

News release
21 January 2019

SKY Harbor launches short maturity ESG high yield fund

SKY Harbor Capital Management, a women-led independent investment manager, has launched a short maturity ESG US high yield strategy and UCITS fund to meet the growing demand for sustainability-focused fixed income, values-based investment opportunities.

SKY Harbor Global Funds—Short Maturity Sustainable High Yield Bond Fund is constructed with a focus on current income, preservation of principal and low volatility, as well as attention to values-based ESG factors aimed at minimising environmental degradation and controversial activities, and promoting diversity, transparency and sustainability leadership. Aligned with European Sustainable Investment Forum aspirations, the Fund excludes fossil fuels as well as munitions, tobacco, alcohol, adult entertainment and gambling sectors.

The Fund is managed by SKY Harbor's Head of Investing, David Kinsley, and holdings will be weighted towards companies that exhibit the highest levels of relative sustainability reporting, community engagement and disclosure of ESG indicators. Engagement will be an important theme, and SKY Harbor will seek to improve transparency and ESG-related reporting by working with high yield companies that score lower against its bespoke sustainability KPIs.

David Kinsley says: "We fundamentally believe that more responsible companies will produce better return outcomes and lead to alpha generation over time. This strategy is benchmarked to the ICE BofAML 1-5 Yr BB-B Cash Pay High Yield Constrained Index ("JVC4") to allow investors to assess the long-term impact of their values-based investing. We don't think they need to give up investment performance to 'do good'."

SKY Harbor believes this strategy also affords investors the opportunity to benefit from its long history of investing in the short end of the high yield credit curve. The SKY Harbor team has more than 30 years' experience in the US high yield bond market and is led by founders Hannah Strasser and Anne Yobage, who pioneered short duration investing in 1992 and became recognized leaders in the asset class while at AXA Investment Managers. The new Fund is a natural extension of SKY Harbor's short duration strategy which has been managed by Anne Yobage since 1992. SKY Harbor believes this strategy is well positioned at this point in the investment cycle given the return of volatility and rising interest rate environment.

The Short Maturity Sustainable High Yield Bond Fund is also a reflection of SKY Harbor's longstanding commitment to responsible high yield investing, evidenced in its robust investment process and involvement in collaborative network-based initiatives. The firm is a signatory of the Principles for Responsible Investment (PRI) and a participant in the Thirty Percent Coalition and UN Global Compact.

Fund details

SKY Harbor Global Funds—Short Maturity Sustainable High Yield Bond Fund

Criteria	Detail
Appointed investment manager	SKY Harbor Capital Management, LLC
Structure	Luxembourg-registered UCITS SICAV
Share classes	A range of accumulation and distribution share classes are available for retail and institutional investors
Available currencies	USD, EUR, CHF, GBP, SEK, NOK, DKK, SGD
Base share class/ISIN	Class A Capitalization USD / LU1841488031
Minimum investment / OCF	Varies by share class
Benchmark	ICE BofAML 1-5 Year BB-B US Cash Pay High Yield Constrained Index ("JVC4")
Launch date	December 27, 2018
Average years to maturity	2.82 (as of Jan 9, 2019)
Current yield	5.42% (as of Jan 9, 2019)
Average rating of holdings	B+
Prospectus / KIIDs:	http://skyharborglobalfunds.com/funds/shortmaturitysustainablehighyieldbond.shtml

David Kinsley, CFA

David Kinsley is a principal of SKY Harbor Capital Management, LLC and Head of Investing, and possesses 17 years of investment experience.

He is responsible for investment processes and strategic initiatives and is a short duration high yield portfolio manager with a focus on uniquely constrained mandates and funds.

He was previously co-head of US investing at AXA Investment Managers and lead portfolio manager for Custom Credit Strategies. His prior experience includes: co-founder and CFO of BookCentral International and analyst in the consumer retail group at Lehman Brothers.

Hannah Strasser, CFA

Hannah Strasser is a founder and Managing Director of SKY Harbor Capital Management, LLC and has 36 years of investment experience.

Ms. Strasser oversees all aspects of business and investment strategy and has specific responsibility for the Broad High Yield Market Strategy.

She was previously Head of US Fixed Income and a senior portfolio manager for AXA Investment Managers.

Ms. Strasser was recently named International Investment Woman of the Year by *Investment Week*.

Anne Yobage, CFA

Anne Yobage is a founder and Director of SKY Harbor Capital Management, LLC and has 31 years of investment experience.

Ms. Yobage has specific responsibility for the Short Duration High Yield strategy.

Previously, she was Co-Head of US High Yield and a senior portfolio manager at AXA Investment Managers, with responsibility for the Short Duration High Yield strategy.

Notes to editors:

SKY Harbor Capital Management, LLC is an independent investment management firm focused on the management of portfolios and funds of US high yield bonds and leveraged loans for global institutional investors and private wealth advisers.

The firm's senior leadership - Hannah Strasser and Anne Yobage - have worked together as an investment team continuously for nearly three decades. Their time-tested investment process is grounded in fundamental analysis of issuers and markets and technical analysis of security characteristics, supported by quantitative methods, to identify and manage the risks associated with owning below-investment-grade corporate debt obligations.

The firm is investment manager for SKY Harbor Global Funds, a Luxembourg-registered UCITS SICAV offering several US High Yield sub-funds with a range of currency-hedged share classes registered in 15 European countries.

Founded in 2011 SKY Harbor is a SEC-registered investment adviser based in Greenwich, Connecticut. It is a women-led business and ardent proponent of diversity and inclusion in the workplace. SKY Harbor values collaboration and actively avoids the restraints often found at larger companies that can impede teamwork and stifle innovation.