

## Disclaimer

The domicile of the Fund is Luxembourg. The Representative of the Fund in Switzerland is OpenFunds Investment Services AG, with its registered office at Seefeldstrasse 35, CH-8008 Zurich, Tel +41 44 500 31 08, www.open-funds.ch. The Paying Agent in Switzerland is Società Bancaria Ticinese SA, Piazza Collegiata 3, 6501 Bellinzona, Tel. +41 91 821 51 21, Fax. + 41 91 825 66 18, www.bancaria.ch. The distribution of Shares of the Fund in Switzerland must be made exclusively to Qualified Investors. The place of performance and jurisdiction for the Shares of the Fund distributed in Switzerland is at the registered office of the Representative. Publications to Swiss investors in respect of the Shares of the Fund are effected on the electronic platform www.fundinfo.com.

## Return in %

	1 month	Year to date	1 year
Norron Sustainable Equity RC SEK Acc	1,32	0,71	-7,84

## Investment Manager Report

In the month of February, Norron Sustainable Equity delivered a performance of 1.3 percent, while Carnegie Nordic Small Cap experienced a gain of 1.2 percent. The VINX Benchmark Cap Net Index saw an uplift of 2.2 percent, marking a robust month in the equity markets.

The period was characterized by a bustling earnings season that maintained its momentum from January, showcasing significant volatility among numerous reporting entities. A standout performance came from the deposit system manufacturer Tomra, whose quarterly outcomes surpassed analyst expectations, thereby standing out as a top performer for the fund. On the positive ledger, Novo Nordisk continued its upward trajectory, alongside ChemoMetec, which saw its shares surge significantly in February. Conversely, developments in SOBI, Scatec, and Nordic Semiconductor detracted from the fund's performance, moving it towards a negative direction. Furthermore, during the month, Renewcell filed for bankruptcy as the company failed to secure its financing. Even though the exposure at the time constituted a very small fraction of the fund, it presents a setback from both a financial and sustainability standpoint. Although the company, to our understanding, has a viable product and the industry as a whole is facing a crucial sustainability transition, Renewcell's challenges in scaling demand to profitable levels were notable.

Looking ahead, the portfolio's composition is compelling, anchored on attractive valuations and promising earnings growth prospects in the coming years. A noteworthy portfolio inclusion is Medicover, active in the diagnostics and healthcare services sector. After a period of observation during which Medicover undertook significant expansionary investments, we now assess its positioning as favorable. The company is poised for enhanced operational efficiency and higher utilization rates, anticipated to positively influence future earnings. From a sustainability perspective, Medicover is a social investment that enables improved health and well-being.

In terms of the fund's sustainability objectives, Healthy & prosperous societies and Innovative & sustainable solutions contributed 0.5 percent each, constituting an average weight of 34 and 25 percent of the fund, respectively. In the former theme, Novo Nordisk, ChemoMetec, and Securitas performed strongly, while SOBI, AstraZeneca, and Geringe contributed negatively. As for the latter theme, ABB, Hexagon, and Adtech were good contributors, unlike Nibe, Fabeg, and Castellum, which drove the fund in the opposite direction. Climate & Environment contributed the least with a return of 0.1 percent and constituted an average weight of 6 percent. Tomra was, as mentioned earlier, the main contributor, while the development in Scatec and Renewcell was less pleasing.

## NAV growth since inception



■ Norron Sustainable Equity RC SEK Acc

## Monthly returns in % - Norron Sustainable RC SEK

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2024	-0,60	1,32											0,71
2023	4,43	-1,38	0,83	-1,53	-0,55	-0,52	-3,63	-3,79	-7,74	-6,65	8,14	7,90	-5,75
2022	-12,51	-2,75	2,49	-3,93	-4,44	-9,97	10,78	-5,45	-8,42	6,95	5,53	-1,06	-22,80
2021	4,50	4,14	2,79	4,45	-1,23	1,32	6,47	6,01	-4,85	6,33	2,25	5,31	43,79
2020	—	—	—	—	—	—	—	—	—	—	-6,33	13,73	12,73

A fund's historical return is no guarantee of future returns. The value of the fund units can both increase and decrease as a result of market developments and it is not certain that you will get back all the invested capital.

Source: Morningstar Direct

## Information

Name	Norron Sustainable Equity RC SEK Acc
Inception Date	2020-09-30
Fund Size in mSEK	598
Month End Price	126,53
Management Fee	1,50%
ISIN	LU1982817865
EU SFDR class	Article 9
SRRI	4

## Management Team:

Johan Solini (PM), Jesper Laudon Meyer (Sustainability Manager)

## Sustainability Data (explanation on the last page)

Taxonomy Aligned	8,70%
Green/Low Carbon	4,00%
Enabling	4,70%
Transition	0,00%
Sustainable Investments	96,90%
UN Global Compact	82,50%
ESG Risk Reporting	88,20%
Science Based Target	40,60%

## Sustainability Commitments

Norron is a signatory to the UN Principles for Responsible Investments (UN PRI) and the UN Global Compact. We are also committed to the Science Based Targets initiative and have set validated climate targets. Norron is also a member of Swesif, a network for organizations working with sustainable investments in Sweden, and reports data for its funds in Hållbarhetsprofilen. For more information, please visit [www.norron.com](http://www.norron.com).



