MARKETING COMMUNICATION

June 2026

Arctic Nordic Corporate Bond

High returns from investment in the Nordic high yield market

Investment Manager Report

ARCTIC
ASSET MANAGEMENT

ARCTIC NORDIC CORPORATE BOND

June 2026

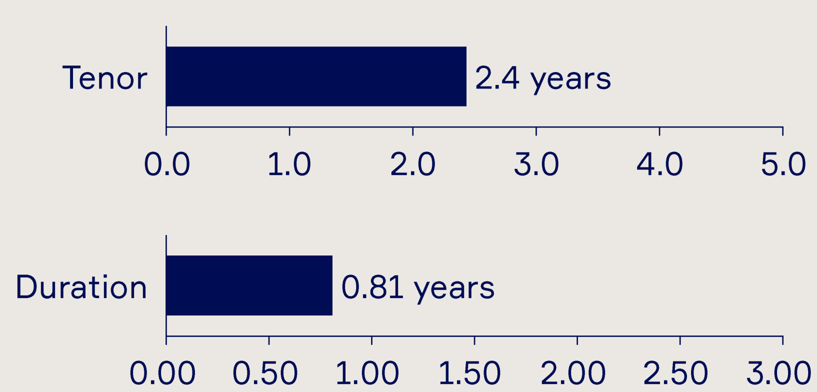
ABOUT THE FUND

Arctic Nordic Corporate Bond is an actively managed high yield bond fund investing in Nordic high yield bonds issued by companies in the lower high-yield risk segment. Through “craftsmanship'” we aim to generate a good risk-adjusted absolute return over time.

The fund has a well-diversified portfolio and is considered a good alternative for investors seeking higher return than liquidity funds, but with lower risk than equity funds.

8.8%

Running yield



AUM	NOK 6,585 m
Start date	15.11.2010
Reference index	N/A
Fund type	Fixed Income Fund (UCITS)
SFDR	Article 8
PRIIP Risk Class (1-7)	2
Portfolio managers	Cathrine Foyn
	Trond Tømmerås
	Vegard Kjølhamar

FUND COMMENTS

Arctic Nordic Corporate Bond returned 0.81% in June and 4.22% year-to-date.

DNB Markets Nordic HY Index returned 0.6% for the month, driven by positive carry, and 3.8% so far this year. The European and US HY indices returned 0.3% and 0.6% respectively for the month, and 1.2% and 1.4% so far this year.

June was characterized by a continued improvement in market sentiment, supported by a provisional agreement between the US and Iran, a partial reopening of the Strait of Hormuz and strong global equity markets. Credit spreads for high-yield bonds in the eurozone narrowed by 14 bps, whilst those in the US and the Nordic region widened by 6 and 11 bps respectively; in the Nordic region, this was mainly due to index rebalancing. Norges Bank kept its key interest rate unchanged at its June meeting, and the 3-month Nibor also remained unchanged for the month at 4.56%.

Activity in the primary market remained high in June, and the total volume for the first half of the year set a new record. Although Nordic issuers were active in the market, issuance activity was largely driven by international borrowers, and volumes in NOK remained limited. We participated in issues by Qflow Group, Grieg Seafood, NOBA Bank Group, Swipbox, Staycity Group, Ekornes QM Holding and Attica Exploration.

