

MARKET COMMENT

Stable Nordic market

January continued on an unchanged track, but with some volatility. The month started on a positive tone, with vaccination success and huge new stimulus packages from Biden. However, the second half offered more scepticism as the pace of vaccination was slower than expected and the emergence of difficult-to-control virus mutations and new lockdowns created unrest in the markets. The current reporting season and good risk appetite, on the other hand, suggest that the market is trying to focus on the positive and continues to look beyond short-term unrest.

Despite somewhat weaker performance by primarily the European credit market, the Nordic market has been stable and credit margins have narrowed rather than widened, largely driven by the turn of the year and the lack of new issues combined with natural maturities. Activity in the primary market started at full pace towards the end of the month, and we invested in new names such as LR and Seaspan, and increased/extended our exposure in Verisure, M2 and Odfjell. Both Odfjell and Seaspan issued the first sustainability-linked bonds in the Nordic region, and each company undertakes to meet strict climate-related targets or pay a penalty on maturity, an

instrument we want to reward given the sector's size and importance in global trade.

We were also active in the secondary market and increased in IB Invest and Heimstaden hybrid, with these purchases financed through complete divestment of the holdings in Benchmark and Offentliga Hus and reductions of the holdings in Bonheur, Teekay LNG and Storm Real Estate as the prices rose in the secondary market. Shipping company Golar LNG announced this month that it had been acquired, and the news caused its bond prices to rise steeply as early redemption is now expected at a relatively strong premium.

The fund rose by 0.68 percent this month.

The coronavirus is creating great uncertainty, and even though we have seen a strong recovery, credit margins remain largely at attractive levels, especially in higher-yielding loans in the Nordic region. We maintain our conservative approach with a balanced and diversified portfolio and a focus on liquidity. We continue to look to sustainable companies, which we are convinced will contribute to the long-term return.

MONTHLY REPORT

JANUARY 2021



NIKLAS EDMAN

Manager since 2013.

MARIA ANDERSSON

Manager since 2016.

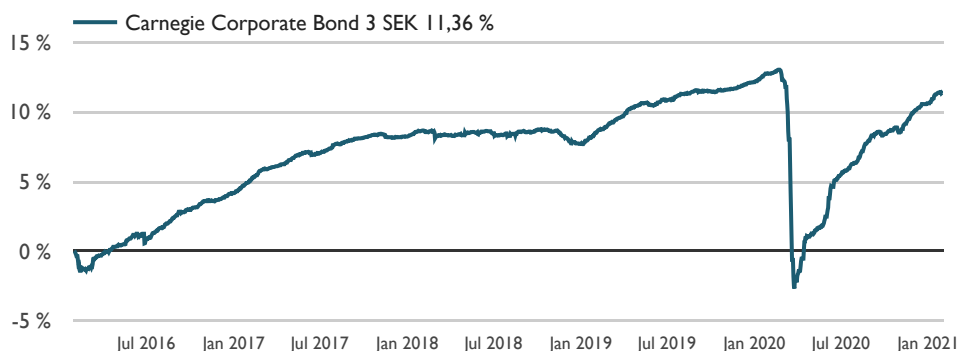
Carnegie Corporate Bond is a fixed income fund that invests in Nordic corporate bonds.

Start date	01/10/1990
Pricing	Daily
Morningstar rating	★★★
Risk level	3 of 7
ISIN	LU0075898915
Management fee	0.95 %
Minimum initial investment	0 SEK
Assets under management	17 669 MSEK
Dividend	No
NAV per share	430.49 SEK

CUMULATIVE PERFORMANCE %

YTD	1 year	3 years	5 years	10 years	Since inception
0,68	-1,23	2,50	11,36	38,89	330,49

FIVE YEAR PERFORMANCE %



MONTHLY PERFORMANCE %

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Full year
2021	0,68												0,68
2020	0,55	-0,39	-12,59	3,15	1,19	2,92	0,83	1,62	0,30	0,13	1,31	0,62	-1,36
2019	0,74	0,56	0,53	0,70	0,04	0,28	0,45	0,23	-0,06	0,09	0,17	0,31	4,12

FOR SWISS INVESTORS:
The Company is established as a SICAV under Luxembourg law and the Sub-Funds are authorised by FINMA. The Swiss representative is Carnegie Fund Services S.A., 11, rue du Général-Dufour, 1204 Geneva. The Swiss paying agent is Banque Cantonale de Genève, 17, quai de l'Île, 1204 Geneva. Investors in Switzerland can obtain the documents of the Company, such as the Prospectus, the KIIDs, the Articles of Incorporation and the semi-annual and annual reports, each in their latest version as approved by FINMA, in German, and further information free of charge from the Swiss representative.

