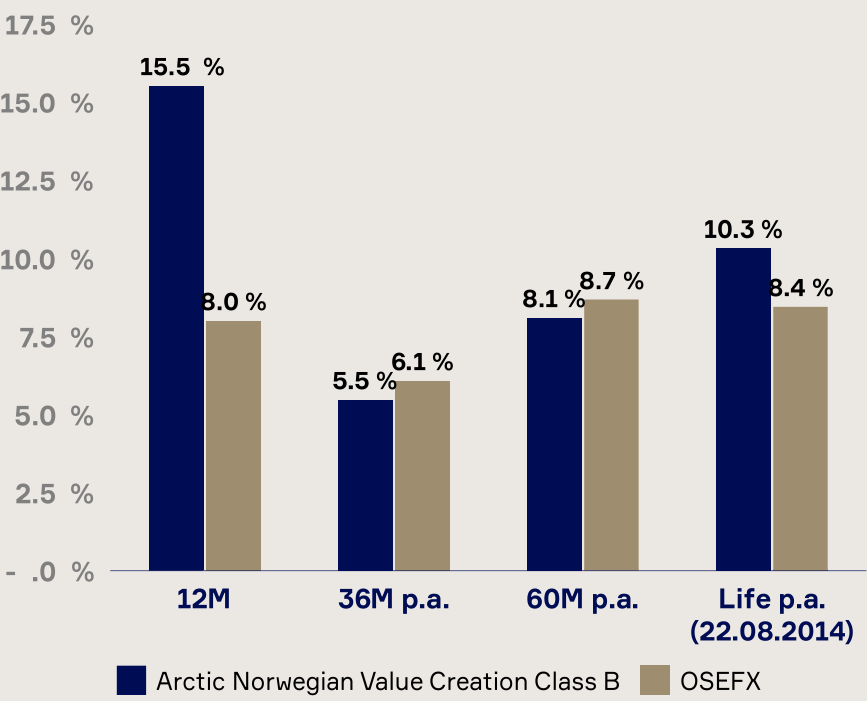


ARCTIC NORWEGIAN VALUE CREATION

Focus on value-creating companies in the Norwegian market

REASONS TO INVEST

- Experienced team with proven track record**
- Focus on long-term value creation**
- Stock picking based on own research**



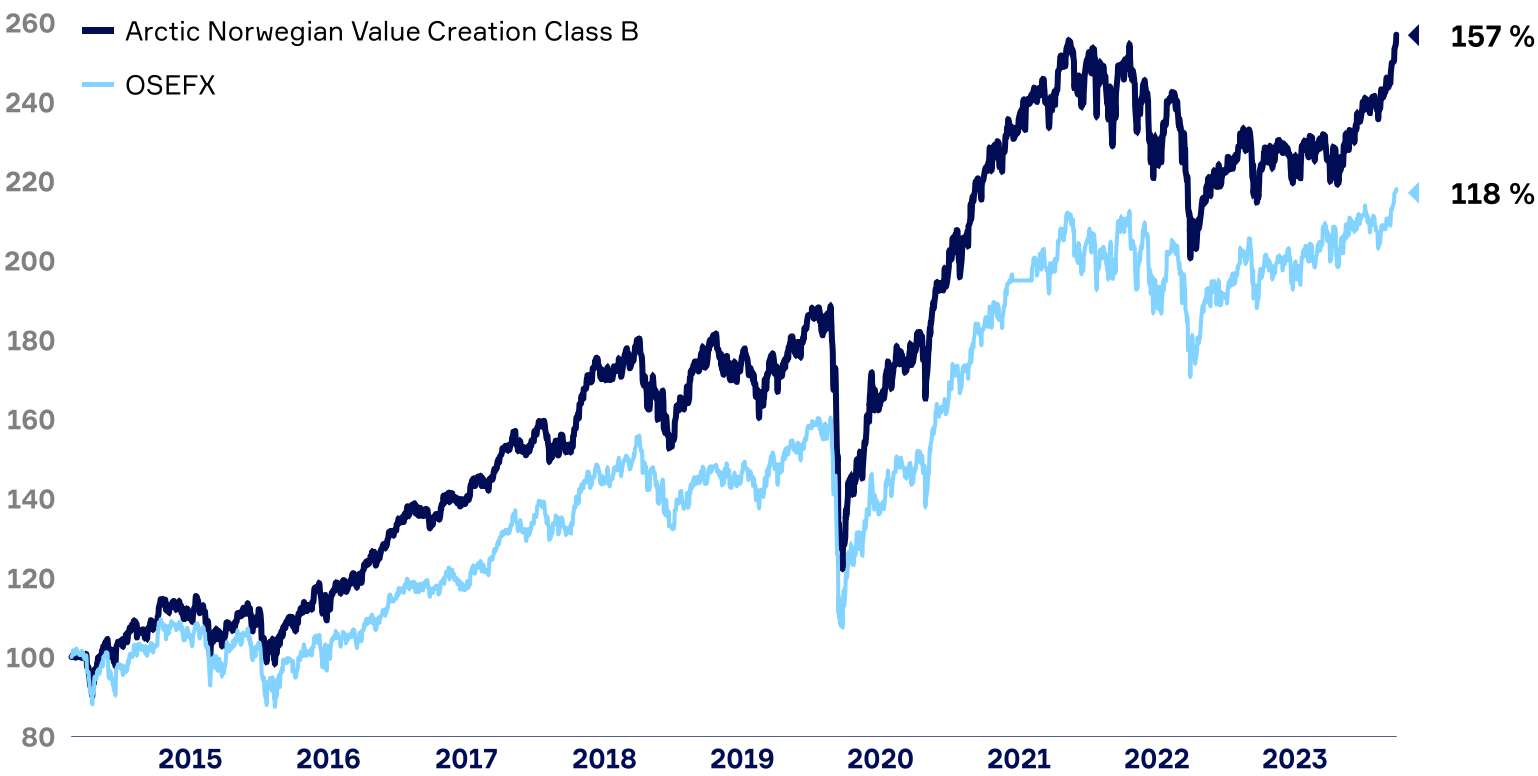
Top 5 positions	Weight
AkerBP	6,98%
Schibsted	6,4%
KONGSBERG	5,42%
Borregaard	4,06%
vår energi	3,72%

