

**Annual report including audited financial statements  
as at 31st December 2020**

**PARETO SICAV**

Investment Company (SICAV), Luxembourg

R.C.S. Luxembourg B152898

#### Notice

The sole legally binding basis for the purchase of shares of the Fund described in these financial statements is the latest valid sales prospectus with its terms of contract. Subscriptions are only valid if made on the basis of the current prospectus accompanied by the Key Investor Information Document ("KIID"), the latest annual report, including audited financial statements, and the most recent unaudited semi-annual report, if published thereafter.

## **PARETO SICAV**

### **Information to the German Investors**

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#### **Shares in circulation**

**The following Sub-Fund is not publicly approved for distribution in Germany :**

- **PARETO SICAV - PARETO NORDIC ALPHA**

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# **PARETO SICAV**

## **Organisation**

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### **Registered Office**

H2O building  
33, rue de Gasperich  
L-5826 Hesperange

### **Board of Directors of the Fund**

#### **Chairman**

Claude KREMER  
Independent Director  
Luxembourg  
(since 11th July 2020)

Thorleif Wegner SIMONSEN  
Independent Director  
Switzerland  
(until 10th July 2020)

#### **Directors**

Jacques DINEUR  
Independent Director  
Luxembourg  
(since 3rd July 2020)

Véronique GILLET  
Independent Director  
Luxembourg

Anna MÅBÄCK  
Independent Director  
Norway  
(until 10th July 2020)

Espen OTTERSEN  
Chief Compliance Officer  
Pareto Asset Management AS  
Norway

### **Management Company**

FundRock Management Company S.A.  
H2O building  
33, rue de Gasperich  
L-5826 Hesperange

### **Board of Directors of the Management Company**

#### **Chairman**

Michel Marcel VAREIKA  
Independent Non-Executive Director, Luxembourg

#### **Members**

Romain DENIS  
Executive Director - Managing Director  
FundRock Management Company S.A., Luxembourg

Thibault GREGOIRE  
Executive Director - Chief Financial Officer  
FundRock Management Company S.A., Luxembourg  
(since 12th February 2021)

## PARETO SICAV

### Organisation (continued)

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Eric MAY  
Non-Executive Director  
Founding Partner  
BlackFin Capital Partners, Paris  
(until 12th February 2021)

Tracey MCDERMOTT  
Independent Non-Executive Director, Luxembourg

Grégory NICOLAS  
Executive Director - Co-Managing Director  
FundRock Management Company S.A., Luxembourg  
(until 26th June 2020)

Xavier PARAIN  
Executive Director - Chief Executive Officer  
FundRock Management Company S.A., Luxembourg

Serge RAGOZIN  
Executive Director - Deputy Chief Executive Officer  
FundRock Management Company S.A., Luxembourg  
(until 12th February 2021)

#### **Depository**

Skandinaviska Enskilda Banken AB (publ) - Luxembourg Branch  
(formerly Skandinaviska Enskilda Banken S.A.)  
4, rue Peternelchen  
L-2370 Howald

#### **Administrative Agent**

FundRock Management Company S.A.  
H2O building  
33, rue de Gasperich  
L-5826 Hesperange

#### **Sub-Administrator, including Registrar and Transfer Agent**

European Fund Administration S.A.  
2, rue d'Alsace  
L-1122 Luxembourg

#### **Investment Manager and Global Distributor**

Pareto Asset Management AS  
Dronning Mauds gate 3  
P.O. Box 1810 Vika  
NO-0123 Oslo

Pareto Asset Management AS, filial Sverige  
Berzelii Park 9  
SE-10391 Stockholm

#### **"Cabinet de révision agréé"**

Deloitte Audit  
Société à responsabilité limitée  
20, boulevard de Kockelscheuer  
L-1821 Luxembourg

## **PARETO SICAV**

### **Report from the Investment Manager**

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#### **PARETO SICAV - PARETO NORDIC CORPORATE BOND (Sub-Fund in the Pareto SICAV)**

The strategy of the Sub-Fund is to invest in predominantly Nordic corporate high-yield bonds. The Sub-Fund focuses on having a well-diversified portfolio using a dynamic bottom-up approach. The Sub-Fund aims to generate a better risk-adjusted return compared with the Nordic high-yield bond market.

#### **Sub-Fund performance**

In March 2020 the world including all financial markets were severely hit by the Covid-19 pandemic. Concerns related to the effects the widespread measures taken to control the virus outbreak would have on the real economy were significant and resulted in a significant price fall for all risk assets, including the Nordic high yield market. During a period of about two weeks average bond prices were down between 20-30%. The currency market became very volatile, and particularly the Norwegian Krone weakened substantially against most other currencies. Market liquidity during this period was very challenged, and in retrospect we can argue it was one of the most challenging periods ever in the Nordic high yield market. Particularly considering the speed and magnitude of the market reactions.

PARETO SICAV - PARETO NORDIC CORPORATE BOND managed to navigate through this period in a satisfactory manner due to its conservative approach to the Nordic high yield market, its diversified portfolio and high focus on portfolio liquidity. The fund's cash balance remained at a healthy level during the entire period, all fund flows and fx related collateral requirements were managed effectively, and while the fund drawdowns were high, they were lower than market average.

Central banks and governments responded swiftly to the market turmoil with significant cuts in interest rates and quantitative easing at an unprecedented level. Markets reacted with a strong recovery in the months to come. Additionally, many of the issuers showed a strong ability to adapt its cost bases in order to protect margins and cash flows. At year end PARETO SICAV - PARETO NORDIC CORPORATE BOND had recovered most of the losses experienced in March and all share classes, except two, ended 2020 in positive return territory.

#### **Sub-Fund management**

Fund management continues its focus on thorough credit research related to each holding while at the same time maintaining a well-diversified portfolio across sectors with limited interest rate sensitivity and moderate credit duration.

Fund manager Eric von Koss Torkildsen was during 2020 promoted to Chief Executive Officer of Pareto Asset Management and is consequently no longer part of PNCB's fund management team.

Thomas Larsen joined the team as senior credit research analyst in October 2020.

#### **Outlook**

We believe the Nordic high yield market offers an attractive alternative in the current environment with a substantial yield pick-up to international high yield markets. Furthermore, the Nordic region stands out with smaller economic set-back compared to its western peers and is according to World Economic Forum considered the most promising region in charting a sustainable path out of the crisis. Main reasons for this are considered to be generous social safety nets, high level of digitization and the low public debt levels of the region.

PARETO SICAV - PARETO NORDIC CORPORATE BOND continues to have a low exposure towards the most covid-affected industries such as tourism, airlines and other service sectors dependent on social gathering. The fund has a conservative approach to the Nordic High Yield market with focus on identifying quality companies with long term viable business models and sound credit profiles. The portfolio targets broad sector diversification with limited single name exposure and balancing of liquidity against best possible relative value.

**PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND (Sub-Fund in the Pareto SICAV)**

The strategy of the Sub-Fund is to invest in global corporate bonds, with a mix of investment grade and high yield. The Sub-Fund focuses on having a well-diversified portfolio, which will endure business cycles and bouts of market volatility. The Sub-Fund has fully integrated ESG into the investment process governed by the Swan Ecolabel license and the investment teams' internal processes. In addition, the Sub-Fund may exclude further companies based on its own assessment of environmental, social and corporate governance performance.

The Sub-Fund shall not invest in companies which constitute an unacceptable risk of the Sub-Fund contributing to unethical acts or omissions. Such contributions could reduce sustainability and long-term value creation.

The Sub-Fund has a global investment universe but will invest predominantly in developed markets.

**Sub-Fund performance**

In terms of collective human tragedy, we can only be relieved that 2020 is past us and look forward to a brighter 2021. An iceberg has its greatest mass below the water surface and Covid-19 infections in February were similar, the rate of infections was far greater than almost anyone suspected or saw. Repercussions for our society are still being felt and many ways that the business world works may be reshaped forever. Looking at the marketplace it was the best of times, it was the worst of times. Economic forecasts are not designed to include a virtual shutdown of the entire global economy. US oil prices had the improbable closing price of -\$37 a barrel on April 20th. All risk markets fell drastically, especially during month of March and the corporate bond market was no exception. Credit spreads widened substantially, and the new issue market was closed. Late March turned out to be the low point of the year for both equities and credit markets. What followed was a remarkable rally lasting all the way in to end of December.

ESG is probably also one of the strongest trends in asset management and bank lending. Green bond issuance achieved all time high during 2020. We work systematically and consistently with ESG within the framework of the Nordic Swan Ecolabel license.

The Sub-Fund Class A gained 2.2 per cent in 2020. NAV ended the year at SEK 2,800 million. Net flows of the Sub-Fund ended with a negative SEK 1,040 million.

The Sub-Fund purchases bonds denominated in several different currencies. In order to protect against currency movements, the Sub-Fund uses currency hedging instruments like forwards and swaps. There are no other derivatives outstanding in the Sub-Fund.

**Sub-Fund management**

Integrating ESG in the fund name. On 16th November 2020 we received approval for renaming our Swan-labelled fixed income fund. The new name of the fund is PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND.

With this name change, we further emphasize our commitment to making sustainable investments. The impact from the pandemic overshadowed any other general economic trends during 2020. Due to the collapse in economic activity the Federal Reserve Bank sharply lowered interest rates and now large parts of the western economies have approximately zero or below zero target rates. In the near future, most major central banks will most likely pause and evaluate the development of the global economy. Credit spreads ended on a positive note after a roller coaster year. The first half exhibited sharp widening of credit spreads and diminished liquidity in the marketplace. The fund managed to cope well considering the circumstances and the rebound in the second half surpassed the drawdown from first half.

PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND (since its launch in 2015) has always utilized a systematic investment process. We exclude sectors exposed to higher risks, such as commodities, gambling, tobacco and weapons. We believe a negative screening combined with a positive screening process of sustainable companies and more defensive industries contributes to better long-term return for our clients.



## **PARETO SICAV**

### **Report from the Investment Manager (continued)**

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The Sub-Fund was very active throughout the year in both secondary and primary trading. There were many companies which issued bonds in 2020. A clear trend is greater attention to sustainability for companies in most sectors. Some notable investments were Zayo, Profine, BBVA Green AT1, Kion Group, GetLink, and Klöckner Pentaplast.

The Sub-Fund reduced exposure to concrete building manufacturers by selling US Concrete due to their large CO2 footprint.

#### **Outlook**

The pandemic will continue to affect our global economy. There are many positive signs with the vaccine roll out and a stringent approach to travel and interaction. What we do know is the world will deal with a recession. Certain sectors are and will continue to be severely affected i.e. travel and other travel service sectors. The situation is still very serious and due to that fact, we are witnessing massive support measures both fiscally and by central bank policies.

The fund's strong ESG process is well positioned for the strong development in this area globally. If anything, we believe that recent developments will put an even greater focus on sustainable projects and companies. PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND has since launch consistently focused on these areas which will offer opportunities for investors.

We would like to summarize the current situation as challenging, but there are many opportunities for a fund with a global focus to find companies who will successfully help in the transformation which will improve our society. We appreciate our clients support in this turbulent environment.

## **PARETO SICAV - PARETO NORDIC ALPHA (Sub-Fund in the Pareto SICAV)**

### **Sub-Fund performance**

Net return was 13.3 percent (B-class, NOK), again well ahead of the HFRU Equity Hedge Index measured in Norwegian Krone. We had a moderate net equity exposure through the year, and it ended in December at 46 percent. During the year, the fund had no equities with a significant negative return contribution. On the positive side, there were several good contributors, including Scatec and Nordic Semiconductor, which more than doubled in value, and Kesko, Valmet and a pair trade in the forest industry.

### **Sub-Fund management**

Ole Jørgen Grøneng Nilsen, who since 2008 has co-managed the equity fund Pareto Global, joined as fund manager at the end of the year.

#### **Outlook**

With ever-increasing government debt, inter alia to reduce the negative effects of Covid-19, and the prospect of low real interest rates for a long time, we prefer companies that are expected to be able to increase turnover long-term regardless of the economic cycles. In addition, several of these companies have low debt and a high return on invested capital, to which we attach great importance. Strong price development has reduced the range of attractive investment opportunities, but the potential is definitely not exhausted.

## **PARETO SICAV**

### **Report from the Investment Manager (continued)**

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#### **PARETO SICAV - PARETO NORDIC EQUITY (Sub-Fund in the Pareto SICAV)**

##### **Sub-Fund performance**

Net return was 18.1 percent (I-class, NOK), which was behind the VINX Benchmark Cap Net Index measured in NOK. It was an exceptionally eventful year in the stock market, where we experienced major repercussions as a result of the pandemic, the presidential election in the United States, a sharp increase in monetary policy stimuli and a focus on companies that promote sustainable development. The fund's relative return in 2020 was shaped by the overweight in Norway and a larger proportion of smaller companies compared to the index. For the annual return, Norwegian Air Shuttle and Grieg Seafood contributed the most in a negative direction. On the positive side, there were several good contributors, including Scatec Solar and Nordic Semiconductor, which more than doubled in value.

##### **Sub-Fund management**

In December, Pareto Asset Management further developed its Nordic offering by establishing a new portfolio management team with responsibility for Pareto Nordic Equity. In the team, we have brought together two of our senior managers, both having extensive experience from managing Nordic equities.

Christian T Nygaard has extensive experience in the field, of which the last 13 years as senior manager for Nordic equities in the flexible funds Pareto Nordic Alpha and Pareto Nordic Omega. In both funds, good stock selection has made a significant contribution to performance. Ole Jørgen Grøneng Nilsen has managed Nordic and global shares in Pareto Asset Management for almost 13 years. Like Christian, he has demonstrated his ability to find good, undervalued quality companies with profitable business models and high returns on invested capital.

The change of management team has naturally led to a number of portfolio changes in December.

At the end of the year, the portfolio consisted of 26 companies. Nine of these were in the portfolio at the beginning of 2020.

##### **Outlook**

With ever-increasing government debt, inter alia to reduce the negative effects of Covid-19, and the prospect of low real interest rates for a long time, we prefer companies that are expected to be able to increase turnover long-term regardless of the economic cycles. In addition, several of these companies have low debt and a high return on invested capital, to which we attach great importance. Strong price development has reduced the range of attractive investment opportunities, but the potential is definitely not exhausted.

#### **PARETO SICAV - PARETO NORDIC CROSS CREDIT (Sub-Fund in the Pareto SICAV)**

The strategy of the Sub-Fund is to invest in predominantly Nordic corporate and financial high yield and investment grade bonds. The Sub-Fund focuses on having a well-diversified portfolio using a dynamic bottom-up approach. The Sub-Fund aims to generate a better risk-adjusted return than the Nordic crossover market.

##### **Sub-Fund performance**

The human tragedy of the pandemic casts dark shadows over the year we have left behind. Despite all the tragedies, challenges and uncertainties, the fund nevertheless delivered a good positive return for the year. The pandemic may have changed society's behavior permanently and the consequences for the business community are still unclear.

For the financial market, 2020 was both the worst of times and the best of times. In March, most things collapsed, and the bond market was no exception. Credit spreads rose to unknown levels, and the market for bond issuance closed. In late March, we hit this year's low for both equities and the credit market. This was followed by a remarkable and almost uninterrupted recovery all the way until the end of the year. The fund

entered the crisis with a relatively short credit duration, and we were able to take benefit of the elevated credit spreads through vigil active trading and cautious duration extension. Key element was also stringent liquidity management in an extremely volatile currency market. By this we avoided forced selling of assets in a distressed market to cover margin calls on hedging instruments. The Sub-Fund uses currency hedging instruments like forwards and swaps in order to protect bonds denominated in several different currencies against currency movements.

When it comes to stress testing of investments, the covid-19 collapse will most likely be added as a possible extreme scenario for the future. One of the goals of the fund's investments is that they should be able to withstand a certain amount of uncertainty and downturn in the economy. 2020 was PNCC's first full calendar year of operation and it also became the ultimate stress test of the fund's crossover structure. We believe the test was passed and that last year's performance shows the quality and strength such a portfolio composition is intended to provide.

### **Sub-Fund management**

The fund managers are based in the two largest Nordic markets; Sweden and Norway, and have successful track records as fund managers. With long-standing local expertise Pareto Asset Management's fixed income team conducts close monitoring of issuers and their management. At the core of Pareto Nordic Cross Credit's investment strategy is the credit assessment process. Credit assessments include the quantitative methodologies used by international rating agencies but are combined with additional quantitative and qualitative analyses.

From a risk management perspective, the fund is designed to be fossil-free and will avoid exposure to companies that extract, refine or produce energy from oil, gas or uranium. The fund also seeks to limit direct exposure to companies that are strongly affected by price fluctuations in fossil energy.

### **Outlook**

The pandemic's waves continue to roll, and the world is heavily influenced by powerful measures from the authorities. Even if the real economies are suppressed, the financial markets hold up. The explanation is perhaps twofold: significant public support schemes are being extended and new ones are being prepared, and there is expectation of a sharp increase in consumption when we return to a more normal state sooner or later.

We believe in the underlying story of post pandemic economic recovery and growth and once the markets normalize it should be supportive for corporate bond spread as corporate earnings pick up. Bond prices in general are heavily influenced by excess liquidity but as government bonds at large have negative real interest rates we expect investor interest in higher yielding corporate bonds will continue. With that said credit spreads have come down significantly since the pandemic turmoil. Still we believe there is room for some price appreciation of bonds but most of the return will likely arrive from coupons. We are therefore cautious and opportunistic in our approach.

The Nordic region scores high on factors such as growth, economic stability, governance, and it offers higher margins and shorter duration than larger markets such as the EU and US investment grade and high-yield market. Whether you seek good absolute or relative return, the Nordic region and Pareto Nordic Cross Credit should be a good choice.

Luxembourg, 15th February 2021

The Investment Manager

Note: The information in this report represents historical data and is not an indication of future results.

## Report of the "*réviseur d'entreprises agréé*"

To the Shareholders of  
PARETO SICAV

### Opinion

We have audited the financial statements of PARETO SICAV (the "Fund") and of each of its sub-funds, which comprise the statement of net assets and the statement of investments and other net assets as at 31st December 2020 and the statement of operations and other changes in net assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund and of each of its sub-funds as at 31st December 2020, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

### Basis for Opinion

We conducted our audit in accordance with the Law of 23rd July 2016 on the audit profession (Law of 23rd July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the "*Commission de Surveillance du Secteur Financier*" (CSSF). Our responsibilities under the Law of 23rd July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the "Responsibilities of the "*réviseur d'entreprises agréé*" for the Audit of the Financial Statements" section of our report. We are also independent of the Fund in accordance with the International Code of Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements, and have fulfilled our other ethical responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Other information

The Board of Directors of the Fund is responsible for the other information. The other information comprises the information stated in the annual report but does not include the financial statements and our report of the "*réviseur d'entreprises agréé*" thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

## Report of the "*réviseur d'entreprises agréé*" (continued)

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report this fact. We have nothing to report in this regard.

### Responsibilities of the Board of Directors of the Fund for the Financial Statements

The Board of Directors of the Fund is responsible for the preparation and fair presentation of the financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the Fund determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors of the Fund is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Fund either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

### Responsibilities of the "*réviseur d'entreprises agréé*" for the Audit of the Financial Statements

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of the "*réviseur d'entreprises agréé*" that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of 23rd July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law of 23rd July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Fund.
- Conclude on the appropriateness of the Board of Directors of the Fund's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of the "*réviseur d'entreprises agréé*" to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report of the "*réviseur d'entreprises agréé*". However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

## Report of the "réviseur d'entreprises agréé" (continued)

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

For Deloitte Audit, *Cabinet de révision agréé*

Jean-Philippe Bachelet, *Réviseur d'entreprises agréé*  
Partner

19th April 2021

# PARETO SICAV

## Combined statement of net assets (in EUR) as at 31st December 2020

	Notes	
<b>Assets</b>		
Securities portfolio at market value		1,618,968,368.05
Cash at banks		146,142,981.08
Cash collateral at banks for OTC derivative instruments	14	9,463,236.06
Other liquid assets	2	613,000.67
Formation expenses, net	2	21,741.10
Receivable on treasury transactions		17,971.89
Receivable on issues of shares		4,656,524.95
Income receivable on portfolio		13,973,137.56
Interest receivable on swaps contracts		187,795.03
Unrealised gain on contracts for difference (CFD)		15,342.28
Unrealised gain on forward foreign exchange contracts		8,152,277.21
Other receivables		605.72
Total assets		1,802,212,981.60
<b>Liabilities</b>		
Bank overdrafts		75.50
Other liquid liabilities	2	145,969.39
Cash collateral at banks for OTC derivative instruments	14	5,551,125.40
Payable on treasury transactions		17,485.17
Payable on redemptions of shares		1,417,248.85
Interest payable on swaps contracts		432,423.34
Unrealised loss on swaps contracts		1,346,423.25
Expenses payable		1,529,222.08
Interest payable on contracts for difference (CFD)		275.77
Total liabilities		10,440,248.75
Net assets at the end of the year		1,791,772,732.85

The accompanying notes are an integral part of these financial statements.

