



MONTHLY REPORT

Sustainable Corporate Bond 2XL

November 2023

Good momentum despite real estate worries

The Nordic credit market saw limited movements in November, largely unimpacted by the strong positive momentum in the global high-yield markets, primarily due to the low rates risk. The fund yielded +0.15% during the month (+9.92% YTD) driven mainly by (i) a positive momentum in Cabonline on the back of a better than expected Q3 report; and (ii) a continued flow of negative publicity for Alecta, one of the main shareholders in Heimstaden Bostad.

Cabonline (3.8% of the portfolio) released its Q3 report which came in stronger than expected with upheld topline growth and profitability, resulting in a healthy liquidity position (SEK > 300m) although net leverage is still on an elevated level at 6.2x EBITDA. Going forward the management pointed out several green sprouts despite the uncertain macroeconomic environment: The company continues to improve its B2B offering with several procurements outstanding, and contracts won. The customer satisfaction is on all time high and the profitable routes to and from the airports are still increasing. Overall, the report was well received in the market and with the restructuring now completed, the bonds have regained some of the earlier price losses which impacted the NAV positively by ~140bps.

The Heimstaden Bostad bonds continued to trade down on the back of a wall of negative press pointed towards Alecta, one of its main shareholders. While our analysis shows fundamental value in the bonds, the market thinks differently and we see no trigger point for a reversed sentiment anytime soon, except in case of potential communication regarding a much awaited (and required) equity issuance. However, one for the great advantages of our fund structure is that we can seek fundamental value and be patient – even if it takes time to realise it.

Looking ahead, December tends to be a muted month as daily traded funds free up liquidity ahead of the holiday season to prepare for unexpected outflows although we recognise the positive momentum in the international markets may have a positive impact this year. In any event, we maintain significant dry powder in the form of unutilised leverage ready to be deployed both in current portfolio companies and in new primary transactions. Finally, we wish all of our investors happy holidays when the time comes. We continue to actively manage the portfolio over the holiday season –it's usually when everyone else is off that the best deals can be done.

Emil & Jakob



Nordic Credit Partners

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Cumulative performance (%)

1 Month	YTD	1 Year	3 Years	Since inception	NAV
0.15	9.92	10.79	13.85	15.29	115.29

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	3.51	0.73	-0.39	1.59	0.52	0.24	0.15		9.92
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:

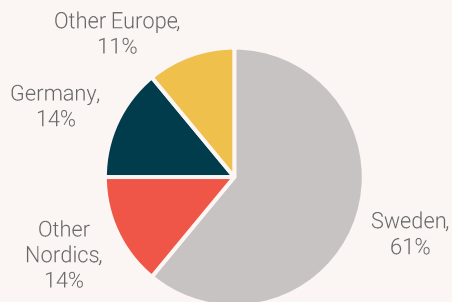


Portfolio and performance ratios

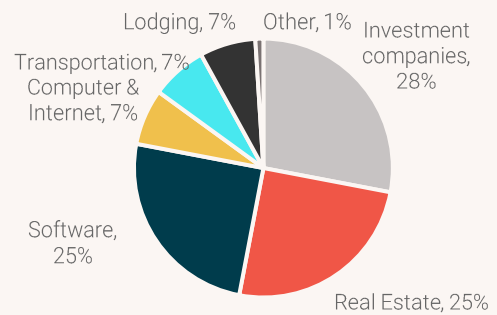
Ratio	
Yield to maturity (unlevered)	20.1%
Yield to worst (unlevered)	20.1%
Average coupon	10.5%
Credit duration	2.1 years
Duration	0.29 years
Modified duration	0.24%
Weighted average bond price	91.7
Leverage as % of gross portfolio	20%

Ratio	
Investments during the month	1
Divestments during the month	1
Positive months since inception	80%
Annualised return since inception	4.4%
Standard deviation p.a. since inception	4.0%
Sharpe ratio since inception	0.81
Sortino ratio since inception	0.47
Risk level	3 out of 7
Average credit rating	Non-rated

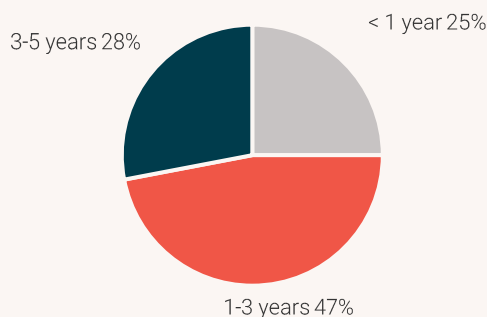
Breakdown by geography (issuer)



