

Performance Commentary

Coronavirus continued to be the main focus for society, the media and financial markets in April. After the severe correction in March, market movements were more contained in April. The huge monetary policy packages from central banks helped calm the markets. Moreover, it appears that the equity markets are pricing in a quick recovery, a so-called V-shaped recovery, while the fixed income markets are taking a more cautious view. The long-term yields in the large economies were relatively stable in April. The US 10-year yield remained unchanged and the German 10-year yield fell by 10 basis points. The same goes for the major currencies. On the other hand, long-term interest rates fell, and currencies appreciated in many emerging market countries and smaller economies, which explains why SKAGEN Tellus outperformed its benchmark index in the month.

The fund's best performer was our Indonesian holding (EBRD), which benefitted from an appreciation of the INR of 9.5 percent versus the EUR. Our investments in Uruguay, Norway and Peru also performed well, due to both falling interest rates and appreciating currencies.

The only investment that contributed negatively to fund performance was our investment in Serbia, where long-term interest rates continued to rise.

Historical performance (net of fees)

Period	SKAGEN Tellus A	Benchmark index
Last month	2.7%	1.2%
Year to date	-4.7%	6.2%
Last year	-1.7%	11.0%
Last 3 years	0.2%	4.2%
Last 5 years	-0.4%	3.6%
Last 10 years	3.1%	4.3%
Since start	4.0%	4.7%

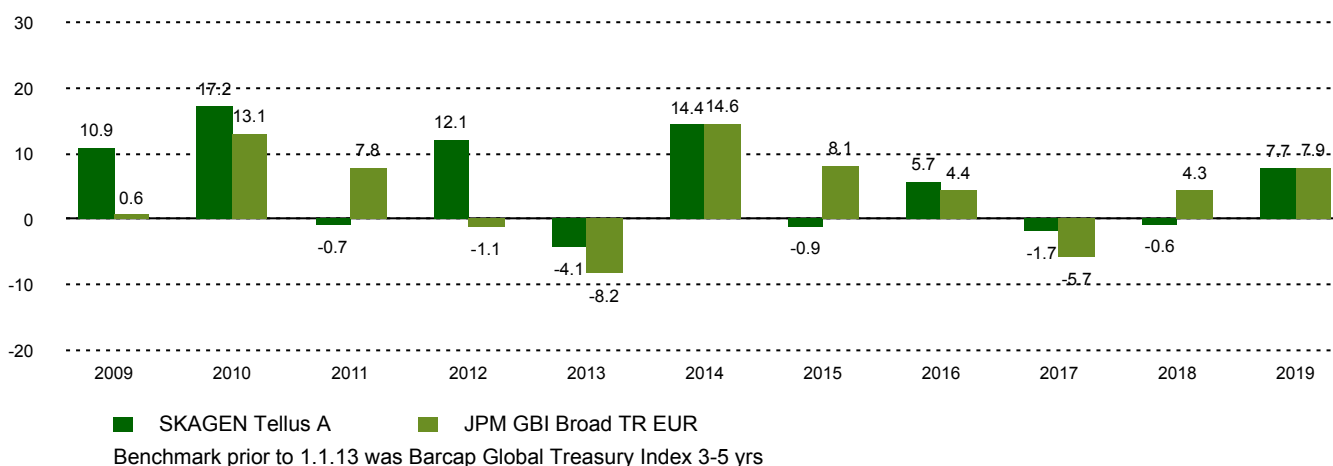
SKAGEN Tellus invests primarily in bonds and certificates issued or guaranteed by governments from around the world.

The fund is suitable for those with at least a three year investment horizon. Investors must be able to tolerate currency fluctuations.

Fund Facts

Type	Fixed income
Domicile	Norway
Launch date	29.09.2006
Morningstar category	Global Bond - EUR Biased
ISIN	NO0010327786
NAV	11.06 EUR
Fixed management fee	0.80%
Benchmark index	JPM GBI Broad TR EUR
AUM (mill.)	41.60 EUR
Duration	4.94
WAL	n/a
Yield	2.82%
Number of holdings	12
Portfolio manager	Jane Tvedt

Performance last ten years



Contributors in the month



Largest contributors

Holding	Weight (%)	Contribution (%)
Norway Government Bond	8.98	0.48
European Bank for Recon & Dev	4.60	0.42
United Kingdom Gilt	10.10	0.31
Uruguay Government	5.51	0.28
Peruvian Government	7.45	0.26



