

Performance Commentary

November was another eventful month for Emerging Markets equities as political demonstrations and landmark listings competed for column inches. We did not participate in these and the only change we made to the portfolio was to exit Borr Drilling. Despite improving market dynamics, Borr has not met our expectations and we decided to sell based on a re-assessment of the pace and degree to which the market will recover. Another energy-related holding, Tullow Oil, fell following an announcement that its recent Guyana oil discovery contained heavy and high sulphuric content oil, thereby limiting its development value. China Unicom was again weak, despite no company-specific news while Mahindra & Mahindra reversed recent gains on a weaker-than-expected operational update. Better results and improved slippages drove a significant rebound in State Bank of India while Lundin Mining traded well into its investor day where the company laid out its operating plans for the coming years. We also enjoyed further gains in Atlantic Sapphire, which continues to draw interest from a broadening investor base and insider buying. We continue to optimise our portfolio construction in line with our stated guiderails. As a result, the portfolio now consists of 45 attractively valued companies, trading on 8x 2020 P&E and 1.0x current P&B.

The fund selects low-priced, high-quality companies, mainly in emerging economies.

The objective is to provide the best possible risk adjusted return.

The fund is suitable for those with at least a five year investment horizon.

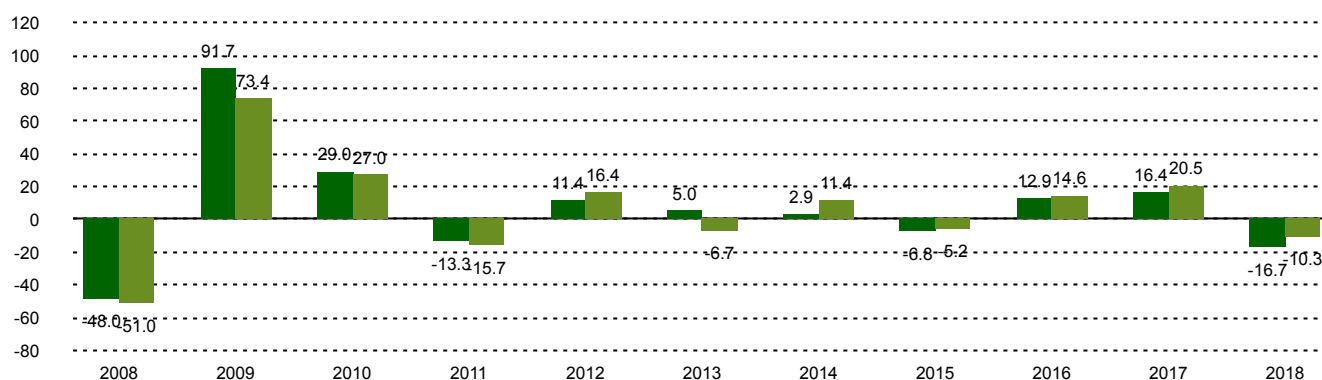
Historical performance (net of fees)

Period	SKAGEN Kon-Tiki A	Benchmark index
Last month	0.4%	1.3%
Year to date	10.1%	14.6%
Last year	5.5%	10.5%
Last 3 years	3.3%	7.7%
Last 5 years	2.0%	5.7%
Last 10 years	5.4%	6.6%
Since start	11.2%	7.5%

Fund Facts

Type	Equity
Domicile	Norway
Launch date	05.04.2002
Morningstar category	Global Emerging Markets Equity
ISIN	NO0010140502
NAV	85.83 EUR
Fixed management fee	2.00%
Total expense ratio (2018)	1.16%
Benchmark index	MSCI EM NR USD
AUM (mill.)	1717.23 EUR
Number of holdings	45
Portfolio manager	Cathrine Gether Fredrik Bjelland

Performance last ten years



■ SKAGEN Kon-Tiki A ■ MSCI EM NR USD

Please see benchmark disclaimer at bottom of next page

Contributors in the month



Largest contributors

Holding	Weight (%)	Contribution (%)
Atlantic Sapphire AS	3.20	0.42
State Bank of India	2.90	0.24
Lundin Mining Corp	0.50	0.15
Ivanhoe Mines Ltd	2.62	0.14
Sinotrans Ltd	1.69	0.10



