# ANNUAL REPORT 2017 SKAGEN



### ABSOLUTELY A GOOD YEAR

ANNUAL REPORT | www.skagenfunds.com

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SKAGEN seeks to the best of its ability to ensure that all information given in this report is correct, however, makes reservations regarding possible errors and omissions.

The report should not be perceived as an offer or recommendation to buy or sell financial instruments. SKAGEN does not assume responsibility for direct or indirect loss or expenses incurred through use or understanding of the report. SKAGEN recommends that anyone wishing to invest in our funds contacts a qualified customer adviser by telephone on +47 51 80 39 00 or by email at contact@skagenfunds.com.

SKAGEN Funds only has authorisation to market its money market fund SKAGEN Høyrente and fund-of-funds SKAGEN Select in Norway and SKAGEN Krona in Sweden. Information regarding these funds is included in the official accounts and audited information hereto. The Annual Report 2017 was originally prepared in Norwegian and in accordance with Norwegian requirements for mutual funds (§ 8 Securities Funds Act). This is a translated version that is published with reservations regarding possible errors and omissions as well as erroneous translation. In case of conflict between the Norwegian and the English versions, the Norwegian version shall prevail. The Norwegian version of the Annual Report 2017 is available at www.skagenfondene.no.

# Notice of electoral meeting in SKAGEN

### **ELECTORAL MEETING**

# MARCH RADISSON BLU ATLANTIC HOTEL STAVANGER

We would like to invite unit holders in SKAGEN Funds to our electoral meeting which will be held at the Radisson BLU Atlantic Hotel in Stavanger on Thursday 8 March 2018 at 6pm.

#### Agenda for the electoral meeting:

- 1. Election of chairperson and two unit holders to sign the minutes
- 2. Board of directors' annual report
- 3. Auditor's report
- 4. Election of one board member and one deputy board member to the board of directors of SKAGEN AS
  - The election committee proposes that the current board member Per Gustav Blom be re-elected as unit holder elected board member for a term up to 2020
  - The election committee proposes that the current deputy board member Aina Haug be re-elected as unit holder elected deputy board member for a term up to 2020
- 5. Election to the nomination committee
  - The board proposes that the current member of the nomination committee Terje Vareberg be re-elected for a term up to 2021

#### Voting

Unit holders in SKAGEN Funds may cast advance votes during the period from 21 February until 2 March 2018. You can obtain a voting slip by contacting Customer Services on +47 51 80 39 00. Advance votes may be sent by email to legal@skagenfunds.com, or by post to SKAGEN AS, P.O. Box 160, 4001 Stavanger Norway. Your units as of 2 March 2018 will constitute the basis for the calculation of the number of votes.

It will also be possible to vote at the meeting itself. In this case, you must register upon arrival, and at the latest by the time the meeting begins.

In the election, voting rights are adjusted so that unit holders with the same values are entitled to the same number of votes. Unit holders may vote by proxy. You may obtain an approved proxy form by contacting Customer Services on +47 51 80 39 00. Please remember to bring a proof of identity and, where relevant, a certificate of incorporation.

After the formal part of the electoral meeting is over, there will be an information meeting and a status update from the funds. Light refreshments will be served after the meeting.

You can find further information on our website www.skagenfunds. com or by contacting Customer Services on +47 51 80 39 00. The meeting is open to everyone.

Best regards The Board of Directors of SKAGEN AS

Odd Arild Grefstad Chairman of the Board of Directors

# Tradition and change

As the New Year dawns, it is a good time to reflect on my decision to join SKAGEN around one year ago. I am extremely proud to be leading this client-centric organisation with strong values and a strong heritage of entrepreneurship. I feel fortunate going to work every day – even taking the Stavanger weather into account.

#### A year of milestones

It has been a fast-paced year for us in SKAGEN as well as for our clients. The equity fund SKAGEN Global celebrated 20 years and a total of NOK 46 billion in returns to its clients. The global property fund SKAGEN m2 turned five, and has already enjoyed several years of top rankings and strong performance. In December we launched a new "shadow activist" fund, SKAGEN Insight, which is based on a new concept that contributes to the improvement of companies. This fund makes activist investing accessible to a wider audience for the first time ever.

During the year we welcomed two new portfolio managers: emerging markets specialist Fredrik Bjelland who joined SKAGEN Kon-Tiki from Norges Bank Investment Management, and top ranked Nordic equities manager Øyvind Fiell who took over the reins of SKAGEN Vekst. Performance in our funds is stable and all of the funds have generated excellent absolute returns for the year. All of the fixed income funds have beaten their benchmark indices and among our equity funds, our global property fund SKAGEN m2 continues to outshine the market. Read more in the Investment Director's report on page 5.

#### **Generational change**

Not least, a major event for us in 2017 was the acquisition of SKAGEN by Storebrand, a leading player in the Nordic market for long-term savings and pensions. This was the final phase in a series of steps to effect generational change in SKAGEN. Under Storebrand, SKAGEN will continue as a separate company and independent fund manager while clients will have access to complementary, market-leading investment and savings solutions. I would also like to extend my warmest welcome to our new Board, under the chairmanship of Odd Arild Grefstad, CEO of Storebrand. We look forward to their contribution in laying the groundwork for the best possible long-term development of the company in the best interests of our clients in all markets.

#### Game changers in 2018

Looking ahead to 2018, our industry will certainly continue to be influenced by geopolitical unrest, the evolving demographics of ageing populations and the coming of age of the millennial generation – to mention just a few drivers.

One game changer is digital transformation, which has already had an effect on customer behaviour and expectations. There is much talk of robo-advice, machine learning and artificial intelligence. SKAGEN already dipped a toe into robo-advice last year with the introduction of the fund savings solution, SKA-GEN Compass in Norway, but like other players we have barely released 10 percent of the potential. We will continue this journey in the years to come. These are the next big trends that will hugely benefit clients, for example by reducing hurdles and making decision-making easier.

Demands are increasingly being placed on the financial sector to take responsibility for making ours a more sustainable world. We are pleased to be able to share our work within responsible investing with our clients and stakeholders and explain how we integrate environmental, social and governance (ESG) into the investment decision-making. These factors are not only an integral part of our investment process, but we engage regularly with our portfolio companies on sustainability matters and make use of our voting rights. We must continue to both have a positive impact and deliver the clear message that we are a force for good. Read more in our ESG update on page 7.

On the regulations side, the revised Markets in Financial Instruments Directive (MiFID II) came into effect on 3 January 2018 and among other things increases transparency related to costs for investment research. SKAGEN already has high standards when it comes to open communication, and in conjunction with MiFID II we have chosen to cover the costs for investment research ourselves. This was previously included in transaction fees.

#### In it for the long run

Lastly, in these times of rapid change and an increasingly complex business environment, I am convinced that maintaining one's independent thinking and long-term perspective is more important than ever. Just as important as adapting to the future is continuing to be true to the soul and character of SKAGEN. We are in it for the long run.



– Øyvind G. Schanke CEO



Children painting spring flowers, 1894. By Viggo Johansen, one of the Skagen painters. The picture belongs to the Art Museums of Skagen (manipulated).

# 2017 – absolutely a good year

## Alexandra Morris Investment director

2017 gave us a lot to be pleased about. Together with our clients, we celebrated funds that have been with us for many years; SKAGEN Global reached its 20 year milestone, SKAGEN Kon-Tiki turned 15 and SKAGEN m2 celebrated its 5-year anniversary. On the whole, it was also a very good year when it came to the absolute returns in our equity funds.

All of our equity funds delivered an absolute return exceeding 7 percent, in euro terms, and two funds generated returns of more than 13 percent, namely SKAGEN m2 and SKAGEN Kon-Tiki. The latter fund benefited greatly from the strong performance of emerging markets.

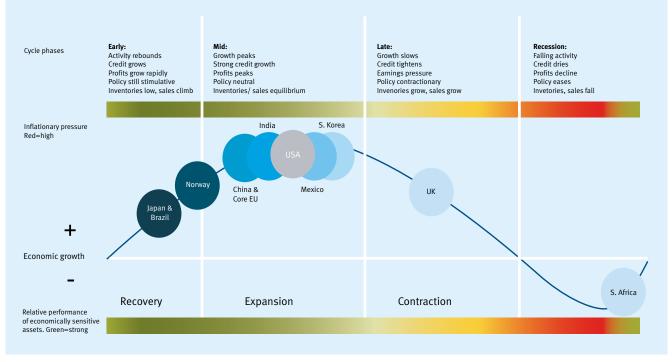
During the year, emerging markets benefited from a combination of positive factors which, together, provided a tailwind that we have not seen for many years. These factors include everything from the improvement of earnings, stable currency prices, and strengthened economic growth to increased trade. In addition, commodities performed well, something that is particularly favourable for emerging markets.

The collective optimism was so great in

fact that it overshadowed the fact that the US Federal Reserve cautiously started to hike interest rates. This is something that tends to create some turmoil in emerging markets, but this was not the case in 2017. Not even the geopolitical turmoil and new round of corruption scandals could temper the upturn.

There was a fairly broad upturn in developed markets too. The US in particular stood out as the market has been on the ascent ever since Donald Trump took over the presidency. What started out as a crawl turned into a sprint after the new tax legis-

#### MOST SYNCHRONIZED GLOBAL EXPANSION IN YEARS



Source: Fidelity/SKAGEN, Diagram is for illustrative purposes only. Real world may not follow linear progression and changes could come less sequential.

lation was introduced.

There are a few other points that should also be highlighted. There were surprisingly few fluctuations last year, and we have to go as far back as January 2016 to find a month with a more than five percent drop in the MSCI All Country World Index.

It has generally been a long upwards march. If you divide the performance up into sectors, the MSCI US Index shows that the information technology sector was the big winner in the year, by a large margin.

Companies in this sector include the likes of Facebook, Apple, Amazon, Netflix and Google (the FAANGS), all of which performed extremely strongly last year. The situation was similar in emerging markets where Tencent, Alibaba, TSMC and Samsung Electronics (TATS) were the large leading companies for the year. It is interesting to note that the technology sector is now the largest sector in emerging markets.

To underline just how strong the performance of the technology sector was – and in particular that of a few individual companies – it is worth noting that the FAANGs now make up as much as 44 percent of the technology index NASDAQ 100 and accounted for 54 percent of the return during 2017. The Asian tigers accounted for 46 percent of the weight and 59 percent of the return in the MSCI Asia APEX 50 Index.

With such a formidable return from just a few typically growth stocks, it was not easy for value stocks to keep up with the developments in the year. Several of our funds ended up lagging slightly behind their respective benchmark indices for the year. We continue to see a preference for growth stocks over value stocks. In addition, our underweight in the IT sector is a contributing factor to the funds ending the year slightly behind their benchmark indices. As value managers, we believe that the price of most of these stocks is far too and not proportionate to the value creation potential going forward.

Time will tell if we are correct, but we see a significant risk of a correction for these stocks.

Although the above-mentioned economic developments may appear narrow, there are a number of indications that the future of the global economy looks brighter than it has done for many years. This will also benefit value stocks in the time to come.

For the first time in many years, we are entering a new year with synchronised and accelerating growth in most countries and markets, and this gives us cause for optimism.

The economic outlook is better than it has been since the financial crisis, and there has been a real improvement in most places. The low volatility that can be observed in the market leads us to believe that very little negative news has been priced in.

While the sharp expansion in the markets last year along with the synchronised economic developments may appear frightening to some, there is no need to sound the alarm for the time being. Markets do not fall just because the upturn has lasted a long time. Nonetheless, one should continue to keep an eye on known geopolitical risk areas, such as the Korean peninsula and the Persian Gulf. In addition, negotiations around Brexit and the as yet unpredictable political developments in Europe and the US are also worth monitoring.

# Extending our ESG influence

Governance Value creation

In 2017, SKAGEN continued to build on our focus on environmental, social and corporate governance factors (ESG) in our investment process. We also went a step further and used our ESG stance to positively influence others and drive change.

In 2017, SKAGEN continued to build on our focus on environmental, social and corporate governance factors (ESG) in our investment process. We also went a step further and used our ESG stance to positively influence others and drive change.

During the year, SKAGEN launched five new fund-in-fund solutions, called SKAGEN Select, in the Norwegian market. These funds contain both internal and external funds and are subject to the same ESG policy that we apply to all our investments.

In the case of some of the external funds, however, we noted a few areas of concern and therefore engaged with the fund providers about their existing policies and holdings. As a result, through 2017 we saw several external fund managers adjusting their policies following our engagement. One example is a fund manager that implemented a more stringent approach to investing in gambling-related companies due to the many negative external factors within this industry.

As stated in our policy, SKAGEN will not invest in companies that breach basic human rights, harm the local population or the elected form of government, produce or sell weapons of mass destruction, land mines and cluster bombs or have a material part of their business within tobacco, pornography and gambling.

We have also taken advantage of our engagement with external managers to

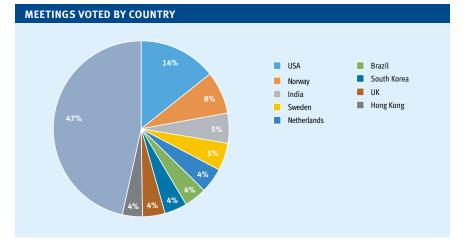
promote the UN supported Principles for Responsible Investing (PRI), where we have been a signatory since 2012. During the year, we also nominated Investment Director Alexandra Morris as a board member at the PRI. Although she did not win a seat on the board, we feel that these activities fulfil our pledge to the PRI that we will "be active owners, incorporate ESG issues into our ownership policies and practices", and "promote acceptance and implementation of the principles within the investment industry".

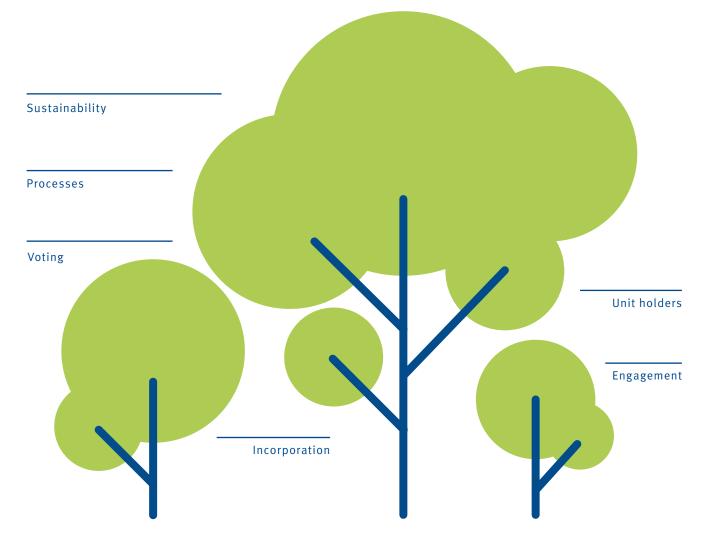
SKAGEN has incorporated ESG in the investment process for the past fifteen years. Amongst other things, this enables us to identify challenges before they escalate and consequently reduce the value of the funds' investments. In addition, sustainability and good governance can provide companies with competitive advantages and support value creation, which contributes to maximising returns over time to the benefit of our unit holders. We assess the sustainability of every holding in the same way that we assess other analysis material.

#### Voting

During the year, there were a total of 225 votable shareholder meetings in the companies in our portfolios, with a total of 2 663 votable items on the agenda.

SKAGEN voted at 217 of these meetings, and on 98% of the votable items. This is an increase from 93% in 2016. In the meetings where we voted, 9.1% of the votes were against the company's management on one or more items on the agenda. This is a slight increase from 6.1% at the end of 2016.





The votes were cast in many countries around the world. While the US and Norway were the two countries with the most meetings voted, India came in as number three and Brazil as number six. This reflects SKAGEN's global focus when picking stocks.

SKAGEN has, in line with our policy, typically voted against items related to:

- The issuance of equity without pre-emptive rights for existing shareholders
- Excessive management remuneration without links to results
- The election of board members who are not deemed sufficiently independent

All our voting records, including the reasons for voting against management, can be found on our website in the solution provided by Institutional Shareholder Services (ISS), which is one of the world's le-ading providers of corporate governance solutions. Our unit holders can drill down and find information on a company and ballot level.

#### Engagement

SKAGEN believes in the importance of being active and responsible owners. We may therefore engage with companies based on our assessment of the significance of particular matters, risks imposed on a fund, size of holding, scope to effect change and opportunities to collaborate. SKAGEN believes that continuous dialogue ensures the best possible development, and thereby the best risk-adjusted returns to unit holders.

The dialogue with companies can be exercised by expressing SKAGEN's view, written or orally, to the company's management, advisers, and Board of directors.

Although we prefer to engage with companies in private, in our annual report we report on the number of engagements and particular instances that we deem of interest to our unit holders.

In 2017, SKAGEN was in direct contact with 16 companies about specific issues.

It is worth mentioning that during the year SKAGEN sent a delegation to South Korea. Our funds have large holdings in the country and we strive to keep abreast of developments and express our views to relevant stakeholders, particularly when it comes to the developments in the family-run conglomerates, known as chaebols.

The chaebols seem to slowly be moving in the right direction, though not without temporary setbacks. Still we expect to see positive governance-related developments in our long-term SKAGEN holdings such as Samsung Electronics and Hyundai Motors. Our delegation met with both companies during their stay in the country. In addition, they met with external parties including Professor Youjae Yi, head of Hyundai's independent corporate governance committee. The dialogue was positive and we continue to speak to the companies about improvements in corporate governance.

During the year we also continued our dialogue with CMS Energy, a Michigan-based utility on the Norges Bank Investment Management watch list, about their transition to cleaner fuel. The company's overall coal exposure has fallen dramatically from approximately 40% in 2005 to 22% currently, after the recent retirement of 7 out of 12 coal plants. The coal exposure is set to decline to 15% in the next 5 years as CMS Energy retires more coal plants, switches to natural gas and adds a significant portion of wind assets to the portfolio. The concept is "Go green and go cheaper". The company has been in active dialogue with many shareholders to inform them of its plans.

At the end of 2017, we can therefore state that we are satisfied with the ESG developments in our portfolios. We are currently working on improving our policies and procedures further in order to meet the expectations of our unit holders going forward.

# Board of directors' report for SKAGEN's security funds 2017

At the end of 2017, SKAGEN AS (SKAGEN) managed combined assets of NOK 78.4 billion divided between six equity funds, five fixed income funds, five fund-of-funds in addition to mirror funds and feeder funds. All of the funds delivered positive returns in 2017.

#### **SKAGENs Equity fund**

At the end of 2017, SKAGEN managed the equity funds SKAGEN Vekst, SKAGEN Global, SKAGEN Kon-Tiki, SKAGEN m2, SKA-GEN Focus and SKAGEN Insight. SKAGEN m2 and SKAGEN Insight delivered excess return relative to their respective benchmark indices last year, while the other equity funds lagged their respective benchmark indices.

At the end of the year, SKAGEN managed total assets of NOK 71.4 billion in equity funds, down from NOK 76.4 billion at the end of 2016. This reflects NOK 14.1 billion in value developments and NOK 19.1 billion in net redemptions.

The market for index and quantitative funds has grown over recent years, to the detriment of active funds. This was one of the reasons why institutional clients made significant redemptions during the year. In the retail market, we have not seen redemptions of the same magnitude, despite some decline due to the launch of the equity savings account in Norway. Liquidity in the funds has not been challenged, however, and the redemptions have been handled in a routine manner.

#### SKAGEN's fixed income funds

At the end of the year, SKAGEN managed the bond funds SKAGEN Avkastning, SKAGEN Tellus and SKAGEN Credit and the money market funds SKAGEN Høyrente and SKA-GEN Krona. During the year, the two money market funds SKAGEN Høyrente and SKA-GEN Høyrente Institusjon were merged. All of the fixed income funds beat their benchmark indices in 2017.

At the end of 2017, SKAGEN managed total assets of NOK 6.3 billion in fixed income funds, down from NOK 6.6 billion at the end of 2016. The change comes from NOK 12 million in value development and NOK 261 million in net redemptions.

#### **SKAGEN's fund-of-funds**

SKAGEN manages five fund-of-funds through the savings profile SKAGEN Select (see further details below). At the end of the year, these funds managed combined assets of around NOK 669 million kroner. Four of the five Select funds outperformed their respective comparison indices.

#### New funds and products in 2017

In May, the concept Compass by SKAGEN was launched, whereby clients get help from an interactive guide to select their optimal savings profile. The Select funds were launched in connection with this initiative. There are five savings profiles which range from 15 to 100 percent equity fund exposure. SKAGEN's equity and fixed income funds make up the bulk of the Select funds. In addition, the funds consist of a few carefully selected external funds. In December, the combination fund SKAGEN Balanse 60/40 was merged with SKAGEN Select 60.

On 1 September, the equity savings account (ASK) was launched in Norway. SKAGEN offers an ASK solution for SKA-GEN's own equity funds. In 2018, SKAGEN will provide a solution whereby SKAGEN's ASK clients will be able to choose from a large selection of external funds in addition to SKAGEN's own funds.

Individual pension savings (IPS) is a new pension savings product which was launched on 1 November in Norway. SKA-GEN offers IPS to Norwegian retail clients. The scheme involves saving up to NOK 40 000 per year and realising tax advantages according to how much one saves.

On 4 December, the equity fund SKA-GEN Insight was launched. The fund follows activist campaigns globally and its strategy is to invest alongside the 30-40 most attractive campaigns in the world. The value creation in the fund occurs through the companies improving through active ownership. One month after launch, the fund had assets under management of NOK 155 million.

### Environmental, social and governance (ESG) factors

SKAGEN is an active manager and the companies' attitudes to and work with ESG are of central importance in the management

RETURNS 2017	
Fund	Return (NOK)
SKAGEN Avkastning	3,06
SKAGEN Credit	2,81
SKAGEN Credit NOK	2,36
SKAGEN Credit SEK *	1,02
SKAGEN Credit EUR A **	0,70
SKAGEN Credit EUR B **	1,06
SKAGEN Focus A	16,87
SKAGEN Focus B	17,20
SKAGEN Focus C	17,48
SKAGEN Global A	16,58
SKAGEN Global B	16,82
SKAGEN Global C	17,04
SKAGEN Global D	17,16
SKAGEN Global II	17,32
SKAGEN Global III	16,91
SKAGEN Høyrente	1,50
SKAGEN Insight A	
SKAGEN Kon-Tiki A	25,93
SKAGEN Kon-Tiki B	26,51
SKAGEN Kon-Tiki C	26,22
SKAGEN Kon-Tiki D	26,51
SKAGEN Kon-Tiki E	26,64
SKAGEN Krona	5,12
SKAGEN m2 A	22,33
SKAGEN m2 B	22,64
SKAGEN m2 C	22,88
SKAGEN Tellus A	6,35
SKAGEN Tellus B	6,71
SKAGEN Tellus C	6,76
SKAGEN Vekst A	18,03
SKAGEN Vekst B	18,20
SKAGEN Vekst C	19,89
	- , - 2

\* SEK

\*\* EUR

#### BOARD OF DIRECTORS' REPORT



Odd Arild Grefstad Chairman of the Board



Leiv Askvig Deputy member



Kristian Falnes Board member



Tove Selnes Deputy member



Jan Erik Saugestad Board member



Per Gustav Blom Board member, elected by unit holders



Viveka Ekberg Board member



Martin Petersson Board member, elected by unit holders



Aina Haug Deputy member, elected by unit holders

of our funds. We believe that companies with a healthy focus on ESG have a competitive advantage which in turn contributes to increased value creation. During the course of the year we have voted at 217 general meetings, on 96.4 percent of the votable items. Of the 257 items where we voted, we voted against the company's management (on one or more points) in 9.1 percent of the cases. SKAGEN typically votes against items related to the issuance of equity without pre-emptive rights for existing shareholders, excessive management remuneration without links to results and the election of board members who are not deemed sufficiently independent. Information about voting is published on our website. Throughout 2017 SKAGEN has been in active dialogue with 16 portfolio companies.

### Risk management in SKAGEN's securities funds

Investing in securities funds entails risk related to future value development. Investors may therefore receive higher or lower returns than expected, and may also make a loss on investments. Nevertheless, a general characteristic of securities funds is that risk is diversified across many different investments in different sectors and geographical regions. This diversification is expected to benefit clients over time and their returns should be higher relative to the risk of buying single stocks or bonds.

SKAGEN monitors and measures risk in the securities funds in accordance with Norwegian laws and regulations. Each of the securities funds has a risk profile that is approved by the Board. The Board and the managing director regularly receive risk reports drawn up by the company's independent risk management function.

Throughout 2017, the market has reacted positively to the expected political developments, which has in turn contributed to the market upturn. The election results in the Netherlands and France did not give rise to the negative market fluctuations anticipated beforehand. Towards the end of the year, the market was characterised by the Brexit negotiations and these are expected to increase further in 2018. The tax reform in the US provided US stocks with a further lift. Another important development has been that emerging markets continued the trend from 2016 by once again performing significantly better than developed markets.

Unusually, there was very little fluctuation in the value development of all of SKAGEN's securities funds throughout the year. This resulted in unusually good risk-adjusted returns for almost all of our funds. In 2017, SKAGEN Tellus had a risk-adjusted return that was normal for this fund.

The unusually low level of fluctuation in the markets that characterised 2017, is expected to increase in 2018. This can provide good opportunities for an active manager like SKAGEN, who can take advantage of the fluctuations.

SKAGEN's securities funds are also exposed to liquidity risk, i.e. the risk that the funds' investments cannot be converted to cash within an expected timeframe or at an expected price. The risk is limited by monitoring the volumes sold, having an extensive counterparty network as well as the possibility to trade outside the market. In addition, certain cash reserves are maintained in the funds in addition to a loan facility in order to meet large client redemptions.

Fund management also entails operational risk, typically associated with inadequate or failing internal processes or systems, human error or external events. Operational risk is managed by, amongst other things, maintaining focus on good processes, routines and systems, continuous training of employees, communication measures as well as updating and drawing lessons from event registers. Incidents are evaluated twice a year in an internal control process involving the managers responsible for all areas of activity.

#### Administrative conditions

Øyvind G. Schanke was appointed Managing Director of SKAGEN on 1 February. Schanke was previously Chief Investment Officer for Asset Strategies for Norway's Government Pension Fund Global ("the oil fund"). During the year, two well-profiled portfolio managers also joined SKAGEN; Øyvind Fjell took over the management of SKAGEN Vekst while Fredrik Bjelland is a new member of the Kon-Tiki team. They both have long and broad portfolio management experience and have their roots in Rogaland.

The end of November also marked a milestone as SKAGEN's co-founder and portfolio manager, Kristoffer Stensrud, left the company. Stensrud played a key role in establishing SKAGEN's investment philosophy and position in the market, and in the general development of the fund management industry in Norway. In 2017, Stensrud had an advisory role and he has contributed to ensuring a good transition to the current investment team and their continued adherence to SKAGEN's investment philosophy.

In the autumn of 2016, SKAGEN started a reorganisation process to adapt the organisation to changed external conditions. The reorganisation took the form of a voluntary redundancy programme, and the process came to an end in the spring of 2017.

In October 2017, Storebrand ASA entered into an agreement to buy all of the company's A shares and 10 000 B shares. The transaction was finalised in December once all the necessary regulatory authorisations had been given. SKAGEN is a subsidiary of Storebrand Asset Management AS. SKAGEN will continue as an independent fund manager with the same investment philosophy. In connection with the acquisition, changes have been made to the company's Board of Directors.

The securities funds have no employees. The company does not pollute the environment. All the securities funds are managed by SKAGEN and have Handelsbanken as their custodian. SKAGEN's head office is located in Stavanger, Norway.

SKAGEN's Board of Directors is made up of one woman and five men in addition to two female deputy members and one male deputy member. The management team in SKAGEN consists of two women and five men while four of the nineteen portfolio managers are women. In total, SKAGEN has 138 employees, of which 45 are women. The company is focused on having a versatile and inclusive working environment and the Board is of the opinion that there is no discrimination on the grounds of ethnicity, religion, philosophy, disability, sexual orientation, sexual identity and sexual expression.

#### Going concern

The Board confirms that the premise of the funds and the management company as going concerns continues to be fulfilled.

#### Proposal for the allocation of funds' income:

INCOME STATEMENT 2017 (ALL FIGURES IN NOK 1000)	SKAGEN VEKST 2017	SKAGEN GLOBAL 2017	SKAGEN KON-TIKI 2017	SKAGEN m² 2017	SKAGEN FOCUS 2017	SKAGEN INSIGHT 2017	SKAGEN SELECT 100 2017	SKAGEN SELECT 80 2017	SKAGEN SELECT 60 2017	SKAGEN SELECT 30 2017	SKAGEN SELECT 15 2017
INCOME STATEMENT	1 320 515	4 225 246	7 270 170	213 165	345 900	686	8 961	3 743	2 263	326	403
Allocation of net income											
Transfer to/from retained earnings	1 320 515	4 225 246	7 270 170	213 165	345 900	686	8 961	3 7 4 3	2 263	326	302
Allocated for distribution to unit holders	-	-	-	-	-	-	-	-	-	-	101
Net distributed to unit holders during the year	-	-		-	-	-	-	-	-	-	-
Total	1 320 515	4 225 246	7 270 170	213 165	345 900	686	8 961	3 743	2 263	326	403
INCOME STATEMENT 2017 (ALL FIGURES IN NOK 1000)	SKAGE TELLU 201	IS AVKAS	KAGEN STNING 2017	SKAGEN HØYRENTE 2017	SKAG KRO (1000 S 20	NA	SKAGEN CREDIT 2017	SKAGE CREDIT NO 201	K CREI	KAGEN DIT SEK DO SEK) 2017	SKAGEN CREDIT EUR (1000 EUR) 2017
INCOME STATEMENT	55 77	6 4	5 529	41 003		14	9 543	3 850	5	268	128,5
Allocation of net income											
Transfer to/from retained earnings	20 44	3 1	5 453	288	-2	13	-1 929	1 82	7	-878	-949,5
Allocated for distribution to unit holders	35 33	3 3	0 076	40 715		-	11 471	2 02	9	-	1 078,0
Net distributed to unit holders during the year		-	-	-	2	27	-		-	1 146	
Total	55 77	6 4	5 529	41 003		14	9 543	3 85	5	268	128,5

Board of Directors SKAGEN AS, Stavanger 21 February 2018

Odd Arild Grefstad Chairman of the Board

Kristian Falnes

an Erik Saugestad

Viveka Ekberg

Maulifi

Perdustav bioni	
Board member,	
electedbyunitholders	

Martin Petersson Board member, elected by unit holders

# Annual Financial Statement 2017

INCOME STATEMENT			SKAGEN Vekst		GKAGEN Global		KAGEN Con-Tiki	SI	KAGEN m²
(allfigures in 1,000 NOK)	Notes	2017	2016	2017	2016	2017	2016	2017	2016
Portfolio revenue and costs									
Interest income and costs		-92	-146	5562	1568	4217	-36454	575	1 101
Dividends		172811	175 360	638 260	767 474	582530	739621	20 596	25 361
Realised capital gain/loss	7	697 630	194441	2250471	3607300	6027545	2088114	38776	23 294
Change unrealised gain/loss	6	632006	1016	1731766	-4688940	1 257 749	-458591	176464	10653
Transaction-related custodian costs	7	-161	-127	-192	-379	-307	-558	-194	-215
Currency gain/loss		6511	-20125	-68703	-197889	-87 232	37 354	-2059	-1 206
PORTFOLIO RESULT		1 508 706	350 421	4 557 163	-510867	7 784 500	2 369 486	234 158	58 987
Management revenue and costs									
Management fee - fixed	8	-80077	-72835	-274 290	-295146	-583986	-568140	-15620	-14225
Management fee - variable	8	-94678		-		123881	56485	-5725	-3865
ASSET MANAGEMENT RESULT		-174 755	-72 835	-274 290	-295 146	-460 105	-511 655	-21 345	-18089
RESULT BEFORE TAX		1 333 951	277 586	4282873	-806 013	7 324 395	1857831	212 813	40 898
Taxcost	10	-13 435	-5 347	-57 627	-39564	-54 225	-69425	352	-1991
NET INCOME	10	1 320 515	272 239	4225246	-845 577	7270170	1788406	213165	38906
NETINCOME		1320313	212233	4223240	-043 377	/2/01/0	1788400	213 105	38900
Allocation of net income	^	1220 545	272.220	6225246	0/5577	7 7 7 7 4 7 0	1 700 / 0 /	212475	20.00
Transfer to/from retained earnings	9	1 3 2 0 5 1 5	272 239	4225246	-845 577	7270170	1788406	213165	38906
Allocated for distribution to unit holders	9	-			-	-	-	-	
Net distributed to unit holders during the year	9	-			-		-		
TOTAL		1 320 515	272 239	4225246	-845 577	7 270 170	1788406	213 165	38906
BALANCE SHEET		31.12.2017	31.12.2016	31.12.2017	31.12.2016	31.12.2017	31.12.2016	31.12.2017	31.12.2016
Assets									
Norwegian securities at cost price	3,6,7	724478	1 0 5 5 4 5 6			692854	546544	91 47 9	41676
Foreign securities at cost price	3,6,7	5865990	5078102	20933106	22326119	16 187 155	20377849	877 975	808054
Unrealised capital gain/loss	3,6,7	1856995	1 2 2 5 7 1 4	6491457	4759627	10428835	9171479	253861	77404
Accrued interest securities	6								
TOTAL SECURITIES PORTFOLIO		8447463	7 359 272	27 424 563	27 085 746	27 308 844	30 095 872	1 2 2 3 3 1 5	927 134
Dividend receivable		4009	16136	25879	56671	125930	187366	436	2616
Accrued interest bank									
TOTAL ACCRUED INCOME		4009	16 136	25 879	56671	125 930	187 366	436	2616
Accounts receivable - brokers			30	5211		95469	105 581		28
Accounts receivable - management company		1	5	3	6	13	30		
Tax receivable on dividends		12012	7440	48790	33 2 1 8	9047	7617	627	787
Otherreceivables		6374	-	2563		3008	32786	2544	361
TOTAL OTHER RECEIVABLES		18 387	7 474	56 567	33 2 2 4	107 538	146 015	3171	1 181
Bank deposits		199305	100 290	201092	1 188 101	709582	608632	46246	37 2 5 2
TOTAL ASSETS		8669164	7 483 173	27 708 100	28 363 743	28 251 895	31 037 886	1 273 168	968 183
Equity Capital									
Equity Capital Unit capital at parvalue	9	348653	359126	1635091	1951147	3039165	4179396	636617	592279
	9								
Unit capital at parvalue		4033014	3 5 3 0 2 1 8	14744470	1 951 147 16 475 787 <b>18 426 934</b>	14556610	19328060	338 587	592279 223384 <b>815 663</b>
Unit capital at par value Premium					16475787				223384
Unit capital at parvalue Premium TOTAL PAID-IN EQUITY CAPITAL	9	4033014 <b>4381667</b>	3 530 218 <b>3 889 344</b>	14744470 16379562	16475787 <b>18426934</b>	14 556 610 <b>17 595 775</b>	19328060 23 507 456	338587 <b>975204</b>	223384 <b>815 663</b>
Unit capital at parvalue Premium TOTAL PAID-IN EQUITY CAPITAL Retained earnings	9	4033014 4381667 4166229	3 530 218 <b>3 889 344</b>	14744470 16379562 11238641	16475787 <b>18426934</b> 9841565	14 556 610 17 595 775 10 395 913	19328060 23 507 456	338587 <b>975204</b>	223384 <b>815 663</b>
Unit capital at parvalue Premium TOTAL PAID-IN EQUITY CAPITAL Retained earnings Allocated to unitholders for reinvestment in new units	9	4033014 4381667 4166229	3 530 218 3 889 344 3 568 671 -	14744470 16379562 11238641 -	16475787 <b>18426934</b> 9841565 -	14556610 <b>17 595 775</b> 10 395 913 -	19328060 23507456 7112947 -	338 587 975 204 286 098 -	223384 815663 143452
Unit capital at parvalue Premium TOTAL PAID-IN EQUITY CAPITAL Retained earnings Allocated to unitholders for reinvestment in new units TOTAL EQUITY CAPITAL	9	4033014 4381667 4166229	3 530 218 3 889 344 3 568 671 -	14744470 16379562 11238641 -	16475787 <b>18426934</b> 9841565 -	14556610 <b>17 595 775</b> 10 395 913 -	19328060 23507456 7112947 -	338 587 975 204 286 098 -	223 384 815 663 143 452 959 115
Unit capital at parvalue Premium TOTAL PAID-IN EQUITY CAPITAL Retained earnings Allocated to unitholders for reinvestment in new units TOTAL EQUITY CAPITAL Debt Deferred tax	9 9 9	4033014 4381667 4166229 	3 530 218 3 889 344 3 568 671 -	14744470 16379562 11238641 -	16475787 <b>18426934</b> 9841565 -	14556610 <b>17 595 775</b> 10 395 913 -	19328060 23507456 7112947 30620403	338587 975204 286098 - 1261302	223 384 815 663 143 452 959 115
Unit capital at parvalue Premium TOTAL PAID-IN EQUITY CAPITAL Retained earnings Allocated to unitholders for reinvestment in new units TOTAL EQUITY CAPITAL Debt	9 9 9	4033014 4381667 4166229 - 8547 897 - 4835	3530218 3889344 3568671 - 7458015	14744470 16379562 11238641 - 27618203	16475787 18426934 9841565 28268499	14556610 17595775 10395913 27991687	19328060 23507456 7112947 - 30620403 - 13531	338 587 975 204 286 098 - 1 261 302 - 1 611	223384 815663 143452 959115 263
Unit capital at parvalue Premium TOTAL PAID-IN EQUITY CAPITAL Retained eamings Allocated to unitholders for reinvestment in new units TOTAL EQUITY CAPITAL Debt Deferred tax Accounts payable - brokers Accounts payable - management company	9 9 9 9	4033014 4381667 4166229 - 8547897 - 4835 115853	3 530218 3 889 344 3 568 671 - - - - - - - - - - - - -	14744470 16379562 11238641 27618203	16475787 <b>18426934</b> 9841565 <b>28268499</b> 69289	14556610 17 595 775 10 395 913 27 991 687	19328060 23507456 7112947 30620403	338 587 975 204 286 098 - 1 261 302 - 1 611 10 224	223 384 815 663 143 452 959 115 263 7 412
Unit capital at parvalue Premium TOTAL PAID-IN EQUITY CAPITAL Retained earnings Allocated to unitholders for reinvestment in new units TOTAL EQUITY CAPITAL Debt Deferred tax Accounts payable - brokers	9 9 9	4033014 4381667 4166229 - 8547 897 - 4835	3530218 3889344 3568671 - 7458015	14744470 16379562 11238641 - 27618203	16475787 18426934 9841565 28268499	14556610 17595775 10395913 27991687	19328060 23507456 7112947 - 30620403 - 13531	338 587 975 204 286 098 - 1 261 302 - 1 611	223384 815663 143452

