

## Performance Commentary

Emerging market equities underperformed developed markets as Chinese growth expectations were revised downwards following recent regulatory tightening. Inflationary pressures continued to build as energy prices rose further leading to monetary tightening in many emerging economies. Among the fund's contributors, Chinese internet companies rebounded on abating regulatory noise, which helped our recent investment in Alibaba and long-term holding Prosus. Copper producer Ivanhoe Mines also performed well as phase 1 production in its flagship Kamoakakula project in DRC ramps up and phase 2 expansion runs ahead of schedule. The main detractors were mostly recent high-flyers. LG Electronics continued to deliver strong top line growth, but the market is becoming increasingly concerned by margin headwinds due to rising commodity prices. We do not share these concerns, given LG's strong market positions and innovation pipeline. Margins also came under short-term pressure at Indian crop solutions company UPL, but we expect UPL to outperform its guidance as it continues to add value to farmers globally. The market sell-off last quarter and SKAGEN Kon-Tiki's underperformance during it, have left the portfolio trading at an unwarranted discount to our estimate of fair value and the opportunity-set available to us. As a result, we made no changes to the portfolio during the month and will patiently wait for the market to recognise its true value.

The fund selects low-priced, high-quality companies, mainly in emerging economies.

The objective is to provide the best possible risk adjusted return.

The fund is suitable for those with at least a five year investment horizon.

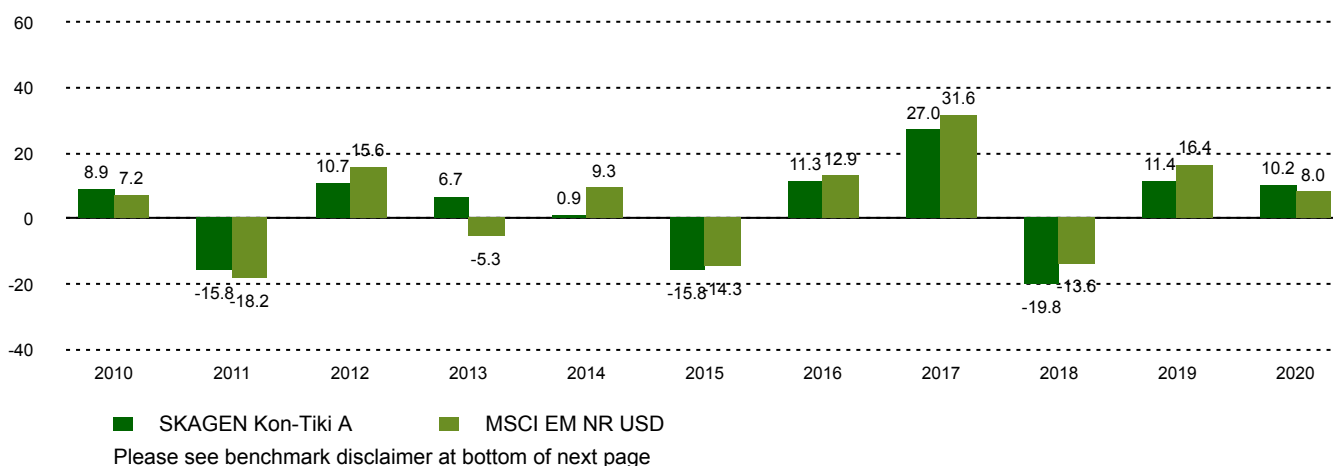
## Historical performance (net of fees)

Period	SKAGEN Kon-Tiki A	Benchmark index
Last month	-1.0%	-1.1%
Year to date	2.4%	3.1%
Last year	25.1%	16.9%
Last 3 years	7.2%	8.9%
Last 5 years	5.1%	7.7%
Last 10 years	3.6%	5.4%
Since start	9.4%	6.0%

## Fund Facts

Type	Equity
Domicile	Norway
Launch date	05.04.2002
Morningstar category	Global Emerging Markets Equity
ISIN	NO0010140502
NAV	110.42 CHF
Fixed management fee	2.00%
Total expense ratio (2020)	2.18%
Benchmark index	MSCI EM NR USD
AUM (mill.)	1604.84 CHF
Number of holdings	47
Portfolio manager	Fredrik Bjelland Cathrine Gether

## Performance last ten years



## Contributors in the month



### Largest contributors

Holding	Weight (%)	Contribution (%)
Prosus NV	4.18	0.29
Alibaba Group Holding	3.54	0.29
Ivanhoe Mines Ltd	1.73	0.29
Atlantic Sapphire ASA	1.25	0.26
Magnit PJSC	2.25	0.12



