




Focus on credit: what if fear created opportunities?

Published

December 2, 2020

Length

 1 minute(s) read

Company defaults are expected to rise in the current crisis. What are the implications for credit investors?

Check out what Pierre Verlé, Head of Credit and Fund Manager at Carmignac, has to say in this previously unreleased interview with Didier Saint-Georges:



Past performance is not necessarily indicative of future results.

Credit markets driven by fear offer greater opportunities – because fear is what creates bond-picking opportunities

KEY TAKEAWAYS

Backdrop

An environment characterised by major concerns over rising default rates, yet with huge amounts of capital allocated to corporate credit as a whole

Implications

A highly segmented market, spanning bonds considered safe investments and thus extremely popular along with less straightforward instruments whose potential is underrated by the market

Our strategy

We thoroughly analyse issuers and estimate their fundamental cost of risk to be able to hunt down attractive opportunities and thereby create value.

Discover our credit solutions:

[Carmignac Portfolio Unconstrained Credit](#)

Carmignac Portfolio Unconstrained Credit: The recommended minimum investment horizon is 2 years. The Fund's score on the risk scale is 4.

Promotional material. Interview recorded the 15/10/2020. This document is intended for professional clients. This document may not be reproduced, in whole or in part, without prior authorisation from the management company. This document does not constitute a subscription offer, nor does it constitute investment advice. The information contained in this document may be partial information and may be modified without prior notice. Carmignac Portfolio Unconstrained Credit is a sub-fund of Carmignac Portfolio SICAV, an investment company under Luxembourg law, conforming to the UCITS Directive. Past performance is not necessarily indicative of future performance. Performances are net of fees (excluding possible entrance fees charged by the distributor). Access to the Fund may be subject to restrictions with regard to certain persons or countries. The Fund is not registered in North America, in South America, in Asia nor is it registered in Japan. The Funds are registered in Singapore as restricted foreign scheme (for professional clients only). The Fund has not been registered under the US Securities Act of 1933. The Fund may not be offered or sold, directly or indirectly, for the benefit or on behalf of a "U.S. person", according to the definition of the US Regulation S and/or FATCA. The Fund presents a risk of loss of capital. The risks and fees are described in the KIID (Key Investor Information Document). The Fund's prospectus, KIIDs and annual reports are available at www.carmignac.com, or upon request to the Management Company. The KIID must be made available to the subscriber prior to subscription. ● In Switzerland: The Fund's respective prospectuses, KIIDs and annual reports are available at www.carmignac.ch, or through our representative in Switzerland, CACEIS (Switzerland) S.A., Route de Signy 35, CH-1260 Nyon. The paying agent is CACEIS Bank, Paris, succursale de Nyon/Suisse, Route de Signy 35, 1260 Nyon. ● In the United Kingdom: The Funds' respective prospectuses, KIIDs and annual reports are available at www.carmignac.co.uk, or upon request to the Management Company, or for the French Funds, at the offices of the Facilities Agent at BNP PARIBAS SECURITIES SERVICES, operating through its branch in London: 55 Moorgate, London EC2R. This material was prepared by Carmignac Gestion and/or Carmignac Gestion Luxembourg and is being distributed in the UK by Carmignac Gestion Luxembourg UK Branch (Registered in England and Wales with number FC031103, CSSF agreement of 10/06/2013).