

Evli Target Maturity Nordic Bond 2023 B

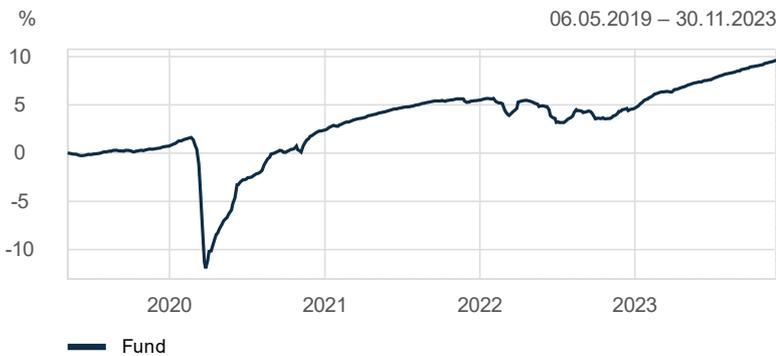
Fixed-period fund that invests in Nordic corporate bonds.

FUND MANAGER'S COMMENT

Markets reacted positively to the decline in inflation figures. In Europe, economic growth is slowing and inflation seems to be coming down quickly. This would allow the ECB to cut rates faster in the future. Currently, markets are anticipating the first rate cut as soon as March. Overall, during 2024, total rate cuts are expected to be around 1.25 percentage points. Interest rates fell sharply across the entire curve. Central banks in the Nordic countries are also anticipated to be nearing peak rates, and inflation is on a downward trend. Nordic bonds usually have floating rates, and even those with fixed rates have relatively short terms, so the interest rate sensitivity is not very high.

The fund's return in November was +0.40% (B series). The fund's portfolio is comprised of very short-term investments, which provided a steady return. Since September, redemptions from the fund can be made without a redemption fee. The fund is set to merge into the Evli Nordic Corporate Bond fund. The yield level of the fund was around 4.49%.

PERFORMANCE SINCE START



Past performance is no guarantee of future returns.

PERFORMANCE, %

	Fund
Year-to-Date	4.84
1 Month	0.40
3 Months	1.08
6 Months	2.22
1 Year	5.08
3 Years, annualized return	2.53
Since Launch (6.5.2019)	9.68
Since Launch, annualized return	2.04
2022	-0.82
2021	3.03
2020	1.64

BASIC INFORMATION

Fund Manager	Jani Kurppa, Juhamatti Pukka
Benchmark	Fund has no benchmark
ISIN	FI4000363999
Fund Starting Date	6.5.2019
Morningstar Fund Category™	EAA Fund Fixed Term Bond
Morningstar Rating™	-
SFDR	Article 8
Responsibility Score	AA
Carbon Footprint (t CO2e/\$M sales)	67
Subscription Fee, %	-
Redemption Fee, %	-
Management and Custody Fee p.a., %	0.85
Performance Fee, %	-
UCITS	Yes

RISK AND REWARD PROFILE

Lower risk Typically lower rewards Higher risk Typically higher rewards



Read more about the fund risks and calculating the risk category from the Key Investor Document (KID).

RECOMMENDED INVESTMENT HORIZON

until December 31, 2023

KEY FIGURES, 12 MONTHS

	Fund
NAV per B Unit, EUR	109.680
Fund Size, EUR million	37.68
Volatility, %	0.49
Sharpe Ratio	4.20
TER, %	0.85
Portfolio Turnover	1.21
Modified Duration	0.13
Yield (YTM), %	4.49
YTW, %	4.48
Avg. Rating	BBB-

RESPONSIBILITY SCORES

The Fund's responsibility scores are an assessment of the Fund's holdings from a responsibility perspective. The Fund's rating scale from best to worst is AAA, AA, A, BBB, BB, B and CCC. The ESG ratings distribution of the Fund's holdings are based on MSCI's analysis. MSCI is an independent ESG research provider offering a comprehensive global database.

Responsibility Score	AA	Excellent (AAA)
Environment	A	Very Good (AA)
Social	BBB	Good (A)
Governance	A	Average (BBB)
Coverage of the Analysis (%)	46	Satisfactory (BB)
		Weak (B)
		Very Weak (CCC)

ESG means factors related to Environmental, Social and Governance issues.

ESG Rating: companies are analysed and measured by how well they manage key risks and opportunities arising from ESG factors. The assessment is done within the industry.

Responsibility Score: based on MSCI's methodology and taking into account the market value-weighted average of the fund's individual companies' ESG ratings.

