

PROFILE

NCP Sustainable Corporate Bond 2XL invests in Nordic corporate bonds from issuers with an integrated sustainability strategy. The fund maintains a portfolio of c.25 holdings and has a target return of 6-9% p.a. Each investment undergoes thorough commercial, financial and sustainability due diligence and is approved by NCP's Investment Committee. The fund applies up to 2x leverage to enhance the risk-adjusted return.

SUSTAINABILITY

NCP integrates sustainability into the investment thesis to benefit our investors and contribute to the development of sustainability in society at large. We focus on companies that has a thorough understanding of the exposure to and impact on its specific sustainability factors and risks, thus futureproofing the portfolio and investing in long-term frontrunners. The fund is a SFDR article 8.

Signatory of:



INVESTMENT TEAM

Jakob Eliasson

Founder & Chief Investment Officer

Cecilia Bevik-Cronqvist

Portfolio manager, Sustainable Investing

Emil Ahlin

Assistant Portfolio manager

CONTACT

Nordic Credit Partners AB

(Investment advisor)

Cecil Coworking

Norrandsgatan 10,

SE-111 43 Stockholm, Sweden

www.ncpgroup.se

Nordic Credit Partners SICAV-RAIF

(Umbrella fund)

60 avenue J.F. Kennedy

L-1855 Luxembourg,

Grand Duchy of Luxembourg



Nordic Credit Partners

Nordic Credit Partners

Sustainable Corporate Bond 2XL

MARKET & PORTFOLIO COMMENTARY

The month started off on the same mood as the previous months with a muted primary and secondary market with declining market prices as a consequence. However, as the broader European market strengthened significantly, a few Nordic issuers opportunistically launched several transactions, resulting in numerous issuers fighting for investor interest. We are currently participating in pre-soundings of a handful of transactions but note that bond processes currently are longer and is more bondholder friendly than usual.

The fund yielded -0.74% during the month (-5.77% YTD). We were pleased to see the last couple of months' return decline coming to a halt with mainly one portfolio company, YA Holding, negatively impacting return. The company, briefly discussed the September monthly report, released Q3 numbers in line with communicated targets but the market continued to trade down. Momox, another holding trading at a significant discount to par, released a strong report with high demand for its products, strengthened profitability and better cash conversion than expected. The bond traded up a little, but we think it is still too early to say if the turn-around is sustainable; the holiday season will be an important indicator on how to read the future.

During the month we disposed one real estate holding with short remaining tenor and used the proceeds to reduce leverage in the portfolio. We still see many interesting opportunities in the market. It is the time of the year when we can be a bit more opportunistic than usual since market participants tend to close their books and think about next year. We monitor the market and trade flows opportunistically and is eager to use the remainder of the year to – where possible – regain some of the return lost previously in the year.

Cecilia, Emil and Jakob

CUMULATIVE PERFORMANCE (%)

1 month	YTD	1 year	3 years	Since inception	NAV
-0.74	-5.77	-5.31	NA	4.06	104.06

MONTHLY PERFORMANCE (%)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2022	0.80	-0.86	0.60	1.17	-0.73	-2.42	1.09	0.91	-2.80	-2.83	-0.74		-5.77
2021	0.59	0.73	0.85	0.89	0.58	0.27	0.33	1.30	0.39	0.12	1.57	0.49	8.39
2020								0.17	0.25	0.59	0.24	0.61	1.88

THE FUND

Fund name	Nordic Credit Partners SICAV-RAIF Sustainable Corporate Bond 2XL		
Target instruments	Nordic corporate bonds	AIFM	Carne Global Fund Managers
Target return	6-9% p.a. net of fees	Depository	BNP Paribas Securities Services
Inception date	5 August 2020	Auditor	PWC Luxembourg

Historical returns are no guarantee of future returns. Capital invested in the fund may both increase or decrease in value and there is no guarantee that you will be repaid your invested capital. Complete prospectus and fund statutes are available at www.ncpgroup.se. The information in this document is proprietary to Nordic Credit Partners AB and is intended only as general information. It should not be construed as investment advice or recommendation. The information may prove to be inaccurate, incomplete or out of date. Nordic Credit Partners AB is not responsible for the damage, whether direct or indirect result of any defects or errors in the information.

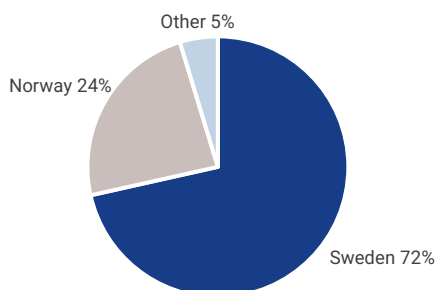
KEY RATIOS

Ratio	
Yield to maturity	13.5%
Yield to worst	13.5%
Average coupon	8.1%
Credit duration	1.92 years
Duration	0.44 years
Modified duration	0.40%
Standard deviation p.a. (since inception)	3.98%
Average credit rating	Non-rated

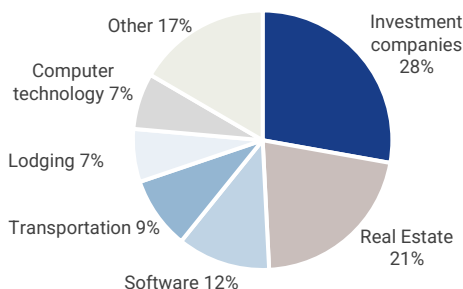
KEY RATIOS CONT.