# PARETO SICAV

## Combined statement of operations and other changes in net assets (in EUR) from 1st January 2020 to 31st December 2020

<b>Income</b>	Notes	
Dividends, net	2	767,892.44
Interest on bonds and other debt securities, net	2	81,216,532.48
Bank interest		316,656.52
Interest on swaps contracts		2,106,390.00
Interest on contracts for difference (CFD)		19,911.28
Other income	5	439,360.35
<b>Total income</b>		<b>84,866,743.07</b>
<b>Expenses</b>		
Management fees	4; 5	10,716,027.41
Performance fees	6	1,000,530.36
Depository fees	8	198,399.57
Banking charges and other fees		7,356.25
Transaction fees	2	57,550.08
Central administration costs	7	109,068.90
Professional fees		58,574.84
Other administration costs		238,121.95
Subscription duty ("taxe d'abonnement")	10	498,190.54
Other taxes		2,047.37
Bank interest paid		135,552.33
Interest paid on contracts for difference (CFD)		33,007.05
Interest paid on swaps contracts		2,426,982.16
Dividends paid on contracts for difference (CFD)		72,305.31
Other expenses	2; 9	160,945.66
<b>Total expenses</b>		<b>15,714,659.78</b>
<b>Net investment income</b>		<b>69,152,083.29</b>
<b>Net realised gain/(loss)</b>		
- on securities portfolio		8,540,360.71
- on contracts for difference (CFD)		864,901.93
- on forward foreign exchange contracts		-12,532,348.74
- on foreign exchange		13,408,258.20
<b>Realised result</b>		<b>79,433,255.39</b>
<b>Net variation of the unrealised gain/(loss)</b>		
- on securities portfolio		-12,629,508.18
- on contracts for difference (CFD)		2,845.69
- on swaps contracts		4,040,197.15
- on forward foreign exchange contracts		4,064,668.36
<b>Result of operations</b>		<b>74,911,458.41</b>
<b>Dividends paid</b>		<b>-3,705,270.04</b>
<b>Subscriptions</b>		<b>1,361,526,973.88</b>
<b>Redemptions</b>		<b>-1,328,140,916.99</b>
<b>Total changes in net assets</b>		<b>104,592,245.26</b>
<b>Total net assets at the beginning of the year</b>		<b>1,750,731,731.46</b>
<b>Foreign exchange difference</b>		<b>-63,551,243.87</b>
<b>Total net assets at the end of the year</b>		<b>1,791,772,732.85</b>

The accompanying notes are an integral part of these financial statements.



# PARETO SICAV - PARETO NORDIC CORPORATE BOND

## Statement of net assets (in NOK)

as at 31st December 2020

	Notes	
<b>Assets</b>		
Securities portfolio at market value		11,996,388,314.34
Cash at banks		1,043,583,348.25
Cash collateral at banks for OTC derivative instruments	14	23,854,891.90
Receivable on treasury transactions		188,323.68
Receivable on issues of shares		34,382,723.86
Income receivable on portfolio		112,126,434.86
Unrealised gain on forward foreign exchange contracts		24,008,879.79
Other receivables		1,139.71
Total assets		13,234,534,056.39
<b>Liabilities</b>		
Cash collateral at banks for OTC derivative instruments	14	28,609,614.12
Payable on redemptions of shares		1,914,864.39
Expenses payable		9,376,446.97
Total liabilities		39,900,925.48
Net assets at the end of the year		13,194,633,130.91

### Breakdown of net assets per share class

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in NOK)
A	1,272,860.7381	NOK	1,158.9194	1,475,143,015.08
A EUR	225,223.9950	EUR	107.2390	253,195,359.00
B	864,168.3061	NOK	1,243.7319	1,074,793,680.46
C	1,192,863.2801	SEK	1,041.7448	1,295,366,433.74
D	5,562,572.2882	SEK	107.0223	620,569,519.19
H CHF	66,544.9517	CHF	101.0931	65,205,261.62
H DIS USD	216,725.0138	USD	97.9900	181,953,326.78
H EUR	759,941.4692	EUR	110.4191	879,655,970.76
H GBP	50,717.2783	GBP	112.2693	66,678,639.28
H USD	101,561.5730	USD	120.3671	104,733,659.81
I DIS EUR	74,689.0111	EUR	966.9772	757,114,319.12
I EUR	3,659,594.0000	EUR	106.5737	4,088,568,435.17
I NOK	1,835,233.7804	NOK	1,149.4975	2,109,596,646.24
I SEK	202,275.0722	SEK	1,053.1376	222,058,864.66
				13,194,633,130.91

The accompanying notes are an integral part of these financial statements.

## PARETO SICAV - PARETO NORDIC CORPORATE BOND

### Statement of operations and other changes in net assets (in NOK)

from 1st January 2020 to 31st December 2020

<b><u>Income</u></b>	Notes	
Interest on bonds and other debt securities, net	2	663,264,922.58
Bank interest		2,838,805.44
Other income	5	3,326,543.43
Total income		669,430,271.45
<b><u>Expenses</u></b>		
Management fees	4; 5	70,934,240.96
Depository fees	8	1,446,433.39
Banking charges and other fees		4,304.94
Transaction fees	2	75,694.71
Central administration costs	7	540,071.95
Professional fees		403,217.25
Other administration costs		843,873.50
Subscription duty ("taxe d'abonnement")	10	3,190,666.79
Bank interest paid		657,735.97
Other expenses	2; 9	1,126,532.02
Total expenses		79,222,771.48
Net investment income		590,207,499.97
<b><u>Net realised gain/(loss)</u></b>		
- on securities portfolio		57,956,035.74
- on forward foreign exchange contracts		-26,372,841.70
- on foreign exchange		144,725,815.93
Realised result		766,516,509.94
<b><u>Net variation of the unrealised gain/(loss)</u></b>		
- on securities portfolio		1,765,631.91
- on forward foreign exchange contracts		26,641,717.53
Result of operations		794,923,859.38
Dividends paid		-38,004,663.96
Subscriptions		9,003,584,297.68
Redemptions		-8,690,240,310.69
Total changes in net assets		1,070,263,182.41
Total net assets at the beginning of the year		12,124,369,948.50
Total net assets at the end of the year		13,194,633,130.91

The accompanying notes are an integral part of these financial statements.

# PARETO SICAV - PARETO NORDIC CORPORATE BOND

## Statistical information (in NOK)

as at 31st December 2020

Total net assets	Currency	31.12.2018	31.12.2019	31.12.2020
	NOK	4,072,453,189.18	12,124,369,948.50	13,194,633,130.91

Net asset value per share class	Currency	31.12.2018	31.12.2019	31.12.2020
A	NOK	1,082.2594	1,156.8882	1,158.9194
A EUR	EUR	102.3932	107.4182	107.2390
B	NOK	1,151.0695	1,236.0054	1,243.7319
C	SEK	992.9039	1,043.4267	1,041.7448
D	SEK	101.1018	106.7163	107.0223
H CHF	CHF	-	101.2091	101.0931
H DIS USD	USD	-	101.1200	97.9900
H EUR	EUR	104.4801	110.1095	110.4191
H GBP	GBP	-	-	112.2693
H USD	USD	109.0047	118.2488	120.3671
I DIS EUR	EUR	987.8965	1,004.5121	966.9772
I EUR	EUR	100.4648	106.0748	106.5737
I NOK	NOK	1,059.8203	1,140.1884	1,149.4975
I SEK	SEK	-	-	1,053.1376

Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
A	1,185,549.7545	735,752.7812	-648,441.7976	1,272,860.7381
A EUR	333,727.0979	125,406.9567	-233,910.0596	225,223.9950
B	849,335.4635	572,559.3201	-557,726.4775	864,168.3061
C	89,013.6060	2,432,907.9183	-1,329,058.2442	1,192,863.2801
D	1,237,714.6712	6,285,721.6589	-1,960,864.0419	5,562,572.2882
H CHF	45,497.0000	50,682.9517	-29,635.0000	66,544.9517
H DIS USD	169,182.1740	64,992.8398	-17,450.0000	216,725.0138
H EUR	747,744.0718	774,191.9053	-761,994.5079	759,941.4692
H GBP	-	50,717.2783	-	50,717.2783
H USD	68,303.3819	94,689.1911	-61,431.0000	101,561.5730
I DIS EUR	57,733.0107	23,578.0004	-6,622.0000	74,689.0111
I EUR	5,892,108.8450	1,710,723.0000	-3,943,237.8450	3,659,594.0000
I NOK	1,159,640.7304	727,268.5647	-51,675.5147	1,835,233.7804
I SEK	-	202,275.0722	-	202,275.0722

Dividends paid	Currency	Dividend per share class	Ex-dividend date
H DIS USD	USD	1.00	08.01.2020
H DIS USD	USD	1.30	08.04.2020
H DIS USD	USD	1.20	08.07.2020
H DIS USD	USD	1.00	07.10.2020
I DIS EUR	EUR	10.00	08.01.2020
I DIS EUR	EUR	9.94	08.04.2020
I DIS EUR	EUR	9.94	08.07.2020
I DIS EUR	EUR	9.94	07.10.2020

# PARETO SICAV - PARETO NORDIC CORPORATE BOND

## Statement of investments and other net assets (in NOK) as at 31st December 2020

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<b>Investments in securities</b>					
<b>Transferable securities admitted to an official stock exchange listing</b>					
<b>Shares</b>					
NOK	162,333	SeaBird Exploration Ltd Bearer	3,168,300.85	1,818,129.60	0.01
<b>Total shares</b>			3,168,300.85	1,818,129.60	0.01
<b>Bonds</b>					
DKK	20,000,000	Jyske Bank AS FRN Reg S Sub 16/16.12.Perpetual	26,258,005.98	28,554,197.41	0.22
EUR	17,130,000	Assemblin Financing AB FRN Sen Reg S 19/15.05.25	178,088,837.62	181,025,067.76	1.37
EUR	4,241,500	Ax Del1 Oy FRN 17/19.04.21	41,242,792.27	32,458,679.13	0.25
EUR	13,000,000	AX V INV1 Holding ApS FRN 17/29.06.22	128,222,801.65	135,257,818.61	1.03
EUR	2,000,000	Bewi Group AB FRN Sen 18/19.04.22	22,133,468.83	21,490,294.76	0.16
EUR	6,400,000	BEWISynbra Group AB FRN 19/22.11.23	63,958,637.27	67,091,651.94	0.51
EUR	5,000,000	BidCo af 28042017 A/S FRN Sen 19/21.10.24	49,465,231.09	47,173,817.77	0.36
EUR	12,900,000	Cibus Nordic Real Estate AB FRN Sen 20/18.09.23	140,692,544.13	139,569,841.02	1.06
EUR	12,600,000	DKT Finance ApS 7% Sen Reg S 18/17.06.23	129,236,516.86	136,683,306.55	1.04
EUR	4,200,000	DLF Seeds A/S VAR Sub 18/27.11.Perpetual	41,187,062.96	46,560,558.14	0.35
EUR	12,000,000	European Energy AS FRN Sen 19/20.09.23	123,130,708.69	129,885,244.92	0.98
EUR	3,400,000	Frontmatec Group ApS FRN 19/10.10.24	36,323,195.96	34,305,848.59	0.26
EUR	10,000,000	Heimstaden Bostad AB VAR Jun Sub Reg S 19/19.02.Perpetual	103,948,991.12	108,240,849.02	0.82
EUR	10,500,000	Infront ASA FRN 19/15.05.23	100,844,410.45	114,590,706.96	0.87
EUR	300,000	Intrum AB 2.75% Sen Reg S 17/15.07.22	2,802,244.70	3,161,557.82	0.02
EUR	2,801,000	Intrum AB 3.5% EMTN Sen Reg S 19/15.07.26	24,766,949.75	29,163,264.98	0.22
EUR	12,000,000	Intrum AB 4.875% Sen Reg S 20/15.08.25	128,568,236.05	130,599,771.01	0.99
EUR	11,494,000	Kongsberg Actuation Syst BV 5% Sen Reg S 18/15.07.25	72,111,974.94	113,960,519.91	0.86
EUR	10,500,000	Link Mobility Group ASA 3.375% 144A 20/15.12.25	111,759,570.77	110,920,711.32	0.84
EUR	3,171,558	Lithium Midco II Ltd FRN Sen 20/09.01.26	19,938,433.64	11,304,206.60	0.09
EUR	2,143,904	Lithium Midco II Ltd FRN Sen 20/09.07.25	38,858,004.49	18,204,504.59	0.14
EUR	5,000,000	Mowi ASA FRN Sen 20/31.01.25	53,732,034.75	53,031,233.47	0.40
EUR	2,600,000	Nordea Bank Abp VAR EMTN Jun Sub Reg S 17/12.03.Perpetual	26,536,489.27	28,313,924.61	0.21
EUR	12,500,000	Norske Skog ASA FRN Sen 19/14.06.22	128,096,912.08	134,834,125.61	1.02
EUR	15,000,000	Polygon AB 4% DMTN 18/23.02.23	160,166,532.88	158,818,519.82	1.20
EUR	2,000,000	Scania CV AB 2.25% EMTN Sen Reg S 20/03.06.25	21,716,811.20	22,648,149.91	0.17
EUR	17,400,000	SGL TransGroup Istl AS FRN Sen 19/04.11.24	176,657,416.04	180,125,360.84	1.37
EUR	2,950,000	SSAB AB 2.875% EMTN Sen Ser 107 18/06.09.23	32,404,083.37	31,809,824.23	0.24
EUR	12,000,000	TietoEvry Corp 2% Sen 20/17.06.25	126,976,018.87	129,985,253.41	0.99
EUR	13,800,000	Transcom Holding AB 6.5% 18/22.03.23	113,508,482.04	138,156,387.63	1.05
EUR	6,340,000	Tresu Investement Holding A/S FRN Sen 17/29.09.22	49,443,730.91	27,582,007.10	0.21
EUR	8,000,000	Tulip Oil Netherlands Off BV FRN 17/25.10.22	78,223,899.11	83,095,807.81	0.63
EUR	13,017,000	Unilabs SubHolding AB 5.75% Sen Reg S 17/15.05.25	130,121,331.82	140,165,697.59	1.06
EUR	5,800,000	Verisure Holding AB 3.875% Sen Reg S 20/15.07.26	62,421,241.81	62,688,489.72	0.48
EUR	7,945,000	Walnut Bidco Plc 6.75% Sen Reg S 19/01.08.24	77,974,234.62	87,012,635.21	0.66
EUR	3,500,000	Zalaris ASA FRN 18/28.09.23	34,141,304.89	37,195,244.92	0.28
			2,829,401,136.90	2,927,110,883.28	22.19
NOK	120,000,000	Aker ASA FRN Sen 19/22.11.24	120,000,000.00	115,864,284.00	0.88
NOK	18,000,000	Aker Solutions ASA FRN Sen 18/25.07.22	18,394,043.48	17,829,642.60	0.14
NOK	20,000,000	Arion Bank FRN EMTN Ser 1 Sen Sub Reg S 19/09.07.29	20,025,000.00	19,776,789.00	0.15
NOK	84,000,000	Benchmark Hgs PLC FRN 19/21.06.23	83,699,455.88	83,265,000.00	0.63
NOK	13,429,301	Boa SBL AS FRN Sk Ser 144A 13/31.12.20	106,350.96	805,758.06	0.01
NOK	60,000,000	Bonheur ASA FRN 144A 20/22.09.25	60,000,000.00	59,555,355.00	0.45
NOK	65,000,000	Bonheur ASA FRN Sen 19/04.09.24	63,557,500.00	64,658,750.00	0.49
NOK	90,000,000	Bulk Industrier AS FRN 20/14.07.23	90,185,625.00	91,800,000.00	0.70
NOK	85,000,000	Bulk Infrastructure AS FRN Sen 19/15.10.24	84,590,725.00	86,452,080.50	0.66
NOK	116,500,000	BW Offshore Ltd FRN Sen 19/04.12.23	115,747,602.79	114,519,500.00	0.87
NOK	35,000,000	Care Bidco AS FRN 17/24.03.21	35,288,857.14	22,750,000.00	0.17
NOK	90,000,000	Chip Bidco AS FRN Sen 19/13.12.24	88,650,000.00	89,475,003.00	0.68
NOK	70,000,000	Color Group ASA FRN Sen 19/02.10.24	70,000,000.00	55,965,000.00	0.42
NOK	10,000,000	Crayon Group Holding ASA FRN Sen 19/21.11.22	9,617,083.33	10,158,333.50	0.08
NOK	30,000,000	CSAM Health AS FRN 20/25.09.24	30,000,000.00	30,662,500.50	0.23
NOK	60,000,000	DFDS A/S FRN Ser DFDS04 Sen 17/28.09.22	57,150,000.00	58,725,000.00	0.44
NOK	59,000,000	DFDS A/S FRN Ser DFDS05 Sen 19/07.06.24	48,970,000.00	56,640,000.00	0.43

\* Minor differences may arise due to rounding in the calculation of percentages.

The accompanying notes are an integral part of these financial statements.