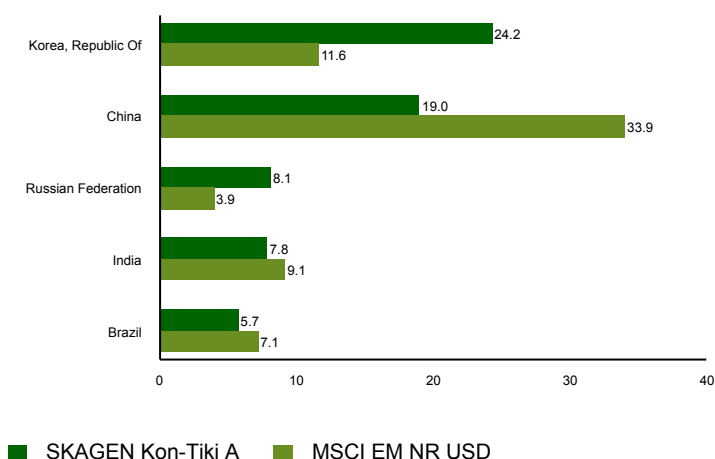
Largest detractors

Holding	Weight (%)	Contribution (%)
Tullow Oil PLC	1.11	-0.49
China Unicom Hong Kong Ltd	2.76	-0.39
Mahindra & Mahindra Ltd	2.07	-0.26
Banco do Estado do Rio Grande	1.49	-0.22
Ping An Insurance Group	6.22	-0.18

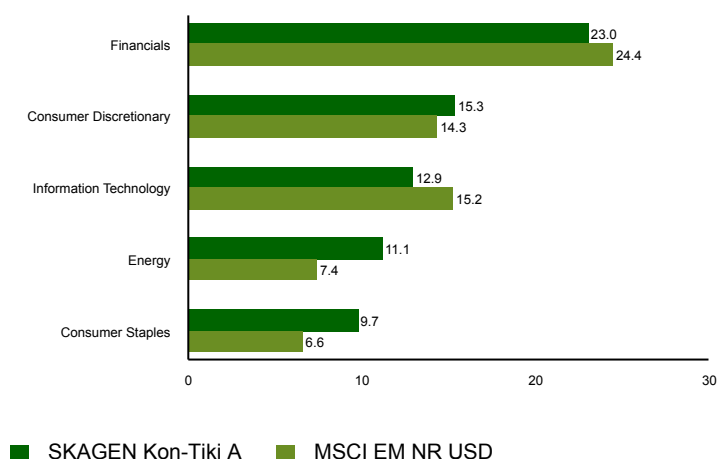
Top ten investments

Holding	Sector	Country	%
Samsung Electronics Co Ltd	Information Technology	Korea, Republic Of	8.0
Hyundai Motor Co	Consumer Discretionary	Korea, Republic Of	4.8
Ping An Insurance Group Co of China Ltd	Financials	China	4.1
Atlantic Sapphire AS	Consumer Staples	Norway	3.8
LG Electronics Inc	Consumer Discretionary	Korea, Republic Of	3.8
Royal Dutch Shell PLC	Energy	Netherlands	3.6
State Bank of India	Financials	India	3.4
Euronav NV	Energy	Belgium	3.3
Bank Of China Ltd	Financials	China	3.3
Naspers Ltd	Consumer Discretionary	South Africa	3.1
Combined weight of top 10 holdings			41.2

Country exposure (top five)



Sector exposure (top five)



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Important information

Unless otherwise stated, performance data relates to class A units and is net of fees. AUM data as of the end of the previous month. Historical returns are no guarantee for future returns. Future returns will depend, inter alia, on market developments, the fund manager's skills, the fund's risk profile and subscription and management fees. The return may become negative as a result of negative price developments. You can find more information including subscription/redemption forms, full prospectus, Key Investor Information Documents (KIID), General Commercial Terms, Annual Reports and Monthly Reports from our local websites or branch office. Statements reflect the portfolio managers' viewpoint at a given time, and this viewpoint may be changed without notice. This report should not be perceived as an offer or recommendation to buy or sell financial instruments. SKAGEN AS does not assume responsibility for direct or indirect loss or expenses incurred through use or understanding of this report. Employees of SKAGEN AS may be owners of securities issued by companies that are either referred to in this report or are part of a fund's portfolio.

The benchmark index is the MSCI EM Index (net total return), this index did not exist at the inception of the fund and consequently the benchmark index prior to 1/1/2004 was the MSCI World AC Index. This is not reflected in the table/graph above which shows the MSCI EM Index since the funds inception.