Ratio	
Sharpe Ratio since inception	0.43
Additional names to the portfolio	-
Leavers of the portfolio	1
Positive months since inception	79%
Risk level	●●●○○○

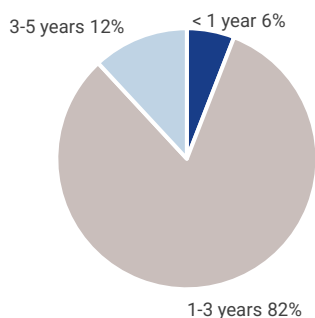
BREAKDOWN BY GEOGRAPHY



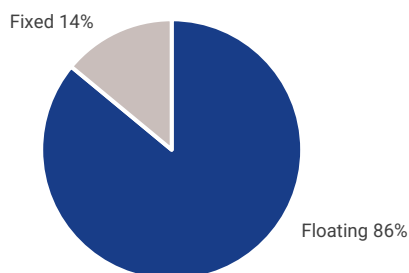
BREAKDOWN BY SECTOR



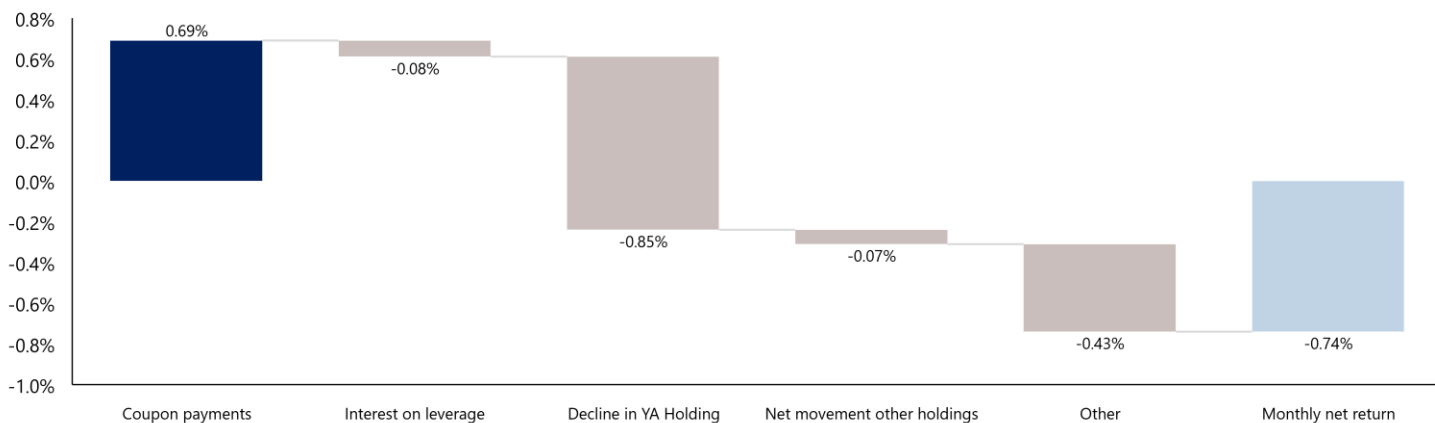
BREAKDOWN BY MATURITY



BREAKDOWN BY COUPON



MONTHLY RETURN BREAKDOWN



Others include unrealised profit and losses, accrued fees and rounding differences

Historical returns are no guarantee of future returns. Capital invested in the fund may both increase or decrease in value and there is no guarantee that you will be repaid your invested capital. Complete prospectus and fund statutes are available at www.ncpgroup.se. The information in this document is proprietary to Nordic Credit Partners AB and is intended only as general information. It should not be construed as investment advice or recommendation. The information may prove to be inaccurate, incomplete or out of date. Nordic Credit Partners AB is not responsible for the damage, whether direct or indirect result of any defects or errors in the information.

