



## Fund facts

ISIN: NO0010140502

Launch date, share class: 05.04.2002

Launch date, fund: 05.04.2002

Domicile: NO

NAV: 105.35 EUR

AUM: 1,376 MEUR

Benchmark index: MSCI Emerging Markets Index

Minimum purchase: 50 EUR

Fixed management fee: 2.00 %

Performance fee: 10.00 % (see prospectus for details)

Ongoing charge: 2.00 %

Number of holdings: 48

SFDR: Article 8



**Fredrik Bjelland**  
Managed fund since  
27 August 2017



**Cathrine Gether**  
Managed fund since  
30 September 2010



**Espen Klette**  
Managed fund since  
01 July 2022

## Investment strategy

SKAGEN Kon-Tiki is a value-based emerging markets equity fund. It seeks to generate long-term capital growth through an actively managed, high conviction portfolio of companies which are listed in, or have significant exposure to, developing markets. Subscriptions are made in fund units and not directly in stocks or other securities. The benchmark reflects the fund's investment mandate. Since the fund is actively managed, the portfolio will deviate from the composition of the benchmark.

# SKAGEN Kon-Tiki A

RISK PROFILE



4 of 7

YTD RETURN

9.84 %

28.06.2024

ANNUAL RETURN

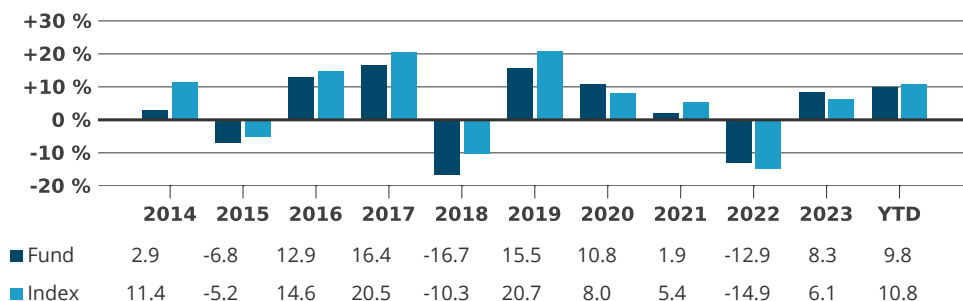
3.46 %

Average last 5 years

Monthly report for June as of 30.06.2024. All data in EUR unless otherwise stated.

Historical returns are no guarantee for future returns. Future returns will depend, inter alia, on market developments, the fund manager's skills, the fund's risk profile and subscription and management fees. The return may become negative as a result of negative price developments. The fund's Key Investor Information Document and prospectus are available on [www.skagenfunds.com](http://www.skagenfunds.com)

## Historical return in EUR (net of fees)



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 01.01.2004 was the MSCI World AC Index.

Period	Fund (%)	Index (%)	Key figures	1 year	2 years	3 years
Last month	2.23	5.29	Standard deviation	-	-	-
Year to date	9.84	10.79	Standard deviation index	-	-	-
Last 12 months	10.90	14.32	Tracking error	-	-	-
Last 3 years	-2.36	-1.75	Information ratio	-	-	-
Last 5 years	3.46	4.12	Active share: 87 %			
Last 10 years	2.88	5.22				
Since inception	9.84	6.74				

Returns over 12 months are annualised.

## Q2 commentary 2024

**Global equity markets gained pace in June, mainly due to continued strength in a handful of US large cap tech equities as evidenced by the S&P500 and Nasdaq indices posting new record highs. Emerging market equities outperformed developed markets. However, SKAGEN Kon-Tiki underperformed emerging market equities during the month. This was mainly explained by our relative underweights in Taiwan and India, as well as our overweight in Brazil, which contributed negatively. Trade tensions were in focus as the EU decided to implement additional tariffs on imported EVs from China, which was not well received by Chinese officials. While recent economic data releases from China have thus far not been able to provide reassurance of an overall recovery, we believe our holdings are well positioned in the current environment and we continue to find undervalued investment opportunities.**

The top contributors in June were Chinese energy company CNOOC, Hyundai Motor and TSMC. CNOOC's share price benefitted from a favourable energy price environment, positive news flows from the Exxon-led development project in Guyana and new exploration results in offshore China. Hyundai Motor's share price continued to climb as the focus remains on the Korean government's 'Value Up' initiative and increased focus on the positive implications of listing its Indian subsidiary on the local stock market at an attractive valuation. Taiwan Semiconductor Manufacturing (TSMC) benefitted from the strong monthly sales trend and the market's optimism regarding the company's ability to capitalise on strong demand for AI applications through higher wafer prices. For the second quarter as a whole, our top contributors were CNOOC, Cosmax and TSMC. South Korean cosmetics R&D and production company Cosmax delivered stronger than expected results as the company continues to benefit from a structural growth trend due to the global beauty market's increasing demand for independent brands.

