

IS Bond Fund



December 1, 2020

Objective and investment policy

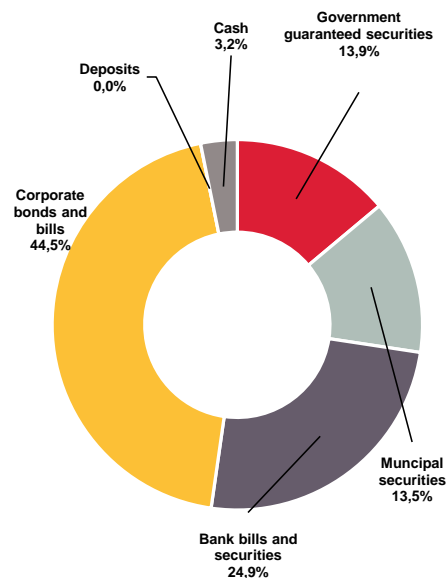
IS Bond Fund is an investment fund (non-UCITS) that invests in government-guaranteed bonds, municipal securities, financial institution bills, notes and deposits and other corporate and institution bonds. The average maturity of the Fund's portfolio can be 0-14 years. It is the Fund Managers responsibility to decide on whether to invest in long or short term bonds as well as indexed or non-indexed bonds.

The Fund is an investment fund and its investment authorizations are based on Act no. 128/2011. The Fund may invest up to 20% in other bonds, including corporate bonds.

Investment authorisation

Government guaranteed Securities	0-80%	13,9%
Corporate Bonds and Bills	0-80%	44,5%
Financial Institutions Bonds and Bills	0-40%	24,9%
Municipal Securities	0-40%	13,5%
Bank Deposits	0-60%	0,0%
Cash		3,2%

Holdings



Largest holdings

LSS150434	8,6%
HEIMA071225	5,3%
EIK 050726	4,8%
RIKB 22 1026	4,8%
RIKB 25 0612	4,5%

General information

Inception	2011
Size [m. ISK]	5.734
Fund type	Non-UCITS
Mgmt. company	IS Funds Ltd.
Custodian	Íslandsbanki Ltd.
ISIN	IS0000020634
Ticker	IS SKBRSAFN
Fund managers	Helga Óskarsdóttir Ingólfur S. Kristjánsson

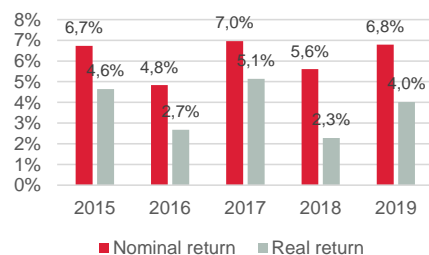
Business time	10:00-15:00
Purchasing orders*	2 business days (T+2)
Selling orders*	5 business days (T+5)
Minimum purchase	10.000 kr
Minimum subscription	5.000 kr
Management fee	1,00%
Initial fee	0,80%
Service charge	See distributors pricelist

*Purchase orders received the closing time are settled after two business days (T+2). Selling orders received before the closing time are settled after 5 business days (T+5).

Statistics

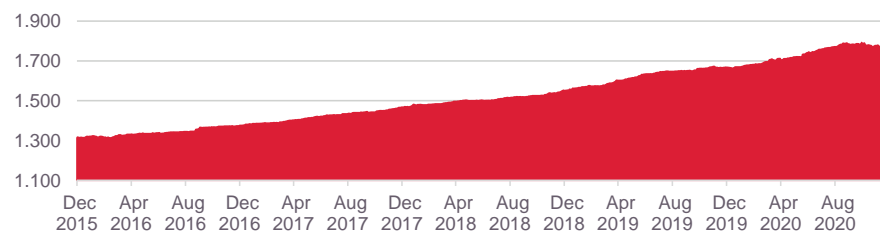
Risk and reward profile	2/7
Bond portfolio duration, years	5,2
Indexed	64%
Benchmark	CBI's deposit rate

Return and price history



Period	Price change	Annual nominal return
1 month	0,1%	
3 months	-0,3%	
6 months	2,2%	
1 year	6,7%	6,7%
2 years	14,7%	7,1%
5 years	35,5%	6,3%
YTD	6,5%	6,5%
From inception*	77,9%	6,4%

Price change



Further information

Iceland Funds Ltd.
Hagasmari 3, 201 Kopavogur
Tel. +354 440-4920
www.icelandfunds.com

Distributor:
Íslandsbanki Ltd.
www.islandsbanki.is

*The fund has been operating since September 13, 2011.

Risk and disclaimer

Various financial risks are always related to investment activities, such as the risk of no yield or the risk of losing the capital invested. It should further be noted that international investing includes risks related to political and economic uncertainties as well as currency risk. **Past performance does not indicate nor guarantee future performance of an investment.** The Fund seeks to diversify its investments and minimise fluctuations on the price of the Fund as a result of market situation. Investing in the Fund does involve risk. The Fund's price can decrease as well as increase. The price and return of the Fund reflects market fluctuations, if interest rates rise, bonds at a fixed income rate drop in value and bonds with long maturities drop more than short-term bonds, based on the same changes in yield. Investment in mutual fund is, however, less risky than investments in individual securities. Investors should bear in mind that investing in a mutual fund does involve risk, the value of assets in a fund may at some point be lower than earlier point during the period of ownership.

Each investor's investment objectives and financial situation is different. Before making an investment decision, it is important to seek expert advice and familiarise oneself with the investment market and different investment alternatives. Investors are encouraged to familiarise themselves with the IS Focus Fund - Rates prospectus, especially regarding risk. The funds prospectus and simplified prospectus are available on www.isfunds.is

This summary is informative in nature, and should not be interpreted as a recommendation to take, or not to take, any particular investment action. This summary does not represent an offer or an invitation to buy, sell or subscribe to any particular financial instruments.