



MONTHLY REPORT

Sustainable Corporate Bond 2XL

April 2023

MARKET & PORTFOLIO COMMENTARY

In April, the Nordic corporate bond market experienced high levels of activity, with numerous new issuances vying for investor attention and a stable secondary market performance. Despite balanced fund flows, the market has been cautious towards new and smaller issuances following the implementation of the new risk premia across all sectors. As we move along in the spring period, with the summer months on the horizon, funds are expected to be net buyers. It is worth noting that the equity markets have shown stability overall for the companies which have released their quarterly reports, with investors mainly focused on outlook guidance. In May, the majority of our holdings are set to report their Q1 numbers and FY guidance, providing valuable insights into their near-term performance.

The fund yielded 0.80% during the month (3.23% YTD) and the cash price of the portfolio increased moderate to ~91.5% of par value which corresponds to a levered YTM of a whopping 20%. The return for the month is mainly derived from coupon payments, which continues to increase along with higher references rates, and in general a stable however, positive price sentiment. Our holding Heimstaden rebounded during the month while YA Holding contributed with a negative price performance.

In contrast to March, the primary market in April saw increased activity, with several interesting benchmark transactions, such as NP3 returning to the market as the first high-yield real estate issuer in a long time. The oversubscribed book of SEK 500m was priced at Stibor 3m + 5.50%. Despite a flooded pipeline, NP3 as well as a couple of additional opportunities were evaluated but ultimately turned down due to being priced too low or not meeting our sustainability criteria. We remain agnostic in deploying our capital, focusing on achieving the best risk-adjusted return.

Emil & Jakob



Nordic Credit Partners

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Cumulative performance (%)

1 Month	YTD	1 Year	3 Years	Since inception	NAV
0.80%	3.23%	-3.61%	N/A	8.27%	108.27

Monthly performance (%)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2023	1.46	1.01	-0.07	0.80									3.23
2022	0.80	-0.86	0.60	1.17	-0.73	-2.42	1.09	0.91	-2.80	-2.83	-0.74	0.79	-5.03
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

Key fund facts

Fund name	Nordic Credit Partners SICAV-RAIF Sustainable Corporate Bond 2XL		
Target instruments	Nordic corporate bonds	AIFM	Carne Global Fund Managers
Target return	3m Stibor + 6-9% p.a. net of fees	Depository	BNP Paribas Securities Services
Inception date	5 August 2020	Auditor	PWC Luxembourg

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.

Signatory of:

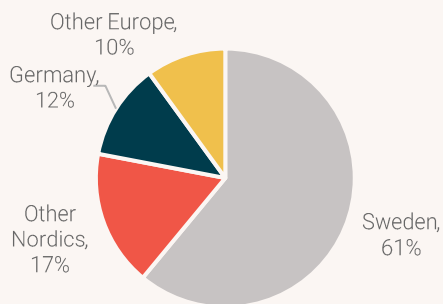


Portfolio and performance ratios

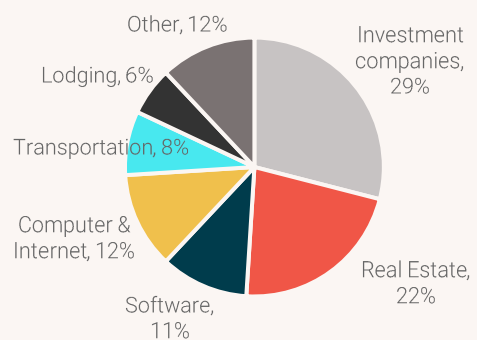
Ratio	
Yield to maturity (unlevered)	16.3%
Yield to worst (unlevered)	16.3%
Average coupon	9.3%
Credit duration	2.10 years
Duration	0.36 years
Modified duration	0.32%
Weighted average bond price	91.5
Leverage as % of gross portfolio	24%
Average credit rating	Non-rated

Ratio	
Investments during the month	-
Divestments during the month	-
Positive months since inception	79%
Annualised return since inception	2.93%
Standard deviation p.a. since inception	3.81%
Sharpe ratio since inception	0.77
Risk level	3 out of 7

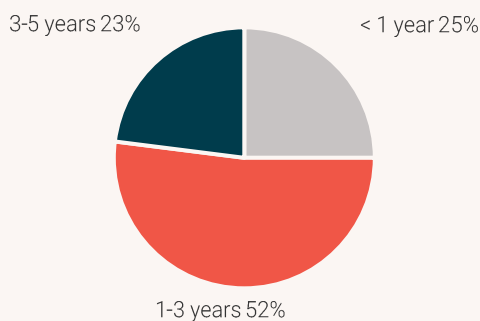
Breakdown by geography (issuer)