On the negative side, two of the three largest negative contributors in June were Brazilian, partly due to the local exchange rate depreciating notably during the month. The cash & carry operator Assai underperformed as the market remains concerned about the impact of a prolonged period of high interest rate levels on the company's balance sheet. In our view, it remains well within manageable levels, which management has reiterated. Transportation conglomerate Simpar faces the same headwinds as Assai from 'higher-for-longer' interest rates. Ping An fell due to the soft overall market sentiment. For the second quarter as a whole, the five worst contributors were all Brazilian companies: Assai, Simpar, Raizen, Cosan and Suzano. Concerns about the direction of the country's monetary policy and fiscal outlook under the current government have weighed on equities. In May, the market reacted negatively to the news that Suzano was considering making an offer for International Paper. At the end of June, Suzano's share price recovered significantly when the company announced that it had ended negotiations for a friendly takeover.

In June, we invested in Brazil's largest apparel retailer Lojas Renner, which operates 420 Renner department stores and more than 100 houseware stores. The share price has suffered excessively on the back of short-term concerns to a level which we find to be an attractive entry point for what we consider to be one of the best-in-class retailers in Brazil. Given its long-term track record, we believe the current share price reflects an overly pessimistic outlook. We initiated a position in one of the largest Chinese car dealerships, Zhongsheng Group. While the company's profitability has been negatively impacted by pressure on new car sales margins, around 75% of earnings come from highly cash generative aftermarket services. At 5x depressed earnings, we believe that the market underestimates the earnings growth potential from the existing car fleet and in particular when considering a potential recovery in new car sales. We did not exit any company during the month.

As a result, the portfolio still consists of 48 holdings, trading in aggregate on just 7x 2024 earnings and 0.9 x price to book. Despite the portfolio's continued outperformance, the valuation discount relative to the broader EM index remains at more than 50%. This despite displaying similar aggregate fundamentals in terms of projected returns and growth. As value investors, we find that to represent an attractive risk /reward proposition.

## Contribution last month

 Largest contributors	Weight (%)	Contribution (%)
Cnooc Ltd	6.59	0.79
Hyundai Motor Co	3.26	0.65
Taiwan Semiconductor Manufacturing Co Ltd	3.08	0.54
Cosmax Inc	2.87	0.46
Samsung Electronics Co Ltd	4.34	0.34

 Largest detractors	Weight (%)	Contribution (%)
Sendas Distribuidora S/A	2.00	-0.40
SIMPAR SA	2.29	-0.38
Ping An Insurance Group Co of China Ltd	6.04	-0.34
Yara International ASA	2.57	-0.15
Genomma Lab Internacional SAB de CV	1.67	-0.14

Absolute contribution based on NOK returns at fund level.

## Portfolio information

Top 10 investments	Share (%)	Country exposure	Share (%)	Sector exposure	Share (%)
Cnooc Ltd	6.2	China	27.3	Consumer discretionary	25.3
Ping An Insurance Group Co of China Ltd	5.9	South Korea	26.4	Financials	16.3
Alibaba Group Holding Ltd	5.5	Brazil	16.2	Energy	11.3
LG Electronics Inc	4.5	South Africa	4.3	Materials	10.2
Samsung Electronics Co Ltd	4.4	Taiwan	4.3	Consumer Staples	9.9
Prosus NV	3.6	Türkiye	2.6	Information technology	8.7
Naspers Ltd	3.5	Hong Kong SAR China	2.4	Industrials	5.4
Hyundai Motor Co	3.4	Cayman Islands	2.1	Fund	3.6
Taiwan Semiconductor Manufacturing Co Ltd	3.2	India	1.9	Communication Services	3.1
Cosmax Inc	3.1	Mexico	1.7	Health care	1.7
<b>Total share</b>	<b>43.3 %</b>	<b>Total share</b>	<b>89.0 %</b>	<b>Total share</b>	<b>95.3 %</b>

## Sustainability

### SKAGEN's approach to sustainability

Our ESG approach is built on four pillars. In keeping with SKAGEN's active investment philosophy, our sustainability activities centre on active engagement with our holding companies, which is where we believe we can have the greatest impact. We recognise, however, that the full potential of a sustainable investment strategy is best realised when combining the following four pillars.

