



MONTHLY REPORT

Sustainable Corporate Bond 2XL

March 2024

Our buy and hold strategy continues to pay off

During March, the risk sentiment continued to rapidly improve, similar to the equity markets. The fund yielded +2.21% during the month (+6.84% YTD) driven by (i) continued high coupons thanks to high underlying base rates; (ii) a generally positive momentum across all sectors; and (iii) price increases in our real estate portfolio, notably Heimstaden Bostad.

90% of the bonds in the portfolio are floating rate notes (so called FRN's) which means that a fixed percentage (margin) is added to the underlying base rate, e.g. Stibor or Euribor. As these underlying base rates increased sharply during 2022, and have been around 4% since H2 2023, the coupons (i.e. the underlying base rate + the margin) are currently higher than historically. Although the cost of the leverage on the fund is priced the same way (but with a lower margin), higher base rates positively impact the overall net return of the fund. Currently, the monthly coupons received translate into a monthly gross return of c. 80 bps before price changes and fees.

Thanks to the improved risk sentiment, the price recovery in the Heimstaden Bostad bonds continued during the month on the back of expected interest rate cuts. As we have argued for many months now, the bonds have a solid asset backing. However, the company still remains subject to investor and media speculation regarding its shareholder base and ratings outlook and we continue to monitor the situation closely while acknowledging that our analysis and strategy of holding on to the bonds have paid off well so far. The price increase during the month correspond to a NAV impact of c. 100 bps.

The rapidly improving risk sentiment in the Nordic credit market also has resulted in a steady stream of new issuers in the primary market and reduced risk premia. At this point in the cycle, which we recognise well from the past, we prefer to invest in the secondary market where we see better value both in current portfolio companies and, selectively, in new names. In case we do evaluate primary issuances, we focus on lower risk names, despite the tighter pricing, as we don't get adequately compensated for taking on more risk through primaries currently.

Emil & Jakob



Nordic Credit Partners

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Cumulative performance (%)

1 Month	YTD	1 Year	3 Years	Since inception	NAV
2.2%	6.8%	16.3%	20.0%	24.9%	124.89

Monthly performance (%)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2024	3.46	1.04	2.21										6.84
2023	1.46	1.01	-0.07	0.80	3.51	0.73	-0.39	1.59	0.52	0.24	0.15	1.39	11.45
2022	0.80	-0.86	0.60	1.17	-0.73	-2.42	1.09	0.91	-2.80	-2.83	-0.74	0.79	-5.03

Key fund facts

Fund name	Nordic Credit Partners SICAV-RAIF Sustainable Corporate Bond 2XL		
Target instruments	Nordic corporate bonds	AIFM	Carne Global Fund Managers
Target return	3m Stibor + 6-9% p.a. net of fees	Depository	BNP Paribas Securities Services
Inception date	5 August 2020	Auditor	PWC Luxembourg

PROFILE

NCP Sustainable Corporate Bond 2XL invests in Nordic corporate bonds from issuers with an integrated sustainability strategy. The fund maintains a portfolio of c.25 holdings and has a target return of 6-9% p.a. Each investment undergoes thorough commercial, financial and sustainability due diligence and is approved by NCP's Investment Committee. The fund applies up to 2x leverage to enhance the risk-adjusted return.

SUSTAINABILITY

NCP integrates sustainability into the investment thesis to benefit our investors and contribute to the development of sustainability in society at large. We focus on companies that has a thorough understanding of the exposure to and impact on its specific sustainability factors and risks, thus futureproofing the portfolio and investing in long-term frontrunners.

Signatory of:



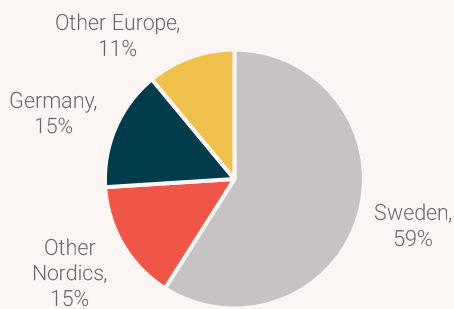
Portfolio and performance ratios

Ratio	
Yield to maturity (unlevered)	11.8% ¹
Yield to worst (unlevered)	11.8% ¹
Average coupon	9.9%
Credit duration	2.1 years
Duration	0.4 years
Modified duration	0.32%
Weighted average bond price	92.5
Leverage as % of gross portfolio	15%

