

**IMPORTANT INFORMATION:** This is marketing communication. The report should not be perceived as a recommendation to buy or sell fund units. Prior to subscription, we encourage you to read the fund's prospectus and key investor information document which are available at [www.skagenfunds.com](http://www.skagenfunds.com), from our local representatives and from our distributors.

## Performance Commentary

Global equity markets staged a rebound in July led by the US, which also benefited from a strong dollar. Emerging markets were held back by China, where continued COVID-related disruptions and further deterioration in the property market weighed on returns. Returning risk appetite led more cyclically sensitive markets like South Korea and Brazil to outperform. This benefited SKAGEN Kon-Tiki, which outperformed its benchmark during the month. Indian crop protection company UPL rebounded strongly on the back of strong results and raised guidance for the year. Both Samsung Electronics and LG Electronics rose with the market, while delivering results broadly in line with market expectations. The key detractors were our larger Chinese holdings, including insurance companies Ping An and China Life as well as Alibaba. We expect the market backdrop to remain challenging as long as the most severe COVID restrictions remain in place. However, we consider all three holdings to be well positioned for an eventual reopening. We made a small investment in the Korean financial group DGB, which we believe is a prudently run company, well positioned for higher interest rates, which will enable higher shareholder returns. Trading on 0.25x price/book and 2.5x price/earnings, we find the risk/reward profile very attractive.

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. Subscriptions are made in fund units and not directly in stocks or other securities. The fund has risk profile 6. The benchmark reflects the fund's investment mandate. Since the fund is actively managed, the portfolio will deviate from the composition of the benchmark.

## Historical performance (net of fees)

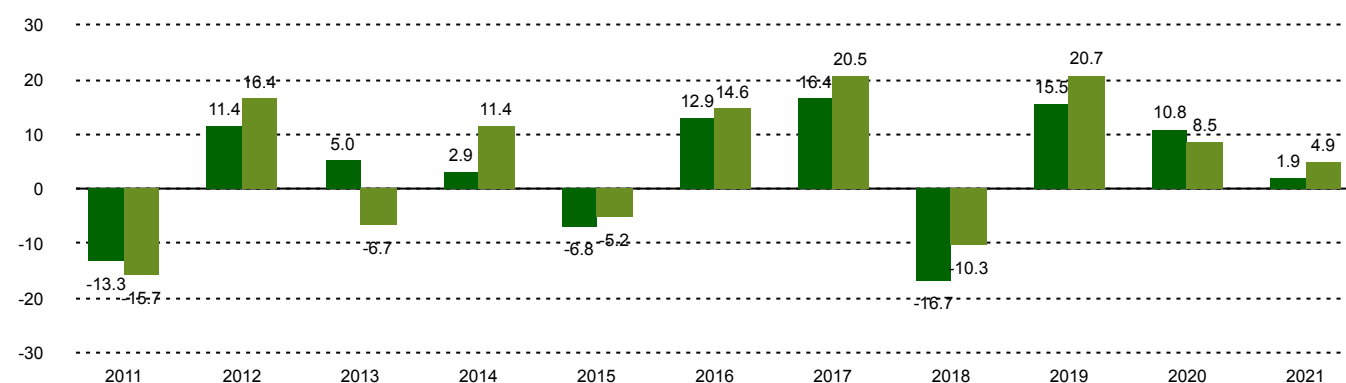
Period	SKAGEN Kon-Tiki A	Benchmark index
Last month	3.7%	2.3%
Year to date	-10.0%	-8.4%
Last 12 months	-14.2%	-7.1%
Last 3 years	1.7%	3.9%
Last 5 years	0.7%	3.9%
Last 10 years	2.7%	4.8%
Since start	10.0%	7.0%

## Fund Facts

Type	Equity
Domicile	Norway
Launch date	05.04.2002
Morningstar category	Global Emerging Markets Equity
ISIN	NO0010140502
NAV	91.44 EUR
Fixed management fee	2.00% + performance fee*
Total expense ratio (2021)	1.67%
Benchmark index	MSCI EM NR USD
AUM (mill.)	1289.55 EUR
Number of holdings	48
Portfolio manager	Fredrik Bjelland
	Cathrine Gether

\*10.00% performance fee calculated daily and charged annually if the fund's value development is better than the benchmark. The total management fee charged represents a maximum of 4.00% p.a. and a minimum of 1.00% p.a. The performance fee may be charged even if the fund's units have depreciated in value if the value development is better than the benchmark.

