

ABOUT THE FUND

Storm Bond Fund (UCITS) is a Nordic corporate bond fund inceptioned in September 2008. The fund holds a diversified portfolio of quality issuers in the Nordic region. The investment process is based on a top-down market screening of the universe based on relative pricing and a detailed fundamental bottom-up analysis of the individual issuers. The fund is classified as Article 8 under SFDR (ESG). The management team has extensive experience in the Nordic corporate bond market and is among the largest investors in the fund.

NET MONTHLY RETURN HISTORY (INSTITUTIONAL IC NOK SHARECLASS³, NET OF FEES)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2023	1.8%	1.0%	-0.3%	1.5%	0.5%	0.2%	1.2%	1.2%					7.1%
2022	0.8%	-1.0%	1.8%	1.2%	-0.0%	-1.3%	0.4%	2.5%	-0.2%	0.3%	1.2%	1.3%	7.1%
2021	3.2%	2.3%	1.1%	0.8%	0.9%	1.1%	0.8%	1.0%	0.3%	0.5%	0.2%	0.7%	13.6%
2020	0.7%	-0.4%	-21.3%	4.8%	4.0%	4.1%	0.9%	1.8%	0.5%	-0.2%	2.9%	2.3%	-3.0%
2019	1.0%	0.9%	0.8%	0.9%	-0.1%	0.1%	0.7%	-0.2%	-0.1%	0.3%	0.4%	0.9%	5.9%
2018	1.0%	0.5%	-0.4%	0.4%	0.7%	0.7%	0.1%	0.6%	0.4%	0.5%	-0.4%	-1.1%	3.1%
2017	3.4%	3.0%	2.1%	1.3%	0.6%	-1.0%	0.8%	1.2%	1.1%	0.3%	-0.2%	0.4%	13.6%
2016	-1.8%	-3.1%	6.0%	4.1%	-0.4%	0.6%	1.8%	3.3%	-0.4%	1.2%	0.1%	5.8%	18.1%
2015	-2.7%	-1.2%	-0.1%	1.5%	2.2%	0.4%	0.4%	-3.7%	-2.7%	1.3%	-0.7%	-4.2%	-9.4%
2014	1.2%	1.0%	1.0%	0.7%	0.7%	0.9%	0.7%	0.1%	-1.3%	-5.5%	-0.3%	-11.2%	-12.4%
2013	1.5% ³	0.6%	1.0%	1.0%	1.6%	0.2%	1.1%	1.0%	1.2%	0.1%	1.4%	0.9%	12.1%
2012	2.7% ²	1.7%	1.1%	1.0%	0.2%	1.0%	0.8%	1.2%	0.7%	-1.0%	1.5%	1.6%	13.0%
2011	1.9%	2.3%	2.0%	1.4%	-1.7%	-2.4%	1.0%	-2.3%	-2.6%	1.4%	0.0%	0.6%	1.5%
2010	6.2% ¹	0.8%	2.0%	3.8%	-3.4%	1.3%	1.4%	2.2%	2.8%	1.5%	1.1%	-1.0%	19.9%

Annualised returns (net of fees)	
1-year	9.8%
3-years	11.2%
5-years	5.9%
Since inception of fund	6.1%

- 1) From 1 Jan 2010, base currency EUR (hedged).
- 2) From 1 Jan 2012, base currency NOK (hedged).
- 3) From 1 Jan 2013, base currency NOK (hedged), based on institutional IC NOK share class (LU0840158496). Past performance is no guarantee for future performance.

COMMENT BY PORTFOLIO MANAGERS

Dear investor,

Storm Bond Fund posted a positive return of 1.2% in August and is up 7.1% YTD (institutional IC NOK share class: LU0840158496).

