

Performance Commentary

During the year, we have witnessed one of the fastest and deepest global equity market corrections in history and, until recently, one of the brisker rallies of all time. A major correction and subsequent recovery often lead to a change in leadership in equity markets. We believe this time will be no different, and the leadership torch will eventually be handed over to value assets, following a 10+-year run for large cap/growth assets. The fund generated a substantial absolute return in the month, led by our largest position, Canadian gold miner Roxgold. The company provided a solid update on the recently acquired Séguéla asset and in our opinion the stock remains substantially undervalued despite a 50% share price rally in April alone. We also observed a major re-rating in lumber producer West Fraser as billionaire main owner Jim Pattison increased ownership for the first time in years and the company released a solid Q1 report. The equity weakness has uncovered several opportunities to establish new positions, including the US regional bank Citizens Financial, which trades at an unwarranted discount to fair value. We also established a position in UPM, which is using cash flow from its mature paper business to fund its evolution into a global pulp, labels and specialty paper group.

The fund is a concentrated global equity fund with a mandate to invest in all cap-sizes, geographies and sectors globally. With our concentrated portfolio of 30-35 core positions, we aim to generate absolute returns at a controlled level of absolute risk.

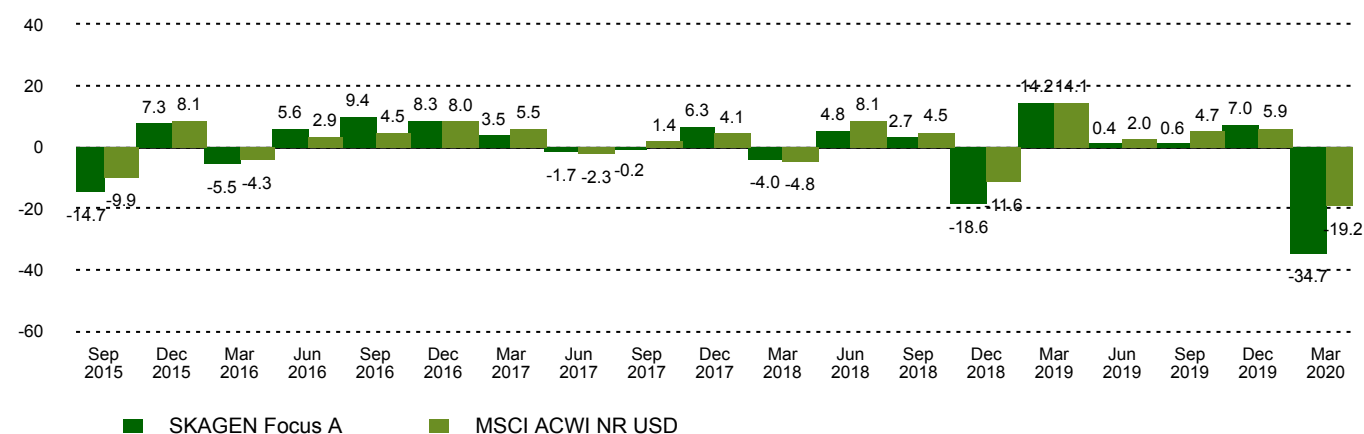
Historical performance (net of fees)

Period	SKAGEN Focus A	Benchmark index
Last month	17.9%	11.8%
Year to date	-23.1%	-9.7%
Last year	-19.6%	-1.3%
Last 3 years	-5.5%	4.7%
Last 5 years	n/a	n/a
Last 10 years	n/a	n/a
Since start	-3.0%	4.5%

Fund Facts

Type	Equity
Domicile	Norway
Launch date	26.05.2015
Morningstar category	Global Flex-Cap Equity
ISIN	NO0010735129
NAV	10.23 EUR
Fixed management fee	1.60%
Total expense ratio (2019)	1.23%
Benchmark index	MSCI ACWI NR USD
AUM (mill.)	85.19 EUR
Number of holdings	35
Portfolio manager	Jonas Edholm

Quarterly Performance



Contributors in the month



Largest contributors

Holding	Weight (%)	Contribution (%)
Roxgold Inc	5.64	2.40
West Fraser Timber Co Ltd	2.65	1.02
Ivanhoe Mines Ltd	4.15	0.91
OZ Minerals Ltd	3.65	0.86
Dow Inc	3.67	0.72

Absolute contribution based on NOK returns at fund level



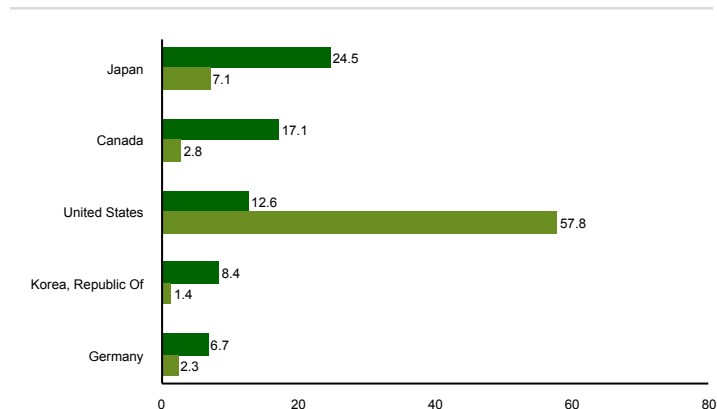
Largest detractors

Holding	Weight (%)	Contribution (%)
UniCredit SpA	0.78	-0.11
Telecom Italia SpA/Milano	2.55	-0.07
Nova Ljubljanska Banka dd	1.97	-0.04
KB Financial Group Inc	1.44	-0.03
Hitachi Ltd	5.41	0.03

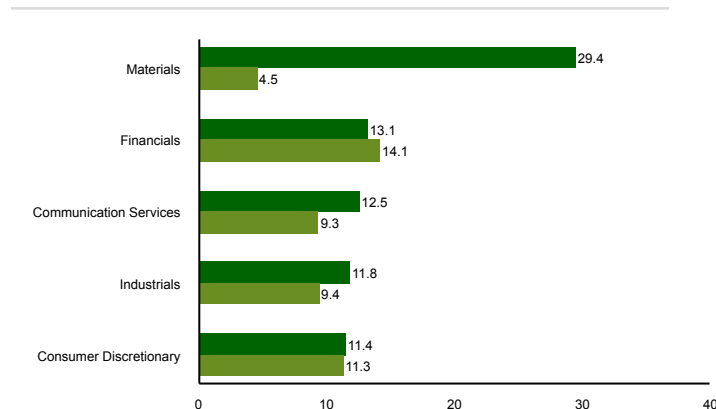
Top ten investments

Holding	Sector	Country	%
Roxgold Inc	Materials	Canada	6.6
China Unicom Hong Kong Ltd	Communication Services	China	6.4
Hitachi Ltd	Information Technology	Japan	5.3
Korean Reinsurance Co	Financials	Korea, Republic Of	4.5
Toyota Industries Corp	Consumer Discretionary	Japan	4.5
Ivanhoe Mines Ltd	Materials	Canada	4.4
Oz Minerals Ltd	Materials	Australia	3.8
West Fraser Timber Co Ltd	Materials	Canada	3.5
Pasona Group Inc	Industrials	Japan	3.3
Pilgrim's Pride Corp	Consumer Staples	United States	3.1
Combined weight of top 10 holdings			45.4

Country exposure (top five)


■ SKAGEN Focus A ■ MSCI ACWI NR USD

Sector exposure (top five)


■ SKAGEN Focus A ■ MSCI ACWI NR USD

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Important information

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