## Performance last ten years



■ SKAGEN Kon-Tiki A ■ MSCI EM NR USD The benchmark is MSCI EM Index. This index did not exist at the fund's inception, consequently the benchmark prior to 1/1/2004 was MSCI World AC Index. This is not reflected in the graph above which shows MSCI EM Index since the fund's inception.

Historical returns are no guarantee for future returns. Future returns will depend, inter alia, on market developments, the fund manager's skill, the fund's risk profile and management fees. The return may become negative as a result of negative price developments. There is a risk associated with investing in the fund due to market movements, currency developments, interest rate levels, economic, sector and company-specific conditions.

## Contributors in the month



## Largest contributors

Holding	Weight (%)	Contribution (%)
UPL Ltd	3.51	0.51
Samsung Electronics	5.20	0.36
LG Electronics Inc	5.54	0.35
LG Chem Ltd	1.82	0.32
Sendas Distribuidora SA	3.40	0.31



## Largest detractors

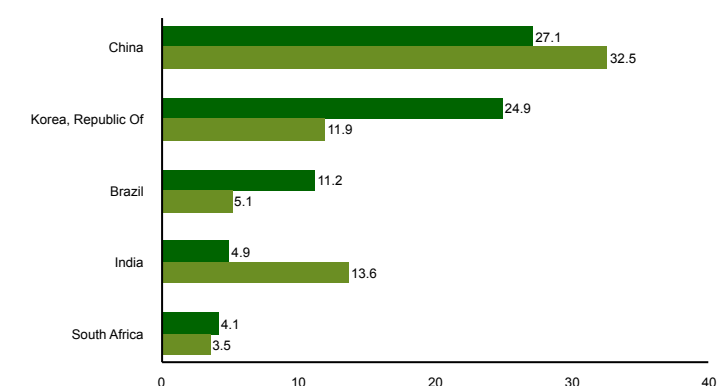
Holding	Weight (%)	Contribution (%)
Ping An Insurance Group	7.22	-1.10
Alibaba Group Holding	2.08	-0.40
China Life Insurance Co	2.38	-0.29
CNOOC Ltd	4.79	-0.27
TotalEnergies SE	3.78	-0.22

Weights shown are the average for the period. Absolute contribution based on NOK returns at fund level.

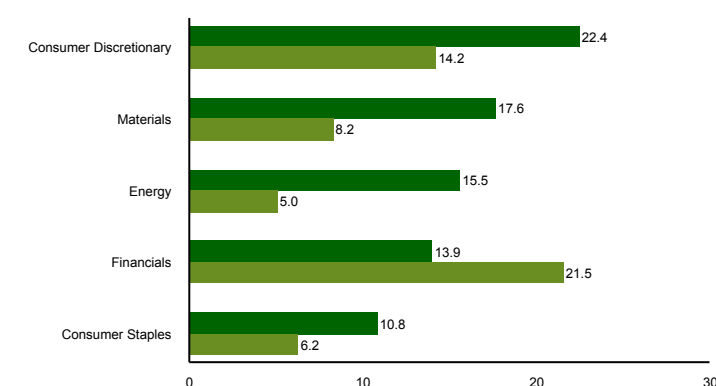
## Top ten investments

Holding	Sector	Country	%
Ping An Insurance Group Co of China Ltd	Financials	China	6.8
LG Electronics Inc	Consumer Discretionary	Korea, Republic Of	5.8
Samsung Electronics Co Ltd	Information Technology	Korea, Republic Of	5.6
Cnooc Ltd	Energy	China	4.9
Hyundai Motor Co	Consumer Discretionary	Korea, Republic Of	4.1
Shell PLC	Energy	Netherlands	4.1
TotalEnergies SE	Energy	France	3.9
UPL Ltd	Materials	India	3.9
Prosus NV	Consumer Discretionary	China	3.8
Suzano SA	Materials	Brazil	3.7
Combined weight of top 10 holdings			46.5

## Country exposure (top five)



## Sector exposure (top five)



■ SKAGEN Kon-Tiki A ■ MSCI EM NR USD

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## Important information

This report is intended for investment professionals only. All information is based on the most up-to-date data available. Unless otherwise stated, performance data relates to class A units and is net of fees. AUM data as per the end of the previous month. Except otherwise stated, the source of all information is SKAGEN AS. SKAGEN AS does not assume responsibility for direct or indirect loss or expenses incurred through use or understanding of this report. Employees of SKAGEN AS may be owners of securities issued by companies that are either referred to in this report or are part of a fund's portfolio.



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