 2023

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Q&A

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Grazie!

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