

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
2024	1.0%	0.6%	1.0%	0.6%	0.7%	0.8%	0.6%	0.7%	0.5%				6.6%
2023	1.8%	1.0%	-0.3%	1.5%	0.5%	0.2%	1.2%	1.2%	0.6%	0.3%	0.8%	1.3%	10.4%
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	9.2%
3-years	8.5%
5-years	7.1%
Since inception of fund	6.3%

- 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 0.5% in September and is up 6.6% YTD (institutional IC NOK share class: LU0840158496).

Risk sentiment was strong during September, supported by FED's decision to cut interest rate by 50bps coupled with a comprehensive stimulus package from China. Risk assets measured by the Nasdaq and S&P 500 gained +2.7% and +2.0%, while Stoxx 600 fell -0.4%. Longer term interest rates were broadly lower with the US 10Y falling 12bps to 3.78% and GE 10Y falling 18bps to 2.12%. The decline in long term interest rates supported returns in Global IG and HY indices. High yield spreads in the US fell 10bps to +295bps, while European HY spreads was relatively flat at +345bps.

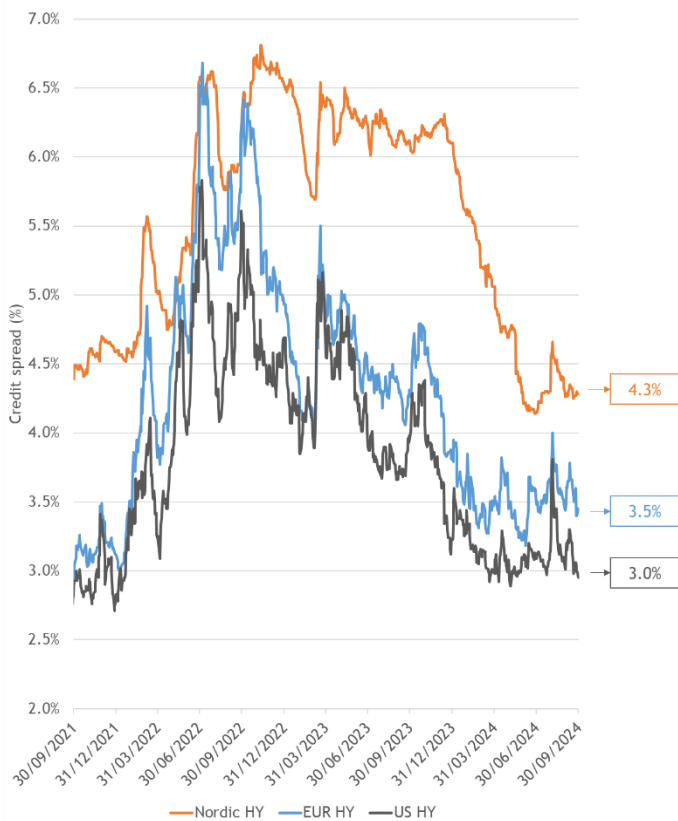
The Nordic high-yield market continued to deliver solid returns in September, with Storm Bond Fund delivering a return of +0.5%, primarily driven by coupon carry. The primary issuance activity in the Nordics was high, with nearly NOK 30bn in HY transactions priced during the month. In the primary market, we increased our exposure towards EnQuest. The North Sea focused E&P company tapped their existing Sr. unsecured bonds at -11.0%. We believe the credit is mispriced and that the credit spread does not reflect 1) EnQuest superior position to operate profitably on the UK Shelf, 2) strong rationale for accretive M&A and 3) robust balance sheet with a proven track record of rapid deleveraging.

In addition, we decided to not participate in the re-financing of Nes Fircorft's outstanding secured bonds. Hence, the exposure will leave the portfolio, and we expect to find better risk-reward elsewhere. In the secondary market, we increased our exposure towards the construction and property developer YIT. In total, we have 1.9% of our NAV invested in YIT split across three bonds with a weighted avg. spread of +710bps.