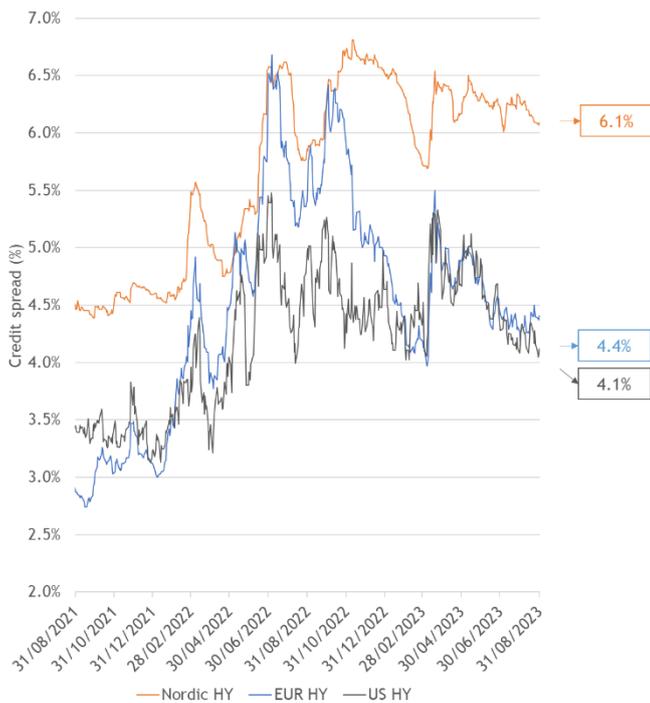
Global risk sentiment took a breather during August after months of strong gains in US and European equities. Risk assets measured by the S&P, Nasdaq and Stoxx 600 declined -1.8%, -2.2% and -2.8%, while small caps underperformed. On long end rates, the US 10Y ended the month 15bps higher at 4.25%, while EUR rates were mainly range bound. In the corporate bond market, US HY returned +0.3% and EUR HY +0.3%, both outperforming their IG counterparts. Spreads ex. energy related credits widened slightly across the board.

The Nordic high yield market delivered solid returns in August and Storm Bond Fund generating +1.2% in a volatile market. The fund's largest contributions came from the attractive coupon carry, lower duration risk vs. international markets and our energy services exposure. During the month we built a new position in Scan Global Logistics (SGL) at a yield of 11.0%. The EUR 765m bond matures in 1Q28 and carries a spread of +675bps over EURIBOR. The company is a full-service global freight forwarding provider with HQ in Denmark. The credit finds support from 1) resilient business model vs peers, 2) LTV in the 30-40% range, 3) strong cash flows and 4) solid equity sponsor + aligned management interests. Further, we added to our position in Bluewater at 11.5% yield. We continue to see strong risk-adjusted returns in Bluewater vs other energy service credits. This is mainly driven by predictable cash flows and a clear de-leveraging pathway supported by a rock-solid loan agreement.

American Shipping Company (“AMSC”) has been one of our largest holdings for the past year. The credit story is backed by strong underlying market fundamentals, solid cash flow visibility through a fully contracted fleet, moderate leverage metrics, strong owner and a restrictive loan agreement. During the month, AMSC announced that it has agreed to sell its tanker fleet to US-based Maritime Partners valuing the fleet to USD ~750m. The change in ownership will in our view trigger bonds being called. The transaction is expected to close in October. Bonds are currently trading below prevailing call prices and hence the exposure offers solid risk/reward to call.

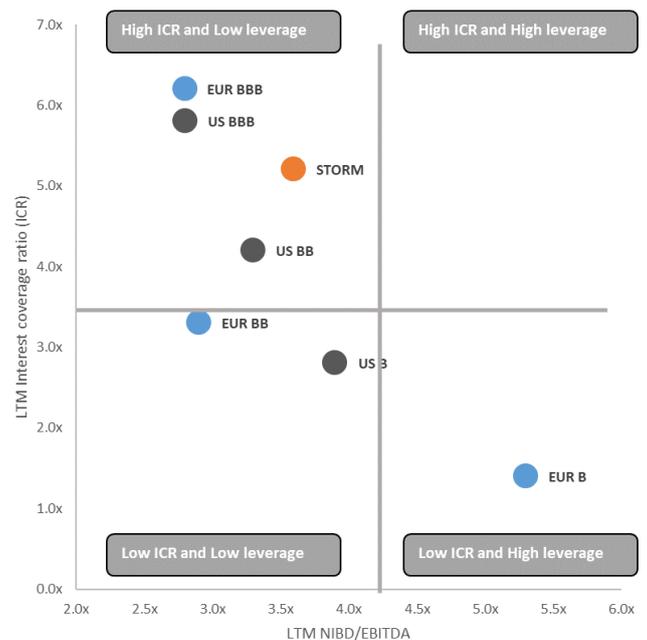
The yield level in the portfolio is currently at 8.7% in NOK (including ~8% in cash). We continue with our selective bottom-up approach targeting companies with strong cash flow visibility/debt service capacity combined with sensible capital structures. We have high-graded the portfolio substantially during the last 12-months and we deem that the credit quality in the portfolio is robust and resilient. This is illustrated by our portfolio holdings having a weighted leverage level and interest coverage ratio of ~3.6x (similar to US BB-) and ~5.2x (similar to US BBB-). We therefore believe that the current risk/reward is attractive and more than compensating us for recession risks in today’s environment. The credit and modified duration are currently at 2.1 years and 0.9 years, respectively, which gives less sensitivity to changes in credit spreads and interest rates. Central to our risk management approach is also a robust liquidity buffer which enables us to manage through unforeseen volatility and continue to act on attractive investment opportunities.