IddAnild Grefsterd Odd Arild Grefstad Chairman of the Board

Kinten Falm. Kristian Falnes Board member

. Il Suffer Jan Erik Saugestad Board member

Ju200

Viveka Ekberg Board member

In Justan Blom

PerGustavBlom Boardmember, electedbyunitholders

Mank

Martin Petersson Board member, elected by unit holders

INCOME STATEMENT		SKAGEN Focus		SKAGEN Insight	SKAGEN Select 100	SKAGEN Select 80	SKAGEN Select 60	SKAGEN Select 30	SKAGEN Select 1
(all figures in 1,000 NOK)	Notes	2017	2016	04.07.2017 - 31.12.2017	14.12.2016 - 31.12.2017	14.12.2016 - 31.12.2017	14.12.2016 - 31.12.2017	14.12.2016 - 31.12.2017	14.12.2016 31.12.201
Portfolio revenue and costs									
Interest income and costs		415	262	6	16	82	323	65	7
Dividends		32979	21781	308	10	02	, ,	0,	,
Realised capital gain/loss	7	275008	56862	383	141	171	27318	-18	1
Change unrealised gain/loss	6	74 340	113943	190	8898	3 5 5 0	-25 293	307	32
Transaction-related custodian costs	7	-322	-190	190	0090		-23295	507	52
	,	1 57 3	-3399	66	11	-1	-1	1	
Currencygain/loss PORTFOLIO RESULT		383 992	189 259	954	9066	3802	2 347	354	41
Management revenue and costs									
Management fee - fixed	8	-35 248	-18 561	-169	-105	-48	-39	-9	
Management fee - variable	8	1440	-8364	-18	105	40			
ASSET MANAGEMENT RESULT	0	-33809	-26925	-188	-105	-48	-39	-9	-:
RESULT BEFORE TAX									
		350 183	162 334	766	8 961	3 7 5 3	2 3 0 8	346	4
Tax cost	10	-4283	-2196	-80	-	-10	-46	-19	
NET INCOME		345 900	160 138	686	8 961	3 743	2 2 6 3	326	4
Allocation of net income									
Transfer to/from retained earnings	9	345900	160138	686	8961	3 743	2 2 6 3	326	3
Allocated for distribution to unit holders	9	-	-	-	-	-	-	-	1
Net distributed to unit holders during the year	9	-	-	-	-	-	-	-	
TOTAL		345 900	160 138	686	8 961	3 743	2 2 6 3	326	4
BALANCE SHEET		31.12.2017	31.12.2016	31.12.2017	31.12.2017	31.12.2017	31.12.2017	31.12.2017	31.12.20
Assets									
Norwegian securities at cost price	3,6,7				95651	45845	291 903	20 29 3	2786
Foreign securities at cost price	3,6,7	2254910	1549346	151 419	41 506	16329	76933	1 5 2 9	
Unrealised capital gain/loss	3,6,7	142 275	67930	190	8898	3 5 5 0	19165	307	3
Accrued interest securities	6	-	-	-	-	-	-	-	
TOTAL SECURITIES PORTFOLIO		2 397 184	1 617 277	151609	146 056	65 7 2 4	388001	22 130	
Dividend receivable									28 1
Accrued interest bank		3 5 6 7	1639	231	-		-		28 18
		3 567	1639	231			-		281
		-	-	-			· ·	-	281
TOTAL ACCRUED INCOME		3 567 - 3 567	1 6 3 9		- - -	- - -		-	281
TOTAL ACCRUED INCOME Accounts receivable - brokers		3 567	- <b>1639</b> 6019	-	- - -			-	281
TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company			<b>1639</b> 6019 2	231	- - - - -		-	-	281
TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends		- 3567 - 1 452	<b>1639</b> 6019 2 101		-	-	-	- - - - - -	281;
TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends Other receivables		<b>3567</b> - 1 452 900	1639 6019 2 101 912	231 - - 1 555	- - 2730			- - - - 513	281
TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends Other receivables TOTAL OTHER RECEIVABLES		3567 1 452 900 1354	1639 6019 2 101 912 7034	231 - - 1 555 556	2730 2730	- - - -	- - - -	- - - - 513 513	
TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable - management company Other receivables TOTAL OTHER RECEIVABLES Bank deposits		3567 - 1 452 900 1354 109932		231 - - - - - - - - - - - - - - - - - - -	2730 2730 9105	- - - - 5653	6472	513 513 1894	
TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends Other receivables TOTAL OTHER RECEIVABLES Bank deposits TOTAL ASSETS		3567 1 452 900 1354	1639 6019 2 101 912 7034	231 - - 1 555 556	2730 2730	- - - -	- - - -	- - - - 513 513	17
TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends Other receivables TOTAL OTHER RECEIVABLES Bank deposits TOTAL ASSETS Equity Capital		3567 1 452 900 1354 109932 2512037	1639 6019 2 101 912 7034 102374 1728323	231 - - - 555 556 10393 162788	2730 2730 9105 157890	- - - 5653 71377	6472 394 473	513 513 513 1894 24537	17 <b>29 9</b>
TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends Other receivables TOTAL OTHER RECEIVABLES Bank deposits TOTAL ASSETS Equity Capital Unit capital at parvalue	9	3567 1 452 900 1354 109932 2512037 2512037	1639 6019 2 101 912 7034 102374 1728323	231 231 1 555 556 10393 162788	2730 2730 9105 157890 133640	- - 5653 71377 64134	6472 394473 362852	513 513 513 1894 24537 23670	17 <b>29 9</b> 28 7
TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends Other receivables TOTAL OTHER RECEIVABLES Bank deposits TOTAL ASSETS Equity Capital Unit capital at parvalue Premium	9 9	- 3 567 - 1 452 900 1 354 109932 2 512 037 2 512 037 1986772 136928	1639 6019 2 101 912 7034 102374 1728323 1576418 -27850	- 231 - - 1 555 556 10393 162788 133928 20259	2730 2730 9105 157890 133640 9879	5653 71377 64134 3048			17 <b>299</b> 287 2
TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends Other receivables TOTAL OTHER RECEIVABLES Bank deposits TOTAL ASSETS Equity Capital Unit capital at parvalue Premium TOTAL PAID-IN EQUITY CAPITAL	9	- 3567 - 1 452 900 1354 109932 2512037 2512037 1986772 136928 2123701	1639 6019 2 101 912 7034 102374 1728323 1576418 -27850 1548568	- 231 - 1 555 556 10393 162788 - 133928 20259 154187	2730 2730 9105 157890 133640 9879 143519	- - - 5653 71377 64134 3048 67182	- - - - - - - - - - - - - - - - - - -		17 299 287 2 289 287
TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends Other receivables TOTAL OTHER RECEIVABLES Bank deposits TOTAL ASSETS Equity Capital Unit capital at parvalue Premium TOTAL PAID-IN EQUITY CAPITAL Retained eamings	9	- 3 567 - 1 452 900 1 354 109932 2 512 037 2 512 037 1986772 136928	1639 6019 2 101 912 7034 102374 1728323 1576418 -27850	- 231 - 1 555 556 10393 162788 133928 20259 154187 725	2730 2730 9105 157890 133640 9879	- - - 5653 71377 64134 3048 67182 3858			17 299 287 2 89 2 89 2 89 2
TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends Other receivables TOTAL OTHER RECEIVABLES Bank deposits TOTAL ASSETS Equity Capital Unit capital at parvalue Premium TOTAL PAID-IN EQUITY CAPITAL Retained earnings Allocated to unitholders for reinvestment in new units	9	3567 - 1 452 900 1354 109932 2512037 - 1986772 136928 2123701 379935	1639 6019 2 101 912 7034 102374 1728323 1576418 .27850 1548568 149538	- 231 -	2730 2730 9105 157890 133640 9879 143519 8281	- - - 5653 71377 71377 64134 3048 67182 3858 -	- - - - - - - - - 26633 - 26633 - - 26633 - 336219 - 56519 -	513 513 513 24537 23670 239 23910 341	17 299 287 289 289 289 289 289 289 2
TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends Other receivables TOTAL OTHER RECEIVABLES Bank deposits TOTAL ASSETS Equity Capital Unit capital at parvalue Premium TOTAL PAID-IN EQUITY CAPITAL Retained earnings Allocated to unitholders for reinvestment in new units	9	- 3567 - 1 452 900 1354 109932 2512037 2512037 1986772 136928 2123701	1639 6019 2 101 912 7034 102374 1728323 1576418 -27850 1548568	- 231 - 1 555 556 10393 162788 133928 20259 154187 725	2730 2730 9105 157890 133640 9879 143519	- - - 5653 71377 64134 3048 67182 3858	- - - - - - - - - - - - - - - - - - -		17 <b>29 9</b>
TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends Other receivables TOTAL OTHER RECEIVABLES Bank deposits TOTAL ASSETS Equity Capital Unit capital at parvalue Premium TOTAL PAID-IN EQUITY CAPITAL Retained earnings Allocated to unitholders for reinvestment in new units TOTAL EQUITY CAPITAL Debt	9 9 9	3567 - 1 452 900 1354 109932 2512037 - 1986772 136928 2123701 379935	1639 6019 2 101 912 7034 102374 1728323 1576418 .27850 1548568 149538	- 231 -	2730 2730 9105 157890 133640 9879 143519 8281	- - - 5653 71377 71377 64134 3048 67182 3858 -	- - - - - - - - - 26633 - 26633 - - 26633 - 336219 - 56519 -		17 299 287 2 289 289 289 289 21
TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends Other receivables TOTAL OTHER RECEIVABLES Bank deposits TOTAL ASSETS Equity Capital Unit capital at parvalue Premium TOTAL PAID-IN EQUITY CAPITAL Retained earnings Allocated to unitholders for reinvestment in new units TOTAL EQUITY CAPITAL Debt	9	3567 - 1 452 900 1354 109932 2512037 - 1986772 136928 2123701 379935	1639 6019 2 101 912 7034 102374 1728323 1576418 .27850 1548568 149538	- 231 -	2730 2730 9105 157890 133640 9879 143519 8281	- - - 5653 71377 71377 64134 3048 67182 3858 -	- - - - - - - - - 26633 - 26633 - - 26633 - 336219 - 56519 -	513 513 513 24537 23670 239 23910 341	17 299 287 289 289 289 289 289 289 2
TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends Other receivables TOTAL OTHER RECEIVABLES Bank deposits TOTAL ASSETS Equity Capital	9 9 9	3567 - 1 452 900 1354 109932 2512037 - 1986772 136928 2123701 379935	1639 6019 2 101 912 7034 102374 1728323 1576418 .27850 1548568 149538	- 231 -	2730 2730 9105 157890 133640 9879 143519 8281	- - - 5653 71377 71377 64134 3048 67182 3858 -	- - - - - - - - - 26633 - 26633 - - 26633 - 336219 - 56519 -		17 299 287 2 289 289 289 289 21
TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends Other receivables TOTAL OTHER RECEIVABLES Bank deposits TOTAL ASSETS Equity Capital Unit capital at parvalue Premium TOTAL PAID-IN EQUITY CAPITAL Retained earnings Allocated to unitholders for reinvestment in new units. TOTAL EQUITY CAPITAL Debt Deferred tax Accounts payable - brokers	9 9 9	3567 - 1 452 900 1354 109932 2512037 - 1986772 136928 2123701 379935	1639 6019 2 101 912 7034 102374 1728323 1576418 -27850 1548568 149538 1698106	- 231 	2730 2730 9105 157890 133640 9879 143519 8281	- - - 5653 71377 71377 64134 3048 67182 3858 -	- - - - - - - - - 26633 - 26633 - - 26633 - 336219 - 56519 -		17 299 287 2 289 289 289 289 21
TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends Other receivables TOTAL OTHER RECEIVABLES Bank deposits TOTAL ASSETS Equity Capital Unit capital at parvalue Premium TOTAL PAID-IN EQUITY CAPITAL Retained earnings Allocated to unitholders for reinvestment in new units TOTAL EQUITY CAPITAL Debt Deferred tax	9 9 9	3567 - - - - - - - - - - - - -	1639 6019 2 101 912 7034 102374 1728323 1576418 -27850 1548568 149538 - 1698106	231 231 1 555 556 10393 162788 20259 154187 725	2730 2730 9105 157890 133640 9879 143519 8281	- - 5653 71377 64134 3048 67182 3858 - 71041			17 299 287 2 289 289 2 2 1 1 293
TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivables on dividends Other receivables TOTAL OTHER RECEIVABLES Bank deposits TOTAL ASSETS Equity Capital Unit capital at parvalue Premium TOTAL PAID-IN EQUITY CAPITAL Retained earnings Allocated to unitholders for reinvestment in new units TOTAL EQUITY CAPITAL Debt Deferred tax Accounts payable - brokers Accounts payable - management company	9 9 9 9	3567 1 1 452 900 1354 109932 2512037 1986772 136928 2123701 379935 2253636 - 2503636	1639 6019 2 101 912 7034 102374 1728323 1576418 -27850 1548568 149538 - 1698106	231 231 1 555 556 10393 162788 20359 154187 725	- 2730 2730 9105 157890 133640 9879 143519 8281 -	- - 5653 71377 71377 64134 3048 67182 3858 - 71041			17 299 287 2 289 289 289 289 21

OddAvild Grefsterd

Kinten Falm. Kristian Falnes Board member

. Il Sayfurl Jan Erik Saugestad Board member

Ja Za Viveka Ekberg Board member

In Justan Blom

PerGustavBlom Boardmember, electedbyunitholders

Maulit

Martin Petersson Board member, elected by unit holders

Odd Arild Grefstad Chairman of the Board

INCOME STATEMENT		A	SKAGEN vkastning		SKAGEN løyrente		SKAGEN Tellus		SKAGEN Krona *		
(allfigures in 1,000 NOK)	Notes	2017	2016	2017	2016	2017	2016	2017	2016		
Portfolio revenue and costs											
Interest income and costs		28717	33798	48621	59700	33859	29026	257	956		
Dividends		-	-	-		-	-		-		
Realised capital gain/loss	7	15387	7013	-6456	-7498	11 531	40065	-			
Change unrealised gain/loss	6	17702	-6072	5843	17145	15148	-61 402	210	339		
Transaction-related custodian costs	7	-11	-10	-8	-5	-17	-21	-16	-23		
Currency gain/loss		-8588	17981			2128	-4528	-			
PORTFOLIO RESULT		53 208	52 710	48001	69 342	62 648	3 1 3 9	450	1 272		
Management revenue and costs											
Management fee - fixed	8	-7679	-7804	-6998	-7 549	-6872	-7 898	-437	-443		
Management fee - variable	8	-	-			-	-		-		
ASSET MANAGEMENT RESULT		-7 679	-7804	-6998	-7 549	-6872	-7 898	-437	-443		
RESULT BEFORE TAX		45 529	44 906	41 003	61 793	55 776	-4759	14	829		
Taxcost	10										
NET INCOME		45 529	44906	41 003	61 793	55 776	-4 759	14	829		
Allocation of net income											
Transfer to/from retained earnings	9	15453	-3675	288	24055	20443	-61 037	-213	-334		
Allocated for distribution to unit holders	9	30076	48 5 8 1	40715	37738	35333	56279				
Net distributed to unit holders during the year	9				-			227	1163		
TOTAL		45 529	44906	41 003	61 793	55 776	-4 759	14	829		
BALANCE SHEET		31.12.2017	31.12.2016	31.12.2017	31.12.2016	31.12.2017	31.12.2016	31.12.2017	31.12.2016		
Assets											
Norwegian securities at cost price	3,6,7	1 259 253	1 113 654	2440894	2087859	84108	83898	-	-		
Foreign securities at cost price	3,6,7	283910	235 304			713542	913360	329 598	357 204		
Unrealised capital gain/loss	3,6,7	18188	487	-541	-5426	34938	19791	77	-133		
Accrued interest securities	6	6199	6705	5049	5984	9978	14716	58	163		
TOTAL SECURITIES PORTFOLIO		1 567 551	1 356 150	2 445 401	2 088 417	842 567	1 031 765	329733	357 234		
Dividend receivable		-	-	-	-	-	-	-	-		
Accrued interest bank		-	-		-	-	-	-	-		
TOTAL ACCRUED INCOME		-	-	-	-	-	-	-	-		
Accounts receivable - brokers		-	-	-	-	-	-	-	-		
Accounts receivable - management company		-	4		-		4	-			
Tax receivable on dividends		-			-		-	-			
Otherreceivables		1887	1 389		1524	692	-	-			
TOTAL OTHER RECEIVABLES		1887	1 393	-	1 52 4	692	4	-	-		
Bankdeposits		169811	149 222	729186	526479	22 578	20303	74 2 2 3	15647		
TOTALASSETS		1739249	1 506 765	3 174 587	2 616 420	865 837	1 052 072	403 956	372 881		

TOTAL DEBT AND EQUITY CAPITAL		1739249	1 506 765	3 174 587	2 616 420	865 837	1 052 072	403 956	372 881
TOTAL OTHER DEBT		2018	1 953	7 7 2 0	1831	5 9 5 6	3 173	182	415
Otherdebt	10	-	-	5700	-	4321	1 260	6	320
Accounts payable - management company		2018	1953	2020	1831	1635	1914	176	94
Accounts payable - brokers		-		-		-		-	
Deferred tax	10	-		-		-		-	
Debt									
TOTAL EQUITY CAPITAL		1737231	1 504 812	3166868	2614588	859880	1 048 898	403 774	372 467
Allocated to unitholders for reinvestment in new units	9	29632	48137	40158	37 181	35121	56077	· ·	
Retained earnings	9	19764	2698	-28384	-29375	-6909	-39449	-2040	-3581
TOTAL PAID-IN EQUITY CAPITAL		1687835	1 453 977	3 155 094	2 606 783	831 669	1 0 3 2 7 1	405 814	376048
Premium	9	456887	390616	57712	48623	146801	193866	2 3 2 3	4010
Unit capital at parvalue	9	1230948	1063361	3097382	2558160	684868	838405	403 492	372038
Equity Capital									
		1/3/24/	1,000,00	5174587	2010420	005057	1052072	405 950	572001
TOTALASSETS		1739249	1 506 765	3 174 587	2 616 420	865 837	1 052 072	403 956	372 881

\* In 1,000 SEK

OddAnild Grefstad

Kintan Falm. Kristian Falnes Board member

Jul Sughel

Juza Viveka Ekberg Board member

PerGustav Blom Board member, elected by unit holders

Maulif

Odd Arild Grefstad Chairman of the Board

Jan Erik Saugestad Board member

Martin Petersson Board member, elected by unit holders

INCOME STATEMENT		SKAGEN Credit			SKAGEN Credit NOK		SKAGEN Credit SEK*		SKAGEN Credit EUR**	
(all figures in 1,000 NOK)	Notes	2017	2016	2017	2016	2017	2016	2017	2016	
Portfolio revenue and costs										
Interest income and costs		12551	11 516	5839	8812	470	1717	321,0	416,7	
Dividends		-	-			-	-	-		
Realised capital gain/loss	7	1808	3495	-2736	-5709	828	-1280	-331,8	-213,7	
Change unrealised gain/loss	6	-3206	-7725	1228	-13	-2315	3650	-1047,7	465,7	
Transaction-related custodian costs	7	-27	-41	-21	-27	-17	-24	-1,6	-1,5	
Currency gain/loss		-1585	-300	901	7127	1497	-1713	1 287,5	-62,8	
PORTFOLIO RESULT		9543	6945	5211	10191	464	2350	227,4	604,4	
Management revenue and costs										
Management fee - fixed	8		-	-1 354	-1136	-196	-256	-98,9	-57,1	
Management fee - variable	8	-	-	-	-	-	-	-	-	
ASSET MANAGEMENT RESULT		-	-	-1 354	-1 136	-196	-256	-98,9	-57,1	
RESULT BEFORE TAX		9543	6 945	3856	9 0 5 4	268	2 0 9 4	128,5	547,3	
Tax cost	10									
NET INCOME		9 5 4 3	6 945	3856	9054	268	2 0 9 4	128,5	547,3	
Allocation of net income										
Transfer to/from retained earnings	9	-1929	-13 304	1827	4011	-878	1156	-949,5	-740,5	
Allocated for distribution to unit holders	9	11 471	20249	2029	5043	-	-	1078,0	1 287,8	
Net distributed to unit holders during the year	9	-	-	-	-	1146	939	-	-	
TOTAL		9 5 4 3	6 945	3856	9054	268	2 0 9 4	128,5	547,3	
BALANCE SHEET		31.12.2017	31.12.2016	31.12.2017	31.12.2016	31.12.2017	31.12.2016	31.12.2017	31.12.2016	
Assets										
Norwegian securities at cost price	3,6,7	54084	69233	140337	170051	13715	46139	17457,6	13369,4	
Foreign securities at cost price	3,6,7	229824						1/4/,0		
		22/024	208 256		-	-		17457,0		
Unrealised capital gain/loss	3,6,7	6294	208 256 9 499	- 1865	- 637	- -455	- 1860	-966,0	81,7	
Unrealised capital gain/loss Accrued interest securities	3,6,7 6			- 1865 -	- 637 -	- -455 -	- 1860 -			
		6294	9499	- 1865 - <b>142 202</b>	- 637 - <b>170 687</b>	- -455 - <b>13260</b>	- 1860 - <b>48000</b>			
Accrued interest securities		6294 3958	9499 4036					- -966,0 -	81,7	
Accrued interest securities TOTAL SECURITIES PORTFOLIO		6294 3958	9499 4036		170 687		48 000	- -966,0 -	81,7	
Accrued interest securities TOTAL SECURITIES PORTFOLIO Dividend receivable		6294 3958	9499 4036		170 687		48 000	- -966,0 -	81,7	
Accrued interest securities TOTAL SECURITIES PORTFOLIO Dividend receivable Accrued interest bank		6294 3958 <b>294160</b> - -	9499 4036	- 142 202 - -	- 170 687 - -	- 13260 - -	- 48 000 - -	-966,0 - 	81,7	
Accrued interest securities TOTAL SECURITIES PORTFOLIO Dividend receivable Accrued interest bank TOTAL ACCRUED INCOME		6294 3958 <b>294160</b> - -	9499 4036	- 142 202 - -	- 170 687 - - -	- 13260 - -	- 48 000 - - -	-966,0 - 	81,7	
Accrued interest securities TOTAL SECURITIES PORTFOLIO Dividend receivable Accrued interest bank TOTAL ACCRUED INCOME Accounts receivable - brokers		6294 3958 <b>294160</b> - -	9499 4036	- 142 202 - -	- 170 687 - - -	- 13260 - -	- 48 000 - - - -	-966,0 - 	81,7	
Accrued interest securities TOTAL SECURITIES PORTFOLIO Dividend receivable Accrued interest bank TOTAL ACCRUED INCOME Accounts receivable-brokers Accounts receivable-management company		6294 3958 <b>294160</b> - -	9499 4036	- 142 202 - -	- 170 687 - - -	- 13260 - -	- 48 000 - - - -	-966,0 - 	81,7	
Accrued interest securities TOTAL SECURITIES PORTFOLIO Dividend receivable Accrued interest bank TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends		6294 3958 <b>294160</b> - - - - - - -	9499 4036 <b>291 023</b> - - - - - -	- 142 202 - - - - - - -	- 170 687 - - - - - - - -	- 13260 - -	- 48 000 - - - -	-966,0 - 	81,7	
Accrued interest securities TOTAL SECURITIES PORTFOLIO Dividend receivable Accrued interest bank TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends Other receivables		6294 3958 <b>294160</b> - - - - 1284	9499 4036 <b>291 023</b> - - - - 3343	- 142 202 - - - - - - - - - - - - - - - - - -	- 170 687 - - - - - - - - - - - - - - - - - - -	- 13260 - - - - - - - - - - -	- 48 000 - - - 2 - -	- -966,0 - - - - - - - - - - - - - - - - - - -	81,7 	
Accrued interest securities TOTAL SECURITIES PORTFOLIO Dividend receivable Accrued interest bank TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Taxreceivable on dividends Other receivables TOTAL OTHER RECEIVABLES		6294 3958 <b>294160</b> - - - - 1284 <b>1284</b>	9499 4036 <b>291 023</b> - - - - 3 343 <b>3343</b>	142 202 - - - - - - - - - - - - - - - - - -	170 687	- 13260 - - - - - - - - - - - - - -		- -966,0 - - - - - - - - - - - - - - - - - - -	81,7 	
Accrued interest securities TOTAL SECURITIES PORTFOLIO Dividend receivable Accrued interest bank TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Taxreceivable on dividends Other receivables TOTAL OTHER RECEIVABLES Bank deposits		6294 3958 <b>294160</b> - - - 1284 <b>1284</b> <b>1284</b> <b>1284</b>	9499 4036 <b>291023</b> - - - - 3343 <b>3343</b> <b>3343</b> 43922	142 202	170 687	- 13260 - - - - - - - - - - - - - - - - - - -		- -966,0 - - - - - - - - - - - - - - - - - - -	81,7 	
Accrued interest securities TOTAL SECURITIES PORTFOLIO Dividend receivable Accrued interest bank TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends Other receivables TOTAL OTHER RECEIVABLES Bank deposits TOTAL ASSETS		6294 3958 <b>294160</b> - - - 1284 <b>1284</b> <b>1284</b> <b>1284</b>	9499 4036 <b>291023</b> - - - - 3343 <b>3343</b> <b>3343</b> 43922	142 202	170 687	- 13260 - - - - - - - - - - - - - - - - - - -		- -966,0 - - - - - - - - - - - - - - - - - - -	81,7 	
Accrued interest securities TOTAL SECURITIES PORTFOLIO Dividend receivable Accrued interest bank TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends Other receivables TOTAL OTHER RECEIVABLES Bank deposits TOTAL ASSETS Equity Capital	6	6294 3958 <b>294160</b> - - - - - - - - - - - - - - - - - - -	9 499 4036 291 023 - - - - - - - - - - - - - - - - - - -	- 142 202 - - - - - - - - - - - - - - - - - -	170 687	- 13260 - - - - - - - - - - - - - - - - - - -	- 48 000 - - - 2 - - - - - - 2 - - - - 2 - - - 2 - - - 2 - - - 2 - - - - 2 -	- -966,0 - - - - - - - - - - - - - - - - - - -	81,7 13451,2 - - - - - - - - - - - - -	
Accrued interest securities TOTAL SECURITIES PORTFOLIO Dividend receivable Accrued interest bank TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Tax receivable on dividends Other receivables TOTAL OTHER RECEIVABLES Bank deposits TOTAL ASSETS Equity Capital Unit capital at parvalue	6	6294 3958 <b>294160</b> - - - - 1284 <b>1284</b> <b>1284</b> <b>1284</b> <b>22072</b> <b>317515</b>	9499 4036 291023 - - - - - - - - - - - - - - - - - - -	142 202	170 687	- 13260 - - - - - - - - - - - - - - - - - - -	- 48 000 - - - 2 - 2 - - 2 - 2 - 2 - 2 - 2 -	- -966,0 - - - - - - - - - - - - - - - - - - -	13451,2 	
Accrued interest securities TOTAL SECURITIES PORTFOLIO Dividend receivable Accrued interest bank TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - brokers Accounts receivable - management company Taxreceivable on dividends Other receivables TOTAL OTHER RECEIVABLES Bank deposits TOTAL ASSETS Equity Capital Unit capital at parvalue Premium	6	6294 3958 <b>294160</b> - - - - 1284 <b>1284</b> <b>1284</b> 22072 <b>317515</b>	9 499 4036 <b>291 023</b> - - - - 3 343 <b>3 343</b> <b>3 343</b> 43 922 <b>3 38 288</b> 301 028 29 573	142 202	170 687 - - - - - - - - - - - - - - - - - - -	13260 - - - - - - - - - - - - - - - - - - -	48 000 - - - 2 - 2 - - 2 - - 2 - - 2 - - 2 - - 2 - - 2 - - - 2 - - - - 2 -	- -966,0 - - - - - - - - - - - - - - - - - - -	13451,2 13451,2 13451,2 - - - - - - - - - - - - -	
Accrued interest securities TOTAL SECURITIES PORTFOLIO Dividend receivable Accrued interest bank TOTAL ACCRUED INCOME Accounts receivable - brokers Accounts receivable - management company Taxreceivable on dividends Other receivables TOTAL OTHER RECEIVABLES Bank deposits TOTAL ASSETS Equity Capital Unit capital at parvalue Premium TOTAL PAID-IN EQUITY CAPITAL	6 9 9	6294 3958 <b>294160</b> - - - - - - - - - - - - - - - - - - -	9 499 4036 291 023	142 202 	170 687 - - - - - - - - - - - - - - - - - - -	13260 - - - - - - - - - - - - - - - - - - -	48 000 - - - 2 - 2 - - 2 - - 2 - - 2 - - 2 - - 2 - - - 2 - - - - 2 -	966,0         	81,7 13451,2 - - - - - - - - - - - - -	

	317 515	338 288	145 546	175 065	13 743	49 278	16812.7	13723,7
	-	-	1 499	2 584	297	854	115,5	132,1
10	-	-	1182	2 2 4 4	264	762	90,0	112,5
	-	-	317	341	34	92	25,4	19,6
	-	-	-	-		-	-	-
10	-	-	-	-	-	-	-	-
		- - 10 -				· · · 317 341 34 · · 1182 2244 264 · · 1499 2584 297		

\* In 1,000 SEK \*\* In 1,000 EUR

OddAnild Grefsterd

Kinten Falm. Kristian Falnes Board member

. Il Sayful Jan Erik Saugestad Board member

Va2a Viveka Ekberg Board member

In Justan Blom

PerGustavBlom Boardmember, electedbyunitholders

Maulit

Martin Petersson Board member, elected by unit holders

Odd Arild Grefstad Chairman of the Board

## General notes 2017

#### **NOTE 1: ACCOUNTING PRINCIPLES**

#### All figures in NOK 1,000 unless otherwise stated.

The accounts for 2017 are prepared in accordance with the Norwegian accounting law and regulation for annual financial statements for securities funds.

#### Financial instruments:

All financial instruments, such as shares, bonds, certificates and interest rate swaps, are valued at fair value (market value).

#### Determination of fair value:

Securities are valued at market prices as of 29.12.2017.

Bonds and notes, for which there are no "marketmaker" prices, are at all times valued against the applicable credit spreads and yield curve.

Unlisted equities are valued according to the latest trading price, value adjustments made by brokers and/or internal valuations.

#### Currency exchange rates:

Securities and bank deposit/overdraft in foreign currency are valued at the prevailing exchange rate at the time of pricing 29.12.2017.

#### Treatment of transaction costs:

Transaction costs related to purchase of financial instruments (broker's fees and other fees) are booked as part of the cost price of the instruments and follow the principle of realisation.

#### Allocated to unitholders for reinvestment:

Net taxable income in the fixed income funds, comprised of interest income, realised capital  $gain/loss \ and \ other income \ with \ deduction \ of \ management \ fee \ and \ transaction \ related \ custodian$ costs, is distributed to the unit holders as the issue of new units as of 31.12.2017. For SKAGEN Krona and SKAGEN Credit SEK the distribution to the unit holders as the issue of new units is done as of 19.12.2017.

All distribution to unit holders in fixed income funds are treated as allocations of profit in accordance with the regulation for annual financial statements for securities funds. Distribution from fixed income funds are accounted for by entering reinvestments as new units in the fund in the financial year.

#### **NOTE 2: FINANCIAL DERIVATIVEIVES**

SKAGEN Credit holds interest rate Derivativeives. A more detailed description is given in the SKAGEN Credit notes. The other funds have not held financial Derivativeives during the vear.

#### **NOTE 3: FINANCIAL MARKET RISK**

Through investment in Norwegian and foreign businesses, the equity funds are exposed to share price, currency exchange and liquidity risks. The fixed income funds are exposed to interest and credit risks and liquidity risks. Furthermore, the fixed income funds are exposed to currency risks in those cases where the funds invest in currencies other than the fund's functional currency.

#### Overview of funds which have functional currency other than NOK:

	Functional currency
SKAGEN Krona	SEK
SKAGEN Credit SEK	SEK
SKAGEN Credit EUR	EUR

the funds are managed with a conscious focus on company-specific risks related to the companies constituting the funds' portfolios.

#### **NOTE 4: TURNOVER RATE**

The turnover rate is a measure related to the average duration of the investments in the fund. The turnover rate is calculated as whichever is the smaller amount of either purchases and sales of securities in the portfolio during the year, divided by average assets under managment during the year. The formula is an approach for calculating the funds' turnover rate.

#### The funds' turnover rate for the year 2017 was:

SKAGEN Vekst SKAGEN Global SKAGEN Kon Tiki SKAGEN Focus SKAGEN Insight* SKAGEN Select 100* SKAGEN Select 80* SKAGEN Select 30* SKAGEN Select 15* SKAGEN Avkastning SKAGEN Høyrente SKAGEN Høyrente	68 % 34 % 17 % 43 % 64 % 15 % 10 % 39 % 3 % 25 % 21 % 49 % 77 % 101 %	
SKAGEN Tellus SKAGEN Krona SKAGEN Credit	101 % 672 % 49 %	

For the feederfunds: SKAGEN Credit NOK SKAGEN Credit SEK SKAGEN Credit EUR

For all feederfunds it is the turnover rate in the masterfund SKAGEN Credit which applies.

In addition to laws, regulations and articles of association regulating the risks in the funds,

There are no subscription or redemption fees for any of the funds.

#### **SKAGEN Vekst** Note 7, 8, 9, 10 & 11

#### NOTE 7. CUSTODIAN COSTS, BROKER'S FEES AND OTHER FEES

Transaction costs are booked as a part of the cost price of securities and are included in the gain/ loss calculation based on the realisation princple.

SKAGEN Vekst has only been charged transaction-related custodian costs and these are charged to expenses on an ongoing basis.