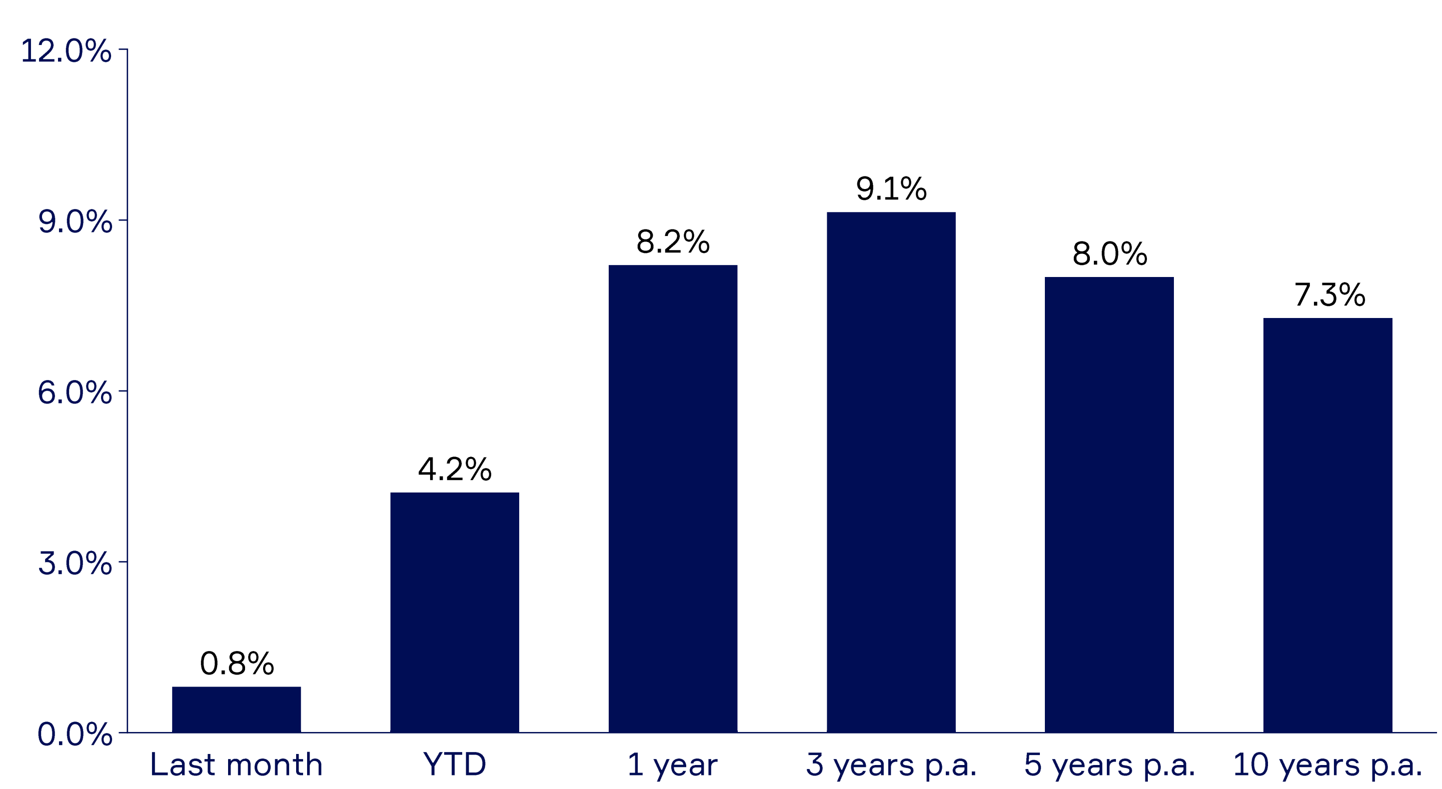
In June, Qflow tap'd its 2028 bond, raising a further SEK400m at approximately +480 bps, to be used for further acquisitions. Qflow is a specialised Nordic technical consultancy group with 34 wholly-owned subsidiaries in the construction, testing and inspection sectors. The operating model is decentralised, with the subsidiaries retaining responsibility for day-to-day operations and local customer relations, whilst the group provides support with recruitment, leadership development, M&A and cross-selling. Consulting engineers have faced headwinds due to a slower property market since interest rates rose. Nevertheless, we believe this will prove to be a stable business in which Qflow is well-positioned to achieve high margins and strong profitability.

The portfolio remains well positioned, with balanced exposure across credit segments and sectors. This enables the fund to capitalise on current returns whilst also benefiting from selective spread opportunities. In a market that remains supportive, though not without risk, the fund maintains its focus on disciplined credit selection and broad diversification within the Nordic high-yield market.

The current yield of the fund was 8.8% at the end of June.

HIGH RETURNS FROM INVESTMENTS IN THE NORDIC HIGH YIELD MARKET

Return p.a.