TOP HOLDINGS

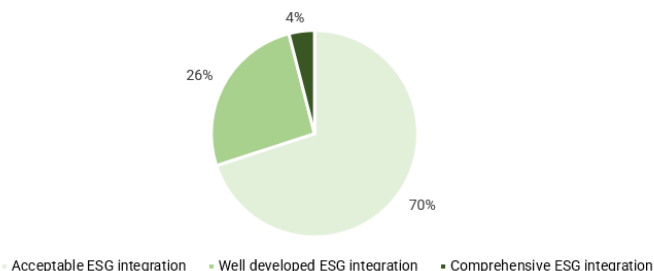
Issuer	%
Azerion Holdings BV	7.1
Novedo Holding AB	6.4
MGI Media & Games Invest	6.3
Sunborn Finance Oyj	4.8
Aurelius Equity Opportunities	4.7

MAIN MOVERS FOR THE PERIOD

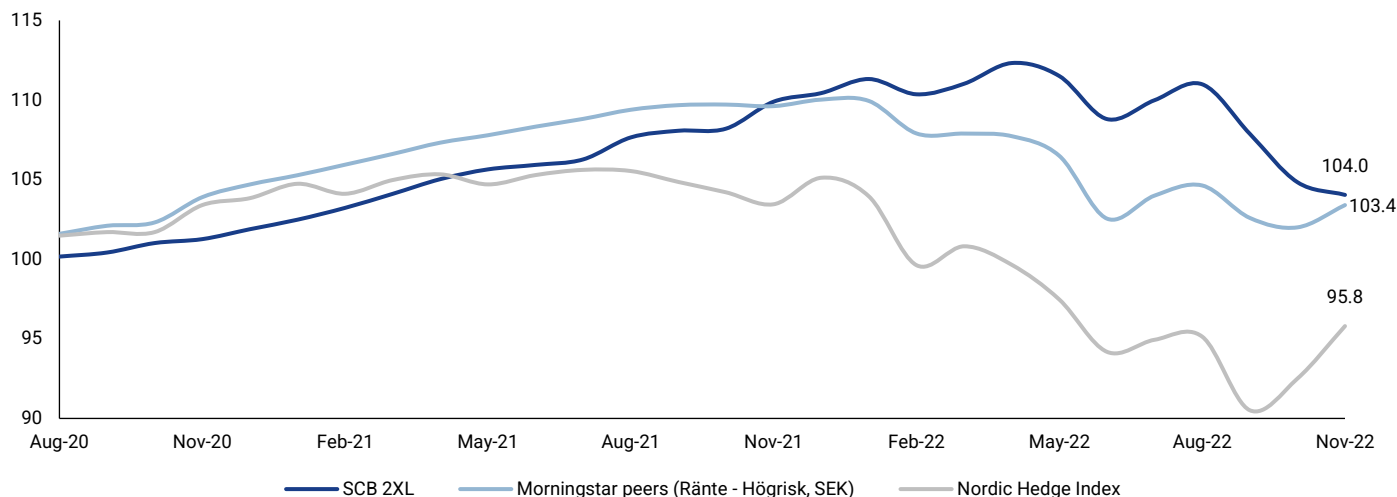
Issuer	%-points
YA Holding AB	-25.4
Heimstaden Bostad AB	16.6
Marginalen Bank	-7.2
SGL International AS	4.6

BREAKDOWN BY INTERNAL SUSTAINABILITY RATING

Issuer	ESG rating
Azerion Holdings BV	
Novedo Holding AB	
MGI Media & Games Invest	
Sunborn Finance Oyj	
Aurelius Equity Opportunities	



TOTAL RETURN SINCE INCEPTION¹



Source: Bloomberg & Nordic Hedge. 1) Inception august 2020.

SHARE CLASS INFORMATION

Share class	Institutional (SEK)	Partner (SEK)	Institutional (EUR)	Partner (EUR)
ISIN	Acc: LU2180877446 Distr: LU2180877792	Acc: LU2180877529 Distr: LU2180877875	Acc: LU2257616636 Distr: LU2257617014	Acc: LU2257616719 Distr: LU2257617105
Target client	Inst. & Well-informed	Inst. & Well-informed	Inst. & Well-informed	Inst. & Well-informed
Currency	SEK	SEK	EUR	EUR
Income	Acc./Distr.	Acc./Distr.	Acc./Distr.	Acc./Distr.
Distr. frequency	Annually	Annually	Annually	Annually
Min investment	SEK 1.5m	SEK 50m	EUR 125 000	EUR 5m
Subscriptions	Monthly	Monthly	Monthly	Monthly
Redemptions	Quarterly	Quarterly	Quarterly	Quarterly
Management fee	0.90% p.a.	0.60% p.a.	0.90% p.a.	0.60% p.a.
Performance fee	20% over Hurdle	20% over Hurdle	20% over Hurdle	20% over Hurdle
Hurdle	3M Stibor+2%	3M Stibor+2%	3M Stibor+2%	3M Stibor+2%

Historical returns are no guarantee of future returns. Capital invested in the fund may both increase or decrease in value and there is no guarantee that you will be repaid your invested capital. Complete prospectus and fund statutes are available at www.ncpgroup.se. The information in this document is proprietary to Nordic Credit Partners AB and is intended only as general information. It should not be construed as investment advice or recommendation. The information may prove to be inaccurate, incomplete or out of date. Nordic Credit Partners AB is not responsible for the damage, whether direct or indirect result of any defects or errors in the information.