Throughout 2017, the fund has paid NOK 10,204,000 in broker's fees and other fees.

#### **NOTE 8. MANAGEMENT FEE**

The fixed management fee is calculated for all classes in percent p.a. of the daily assets under management in the class as follows:

Unit class	Fixed managment fee percent p.a
A	1,0%
В	0,8%
C	0,6%

In addition, unit classes A and B are charged a variable management fee of 1/10 of the return above 6 percent p.a. measured in Norwegian kroner, as long as the unit value on 31.12 is more than the unit value the last time the fund was charged a variable management fee (high watermark). Unit class C is charged a variable management fee of 1/10 of the better value development in the unit value than the balanced and continually rebalanced index composed of the MSCI Nordic Countries IMI Index and the MSCI All Country World Index ex Nordic Countries (Daily Total Return Net \$ measured in Norwegian kroner). The variable management fee in class C is charged/calculated only if the accumulated relative value decelopment from the previous charge/calculation up to and including 31 December is greater than zero.

Management fee allocated to the respective unit classes:

	Unit class A	Unit class B	Unit class C	Total
Management fee - fixed	79839	42	196	80077
Management fee - variable	94609	69	-	94678
Total management fee	174 448	111	196	174755

#### **NOTE 9. EQUITY RECONCILIATION**

Equity capital as of 31.12.2017	8 547 897
Net income 2017	1 320 515
Distribution to unit holders 2017	-
Redemption of units 2017	-1017997
lssue of units 2017	787 363
Equity capital as of 01.01.2017	7458015

	Class	31.12.2017	31.12.2016	31.12.2015
Numberofunitsissued	А	3460927	3 585 360	3972933
Number of units issued	В	2081	2736	5753
Number of units issued	С	23524	3163	141003
Base price per unit (in NOK)*	A	2451,2382	2076,7288	1986,0307
Base price per unit (in NOK)*	В	2467,1673	2087,1972	1992,0727
Base price per unit (in NOK)*	С	2510,6716	2094,2248	1994,7290

\* Base price is set at the end of the last working day of the year and is based on the best prevailing estimate. Finalised figures as of 31.12 are used in the annual financial statement. Consequently minor timing differences may occur.

The sole difference between unit class A, unit class B and unit class C is related to the management fee, see note 8.

#### NOTE 10. TAX NOTE

Equity funds are, in principle, exempt from tax on gains and do not have the right to deduct losses on realisation of equities when calculating taxable income. Furthermore, dividends received from companies within the EU/EEA are, in principle, tax-exempt. However, 3 percent of dividends received from these companies are treated as taxable to Norway.

Dividends received from companies outside the EU/EEA are taxable. The funds may in addition be charged withholding tax on dividends received from all foreign companies.

The tax cost for the years 2017 and 2016 in SKAGEN Vekst is associated with withholding tax on foreign dividends.

#### NOTE 11. RISK AMOUNT (in NOK)

RISK amount determined as of 01.01:

 on anount acter						
1994	1995	1996	1997	1998	1999	2000
-0,35	-0,37	3,28	-0,50	1,73	1,26	3,62
2001	2002	2003	2004	2005	2006	
3,77	0,51	2,03	3,06	-7,03	-9,44	

**NOTE 5: SUBSCRIPTION FEE** 

#### SKAGEN Focus Note 7, 8, 9 & 10

#### NOTE 7. CUSTODIAN COSTS, BROKER'S FEES AND OTHER FEES

Transaction costs are booked as a part of the cost price of securities and are included in the gain/ loss calculation based on the realisation principle.

SKAGEN Focus has only been charged transaction-related custodian costs and these are charged to expenses on an ongoing basis.

Throughout 2017, the fund has paid NOK 4,884,000 in broker's fees and other fees.

#### **NOTE 8. MANAGEMENT FEE**

The fixed management fee is calculated for all classes in percent p.a. of the daily assets under management in the class as follows:

Unit class	Fixed managment fee percent p.a.
А	1,6%
В	1,3%
С	1,0%

In addition the three unit classes are charged a variable management fee of 1/10 better value development in the unit value than the benchmark index MSCI All Country World Daily Total Return Net \$ measured in Norwegian kroner. The variable management fee is caluclated daily and charged yearly on 31 December for all three unit classes. In the event of poorer value development in the unit value than the benchmark index, 10 percent of the underperformance is deducted from the fixed management fee. The total management fee therefore has an upper and a lower limit, so the combined fee may not exceed 3.2 percent p.a. and may not be less than 0.8 percent p.a. of the average assets under management in unit classes A and C. In unit class B the corresponding upper limit is 2.9 percent p.a. and lower limit is 0.5 percent p.a.

Management fee allocated to the respective unit classes:

	Unit class A	Unit class B	Unit class C	Total
Management fee - fixed	31764	1958	1 5 2 7	35 248
Management fee - variable	-1741	197	104	-1440
Total management fee	30 0 23	2 1 5 5	1 6 3 1	33 809

#### **NOTE 9. EQUITY RECONCILIATION**

Equity capital as of 01.01.2017				1 698 106
Issue of units 2017				1 429 489
Redemption of units 2017				-969 860
Distribution to unit holders 2017				-
Net income 2017				345 900
Equity capital as of 31.12.2017				2 503 636
	Class	31.12.2017	31.12.2016	31.12.2015
Numberofunits issued	Class A	<b>31.12.2017</b> 16374631	<b>31.12.2016</b> 14762660	<b>31.12.2015</b> 9 577 105
Number of units issued Number of units issued				
	A	16374631	14762660	9 577 105
Number of units issued	A B	16374631 1800936	14762660 91893	9 577 105 24 875
Number of units issued Number of units issued	A B C	16374631 1800936 1692155	14762660 91893 909627	9 577 105 24 875 1 200 000

\* Base price is set at the end of the last working day of the year and is based on the best prevailing estimate. Finalised figures as of 31.12 are used in the annual financial statement. Consequently minor timing differences may occur.

The sole difference between the three unit classes is related to the management fee, see note 8.

#### NOTE 10. TAX NOTE

Equity funds are, in principle, exempt from tax on gains and do not have the right to deduct losses on realisation of equities when calculating taxable income. Furthermore, dividends received from companies within the EU/EEA are, in principle, tax-exempt. However, 3 percent of dividends received from these companies are treated as taxable to Norway.

Dividends received from companies outside the EU/EEA are taxable. The funds may in addition be charged withholding tax on dividends received from all foreign companies.

Calculation basis - tax payable:	2017	2016
Interestincome	577	265
Taxable dividend	24758	16113
3%oftax-exempt dividend	247	170
Taxable gain/loss outside the Norwegian tax exempt rule "Fritaks metoden" and the tax exempt rule and the tax exempt rule and the tax exempts and tax exempt	-	-
Currencygain/loss	1573	-3 399
Totaltaxableincome	27154	13148
Managment fee - fixed	-35 248	-18561
Management fee - variable	1440	-8364
Totaltaxdeductiblecosts	-33809	-26925
Nettaxableincome	-6654	-13777
Calculation basis - tax payable (A)	-6654	-13777
Tax payable in the income statement:		
Taxpayable (Ax 24 %)	-	-
Taxes payable from previous years	-	-
Use of carried forward losses	-	
Creditallowance for withholding tax paid outside EU/EEA	-	
Use of carried forward credit allowance	-	
Tax payable	-	-
Deferred tax/- tax asset:		
Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden"	-	
Carryforward losses	-20431	-13777
Basis derferred tax/-tax asset (B)	-20431	-13777
Deferred tax/- tax asset (Bx 23 %)	-4699	-3306
Carry forward credit allowance for witholding tax paid	-1957	-
Unused credit allowance for witholding tax paid this year	-3213	-1957
Netdeferredtax/-taxasset	-9869	-5263

Deferred tax asset is not booked in the balance sheet.

#### Tax cost in the income statement

Totaltax cost	4283	2196
Withholdingtaxon foreign dividends	4283	2178
Refund withholding tax previous years	-	-
Change deferred tax/-tax asset	-	-
Taxpayable, assessed	-	18
Tax payable, not assessed	-	-
Tax cost in the income statement:		

#### SKAGEN Global Note 7, 8, 9 & 10

#### NOTE 7. CUSTODIAN COSTS, BROKER'S FEES AND OTHER FEES

Transaction costs are booked as a part of the cost price of securities and are included in the gain/ loss calculation based on the realisation princple.

SKAGEN Global has only been charged transaction-related custodian costs and these are charged to expenses on an ongoing basis.

Throughout 2017, the fund has paid NOK 26,132,000 in broker's fees and other fees.

#### **NOTE 8. MANAGEMENT FEE**

The fixed management fee is calculated for all classes in percent p.a. of the daily assets under management in the class as follows:

Fixed managment fee percent p.a.
1,0%
0,8%
0,6%
0,5%

In addition all four unit classes are charged a variable management fee of 1/10 better value development in the unit value than the benchmark index MSCI All Country World Daily Total Return Net \$ measured in Norwegian kroner. The variable management fee is caluclated daily and charged yearly on 31 December for unit classes A and B. For unit classes C and D, the variable management fee is calculated daily and charged quarterly, but the variable management fee for a given quarter may only be charged provided that the accumulated realtive value development between the fund and the MSCI All Country World Daily Total Return Net \$ measured in Norwegian kroner from the previous charge up to and including the given quarter is greater than zero (high watermark).

Management fee allocated to the respective unit classes:

	Class A	Class B	Class C	Class D	Total
Management fee - fixed	266 540	6038	1706	6	274 290
Management fee - variable	-	-	-	-	-
Total management fee	266 540	6 0 3 8	1 706	6	274 290

#### **NOTE 9. EQUITY RECONCILIATION**

27 618 202
4 2 2 5 2 4 6
-
-6365671
1 490 1 29
28 268 499

	Class	21 12 2017	31.12.2016	21 12 2015
	Class	31.12.2017	51.12.2016	31.12.2015
Numberofunitsissued	A	15791817	18592856	22776656
Numberofunitsissued	В	383 694	705 908	1330076
Numberofunitsissued	C	174615	211918	165 245
Numberofunitsissued	D	787	787	787
Base price per unit (in NOK)*	А	1688,9144	1448,7275	1464,5507
Base price per unit (in NOK)*	В	1693,4259	1 449,5589	1462,4149
Base price per unit (in NOK)*	C	1705,0408	1456,7849	1466,7888
Base price per unit (in NOK)*	D	1709,5865	1459,2010	1467,7476

\* Base price is set at the end of the last working day of the year and is based on the best prevailing estimate. Finalised figures as of 31.12 are used in the annual financial statement. Consequently minor timing differences may occur.

The sole difference between the unit classes is related to the management fee, see note 8.

#### NOTE 10. TAX NOTE

Equity funds are, in principle, exempt from tax on gains and do not have the right to deduct losses on realisation of equities when calculating taxable income. Furthermore, dividends received from companies within the EU/EEA are, in principle, tax-exempt. However, 3 percent of dividends received from these companies are treated as taxable to Norway.

Dividends received from companies outside the EU/EEA are taxable. The funds may in addition be charged withholding tax on dividends received from all foreign companies.

Calculation basis - tax payable:	2017	2016
Interest income	7425	2039
Taxable dividend	397991	426030
3% of tax-exempt dividend	7 2 0 8	10243
Taxable gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden"	-	-
Currency gain/loss	-68703	-197889
Total taxable income	343921	240423
Managment fee - fixed	-274 290	-295146
Management fee - variable		-
Total tax deductible costs	-274290	-295 146
Nettaxable income	69631	-54723
Calculation basis - tax payable (A)	69631	-54723
Tax payable in the income statement:		
Tax payable (Ax 24 %)	16711	-
Taxes payable from previous years		-
Use of carried forward losses	-13133	-
	-3578	-
Credit allowance for withholding tax paid outside EU/EEA	-22/0	
Credit allowance for withholding tax paid outside EU/EEA Use of carried forward credit allowance	-5578	-
<b>o</b> 1	-5578	-
Use of carried forward credit allowance	-> 57/8	-
Use of carried forward credit allowance Tax payable		- - -
Use of carried forward credit allowance Tax payable Deferred tax/- tax asset:	-	- - -54723
Use of carried forward credit allowance Tax payable Deferred tax/- tax asset: Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden"	-	- - -54723 -54723
Use of carried forward credit allowance Tax payable Deferred tax/- tax asset: Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden" Carry forward losses	-	
Use of carried forward credit allowance Tax payable Deferred tax/- tax asset: Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden" Carry forward losses Basis derferred tax/- tax asset (B)	-	-54723
Use of carried forward credit allowance Tax payable Deferred tax/- tax asset: Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden" Carry forward losses Basis derferred tax/- tax asset (B) Deferred tax/- tax asset (B x 23 %)	· · · · · · · · · · · · · · · · · · ·	-54723 -13133

Total tax cost	57 6 27	39564
Withholding tax on foreign dividends	60821	76741
Refund withholding tax previous years	-3194	-37 177
Change deferred tax/- tax asset	-	-
Tax payable, assessed	-	-
Tax payable, not assessed	-	-
Tax cost in the income statement:		

#### **SKAGEN m<sup>2</sup>** Note 7, 8, 9 & 10

#### NOTE 7. CUSTODIAN COSTS, BROKER'S FEES AND OTHER FEES

Transaction costs are booked as a part of the cost price of securities and are included in the gain/ loss calculation based on the realisation princple. SKAGEN m2 has only been charged transaction-related custodian costs and these are charged to expenses on an ongoing basis.

Throughout 2017, the fund has paid NOK 946,000 in broker's fees and other fees.

#### **NOTE 8. MANAGEMENT FEE**

The fixed management fee is calculated for all classes in percent p.a. of the daily assets under management in the class as follows:

Unit class	Fixed managment fee percent p.a.
А	1,5%
В	1,2%
С	1,0%

In addition all three unit classes are charged a variable management fee of 1/10 better value development in the unit value than the benchmark index. The benchmark index prior to 11 July 2017 was the MSCI ACWI Real Estate IMI Net Total Return Index USD measured in Norwegian kroner. As of 11.07.2017, the benchmark index is the MSCI ACWI Real Estate IMI ex REITS Net Total Return Index USD measured in Norwegian kroner. In the event of poorer value development in the unit value than the benchmark index, 10 percent of the underperformance is deducted from the fixed management fee. The total management fee therefore has an upper and a lower limit such that the combined fee may not exceed 3 percent p.a. and may not be lowe than 0.75 percent p.a. of the average assets under management in unit classes A and C. In unit class B, the corresponding upper limit is 2.7 percent p.a. and lower limit is 0.45 percent p.a. The variable management fee is calculated daily and charged yearly on 31 December for all three unit classes.

Management fee allocated to the respective unit classes:

	Class A	Class B	Class C	Total
Management fee - fixed	15 567	41	12	15620
Management fee - variable	5 700	16	8	5725
Total management fee	21 267	58	20	21 345

#### **NOTE 9. EQUITY RECONCILIATION**

Equity capital as of 31.12.2017	1 261 302
Net income 2017	213165
Distribution to unit holders 2017	-
Redemption of units 2017	-374050
ssue of units 2017	463 072
Equity capital as of 01.01.2017	959115

	Class	31.12.2017	31.12.2016	31.12.2015
Number of units issued	А	6330991	5906031	6595853
Numberofunitsissued	В	28347	9918	9917
Numberofunitsissued	С	6837	6837	6837
Base price per unit (in NOK)*	А	198,1328	161,9658	154,5390
Base price per unit (in NOK)*	В	199,3605	162,5638	154,7885
Base price per unit (in NOK)*	C	199,6425	162,4716	154,5053

\* Base price is set at the end of the last working day of the year and is based on the best prevailing estimate. Finalised figures as of 31.12 are used in the annual financial statement. Consequently minor timing differences may occur.

The sole difference between the three unit classes is related to the management fee, see note 8.

#### NOTE 10. TAX NOTE

Equity funds are, in principle, exempt from tax on gains and do not have the right to deduct losses on realisation of equities when calculating taxable income. Furthermore, dividends received from companies within the EU/EEA are, in principle, tax-exempt. However, 3 percent of dividends received from these companies are treated as taxable to Norway.

Dividends received from companies outside the EU/EEA are taxable. The funds may in addition be charged withholding tax on dividends received from all foreign companies.

Calculation basis - tax payable:	2017	2016
Interest income	617	1 102
Taxable dividend		21009
3% oftax-exempt dividend	214	131
Taxable gain/loss outside the Norwegian tax exempt rule "Fritak smetoden"	1245	
Currency gain/loss	-2059	
Totaltaxableincome	13489	
Totattaxable income	13409	22 31/
Managment fee - fixed	-15620	-14 225
Management fee - variable	-5725	-3865
Total tax deductible costs	-21 345	-18089
Nettaxable income	-7856	4228
Calculation basis - tax payable (A)	-7856	4228
Tax payable in the income statement:		
Tax payable (Ax 24 %)	-	1057
Taxes payable from previous years	-	-35
Use of carried forward losses	-	
Credit allowance for withholding tax paid outside EU/EEA	-	-1057
Use of carried forward credit allowance	-	
Taxpayable	-	-35
Deferred tax/- tax asset:		
Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden"	5707	3627
Carry forward losses	-7856	
Basis derferred tax/- tax asset (B)	-2148	3627
Deferred tax/- tax asset (B x 23 %)	-494	871
	-607	
Carry forward credit allowance for witholding tax paid		(0-
Carry forward credit allowance for witholding tax paid Unused credit allowance for witholding tax paid this year	-889	-607

#### Tax cost in the income statement:

Totaltax cost	-352	1 9 9 1
Withholdingtaxonforeigndividends	1012	2431
Refund withholding tax previous years	-1 101	-
Change deferred tax/-tax asset	-263	-404
Tax payable, assessed	-	-35
Tax payable, not assessed	-	-

#### SKAGEN Kon-Tiki Note 7, 8, 9, 10 & 11

#### NOTE 7. CUSTODIAN COSTS, BROKER'S FEES AND OTHER FEES

Transaction costs are booked as a part of the cost price of securities and are included in the gain/ loss calculation based on the realisation princple. SKAGEN Kon-Tiki has only been charged transaction-related custodian costs and these are charged to expenses on an ongoing basis.

Throughout 2017, the fund has paid NOK 39,637,000 in broker's fees and other fees.

#### **NOTE 8. MANAGEMENT FEE**

The fixed management fee is calculated for all classes in percent p.a. of the daily assets under management in the class as follows:

Unit class	Fixed managment fee percent p.a.
А	2,00%
В	1,50%
C	1,75%
D	1,50%
E	1,25%

In addition the five unit classes are charged a variable management fee of 1/10 better value development in the unit value than the benchmark index MSCI Emerging Markets Index Daily Traded Net Total Return \$ measured in Norwegian kroner. In the event of poorer value development in the unit value than the benchmark index, 10 percent of the underperformance is deducted from the fixed management fee. The total management fee therefore has an upper and a lower limit, so the combined fee may not exceed 4 percent p.a. and may not be less than 1 percent p.a. of the average assets under management in unit classes A, C, D and E. In unit class B, the corresponding upper limit is 3.5 percent p.a. and lower limit is 0.5 percent p.a. The variable management fee is calculated daily and charged yearly on 31 December for all five unit classes.

Management fee allocated to the respective unit classes:

	Class A	Class B	Class C	Class D	Class E	Total
Management fee - fixed	450624	19997	14 493	11930	86942	583986
Management fee - variable	-93 523	-6925	-3 529	-2558	-17 345	-123881
Total management fee	357 101	13072	10 964	9 372	69 596	460 105

#### **NOTE 9. EQUITY RECONCILIATION**

Equity capital as of 01.01.2017				30620403
Issue of units 2017				3921613
Redemption of units 2017				-13820499
Distribution to unit holders 2017				-
Net income 2017				7270170
Equity capital as of 31.12.2017				27 991 687
	Class	31.12.2017	31.12.2016	31.12.2015
Numberofunits issued	Class A	<b>31.12.2017</b> 25356714	<b>31.12.2016</b> 27 498 757	<b>31.12.2015</b> 31948647
Numberofunits issued Numberofunits issued				
	A	25356714	27 498 757	31948647
Numberofunitsissued	A B	25 356 714 777 974	27 498 757 3 683 960	31 948 647 6016062
Number of units issued Number of units issued	A B C	25 356 714 777 974 879852	27 498 757 3 683 960 1 018 553	31 948 647 6016062 843882
Number of units issued Number of units issued Number of units issued	A B C D	25 356 714 777 974 879852 1081 544	27 498 757 3 683 960 1 018 553 906 149	31948647 6016062 843882 2000282

\* Base price is set at the end of the last working day of the year and is based on the best prevailing estimate. Finalised figures as of 31.12 are used in the annual financial statement. Consequently minor timing differences may occur.

925,1733

931,4964

937,1644

С

D

Е

732,9878

736,3176

740,0434

686,5286

688.1148

689.9052

The sole difference between the five unit classes is related to the management fee, see note 8.

#### NOTE 10. TAX NOTE

Base price per unit (in NOK)\*

Base price per unit (in NOK)\*

Base price per unit (in NOK)\*

Equity funds are, in principle, exempt from tax on gains and do not have the right to deduct losses on realisation of equities when calculating taxable income. Furthermore, dividends received from companies within the EU/EEA are, in principle, tax-exempt. However, 3 percent of dividends received from these companies are treated as taxable to Norway.

Dividends received from companies outside the EU/EEA are taxable. The funds may in addition be charged withholding tax on dividends received from all foreign companies.

The tax cost for the years 2017 and 2016 in SKAGEN Kon-Tiki is associated with withholding tax on foreign dividends.

#### NOTE 11. RISK AMOUNT (in NOK)

#### RISK amount determined as of 01.01:

2003	2004	2005	2006
3,26	1,80	-0,11	0,00

#### SKAGEN Insight Note 7, 8, 9 & 10

#### NOTE 7. CUSTODIAN COSTS, BROKER'S FEES AND OTHER FEES

Transaction costs are booked as a part of the cost price of securities and are included in the gain/ loss calculation based on the realisation princple.

SKAGEN Insight has only been charged transaction-related custodian costs and these are charged to expenses on an ongoing basis.

Throughout 2017, the fund has paid NOK 135,000 in broker's fees and other fees.

#### **NOTE 8. MANAGEMENT FEE**

A fixed management fee of 1.5% p.a. of the daily assets under management is calculated. In addition, a variable management fee is charged: 1/10 of better value development in the fund's asset value compared with the fund's benchmark index, MSCI World Daily Total return Net \$ measured in Norwegian kroner, as long as the accumulated relative value development between the fund and its benchmark index, from the time of the previous charge/settlement up to 31 December is greater than zero (relative high watermark). The variable management fee is calculated daily and charged annually on 31 December. The total management fee is limited, however, so the total fee may not exceed 4 percent p.a. of the average assets under management.

#### **NOTE 9. EQUITY RECONCILIATION**

Equity capital as of 04.07.2017*	-
Issue of units 2017	155829
Redemption of units 2017	-1603
Distribution to unit holders 2017	-
Net income 2017	686
Equity capital as of 31.12.2017	154912
* The fund was established on 04.07.2017, but activity in the fund did not start until 21.08.2017.	

	31.12.2017
Number of units issued	1 339 277
Base price per unit (in NOK)*	115,6272

\* Base price is set at the end of the last working day of the year and is based on the best prevailing estimate. Finalised figures as of 31.12 are used in the annual financial statement. Consequently minor timing differences may occur.

#### NOTE 10. TAX NOTE

Equity funds are, in principle, exempt from tax on gains and do not have the right to deduct losses on realisation of equities when calculating taxable income. Furthermore, dividends received from companies within the EU/EEA are, in principle, tax-exempt. However, 3 percent of dividends received from these companies are treated as taxable to Norway.

Dividends received from companies outside the EU/EEA are taxable. The funds may in addition be charged withholding tax on dividends received from all foreign companies.

Calculation basis - tax payable:	2017
Interestincome	6
Taxable dividend	304
3%oftax-exempt dividend	-
${\tt Taxablegain/lossoutsidetheNorwegiantaxexemptrule"Fritaksmetoden"}$	-
Currencygain/loss	66
Totaltaxableincome	376
Managment fee - fixed	-169
Management fee - variable	-18
Total tax deductible costs	-188
Nettaxableincome	189
Calculation basis - tax payable (A)	189
Tax payable in the income statement:	
Taxpayable (Ax 24 %)	45
Taxes payable from previous years	-
Use of carried forward losses	-
Credit allowance for withholding tax paid outside EU/EEA	-11
Use of carried forward credit allowance	-
Taxpayable	34
Deferred tax/- tax asset:	
Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden"	
Carry forward losses	-
Basis derferred tax/-tax asset (B)	-
Deferred tax/- tax asset (B $\times$ 23 %)	-
Carry forward credit allowance for witholding tax paid	-
Unused credit allowance for witholding tax paid this year	-
Net deferred tax/- taxasset	-
Deferred tax asset is not booked in the balance sheet.	
Tax cost in the income statement:	
Tax payable, not assessed	34
Tax navable, assessed	-

Totaltax cost	80
Withholdingtaxonforeigndividends	46
Refund withholding tax previous years	-
Change deferred tax/-tax asset	-
Tax payable, assessed	-
Tax payable, not assessed	34

#### SKAGEN Select 100 Note 7, 8, 9 & 10

#### NOTE 7. CUSTODIAN COSTS, BROKER'S FEES AND OTHER FEES

The fund is only charged transaction-related custodian costs and these are charged to expenses on an ongoing basis. The same applies to transaction-related costs in the underlying funds.

#### NOTE 8. MANAGEMENT FEE

The fund is an equity fund whose assets are invested in securities funds units in equity funds managed by SKAGEN AS and external fund managers in Norway and abroad. A fixed management fee of 0.20 percent p.a. of the daily assets under management in the fund is charged. The management fee that is charged in the underlying funds will come in addition. If all the underlying funds deliver a return that is in line with their respective benchmark indexes, the total annual cost is expected to be 1.43 percent. The actual total annual cost may be higher or lower than this, depending on the underlying funds' relative performance from year to year. The annualised cost for 2017 was 1.29 percent.

The total management fee in the fund and underlying funds may not exceed 4 percent per year.

#### **NOTE 9. EQUITY RECONCILIATION**

Equity capital as of 14.12.2016*	-
Issue of units 2017	168706
Redemption of units 2017	-25867
Distribution to unit holders 2017	-
Net income 2017	8961
Equity capital as of 31.12.2017	151 800
* The fund was established on 14.12.2016, but the activity in the fund did not start before (	06.03.2017.

	31.12.2017
Numberofunitsissued	1 336 403
Base price per unit (in NOK)*	113,5215
* Bace price is set at the end of the last working day of the year and is based	on the best prevailing estimate Finalised figures as

• Base price is set at the end of the last working day of the year and is based on the best prevailing estimate. Finalised figure of 31.12 are used in the annual financial statement. Consequently minor timing differences may occur.

#### NOTE 10. TAX NOTE

The fund is taxable with 24 percent of general income, but is principally exempt from tax on gains and does not have the right to deduct losses on realisation of units in equity funds. The taxable income therefore consists of currency gains and interest income minus tax-deductible costs such as the management fee, interest costs and currency losses.

Calculation basis - tax payable:	2017
Interestincome	16
Taxable gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden"	-
Currency gain/loss	11
Totaltaxableincome	27
Managment fee - fixed	-105
Totaltax deductible costs	-105
Nettaxableincome	-78
Calculation basis - tax payable (A)	-78
Tax payable in the income statement:	
Tax payable (Ax 24 %)	-
Taxes payable from previous years	-
Use of carried forward losses	-
Tax payable	-
Deferred tax/- tax asset:	
Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden"	-
Carry forward losses	-78
Basis derferred tax/- tax asset (B)	-78
Deferred tax/- tax asset (B x 23 %)	-18
Net deferred tax/- tax asset	-18
Deferred tax asset is not booked in the balance sheet.	
Tax cost in the income statement:	
Taxpayable, not assessed	-

Totaltax cost	
Change deferred tax/-tax asset	
Tax payable, assessed	
Taxpayable, not assessed	

Payable tax owing is incorporated in other debt.

#### SKAGEN Select 80 Note 7, 8, 9 & 10

#### NOTE 7. CUSTODIAN COSTS, BROKER'S FEES AND OTHER FEES

The fund is only charged transaction-related custodian costs and these are charged to expenses on an ongoing basis. The same applies to transaction-related costs in the underlying funds.

#### **NOTE 8. MANAGEMENT FEE**

The fund is a combination fund whose assets are invested in securities funds units in equity and fixed income funds managed by SKAGEN AS and external fund managers in Norway and abroad. A fixed management fee of 0.20 percent p.a. of the daily assets under management in the fund is charged. The management fee that is charged in the underlying funds will come in addition. If all the underlying funds deliver a return that is in line with their respective benchmark indexes, the total annual cost is expected to be 1.24 percent. The actual total annual cost may be higher or lower than this, depending on the underlying funds' relative performance from year to year. The annualised cost for 2017 was 1.13 percent.

The total management fee in the fund and underlying funds may not exceed 4 percent per year.

#### **NOTE 9. EQUITY RECONCILIATION**

Equity capital as of 31.12.2017 The fund was established on 14.12.2016, but the activity in the fund did not s	71 041
Netincome 2017	3743
Distribution to unit holders 2017	-
Redemption of units 2017	-12883
Issue of units 2017	80181
Equity capital as of 14.12.2016*	

	31.12.2017	
Numberofunitsissued	641 342	
Base price per unit (in NOK)*	110,7140	
Pace price is set at the and of the last working day of the year and is based on the best provailing estimate. Finalised figures as		

Base price is set at the end of the last working day of the year and is based on the best prevailing estimate. Finalised figures as of 31.12 are used in the annual financial statement. Consequently minor timing differences may occur.

#### NOTE 10. TAX NOTE

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The fund is taxable with 24 percent of general income, but is principally exempt from tax on gains and does not have the right to deduct losses on realisation of units in equity funds. The net realised gains from fixed income funds are not tax exempt, however. The taxable income therefore consists of net realised gains on fixed income fund units, currency gains and interest income minus tax-deductible costs such as the management fee, interest rate costs and currency losses.

Interest income Taxable gain/loss outside the Norwegian tax exempt rule "Fritak smetoden" Taxable gain/loss fixed income fund units <u>Currency gain/loss</u> Total taxable income Managment fee - fixed			0047
Taxable gain/loss outside the Norwegian tax exempt rule "Fritak smetoden"         Taxable gain/loss fixed income fund units         Currency gain/loss         Total taxable income         Managment fee - fixed         Total tax deductible costs         Net taxable income         Calculation basis - tax payable (A)         Tax payable in the income statement:         Tax payable (Ax 24 %)         Taxe payable from previous years         Use of carried forward losses         Tax payable         Deferred tax/- tax asset:         Unrealised gain/loss fixed income fund units         Carry forward losses         Basis derferred tax/- tax asset(B)         Deferred tax/- tax asset         Deferred tax/- tax asset	Calculation basis - tax payable:		2017
Taxable gain/loss fixed income fund units         Currency gain/loss         Total taxable income         Managment fee - fixed         Total tax deductible costs         Net taxable income         Calculation basis - tax payable (A)         Tax payable in the income statement:         Tax payable (Ax 24 %)         Tax payable from previous years         Use of carried forward losses         Tax payable         Deferred tax/- tax asset:         Unrealised gain/loss fixed income fund units         Carry forward losses         Basis derferred tax/- tax asset(B)         Deferred tax/- tax asset (Bx 23 %)         Net deferred tax/- taxasset			82
Currency gain/loss         Totaltaxable income         Managmentfee - fixed         Totaltax deductible costs         Net taxable income         Calculation basis - tax payable (A)         Tax payable in the income statement:         Tax payable (Ax 24%)         Taxes payable from previous years         Use of carried forward losses         Tax payable         Deferred tax/- tax asset:         Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden"         Unrealised gain/loss fixed income fund units         Carry forward losses         Basis derferred tax/- tax asset(B)         Deferred tax/- tax asset (Bx 23%)         Net deferred tax/- taxasset		•	-
Total taxable income         Managment fee - fixed         Total tax deductible costs         Net taxable income         Calculation basis - tax payable (A)         Tax payable in the income statement:         Tax payable (Ax 24 %)         Taxes payable from previous years         Use of carried forward losses         Tax payable         Deferred tax/- tax asset:         Unrealised gain/loss fixed income fund units         Carry forward losses         Basis derferred tax/- tax asset(B)         Deferred tax/- tax asset         Vet deferred tax/- tax asset	5	its	8
Managmentfee-fixed       -         Totaltax deductible costs       -         Net taxable income       -         Calculation basis - tax payable (A)       -         Tax payable in the income statement:       -         Tax payable (Ax 24%)       -         Taxes payable from previous years       -         Use of carried forward losses       -         Tax payable       -         Deferred tax/- tax asset:       -         Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden"       -         Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden"       -         Deferred tax/- tax asset(B)       -         Deferred tax/- tax asset (B)       -         Deferred tax/- tax asset       -			-1
Totaltax deductible costs       -         Net taxable income       -         Calculation basis - tax payable (A)       -         Tax payable in the income statement:       -         Tax payable (Ax 24 %)       -         Taxes payable from previous years       -         Use of carried forward losses       -         Tax payable       -         Deferred tax/- tax asset:       -         Unrealised gain/loss fixed income fund units       -         Carry forward losses       -         Basis derferred tax/- tax asset(B)       -         Deferred tax/- tax asset       -         Wet deferred tax/- tax asset       -	Totaltaxableincome		89
Net taxable income         Calculation basis - tax payable (A)         Tax payable in the income statement:         Tax payable (Ax 24 %)         Taxes payable from previous years         Use of carried forward losses         Tax payable         Deferred tax/- tax asset:         Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden"         Unrealised gain/loss fixed income fund units         Carry forward losses         Basis derferred tax/- tax asset (B)         Deferred tax/- tax asset         Deferred tax/- tax asset	Managment fee - fixed		-48
Calculation basis - tax payable (A)         Tax payable in the income statement:         Tax payable (Ax 24%)         Taxes payable from previous years         Use of carried forward losses         Tax payable         Deferred tax/- tax asset:         Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden"         Unrealised gain/loss fixed income fund units         Carry forward losses         Basis derferred tax/- tax asset (B)         Deferred tax/- tax asset	Total tax deductible costs		-48
Calculation basis - tax payable (A)         Tax payable in the income statement:         Tax payable (Ax 24%)         Taxes payable from previous years         Use of carried forward losses         Tax payable         Deferred tax/- tax asset:         Unrealised gain/loss fixed income fund units         Carry forward losses         Basis derferred tax/- tax asset(B)         Deferred tax/- tax asset	Nattavablainaama		40
Tax payable in the income statement:         Tax payable (Ax 24%)         Taxes payable from previous years         Use of carried forward losses         Tax payable         Deferred tax/- tax asset:         Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden"         Unrealised gain/loss fixed income fund units         Carry forward losses         Basis derferred tax/- tax asset(B)         Deferred tax/- tax asset         Deferred tax/- tax asset	NettaxableIncome		40
Tax payable (Ax 24%)         Taxes payable from previous years         Use of carried forward losses         Tax payable         Deferred tax/- tax asset:         Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden"         Unrealised gain/loss fixed income fund units         Carry forward losses         Basis derferred tax/- tax asset (B)         Deferred tax/- tax asset	Calculation basis - tax payable (A)		40
Tax payable (Ax 24%)         Taxes payable from previous years         Use of carried forward losses         Tax payable         Deferred tax/- tax asset:         Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden"         Unrealised gain/loss fixed income fund units         Carry forward losses         Basis derferred tax/- tax asset (B)         Deferred tax/- tax asset			
Taxes payable from previous years         Use of carried forward losses         Tax payable         Deferred tax/- tax asset:         Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden"         Unrealised gain/loss fixed income fund units         Carry forward losses         Basis derferred tax/- tax asset (B)         Deferred tax/- tax asset			
Use of carried forward losses Tax payable Deferred tax/- tax asset: Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden" Unrealised gain/loss fixed income fund units Carry forward losses Basis derferred tax/- tax asset (B) Deferred tax/- tax asset (B x 23 %) Net deferred tax/- tax asset			10
Tax payable         Deferred tax/- tax asset:         Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden"         Unrealised gain/loss fixed income fund units         Carry forward losses         Basis derferred tax/- tax asset (B)         Deferred tax/- tax asset (Bx 23 %)         Net deferred tax/- tax asset			-
Deferred tax/- tax asset:         Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden"         Unrealised gain/loss fixed income fund units         Carry forward losses         Basis derferred tax/- tax asset (B)         Deferred tax/- tax asset (Bx 23 %)         Net deferred tax/- tax asset			-
Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden" Unrealised gain/loss fixed income fund units Carry forward losses Basis derferred tax/- tax asset (B) Deferred tax/- tax asset (B x 23 %) Net deferred tax/- tax asset	Taxpayable		10
Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden" Unrealised gain/loss fixed income fund units Carry forward losses Basis derferred tax/- tax asset (B) Deferred tax/- tax asset (B x 23 %) Net deferred tax/- tax asset	Deferred tax / tax accet		
Unrealised gain/loss fixed income fund units Carry forward losses Basis derferred tax/- tax asset (B) Deferred tax/- tax asset (B x 23 %) Net deferred tax/- tax asset		rian tax exempt rule "Fritaks metoden"	
Carry forward losses Basis derferred tax/- tax asset (B) Deferred tax/- tax asset (B x 23 %) Net deferred tax/- tax asset			2
Basis derferred tax/- tax asset (B)         Deferred tax/- tax asset (B x 23 %)         Net deferred tax/- tax asset	8	into	-
Net deferred tax/-taxasset	,		2
Net deferred tax/-taxasset	Deferred tay / tay accet (P x 22 %)		
	, , ,		
Deferred tax asset is not booked in the balance sheet.	···· · · · · · · · · · · · · · · · · ·		
	Jeferred tax asset is not booked in the bal	ance sheet.	
Tax cost in the income statement:	Tax cost in the income statement:		
Tax payable, not assessed	Tax payable, not assessed		10
Taxpayable, assessed	Tax payable, assessed		-
Change deferred tax/-tax asset	Change deferred tax/-tax asset		-

Payable tax owing is incorporated in other debt.