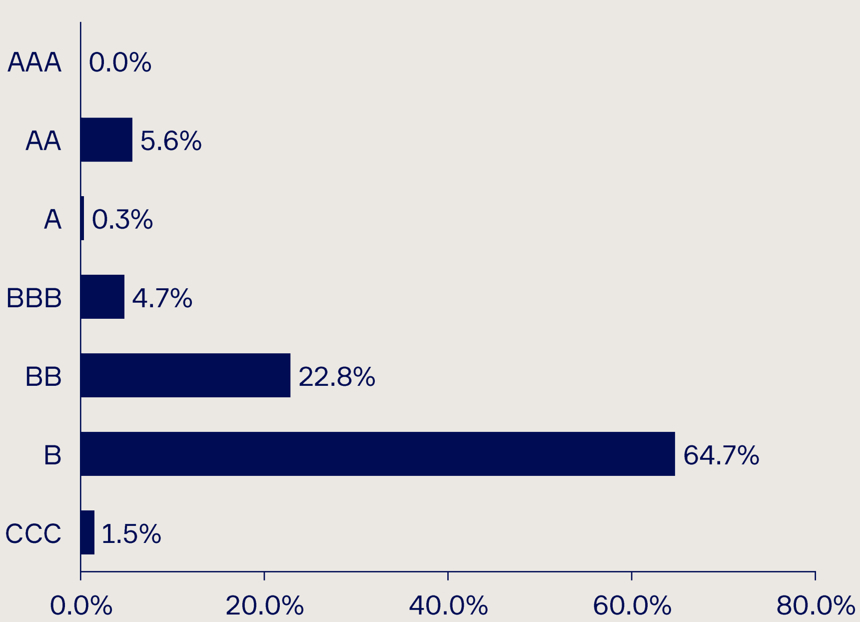


ARCTIC NORDIC CORPORATE BOND
Fund Information

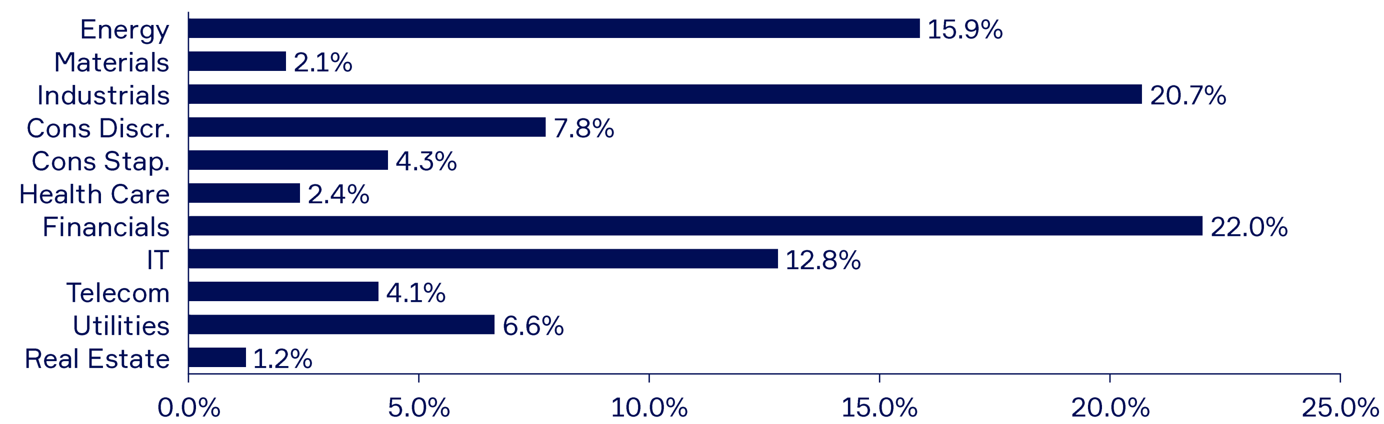
FUND COMPOSITION

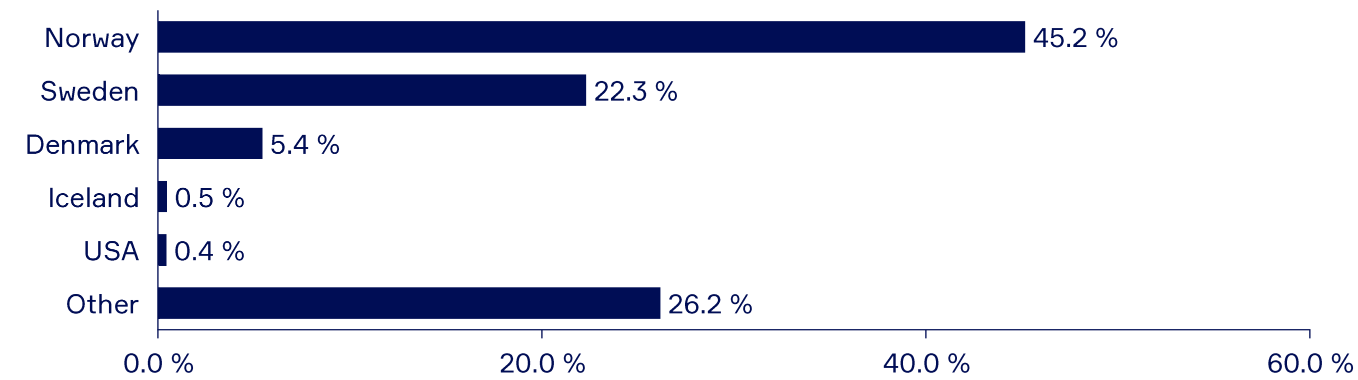
10 largest positions	
Scatec ASA	3.0 %
Stolt-Nielsen Limited	2.8 %
Snowball Software Group AS	2.4 %
Verve Group SE	2.1 %
DNO ASA	2.1 %
Norske Skog ASA	2.1 %
Okea AS	2.0 %
B2 Impact ASA	2.0 %
XPartners Samhällsbyggnad AB	2.0 %
Multitude SE	1.9 %

