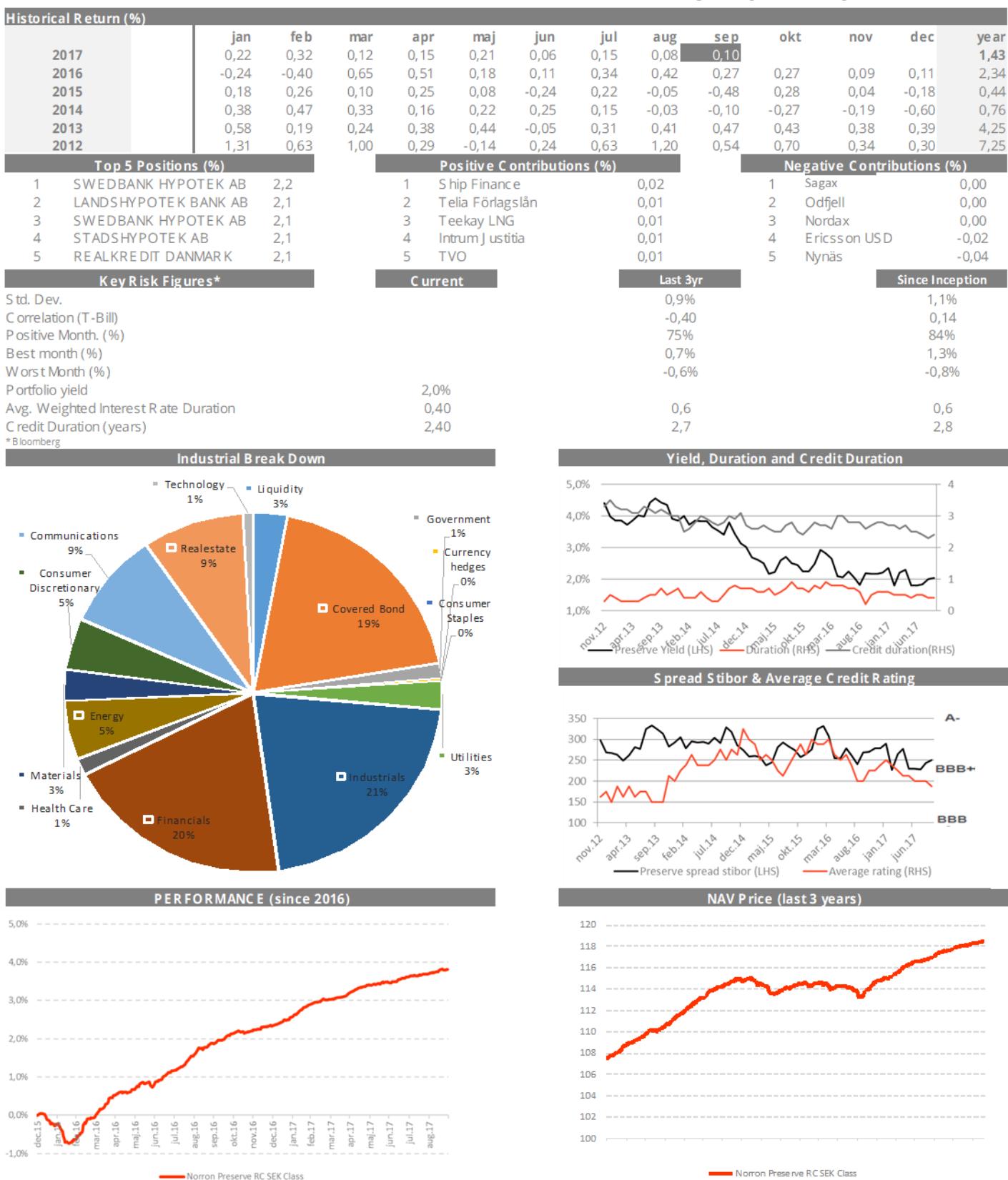


Norron PRESERVE RC SEK Class - Monthly Report Sept 2017



The third quarter ended positively in all equity and credit markets. Investment grade in US -10bp and EUR -2bp, High Yield US -26bp and EUR -15bp. The oil price went up 7,5%. FEDs Yellen announced that they are going to start decreasing the balance sheet, starting in October and announced a probably rate hike in December. The Riksbank's Yngve has been given the mandate to stay for another five years. Nothing new from ECB regarding tapering in December. We still see political uncertainty in North Korea and have also experienced political unrest in Spain. The 10 y bonds in US are up 20 bp and EU are following with 11 bp. We saw many new issues during the last month in all segments, both IG and HY and in all Nordic countries; the Finnish companies Huhtamaki, Metso and Suominen, the Danish companies DSV and DFDS and the Norwegian company Wilhelmsen, the Swedish companies Klarna and Sirius, in addition to SBB hybrid from Norway Stolt-Nielsen. We were involved in some of these new issues but not as a buy and hold. The fund returned 0,10 per cent in September. The main contribution was from Ship Finance and Telia förlagslån. The fund is keeping shorter credit/interest rate duration than normal due to valuation in the market.