In July, Ellos' previous ownership failed in refinancing the company's bonds. This week, Ellos successfully completed a voluntary expedited bankruptcy process in its holding company, safeguarding stakeholder interests and transferring ownership to the bondholders. Operations during the process continued as normal. We maintain a favorable outlook on our position in Ellos AB for several key reasons. The company's current valuation at 5x EV/EBITDA presents a notable discount compared to the 10x multiple of its industry peers. Ellos continues to generate substantial free cash flow prior to debt service, with improved credit metrics relative to the time of the bond issuance in 2019. Furthermore, the strength of the Ellos brand paired with improving consumer conditions in the Nordic region sets the stage for solid recovery prospects for bondholders.

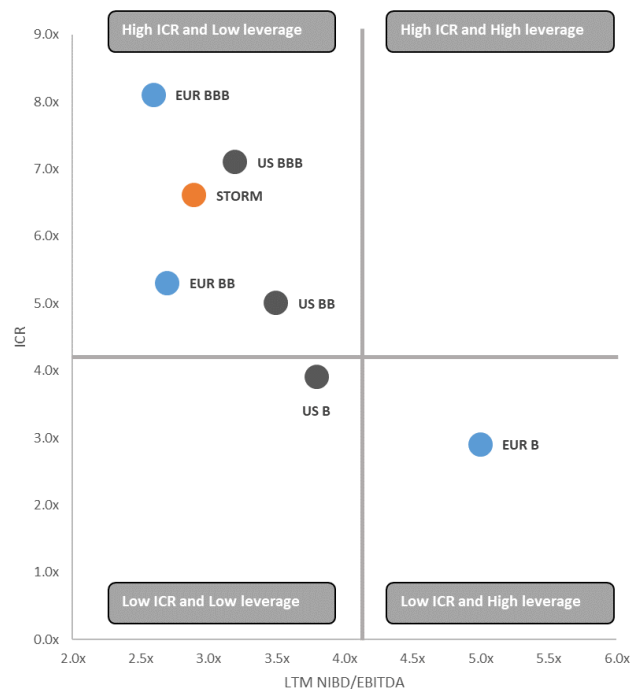
We continue to focus on our diligent bottom-up fundamental credit analysis complemented by a disciplined risk management approach. Our method targets issuers offering attractive implied valuations, bolstered by sound balance sheets and solid interest coverage ratios. As a result, we have consistently high graded the portfolio, ensuring it's well diversified across industries with quality Nordic issuers that are resilient to shifts in inflation and interest rate expectations. The current yield in the portfolio stands at 7.5% in NOK (incl. 9% cash), and we consider the risk/reward profile to be attractive, given that the portfolio's weighted average credit metrics align with BB/BBB credits. This, along with maintaining a prudent cash position between 5-10%, enables us to navigate unforeseen volatility and seize attractive investment opportunities.

CREDIT SPREAD DEVELOPMENT (LAST 2-YEARS)



Source: Bloomberg, as of 30/09/2024.
 Nordic HY (DNB's High Yield Index, Bloomberg ticker: DNBHYH Index).
 European HY (Bloomberg Pan-European High Yield Index, Bloomberg ticker: LP02OAS Index).
 US HY (Bloomberg US Corporate High Yield Index, Bloomberg ticker: LF98OAS Index).

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

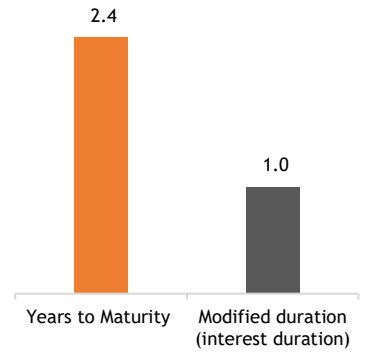
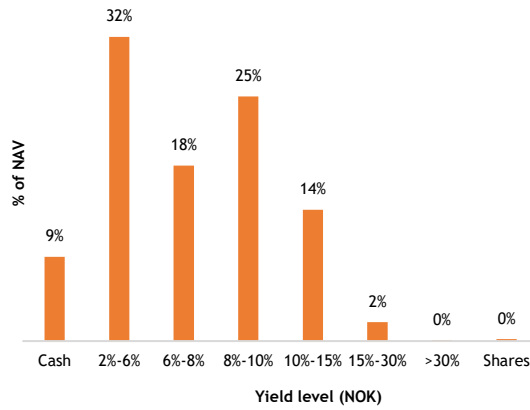
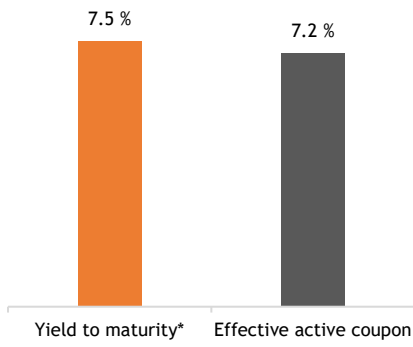


Source: Bloomberg, Storm Capital Management as of 31/03/2024.

