

## Nordea 1 - Flexible Fixed Income Fund (BI-EUR)

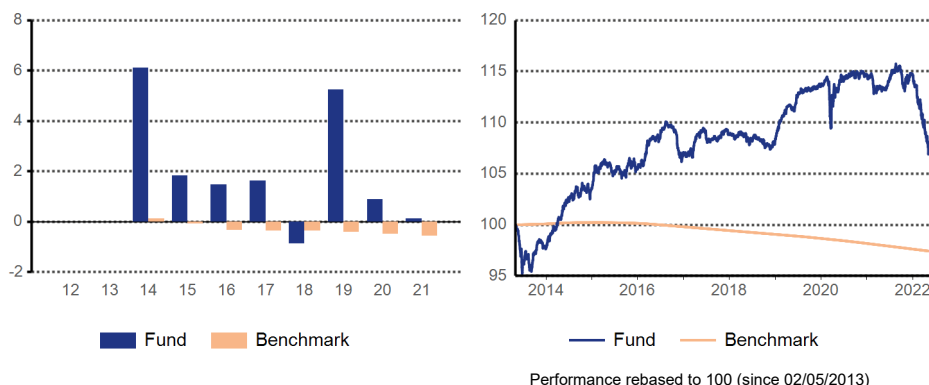
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### Investment strategy

The fund offers a robust diversification across fixed income asset classes and regions. Using active management, the fund aims to preserve capital and provide positive returns in excess of cash over an investment cycle. The objective is to build an unconstrained bond product, designed to address a constantly changing environment in the fixed income space, such as interest rates fall and rise as well as changes in credit spreads. The fund will use active currency management to mitigate risk without reducing the return expectancy. Actively managed without reference or constraints relative to its benchmark.

### Discrete year performance / Historical performance



### Cumulative / Annualised performance (in %)

Performance	Fund		Benchmark	
	Cumulative	Annualised	Cumulative	Annualised
Year To Date	-6.04		-0.23	
1 month	-0.24		-0.05	
3 months	-3.73		-0.14	
1 year	-4.90	-4.90	-0.56	-0.56
3 years	-3.09	-1.04	-1.53	-0.51
5 years	-1.34	-0.27	-2.26	-0.46
Since Launch	7.74	0.82	-2.60	-0.29

### Monthly performance (in %)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
2022	-1.00	-1.41	-1.55	-1.98	-0.24								-6.04
2021	-0.05	-1.05	-0.03	-0.04	0.09	0.87	0.65	0.27	-0.15	-1.81	1.09	0.31	0.13
2020	0.49	-0.26	-1.06	0.73	0.69	0.00	0.16	0.19	-0.08	-0.17	0.52	-0.32	0.88
2019	1.93	0.69	0.42	0.47	-0.47	1.23	0.56	0.15	-0.11	0.01	0.26	0.00	5.25
2018	-0.02	-0.15	0.41	-0.16	-0.42	-0.24	0.39	-0.29	0.05	-0.50	-0.18	0.22	-0.88

Performances are in EUR

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.

### Key figures

	Fund	Benchmark
Volatility in %*	2.64	0.02
Sharpe Ratio*	-0.23	

\* Annualized 3 year data

### Material changes

With effect from 14/12/2020, the official reference index of the fund is EURIBOR 1M. Prior to this date, the fund did not have an official reference index. The fund performance since launch is measured against EURIBOR 1M. This reference index is used for performance comparison purposes.  
With effect as of 01/12/2014 the sub-fund is renamed from Nordea 1 - Global Fixed Income Alpha Fund to Nordea 1 - Flexible Fixed Income Fund.

★ ★ ★  
**Morningstar overall rating**

© 2022 Morningstar, Inc. All Rights Reserved as of 31/05/2022. The Morningstar Rating is an assessment of a fund's past performance — based on both return and risk — which shows how similar investments compare with their competitors. A high rating alone is insufficient basis for an investment decision. Past performance is no guarantee of future results.

