

Performance Commentary

Long-term interest rates generally fell in large parts of the world in November, but experienced large intra-month fluctuations. The implied volatility in the US treasury market is now back at levels last seen in March 2020 indicating significant uncertainty around the near-term outlook. The outbreak of the latest Covid virus variant, Omicron, is the main culprit for the recent uncertainty, while comments by Fed chair Jerome Powell that inflation is less transitory than previously thought added fuel to the fire. Credit spreads widened significantly at the end of November and for some sovereigns they are now back at levels last seen in late spring 2020. We took advantage of this widening to add to some of our euro positions as the levels look attractive. The uncertainty around the virus development will probably linger in the coming months, but we doubt it will derail the economic recovery completely. SKAGEN Tellus lagged its benchmark index in November. The fund's largest positive contributors were our US and Japanese holdings, driven mainly by appreciating currencies. The main laggards were Norway and Romania, driven by a depreciating currency and higher credit spreads respectively.

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.

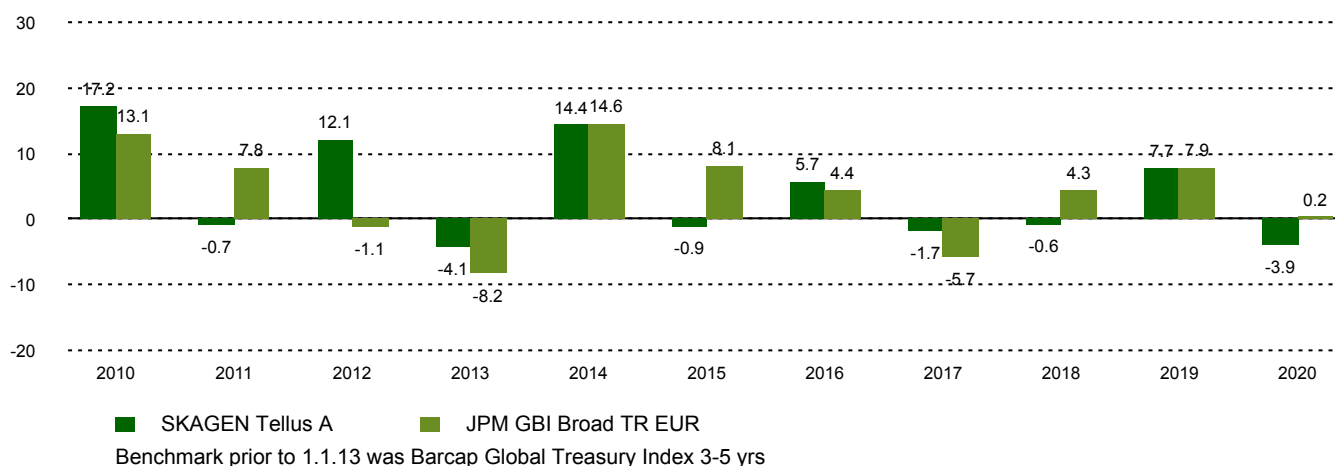
Historical performance (net of fees)

Period	SKAGEN Tellus A	Benchmark index
Last month	0.7%	2.9%
Year to date	0.9%	2.8%
Last year	0.8%	1.3%
Last 3 years	1.3%	4.1%
Last 5 years	0.4%	1.8%
Last 10 years	3.1%	2.9%
Since start	3.7%	4.0%

Fund Facts

Type	Fixed income
Domicile	Norway
Launch date	29.09.2006
Morningstar category	Global Bond - EUR Biased
ISIN	NO0010327786
NAV	10.37 EUR
Fixed management fee	0.80%
Benchmark index	JPM GBI Broad TR EUR
AUM (mill.)	45.75 EUR
Duration	3.32
WAL	4.45
Yield	3.31%
Number of holdings	16
Portfolio manager	Sondre Solvoll Bakketun