CREDIT SPREAD DEVELOPMENT (LAST 2-YEARS)



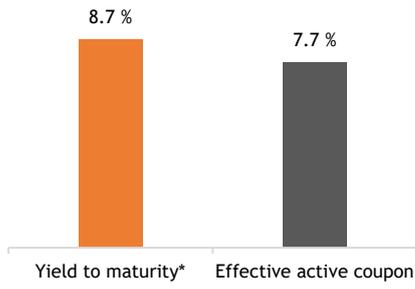
Source: Bloomberg, as of 31/08/2023.
 Nordic HY (DNB's High Yield Index, Bloomberg ticker: DNBHYH Index),
 European HY ETF (iShares European HY ETF, Bloomberg ticker: HIGHEUR EU equity),
 US HY ETF (iShares iBoxx ETF, Bloomberg ticker: IBOXHY).

LEVERAGE (LTM NIBD/EBITDA) VS. INTEREST COVERAGE RATIOS (ICR)



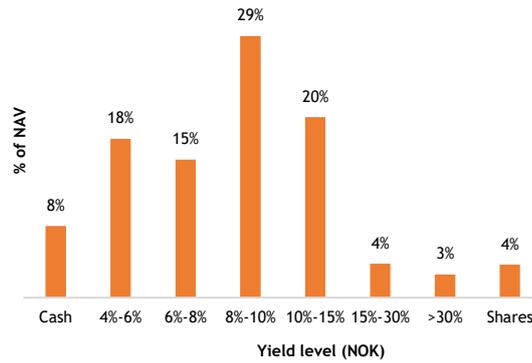
Source: Bloomberg, Storm Capital Management as of 31/08/2023.

YIELD & COUPON (NOK)

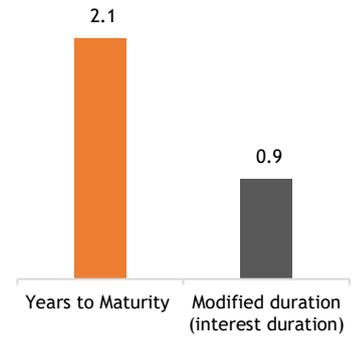


* individual bonds capped at 30% in calculation.

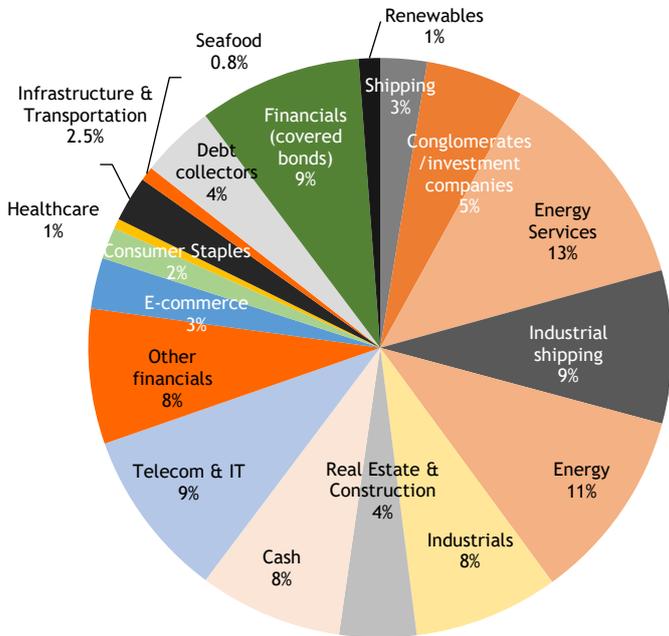
YIELD DISTRIBUTION (NOK)



