

This following document provides you with key investor information about this fund. It is not marketing material. The information is required by law to help you to understand the nature and the risk of this fund. You are advised to read it so you can make an informed decision about whether to invest.

## SKAGEN Avkastning - bond fund [EUR]

ISIN: NO0008000452

This Fund is managed by SKAGEN AS (org. no. 867 462 732).

### Objectives and Investment Policy

#### Objective

The Fund's objective is to give its unit holders the best possible risk adjusted one year return in the interest market. We try to achieve this objective by balancing investments among interest bearing securities with short and long maturities.

#### Investment strategy

SKAGEN Avkastning has an international investment mandate, but primarily invest in certificates and bonds issued in NOK. The Fund invests in loans with a low credit risk; i.e. government securities, government-guaranteed loans, loans to financial institutions and bank deposits. SKAGEN Avkastning is an actively managed Fund. Active management entails that the portfolio managers invest in certificates and bonds on the basis of their own market analyses. With considerable expertise in Norwegian and global macroeconomics, the portfolio managers strive to pick attractive Norwegian and foreign government securities in order to achieve the best possible risk adjusted return. Fund investments are hedged into Norwegian kroner (NOK), and the Fund may use foreign exchange derivatives for this purpose. Expected risk and return of the Fund's underlying

securities portfolio shall be reduced as a result of the use of such hedging.

#### Benchmark index

The Fund's benchmark index is a combination of 80% NBP Norwegian RM2 FRN Index NOK (NORM2FRN) and 20% NBP Norwegian Government Duration 5 Index NOK (NOGOVD5). The benchmark index does not fully represent the Fund's risk profile and mandate. The Fund's fluctuations in return can therefore be higher than for the benchmark index.

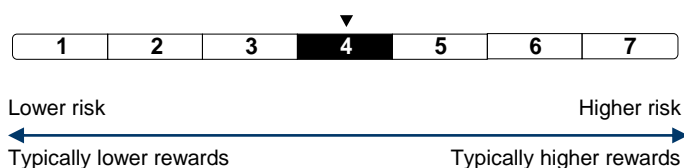
#### Distribution

The Fund's taxable income is separated from the Fund and distributed to the unit holders annually in the form of new units. The unit price is reduced by an amount exactly equal to the value of the taxable income per unit.

#### Investment period

SKAGEN Avkastning is a bond fund with moderate risk, which is suitable for investors with an investment horizon longer than one year. Subscription and redemption of units can be carried out on all Norwegian business days. The minimum subscription amount is EUR 50.

### Risk and Reward Profile



This indicator measures the risk of price fluctuations. The risk assessment based on the fund's historical volatility calculated using weekly five year data, puts SKAGEN Avkastning in category 4. That means that the purchase of units is associated with a moderate risk of price fluctuations. The fund's position on the risk scale is not fixed and may vary over time.

There is risk associated with investment in the fund as a result of fluctuating exchange rates, interest levels, general economic conditions, specific corporate conditions and the quality of issuers' credit. The distribution of investments in the interest

portfolio is the result of SKAGEN's investment philosophy and the evaluation of each issuer's credit rating and the general economic conditions in the markets where the issuers operate. In addition to the statutory requirements, SKAGEN has internal requirements for the spread of investments and the liquidity of the financial instruments the fund invests in. SKAGEN has drawn up internal procedures for reducing the probability of operating errors which can affect the fund.

The fund's performance may vary considerably over the course of a year. Gains or losses for individual unit holders will therefore depend on the exact timing of the subscription and redemption of units. The fund invests in a wide range of securities in various regions and sectors. This results in fewer fluctuations in the fund's value than would be the case if it was invested in just one or a small number of individual securities. The fund spreads risk by means of this diversification.

## Charges

One-off charges taken before or after you invest:	
Entry charge	0 %
Exit charge	0 %
This is the maximum that might be taken out of your money before it is invested or before the proceeds of your investment are paid out respectively.	
Charges taken from the fund over a year:	
Ongoing charge	0.50 %
Charges taken from the fund under certain specific conditions:	
Performance fee	Not applicable

There are no entry or exit charges connected with direct transactions with SKAGEN. Intermediaries such as distributors or advisors may however charge an entry and/or exit charge. Contact your advisor for more information.

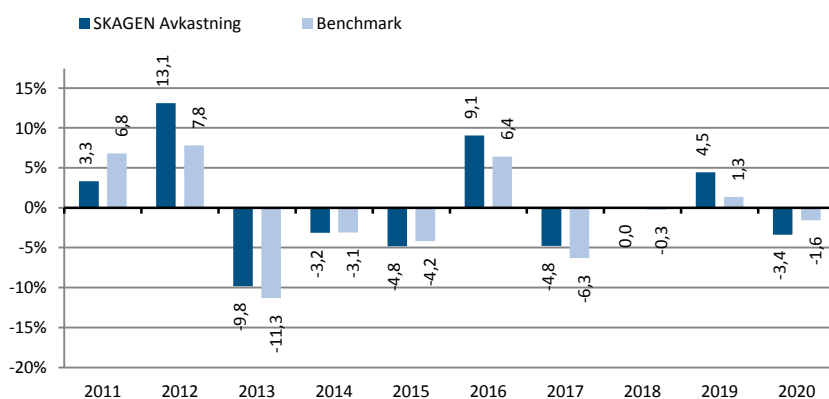
Ongoing charges show the amount paid for management, administration, marketing and other costs, and reduce the return of the fund. Ongoing charges are calculated daily and charged quarterly.

All the charges the management company may deduct from the fund are included in the ongoing charge, apart from:

- Transaction-based costs
- Extraordinary costs

For more information about charges, please see section 2, § 5 and § 7 in the Fund's prospectus which is available at [www.skagenfunds.lu](http://www.skagenfunds.lu).

## Past Performance



Historical returns are no guarantee for future returns. Future returns will depend, inter alia, on market developments, the fund manager's skill, the Fund's risk profile and subscription and management fees. The return may become negative as a result of negative price developments.

All return figures are in EUR after deducting costs (listed in the Charges section).

The Fund is denominated in NOK.

The Fund was launched on 16 September 1994.

The Fund's benchmark index before 23.06.2020 was the Oslo Børs (the Oslo Stock Exchange) Government Bond Index 3 year (ST4X). Before 01.02.21 the benchmark index was a combination of 80% NBP Norwegian RM2 FRN Index NOK (NORM2FRN) and 20% Oslo Børs (Oslo Stock Exchange) Government Bond Index 5 year (ST5X).

## Practical Information

<b>Depository</b>	J.P. Morgan Bank Luxembourg S.A., Oslo Branch
<b>Further Information</b>	More information, including NAV, prospectus, general commercial terms, annual reports and market reports are available from SKAGEN at <a href="http://www.skagenfunds.lu">www.skagenfunds.lu</a> . The up-to-date remuneration policy of the management company, including a description of how remuneration and benefits are determined, is available at <a href="http://www.skagenfunds.com/about-us/investor-protection/remuneration-schemes">www.skagenfunds.com/about-us/investor-protection/remuneration-schemes</a> . Printed copies are also available free of charge.
<b>Taxation</b>	SKAGEN Avkastning is taxable in Norway. Investors' tax liability depends on the country in which they are domiciled and/or subject to tax. For further information, contact your local tax advisor.
<b>Responsibility</b>	SKAGEN AS can only be held liable for any statements in this document that are misleading, false or not in accordance with the relevant parts of the fund's prospectus.