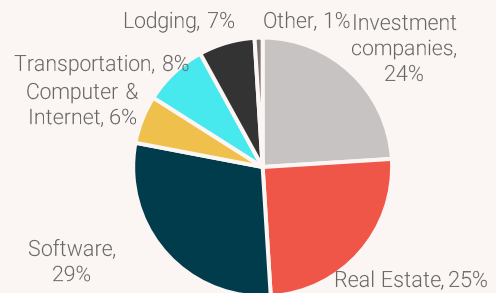
¹ Excluding a high-impact near-term maturity issuer

Ratio	
Investments during the month	-
Divestments during the month	-
Positive months since inception	82%
Annualised return since inception	6.2%
Standard deviation p.a. since inception	4.3%
Sharpe ratio since inception	1.16
Sortino ratio since inception	0.70
Average credit rating	Non-rated

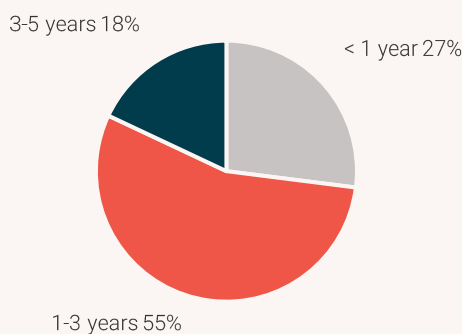
Breakdown by geography (issuer)



