

## Performance Commentary

Despite a mid-month wobble on concerns regarding rising inflation and the longer-term rate outlook, global equity markets continued their ascent in May. Economic data continues to surprise on the upside as vaccine rollout and re-opening remain in focus. SKAGEN Kon-Tiki performed in line with the market, primarily driven by continued strength in Indian crop solutions company UPL, which reported a strong set of full-year results and provided upbeat guidance. UPL is well placed to benefit from improving farmer economics on rising commodity prices. The recent split of Brazilian retailer CBD into separate cash & carry and food retail listings has unlocked significant shareholder value and the shares continued to rise on expectations of further corporate restructuring. Unfortunately, the split of Korean holding company LG Corp did not unlock similar value as both LG Corp and LX Holdings fell sharply on resumption of trading. We see potential for a reversal as shareholders position into their preferred vehicles and we get more clarity on capital allocation and shareholder return priorities. Brazilian pulp producer Suzano fell on fears of a cyclical peak in prices. We continue to see material upside to the shares and welcome the recently announced capacity expansion. We made only minor portfolio adjustments in May, most notably exiting Bank of China and shifting our energy exposure from shipping company Euronav to Chinese E&P company CNOOC.

The fund selects low-priced, high-quality companies, mainly in emerging economies.

The objective is to provide the best possible risk adjusted return.

The fund is suitable for those with at least a five year investment horizon.

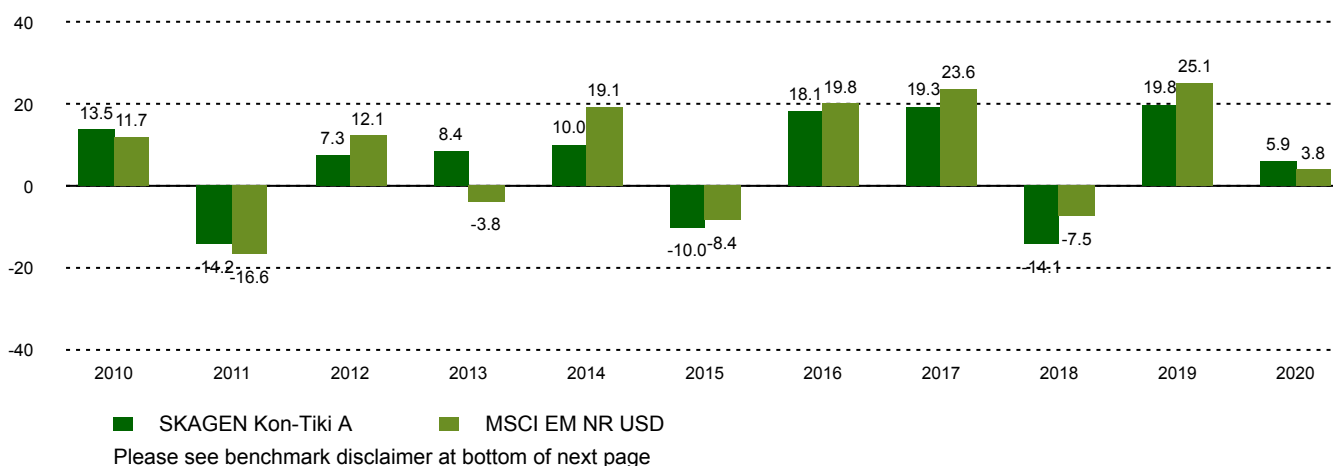
## Historical performance (net of fees)

Period	SKAGEN Kon-Tiki A	Benchmark index
Last month	0.3%	0.3%
Year to date	11.3%	8.3%
Last year	46.0%	33.2%
Last 3 years	5.6%	7.4%
Last 5 years	11.1%	13.7%
Last 10 years	5.8%	7.2%
Since start	12.4%	8.7%

## Fund Facts

Type	Equity
Domicile	Norway
Launch date	05.04.2002
Morningstar category	Global Emerging Markets Equity
ISIN	NO0010140502
NAV	1115.35 SEK
Fixed management fee	2.00%
Total expense ratio (2020)	2.18%
Benchmark index	MSCI EM NR USD
AUM (mill.)	16743.10 SEK
Number of holdings	49
Portfolio manager	Fredrik Bjelland Cathrine Gether

