

Fund manager's comment:

The big question mark is what are the Euro and US treasury bond market signal? US 10 yr yield is down 40bp and German 10 yr is down 20bp in May (German 10 yr yield is at all time low). This is cumbersome. Equity markets were down some 5-10 per cent, high yield markets down 1 - 1,5 per cent, IG markets flattish to positive while treasury markets returned 1 - 2,5 per cent. The low future yield in euro market is most likely forcing investors to sell euro IG. Euro IG underperformed euro HY markets. Yield hunting? Large outflows in US IG funds and HY funds during May. This spread widening was not witnessed in the SEK and NOK markets, which were unchanged spread wise.

The market is now discounting several rate cuts by FED. In beginning av June, FED indicated easing bias, which is in line with the market, that the next move is a cut in interest rate. Increased trade tension and slowing global growth are most likely key drivers. Macro data is mixed to a bit weak.

In the Nordics May was characterized by new issue frenzy. Norron participated in some but not many. The fund bought Sampo new T2 in EUR and Hemso. Late in the month that markets appetite in new issues receded.

In the current environment with lower commodity prices, lower yields in treasury bond markets, equity sharply down from April high, we are not increasing risk, rather the opposite. We foresee more volatility in risk markets, both up and down. We must assess trade talks, macro and upcoming earnings season to give us more guidance about the future.

The fund sold or decreased exposure in Norway e.g., Aker ASA, Ocean yield and Aker BP.

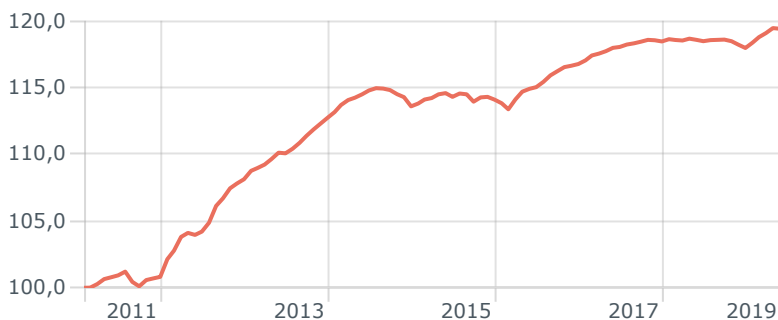
In order to show the funds flexibility, the fund own approximately 2,2 per cent of the bond issue size and 0,9 per cent of outstand bonds in the issuer the fund has invested in.

Norron Preserve returned -0,04 per cent in May. Largest positive contributors were Aker Solutions, Islandsbanki and Ocean Yield and on the negative side Y-foundation, Storebrand T2 and Neptune. We have decreased risk during May and have ample with liquidity to either protect portfolio or increase risk.

Monthly Returns

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2019	0,34	0,35	0,26	0,31	-0,04								1,22
2018	0,14	-0,05	-0,03	0,12	-0,08	-0,08	0,07	0,02	0,02	-0,10	-0,22	-0,21	-0,41
2017	0,23	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

NAV (Since Inception)



— Norron Preserve R SEK

ISIN	LU0580530409
Inception Date	2011-02-01
Fund Size	2 316 152 883
Base Currency	Swedish Krona
Fund managers:	Jan Törnstrand (head), Peter Werleus

Performance since inception:

Cumulative Return	19,39
Std Dev	1,10
Correlation	0,29
Up Period Percent	74,75
Best Month	1,31
Worst Month	-0,76

End of month:

Portfolio Yield	2,82%
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Top Holdings End Of Month

