



# Audited Annual Report

As of 31 December 2022

## Storm Fund II

Investment company with variable capital as an umbrella ('société d'investissement à capital variable') under Part I of the Luxembourg Law of 17 December 2010 on Undertakings for Collective Investment, as amended from time to time

R.C.S. B173421



HAUCK  
AUFHÄUSER  
FUND SERVICES

Management Company



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Depository

### Ladies and Gentlemen,

This report provides comprehensive information on the performance of the investment company Storm Fund II with its sub-fund Storm Fund II - Storm Bond Fund.

Storm Fund II is an open-ended investment company incorporated in Luxembourg as an investment company with variable capital (“société d’investissement à capital variable” or “SICAV” or “Company” or “Fund”) under Part I of the Luxembourg Law of 17 December 2010 on undertakings for collective investment, as amended, and complies with the requirements of Directive 2009/65/EC of the Council of the European Communities of 13 July 2009, as last amended by Directive 2014/91/EU of the European Parliament and of the Council of 23 July 2014 (“Directive 2009/65/EC”). The Company is a so-called “umbrella fund”, which issues shares in one or various sub-funds (the “Sub-Funds”).

Subscriptions may only be made on the basis of the current Prospectus or Key Investor Information Document together with the subscription application form, the latest Annual Report and, if applicable, the latest Semi-Annual Report.

We would also like to point out that changes to the fund's terms and conditions and other key investor information are announced for shareholders on the Internet at [www.hal-privatbank.com](http://www.hal-privatbank.com). Here you can also find current fund prices and facts about your funds.

As of 25 February 2022 a new share-class Storm Fund II - Storm Bond Fund ICF (EUR) was calculated for the first time.

This report covers the period from 1 January 2022 to 31 December 2022.

**Subsequent events:** As of 16 January 2023 a new share-class Storm Fund II - Storm Bond Fund NC (CHF) was calculated for the first time. As of 1 January 2023 Mr. Henrik Pöhle replaced Mrs. Stephanie Schreiner as a member of the board of directors.



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# Management and Administration

## Registered office of the company

### **Storm Fund II**

Investment company with variable capital  
1c, rue Gabriel Lippmann, L-5365 Munsbach

## Board of Directors of the Company

### **Chairman**

#### **Morten Eivindsson Astrup**

Founding Partner at Storm Capital Management AS

### **Members of the Board of Directors**

#### **Marcus Sperre Mohr**

Business Development at Storm Capital Management AS

#### **Henrik Pöhle (from 1 January 2023)**

Hauck & Aufhäuser Alternative Investment Services S.A.  
1c, rue Gabriel Lippmann, L-5365 Munsbach

#### **Stephanie Schreiner (until 31 December 2022)**

Hauck & Aufhäuser Fund Services S.A.  
1c, rue Gabriel Lippmann, L-5365 Munsbach

## Management Company

### **Hauck & Aufhäuser Fund Services S.A.**

1c, rue Gabriel Lippmann, L-5365 Munsbach

## Depositary

### **Hauck Aufhäuser Lampe Privatbank AG, Niederlassung Luxemburg**

1c, rue Gabriel Lippmann, L-5365 Munsbach

## Paying and Information Agent

### *Grand Duchy of Luxembourg*

### **Hauck Aufhäuser Lampe Privatbank AG, Niederlassung Luxemburg**

1c, rue Gabriel Lippmann, L-5365 Munsbach

## Investment Manager

### **Storm Capital Management AS**

Dronning Mauds gate 3, 0250 Oslo, Norway

## Distributor (from 25 March 2022)

### **Storm Capital Management AS**

Dronning Mauds gate 3, 0250 Oslo, Norway

## Auditor

### **PriceWaterhouseCoopers, Société Coopérative**

2, rue Gerhard Mercator, L-2182 Luxembourg

## Registrar and Transfer Agent

### **Hauck & Aufhäuser Fund Services S.A.**

1c, rue Gabriel Lippmann, L-5365 Munsbach



# Report of the Investment Manager

## Review of Global Financial Markets

The year of 2022 was challenging for equity and bond markets due to the war in Ukraine and central banks campaign to counter inflation with the steepest interest rate increase seen in decades. Longer duration assets such as high multiple stocks and long-dated fixed income came under severe pressure mirroring the new interest rate environment. The Nordic High Yield market where majority of the bonds have floating interest rates, have a very low interest rate sensitivity (i.e. short modified duration). Thus, the overall Nordic high yield market measured by the DNB High Yield index delivered marginally negative performance of -0.2% (hedged to NOK) during 2022 – far outperforming the US and European HY markets that ended the year at -15.6% and -8.4%, respectively.