CARNEGIE CORPORATE BOND 3 SEK

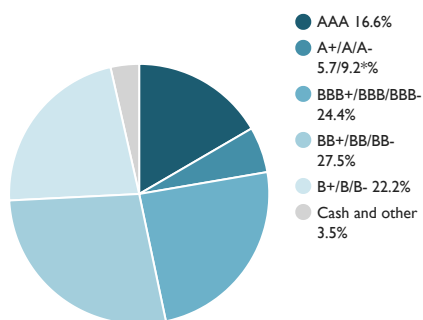
CREDIT RATING

Category	Credit Rating	Share
Investment Grade	AAA	16,6 %
	AA+/AA/AA-	0,0 %
	A+/A/A-	5,7 / 9,2* %
	BBB+/BBB/BBB-	24,4 %
Sum		46,7 / 50,2* %
High Yield	BB+/BB/BB-	27,5 %
	B+/B/B-	22,2 %
	CCC/CC/C	0,0 %
Sum		49,8 %
Default	D	0,0 %
Cash and other		3,5 %

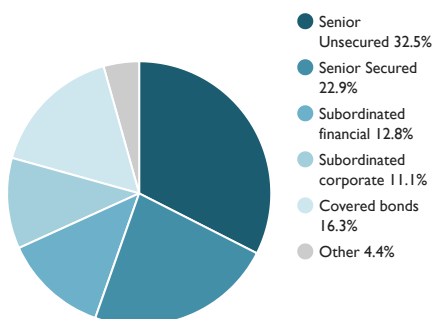
*Incl cash and other

**The share of the portfolio's fixed-income securities with an official credit rating was 69,9 %

CREDIT RATING ALLOCATION



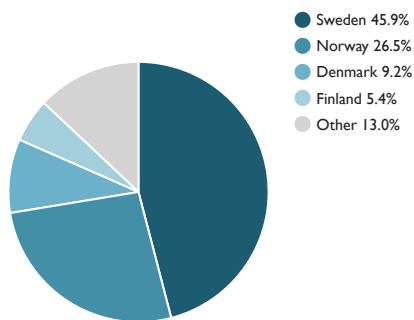
CAPITAL STRUCTURE



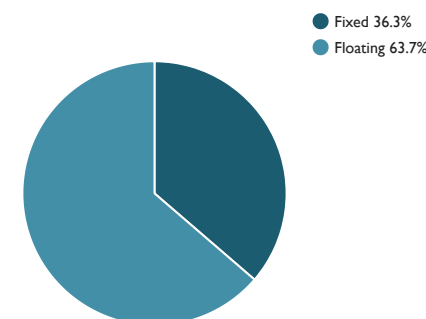
LARGEST ISSUERS

Heimstaden	3,6 %
SBB	2,9 %
Storebrand	2,3 %
Telia	1,9 %
Handelsbanken	1,7 %
Verisure	1,7 %
Intrum	1,7 %
Akelius	1,5 %
Tryg	1,5 %

GEOGRAPHICAL ALLOCATION



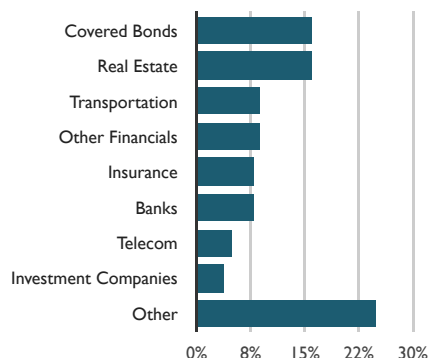
RATE DISTRIBUTION



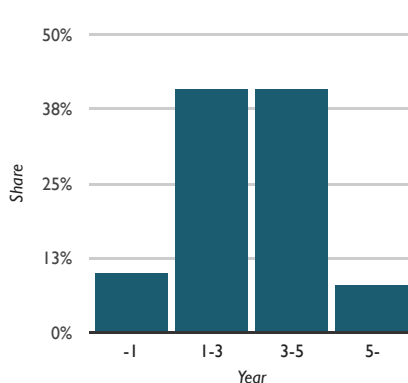
KEY STATISTICS

Yield to worst (currency adjusted)	3,1 %
Yield to maturity	3,1 %
Current yield	3,6 %
Duration (years)	1,2
Credit duration (years)	3,0
Standard deviation, 2 years	9,7 %
Standard deviation, 3 years	7,9 %
Standard deviation, 5 years	6,2 %
Sharpe ratio, 2 years	0,17
Sharpe ratio, 3 years	0,17
Sharpe ratio, 5 years	0,45

SECTOR ALLOCATION



DURATION



CARNEGIE FONDER - SUSTAINABLE INVESTMENTS IN VALUE COMPANIES

Carnegie Fonder is an independent fund management company that was founded in 1988. Our mission is to create long-term good returns for our unit holders. By combining modern sustainability analysis with traditional financial analysis, we identify undervalued companies that are properly equipped for the challenges of the future. We call these value companies.

CONTACT INFORMATION

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