

All data in EUR 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.

## Historical performance (net of fees)

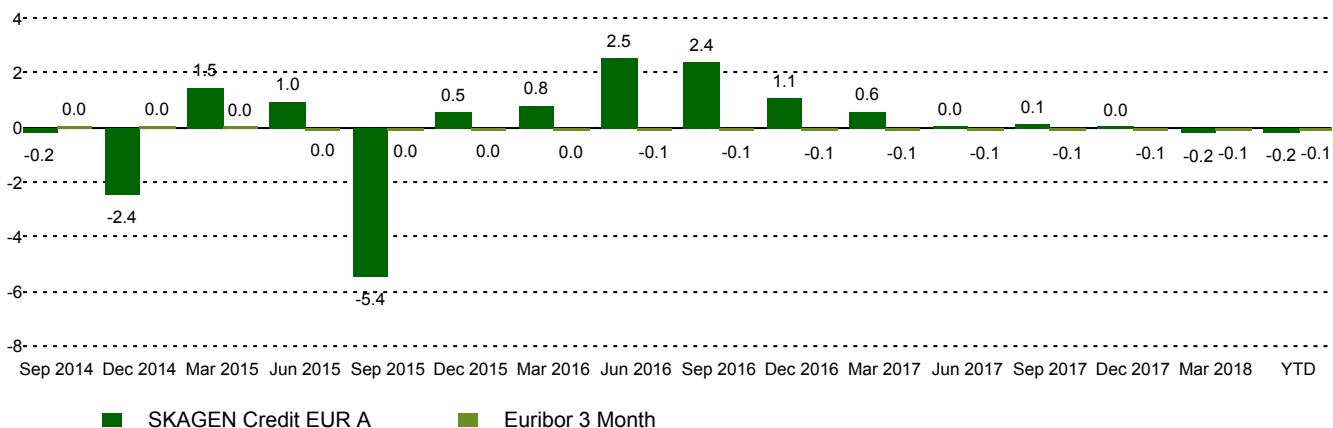
Period	SKAGEN Credit EUR A	Benchmark index
Last month	0.0%	0.0%
Year to date	-0.2%	-0.1%
Last year	-0.2%	-0.3%
Last 3 years	0.5%	-0.2%
Last 5 years	n/a	n/a
Last 10 years	n/a	n/a
Since start	0.5%	-0.2%

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

## Fund Facts

Type	Fixed income
Domicile	Norway
Launch date	30.05.2014
Morningstar category	Global Corporate Bond - EUR Hedged
ISIN	NO0010710767
NAV	8.22 EUR
Fixed management fee	0.80%
Benchmark index	Euribor 3 Month
AUM (mill.)	13.66 EUR
Duration	0.96
WAL	2.06
Yield	0.12%
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

Absolute contribution based on NOK returns at fund level

### Largest detractors

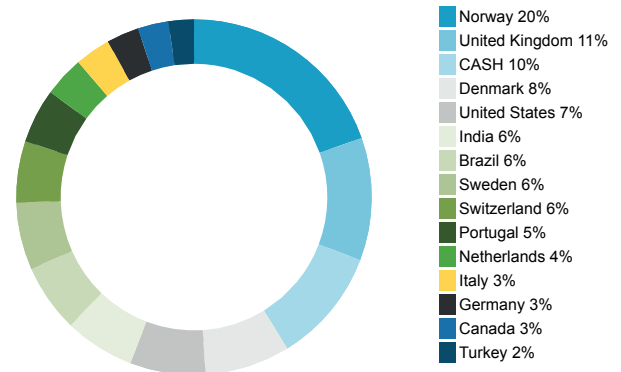
Holding	Weight (%)	Contribution (%)
Rolta Americas	0.32	-0.07
Jaguar Land Rover	4.18	-0.02
Bharti Airtel	3.70	-0.02
Glencore	5.46	-0.01
Turkiye Halk Bankasi	2.29	-0.01

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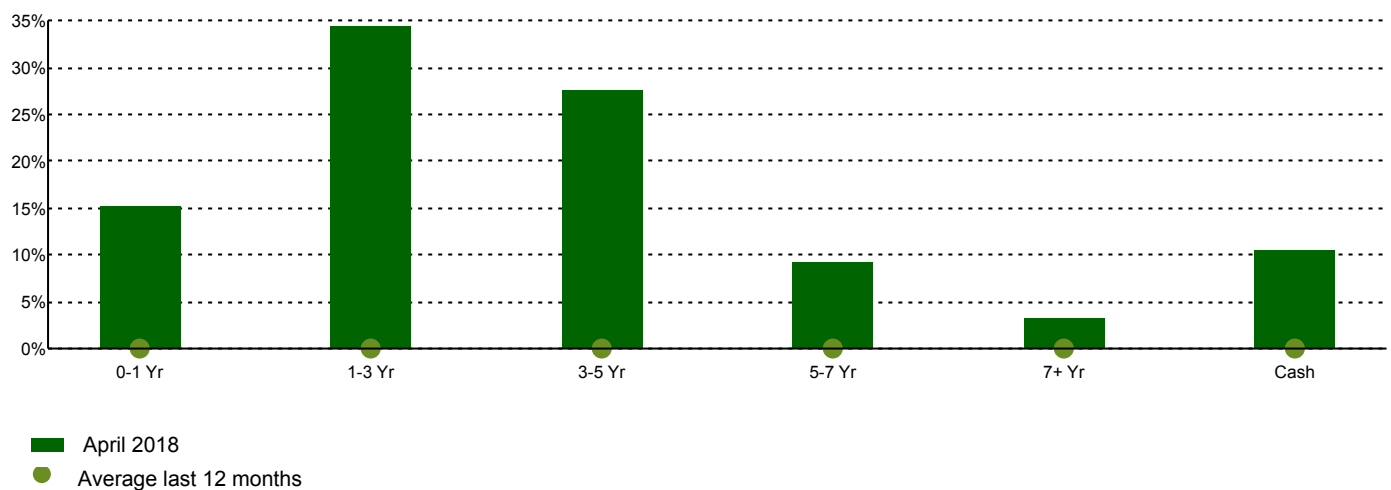
## Top 10 investments

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

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