YIELD & COUPON (NOK)

YIELD DISTRIBUTION (NOK)

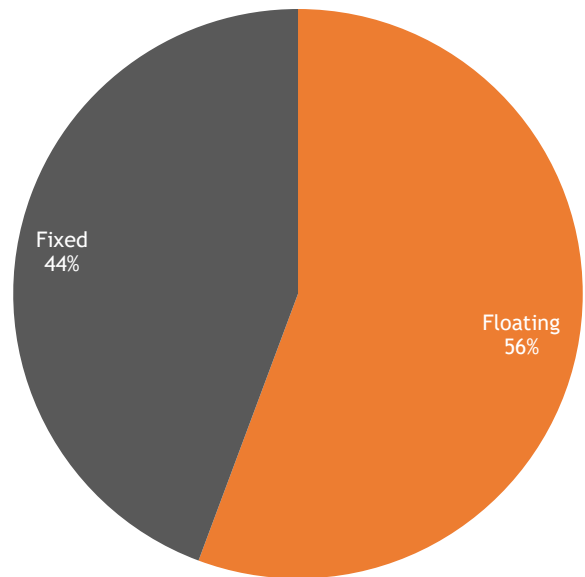
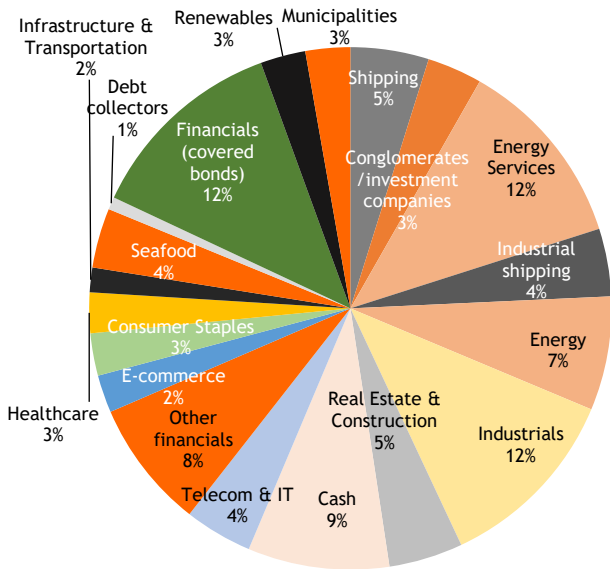
MATURITY / DURATION (YEARS)



* individual bond spreads capped at 30% in calculation.

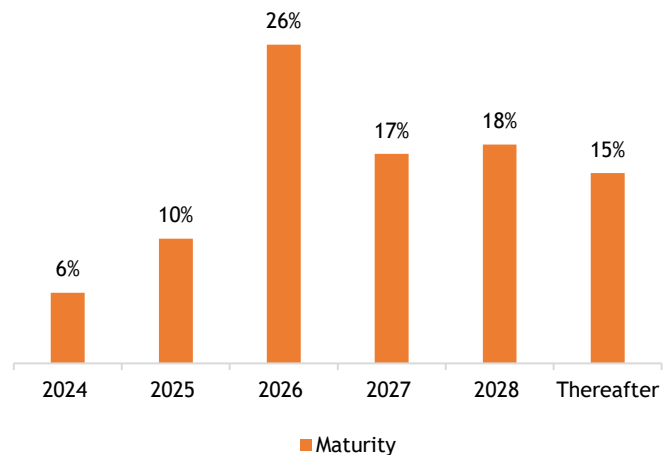
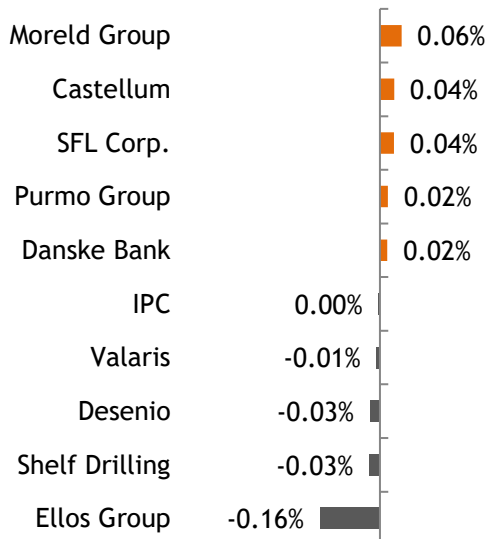
SECTOR ALLOCATION