# PARETO SICAV - PARETO NORDIC CORPORATE BOND

## Statement of investments and other net assets (in NOK) (continued) as at 31st December 2020

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
					*
NOK	47,000,000	Digiplex Norway Holding 2 AS FRN 19/30.04.24	47,000,000.00	47,470,000.00	0.36
NOK	74,000,000	Digiplex Norway Holding 3 AS FRN Sen 20/12.05.23	74,579,500.00	76,396,120.00	0.58
NOK	100,000,000	DNB Boligkreditt AS FRN Ser DNB13 Sen 14/11.11.21	99,936,600.00	100,195,240.00	0.76
NOK	189,700,000	Ekornes ASA FRN Sen 19/02.10.23	188,260,790.53	198,355,062.50	1.50
NOK	95,500,000	Fjord1 ASA FRN Sen 17/22.11.22	95,933,750.00	95,738,750.00	0.73
NOK	105,000,000	Glx Holding AS FRN GLX01 Sen 17/08.12.23	103,056,995.88	105,754,687.50	0.80
NOK	76,000,000	Grieg Seafood ASA FRN Sen 20/25.06.25	76,135,572.92	73,886,250.00	0.56
NOK	98,500,000	Havilafjord AS FRN Sen 18/19.06.23	99,312,500.00	98,500,000.00	0.75
NOK	77,000,000	Hexagon Composites ASA FRN Sen 19/15.03.23	77,142,375.00	77,577,500.00	0.59
NOK	49,000,000	Hospitality Invest AS FRN Sen 17/31.10.22	46,597,110.39	47,652,500.00	0.36
NOK	110,000,000	Ice Gr Scandinavia Holdings AS FRN Sen 19/10.10.23	109,825,000.00	112,108,331.50	0.85
NOK	100,000,000	Ice Group ASA FRN 17/12.10.21	99,678,093.59	100,458,335.00	0.76
NOK	203,000,000	Kistefos AS FRN Sen 19/10.05.23	203,014,518.52	201,477,500.00	1.53
NOK	58,000,000	ML 33 Holding AS 5.5% Ser ML33H01 Sen 16/27.12.21	59,377,500.00	59,546,665.70	0.45
NOK	69,000,000	Nortura SA Step-up Sub 18/25.05.78	69,272,897.48	69,517,500.00	0.53
NOK	20,000,000	NRC Group ASA FRN 19/13.09.24	20,107,179.49	20,025,000.00	0.15
NOK	20,000,000	Odfjell SE FRN Sen 17/13.06.22	17,900,000.00	20,037,499.00	0.15
NOK	122,000,000	Odfjell SE FRN Sen Reg S 18/19.09.23	121,019,872.05	121,847,500.00	0.92
NOK	30,500,000	Otiga Group AS FRN 19/08.07.22	30,500,000.00	27,602,500.00	0.21
NOK	120,000,000	SFL Corp Ltd FRN Sen 18/13.09.23	121,599,176.47	116,040,000.00	0.88
NOK	25,000,000	SFL Corp Ltd FRN Sen 19/04.06.24	25,218,750.00	23,681,250.00	0.18
NOK	104,500,000	Stolt-Nielsen Ltd FRN Sen 20/29.06.23	104,797,500.00	104,935,420.15	0.80
NOK	170,000,000	Storm Real-Estate ASA FRN 144A 20/11.12.23	170,107,500.00	170,526,660.00	1.29
NOK	42,500,000	SuperOffice Gr SA FRN 20/05.11.25	42,649,356.23	44,093,750.00	0.33
NOK	107,000,000	Teekay LNG Partners LP FRN Sen 16/28.10.21	112,451,685.39	110,211,337.50	0.84
NOK	90,000,000	Wallenius Wilhelmsen ASA FRN Sen 20/09.09.24	90,011,250.00	91,880,356.50	0.70
NOK	25,000,000	Wallenius Wilhelmsen Logis ASA FRN Sen 17/12.10.22	24,675,000.00	24,661,458.75	0.19
			3,326,142,717.52	3,319,080,170.26	25.18
SEK	60,000,000	AF Poyry AB FRN DMTN Sen 19/27.06.24	55,852,337.76	62,360,389.72	0.47
SEK	26,000,000	Arion Bank FRN EMTN Sen Reg S 18/22.11.28	24,384,634.95	26,020,845.45	0.20
SEK	50,000,000	Bonava AB FRN 20/11.03.24	51,168,514.09	52,457,187.06	0.40
SEK	35,000,000	Compactor Fastigheter AB FRN 20/24.09.23	35,901,815.78	36,484,523.34	0.28
SEK	18,750,000	Corem Property Gr AB FRN MTN Sen20/27.02.23	17,762,996.66	19,327,741.39	0.15
SEK	25,000,000	Danske Bank A/S FRN EMTN Sen Sub 19/14.11.29	24,733,476.01	26,387,040.60	0.20
SEK	65,250,000	Dilasso Timber AB FRN Sk Sen 19/08.07.23	59,689,836.63	70,568,234.75	0.53
SEK	50,000,000	Elekta AB FRN DMTN Ser 104 Sen 20/13.03.23	50,423,850.76	52,117,099.18	0.39
SEK	24,000,000	FastPartner AB FRN Sen 19/24.05.23	24,665,892.73	25,438,260.57	0.19
SEK	125,000,000	FNG Nordic AB FRN 19/25.07.24	111,812,344.62	129,731,798.41	0.98
SEK	100,000,000	IA Hedin Bil AB FRN Sen 17/05.10.22	101,860,613.36	104,241,495.27	0.79
SEK	50,000,000	Islandsbanki HF FRN EMTN Ser 12 Tr 1 Sen Reg S 17/23.11.27	43,751,376.06	49,851,410.29	0.38
SEK	20,000,000	Islandsbanki HF FRN EMTN Ser 22 Tr1 Sen 18/31.08.28	17,528,603.93	19,929,514.52	0.15
SEK	46,000,000	Islandsbanki HF FRN MTN Sen Sub Reg S 19/26.06.29	42,213,505.58	46,829,032.37	0.35
SEK	85,000,000	Jyske Bank AS FRN Sub Reg S 16/16.12.Perpetual	85,319,032.93	91,185,013.44	0.69
SEK	28,000,000	LEAX Group AB FRN DMTN Sen 18/29.05.22	25,586,648.30	23,933,847.31	0.18
SEK	90,000,000	M2 Asset Management AB FRN DMTN Sen 20/10.07.23	92,146,759.89	95,693,692.66	0.73
SEK	20,000,000	M2 Asset Management AB FRN Sen Reg S 19/19.12.22	19,357,768.83	20,639,816.06	0.16
SEK	52,000,000	M2 Asset Management AB FRN Ser 2 Sen 19/25.01.22	51,233,049.75	55,221,932.12	0.42
SEK	30,000,000	Nordnet AB VAR Jun Sub 19/21.06.Perpetual	30,492,040.08	33,070,614.38	0.25
SEK	50,000,000	Sanolium AB FRN Sen 19/26.09.24	49,161,376.31	53,554,068.19	0.41
SEK	31,000,000	Serneke Group AB FRN Sen 18/01.12.22	31,529,214.81	31,722,532.08	0.24
SEK	58,750,000	Sinch AB FRN Sen 19/27.11.24	57,727,436.29	62,211,949.83	0.47
SEK	60,000,000	Sirius International Group Ltd FRN Sub 17/22.09.47	56,732,058.21	61,098,233.69	0.46
SEK	55,000,000	SSAB AB FRN EMTN Sen Reg S 19/26.06.24	53,700,049.36	57,977,243.32	0.44
SEK	50,000,000	Stillfront Group AB FRN Sen Reg S 19/26.06.24	50,481,712.25	54,677,270.31	0.41
SEK	26,000,000	Storebrand Livsforsikring AS FRN Sub 19/16.09.49	27,293,028.28	27,377,666.61	0.21
SEK	40,000,000	Storebrand Livsforsikring AS VAR Sub 18/27.03.48	39,880,275.32	42,241,455.90	0.32
SEK	128,000,000	Telia Co AB Step-up FRN Sub Reg S 17/04.10.77	129,890,352.62	136,792,861.91	1.04
SEK	30,000,000	Vattenfall AB Step-up Jr Sub Reg S 15/19.03.77	31,247,530.79	31,585,173.07	0.24
SEK	135,000,000	Velliv Pension & Livsforsi FRN Sub 18/08.06.28	132,522,162.82	142,133,278.80	1.08
			1,626,050,295.76	1,742,861,222.60	13.21
USD	16,600,000	Altera Shuttle Tankers LLC 7.125% Sen 17/15.08.22	152,363,874.43	143,492,885.81	1.09
USD	3,600,000	Altera Shuttle Tankers LLC FRN Sen 19/18/10/2024	31,279,778.04	29,281,231.28	0.22
USD	15,000,000	American Tanker Inc 7.75% Sen 20/02.07.25	142,722,000.07	129,395,585.89	0.98
USD	15,000,000	Borealis Finance LLC 7.5% 144A 17/16.11.23	123,005,339.89	128,125,466.70	0.97

\* Minor differences may arise due to rounding in the calculation of percentages.

The accompanying notes are an integral part of these financial statements.

# PARETO SICAV - PARETO NORDIC CORPORATE BOND

## Statement of investments and other net assets (in NOK) (continued) as at 31st December 2020

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
					*
USD	3,500,000	Danske Bank A/S VAR Conv Jun Sub Reg S 17/28.09.Perpetual	31,479,634.00	31,781,755.48	0.24
USD	8,500,000	DNB Bank ASA VAR Jun Sub Reg S 19/12.11.Perpetual	77,084,195.02	75,642,238.40	0.57
USD	7,400,000	DNO ASA 8.375% Sen 19/29.05.24	64,997,069.92	60,704,312.56	0.46
USD	6,000,000	DNO ASA 8.75% Sen 18/31.05.23	52,612,118.83	49,540,990.38	0.38
USD	7,891,718.89	Eagle Bulk Shipco LLC 8.25% Sk 17/28.11.22	60,336,558.43	59,602,928.66	0.45
USD	14,200,000	Euronav Luxembourg SA 7.5% Sen 17/31.05.22	131,065,697.00	126,705,848.52	0.96
USD	12,450,000	MPC Container Ships AS FRN 17/22.03.23	101,020,111.79	102,730,889.96	0.78
USD	20,000,000	Neptune Energy BondCo PLC 6.625% Sen Reg S 18/15.05.25	182,236,604.61	166,544,258.43	1.26
USD	10,000,000	Nordea Bank Abp VAR EMTN Ser 9521 Sub Reg S 15/31.12.99	84,675,100.91	87,473,153.80	0.66
USD	15,650,000	Norwegian Energy Co ASA 9% 19/17.06.26	142,638,435.74	129,163,545.57	0.98
USD	5,000,000	Okea ASA 8.75% Ser OKEA03 19/11.12.24	40,540,223.75	41,230,610.26	0.31
USD	11,000,000	REC Silicon ASA 11.5% 18/13.04.23	98,733,908.39	101,578,761.86	0.77
USD	8,000,000	Skandinaviska Enskilda Bk AB VAR Conv 19/13.05.Perpetual	73,856,799.68	71,669,385.10	0.54
USD	9,346,821	Songa Container AS FRN 18/14.06.23	79,148,234.88	76,874,835.89	0.58
USD	8,800,000	Stolt-Nielsen Ltd 6.375% EMTN Sen 17/21.09.22	76,417,137.65	77,953,342.01	0.59
USD	3,000,000	Svenska Handelsbanken AB VAR Conv 20/01.03.Perpetual	28,294,800.01	26,933,977.88	0.20
USD	8,000,000	Svenska Handelsbanken AB VAR Ser 325 Sub 15/01.03.Perpetual	78,353,661.86	68,883,952.02	0.52
USD	1,600,000	Swedbank AB VAR Ser NC5 Jun Sub Reg S 19/31.12.Perpetual	14,365,120.05	14,598,781.03	0.11
USD	21,820,185	Tizir Ltd 9.5% 17/19.07.22	179,360,959.31	164,197,614.51	1.24
USD	8,410,000	Walnut Bidco Plc 9.125% Sen Reg S 19/01.08.24	76,791,625.49	76,521,209.09	0.58
USD	14,000,000	Welltec AS 9.5% Sen Reg S 17/01.12.22	117,982,500.58	109,148,675.75	0.83
<b>Total bonds</b>			2,241,361,490.33	2,149,776,236.84	16.27
			10,049,213,646.49	10,167,382,710.39	77.07
<b>Bonds in default of payment/failed coupon payments</b>					
EUR	11,800,000	Stockmann Plc 4.75% Sen 17/11.01.22	105,953,956.15	118,133,722.76	0.90
USD	1,600,000	Floatel International Ltd 12.75% Ser DOM 18/11.04.24	13,052,640.01	460,583.42	0.00
USD	11,000,000	Floatel International Ltd 9% Ser DOM 18/11.04.24	88,467,714.94	16,492,244.96	0.12
			101,520,354.95	16,952,828.38	0.12
<b>Total bonds in default of payment/failed coupon payments</b>			207,474,311.10	135,086,551.14	1.02
<b><u>Transferable securities dealt in on another regulated market</u></b>					
<b>Shares</b>					
SEK	18,192,540	Studentbostader i Sverige AB Pref C Reg	0.00	1,706,775.82	0.01
<b>Total shares</b>			0.00	1,706,775.82	0.01
<b>Bonds</b>					
EUR	3,450,000	Verisure Midholding AB 5.75% Sen Reg S 17/01.12.23	34,467,545.99	36,680,882.58	0.28
NOK	48,936,031	Boa Deep C AS FRN Sk Reg S Sub Ser 144A 14/31.12.24	23,193,773.86	5,872,323.72	0.04
NOK	184,083,319	Hedgehog Holding AS FRN Sk Sen 18/03.10.25	181,692,450.76	180,985,619.48	1.37
NOK	58,500,000	Merkantilbygg Hgs AS FRN 144A 20/28.09.22	58,537,500.00	58,795,425.00	0.45
NOK	73,000,000	Navigator Holdings Ltd FRN Sen 18/02.11.23	73,308,514.49	75,445,500.00	0.57
NOK	49,000,000	Norled AS FRN Sen 19/27.11.24	42,372,500.00	49,265,415.85	0.37
NOK	40,000,000	Pandion Energy AS FRN Sen 18/04.04.23	40,449,000.00	39,916,668.00	0.30
			419,553,739.11	410,280,952.05	3.10
SEK	107,250,000	Verisure Midholding AB FRN Sen Reg S 17/01.12.23	104,667,828.29	112,916,993.71	0.86
SEK	122,000,000	Volvo Car AB FRN EMTN Sen Reg S 19/27.02.23	116,805,389.91	128,944,259.12	0.98
SEK	65,000,000	Volvo Car AB FRN Sen 16/07.03.22	60,696,043.74	68,637,134.99	0.52
			282,169,261.94	310,498,387.82	2.36
USD	1,000,000	DKT Finance ApS 9.375% Sen 18/17.06.23	9,734,696.99	8,887,006.83	0.07
USD	4,550,000	Eagle Bulk Shipping Inc 5% Conv Sen 19/01.08.24	39,408,915.12	30,259,521.27	0.23
USD	5,915,000	SFL Corp Ltd 4.875% Conv Sen 18/01.05.23	51,063,135.32	43,771,542.60	0.33
USD	19,600,000	Siccar Point Energy Bonds PLC 9% 18/31.01.23	166,654,982.74	164,877,470.76	1.25
USD	22,412,000	Stena AB 7% Reg S Sen 14/01.02.24	190,626,200.91	192,210,341.30	1.46
			457,487,931.08	440,005,882.76	3.34
<b>Total bonds</b>			1,193,678,478.12	1,197,466,105.21	9.08

\* Minor differences may arise due to rounding in the calculation of percentages.

The accompanying notes are an integral part of these financial statements.

# PARETO SICAV - PARETO NORDIC CORPORATE BOND

## Statement of investments and other net assets (in NOK) (continued) as at 31st December 2020

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets *
<b><u>Other transferable securities</u></b>					
<b>Bonds</b>					
EUR	8,000,000	Ahlstrom-Munksjo Oyj VAR Sub 19/13.12.Perpetual	84,716,259.88	84,613,056.16	0.64
EUR	4,000,000	Garfunkelux Holdco 3 SA 6.75% 20/01.11.25	43,951,288.20	43,196,331.12	0.33
EUR	386,262	Lebara Group BV 10% Sen 19/17.12.22	3,688,452.61	4,051,843.80	0.03
EUR	1,700,000	Special Inv Fd eQ Finnish RE 2.75% 19/29.01.24	16,834,734.44	17,732,113.94	0.13
			149,190,735.13	149,593,345.02	1.13
NOK	90,000,000	Abax Group AS FRN Sen 20/23.06.25	90,000,000.00	90,975,001.50	0.69
SEK	110,000,000	Desenio Holding AB FRN 20/16.12.24	112,774,123.83	115,238,973.02	0.87
USD	10,800,000	BW Offshore Ltd 2.5% Conv Sen 19/12.11.24	82,860,045.82	79,954,532.09	0.61
USD	6,450,000	Navigator Holdings Ltd 8% 20/10.09.25	57,669,124.38	57,166,190.55	0.43
			140,529,170.20	137,120,722.64	1.04
<b>Total bonds</b>			492,494,029.16	492,928,042.18	3.73
<b>Bonds in default of payment/failed coupon payments</b>					
NOK	396,425	DOF Subsea ASA 0% Strip 13/31.12.Perpetual	0.00	0.00	0.00
USD	102,000	Floatel International Ltd 0% repr 20/31.12.Perpetual	0.00	0.00	0.00
USD	495,000	Floatel International Ltd 0% repr 20/31.12.Perpetual	0.00	0.00	0.00
USD	102,000	Floatel International Ltd 0% Sen 20/31.12.Perpetual	0.00	0.00	0.00
USD	495,000	Floatel International Ltd 0% Sen 20/31.12.Perpetual	0.00	0.00	0.00
USD	3,750	Sanjel Corp 0% 14/19.12.Perpetual	0.00	0.00	0.00
USD	11,250	Sanjel Corp 0% 14/19.12.Perpetual	0.00	0.00	0.00
<b>Total bonds in default of payment/failed coupon payments</b>			0.00	0.00	0.00
<b>Warrants and rights</b>					
EUR	80,979	Lithium Topco Ltd Call Wts Perpetual	0.00	0.00	0.00
<b>Total warrants and rights</b>			0.00	0.00	0.00
Total investments in securities			11,946,028,765.72	11,996,388,314.34	90.92
Cash and cash collateral at banks				1,067,438,240.15	8.09
Bank overdrafts and collateralized debt at banks				-28,609,614.12	-0.22
Other net assets/(liabilities)				159,416,190.54	1.21
<b>Total</b>				13,194,633,130.91	100.00

\* Minor differences may arise due to rounding in the calculation of percentages.

The accompanying notes are an integral part of these financial statements.

## PARETO SICAV - PARETO NORDIC CORPORATE BOND

### Industrial and geographical classification of investments as at 31st December 2020

#### Industrial classification

(in percentage of net assets)

Financials	28.90 %
Industrials	15.98 %
Energy	11.72 %
Cyclical consumer goods	8.85 %
Real estate	6.20 %
Raw materials	5.52 %
Telecommunications services	3.75 %
Non-cyclical consumer goods	3.71 %
Technologies	3.21 %
Healthcare	1.86 %
Utilities	1.22 %
Total	<u>90.92 %</u>

#### Geographical classification

(by domicile of the issuer)  
(in percentage of net assets)

Norway	31.95 %
Sweden	24.87 %
Denmark	9.80 %
Bermuda	4.84 %
Marshall Islands	4.80 %
United Kingdom	4.38 %
Finland	3.78 %
The Netherlands	1.52 %
Jersey	1.47 %
Luxembourg	1.29 %
Iceland	1.23 %
United States of America	0.98 %
Cyprus	0.01 %
Total	<u>90.92 %</u>



# PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND

## Statement of net assets (in SEK)

as at 31st December 2020

	Notes	
<b>Assets</b>		
Securities portfolio at market value		2,522,082,450.24
Cash at banks		197,104,876.19
Cash collateral at banks for OTC derivative instruments	14	42,431,663.96
Other liquid assets	2	6,164,655.73
Receivable on issues of shares		2,568,050.86
Income receivable on portfolio		25,552,428.68
Interest receivable on swaps contracts		1,888,565.13
Unrealised gain on forward foreign exchange contracts		48,955,024.87
Other receivables		4,289.00
Total assets		2,846,752,004.66
<b>Liabilities</b>		
Other liquid liabilities	2	1,467,944.58
Cash collateral at banks for OTC derivative instruments	14	24,175,882.84
Payable on treasury transactions		175,839.99
Payable on redemptions of shares		207,135.74
Interest payable on swaps contracts		4,348,675.51
Unrealised loss on swaps contracts		13,540,337.17
Expenses payable		3,031,040.88
Total liabilities		46,946,856.71
Net assets at the end of the year		2,799,805,147.95

### Breakdown of net assets per share class

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in SEK)
A	10,133,629.0532	SEK	109.1218	1,105,799,402.08
A DIS SEK	137.3350	SEK	92.6453	12,723.44
A DIS USD	10,783.7640	USD	101.9868	9,039,045.21
A EUR	382.4543	EUR	109.8731	422,589.62
B	2,544,723.3118	SEK	112.0658	285,176,574.06
B DIS SEK	168,381.6735	SEK	93.9239	15,815,055.11
C	4,487,963.4223	NOK	116.3109	500,759,193.27
D	2,975,066.0123	NOK	119.4346	340,867,920.38
H DIS GBP	44,772.2296	GBP	100.5990	50,597,804.94
H EUR	132.7885	EUR	103.7800	138,586.88
H GBP	8.5561	GBP	104.2064	10,016.15
H USD	551.8580	USD	107.8694	489,253.62
I NOK	1,067,264.3053	NOK	113.7285	116,439,576.10
I SEK	3,527,518.0605	SEK	106.0909	374,237,407.09
				2,799,805,147.95

The accompanying notes are an integral part of these financial statements.

## PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND

### Statement of operations and other changes in net assets (in SEK)

from 1st January 2020 to 31st December 2020

<b><u>Income</u></b>	Notes	
Interest on bonds and other debt securities, net	2	126,264,391.29
Bank interest		54,432.95
Interest on swaps contracts		21,182,960.76
Other income	5	120,704.48
Total income		147,622,489.48
<b><u>Expenses</u></b>		
Management fees	4; 5	24,006,566.62
Depository fees	8	405,108.60
Banking charges and other fees		1,262.75
Transaction fees	2	88,281.13
Central administration costs	7	331,494.28
Professional fees		118,030.39
Other administration costs		836,605.61
Subscription duty ("taxe d'abonnement")	10	1,036,732.07
Bank interest paid		566,105.41
Interest paid on swaps contracts		24,407,003.37
Other expenses	2; 9	292,203.73
Total expenses		52,089,393.96
Net investment income		95,533,095.52
<b><u>Net realised gain/(loss)</u></b>		
- on securities portfolio		-17,070,132.72
- on forward foreign exchange contracts		-43,082,350.50
- on foreign exchange		-17,501,028.94
Realised result		17,879,583.36
<b><u>Net variation of the unrealised gain/(loss)</u></b>		
- on securities portfolio		-218,568,594.44
- on swaps contracts		40,630,338.00
- on forward foreign exchange contracts		9,524,695.29
Result of operations		-150,533,977.79
Dividends paid		-803,848.28
Subscriptions		2,781,086,924.06
Redemptions		-3,794,944,208.34
Total changes in net assets		-1,165,195,110.35
Total net assets at the beginning of the year		3,965,000,258.30
Total net assets at the end of the year		2,799,805,147.95

The accompanying notes are an integral part of these financial statements.

# PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND

## Statistical information (in SEK)

as at 31st December 2020

Total net assets	Currency	31.12.2018	31.12.2019	31.12.2020
	SEK	3,812,908,190.13	3,965,000,258.30	2,799,805,147.95

Net asset value per share class	Currency	31.12.2018	31.12.2019	31.12.2020
A	SEK	102.5555	106.7541	109.1218
A DIS SEK	SEK	92.6814	93.4576	92.6453
A DIS USD	USD	-	102.0974	101.9868
A EUR	EUR	103.6153	107.9090	109.8731
B	SEK	104.3881	109.1552	112.0658
B DIS SEK	SEK	93.1318	94.3277	93.9239
C	NOK	107.5365	113.5012	116.3109
D	NOK	109.4422	116.0321	119.4346
H DIS GBP	GBP	-	-	100.5990
H EUR	EUR	97.2203	101.4947	103.7800
H GBP	GBP	-	-	104.2064
H USD	USD	96.6655	103.6907	107.8694
I NOK	NOK	103.8182	110.2790	113.7285
I SEK	SEK	98.4444	103.1344	106.0909

Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
A	17,140,002.9923	19,785,566.4603	-26,791,940.3994	10,133,629.0532
A DIS SEK	133.1927	4.1423	-	137.3350
A DIS USD	10,783.7640	-	-	10,783.7640
A EUR	1,896.6260	3,549.7084	-5,063.8801	382.4543
B	1,283,532.6080	1,913,412.2297	-652,221.5259	2,544,723.3118
B DIS SEK	163,300.9357	5,080.7378	-	168,381.6735
C	6,262,560.2019	1,388,425.1894	-3,163,021.9690	4,487,963.4223
D	2,422,332.3593	594,381.4968	-41,647.8438	2,975,066.0123
H DIS GBP	-	44,772.2296	-	44,772.2296
H EUR	10.5370	21,952.7774	-21,830.5259	132.7885
H GBP	-	8.5561	-	8.5561
H USD	551.8580	-	-	551.8580
I NOK	1,069,797.9148	1.9690	-2,535.5785	1,067,264.3053
I SEK	7,609,598.2772	1,933,233.4017	-6,015,313.6184	3,527,518.0605

Dividends paid	Currency	Dividend per share class	Ex-dividend date
A DIS SEK	SEK	0.75	08.01.2020
A DIS SEK	SEK	0.65	08.04.2020
A DIS SEK	SEK	0.66	08.07.2020
A DIS SEK	SEK	0.65	07.10.2020
A DIS USD	USD	0.75	08.01.2020
A DIS USD	USD	0.91	08.04.2020
A DIS USD	USD	0.91	08.07.2020
A DIS USD	USD	0.91	07.10.2020
B DIS SEK	SEK	0.75	08.01.2020
B DIS SEK	SEK	0.66	08.04.2020
B DIS SEK	SEK	0.66	08.07.2020
B DIS SEK	SEK	0.66	07.10.2020

# PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND

## Statement of investments and other net assets (in SEK) as at 31st December 2020

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<b>Investments in securities</b>					
<b>Transferable securities admitted to an official stock exchange listing</b>					
<b>Bonds</b>					
DKK	20,000,000	Jyske Bank AS FRN Reg S Sub 16/16.12.Perpetual	26,828,485.05	27,392,352.10	0.98
EUR	1,550,000	AX V INV1 Holding ApS FRN 17/29.06.22	15,178,413.50	15,470,704.56	0.55
EUR	1,000,000	Belden Inc 2.875% Sen Sub Reg S 17/15.09.25	9,590,234.56	10,185,096.30	0.36
EUR	2,161,000	Belden Inc 3.375% Sen Sub Reg S 17/15.07.27	21,356,882.00	22,344,124.87	0.80
EUR	5,000,000	Capnor Weasel Bidco Oy FRN 19/12.06.25	52,670,517.48	48,019,900.40	1.71
EUR	4,000,000	Catalent Pharma Solutions Inc 2.375% Sen Reg S 20/01.03.28	41,773,027.57	40,448,746.00	1.44
EUR	1,500,000	Constantin Investis 3 SAS 5.375% Sen Reg S 17/15.04.25	14,345,253.27	15,429,699.08	0.55
EUR	2,250,000	Darling Global Fin BV 3.625% Sen Reg S 18/15.05.26	23,615,242.74	23,201,229.70	0.83
EUR	2,000,000	DKT Finance ApS 7% Sen Reg S 18/17.06.23	22,330,044.48	20,812,981.33	0.74
EUR	1,000,000	Eurofins Scientific SA 3.75% Sen Reg S 20/17.07.26	10,565,902.49	11,811,839.56	0.42
EUR	4,500,000	Eurofins Scientific SA VAR Sub Reg S 17/13.11.Perpetual	45,672,301.38	47,354,837.35	1.69
EUR	2,500,000	Eurofins Scientific SE VAR Reg S Sub 15/29.04.Perpetual	26,641,914.84	27,211,570.20	0.97
EUR	3,800,000	European Energy AS FRN Sen 19/20.09.23	40,952,245.82	39,456,770.51	1.41
EUR	4,000,000	Faurecia SE 3.75% 20/15.06.28	41,282,745.81	42,399,309.33	1.51
EUR	3,250,000	Frontmatec Group ApS FRN 19/10.10.24	35,131,101.02	31,458,063.02	1.12
EUR	5,000,000	Getlink SE 3.5% 20/30.10.25	51,820,417.21	52,097,820.74	1.86
EUR	1,000,000	Grupo Antolin Irausa SA 3.375% Sen Reg S 18/30.04.26	10,387,170.73	9,776,097.48	0.35
EUR	1,500,000	Ht Troplast GmbH 9.25% Sen Reg S 20/15.07.25	15,717,934.71	16,841,182.46	0.60
EUR	4,000,000	Intrum AB 3% Sen 19/15.09.27	42,889,907.83	38,886,967.88	1.39
EUR	2,000,000	Intrum AB 4.875% Sen Reg S 20/15.08.25	20,568,254.19	20,880,963.43	0.75
EUR	7,540,000	Jacob Holm & Sonner Hg A/S FRN Sen 17/31.03.22	75,519,420.91	76,458,070.62	2.73
EUR	1,000,000	Johnson Controls Intl Plc 0.375% Sen 20/15.09.27	10,279,060.28	10,193,644.34	0.36
EUR	1,400,000	Jyske Bank AS VAR Sub Reg S 17/21.03.Perpetual	13,820,657.22	14,890,302.36	0.53
EUR	2,500,000	Kion Group AG 1.625% EMTN 20/24.09.25	25,873,673.42	25,997,873.51	0.93
EUR	2,750,000	Kronos Intl Inc 3.75% Sen Reg S 17/15.09.25	27,341,227.64	28,175,085.73	1.01
EUR	1,000,000	LimaCorp SpA FRN Sen Reg S 17/15.08.23	9,602,992.94	10,003,777.17	0.36
EUR	4,000,000	Loxam Module SAS 3.25% Sen Reg S 19/14.01.25	41,731,283.71	40,411,134.60	1.44
EUR	1,000,000	Molnlycke Holding AB 0.875% EMTN Sen Reg S 19/05.09.29	10,695,667.80	10,406,490.66	0.37
EUR	2,600,000	Momox Holding GmbH FRN 20/10.07.25	26,972,778.88	26,359,405.53	0.94
EUR	1,500,000	Muenchener Rueckver AG REG VAR 20/26.05.41	15,417,760.73	15,687,347.22	0.56
EUR	1,000,000	Nasdaq Inc 0.875% Sen 20/13.02.30	10,521,568.02	10,465,220.77	0.37
EUR	3,300,000	Nexans SA 2.75% Sen 17/05.04.24	31,833,643.03	35,119,145.48	1.25
EUR	3,500,000	Progroup AG 3% Sen Reg S 18/31.03.26	36,940,773.85	35,825,058.13	1.28
EUR	4,000,000	Quintiles IMS Inc 2.875% Sen Reg S 17/15.09.25	39,299,079.78	40,754,665.45	1.46
EUR	2,000,000	Schaeffler AG 1.125% EMTN Sen Reg S 19/26.03.22	20,717,705.23	20,332,178.94	0.73
EUR	1,300,000	Schoeller Packaging BV 6.375% Sen Reg S 19/01.11.24	14,001,342.45	13,488,759.85	0.48
EUR	7,200,000	SGL TransGroup Istl AS FRN Sen 19/04.11.24	77,221,780.77	71,501,883.10	2.55
EUR	4,000,000	Smakraft AS FRN 18/02.11.23	41,307,174.80	40,226,094.57	1.44
EUR	1,000,000	Svenska Handelsbanken AB 0.01% EMTN 20/02.12.27	10,151,760.52	10,047,523.05	0.36
EUR	1,500,000	Synlab Bondco Plc FRN Sen Reg S 20/01.07.25	15,689,774.32	15,414,086.34	0.55
EUR	5,000,000	Techem Verwaltung 675 mbH 2% Reg S 20/15.07.25	52,733,612.38	50,059,363.39	1.79
EUR	2,000,000	Techem Verwaltungsgesel 674 mbH 6% Sen Reg S 18/30.07.26	20,838,916.49	21,164,054.57	0.76
EUR	800,000	Tenneco Inc FRN Sen Reg S 17/15.04.24	7,606,230.43	8,081,060.37	0.29
EUR	4,300,000	Tresu Investement Holding A/S FRN Sen 17/29.09.22	32,246,380.86	17,945,866.44	0.64
EUR	1,000,000	UPM-Kymmene Corp 0.125% EMTN 20/19.11.28	10,083,652.11	10,030,929.79	0.36
EUR	1,000,000	Verisure Holding AB 3.875% Sen Reg S 20/15.07.26	10,438,584.67	10,368,577.57	0.37
EUR	500,000	Verisure Holding AB FRN Sen Reg S 20/15.04.25	5,416,902.22	5,184,439.64	0.19
			1,236,792,917.09	1,208,679,943.39	43.15
GBP	4,822,000	Iron Mountain UK Plc 3.875% EMTN Sen Reg S 17/15.11.25	53,779,293.48	55,005,002.27	1.96
GBP	2,000,000	Virgin Media Secured Fin Plc 5% Reg S Sen 17/15.04.27	21,986,658.70	23,610,667.08	0.84
			75,765,952.18	78,615,669.35	2.80
NOK	15,000,000	Digiplex Norway Holding 3 AS FRN Sen 20/12.05.23	14,334,734.25	14,855,600.41	0.53
SEK	25,000,000	LEAX Group AB FRN DMTN Sen 18/29.05.22	24,750,000.00	20,500,000.00	0.73
SEK	40,000,000	Stora Enso Oyj FRN EMTN 20/29.04.25	40,000,000.00	42,066,600.00	1.50
SEK	12,000,000	Stora Enso Oyj FRN EMTN Sen Reg S 19/20.02.24	12,257,640.00	12,237,300.00	0.44
			77,007,640.00	74,803,900.00	2.67

\* Minor differences may arise due to rounding in the calculation of percentages.

The accompanying notes are an integral part of these financial statements.

# PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND

## Statement of investments and other net assets (in SEK) (continued) as at 31st December 2020

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
					*
USD	6,000,000	Argentum Netherlands BV VAR Reg S Sub 15/15.08.50	55,636,365.60	56,089,611.33	2.00
USD	2,000,000	Ball Corp 2.875% Sen 20/15.08.30	17,475,599.95	16,467,516.37	0.59
USD	2,000,000	Ball Corp 4% Sen 13/15.11.23	19,232,154.81	17,504,400.18	0.63
USD	2,000,000	Covanta Holding Corp 5% Sen 20/01.09.30	17,512,300.03	17,602,006.64	0.63
USD	3,000,000	Covanta Holding Corp 5.875% Sen 17/01.07.25	27,566,078.91	25,752,007.04	0.92
USD	2,100,000	Encompass Health Corp 4.5% Sen 19/01.02.28	19,415,608.15	18,124,179.88	0.65
USD	1,000,000	Iron Mountain Inc 5.25% Sen Reg S 17/15.03.28	9,993,339.02	8,722,201.47	0.31
USD	2,000,000	Nemak SAB de CV 4.75% Sen Reg S 18/23.01.25	16,272,200.06	17,063,625.93	0.61
USD	4,800,000	Telefon AB LM Ericsson 4.125% Sen 12/15.05.22	43,731,874.39	41,154,490.22	1.47
USD	1,000,000	Treehouse Foods Inc 4% 20/01.09.28	8,771,699.99	8,516,279.44	0.30
USD	2,000,000	Vulcan Materials Co 3.9% Sen 17/01.04.27	17,999,756.19	19,190,569.18	0.69
USD	7,000,000	Walnut Bidco Plc 9.125% Sen Reg S 19/01.08.24	67,804,317.39	61,100,284.93	2.18
			321,411,294.49	307,287,172.61	10.98
<b>Total bonds</b>			1,752,141,023.06	1,711,634,637.86	61.11

### Transferable securities dealt in on another regulated market

#### **Bonds**

EUR	2,000,000	Silgan Holdings Inc 2.25% Sen 20/01.06.28	20,717,995.86	20,492,479.92	0.73
GBP	1,000,000	Virgin Media Vendor Fin III 4.8475% Sen Reg S 20/15.07.28	11,699,495.47	11,504,883.77	0.41
USD	1,000,000	Anixter Inc 6% Ser B Sen 19/01.12.25	9,132,599.99	8,465,363.97	0.30
USD	1,000,000	Avaya Inc (New) 6.125% Ser 144A Sen 20/15.09.28	8,781,899.98	8,779,609.78	0.31
USD	500,000	Colfax Corp 6.375% Sen Reg S 19/15.02.26	4,523,300.00	4,407,331.48	0.16
USD	2,000,000	Commscope Finance LLC 5.5% Sen Reg S 19/01.03.24	18,519,937.67	16,965,246.90	0.61
USD	790,000	Darling Ingredients Inc 5.25% Sen 144A 19/15.04.27	7,425,158.92	6,914,887.35	0.25
USD	2,000,000	DaVita Inc 3.75% 20/15.02.31	17,393,999.96	16,684,163.94	0.60
USD	1,000,000	DaVita Inc 3.75% Ser 144A Sen 20/15.02.31	8,544,607.52	8,342,081.97	0.30
USD	4,000,000	DKT Finance ApS 9.375% Sen 18/17.06.23	40,011,239.48	34,101,609.21	1.22
USD	1,000,000	Emergent BioSolutions Inc 3.875% Ser 144A Sen 20/15.08.28	8,749,749.98	8,506,457.97	0.30
USD	3,000,000	Energizer Holdings Inc 4.75% 144A 20/15.06.28	26,605,687.44	25,958,257.82	0.93
USD	5,700,000	Energizer Holdings Inc 7.75% Sen Reg S 19/15.01.27	56,407,877.33	52,293,142.16	1.87
USD	3,951,000	Hat Hgs I LLC Hat Hgs II LLC 5.25% Sen 19/15.07.24	39,809,173.77	33,784,594.07	1.21
USD	500,000	Hat Hgs I LLC Hat Hgs II LLC 6% Sen Reg S 20/15.04.25	5,008,949.99	4,407,680.78	0.16
USD	1,000,000	Hat Hgs I LLC II 3.75% Sen Reg S 20/15.09.30	8,572,509.00	8,564,770.35	0.31
USD	3,000,000	IHS Markit Ltd 4.75% GI Sen Reg S 17/15.02.25	26,711,333.98	28,365,708.72	1.01
USD	500,000	Koppers Inc 6% Ser 144A 17/15.02.25	4,502,549.99	4,253,228.98	0.15
USD	2,250,000	Kraton Polymers LLC Cap Corp 4.25% 144A 20/15.12.25	19,318,191.00	18,954,607.43	0.68
USD	2,000,000	MDC Partners Inc VAR Reg S Sen Sub 16/01.05.24	17,244,004.90	16,725,257.93	0.60
USD	6,000,000	NextEra Energy Ope Partners LP 3.875% Sen Reg S 19/15.10.26	58,161,299.72	53,055,148.19	1.89
USD	4,614,000	Pattern Energy Gr Inc 4.5% Ser 144A Sen 20/15.08.28	42,098,003.60	40,306,808.12	1.44
USD	3,000,000	Prime Sec Serv Bor LLC Fin Inc 5.75% Ser SEPT 19/15.04.26	29,660,786.95	27,060,398.90	0.97
USD	2,250,000	PTC Inc 3.625% Sen Reg S 20/15.02.25	20,417,835.06	19,051,044.78	0.68
USD	250,000	PTC Inc 4% Sen Reg S 20/15.02.28	2,412,975.00	2,158,226.05	0.08
USD	8,899,000	UPM-Kymmene Corp 7.45% Reg S Sen 97/26.11.27	99,547,738.51	99,652,025.02	3.56
USD	1,000,000	Virgin Media Finance Plc 5% Sen Reg S 20/15.07.30	9,376,400.01	8,578,372.47	0.31
USD	2,000,000	Virgin Media Secured Fin Plc 5.5% Reg S Sen 16/15.08.26	17,687,465.97	17,177,291.94	0.61
USD	1,000,000	Wolverine World Wide Inc 5% Reg S 16/01.09.26	8,421,749.99	8,393,449.47	0.30
USD	2,455,000	Wolverine World Wide Inc 5% Ser 144A 16/01.09.26	20,993,168.49	20,605,918.45	0.74
USD	2,000,000	Zayo Group Holdings Inc 4% Sen Reg S 20/01.03.27	19,626,799.93	16,555,868.47	0.59
			655,666,994.13	619,068,552.67	22.14
<b>Total bonds</b>			688,084,485.46	651,065,916.36	23.28

\* Minor differences may arise due to rounding in the calculation of percentages.

The accompanying notes are an integral part of these financial statements.

# PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND

## Statement of investments and other net assets (in SEK) (continued) as at 31st December 2020

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets *
<b><u>Other transferable securities</u></b>					
<b>Bonds</b>					
EUR	3,500,000	Ahlstrom-Munksjo Oyj VAR Sub 19/13.12.Perpetual	36,869,362.24	35,511,973.40	1.27
EUR	5,000,000	Audax Renovables SA 4.2% EMTN 20/18.12.27	50,942,641.78	50,534,031.31	1.80
EUR	2,000,000	Banco Bilbao Vizcaya Argent SA 6% 20/15.10.Perpetual	21,271,430.88	22,271,076.69	0.80
EUR	2,000,000	Garfunkelux Holdco 3 SA 6.75% 20/01.11.25	20,772,041.16	20,719,355.10	0.74
EUR	3,000,000	Garfunkelux Holdco 3 SA FRN 20/01.05.26	30,690,690.82	30,345,459.52	1.08
<b>Total bonds</b>			160,546,166.88	159,381,896.02	5.69
Total investments in securities			2,600,771,675.40	2,522,082,450.24	90.08
Cash and cash collateral at banks				239,536,540.15	8.56
Bank overdrafts and collateralized debt at banks				-24,175,882.84	-0.86
Other net assets/(liabilities)				62,362,040.40	2.22
Total				2,799,805,147.95	100.00

\* Minor differences may arise due to rounding in the calculation of percentages.

The accompanying notes are an integral part of these financial statements.

## PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND

### Industrial and geographical classification of investments as at 31st December 2020

#### Industrial classification

(in percentage of net assets)

Financials	23.68 %
Raw materials	13.97 %
Industrials	13.82 %
Technologies	10.51 %
Cyclical consumer goods	8.34 %
Utilities	7.98 %
Healthcare	6.73 %
Non-cyclical consumer goods	2.73 %
Real estate	1.71 %
Telecommunications services	0.61 %
Total	<u>90.08 %</u>

#### Geographical classification

(by domicile of the issuer)  
(in percentage of net assets)

United States of America	26.01 %
Denmark	12.47 %
Finland	8.84 %
Germany	7.59 %
France	6.61 %
Sweden	5.63 %
Luxembourg	4.90 %
United Kingdom	4.27 %
The Netherlands	3.31 %
Spain	2.95 %
Jersey	2.18 %
Norway	1.97 %
Bermuda	1.01 %
Ireland	0.77 %
Mexico	0.61 %
Canada	0.60 %
Italy	0.36 %
Total	<u>90.08 %</u>

# PARETO SICAV - PARETO NORDIC ALPHA

## Statement of net assets (in NOK) as at 31st December 2020

	Notes	
<b><u>Assets</u></b>		
Securities portfolio at market value		309,857,936.18
Cash at banks		193,420,428.49
Cash collateral at banks for OTC derivative instruments	14	9,140,349.64
Formation expenses, net	2	42,880.26
Receivable on issues of shares		11,518,664.99
Unrealised gain on contracts for difference (CFD)		160,834.17
Total assets		524,141,093.73
<b><u>Liabilities</u></b>		
Bank overdrafts		791.48
Expenses payable		1,816,975.60
Interest payable on contracts for difference (CFD)		2,890.88
Total liabilities		1,820,657.96
Net assets at the end of the year		522,320,435.77

### **Breakdown of net assets per share class**

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in NOK)
A NOK	1,138,635.6736	NOK	205.4959	233,984,951.12
M NOK	174,090.7317	NOK	187.9585	32,721,833.89
B NOK	1,213,713.1437	NOK	210.6047	255,613,650.76
				522,320,435.77

The accompanying notes are an integral part of these financial statements.



## PARETO SICAV - PARETO NORDIC ALPHA

### Statement of operations and other changes in net assets (in NOK)

from 1st January 2020 to 31st December 2020

<b><u>Income</u></b>	Notes	
Dividends, net	2	4,879,266.42
Bank interest		177,390.57
Interest on contracts for difference (CFD)		208,731.38
Total income		5,265,388.37
<b><u>Expenses</u></b>		
Management fees	4; 5	5,220,141.41
Performance fees	6	10,488,630.35
Depositary fees	8	34,548.92
Banking charges and other fees		71,035.66
Transaction fees	2	81,097.43
Central administration costs	7	5,567.62
Professional fees		16,886.08
Other administration costs		154,318.07
Subscription duty ("taxe d'abonnement")	10	214,668.75
Bank interest paid		108,450.65
Interest paid on contracts for difference (CFD)		346,015.21
Dividends paid on contracts for difference (CFD)		757,981.68
Other expenses	2; 9	65,639.81
Total expenses		17,564,981.64
Net investment loss		-12,299,593.27
<b><u>Net realised gain/(loss)</u></b>		
- on securities portfolio		-4,151,241.83
- on contracts for difference (CFD)		9,066,828.00
- on foreign exchange		1,992,588.38
Realised result		-5,391,418.72
<b><u>Net variation of the unrealised gain/(loss)</u></b>		
- on securities portfolio		57,015,108.14
- on contracts for difference (CFD)		29,831.57
Result of operations		51,653,520.99
Dividends paid		-
Subscriptions		163,439,710.75
Redemptions		-52,970,085.35
Total changes in net assets		162,123,146.39
Total net assets at the beginning of the year		360,197,289.38
Total net assets at the end of the year		522,320,435.77

The accompanying notes are an integral part of these financial statements.

# PARETO SICAV - PARETO NORDIC ALPHA

## Statistical information (in NOK)

as at 31st December 2020

Total net assets	Currency	31.12.2018	31.12.2019	31.12.2020
	NOK	528,534,727.97	360,197,289.38	522,320,435.77

Net asset value per share class	Currency	31.12.2018	31.12.2019	31.12.2020
A NOK	NOK	168.3625	182.1314	205.4959
M NOK	NOK	145.6323	160.0693	187.9585
B NOK	NOK	171.2047	185.8502	210.6047

Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
A NOK	1,002,413.8745	342,316.9096	-206,095.1105	1,138,635.6736
M NOK	45,494.3200	137,194.0269	-8,597.6152	174,090.7317
B NOK	916,565.8414	357,202.9870	-60,055.6847	1,213,713.1437

# PARETO SICAV - PARETO NORDIC ALPHA

## Statement of investments and other net assets (in NOK) as at 31st December 2020

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets *
<b><u>Investments in securities</u></b>					
<b><u>Transferable securities admitted to an official stock exchange listing</u></b>					
<b>Shares</b>					
DKK	10,354	NKT A/S Reg	3,690,166.86	3,954,581.36	0.76
EUR	92,000	Kesko Oyj B	10,022,004.47	20,291,870.13	3.88
EUR	50,000	Sampo Plc A	16,479,577.08	18,119,987.56	3.47
EUR	170,000	Stora Enso Oyj R	21,941,729.40	27,881,298.76	5.34
EUR	105,000	Valmet Oyj	18,436,882.36	25,712,875.60	4.92
			66,880,193.31	92,006,032.05	17.61
NOK	260,000	Nordic Semiconductor ASA	10,662,520.59	35,880,000.00	6.87
NOK	160,000	Orkla ASA A	10,876,944.00	13,920,000.00	2.67
NOK	129,990	Sbanken ASA	9,968,032.95	8,956,311.00	1.71
NOK	115,000	Scatec ASA	5,431,174.07	39,261,000.00	7.52
NOK	241,493	Storebrand ASA	14,473,436.08	15,503,850.60	2.97
NOK	90,000	Telenor ASA	14,358,477.46	13,131,000.00	2.51
			65,770,585.15	126,652,161.60	24.25
SEK	20,000	AstraZeneca Plc	11,445,031.57	17,270,730.94	3.31
SEK	120,000	Attendo AB	8,451,570.03	5,551,485.07	1.06
SEK	90,000	Essity AB B Reg	20,614,160.35	24,814,687.95	4.75
SEK	117,000	Svenska Handelsbanken AB A	11,828,028.69	10,074,106.59	1.93
			52,338,790.64	57,711,010.55	11.05
<b>Total shares</b>			188,679,735.96	280,323,785.56	53.67
<b><u>Open-ended investment funds</u></b>					
<b>Investment funds (UCITS)</b>					
NOK	29,417.56	Pareto Likviditet Units Dist	29,004,188.15	29,534,150.62	5.65
<b>Total investment funds (UCITS)</b>			29,004,188.15	29,534,150.62	5.65
Total investments in securities			217,683,924.11	309,857,936.18	59.32
Cash and cash collateral at banks				202,560,778.13	38.78
Bank overdrafts and collateralized debt at banks				-791.48	0.00
Other net assets/(liabilities)				9,902,512.94	1.90
<b>Total</b>				522,320,435.77	100.00

\* Minor differences may arise due to rounding in the calculation of percentages.

The accompanying notes are an integral part of these financial statements.

## PARETO SICAV - PARETO NORDIC ALPHA

### Industrial and geographical classification of investments as at 31st December 2020

#### Industrial classification

(in percentage of net assets)

Industrials	13.20 %
Non-cyclical consumer goods	12.36 %
Financials	10.08 %
Technologies	6.87 %
Investment funds	5.65 %
Raw materials	5.34 %
Healthcare	3.31 %
Telecommunications services	2.51 %
Total	<u>59.32 %</u>

#### Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

Norway	29.90 %
Finland	17.61 %
Sweden	7.74 %
United Kingdom	3.31 %
Denmark	0.76 %
Total	<u>59.32 %</u>

# PARETO SICAV - PARETO NORDIC EQUITY

## Statement of net assets (in NOK) as at 31st December 2020

	Notes	
<b><u>Assets</u></b>		
Securities portfolio at market value		309,225,793.67
Cash at banks		16,779,833.62
Formation expenses, net	2	89,292.18
Total assets		326,094,919.47
<b><u>Liabilities</u></b>		
Expenses payable		528,343.23
Total liabilities		528,343.23
Net assets at the end of the year		325,566,576.24

### **Breakdown of net assets per share class**

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in NOK)
B EUR	10.2976	EUR	124.8174	13,474.05
B NOK	76,670.4033	NOK	1,316.8940	100,966,797.33
B SEK	187.6144	SEK	1,162.5123	227,354.91
C NOK	49,067.3198	NOK	1,326.9721	65,110,963.34
D EUR	10.2976	EUR	127.0985	13,720.39
D NOK	89,324.5418	NOK	1,341.5369	119,832,171.94
I NOK	29,188.8602	NOK	1,349.9018	39,402,094.28
				325,566,576.24

The accompanying notes are an integral part of these financial statements.

## PARETO SICAV - PARETO NORDIC EQUITY

### Statement of operations and other changes in net assets (in NOK)

from 1st January 2020 to 31st December 2020

<b><u>Income</u></b>	Notes	
Dividends, net	2	3,170,604.29
Bank interest		27,351.86
Other income	5	71,751.29
Total income		3,269,707.44
<b><u>Expenses</u></b>		
Management fees	4; 5	2,973,866.92
Depositary fees	8	21,773.63
Transaction fees	2	318,458.89
Central administration costs	7	41,555.12
Professional fees		22,477.07
Other administration costs		252,838.00
Subscription duty ("taxe d'abonnement")	10	125,235.13
Other taxes		21,462.74
Bank interest paid		21,045.53
Other expenses	2; 9	102,208.39
Total expenses		3,900,921.42
Net investment loss		-631,213.98
<b><u>Net realised gain/(loss)</u></b>		
- on securities portfolio		48,323,719.08
- on forward foreign exchange contracts		-4,451.25
- on foreign exchange		-361,180.72
Realised result		47,326,873.13
<b><u>Net variation of the unrealised gain/(loss)</u></b>		
- on securities portfolio		8,046,880.06
Result of operations		55,373,753.19
Dividends paid		-
Subscriptions		52,107,775.93
Redemptions		-57,702,951.19
Total changes in net assets		49,778,577.93
Total net assets at the beginning of the year		275,787,998.31
Total net assets at the end of the year		325,566,576.24

The accompanying notes are an integral part of these financial statements.

# PARETO SICAV - PARETO NORDIC EQUITY

## Statistical information (in NOK)

as at 31st December 2020

Total net assets	Currency	31.12.2018	31.12.2019	31.12.2020
	NOK	434,839,964.23	275,787,998.31	325,566,576.24

Net asset value per share class	Currency	31.12.2018	31.12.2019	31.12.2020
B EUR	EUR	95.4378	113.5294	124.8174
B NOK	NOK	950.5673	1,127.4406	1,316.8940
B SEK	SEK	896.1806	1,104.6923	1,162.5123
C NOK	NOK	951.0813	1,132.1022	1,326.9721
D EUR	EUR	95.5281	114.6209	127.0985
D NOK	NOK	951.8964	1,138.7746	1,341.5369
I NOK	NOK	952.4044	1,142.5618	1,349.9018

Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
B EUR	10.2976	-	-	10.2976
B NOK	52,333.8219	27,095.3359	-2,758.7545	76,670.4033
B SEK	48.1815	484.2021	-344.7692	187.6144
C NOK	28,464.7468	26,506.3381	-5,903.7651	49,067.3198
D EUR	10.2976	-	-	10.2976
D NOK	132,718.5129	-	-43,393.9711	89,324.5418
I NOK	29,188.8602	-	-	29,188.8602

# PARETO SICAV - PARETO NORDIC EQUITY

## Statement of investments and other net assets (in NOK) as at 31st December 2020

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets *
<b><u>Investments in securities</u></b>					
<b><u>Transferable securities admitted to an official stock exchange listing</u></b>					
<b>Shares</b>					
DKK	17,500	NKT A/S Reg	6,451,235.17	6,683,907.06	2.05
DKK	3,950	Rockwool Intl A/S B	12,173,692.24	12,672,242.76	3.89
DKK	32,000	Topdanmark AS	11,742,488.57	11,906,536.85	3.66
			30,367,415.98	31,262,686.67	9.60
EUR	62,000	Fortum Oyj	12,682,947.97	12,804,022.45	3.93
EUR	51,000	Kesko Oyj B	11,037,777.84	11,248,754.09	3.45
EUR	36,000	Konecranes Plc	10,993,330.04	10,861,299.80	3.34
EUR	51,000	Sampo Plc A	18,789,051.17	18,482,387.31	5.68
EUR	76,700	Stora Enso Oyj R	9,398,233.29	12,579,385.97	3.86
EUR	79,000	Valmet Oyj	18,939,521.33	19,345,877.84	5.94
			81,840,861.64	85,321,727.46	26.20
NOK	446,020	Kitron ASA	3,851,249.46	8,081,882.40	2.48
NOK	94,000	Nordic Semiconductor ASA	3,987,138.61	12,972,000.00	3.98
NOK	83,716	Norwegian Fin Hg ASA	6,087,321.71	6,123,825.40	1.88
NOK	220,000	Orkla ASA A	18,685,361.99	19,140,000.00	5.88
NOK	83,455	Sbanken ASA	5,775,086.00	5,750,049.50	1.77
NOK	41,000	Scatec ASA	3,924,742.72	13,997,400.00	4.30
NOK	300,000	Storebrand ASA	18,808,945.70	19,260,000.00	5.92
NOK	85,000	Telenor ASA	12,713,953.10	12,401,500.00	3.81
			73,833,799.29	97,726,657.30	30.02
SEK	54,000	ABB Ltd Reg	11,537,428.57	12,890,503.31	3.96
SEK	37,329	AcadeMedia AB	3,220,850.73	3,307,546.16	1.02
SEK	48,720	AF Poyry AB	12,856,187.00	12,757,557.87	3.92
SEK	54,658	Alfa Laval AB	12,952,505.16	12,893,740.42	3.96
SEK	65,900	Attendo AB	2,951,398.64	3,048,690.55	0.94
SEK	180,800	Coor Serv Mgt Holding AB	11,517,317.61	13,645,128.34	4.19
SEK	69,700	Essity AB B Reg	18,434,619.01	19,217,597.22	5.90
SEK	90,000	Securitas AB B	12,345,397.44	12,454,252.65	3.83
SEK	51,941	TF Bank AB Reg	4,302,715.75	4,699,705.72	1.44
			90,118,419.91	94,914,722.24	29.16
Total investments in securities			276,160,496.82	309,225,793.67	94.98
Cash and cash collateral at banks				16,779,833.62	5.15
Other net assets/(liabilities)				-439,051.05	-0.13
Total				325,566,576.24	100.00

\* Minor differences may arise due to rounding in the calculation of percentages.

The accompanying notes are an integral part of these financial statements.



## PARETO SICAV - PARETO NORDIC EQUITY

### Industrial and geographical classification of investments as at 31st December 2020

#### Industrial classification

(in percentage of net assets)

Industrials	41.86 %
Financials	20.35 %
Non-cyclical consumer goods	17.19 %
Technologies	3.98 %
Utilities	3.93 %
Raw materials	3.86 %
Telecommunications services	3.81 %
Total	<u>94.98 %</u>

#### Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

Norway	30.02 %
Finland	26.20 %
Sweden	25.20 %
Denmark	9.60 %
Switzerland	3.96 %
Total	<u>94.98 %</u>

# PARETO SICAV - PARETO NORDIC CROSS CREDIT

## Statement of net assets (in NOK)

as at 31st December 2020

	Notes	
<b>Assets</b>		
Securities portfolio at market value		1,727,231,192.36
Cash at banks		72,778,507.37
Cash collateral at banks for OTC derivative instruments	14	21,977,129.09
Formation expenses, net	2	95,741.05
Receivable on treasury transactions		76.92
Receivable on issues of shares		236,316.44
Income receivable on portfolio		7,718,718.99
Unrealised gain on forward foreign exchange contracts		10,420,567.75
Other receivables		739.13
Total assets		1,840,458,989.10
<b>Liabilities</b>		
Cash collateral at banks for OTC derivative instruments	14	4,381,923.52
Payable on redemptions of shares		12,726,333.94
Expenses payable		1,149,575.00
Total liabilities		18,257,832.46
Net assets at the end of the year		1,822,201,156.64

### Breakdown of net assets per share class

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in NOK)
A EUR	8,010.0000	EUR	106.8094	8,968,716.67
A NOK	837,303.7064	NOK	1,021.5842	855,376,266.38
A SEK	101.6264	SEK	1,021.1792	108,180.54
H EUR	10.0000	EUR	102.0910	10,702.30
H NOK	211,217.7384	NOK	1,023.3803	216,156,067.80
H USD	10.0000	USD	103.0960	8,832.66
H-I EUR	164,060.0866	EUR	101.2112	174,068,487.55
H-I NOK	404,159.4938	NOK	1,023.7279	413,749,347.61
I NOK	150,000.0010	NOK	1,024.8382	153,725,732.88
R EUR	9.0000	EUR	99.9944	9,434.25
R NOK	10.0000	NOK	1,000.3250	10,003.25
R SEK	9.0000	SEK	1,000.3211	9,384.75
				1,822,201,156.64

The accompanying notes are an integral part of these financial statements.

# PARETO SICAV - PARETO NORDIC CROSS CREDIT

## Statement of operations and other changes in net assets (in NOK)

from 1st January 2020 to 31st December 2020

<b><u>Income</u></b>	Notes	
Interest on bonds and other debt securities, net	2	56,513,831.51
Bank interest		219,243.06
Other income	5	1,081,726.73
Total income		57,814,801.30
<b><u>Expenses</u></b>		
Management fees	4; 5	8,183,818.50
Depositary fees	8	154,789.33
Banking charges and other fees		459.07
Transaction fees	2	36,024.97
Central administration costs	7	210,627.67
Professional fees		48,427.08
Other administration costs		373,129.50
Subscription duty ("taxe d'abonnement")	10	611,290.90
Bank interest paid		43,655.83
Other expenses	2; 9	88,226.84
Total expenses		9,750,449.69
Net investment income		48,064,351.61
<b><u>Net realised gain/(loss)</u></b>		
- on securities portfolio		5,194,853.08
- on forward foreign exchange contracts		-60,090,517.24
- on foreign exchange		12,445,828.01
Realised result		5,614,515.46
<b><u>Net variation of the unrealised gain/(loss)</u></b>		
- on securities portfolio		28,615,525.61
- on forward foreign exchange contracts		6,039,802.99
Result of operations		40,269,844.06
Dividends paid		-
Subscriptions		2,154,805,004.67
Redemptions		-1,166,175,054.57
Total changes in net assets		1,028,899,794.16
Total net assets at the beginning of the year		793,301,362.48
Total net assets at the end of the year		1,822,201,156.64

The accompanying notes are an integral part of these financial statements.

# PARETO SICAV - PARETO NORDIC CROSS CREDIT

## Statistical information (in NOK) as at 31st December 2020

Total net assets	Currency	31.12.2019	31.12.2020
	NOK	793,301,362.48	1,822,201,156.64

Net asset value per share class	Currency	31.12.2019	31.12.2020
A EUR	EUR	-	106.8094
A NOK	NOK	1,003.0881	1,021.5842
A SEK	SEK	1,000.6740	1,021.1792
H EUR	EUR	100.0842	102.0910
H NOK	NOK	1,003.2590	1,023.3803
H USD	USD	100.3640	103.0960
H-I EUR	EUR	-	101.2112
H-I NOK	NOK	1,003.2560	1,023.7279
I NOK	NOK	1,003.3534	1,024.8382
R EUR	EUR	-	99.9944
R NOK	NOK	-	1,000.3250
R SEK	SEK	-	1,000.3211

Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
A EUR	-	8,010.0000	-	8,010.0000
A NOK	209,756.9019	967,516.6023	-339,969.7978	837,303.7064
A SEK	15.0000	697.5825	-610.9561	101.6264
H EUR	61,986.0000	21,982.0000	-83,958.0000	10.0000
H NOK	121,251.2179	386,124.5749	-296,158.0544	211,217.7384
H USD	10.0000	-	-	10.0000
H-I EUR	-	188,459.8089	-24,399.7223	164,060.0866
H-I NOK	274,582.3497	328,539.3188	-198,962.1747	404,159.4938
I NOK	124,112.9243	260,497.0438	-234,609.9671	150,000.0010
R EUR	-	9.0000	-	9.0000
R NOK	-	10.0000	-	10.0000
R SEK	-	9.0000	-	9.0000

**Statement of investments and other net assets (in NOK)**  
as at 31st December 2020

\* Minor differences may arise due to rounding in the calculation of percentages.