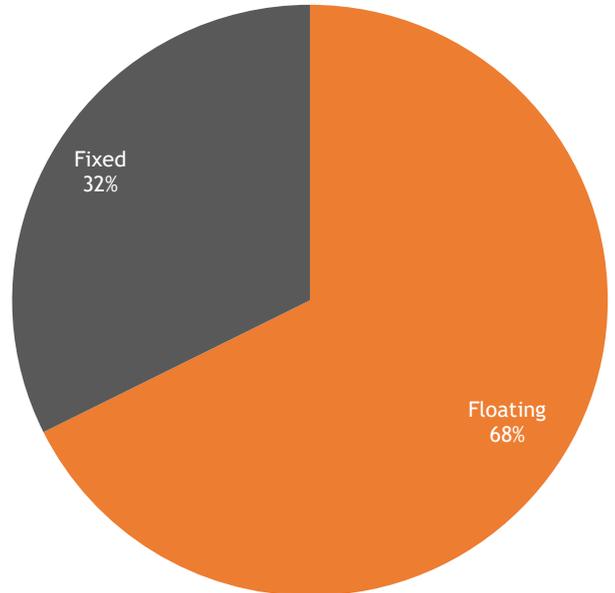
MATURITY / DURATION (YEARS)



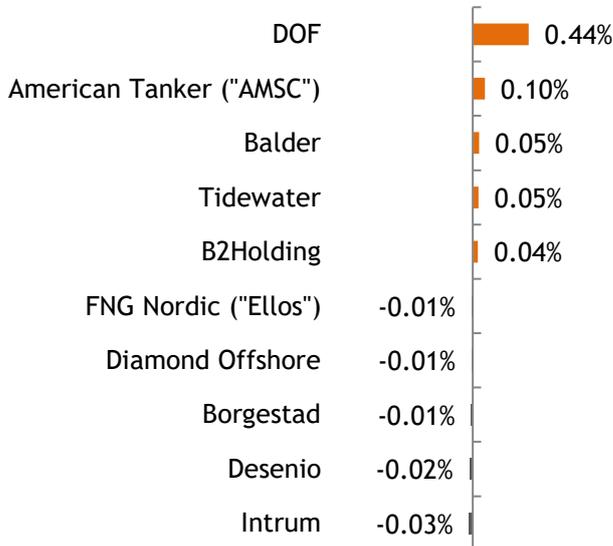
SECTOR ALLOCATION



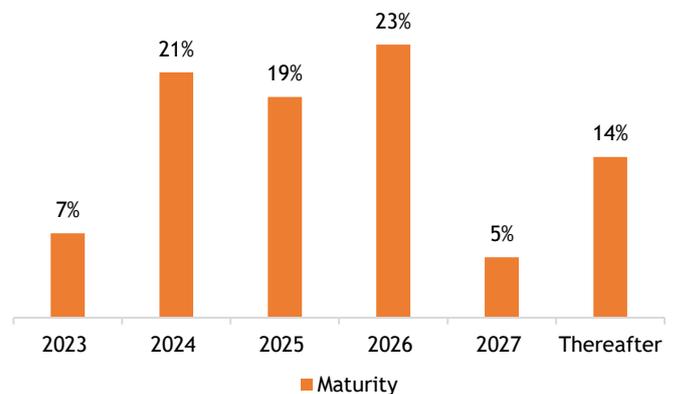
FLOATING VS. FIXED RATES



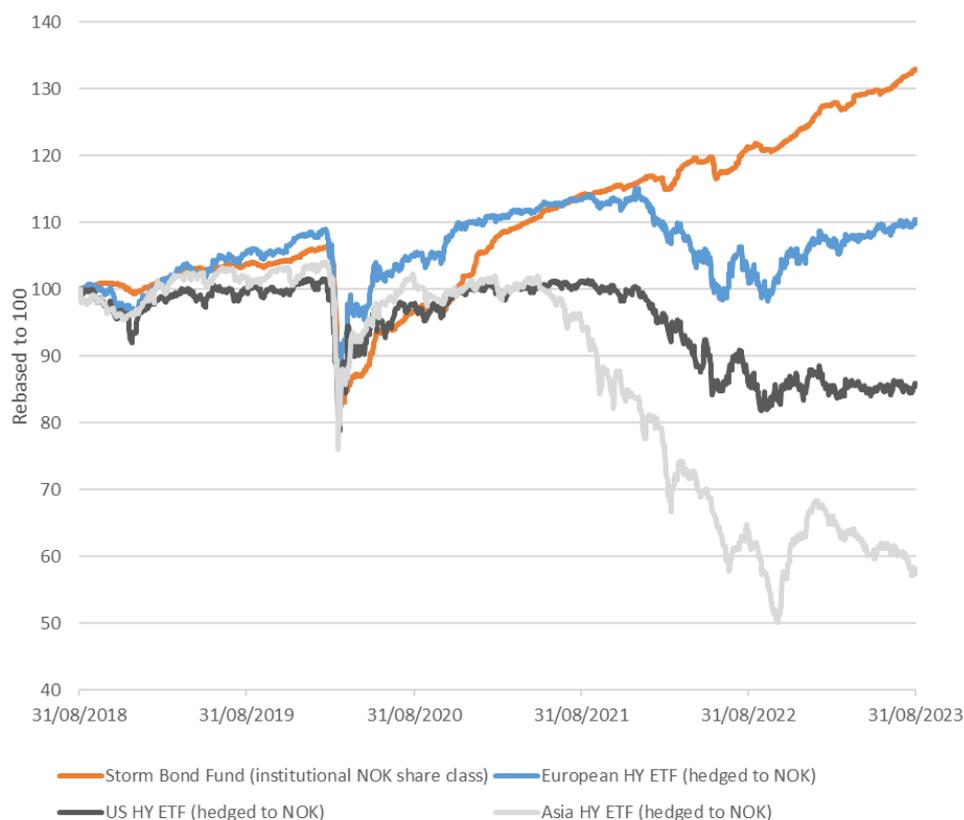
CONTRIBUTION ANALYSIS (top 5 / bottom 5)



MATURITY PROFILE



TOTAL RETURN - STORM BOND FUND VS. US, EUROPEAN & ASIAN HIGH YIELD (LAST 5-YEARS)



Performance	Storm HY	European HY	US HY	Asian HY
YTD	7.1%	5.4%	1.6%	-8.7%
1-year	9.8%	8.6%	0.1%	-9.7%
3-year (ann.)	11.2%	1.7%	-4.2%	-17.4%
5-years (ann.)	5.9%	2.0%	-3.0%	-10.5%

Risk - 5 years (ann.)				
Vol. (std dev.)	4.0%	9.4%	10.6%	13.4%
Sharpe*	1.5x	0.2x	n.m.	n.m.

Source: Bloomberg as of 31/08/2023.
 Storm Bond Fund IC NOK (ISIN: LU0840158496).
 European HY ETF (hedged to NOK) (iShares European HY ETF, Bloomberg ticker: HIGHEUR EU equity).
 US HY ETF (hedged to NOK) (iShares iBoxx ETF, Bloomberg ticker: IBOXHY).
 Asia HY ETF (hedged to NOK) (iShares USD Asia High Yield Bond ETF, Bloomberg ticker: AHYG SP Equity).
 * Sharpe calculated as 5-years (ann.)/Vol. (std dev.)
 Past performance is no guarantee of future results.

PRICES FOR DIFFERENT SHARE CLASSES

SHARE CLASSES	ISIN	PRICE
ACCUMULATION SHARE CLASSES*		
Institutional NOK (ICN)	LU1382364716	165.61
Institutional NOK	LU0840158496	164.76
Institutional USD	LU0840159387	150.81
Institutional EUR	LU0840158900	131.88
Institutional SEK	LU0840159544	141.23
Institutional CHF	LU1076701652	122.08
Retail NOK (RCN)	LU1382364633	172.48
Retail NOK	LU0740578702	172.41
Retail SEK	LU0840159460	141.32
Retail GBP	LU0840159890	144.16
Retail EUR	LU0840158819	132.78

DISTRIBUTION SHARE CLASSES*		
Institutional NOK	LU1915698069	106.61

* share classes in other currencies to be opened on demand from investors.

