

Nordea 1 - European High Yield Stars Bond Fund

March 2022

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



An eventful year start

Rates repricing, war and volatility

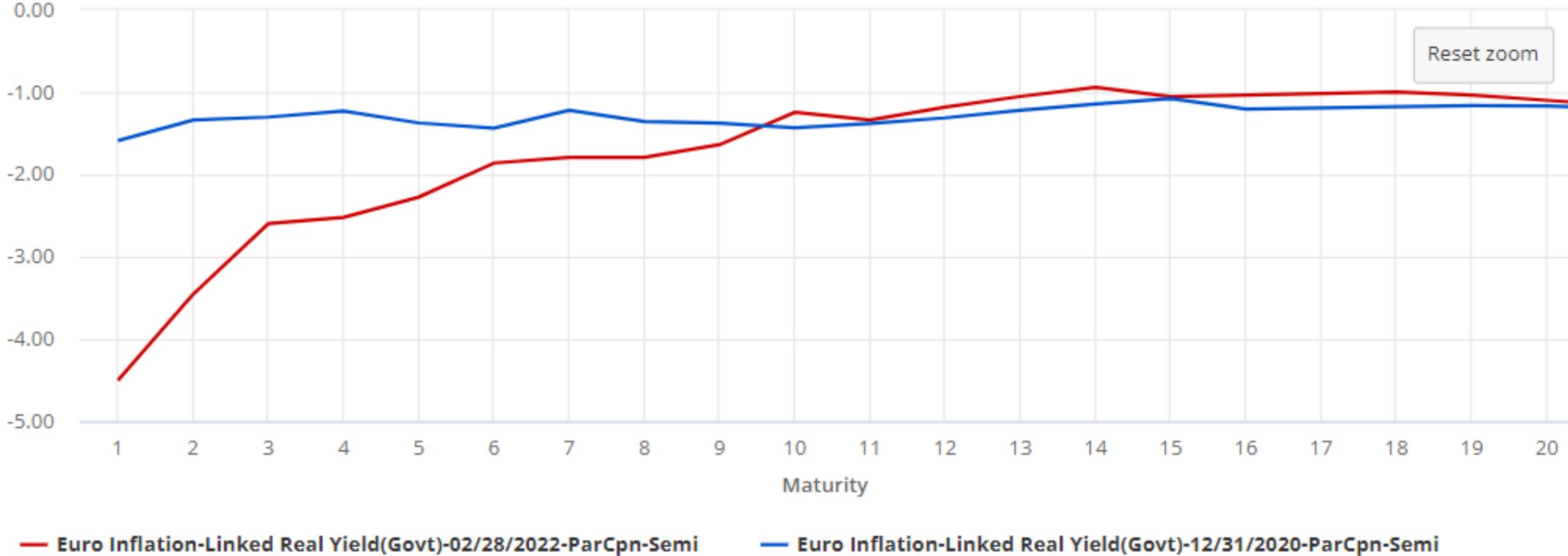
Implied interest rate volatility (10Y1Y) & spread (rhs)



2 Source: Refinitiv, ICE, Nordea Investment Funds S.A.

Mind the real yield gap

Shorter maturities deeply negative in real yield



3 Source: ICE, Nordea Investment Funds S.A.

Spread just ticked past average level

Shorter maturities deeply negative in real yield



— ICE BofA European Currency High Yield Constrained Index (HPC...

Name	High	Low	Begin Pt.	End Pt.	Avg	Std. Dev
ICE BofA European Currency High Yield Constr...	887	248	502	448	400	86.64
	03/23/2020	10/25/2017	12/31/2012	02/28/2022	-	-

4 Source: Refinitiv, ICE, Nordea Investment Funds S.A.

The STARS concept explained

- We believe that companies that meet higher ESG standards will be more successful over the long term
- The STARS concept ensures a true integration of ESG research and fundamental analysis