### SFDR classification\*: Article 6

\*Product categorised based on the Sustainable Finance Disclosure Regulation (SFDR)

### Fund details

Manager	Multi Assets Team
AUM (Million EUR)	2,834.93
N° of holdings	283
Launch date	02/05/2013
Structure	SICAV
Fund Domicile	Luxembourg
<b>Benchmark*</b>	<b>EURIBOR 1M</b>

\*Source: NIMS

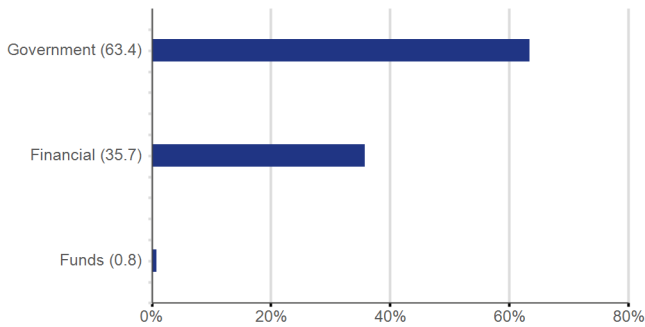
### Share class details

Last NAV	107.74
Minimum investment	75,000 EUR
Distribution policy	Accumulating
AUM (Million EUR)	1,365.38
Share class code	BI-EUR
Launch date	02/05/2013
ISIN	LU0915363070
Sedol	B6VGTH8
WKN	A1T959
Bloomberg ticker	NGFIABI LX
Swing factor / threshold	No / No
Annual management fee	0.40%
Ongoing charges (2021)	0.55%

**Top 15 holdings**

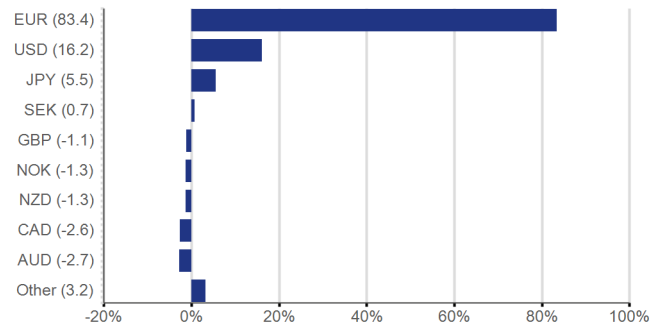
Security Name	Weight (in %)	Sector	Country	Instrument Type	Rating
CDX-NAIGS37V1-5Y	52.89	Index Security	North America	Credit default swap	BBB
ITRAXX-EUROPES36V1-5Y	19.61	Index Security	Europe	Credit default swap	BBB
ITRAXX-XOVERS37V1-5Y	13.57	Index Security	Europe	Credit default swap	B
CDX-NAHYS38V1-5Y	10.90	Index Security	North America	Credit default swap	B
Canadian Government Bond 1% 01-09-2026	9.88	Government	Canada	Bond	AAA
Australia Government Bond 0.5% 21-09-2026	6.45	Government	Australia	Bond	AAA
Nykredit Realkredit 1% 04-01-2023 SDO AR H	6.01	Financial	Denmark	Bond	AAA
Japan Government Five Year B 0.005% 20-12-2026	5.82	Government	Japan	Bond	A
Bundesschatzanweisungen 0.000000% 16-09-2022	5.41	Government	Germany	Bond	AAA
US 10YR NOTE (CBT)9/2022	5.25	Government	United States	Future	AAA
Realkredit Danmark 1% 04-01-2023 SDRO AR T	4.51	Financial	Denmark	Bond	AAA
Sweden Government Bond 1% 12-11-2026	4.20	Government	Sweden	Bond	AAA
Australia Government Bond 4.25% 21-04-2026	3.97	Government	Australia	Bond	AAA
United States Treasury Note/ 0.75% 31-05-2026	3.93	Government	United States	Bond	AAA
United States Treasury Note/ 2.375% 30-04-2026	2.99	Government	United States	Bond	AAA