Total tax cost

10

-132

-30

-30

#### SKAGEN Select 60 Note 7, 8, 9, 10 & 11

#### NOTE 7. CUSTODIAN COSTS, BROKER'S FEES AND OTHER FEES

The fund is only charged transaction-related custodian costs and these are charged to expenses on an ongoing basis. The same applies to transaction-related costs in the underlying funds.

#### **NOTE 8. MANAGEMENT FEE**

The fund is a combination fund whose assets are invested in securities funds units in equity and fixed income funds managed by SKAGEN AS and external fund managers in Norway and abroad. A fixed management fee of 0.10 percent p.a. of the daily assets under management in the fund is charged. The management fee that is charged in the underlying funds will come in addition. If all the underlying funds deliver a return that is in line with their respective benchmark indexes, the total annual cost is expected to be 0.98 percent. The actual total annual cost may be higher or lower than this, depending on the underlying funds' relative performance from year to year. The annualised cost for 2017 was 0.85 percent.

The total management fee in the fund and underlying funds may not exceed 4 percent per year.

#### **NOTE 9. EQUITY RECONCILIATION**

Equity capital as of 14.12.2016*	-
Issue of units 2017	49 583
Redemption of units 2017	-4 965
Merge SKAGEN Balanse 60/40 13.12.2017**	345857
Distribution to unit holders 2017	-
Net income 2017	2 2 6 3
Equity capital as of 31.12.2017	392 738
+ The fundament and blacked and ( 42,204 C burdle and the to the fund did and the the	0( 02 2017

\* The fund was established on 14.12.2016, but the activity in the fund did not start before 06.03.2017.
\*\*The compensation is settled by the issuance of units in the acquiring fund, SKAGEN Select 60. See note 11 for further details.

31.12.2017
3 6 2 8 5 1 7
108,1900

\* Base price is set at the end of the last working day of the year and is based on the best prevailing estimate. Finalised figures as of 31.12 are used in the annual financial statement. Consequently minor timing differences may occur.

#### NOTE 10. TAX NOTE

The fund is taxable with 24 percent of general income, but is principally exempt from tax on gains and does not have the right to deduct losses on realisation of units in equity funds. The net realised gains from fixed income funds are not tax exempt, however. The taxable income therefore consists of net realised gains on fixed income fund units, currency gains and interest income minus tax-deductible costs such as the management fee, interest rate costs and currency losses.

Calculation basis - tax payable:	2017
Interestincome	323
Taxable gain/loss outside the Norwegian tax exempt rule "Fritak smetoden"	-
Taxable gain/loss fixed income fund units	-4
Currency gain/loss	-1
Totaltaxable income	318
Managment fee - fixed	-39
Total tax deductible costs	-39
Nettaxableincome	279
Calculation basis - tax payable (A)	279
Tax payable in the income statement:	
Taxpayable (Ax24%)	67
Taxes payable from previous years	-
Use of carried forward losses	-
Tax payable	67
Tax payable in the balance sheet:	
Tax payable (A x 24 %)	67
Tax payable SKAGEN Balanse 60/40 at the time of the merger	417
Tax payable in the balance sheet	484
Deferred tax/- tax asset:	
Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden"	-
Unrealised gain/loss fixed income fund units	-132
Carry forward losses	-

Deferred tax asset is not booked in the balance sheet

Basis derferred tax/- tax asset (B) Deferred tax/- tax asset (B x 23 %)

Net deferred tax/-tax asset

Totaltax cost	46
Change in deferred tax from the time of the merger until 31.12.2017	-21
Tax payable, not assessed	67
Tax cost in the income statement:	

Payable tax owing is incorporated in other debt.

#### **NOTE 11. MERGER**

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On 13.12.2017 a tax-free merger took place with the combination fund SKAGEN Balanse 60/40.

For accounting purposes, the merger is carried out according to the acquisition method. This means that the values in the relinquishing fund SKAGEN Balanse 60/40 as of 13.12.2017 were taken into the acquiring fund SKAGEN Select 60 at real value. The values in SKAGEN Select 60 are carried forward at book value.

The income statement includes figures from SKAGEN Balanse 60/40 as from the time of coming into effect in the accounts on 13.12.2017. Pro forma figures have been established for the total merged unit which demonstrates the figures such as they would have been if the funds had been a unit throughout the whole of 2017. SKAGEN Select 60 was launched on 06.03.2017, hence no pro forma figures are shown for 2016.

Portfolio result	Proforma 2017 41 991
Assetmanagementresult	-39
Result before tax	41953
Netincome	41 338

Assumptions in the compilation of the pro forma figures:

a) based on the official annual accounts for the merged units

b) no other excess values have been identified

c) pro forma information has a higher degree of uncertainty than historical accounting figures

#### **SKAGEN Select 30** Note 7, 8, 9 & 10

#### NOTE 7. CUSTODIAN COSTS, BROKER'S FEES AND OTHER FEES

The fund is only charged transaction-related custodian costs and these are charged to expenses on an ongoing basis. The same applies to transaction-related costs in the underlying funds.

#### **NOTE 8. MANAGEMENT FEE**

The fund is a combination fund whose assets are invested in securities funds units in equity and fixed income funds managed by SKAGEN AS and external fund managers in Norway and abroad. A fixed management fee of 0.10 percent p.a. of the daily assets under management in the fund is charged. The management fee that is charged in the underlying funds will come in addition. If all the underlying funds deliver a return that is in line with their respective benchmark indexes, the total annual cost is expected to be 0.77 percent. The actual total annual cost may be higher or lower than this, depending on the underlying funds' relative performance from year to year. The annualised cost for 2017 was 0.51 percent.

The total management fee in the fund and underlying funds may not exceed 4 percent per year.

#### **NOTE 9. EQUITY RECONCILIATION**

Equity capital as of 31.12.2017	24 250
Net income 2017	326
Distribution to unit holders 2017	
Redemption of units 2017	-3 563
ssue of units 2017	27 487

	31.12.2017
Numberofunitsissued	236704
Base price per unit (in NOK)*	102,4323

\* Base price is set at the end of the last working day of the year and is based on the best prevailing estimate. Finalised figures as of 31.12 are used in the annual financial statement. Consequently minor timing differences may occur.

#### NOTE 10. TAX NOTE

The fund is taxable with 24 percent of general income, but is principally exempt from tax on gains and does not have the right to deduct losses on realisation of units in equity funds. The net realised gains from fixed income funds are not tax exempt, however. The taxable income therefore consists of net realised gains on fixed income fund units, currency gains and interest income minus tax-deductible costs such as the management fee, interest rate costs and currency losses.

Calculation basis - tax payable:	2017
Interest income	65
Taxable gain/loss outside the Norwegian tax exempt rule "Fritak smetoden"	
Taxable gain/loss fixed income fund units	0
Currency gain/loss	1
Totaltaxable income	66
Managment fee - fixed	-9
Totaltax deductible costs	-9
Nettaxableincome	57
Calculation basis - tax payable (A)	57
Tax payable in the income statement:	
Taxpayable (Ax24%)	14
Taxes payable from previous years	
Use of carried forward losses	-
Taxpayable	14
Defermed to a few and the	
Deferred tax/- tax asset: Unrealised gain/loss outside the Norwegian tax exempt rule "Fritaksmetoden"	
Unrealised gain/loss fixed income fund units	- 24
Carry forward losses	24
Basis derferred tax/- tax asset (B)	24
Deferred tax/- tax asset (B x 23 %)	5
Net deferred tax/- tax asset	5
Deferred tax asset is not booked in the balance sheet.	
Tax cost in the income statement:	
Tax payable, not assessed	14

Totaltax cost	19
Change deferred tax/- tax asset	5
Taxpayable, assessed	-
lax payable, not assessed	14

 ${\sf Payable\,} tax\, owing\, is\, incorporated\, in\, other\, debt.$ 

#### SKAGEN Select 15 Note 7, 8, 9 & 10

#### NOTE 7. CUSTODIAN COSTS, BROKER'S FEES AND OTHER FEES

The fund is only charged transaction-related custodian costs and these are charged to expenses on an ongoing basis. The same applies to transaction-related costs in the underlying funds.

#### **NOTE 8. MANAGEMENT FEE**

The fund is a combination fund whose assets are invested in securities funds units in equity and fixed income funds managed by SKAGEN AS and external fund managers in Norway and abroad. A fixed management fee of 0.10 percent p.a. of the daily assets under management in the fund is charged. The management fee that is charged in the underlying funds will come in addition. If all the underlying funds deliver a return that is in line with their respective benchmark indexes, the total annual cost is expected to be 0.67 percent. The actual total annual cost may be higher or lower than this, depending on the underlying funds' relative performance from year to year. The annualised cost for 2017 was 0.46 percent.

The total management fee in the fund and underlying funds may not exceed 4 percent per year.

#### **NOTE 9. EQUITY RECONCILIATION**

403 -101 101
403
-3407
32339

	31.12.2017
Number of units issued	287 436
Base price per unit (in NOK)*	102,0607
Base price is set at the end of the last working day of the year and is based on the best prevailing estimate. Finalised figures as	

of 31.12 are used in the annual financial statement. Consequently minor timing differences may occur.

#### NOTE 10. TAX NOTE

The fund is taxable with 24 percent of general income, but is exempt from tax on gains and does not have the right to deduct losses on realisation of units in equity funds. The net realised gains from fixed income funds are not tax exempt, however. The taxable income therefore consists of net realised gains on fixed income fund units, currency gains and interest income minus tax-deductible costs such as the management fee, interest rate costs and currency losses. The taxable net profit is in principle distributed among unitholders so that the fund is in a non-taxpaying position.

#### SKAGEN Høyrente Note 7, 8, 9, 10 & 11

#### NOTE 7. CUSTODIAN COSTS, BROKER'S FEES AND OTHER FEES

The fund is only charged transaction-related custodian costs and the costs are charged to expenses at the time of the transaction.

#### **NOTE 8. MANAGEMENT FEE**

The management fee constitutes 0.25 percent p.a. of daily assets under management.

#### **NOTE 9. EQUITY RECONCILIATION**

Equity capital as of 31.12.2017	3 166 868
Expected reinvestment related to allocation for reinvestment	40715
Allocated to unit holders for reinvestment	-40715
Net income 2017	41 003
Merger with SKAGEN Høyrente Institusjon 20.10.2017**	399937
Redemption of units 2017	-2 441 695
Issue of units 2017	2 5 5 3 0 3 4
Equity capital as of 01.01.2017	2 6 1 4 5 8 8

	31.12.2017	31.12.2016	31.12.2015
Numberofunitsissued	30 97 3 8 2 0	25 581 600	28456578
Base price per unit (in NOK)*	102,2288	102,1952	102,0299

\* Base price is set at the end of the last working day of the year and is based on the best prevailing estimate. Finalised figures as of 31.12 are used in the annual financial statement. Consequently minor timing differences may occur.

\*\* The compensation is settled by the issuance of units in the acquiring fund, SKAGEN Høyrente. See note 11 for further details.

#### NOTE 10. TAX NOTE

The fixed income funds are taxable with 24 percent of net realised capital gain on interest-bearing securities, interest income accrued, currency gain/loss, minus tax-deductible costs, which, amongst other things, include the management fee. The taxable net profit is in principle distributed among unitholders so that the fund is in a non-taxpaying position.

#### **NOTE 11. MERGER**

On 20.10.2017 a tax-free merger took place with the money market fund SKAGEN Høyrente Institusjon.

For accounting purposes, the merger is carried out according to the acquisition method. This means that the values in the relinquishing fund SKAGEN Høyrente Institusjon as of 20.10.2017 were taken into the acquiring fund SKAGEN Høyrente at real value. The values in SKAGEN Høyrente are carried forward at book value.

The income statement includes figures from SKAGEN Høyrente Institusjon as from the time of coming into effect in the accounts on 20.10.2017. Pro forma figures have been established for the total merged unit which demonstrates the figures such as they would have been if the funds had been a unit throughout the whole of 2017 and 2016.

	Prof	Proforma	
	2017	2016	
Portfolio result	54893	82 310	
Asset management result	-7 690	-8 688	
Result before tax	47 204	73623	
Netincome	47 204	73 623	

Assumptions in the compilation of the pro forma figures:

a) based on the official annual accounts for the merged units

b) no other excess values have been identified

c) pro forma information has a higher degree of uncertainty than historical accounting figures

#### SKAGEN Avkastning Note 7, 8, 9, 10 & 11

#### NOTE 7. CUSTODIAN COSTS, BROKER'S FEES AND OTHER FEES

The fund is only charged transaction-related custodian costs and the costs are charged to expenses at the time of the transaction.

#### **NOTE 8. MANAGEMENT FEE**

The management fee constitutes 0.5 percent p.a. of daily assets under management.

#### **NOTE 9. EQUITY RECONCILIATION**

Issue of units 2017	650085
Redemption of units 2017	-463196
Net income 2017	45 5 29
Allocated to unit holders for reinvestment	-30076
Expected reinvestment related to allocation for reinvestment	30076
Equity capital as of 31.12.2017	1 737 231

	31.12.2017	31.12.2016	31.12.2015
Numberofunitsissued	12309477	10633615	11706786
Base price per unit (in NOK)*	141,1117	141,4966	143,2900

\* Base price is set at the end of the last working day of the year and is based on the best prevailing estimate. Finalised figures as of 31.12 are used in the annual financial statement. Consequently minor timing differences may occur.

#### NOTE 10. TAX NOTE

The fixed income funds are taxable with 24 percent of net realised capital gain on interest-bearing securities, interest income accrued, currency gain/loss, minus tax-deductible costs, which, amongst other things, include the management fee. The taxable net profit is in principle distributed among unitholders so that the fund is in a non-taxpaying position.

#### **NOTE 11. CURRENCY RISK**

SKAGEN Avkastning does not use currency hedging instruments against the Norwegian krone, but has as of 31.12.2017 overdrafts in EUR, USD and MXN bank account in order to reduce the currency exposure of the investments in the Portugese Government, Hellenic Republic Government, Spanish Government, Dominican Republic og Mexican Government.

#### SKAGEN Krona Note 7, 8, 9 & 10 (in 1,000 SEK)

#### NOTE 7. CUSTODIAN COSTS, BROKER'S FEES AND OTHER FEES

The fund is only charged transaction-related custodian costs and the costs are charged to expenses at the time of the transaction.

#### **NOTE 8. MANAGEMENT FEE**

The management fee constitutes 0.2 percent p.a. of daily assets under management.

#### **NOTE 9. EQUITY RECONCILIATION**

Equity capital as of 01.01.2017	372467
Issue of units 2017	241726
Redemption of units 2017	-210432
Net income 2017	14
Of which is allocated to unit holders	-227
Reinvested for unit holders applicable to income year	227
Equity capital as of 31.12.2017	403 774

	31.12.2017	31.12.2016	31.12.2015
Numberofunitsissued	4034917	3720381	6112774
Base price per unit (in SEK)*	100,0620	100,0922	100,2245
* Base price is set at the end of the last working day of	fthe year and is based on the best	t prevailing estimate Fi	nalised figures as of

31.12 are used in the annual financial statement. Consequently minor timing differences may occur.

#### NOTE 10. TAX NOTE

The fixed income funds are taxable with 24 percent of net realised capital gain on interest-bearing securities, interest income accrued, currency gain/loss, minus tax-deductible costs, which, amongst other things, include the management fee. The taxable net profit is in principle distributed among unitholders so that the fund is in a non-taxpaying position.

#### SKAGEN Tellus Note 7, 8, 9 & 10

#### NOTE 7. CUSTODIAN COSTS, BROKER'S FEES AND OTHER FEES

The fund is only charged transaction-related custodian costs and the costs are charged to expenses at the time of the transaction.

#### NOTE 8. MANAGEMENT FEE

The fixed management fee is calculated for all classes in percent p.a. of the daily assets under management in the class as follows:

- Unit class Fixed managment fee percent p.a. A 0.80 %
  - B 0,45% C 0,40%

Management fee allocated to the respective unit classes:

	Class A	Class B	Class C	Total
Management fee - fixed	6192	250	430	6872
Total management fee	6 1 9 2	250	430	6872

#### **NOTE 9. EQUITY RECONCILIATION**

Equity capital as of 01.01.2017	1 048 898
Issue of units 2017	129973
Redemption of units 2017	-374767
Net income 2017	55776
Allocated to unit holders for reinvestment	-35 333
Expected reinvestment related to allocation for reinvestment	35 333
Equity capital as of 31.12.2017	859 880

	Class	31.12.2017	31.12.2016	31.12.2015
Number of units issued	А	5978707	7021672	6963959
Numberofunitsissued	В	356261	434388	556217
Numberofunitsissued	C	513710	927986	1835503
Base price per unit (in NOK)*	А	123,8962	124,0465	137,8480
Base price per unit (in NOK)*	В	135,0602	130,7430	140,5395
Base price per unit (in NOK)*	С	137,9256	130,7430	138,4037
* Base price is set at the end of the last working day of the year and is based on the best prevailing estimate. Finalised figures as of				

31.12 are used in the annual financial statement. Consequently minor timing differences may occur.

The sole difference between the three unit classes is related to the management fee, see note 8.

#### NOTE 10. TAX NOTE

The fixed income funds are taxable with 24 percent of net realised capital gain on interest-bearing securities, interest income accrued, currency gain/loss, minus tax-deductible costs, which, amongst other things, include the management fee. The taxable net profit is in principle distributed among unitholders so that the fund is in a non-taxpaying position.

#### SKAGEN Credit Note 7, 8, 9, 10, 11 & 12

#### NOTE 7. CUSTODIAN COSTS, BROKER'S FEES AND OTHER FEES

The fund is only charged transaction-related custodian costs and the costs are charged to expenses at the time of the transaction.

#### **NOTE 8. MANAGEMENT FEE**

SKAGEN Credit is part of a master-feeder structure and SKAGEN Credit is the master fund. No management fee is charged in SKAGEN Credit. The management fee is charged directly in the respective feeder funds: SKAGEN Credit NOK, SKAGEN Credit SEK, SKAGEN Credit EUR and SKAGEN Credit GBP.

#### **NOTE 9. EQUITY RECONCILIATION**

Equity capital as of 01.01.2017	338 288
Issue of units 2017	165901
Redemption of units 2017	-196217
Net income 2017	9543
Allocated to unit holders for reinvestment	-11 471
Expected reinvestment related to allocation for reinvestment	11 471
Equity capital as of 31.12.2017	317 515

	31.12.2017	31.12.2016	31.12.2015
Numberofunitsissued	2923062	3010284	1758242
Base price per unit (in NOK)*	108,6001	112,3589	120,1695

\* Base price is set at the end of the last working day of the year and is based on the best prevailing estimate. Finalised figures as of 31.12 are used in the annual financial statement. Consequently minor timing differences may occur.

#### NOTE 10. TAX NOTE

The fixed income funds are taxable with 24 percent of net realised capital gain on interestbearing securities and financial contracts, interest income accrued, currency gain/loss, minus tax-deductible costs, which, amongst other things, include accrued interest costs. The taxable net profit is in principle distributed among unitholders so that the fund is in a non-taxpaying position.

#### **NOTE 11. CURRENCY RISK**

SKAGEN Credit does not use any kind of instruments to reduce currency risk.

#### **NOTE 12. INTEREST RATE RISK**

SKAGEN Credit holds interest rate swaps to reduce the interest rate risk in the fund. The risk is reduced by reducing the duration. The fund enters into contracts where the fixed interest rate is swapped by floating interest rate. The principal amount in the contracts will not be settled and consequently they are not booked in the fund's balance sheet. It is only the net receivable/ obligation which is booked in the accounts. Note 6 gives an overview of the interest rate swaps entered into as of end of year. Those contracts are representative of the contracts held by the fund during the year.

#### SKAGEN Credit EUR Note 7, 8, 9, 10 & 11 (in 1,000 EUR)

#### NOTE 7. CUSTODIAN COSTS, BROKER'S FEES AND OTHER FEES

The fund is only charged transaction-related custodian costs, some are charged directly and some indirectly through the master fund. The costs are charged to expenses at the time of the transaction.

#### **NOTE 8. MANAGEMENT FEE**

SKAGEN Credit EUR is part of a master-feeder structure and SKAGEN Credit EUR is a feeder fund. SKAGEN Credit is the master fund. The management fee in SKAGEN Credit EUR constitutes 0.8 percent p.a. of daily assets under management in unit class A and 0.45 percent p.a. in unit class B.

Management fee allocated to the respective unit classes:

	Class A	Class B	Total
Management fee - fixed	57,6	41,2	98,9
Total management fee	57,6	41,2	98,9

#### **NOTE 9. EQUITY RECONCILIATION**

Equity capital as of 01.01.2017	13 591,6
Issue of units 2017	7 163,7
Redemption of units 2017	-4186,5
Net income 2017	128,5
Allocated to unit holders for reinvestment	-1078,0
Expected reinvestment related to allocation for reinvestment	1078,0
Equity capital as of 31.12.2017	16697,3

	Class	31.12.2017	31.12.2016	31.12.2015
Numberofunitsissued	А	857901	786764	382870
Numberofunitsissued	В	985 546	591475	149240
Base price per unit (in EUR)*	A	8,7744	9,8195	9,5003
Base price per unit (in EUR)*	В	9,3042	9,9120	9,5533

\* Base price is set at the end of the last working day of the year and is based on the best prevailing estimate. Finalised figures as of 31.12 are used in the annual financial statement. Consequently minor timing differences may occur.

The sole difference between the share class A and share class B is related to the management fee, see note 8.

#### NOTE 10. TAX NOTE

The fixed income funds are taxable with 24 percent of net realised capital gain on interest-bearing securities, interest income accrued, currency gain/loss, minus tax-deductible costs, which, amongst other things, include the management fee. The taxable net profit is in principle distributed among unitholders so that the fund is in a non-taxpaying position.

#### **NOTE 11. CURRENCY RISK**

SKAGEN Credit EUR does not use currency hedging instruments against the euro, but has as of 31.12.2017 overdrafts in USD, GBP, NOK and SEK bank accounts in order to reduce the currency exposure in their share of the underlying US dollar, British pound sterling, Norwegian krone and Swedish krone investments in the master fund SKAGEN Credit.

#### SKAGEN Credit NOK Note 7, 8, 9, 10 & 11

#### NOTE 7. CUSTODIAN COSTS, BROKER'S FEES AND OTHER FEES

The fund is only charged transaction-related custodian costs, some are charged directly and some indirectly through the master fund. The costs are charged to expenses at the time of the transaction.

#### **NOTE 8. MANAGEMENT FEE**

SKAGEN Credit NOK is part of a master-feeder structure and SKAGEN Credit NOK is a feeder fund. SKAGEN Credit is the master fund. The management fee in SKAGEN Credit NOK constitutes 0.8 percent p.a. of daily assets under management.

#### **NOTE 9. EQUITY RECONCILIATION**

Equity capital as of 31.12.2017	144 047
Expected reinvestment related to allocation for reinvestment	2029
Allocated to unit holders for reinvestment	-2029
Net income 2017	3856
Redemption of units 2017	-100 369
lssue of units 2017	68079
Equity capital as of 01.01.2017	172481

 31.12.2017
 31.12.2016
 31.12.2015

 Numberofunits issued
 1 396 476
 1 661 354
 1 479 894

 Base price per unit (in NOK)\*
 103,1612
 103,8159
 96,5472

\* Base price is set at the end of the last working day of the year and is based on the best prevailing estimate. Finalised figures as of 31.12 are used in the annual financial statement. Consequently minor timing differences may occur.

#### NOTE 10. TAX NOTE

The fixed income funds are taxable with 24 percent of net realised capital gain on interest-bearing securities, interest income accrued, currency gain/loss, minus tax-deductible costs, which, amongst other things, include the management fee. The taxable net profit is in principle distributed among unitholders so that the fund is in a non-taxpaying position.

#### NOTE 11. CURRENCY RISK

SKAGEN Credit NOK does not use currency hedging instruments against the Norwegian krone, but has as of 31.12.2017 overdrafts in USD, EUR, GBP and SEK bank accounts in order to reduce the currency exposure in their share of the underlying US dollar, euro, British pound sterling and Swedish krone investments in the master fund SKAGEN Credit.

#### SKAGEN Credit SEK Note 7, 8, 9, 10 & 11 (in 1,000 SEK)

#### NOTE 7. CUSTODIAN COSTS, BROKER'S FEES AND OTHER FEES

The fund is only charged transaction-related custodian costs, some are charged directly and some indirectly through the master fund. The costs are charged to expenses at the time of the transaction.

#### NOTE 8. MANAGEMENT FEE

SKAGEN Credit SEK is part of a master-feeder structure and SKAGEN Credit SEK is a feeder fund. SKAGEN Credit is the master fund. The management fee in SKAGEN Credit SEK constitutes 0.8 percent p.a. of daily assets under management.

#### **NOTE 9. EQUITY RECONCILIATION**

Equity capital as of 01.01.2017	48424
Issue of units 2017	9360
Redemption of units 2017	-44 606
Net income 2017	268
Allocated to unit holders for reinvestment	-1146
Expected reinvestment related to allocation for reinvestment	1146
Equity capital as of 31.12.2017	13 445

	31.12.2017	31.12.2016	31.12.2015
Numberofunitsissued	149608	498643	206165
Base price per unit (in SEK)*	89,8113	97,0587	92,5348

\* Base price is set at the end of the last working day of the year and is based on the best prevailing estimate. Finalised figures as of 31.12 are used in the annual financial statement. Consequently minor timing differences may occur.

#### NOTE 10. TAX NOTE

The fixed income funds are taxable with 24 percent of net realised capital gain on interest-bearing securities, interest income accrued, currency gain/loss, minus tax-deductible costs, which, amongst other things, include the management fee. The taxable net profit is in principle distributed among unitholders so that the fund is in a non-taxpaying position.

#### **NOTE 11. CURRENCY RISK**

SKAGEN Credit SEK does not use currency hedging instruments against the Swedish krone, but has as of 31.12.2017 overdrafts in USD, EUR, GBP and NOK bank accounts in order to reduce the currency exposure in their share of the underlying US dollar, euro, British pounds sterling and Norwegian krone investments in the master fund SKAGEN Credit.

# **SKAGEN Vekst**

### Note 6. Securities portfolio as of 31.12.2017 (in 1,000 NOK)

Security	Sector	Number of shares	Acquisition value NOK	Currency	Market value NOK	Unrealised gain/loss	Share of fund	Share in company/ share class	Stock exchange
Novo NordiskA/S-B	Health care	1 566 000	504 842	DKK	691 033	186 191	8.09 %	0.08 %	København
SamsungElectronicsCoLtdPref	Information technology	35 000	209 126	KRW	559 919	350 793	6,56%	0,19 %	Seoul
Lonza Group AG	Health care	225 000	417 683	CHF	497 234	79 551	5,82 %	0,30 %	Zürich
DSVAS	Industrials	705 918	403 893	DKK	455 007	51 114	5,33%	0,37 %	København
AppliedMaterialsInc	Information technology	1 015 000	390 526	USD	424 258	33 7 32	4,97 %	0.10 %	NASDAO
CarlsbergAS-B	Consumer staples	407 500	262 747	DKK	400 493	137 745	4,69%	0,34 %	København
VolvoAB	Consumer discretionary	2 540 000	303 440	SEK	387 703	84 262	4,54%	0,15 %	Stockholm
BroadcomLtd	Information technology	181 569	371 517	USD	381 399	9 882	4,47%	0,04 %	New York
DeutscheLufthansaAG	Industrials	1 260 000	298 659	EUR	380 201	81 543	4,45 %	0,27 %	Xetra
CitigroupInc	Financials	600 000	214 349	USD	365 053	150 704	4,28%	0.02 %	New York
NorskHydroASA	Materials	5 147 387	149 196	NOK	320 940	171 744	3,76 %	0,25 %	Oslo
KinnevikAB-B	Financials	1 139 000	236 655	SEK	315 718	79 064	3,70 %	0,49%	Stockholm
VestasWindSystemsAS	Industrials	557 000	382 786	DKK	315 080	-67 706	3,69 %	0,26%	København
SberbankofRussiaPref	Financials	8 800 000	146 572	RUB	236 174	89 603	2,77%	0,88%	Moscow
TeliaCoAB	Telecom	6 250 000	281 140	SEK	228 346	-52 794	2,67 %	0.14 %	Stockholm
BolidenAB	Materials	710 000	190 332	SEK	199 146	8 814	2,33 %	0,26%	Stockholm
AngloAmericanPlc	Materials	1 100 000	151 454	GBP	188 597	37 144	2,21 %	0,09%	London
GoldenOceanGroupLtd	Industrials	2 660 000	88 903	NOK	177 289	88 386	2,08 %	1,87 %	Oslo
OutokumpoOyj	Materials	2 295 354	179 762	EUR	174 507	-5 255	2,04 %	0,55 %	Helsinki
BonheurASA	Energy	1 940 076	169 301	NOK	174 122	4 820	2,04%	4,56%	Oslo
Lundin Petroleum AB	Energy	800 000	106 314	SEK	150 180	43 866	1,76 %	0,24%	Stockholm
APMoeller-MaerskA/S	Industrials	10 000	148 445	DKK	143 001	-5 444	1,67 %	0,10 %	København
Wilh.WilhelmsenHoldingASA	Industrials	512 647	36 664	NOK	126 880	90 216	1,49 %	1,48 %	Oslo
ThermoFisherScientificInc	Health care	80 000	126 646	USD	124 206	-2 440	1,45 %	0,02 %	New York
FlexLNGLtd	Energy	8 770 000	104 873	NOK	113 572	8 699	1,33 %	2,38 %	Oslo
NorthernDrillingLtd	Energy	1 694 000	77 847	NOK	107 569	29 7 22	1,26 %	3,68%	Unotert
BorrDrillingLtd	Energy	2 997 764	90 503	NOK	103 723	13 220	1,21 %	0,63 %	Oslo
SAPSE	Information technology	109 000	56 182	EUR	100 052	43 871	1,17 %	0,01 %	Frankfurt
Gazprom Oao ADR	Energy	2 695 000	110 160	USD	97 179	-12 982	1,14 %	0,02 %	Euroclear
ABBLtd	Industrials	425 000	56 090	SEK	93 590	37 500	1,10 %	0,02 %	Stockholm
Swatch Group AG	Consumer discretionary	28 000	76 573	CHF	93 393	16 820	1,09 %	0,09%	Zürich
FujitecCoLtd	Industrials	790 000	76 280	JPY	93 325	17 045	1,09 %	0,84%	Tokyo
GolarLNGLtd	Industrials	360 000	86 502	USD	87 748	1 246	1,03 %	0,36%	NASDAO
HolmenAB	Materials	133 610	54 932	SEK	58 231	3 299	0,68%	0,22%	Stockholm
HitecVisionAS	Financials	792 668	7 191	NOK	49 145	41 955	0,58%	4,18 %	Unotert
AGAnadoluGrubuHoldingAS	Consumer staples	654 669	22 383	TRY	33 448	11 065	0,39 %	0,41 %	Istanbul
Total securities portfolio 1)			6 590 467		8 447 463	1 856 995	98,93%		

 $^{\rm 1)}$  For liquidity in the portfolio as of 31.12.2017, please refer to the balance sheet.