OTHER INFORMATION

Share classes	NOK, SEK, EUR, USD, GBP, CHF (all hedged)
Domicile	Luxembourg
Investment Manager	Storm Capital Management AS
Administrator	Hauk & Aufhäuser Asset Management Services
Custodian Bank	Hauk & Aufhäuser Fund Platforms S.A.
Management Fee	Retail: 0.75% Institutional: 0.5%
Performance Fee	10% (high water mark)
Redemption Fee	0.25% (accrues to the fund)
Minimum Investment	Institutional (NOK 15m)
Liquidity	Daily
Auditor	KPMG
VPS-registered	For Norwegian clients
ESG classification (SFDR)	Article 8
AUM (NOKm)	6 139

BOND PORTFOLIO - TOP 20

NAME	ISIN	PRICE	YIELD %	NAV %	SHORT DESCRIPTION
1 Bluewater Holding B.V. 22-26	N00012740234	101.4	11.8%	2.7%	Bluewater is a fully integrated FPSO provider and developer of SPM systems with operations dating back to the early 80s. Today, the company owns 5x FPSO, of which 3x are currently operating on firm contracts. The credit benefits from having strong cash flow visibility, solid operational track-record and a well structured bond agreement which limits residual value risk for bondholders.
2 American Tanker Inc. 20-25	N00010886328	100.9	7.4%	2.5%	American Shipping company ("AMSC") owns 10x modern US Jones Act Tankers. The Company is listed on the Oslo Stock Exchange with an mcap of -NOK 3bn. All vessels chartered out on bareboat contracts. Estimated EBITDA backlog covers majority of net debt. Strong financial sponsor in Aker ASA.
3 Odfjell Drilling 23-28	N00012921172	101.7	8.8%	2.3%	Odfjell Drilling is a leading provider of energy services in the North Sea and is listed on Oslo Stock Exchange with a mcap of -NOK 8.5bn. The credit benefit from a strong collateral package comprised of two high spec rigs under long term contracts with Equinor. Further, the current EBITDA backlog of the collateral rigs covers the bond by more than 100%, resulting in strong cash flow visibility and debt service capabilities. We estimate 60% LTV at issuance, which will decline towards 35% at maturity through scheduled amortization. This combined with a strong ownership base, long track-record, ESG focus and strong outlook, is deemed to make the credit story attractive.
4 SGL (Skill Bidco) 23-28	N00012826033	97.1	12.3%	2.1%	Scan Global Logistics (Skill Bid Co) is a full-service global freight forwarding provider with over 3,300 employees globally formed in its current shape in 2016 with HQ in Denmark. SGL generates EUR -200m of annual EBITDA through its loyal and diversified customer base, and its business model has proven to be more resilient than peers. The credit further benefits from 1) modest leverage, 2) low LTV, 3) high cash conversion and debt service capabilities and 4) strong equity sponsors coupled with aligned management interests.
5 Tidewater Inc. 23-28	N00012952227	103.5	9.7%	2.1%	Tidewater is one of the largest providers of offshore supply vessels and marine support services globally with a market cap. of -USD 3.5bn. The credit benefits from the company's strong market position paired with solid free cash flow visibility and low loan-to-value in an improving market.
6 Stena Ab 14-24	USW8758PAK22	100.0	7.1%	2.1%	Swedish conglomerate which is 100% controlled by Sten Olsson family. Stena key operations are diversified and involve ferries, shipping, real estate, drilling and private equity investments. The key credit strengths are substantial asset backing combined with a solid liquidity position.
7 B2 Holding ASA FRN 22-26	N00012704107	99.5	11.8%	2.0%	B2 is a leading Nordic debt collector with a market cap. of -NOK 2.6bn. The credit case is backed by i) strong balance sheet with 2.4x leverage and a robust liquidity position exceeding NOK 3bn, ii) significant debt service capacity with ICR at -7x and iii) Nordic exposure and industry leading cash EBITDA margins of -70%.
8 International Petroleum Corp 22-27	N00012423476	95.2	9.2%	2.0%	International Petroleum Corporation (IPC) is an international energy company with a portfolio of production assets. The company is listed in Sweden with a market cap. of -SEK 14bn. IPC is part of the Lundin Group of companies and the Lundin Family and management owns in excess of 30%. The bond is officially rated a B+ by S&P. The credit benefits from modest leverage levels, strong asset backing and free cash flow generation.
9 Norske Skog ASA FRN 21-26	N00010936065	103.2	8.8%	1.9%	Norske Skog is one of the leading global producers of newsprint and magazine paper. The group has about 8% market share for newsprint and -3-5% for magazine paper. The Company is listed on the Oslo Stock Exchange with a market cap. of -NOK 4bn. Norske Skog has one EUR 125m senior secured bond outstanding maturing in 2026 which is carrying a coupon of EURIBOR + 600bps. The credit benefits from having low leverage and solid cash conversion.