**Fixed Income Sector breakdown (in %)**

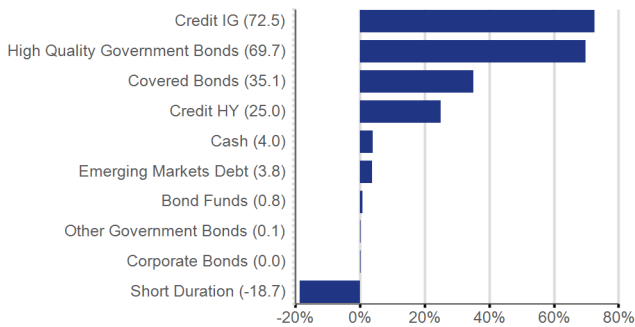


Physical instruments only. Rebased to 100% for illustrative purpose

**Currency exposure (post-hedge) (in %)**



**Gross exposure (in %)**



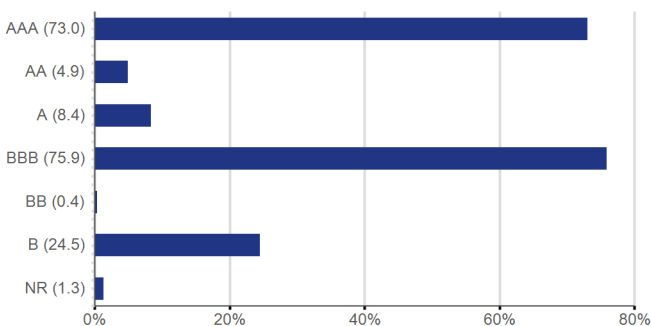
For entire portfolio including derivatives

**Geographical breakdown**

	Exposure
<b>Developed Markets</b>	
North America	91.75%
Europe	34.31%
EMU non Euro Area	25.73%
Pacific	12.86%
Euro Area EMU	10.01%
<b>Net Liquid Assets</b>	
Net Liquid Assets	3.98%
<b>Other</b>	
Other	-35.60%

For entire portfolio including derivatives

**Rating breakdown (in %)**



For entire portfolio including derivatives

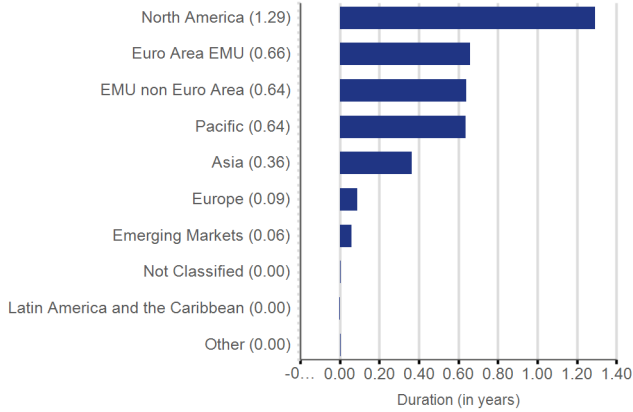
**Bond characteristics**

Effective Duration	3.74
Spread Duration	7.83
Effective Yield in %	3.82
Average Rating	AA+

**Risk data**

Fund VaR	3.35
Benchmark VaR	
Sum of Notional	247.55

**Duration breakdown by region**



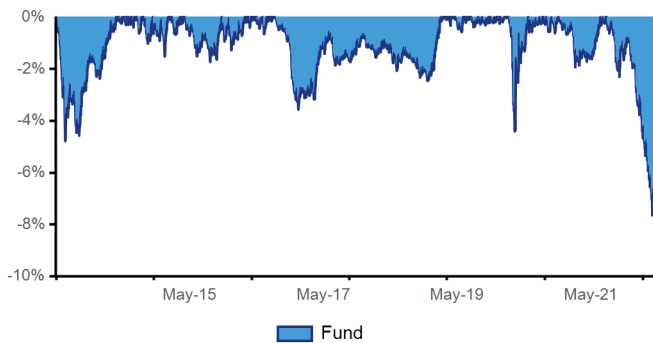
**Exposure by asset class (in %)**

	Long	Short	Gross	Net
Fixed Income	207.01	-18.68	225.69	188.33
Fx Forward	3.11	-52.39	55.50	-49.28
Net Liquid Asset	4.83	-0.85	5.68	3.98
<b>Total</b>	<b>214.95</b>	<b>-71.92</b>	<b>286.87</b>	<b>143.04</b>

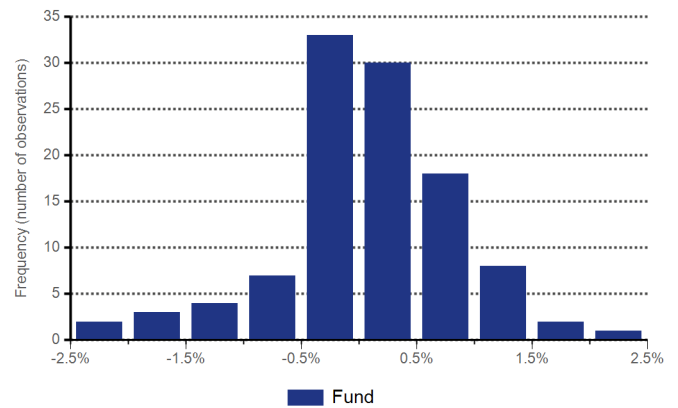
For entire portfolio including derivatives

