

Performance Commentary

October was another month of elevated market volatility. While painful in the short term, this is good news for us over the longer term; volatility increases activists' ability to become a catalyst for positive change at our portfolio companies.

General Motors and Ericsson were the largest positive contributors in October. When we entered into Ericsson last year, this was due to a combination of a deeply undervalued business and the right activist being in the right place. Since then, the activist has turned up the heat in the boardroom and the investment case has developed faster than anticipated. Following a string of good results, the share recently closed in on our target price. We have therefore reduced our stake materially and redeployed capital into new situations. Teikoku Sen-I and ThyssenKrupp were the main detractors. Teikoku is one of Insight's largest positive contributors year-to-date but gave up some of these gains as investors took profit in the wake of elevated market volatility. However, our investment case remains intact and we look forward to the upcoming proxy season when pressure on the company to implement value-accretive changes will increase further. Insight has a portfolio of deeply undervalued and underappreciated companies where fundamental trends are moving in the right direction and activists are increasingly becoming the catalyst for positive change.

SKAGEN Insight invests in a diversified and actively managed portfolio of companies exposed to some of the most attractive activist campaigns globally. Activists seek to unlock value by urging companies to make improvements. SKAGEN Insight "shadows" activists by investing in these companies. 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.

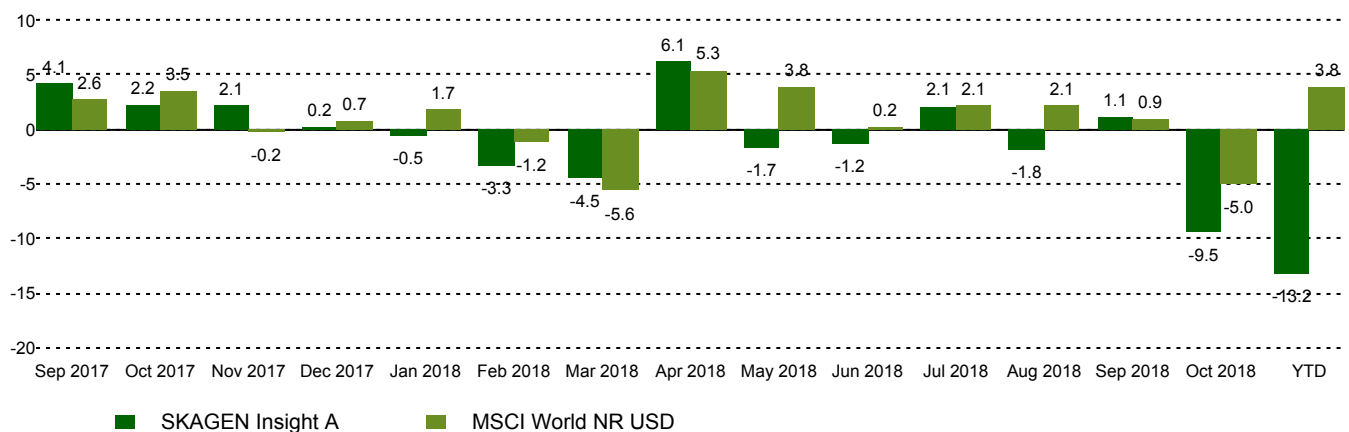
Historical performance (net of fees)

Period	SKAGEN Insight A	Benchmark index
Last month	-9.5%	-5.0%
Last 2 months	-8.5%	-4.2%
Last 3 months	-10.2%	-2.1%
Year to date	-13.2%	3.8%
Since start	-4.0%	9.9%

Fund Facts

Type	Equity
Domicile	Norway
Launch date	21.08.2017
Morningstar category	Global Large-Cap Blend Equity
ISIN	NO0010801558
NAV	10.22 EUR
Fixed management fee	1.5%
Total expense ratio (2017)	1.50%
Benchmark index	MSCI World NR USD
AUM (mill.)	26.92 EUR
Number of holdings	33
Portfolio manager	Tomas Johansson

Monthly performance



Contributors in the month

Largest contributors

Holding	Weight (%)	Contribution (%)
General Motors Co	1.79	0.21
Ericsson	2.11	0.10
Stock Spirits Group PLC	2.31	0.07
Perrigo Co PLC	2.14	0.06
Dai-ichi Life Holdings Inc	2.31	0.02

Largest detractors

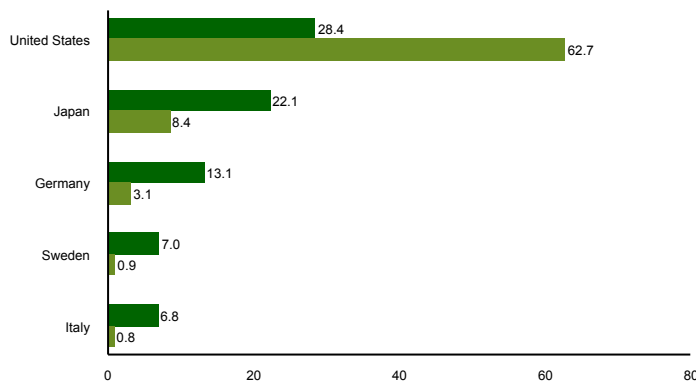
Holding	Weight (%)	Contribution (%)
Teikoku Sen-I Co Ltd	6.93	-1.03
thyssenkrupp AG	7.44	-1.00
Armstrong Flooring Inc	5.81	-0.67
Hertz Global Holdings Inc	4.94	-0.63
Maxell Holdings Ltd	3.40	-0.57

Absolute contribution based on NOK returns at fund level

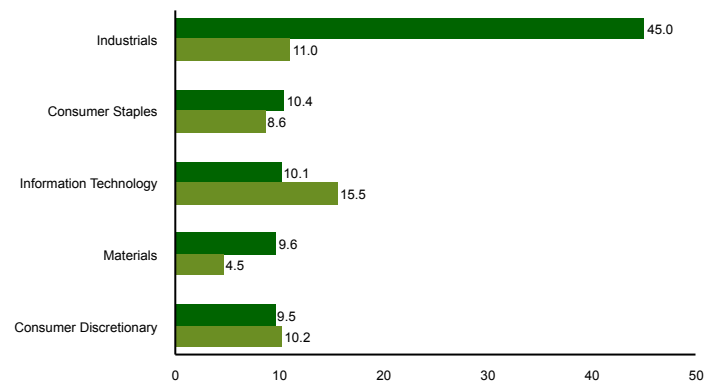
Top ten investments

Holding	Sector	Country	%
thyssenkrupp	Materials	Germany	7.5
Teikoku Sen-I Co	Industrials	Japan	7.0
Armstrong Flooring	Industrials	United States	5.8
Eltel	Industrials	Sweden	5.3
Hertz Global Holdings	Industrials	United States	4.8
Rexel	Industrials	France	4.4
Telecom Italia Spa	Communication Services	Italy	4.4
Seven & i Holdings	Consumer Staples	Japan	4.0
Hudson's Bay Co	Consumer Discretionary	Canada	3.7
Katakura Industries Co Ltd	Industrials	Japan	3.4
Combined weight of top 10 holdings			50.3

Country exposure (top five)



Sector exposure (top five)



■ SKAGEN Insight A ■ MSCI World NR USD

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Contact



+47 51 80 37 09



contact@skagenfunds.com



SKAGEN AS, Post Box 160, 4001, Stavanger, Norway

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