

FIRST Høyrente (FIRST Nordic High Yield)

Facts about the fund	FIRST Høyrente
AuM (NOK mill)	NOK 1505 mill
Management company	FIRST Fondene
Portfolio manager	Henry Grepstad
Launch date	17th of March 2011
NAV	845,03
Fund type	NOK Bonds
Liquidity	Daily
Dividend	Accumulated
Currency	NOK
ISIN	NO0010602188
Bloomberg code	FAHOYRE NO Equity

Terms	
Management fee*	0,85 % annually
Performance fee	No
Min. investment	NOK 1000
Cut-off time	kl 12.00
High water mark	No
Swing pricing	Yes

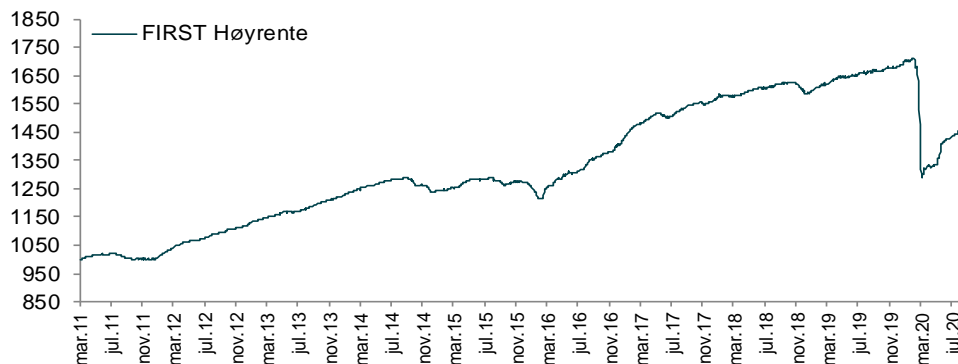
Return and risk statistics

Previous month	1,89 %
YTD	-12,97 %
1 year	-11,79 %
3 years	-4,17 %
Since inception	46,85 %
SRRI	3

Investment philosophy

FIRST Høyrente is an actively managed Nordic high yield bond fund where the fund manager takes active credit exposure. Through close monitoring of the portfolio, we aim to generate a high risk-adjusted absolute return over time. This is achieved through investments in bonds with returns significantly higher than government bonds. Furthermore, through deliberate positioning for changes in credit premiums, all in a well-diversified portfolio. The Interest rate duration in the fund will normally be around 1 year.

Investment decisions are based on fundamental analysis of individual companies and assessments of the interest and credit markets in general. Central to these assessments is where the portfolio manager believes you get the best reward for the risk you take.



Total return (net of fees)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2016	-2,4 %	-2,1 %	3,9 %	1,8 %	1,1 %	0,7 %	0,7 %	2,5 %	0,9 %	1,1 %	0,8 %	1,5 %	10,83 %
2017	2,8 %	1,7 %	0,8 %	1,2 %	0,8 %	-0,9 %	0,9 %	1,1 %	0,9 %	0,5 %	-0,3 %	0,8 %	10,88 %
2018	1,1 %	0,0 %	0,1 %	0,4 %	1,0 %	0,6 %	0,1 %	0,5 %	0,4 %	0,2 %	-1,2 %	-1,3 %	1,67 %
2019	1,0 %	0,7 %	0,5 %	1,1 %	0,1 %	0,3 %	0,6 %	0,3 %	0,1 %	0,4 %	0,4 %	0,5 %	6,23 %
2020	0,8 %	-1,2 %	-22,2 %	1,5 %	3,3 %	4,1 %	1,1 %	1,9 %					-12,97 %

Key statistics	August	Previous month	Rating	Weight
Yield to maturity	9,6%	10,4%	Investment grade	10 %
Interest rate duration	0,6	0,6	BB+/BB/BB-	40 %
Credit duration	2,4	2,3	B+/B/B-	45 %
			Lower	6 %
			Average rating	B+

Largest holdings	Weight	Sector	Weight
Teekay Shuttle Tankers	4.27%	Shipping	21 %
Golar LNG Partners LP	3.55%	Consumer Cyclical	14 %
Kistefos AS	3.69%	Holding Cos	10 %
Bulk Industrier AS	3.43%	Consumer Staples	9 %
Wallenius Wilhelmsen ASA	3.23%	Financials	9 %
Aker ASA	2.89%	Real Estate	9 %
Havila Holding AS	2.58%	Cash	6 %
Heimstaden AB	2.50%	Technology	6 %
AINMTS	2.04%	Oil E&P	5 %
Ekornes AS	2.04%	Oil Service	5 %

Contact information

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*As a result of a change in the articles of association, the performance fee, and the benchmark of the fund was removed on the 1st of January, 2020.

**This fact sheet must not be used as the basis for investment decisions. Historical returns are no guarantee of future performance. Future returns will depend on the market development, managers skills, the funds risk, as well as costs of subscription, administration and redemption. The return may be negative due to currency movements. The yield to maturity may change from day to day and is therefore no guarantee for the return for the period for which it is calculated for. The investor is encouraged to read the fund's simplified prospect.

Portfolio comment

The return on the fund was 1.9 % in August. The credit duration in the portfolio is now around 2.4 years (2.3 years last month). Gross effective yield in the portfolio (yield) is now estimated to be 9.6 %.

After a quiet month in July in the Norwegian and Nordic credit markets, activity has increased sharply in August, and this will continue into September. In the US, credit premiums are just below the historical average now, while levels here at home are still well above the historical average.

In the fund, Aker Solutions (oil service) was sold in August. New investments are Teekay LNG (shipping), Wallenius Wilhelmsen (shipping) in addition to an increase in Bulk Industries (real estate and data centers), and some other minor adjustments.

The largest sector exposures in the fund are now shipping (21 %) and cyclical consumer goods (14 %) and holding companies (10 %) where Kistefos and Aker ASA are the two largest holdings.

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