



## Fund facts

**ISIN:** NO0010140502  
**Launch date, share class:** 05.04.2002  
**Launch date, fund:** 05.04.2002  
**Domicile:** NO  
**NAV:** 96.42 EUR  
**AUM:** 1,369 MEUR  
**Benchmark index:** MSCI Emerging Markets Index  
**Minimum purchase:** 50 EUR  
**Fixed management fee:** 2.00 %  
**Performance fee:** 10 % (see prospectus for details)  
**Ongoing charge:** 2.00 %  
**Number of holdings:** 51  
**SFDR:** Article 8



**Fredrik Bjelland**  
 Managed fund since  
 27 August 2017



**Cathrine Gether**  
 Managed fund since  
 30 September 2010



**Espen Klette**  
 Managed fund since  
 01 July 2022

## Investment strategy

SKAGEN Kon-Tiki is a value-based emerging markets equity fund. It seeks to generate long-term capital growth through an actively managed, high conviction portfolio of companies which are listed in, or have significant exposure to, developing markets. Subscriptions are made in fund units and not directly in stocks or other securities. The benchmark reflects the fund's investment mandate. Since the fund is actively managed, the portfolio will deviate from the composition of the benchmark.

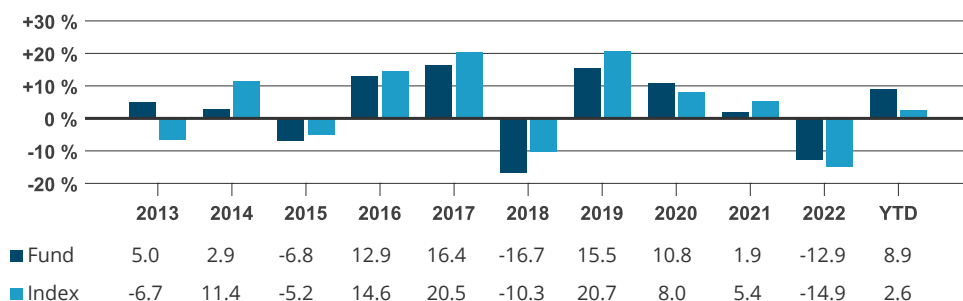
# SKAGEN Kon-Tiki A

RISK PROFILE	YTD RETURN	ANNUAL RETURN
4 of 7	8.91 % 29.09.2023	3.32 % Average last 5 years

Monthly report for September as of 30.09.2023. All data in EUR unless otherwise stated.

Historical returns are no guarantee for future returns. Future returns will depend, inter alia, on market developments, the fund manager's skills, the fund's risk profile and subscription and management fees. The return may become negative as a result of negative price developments. The fund's Key Investor Information Document and prospectus are available on [www.skagenfunds.com](http://www.skagenfunds.com)

## Historical return in EUR (net of fees)



The benchmark index is the MSCI EM Index (net total return), this index did not exist at the inception of the fund and consequently the benchmark index prior to 01.01.2004 was the MSCI World AC Index.

Period	Fund (%)	Index (%)	Key figures	1 year	2 years	3 years
Last month	0.77	-0.17	Standard deviation	-	-	16.33
Year to date	8.91	2.64	Standard deviation index	-	-	13.83
Last 12 months	16.26	3.33	Tracking error	-	-	7.38
Last 3 years	5.74	2.05	Information ratio	-	-	0.53
Last 5 years	3.32	2.41	Active share: 87 %			
Last 10 years	3.01	4.48				
Since inception	9.74	6.36				

Returns over 12 months are annualised.

