

## 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 Freigutstrasse 15, CH-8002 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	-3,21	2,16	7,90

## Investment Manager Report

In February, Norron Sustainable Equity declined by -3.2 percent, while VINX Nordic and Carnegie Small Cap returned +0.6 percent and -0.5 percent, respectively. The reporting season has now concluded and was characterized by high volatility. Companies that delivered strong results generally performed in line with expectations regarding EPS and revisions, whereas those that missed analysts' estimates were heavily penalized. A clear example of this is Fasadgruppen, which saw its stock price drop by more than 50 percent following a weaker-than-expected report – an overreaction in our view.

The market's concerns about Fasadgruppen are primarily linked to the risk of breaching its bank covenants. However, it is important to emphasize that no such breach has actually occurred. Furthermore, the same banks that have provided financing to Fasadgruppen also collaborated with the company on the acquisition of Clear Line and continue to support its financing of housing association renovation projects. Banks may show flexibility and look beyond temporary fluctuations in debt levels relative to EBITDA, especially during periods of market turbulence. Additionally, the Nordic façade renovation market is expected to recover in 2025–2026, which should benefit the company. Meanwhile, the stock is trading at an attractive valuation of 4–5x EBITA for 2025 and below 4x EBITA for 2026. It is also crucial to highlight that we do not view Fasadgruppen as a company of the same nature as Storskogen or Vestum. Despite this, market sentiment has been influenced by broader concerns over equity issuances and leverage levels in these companies, which we believe is a misleading comparison. That said, we see strong potential for Fasadgruppen to recover over the next 6–12 months and consider the current valuation to offer an interesting opportunity. The stock was the largest negative contributor to the long portfolio, followed by Dynavox and Mowi. On the positive side, Securitas, Essity, and AstraZeneca contributed positively to returns.

As previously communicated, we have reduced the number of holdings in the fund from over 40 to under 40, which in turn increases tracking error. Over time, if our stock selection continues to perform well, we expect this approach to have a greater impact on returns. During the month, we chose to exit our positions in Getinge, TietoEVRY, and Tomra Systems.

Regarding the fund's sustainability themes, Healthy & prosperous societies was the strongest contributor, representing an average of 28 percent of the fund's weight. Meanwhile, Sustainable cities & infrastructure was the weakest theme in February, primarily weighed down by the decline in Fasadgruppen. This theme had an average weighting of 30 percent of the fund's total assets.

## 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
2025	5,55	-3,21											2,16
2024	-0,60	1,32	6,84	0,66	3,26	-0,96	4,45	0,04	-1,12	-3,44	-2,44	-1,34	6,37
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	741
Month End Price	136,53
Management Fee	1,50%
ISIN	LU1982817865
EU SFDR class	Article 9
SRRI	4

## Management Team:

Marcus Plyhr (PM), Petter Johnsen (PM), Jesper Laudon (Sustainability Manager)

## Sustainability Data (explanation on the last page)

Taxonomy Aligned	9,90%
Green/Low Carbon	5,30%
Enabling	4,40%
Transition	0,20%
Sustainable Investments	96,90%
UN Global Compact	82,50%
ESG Risk Reporting	88,20%
Science Based Target	40,60%

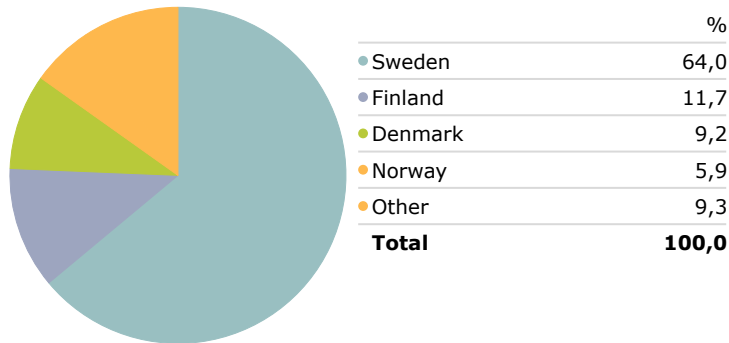
## Sustainability Commitments

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

Portfolio Date: 2025-01-31



## Largest positions in % of NAV

Atlas Copco AB Class A	8,85
Novo Nordisk AS Class B	6,85
Epiroc AB Ordinary Shares - Class A	4,99
Hexagon AB Class B	4,69
Essity AB Class B	4,54
AstraZeneca PLC	4,41
Mowi ASA	4,23
KONE Oyj Class B	4,07
ABB Ltd	4,05
Bravida Holding AB	3,75

## Sector Exposure

Basic Materials	3,4%
Consumer Cyclical	0,0%
Financial Services	0,0%
Real Estate	1,9%
Consumer Defensive	9,0%
Healthcare	20,7%
Utilities	0,0%
Communication Services	0,0%
Energy	0,0%
Industrials	57,4%
Technology	7,6%

## Attribution winners during month in %

	Vikt	Avk	Bidrag
Securitas AB Class B	2,51	10,22	0,26
Essity AB Class B	4,54	5,55	0,26
AstraZeneca PLC	4,41	5,28	0,24
KONE Oyj Class B	4,07	5,27	0,22
Novo Nordisk AS Class B	6,85	3,12	0,22

## Attribution losers during month in %

	Vikt	Avk	Bidrag
Fasadgruppen Group AB Ordinary Shares	2,81	-53,96	-1,55
Mowi ASA	4,23	-9,26	-0,40
Dynavox Group AB	2,46	-14,84	-0,37
Vestum AB	2,28	-11,70	-0,27
Hexagon AB Class B	4,69	-5,52	-0,26

## SDG Allocation 2023 (weighted average fund proportion)



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**About Norron**

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. Norron 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. Norron'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 Norron 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 Norron's website, and Norron 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 Norron'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 Norron'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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