The accompanying notes are an integral part of these financial statements.

# PARETO SICAV - PARETO NORDIC CROSS CREDIT

## Statement of investments and other net assets (in NOK) (continued) as at 31st December 2020

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
					*
SEK	10,000,000	Bilia AB FRN Sen 20/01.10.25	10,482,284.79	10,279,775.06	0.56
SEK	10,000,000	BillerudKorsnas AB 1.625% MTN Sen 17/21.02.22	9,762,205.64	10,560,393.16	0.58
SEK	4,000,000	BillerudKorsnas AB FRN Ser111 Tr1 Sen 18/20.03.23	3,785,476.53	4,194,156.56	0.23
SEK	20,000,000	Bonava AB FRN 20/11.03.24	20,440,987.32	20,982,874.83	1.15
SEK	6,250,000	Cibus Nordic Real Estate AB FRN Sen 20/12.06.23	6,453,556.40	6,693,118.38	0.37
SEK	8,000,000	Concejo AB VAR Sub 17/01.02.Perpetual	7,648,580.14	8,506,106.02	0.47
SEK	16,000,000	Coor Serv Mgt Holding AB FRN Sen 19/20.03.24	15,986,272.84	16,787,383.97	0.92
SEK	18,750,000	Corem Property Gr AB FRN MTN Sen20/27.02.23	17,854,483.97	19,327,741.39	1.06
SEK	6,300,000	Dilasso Timber AB FRN Sk Sen 19/08.07.23	6,086,360.20	6,813,484.74	0.37
SEK	20,000,000	Elekta AB FRN DMTN Sen 20/13.03.25	19,632,793.62	20,881,343.60	1.15
SEK	20,000,000	Ellevio AB FRN EMTN A Ser 1 Sen Reg S 16/09.12.23	19,517,583.35	21,406,824.99	1.17
SEK	22,000,000	FastPartner AB FRN Sen 19/24.05.23	22,927,288.40	23,318,405.53	1.28
SEK	14,000,000	FNG Nordic AB FRN 19/25.07.24	13,776,941.87	14,529,961.42	0.80
SEK	16,000,000	Granges AB FRN MTN Ser 102 Sen 18/20.09.23	15,298,218.05	16,601,083.57	0.91
SEK	20,000,000	Heimstaden AB FRN 20/15.01.24	20,947,612.45	20,925,854.73	1.15
SEK	10,000,000	Hexagon AB FRN 20/17.09.25	10,292,335.57	10,543,193.31	0.58
SEK	5,000,000	Hexagon AB FRN DMTN Sen Ser 112 17/10.03.22	4,758,327.47	5,253,797.43	0.29
SEK	5,000,000	Hexagon AB FRN MTN Ser 114 Sen 17/24.05.21	4,733,255.30	5,222,733.46	0.29
SEK	10,000,000	Hexagon AB FRN MTN Ser 116 Tr 1 Sen 18/04.04.23	9,885,903.58	10,466,627.94	0.57
SEK	20,000,000	IA Hedin Bil AB FRN Sen 17/05.10.22	19,875,502.46	20,848,299.06	1.14
SEK	10,000,000	Intrum AB FRN Sen 19/03.07.23	9,779,529.54	10,442,965.12	0.57
SEK	18,000,000	Islandsbanki HF FRN EMTN Ser 22 Tr1 Sen 18/31.08.28	16,833,986.60	17,936,563.06	0.98
SEK	4,000,000	Jyske Bank AS FRN Reg S Sub 16/19.05.26	3,885,503.80	4,202,454.18	0.23
SEK	10,000,000	K2A Knaust & Andersson Fastigh AB FRN 20/28.08.23	10,265,449.25	10,564,667.07	0.58
SEK	10,000,000	Kinnevik AB FRN MTN Ser 106 Sen 20/19.02.25	9,573,183.44	10,393,867.37	0.57
SEK	2,000,000	Landshypotek Bank AB FRN EMTN Sub 16/25.05.26	1,938,447.55	2,102,446.72	0.12
SEK	10,000,000	Lifco AB FRN 20/02.03.23	10,515,366.21	10,475,227.86	0.58
SEK	5,000,000	M2 Asset Management AB FRN Sen Reg S 19/19.12.22	4,839,442.21	5,159,954.02	0.28
SEK	10,000,000	NCC Treasury AB FRN DMTN Ser 122 Sen 19/30.09.24	9,392,764.34	10,293,170.09	0.57
SEK	15,000,000	Nibe Industrier AB FRN Ser DMTN Sen 17/11.04.22	14,361,646.43	15,769,366.74	0.87
SEK	20,000,000	Nordic Entertainment Gr AB FRN DMTN Sen 19/23.05.24	19,281,854.18	20,982,666.34	1.15
SEK	9,900,000	Orexo AB FRN Sen 144A 17/13.11.21	9,720,746.04	10,397,307.34	0.57
SEK	9,000,000	Sagax AB FRN EMTN Sen 19/16.06.23	8,635,450.43	9,370,523.40	0.51
SEK	5,000,000	Samhallsbyggnadsbolag i AB FRN EMTN Sen Reg S 19/03.10.22	4,740,020.51	5,220,049.24	0.29
SEK	12,000,000	SBAB Bank AB FRN EMTN Sub 20/03.06.30	12,314,884.12	12,984,195.56	0.71
SEK	20,000,000	Sinch AB FRN Sen 19/27.11.24	20,754,796.77	21,178,536.11	1.16
SEK	9,000,000	SSAB AB FRN EMTN Ser 106 Sen Reg S 17/05.04.22	9,743,314.28	9,586,772.38	0.53
SEK	2,000,000	Stora Enso Oyj FRN EMTN Ser 30 Sen Reg S 19/20.08.21	1,904,149.57	2,090,792.52	0.11
SEK	15,000,000	Sveaskog AB FRN Sen 14/30.10.23	14,372,183.66	15,890,391.12	0.87
SEK	7,000,000	Tele2 AB FRN EMTN Sen 17/24.02.23	6,741,893.34	7,470,242.64	0.41
SEK	10,000,000	Telenor ASA FRN EMTN Ser 58 Tr 1 Sen Reg S 19/20.09.21	10,584,484.46	10,438,743.34	0.57
SEK	20,100,000	Telia Co AB Step-up FRN Sub Reg S 17/04.10.77	20,019,050.54	21,480,754.10	1.18
SEK	25,000,000	Velliv Pension & Livsforsik FRN Sub 18/08.06.28	23,990,052.97	26,320,977.55	1.44
SEK	10,000,000	Volvo Treasury AB FRN EMTN Ser 385 Tr 1 Sen 18/13.12.23	10,408,487.41	10,598,232.83	0.58
SEK	8,000,000	Wihlborgs Fastigheter AB FRN Ser 109 Tr 1 19/29.08.22	7,703,986.70	8,350,410.92	0.46
			543,948,515.63	576,274,651.32	31.62
USD	200,000	DNB Bank ASA VAR Jun Sub Reg S 16/26.03.Perpetual	1,990,907.09	1,800,224.92	0.10
USD	2,000,000	Skandinaviska Enskilda Bk AB VAR Sub Reg S17/13.05.Perpetual	19,296,721.41	17,700,676.73	0.97
USD	2,100,000	Svenska Handelsbanken AB VAR Ser 325 Sub 15/01.03.Perpetual	20,381,934.10	18,082,037.40	0.99
			41,669,562.60	37,582,939.05	2.06
<b>Total bonds</b>			<b>1,436,206,907.67</b>	<b>1,458,574,028.07</b>	<b>80.05</b>
<b>Bonds in default of payment/failed coupon payments</b>					
EUR	2,000,000	Stockmann Plc 4.75% Sen 17/11.01.22	20,497,623.48	20,022,664.87	1.10
<b>Total bonds in default of payment/failed coupon payments</b>			<b>20,497,623.48</b>	<b>20,022,664.87</b>	<b>1.10</b>
<b><u>Transferable securities dealt in on another regulated market</u></b>					
<b>Bonds</b>					
NOK	10,000,000	Brage Finans AS FRN BRFI32 PRO Sub 19/16.08.Perpetual	10,159,476.40	10,258,595.00	0.56
NOK	20,000,000	Eika Boligkreditt AS FRN Ser EIKB71 PRO Sub 18/02.02.28	20,117,197.40	20,215,081.00	1.11
NOK	20,000,000	Felleskjøpet Agri FRN 20/29.12.25	20,000,000.00	20,001,561.00	1.10

\* Minor differences may arise due to rounding in the calculation of percentages.

The accompanying notes are an integral part of these financial statements.

# PARETO SICAV - PARETO NORDIC CROSS CREDIT

## Statement of investments and other net assets (in NOK) (continued) as at 31st December 2020

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets *
NOK	15,000,000	Felleskjøpet Agri FRN Ser FKOV12 PRO Sen 19/25.04.24	15,039,180.90	15,156,943.50	0.83
NOK	9,844,028	Hedgehog Holding AS FRN Sk Sen 18/03.10.25	9,696,367.58	9,678,375.62	0.53
NOK	14,000,000	Merkantilbygg Hgs AS FRN 144A 20/28.09.22	14,000,000.00	14,070,700.00	0.77
NOK	12,000,000	Nortura Konsernpensjonskasse FRN NORTKP01 Pro 19/26.06.29	12,125,177.10	12,106,530.00	0.66
NOK	15,000,000	Obos Banken AS VAR 17/18.08.Perpetual	15,185,794.35	15,222,837.75	0.84
NOK	20,000,000	SpareBank 1 Nordvest VAR Ser SNOR01 PRO 17/17.02.Perpetual	20,271,640.60	20,370,117.00	1.12
NOK	12,000,000	Sparebanken Sor FRN Ser SOR46 PRO Sub 17/23.08.Perpetual	12,136,906.68	12,161,670.00	0.67
NOK	20,000,000	Sparebanken Telemark VAR Sub 17/23.11.Perpetual	20,167,155.40	20,271,916.00	1.11
NOK	15,000,000	Sparebanken Vest AS FRN Ser SVEG86PRO Sub 99/08.12.Perpetual	15,476,824.20	15,265,813.50	0.84
			184,375,720.61	184,780,140.37	10.14
SEK	10,000,000	Volvo Car AB FRN EMTN Sen Reg S 19/27.02.23	9,750,369.76	10,569,201.57	0.58
<b>Total bonds</b>			194,126,090.37	195,349,341.94	10.72
<b><u>Other transferable securities</u></b>					
<b>Bonds</b>					
EUR	800,000	Ahlstrom-Munksjo Oyj VAR Sub 19/13.12.Perpetual	8,115,273.01	8,461,305.62	0.46
NOK	19,000,000	SpareBank 1 Forsikring AS FRN spons 16/14.12.26	19,427,500.00	19,300,737.70	1.06
SEK	16,000,000	Kraftringen Energi AB FRN Ser 11 Sen 18/06.12.23	15,262,308.17	16,891,458.68	0.93
USD	1,000,000	Kloven AB FRN Sen 19/15.10.21	9,131,345.97	8,631,655.48	0.47
<b>Total bonds</b>			51,936,427.15	53,285,157.48	2.92
Total investments in securities			1,702,767,048.67	1,727,231,192.36	94.79
Cash and cash collateral at banks				94,755,636.46	5.20
Bank overdrafts and collateralized debt at banks				-4,381,923.52	-0.24
Other net assets/(liabilities)				4,596,251.34	0.25
Total				1,822,201,156.64	100.00

\* Minor differences may arise due to rounding in the calculation of percentages.

The accompanying notes are an integral part of these financial statements.

## PARETO SICAV - PARETO NORDIC CROSS CREDIT

### Industrial and geographical classification of investments as at 31st December 2020

#### Industrial classification

(in percentage of net assets)

Financials	31.63 %
Industrials	15.60 %
Real estate	10.69 %
Raw materials	8.52 %
Cyclical consumer goods	5.90 %
Technologies	5.20 %
Non-cyclical consumer goods	5.14 %
Utilities	3.87 %
Telecommunications services	3.70 %
Energy	2.16 %
Healthcare	1.72 %
Investment funds	0.66 %
Total	<u>94.79 %</u>

#### Geographical classification

(by domicile of the issuer)  
(in percentage of net assets)

Norway	42.13 %
Sweden	38.16 %
Finland	6.42 %
Denmark	3.72 %
Iceland	2.62 %
Bermuda	1.74 %
Total	<u>94.79 %</u>



**Note 1 - General information**

PARETO SICAV (the "Fund") was incorporated as an open-ended investment company ("*Société d'Investissement à Capital Variable*") with multiple Sub-Funds on 5th May 2010 for an unlimited period. The Fund is registered under Part I of the amended Law of 17th December 2010 relating to Undertakings for Collective Investment in Transferable Securities which implements Directive 2009/65/EC into Luxembourg law.

The Articles of Incorporation were published in the "*Mémorial C, Recueil des Sociétés et Associations*" on 21st May 2010. The latest amendment of the Articles of Incorporation took place on 6th February 2019 and was published on 19th February 2019. On 1st June 2016, the Luxembourg Memorial C has been replaced by RESA ("*Recueil Electronique des Sociétés et Associations*"), the new official electronic platform of central publication regarding companies and associations. Publications made after 1st June 2016 are available on this new platform accessible through the website of the RCS ("*Registre du Commerce et des Sociétés*").

The Net Asset Value per Share of each Sub-Fund is calculated on each Bank Business Day (the "Valuation Day"), Bank Business Day is a day on which banks are normally open for business in Luxembourg, Norway and Sweden, except for 24th December in each year.

The financial year of the Fund starts on 1st January and ends on 31st December in each year. The annual reports including audited financial statements and the unaudited semi-annual reports comprise consolidated financial statements of the Fund expressed in EUR, being the reference currency of the Fund and financial information on each Sub-Fund expressed in the reference currency of each Sub-Fund.

Copies of the Articles of Incorporation, of the current Prospectus, of the Key Investor Information Document (KIID) and of the latest reports of the Fund may be obtained free of charge at the registered office of the Fund, and at the Management Company.

**Note 2 - Significant accounting policies**

a) Presentation of the financial statements

The financial statements of the Fund are established in accordance with the Luxembourg legal and regulatory requirements concerning Undertakings for Collective Investment and with generally accepted accounting principles in Luxembourg.

The financial statements of the Fund have been prepared on a going concern basis.

b) Valuation

- i. Securities and/or financial derivative instruments listed on Regulated Markets, which operate regularly and are recognised and open to the public, are valued at the last available price; in the event that there should be several such markets, on the basis of the last available price of the main market for the relevant security. Should the last available price for a given security not truly reflect its fair market value, then that security shall be valued on the basis of the probable sales prices which the Board of Directors of the Fund deems is prudent to assume;
- ii. Securities and/or financial derivative instruments not listed on Regulated Markets, which operate regularly and are recognised and open to the public, are valued on the basis of their last available price. Should the last available price for a given security not truly reflect its fair market value, then that security will be valued by the Board of Directors of the Fund on the basis of the probable sales price which the Board of Directors of the Fund deems is prudent to assume;
- iii. Interest Rate and Cross Currency Swaps (CCIRS Swaps) are valued on a daily mark-to-market basis by calculating the present-value difference between the paying and the receiving legs. The calculation is performed with the help of the appropriate market conventions that are pertaining to the currencies

## PARETO SICAV

### Notes to the financial statements (continued)

as at 31st December 2020

traded in the Interest Rates and Cross Currency Swaps. The unrealised gains or losses are disclosed in the statement of net assets. The net variation of the unrealised gain/(loss) and net realised gain/(loss) are disclosed in the statement of operations and other changes in net assets;

- iv. Liquid assets are valued at nominal value plus any accrued interest or on an amortised cost basis. All other assets, where practice allows, are valued in the same manner. Short-term investments that have a remaining maturity of one year or less are valued (i) at market value, or (ii) where market value is not available or not representative, at amortised cost. The captions "Other liquid assets" and "Other liquid liabilities" are mainly composed of cash accounts held at brokers;
- v. The value of any cash on hand or on deposit, bills and demand notes and accounts receivable, prepaid expenses, cash dividends and interest declared or accrued as aforesaid, and not yet received is deemed to be the full amount thereof, unless, however, the same is unlikely to be paid or received in full, in which case the value thereof is determined after making such discount as the Board of Directors of the Fund may consider appropriate in such case to reflect the true value thereof.

#### c) Net realised gain/(loss) on securities portfolio

The net realised gain/(loss) on securities portfolio is determined on the basis of the average cost of securities and is disclosed in the statement of operations and other changes in net assets.

#### d) Cost of securities

The acquisition cost of a security denominated in a currency other than that of the Sub-Fund is converted to the Sub-Fund's currency at the exchange rate prevailing on the date of purchase.

#### e) Exchange translation

Bank balances, other assets and liabilities and the value of securities held that are denominated in other currencies than the Sub-Fund's currency are converted at the prevailing exchange rate of the closing day. Income and expenses incurred in currencies other than the Sub-Fund's currency are converted at the prevailing exchange rate of the day of each transaction. Exchange gains or losses are disclosed in the statement of operations and other changes in net assets.

At the date of the financial statements, the prevailing exchange rates on the closing day are as follows:

1	NOK	=	0.1031702	CHF	Swiss Franc
			0.7100637	DKK	Danish Krona
			0.0953919	EUR	Euro
			0.0853945	GBP	Pound Sterling
			0.9593109	SEK	Swedish Krona
			0.1167215	USD	US Dollar
1	SEK	=	0.7401811	DKK	Danish Krona
			0.0994379	EUR	Euro
			0.0890165	GBP	Pound Sterling
			1.0424150	NOK	Norwegian Krona
			0.1216723	USD	US Dollar

#### f) Combined financial statements

The combined financial statements of the Fund are expressed in EUR and are equal to the sum of the corresponding captions in the financial statements of each Sub-Fund converted into this currency at the exchange rates prevailing at the date of the financial statements.

At the date of the financial statements, the exchange rates used for the combined statements are the following:

1	EUR	=	10.4830706	NOK	Norwegian Krona
			10.0565236	SEK	Swedish Krona

## PARETO SICAV

### Notes to the financial statements (continued)

as at 31st December 2020

#### g) Foreign exchange difference

For each Sub-Fund, the Net Asset Value at the beginning of the year is translated into EUR using the exchange rates applicable as at 31st December 2019. Foreign exchange difference between the Net Asset Value at the beginning of the year translated using the exchange rates applicable as at 31st December 2019 and the exchange rates applicable as at 31st December 2020 are presented under the caption "Foreign exchange difference" in the statement of operations and other changes in net assets.

#### h) Formation expenses

Expenses incurred in connection with the establishment of the Fund and the creation of the Sub-Funds may be amortised on a straight line basis over a period of five years.

Formation expenses are included in the caption "Other expenses" in the statement of operations and other changes in net assets.

#### i) Investment income

Dividend income is recognised on an ex-dividend basis and is recorded net of withholding tax.

Interest income is accrued on a pro rata temporis basis, net of any withholding tax.

#### j) Transaction fees

Transaction costs disclosed under the caption "Transaction fees" in the expenses of the statement of operations and other changes in net assets are mainly composed of broker fees incurred by the Fund relating to purchases or sales of securities, of fees relating to transactions paid to the depositary and of transaction fees on financial and on derivatives instruments.

#### k) Forward foreign exchange contracts

Forward foreign exchange contracts are valued at forward rates for the remaining period from valuation day to the maturity of the contracts. Net unrealised gain/(loss) is disclosed in the statement of net assets. Net variation of the unrealised gain/(loss) and the net realised gain/(loss) are disclosed in the statement of operations and other changes in net assets.

#### l) Contracts For Differences (CFD)

CFD contracts are posted off-balance sheet and are valued at the last settlement or close price on the stock exchanges or regulated markets. Net unrealised gain/(loss) on CFD contracts is disclosed in the statement of net assets. Net variation of the unrealised gain/(loss) and the net realised gain/(loss) are disclosed in the statement of operations and changes in net assets.