10 Chip Bidco (Cegal) AS 19-24	N00010869761	101.4	9.0%	1.9%	Cegal is the leading provider of cloud services to the oil & gas sector. The credit benefits from having strong backlog protection, low churn and solid cash conversion. The bond is secured and implied valuation offers bondholders with substantial asset backing.
11 Okea ASA 19-24	N00010869175	103.2	8.4%	1.8%	Okea is a North Sea based E&P company listed on the Oslo Stock Exchange with a market capitalization of NOK 3.9bn. The company produces -30k/d and is currently net cash. Okea issued new bonds in August which will replace the Okea 2024 during September.
12 Kistefos AS 20-25 FRN	N00010911845	106.1	8.5%	1.8%	Norwegian investment company, which is 100% owned by Mr. Christen Sveeas. Kistefos holds investments within financial services, Telecom & IT, commercial real estate, offshore services and other financial investments. GAV is estimated to be NOK -14bn, which implies LTV of less than 40%.
13 Jordanes Investments AS 22-26 FRN	N00012433301	97.9	11.5%	1.8%	Jordanes Investments is a consumer focused investment firm with exposure to robust and resilient non-discretionary consumer products. The company has a diversified portfolio of well-recognised consumer brands and restaurants in the Scandinavian market. The credit benefits from a strong and proven management team, resilient cash flow and strong cash conversion.
14 Foxway 23-28	SE0020540219	100.2	11.6%	1.7%	Foxway is a provider of circular IT solutions. The offering includes sourcing the IT equipment to recollection, refurbishment, and recycling. The company, which is majority owned by Nordic Capital, was established in 2009 and has a global footprint being active in more than 120 countries. The credit benefits from having a strong 1st lien bond structure, attractive implied valuation, solid underlying market growth supported by increased regulatory push for circular IT solutions and a solid sponsor in Nordic Capital which has contributed with a substantial equity contribution.
15 Seapeak 20-25 FRN	N00010891559	103.3	8.1%	1.5%	Seapeak is one of the largest owner and operators of LNG transportation assets with 90 vessels. The company is 100% owned by Stonepeak. The credit benefits from having a moderate balance sheet paired with a significant revenue backlog.
16 Borr Drilling Ltd 23-26	N00012829755	101.3	9.1%	1.5%	Borr Drilling is an international drilling contractor owning and operating jack-up rigs of modern and high-specification designs listed on Oslo Stock Exchange and New York Stock Exchange with a mcap of -NOK 20bn. The credit is supported by 1st lien security in three modern and high specification assets, parent guarantees and a strong underlying market which has resulted in significantly increased cash flow visibility.
17 DNB Bank ASA 19-24	XS2075280995	95.1	9.3%	1.5%	DNB is Norway's largest bank with a market capitalization of NOK -327bn and a CET1 ratio per end-Q1/23 of 18.76%. The AT1 bonds are subordinated with call date on November 11th, 2024. We see limited call risk on the back of the strong balance sheet, robust underlying profitability, and a well-diversified lending book.
18 GLX Holding AS 23/27 FRN	N00012838970	104.0	10.1%	1.5%	Glamox is a leading global provider of professional lightening systems. The bond is senior secured and carries a coupon of N+675bps. The credit profile is supported by moderate leverage, solid cash conversion and a leading market position. In addition it has solid financial sponsors in Triton and Mr. Erik Must.
19 Navigator Holdings Ltd. 20-25	N00010891955	100.4	8.0%	1.4%	Navigator owns and operates the world's largest fleet of handysize gas carries with a market cap of -USD 1bn. The fleet was recently expanded through the merger with Ultragas back in 2021 and the fleet is now comprised of 56 ships. The company plays a vital part in the liquefied gas supply chain. The credit benefits from having strong credit metrics, significant debt service capacity and robust underlying market fundamentals.
20 Sanoma OYJ 23-26	FI4000549563	102.0	13.3%	1.4%	Sanoma is Finland's #1 media corporation and the leading European supplier of K12 learning services. The company is listed on the Helsinki stock exchange with a market cap of -EUR 1.2bn. The hybrid notes carry a coupon of 8% and has a coupon step-up of 5% if not called. The credit is backed by its leading market position in Finland and Europe, solid cash conversion and moderate leverage metrics of 3.2x.
Sum				37.5%	

