ODIN Sustainable Corporate Bond 30/11/2025

The fund has unit classes in SEK, NOK, and EUR: A, B, C, D, and E

MANAGER COMMENT

ODIN Sustainable Corporate Bond delivered a positive return, slightly lagging behind its benchmark index last month.

German and US long-term interest rates moved in opposite directions in November – as they have throughout the year. The German 10-year government bond yield rose by six basis points to 2.7 percent, while the US equivalent fell by six basis points to 4.1 percent.

The reopening of the US government allows the Federal Reserve (Fed) to once again access key macroeconomic indicators used to assess monetary policy. However, the data does not necessarily provide a clear conclusion, and expectations for the outcome of the Fed's December meeting fluctuated significantly during the month. By the end of November, market pricing implied more than an 80 percent probability of another US rate cut in 2025. In the eurozone, the market expects that the rate floor has been reached, with the policy rate likely to remain at 2 percent for some time.

November was a month of high activity in credit markets – in fact, the most active month ever in terms of new issuance in the euro market. The Nordic market also saw strong issuance activity, both in investment grade and high yield, with several large transactions coming to market. Regarding credit spreads, we observed some tightening in the European credit market, while changes in the Nordics were relatively minor.

Five New Investments in November

ODIN Sustainable Corporate Bond made five new investments in November, three of which were issuers already represented in the fund:

- **Securitas**, contributing to the fund's sustainability goal of "low carbon footprint"
- **PostNord**, supporting "sustainable transport and infrastructure"
- **Schneider Electric**, contributing to "renewable energy and energy efficiency"

In addition, the fund invested in new green bonds issued by Germany's second-largest bank, **DZ Bank**, and by the Swedish-based steel company **SSAB**. DZ Bank's green bonds are earmarked for projects supporting climate-friendly transition, with typical financing areas including renewable energy (particularly onshore and offshore wind projects), energy efficiency, sustainable buildings, and infrastructure related to renewable energy and electricity grids.

For SSAB, proceeds from its green bond will finance the company's transformation towards fossil-free steel production. In addition to reducing carbon dioxide emissions, the transition to new steel production technology will result in significantly lower emissions of sulphur dioxide and nitrogen oxides. These two new green bonds contribute to the fund's sustainability goals of "renewable energy and energy efficiency" and "low carbon footprint."

Portfolio Managers:

Nils Hast

Mariann Stoltenberg Lind

Why Invest in the Fund?

ODIN Sustainable Corporate Bond is an actively managed bond fund aimed at delivering strong risk-adjusted returns through sustainable investments. The fund primarily invests in bonds issued by Nordic and European companies that contribute positively to one or more of seven selected sustainability themes.

The fund invests in medium-term interest-bearing securities, and its duration will range between 0–5 years. The value of the fund units may fluctuate, but the expected return and risk will be lower than for balanced funds and equity funds. ODIN Sustainable Corporate Bond is a fixed income fund suitable for an investment horizon of 1–2 years or longer.

How is the Fund Positioned?

The fund invests in fixed income instruments, mainly bonds issued by Nordic and European companies. The fund may only invest in securities with a minimum credit rating of BBB- (Investment Grade) or equivalent at the time of investment.

The fund reports in accordance with Article 9 of the SFDR and companies or bonds the fund invests in must meet the fund's sustainability criteria.