



**NORRON**  
STOCKHOLM | OSLO

## MONTHLY REPORT – PRESERVE Sep 2018

### Historical Return (%)

	jan	feb	mar	apr	maj	jun	jul	aug	sep	okt	nov	dec	year
<b>2018</b>	0,14	-0,05	-0,03	0,12	-0,08	-0,08	0,07	0,02	0,02				<b>0,12</b>
<b>2017</b>	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
<b>2016</b>	-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
<b>2015</b>	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
<b>2014</b>	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
<b>2013</b>	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
<b>2012</b>	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	2,4
2	Landshypotek Bank	2,2
3	Aker BP ASA	2,2
4	Landshypotek Bank	2,1
5	Skandiabanken AB	2,1

### Positive Contributions

1	Neptune	0,03
2	Akelius förlagslån	0,02
3	Stolt Nielsen	0,01
4	Teekay LNG	0,01
5	AINMT	0,01

### Negative Contributions

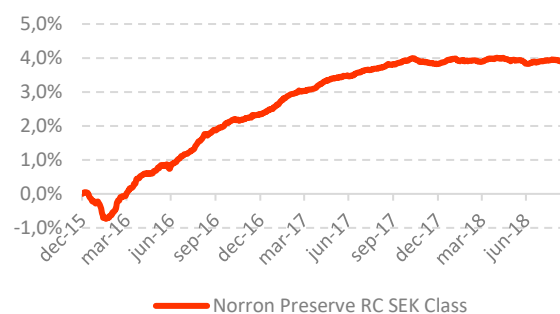
1	Danske Bank AT1	-0,02
2	Iceland Air	-0,02
3	Danske Bank AT1	-0,02
4	Danske Bank SNP	-0,01
5	Intrum EUR	-0,01

### Key Figures Sep

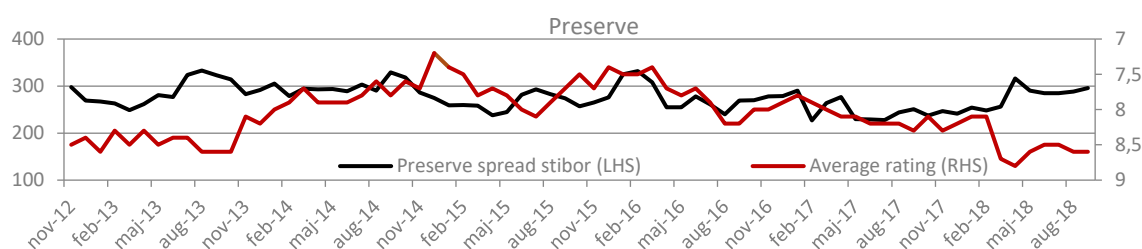
	Current	Last 3 yrs	Since Inception
Std. Dev.		0,7%	1,1%
Correlation (T-Bill)		-0,34	0,23
Positive Month. (%)		75%	82%
Best month (%)		0,7%	1,3%
Worst Month (%)		-0,5%	-0,8%
Portfolio yield	2,5%		
Avg. Weighted Interest Rate Duration	0,6	0,6	0,5
Credit Duration (years)	1,8	2,4	2,7

\* Bloomberg

### Performance since 2016



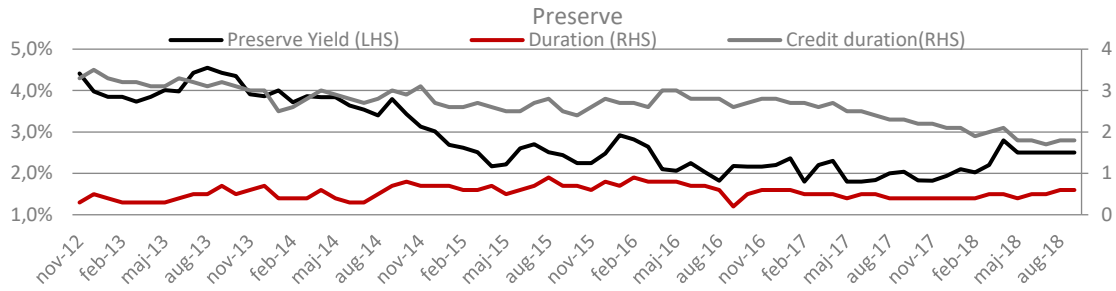
### Spread Stibor & Average Credit Rating