CARBON FOOTPRINT

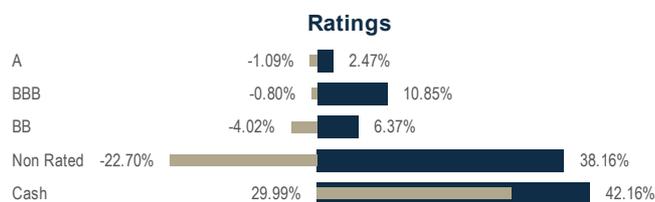
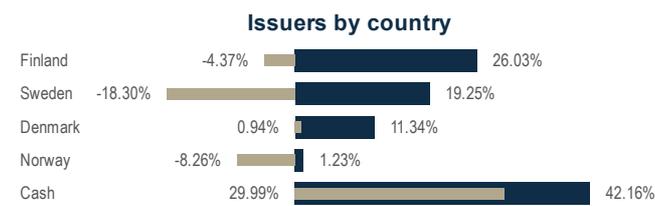
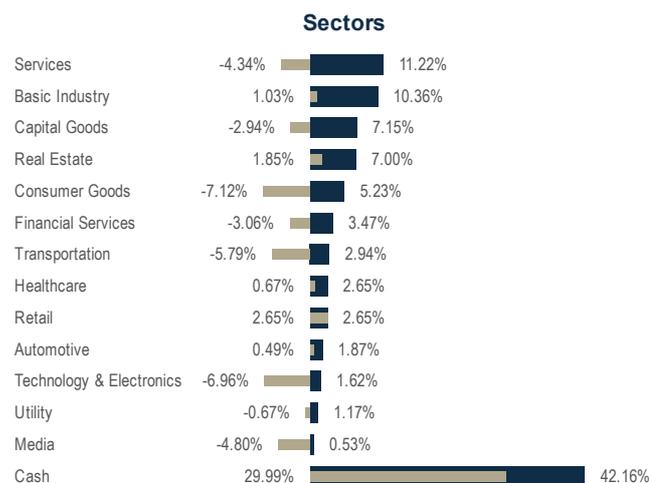
Evli uses weighted average carbon intensity to measure the carbon footprint according to the recommendations of the Task Force on Climate-related Financial Disclosures (TCFD). According to MSCI's analysis, the weighted average carbon intensity is categorized as following Very Low (0 to <15), Low (15 to <70), Moderate (70 to <250), High (250 to <525), and Very High (>=525).

Carbon Footprint	67 (t CO2e/\$M sales)
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[Read more about Fund's responsibility from its ESG-report >](#)

PORTFOLIO STRUCTURE

■ Weight
■ Change 3 months



10 LARGEST INVESTMENTS

Investment	%
Cargotec Oyj 28.03.2024 2.375% Callable Fixed	4.04
Kemira Oy 30.5.2024 1.75% Callable Fixed	3.99
Sagax Ab 17.1.2024 2% Callable Fixed	3.85
Af Poyry Ab 27.6.2024 1.928% At Maturity Floating	3.78
Coor Service 20.3.2024 2.243% At Maturity Floating	3.31
Sato-Oyj 31.5.2024 1.375% Callable Fixed	3.18
Yritystodistus UPM-Kymmene Oyj 04.12.2023	2.67
Yritystodistus Ahlstrom Oyj 04.12.2023	2.67
Yritystodistus RAMIRENT OYJ 04.12.2023	2.67
Yritystodistus Rapala VMC Oyj 04.12.2023	2.67

10 LARGEST ISSUERS

Issuer	%
CARGOTEC OYJ	4.04
KEMIRA OYJ	3.99
Sagax AB	3.85
AFRY AB	3.78
Coor Service Management Holding AB	3.31
SATO OYJ	3.18
UPM-KYMMENE OYJ	2.67
SpA Holdings 3 Oy	2.67
RAMIRENT OYJ	2.67
RAPALA VMC OYJ	2.67

SHARE CLASS INFORMATION

Share Class	A	B	CA	CB	IA	IB	ASEK	BSEK
Launch Date	6.5.2019	6.5.2019	6.5.2019	6.5.2019	6.5.2019	6.5.2019	6.5.2019	6.5.2019
Currency	EUR	EUR	EUR	EUR	EUR	EUR	SEK	SEK
NAV 30.11.2023	97.067	109.680	98.072	110.940	98.870	111.704	977.126	1,109.023
Management and Custody Fee per Year, %	0.85	0.85	0.60	0.60	0.45	0.45	0.85	0.85
TER per Year, %	0.85	0.85	0.60	0.60	0.45	0.45	0.85	0.85
Sales Registration	FI,ES,DE	FI,ES,DE	FI,ES,DE	FI,ES	FI,ES,DE	FI,ES,DE	FI,SE	FI,SE
ISIN	FI4000363981	FI4000363999	FI4000364021	FI4000364039	FI4000364005	FI4000364013	FI4000369764	FI4000369772
Bloomberg	EVTM23A FH	EVTM23B FH	EVT23CA FH	EVT23CB FH	EVT23IA FH	EVT23IB FH	EVT23AS FH	EVT23BS FH
WKN	A2PHGJ	A2PHGL	A2PKWA	-	A2PHGK	A2PHGM	-	-
Clean Share	No	No	Yes	Yes	Yes	Yes	No	No
Minimum Investment	5,000	1,000	5,000	1,000	10,000,000	10,000,000	10,000	10,000
Profit Distribution	Annually	Accumulated	Annually	Accumulated	Annually	Accumulated	Annually	Accumulated
Target Investor	Retail	Retail	Retail	Retail	Institutional	Institutional	Retail	Retail

DICTIONARY

Alpha describes the effect of the portfolio manager's investment choices on the fund's return compared with the return of an index portfolio with corresponding market risk, i.e. the additional returns obtained by the fund in relation to its market risk.