FLOATING VS. FIXED RATES

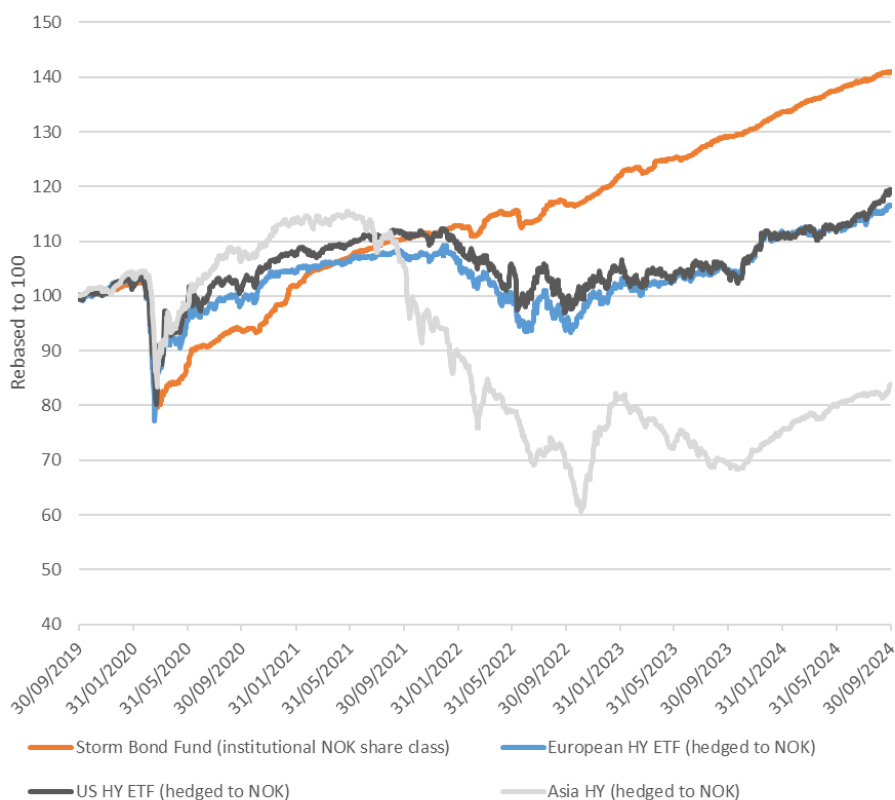


CONTRIBUTION ANALYSIS (top 5 / bottom 5)

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	6.6%	4.9%	7.0%	14.2%
3-months	2.5%	3.8%	6.2%	5.1%
6-months	3.9%	4.8%	5.9%	7.2%
1-year	9.2%	11.1%	13.9%	21.2%
3-year (ann.)	8.5%	2.7%	2.3%	-7.4%
5-years (ann.)	7.1%	3.1%	3.6%	-3.4%

Risk	Storm HY	European HY	US HY	Asian HY
1 yr - vol. (std dev.)	0.8%	4.2%	5.3%	3.6%
1 yr - sharpe	5.8x	1.5x	1.7x	4.6x
3 yr - vol. (std dev.)	1.6%	7.0%	8.0%	9.5%
3 yr - sharpe	3.2x	n.m.	n.m.	n.m.
5 yr - vol. (std dev.)	4.0%	9.4%	9.8%	9.7%
5 yr - sharpe	1.2x	0.1x	0.1x	n.m.