AUM	NOK 10,379m
Start date	22.08.2014
Reference index	OSEFX
Fund type	Equity fund (UCITS)
SFDR	Article 8
PRIIP Risk class (1-7)	4
Management fee	0.75-1.75% p.a.
Performance fee	0-15% p.a.
Portfolio managers:	Sindre Sørbye Ole E. Dahl Tore Mengshoel Kay-Erik Mamre-Johansen

INVESTMENT APPROACH

- Index-independent, bottom-up process aims to find the best risk-adjusted combination of quality characteristics and valuation
- Managed by an experienced team covering all industries with proprietary research
- Provides investors exposure to companies we believe can grow earnings, dividends and cashflow with a high return on capital, supporting shareholder returns
- Seeks out sustainable, well-proven business models, strong management and market positions and sound financials

The fund has outperformed index significantly since inception



We focus on companies with long-term value creation

VALUE CREATION	VALUE > PRICE	CHANGE / OPPORTUNISM
<p>"Well-run, reasonably priced"</p> <p>CHARACTERISTICS</p> <ul style="list-style-type: none">Leading market positionsCompetent managementProfitable growth opportunitiesHigh return on capitalStrong cash flow generation <p>HORIZON</p> <p>Long</p> <p>ENTRY CATALYSTS</p> <ul style="list-style-type: none">Market underappreciated companyTemporary weakness in share price <p>VALUATION FOCUS</p> <ul style="list-style-type: none">EV/EBIT vs. ROCE vs. growthFree cash flow yieldDCF <p>PORTFOLIO EXAMPLE</p> <p> KONGSBERG</p>	<p>"Low growth, stable earnings"</p> <p>"Deep value, rich asset base"</p> <p>CHARACTERISTICS</p> <ul style="list-style-type: none">Cash-flow > net profit"Hidden values", S-O-P > share priceShare price more volatile than valueOut-of fashion <p>HORIZON</p> <p>Medium/long</p> <p>ENTRY CATALYSTS</p> <ul style="list-style-type: none">Multiple & short-term earnings compressionEmerging value <p>VALUATION FOCUS</p> <ul style="list-style-type: none">Normalised EV/EBITP/BV, Sum of partsFree cash flow yield <p>PORTFOLIO EXAMPLE</p> <p> Europris</p>	<p>"Special situations"</p> <p>CHARACTERISTICS</p> <ul style="list-style-type: none">Change / turnaroundSpin-offs, split-ups, IPOsUnderutilised balance sheetTake-over target <p>HORIZON</p> <p>Short/medium</p> <p>ENTRY CATALYSTS</p> <ul style="list-style-type: none">Identifying changeNew mangament <p>VALUATION FOCUS</p> <ul style="list-style-type: none">Normalised EV/EBITRelative valuationM&A multiplesSum of parts <p>PORTFOLIO EXAMPLE</p> <p> SALMON EVOLUTION</p>

Companies might move between categories, preferably to the left

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