## Investment strategy and Performance

The fund seeks to hold a well-diversified portfolio of quality issuers in the Nordics. The investment process is based on an initial market screening of the universe capturing the relative pricing of a specific issuer vs. its respective peer group followed by a fundamental bottom-up analysis of the individual issuer.

At the outset of 2022 the NOK yield in the fund was 7.0% vs. the full year performance (net of fees) of 7.1%. The fund benefitted from having lower duration risk paired with higher credit spread protection vs. other international corporate bond markets. The fund's performance was further supported by a favourable sector mix with zero exposure to interest rate sensitive sectors such as Swedish real estate, improving credit metrics among core holdings and ample liquidity which enabled us to act on market volatility. Throughout the year we have continued our focus on increasing the credit quality which has resulted in our portfolio holdings having a weighted leverage level and interest coverage ratio of 3.7x (similar to US BB-) and 5.0x (similar to US BBB+).

For the sub-fund Storm Fund II – Storm Bond Fund, the period 01.01.22 - 31.12.22 delivered:

- +6.87% for RC (NOK) Share Class
- +6.91% for RCN (NOK) Share Class
- +7.08% for IC (NOK) Share Class
- +7.13% for ICN (NOK) Share Class
- +7.13% for IC Distr. (NOK) Share Class
- +5.19% for RC (EUR) Share Class
- +5.64% for IC (EUR) Share Class
- +7.87% for IC (USD) Share Class
- +8.98% for RC (SEK) Share Class
- +6.13% for IC (SEK) Share Class
- +6.97% for RC (GBP) Share Class
- +8.26% for NC (NOK) Share Class
- +5.07% for IC (CHF) Share Class
- +5.51% for ICL (EUR) share class
- +7.19% for ICL (NOK) share class
- +5.25%\* for ICF (EUR) share class

\* launched 25.02.2022

## Forecast

Entering 2023 - the yield level in the portfolio is at 8% (including ~13% in cash). We have high-graded the portfolio substantially throughout the year, being evident in the modest leverage level and strong interest coverage ratio and hence we deem to be well positioned for increased volatility going forward. We believe that current bond prices/yield levels are attractive and more than compensating us for the heightened recession risks in today's market. The weighted average bond price in the portfolio is approximately 96%, and if assuming a conservative recovery rate of 70% (have been 80% in the fund), the discount in the market today implies a cumulative default rate of ~13%. This is far above the market's default rate during the pandemic and in any single year in the fund's 15-year track-record. We continue with our selective fundamental approach being exposed to companies with strong debt service capacity and sensible capital structures in the Nordic corporate bond market. The credit and modified duration is currently at 2 years and 1 years, which gives less sensitivity to changes in risk premiums and interest rates. Central to our risk management approach is also a robust liquidity buffer which enables us to manage through unforeseen volatility and continue to act on attractive investment opportunities in today's environment. Historically, the starting yield has been a good indicator of the total return in the fund and as such we believe total return of approximately 8% (net of fees) may well be in store.



This report has been prepared in accordance with the regulations in force in Luxembourg.

The value of a share ("share value") is denominated in the currency for the share class ("dealing currency") specified in the sub-fund details provided in the prospectus. It is calculated by the company or by a third-party commissioned by the company under the supervision of the depositary bank on the day mentioned in the sales prospectus of the fund ("valuation day"). The calculation of the fund and its share classes is performed by dividing the net fund assets of the particular share class by the number of shares of this fund that are in circulation on the valuation day and rounded up the closest second decimal place. Insofar as annual and semi-annual reports and other financial statistics are obliged to provide information on the situation of the company assets as a whole, on the basis of legal regulations or the stipulations of the prospectus, such details are provided in NOK ("Consolidation Currency"), and the assets of the company are converted into the Consolidation Currency.

The net assets of the fund are calculated according to the following principles:

- a) Target fund units are valued at the latest determined and obtainable net asset value per share or redemption price.
- b) The value of any cash on hand or bank balances, certificates of deposit and outstanding receivables, prepaid expenses, cash dividends and interest declared or accrued and not yet received corresponds to the full amount thereof, unless, however, they are considered unlikely to be paid or received in full, in which case the value is determined in application of an appropriate discount to reflect the true value.
- c) The value of assets listed or traded on an exchange or another regulated market is determined on the basis of the latest available price, unless otherwise specified below.
- d) If an asset is not listed or traded on a stock exchange or on another regulated market or if, with regard to assets that are listed or traded on a stock exchange or other market as mentioned above, the prices in accordance with the provisions contained in point c) do not reasonably reflect the actual market value of the assets in question, the value of such assets is determined on the basis of the selling price which one would reasonably expect according to a prudent estimation.
- e) The settlement value of futures, forwards or options which are not traded on stock exchanges or other organised markets shall correspond to the respective net settlement value as determined in accordance with the guidelines established for the Sub-Fund/Company on a basis which shall be applied consistently with regard to all different types of contract. The settlement value of futures, forwards or options traded on stock exchanges or other organised markets is calculated on the basis of the most-recently available settlement prices for such contracts on the stock exchanges or organised markets on which such futures, forwards or options are traded by a Sub-Fund; if a future, forward or option cannot be settled on a day for which the net asset value is determined, the valuation basis for such a contract is determined by the Company in an appropriate and reasonable manner.
- f) Swaps are valued at their market value.
- g) Money market instruments can be valued at the market value fixed in good faith by the Company and according to generally accepted valuation rules that can be verified by auditors.
- h) All other securities or other assets will be valued at their reasonable market value as determined in good faith and according to a procedure to be specified by the Company.
- i) The accrued pro rata interest on securities is included if it is not already in the price (dirty pricing).

The value of all assets and liabilities not expressed in the reference currency of the corresponding Sub-Fund or the corresponding share class of the respective Sub-Fund will be converted into such currency at the latest available exchange rate. If such rates are not available, the rate of exchange will be determined in good faith under procedures established by the Company.

The Board of Directors may, at its discretion, permit other valuation methods if it considers that to be in the interests of the more appropriate valuation of an asset.

If in the consideration of the Board of Directors, the net asset value determined on a particular valuation day does not reflect the actual value of the respective shares, or if there have been significant movements on the relevant stock exchanges and/or markets since the determination of the net asset value, the Board of Directors may decide, in good faith, to update the net asset value on the same day. Under such circumstances, all subscription, conversion and redemption applications which are received for such valuation day are processed on the basis of the updated net asset value.

No securities financing transactions and total return swaps within the meaning of Regulation (EU) 2015/2365 of the European Parliament and of the Council of 25 November 2015 on the transparency of securities financing transactions and on reuse, and amending Regulation (EU) No 648/2012 ('SFTR') were used during the reporting period. Consequently, no information within the meaning of Article 13 of that Regulation shall be provided to investors in the annual report.

**Additional information on the effects of COVID-19:** The medium to long-term economic and social effects of the COVID-19 pandemic cannot be adequately forecasted. According to the fund's board of directors' assessment, there were no liquidity problems or abnormalities for the Company with regard to the redemption of shares in connection with the COVID-19 pandemic at the time of the reporting period. The subscriptions and redemptions of shares are carried out properly at the reporting period.

**Risk warnings on Ukraine conflict:** The impact of the Ukraine crisis on the fund is currently not conclusive. Even if there are no direct holdings of securities in Ukraine or Russia, there is a risk that indirect risks from the sanctions imposed, resulting market volatility or rising energy prices may affect the performance of the Fund or of counterparties.



## Performance of the net assets of the sub-fund during the reporting period (BVI method excl. sales commission)

Storm Fund II - Storm Bond Fund RC (NOK) / LU0740578702 (1 January 2022 to 31 December 2022)	6.87 %
Storm Fund II - Storm Bond Fund IC (SEK) / LU0840159544 (1 January 2022 to 31 December 2022)	6.13 %
Storm Fund II - Storm Bond Fund RC (GBP) / LU0840159890 (1 January 2022 to 31 December 2022)	6.97 %
Storm Fund II - Storm Bond Fund NC (NOK) / LU0840160120 (1 January 2022 to 31 December 2022)	8.26 %
Storm Fund II - Storm Bond Fund IC (CHF) / LU1076701652 (1 January 2022 to 31 December 2022)	5.07 %
Storm Fund II - Storm Bond Fund IC Dist. (NOK) / LU1915698069 (1 January 2022 to 31 December 2022)	7.13 %
Storm Fund II - Storm Bond Fund ICL (NOK) / LU2058024360 (1 January 2022 to 31 December 2022)	7.19 %
Storm Fund II - Storm Bond Fund ICL (EUR) / LU2058024444 (1 January 2022 to 31 December 2022)	5.51 %
Storm Fund II - Storm Bond Fund RCN (NOK) / LU1382364633 (1 January 2022 to 31 December 2022)	6.91 %
Storm Fund II - Storm Bond Fund ICF (EUR) / LU2436152677 (25 February 2022 to 31 December 2022)	5.25 %
Storm Fund II - Storm Bond Fund IC (NOK) / LU0840158496 (1 January 2022 to 31 December 2022)	7.08 %
Storm Fund II - Storm Bond Fund ICN (NOK) / LU1382364716 (1 January 2022 to 31 December 2022)	7.13 %
Storm Fund II - Storm Bond Fund RC (EUR) / LU0840158819 (1 January 2022 to 31 December 2022)	5.19 %
Storm Fund II - Storm Bond Fund IC (EUR) / LU0840158900 (1 January 2022 to 31 December 2022)	5.64 %
Storm Fund II - Storm Bond Fund IC (USD) / LU0840159387 (1 January 2022 to 31 December 2022)	7.87 %
Storm Fund II - Storm Bond Fund RC (SEK) / LU0840159460 (1 January 2022 to 31 December 2022)	8.98 %

The performance is the percentage change between the assets invested in at the beginning of the investment period and the value at the end of the investment period and is based on the assumption that any distributions have been reinvested. Past performance does not give any indication of a similar performance in the future.