Source: Bloomberg as of 30/09/2024.
 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 US HY ETF, Bloomberg ticker: IHYA LN equity).
 Asia HY ETF (hedged to NOK) (Blackrock Asian High Yield Bond Fund, Bloomberg ticker: BGAHA2U equity).
 Sharpe calculated as: (annualised return - average 3m interest rates) / 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	181.98
Institutional NOK	LU0840158496	180.98
Institutional USD	LU0840159387	167.17
Institutional EUR	LU0840158900	143.89
Institutional SEK	LU0840159544	153.78
Institutional CHF	LU1076701652	129.88
Retail NOK (RCN)	LU1382364633	189.07
Retail NOK	LU0740578702	188.85
Retail SEK	LU0840159460	153.46
Retail GBP	LU0840159890	158.70
Retail EUR	LU0840158819	144.32

DISTRIBUTION SHARE CLASSES*		
Institutional NOK	LU1915698069	111.15
Institutional EUR	LU2557557738	101.78

* 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	Hauck & Aufhäuser Fund Services S.A.
Custodian Bank	Hauck Aufhäuser Lampe Privatbank AG
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)	9 633

BOND PORTFOLIO - TOP 20

NAME	ISIN	PRICE	YIELD %	NAV %	SHORT DESCRIPTION
1 DNB Bank ASA 19-24	XS2075280995	99.8	7.2%	2.3%	DNB is Norway's largest bank with a market capitalization of NOK -324bn and a CET1 ratio per end-Q1/24 of 19.0%. The AT1 bonds are subordinated with call date on November 11th, 2024. We see limited call risk as these bonds were re-financed in 2Q/24. DNB is a well-capitalized bank with robust underlying profitability and operates with a well-diversified lending book.
2 Golar LNG Ltd 24-29	NO0013331223	99.8	8.1%	2.2%	Golar LNG is a leading integrated LNG company established 75 years ago with a market cap of -USD 2.7bn. The credit is supported by a strong FLNG backlog, improving market fundamentals for its LNG carriers, solid liquidity position and debt service capacity.
3 Shearwater GeoServices AS 24-29	NO0013182766	98.4	10.5%	1.9%	Shearwater is a global provider of marine geophysical services. The company owns and operates a fleet of 23 vessels making them the largest seismic operator in the world. We deem the credit story attractive due to 1) strong cash flow generation, 2) well capitalized balance sheet and 3) strong market position in a consolidated seismic vessel market.
4 Bluewater Holding B.V. 22-26	NO0012740234	100.9	12.1%	1.8%	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.
5 NES Firecroft AS	NO0012554692	106.0	9.8%	1.8%	Nes Firecroft is a global workforce provider specializing in engineering staffing and solution provider for highly technical industries. The credit case is supported by 1) robust balance sheet with leverage now at -50%, 2) modest LTV at -50%, 3) robust cash flow generation and 4) the net working capital position adds a large cushion for bonds.
6 Tidewater Inc. 23-28	NO0012952227	108.0	8.3%	1.7%	Tidewater is one of the largest providers of offshore supply vessels and marine support services globally with a market cap. of -USD 3.7bn. 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.
7 International Petroleum Corp 22-27	NO0012423476	98.7	8.3%	1.6%	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 16bn. 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.
8 Purmo Group 24/29	XS2848791989	104.1	7.9%	1.6%	Purmo Group (est.1953) is a premier European manufacturer specializing in sustainable indoor climate comfort solutions. In May, Apollo and Rettig announced a public cash tender offer for all outstanding shares, valuing the company's equity at EUR 465m and its enterprise value at approximately EUR 800m . As part of the acquisition, Purmo issued a EUR 380 million senior secured bond maturing in 2029. We deem bonds yielding more than 9% to offer solid value with the credit profile being supported by its attractive market position, solid debt service and strong implied asset backing.
9 SGL (Skill Bidco) 23-28	NO0012826033	104.1	10.1%	1.5%	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.
10 SFL Corp. 24-28	NO0013200543	103.9	7.5%	1.5%	Ship Finance is an owner of maritime assets with long-term contracts to solid counterparties. The credit benefits from strong earnings visibility, non-recourse financing and a strong majority shareholder in Mr. John Fredriksen. The company is listed on the New York Stock Exchange with a market cap of USD -1.7bn.
