

All data in EUR as of 31.01.2018 unless otherwise stated.

Performance Commentary

The global equity market kick-started 2018 and posted one of the best opening months in three decades. The market cheered the US tax reform package, synchronised global growth and continued low interest rates, sending stock indices to new all-time-highs.

The fund's top-3 relative performers were Autoliv, Microsoft and Waters. The Swedish automotive safety supplier surged as the market began to price in the revenue growth and margin expansion opportunity that are key to our investment thesis. Quarterly reports from the American technology behemoth Microsoft and the specialty instrument company Waters were also well received by the market. These stocks remain high-conviction positions in the fund. On the negative side, our three largest detractors were Hiscox, Unilever and Red Electrica, which lagged behind mainly due to their more defensive profiles and some FX headwinds.

We continued to build our position in Intercontinental Exchange and added selectively to Capgemini and Schindler, in part funded by China Mobile. In response to strong share price performance, the fund trimmed Skechers, Dollar General and NN Group. No new positions were initiated in January.

The fund selects undervalued companies from around the world, including emerging markets, with attractive risk-reward for long-term investors.

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.

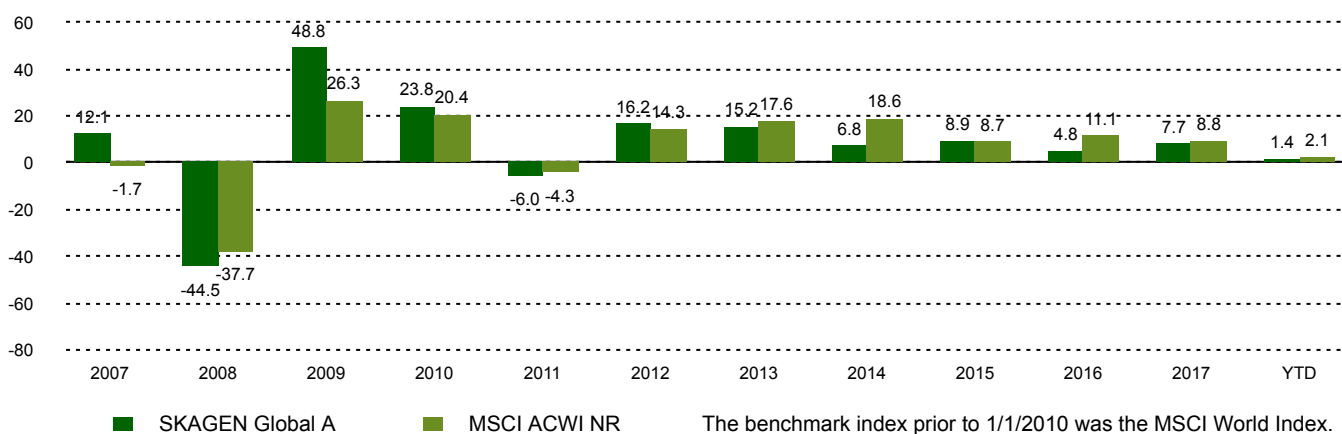
Historical performance (net of fees)

| Period | SKAGEN Global A | Benchmark index |
|---------------|-----------------|-----------------|
| Last month | 1.4% | 2.1% |
| Year to date | 1.4% | 2.1% |
| Last year | 9.5% | 10.7% |
| Last 3 years | 6.2% | 8.2% |
| Last 5 years | 8.5% | 13.0% |
| Last 10 years | 6.7% | 7.8% |
| Since start | 13.8% | 4.7% |

Fund Facts

| | |
|----------------------------|-------------------------------|
| Type | Equity |
| Domicile | Norway |
| Launch date | 07.08.1997 |
| Morningstar category | Global Large-Cap Blend Equity |
| ISIN | NO0008004009 |
| NAV | 174.41 EUR |
| Fixed management fee | 1.00% |
| Total expense ratio (2017) | 1.00% |
| Benchmark index | MSCI ACWI NR |
| AUM (mill.) | 2813.89 EUR |
| Number of holdings | 45 |
| Lead manager | Knut Gezelius |