## Total Expense Ratio (TER) of the net assets of the Fund (according to BVI method incl. performance fee)

Storm Fund II - Storm Bond Fund RC (NOK) (1 January 2022 to 31 December 2022)	1.71 %
Storm Fund II - Storm Bond Fund IC (SEK) (1 January 2022 to 31 December 2022)	1.39 %
Storm Fund II - Storm Bond Fund RC (GBP) (1 January 2022 to 31 December 2022)	1.81 %
Storm Fund II - Storm Bond Fund NC (NOK) (1 January 2022 to 31 December 2022)	0.31 %
Storm Fund II - Storm Bond Fund IC (CHF) (1 January 2022 to 31 December 2022)	1.28 %
Storm Fund II - Storm Bond Fund IC Dist. (NOK) (1 January 2022 to 31 December 2022)	1.47 %
Storm Fund II - Storm Bond Fund ICL (NOK) (1 January 2022 to 31 December 2022)	1.52 %
Storm Fund II - Storm Bond Fund ICL (EUR) (1 January 2022 to 31 December 2022)	1.28 %
Storm Fund II - Storm Bond Fund RCN (NOK) (1 January 2022 to 31 December 2022)	1.69 %
Storm Fund II - Storm Bond Fund ICF (EUR) (25 February 2022 to 31 December 2022)	0.98 %
Storm Fund II - Storm Bond Fund IC (NOK) (1 January 2022 to 31 December 2022)	1.45 %
Storm Fund II - Storm Bond Fund ICN (NOK) (1 January 2022 to 31 December 2022)	1.43 %
Storm Fund II - Storm Bond Fund RC (EUR) (1 January 2022 to 31 December 2022)	1.54 %
Storm Fund II - Storm Bond Fund IC (EUR) (1 January 2022 to 31 December 2022)	1.29 %
Storm Fund II - Storm Bond Fund IC (USD) (1 January 2022 to 31 December 2022)	1.48 %
Storm Fund II - Storm Bond Fund RC (SEK) (1 January 2022 to 31 December 2022)	1.47 %

The Total Expense Ratio (TER) of the net assets of the Fund expresses the sum of costs and fees as a percentage of the average assets under management within a financial year.

## Total Expense Ratio (TER) of the net assets of the Fund (according to BVI method excl. performance fee)

Storm Fund II - Storm Bond Fund RC (NOK) (1 January 2022 to 31 December 2022)	1.06 %
Storm Fund II - Storm Bond Fund IC (SEK) (1 January 2022 to 31 December 2022)	0.77 %
Storm Fund II - Storm Bond Fund RC (GBP) (1 January 2022 to 31 December 2022)	1.06 %
Storm Fund II - Storm Bond Fund NC (NOK) (1 January 2022 to 31 December 2022)	0.31 %
Storm Fund II - Storm Bond Fund IC (CHF) (1 January 2022 to 31 December 2022)	0.76 %
Storm Fund II - Storm Bond Fund IC Dist. (NOK) (1 January 2022 to 31 December 2022)	0.77 %
Storm Fund II - Storm Bond Fund ICL (NOK) (1 January 2022 to 31 December 2022)	0.66 %
Storm Fund II - Storm Bond Fund ICL (EUR) (1 January 2022 to 31 December 2022)	0.66 %
Storm Fund II - Storm Bond Fund RCN (NOK) (1 January 2022 to 31 December 2022)	1.06 %
Storm Fund II - Storm Bond Fund ICF (EUR) (25 February 2022 to 31 December 2022)	0.98 %
Storm Fund II - Storm Bond Fund IC (NOK) (1 January 2022 to 31 December 2022)	0.77 %
Storm Fund II - Storm Bond Fund ICN (NOK) (1 January 2022 to 31 December 2022)	0.77 %
Storm Fund II - Storm Bond Fund RC (EUR) (1 January 2022 to 31 December 2022)	1.06 %
Storm Fund II - Storm Bond Fund IC (EUR) (1 January 2022 to 31 December 2022)	0.77 %
Storm Fund II - Storm Bond Fund IC (USD) (1 January 2022 to 31 December 2022)	0.76 %
Storm Fund II - Storm Bond Fund RC (SEK) (1 January 2022 to 31 December 2022)	1.08 %