Allocation of the acquisition cost:

 $\label{eq:scalar} For SKAGEN \ Vekst the average acquisition value is applied when calculating the realised capital gain/loss when selling shares.$ 

# **SKAGEN Global**

### Note 6. Securities portfolio as of 31.12.2017 (in 1,000 NOK)

Security	Sector	Number of shares	Acquisition value NOK	Currency	Market value NOK	Unrealised gain/loss	Share of fund	Share in company/ share class	Stock exchange
CitigroupInc	Financials	2 508 828	660 670	USD	1 526 426	865 755	5,53%	0.09 %	New York
MicrosoftCorp	Information technology	2 111 570	505 990	USD	1 476 890	970 900	5,35 %	0,03 %	NASDAQ
CKHutchisonHoldingsLtd	Industrials	13 987 098	1 275 120	HKD	1 435 527	160 407	5,20%	0,36%	Hong Kong
3MCo	Industrials	679 340	972 796	USD	1 307 410	334 614	4,73%	0,11 %	New York
UnileverNV-Cva	Consumer staples	2 403 374	821 165	EUR	1 108 473	287 308	4,01 %	0,14 %	Amsterdam
Samsung Electronics Co Ltd Pref	Information technology	67 273	163 408	KRW	1 076 213	912 805	3,90 %	0,37%	Seoul
HiscoxLtd	Financials	6 379 869	805 265	GBP	1 033 485	228 221	3,74 %	2,22%	London
BeazlevPLC	Financials	15 423 182	792 543	GBP	912 164	119 621	3,30 %	2,93 %	London
NNGroupNV	Financials	2 338 636	513 884	EUR	829722	315 837	3,00%	0,69 %	Amsterdam
IntercontinentalExchangeInc	Financials	1 436 581	845 065	USD	828 824	-16 241	3,00%	0,25 %	New York
MedtronicPlc	Health care	1 201 846	799 391	USD	793 533	-5 858	2,87%	0,09%	New York
ChinaMobileLtd	Telecom	9 542 990	903 338	HKD	791 222	-112 116	2,86%	0,05 %	HongKong
CarlsbergAS-B	Consumer staples	787 337	544 224	DKK	773 798	229 574	2,80 %	0,66%	København
Marsh & McLennan Cos Inc	Financials	1 147 317	734 795	USD	763 533	28738	2,76%	0,22%	New York
WatersCorp	Health care	457 137	662 085	USD	722 112	60 027	2,61 %	0,57 %	New York
NovoNordiskA/S-B	Health care	1 511 107	473 884	DKK	666 810	192 926	2,41 %	0,08 %	København
HenkelAG&Co	Consumer staples	524 705	625 949	EUR	568 735	-57 214	2,06%	0,29%	Xetra
Deutsche Wohnen SE	Real Estate	1 580 350	520 997	EUR	565 968	44 972	2,05 %	0,45 %	Frankfurt
CapgeminiSA	Information technology	579 919	394 550	EUR	563 303	168 753	2,04 %	0,34%	Paris
RedElectricaCorpSA	Utilities	2 977 730	489 813	EUR	547 244	57 432	1,98 %	0,55 %	Madrid
ChubbLtd	Financials	450 350	532 741	USD	538 100	5 359	1,95 %	0,10 %	New York
ComcastCorp	Consumer discretionary	1 635 719	374 822	USD	535 655	160 832	1,94 %	0,04%	NASDAQ
AlphabetIncClassC	Information technology	62 261	315 261	USD	532 706	217 445	1,93 %	0,04 %	NASDAQ
DSVAS	Industrials	796 239	505 646	DKK	513 225	7 578	1,86 %	0,42 %	København
Ageas	Financials	1 030 112	388 500	EUR	411 966	23 465	1,49 %	0,49%	Brussel
SAPSE	Information technology	440 300	417 752	EUR	404 157	-13 595	1,46 %	0,04%	Frankfurt
Mayr-MelnhofKartonAG	Materials	329 433	169 928	EUR	396 392	226 465	1,43 %	1,65 %	Wien
CmsEnergyCorp	Utilities	983 635	346 014	USD	380 425	34 410	1,38 %	0,35 %	New York
BaiduIncADR	Information technology	197 310	287 810	USD	377 858	90 047	1,37 %	0,07 %	NASDAQ
AutolivIncSDR	Industrials	351 284	281 345	SEK	367 647	86 303	1,33 %	0,40%	Stockholm
Autolivinc	Industrials	329 677	263 811	USD	342 562	78 751	1,24 %	0,38%	New York
RelxPlc	Industrials	1 741 887	320 865	GBP	335 175	14 310	1,24 %	0,16 %	London
RelxNV	Industrials	1 780 248	317 978	EUR	335 129	17 150	1,21 %	0,18 %	Amsterdam
IrsaSaADR	RealEstate	1 351 774	112 599	USD	327 167	214 567	1,18 %	2,34%	New York
KoninklijkePhilipsNV	Health care	987 856	234 862	EUR	306 039	71 178	1,10 %	0,10 %	Amsterdam
ColumbiaPropertyTrustInc	Real Estate	1 567 080	274 714	USD	294 068	19 354	1,06 %	1,31 %	New York
KoninklijkeDSMNV	Materials	370 804	180 464	EUR	290 176	109 712	1,05 %	0,20%	Amsterdam
Sony Corp Sponsored ADR	Consumer discretionary	779 981	183 736	USD	286 673	102 937	1,04 %	0,20 %	New York
SchindlerHoldingAG	Industrials	150 708	259 410	CHF	283 722	24 312	1,04 %	0,37 %	Zürich
ChinaMobileLtdADR	Telecom	626 528	301 402	USD	258 910	-42 492	0,94 %	0,02 %	New York
DollarGeneralCorp	Consumer discretionary	328 644	199 579	USD	249 936	50 357	0,94 %	0,02 %	New York
SkechersUSAInc	Consumer discretionary	771 582	174 320	USD	238 730	64 409	0,96 %	0,12 %	New York
ThyssenkruppAG	Materials	999 100	222 451	EUR	238730	15 186	0,86 %	0,58 %	Frankfurt
HyundaiMotorCoPref(2pb)	Consumer discretionary	276 662	196 198	KRW	237 638	19 100	0,88 %	0,18 %	Seoul
CKAssetHoldingsLtd	Real Estate	276 662	196 198	HKD	159 417	19805	0,78%	0,74 %	Hong Kong
HyundaiMotorCoPref(1p)	Consumer discretionary	2 231 000 201 435	148 039	KRW	159 417	6 6 2 4	0,58 %	0,06 %	Seoul
GolarLNGLtd	Industrials	592 543	137 849	USD	144 47 5	13 369	0,52 %	0,80 %	NASDAQ
SonyCorp		592 543 307 856	69 652		144 429 113 619	43 967		0,59%	Tokyo
SonyCorp Lundin Petroleum AB	Consumer discretionary	518 272	69 652 66 404	JPY SEK	97 293	43 967 30 889	0,41 % 0,35 %	0,02 %	Stockholm
SchindlerHoldingAGRegistered share	Energy Industrials	7 501	12 960	CHF	97 293 13 882	30 889 922	0,35 %	0,15 %	Zürich
Total securities portfolio <sup>1)</sup>			20933106		27 424 563	6 491 457	<b>99,27</b> %		

 $^{\scriptscriptstyle 1)}$  For liquidity in the portfolio as of 31.12.2017, please refer to the balance sheet.

#### Allocation of the acquisition cost:

For SKAGEN Global the average acquisition value is applied when calculating the realised capital gain/loss when selling shares.

# **SKAGEN Kon-Tiki**

### Note 6. Securities portfolio as of 31.12.2017 (in 1,000 NOK)

SectorSect									Share in	
hasperid consume discretionary 573.499 247.294 2AR 1 307.891 1060.253 4.474 0.13% [bhameshashashashashashashashashashashashashas	Security	Sector	Number of shares	Acquisition value NOK	Currency	Market value NOK	Unrealised gain/loss	Share of fund	company/ share class	Stock exchange
Inac. Consumer Schemic HoldingAS         Financials         592 823         1095 599         TW         120 2597         584 60         3,284         5,275         2,475         2,475         2,475         2,475         2,475         2,475         2,475         2,475         2,475         2,475         4,475         120 2397         586 160         3,305         3,645         585         Earord           HyundaMactor Der(Epp)         Consumer discretionary         137 000         232 005         KRW         100 4569         200 294         3,605         4,669         3,555         4,066         MASS           Golart Michael Consumer steples         139 168         139 616         103 841         98 8001         6631         3,197         2,765         6,445         News           Casant di Casant di Casant di Certonico Per(Ep)         Consumer steples         108 4630         606 573         1050         660 297         12,227         2,485         108 4503         102 298         63970         12,2298         63970         2,275         0,375         6,445         News           Barce Distado Ricinando Distado Ricinan	Samsung Electronics Co Ltd Pref	Information technology	86 664	683 886	KRW	1 386 424	702 538	4,92 %	0,47 %	Seoul
Mahinda Mahindra Mahindra Mahindra Markov         Consumer discretionary         959 192         137 498         USD         112 237         P68 498         3.98%         0.99%         6.09%           UGE betronics inc Pref         Consumer discretionary         232 005         KKW         10.09 626         320.05%         KA4.1%         Secolar MGL           LG Betronics inc Pref         Consumer discretionary         232 005         KKW         10.09 626         32.05%         4.06 4%         MAS           LG Betronics inc Pref         Consumer staples         31.99 168         32.4819         USD         938 018         6.318.3         3.5.5%         1.18%         Fund         Sacchard           Gree Electric Appliances inc Offundia         Consumer staples         157.9914         7.127.0%         CVM         R88 018         6.32 0.0         6.03 20         2.93%         4.95%         Mas         Mas           Gree Electric Appliances inc Offundia         Consumer staples         137.000         B8         874.97         2.93%         4.93%         Mas	NaspersLtd	Consumer discretionary	573 499	247 294	ZAR	1 307 819	1 060 525	4,64 %	0,13%	Johannesburg
Hyundhikkorc/aPref/2pi)         Consume discretionary         1370000         232.005         KRW         10.045.69         237.621         38.0%         37.647         SR           Golar Micklid         Industriais         4100000         106.049         USD         993.031         -6665         35.5%         4.06%         MASS           Golar Micklid         Consumer staples         4600000         706.310         BR         898.031         65.113         35.15%         4.06%         MASS           Grabssilicate/Bitribuicao-Pref         Consumer staples         108.46.230         66.677         USD         88.03         92.012         2.2.7%         Sasa         Sasa           Grabssilicate/Bitribuicao-Pref         Consumer staples         108.46.230         66.677         USD         88.020         2.3.067         3.0.5%         6.4.4%         New           Myundhi Motro-Pref (1)         Consumer staples         108.46.230         66.677         USD         88.020         3.0.567         0.2.3%         Netso         Netso         Sasa         3.2.967         2.3.7%         0.3.3%         Netso         N	Haci Omer Sabanci Holding AS	Financials	50 218 523	1 095 998	TRY	1 203 850	107 852	4,27 %	2,46%	Istanbul
Ließtercionscince/mel         Consumer discretionary         278.0152         764.075         KRW         10.456.90         750.275         40.075         40.075         40.075           XSRetaliforup/NGR         Consumer staples         31.991.66         324.819         USD         999.954         45.055         40.075         Sach         40.055         Sach         40.055         Sach         40.055         Sach         40.055         Sach         Additionary         Add	Mahindra & Mahindra Ltd GDR	Consumer discretionary	5 891 382	137 489	USD	1 122 397	984 908	3,98 %	0,95 %	Euroclear
clearting         H 10000         1040.049         USD         998 374         -6.695         3.55%         4.06 %         MASD           SystealliGroup/WGDR         Consumer staples         1399 14         75.270         898 618         192.308         3.19%         2.76%         Bao Pan           Cisellectric Applications         Consumer staples         157.99 147         75.1270         CWP         863 500         3.05%         0.42%         Hore Kork           Consumer staples         10.84 62.30         606 573         USD         864 02.99         23.36%         3.05%         6.44%         NewW           Myndal Motor CoPref [2]         Consumer staples         10.84 62.30         606 573         USD         814 473         297.33         2.28%         4.44%         NewW           Barco Distaid RiloGrande DosLisAPref         Financials         132.32 k542         383 789         HUF         77.56 0.03         2.27%         4.03%         Neudap           Borrbilligitid         Energy         2.322 k62         383 789         HUF         77.57 0.03         2.28%         2.28%         0.99%         Neudap           Borrbilligitid         Energy         2.322 k46         395 164         55K 163         2.23%         2.21%         Hora	Hyundai MotorCoPref(2pb)	Consumer discretionary	1 370 000	232 005	KRW	1 069 626	837 621	3,80 %	3,64%	Seoul
Sketalissanger Markel       3199 168       324 819       USD       663 813       3,51 %       1,18 %       Lands         Ciderasilication Micro Carbonia       Consumer staples       15719 914       751 270       CHV       886 63 509       112 329       3,05 %       6,44 %       New         HyundaMotro CoPer(1p)       Consumer discriptions       114 9300       185 097       KRW       683 509       122 39       3,05 %       6,44 %       New         HyundaMotro CoPer(1p)       Consumer discriptions       114 9300       185 097       KRW       681 437       297 33       2,92 %       4,53 %       Sore         StateBancoDotStadoBoGrandeDoSLISAPer       Financials       19 525 000       456 730       IRR       814 470       329 647       2,75 %       0,23 %       National         Borr DinlingLtd       Heintarcare       352 452       383 789       HUF       755 516       17 983       2,46 %       4,44 %       0         Great WallMotroCoLtd       Consumer discriptional       67 2200 000       70 908       HKD       65 310 / 11 / 15 / 13 20 / 11 / 15 / 13 20 / 11 / 15 / 13 20 / 10 / 15 / 15 / 13 20 / 10 / 15 / 15 / 13 20 / 11 / 15 / 15 / 10 / 11 / 15 / 15 / 1	LG Electronics Inc Pref	Consumer discretionary	2 820 152	764 275	KRW	1 014 569	250 294	3,60 %	16,41 %	Seoul
Cab Baselera, de Distribuica - Pref       Consumer staples       16 0000       70 310       BRL       898 618       192 308       3.19 %       2.76 %       Sao Pai         Corsentid       Consumer staples       10 84 62 30       606 573       USD       860 249       233 676       3.05 %       6.44 %       New Y         Hyndal Motor Caber(1p)       Consumer Staples       10 84 62 30       606 573       USD       841 473       297 433       2.89 %       11.02 %       Sao Pai         State Bank Onder Sould Sou	GolarLNGLtd	Industrials	4 100 000	1 046 049	USD	999 354	-46 695	3,55 %	4,06%	NASDAQ
creeElert/Applancesinc/Zhuhal         Consumer staples         13 719 914         751 270         C/W         663 509         11 239         3.06 %         0.26 %         Hendt           Cosantid         Consumer staples         10 84.20         666 509         11 239         3.05 %         6.44 %         NewY           Hyundi Motor CoPer(Tp)         Consumer staples         10 85 007         KFW         824 298         659 201         3.29 %         4.58 %         Sane Pancolo Statado Stociande Do SuiSAPerf         Financials         20 95 %         2.29 %         4.28 %         Sane Pancolo Statado Stociande Do SuiSAPerf         10.29 %         5.30 Pancolo Statado Stociande Do SuiSAPerf         10.29 %         Nationalin           Grancials         21 250 000         651 267         NOK         824 543         381 799         2.28 %         0.29 %         5.30 Addite           Grancials         21 250 000         651 267         NOK         424 59 20         2.28 %         0.99 %         Stociande           Grancials         21 250 000         670 708 H         HK         624 227         555 319         2.23 %         0.27 %         Hong K           Grancials         263 851 5         Information technology         10 087 31 31 31 31         13 31 31 31 31 31 31 31 31 31 31 31 31 3	X5RetailGroupNVGDR	Consumer staples	3 199 168	324 819	USD	988 001	663 183	3,51 %	1,18 %	Euroclear
Cosantid         Consumer staples         108.46 230         606.573         USD         660.249         235.76         3.05%         6.4.4%         New Y           Banco Doctatado Bio Gando DouilS APref         Financials         220.85 900         517.060         Bit 4/3         29.743         2.92%         4.58%         Sos           Banco Doctatado Bio Gando DouilS APref         Financials         192.055.00         445.073         INR         77.470         22.68%         0.29%         1.0.25%         Sos P           Biother Gadeon Nyrt         Health care         352.4562         383.789         HIW         77.5516         77.727         2.68%         0.03%         Neuroscience         0.03%	CiaBrasileiradeDistribuicao-Pref	Consumer staples	4 600 000	706 310	BRL	898 618	192 308	3,19 %	2,76 %	Sao Paulo
Hyundi Motor Carlet (1)         Consumer discretionary         114 9 300         185 097         K W         272 28         6.9 201         2.9 2%         4.5 8%         Sane Sane Sane Sane Sane Sane Sane Sane	GreeElectricAppliancesIncofZhuhai	Consumer staples	15 719 914	751 270	CNY	863 509	112 239	3,06 %	0,26%	Hong Kong
Banco Doc stade/bio/Grinde/Doc SulSAPref         Financials         12 08 \$000         \$17 040         Bit         814 4473         297 433         2.89%         11.02%         Saopa           Batebank/Ohda         Enancials         19 524 562         383 789         HIV         765 516         372 727         2.68%         18.9%         Buildon Bit           Bitchter Geden/Nyt         Health care         3 524 562         383 789         HIV         765 516         372 727         2.68%         1.89%         Buildon Bit         Bit         4.4473         372 77         2.68%         1.89%         Buildon Bit         Bit         4.4473         274 58         372 72         2.68%         1.99%         Stochke         Griestical Markan         2.48%         0.09%         Stochke         Griestical Markan         2.48%         0.09%         Stochke         Griestical Markan         2.48%         0.09%         Stochke         Griestical Markan         2.418%         1.26%         0.16%         Stochke         Griestical Markan         1.80%         0.15%         Hong Ka         Griestical Markan         1.16%         0.35%         File         Stochke         Griestical Markan         1.16%         0.35%         File         Stochke         Stochke         Griestical Markan         1.16%<	CosanLtd	Consumer staples	10 846 230	606 573	USD	860 249	253 676	3,05 %	6,44%	New York
State Each of India         Financials         19 52 5000         446 073         Nik         774 760         329 687         2.75%         0.23%         Nationalin           Bord Diffung Lid         Energy         21 25 000         563 267         NOK         755 160         772.72         2.64 %         0.09 %         Stockhow           Grand Walk Motr OL Lid         Consumer Staples         2.32 21 46         395 164         55K         6.43 767         2.48 509         2.28 %         0.09 %         Stockhow           Grand Walk Motr OL Lid         Consumer Staples         10 80000         607 486         55K 153 21 3         5.17 3         2.10 %         0.36 %         Stockhow           Cla Cenceria Stall Motor OL Lid         Consumer Staples         11 900 000         607 486         55K 153 21 3         1.3 395         1.88 %         1.19 %         Network           Cla Cenceria Stall Made Stab         Consumer staples         2.91 74 8         367 122         1.67 %         0.44 %         State           Cla Chand Lind Motor OL Lid         Information technology         300 000         215 097         KW         409 597         254 01         1.67 %         0.44 %         State           Clabor Sta         Information technology         554 69         54 59	HyundaiMotorCoPref(1p)	Consumer discretionary	1 149 300	185 097	KRW	824 298	639 201	2,92 %	4,58%	Seoul
Bickter Gedeonshyrt       Health care       3 23 45 22       38 7 89       RUF       7 755 16       3 72 727       2.6.8 %       1.89 %       Budap         BorrDrillingtid       Energy       21 250 000       552 67       NOK       753 250       171 983       2.6.8 %       0.9.9 %       Stockto         Great MallMotorColld       Consumer discretionary       67 000 00       70 908       HKD       6.29 227       553 19       2.23 %       0.9.9 %       Stockto         AGAnadoluGrubuHoldingAS       Consumer staples       108 71 19       31 127       US       53 0517       13 352       1.1.80 %       H19       New         ChinaulicomHongKongUd       Telecorn       45 828 000       554 482       HKD       50 503 107       14 38 3       1.1.90 %       New       N	BancoDoEstadoRioGrandeDoSulSAPref	Financials	22 085 900	517 040	BRL	814 473	297 433	2,89 %	11,02 %	Sao Paulo
BornDrillingLid         Energy         21 250 000         56 252 F         VICK         735 250         171 983         2.61 %         4.44 %         0           GrandWallMotorCutut         Consumer discretionary         67 200 000         79 98 F144         SEK         624 577         553 319         2.23 %         0.99 %         Stockhow           GrandWallMutorCutut         Consumer staples         10 80 1719         313 127         TRY         553 660         2.03 %         510 kbs	StateBankofIndia	Financials	19 525 000	445 073	INR	774 760	329 687	2,75 %	0,23%	National India
Linnevika. <sup>B</sup> B.         Financials         2322 146         395 144         643 674         248 509         2.2.2 %         0.99 %         Stockho           GrattWill MorCoLti         Consumer discretionary         67 200 000         70 908         HKD         629 227         553 319         2.1.2 %         0.3.6 %         Stockho           AGAnadoluGruburHoldingAS         Consumer staples         1037 139         311 27         HV         533 690         240 563         1.6.6 %         5K         Stockho         6.7.7 %         Hangko           ChinaluicomHongKongLid         Telecom         45 282 000         554 482         HKD         500 320         44183         1.1.8 %         1.1.9 %         New Y           ChinaluicomHongKongLid         Telecom         45 282 000         554 482         HKD         560 320         44183         1.1.8 %         1.1.9 %         New Y           ChinaluicomHongKongLid         Tenergy         20 626 650         1014 254         680 97         254 501         1.6.7 %         0.4.4 %         See           SamsungElocht         Industrials         10180 233         277 969         UR         427 79         17.4 810         1.6.1 %         0.35 %         Earcoreansetables           Bollorods SA         Industria		Health care								Budapest
GreatWallMotorCoLid         Consumer discretionary         67 200 000         70 908         FKD         62227         588 319         2.23 %         2.17 %         Hong Key           EricssonLM-BSHS         Information technology         11 000 000         607 466         5E K         592 113         -15 373         2,10 %         0,36 %         Stockho           ClaCerveeriasUnidasSADR         Consumer staples         2193 449         387 122         USD         530 517         143 395         1,88 %         1,19 %         New Y           ClaCerveeriasUnidasSADR         Consumer staples         2193 449         387 122         USD         530 517         143 395         1,88 %         1,19 %         New Y           ClaChemLdPref         Materials         259 179         179 108         KRW         493 991         314 873         1,75 %         3,37 %         See           SamsungSDICoLid         Information technology         300 000         215 097         EXR         469 597         254 001         1,67 %         4,44 %         See           SamsungElectronicsCoLidPrefGDR         Information technology         554 052         USD         446 715         392 120         1,58 %         4,09 %         Dub           KoreanReinsurance Co         Financial	BorrDrillingLtd	Energy	21 250 000	563 267	NOK	735 250	171 983	2,61 %	4,44%	Oslo
Ericsson LM-BSHS       Information technology       11 000 000       607486       SEK       592 113       -15 373       2.10%       0.36 %       Stochash         AGAnadoluGrubuHoldingAS       Consumer staples       12193 443       313 127       TRY       553 669       240 563       1,96 %       6,77 %       istant         Chinaluicom Hong KongLd       Telecom       45 282000       554 482       HKD       506 302       -48 180       1,80 %       0,15 %       Hong W       Hong W       200 650       41 810       1,60 %       0,15 %       Hong W       200 650       41 51 31       -54 2722       1,67 %       0,44 %       Kos       56 30       101 42 54       54 501       1,67 %       0,44 %       Kos       56 30       14 49 %       Long W       54 501       1,67 %       0,44 %       Kos       56 30       14 41 97       1,61 %       0,35 %       Po       Sam Sung SUCId       1,61 %       0,35 %       Po       Sam Sung SUS       1,56 %       4,09 %       Dut       San 2 and       1,57 %       3,33 %       Saa 2 and       Add for 4 41 57       321 20       1,58 %       0,15 %       Kos       Po       San 5 and       Add for 4 41 57       322 20       1,58 %       4,04 %       So       San 5 and       Add	KinnevikAB-B	Financials	2 322 146	395 164	SEK	643 674	248 509	2,28 %	0,99%	Stockholm
AGAraduluGubuholdingAS       Consumer staples       10.337 139       313127       TRV       553 690       240 563       1.96 %       6.77 %       Istantic         Cia Cervecerias Unidas SADR       Consumer staples       2193 449       387 122       USD       530 517       143 395       1.88 %       1.19 %       New X         CinhalnicomHongKongtud       Telecom       45 828 000       554 482       HKD       506 502       -46 810       1.80 %       0.15 %       Hong Kongtud         LiGChemLtdPref       Materials       205 26 651       10.14 254       66P       471 531       -542 72       1.67 %       0.44 %       See         SamsugElectronicsCoLtIdPrefGOR       Information technology       55 409       55 409       546 75       392 120       1.58 %       0.15 %       Eurod         MarfrigGlobalfoodS SA       Consumer staples       24 395 800       395 849       BR       441 379       46 130       1.57 %       3.93 %       Sao Pa         VietnamEnterpriseInvestmentsLtd       Financials       9000 000       257 177       GBP       439 668       182 400       1.56 %       4.09 %       Soa Pa         VietnamEnterpriseInvestmentsLtd       Financials       7180 000       313 318       18 33 53 7 323       220 826	GreatWallMotorCoLtd	Consumer discretionary	67 200 000	70 908	HKD	629 227	558 319	2,23 %	2,17 %	Hong Kong
CiaCenvecerias Unidas SADR       Consumer staples       2193 449       38122       USD       530 517       143 395       1,88 %       1,19 %       New Y         ChinaulincomHongKongLid       Telecom       45 828 000       554 482       HKD       506 302       48 180       1,87 %       0,15 %       Hong Koc         LiGChemLidPref       Materials       259 179       179 108       KW       493 981       314 4573       1,75 %       3,37 %       See         Samsung SDICoLtd       Information technology       300000       215 097       KW       469 597       254 011       1,67 %       0,44 %       See         BolloreSA       Industrials       10.180 233       277 969       EUR       452 779       174 810       1,61 %       0,35 %       Euro         MatrigGlobalFoodSA       Consumer staples       24 395 800       395 849       BRL       441 979       46 130       1,57 %       3,93 %       Sao Pa         VietnamEnterpriseInvestimentSLd       Financials       9000 000       257 177       GBP       439 668       182 400       1,56 %       4,09 %       Dut         Korean Reinsurance Co       Financials       7180 000       313 971       136 677       224 14       1,22 %       0,38 %       <	EricssonLM-BSHS	Information technology	11 000 000	607 486	SEK	592 113		2,10 %	0,36%	Stockholm
Chinallicom longKongLtd         Telecom         45 828 000         554 82         HKD         506 302         -48 180         1,80 %         0.15 %         Hong Ko           LGChemitdPref         Materials         259 179         179 108         KRW         493 981         314 873         1,75 %         3,37 %         Ser           LIdnowDiPc         Energy         20 626 650         1014 254         GPB         47151         542 222         1,67 %         1,49 %         Lond           SamsungSDICoLtd         Information technology         300 000         215 97         KRW         469 597         254 501         1,67 %         0,44 %         Ser           BolloreSA         Information technology         55 409         54 595         USD         446 715         392 120         1,58 %         0,15 %         Eurock           Wietnam EnterpriseInvestmentsLtd         Financials         9000000         257 177         GPB         436 68         182 490         1,56 %         4,09 %         Du           Bangkok BankPublic Co-Nvdr         Financials         7180 000         319 318         TH8         363 95         445 71         1,26 %         2,26 %         Indos           JELLd         Financials         3514 971         136 477 </td <td>-</td> <td>-</td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td>Istanbul</td>	-	-								Istanbul
LGChem LtdPref       Materials       259 179       179 108       KRW       493 981       31.4 873       1.75 %       3.37 %       See         TullowOilPic       Energy       20 626 650       1014 254       GBP       471 531       -542 722       1,67 %       1,49 %       Lond         BollorESA       Information technology       300 000       215 097       KRW       463 597       254 501       1,67 %       0,44 %       See         MarfiglobalFoodSA       Information technology       55 499       54 95       USD       446 715       321 20       1,58 %       0,15 %       Euroci         MarfiglobalFoodSA       Consumer staples       24 395 800       257 177       GBP       439 668       182 490       1,56 %       4,09 %       Dut         Vietnam EnterpriseInvestmentsLtd       Financials       7 180 000       313 713       156 37 323       220 846       1,27 %       4,04 %       See         BangiokBankPublicCo-Nvdr       Financials       318 197 136 677       ZAR       357 323       220 846       1,27 %       4,04 %       Istantion         IdostTbkPT       Telecom       123 010 850       7111       1NR       336 636       260 525       1,17 %       0,67 %       National In	CiaCerveceriasUnidasSAADR	Consumer staples		387 122				1,88 %	1,19 %	New York
TullowOilPic         Energy         20 626 650         1 014 254         GBP         471 531         -542 722         1,67%         1,49%         Lond           SamsugSDICoLtd         Information technology         300 000         237 5907         KRW         466 3597         254 501         1,67%         0,44 %         See           SamsugElectronicsCoLtdPrefGDR         Information technology         55 409         54 595         USD         446 715         392 120         1,58 %         0,15 %         Eurock           MarfingGlobalFoodSA         Consumer staples         24 395 800         395 849         BRL         444 717 531         1,56 %         4,09 %         Dut           Korean ReinsuranceCo         Financials         7 180 00         319 318         THB         363 895         445 57         1,29 %         0,38 %         Bangko           IndosatTikhPT         Telecom         123 010 850         341 628         108 355 452         13 825         1,26 %         2,26 %         Indome           UPLtd         Materials         33 856 50         7111         1NR         33 63 62 62 525         1,17 %         0,67 %         National in           UPLtd         Materials         33 85 650         7111         1NR         33 63 62 62 5	0 0									Hong Kong
SamsungSDICoLtd         Information technology         300 000         215 097         KRW         469 597         254 501         1.67%         0.44%         See           BolloreSA         Indoustrials         10 180 233         277 969         EUR         452 779         174 810         1.61%         0.33%         Pa           SamsungElectronics CoLtdPrefGDR         Information technology         55 409         54 595         USD         446 715         392 120         1.58%         0.015%         Eurocl           MarfrigClobalFoodSSA         Consumer staples         24 395 800         395 849         BRL         441 979         46 130         1.57%         3.93%         Sao Pa           Korean Reinsurance Co         Financials         4860 366         182 711         KRW         409 235         226 524         1.45%         4.00%         BudgkoBankPublicCo-Nvdr         Financials         319 318         THB         363 895         44 557         1.29%         0.38%         BangkokBankPublicCo-Nvdr         Financials         319 318         THB         363 395         44 557         1.29%         0.58%         Istainalin           Jobast TickPT         Telecom         123 010 850         341 628         10R         355 452         13 825         1.27%										Seoul
BolloreSA         Industrials         10180 233         277 969         EUR         452 779         17.4 810         1,61 %         0,35 %         Pa           SamsungElectronics ColldPreGDR         Information technology         55 409         54 595         USD         446715         392 120         1,58 %         0,15 %         Eurock           MarfrigGlobalFoodSA         Consumer staples         24 395 800         395 849         BRL         441 979         46 130         1,57 %         3,93 %         Sao Pa           Korean Reinsurance Co         Financials         4860 366         182 711         KW         409 235         226 524         1,45 %         4,00 %         Sea           Bangkok Bank Public Co-Nvdr         Financials         7180 000         319 338         THB         363 895         44 557         1,29 %         0,38 %         Bangko           IndostTibk PT         Telecorn         123 101850         341 6471         186 477         27 83 733         220 846         1,27 %         4,05 %         Jannesb           IndostTibk PT         Telecorn         123 101850         341 628         108 452 018         127 194         1,22 %         0,58 %         Istant           UPLId         Materials         26 555 815										London
SamsungElectronicsCoLtdPrefGDR         Information technology         55 409         54 595         USD         446 715         392 120         1,58%         0,15%         Eurock           MarfrigGiobalFoodSSA         Consumerstaples         24 395 800         395 849         BRL         441 979         46 130         1,57%         3,93%         Sao Par           VietnamEnterpriseInvestmentsLtd         Financials         9000 000         257 177         GFP         439 668         182 490         1,65%         4,09%         Dut           BangkokBankPublicO-Nvdr         Financials         7 180 000         319 338         THB         363 895         44557         1,29%         0,38%         Bangk           JSELtd         Financials         514 971         136 477         ZAR         357 323         220 864         1,27%         4,05%         Johanes           IndosatTbkPT         Telecom         123 010 850         341 628         10R         355 452         13 825         1,12%         0,58%         Istand           UPLLtd         Matrials         388 650         70111         NR         330 636         260 525         1,17%         0,67%         National In           Holustrials         98799 58         158 34         BRL	0	0,								Seoul
MarfrigGlobalFoodsSA         Consumer staples         24 395 800         395 849         BRL         441 979         46 130         1,57%         3,93%         Sao Pai           Vietnam EnterpriseInvestmentsLtd         Financials         9 000 000         257 177         GBP         439 668         182 490         1,56%         4,09%         Dub           Korean Reinsurance Co         Financials         4860 366         182 711         KRW         409 235         226 524         1,45%         4,04%         See           BangkokBankPublicCo-Nvdr         Financials         7 180 000         319 338         THB         363 895         44 557         1,29%         0,38%         Bangko           IndosatTbkPT         Telecom         123 010850         341 628         108 355 4251         138 25         1,76%         2,66%         Indones           IndosatTbkPT         Telecom         123 010850         341 628         108 355 42         13 851         2,66%         Indones           VPLLtd         Materials         338 650         70 111         INR         330 636         260 525         1,13%         2,90%         New Y           RumoSA         Industrials         80 430         118 669         KRW         307 546         188 877 </td <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td>-</td> <td>-</td> <td>Paris</td>								-	-	Paris
VietnamEnterpriseInvestmentsLtd         Financials         9 000 000         257 177         GBP         439 668         182 490         1,56%         4,09%         Dutk           Korean Reinsurance Co         Financials         4 860 366         182 711         KRW         409 235         226 524         1,45%         4,05%         Johannesh           BangkokBank Public Co-Nvdr         Financials         7 180 000         319 338         THB         363 895         44 557         1,29%         0,38%         BangkokBank Public Co-Nvdr           JSELtd         Financials         3514 971         136 477         ZAR         357 323         220 846         1,27%         4,05%         Johannesh           Industrials         123 010 850         341 628         IDR         355 452         13 825         1,26%         2,26%         Industrials           UPLLtd         Materials         3385 650         70 111         INR         330 636         26 05 25         1,17%         0,67%         National In           HollysysAutomation TechnologiesLtd         Information technology         1751 648         321 252         USD         318 963         -2289         1,13%         2,90%         New Y           Rue SA         Industrials         979 958								-		Euroclear
Korean Reinsurance Co         Financials         4 860 366         182 711         KRW         409 235         226 524         1,45 %         4,04 %         See           Bangkok Bank Public Co-Nvdr         Financials         7 180 000         319 338         THB         363 895         44 557         1,29 %         0,38 %         Bangk           IndosatTbk PT         Telecom         123 010 850         341 628         IDR         355 452         1,22 %         0,58 %         Istants           EnkalnsaatVeSanayiAS         Industrials         26555 815         218 014         TRY         345 208         127 194         1,22 %         0,58 %         Istant           UPLLtd         Materials         3385 650         70 111         INR         330 636         260 525         1,17 %         0,67 %         National Im           HollysysAutomationTechnologiesLtd         Information technology         1751 648         321 252         USD         118 963         2289         1,13 %         0,63 %         Sao Pa           LG Corp Pref         Industrials         8094 00         280 824         HKD         231 628         8664         1,00 %         4,47 %         Hong Ke           BangkoBank PCL-Foreign Reg         Financials         409 783										Sao Paulo
Bangkok Bank Public Co-Nvdr         Financials         7 180 000         319 338         THB         363 895         44 557         1,29 %         0,38 %         Bangkok           JSELtd         Financials         351 4971         136 477         ZAR         357 323         220 846         1,27 %         4,05 %         Johannesho           IndosatTbkPT         Telecom         123 010 850         341 628         IDR         355 452         13 825         1,26 %         2,26 %         Indomesho           UPLLtd         Materials         26 555 815         218 014         TRY         445 500         228 94         1,17 %         0,67 %         National Im           HollysysAutomationTechnologiesLtd         Information technology         177 194 83 21 252         USD         318 963         -2289         1,13 %         2,90 %         New YA           RumoSA         Industrials         977 958         188 334         BRL         313 944         155 610         1,11 %         0,63 %         Sao Pa           LG CorpPref         Industrials         808 430         118 669         KRW         307 546         188 877         1,09 %         24,39 %         See           EastAfrican BreweriesLtd         Consumer staples         1377 2849         23	-									Dublin
JSELId         Financials         3 514 971         136 477         ZAR         357 323         220 846         1,27%         4,05%         Johannesb           IndosaTbkPT         Telecom         123 010 850         341 628         IDR         355 452         13 825         1,26%         2,26%         Indomesb           EnkalnsaatVeSanayiAS         Industrials         2655 815         218 014         TRY         345 208         127 194         1,22%         0,58%         Istant           UPLLtd         Materials         3385 650         70111         INR         3306 626 0525         1,17%         0,67%         National In           HollysysAutomationTechnologiesLtd         Information technology         1751 648         321 252         USD         318 963         -2 289         1,13%         2,90%         New YA           RumoSA         Industrials         9779 958         158 334         BRL         313 944         155 610         1,11%         0,63%         Sae Pa           LG Corp Pref         Industrials         808 430         118 669         KRW         307 546         188 877         1,09%         24,39%         See           EastAfrican BreweriesLtd         Consumer staples         13 772 849         237 291         KE										Seoul
IndosatTbkPT         Telecom         123 010 850         341 628         IDR         355 452         13 825         1,26 %         2,26 %         Indone           EnkalnsaatVeSanayiAS         Industrials         26 555 815         218 014         TRY         345 208         127 194         1,22 %         0,58 %         Istant           UPLLtd         Materials         26 555 815         218 014         TRY         345 208         127 194         1,22 %         0,58 %         National In           HollysysAutomation TechnologiesLtd         Information technology         1751 648         321 252         USD         318 963         -2289         1,13 %         0,63 %         Sao Pai           LGCorp Pref         Industrials         9779 958         158 334         BRL         313 944         155 610         1,11 %         0,63 %         Sao Pai           LGCorp Pref         Industrials         808 430         118 669         KRW         307 546         188 877         1,09 %         24,39 %         See           China ShinewayPharmaceutical         Health care         36 934 000         280 824         HKD         281 688         864         1,00 %         4,77 %         Hong Ke           EastAfrican BreweriesLtd         Consumer staples										Bangkok
EnkalnsaatVeSanayiAS         Industrials         26 555 815         218 014         TRY         345 208         127 194         1,22%         0,58%         Istant           UPLLd         Materials         3 385 650         70 111         INR         330 636         260 525         1,17%         0,67%         National Im           HollysysAutomation TechnologiesLtd         Information technology         1 751 648         321 252         USD         318 963         -2 289         1,13%         2,90%         New Ya           RumoSA         Industrials         9 779 958         158 334         BRL         313 944         155 610         1,11%         0,63%         Sao Pate           LG Corp Pref         Industrials         808 430         118 669         KRW         307 546         188 877         1,09%         24,39%         See           China ShinewayPharmaceutical         Health care         36 934 000         280 824         HKD         281 688         864         1,00%         4,47%         Hong Ka           BangkokBankPCL-ForeignReg         Financials         13 772 849         237 291         KES         259 613         22 322         0,92%         Euroci           GhanaCommercialBankLtd         Financials         1407 600         1	-									Johannesburg
UPLLtd         Materials         3 385 650         70 111         INR         330 636         260 525         1,17%         0,67%         National Im           HollysysAutomationTechnologiesLtd         Information technology         1 751 648         321 252         USD         318 963         -2 289         1,13%         2,90%         New Y           RumoSA         Industrials         9 779 958         158 334         BRL         313 944         155 610         1,11%         0,63%         Sao Pa           LG Corp Pref         Industrials         808 430         118 669         KRW         307 546         188 877         1,09%         24,33%         See           China ShinewayPharmaceutical         Health care         36 934 000         280 824         HKD         281 688         864         1,00%         4,47%         Hong Ke           EastAfricanBreweriesLtd         Consumer staples         13 772 849         237 291         KES         259 613         22 322         0,92%         1,74%         Nair           BangkokBankPCL-ForeignReg         Financials         4 407 600         183 217         THB         242 185         58 968         0,86%         0,23%         Bangk           LentaLtdGDR         Consumer staples         4 407 600								-		Indonesia
HollysysAutomationTechnologiesLtd         Information technology         1 751 648         321 252         USD         318 963         -2 289         1,13 %         2,90 %         New Yo           RumoSA         Industrials         9 779 958         158 334         BRL         313 944         155 610         1,11 %         0,63 %         Sao Pai           LG Corp Pref         Industrials         808 430         118 669         KRW         307 546         188 877         1,09 %         24,39 %         See           China ShinewayPharmaceutical         Health care         36 934 000         280 824         HKD         281 688         864         1,00 %         4,47 %         Hong Ke           EastAfrican BreweriesLtd         Consumer staples         13 772 849         237 291         KES         259 613         22 322         0,92 %         1,74 %         Nain           BangkokBankPCL-ForeignReg         Financials         4 407 600         183 217         THB         242 185         58 968         0,86 %         0,23 %         Bangk           LentaLtdGDR         Consumer staples         4 407 600         183 217         THB         242 185         58 968         0,86 %         0,22 %         Eurock           GhanaCommercialBankLtd         Financia	-									Istanbul
RumoSA         Industrials         9779 958         158 334         BRL         313 944         155 610         1,11 %         0,63 %         Sao Pai           LGCorp Pref         Industrials         808 430         118 669         KRW         307 546         188 877         1,09 %         24,39 %         See           China ShinewayPharmaceutical         Health care         36 934 000         280 824         HKD         281 688         864         1,00 %         4,47 %         Hong Kc           BangkokBankPCL-ForeignReg         Financials         4 407 600         183 217         THB         242 185         58 968         0,86 %         0,23 %         BangkokBankPCL-ForeignReg         Financials         4 407 600         183 217         THB         242 185         58 968         0,86 %         0,23 %         BangkokBankPCL-ForeignReg         Financials         4 407 600         183 217         THB         242 185         58 968         0,86 %         0,23 %         BangkokBankPCL-ForeignReg         6,79 %         GhanaCommercialBankLtd         Financials         18 001 604         90 783         GHS         164 035         73 252         0,58 %         6,79 %         GhanaCommercialBankLtd         Financials         4 392 100         92 364         GBP         161 226         68 862 </td <td></td>										
LG Corp Pref         Industrials         808 430         118 669         KRW         307 546         188 877         1,09%         24,39%         See           China ShinewayPharmaceutical         Health care         36 934 000         280 824         HKD         281 688         864         1,00%         4,47%         Hong Ko           EastAfrican BreweriesLtd         Consumer staples         13 772 849         237 291         KES         259 613         22 322         0,92%         1,74%         Mair           BangkokBankPCL-ForeignReg         Financials         4 407 600         183 217         THB         242 185         58 968         0,86%         0,23%         BangkokBankPCL-ForeignReg         Consumer staples         4 407 4814         222 335         USD         212 947         -9 388         0,76%         0,92%         Euroch           GhanaCommercialBankLtd         Financials         18 001 604         90 783         GHS         164 035         73 252         0,58%         6,79%         Ghana           VinaCapitalVietnam OpportunityFundLtd         Financials         4 392 100         92 364         GBP         161 226         68 862         0,57%         2,22%         Lond           Atlantic SaphireAS         Consumer staples         462 809								-		New York
ChinaShinewayPharmaceutical         Health care         36 934 000         280 824         HKD         281 688         864         1,00%         4,47%         Hong Ko           EastAfricanBreweriesLtd         Consumer staples         13 772 849         237 291         KES         259 613         22 322         0,92%         1,74%         Nair           BangkokBankPCL-ForeignReg         Financials         4 407 600         183 217         THB         242 185         58 968         0,86%         0,23%         Bangko           GhanaCommercialBankLtd         Financials         4 407 600         183 217         THB         242 185         58 968         0,86%         0,23%         Bangko           VinaCapitalVietnamOpportunityFundLtd         Financials         18 001 604         90 783         GHS         164 035         73 252         0,58%         6,79%         Ghana           VinaCapitalVietnamOpportunityFundLtd         Financials         4 392 100         92 364         GBP         161 226         68 862         0,57%         2,22%         Lond           Atlantic SapphireAS         Consumer staples         462 809         129 587         NOK         129 587         0,46%         10,00%         NO           ChinaUnicomHongKongLtdADR         Telecom										
EastAfricanBreweriesLtd         Consumer staples         13 772 849         237 291         KES         259 613         22 322         0,92 %         1,74 %         Naim           BangkokBankPCL-ForeignReg         Financials         4 407 600         183 217         THB         242 185         58 968         0,86 %         0,23 %         Bangk           LentaLtdGDR         Consumer staples         4 474 814         222 335         USD         212 947         -9 388         0,76 %         0,92 %         Eurock           GhanaCommercialBankLtd         Financials         18 001 604         90 783         GHS         164 035         73 252         0,58 %         6,79 %         Ghana           VinaCapitalVietnamOpportunityFundLtd         Financials         4 392 100         92 364         GBP         161 226         68 862         0,57 %         2,22 %         Lond           Atlantic SapphireAS         Consumer staples         462 809         129 587         NOK         129 587         0,46 %         10,00 %         OV           ChinaUnicomHongKongtLdADR         Telecom         1111 678         136 167         USD         122 984         -13 182         0,44 %         0,04 %         New Y           ElefonaktiebolagetLMEricssonADR         Information technolog										Seoul
BangkokBankPCL-Foreign Reg         Financials         4 407 600         183 217         THB         242 185         58 968         0,86 %         0,23 %         Bangkok           LentaLtdGDR         Consumer staples         4 474 814         222 335         USD         212 947         -9 388         0,76 %         0,92 %         Eurock           Ghana Commercial BankLtd         Financials         18 001 604         90 783         GHS         164 035         73 252         0,58 %         6,79 %         Ghana           VinaCapitalVietnamOpportunityFundLtd         Financials         18 001 604         90 783         GHS         164 035         73 252         0,58 %         6,79 %         Ghana           VinaCapitalVietnamOpportunityFundLtd         Financials         4 392 100         92 364         GBP         161 226         68 862         0,57 %         2,22 %         Lond           Atlantic SapphireAS         Consumer staples         462 809         129 587         NOK         129 587         0,46 %         10,00 %         O           ChinaUnicomHongKongLtdADR         Telecom         1111 678         136 167         USD         122 984         -13 182         0,44 %         0,04 %         New Yee           EczacibasiYatirim Holding         Health care <td></td>										
LentaLtdGDR         Consumer staples         4 474 814         222 335         USD         212 947         -9 388         0,76 %         0,92 %         Eurocle           GhanaCommercialBankLtd         Financials         18 001 604         90 783         GHS         164 035         73 252         0,58 %         6,79 %         GhanaCommercialBankLtd           VinaCapitalVietnamOpportunityFundLtd         Financials         4 392 100         92 364         GBP         161 226         68 862         0,57 %         2,22 %         Lond           AtlanticSapphireAS         Consumer staples         462 809         129 587         NOK         129 587         0,46 %         10,00 %         OO           ChinaUnicomHongKongLtdADR         Telecom         111 1678         136 167         USD         122 284         -13 182         0,44 %         0,00 %         New Yo           EczacibasiVatirimHolding         Health care         4 450 203         35 324         TRY         104 763         69 438         0,37 %         4,24 %         Istant           EisEczacibasiVatirimHolding         Health care         8 740 882         48 056         TRY         83 099         35 044         0,29 %         1,28 %         Istant           Mahindra& MahindraLtd         Consumer discre										Nairobi
GhanaCommercialBankLtd         Financials         18 001 604         90 783         GHS         164 035         73 252         0,58 %         6,79 %         GhanaCommercialBankLtd           VinaCapitalVietnamOpportunityFundLtd         Financials         4 392 100         92 364         GBP         161 226         68 862         0,57 %         2,22 %         Lond           Atlantic SapphireAS         Consumer staples         462 809         129 587         NOK         129 587         0,46 %         10,00 %         OC           ChinaUnicomHongKongLtdADR         Telecom         1111 678         136 167         USD         122 984         -13 182         0,44 %         0,04 %         New YC           TelefonaktiebolagetLMEricssonADR         Information technology         2 000 000         121 481         USD         109 240         -12 242         0,39 %         0,07 %         New YC           EczacibasiYatirimHolding         Health care         4 450 203         35 324         TRY         104 763         69 438         0,37 %         4,24 %         Istant           EisEczacibasillacveSinai         Health care         8 740 882         48 056         TRY         8 3099         35 044         0,29 %         1,28 %         Istant           Mahindra& Mahindra & Mahindra	0 0 0									Bangkok
VinaCapitalVietnamOpportunityFundLtd         Financials         4 392 100         92 364         GBP         161 226         68 862         0,57 %         2,22 %         Lond           AtlanticSapphireAS         Consumer staples         462 809         129 587         NOK         129 587         -         0,46 %         10,00 %         O           ChinaUnicomHongKongttdADR         Telecom         1111 678         136 167         USD         122 984         -13 182         0,44 %         0,00 %         New Yo           TelefonaktiebolagetLMEricssonADR         Information technology         2 00000         121 481         USD         109 240         -12 242         0,39 %         0,07 %         New Yo           EczacibasiYlatrimHolding         Health care         4 450 203         35 324         TRY         104 763         69 438         0,37 %         4,24 %         Istant           EisEczacibasillacveSinai         Health care         8 740 882         48056         TRY         83 099         35 044         0,29 %         1,28 %         Istant           Mahindra& Mahindra & Mahindra Ltd         Consumer discretionary         330 244         13 384         INR         31 760         18 376         0,11 %         0,03 %         National In           Hyundai										
Atlantič Sapphire AS         Consumer staples         462 809         129 587         NOK         129 587         -         0,46%         10,00%         O           China Unicom Hong Kong Ltd ADR         Telecom         1111 678         136 167         USD         122 984         -13 182         0,44%         0,04%         New Yo           Telefonaktiebolaget LM Ericsson ADR         Information technology         2 000 000         121 481         USD         109 240         -12 242         0,39%         0,07%         New Yo           Eczacibasi Yatrim Holding         Health care         4 450 203         35 324         TRY         104 763         69 438         0,37%         4,24%         Istant           Eis Eczacibasi Yatrim Holding         Health care         8 740 882         48 056         TRY         83 099         35 044         0,29%         1,28%         Istant           Mahindra& Mahindra Ltd         Consumer discretionary         330 244         13 384         INR         31 760         18 376         0,11%         0,03%         National Im           Hyundai Motor CoGDR         Consumer discretionary         33 510         10 090         USD         12 029         1939         0,04%         0,07%         Euroch										Ghana
China Unicom Hong Kong Ltd ADR         Telecom         1 111 678         136 167         USD         122 984         -13 182         0,44 %         0,04 %         New Yor           Telefonaktiebolaget LM Ericsson ADR         Information technology         2 000 000         121 481         USD         109 240         -12 242         0,39 %         0,07 %         New Yor           Eczacibasi Yatirim Holding         Health care         4 450 203         35 324         TRY         104 763         69 438         0,37 %         4,24 %         Istant           EisEczacibasi Ilacve Sinai         Health care         8 740 882         48 056         TRY         83 099         35 044         0,29 %         1,28 %         Istant           Mahindra& Mahindra Ltd         Consumer discretionary         330 244         13 384         INR         31 760         18 376         0,11 %         0,03 %         National Im           Hyundai Motor CoGDR         Consumer discretionary         33 510         10 090         USD         12 029         199         0,04 %         0,07 %         Euroch							68 862			London
TelefonaktiebolagetLMEricssonADR         Information technology         2 000 000         121 481         USD         109 240         -12 242         0,39 %         0,07 %         New Yo           EczacibasiYatrimHolding         Health care         4 450 203         35 324         TRY         104 763         69 438         0,37 %         4,24 %         Istant           EisEczacibasiYatrimHolding         Health care         8 740 882         48 056         TRY         83 099         35 044         0,29 %         1,28 %         Istant           Mahindra&MahindraLtd         Consumer discretionary         330 244         13 384         INR         31 760         18 376         0,11 %         0,03 %         National Inc           Hyundai MotorCoGDR         Consumer discretionary         33 510         10 090         USD         12 029         1939         0,04 %         0,07 %         Eurocom							-			Oslo
Eczacibasi/Iatve/Sinai         Health care         4 450 203         35 324         TRY         104 763         69 438         0,37 %         4,24 %         Istant           EisEczacibasi/IacveSinai         Health care         8 740 882         48 056         TRY         83 099         35 044         0,29 %         1,28 %         Istant           Mahindra&MahindraLtd         Consumer discretionary         330 244         13 384         INR         31 760         18 376         0,11 %         0,03 %         National Im           Hyundai MotorCoGDR         Consumer discretionary         33 510         10 090         USD         12 029         1 939         0,04 %         0,07 %         Eurocome										
EisEczacibasillacveSinai         Health care         8 740 882         48 056         TRY         83 099         35 044         0,29%         1,28%         Istanl           Mahindra&MahindraLtd         Consumer discretionary         330 244         13 384         INR         31 760         18 376         0,11%         0,03%         National In-           Hyundai MotorCoGDR         Consumer discretionary         33 510         10 090         USD         12 029         1 939         0,04%         0,07%         Eurocle	-									
Mahindra&MahindraLtd         Consumer discretionary         330 244         13 384         INR         31 760         18 376         0,11%         0,03%         National In           Hyundai MotorCoGDR         Consumer discretionary         33 510         10 090         USD         12 029         1 939         0,04%         0,07%         Eurocle	5									Istanbul
HyundaiMotorCoGDR         Consumer discretionary         33 510         10 090         USD         12 029         1 939         0,04 %         0,07 %         Eurocle										Istanbul
Total securities portfolio <sup>1)</sup> 16 880 008         27 308 844         10 428 835         96,90 %										National India Euroclear
	Total securities portfolio <sup>1)</sup>			16880008		27 308 844	10428835	96,90 %		