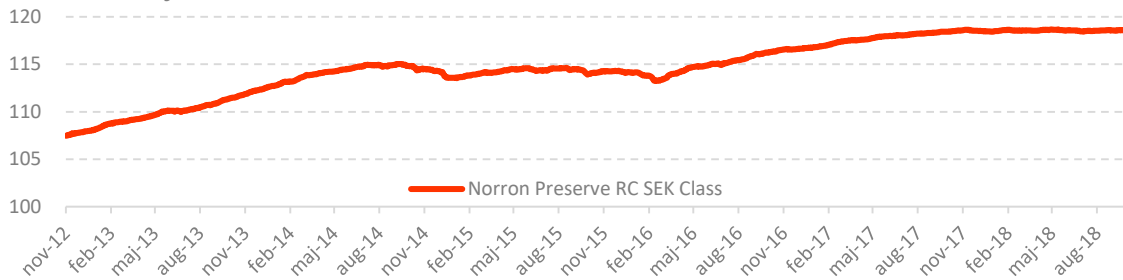
If you have any queries or require additional information, please contact [ir@norrn.com](mailto:ir@norrn.com)



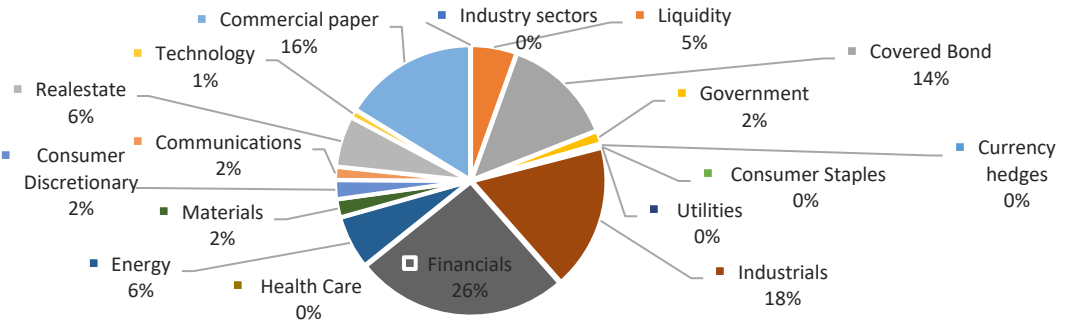
## Yield, Duration & Credit Duration



## NAV Price (last 5 yrs)



## Industrial Breakdown



### Fund Manager's comment:

Central banks were more positive regarding the general macro-economic environment. ECB, Draghi said that he noted a higher CPI going forward. The Swedish Riksbank will probably hike in end of 2018 or beginning of 2019. The Swedish krona strengthened after the announcement. FED hiked the fed funds rate to 2,00-2,25 percent and Norway central bank did the first hike to 0,75 percent. Equity markets were slightly up except the Danish which was down 4 percent due to Danske bank performance, which also is reflected in the Danske bank bonds. Credit market were strong and HY tighten 10-15 bp and the IG 6-8 bp. 10 years government bond yields are up by 15-20bp. Heavy issuance of IG and HY bonds in general, which were well absorbed. We are still cautious regarding the SEK bond market. The spreads are tight and there have not been any outflows like the EUR IG & HY markets. With reference to the table below, Norron Preserve have 18% exposure to the SEK credit market.

The fund returned 0,02 per cent in September. The main positive contributors were Neptune, Akelius and Stolt Nielsen. The fund has shorter credit duration than normal.

If you have any queries or require additional information, please contact [ir@norrn.com](mailto:ir@norrn.com)



		COUNTRY					
	%	Sweden	Norway	Denmark	Finland	Iceland	SUM
Currency	Liquidity	38					38
	SEK	18	1	7	2		28
	NOK		16				16
	USD	3	2			1	6
	EUR	3		4	2	3	12
	SUM	62	19	11	4	4	100

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