## Performance Fee

Storm Fund II - Storm Bond Fund RC (NOK) (1 January 2022 to 31 December 2022)	0.65 %
Storm Fund II - Storm Bond Fund IC (SEK) ((1 January 2022 to 31 December 2022)	0.61 %
Storm Fund II - Storm Bond Fund RC (GBP) (1 January 2022 to 31 December 2022)	0.75 %
Storm Fund II - Storm Bond Fund NC (NOK) (1 January 2022 to 31 December 2022)	0.00 %
Storm Fund II - Storm Bond Fund IC (CHF) (1 January 2022 to 31 December 2022)	0.52 %
Storm Fund II - Storm Bond Fund IC Dist. (NOK) (1 January 2022 to 31 December 2022)	0.70 %
Storm Fund II - Storm Bond Fund ICL (NOK) (1 January 2022 to 31 December 2022)	0.87 %
Storm Fund II - Storm Bond Fund ICL (EUR) (1 January 2022 to 31 December 2022)	0.62 %
Storm Fund II - Storm Bond Fund RCN (NOK) (1 January 2022 to 31 December 2022)	0.63 %
Storm Fund II - Storm Bond Fund ICF (EUR) (25 February 2022 to 31 December 2022)	0.00 %
Storm Fund II - Storm Bond Fund IC (NOK) (1 January 2022 to 31 December 2022)	0.68 %
Storm Fund II - Storm Bond Fund ICN (NOK) (1 January 2022 to 31 December 2022)	0.66 %
Storm Fund II - Storm Bond Fund RC (EUR) (1 January 2022 to 31 December 2022)	0.48 %
Storm Fund II - Storm Bond Fund IC (EUR) (1 January 2022 to 31 December 2022)	0.52 %
Storm Fund II - Storm Bond Fund IC (USD) (1 January 2022 to 31 December 2022)	0.72 %
Storm Fund II - Storm Bond Fund RC (SEK) (1 January 2022 to 31 December 2022)	0.37 %

## Portfolio Turnover Rate (TOR)

Storm Fund II - Storm Bond Fund (1 January 2022 to 31 December 2022)	4 %
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The absolute number of frequency of portfolio reallocation determined represents the ratio of purchases and sales of securities, cash inflows and outflows and average net assets for the period above.

## Appropriation of income

The ordinary income from interest and/or dividends less costs and net realised price gains for Storm Fund II - Storm Bond Fund RC (NOK) are generally reinvested. No distributions will be made in respect of the reporting period.

The ordinary income from interest and/or dividends less costs and net realised price gains for Storm Fund II - Storm Bond Fund IC (SEK) are generally reinvested. No distributions will be made in respect of the reporting period.

The ordinary income from interest and/or dividends less costs and net realised price gains for Storm Fund II - Storm Bond Fund RC (GBP) are generally reinvested. No distributions will be made in respect of the reporting period.

The ordinary income from interest and/or dividends less costs and net realised price gains for Storm Fund II - Storm Bond Fund NC (NOK) are generally reinvested. No distributions will be made in respect of the reporting period.

The ordinary income from interest and/or dividends less costs and net realised price gains for Storm Fund II - Storm Bond Fund IC (CHF) are generally reinvested. No distributions will be made in respect of the reporting period.

The ordinary income from interest and/or dividends less costs and net realised price gains for Storm Fund II - Storm Bond Fund IC Distributing (NOK) are distributed in principle. During the reporting period several interim dividends have been paid: NOK 1.30073 per share with ex-date 19 January 2022, NOK 0.62168 per share with ex-date 20 April 2022, NOK 1.52547 per share with ex-date 20 July 2022, NOK 1.26142 per share with ex-date 19 October 2022.

The ordinary income from interest and/or dividends less costs and net realised price gains for Storm Fund II - Storm Bond Fund ICL (NOK) are generally reinvested. No distributions will be made in respect of the reporting period.

The ordinary income from interest and/or dividends less costs and net realised price gains for Storm Fund II - Storm Bond Fund ICL (EUR) are generally reinvested. No distributions will be made in respect of the reporting period.

The ordinary income from interest and/or dividends less costs and net realised price gains for Storm Fund II - Storm Bond Fund RCN (NOK) are generally reinvested. No distributions will be made in respect of the reporting period.

The ordinary income from interest and/or dividends less costs and net realised price gains for Storm Fund II - Storm Bond Fund ICF (EUR) are generally reinvested. No distributions will be made in respect of the reporting period.