## Quarterly commentary, Q3 2023

**Global equity markets fell during the quarter as investors remained focused on the Federal Reserve's commentary on the outlook for future funds rates. The Federal Open Market Committee press release on 20 September and subsequent press conference were interpreted by markets as a signal of "higher-for-longer" rates. The Fed Chair appeared more hawkish than many expected on the back of still strong US economic activity and job gains. As a result, the US 10-year government yield increased materially, and the USD strengthened versus major world currencies.**

Emerging Markets equities performed broadly in line with Developed Markets. Taiwan, South Korea and China were the key negative contributors during the quarter. In EM, markets remain concerned about the Chinese property sector, the health of the country's banking sector as well as a slower-than-expected recovery from the pandemic lockdown measures. SKAGEN Kon-Tiki continues its selective and successful approach to stock picking in China and currently has no direct exposure to real estate or banks. SKAGEN Kon-Tiki has now outperformed six quarters in a row. During the third quarter, CNOOC, Magnit and TotalEnergies were the key relative contributors on the back of higher energy prices and a re-valuation of our Russian holdings. LG Electronics, Raizen and Atlantic Sapphire were the key relative detractors. Raizen fell on weak quarterly results and Atlantic Sapphire fell after raising new equity.



During the month of September, SKAGEN Kon-Tiki again outperformed its benchmark. The fund benefitted from higher oil prices which lifted our energy holdings CNOOC, TotalEnergies and Shell. In addition, the Brazilian pulp and paper producer Suzano benefitted from a pulp price recovery. The main negative contributors during the month were LG Electronics, Alibaba and Cosmax. LG Electronics was likely negatively impacted by concerns about a potential weakening in consumer spending. Alibaba

declined on the back of general China weakness. Cosmax gave back some of the strong gains made on China's easing of outbound travel restrictions.

We made limited changes to the portfolio during September. We initiated a position in Phinia, a leading fuel injection system provider for commercial vehicles and industrial applications. Phinia was spun off from BorgWarner in July 2023 and in our view, the investment opportunity is a classic ignored, below-the-radar and significantly undervalued spin-off. The current valuation is substantially below that of its former parent company and relevant peers, and we see several catalysts to drive a re-rating of the share price. We did not exit any portfolio companies during the month.

As a result, the SKAGEN Kon-Tiki portfolio now consists of 51 companies, with good diversification across geographies and sectors. Overall, the portfolio is trading on just 7x 2023 earnings and 0.8x price to book, a 44% discount to the broader Emerging Markets index. As a result, we continue to believe that the portfolio offers an attractive risk/reward proposition across a wide range of macro scenarios.

## Contribution last month

 Largest contributors	Weight (%)	Contribution (%)	 Largest detractors	Weight (%)	Contribution (%)
Cnooc Ltd	7.07	0.51	LG Electronics Inc	4.50	-0.25
Suzano SA	3.58	0.23	Alibaba Group Holding Ltd	4.90	-0.25
TotalEnergies SE	3.77	0.20	Cosmax Inc	1.23	-0.24
Shell PLC	3.69	0.15	Prosus NV	3.14	-0.22
UPL Ltd	3.42	0.11	LG Chem Ltd	1.88	-0.21

Absolute contribution based on NOK returns at fund level.

## Portfolio information

Top 10 investments	Share (%)	Country exposure	Share (%)	Sector exposure	Share (%)
Cnooc Ltd	7.3	China	25.9	Consumer discretionary	20.7
Ping An Insurance Group Co of China Ltd	6.3	South Korea	22.9	Energy	20.2
Alibaba Group Holding Ltd	4.9	Brazil	15.8	Financials	16.1
LG Electronics Inc	4.4	Taiwan	4.7	Materials	14.4
Samsung Electronics Co Ltd	4.2	South Africa	4.5	Information technology	8.9
TotalEnergies SE	3.9	France	3.9	Consumer Staples	7.9
UPL Ltd	3.8	India	3.8	Fund	3.4
Shell PLC	3.8	Netherlands	3.8	Industrials	3.0
Suzano SA	3.7	Cayman Islands	2.1	Communication Services	2.3
Prosus NV	3.1	Hong Kong SAR China	1.9	Cash, not invested	1.6
<b>Total share</b>	<b>45.4 %</b>	<b>Total share</b>	<b>89.3 %</b>	<b>Total share</b>	<b>98.5 %</b>

## Sustainability

### SKAGEN's approach to sustainability

Our ESG approach is built on four pillars. In keeping with SKAGEN's active investment philosophy, our sustainability activities centre on active engagement with our holding companies, which is where we believe we can have the greatest impact. We recognise, however, that the full potential of a sustainable investment strategy is best realised when combining the following four pillars.