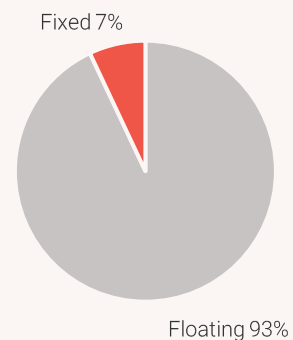
Breakdown by sector



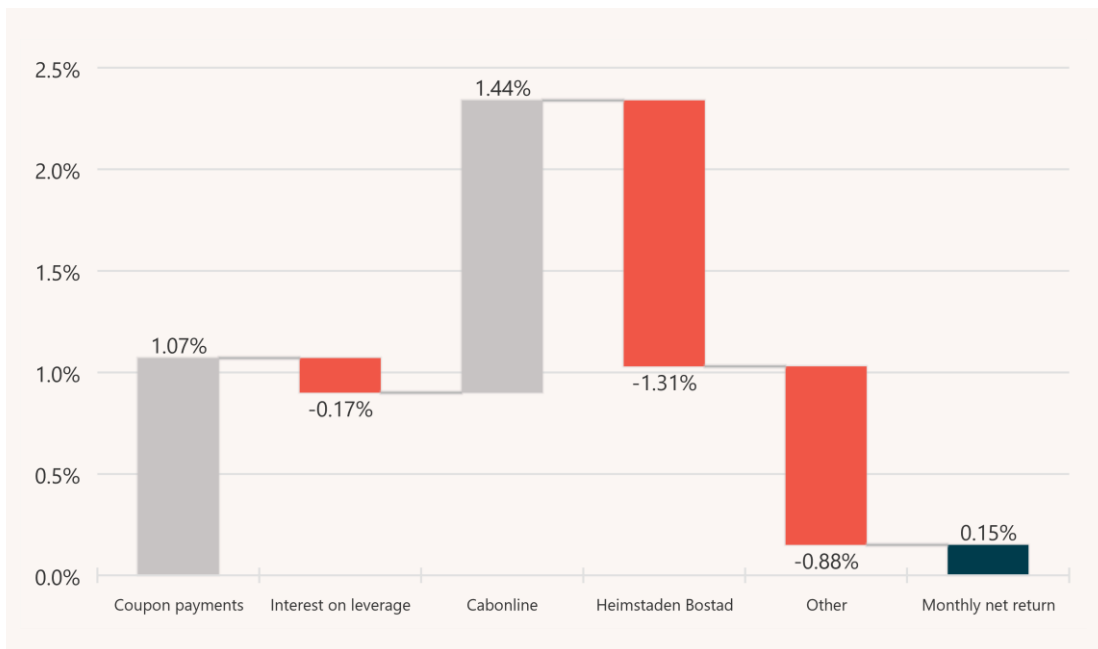
Breakdown by maturity



Breakdown by coupon



Monthly return breakdown

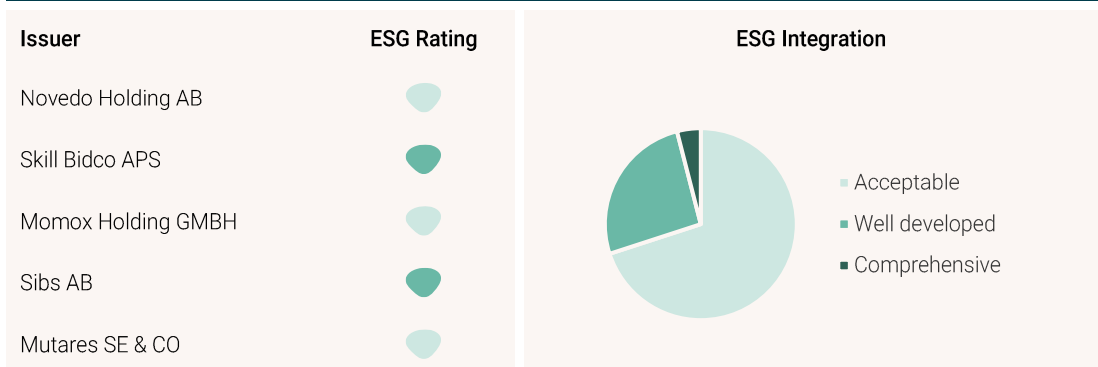


Other includes net effects, unrealised profit and losses, fees and rounding differences.

Top holdings

Issuer	ISIN	Country	Maturity	Coupon	% Portfolio
Novedo Holding AB	SE0017070980	Sweden	Nov 2024	Stibor+6.50%	7.8%
Skill Bidco APS	N00012847831	Denmark	Mar 2028	Euribor+6.75%	7.1%
Momox Holding GMBH	N00010886369	Germany	Jul 2025	Euribor+6.25%	7.0%
Sibs AB	SE0014965729	Sweden	Apr 2024	Euribor+8.00%	7.0%
Mutares SE & CO	N00012530965	Germany	Mar 2027	Euribor+8.50%	6.9%

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	3.51	0.73	-0.39	1.59	0.52	0.24	0.15		9.92
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% if hurdle reached	15% if hurdle reached	15% if hurdle reached	15% if hurdle reached
Hurdle	3mS+5% p.a.	3mS+5% p.a.	3mS+5% p.a.	3mS+5% p.a.

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