Beta describes the sensitivity of the fund's value to changes in the benchmark index. If the value of the benchmark index changes by one percent, the expected change in the fund's value is beta x 1 percent. On average, the fund's value will change more than the value of the benchmark index if the beta value is greater than 1. A beta value less than 1 indicates the opposite, i.e. that the fund's value will change less than the benchmark value.

Carbon Footprint Evli uses weighted average carbon intensity to measure the carbon footprint according to the recommendations of the Task Force on Climate-related Financial Disclosures (TCFD). The fund's holdings' carbon intensity figures are based on the emissions figures produced by MSCI.

Duration measures the average repayment term (in years) of a fixed income instrument. Modified duration indicates the price sensitivity of a fixed income security to changes in interest rates. The higher the duration number, the greater the interest rate risk of the fund portfolio.

Information Ratio describes the long-term ability of a portfolio manager to add value through active portfolio management. If the Information Ratio is zero, the long-term return of the fund equals that of the benchmark index. In practice this means that the fund has outperformed the benchmark index, on average, for five years out of ten. The higher the Information Ratio, the greater the probability that the fund will outperform its benchmark. With an IR of 0.5 the fund has outperformed the benchmark, on average, in seven years out of ten, and with an IR of 1.0 in 8.5 years out of ten.

OAS describes average credit spread to similar maturity government bonds in basis points (0.01 percentage points). Measures the excess yield of corporate bonds to risk free rate.

Portfolio Turnover is a measure of the length of time that a security remains in a portfolio during a given period. The portfolio turnover rate is calculated by subtracting the sum of subscriptions and redemptions of fund units (EUR S+T) from the sum of the securities bought and sold by the fund (EUR X+Y). The turnover is the abovementioned difference divided by the average market value of the fund, which has been calculated from the daily market values over the past 12 months. For example, if all assets have been sold and bought once it would equal to a turnover rate of 1. Portfolio turnover rate = $((X + Y) - (S + T)) / M \times 100 / 2$, where X = Securities bought, Y = Securities sold, S = Fund's fund units issued / subscribed, T = Fund's fund units cancelled / redeemed, M = Average total value of net assets.

R2 (R-squared) describes the extent to which the fund's performance is dependent on the performance of the benchmark index. R-squared is the square of the correlation coefficient.

SFDR In accordance with the Sustainable Finance Disclosure Regulation (SFDR), article 8 funds promote sustainability factors among other features, and article 9 funds aim to make sustainable investments. Other funds address only sustainability risks in their investment decisions (article 6 funds).

Sharpe Ratio indicates the size of return relative to risk taken. The Sharpe ratio measures the fund's return (with volatility of one percent) in excess of a risk-free return. The higher the Sharpe ratio, the more favorable the relationship between return and risk.

TER (Total Expense Ratio) is a measure of a fund's total expenses in relation to its average assets and is expressed as an annualized percentage. The expenses include all the fund's management and custody fees and any profit-related fees. Securities commissions are excluded. $TER = A + B + C + D$, where A = Management fee charged from the fund's assets, B = Custodian fee that may be charged separately from the fund's assets, C = Account maintenance and other bank charges that may be charged from the fund's assets, D = Any other fees which, according to the fund's rules, are charged directly from the fund's assets. As a rule, funds registered in Finland do not make such charges on top of trading fees.

Tracking Error indicates the risk of active portfolio management in relation to the risk of the benchmark index. The higher the number, the more the fund's performance differs from the benchmark's performance. If the tracking error is 5%, the fund's return will deviate in about two years out of three $\pm 5\%$ of the benchmark's return. The tracking error is zero if the relative weights of the fund's investments are exactly the same as in the benchmark index. Tracking error increases if investment weights are changed relative to the weights of the benchmark index.

Volatility is a risk measure generally used in financial markets. It reflects variability in the return of an investment or a portfolio. The higher the volatility, the greater the variability in return and the risk involved. If the fund's expected return is 12% and the volatility is 20%, then the fund's return for two years out of three is $12 \pm 20\%$, that is, between -8% and +32%. Volatility is calculated on the basis of the standard deviation of weekly returns and expressed as an annual percentage.

Yield (YTM) Estimated annual rate of return to maturity (yield to maturity).

YTW Lowest estimated annual rate of return, if bonds are callable before maturity date (yield to worst).

BASIC INFORMATION

Domicile	Finland
Trade Frequency	Daily
Clearing Time	Trade Date + 2
Cut Off Time	14:00 EET (Trade date)
Currency	EUR
Custodian	Skandinaviska Enskilda Banken AB (publ) Helsinki branch
Auditor	Ernst & Young
NAV Calculation, Fund Registry Keeper and Fund Management Company	Evli Fund Management Company Ltd
GIPS Compliant	Yes
Orders In	Shares or currency

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Sources of data: Evli, MSCI, Morningstar, Bloomberg.

Morningstar

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MSCI ESG Research

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