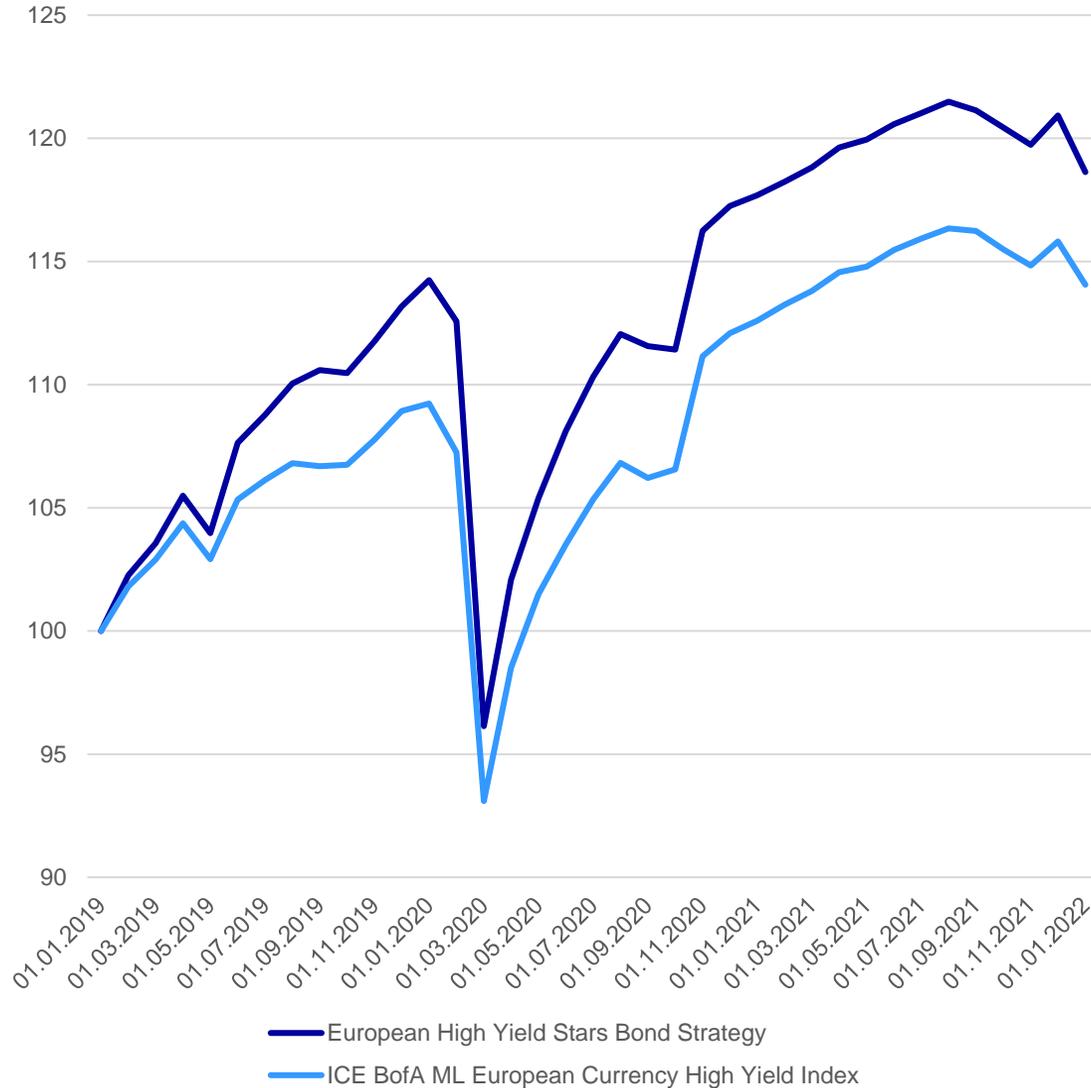
1) There can be no warranty that an investment objective, targeted returns and results of an investment structure is achieved. The value of your investment can go up and down, and you could lose some or all of your invested money.*SDG refers to the UN's Sustainable Development Goals, 17 high level goals launched in 2015 to end poverty, protect the planet and ensure prosperity for all.