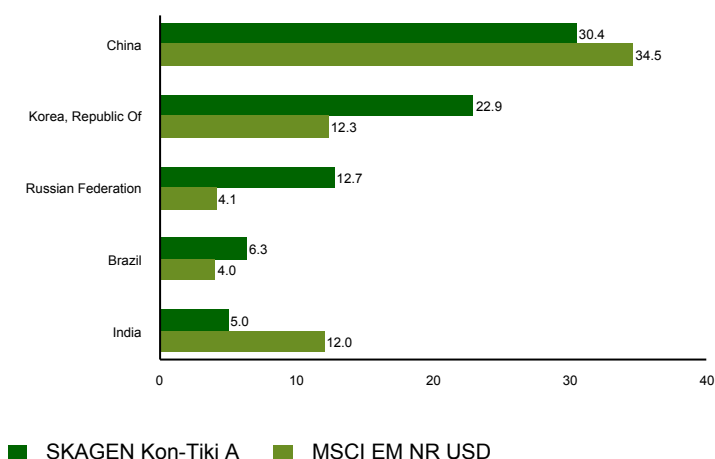
### Largest detractors

Holding	Weight (%)	Contribution (%)
Sendas Distribuidora SA	3.04	-0.84
Suzano SA	3.01	-0.52
Samsung Electronics Co	3.65	-0.39
LG Electronics Inc	6.76	-0.31
Turquoise Hill Resources Ltd	1.33	-0.24

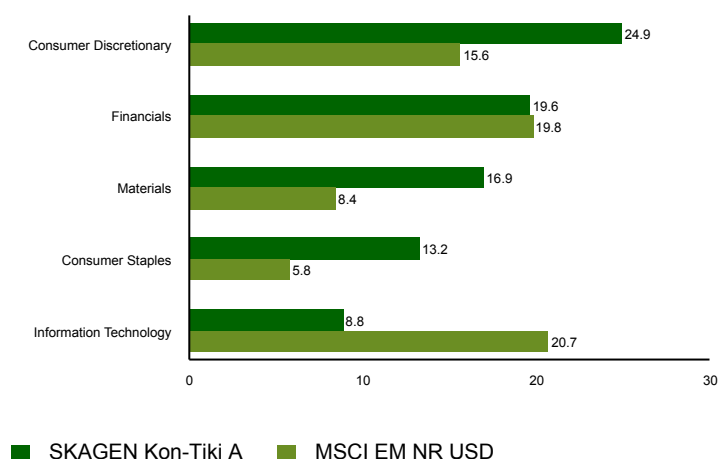
## Top ten investments

Holding	Sector	Country	%
LG Electronics Inc	Consumer Discretionary	Korea, Republic Of	6.9
Ping An Insurance Group Co of China Ltd	Financials	China	6.3
Prosus NV	Consumer Discretionary	China	4.4
Cnooc Ltd	Energy	China	4.3
Sberbank of Russia PJSC	Financials	Russian Federation	4.3
Hyundai Motor Co	Consumer Discretionary	Korea, Republic Of	4.0
UPL Ltd	Materials	India	3.9
Alibaba Group Holding Ltd	Consumer Discretionary	China	3.7
Samsung Electronics Co Ltd	Information Technology	Korea, Republic Of	3.7
X5 Retail Group NV	Consumer Staples	Russian Federation	3.2
Combined weight of top 10 holdings			44.8

## Country exposure (top five)



## Sector exposure (top five)



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## Important information

Historical returns are no guarantee for future returns. Future returns will depend, inter alia, on market developments, the fund manager's skills, the fund's risk profile and subscription and management fees. The performance shown does not take account of any commissions and costs charged when subscribing to and redeeming shares. The return may become negative as a result of negative price developments. Key Investor Information Documents (KIIDs) and Prospectuses for all our funds are available on [www.skagenfunds.ch](http://www.skagenfunds.ch). This document should not be perceived as an offer or recommendation to buy or sell financial instruments. SKAGEN AS does not assume responsibility for direct or indirect loss or expenses incurred through use or understanding of this document. Information for Swiss Investors: ACOLIN Fund Services AG, Leutschenbachstrasse 50, 8050 Zurich, Schweiz is the Legal Representative in Switzerland. The prospectus, the key information documents or the key investor information documents, the statutes and the current Semi-Annual and Annual Report may be obtained, free of charge, from the Swiss Representative. Frankfurter Bankgesellschaft (Schweiz) AG, Börsenstrasse 16, 8001 Zurich, is the Paying Agent in Switzerland. This is an advertising document.

Benchmark disclaimer: The benchmark index is the MSCI EM Index (net total return), this index did not exist at the inception of the fund and consequently the benchmark index prior to 1/1/2004 was the MSCI World AC Index. This is not reflected in the table/graph above which shows the MSCI EM Index since the funds inception.