

## IS Equity Fund

November 1, 2021

### Objective and investment policy

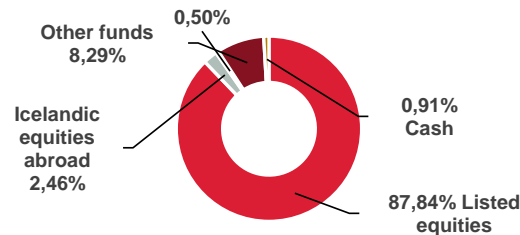
The fund's objective is long-term asset growth by investing in equities listed on the Icelandic Exchange, OMX Nordic Exchange, or other financial instruments linked to equities. It aims at achieving better returns than the main index incl. Dividends (OMXIGI).

The fund's assets are invested in equities listed in the Icelandic Exchange. The fund seeks to invest in sound companies which are considered having good upside potential by the fund's managers. To increase the expected return, the fund is invested in very few companies each time. Such a limited number of holdings, means less diversification of risk than an investment in a more diversified portfolio or an index fund. The fund's investment authorisations are based on Act. 128/2011.

### Investment authorisation

Listed equities	40-100%
Unlisted equities	0-30%
Bank deposits	0-50%
Other funds	0-10%
Derivatives	0-10%
Icelandic equities listed abroad	0-30%
Cash	

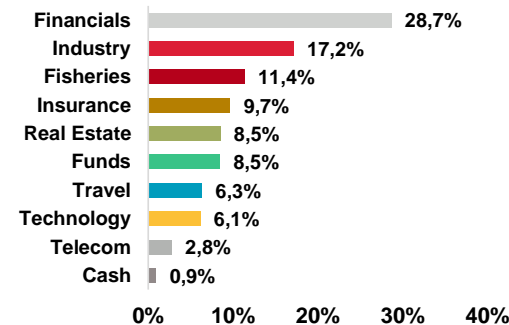
### Holdings



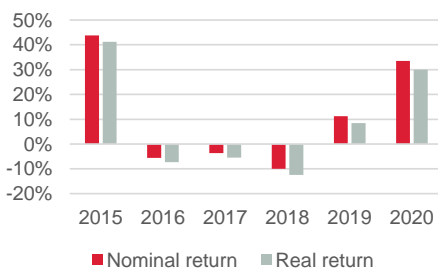
### Assets

Arion banki hf.	15,1%
Marel hf.	14,9%
Alpha hlutabréf	8,5%
Kvika Banki hf.	7,3%
Íslandsbanki hf.	6,3%
Origo hf.	6,1%
Reitir fasteignafélag hf.	5,9%
Vátryggingafélag Íslands	5,5%
Sjóvá Almennar tryggingar	4,2%
Brim hf.	4,1%

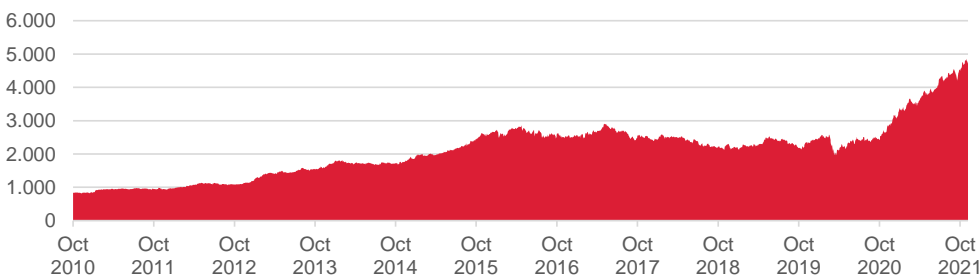
### Sectors



### Return and price history



Period	Price change	Annual nominal return
6 months	24,8%	
1 year	82,8%	82,8%
2 years	114,2%	46,3%
3 years	124,1%	30,8%
4 years	91,9%	17,7%
5 years	91,4%	13,9%
YTD	47,6%	47,6%
From inception****	257,0%	5,7%



### General information

Inception	1998
Size [m. kr.]	10.566
Fund type	AIF for retail
Benchmark	OMX10GI
Mgmt. Company	IS Funds Ltd.
Custodian	Íslandsbanki Ltd.
ISIN	IS0000004273
Bloomberg ID	ISSELEQ IR
Fund managers	Gísli Halldórsson Mogens G. Mogensen

Business time	10:00-15:00
Settlement	2 business days (T+2)
Minimum purchase	10.000 kr.
Minimum subscription	5.000 kr.
Management fee	1,7%
Initial fee	2,0%
Initial fee, subscription	1,0%
Service charge	See distributors pricelist

### Statistics

Risk category	6/7
Benchmark Index	OMX10GI

### Further information

Iceland Funds Ltd. (Íslandssjóðir hf.)  
Hagasmari 3, 201 Kopavogur  
Telephone: +354 440 4900  
[www.islandssjodir.is](http://www.islandssjodir.is)

**Distributor:**  
Íslandsbanki Ltd.  
[www.islandsbanki.is](http://www.islandsbanki.is)

\*\*\*\*The fund has been operated since 30.06.1998

### Risk factors and disclaimer

---

Information in accordance with Article 47 of Act no. 45/2020 on Alternative investment Fund Management companies

Íslandssjóðir's risk management conducts regular stress tests for Íslandssjóðir's alternative funds. Stress tests assess the impact of different scenarios on funds' portfolios under normal and exceptional liquidity conditions.

The risk and reward indicator demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. Risk factors that affect the value of a holding in the fund but the risk indicator does not cover are credit risk, liquidity risk, counterparty risk and operational risk.

Risk management monitors the funds' investment on a daily basis and whether investments are within risk limits. If a fund exceeds limits, e.g. due to market conditions or flow in or out of the fund, the fund manager is notified without delay and appropriate measures are taken. In the event of a violation of law requirements, it is reported to the Financial Supervisory Authority.

IS Selected Equities Fund invests mainly in listed Icelandic equities. The fund aims to diversify its investments according to each underlying company's weight in the benchmark index for the fund. The benchmark index for IS Selected Equities Fund includes the largest and most traded stocks on the Icelandic stock exchange. Fluctuations in the benchmark can therefore result in fluctuations in the NAV of the fund. The fund may invest in derivatives for up to maximum 10% of its total assets.

The fund's price can decrease as well as increase. The price return of the fund depends on stock prices and therefore reflects market fluctuations. Investing in equities is risky, although it is possible to reduce the risk with a well diversified portfolio of equities. Investment in a mutual fund is less risky than investments in individual securities. Investments in equities should be considered as long term investment and each investor should be aware of his/her own risk profile. 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. 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 Selected Equities Fund prospectus, especially regarding risk, available on [www.isfunds.is](http://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.