**Drawdown**

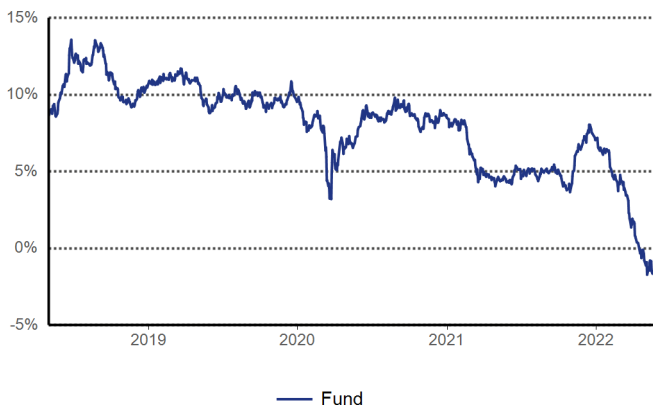
Fund maximum drawdown since inception: **-7.65%**



**Return distribution**



**5 years rolling performances**



## Risk & Reward Profile (RRP)

The indicator measures the risk of fluctuations of the Net Asset Value of the share class based on the last 5 years volatility and places the fund in category 3. This means that the purchase of units in the fund is connected to medium risk of such fluctuations. Please note that category 1 does not mean a risk free investment. Historical data, such as is used in calculating the synthetic indicator, may not be a reliable indication of the future risk profile of the UCITS, as the category might change in the future. Following risks are materially relevant to the UCITS but are not adequately captured by the synthetic indicator and may cause additional loss:

**ABS/MBS risk:** Mortgage-backed and asset-backed securities (MBSs and ABSs) typically carry prepayment and extension risk and can carry above-average liquidity risk.

**Convertible securities risk:** Because convertible securities are structured as bonds that typically can, or must, be repaid with a predetermined quantity of equity shares, rather than cash, they carry both equity risk and the credit and default risks typical of bonds.

**Covered bond risk:** Covered bonds are bonds usually issued by financial institutions, backed by a pool of assets (typically, but not exclusively, mortgages and public sector debt) that secure or "cover" the bond if the issuer becomes insolvent. With covered bonds the assets being used as collateral remain on the issuer's balance sheet, giving bondholders additional recourse against the issuer in case of default. In addition to carrying credit, default and interest rate risks, covered bonds could face the risk that the collateral set aside to secure bond principal could decline in value.

**Credit risk:** A bond or money market security, whether from a public or private issuer, could lose value if the issuer's financial health deteriorates.

**Derivatives risk:** Small movements in the value of an underlying asset can create large changes in the value of a derivative, making derivatives highly volatile in general, and exposing the fund to potential losses significantly greater than the cost of the derivative.

**Inflation-linked debt securities risk:** The inflation protection that these securities are designed to offer does not protect them from interest rate risk. Interest payments on inflation-linked securities are unpredictable and will fluctuate as the principal and interest are adjusted for inflation.

**Liquidity risk:** Certain securities may become hard to value or to buy or sell at a desired time and price which could affect the fund's value and its ability to pay redemption proceeds or other obligations in a timely manner.

**Prepayment and extension risk:** Any unexpected behaviour in interest rates could hurt the performance of callable debt securities (securities whose issuers have the right to pay off the security's principal before the maturity date).

## Glossary / Definition of Terms

### Average Rating

The average credit rating of all fixed income securities in the portfolio.

### Commitment

Represented by the sum of notional, or the sum of the commitments of individual derivatives after netting and hedging.

### Effective Duration

The relative sensitivity to an absolute change in the interest rates. More specifically, it gives the percentage change in instrument value if all interest rates are increased by an absolute of 1%.

### Effective Yield

The duration weighted average yields on the fund's investments. It is calculated in the currency denomination of the instrument. It is not a return expectation, but a snapshot of the return of the fund's investments at current prices, yields and FX levels.

### Fund VaR

The probability-based estimate of the minimum loss over a period of time (horizon), given a certain confidence level, presented as percentage of the assets under management of the fund.

### Long Equity Exposure

The proportion of the portfolio invested in long equity positions, reflecting the degree in which the investment strategy is invested in the equity market.