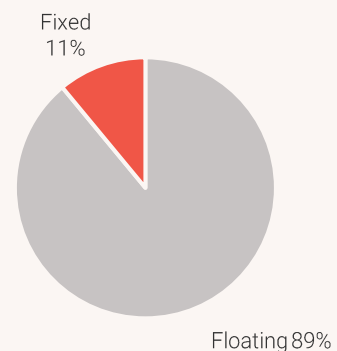
Portfolio breakdown by sector



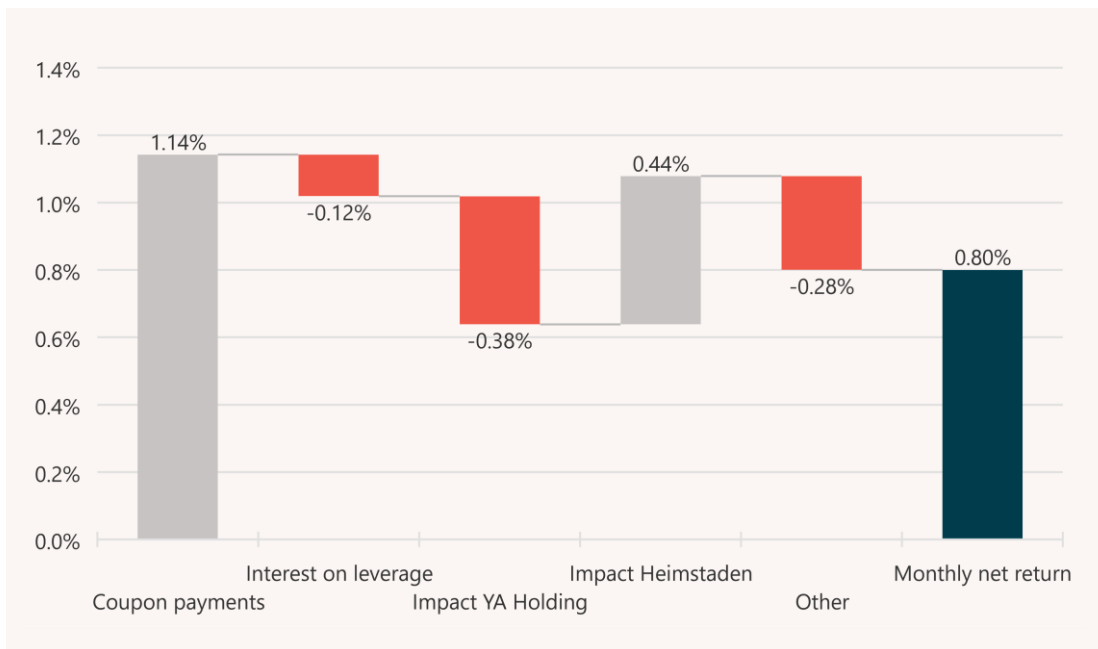
Portfolio breakdown by maturity



Portfolio breakdown by coupon type



Monthly return breakdown

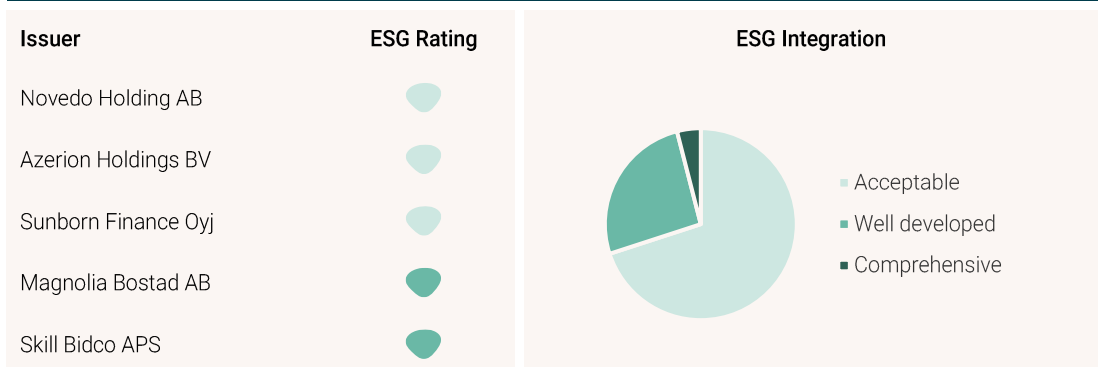


Other includes unrealised profit and losses, accrued fees and rounding differences.

Top holdings

Issuer	ISIN	Country	Maturity	Coupon	% Portfolio
Novedo Holding AB	SE0017070980	Sweden	Nov 2024	Stibor+6.50%	6.8%
Azerion Holdings BV	SE0015837794	Netherlands	Apr 2024	7.25%	6.6%
Sunborn Finance Oyj	FI4000292750	Finland	Feb 2024	Euribor+4.85%	5.7%
Magnolia Bostad AB	SE0014956454	Sweden	Apr 2024	Stibor+7.50%	5.6%
Skill Bidco APS	NO0012847831	Denmark	Mar 2028	Euribor+6.75%	4.9%

Breakdown by internal sustainability rating



Monthly performance since inception (%)													
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2023	1.46	1.01	-0.07	0.80									3.23
2022	0.80	-0.86	0.60	1.17	-0.73	-2.42	1.09	0.91	-2.80	-2.83	-0.74	0.79	-5.03
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

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
Distributing	Electable	Electable	Electable	Electable
Distr. frequency	Annual	Annual	Annual	Annual
Min investment	SEK 1.5m	SEK 50m	EUR 125 000	EUR 5m
Subscriptions	Monthly	Monthly	Monthly	Monthly
Redemptions	Monthly	Monthly	Monthly	Monthly
Notice period	4 months' notice	4 months' notice	4 months' notice	4 months' notice
Management fee	0.95% p.a.	0.70% p.a.	0.95% p.a.	0.70% p.a.
Performance fee	15% over Hurdle	15% over Hurdle	15% over Hurdle	15% over Hurdle
Hurdle	5% p.a.	5% p.a.	5% p.a.	5% p.a.

INVESTMENT TEAM

Jakob Eliasson 

Founder & Chief Investment Officer

Emil Ahlin 

Assistant Portfolio Manager, ESG Lead

INVESTOR RELATIONS

Karl-Fredrik Hansson 

Head of Sales & Investor relations

karl-fredrik.hansson@ncpgroup.se

+46 73 435 33 10

CONTACT

Nordic Credit Partners AB

(Investment advisor)

Vasagatan 28

SE-111 20 Stockholm, Sweden

www.ncpgroup.se

Nordic Credit Partners SICAV-RAIF

(Umbrella fund)

60 avenue J.F. Kennedy

L-1855 Luxembourg

Grand Duchy of Luxembourg

