



NORRON
STOCKHOLM | OSLO

MONTHLY REPORT – PRESERVE

June 2018

Historical Return (%)

	jan	feb	mar	apr	maj	jun	jul	aug	sep	okt	nov	dec	year
2018	0,14	-0,05	-0,03	0,12	-0,08	-0,08							0,02
2017	0,22	0,32	0,12	0,15	0,21	0,06	0,15	0,08	0,10	0,12	-0,03	-0,08	1,45
2016	-0,24	-0,40	0,65	0,51	0,18	0,11	0,34	0,42	0,27	0,27	0,09	0,11	2,34
2015	0,18	0,26	0,10	0,25	0,08	-0,24	0,22	-0,05	-0,48	0,28	0,04	-0,18	0,44
2014	0,38	0,47	0,33	0,16	0,22	0,25	0,15	-0,03	-0,10	-0,27	-0,19	-0,60	0,76
2013	0,58	0,19	0,24	0,38	0,44	-0,05	0,31	0,41	0,47	0,43	0,38	0,39	4,25
2012	1,31	0,63	1,00	0,29	-0,14	0,24	0,63	1,20	0,54	0,70	0,34	0,30	7,25

Top 5 Positions

1	Swedbank Hypotek AB	2,4
2	Landshypotek Bank AB	2,2
3	AKER BP ASA	2,2
4	Swedbank Hypotek AB	2,1
5	Realkredit Danmark	2,1

Positive Contributions

1	Nynäs	0,05
2	Teekay LNG	0,01
3	Nordea AT1	0,01
4	Jyske AT1	0,01
5	Stolt Nielsen	0,01

Negative Contributions

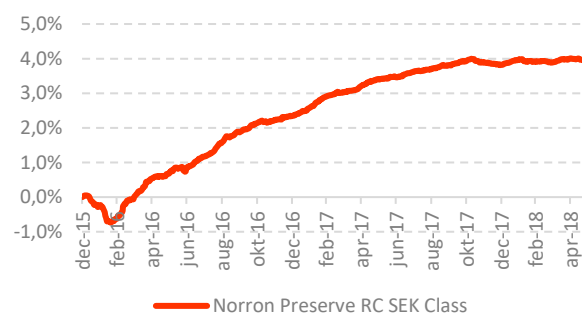
1	Akelius förlagslån	-0,02
2	Intrum	-0,02
3	Danske AT1	-0,01
4	AINMT	-0,01
5	Neptune	-0,01

Key Figures June

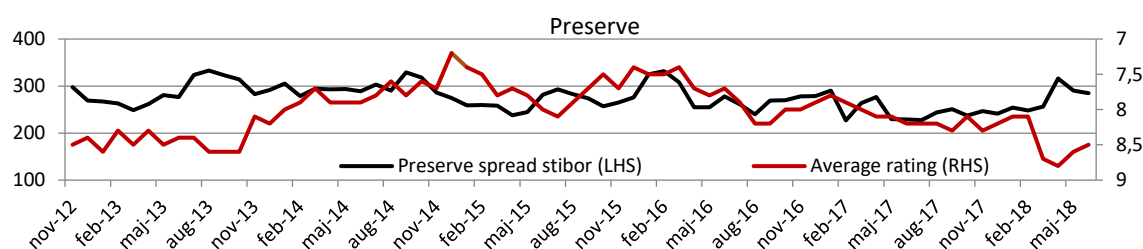
	Current	Last 3 yrs	Since Inception
Std. Dev.		0,8%	1,1%
Correlation (T-Bill)		-0,40	0,22
Positive Month. (%)		69%	82%
Best month (%)		0,7%	1,1%
Worst Month (%)		-0,5%	-0,8%
Portfolio yield	2,5%		
Avg. Weighted Interest Rate Duration	0,5	0,6	0,5
Credit Duration (years)	1,8	2,5	2,7