## Equity Country Exposure



	%
Sweden	56,4
Denmark	16,1
Finland	11,6
England	5,8
Other	10,1
<b>Total</b>	<b>100,0</b>

## Sector Exposure

Basic Materials	2,7%
Consumer Cyclical	4,1%
Financial Services	0,0%
Real Estate	2,4%
Consumer Defensive	3,3%
Healthcare	28,6%
Utilities	0,0%
Communication Services	0,0%
Energy	0,0%
Industrials	46,9%
Technology	11,9%

## Largest positions in % of NAV

Novo Nordisk A/S Class B	8,64
AstraZeneca PLC	5,69
Hexagon AB Class B	4,15
ABB Ltd	3,85
Beijer Ref AB Class B	3,41
Essity AB Class B	3,25
Securitas AB Class B	2,95
KONE Oyj Class B	2,95
Huhtamäki Oyj	2,88
NIBE Industrier AB Class B	2,80

## Attribution winners during month in %

	Vikt	Avk	Bidrag
Tomra Systems ASA	1,67	31,08	0,53
Novo Nordisk A/S Class B	8,12	5,54	0,46
ChemoMetec A/S	1,27	30,27	0,39
Rockwool AS Class B	2,31	16,39	0,39
ABB Ltd	4,07	8,28	0,34

## Attribution losers during month in %

	Vikt	Avk	Bidrag
Swedish Orphan Biovitrum AB	3,02	-12,81	-0,40
NIBE Industrier AB Class B	3,20	-7,91	-0,26
Scatec ASA Ordinary Shares	1,41	-17,48	-0,25
Nordic Semiconductor ASA	1,49	-16,34	-0,25
AstraZeneca PLC	5,92	-3,95	-0,24

## SDG Allocation 2023 (weighted average fund proportion)



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# Norrøn Sustainable Equity

MONTHLY REPORT

FEBRUARY 2024

## About Norrøn

Norrøn Asset Management, founded in 2010, is a Nordic asset manager with offices in Stockholm and Oslo. The company manages six funds with a focus on the Nordic capital markets. The fund offering includes absolute return funds as well as actively managed equity funds and fixed income funds. Norrøn is owned by the founders, staff and the Norwegian listed industrial investment company Aker ASA. The funds are distributed mainly by market-leading Nordic savings platforms with a focus on occupational pension capital. Norrøn's geographical focus is the Nordic region and the managerial style is characterized by flexibility, openness and transparency. The company's combined expertise with well-defined guidelines combined with a healthy approach to management, which includes a rigorous approach to risk-taking, a sophisticated use of derivatives and a careful stock selection process, benefits our unit holders through a historically very competitive return. To read more about the company, we refer to the website [www.norrøn.com](http://www.norrøn.com).

## EU Taxonomy Explanation

The EU taxonomy is a classification framework that determines whether a specific economic activity is environmentally sustainable. The purpose of the framework is to accelerate the transition towards a more sustainable economy. The taxonomy framework currently includes six environmental objectives, which are: 1. Climate change mitigation, 2. Climate change adaptation, 3. Sustainable use and protection of water and marine resources, 4. Transition to a circular economy, 5. Pollution prevention and control, and 6. Protection and restoration of biodiversity ecosystems. For an economic activity to be considered environmentally sustainable ("aligned"), it must significantly contribute to one of the above environmental objectives. The activity must also not cause significant harm to any of the other objectives. Additionally, the company must meet certain social minimum safeguards.

The taxonomy framework is an important tool for Norrøn in our assessment of sustainable investments. The fund's alignment indicates the proportion of the fund's investments that meet the established criteria for environmental sustainability according to the EU taxonomy regulation. The table also shows whether these activities are classified as "green", enabling, or transitional activities. For complete taxonomy data, we refer to the fund's sustainability report available on Norrøn's website, and Norrøn SICAV's annual report.

## Sustainability Data Explanation

Norrøn invests towards the 17 Sustainable Development Goals (SDGs) and Agenda 2030. For an investment to be considered sustainable, it must contribute to one of the SDGs as well as to one of Norrøn's sustainable investment objectives. The objectives are as follows: Climate & environment, Healthy & prosperous societies, Innovative & sustainable solutions, Sustainable cities & infrastructure, and Sustainable finance. Sustainable investments must also meet minimum social safeguards and must not cause significant harm on sustainability factors. The table on page one reports the fund's weighted average proportion of sustainable investments for the previous year.

Norrøn has also established three entity level sustainability goals extending to 2040, with sub-targets set for 2026. These goals state that by 2040, 100% of portfolio companies should 1) set climate goals validated by the Science Based Targets initiative, 2) sign the UN Global Compact, and 3) disclose material sustainability risks. The table on page one shows how the fund contributed (weighted average) to Norrøn's sustainability goals in the previous year.

## Fund Information

Custodian	Skandinaviska Enskilda Banken AB (publ), Lux Branch
Fund Legal Structure	SICAV
Base Currency	Swedish Krona
Domicile	Luxembourg
Administrator	European Fund Administration S.A.
Auditor	Deloitte Audit S.à r.l.

## Investment Strategy

Norrøn Sustainable Equity is an actively managed Nordic sustainability fund, classified as Article 9 under SFDR. Investments aim to combine economic profitability with social and environmental responsibility. The fund invests in large, medium, and small companies. The fund's philosophy is to make sustainable investments. The companies we invest in should therefore contribute to one of the fund's four sustainability objectives: Climate & environment, Healthy & prosperous societies, Innovative & sustainable solutions, or Sustainable cities & infrastructure.

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