### Maximum Drawdown

The largest loss measured from peak to trough until a new peak is attained.

### Net Equity Exposure

The difference between the fund's long position and short position. It provides an insight of the amount of risk the portfolio is undertaking and to which degree the portfolio is exposed to equity market fluctuations.

### Ongoing charges

It is an estimate of the charges that excludes performance related fees and transaction costs including third party brokerage fees and bank charges on securities transactions.

### Sharpe Ratio

A risk adjusted performance measure calculated as the portfolio's excess return relative to the risk-free rate divided by its volatility. The greater the ratio, the better its risk-adjusted performance has been.

### Spread Duration

A measure of the sensitivity of the security price to changes in its credit spread. Credit spread is defined as the difference between the security yield and risk free benchmark yield.

### Sum of Notional

Equal to the absolute value of the commitment of each individual derivative not included in netting or hedging arrangements.

### Volatility

A statistical measure of the distribution of returns for a specific time period with a certain confidence interval. It gives an insight on the amount of risk and uncertainty of a security or portfolio. Commonly, the higher the volatility, the riskier the security or portfolio.

Source (unless otherwise stated): Nordea Investment Funds S.A. Period under consideration (unless otherwise stated): 29/04/2022 - 31/05/2022. 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 31/05/2022. 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. The sub-funds mentioned in this document are part of Nordea 1, SICAV, a Luxembourg Undertaking for Collective Investment in Transferable Securities (UCITS), validly formed and existing in accordance with the laws of Luxembourg and with European Council Directive 2009/65/EC of 13 July 2009, registered in the Netherlands in the register kept by the AFM, and as such is allowed to offer its shares in the Netherlands. The AFM register can be consulted via [www.afm.nl/register](http://www.afm.nl/register). This document is advertising material and does not disclose all relevant information concerning the presented sub-funds. Any investment decision in the sub-funds should be made on the basis of the current prospectus and the Key Investor Information Document (KIID), which are available, along with the current annual and semi-annual reports, electronically in English and in the local language of the market where the mentioned SICAV is authorised for distribution, without charge upon request from Nordea Investment Funds S.A., 562, rue de Neudorf, P.O. Box 782, L-2017 Luxembourg, from the local representatives or information agents, or from our distributors as well as on [www.nordea.lu](http://www.nordea.lu). Investments in derivative and foreign exchange transactions may be subject to significant fluctuations which may affect the value of an investment. **Investments in Emerging Markets involve a higher element of risk. The value of shares can greatly fluctuate as a result of the sub-fund's investment policy and cannot be ensured. Investments in equity and debt instruments issued by banks could bear the risk of being subject to the bail-in mechanism (meaning that equity and debt instruments could be written down in order to ensure that most unsecured creditors of an institution bear appropriate losses) as foreseen in EU Directive 2014/59/EU. For further details of investment risks associated with these sub-funds, please refer to the relevant Key Investor Information Document (KIID), available as described above.** The investment promoted concerns the acquisition of units or shares in a sub-fund, not in any given underlying asset such as shares of a company, as these are only the underlying assets owned by the fund. Nordea Investment Funds S.A. has decided to bear the cost for research, i.e. such cost is covered by existing fee arrangements (Management-/Administration-Fee). Nordea Investment Funds S.A. only publishes product-related information and does not make any investment recommendations. A summary of investor rights is available in English through the following link: [https://www.nordea.lu/documents/engagement-policy/EP\\_eng\\_INT.pdf](https://www.nordea.lu/documents/engagement-policy/EP_eng_INT.pdf). Nordea Investment Funds S.A. may decide to terminate the arrangements made for the marketing of its sub-funds in any respective EU-country of distribution in accordance with Article 93a of Directive 2009/65/EC. Published by Nordea Investment Funds S.A., 562, rue de Neudorf, P.O. Box 782, L-2017 Luxembourg, which is authorized by the Commission de Surveillance du Secteur Financier in Luxembourg. Further information can be obtained from your financial advisor. He/she can advise you independently of Nordea Investment Funds S.A. Source (unless otherwise stated): Nordea Investment Funds S.A. Unless otherwise stated, all views expressed are those of Nordea Investment Funds S.A. This document may not be reproduced or circulated without prior permission. **Reference to companies or other investments mentioned within this document should not be construed as a recommendation to the investor to buy or sell the same but is included for the purpose of illustration.** The level of tax benefits and liabilities will depend on individual circumstances and may be subject to change in the future.