The ordinary income from interest and/or dividends less costs and net realised price gains for Storm Fund II - Storm Bond Fund IC (NOK) are generally reinvested. No distributions will be made in respect of the reporting period.

The ordinary income from interest and/or dividends less costs and net realised price gains for Storm Fund II - Storm Bond Fund ICN (NOK) are generally reinvested. No distributions will be made in respect of the reporting period.

The ordinary income from interest and/or dividends less costs and net realised price gains for Storm Fund II - Storm Bond Fund RC (EUR) are generally reinvested. No distributions will be made in respect of the reporting period.

The ordinary income from interest and/or dividends less costs and net realised price gains for Storm Fund II - Storm Bond Fund IC (EUR) are generally reinvested. No distributions will be made in respect of the reporting period.

The ordinary income from interest and/or dividends less costs and net realised price gains for Storm Fund II - Storm Bond Fund IC (USD) are generally reinvested. No distributions will be made in respect of the reporting period.

The ordinary income from interest and/or dividends less costs and net realised price gains for Storm Fund II - Storm Bond Fund RC (SEK) are generally reinvested. No distributions will be made in respect of the reporting period.





## Publications

The current net asset value of the company and all other information intended for shareholders may be requested at any time at the registered office of the company, the depositary and the paying agents.

## Information on remuneration

Further details on fees can be found in the current prospectus.

As part of the fund's activities, there were no soft commission or similar arrangements in place for the year ended. Neither the manager nor any of its affiliates have received kickback payments or other reimbursements from brokers or agents for the past financial year.

## Taxation of the Fund in Luxembourg

In the Grand Duchy of Luxembourg, the assets of the fund are subject to a tax ('taxe d'abonnement') of currently 0.05% per annum on shares of non-institutional share classes and of 0.01% per annum on shares of institutional share classes. This taxe d'abonnement is payable quarterly on the assets of the company reported at the end of each quarter. The company's income is not taxed in Luxembourg.

## Transaction costs

For the reporting period ending 31 December 2022, the transaction costs listed below were incurred in connection with the purchase and sale of securities, money market instruments, derivatives or other assets. Transaction costs include, in particular, commissions to brokers and agents, clearing fees and third party fees (such as stock exchange fees, local taxes and fees, registration and roll over fees).

Storm Fund II - Storm Bond Fund (1 January 2022 to 31 December 2022)

288,971.38 NOK



# Statement of investments and other net assets as of 31.12.2022

## Storm Fund II - Storm Bond Fund

As the company Storm Fund II consists of only one sub-fund, Storm Fund II - Storm Bond Fund, as of 31 December 2022, the statement of investments and other net assets, the statement of changes in net assets and the statement of operations of Storm Fund II - Storm Bond Fund are at the same time the combined above mentioned statements of Storm Fund II.