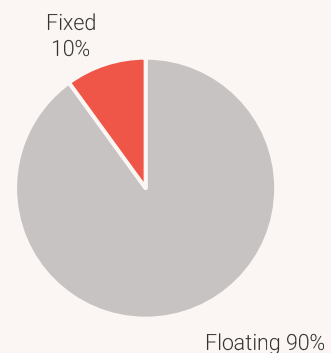
Breakdown by sector



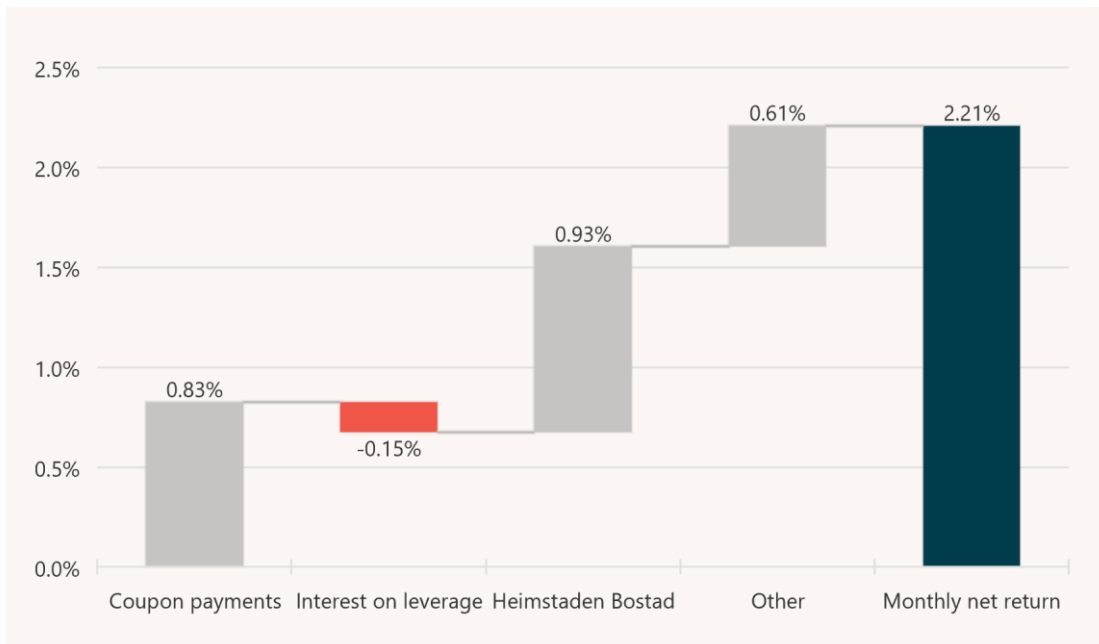
Breakdown by maturity



Breakdown by coupon



Monthly return breakdown

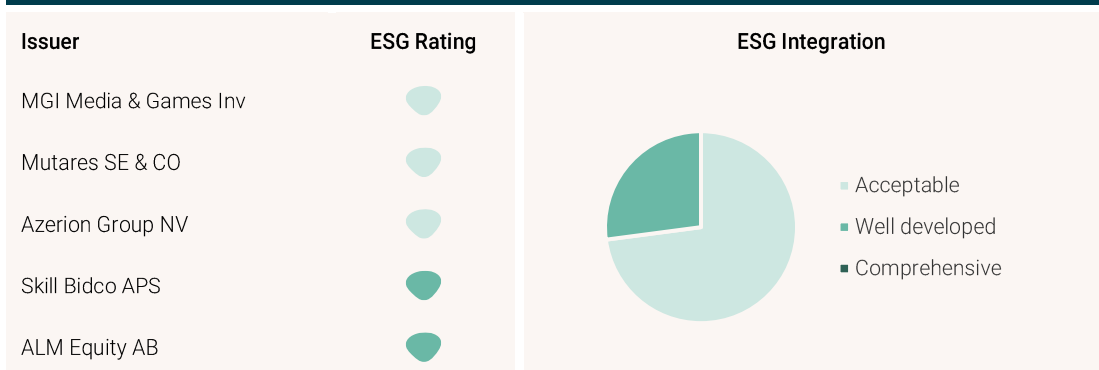


Other includes net effects, unrealised profit and losses, fees and rounding differences.

Top holdings

Issuer	ISIN	Country	Maturity	Coupon	% Portfolio
MGI Media & Games Inv	SE0019892241	Sweden	Mar 2027	Euribor+7.25%	8.1%
Mutares SE & CO	N00012530965	Germany	Mar 2027	Euribor+8.50%	8.0%
Azerion Group NV	N00013017657	Netherlands	Oct 2026	Euribor+6.75%	8.0%
Skill Bidco APS	N00012847831	Denmark	Mar 2028	Euribor+6.75%	7.7%
ALM Equity AB	SE0016074595	Sweden	Jun 2026	Stibor+6.50%	7.4%

Breakdown by internal sustainability rating



Monthly performance since inception (%)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2024	3.46	1.04	2.21										6.84
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2022	0.80	-0.86	0.60	1.17	-0.73	-2.42	1.09	0.91	-2.80	-2.83	-0.74	0.79	-5.03
2021	0.59	0.73	0.85	0.89	0.58	0.27	0.33	1.30	0.39	0.12	1.57	0.49	8.39
2020	-	-	-	-	-	-	-	0.17	0.25	0.59	0.24	0.61	1.88

Share class information

Share class	Institutional (SEK)	Partner (SEK)	Institutional (EUR)	Partner (EUR)
ISIN	Acc: LU2180877446 Distr: LU2180877792	Acc: LU2180877529 Distr: LU2180877875	Acc: LU2257616636 Distr: LU2257617014	Acc: LU2257616719 Distr: LU2257617105
Target client	Inst. Well-informed	Inst. Well-informed	Inst. Well-informed	Inst. Well-informed
Currency	SEK	SEK	EUR	EUR
Distributing	Electable	Electable	Electable	Electable
Distr. frequency	Annual	Annual	Annual	Annual
Min investment	SEK 1.25m	SEK 50m	EUR 100 000	EUR 5m
Subscriptions	Monthly	Monthly	Monthly	Monthly
Redemptions	Monthly	Monthly	Monthly	Monthly
Notice period	4 months' notice	4 months' notice	4 months' notice	4 months' notice
Management fee	0.95% p.a.	0.70% p.a.	0.95% p.a.	0.70% p.a.
Performance fee	15% if hurdle reached	15% if hurdle reached	15% if hurdle reached	15% if hurdle reached
Hurdle	3mS+5% p.a.	3mS+5% p.a.	3mS+5% p.a.	3mS+5% p.a.

INVESTMENT TEAM

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