



# Fund Flash

## Nordea 1 - US Total Return Bond Fund

ISIN: LU0826414673 (BP-USD) / LU0826413865 (BI-USD)

The fund seeks to identify investment opportunities within and across subsectors of the mortgage market.<sup>1</sup>

### Portfolio comment as of 31/07/2022

During July, the Bloomberg Barclays US Aggregate Bond Total Return Index posted a positive return of 2.44% and the US MBS spread measured by the Barclays Capital U.S. MBS Index tightened 19 basis points to a level of 27 basis points at the end of the period as the month was marked by a significant regime shift, leading to a rebound of most asset classes. This was essentially driven by rising signs of decelerating economic expansion, from US PMI to real estate, which in turn should decrease inflationary pressures after new records. The US 10Y Treasury yield fell sharply and ended the month at 2.64%.

In this context, the fund delivered a monthly return equal to 1.94%, bringing YTD performance to -7.04% (BP-USD).

As central banks remain on their tightening path, the ongoing war in Ukraine continues to have ripple effects across the global economy and make its future outlook less clear. Given that both countries hold a fairly important position in commodity supply chains, inflation will remain elevated, particularly for producer prices, and the prices that go into making a lot of the goods across the industrial sector of the globe. Central banks continue to be faced with tough decisions moving forward as they navigate in stickier high inflation figures with the prospect of a possible recession via tightening.

Cumulative Performance	1M	YTD	3 Years	Since inception*
<b>Fund (BP-USD)</b>	<b>1.94%</b>	<b>-7.04%</b>	<b>-3.73%</b>	<b>9.54%</b>
<b>Benchmark</b>	<b>0.05%</b>	<b>0.20%</b>	<b>1.76%</b>	<b>6.61%</b>
<b>Alpha</b>	<b>1.88%</b>	<b>-7.24%</b>	<b>-5.50%</b>	<b>2.93%</b>

\*25/09/2012

The performance represented is historical; past performance is not a reliable indicator of future results and investors may not recover the full amount invested. The value of shares can greatly fluctuate as a result of the sub-fund's investment policy and cannot be ensured, you could lose some or all of your invested money. With effect from December 2020, the official reference index of the fund is the ICE BofA Merrill Lynch 0-3M U.S. T-Bill Index. Prior to this date, the fund did not have an official reference index. The performance of the reference index before this date is provided for convenience purposes. This reference index is used for performance comparison purposes. 1) There can be no warranty that an investment objective, targeted returns and results of an investment structure is achieved. The value of your investment can go up and down, and you could lose some or all of your invested money. 2) Assumption based Effective Duration. Source: DoubleLine, preliminary numbers. Based on proprietary information. 3) The presented figures are estimations of DoubleLine and are based on assumptions and on information currently available. No guarantee can be given for the accuracy of the data and these estimations might not be met in the future.

Any investment decision in the sub-funds should be made on the basis of the current prospectus and the Key Investor Information Document (KIID).

The fund seeks to identify investment opportunities within and across subsectors of the mortgage market. This fund shall regularly invest at least 2/3 of its total assets in bonds and debt instruments issued by public or private borrowers domiciled or exercising the predominant part of their activity in the United States of America or its territories. The major part of these bonds and debt instruments (at least 50%) shall however: (i) either be issued, guaranteed, or secured by a collateral guaranteed, by the Government of the United States of America or any of its agencies, instrumentalities or sponsored corporations; or (ii) consist of privately issued mortgage-backed securities that are rated at least AA- by Standard & Poor's or the equivalent by Moody's or Fitch. Actively managed without reference or constraints relative to its benchmark. Benchmark: ICE BofA 0-3 Month US Treasury Bill Index

Source (unless otherwise stated): Nordea Investment Funds S.A. Period under consideration (unless otherwise stated): 30/06/2022 to 31/07/2022. Performance calculated NAV to NAV (net of fees and Luxembourg taxes) in the currency of the respective share class, gross income and dividends reinvested, excluding initial and exit charges as per 31/07/2022.

Initial and exit charges could affect the value of the performance. **The performance represented is historical; past performance is not a reliable indicator of future results and investors may not recover the full amount invested. The value of shares can greatly fluctuate as a result of the sub-fund's investment policy and cannot be ensured, you could lose some or all of your invested money.** If the currency of the respective share class differs from the currency of the country where the investor resides the represented performance might vary due to currency fluctuations. 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