Dividends on contracts for difference are included in the statement of net assets as "Dividends receivable on contracts for difference (CFD)" for long positions and as "Dividends payable on contracts for difference (CFD)" for short positions. Interest calculated on contracts for difference is included in the statement of net assets as "Interest receivable on contracts for difference (CFD)" for short positions and as "Interest payable on contracts for difference (CFD)" for long positions.

### **Note 3 - Subscription, redemption and conversion fees**

A sales commission of up to 0.50% of the Net Asset Value for the Sub-Funds PARETO SICAV - PARETO NORDIC CORPORATE BOND, PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND and PARETO SICAV - PARETO NORDIC CROSS CREDIT, of up to 3% of the Net Asset Value for the Sub-Fund PARETO SICAV - PARETO NORDIC ALPHA (except for the M NOK Shares: up to 0.20%) and of up to 1% of the Net Asset Value for the Sub-Fund PARETO SICAV - PARETO NORDIC EQUITY may be levied for the

## PARETO SICAV

### Notes to the financial statements (continued)

as at 31st December 2020

benefit of financial intermediaries. The Subscription Charge is to be considered as a maximum rate and, as the case may be, is allocated at the Management Company's discretion between the relevant Sub-Fund or financial intermediaries including the Global Distributor.

A charge not exceeding 0.50% for the Sub-Funds PARETO SICAV - PARETO NORDIC CORPORATE BOND, PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND, PARETO SICAV - PARETO NORDIC EQUITY and PARETO SICAV - PARETO NORDIC CROSS CREDIT and not exceeding 0.20% for the Sub-Fund PARETO SICAV - PARETO NORDIC ALPHA may be applied to redemptions of Shares. This Redemption Charge is to be considered as a maximum rate and, as the case may be, is allocated at the Management Company's discretion between the relevant Sub-Fund or financial intermediaries including the Global Distributor.

No conversion charge can be levied on conversions.

#### **Note 4 - Management fees**

The Management Company receives a maximum fee of 0.08% per annum calculated on the Net Asset Value of the Sub-Funds on each Valuation Day for the provision of its services. This fee is payable monthly in arrears.

#### **Note 5 - Investment management fees**

The different Sub-Funds and Classes incur an annual investment management fee payable to the Investment Manager. The investment management fee is expressed as a percentage of the Net Asset Value.

The investment management fees are accrued daily on the basis of the total net assets and are payable monthly to the Investment Manager as follows:

	PARETO SICAV - PARETO NORDIC CORPORATE BOND	PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND	PARETO SICAV - PARETO NORDIC ALPHA	PARETO SICAV - PARETO NORDIC EQUITY	PARETO SICAV - PARETO NORDIC CROSS CREDIT
A Shares	1.00% p.a.	1.00% p.a.	-	-	-
A DIS SEK Shares	-	1.00% p.a.	-	-	-
A DIS USD Shares	-	1.00% p.a.	-	-	-
A EUR Shares	1.00% p.a.	1.00% p.a.	-	-	0.55% p.a.
A NOK Shares	-	-	1.50% p.a.	-	0.55% p.a.
A SEK Shares	-	-	-	-	0.55% p.a.
M NOK Shares	-	-	0.00% p.a.	-	-
B Shares	0.55% p.a.	0.55% p.a.	-	-	-
B EUR Shares	-	-	-	1.60% p.a.	-
B DIS SEK Shares	-	0.55% p.a.	-	-	-
B NOK Shares	-	-	0.95% p.a.	1.60% p.a.	-
B SEK Shares	-	-	-	1.60% p.a.	-
C Shares	1.00% p.a.	1.00% p.a.	-	-	-
C NOK Shares	-	-	-	1.25% p.a.	-
D Shares	0.55% p.a.	0.55% p.a.	-	-	-
D EUR Shares	-	-	-	0.75% p.a.	-
D NOK Shares	-	-	-	0.75% p.a.	-
H CHF Shares	0.55% p.a.	-	-	-	-
H DIS GBP Shares	-	0.55% p.a.	-	-	-
H DIS USD Shares	0.55% p.a.	-	-	-	-
H EUR Shares	0.55% p.a.	0.55% p.a.	-	-	0.40% p.a.
H GBP Shares	0.55% p.a.	0.55% p.a.	-	-	-
H NOK Shares	-	-	-	-	0.40% p.a.
H USD Shares	0.55% p.a.	0.55% p.a.	-	-	0.40% p.a.
H-I NOK Shares	-	-	-	-	0.40% p.a.

## PARETO SICAV

### Notes to the financial statements (continued)

as at 31st December 2020

	PARETO SICAV - PARETO NORDIC CORPORATE BOND	PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND	PARETO SICAV - PARETO NORDIC ALPHA	PARETO SICAV - PARETO NORDIC EQUITY	PARETO SICAV - PARETO NORDIC CROSS CREDIT
H-I EUR Shares	-	-	-	-	0.40% p.a.
I DIS EUR Shares	0.40% p.a.	-	-	-	-
I EUR Shares	0.40% p.a.	-	-	-	-
I NOK Shares	0.40% p.a.	0.40% p.a.	-	0.50% p.a.	0.30% p.a.
I SEK Shares	0.40% p.a.	0.40% p.a.	-	-	-
R EUR Shares	-	-	-	-	0.70% p.a.
R NOK Shares	-	-	-	-	0.70% p.a.
R SEK Shares	-	-	-	-	0.70% p.a.

All Share Classes in the Sub-Funds PARETO SICAV - PARETO NORDIC CORPORATE BOND and PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND shall have a maximum rate in relation to on-going charges which includes investment management fee, tax and 20 basispoints for all other charges.

All Share Classes in the Sub-Fund PARETO SICAV - PARETO NORDIC EQUITY shall have a maximum rate in relation to on-going charges which includes investment management fee, tax and 30 basispoints for all other charges.

All Share Classes in the Sub-Fund PARETO SICAV - PARETO NORDIC CROSS CREDIT shall have a maximum rate in relation to on-going charges which includes investment management fee, tax and 10 basispoints for all other charges for the first two years from inception.

Any excess costs shall be taken from the investment management fees, which is Pareto Asset Management's income for the investment management functions of the Sub-Funds and are disclosed under the caption "other income" in the statement of operations and other changes in net assets.

The investment management fees and the management fees are recorded under the caption "Management fees" in the statement of operations and other changes in net assets.

#### **Note 6 - Performance fees**

For the Sub-Fund PARETO SICAV - PARETO NORDIC ALPHA, with the exception of Class M Shares, the Investment Manager is entitled to receive out of the assets of the Sub-Fund a performance fee in respect of each Share Class.

The Performance Fee is calculated and accrued at each Valuation Point in respect of each Valuation Day (each Valuation Day being a **Calculation Period**) and is payable monthly in arrears.

For each Calculation Period, the Performance Fee for Class A and B Shares is equal to 20% of the amount by which the NAV per Share on each Valuation Day exceeds the High Water Mark after the application of the Hurdle Rate.

**High Water Mark** means the greater of the original issue price of Shares in the relevant Share Class and the highest NAV per Share achieved as at the end of any previous Calculation Period (if any).

**Hurdle Rate** means an annual rate of 2% of the year end High Water Mark of the relevant Share Class for the year immediately preceding the Calculation Period pro-rated for each Valuation Day in the applicable Calculation Period.

The previous year end High Water Mark of the relevant Share Class must increase by 2% on a pro-rated daily basis before the Performance Fee may become payable and accordingly, the Performance Fee is only calculated when the High Water Mark after application of the Hurdle Rate has been reached. The Hurdle Rate is separately determined for each year and pro-rated daily until the end of the current calendar year. The Hurdle Rate is

## PARETO SICAV

### Notes to the financial statements (continued)

as at 31st December 2020

cumulative from year to year. As at each Valuation Point, the Performance Fee will be calculated by reference to the NAV per Share attributable to the Share Class before making any deduction for Performance Fees.

At the date of the financial statements, a performance fee was due for the Sub-Fund PARETO SICAV - PARETO NORDIC ALPHA and amounted to NOK 10,488,630.35.

No performance fee is foreseen for the Sub-Funds PARETO SICAV - PARETO NORDIC CORPORATE BOND, PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND, PARETO SICAV - PARETO NORDIC EQUITY and PARETO SICAV - PARETO NORDIC CROSS CREDIT.

#### **Note 7 - Central Administration cost**

Central Administration fees are disclosed in the item "central administration costs" in the statement of operations and other changes in net assets.

#### **Note 8 - Depositary fees**

The remuneration for depositary services are included in the item "Depositary fees" disclosed in the statement of operations and other changes in net assets.

#### **Note 9 - Other expenses**

The caption "Other expenses" in the statement of operations and other changes in net assets contains mainly director's fees, legal costs, expert fees, formation expenses and insurance costs.

#### **Note 10 - Subscription duty ("taxe d'abonnement")**

The Fund is governed by Luxembourg law.

Pursuant to the legislation and regulations which are prevailing, the Fund is subject to an annual subscription duty ("taxe d'abonnement") of 0.05% which is payable quarterly and calculated on the basis of the net assets of each Sub-Fund on the last day of each quarter. A reduced rate of 0.01% per annum is applicable to Classes of Shares which are exclusively held by Institutional Investors.

According to Article 175 (a) of the amended Law of 17th December 2010, the net assets invested in Undertakings for Collective Investment already subject to the "taxe d'abonnement" are exempt from this tax.

#### **Note 11 - Forward foreign exchange contracts**

As at 31st December 2020, the following Sub-Funds were committed in the following forward foreign exchange contracts:

<b>PARETO SICAV - PARETO NORDIC CORPORATE BOND</b>					
Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in NOK)
<b>Forward foreign exchange contracts (Nordea Bank Finland Plc, Finland)</b>					
EUR	1,000,000.00	NOK	10,577,743.80	15.01.2021	-91,813.04
EUR	3,000,000.00	NOK	31,841,676.60	15.01.2021	-383,884.32
EUR	4,500,000.00	SEK	46,033,411.95	15.01.2021	-807,027.73
NOK	29,482,530.10	DKK	20,500,000.00	15.01.2021	604,905.85
NOK	1,295,881,552.90	EUR	121,000,000.00	15.01.2021	27,083,930.78
NOK	19,021,181.22	EUR	1,800,000.00	15.01.2021	146,505.85
NOK	47,859,907.50	EUR	4,500,000.00	15.01.2021	673,219.07
NOK	763,375,883.79	SEK	727,000,000.00	15.01.2021	5,414,042.87

# PARETO SICAV

## Notes to the financial statements (continued) as at 31st December 2020

Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in NOK)
NOK	10,482,091.95	SEK	10,000,000.00	15.01.2021	56,209.95
NOK	25,983,697.58	SEK	25,000,000.00	15.01.2021	-80,970.81
SEK	46,023,400.35	EUR	4,500,000.00	15.01.2021	796,591.49
SEK	20,000,000.00	NOK	20,943,361.90	15.01.2021	-91,601.34
NOK	26,344,380.06	SEK	25,000,000.00	12.03.2021	258,263.36
NOK	25,995,457.57	SEK	25,000,000.00	12.03.2021	-90,318.17
NOK	609,035,063.00	USD	70,000,000.00	12.03.2021	9,180,111.08
					<u>42,668,164.89</u>
<b>Forward foreign exchange contracts (Skandinaviska Enskilda Banken AB (publ), Sweden)</b>					
EUR	18,000,000.00	NOK	189,212,040.00	15.01.2021	-465,286.30
NOK	21,177,404.00	EUR	2,000,000.00	15.01.2021	205,542.48
NOK	20,797,220.04	SEK	20,000,000.00	15.01.2021	-54,516.36
NOK	7,267,603.03	SEK	7,000,000.00	15.01.2021	-30,502.83
NOK	17,400,920.00	USD	2,000,000.00	15.01.2021	266,212.28
NOK	44,402,675.00	USD	5,000,000.00	15.01.2021	1,565,905.71
NOK	43,744,295.00	USD	5,000,000.00	15.01.2021	907,525.71
NOK	41,391,216.00	USD	4,800,000.00	15.01.2021	267,917.48
NOK	1,474,632,250.00	USD	162,500,000.00	15.01.2021	82,437,248.03
USD	2,000,000.00	NOK	17,726,826.00	15.01.2021	-592,118.28
NOK	1,059,757,600.00	EUR	100,000,000.00	12.02.2021	10,410,698.88
NOK	42,341,400.00	EUR	4,000,000.00	12.02.2021	367,523.96
NOK	675,292,800.00	SEK	649,999,999.97	12.02.2021	-2,643,619.35
NOK	635,157,889.00	USD	73,000,000.00	12.02.2021	9,693,565.79
NOK	1,060,306,900.00	EUR	100,000,000.00	12.03.2021	10,154,950.00
NOK	644,379,639.72	SEK	620,000,000.00	12.03.2021	-2,547,297.94
NOK	42,989,250.00	USD	5,000,000.00	12.03.2021	142,467.72
NOK	8,579,521.00	USD	1,000,000.00	12.03.2021	10,164.54
					<u>110,096,381.52</u>
<b>Forward foreign exchange contracts linked to Class C, D and I SEK Shares (Skandinaviska Enskilda Banken AB (publ), Sweden)</b>					
NOK	3,740,224.52	SEK	3,588,910.00	15.01.2021	-1,527.11
NOK	112,400.91	SEK	107,853.62	15.01.2021	-45.90
NOK	617,401.46	SEK	593,956.26	15.01.2021	-1,849.47
NOK	123,430,156.01	SEK	118,699,078.13	15.01.2021	-323,938.36
NOK	97,192.61	SEK	93,545.07	15.01.2021	-336.23
NOK	1,442.09	SEK	1,388.79	15.01.2021	-5.85
NOK	38,467.97	SEK	36,669.59	15.01.2021	236.68
NOK	1,400,010.47	SEK	1,337,325.00	15.01.2021	5,731.50
NOK	61,403.38	SEK	58,863.86	15.01.2021	32.66
SEK	13,780,000.00	NOK	14,481,604.79	15.01.2021	-114,733.23
SEK	271,227.00	NOK	281,933.13	15.01.2021	844.55
SEK	81,400.80	NOK	84,574.81	15.01.2021	292.58
SEK	348,105.73	NOK	365,347.19	15.01.2021	-2,416.19
SEK	88,873,011.99	NOK	93,274,838.15	15.01.2021	-616,865.15
SEK	535,548.55	NOK	558,379.57	15.01.2021	-23.46
SEK	5,350,614.39	NOK	5,555,974.31	15.01.2021	22,504.43
SEK	5,384,517.31	NOK	5,658,668.48	15.01.2021	-44,831.86
SEK	480,411.05	NOK	502,929.73	15.01.2021	-2,058.95
SEK	1,914,053,993.83	NOK	1,995,115,538.14	15.01.2021	452,716.80
SEK	145,234.28	NOK	151,500.02	15.01.2021	-80.59
SEK	28,027.00	NOK	29,144.09	15.01.2021	76.49
SEK	9,424,633.00	NOK	9,836,486.70	15.01.2021	-10,482.57
SEK	8,543,560.48	NOK	8,916,911.57	15.01.2021	-9,502.60
SEK	170,231.73	NOK	178,580.36	15.01.2021	-1,098.74
SEK	120,058,581.92	NOK	125,176,811.38	15.01.2021	-5,261.24
					<u>-652,621.81</u>
<b>Forward foreign exchange contracts linked to Class H CHF Shares (Skandinaviska Enskilda Banken AB (publ), Sweden)</b>					
CHF	50,506.30	NOK	494,451.12	15.01.2021	-4,732.52
CHF	6,633,589.68	NOK	65,794,967.36	15.01.2021	-1,474,432.15
CHF	15,098.81	NOK	148,685.24	15.01.2021	-2,284.33
					<u>-1,481,449.00</u>
<b>Forward foreign exchange contracts linked to Class H GBP Shares (Skandinaviska Enskilda Banken AB (publ), Sweden)</b>					
GBP	4,996,556.38	NOK	58,273,937.68	15.01.2021	242,953.64
GBP	672,181.20	NOK	7,841,867.53	15.01.2021	30,345.10
					<u>273,298.74</u>

# PARETO SICAV

## Notes to the financial statements (continued)

as at 31st December 2020

Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in NOK)
<b>Forward foreign exchange contracts linked to Class A EUR, H EUR, I Dis EUR and I EUR Shares (Skandinaviska Enskilda Banken AB (publ), Sweden)</b>					
EUR	111,544.36	NOK	1,172,865.19	15.01.2021	-3,218.75
EUR	130,095.89	NOK	1,367,930.57	15.01.2021	-3,754.08
EUR	154,071.03	NOK	1,634,440.49	15.01.2021	-18,862.34
EUR	472.87	NOK	5,056.50	15.01.2021	-98.02
EUR	577,836,654.57	NOK	6,179,656,767.20	15.01.2021	-120,501,616.04
EUR	1,080,454.90	NOK	11,407,820.99	15.01.2021	-78,245.72
EUR	169,239.72	NOK	1,777,733.11	15.01.2021	-3,097.12
EUR	1,021,633.27	NOK	10,818,962.50	15.01.2021	-106,186.77
EUR	611,658.01	NOK	6,477,378.20	15.01.2021	-63,574.66
EUR	204,939.97	NOK	2,162,308.30	15.01.2021	-13,321.96
EUR	771.92	NOK	8,144.48	15.01.2021	-50.18
EUR	143,540.75	NOK	1,522,839.32	15.01.2021	-17,680.95
EUR	724,439.06	NOK	7,631,411.30	15.01.2021	-34,993.48
EUR	1,725,810.22	NOK	18,180,090.42	15.01.2021	-83,363.95
EUR	457.92	NOK	4,823.84	15.01.2021	-22.12
NOK	33,887,029.27	EUR	3,194,145.00	15.01.2021	393,445.96
NOK	1,670.59	EUR	158.88	15.01.2021	4.59
NOK	71.87	EUR	6.75	15.01.2021	1.09
NOK	476,509.68	EUR	44,849.76	15.01.2021	6,218.20
NOK	42,676.30	EUR	4,008.13	15.01.2021	647.33
NOK	222.04	EUR	21.03	15.01.2021	1.52
NOK	955,820.60	EUR	90,100.72	15.01.2021	11,030.69
NOK	7,061.87	EUR	666.03	15.01.2021	77.93
NOK	34,091,338.25	EUR	3,188,129.50	15.01.2021	660,833.05
NOK	22,508,854.32	EUR	2,121,804.00	15.01.2021	259,764.49
NOK	22,593,533.68	EUR	2,126,535.09	15.01.2021	294,833.96
NOK	95,139.09	EUR	8,967.68	15.01.2021	1,104.62
NOK	22,578,647.69	EUR	2,125,134.00	15.01.2021	294,639.71
NOK	298,408.84	EUR	28,143.99	15.01.2021	3,292.91
NOK	368,206.07	EUR	35,053.12	15.01.2021	641.48
NOK	34,035,043.85	EUR	3,182,865.00	15.01.2021	659,741.84
					<u>-118,341,806.77</u>
<b>Forward foreign exchange contracts linked to Class H USD Shares (Skandinaviska Enskilda Banken AB (publ), Sweden)</b>					
NOK	3,565,672.76	USD	410,844.00	15.01.2021	45,826.83
USD	33,667,490.00	NOK	297,035,470.62	15.01.2021	-8,594,170.27
USD	27,000.00	NOK	236,062.89	15.01.2021	-4,744.34
					<u>-8,553,087.78</u>

### PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND

Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in SEK)
<b>Forward foreign exchange contracts (Nordea Bank Finland Plc, Finland)</b>					
SEK	5,114,081.60	EUR	500,000.00	15.01.2021	85,279.21
SEK	2,253,754.32	GBP	200,000.00	16.02.2021	7,462.55
SEK	344,606,648.20	USD	41,000,000.00	16.02.2021	7,808,536.04
					<u>7,901,277.80</u>
<b>Forward foreign exchange contracts (Skandinaviska Enskilda Banken AB (publ), Sweden)</b>					
EUR	12,000,000.00	SEK	122,743,044.00	15.01.2021	-2,051,786.74
EUR	1,200,000.00	SEK	12,335,622.00	15.01.2021	-266,496.27
SEK	13,258,710.40	EUR	1,300,000.00	15.01.2021	183,824.20
SEK	197,871,493.70	EUR	19,300,000.00	15.01.2021	3,759,721.61
SEK	194,791,971.00	EUR	19,000,000.00	15.01.2021	3,697,480.35
SEK	76,409,415.00	EUR	7,500,000.00	15.01.2021	977,379.22
SEK	12,265,884.00	EUR	1,200,000.00	15.01.2021	196,758.27
SEK	6,862,092.80	USD	800,000.00	15.01.2021	288,174.94
SEK	5,901,826.00	USD	700,000.00	15.01.2021	149,647.87
SEK	187,257,009.60	USD	21,600,000.00	15.01.2021	9,761,227.32
SEK	16,539,620.00	USD	2,000,000.00	15.01.2021	104,825.34
USD	2,000,000.00	SEK	17,033,574.00	15.01.2021	-598,779.34
SEK	439,988,771.00	EUR	43,000,000.00	16.02.2021	7,344,198.31
SEK	54,154,080.00	GBP	4,800,000.00	16.02.2021	243,077.54
SEK	14,641,036.50	NOK	15,500,000.00	16.02.2021	-219,279.59
SEK	953,619.00	NOK	1,000,000.00	16.02.2021	-5,111.07
SEK	182,019,411.00	USD	21,000,000.00	16.02.2021	9,513,060.87



# PARETO SICAV

## Notes to the financial statements (continued)

as at 31st December 2020

Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in SEK)
SEK	307,009,410.00	EUR	30,000,000.00	16.03.2021	5,063,165.26
SEK	167,990,700.00	USD	20,000,000.00	16.03.2021	3,744,138.06
					41,885,226.15
<b>Forward foreign exchange contracts linked to Class H USD Shares (Skandinaviska Enskilda Banken AB (publ), Sweden)</b>					
USD	1,156,163.27	SEK	9,787,280.49	15.01.2021	-286,627.52
					-286,627.52
<b>Forward foreign exchange contracts linked to Class A EUR and H EUR Shares (Skandinaviska Enskilda Bk AB, Sweden)</b>					
EUR	1,828,989.88	SEK	18,767,868.73	15.01.2021	-372,611.39
EUR	2,222.73	SEK	22,649.98	15.01.2021	-294.64
EUR	25,008.49	SEK	255,224.44	15.01.2021	-3,698.93
SEK	18,163,608.02	EUR	1,803,771.38	15.01.2021	21,988.38
SEK	1,100.53	EUR	108.43	15.01.2021	9.98
					-354,606.60
<b>Forward foreign exchange contracts linked to Class C, D and I NOK Shares (Skandinaviska Enskilda Bk AB, Sweden)</b>					
NOK	471,828.91	SEK	452,536.77	15.01.2021	19.02
NOK	1,248,122.66	SEK	1,201,281.86	15.01.2021	-4,142.11
NOK	187,026.66	SEK	177,965.59	15.01.2021	1,421.46
NOK	4,256,688.53	SEK	4,093,529.66	15.01.2021	-10,716.98
NOK	1,786,463.34	SEK	1,720,432.08	15.01.2021	-6,941.62
NOK	1,008,204,896.27	SEK	967,602,468.69	15.01.2021	-580,403.09
NOK	443,621.29	SEK	425,674.15	15.01.2021	-173.76
NOK	2,733,734.00	SEK	2,611,331.06	15.01.2021	10,736.25
SEK	18,866,661.28	NOK	19,691,128.84	15.01.2021	-20,130.64
SEK	272,252.98	NOK	285,605.01	15.01.2021	-1,685.73
SEK	54,366.59	NOK	56,684.30	15.01.2021	-2.29
SEK	209,417.98	NOK	217,684.32	15.01.2021	625.56
SEK	2,734,597.54	NOK	2,870,040.49	15.01.2021	-18,208.46
					-629,602.39
<b>Forward foreign exchange contracts linked to Class H GBP Shares (Skandinaviska Enskilda Bk AB, Sweden)</b>					
GBP	2,850,000.00	SEK	31,727,368.50	15.01.2021	286,849.29
GBP	1,748.23	SEK	19,563.39	15.01.2021	74.58
GBP	1,627,609.66	SEK	18,130,995.44	15.01.2021	152,039.70
GBP	20,000.00	SEK	224,267.32	15.01.2021	393.86
					439,357.43
<b>PARETO SICAV - PARETO NORDIC CROSS CREDIT</b>					
Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in NOK)
<b>Forward foreign exchange contracts (Nordea Bank Finland Plc, Finland)</b>					
NOK	4,176,875.21	SEK	4,000,000.00	22.02.2021	4,295.51
					4,295.51
<b>Forward foreign exchange contracts (Skandinaviska Enskilda Banken AB (publ), Sweden)</b>					
NOK	298,548,119.80	EUR	27,800,000.00	22.02.2021	6,750,068.65
NOK	5,318,951.00	EUR	500,000.00	22.02.2021	70,784.61
NOK	605,512,512.00	SEK	576,000,000.01	22.02.2021	4,658,208.60
NOK	2,087,388.00	SEK	2,000,000.00	22.02.2021	1,098.88
NOK	4,169,004.00	SEK	4,000,000.00	22.02.2021	-3,570.20
NOK	49,645,750.00	USD	5,500,000.00	22.02.2021	2,519,075.95
					13,995,666.49
<b>Forward foreign exchange contracts linked to Class A SEK and R SEK Shares (Skandinaviska Enskilda Banken AB (publ), Sweden)</b>					
NOK	3,944.26	SEK	3,768.50	15.01.2021	15.27
SEK	102,697.66	NOK	107,046.98	15.01.2021	24.29
SEK	817.70	NOK	858.20	15.01.2021	-5.68
SEK	2,001.97	NOK	2,100.15	15.01.2021	-12.92
SEK	2,000.00	NOK	2,085.26	15.01.2021	-0.09
SEK	9,000.00	NOK	9,458.23	15.01.2021	-74.94
					-54.07
<b>Forward foreign exchange contracts linked to Class A EUR, H EUR, H-I EUR and R EUR Shares (Skandinaviska Enskilda Banken AB (publ), Sweden)</b>					
EUR	500,267.11	NOK	5,297,763.16	15.01.2021	-51,996.88
EUR	900.00	NOK	9,502.52	15.01.2021	-65.18
EUR	16,912,947.14	NOK	180,875,005.80	15.01.2021	-3,527,013.12
					-3,579,075.18

# PARETO SICAV

## Notes to the financial statements (continued) as at 31st December 2020

Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in NOK)
<b>Forward foreign exchange contracts linked to Class H USD Shares (Skandinaviska Enskilda Banken AB (publ), Sweden)</b>					
USD	1,027.43	NOK	9,067.36	15.01.2021	-265.00
					<u>-265.00</u>

### Note 12 - Swaps contracts

As at 31st December 2020, the following Sub-Fund was committed in the following cross currency interest rate swaps contracts:

#### PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND

Interest receivable	Currency	Receivable amount	Interest payable	Currency	Payable amount	Maturity	Notional value (in SEK)	Unrealised result (in SEK)
<b>Skandinaviska Enskilda Banken AB (publ), Sweden</b>								
SEK-STIBOR-SIDE + 3.78%	SEK	9,350,000.00	3.250%	EUR	1,000,000.00	18.05.21	10,056,523.64	-713,487.11
SEK-STIBOR-SIDE + 3.82%	SEK	9,420,000.00	3.250%	EUR	1,000,000.00	18.05.21	10,056,523.64	-641,083.45
SEK-STIBOR-SIDE + 5.49%	SEK	9,550,000.00	4.750%	EUR	1,000,000.00	30.05.22	10,056,523.64	-499,389.14
SEK-STIBOR-SIDE + 4.5715%	SEK	19,240,000.00	4.125%	EUR	2,000,000.00	15.10.21	20,113,047.29	-895,850.71
SEK-STIBOR-SIDE + 2.91%	SEK	29,175,000.00	2.625%	EUR	3,000,000.00	30.09.24	30,169,570.93	-1,294,511.50
SEK-STIBOR-SIDE + 3.845%	SEK	33,120,000.00	5.000%	GBP	3,000,000.00	15.04.22	33,701,600.22	-1,026,450.38
SEK-STIBOR-SIDE + 3.325%	SEK	11,950,000.00	3.250%	EUR	1,250,000.00	15.03.21	12,570,654.55	-636,657.51
SEK-STIBOR-SIDE + 2.665%	SEK	57,540,000.00	2.750%	EUR	6,000,000.00	05.01.24	60,339,141.86	-3,984,124.46
SEK-STIBOR-SIDE + 3.3625%	SEK	19,440,000.00	3.375%	EUR	2,000,000.00	15.07.22	20,113,047.29	-840,444.34
SEK-STIBOR-SIDE + 4.79%	SEK	81,040,000.00	4.750%	EUR	8,000,000.00	15.06.21	80,452,189.14	459,475.44
SEK-STIBOR-SIDE + 1.85%	SEK	26,550,000.00	4.750%	USD	3,000,000.00	15.11.22	24,656,399.91	827,981.72
SEK-STIBOR-SIDE + 3.54%	SEK	44,250,000.00	6.250%	USD	5,000,000.00	15.10.21	41,093,999.85	2,512,456.36
							<u>353,379,221.96</u>	<u>-6,732,085.08</u>
<b>Nordea Bank Finland Plc, Finland</b>								
SEK-STIBOR-SIDE+5.72%	SEK	25,632,000.00	DKK-CIBOR2-CIBOR+=5.30%	DKK	20,000,000.00	16.09.21	27,020,416.07	-1,413,619.33
SEK-STIBOR-SIDE+2.85%	SEK	38,376,000.00	2.875%	EUR	4,000,000.00	15.09.22	40,226,094.57	-2,303,840.51
							<u>67,246,510.64</u>	<u>-3,717,459.84</u>
							<u>420,625,732.60</u>	<u>-10,449,544.92</u>

As at 31st December 2020, the following Sub-Fund was committed in the following interest rate swaps contract with Skandinaviska Enskilda Banken AB (publ), Sweden:

#### PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND

Nominal	Currency	Interest receivable	Interest payable	Maturity	Unrealised result (in SEK)
4,000,000.00	USD	USD-LIBOR-BBA+1.97%	4.750%	15.11.24	-3,090,792.25
					<u>-3,090,792.25</u>

## PARETO SICAV

### Notes to the financial statements (continued)

as at 31st December 2020

#### **Note 13 - Contracts For Difference (CFD)**

As at 31st December 2020, the following Sub-Fund was committed in the following CFD contracts with Skandinaviska Enskilda Banken AB (publ), Sweden:

<b>PARETO SICAV - PARETO NORDIC ALPHA</b>					
	Number of contracts	Denomination	Currency	Market value (in NOK)	Unrealised result (in NOK)
Sale	-92,000	DNB ASA CFD	NOK	-15,456,000.00	-36,800.00
Sale	-131,000	Skandinaviska Enskilda Bk AB A CFD	SEK	-11,539,012.32	169,329.88
Sale	-45,000	UPM-Kymmene Corp CFD	EUR	-14,373,862.27	28,304.29
				<u>-41,368,874.59</u>	<u>160,834.17</u>

#### **Note 14 - Pledged assets**

As at 31st December 2020, the following Sub-Funds have pledged assets as described below:

-PARETO SICAV - PARETO NORDIC CORPORATE BOND holds/gives cash pledged as collateral at Skandinaviska Enskilda Banken AB (publ), Sweden for an amount of NOK -2,096,614.12, at Skandinaviska Enskilda Banken AB (publ), - Luxembourg Branch for an amount of NOK 23,854,891.90 and at Nordea Bank Finland Plc, Finland for an amount of NOK -26,513,000.00;

-PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND holds/gives cash pledged as collateral at Skandinaviska Enskilda Banken AB (publ), Sweden for an amount of SEK -24,175,882.84 and at Skandinaviska Enskilda Banken AB (publ), - Luxembourg Branch for an amount of SEK 42,431,663.96;

-PARETO SICAV - PARETO NORDIC ALPHA holds cash pledged as collateral at Skandinaviska Enskilda Banken AB (publ), Sweden for an amount of NOK 9,140,349.64;

-PARETO SICAV - PARETO CROSS CREDIT holds/gives cash pledged as collateral at Skandinaviska Enskilda Banken AB (publ), Sweden for an amount of NOK -4,381,923.52 and at Skandinaviska Enskilda Banken AB (publ), - Luxembourg Branch for an amount of NOK 21,977,129.09.

Those amounts serve as collateral for commitment on forward foreign exchange contracts, swaps contracts and CFD contracts.

#### **Note 15 - Swing Pricing**

A Sub-Fund may suffer a reduction in value as a result of the transaction costs incurred in the purchase and sale of its underlying investments and of the spread between the buying and selling prices of such investments caused by subscriptions, redemptions and/or switches in and out of the Sub-Funds. In order to counter this and to protect Shareholders' interests, the Directors may apply "swing pricing" as part of its daily valuation policy. This will mean that in certain circumstances the Directors may make adjustments in the calculations of the Net Asset Values per Share, to counter the impact of dealing and other costs on occasions when these are deemed to be significant in case net subscriptions or redemptions exceed a certain threshold as determined by the Directors. The Directors have delegated some of these powers to the Management Company. The adjustment of the Net Asset Value per Share shall not exceed 1% of the unadjusted Net Asset Value as of the relevant Valuation Day. The adjustments to the Net Asset Value per Share applicable on any Valuation Day shall be identical for all subscriptions dealt with as of such day in the relevant Sub-Fund.

For the avoidance of doubt, performance fees, if any, will be calculated on the basis of the unadjusted Net Asset Value.

During the period of the report, no swing pricing was applied.

## **PARETO SICAV**

### **Notes to the financial statements (continued)**

as at 31st December 2020

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#### **Note 16 - Anti dilution levy**

The Investment Manager commits to refund the Sub-Fund PARETO SICAV - PARETO NORDIC EQUITY an estimate of the Sub-Fund's average transaction costs in relation to large subscriptions and redemptions. On Valuation Days where the net subscription/redemption is above a certain threshold, the Investment Manager compensates the Sub-Fund. The threshold and compensation factor are determined by the Investment Manager according to the Investment Manager's internal procedures and may change over time.

The threshold currently is 0.75% of the Sub-Fund's net assets and the compensation factor is 0.10% of the net subscription/redemption on the relevant day.

The anti dilution levy was applied 9 times during the period of the financial statements, not on 31st December 2020.

The total value of reimbursement is NOK 66,285.14 and is disclosed under the item "management fees" in the statement of operations and other changes in net assets.

#### **Note 17 - Changes in the investment portfolio**

The statement of changes in the investment portfolio is available free of charge upon request from the registered office of the Fund.

#### **Note 18 - Events**

On 2nd January 2020, the Depositary and Paying Agent in Luxembourg of the Fund, Skandinaviska Enskilda Banken S.A., transformed into the Luxembourg branch of its parent company, Skandinaviska Enskilda Banken AB (publ). This cross-border merger was done by way of absorption between Skandinaviska Enskilda Banken S.A. and Skandinaviska Enskilda Banken AB (publ).

The Board of Directors of the Fund decided to merge the assets of the Norwegian fund Pareto Høyrente into the Sub-Fund PARETO SICAV - PARETO NORDIC CROSS CREDIT by way of absorption with effective date 9th March 2020.

The Board of Directors of the Fund decided to rename the Sub-Fund PARETO SICAV - PARETO GLOBAL CORPORATE BOND to PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND with effective date 17th November 2020.

#### **COVID-19**

During the reporting period there was a development of the COVID-19 outbreak across the world, at present it is not possible to assess a detailed impact of the emerging risk on the investments of the Fund, but there is growing concern about the impact on the economy worldwide.

There has been a significant correction in the financial markets especially at the begin of the pandemic in March 2020.

However, FundRock Management Company S.A. and the Board of Directors of the Fund are of the opinion that these events do not impact the financial statements as of 31 December 2020, nor do they present any issues with regards to the going concerns of the Fund.

**Note 19 - Subsequent events**

On 12th February 2021, following regulatory approval by the Commission de Surveillance du Secteur Financier (the "CSSF") in Luxembourg, Apex Group Ltd. became the ultimate controlling shareholder of FundRock Management Company S.A and FundRock Management Company S.A is as of this date a subsidiary of Apex Group Ltd. FundRock Management Company S.A has not changed its name or its operations.

## PARETO SICAV

### Additional information (unaudited)

as at 31st December 2020

#### 1- Risk management

As required by the amended Circular CSSF 11/512, the Board of Directors of the Fund needs to determine the global risk exposure of the Fund by applying either the commitment approach or the VaR ("Value at Risk") approach.

The Board of Directors of the Fund decided to adopt, as a method of determining and monitoring the global exposure:

- The commitment approach for the Sub-Funds:
  - PARETO SICAV - PARETO NORDIC CORPORATE BOND
  - PARETO SICAV - PARETO ESG GLOBAL CORPORATE BOND
  - PARETO SICAV - PARETO NORDIC EQUITY
  - PARETO SICAV - PARETO NORDIC CROSS CREDIT

FundRock Management Company S.A. has selected the absolute Value at Risk methodology as the model to be applied to the Sub-Fund PARETO SICAV - PARETO NORDIC ALPHA.

The calculation of the absolute VaR is carried out in accordance with the following parameters:

- Confidence level of 99%;
- VaR horizon of 20 business days;
- Effective observation period of risk factors of 250 business days;
- Daily data set updates; and
- Daily calculation and monitoring of VaR levels.

For the period from 1st January 2020 to 31st December 2020 the following statistics have been computed for the Sub-Fund:

Sub-Fund	PARETO SICAV - PARETO NORDIC ALPHA
VaR limit	20.00%
Min VaR	3.85%
Max VaR	18.72%
Average VaR	7.25%
Average level of leverage*	10.69%

\* based on the sum of notionals methodology

#### 2 - Remuneration disclosure

##### 2.1. Remuneration of the Management Company

FundRock Management Company S.A. ("FundRock") has established and applies a remuneration policy in accordance with the ESMA Guidelines on sound remuneration policies under the UCITS V Directive (ESMA 2016/575) and AIFMD (ESMA 2016/579) and any related legal & regulatory provisions applicable in Luxembourg. The remuneration policy is aligned with the business strategy, objectives, values and interests of the Management Company and the Funds that it manages and of the investors in such Funds, and which includes, *inter alia*, measures to avoid conflicts of interest; and it is consistent with and promotes sound and effective risk management and does not encourage risk taking which is inconsistent with the risk profiles, rules or instruments of incorporation of the Funds that the Management Company manages.

## PARETO SICAV

### Additional information (unaudited) (continued)

as at 31st December 2020

As an independent management company relying on a full-delegation model (i.e. delegation of the collective portfolio management function), FundRock ensures that its remuneration policy adequately reflects the predominance of its oversight activity within its core activities. As such, it should be noted that FundRock's employees who are identified as risk-takers under UCITS V are not remunerated based on the performance of the funds under management.

A paper version of the remuneration policy is made available free of charge to investors at FundRock's registered office.

The amount of remuneration for the financial year ending 31st December 2020 paid by FundRock to its staff: EUR 12,070,862

Fixed remuneration: EUR 11,288,396

Variable remuneration: EUR 782,466

Number of beneficiaries: 133

The aggregated amount of remuneration for the financial year ending 31st December 2020 paid by FundRock to Identified staff/risk takers is EUR 1,948,900

The total amount of remuneration is based on a combination of the assessment of the performance of the individual, the overall results of FundRock, and when assessing individual performance, financial as well as non-financial criteria are taken into account.

The Policy is subject to annual review by the Compliance Officer and the update is performed by HR department of FundRock and is presented for review to the Remuneration Committee and approval by the Board of FundRock.

#### 2.2. Remuneration of the Investment Manager

The remuneration to the employees of the Investment Manager for the period from 1st January 2020 till 31st December 2020:

Number of employees: 72

Total compensation to staff: NOK 134,310,083

Of which compensation to management: NOK 27,571,299

### **3 - Information concerning the transparency of securities financing transactions and of reuse of cash collateral (regulation EU 2015/2365, hereafter "SFTR")**

During the reporting period, the Fund did not engage in transactions which are subject to the publication requirements of SFTR. Accordingly, no information concerning the transparency of securities financing transactions and of reuse of cash collateral should be reported.