Performance last ten years



Contributors in the month



Largest contributors

Holding	Weight (%)	Contribution (%)
United States Treasury	31.75	2.45
United Kingdom Gilt	8.30	0.36
Chile Government	6.16	0.34
European Bank for Recon & Dev	3.85	0.25
Uruguay Government	3.81	0.25



Largest detractors

Holding	Weight (%)	Contribution (%)
Mexico Government	0.02	0.01
Norway Government	1.87	0.02
Italian Government	0.21	0.04
Serbia Government	3.91	0.06
Colombia Government	3.25	0.06

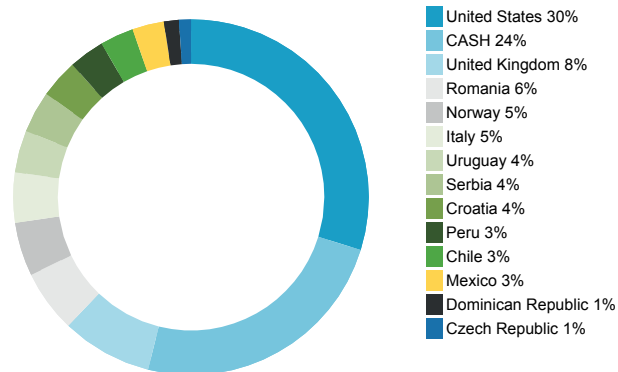
Absolute contribution based on NOK returns at fund level

The art of common sense

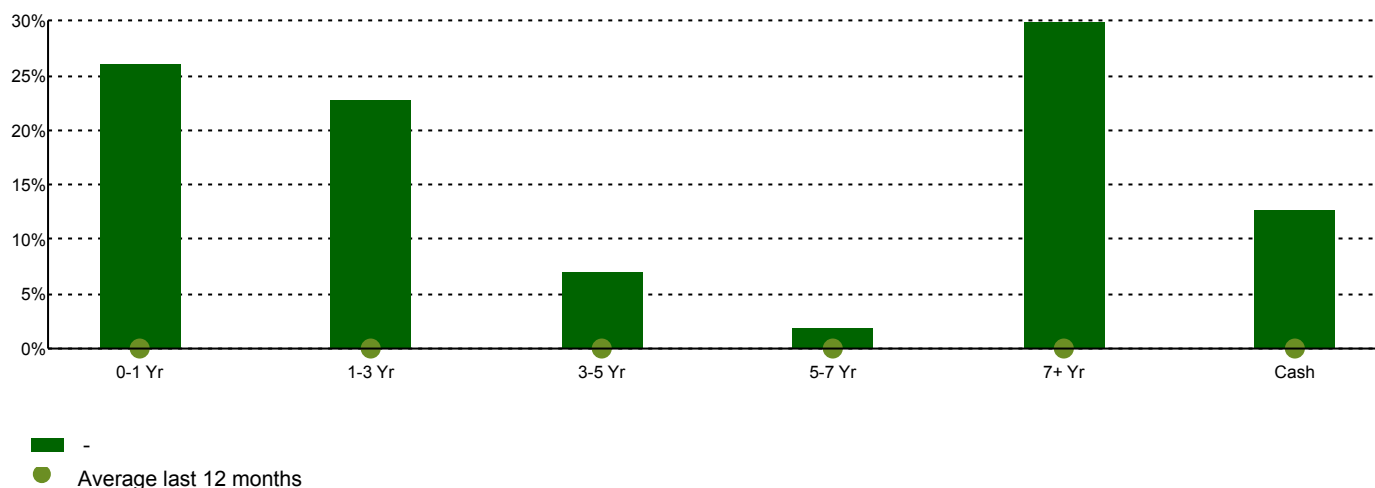
Top 10 investments

Holding	Percentage of Fund
US Government	29.8
UK Government	8.3
International Finance Corp	6.6
Romanian Government	5.7
Kongeriket Norge	4.9
Italian Government	4.6
European Bank for Reconstruction & Development	3.9
Oriental Republic of Uruguay	3.8
Republic of Serbia	3.8
Republic of Croatia	3.5
Total	74.8

Country exposure



Maturity structure



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Important information

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