- ✓ Exclusion
- ✓ Enhanced due diligence
- ✓ ESG factsheet
- ✓ Active ownership

## IMPORTANT INFORMATION

This is a marketing communication. Except otherwise stated, the source of all information is SKAGEN AS. Statements reflect the portfolio managers viewpoint at a given time, and this viewpoint may be changed without notice.

Future fund performance is subject to taxation which depends on the personal situation of each investor, and which may change in the future. The tax treatment of the gains and losses made by the investor and distributions received by the investor depend on the individual circumstances of each investor and may imply the payment of additional taxes. Before any investment is made in the Fund, investors are urged to consult with their tax advisor for a complete understanding of the tax regime, which is applicable to their individual case.

SKAGEN AS is a management company authorised by the Norwegian supervisory authority, Finanstilsynet, for the management of UCITS under the Norwegian Act on Securities Funds. SKAGEN AS has its registered office at Skagen 3, Torgterrassen, 4006 Stavanger, Norway. SKAGEN AS is part of the Storebrand Group and owned 100% by Storebrand Asset Management AS. Storebrand Group consists of all companies owned directly or indirectly by Storebrand ASA.

No offer to purchase units can be made or accepted prior to receipt by the offeree of the Fund's prospectus and PRIIPS KID (for UK: KIID) and the completion of all appropriate documentation. You can download more information including subscription/redemption forms, full prospectus, PRIIPs KID (for UK: KIID), General Commercial Terms, Annual Reports and Monthly Reports in English language from SKAGEN's webpages <https://www.skagenfunds.com/funds>

Investors rights to complain and certain information on redress mechanisms are made available to investors pursuant to our complaints handling policy and procedure. The summary of investor rights in English is available here:

<https://www.skagenfunds.com/contact/investor-rights/> The investor rights summary is available in all languages of the countries where the fund is registered with the national Financial Services Authority. Please refer to SKAGEN's webpages and choose your respective country for this information.

SKAGEN AS may terminate arrangements for marketing under the Cross-border Distribution Directive denotification process.

For further information about sustainability-related aspects of the Fund, including the sustainability disclosure summary in English, please refer to: <https://www.skagenfunds.com/sustainability/sustainable-investing/> The sustainability disclosure summary is available in all languages of the countries where the fund is registered with the national Financial Services Authority. Please refer to SKAGEN's webpages and choose your respective country for this information.

The decision to invest in the Fund should take into account all the characteristics or objectives of the Fund as described in its prospectus <https://www.skagenfunds.com/funds>

#### **Important information for UK Investors**

SKAGEN AS UK Branch is located at 15 Stratton Street, London, W1J 8LQ. The SKAGEN AS UK Branch is authorised by Finanstilsynet and subject to the Financial Conduct Authority's Temporary Permission regulation. Details about the extent of the authorisation and regulation by the Financial Conduct Authority are available on request. The SKAGEN AS UK Branch has temporary permission from the UK FCA to carry out its authorised activities under the UCITS Directive. For more information, please contact SKAGEN's team based in the UK office:

<https://www.skagenfunds.co.uk/contact-us-uk/>

#### **Important Information for Luxembourg Investors**

SKAGEN AS has appointed Svenska Handelsbanken as Paying Agent.

Svenska Handelsbanken AB (publ), Luxembourg Branch, 15, Rue Bender, L-1229 Luxembourg. For more information, please contact SKAGEN's Stavanger based International team: [international@skagenfunds.com](mailto:international@skagenfunds.com)

#### **Important Information for Irish Investors**

In Ireland, SKAGEN AS has appointed Caceis Ireland Limited, One Custom House Plaza, International Financial Services Centre, Dublin, to act as Paying Agent for Ireland. For more information, please contact SKAGEN's Stavanger based International team: [international@skagenfunds.com](mailto:international@skagenfunds.com)

#### **Important Information for Dutch Investors**

For more information, please contact SKAGEN's Stavanger based international team: [international@skagenfunds.com](mailto:international@skagenfunds.com)

#### **Important Information for Icelandic Investors**

For more information, please contact SKAGEN's Stavanger based international team: [international@skagenfunds.com](mailto:international@skagenfunds.com)