Value Proposition

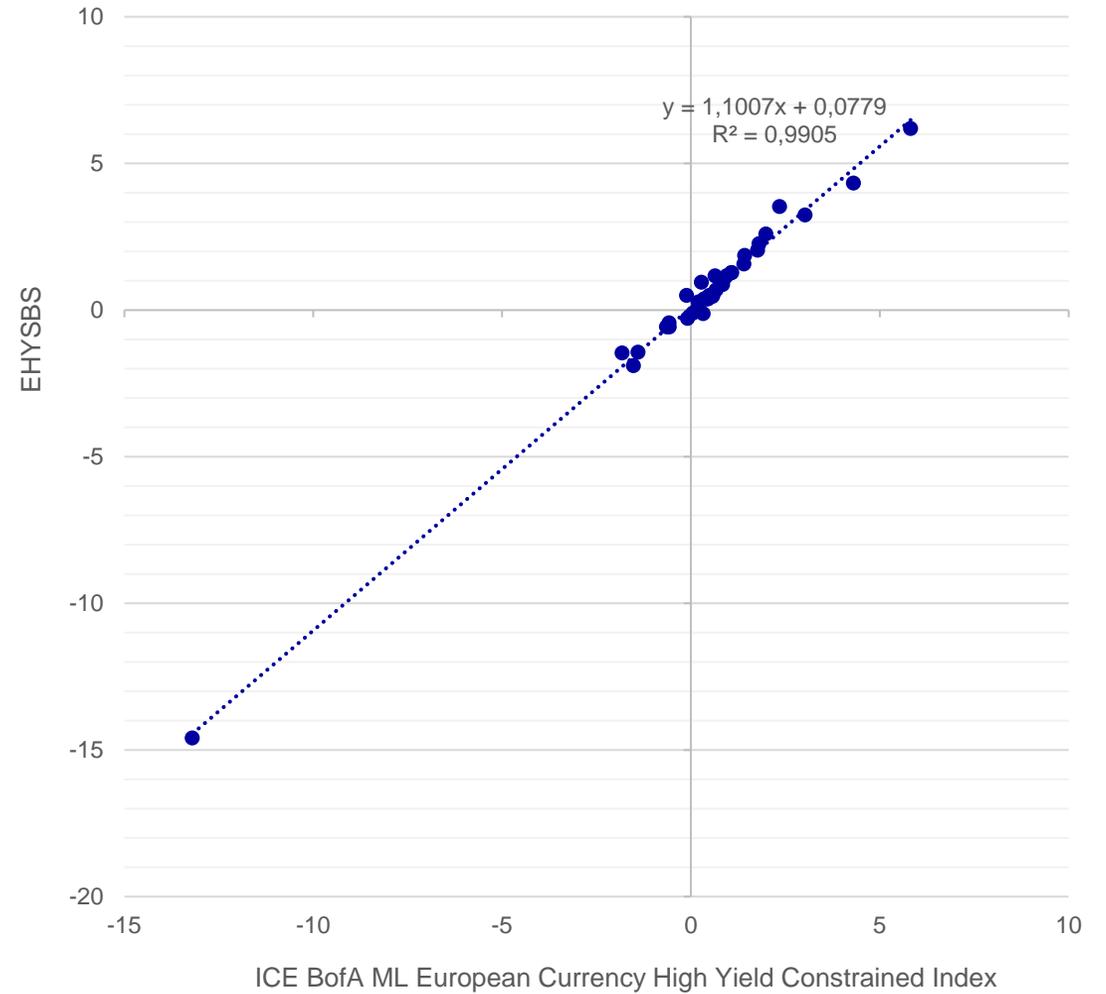
 Investment Style	<p>Fundamental bottom-up approach with ESG integration</p> <ul style="list-style-type: none">– No top-down decisions on directional exposures or sector allocation– Macro considerations are only used in the sensitivity analysis and forecast on single securities
 Risk	<p>In the long run it does not pay off to be defensive</p> <ul style="list-style-type: none">– We are managing the fund for the full credit cycle– We are finding good alpha cases across the full risk spectrum
 Decision Process	<p>Team oriented decision process</p> <ul style="list-style-type: none">– Cross sector views
 Responsibility	<p>Robust ESG integration and engagement</p> <ul style="list-style-type: none">– Nordea Asset Management with long ESG track record and a large Responsible investment team– All sector analysts are working with ESG integration– Engagement to push companies in a more sustainable direction
 Performance	<p>Strong historical performance</p> <ul style="list-style-type: none">– High ranking versus Morningstar and Mercer peer group– Delivered benchmark returns in normal down markets and superior returns in up markets

The performance represented is historical; past performance is not a reliable indicator of future results and investors may not recover the full amount invested. 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.

European High Yield Stars Bond Strategy



Monthly returns



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Investments in derivative and foreign exchange related transactions may be subject to significant fluctuations which may affect the value of an investment. **The value of your investment can go up and down, and you could lose some or all of your invested money. Investments in Emerging Markets involve a higher element of risk. The value of the investment can greatly fluctuate 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.** Published and created by Nordea Investment Management AB. Nordea Investment Management AB, being the Mother Company, is duly licensed and supervised by Finansinspektionen (the Financial Supervisory Authority in Sweden). 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