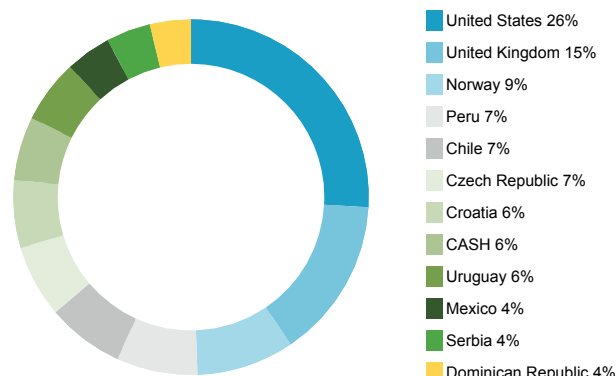
Largest detractors

Holding	Weight (%)	Contribution (%)
Serbia International	4.32	-0.24
Dominican Republic	3.89	-0.02
Croatia Government	6.37	0.07
United States	22.77	0.08
Czech Republic	6.81	0.10

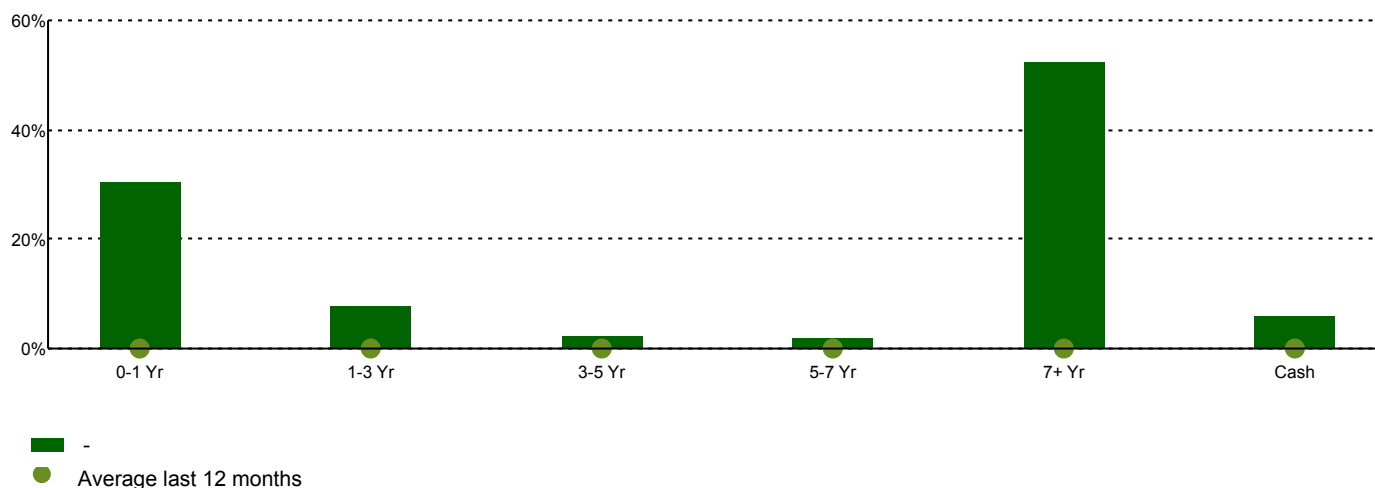
Top 10 investments

Holding	Percentage of Fund
US Government	25.9
UK Government	9.9
Kongeriket Norge	8.9
Republic of Peru	7.4
Republic of Chile	7.0
Czech Republic Government	6.6
Republic of Croatia	6.2
Oriental Republic of Uruguay	5.8
European Bank for Reconstruction & Development	4.7
Mexico	4.1
Total	86.4

Country exposure



Maturity structure



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Important information

This report is intended for investment professionals only. The content is not to be viewed by or used with retail investors. Unless otherwise stated, performance data relates to class A units and is net of fees. AUM data as of the end of the previous month. Except otherwise stated, the source of all information is SKAGEN AS. 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. You can download more information including subscription/redemption forms, full prospectus, Key Investor Information Documents (KIID), General Commercial Terms, Annual Reports and Monthly Reports from our local websites or our local representatives. Statements reflect the portfolio managers' viewpoint at a given time, and this viewpoint may be changed without notice. This report should not be perceived as an offer or recommendation to buy or sell financial instruments. SKAGEN AS does not assume responsibility for direct or indirect loss or expenses incurred through use or understanding of this report. Employees of SKAGEN AS may be owners of securities issued by companies that are either referred to in this report or are part of a fund's portfolio.