Performance last ten years



Contributors in the month

Largest contributors

| Holding | Weight (%) | Contribution (%) |
|----------------|------------|------------------|
| Autoliv Inc | 2.66 | 0.27 |
| Microsoft Corp | 5.49 | 0.16 |
| Waters Corp | 2.75 | 0.13 |
| Alphabet Inc | 2.03 | 0.09 |
| Capgemini SE | 2.69 | 0.09 |

Largest detractors

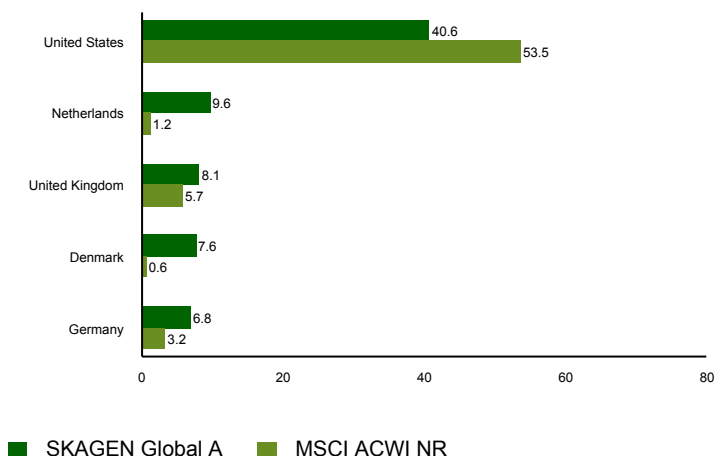
| Holding | Weight (%) | Contribution (%) |
|---------------------|------------|------------------|
| Red Electrica Corp | 1.90 | -0.22 |
| Samsung Electronics | 3.30 | -0.17 |
| Hiscox Ltd | 3.62 | -0.17 |
| CMS Energy Corp | 1.28 | -0.16 |
| Unilever NV | 4.04 | -0.15 |

Absolute contribution based on NOK returns at fund level

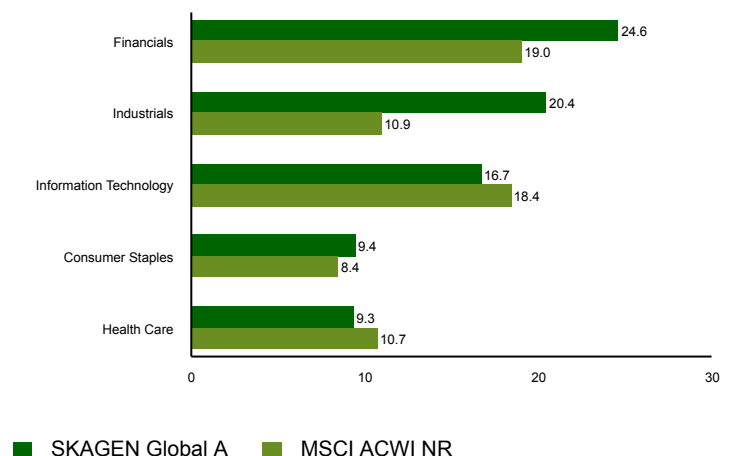
Top ten investments

| Holding | Sector | Country | % |
|------------------------------------|------------------------|--------------------|------|
| Citigroup | Financials | United States | 5.7 |
| Microsoft | Information Technology | United States | 5.6 |
| CK Hutchison Holdings | Industrials | Hong Kong | 5.4 |
| 3M | Industrials | United States | 4.9 |
| Unilever CVA | Consumer Staples | Netherlands | 4.2 |
| Hiscox | Financials | United Kingdom | 3.7 |
| Intercontinental Exchange Inc | Financials | United States | 3.4 |
| Beazley PLC | Financials | United Kingdom | 3.3 |
| Samsung Electronics | Information Technology | Korea, Republic Of | 3.3 |
| Cap Gemini | Information Technology | France | 3.1 |
| Combined weight of top 10 holdings | | | 42.6 |

Country exposure (top five)



Sector exposure (top five)



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Important information

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