

Report date: 31 May 2024

Fund: Pareto Nordic Corporate Bond
Umbrella fund: Pareto SICAV
Inception date: 22 April 2013
AUM: NOK 17 899 million
Benchmark: n.a.
PRIIPs KID risk score from 1 (low) to 7 (high): 2

Category: fixed income fund
Legal structure: UCITS
Dealing days: all coinciding banking days in Norway and Luxembourg

Domicile: Luxembourg
Management company: FundRock Management Comp. S.A.
Investment manager: Pareto Asset Management AS
Custodian: Skandinaviska Enskilda Banken AB (publ) Luxembourg Branch

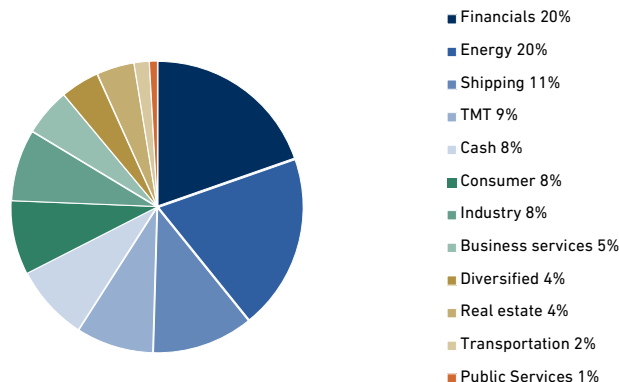
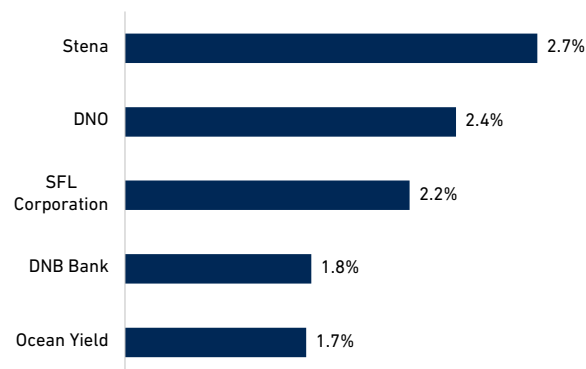
Share class H

Launch date: 16 March 2020
NAV as at 31 May 2024: 137.00
NAV currency: GBP
Minimum investment: 5 000 000
ISIN: LU1732221657
Bloomberg ticker: PANCBHG LX
SEDOL: BMF74W9

Corporate bonds with underlying credit risk, exposure primarily to Nordic corporations and financial institutions.

- The sub-fund invests in debt securities issued predominantly by corporations, agencies, governments and municipalities with a presence in the Nordic region
- The debt securities primarily include corporate bonds, but also subordinated, hybrids and convertible bonds. Investments are expected to give the fund a higher risk and return than traditional interest-bearing financial instruments
- The average interest duration shall be between 0 and 4 years

Top five issuers and sector allocation



Key figures since launch

	Fund
Accumulated returns	37.0%
Annualised returns	7.8%

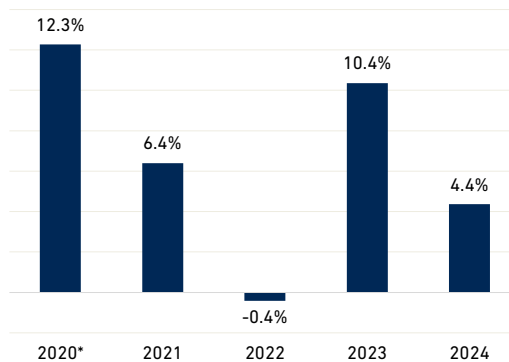
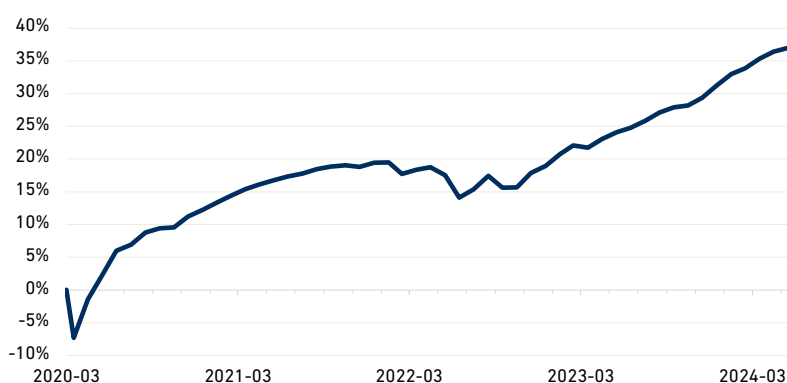
Risk figures

	Fund
Standard deviation (ann.)	n.a.
Average time to maturity	2.5
Interest rate duration	1.0
Credit spread duration	1.9

Performance by periods

	Fund
Last month	0.4%
Year to date	4.4%
Three months	2.3%
Six months	5.9%
Last 12 months	10.4%
Since launch (annualised)	7.8%

Performance history



Monthly net returns in per cent

	Jan.	Feb.	Mar.	Apr.	May	Jun.	Jul.	Aug.	Sep.	Oct.	Nov.	Dec.	YTD
2024	1.28	0.67	1.08	0.82	0.44								4.36
2023	1.52	1.07	-0.25	1.08	0.83	0.57	0.85	0.99	0.64	0.23	0.90	1.50	10.36
2022	0.02	-1.47	0.52	0.36	-1.04	-2.90	1.09	1.78	-1.54	0.08	1.89	0.92	-0.42
2021	0.98	0.85	0.91	0.64	0.54	0.53	0.36	0.58	0.34	0.17	-0.21	0.55	6.40
2020			-7.29	6.31	3.79	3.62	0.86	1.74	0.58	0.15	1.52	0.93	12.27

The Fund is exposed to the following materially relevant risks: credit risk, liquidity risk, currency risk, counterparty risk, operational risk, derivative risk and sustainability risk. Please refer to the Fund's prospectus for further information about the fund's risk exposure. The Fund promotes environmental and/or social characteristics within the meaning of Article 8 of SFDR. The decision to invest in the Fund should take into account all the characteristics or objectives of the Fund as described in its prospectus. Further information about the sustainability-related aspects of the Fund is available in the SFDR pre-contractual disclosures in the Fund's prospectus and the SFDR website disclosure available on <https://paretoam.com/en/our-funds/>.

*From launch of the share class. All figures are based on internationally recognised standards for publishing performance data. Historical returns are no guarantee for future returns. Future returns will depend, inter alia, on, market developments, the portfolio manager's skill, the fund's risk profile, as well as fees for subscription, management and redemption. Returns may become negative as a result of negative price developments. The performance data do not take account of the fees incurred on subscription and redemption of units/shares.

By: Øyvind Hamre and Thomas Larsen

May was a positive month for Nordic credit markets as well as euro and dollar high-yield markets. Pareto Nordic Corporate Bond's return for the month ended in positive territory but below the underlying coupon income, hampered by the position in the Consolis bond, which was repriced due to the announcement of a debt restructuring and recapitalisation. Shortly after the news the fund exited its position in Consolis. The fund also exited its position in Oriflame with negligible impact on returns.

Primary activity in the Nordic high-yield market continued at full speed in May, in line with April but lower than the record-high activity seen in March. Four new issuers came to the market in May, out of the 20 issues priced last month.

Pareto Nordic Corporate Bond participated in one new issue this month, DNO (Energy). Out of an issue volume of NOK 20 billion last month the two largest issues accounted for 50%.

Portfolio management team: Øyvind Hamre, Thomas Larsen and John Østreim

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