Generic name	Market	ISIN	Nominal/ Units /	Balance as of	Purchases/ Additions	Sales/ Disposals	CCY	Price	Market value	% of sub- fund's Net
in the reporting period									NOK	Assets
									3,731,443,555.69	84.52
<b>Securities portfolio</b>										
<b>Exchange traded securities</b>										
<b>Bonds</b>										
<b>Bermuda</b>										
BW Offshore Ltd. - Bond (FRN) - 7,950 04.12.2023		NO0010869019	nominal	60,000,000.00	20,000,000.00	0.00	NOK	100.79	60,475,002.00	1.37
GasLog Ltd. - Bond (FRN) - 9,730 27.11.2024		NO0010868953	nominal	64,000,000.00	5,000,000.00	0.00	NOK	102.92	65,866,668.80	1.49
Golar LNG Ltd. - Bond - 7,000 20.10.2025		NO0011123432	nominal	4,000,000.00	2,800,000.00	-8,000,000.00	USD	100.03	39,553,372.57	0.90
Odjfell Technology Ltd. - Bond (FRN) - 10,370 23.02.2026		NO0012439480	nominal	90,000,000.00	90,000,000.00	0.00	NOK	105.33	94,799,997.00	2.15
SFL Corp. Ltd. - Bond (FRN) - 8,050 04.06.2024		NO0010853609	nominal	30,000,000.00	10,000,000.00	0.00	NOK	101.04	30,312,501.00	0.69
Stolt-Nielsen Ltd. - Bond (FRN) - 7,760 29.06.2023		NO0010886096	nominal	70,000,000.00	70,000,000.00	0.00	NOK	101.04	70,729,169.00	1.60
<b>Canada</b>										
International Petroleum Corp. - Bond - 7,250 01.02.2027		NO0012423476	nominal	6,200,000.00	6,200,000.00	0.00	USD	93.12	57,074,985.28	1.29
<b>Finland</b>										
Balder Finland Oyj - Bond - 1,000 20.01.2029		XS2288925568	nominal	800,000.00	800,000.00	0.00	EUR	66.73	5,629,304.73	0.13
Balder Finland Oyj - Bond - 2,000 18.01.2031		XS2432565187	nominal	8,500,000.00	8,500,000.00	0.00	EUR	64.15	57,495,203.36	1.30
Castellum Helsinki Fin.Hol.Abp - Bond - 0,875 17.09.2029		XS2387052744	nominal	5,500,000.00	5,500,000.00	0.00	EUR	65.26	37,849,472.64	0.86
Nordea Bank Abp NK-FLR Med.-Term Nts 2018(23)		NO0010832363	nominal	50,000,000.00	50,000,000.00	0.00	NOK	100.04	50,018,785.00	1.13
Rederiaktiebolaget Eckerö - Bond (FRN) - 8,578 28.10.2026		NO0011130148	nominal	5,300,000.00	0.00	-700,000.00	EUR	98.75	55,187,800.25	1.25
Stockmann Oyj Abp - Bond - 0,100 05.07.2026		FI4000507330	nominal	5,000,000.00	0.00	0.00	EUR	83.11	43,818,480.72	0.99
<b>Marshall Islands</b>										
Navigator Holdings Ltd. - Bond - 8,000 10.09.2025		NO0010891955	nominal	8,000,000.00	8,000,000.00	0.00	USD	99.56	78,736,048.11	1.78
Seapeak LLC - Bond (FRN) - 8,660 02.09.2025		NO0010891559	nominal	85,000,000.00	20,000,000.00	0.00	NOK	99.79	84,822,919.50	1.92
<b>Netherlands</b>										
Bluewater Holding B.V. - Bond - 12,000 10.11.2026		NO0012740234	nominal	9,450,000.00	9,450,000.00	0.00	USD	100.88	94,233,037.24	2.13
MHH Holding B.V. - Bond (FRN) - 11,592 10.02.2025		NO0012428996	nominal	3,680,000.00	6,000,000.00	-2,320,000.00	USD	101.50	36,923,400.74	0.84
<b>Norway</b>										
Abax Group AS - Bond (FRN) - 9,360 23.06.2025		NO0010885312	nominal	55,000,000.00	0.00	0.00	NOK	100.04	55,022,918.50	1.25
Bergenshalvoens Kom.Kraft(BKK) -Bond (FRN) -3,880 16.01.2023		NO0010814072	nominal	20,000,000.00	20,000,000.00	0.00	NOK	100.00	20,000,056.00	0.45



The notes are an integral part of the annual report.