## Performance last ten years



## Contributors in the month

### Largest contributors

Holding	Weight (%)	Contribution (%)
UPL Ltd	4.87	1.62
Sendas Distribuidora	3.34	0.45
Sberbank of Russia PJSC	3.28	0.36
China Shineway Pharmaceutical	0.69	0.30
Hyundai Motor Co	4.09	0.21

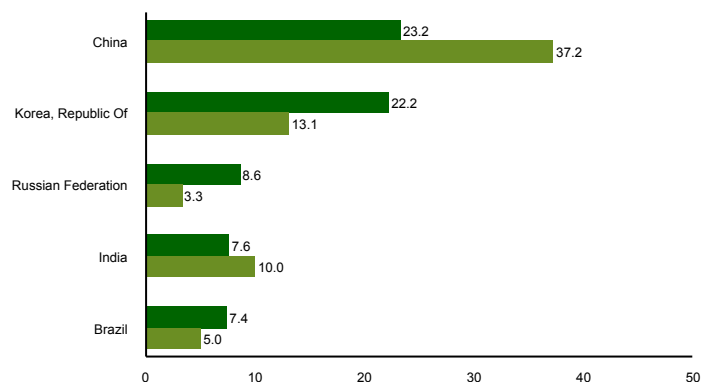
### Largest detractors

Holding	Weight (%)	Contribution (%)
Suzano SA	2.49	-0.25
LG Electronics Inc	6.97	-0.21
LG Chem Ltd	1.18	-0.21
Alibaba Group Holding	2.40	-0.18
Foxconn Industrial Internet	1.83	-0.15

## Top ten investments

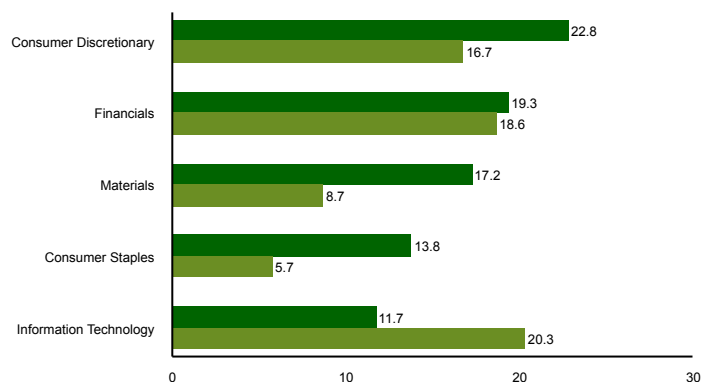
Holding	Sector	Country	%
LG Electronics Inc	Consumer Discretionary	Korea, Republic Of	7.0
Ping An Insurance Group Co of China Ltd	Financials	China	6.6
Naspers Ltd	Consumer Discretionary	South Africa	5.3
Samsung Electronics Co Ltd	Information Technology	Korea, Republic Of	4.6
UPL Ltd	Materials	India	4.5
Hyundai Motor Co	Consumer Discretionary	Korea, Republic Of	4.1
Sendas Distribuidora SA	Consumer Staples	Brazil	3.5
Sberbank of Russia PJSC	Financials	Russian Federation	3.3
Suzano SA	Materials	Brazil	2.8
Orbia Advance Corp SAB de CV	Materials	Mexico	2.7
Combined weight of top 10 holdings			44.3

## Country exposure (top five)



■ SKAGEN Kon-Tiki A ■ MSCI EM NR USD

## Sector exposure (top five)



■ SKAGEN Kon-Tiki A ■ MSCI EM NR USD

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## Important information

Unless otherwise stated, performance data relates to class A units and is net of fees. AUM data as of the end of the previous month 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.

The benchmark index is the MSCI EM Index (net total return), this index did not exist at the inception of the fund and consequently the benchmark index prior to 1/1/2004 was the MSCI World AC Index. This is not reflected in the table/graph above which shows the MSCI EM Index since the funds inception.