<sup>1)</sup> For liquidity in the portfolio as of 31.12.2017, please refer to the balance sheet.

 $\label{eq:allocation} Allocation of the acquisition cost:$ 

For SKAGEN Kon-Tiki the average acquisition value is applied when calculating the realised capital gain/loss when selling shares.

## **SKAGEN** m<sup>2</sup>

### Note 6. Securities portfolio as of 31.12.2017 (in 1,000 NOK)

Security	Sector <sup>2)</sup>	Number of shares	Acquisition value NOK	Currency	Market value NOK	Unrealised gain/loss	Share of fund	Share in company/ share class	Stock exchange
CatenaAB	Property companies incl. REITS	561 194	69 619	SEK	87 231	17 612	6,93 %	1,50 %	Stockholm
DCarnegie&CoAB	Property companies incl. REITS	617 345	49 837	SEK	75 440	25 603	5,99%	0,84%	Stockholm
DeutscheWohnenSE	Property companies incl. REITS	206 000	52 225	EUR	73 774	21 549	5,86 %	0,06%	Frankfurt
MitsuiFudosanCoLtd	Property companies incl. REITS	378 000	73 578	JPY	69 301	-4 277	5,51 %	0,04%	Tokyo
Inmobiliaria Colonial SA	Property companies incl. REITS	786 374	46 220	EUR	63 979	17 759	5,08 %	0,18%	Madrid
OlavThonRealEstatesselskapASA	Property companies incl. REITS	310 000	41 401	NOK	50 530	9129	4,02 %	0,29%	Oslo
GlobalLogisticPropertiesLtd	Property companies incl. REITS	2 312 700	31 930	SGD	47 700	15 770	3,79%	0,05 %	Singapore
CAImmobilienAnlagenAG	Property companies incl. REITS	188 083	30 800	EUR	47 673	16 873	3,79%	0,19 %	Wien
CKAssetHoldingsLtd	Property companies incl. REITS	666 000	43 856	HKD	47 589	3 7 3 3	3,78%	0,02 %	Hong Kong
IrsaSaADR	Property companies incl. REITS	196 011	24 867	USD	47 440	22 573	3,77%	0,34 %	New York
BUWOGAG	Property companies incl. REITS	166 925	37 940	EUR	47 1 39	9 1 9 9	3,75 %	0,15 %	Wien
SunHungKaiProperties	Property companies incl. REITS	330 000	41 994	HKD	45 020	3 0 2 6	3,58%	0,01 %	Hong Kong
DicAssetAG	Property companies incl. REITS	428 358	30 977	EUR	44 305	13 328	3,52 %	0,62 %	Xetra
CapitaLandLtd	Property companies incl. REITS	1 850 000	37 571	SGD	39 968	2 397	3,18 %	0,04 %	Singapore
ImmofinanzAG	Property companies incl. REITS	1 613 752	25 011	EUR	34 032	9 0 2 1	2,70 %	0,14 %	Wien
SelfStorageGroupASA	Property companies incl. REITS	1 984 965	29 966	NOK	33 347	3 381	2,65 %	3,12 %	Oslo
AtriumLjungbergAB	Property companies incl. REITS	255 291	30 659	SEK	33 251	2 592	2,64%	0,20 %	Stockholm
MeliaHotelsInternational	Property companies incl. REITS	272 000	26 976	EUR	30 7 2 5	3 748	2,44%	0,12 %	Madrid
ColumbiaPropertyTrustInc	Property companies incl. REITS	162 137	27 157	USD	30 4 2 6	3 268	2,42 %	0,14 %	New York
SekisuiHouseLtd	Property companies incl. REITS	197 000	26 829	JPY	29 115	2 286	2,31 %	0,03 %	Tokyo
FarEastConsortiumInternationalLtd	Property companies incl. REITS	5 889 000	27 067	HKD	28 957	1 890	2,30 %	0,26%	Hong Kong
PhoenixMillsLtd	Property companies incl. REITS	355 160	13 637	INR	28 511	14 874	2,27%	0,23%	National India
MRVEngenharia	Property companies incl. REITS	735 500	24 238	BRL	27 378	3 1 4 1	2,18 %	0,17%	Sao Paulo
Shangri-LaAsiaLtd	Property companies incl. REITS	1 425 000	16 562	HKD	26 447	9 885	2,10 %	0,04%	Hong Kong
SLGreenRealtyCorp	Property companies incl. REITS	31 562	27 442	USD	26 047	-1 395	2,07 %	0,03%	New York
EntraASA	Property companies incl. REITS	198 279	20 1 1 2	NOK	24 190	4 078	1,92 %	0,11 %	Oslo
AscendasIndiaTrust	Property companies incl. REITS	3 357 000	17 920	SGD	23 627	5 707	1,88%	0,36%	Singapore
SMPrimeHoldingsInc	Property companies incl. REITS	3 543 400	10 851	PHP	21 752	10 901	1,73%	0,01 %	Philippines
KeckSengInvestments	Property companies incl. REITS	1 994 000	14 690	HKD	14 603	-87	1,16 %	0,59%	Hong Kong
SohoChinaLtd	Property companies incl. REITS	2 568 500	11 630	HKD	12 280	651	0,98%	0,05 %	Hong Kong
Oberoi Realty Ltd	Property companies incl. REITS	187 210	5 892	INR	11 535	5 643	0,92 %	0,06 %	National India
Total securities portfolio 1)			969 454		1 223 315	253861	97,21%		

For liquidity in the portfolio as of 31.12.2017, please refer to the balance sheet.
 REITS (Real Estate Investment Trusts) are listed, legal structures which are subject to favourable tax regulations in their country of origin. Conditional to receiving favourable tax treatment, the company must fulfil minimum requirements related to property exposure and a minimum share of the profits must be shared between owners.

Allocation of the acquisition cost:

 $\label{eq:scalar} For SKAGEN\,m2\,the\,FIFO\,principle\,is\,applied\,when\,calculating\,the\,realised\,capital\,gain/loss\,when\,selling\,securities.$ 

# **SKAGEN Focus**

### Note 6. Securities portfolio as of 31.12.2017 (in 1,000 NOK)

Security	Sector	Number of shares	Acquisition value NOK	Currency	Market value NOK	Unrealised gain/loss	Share of fund	Share in company/ share class	Stock exchange
SBIHoldingsInc	Financials	994 200	126 791	JPY	170 072	43 281	6,80%	0,44%	Tokyo
AmericanInternationalGroupInc	Financials	304 612	156 614	USD	148 396	-8 219	5,93%	0,03%	New York
ChinaTelecomCorpLtd	Telecom	25 985 600	111 831	HKD	101 132	-10 699	4,04%	0,19%	Hong Kong
BankofKyotoLtd	Financials	226 600	81 476	JPY	96 579	15 103	3,86%	0,30%	Tokyo
JbsSA	Consumer staples	3 845 200	88 375	BRL	93 360	4 986	3,73%	0,14%	Sao Paulo
Andeavor	Energy	97 600	71 430	USD	91 248	19 818	3,65 %	0,06%	New York
FilaKoreaLtd	Consumer discretionary	144 500	84 890	KRW	90 255	5 364	3,61 %	1,18 %	Seoul
Softbank Group Corp	Telecom	138 500	73 159	JPY	89 701	16 543	3,59 %	0,01 %	Tokyo
GoldFieldsLtd	Materials	2 494 900	73 684	ZAR	89 191	15 507	3,57 %	0,30%	Johannesburg
TelecomItaliaSpa	Telecom	11 621 400	81 509	EUR	82 246	737	3,29%	0,08%	Brsaltaliana
Helmerich & Payne Inc	Energy	154 600	70 572	USD	81 712	11 140	3,27 %	0,14%	New York
SynchronyFinancial	Financials	249 172	64 983	USD	78 663	13 681	3,14 %	0,03%	New York
SchaefflerAG	Industrials	524 370	64 895	EUR	76 152	11 257	3,04 %	0,32%	Frankfurt
AryztaAG	Consumer staples	231 107	70 847	CHF	74 970	4 1 2 3	3,00 %	0,25 %	Zürich
X-Fab Silicon Foundries SE	Information technology	786 648	59 554	EUR	74 178	14 624	2,97%	0,60%	Brussel
BrighthouseFinancialsInc	Financials	153 500	71 867	USD	73 600	1 733	2,94 %	0,13%	NASDAQ
SaoMartinhoSA	Consumer staples	1 510 000	68 096	BRL	72 129	4 032	2,88%	0,41 %	Sao Paulo
CITGroupInc	Financials	177 450	63 842	USD	71 430	7 588	2,86%	0,14%	New York
Hyundai MotorCoPref (2pb)	Consumer discretionary	87 790	69 987	KRW	68 542	-1 445	2,74 %	0,23%	Seoul
TevaPharmaceutical-SpADR	Health care	441 000	140 716	USD	68 332	-72 384	2,73%	0,04%	New York
GestampAutomocionSA	Consumer discretionary	1 116 500	56 649	EUR	65 318	8 669	2,61 %	0,19%	Madrid
UniCreditSpA	Financials	417 400	57 994	EUR	63 877	5 883	2,55 %	0,02%	Brsaltaliana
RenaultSA	Consumer discretionary	74 000	61 012	EUR	60 991	-21	2,44%	0,03%	Paris
CarlsbergAS-B	Consumer staples	57 300	45 380	DKK	56 315	10 934	2,25 %	0,05 %	København
HanilCementCoLtd	Materials	44 540	44 087	KRW	48 753	4 665	1,95 %	0,59%	Seoul
Tachi-SCoLtd	Consumer discretionary	320 000	48 061	JPY	47 933	-128	1,92 %	0,88%	Tokyo
Whiting Petroleum Corp	Energy	219 150	63 573	USD	47 450	-16 123	1,90 %	0,24%	New York
MagforceAG	Health care	672 154	32 822	EUR	43 522	10 700	1,74 %	2,55 %	Xetra
TelecomItaliaRsp	Telecom	6 810 000	39 370	EUR	39 867	497	1,59 %	0,11 %	Brsaltaliana
StockSpiritsGroupPlc	Consumer staples	1 012 381	18 704	GBP	30 105	11 401	1,20 %	0,51 %	London
Teikoku Sen-I Co Ltd	Industrials	182 400	26 920	JPY	29 970	3 051	1,20 %	0,67 %	Tokyo
MassimoZanettiBeverageGroupSpA	Consumer staples	348 984	26 645	EUR	25 366	-1 278	1,01 %	1,02 %	Brsaltaliana
AsiaCementCoLtd	Materials	23 002	14 514	KRW	19 367	4 854	0,77%	0,70%	Seoul
TaiheiyoCementCorp	Materials	40 430	12 173	JPY	14 281	2 108	0,57 %	0,03 %	Tokyo
HeidelbergerDruckmaschinenAG	Industrials	424 964	11 888	EUR	12 001	112	0,48%	0,15%	Xetra
AsiaCementCoLtdRights	Materials	3 351		KRW	180	180	0,01 %	0,10 %	Seoul
Total securities portfolio 1)			2 2 5 4 9 0 9		2 397 184	142 275	95,84%		

 $^{\rm 1)}$  For liquidity in the portfolio as of 31.12.2017, please refer to the balance sheet.

Allocation of the acquisition cost:

 $\label{eq:scalar} For {\sf SKAGEN}\ Focus the {\sf FIFO}\ principle is applied when calculating the realised capital gain/loss when selling securities.$ 

# **SKAGEN Insight**

### Note 6. Securities portfolio as of 31.12.2017 (in 1,000 NOK)

		Number of	Acquisition		Market value	Unrealised	Share	Share in company/	
Security	Sector	shares	value NOK	Currency	NOK	gain/loss	of fund	share class	Stock exchange
ThyssenkruppAG	Materials	36 651	8 389	EUR	8 718	329	5,79 %	0,01 %	Frankfurt
Seven&iHoldingsCoLtd	Consumer staples	22 976	7 904	JPY	7 812	-91	5,19%	0,00 %	Tokyo
MondelezInternationalInc	Consumer staples	22 154	7 920	USD	7 753	-167	5,15 %	0,00%	NASDAQ
AmericanInternationalGroupInc	Financials	14 428	7 168	USD	7 0 2 9	-139	4,67 %	0,00%	New York
Dai-ichi Life Holdings Inc	Financials	37 140	6 283	JPY	6 267	-16	4,16 %	0,00%	Tokyo
EricssonLM-BSHS	Information technology	116 355	6 138	SEK	6 263	125	4,16 %	0,00%	Stockholm
RexelSA	Industrials	42 152	6 273	EUR	6 260	-12	4,16 %	0,01 %	Paris
DieboldNixdorfInc	Information technology	46 675	7 019	USD	6 240	-779	4,14 %	0,05 %	New York
PerrigoCoPLC	Health care	8 659	6 114	USD	6 171	57	4,10 %	0,01 %	New York
NHHotelGroupSA	Consumer discretionary	94 972	5 591	EUR	5 597	6	3,72 %	0,03 %	Madrid
ConduentInc	Information technology	41 705	5 385	USD	5 5 1 1	125	3,66 %	0,02 %	New York
Cognizant Technology Solutions Corp	Information technology	9 389	5 567	USD	5 452	-115	3,62 %	0,00%	NASDAQ
BilfingerSE	Industrials	12 111	4 502	EUR	4 707	205	3,13 %	0,03 %	Frankfurt
ABBLtd	Industrials	21 462	4 592	CHF	4 705	113	3,12 %	0,00%	Zürich
CBREGroupInc	Real Estate	13 183	4 701	USD	4 668	-32	3,10 %	0,00%	New York
ArmstrongFlooringInc	Industrials	33 359	4 633	USD	4 615	-18	3,06 %	0,13%	New York
EltelAB	Industrials	141 782	3 853	SEK	4 110	257	2,73%	0,09%	Stockholm
GeneralElectricCo	Industrials	27 511	4 078	USD	3 925	-153	2,61 %	0,00%	New York
SyscoCorp	Consumer staples	7 860	3 895	USD	3 903	8	2,59 %	0,00%	New York
GeneralMotorsCo	Consumer discretionary	11 560	3 992	USD	3 874	-118	2,57 %	0,00%	New York
Teikoku Sen-ICoLtd	Industrials	23 475	3 805	JPY	3 857	52	2,56 %	0,09%	Tokyo
GSHomeShoppingInc	Consumer discretionary	2 208	3 640	KRW	3 664	25	2,43 %	0,03%	Seoul
dormakabaHoldingAG	Industrials	414	3 165	CHF	3 153	-12	2,09 %	0,01 %	Zürich
BHPBillitonLtd	Materials	16 650	2 908	AUD	3 150	241	2,09 %	0,00%	Sydney
MaxellHoldingsLtd	Information technology	17 953	3 175	JPY	3 1 3 8	-38	2,08 %	0,03%	Tokyo
E.ONSE	Utilities	35 154	3 279	EUR	3 1 2 9	-151	2,08 %	0,00%	Frankfurt
Stewart Information Services Corp	Financials	8 984	3 0 5 1	USD	3 107	57	2,06 %	0,04%	New York
TerexCorp	Industrials	5 903	2 268	USD	2 327	60	1,55 %	0,01 %	New York
Hertz Global Holdings Inc	Industrials	12 849	2 2 3 9	USD	2 322	83	1,54 %	0,02 %	New York
ImmofinanzAG	RealEstate	76 337	1 533	EUR	1 610	77	1,07 %	0,01 %	Wien
StockSpiritsGroupPlc	Consumer staples	53 427	1 574	GBP	1 589	15	1,05 %	0,03%	London
IlukaResourcesLtd	Materials	24 109	1 4 4 1	AUD	1 569	128	1,04 %	0,01 %	Sydney
MorganStanley	Financials	3 644	1 580	USD	1 563	-16	1,04 %	0,00%	New York
DeckersOutdoorCorp	Consumer discretionary	2 379	1 494	USD	1 561	67	1,04 %	0,01 %	New York
BaxterInternationalInc	Health care	2 950	1 575	USD	1 559	-16	1,04 %	0,00%	New York
DepomedInc	Health care	11 087	697	USD	730	33	0,48%	0,02 %	New York
Total securities portfolio 1)			151 419		151 609	190	100,67%		

 $^{\scriptscriptstyle 1)}$  For liquidity in the portfolio as of 31.12.2017, please refer to the balance sheet.

Allocation of the acquisition cost:

 $\label{eq:For SKAGEN} For {\sf SKAGEN}\ in sight the {\sf FIFO}\ principle is applied when calculating the realised capital gain/loss when selling securities.$ 

# **SKAGEN Select 100**

### Note 6. Securities portfolio as of 31.12.2017 (in 1,000 NOK)

Security	Sector	Acquisition value NOK	Currency	Market value NOK	Unrealised gain/loss	Share of fund	Stock exchang
Equity fund							
SKAGENVekstA	10 721	24 941	NOK	26 281	1 339	16,93 %	1
SKAGENGlobalA	14 583	23 516	NOK	24 630	1 113	15,86 %	2
SKAGENFocusA	195 401	22 659	NOK	24 590	1 932	15,84 %	2
SKAGEN Kon-TikiA	15 978	13 637	NOK	14 680	1 042	9,45 %	2
SKAGENM2A	59 494	10 897	NOK	11 788	891	7,59 %	2
KennoxStratValue-AAcc	642 046	9 958	GBP	10 304	345	6,64 %	3
LindsellTrainGlobalEquityFund	777 732	9 409	USD	10 257	849	6,61 %	3
Somerset Global Emerging Markets Screened Fund	726 823	8 266	GBP	8 835	570	5,69%	3
Ashmore SICAV-Emerging Markets Frontier Equity Fund	7 579	6 936	USD	7 370	433	4,75 %	3
LGTSustainableEquityGlobalSub-Fund	789	6 937	USD	7 321	384	4,72 %	3
Total equity fund		137 157		146 056	8 898	94,07%	
Total securities portfolio <sup>1)</sup>		137 157		146 056	8 8 9 8	94,07%	

 $^{\scriptscriptstyle 1)}\,$  For liquidity in the portfolio as of 31.12.2017, please refer to the balance sheet.

<sup>2)</sup> The fund is not listed on the stock exchange, but is priced on all Norwegian bank days by the fund management company SKAGENAS. The prices are available on the website www.skagenfondene.no and are published in relevant newspapers.

<sup>3)</sup> The fund is not listed on the stock exchange, but is priced daily by the fund's administrator. The prices are available via public pricing sources, such as Bloomberg.

#### Allocation of the acquisition cost:

 $For {\sf SKAGEN} Select 100 \, the {\sf FIFO} \, principle \, is applied \, when calculating the realised capital gain/loss when selling securities.$ 

# **SKAGEN Select 80**

### Note 6. Securities portfolio as of 31.12.2017 (in 1,000 NOK)

Security	Number of shares	Acquisition value NOK	Currency	Market value NOK	Unrealised gain/loss	Share of fund	Stock exchan
Equity fund							
SKAGENVekstA	4 681	10 864	NOK	11 474	610	15,88 %	
SKAGENFocusA	67 989	7 799	NOK	8 5 5 6	757	11,84 %	:
SKAGENGlobalA	4 976	7 956	NOK	8 405	449	11,63 %	:
SKAGENKon-TikiA	5 684	4 817	NOK	5 2 2 2	405	7,23 %	1
KennoxStratValue-AAcc	266 200	4 114	GBP	4 272	158	5,91 %	
Lindsell Train Global Equity Fund	303 502	3 610	USD	4 003	392	5,54%	3
LGTSustainable Equity Global Sub-Fund	377	3 298	USD	3 4 9 7	199	4,84%	3
Somerset Global Emerging Markets Screened Fund	242 473	2 755	GBP	2 948	193	4,08 %	3
AshmoreSICAV-EmergingMarketsFrontierEquityFund	2 810	2 552	USD	2 7 3 2	180	3,78 %	3
SKAGENM2A	13 153	2 402	NOK	2 606	205	3,61 %	2
Total equity fund		50 166		53 715	3 548	74,32 %	
Fixed income fund							
SKAGENHøyrente	71 432	7 212	NOK	7 209	-4	9,97 %	Ĩ
SKAGENAvkastning	34 619	4 795	NOK	4 801	6	6,64%	2
Total fixed income fund		12 007		12 009	2	16,62 %	
Total securities portfolio <sup>1)</sup>		62 174		65 724	3 5 5 0	<b>90,94</b> %	

<sup>1)</sup> For liquidity in the portfolio as of 31.12.2017, please refer to the balance sheet.

<sup>a)</sup> The fund is not listed on the stock exchange, but is priced on all Norwegian bank days by the fund management company SKAGENAS. The prices are available on the website www.skagenfondene.no and are published in relevant newspapers.

<sup>3)</sup> The fund is not listed on the stock exchange, but is priced daily by the fund's administrator. The prices are available via public pricing sources, such as Bloomberg.

#### Allocation of the acquisition cost:

 $For SKAGEN \,Select\,80 \,the\,FIFO \,principle \,is \,applied \,when \,calculating \,the \,realised \,capital \,gain/loss \,when \,selling \,securities.$ 

# **SKAGEN Select 60**

#### Note 6. Securities portfolio as of 31.12.2017 (in 1,000 NOK)

	Number of	Acquisition		Market value	Unrealised	Share	
Security	shares	value NOK	Currency	NOK	gain/loss	of fund	Stock exchar
Equityfund							
SKAGENVekstA	20 9 20	41 492	NOK	51 279	9 787	13,06 %	
SKAGENGlobalA	21 176	31 754	NOK	35 765	4 011	9,11 %	
SKAGENFocusA	277 110	34 757	NOK	34 873	117	8,88%	
SKAGEN Kon-TikiA	27 034	19 864	NOK	24 837	4 972	6,33%	
KennoxStratValue-AAcc	1 214 657	19 365	GBP	19 493	128	4,96 %	
LindsellTrainGlobalEquityFund	1 439 850	19 066	USD	18 990	-76	4,84%	:
LGTSustainable Equity Global Sub-Fund	1 648	15 384	USD	15 299	-86	3,90 %	:
Somerset Global Emerging Markets Screened Fund	965 036	11 607	GBP	11 731	125	2,99%	:
SKAGEN M2A	59 163	11 588	NOK	11 722	134	2,99%	:
AshmoreSICAV-EmergingMarketsFrontierEquityFund	12 030	11 512	USD	11 698	186	2,98%	:
Total equity fund		216 389		235 686	19296	60,02 %	
Fixed income fund							
SKAGENHøyrente	607 846	61 364	NOK	61 340	-24	15,62 %	:
SKAGENAvkastning	436 997	60 724	NOK	60 598	-127	15,43 %	:
Payden Absolute Return Bond Fund	300 470	30 358	NOK	30 378	19	7,74 %	
Total fixed income fund		152 447		152 316	-132	38,79 %	
Total securities portfolio <sup>1)</sup>		368 837		388 001	19165	98,81 %	

 $^{\scriptscriptstyle 1)}\,$  For liquidity in the portfolio as of 31.12.2017, please refer to the balance sheet.

