Monthly Report

SKAGEN Credit SEK

All data in SEK as of 30.04.2018 unless otherwise stated.

Performance Commentary

There were reduced credit spreads for corporate bonds in general in April. High Yield bond spreads decreased by around 20 basis points and Investment Grade bond spreads by a few basis points. Risk free rates went in the opposite direction, with the US 10 year government bond up 20 bps and the German equivalent up 5 bps.
Notable positive contributors to the fund's return in April were Fiat, Petrobras and Bombardier. Fiat has continued to improve its credit metrics and this positive development has made the bonds more attractive in the bond market. Petrobras announced a buy-back of their 2020 bond, which pushed the bond price up to the buy-back level. Bombardier released good news regarding airplane orders and the CSeries deal with Airbus looks likely to close this summer.
On the negative side, Rolta had a poor month after the restructuring process ran into some difficulties. This is an ongoing process and both positive and negative news have a large impact on the bond price.

SKAGEN Credit is our global corporate bond fund.

The fund is suitable for investors who have at least a two year investment horizon.

SKAGEN Credit SEK A is a currency-hedged feeder fund that invests its assets in the master fund SKAGEN Credit.

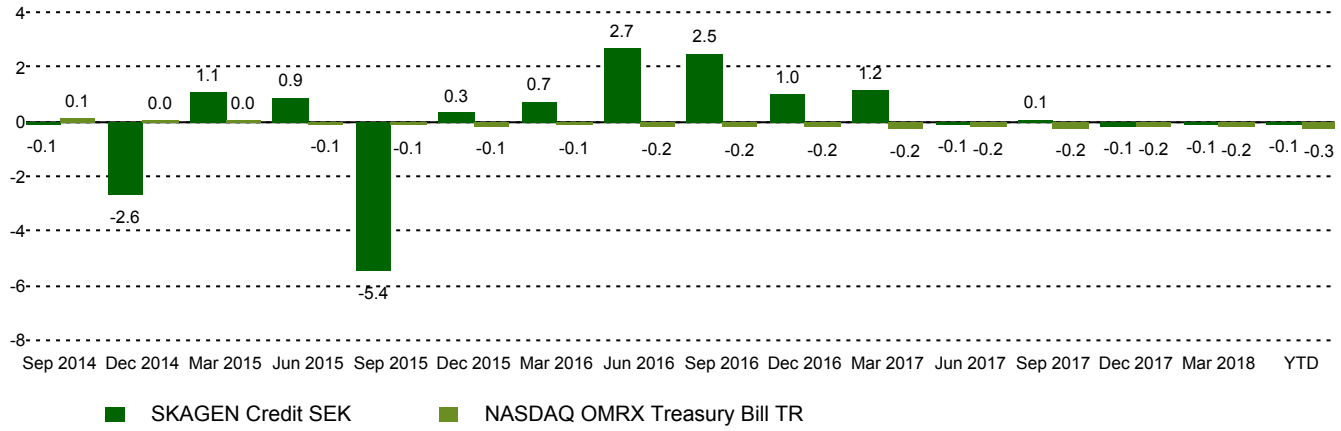
Historical performance (net of fees)

Period	SKAGEN Credit SEK	Benchmark index
Last month	0.0%	-0.1%
Year to date	-0.1%	-0.3%
Last year	-0.3%	-0.8%
Last 3 years	0.6%	-0.7%
Last 5 years	n/a	n/a
Last 10 years	n/a	n/a
Since start	0.5%	-0.5%

Fund Facts

Type	Fixed income
Domicile	Norway
Launch date	30.05.2014
Morningstar category	Other Bond
ISIN	NO0010710726
NAV	89.76 SEK
Fixed management fee	0.80%
Benchmark index	NASDAQ OMRX Treasury Bill TR
AUM (mill.)	12.65 SEK
Duration	0.96
WAL	2.07
Yield	-0.11%
Number of holdings	29
Lead manager	Ola Sjöstrand

Quarterly Performance



Contributors in the month

Largest contributors

Holding	Weight (%)	Contribution (%)
Fiat Chrysler	3.25	0.04
Petrobras Global Finance	2.53	0.04
Bombardier	2.80	0.03
Heathrow Funding	5.71	0.02
Schaeffler Finance	3.06	0.02

Largest detractors

Holding	Weight (%)	Contribution (%)
Rolta Americas	0.32	-0.07
Jaguar Land Rover	4.18	-0.02
Bharti Airtel	3.70	-0.02
Glencore	5.46	-0.01
Turkiye Halk Bankasi	2.29	-0.01