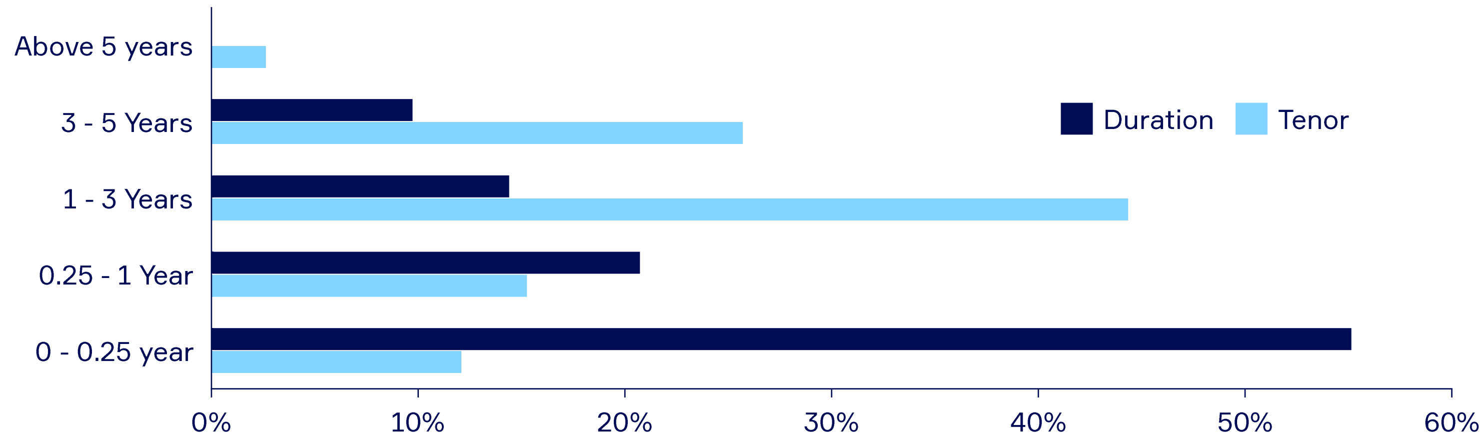
INTERNAL CREDIT SCORE



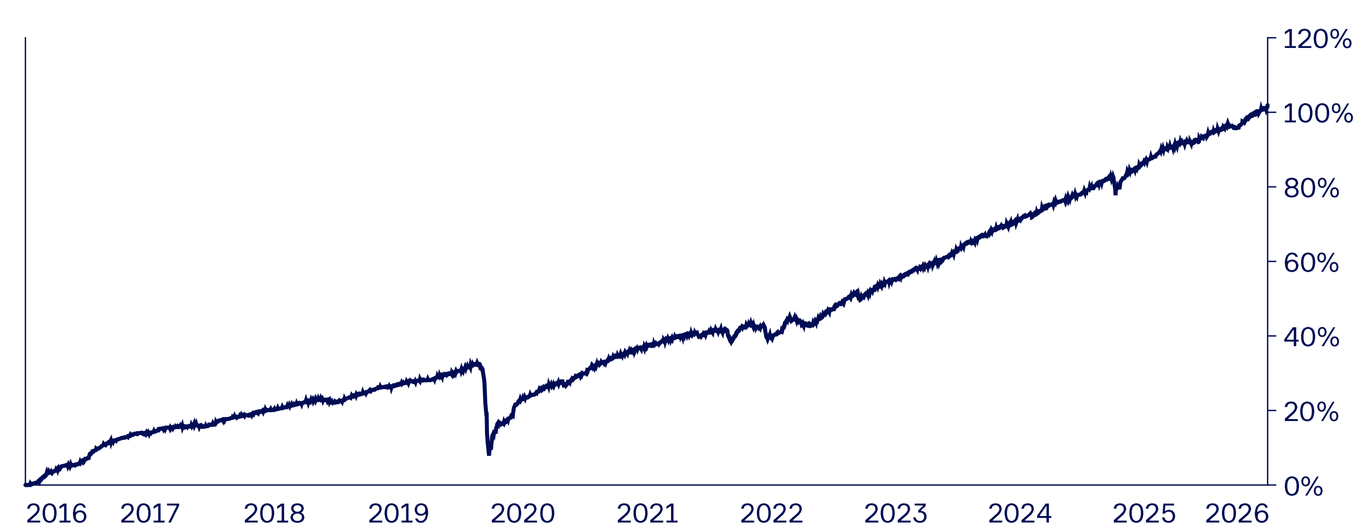
PORFOLIO DISTRIBUTIONS







FUND PERFORMANCE – CLASS B NOK



HISTORICAL MONTHLY RETURN SINCE 2018	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2026	0.64%	0.75%	-0.32%	1.36%	0.92%	0.81%							4.22%
2025	0.74%	1.02%	0.60%	-0.14%	1.28%	1.08%	0.78%	1.22%	0.32%	0.42%	0.41%	0.61%	8.67%
2024	1.41%	0.78%	0.46%	1.02%	0.82%	0.43%	1.02%	0.38%	1.00%	0.57%	0.54%	0.67%	9.50%
2023	1.19%	1.50%	-0.17%	0.93%	1.36%	0.59%	0.85%	1.04%	0.35%	0.77%	0.75%	1.00%	10.63%
2022	0.21%	-1.26%	1.56%	0.99%	-0.44%	-2.02%	1.12%	2.16%	-0.66%	0.06%	1.48%	1.27%	4.46%
2021	1.54%	0.86%	0.99%	0.73%	0.82%	0.69%	0.33%	0.77%	0.74%	0.38%	-0.36%	0.66%	8.44%
2020	0.98%	-0.44%	-15.44%	4.81%	2.04%	3.56%	1.02%	1.32%	0.83%	0.04%	1.40%	0.93%	-0.52%
2019	0.83%	0.86%	0.44%	0.86%	0.27%	0.59%	0.29%	0.53%	0.12%	0.83%	0.41%	0.63%	6.87%

ARCTIC NORDIC CORPORATE BOND

CLASS R EUR HEDGED

June 2026

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7,5%

Running yield

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The current yield of the fund was 7.5% at the end of June.

HIGH RETURNS FROM INVESTMENTS IN THE NORDIC HIGH YIELD MARKET

Return p.a.