<sup>2)</sup> The fund is not listed on the stock exchange, but is priced on all Norwegian bank days by the fund management company SKAGENAS. The prices are available on the website www.skagenfondene.no and are published in relevant newspapers.

<sup>1)</sup> The fund is not listed on the stock exchange, but is priced daily by the fund's administrator. The prices are available via public pricing sources, such as Bloomberg.

#### Allocation of the acquisition cost:

For SKAGEN Select 60 the FIFO principle is applied when calculating the realised capital gain/loss when selling securities.

# **SKAGEN Select 30**

### Note 6. Securities portfolio as of 31.12.2017 (in 1,000 NOK)

Security	Number of shares	Acquisition value NOK	Currency	Market value NOK	Unrealised gain/loss	Share of fund	Stock exchang
Equity fund							
SKAGENVekstA	639	1 501	NOK	1 565	64	6,32 %	2
SKAGENKon-TikiA	1 475	1 277	NOK	1 355	78	5,47%	2
SKAGENFocusA	8 996	1 066	NOK	1 1 3 2	66	4,57 %	2
SKAGENGlobalA	658	1 078	NOK	1 1 1 2	33	4,49%	2
KennoxStratValue-AAcc	56 116	880	GBP	901	20	3,63 %	3
LGTSustainable Equity Global Sub-Fund	72	649	USD	670	21	2,70 %	3
Total equity fund		6 4 5 1		6735	284	27,17%	
Fixed income fund							
SKAGENHøyrente	39 221	3 960	NOK	3 958	-2	15,97 %	2
SKAGENAvkastning	28 464	3 950	NOK	3 947	-3	15,92 %	2
PaydenAbsoluteReturnBondFund	24 010	2 415	NOK	2 4 2 7	12	9,79%	3
DimensionalFunds-GlobalShortFixedIncomeFund	220 798	2 202	NOK	2 1 9 9	-3	8,87 %	3
PGIM Global Corporate Bond Fund	178	1 960	NOK	1 992	31	8,04%	3
Templeton Global Bond Fund	82 405	883	NOK	871	-12	3,51 %	3
Total fixed income fund		15 371		15 394	24	62,11 %	
Total securities portfolio <sup>1)</sup>		21 822		22 130	307	89,28%	

<sup>1)</sup> For liquidity in the portfolio as of 31.12.2017, please refer to the balance sheet.

<sup>a)</sup> The fund is not listed on the stock exchange, but is priced on all Norwegian bank days by the fund management company SKAGENAS. The prices are available on the website www.skagenfondene.no and are published in relevant newspapers.

<sup>3)</sup> The fund is not listed on the stock exchange, but is priced daily by the fund's administrator. The prices are available via public pricing sources, such as Bloomberg.

#### Allocation of the acquisition cost:

 $For SKAGEN \,Select\, 30\,the\,FIFO\, principle \,is\, applied\, when\, calculating\, the\, realised\, capital\, gain/loss\, when\, selling\, securities.$ 

# **SKAGEN Select 15**

#### Note 6. Securities portfolio as of 31.12.2017 (in 1,000 NOK)

Security	Number of shares	Acquisition value NOK	Currency	Market value NOK	Unrealised gain/loss	Share of fund	Stock exchange
Equity fund							
SKAGENFocusA	9 632	1 107	NOK	1 212	105	4,04 %	2
SKAGENGlobalA	629	1 006	NOK	1 063	57	3,55 %	2
SKAGENVekstA	432	998	NOK	1 059	61	3,53 %	2
SKAGEN Kon-Tiki A	961	817	NOK	883	66	2,95 %	2
Total equity fund		3 928		4217	289	14,07%	
Fixed income fund							
SKAGENHøyrente	50 489	5 098	NOK	5 095	-3	17,00 %	2
SKAGENAvkastning	36 195	5 016	NOK	5 019	3	16,75 %	2
Payden Absolute Return Bond Fund	42 044	4 2 3 2	NOK	4 251	19	14,18 %	3
Dimensional Funds - Global Short Fixed Income Fund	396 438	3 959	NOK	3 949	-11	13,18 %	3
PGIM Global Corporate Bond Fund	330	3 641	NOK	3 696	55	12,33 %	3
Templeton Global Bond Fund	185 586	1 989	NOK	1 962	-27	6,55 %	3
Total fixed income fund		23 935		23971	36	<b>79,99</b> %	
Total securities portfolio <sup>1)</sup>		27 863		28 188	325	94.06%	

 $^{\scriptscriptstyle 1)}\,$  For liquidity in the portfolio as of 31.12.2017, please refer to the balance sheet.

<sup>2)</sup> The fund is not listed on the stock exchange, but is priced on all Norwegian bank days by the fund management company SKAGENAS. The prices are available on the website www.skagenfondene.no and are published in relevant newspapers.

<sup>3)</sup> The fund is not listed on the stock exchange, but is priced daily by the fund's administrator. The prices are available via public pricing sources, such as Bloomberg.

#### Allocation of the acquisition cost:

For SKAGEN Select 15 the FIFO principle is applied when calculating the realised capital gain/loss when selling securities.

# **SKAGEN Høyrente**

### Note 6 Securities portfolio as of 31.12.2017 (i

Security	Maturity	Coupon	Interest adjustment point	Facevalue	Cost price NOK	Yield <sup>3)</sup>	Duration <sup>2)</sup>	Accrued interest	Market value	Market value inclaccrued interest	Unrealised gain/losss	Share of fund	R cla:
LOATING RATE SECURITIES													
inancial bonds													
banken ASA	17.01.2020	1,42	17.01.2018	105000	105112	1,48	0,05	311	105 395	105 705	283	3,44%	
parebank 1 Telemark	28.01.2019	1,54	29.01.2018	96000	96465	1,24	0,08	255	96448	96703	-17	3,15%	
andnes Sparebank	14.01.2020	1,42	15.01.2018	80000	79680	1,62	0,04	240	80174	80414	494	2,62%	
bankenASA	10.09.2019	1,29	12.03.2018	80000	80245	1,41	0,19	57	80172	80 2 30	-73	2,61%	
parebank 1 Nord-Norge	12.02.2019	1,42	12.02.2018	70000	70331	1,25	0,12	133	70269	70402	-62	2,29%	
pareBank 1 Østlandet	22.11.2019	1,61	22.02.2018	69000	69771	1,45	0,15	120	69672	69793	-99	2,27%	
parebankenØst	09.09.2019	1,59	09.03.2018	66000	66636	1,41	0,19	58	66479	66 5 3 7	-157	2,17%	
lelgeland Sparebank	16.08.2018	1,69	16.02.2018	65000	65772	1,12	0,13	137	65 274	65411	-498	2,13%	
SparebankenØst	10.01.2019	1,57	10.01.2018	60000	60 2 3 2	1,23	0,03	215	60319	60 5 3 4	87	1,97%	
parebanken Vest	25.03.2019	1,41	26.03.2018	50000	50234	1,27	0,24	8	50181	50189	-52	1,63%	
Real Estateskreditt AS	18.01.2019	2,21	18.01.2018	49000	49662	1,37	0,06	223	49513	49735	-149	1,62%	
Sparebank 1 SR-Bank	13.12.2018	1,63	13.03.2018	46000	46351	1,18	0,20	37	46 24 1	46 27 9	-109	1,51%	
pareBank 1 BV	13.03.2019	1,55	13.03.2018	45000	45 189	1,27	0,20	35	45 237	45 27 2	48	1,47%	
Kredittforeningen for Sparebanker	12.02.2019	1,62	12.02.2018	40000	39920	1,35	0,20	86	40211	40 297	290	1,47 %	
parebank 1 SMN	13.01.2020	1,38	15.01.2018	40000	40 0 9 6	1,55	0,12	121	40211	40 26 3	290 46	1,31 %	
redittforeningen for Sparebanker	09.12.2019	1,50	09.03.2018	40 000	40 0 9 8	1,48	0,04	33	40142	40 28 3	-20	1,31 %	
Santander ConTotaler Bank AS	19.02.2018	1,57	19.02.2018	40 000	40 089	1,07	0,14	72	40031	40103	-57	1,31%	
BN Bank ASA	16.03.2020	1,39	15.03.2018	40 000	40 0 36	1,64	0,20	25	40 0 2 4	40 0 49	-12	1,30%	
antander ConTotaler Bank AS	14.03.2019	2,23	14.03.2018	36000	36 507	1,34	0,21	38	36456	36 494	-51	1,19%	
redittforeningen for Sparebanker	17.09.2019	1,80	19.03.2018	35 000	35 398	1,55	0,22	23	35 317	35 340	-81	1,15%	
parebanken Sør	20.02.2019	1,24	20.02.2018	35000	35075	1,25	0,14	49	35063	35113	-12	1,14%	
redittforeningen for Sparebanker	29.10.2018	1,84	29.01.2018	33000	33162	1,22	0,08	105	33189	33 294	27	1,08%	
parebank 1 Østfold Akershus	18.11.2019	1,35	19.02.2018	32000	32114	1,59	0,13	49	32047	32 0 9 6	-67	1,04%	
antander ConTotaler Bank AS	08.08.2019	1,45	08.02.2018	30 000	30138	1,47	0,11	64	30137	30 20 1	-1	0,98%	
parebanken Sør	29.10.2018	1,67	29.01.2018	28000	28198	1,15	0,08	81	28137	28 21 8	-61	0,92%	
SpareBank 1 Østlandet	04.12.2018	1,40	05.03.2018	27 000	27112	1,17	0,18	28	27 0 92	27 1 2 1	-20	0,88%	
lelgeland Sparebank	09.03.2020	1,61	09.03.2018	25000	25 208	1,50	0,19	22	25 21 1	25 234	3	0,82%	
Sparebanken Sør	19.03.2020	1,50	19.03.2018	25000	25195	1,50	0,21	13	25131	25144	-64	0,82%	
SpareBank 1 Østlandet	30.10.2019	1,38	30.01.2018	25000	25060	1,44	0,08	59	25078	25138	18	0,82%	
parebank 1 Boligkreditt AS	18.10.2018	1,41	18.01.2018	25000	25053	1,21	0,05	72	25055	25127	2	0,82%	
Sparebanken Sør	12.08.2019	1,34	12.02.2018	25000	25101	1,39	0,12	45	25080	25124	-21	0,82%	
Sparebank 1 Nordvest	25.01.2019	2,05	25.01.2018	20000	20164	1,33	0,08	76	20185	20261	21	0,66%	
BNBankASA	24.01.2019	1,67	24.01.2018	20000	20096	1,33	0,07	63	20107	20170	11	0,66%	
SbankenASA	29.10.2018	1,34	29.01.2018	20000	20015	1,15	0,08	46	20043	20089	28	0,65%	
ibankenASA	23.05.2018	1,35	23.02.2018	14000	14045	1,10	0,15	20	14020	14040	-25	0,46%	
Sparebank 1 SMN	26.11.2018	1,64	26.02.2018	13000	13021	1,17	0,16	20	13069	13 090	48	0,43%	
Sparebank 1 Nordvest	08.11.2018	1,37	08.02.2018	5000	4972	1,23	0,10	10	5013	5023	40	0,16%	
Sparebank 1 SMN	18.06.2018	1,17	19.03.2018	5 000	4972	1,10	0,11	2	5003	5 0 0 5	27	0,10%	
parebalik i SMN	18.08.2018	1,17	19.03.2018	5000	4970	1,10	0,22	2	5005	5005	27	0,10 /0	
ndustrial bonds													
ntra ASA	20.09.2018	2,13	20.03.2018	97000	98143	1,19	0,22	63	97674	97738	-469	3,18%	
Olav Thon Real Estatesselskap ASA	19.05.2020	1,85	19.02.2018	73000	73913	1,56	0,15	154	73965	74119	53	2,41%	
)lav Thon Real Estatesselskap ASA	18.10.2019	1,54	18.01.2018	73000	73038	1,49	0,05	231	73355	73 586	316	2,40%	
iteen & Strøm AS	21.02.2019	1,97	21.02.2018	50000	50 596	1,28	0,15	109	50 508	50618	-88	1,65%	
Schibsted ASA	22.06.2020	1,78	22.03.2018	49000	49000	2,14	0,21	22	49137	49159	137	1,60%	
ntra ASA	08.08.2019	1,36	08.02.2018	35000	35 060	1,41	0,11	70	35115	35 185	55	1,15%	
lav Thon Real Estatesselskap ASA	27.06.2019	1,50	27.03.2018	30000	30129	1,41	0,24	5	30126	30131	-3	0,98%	
inancial certificates													
lav Thon Real Estatesselskap ASA	26.10.2018	1,22	26.01.2018	50000	50000	1,30	0,07	110	49997	50108	-3	1,63%	
ower generation bonds													
gder Energy AS	04.04.2018	1,82	04.01.2018	85 000	85343	1,13	0,02	378	85168	85 546	-175	2,79%	
SKKAS	22.05.2020	1,32	22.02.2018	80 000	80513	1,49	0,02	120	80432	80 552	-175	2,62%	
ngder Energy AS	28.01.2019	2,11	29.01.2018	60 000	60684	1,49	0,15	218	60 62 2	60840	-61	1,98%	
lafslundASA	28.05.2019	1,42	28.02.2018	57 000	57190	1,25	0,09	74	57 215	57 289	-62	1,98 %	
yse AS	12.07.2019	1,71	12.01.2018	50 000	50438	1,37	0,04	190	50419	50 609	-19	1,65%	
BKKAS	22.05.2018	1,26	22.02.2018	30 000	29994	1,14	0,15	41	30028	30 0 6 9	34	0,98%	
KKAS	18.01.2019	2,09	18.01.2018	20 000	20241	1,25	0,06	86	20198	20 284	-43	0,66%	

Power generation certificates												
BKKAS	24.08.2018	1,19	30 000	30 000	1,23	0,64	125	30011	30137	11	0,98%	6
Total securities portfolio 5)				2 440 894			5049	2 440 353	2 445 401	-541	79,61%	
Portfolio key figures												
Yield	1,39%											

Yield to clients 1) 1,14% Duration<sup>2</sup>) 0,11

<sup>1)</sup> Yield adjusted for management fee.

<sup>2)</sup> Duration is a simplified expression of how much the price of the security will

change if the interest rate changes by one percentage point.  $^{\scriptscriptstyle (3)}$  Yield is the average annual return of an interest bearing security until maturity.

<sup>4)</sup> Securities are divided into six risk classes according to their credit risk.

Class 1 has the lowest and class 6 the highest credit risk. Risk class 1: Supranational organisations

Risk class 2: Government, and government guaranteed within the EEA Risk class 3: Government, and government guaranteed outside the EEA

Risk class 4: County and local government Risk class 5: Bank and financial institutions

Risk class 6: Industry

<sup>5)</sup> For liquidity in the portfolio as of 31.12.2017, please refer to the balance sheet.

All securities are traded in the Norwegian market.

Unit price as of 29.12.2017 102.2288

Tnkr 40.715 is allocated for distribution to unit holders. This will result in a reduction in the unit price equal to the distribution per unit at the time of distribution.

Allocation of the acquisition cost:

For SKAGEN Høyrente the FIFO principle is applied when calculating the realised capital gain/loss when selling securities.

# **SKAGEN** Avkastning

### Note 6. Securities portfolio as of 31.12.2017 (in 1,000 NOK)

Security	Maturity	Coupon	Currency	Interest adjustment point	Facevalue NOK	Cost price NOK	Yield <sup>3)</sup>	Duration <sup>2)</sup>	Accrued interest NOK	Market value NOK	Marketvalue inclaccrued interestNOK	Unrealised gain/losss NOK	Share of fund	Risk class <sup>4)</sup>
FLOATING RATE SECURITIES														
Financial bonds														
Sandnes Sparebank	14.01.2020	1,42	NOK	15.01.2018	60 000	60 0 3 1	1,62	0,04	180	60130	60 3 1 0	99	3,48%	5
Sparebank 1 Nord-Norge	29.09.2021	1,74	NOK	28.03.2018	50 0 00	50612	1,77	0,23	5	50 51 9	50 5 2 3	-93	2,91%	5
Kredittforeningen for Sparebanker	10.02.2020	1,50	NOK	12.02.2018	50000	50153	1,63	0,12	106	50 2 3 6	50343	84	2,90%	5
Sparebank 1 SR-Bank	13.12.2018	1,63	NOK	13.03.2018	40000	39804	1,18	0,20	33	40 210	40 24 2	406	2,32%	5
SparebankenVest	25.03.2019	1,41	NOK	26.03.2018	40000	40173	1,27	0,24	6	40145	40151	-28	2,31%	5
SpareBank 1 BV	24.04.2018	1,19	NOK	24.01.2018	40000	39464	1,09	0,07	90	40022	40112	558	2,31%	5
Sparebank 1 SMN	26.11.2018	1,64	NOK	26.02.2018	37000	36714	1,17	0,16	57	37 198	37 25 5	484	2,15%	5
Sparebank 1Østfold Akershus	18.11.2019	1,35	NOK	19.02.2018	36000	36101	1,59	0,13	55	36053	36108	-49	2,08%	5
Sparebanken Sør	19.03.2020	1,50	NOK	19.03.2018	35000	35 273	1,50	0,21	18	35 184	35 202	-89	2,03%	5
SpareBank 1 Østlandet	30.10.2019	1,38	NOK	30.01.2018	35000	34741	1,44	0,08	83	35110	35 1 9 3	369	2,03%	5
AurskogSparebank	26.09.2019	1,41	NOK	26.03.2018	35000	35012	1,55	0,23	5	35081	35 087	69	2,02%	5
Sparebanken Sør	20.02.2019	1,24	NOK	20.02.2018	35000	35010	1,25	0,14	49	35063	35113	53	2,02%	5
Kredittforeningen for Sparebanker	12.02.2019	1,62	NOK	12.02.2018	30000	30 2 9 3	1,35	0,12	65	30158	30 2 2 3	-135	1,74%	5
SbankenASA	17.01.2020	1,42	NOK	17.01.2018	30000	30049	1,48	0,05	89	30113	30 20 2	64	1,74%	5
Fana Sparebank	04.04.2019	1,42	NOK	04.01.2018	30000	30125	1,41	0,01	104	30 086	30191	-38	1,74%	5
Sparebanken Møre	16.03.2020	1,35	NOK	16.03.2018	30000	30018	1,50	0,20	15	30070	30 0 8 5	52	1,73%	5
Kredittforeningen for Sparebanker Fana Sparebank	27.02.2018 20.11.2020	1,70	NOK NOK	27.02.2018 20.02.2018	30000 30000	30363 30000	1,09	0,16 0.12	48 44	30 033 29 897	30 081 29 941	-330 -103	1,73%	5
Fana Sparebank Santander ConTotaler Bank AS	08.08.2019	1,28 1,45	NOK	20.02.2018 08.02.2018		28043	1,77	.,	44 60	29897	29941 28187		1,73% 1,62%	5
SkagerrakSparebank	16.08.2019	1,45	NOK	27.02.2018	28000 28000	28043	1,47 1,19	0,11 0,16	38	28 1 28	28 187	84 -53	1,62 %	5
Santander ConTotaler Bank AS	17.01.2020	1,44	NOK	17.01.2018	27000	27 000	1,19	0,18	89	28059	28 0 97 243	154	1,57%	5
Sparebank 1 Telemark	12.09.2018	1,79	NOK	12.03.2018	27000	27 398	1,59	0,03	24	27 134	27 24 3	-277	1,57 %	5
SparebankenØst	09.09.2018	1,71	NOK	09.03.2018	25000	25000	1,12	0,20	24	25 181	25 203	-277	1,45%	5
Sparebank 1 Ringerike	16.02.2021	1,63	NOK	16.02.2018	25000	25253	1,41	0,19	51	25161	25 216	-88	1,45%	5
BNBankASA	22.05.2018	1,66	NOK	22.02.2018	25000	24972	1,02	0,12	45	25 063	25108	-00	1,45%	5
Sparebank 1 Telemark	08.05.2018	1,63	NOK	08.02.2018	25000	25 400	1,09	0,15	4J 60	25060	25120	-340	1,45%	5
BrageFinansAS	04.09.2019	1,32	NOK	05.03.2018	25000	24986	1,73	0,17	25	25003	25027	17	1,44%	5
KredittforeningenforSparebanker	17.09.2021	1,45	NOK	19.03.2018	25000	25000	1,93	0,18	13	24936	24949	-64	1,44%	5
SantanderConTotalerBankAS	14.03.2019	2,23	NOK	14.03.2018	22000	22320	1,34	0,21	23	22278	22302	-41	1,29%	5
Jæren Sparebank	30.10.2018	2,04	NOK	30.01.2018	20000	20058	1,22	0,09	70	20149	20219	91	1,17%	5
SparebankenSør	29.10.2018	1,67	NOK	29.01.2018	20000	19871	1,15	0,08	58	20098	20156	227	1,16%	5
TotensSparebank	27.09.2018	1,76	NOK	27.03.2018	20000	20328	1,19	0,24	4	20094	20098	-234	1,16%	5
Sparebank 1 SMN	13.01.2020	1,38	NOK	15.01.2018	20000	20006	1,48	0,04	61	20071	20132	65	1,16%	5
SpareBank1Østlandet	04.12.2018	1,40	NOK	05.03.2018	20000	19968	1,17	0,18	21	20068	20089	100	1,16%	5
VossVeksel-Landmandsbk	31.03.2021	1,68	NOK	28.03.2018	20 000	19995	1,92	0,22	2	20062	20064	67	1,16%	5
BNBankASA	12.08.2019	1,40	NOK	12.02.2018	20 0 00	19600	1,53	0,12	37	20055	20 0 9 2	455	1,16%	5
OBOS-banken AS	08.01.2018	1,17	NOK	08.01.2018	20 0 00	20007	1,04	0,03	54	20001	20055	-7	1,16%	5
Lillestrøm Sparebank	05.04.2019	1,93	NOK	05.01.2018	17000	17181	1,41	0,02	79	17164	17 243	-17	0,99%	5
Pareto Bank ASA	12.10.2018	2,17	NOK	12.01.2018	15000	15167	1,45	0,04	72	15106	15178	-61	0,87%	5
Sandnes Sparebank	06.11.2018	1,67	NOK	06.02.2018	15000	15243	1,23	0,11	38	15074	15112	-169	0,87%	5
Fana Sparebank Boligkreditt	19.06.2019	1,32	NOK	19.03.2018	15000	15030	1,13	0,22	7	15067	15073	37	0,87%	5
Sparebank 1 Søre Sunnmøre	20.02.2019	1,45	NOK	20.02.2018	13000	13007	1,35	0,14	21	13044	13065	36	0,75%	5
Verd Boligkreditt AS	24.06.2019	1,50	NOK	26.03.2018	12000	12070	1,18	0,24	2	12081	12083	12	0,70%	5
Selbu Sparebank	03.12.2018	1,85	NOK	05.03.2018	10000	10068	1,32	0,18	14	10064	10078	-4	0,58%	5
Sparebank 1 Telemark	28.01.2019	1,54	NOK	29.01.2018	10000	10045	1,24	0,08	27	10047	10073	2	0,58%	5
Jæren Sparebank	08.05.2018	1,74	NOK	08.02.2018	10000	10169	1,17	0,11	26	10025	10051	-144	0,58%	5
Sparebank 1 Østfold Akershus	28.03.2019	1,45	NOK	28.03.2018	10000	9997	1,38	0,24	1	10025	10026	28	0,58%	5
Ofoten Sparebank Sparebank 1 Boligkreditt AS	18.06.2018 18.10.2018	1,63 1,41	NOK NOK	19.03.2018 18.01.2018	10000 4000	10014 4011	1,24 1,21	0,22 0,05	6 12	10022 4009	10028 4020	8 -2	0,58% 0,23%	5 5
Foreign government bonds														
Dominican Republic	27.01.2025	5,50	USD		7000	59947	4,58	5,61	1 347	60 60 7	61953	660	3,57%	3
Portugese Government	15.02.2030	3,87	EUR		5000	52111	2,27	9,60	1663	57085	58748	4974	3,39%	2
Spanish Government	30.04.2025	1,60	EUR		5400	49178	0,89	6,86	570	55478	56048	6300	3,23%	2
PortugeseGovernment	15.10.2025	2,87	EUR		4000	37777	1.44	7,00	238	43322	43 560	5545	2,51%	2
MexicanGovernment	31.05.2029	8,50	MXN		85000	44083	7,90	7,00	134	37731	37866	-6352	2,31 %	3
Hellenic Republic Government	31.01.2033	3,90	EUR		2940	23329	4,48	11,03	80	27123	27 203	3795	1,57%	2
Hellenic Republic Government	31.01.2028	3,75	EUR		2010	17 486	4,07	8,20	53	19 226	19279	1740	1,11%	2

### Portfolio key figures

r of tiono key figures	
Yield	
Yield to clients 1)	
Duration 2)	

<sup>1)</sup> Yield adjusted for management fee.

 $^{\rm 2)}$  Duration is a simplified expression of how much the price of the security will change if the interest rate changes by one percentage point.

<sup>3)</sup> Yield is the average annual return of an interest bearing security until maturity.

<sup>4)</sup> Securities are divided into six risk classes according to their credit risk.

Class 1 has the lowest and class 6 the highest credit risk.

Risk class 1: Supranational organisations

Risk class 2: Government, and government guaranteed within the EEA Risk class 3: Government, and government guaranteed outside the EEA Risk class 4: County and local government Risk class 5: Bank and financial institutions Risk class 6: Industry

KISK Class 6: Industry
<sup>5)</sup> For liquidity in the portfolio as of 31.12.2017, please refer to the balance sheet.

All securities are traded in a telephone-based international market.

Unit price as of 29.12.2017 NOK 141,1117

Tnkr 30.076 is allocated for distribution to unit holders. This will result in a reduction in the unit price equal to the distribution per unit at the time of distribution.

Allocation of the acquisition cost:

For SKAGEN Avkastning the FIFO principle is applied when calculating the realised capital gain/loss when selling securities.

1,57% 1,07% 1,44

# **SKAGEN Tellus**

### Note 6. Securities portfolio as of 31.12.2017 (in 1,000 NOK)

Security	Maturity	Coupon	Currency	Facevalue NOK	Costprice NOK	Yield <sup>3)</sup>	Duration <sup>2)</sup>	Accrued interest NOK	Market value NOK	Marketvalue inclaccrued interest NOK	Unrealised gain/losssNOK	Share of fund	Risk class <sup>4)</sup>
FIXED RATE SECURITIES	•	•									-		
Government bonds													
Norwegian Government	22.05.2019	4,50	NOK	78000	84108	0,42	1,33	2144	82372	84517	-1736	9,78%	2
PortugeseGovernment	15.10.2025	2,87	EUR	7000	66651	1,44	7,00	417	75813	76230	9162	8,82%	2
Spanish Government	30.04.2025	1,60	EUR	6000	55 241	0,89	6,86	633	61642	62275	6401	7,21%	2
NewZealandGovernment	17.04.2023	5,50	NZD	8000	54358	2,27	4,57	541	54068	54609	-290	6,32%	3
MexicanGovernment	31.05.2029	8,50	MXN	120000	62162	7,90	7,06	190	53268	53458	-8895	6,19%	3
ChileanGovernment	05.08.2020	5,50	CLP	3710000	45904	3,53	2,33	1 100	51751	52851	5847	6,12%	3
Canadian Government	01.03.2018	1,25	CAD	8000	49891	1,07	0,17	218	52240	52458	2349	6,07%	3
USGovernment	31.05.2018	1,00	USD	6000	49323	1,47	0,41	42	48966	49008	-357	5,67%	3
PeruvianGovernment	12.08.2037	6,90	PEN	15000	37158	5,94	10,63	1001	42433	43433	5 2 7 5	5,03%	3
Hellenic Republic Government	31.01.2033	3,90	EUR	4085	31695	4,48	11,03	111	37687	37798	5991	4,38%	2
DominicanRepublic	27.01.2025	5,50	USD	4000	33704	4,58	5,61	770	34632	35402	928	4,10%	3
AsianDevelopmentBank	06.10.2026	6,20	INR	265000	33543	6,44	6,38	497	33536	34033	-7	3,94%	3
UKGovernment	23.07.2018	1,25	GBP	3000	30766	0,32	0,56	183	33365	33548	2 5 9 9	3,88%	2
USGovernment	31.03.2018	0,87	USD	4000	31901	1,42	0,25	72	32666	32739	765	3,79%	3
UruguayGovernment	20.06.2022	9,87	UYU	100000	29324	8,75	3,43	86	30213	30299	889	3,51%	3
DominicanRepublic	10.05.2024	11,50	DOP	150000	28449	8,69	4,36	411	29250	29660	801	3,43%	3
UruguayGovernment	15.03.2028	8,50	UYU	100000	28096	8,87	6,28	714	28257	28971	160	3,35%	3
UKGovernment	07.03.2018	5,00	GBP	2500	25803	0,21	0,19	439	27896	28336	2093	3,28%	2
SloveniaGovernment	30.03.2026	5,12	EUR	1000	11933	0,49	6,93	381	13472	13852	1538	1,60%	2
Hellenic Republic Government	30.01.2037	4,00	EUR	994	7638	4,58	12,84	28	9063	9091	1425	1,05%	2
Total securities portfolio 5)					797650			9978	832 588	842 567	34938	97,53%	

Portfolio	key figures	

Class A	Class B	Class C	
4,30%	4,30%	4,30%	
3,50%	3,85%	3,90%	
4,41	4,41	4,41	
	4,30 % 3,50 %	4,30% 4,30% 3,50% 3,85%	4,30% 4,30% 4,30% 3,50% 3,85% 3,90%

<sup>1)</sup> Yield adjusted for management fee.

 $^{\rm 2)}$  Duration is a simplified expression of how much the price of the security will change if the interest rate changes by one percentage point.

<sup>3)</sup> Yield is the average annual return of an interest bearing security until maturity.

<sup>4)</sup> Securities are divided into six risk classes according to their credit risk.

Class 1 has the lowest and class 6 the highest credit risk.

Risk class 1: Supranational organisations Risk class 2: Government, and government guaranteed within the EEA Risk class 3: Government, and government guaranteed outside the EEA

Risk class 4: County and local government Risk class 5: Bank and financial institutions Risk class 6: Industry

<sup>5)</sup> For liquidity in the portfolio as of 31.12.2017, please refer to the balance sheet.

Allocation of the acquisition cost:

For SKAGEN Tellus the FIFO principle is applied when calculating the realised capital gain/loss when selling securities.

All securities are traded in a telephone-based international market.

Unit price as of 29.12.2017 Unit class A NOK123,8962 Unit price as of 29.12.2017 Unit class B NOK135,0602 Unit price as of 29.12.2017 Unit class C NOK137,9256

Tnkr 29.207 is allocated for distribution to unit holders in unit class A, Tnkr 2.216 is allocated for distribution to unit holders in unit class B and Tnkr 3.910 is allocated for distribution to unit holders in unit class C. This will result in a reduction in the unit price equal to the distribution per unit at the time of distribution.

## **SKAGEN Krona**

#### Note 6. Securities portfolio as of 31.12.2017

Security	Maturity	Coupon	Interest adjustment point	Facevalue	Cost price SEK	Yield <sup>3)</sup>	Duration <sup>2)</sup>	Accrued interest SEK	Market value SEK	Marketvalue incl. accrued interest SEK	Unrealised gain/losssSEK	Share of fund	Ri: clas
FLOATING RATE SECURITIES													
Financial bonds													
Sparebanken Vest	10.09.2018	-	12.03.2018	16000	15886	0,24	0,70		15973	15973	88	4,00%	
LänsförsäkringarBankAB	15.05.2018	0,24	15.02.2018	15000	15056	-0,10	0,13	5	15026	15031	-30	3,76%	
Sparebank 1 SMN	29.10.2018	0,36	29.01.2018	13000	13020	0,12	0,09	8	13033	13041	12	3,26%	
Sparebank 1 Nord-Norge	24.01.2019	0,22	24.01.2018	10000	9859	0,15	0,07	4	10011	10015	152	2,51%	
Ikano Bank SE	01.02.2018	0,47	01.02.2018	10000	10000	0,10	0,01	8	10003	10011	3	2,50%	
IkanoBankSE	29.04.2019	0,71	29.01.2018	4000	4000	0,12	0,10	5	4035	4040	35	1,01%	
Industrial bonds													
Volvo Treasury AB	26.02.2018	0,87	26.02.2018	13600	13633	-0,12	0,16	11	13623	13634	-10	3,41%	
Arla Foods amba	04.06.2018	1,06	05.03.2018	10000	10165	0,06	0,18	8	10049	10057	-116	2,52%	
Industrial securities													
BergvikSkogAB	18.04.2018			27 000	26989	0,40	0,30	1	26979	26980	-11	6,75%	
Indutrade	26.02.2018			25000	24997	0,26	0,16	1	24990	24991	-7	6,25%	
FabegeAB	12.02.2018			20000	19994	0,25	0,12	4	19991	19995	-3	5,00%	
ScaniaCVAB	27.04.2018			15000	15017	0,03	0,33	-2	15009	15007	-7	3,75%	
Volkswagen Finans Sverige AB	05.02.2018			15000	15006	-0,02	0,10	-3	15004	15001	-2	3,75%	
OlavThonRealEstatesselskapASA	23.02.2018			15000	14998	0,21	0,15	1	14996	14996	-3	3,75%	
Wallenstam	22.01.2018			15000	14995	0,20	0,07	4	14994	14998	-1	3,75%	
CastellumAB	21.03.2018			15000	14997	0,19	0,22	1	14994	14994	-4	3,75%	
DiösFastigheterAB	05.03.2018			15000	14991	0,42	0,18	3	14987	14990	-3	3,75%	
IntrumJustitiaAB	08.02.2018			14000	13995	0,15	0,11	3	13995	13998	1	3,50%	
ComHemAB	01.06.2018			14000	13987	0,46	0,42	2	13982	13985	-5	3,50%	
ArlaFoodsFinance	13.02.2018			12000	12005	0,15	0,13	-3	12001	11999	-4	3,00%	
VasakronanAB	16.03.2018			10000	10007	-0,01	0,21	-3	10004	10001	-4	2,50%	
FabegeAB	15.01.2018			10000	9997	0,18	0,05	3	9997	9999	-0	2,50%	
CastellumAB	22.03.2018			10000	9997	0,19	0,23	1	9995	9996	-2	2,50%	
Vasakronan AB	14.03.2018			6 0 0 0	6005	-0,01	0,21	-2	6002	6000	-3	1,50%	

Portfolio key figures

Yield -0,03% Yield to clients 1) -0,23% Duration 2) 0,16

<sup>1)</sup> Yield adjusted for management fee.

<sup>2)</sup> Duration is a simplified expression of how much the price of the security will change if the interest rate changes by one percentage point.

<sup>3)</sup> Yield is the average annual return of an interest bearing security until maturity.

<sup>4)</sup> Securities are divided into six risk classes according to their credit risk.

Class 1 has the lowest and class 6 the highest credit risk. Risk class 1: Supranational organisations

Risk class 2: Government, and government guaranteed within the EEA Risk class 3: Government, and government guaranteed outside the EEA Risk class 4: County and local government

Risk class 5: Bank and financial institutions

Risk class 6: Industry

 $^{\rm s)}$  For liquidity in the portfolio as of 31.12.2017, please refer to the balance sheet.

Allocation of the acquisition cost:

For SKAGEN Krona the FIFO principle is applied when calculating the realised capital gain/loss when selling securities.