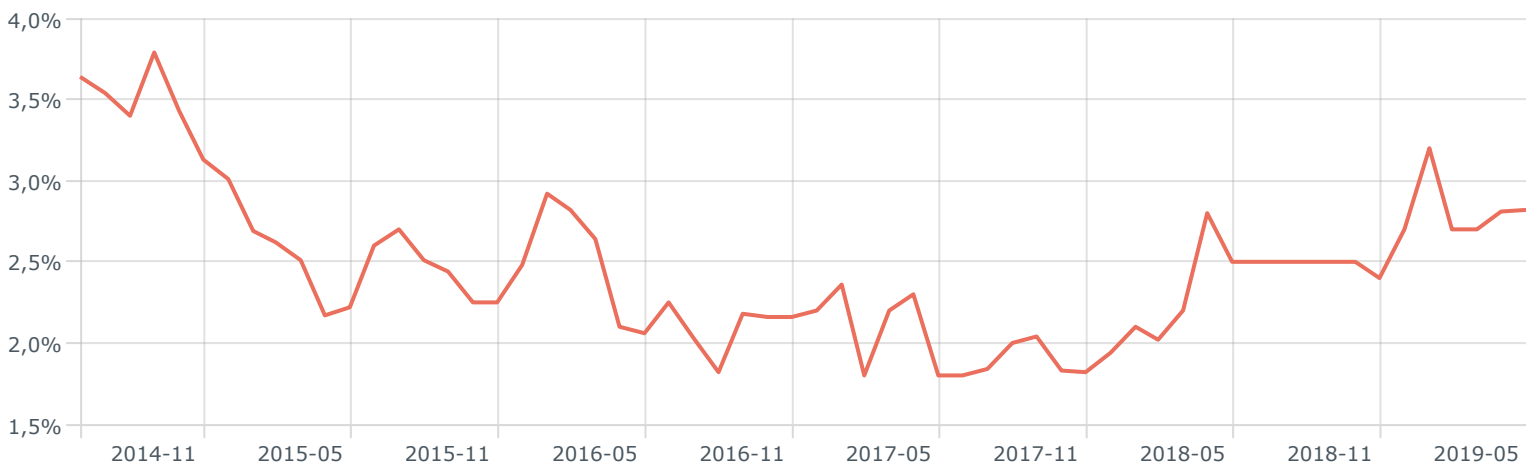
	Portfolio Weighting %
Skandiabanken AB 24.08%	2,22
Swedbank Mortgage AB 12.05%	2,20
Landshypotek Bank AB (publ) 16.1%	2,20
Realkredit Danmark A/S 1.1%	2,20
Akastor ASA 25.07%	2,04
Nykredit Realkredit A/S 1.1%	2,00
Telenor ASA 20.09%	1,96
Heimstaden AB 16.09%	1,96
Stolt-Nielsen Ltd 8.04%	1,92
Sirius International Group, Ltd. 22.09%	1,79

Currency Exposure (End Of Month)

SEK	61,7%
EUR	16,5%
USD	5,5%
NOK	16,2%
Other	0,0%

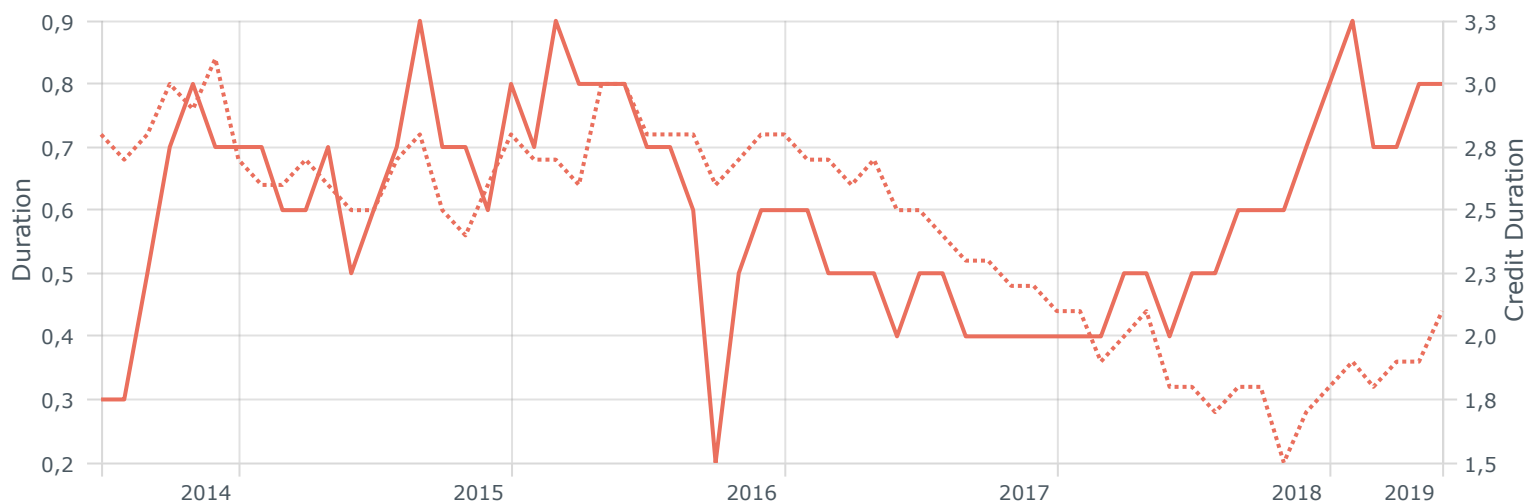
Investing in funds is associated with risk and a historical return is no guarantee of future returns. No account is taken of inflation. The risk specified for each fund is only the estimated risk and it is not possible to make accurate calculations of future risk. The value of the fund units can both increase and decrease and it is not certain that you get back the entire capital invested. The information in the report is based on data from Morningstar and the fund.

Portfolio Yield



— Norron Preserve R SEK

Duration & Credit Duration



— Norron Preserve R SEK (Duration)

... Norron Preserve R SEK (Credit Duration)