ARCTIC NORDIC CORPORATE BOND

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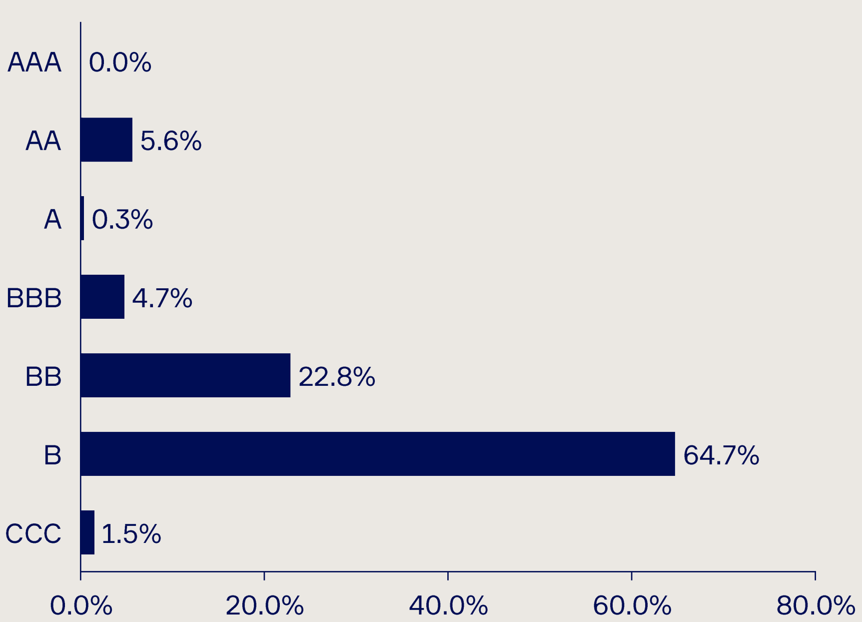