Absolute contribution based on NOK returns at fund level

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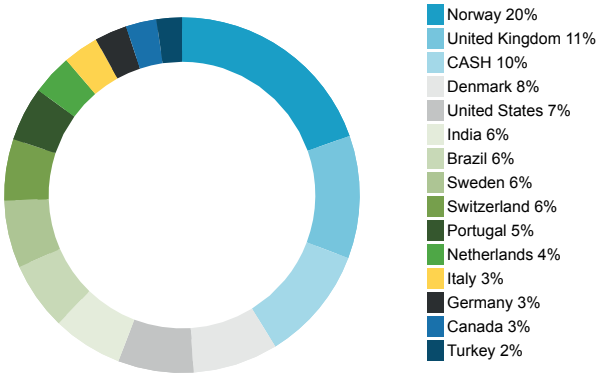
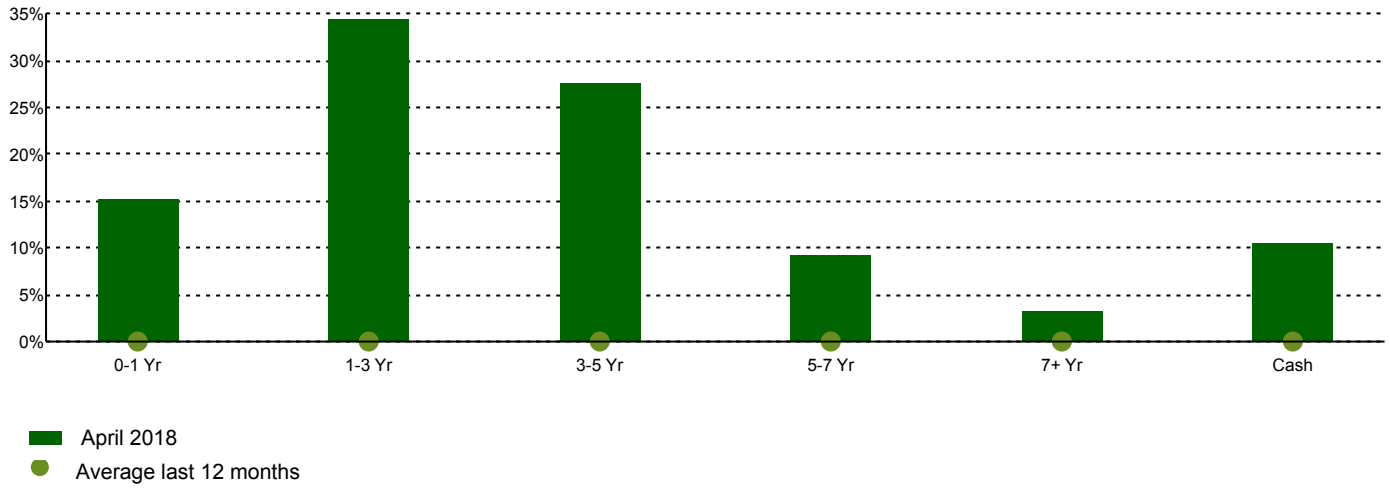
Top 10 investments

Holding	Percentage of Fund
BKK	6.0
Heathrow Funding Ltd	5.8
Glencore Canada Financial Corp	5.6
EDP Finance BV	4.9
Olav Thon Eiendomsselskap ASA	4.9
Jacob Holm & Sonner Holding AS	4.7
Jaguar Land Rover Automotive Plc	4.2
Bharti Airtel International	3.8
Entra ASA	3.7
Samvardhana Motherson Automotive	3.7
Total	47.3

Country exposure



Maturity structure



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Important information

Unless otherwise stated, performance data relates to class A units and is net of fees. Except otherwise stated, the source of all information is SKAGEN AS. Historical returns are no guarantee for future returns. Future returns will depend, inter alia, on market developments, the fund manager's skills, the fund's risk profile and subscription and management fees. The return may become negative as a result of negative price developments. You can download more information including subscription/redemption forms, full prospectus, Key Investor Information Documents (KIID), General Commercial Terms, Annual Reports and Monthly Reports from our local websites or our local representatives. Statements reflect the portfolio managers' viewpoint at a given time, and this viewpoint may be changed without notice. This report should not be perceived as an offer or recommendation to buy or sell financial instruments. SKAGEN AS does not assume responsibility for direct or indirect loss or expenses incurred through use or understanding of this report. Employees of SKAGEN AS may be owners of securities issued by companies that are either referred to in this report or are part of a fund's portfolio.