

Performance Commentary

November was another positive month for the fund even though global real estate markets ended on a negative note. Inflationary pressure continued to lead to new and more hawkish rhetoric from some central banks, something that might change again depending on the development of the Omicron virus. Inflation is also likely to be an issue long into the new year, which will benefit real assets over the longer term. The best performer during the month was once again Norwegian Self Storage Group, which recovered lost ground after lagging peers during the year. The bid for Swedish peer 24Storage at high multiples was also a contributory factor. The second-best performer was the American data centre operator Switch which reported strong numbers and a decision regarding a REIT conversion driven by activists. The largest detractors in the month were Aroundtown and Tokyu Fudosan. Both names have some of their operations within the hospitality and office sectors, which have suffered due to the emergence of the Omicron virus. SKAGEN m2 continues to focus on investing in resilient companies in trend-driven subsegments, or companies that we consider mispriced and which will benefit from recovery in the economy or are well-positioned for inflation.

The fund gives access to a normally inaccessible global real estate market. The fund selects low-priced, high-quality real estate companies from around the world. 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.

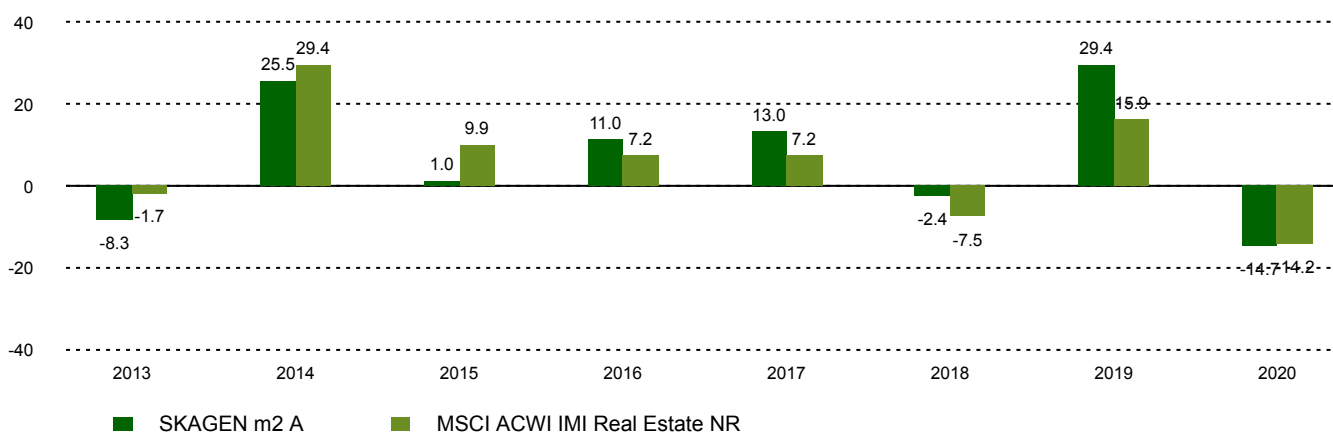
Historical performance (net of fees)

Period	SKAGEN m2 A	Benchmark index
Last month	0.9%	-0.2%
Year to date	22.8%	24.8%
Last year	25.4%	25.2%
Last 3 years	9.6%	6.1%
Last 5 years	9.0%	4.8%
Last 10 years	n/a	n/a
Since start	7.8%	7.4%

Fund Facts

Type	Equity
Domicile	Norway
Launch date	31.10.2012
Morningstar category	Property - Indirect Global
ISIN	NO0010657356
NAV	26.69 EUR
Fixed management fee	1.50%
Total expense ratio (2020)	1.37%
Benchmark index	MSCI ACWI IMI Real Estate NR
AUM (mill.)	183.39 EUR
Number of holdings	34
Portfolio manager	Michael Gobitschek

Performance last ten years



In the period from 11 July 2017 to 30 September 2019, the benchmark was the MSCI ACWI Real Estate IMI ex REITS

Contributors in the month



Largest contributors

Holding	Weight (%)	Contribution (%)
Self Storage Group	6.23	1.13
Switch Inc	3.80	0.59
Prologis Inc	4.74	0.54
Americold Realty Trust	2.91	0.53
Catena AB	4.72	0.52



Largest detractors

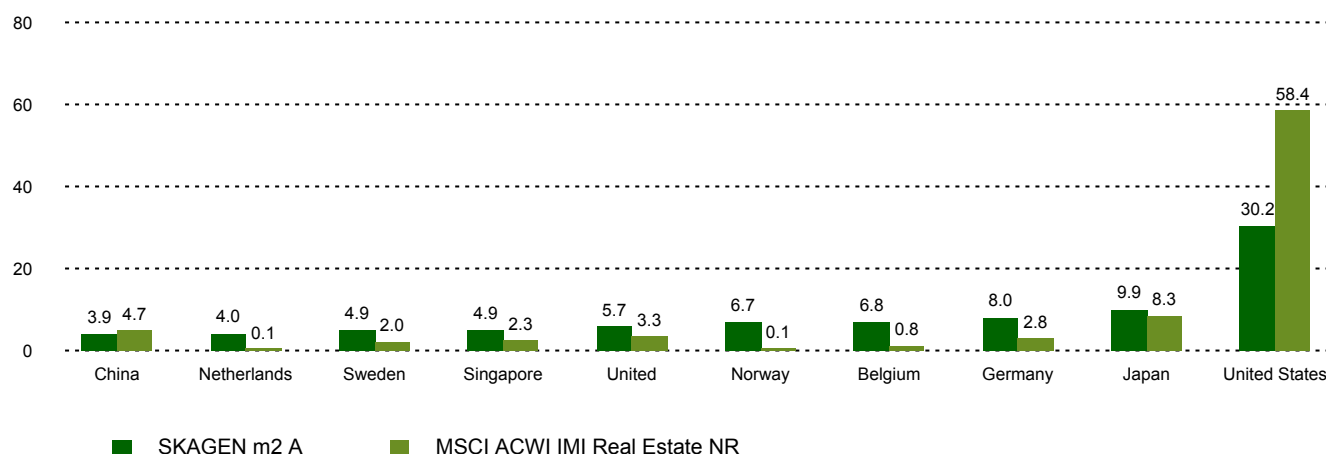
Holding	Weight (%)	Contribution (%)
Aroundtown SA	2.44	-0.16
Tokyu Fudosan Holdings	2.87	-0.11
Mitsui Fudosan Co	2.88	-0.08
Assura PLC	0.91	-0.02
CK Asset Holdings Ltd	2.37	-0.01

Absolute contribution based on NOK returns at fund level

Top ten investments

Holding	Sector	Country	%
Self Storage Group ASA	Industrials	Norway	6.7
Catena AB	Real Estate	Sweden	4.9
Prologis Inc	Real Estate	United States	4.7
Shurgard Self Storage SA	Real Estate	Belgium	4.4
UMH Properties Inc	Real Estate	United States	4.3
Switch Inc	Information Technology	United States	4.2
Grainger PLC	Real Estate	United Kingdom	4.1
CTP NV	Real Estate	Netherlands	4.0
ESR Cayman Ltd	Real Estate	China	3.9
LEG Immobilien SE	Real Estate	Germany	3.6
Combined weight of top 10 holdings			44.9

Country Exposure (top ten)



■ SKAGEN m2 A ■ MSCI ACWI IMI Real Estate NR

In the period from 11 July 2017 to 30 September 2019, the benchmark was the MSCI ACWI Real Estate IMI ex REITS

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Important information

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