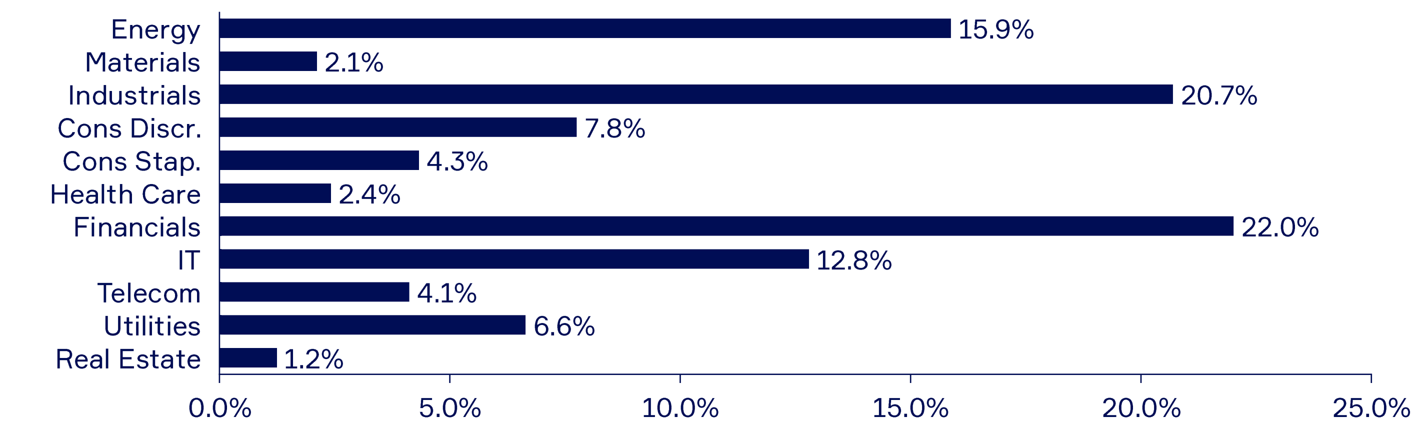
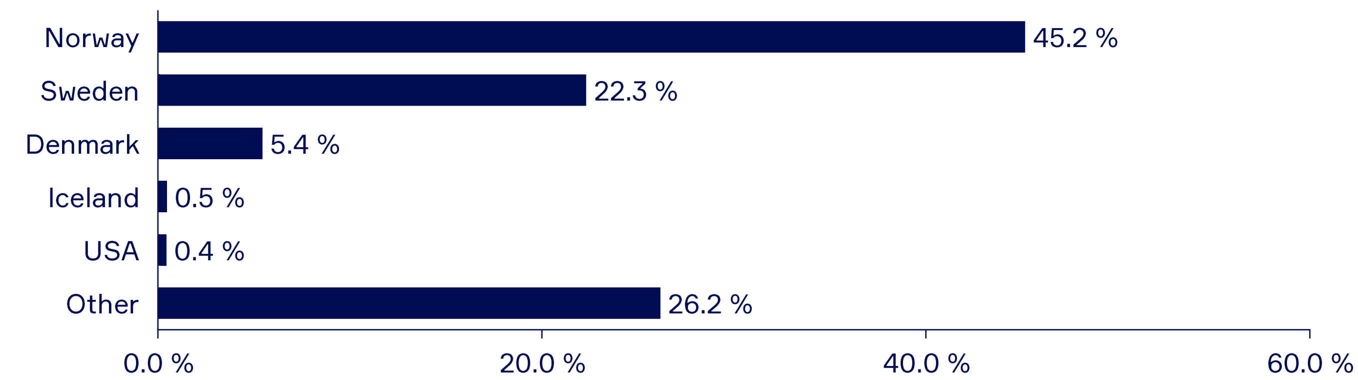
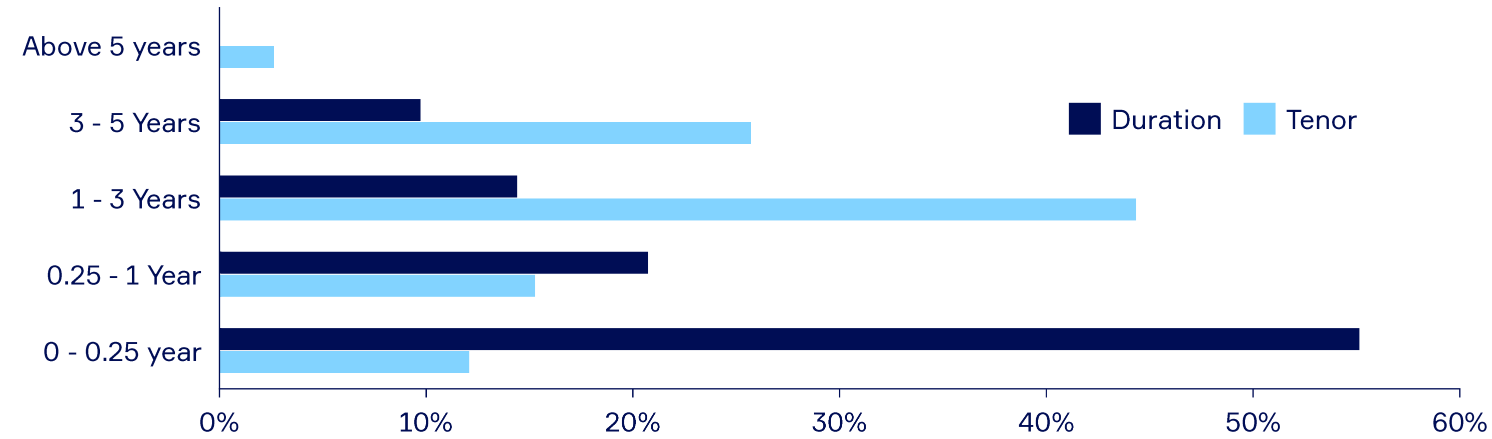
INTERNAL CREDIT SCORE