All securities are traded in the Swedish market.

Unit price as of 29.12.2017 SEK100,0620

Tsek 227 is issued to unit holders.

In the event of distribution, this will result in a reduction in the unit price equal to the distribution per unit at the time of distribution.

# **SKAGEN Credit**

### Note 6. Securities portfolio as of 31.12.2017 (in 1,000 NOK)

Sazprom OAO         11.04.2018         8,15         L           Vetrobras Global Finance BV         20.01.2020         5,75         L           Vetrobras Global Finance BV         14.01.2021         3,75         E           Vetrobras Global Finance BV         14.01.2021         3,75         E           Vetrobras Global Financial Corp         27.05.2020         7,37         C           Cotal meterials	D	Facevalue	Cost price NOK	Yield <sup>3)</sup>	Duration <sup>2)</sup>	interest	value	interest	Unrealised gain/losss	fund	
Petrobras Global Finance BV         20.01.2020         5,75         L           Vaterias Global Finance BV         14.01.2021         3,75         E           Colal energy         Silencore Funding LLC         30.05.2023         4,12         L           Sencore Funding LLC         30.05.2023         4,12         L           Islencore Canada Financial Corp         27.05.2020         7,37         C           Islencore Canada Financial Corp         27.05.2023         4,75         L           Islencore Canada Financial Corp         27.05.2023         4,75         L           Islencore Canada Financial Corp         27.05.2023         4,75         L           Istentrow Funding Ltd         20.03.2020         6         C         C           Solor Group AS         18.09.2019         6,08         N           Sombardier Inc         16.03.2022         3,75         E           Gauta Industrials         Consumer discretionary         C         C           Consumer discretionary         16.03.2021         3,75         E           Gausa Conthe Concertionary         C         Consumer discretionary         C           Consumer discretionary         C         Consumer discretionary         C           Cotal c									•		c
tetrobras Global Finance BV         20.01.2020         5,75         L           tetrobras Global Finance BV         14.01.2021         3,75         E           tetrobras Global Finance BV         14.01.2021         3,75         E           iencore Funding LLC         30.05.2023         4,12         L           iencore Funding LLC         30.05.2023         4,12         L           otal materials											
Petrobras Global Finance BV         14.01.2021         3,75         E           Otal energy         A           Aterials	D	1100	8648	2,64	0,27	163	9137	9 300	489	2,94%	
Total energy         Atterials           Silencore Funding LLC         30.05.2023         4,12         L           Dilencore Canada Financial Corp         27.05.2020         7,37         C           Total materials	D	800	6720	3,43	1,86	168	6843	7011	123	2,22%	
Jake         Jake           Waterials         30.05.2023         4,12         L           Selencore Canada Financial Corp         27.05.2020         7,37         C           Total materials	IR	300	2967	1,34	2,8	106	3157	3 2 6 4	191	1,03%	
Silencore Funding LLC         30.05.2023         4,12         L           Cotal materials         7,37         C           Industrials         5         5           Additional of the second of the secon			18335			437	19137	19574	802		
ilencore Canada Financial Corp         27.05.2020         7,37         C           otal materials											
Industrials         Image: Content of the second secon	D	1 200	10270	3,43	4,74	34	10168	10 20 2	-102	3,23%	
Heathrow Funding Ltd     20.03.2020     6     C       DSVA/S     18.03.2022     1,55     E       Heathrow Funding Ltd     10.09.2018     6,25     C       Color Group AS     18.09.2019     6,08     N       Bombardier Inc     14.10.2022     6     L       Sombardier Inc     16.03.2020     7,75     L       Total Industrials	P	400	4683	1,41	2,19	195	5043	5 2 3 8	360	1,66%	
Schaeffler Finance BV         15.05.2023         4,75         L           teathrow Funding Ltd         20.03.2020         6         C           OSVA/S         18.03.2022         1,55         C           teathrow Funding Ltd         10.09.2018         6,25         C           Color Group AS         18.09.2019         6,08         N           SombardierInc         14.10.2022         6         L           BombardierInc         16.03.2020         7,75         L           Cotal industrials			14953			229	15211	15440	258		
SchaefflerFinance BV         15.05.2023         4,75         L           teathrow Funding Ltd         20.03.2020         6         C           OSVA/S         18.03.2022         1,55         C           Color Group AS         18.09.2019         6,08         N           Sombardier Inc         14.10.2022         6         L           Sombardier Inc         16.03.2020         7,75         L           Sombardier Inc         16.03.2022         3,75         E           Cotal industrials         C         C         C           Consumer discretionary         acob Holm & Sonner Holding AS         31.03.2022         3,75         E           aguar Land Rover Automotive Plc         0.103.2021         5,5         L         C           Samvardhana Motherson Automotive         16.12.2021         4,87         L           Gatal Consumer discretionary         C         C         E           Colat Consumer discretionary         C         C         E           Colat Consumer discretionary         C         E         C           Consumer staples         C         C         E         C           Colat Consumer discretionary         Z         Z         Z         G											
ieathrow Funding Ltd         20.03.2020         6         C           DSVA/S         18.03.2022         1,55         E           ieathrow Funding Ltd         10.09.2018         6,25         C           SombardierInc         18.09.2019         6,08         N           SombardierInc         16.03.2020         7,75         L           Cotal industrials	D	1 300	11 307	4,14	4,55	191	10963	11154	-344	3,53%	
teathrow Funding Ltd         10.09.2018         6,25         C           icolor Group AS         18.09.2019         6,08         N           BombardierInc         14.10.2022         6         L           iond industrials	P	800	10318	1,29	2,04	416	9763	10179	-555	3,22%	
Solor Group AS         18.09.2019         6,08         N           SombardierInc         14.10.2022         6         U           SombardierInc         16.03.2020         7,75         U           SombardierInc         16.03.2020         7,75         U           SombardierInc         16.03.2021         5,75         U           Consumer discretionary         acob Holm & Sonner Holding AS         31.03.2022         3,75         E           SaguarLand Rover Automotive Plc         01.03.2023         3,87         C           Samwardhana Motherson Automotive         16.12.2021         4,87         U           Samwardhana Motherson Automotive         16.12.2021         4,87         U           Sata Uy Colnc         15.03.2018         6,62         E           Tiat Finance & Trade SA         15.03.2018         6,62         E           Sotal consumer discretionary         Sata Colladon Sumer Sata Sata Sata Sata Sata Sata Sata Sat	K 19.03.2018	5 000	6314	0,53	0,23	4	6876	6880	562	2,18%	
BombardierInc         14.10.2022         6         L           SombardierInc         16.03.2020         7,75         L           Cotalindustrials	P	500	5734	0,99	0,69	106	5735	5842	2	1,85%	
BombardierInc         16.03.2020         7,75         L           fotal industrials	0K 19.03.2018	5 000	5134	3,33	0,22	11	5 2 3 8	5 2 4 8	104	1,66%	
Total industrials           Consumer discretionary           acob Holm & Sonner Holding AS         31.03.2022         3,75         E           aguar Land Rover Automotive Plc         01.03.2023         3,87         C           aguar Land Rover Automotive Plc         01.03.2023         3,87         C           aguar Land Rover Automotive Plc         01.03.2023         3,87         C           Gamvardhana Motherson Automotive         16.12.2021         4,87         L           East Buy Colnc         15.03.2021         4,75         E           iat Finance & Trade SA         15.03.2021         4,75         E           iat Chrysler Finance Europe         22.03.2021         4,75         L           folat Consumer discretionary         Consumer discretionary         S         L           consumer staples         E         Consumer staples         E           cioan Corp         17.06.2019         4,5         L           folat consumer staples         E         E         E           cinancials	D	500	3901	6,56	3,92	52	4012	4064	111	1,29%	
Consumer discretionary           Consumer discretionary           Consumer discretionary           Consumer discretionary           aguar Land Rover Automotive PIc         01.03.2023         3,87         C           Consumer discretionary         15.12.2021         4,87         L           Consumer discretionary         15.03.2021         4,75         E           Consumer discretionary         22.03.2021         4,75         E           Consumer staples         07.03.2022         1,74         S           Consumer staples         0         5         L           Cosan         14.03.2023         5         L           Distic consumer discretionary         5         L           Consumer staples         0         5         L           Cosan         14.03.2023         5         L           Distic consumer staples         0         1.06.2019         4,5         L           Cotal consumer staples         0         1.06.2019         4,87         L           Cotal consumer staples         0         1.07.2021         5         L           Sank of Baroda         23.07.2012         5,37         C         C           Standard Chartered PLC	D	400	2878	4,16	1,96	75	3 5 1 9	3 594	642	1,14%	
acob Holm & Sonner Holding AS         31.03.2022         3,75         E           aguar Land Rover Automotive Plc         01.03.2023         3,87         C           isamvardhana Motherson Automotive Plc         01.03.2023         3,87         C           isamvardhana Motherson Automotive         16.12.2021         4,87         L           iat Chnysler Finance Europe         22.03.2021         4,75         E           iat Chnsuer Strade SA         15.03.2018         6,62         E           folvo Car AB         07.03.2022         1,74         S           fold consumer discretionary         S         L         L           cosan         14.03.2023         5         L           cosan         14.03.2020         7,75         L           ennar Corp         17.06.2019         4,5         L           otal consumer staples			45 586			854	46107	46961	521		
aguar Land Rover Automotive Plc         01.03.2023         3,87         C           aramvardhana Motherson Automotive         16.12.2021         4,87         L           test Buy Colnc         15.03.2021         5,55         L           tait Chrysler Finance Europe         22.03.2021         4,75         E           tait Chrysler Finance Europe         22.03.2021         4,75         E           tait Chrysler Finance & Trade SA         15.03.2018         6,62         E           tobio Car AB         07.03.2022         1,74         S           total consumer discretionary         5         L           cosan         14.03.2023         5         L           Salwestments GmbH         28.10.2020         7,75         L           otal consumer staples											
Tamwardhana Motherson Automotive         16.12.2021         4,87         L           best BuyColnc         15.03.2021         5,5         L           iat Chrysler Finance Europe         22.03.2021         4,75         E           iat Chrysler Finance Europe         22.03.2021         4,75         E           folvo Car AB         07.03.2022         1,74         S           folvo Car AB         07.03.2022         1,74         S           folvo Car AB         07.03.2022         1,74         S           fold consumer discretionary         S         L         S           consumer staples         5         L         S           cosan         14.03.2023         5         L           fold consumer staples         7,75         L         S           fold consumer staples         15.03.2021         5,37         C           fold consumer staples         21.07.2026         1,81         S           anske BankAS         29.09.2021         5,37         C           anak ofBaroda         23.07.2019         4,87         L           utrikiye HalkBankasi AS         13.07.2021         5         C           istandard Chartered PLC         23.11.2022         3,62	IR 28.03.2018	1 300	12215	3,29	0,16	3	12913	12916	698	4,08%	
Best Buy Colnc         15.03.2021         5,5         L           Iait Chrysler Finance Europe         22.03.2021         4,75         E           iait Finance & Trade SA         15.03.2018         6,62         E           otal consumer discretionary         5         L         5         L           consumer staples         5         L         5         L           cosan         14.03.2023         5         L           BS Investments GmbH         28.10.2020         7,75         L           ennar Corp         17.06.2019         4,5         L           otal consumer staples         5         L         D           anske BankAS         29.09.2021         5,37         C           banske BankAS         29.09.2021         5,37         C           bank of Baroda         23.07.2019         4,87         L           bank of Baroda         23.07.2021         5,55         L           bank of Lartered PLC         23.11.2022         3,62	P	1000	10915	3,06	4,55	143	11508	11651	593	3,68%	
iai Chrysler Finance Europe 22.03.2021 4,75 E iai Finance & Trade SA 15.03.2018 6,62 E folvo CarAB 07.03.2022 1,74 S fold consumer discretionary Consumer staples Cosan 14.03.2023 5 L Bonrestments GmbH 28.10.2020 7,75 L ennar Corp 17.06.2019 4,5 L total consumer staples inancials ans/forsäkringar Bank AB 27.04.2026 1,81 S Danske Bank AS 29.09.2021 5,37 C urkiye Halk Bankasi AS 13.07.2021 5 L tatandard Chartered PLC 23.11.2022 3,62 E tatandard Chartered PLC 23.11.2022 3,62 E tatandard Chartered Bank 03.04.2018 7,75 C total Financials nformation technology felcom that Americas LLC 24.07.2019 0 L total three of the tata 12 C total tata 22 C total t	D	1 200	10304	1,81	1,4	20	10244	10264	-60	3,25%	
iiat Finance & Trade SA       15.03.2018       6,62       E         folvo CarAB       07.03.2022       1,74       S         fola Consumer discretionary		1000	8554	2,78	2,67	132	8814	8946	260	2,83%	
Volvo Car AB         07.03.2022         1,74         S           fotal consumer discretionary	IR	800	8190	1,18	2,95	290	8739	9030	550	2,86%	
otal consumer discretionary           consumer staples           cosan         14.03.2023         5         L           ESInvestments GmbH         28.10.2020         7,75         L           ennar Corp         17.06.2019         4,5         L           otal consumer staples	K 07.03.2018	600 4000	5669 3760	0,24 0,86	0,21 0,37	311 5	5970 4138	6281 4143	301 378	1,99% 1,31%	
Consumer staples           Cosan         14.03.2023         5         L           Destination         14.03.2020         7,75         L           BS Investments GmbH         28.10.2020         7,75         L           Cotal consumer staples         17.06.2019         4,5         L           Cotal consumer staples         17.06.2019         4,5         L           Cotal consumer staples         21.07.2019         4,87         L           Cotal consumer staples         23.07.2019         4,87         L           Jansfor Baroda         23.07.2019         4,87         L           Sunk e Bank AS         29.09.2021         5,37         C           Standard Chartered PLC         23.11.2022         3,62         E           Standard Chartered Bank         03.04.2018         7,75         C           Stata Mericas LLC         24.07.2019         0         L           Stata Marit Airtel International         20.05.2024         5,35         L	07.05.2010	4000	59607	0,00	0,57	904	62 326	63230	2 720	1,91 /0	
iosan         14.03.2023         5         L           BSInvestments GmbH         28.10.2020         7,75         L           ennar Corp         17.06.2019         4,5         L           otal consumer staples			,,,,,,			,,,,	02920	0,2,0	2,20		
BS Investments GmbH       28.10.2020       7,75       L         cennar Corp       17.06.2019       4,5       L         folat consumer staples											
Lennar Corp         17.06.2019         4,5         L           Total consumer staples         Interview of the state st		1 200	9189	4,52	2,83	146	9963	10109	774	3,20%	
Fotal consumer staples         Financials         Länsförsäkringar Bank AB       27.04.2026       1,81       2         Janske Bank AS       29.09.2021       5,37       C         Janske Bank AS       29.07.2019       5       L         Standard Chartered PLC       23.11.2022       3,62       E         Standard Chartered Bank       03.04.2018       7,75       C         Folat Financials         Total finformation technology       0       L         Total Information technology          Total Information technology         Felecom         Starti Airtel International       20.05.2024       5,35       L         Marti Airtel International       20.05.2022       10,5       L         Total telecom         Jtilities         Start As       22.05.2020       1,39       N		1100	9233	6,56	1,62	122	9192	9314	-40	2,95%	
inancials änsförsäkringar Bank AB 27.04.2026 1,81 9 Janske Bank AS 29.09.2021 5,37 0 Jank of Baroda 23.07.2019 4,87 L iurkiye Halk Bankasi AS 13.07.2021 5,27 0 Standard Chartered PLC 23.11.2022 3,62 E Standard Chartered Bank 03.04.2018 7,75 0 <b>fotal Financials</b> <b>nformation technology</b> <b>kolta</b> Americas LLC 24.07.2019 0 L <b>fotal finformation technology</b> <b>ielecom</b> Bharti Airtel International 20.05.2024 5,35 L Bharti Airtel International 20.05.2021 3,37 E irontier Communications Corp 15.09.2022 10,5 L <b>fotal telecom</b> <b>Jilities</b> Jilities Jilities Jilities Jilities Jilities SKAS 22.05.2020 1,39 N Cotal utilities <b>Stele State</b> <b>Stele State</b>	U	500	4 210 22632	2,59	1,24	8 276	4 187 23 342	4 195 23618	-23 710	1,33%	
änsförsäkringar Bank AB         27.04.2026         1,81         9           Janske Bank AS         29.09.2021         5,37         0           Janske Bank AS         23.07.2019         4,87         0           Janske Bank AS         13.07.2021         5         1           Janske Bank AS         13.07.2021         5         1           Jurkiye Halk Bankasi AS         13.07.2021         5         L           Standard Chartered PLC         23.11.2022         3,62         E           Standard Chartered Bank         03.04.2018         7,75         C           fold Financials			22092			2/0	23 342	25010	/10		
Danske Bank AS         29.09.2021         5,37         C           Jank of Baroda         23.07.2019         4,87         L           furkiye Halk Bankasi AS         13.07.2021         5,27         C           Standard Chartered PLC         23.11.2022         3,62         E           Standard Chartered Bank         03.04.2018         7,75         C           Total Financials         7,75         C         C           Information technology         0         L         C           Total Financials         7,75         C         C           Fold Americas LLC         24.07.2019         0         L           Total formation technology         7         F         C           Stanti Airtel International         20.05.2024         5,35         L           Abarti Airtel International         20.05.2021         3,37         E           Fortal telecom         7         7         C         C           Jtilities         7         7         S         C           StKAS         22.05.2020         1,39         N           EDP Finance BV         01.10.2019         4,92         L           Stadget EnergyAS         04.04.2018         1,82 <td></td>											
BankofBaroda         23.07.2019         4,87         L           Yurkiye Halk Bankasi AS         13.07.2021         5         L           Sitandard Chartered PLC         23.11.2022         3,62         E           Sitandard Chartered Bank         03.04.2018         7,75         G           Total Financials	K 26.01.2018	9000	9001	0,41	0,31	30	9378	9408	377	2,97%	
Technology         5         L           formation technology         7,75         C           formation technology         0         L           felecom         13.07.2021         3,37         E           sharti AirtelInternational         20.05.2024         5,35         L           sharti AirtelInternational         20.05.2021         3,37         E           foral telecom         15.09.2022         10,5         L           foral telecom         11.00.2019         4,9         N           foral telecom         11.00.2019         4,9         N           foral dutilities         11.00.2019         1,82         N<	3P	700	8032	0,97	0,75	106	8001	8107	-31	2,56%	
Standard Chartered PLC 23.11.2022 3,62 E Standard Chartered Bank 03.04,2018 7,75 C Total Financials 7,75 C Information technology 0 L Rolta Americas LLC 24.07.2019 0 L Bharti Airtel International 20.05.2024 5,35 L Bharti Airtel International 20.05.2021 3,37 E Frontier Communications Corp 15.09.2022 10,5 L Total telecom 15.09.2022 10,5 L Stattelecom 4,9 L Utilities 22.05.2020 1,39 N EDP Finance BV 01.10.2019 4,9 L Total utilities 4,9 L Rolta Lutilities 4,9 L Rolta Lutilities 15.09.2022 1,18 N	D	750	4781	2,91	1,45	131	6321	6452	1 5 3 9	2,04%	
istandard Chartered Bank 03.04.2018 7,75 Constraints of technology for technology and technology of		800	6399	6,39	3,01	153	6287	6440	-112	2,04%	
Total Financials         nformation technology         Rolta Americas LLC       24.07.2019       0       L         Total information technology         Felecom       3       1         3harti Airtel International       20.05.2024       5,35       L         3harti Airtel International       20.05.2021       3,37       E         Frontier Communications Corp       15.09.2022       10,5       L         Total telecom       J       J       J         Jtilities       22.05.2020       1,39       N         DPFinance BV       01.10.2019       4,9       L         Agder EnergyAS       04.04.2018       1,82       N         Total utilities       3       3       A         Stafe State       2       1,18       N		500 300	4838 3873	1,05 1,12	4,54 0,26	19 192	5 512 3 376	5 531 3 568	674 -497	1,75% 1,13%	
nformation technology tolta Americas LLC 24.07.2019 0 L total information technology elecom sharti Airtel International 20.05.2024 5,35 L sharti Airtel International 20.05.2021 3,37 E rontier Communications Corp 15.09.2022 10,5 L total telecom SKKAS 22.05.2020 1,39 N Diffies SKKAS 22.05.2020 1,39 N Diffies SKKAS 22.05.2020 1,39 N Diffience BV 01.10.2019 4,9 L otal utilities State State intra ASA 12.10.2018 1,18 N		500	36925	1,12	0,20	630	38875	39505	1950	1,15 /0	
kolta Americas LLC     24.07.2019     0     L       ótal information technology     5     5     L       élecom     20.05.2024     5,35     L       Bharti Airtel International     20.05.2021     3,37     E       irontier Communications Corp     15.09.2022     10,5     L       oftal telecom     5     5     L     L       Diftilies     5     5     L     L       DP Finance BV     01.10.2019     4,9     L       vgder EnergyAS     04.04.2018     1,82     N       oftal utilities     5     5     L       Real estate     5     5     1,18     N						550	50075	,,,,,,	1755		-
Total information technology         ielecom         Bharti Airtel International       20.05.2024       5,35       L         Bharti Airtel International       20.05.2021       3,37       E         Total red Communications Corp       15.09.2022       10,5       L         Total redecom       Jtilities       Jtilities       Jtilities         DP Finance BV       01.10.2019       4,9       L         Agder EnergyAS       04.04.2018       1,82       N         Total utilities       Stealestate       Italian ASA       12.10.2018       1,18       N											
Felecom           Bharti AirtelInternational         20.05.2024         5,35         L           Bharti AirtelInternational         20.05.2021         3,37         E           Stronger Stress         15.09.2022         10,5         L           Totat Lelecom         J         J         J         J           Jtilities         SKKAS         22.05.2020         1,39         N           SDP Finance BV         01.10.2019         4,9         L           Gotal utilities         State         State         State           Real estate         Entra ASA         12.10.2018         1,18         N	D	400	2918	22,6	0,65	-	797	797	-2121	0,25%	
Bharti Airtel International         20.05.2024         5,35         L           Bharti Airtel International         20.05.2021         3,37         E           irontier Communications Corp         15.09.2022         10,5         L           Total telecom         Jtilities         Jtilities         Jtilities           DPF Finance BV         01.10.2019         4,9         L           Agder Energy AS         04.04.2018         1,82         N           Total utilities         Stata         Stata         Stata			2918			-	797	797	-2121		
Sharti Airtel International         20.05.2021         3,37         E           rontier Communications Corp         15.09.2022         10,5         L           otal telecom											
rontier Communications Corp 15.09.2022 10,5 L otal telecom Hilities KKAS 22.05.2020 1,39 N DDP Finance BV 01.10.2019 4,9 L otal utilities teal estate intra ASA 12.10.2018 1,18 N	D	700	6420	4,01	5,29	35	6169	6 20 4	-251	1,96%	
otal telecom           Jtilities           SKKAS         22.05.2020           DF Finance BV         01.10.2019         4,9           Ugder EnergyAS         04.04.2018         1,82         N           otal utilities	IR	400	3872	0,66	3,19	82	4286	4368	414	1,38%	
Jtilities         Jtilities           3KKAS         22.05.2020         1,39         N           DDP Finance BV         01.10.2019         4,9         L           \gder EnergyAS         04.04.2018         1,82         N           fotal utilities	D	400	3 3 9 5	19,05	2,98	101	2 4 9 2	2 5 9 4	-903	0,82%	
KKAS         22.05.2020         1,39         N           DPFinance BV         01.10.2019         4,9         L           Igder EnergyAS         04.04.2018         1,82         N           otal utilities			13688			218	12947	13165	-741		
KKAS         22.05.2020         1,39         N           DPFinance BV         01.10.2019         4,9         L           Igder EnergyAS         04.04.2018         1,82         N           otal utilities											
DPFinance BV         01.10.2019         4,9         L           \gderEnergyAS         04.04.2018         1,82         N           otal utilities	0K 22.02.2018	16000	15858	1,49	0,15	24	16086	16110	228	5,09%	
otal utilities Real estate intra ASA 12.10.2018 1,18 N	D	1 600	12672	2,35	1,65	160	13657	13817	985	4,37%	
eal estate ntra ASA 12.10.2018 1,18 N	0K 04.01.2018	10000	10069	1,13	0,02	44	10019	10063	-50	3,18%	
intra ASA 12.10.2018 1,18 N			38 5 9 9			229	39762	39991	1 1 6 3		
ntra ASA 12.10.2018 1,18 N											
	ж	10000	10001	1,34	0,78	26	9999	10025	-1	3,17%	
	)K	8000	7 9 9 9	1,22	0,78	20	8002	8030	-1	2,54%	
	0K 26.02.2018	5 000	5 0 2 3	1,17	0,45	10	5019	5029	-4	1,59%	
	D	500	3891	2,41	1,08	53	4134	4186	243	1,32%	
	IR 15.01.2018	400	3753	2	0,06	64	4051	4115	298	1,30%	
otal real estate			30667			181	31 205	31 386	538		

# **SKAGEN** Credit

#### Note 6. Securities portfolio as of 31.12.2017 (in 1,000 NOK)

#### Financial derivatives as of 31.12.2017 (in 1,000 NOK)

Derivative	Maturity	Coupon	Currency	Interest adjustment point	<b>Face value</b>	Net gain /loss financial contracts	Share of fund
Interest rate derivativ	es						
IRSEUR 20180620	20.06.2018	-0,27	EUR		3 000	4952	
IRSEUR 20210511	11.05.2021	-0,28	EUR	11.05.2018	600	889	
IRSGBP20180129	29.01.2018	0,42	GBP	29.01.2018	1 200	12101	
IRSGBP20230523	23.05.2023	0,58	GBP	23.05.2018	400	-419	
IRSUSD20180620	20.06.2018	1,63	USD	20.03.2018	3 500	7635	
IRSUSD20190820	20.08.2019	1,44	USD	20.02.2018	2 000	4084	
IRSUSD 20210622	22.06.2021	1,66	USD	22.03.2018	1000	452	
IRSUSD 20230905	05.09.2023	1,49	USD	02.03.2018	1 0 0 0	-143	
IRSUSD 20220927	27.09.2022	1,67	USD	28.03.2018	1 500	91	
IRSEUR 20180620	20.06.2018	0,54	EUR		-3000	-5151	
IRSEUR 20210511	11.05.2021	0,61	EUR		-600	-1020	
IRSGBP20180129	29.01.2018	1,91	GBP		-1 200	-12 201	
IRSGBP20230523	23.05.2023	1,25	GBP		-400	370	
IRSUSD 20180620	20.06.2018	1,47	USD		-3 500	-7 582	
IRSUSD 20190820	20.08.2019	1,73	USD		-2000	-4092	
IRSUSD 20210622	22.06.2021	1,91	USD		-1000	-384	
IRSUSD 20230905	05.09.2023	1,33	USD		-1000	517	
IRSUSD 20220927	27.09.2022	1,28	USD		-1 500	394	
Total		-				493	0,15%

#### Portfolio key figures

maturity.

2,35%
2,35%
1,06

 $^{\rm 20}$  Duration is a simplified expression of how much the price of the security will change if the interest rate changes by one percentage point.

 $^{\scriptscriptstyle 3)}$  Yield is the average annual return of an interest bearing security until

<sup>1)</sup> Yield adjusted for management fee.

4) Securities are divided into six risk classes according to their credit risk.

Class 1 has the lowest and class 6 the highest credit risk.

Risk class 1: Supranational organisations

Risk class 2: Government, and government guaranteed within the EEA Risk class 3: Government, and government guaranteed outside the EEA Risk class 4: County and local government

Risk class 5: Bank and financial institutions Risk class 6: Industry

 $^{\rm 5)}$  For liquidity in the portfolio as of 31.12.2017, please refer to the balance sheet.

All securities are traded in a telephone-based international market. Unit price as of 29.12.2017 108 6001

Tnkr 11.471 is allocated for distribution to unit holders.

This will result in a reduction in the unit price equal to the distribution per unitatthetimeofdistribution.

#### Allocation of the acquisition cost:

For SKAGEN Credit the FIFO principle is applied when calculating the realised capital gain/loss when selling securities.

# **SKAGEN Credit NOK**

#### Note 6. Securities portfolio as of 31.12.2017 (in 1,000 NOK)

Security	Numberof shares	Acquisition value NOK	Currency	Market value NOK	Unrealised gain/loss	Shareoffund
Fixed income fund						
SKAGEN Credit	1 358 496	140337	NOK	142 202	1865	98,67%
Total securities portfolio 1)		140 337		142 202	1865	98,67%

 $^{1)}$  For liquidity in the portfolio as of 31.12.2017, please refer to the balance sheet.

The management company SKAGEN AS sets prices for the underlying fund on every ordinary opening day for Norwegian banks. The price reflects the prices of the underlying securities in SKAGEN Credit. As of 31.12.2017 SKAGEN Credit NOK owns 44,8% of the units in SKAGEN Credit.

Allocation of the acquisition cost:

For SKAGEN Credit NOK the FIFO principle is applied when calculating the realised capital gain/loss when selling securities.

# **SKAGEN Credit SEK**

#### Note 6. Securities portfolio as of 31.12.2017 (in 1,000 NOK)

Security	Number of shares	Acquisition value SEK	Currency	Market value SEK	Unrealised gain/loss	Shareoffund
Fixed income fund						
SKAGEN Credit	126629	13715	NOK	13260	-455	98,55%
Total securities portfolio <sup>1)</sup>		13715		13260	-455	98,55%

 $^{1)}$  For liquidity in the portfolio as of 31.12.2017, please refer to the balance sheet.

The management company SKAGENAS sets prices for the underlying fund on every ordinary opening day for Norwegian banks. The price reflects the prices of the underlying securities in SKAGEN Credit. As of 31.12.2017 SKAGEN Credit SEK owns 4.2% of the units in SKAGEN Credit.

Allocation of the acquisition cost:

 $\label{eq:rescaled} For SKAGEN Credit SEK the FIFO principle is applied when calculating the realised capital gain/loss when selling securities.$ 

## **SKAGEN Credit EUR**

#### Note 6. Securities portfolio as of 31.12.2017 (in 1,000 NOK)

Security	Numberof shares	Acquisition value EUR	Currency	Market value EUR	Unrealised gain/loss	Shareoffund
Fixed income fund						
SKAGEN Credit	1 547 526	17 458	NOK	16492	-966	98,75%
Total securities portfolio <sup>1)</sup>		17458		16492	-966	98,75%

 $^{1)}$  For liquidity in the portfolio as of 31.12.2017, please refer to the balance sheet.

The management company SKAGEN AS sets prices for the underlying fund on every ordinary opening day for Norwegian banks. The price reflects the prices of the underlying securities in SKAGEN Credit. As of 31.12.2017 SKAGEN Credit owns EUR 51,0% of the units in SKAGEN Credit.

Allocation of the acquisition cost:

 $\label{eq:scalar} For SKAGEN \, Credit EUR \, the FIFO \, principle is applied when calculating the realised capital gain/loss when selling securities.$ 



To the Board of Directors in SKAGEN AS

## Independent Auditor's Report

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the financial statements of the mutual funds, which comprise the balance sheet as at 31 December 2017, the income statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies. The income statements are showing the following results for the year ended at December 31, 2017:

SKAGEN Vekst	NOK	1 320 515 332
SKAGEN Global	NOK	4 225 245 718
SKAGEN Kon-Tiki	NOK	7 270 170 323
SKAGEN m <sup>2</sup>	NOK	213 165 477
SKAGEN Focus	NOK	345 900 000
SKAGEN Insight	NOK	685 987
SKAGEN Avkastning	NOK	45 528 905
SKAGEN Høyrente	NOK	41 003 003
SKAGEN Tellus	NOK	55 775 756
SKAGEN Krona	SEK	13 626
SKAGEN Select 100	NOK	8 961 228
SKAGEN Select 80	NOK	3 743 140
SKAGEN Select 60	NOK	2 262 552
SKAGEN Select 30	NOK	326 389
SKAGEN Select 15	NOK	402 827
SKAGEN Credit	NOK	9 542 700
SKAGEN Credit NOK	NOK	3 856 226
SKAGEN Credit SEK	SEK	268 340
SKAGEN Credit EUR	EUR	128 537

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the mutual funds as at 31 December 2017, and its financial performance for the year then ended in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway.

#### Basis for Opinion

We conducted our audit in accordance with laws, regulations, and auditing standards and practices generally accepted in Norway, included International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the mutual funds as required by laws and regulations, and we have fulfilled our other ethical responsibilities in accordance

PricewaterhouseCoopers AS, Kanalsletta 8, Postboks 8017, NO-4068 Stavanger T: 02316, org.no.: 987 009 713 VAT, <u>www.pwc.no</u> State authorised public accountants, members of The Norwegian Institute of Public Accountants, and authorised accounting firm Auditor's Report - 21 February 2018



with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Other information

Management is responsible for the other information. The other information comprises the Board of Directors' report, invitation – notice of electoral meeting 2018, leader-tradition and change, investment's directors report – 2017 absolutely a good year, extending our ESG influence-continued focus on ESG, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### Responsibilities of The Board of Directors for the Financial Statements

The Board of Directors (management) is responsible for the preparation and fair presentation of the financial statements in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the mutual funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern. The financial statements use the going concern basis of accounting insofar as it is not likely that the enterprise will cease operations.

### Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with laws, regulations, and auditing standards and practices generally accepted in Norway, including ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

#### Auditor's Report - 21 February 2018



As part of an audit in accordance with laws, regulations, and auditing standards and practices generally accepted in Norway, included International Standards on Auditing (ISAs), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error. We design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the mutual funds' internal control.
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the mutual funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the mutual funds to cease to continue as a going concern.
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit

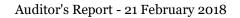
### Report on Other Legal and Regulatory Requirements

### Opinion on the Board of Directors' report

Based on our audit of the financial statements as described above, it is our opinion that the information presented in the Board of Directors' report concerning the financial statements, the going concern assumption, and the proposal for the allocation of the profit in each mutual fund is consistent with the financial statements and complies with the law and regulations.

#### **Opinion on Registration and Documentation**

Based on our audit of the financial statements as described above, and control procedures we have considered necessary in accordance with the International Standard on Assurance Engagements *(ISAE) 3000, Assurance Engagements Other than Audits or Reviews of Historical Financial Information*, it is our opinion that management has fulfilled its duty to produce a proper and clearly





set out registration and documentation of the mutual funds' accounting information in accordance with the law and bookkeeping standards and practices generally accepted in Norway.

Stavanger, 21 February 2018 PricewaterhouseCoopers AS

Gunstein Hadland State Authorised Public Accountant (Norway)

Note: This translation from Norwegian has been prepared for information purposes only.



Home market, or under home market supervision

- International market
- Marketing permission

## SKAGEN AS markets the following funds in countries where the funds have been registered with the respective regulator:

Country	SKAGEN Global	SKAGEN Kon-Tiki	SKAGEN Focus	SKAGENVekst	SKAGEN m2
Norway	х	х	х	х	х
Sweden	х	х	х	х	х
Denmark	Х	х	х	х	х
UK	х	х	х	х	х
Netherlands	х	Х	Х	Х	х
Luxembourg	х	х	х	х	Х
Iceland	х	х	х	х	х
Ireland	х	Х	Х	Х	Х
Germany	х	х	х	х	Х
Belgium	х	х	х	х	
France	х	Х	Х	х	
Switzerland	х	х	х		

### Head Office:

SKAGEN AS Post Box 160, 4001 Stavanger Norway Tel: +47 51 80 37 09 Fax: +47 51 86 37 00 Company reg number: 867 462 732 contact@skagenfunds.com www.skagenfunds.com

#### UK Office:

SKAGEN AS 22 a St. James's Square London SW1Y 4JH United Kingdom www.skagenfunds.co.uk FCA Firm No.: SKAGEN AS 469697 Company No: FC029835 UK establishment No: BR014818

#### **Dutch Office:**

Gustav Mahlerplein 2 1082 MA Amsterdam The Netherlands www.skagenfunds.nl Registration number: 52328686

Customer Services is open from Monday to Friday from 8 am to 5 pm (CET). Please visit us at our office, send an e-mail or call us and we will do our best to help you.

#### **Editorial team**

Parisa Kate Lemaire, editor Ole-Christian Tronstad Anna S Marcus Christian Sigersted Larsen

#### Front page:

Michael Ancher, After the last battue, 1905. This painting is manipulated and belongs to The Art Museums of Skagen.