* Bloomberg

Performance since 2016



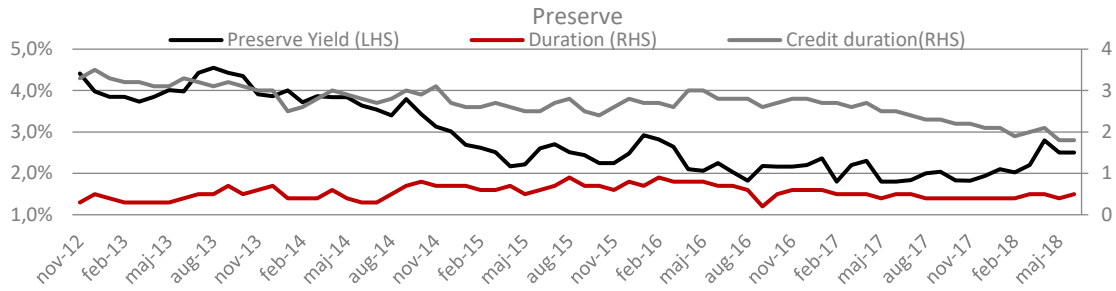
Spread Stibor & Average Credit Rating



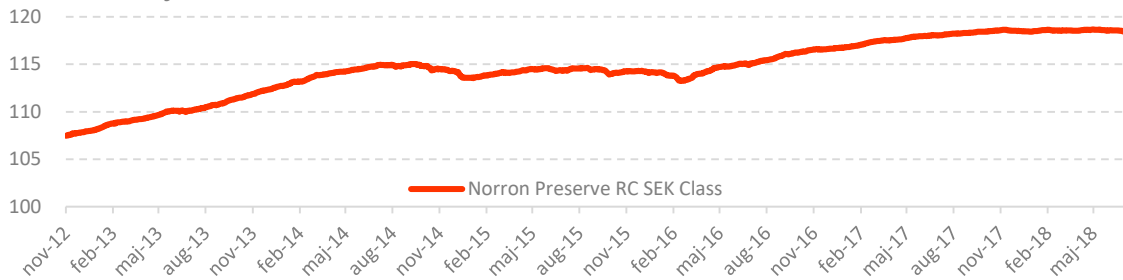
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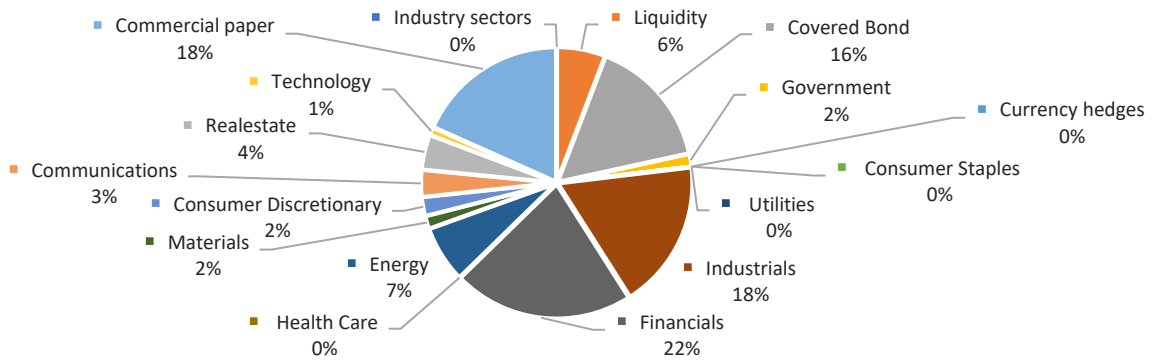
Yield, Duration & Credit Duration



NAV Price (last 5 yrs)



Industrial Breakdown



Fund Manager’s comment:

June was more stable than it usually is. However, the EURO and US credit markets continued to be weak. Trade war is still on the agenda, but the Italy turbulence receded. The FED increased the rate by the expected 25bp. ECB was more dovish. Euro credit spreads widened in June with 30bp in HY and 4bp in IG, whilst the US spreads were 7bp and 4bp. The SEK IG spreads were out 1bp. The SEK IG market has outperformed EUR IG spreads with 29bp year-to-date, which is a considerable amount. The difference in spreads is most likely driven by difference in flow in funds. We continue to be very cautious towards the local SEK.

The fund returned -0,08 per cent in June. Main contributors were Nynäs and Teekay LNG and negative performers were Akelius and Intrum. The fund is very liquid and continued to buy commercial papers. The fund is keeping shorter credit/interest rate duration than normal due to valuation in the market.

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