- ✓ Exclusion
- ✓ Enhanced due diligence
- ✓ ESG factsheet
- ✓ Active ownership

## IMPORTANT INFORMATION

This is a marketing communication. Except otherwise stated, the source of all information is Storebrand Asset Management AS. Statements reflect the portfolio managers viewpoint at a given time, and this viewpoint may be changed without notice.

Future fund performance is subject to taxation which depends on the personal situation of each investor, and which may change in the future.

The tax treatment of the gains and losses made by the investor and distributions received by the investor depend on the individual circumstances of each investor and may imply the payment of additional taxes. Before any investment is made in the Fund, investors are urged to consult with their tax advisor for a complete understanding of the tax regime, which is applicable to their individual case.

Storebrand Asset Management AS is a management company authorised by the Norwegian supervisory authority, Finanstilsynet, for the management of UCITS under the Norwegian Act on Securities Funds and has its registered office at Professor Kohts vei 9, 1366 Lysaker, Norway. Storebrand Asset management AS is part of the Storebrand Group and owned 100% by Storebrand ASA. Storebrand Group consists of all companies owned directly or indirectly by Storebrand ASA.

Following the merger of Storebrand Asset Management AS and SKAGEN AS, SKAGEN's portfolio team will continue to manage the funds' portfolios from the new separate legal entity, SKAGEN AS, while Storebrand Asset Management AS carries out the role of the management company.

No offer to purchase units can be made or accepted prior to receipt by the offeree of the Fund's prospectus and PRIIPS KID (for UK: KIID) and the completion of all appropriate documentation. You can download more information including subscription/redemption forms, full prospectus, PRIIPs KID (for UK: KIID), General Commercial Terms, Annual Reports and Monthly Reports in English language from SKAGEN's webpages.

Investors rights to complain and certain information on redress mechanisms are made available to investors pursuant to our complaints handling policy and procedure. The summary of investor rights in English is available here: [www.skagenfunds.com/contact/investor-rights/](http://www.skagenfunds.com/contact/investor-rights/) The investor rights summary is available in all languages of the countries where the fund is registered with the national Financial Services Authority. Please refer to SKAGEN's webpages and choose your respective country for this information.

Storebrand Asset Management AS may terminate arrangements for marketing under the Cross-border Distribution Directive denotification process.

For further information about sustainability-related aspects of the Fund, including the sustainability disclosure summary in English, please refer to: [www.skagenfunds.com/sustainability/sustainable-investing/](http://www.skagenfunds.com/sustainability/sustainable-investing/) The sustainability disclosure summary is available in all languages of the countries where the fund is registered with the national Financial Services Authority. Please refer to SKAGEN's webpages and choose your respective country for this information.

The decision to invest in the Fund should take into account all the characteristics or objectives of the Fund as described in its prospectus.

#### **Important information for UK Investors**

Storebrand Asset Management AS has established a subsidiary in the UK. Storebrand Asset Management UK Ltd is located at 15 Stratton Street, London, W1J 8LQ. Storebrand Asset Management UK Ltd is an Appointed Representative of Robert Quinn Advisory LLP, which is authorised and regulated by the Financial Conduct Authority. Storebrand Asset Management UK Ltd is incorporated in England and the registered office is at 15 Stratton Street, London, England, W1J 8LQ. The investment products and services of Storebrand Asset Management UK Ltd are only available to professional clients and eligible counterparties. They are not available to retail clients. For more information, please contact Storebrand Asset management UK Ltd.'s team.

#### **Important Information for Luxembourg Investors**

For more information, please contact SKAGEN's Stavanger based International team: [international@skagenfunds.com](mailto:international@skagenfunds.com)  
For Facilities Services information please refer to our webpages.

#### **Important Information for Irish Investors**

For more information, please contact SKAGEN's Stavanger based International team: [international@skagenfunds.com](mailto:international@skagenfunds.com)  
For Facilities Services information please refer to our webpages.

#### **Important Information for Dutch Investors**

For more information, please contact SKAGEN's Stavanger based international team: [international@skagenfunds.com](mailto:international@skagenfunds.com)  
For Facilities Services information please refer to our webpages.

#### **Important Information for Icelandic Investors**

For more information, please contact SKAGEN's Stavanger based international team: [international@skagenfunds.com](mailto:international@skagenfunds.com)  
For Facilities Services information please refer to our webpages.