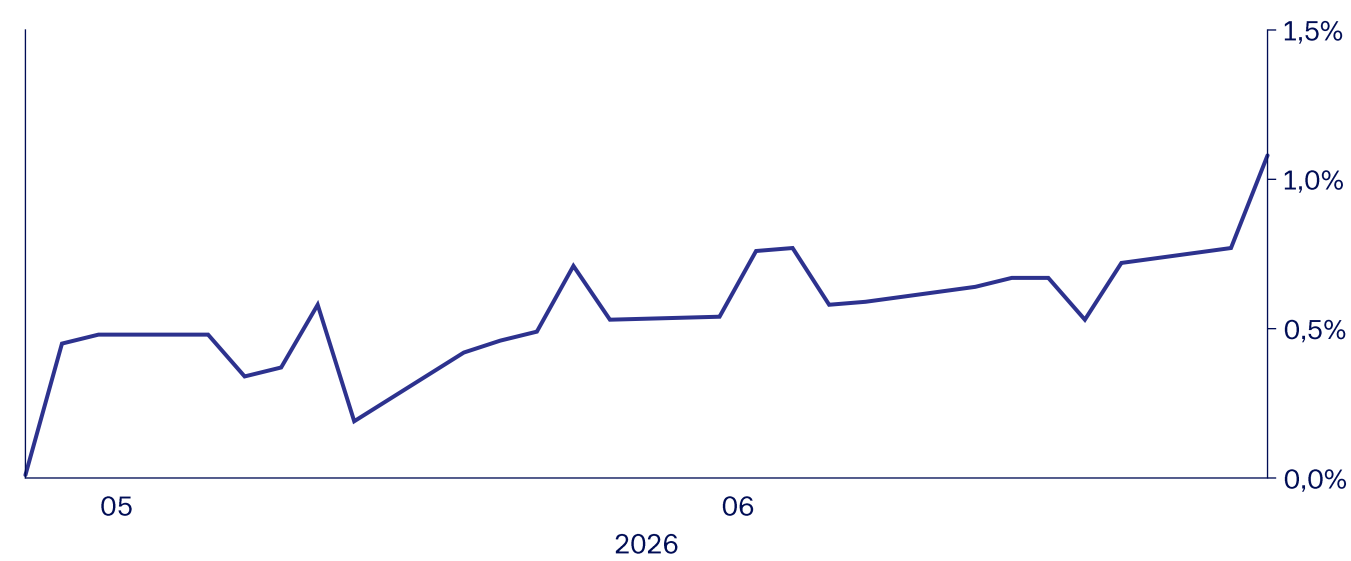
PORFOLIO DISTRIBUTIONS







FUND PERFORMANCE – CLASS R EUR HEDGED



HISTORICAL MONTHLY RETURN SINCE 2026													
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2026						0.60%							0.60%

ARCTIC FUNDS PLC
Disclosures

Regulatory information:

Central Bank of Ireland (CBI) is the regulating authority for Arctic Funds plc.

Waystone Fund Management (IE) Limited is acting as Management Company for Arctic Funds plc.

The Management Company may decide to terminate the arrangements made for the marketing of the Sub-Funds in accordance with Article 93 of Directive 2009/65/EC.

Summary of investor rights:

https://www.waystone.com/wp-content/uploads/2021/08/Waystone-Fund-Management-IE-Limited-Summary-of-Investor-Rights-August-2021-08-09.pdf

For fund documentation, please follow the links:

Arctic Return:
https://arctic.com/services/asset-management/nordic-fixed-income/ar/fund-documents

Arctic Nordic Corporate Bond:
https://arctic.com/services/asset-management/nordic-fixed-income/arctic-nordic-corporate-bond/fund-documents

Arctic Nordic Investment Grade:
https://arctic.com/services/asset-management/nordic-fixed-income/arctic-nordic-investment-grade/fund-documents

Arctic Nordic Equities:
https://arctic.com/services/asset-management/nordic-and-norwegian-equities/arctic-nordic-equities/fund-documents

Arctic Norwegian Value Creation:
https://arctic.com/services/asset-management/nordic-and-norwegian-equities/arctic-norwegian-value-creation/fund-documents

Arctic Norwegian Equities:
https://arctic.com/services/asset-management/nordic-and-norwegian-equities/arctic-norwegian-equities/fund-documents

Arctic Aurora LifeScience:
https://arctic.com/services/asset-management/global-life-science/arctic-aurora-lifescience/fund-documents

Arctic Global Select:
https://arctic.com/services/asset-management/global-equities/ags/fund-documents

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