Total number of issuers: 62.

TEAM

PORTFOLIO MANAGEMENT



MORTEN E. ASTRUP

Chief Investment Officer & Founding Partner

- Founded Storm in 2006 and has over 25 years of financial and asset management experience including several board positions
- Morten is responsible for:
 - Portfolio management
 - Restructuring processes
- He holds a Master in Business and Economics from the Norwegian School of Management/City University London and is authorised and regulated by the FCA



MORTEN VENOLD

Portfolio Manager & Partner

- Joined Storm in 2015 and has over 15 years of experience from asset management and credit research
- Before Storm he worked as a credit research analyst, covering the Nordic high yield market at Arctic Securities in Oslo and before that he worked at ABG Sundal Collier and DNB in London
- Morten is responsible for:
 - Portfolio management
 - Research and daily monitoring of investment universe
- He holds a BSc in Business & Economics from the Norwegian School of Management and a MSc in Finance from Cass Business School in London



GUSTAF AMLE

Portfolio Manager

- Joined Storm in 2022 and has 7 years of experience from investment banking and credit research
- Previous experience as a partner and credit research analyst at Fearnley Securities
- Gustaf is responsible for:
 - Portfolio management
 - Research and daily monitoring of investment universe
- Gustaf holds a BSc in Business and Economics from Lancaster University and a MSc in Economics from Imperial College London

BUSINESS DEVELOPMENT / SALES



MARCUS S. MOHR

Business Development & Partner

- Joined Storm in 2012 and has over 14 years of experience from investment banking and business development. Before Storm, he worked in the investment banking division at Citigroup in London
- Marcus is responsible for:
 - Business development/sales
 - Investor relations
- Marcus holds a Master in Finance and Economics from the University of Strathclyde (Scotland) with distinction

Contact details: +47 951 35 853 or marcus@stormcapital.no



TORE ANDERSEN

CEO & Partner

- Joined Storm in 2012 and has over 25 years of experience in financial advisory and sales. Before Storm, he founded Axir ASA (1995), which was sold in 2010
- Tore is responsible for:
 - Sales and marketing activity
 - Investor relations
- Tore holds a bachelor in Business and Economics from the Norwegian School of Management and is authorized as a financial advisor, AFR and is also authorized through Norwegian Securities Dealers Association

Contact details: +47 920 35 908 or tore@stormcapital.no

COMPLIANCE / OPERATIONS



DAGFINN SUNDAL

Compliance / CFO / Risk Management

- 10 years of auditing, compliance and controlling experience
- Previous experience from Schibsted and Ernst & Young
- Dagfinn is responsible for:
 - Compliance
 - Administration
 - Risk management
- Dagfinn holds a MSc in Business and Economics, and a MSc in Professional Accountancy from the Norwegian Business School (BI)



BERIT M. ISHAUG

Accounting / Back-office

- 25+ years of accounting and admin experience
- Previous experience from Arctic Securities
- Berit is responsible for:
 - Accounting
 - Back office
- Berit holds a BSc in Business and Economics from the Norwegian Business School (BI)

INDUSTRY AWARDS



IMPORTANT INFORMATION

The material contained in this document is not to be regarded as an offer to buy or sell fund shares. The information in this document is general in nature and does not constitute legal, tax, or investment advice. Potential investors are urged to consult their professional advisers on the implications of making an investment in, holding or disposing of shares of, and the receipt of distribution from any investment. Past performance is not indicative of future results. This document has been prepared by Storm Capital Management AS and should not be considered impartial research and the views expressed may not be supported by independent analysis. The author of this document may be remunerated as a result of transactions generated by this information. Storm Capital Management AS is regulated by the Financial Supervisory Authority of Norway (org. number: 989 309 439). Its registered office is: Dronning Mauds gate 3, 0250 Oslo, Norway.

Storm Fund II - Storm Bond Fund is domiciled in Luxembourg and in addition the fund is registered for distribution in Norway, Sweden, Finland, UK, Switzerland, Germany and Spain.

The fund may only be offered and this factsheet may only be distributed in Switzerland to qualified and non-qualified investors. Home country of the fund: Luxembourg. The representative in Switzerland is 1741 Fund Solutions AG, Burggraben 16, CH-9000 St. Gallen. Swiss Paying Agent in Switzerland is Telco AG, Bahnhofstrasse 4, CH-6430 Schwyz. The prospectus, the Key Investor Information Document, the articles of association as well as the annual and semi-annual reports may be obtained free of charge from the representative. In respect of the units distributed in and from Switzerland, the place of performance and jurisdiction is the registered office of the Representative.