11 Shelf Drilling Holdings Ltd. 23-29	US822538AH74	92.0	12.3%	1.5%	Shelf Drilling is one of the larger jackup operators, operating a fleet of 36 jackups (incl. Shelf North Sea). The company is listed on the Oslo Stock Exchange with a -NOK 4.4bn market cap. Shelf has delivered robust through the cycle and generated EBITDA of USD 310m in 2023 (leverage 3.2x) . The current backlog of USD 2.3bn adds meaningful revenue visibility. The bond has first lien security in 31 jackups and amortize by -7% p.a. which reduces the residual steel risk at maturity.
12 SFL Corp. Ltd. 21-26	NO0010992944	100.8	7.2%	1.4%	Ship Finance is an owner of maritime assets with long-term contracts to solid counterparties. The credit benefits from strong earnings visibility, non-recourse financing and a strong majority shareholder in Mr. John Fredriksen. The company is listed on the New York Stock Exchange with a market cap of USD -1.7bn.
13 Shelf North Sea 24-28	NO0013220285	97.1	11.4%	1.4%	Shelf Drilling North Sea is a jackup company focused on operations in the North Sea. The company is listed with a market cap of -NOK 3bn. It owns five jackups, including one CJ70 ultra-harsh jackup, which is among the largest in the world. The credit benefits from security in quality assets with modest LTV of 55%, strong revenue and delevering visibility.
14 Aker Biomarine ASA 24-27	NO0013326025	99.6	9.2%	1.3%	Aker Biomarine is a world leading producer of Krill oil towards the Omega-3 market. The Company is listed with a market cap of -NOK 4.2bn and majority owned by Aker ASA (78%). Bonds are supported by its secured structure, strong margins, attractive cash conversion and low loan to value (less than 20%).
15 Ellos Group AB 19-24	SE0012827996	77.1	21.6%	1.3%	Ellos Group is a Swedish e-commerce company. The bond structure is ring-fenced with no leakage. The credit story is deemed to be attractive due to the company's solid market position, strong cash generation, sound LTV levels and tight bond structure.
16 Scatec ASA 24-28	NO0013144964	102.7	8.1%	1.3%	Scatec is a leading renewable energy company with a market cap of NOK -13bn. The company develops, owning and operating renewable energy plants with 4.2 GW in operation and under construction across four continents. Equinor owns -16% of the company and increased its stake during Q1 2023.
17 Paratus Energy 22-26	USG8000AAH61	100.3	9.2%	1.2%	Paratus Energy is a leading energy services company with a market cap. of -NOK 9.5bn. The credit benefits from strong cash flow visibility, modest leverage (2.5x), solid asset backing and a solid shareholder base led by Mr. John Fredriksen owning approx. 30%.
18 Fortaco Oyj 22-27	NO0012547274	102.0	10.9%	1.1%	Fortaco is a finished-based company with a market-leading position within the global steel fabrication and cabin markets for heavy off-highway equipment. The credit is supported by a highly flexible cost base, a significant portion of PPE being unencumbered, and a favorable net working capital position.
19 Bluenord ASA 24-29	NO0013261735	102.5	9.4%	1.1%	BlueNord (formerly named: Norwegian Energy Company) is a listed company with a market cap NOK -13bn. The company operates producing oil and gas assets in the North Sea. The company is well capitalized with strong cash flow and has high gas exposure.
20 Chip Bidco (Cegal) AS 24-27	NO0013150276	102.3	8.7%	1.1%	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.
Sum				30.7 %	

Total number of HY issuers: 59.

TEAM

PORTFOLIO MANAGEMENT



MORTEN E. ASTRUP

Chief Investment Officer & Founding Partner

- Founded Storm in 2006 and has 30 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 17 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 8 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 15 years of experience from asset management and investment banking
- 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



TORE ANDERSEN

CEO & Partner

- Joined Storm in 2012 and has over 30 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: +47 951 35 853 or marcus@stormcapital.no

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

COMPLIANCE / OPERATIONS



DAGFINN SUNDAL

Compliance / CFO / Risk Management

- 12 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

- 30+ 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



Ranked 7th of 250 top-managers, across asset classes, based on last 3-years risk adjusted returns.



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, Denmark, UK, Switzerland, Germany, Austria and Spain.

The fund may be offered and this factsheet may 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 Tellico Bank Ltd., Bahnhofstrasse 4, CH-6430 Schwyz. The prospectus, the Key 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.