WEALTH EFFECT MANAGEMENT o.c.p.

Factsheet

WEM *High Yield Bonds*

as of June 30, 2026

Asset class	Currency	Target return	Horizon
Bonds	EUR/USD	≥ 3% p.a.	3+ years

Context

Borrowers with weaker balance sheets pay more to raise debt. That additional yield is received continuously, while the defaults it compensates for occur only in some cases.

Opportunity

Yield depends more on the condition of the borrower than on the direction of interest rates, and the premium is priced to compensate for the defaults that occur.

Strategy

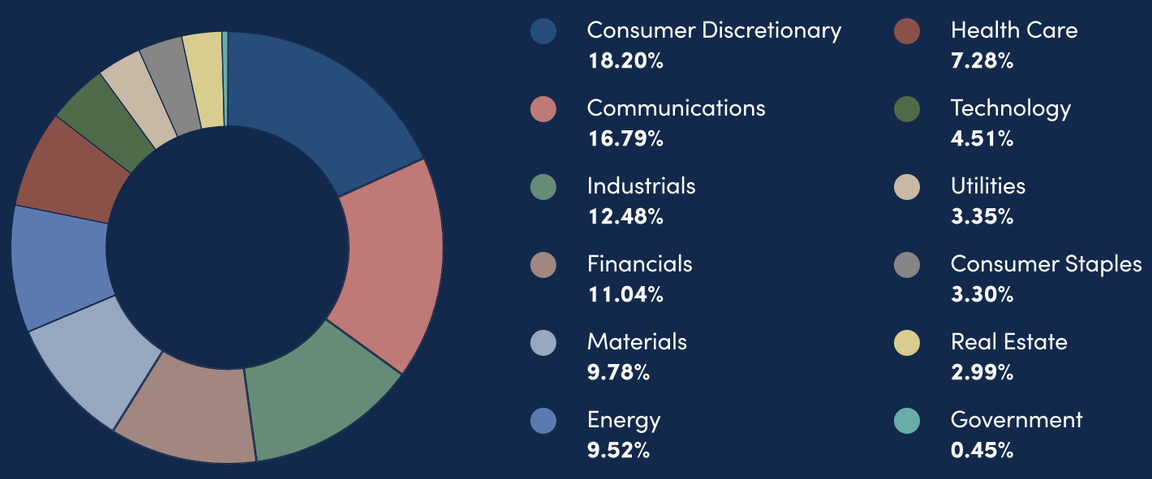
The strategy invests in European and American corporate bonds rated BBB or below, where the yield includes the additional compensation lenders require for accepting greater credit risk.

These bonds are less sensitive to interest rates than investment-grade bonds, so an increase in rates has a smaller effect on their price. Holdings are distributed across sectors and issuers.

Return is derived from coupon income and from the credit premium itself. Results are expressed in euro, so EUR/USD movements affect them.

Portfolio structure

Sectors



Historical performance (in EUR)

	1 YEAR	3 YEARS	5 YEARS
WEM High Yield Bonds	7.13%	21.56%	17.78%

Strategy *details*

Liquidity	Optimal investment	Risk level	Inception
100%	€30,000	5	01.06.2020

Sharpe ratio *	Standard deviation *	Divident yield *	VaR 95% (1d)
1.21	4.35%	6.93%	0.45%

Portfolio *performance*



+ Key benefits

- Lower sensitivity to interest rates
- Diversification through different sectors, ratings and maturities
- Earning coupon yield

– Key risks

- Market fluctuation risks
- Company specific risks
- Currency risks
- Interest rate risk

Source: Bloomberg Professional Terminal, the presented data refer to the past. Past return is not a reliable indicator of future results.

* Based on the actual 12 month performance, as of 30.06.2026.
Comparison of the simulated and historical cumulative percentage performance of the portfolio over the stated period. The results are expressed in EUR and are shown before deduction of fees and commissions, and before tax (gross). The statistical details of the strategy are presented for the last 12 months.