

## Performance Commentary

The fund has generated a solid absolute return so far this year amidst an extremely strong start to the investment year. The broad global equity market sell-off and collapse in higher yielding corporate bonds in late Q418 proved to be excessive, at least in specific names. We also suspect that the Fed's recent move to a more neutral bias has fired up the overall risk appetite among investors. Ivanhoe Mining was the top-performing position in February. The company recently released a pre-feasibility study of the Kamoa-Kakula copper exploration area and an economic assessment of the asset going forward. The results of this are extremely impressive and support our positive view on the shares. Softbank was a strong performer in the month as the company announced a share buy-back of no less than USD 5.5 billion, emphasising the undervaluation of the stock. Softbank claims the net assets are worth roughly double the current market cap. Teva Pharmaceuticals was a weak performer in the month as the company disappointed investors with conservative guidance for the year. We have continued to build our positions in highly discounted Australian copper miner OZ Minerals and Hitachi, a severely undervalued Japanese conglomerate. We exited our position in Gold Fields as the shares re-rated towards our price target following stronger underlying gold price and consolidation support.

The fund is a concentrated global equity fund with a mandate to invest in all cap-sizes, geographies and sectors globally. With our concentrated portfolio of 30-35 core positions, we aim to generate absolute returns at a controlled level of absolute risk.

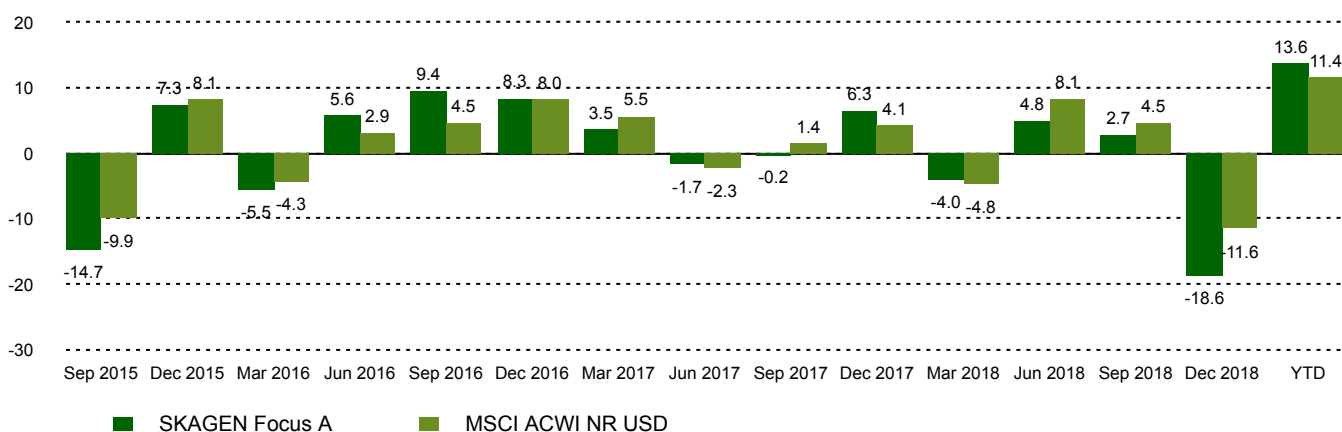
## Historical performance (net of fees)

Period	SKAGEN Focus A	Benchmark index
Last month	2.4%	3.9%
Year to date	13.6%	11.4%
Last year	-4.1%	5.3%
Last 3 years	10.0%	11.0%
Last 5 years	n/a	n/a
Last 10 years	n/a	n/a
Since start	0.8%	4.7%

## Fund Facts

Type	Equity
Domicile	Norway
Launch date	26.05.2015
Morningstar category	Global Flex-Cap Equity
ISIN	NO0010735129
NAV	12.23 EUR
Fixed management fee	1.60%
Total expense ratio (2018)	0.8%
Benchmark index	MSCI ACWI NR USD
AUM (mill.)	183.98 EUR
Number of holdings	35
Portfolio manager	Jonas Edholm

## Quarterly Performance



## Contributors in the month



### Largest contributors

Holding	Weight (%)	Contribution (%)
Ivanhoe Mines Ltd	3.85	0.98
Telecom Italia SpA/Milano	4.17	0.51
SoftBank Group Corp	1.86	0.49
ADT Inc	3.37	0.40
Pasona Group Inc	2.48	0.37



### Largest detractors

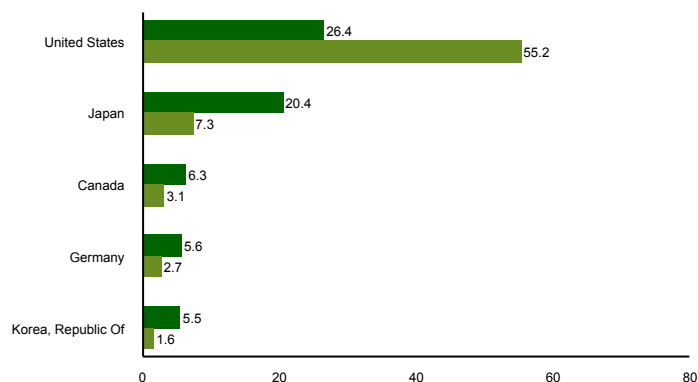
Holding	Weight (%)	Contribution (%)
Teva Pharmaceutical Industries	2.25	-0.32
Sao Martinho SA	4.26	-0.29
Avaya Holdings Corp	3.45	-0.28
West Fraser Timber Co Ltd	1.30	-0.25
X-Fab Silicon Foundries SE	1.34	-0.18

Absolute contribution based on NOK returns at fund level

## Top ten investments

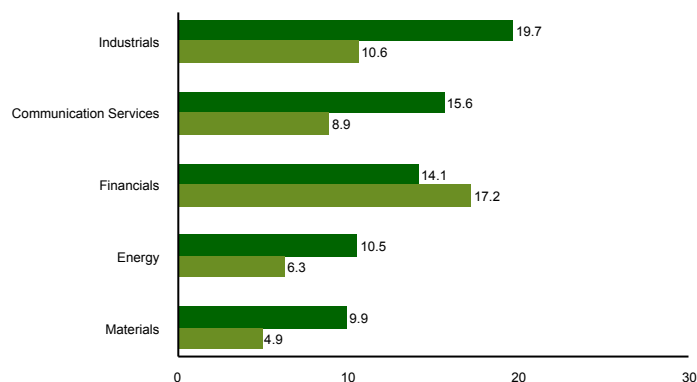
Holding	Sector	Country	%
AIG	Financials	United States	6.5
China Unicom Hong Kong Ltd	Communication Services	China	5.0
OMV AG	Energy	Austria	4.9
Bank of Kyoto	Financials	Japan	4.6
Telecom Italia Spa	Communication Services	Italy	4.5
Ivanhoe Mines Ltd	Materials	Canada	4.3
Sao Martinho SA	Consumer Staples	Brazil	4.0
ADT Inc	Industrials	United States	3.4
Viacom Inc	Communication Services	United States	3.4
Avaya Holdings Corp	Information Technology	United States	3.2
Combined weight of top 10 holdings			43.7

## Country exposure (top five)



■ SKAGEN Focus A ■ MSCI ACWI NR USD

## Sector exposure (top five)



■ SKAGEN Focus A ■ MSCI ACWI NR USD

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## Important information

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