Generic name	Market	ISIN	Nominal/ Units /	Balance as of	Purchases/ Sales/ Additions Disposals		CCY	Price	Market value	% of sub- fund's Net Assets
					31.12.2022	in the reporting period				
Borgestad ASA - Bond (FRN) - 8,330 09.01.2023		NO0010907736	nominal	4,043,126.00	0.00	-24,956,874.00	NOK	96.12	3,886,454.87	0.09
Chip Bidco AS - Bond (FRN) - 8,730 13.12.2024		NO0010869761	nominal	93,500,000.00	5,000,000.00	0.00	NOK	97.50	91,162,500.00	2.07
Crayon Group Holding ASA - Bond (FRN) - 7,000 15.07.2025		NO0011045478	nominal	40,000,000.00	40,000,000.00	0.00	NOK	98.08	39,233,332.00	0.89
DOF Subsea AS - Bond (FRN) - 11,480 27.11.2023		NO0010836810	nominal	41,000,000.00	39,000,000.00	0.00	NOK	73.94	30,314,375.00	0.69
Jordanes Investments AS - Bond (FRN) - 9,130 11.02.2026		NO0012433301	nominal	90,000,000.00	90,000,000.00	0.00	NOK	96.07	86,462,496.00	1.96
Kistefos A.S. - Bond (FRN) - 9,050 09.09.2026		NO0012662362	nominal	31,000,000.00	31,000,000.00	0.00	NOK	101.62	31,501,471.50	0.71
Klaveness Com. Carriers AS - Bond (FRN) - 8,130 11.02.2025		NO0010874530	nominal	15,000,000.00	15,000,000.00	0.00	NOK	100.83	15,124,999.50	0.34
NTC Infrastructure AS - Bond (FRN) - 8,540 10.12.2025		NO0011161507	nominal	26,000,000.00	0.00	0.00	NOK	99.62	25,902,500.00	0.59
Nordea Eiendomsrett AS - Pfandbrief (FRN) - 3,490 21.06.2023		NO0010819717	nominal	40,000,000.00	40,000,000.00	0.00	NOK	100.11	40,045,800.00	0.91
Norsk Hydro ASA - Bond (FRN) - 6,260 15.05.2023		NO0010882327	nominal	50,000,000.00	50,000,000.00	0.00	NOK	100.73	50,363,300.00	1.14
Norsk Hydro ASA - Linked Bonds - 5,257 30.11.2028		NO0012767260	nominal	52,000,000.00	52,000,000.00	0.00	NOK	101.00	52,520,260.00	1.19
Norske Skog AS - Bond (FRN) - 7,473 02.03.2026		NO0010936065	nominal	9,400,000.00	2,500,000.00	0.00	EUR	101.85	100,957,079.21	2.29
Norwegian Energy Co. ASA - Bond - 9,000 17.06.2026		NO0010870900	nominal	6,300,000.00	2,300,000.00	0.00	USD	99.12	61,732,175.57	1.40
OBOS Boligkredit AS - Pfandbrief (FRN) - 3,940 06.06.2023		NO0010795487	nominal	50,000,000.00	50,000,000.00	0.00	NOK	100.24	50,119,090.00	1.14
Ocean Yield ASA - Bond (FRN) - 11,235 (Und.)		NO0010861594	nominal	12,140,000.00	2,300,000.00	0.00	USD	102.91	123,496,186.61	2.80
Ocean Yield ASA - Bond (FRN) - 7,130 25.05.2023		NO0010823214	nominal	46,000,000.00	46,000,000.00	0.00	NOK	100.21	46,095,831.80	1.04
Odjell SE - Bond (FRN) - 8,720 19.09.2023		NO0010832181	nominal	10,000,000.00	10,000,000.00	0.00	NOK	101.96	10,196,250.00	0.23
Pandion Energy A.S. - Bond - 9,750 03.06.2026		NO0012535816	nominal	4,000,000.00	4,000,000.00	0.00	USD	98.25	38,847,814.54	0.88
SpareBank 1 Boligkredit AS - Pfandbrief (FRN) - 3,600 15.06.2023		NO0010809353	nominal	50,000,000.00	50,000,000.00	0.00	NOK	100.16	50,077,745.00	1.13
Sparebanken Vest Boligkred. AS - Pfandbrief (FRN) - 3,710 11.09.2023		NO0010805179	nominal	50,000,000.00	50,000,000.00	0.00	NOK	100.25	50,122,760.00	1.14
Sparebanken Øst Boligkred. AS - Pfandbrief (FRN) - 3,640 15.06.2023		NO0010814031	nominal	50,000,000.00	50,000,000.00	0.00	NOK	100.16	50,078,415.00	1.13
SuperOffice Group AS - Bond (FRN) - 9,920 05.11.2025		NO0010900129	nominal	59,250,000.00	10,750,000.00	0.00	NOK	101.13	59,916,562.50	1.36
Wallenius Wilhelmsen ASA - Bond (FRN) - 7,350 03.03.2026		NO0011082091	nominal	35,000,000.00	35,000,000.00	0.00	NOK	100.33	35,116,665.50	0.80
Wallenius Wilhelmsen ASA - Bond (FRN) - 9,050 09.09.2024		NO0010891971	nominal	70,000,000.00	25,000,000.00	0.00	NOK	103.88	72,712,500.00	1.65
<b>Sweden</b>										
Desenio Holding AB - Bond (FRN) - 8,034 16.12.2024		SE0015242839	nominal	58,750,000.00	0.00	-10,000,000.00	SEK	52.33	29,066,392.57	0.66
FNG Nordic AB (Publ) - Bond (FRN) - 8,562 25.07.2024		SE0012827996	nominal	111,000,000.00	0.00	0.00	SEK	82.33	86,404,213.94	1.96
Intrum AB - Bond (FRN) - 3,285 03.07.2023		SE0011426295	nominal	30,000,000.00	30,000,000.00	0.00	SEK	99.30	28,165,515.27	0.64
<b>USA</b>										
American Tanker Inc. - Bond - 7,750 02.07.2025		NO0010886328	nominal	11,000,000.00	11,000,000.00	0.00	USD	96.81	105,271,776.82	2.38
<b>Shares</b>										
<b>Bermuda</b>										
Valaris Ltd. Registered Shares USD -,40		BMG9460G1015	shares	20,252.00	0.00	0.00	USD	66.85	13,383,113.56	0.30



Generic name	Market	ISIN	Nominal/ Units /	Balance as of	Purchases/ Additions	Sales/ Disposals	CCY	Price	Market value	% of sub- fund's Net Assets
in the reporting period										
			Number	31.12.2022					NOK	
<b>Norway</b>										
Borgestad ASA Navne-Aksjer NK 10		NO0003111700	shares	10,612,691.00	10,612,691.00	0.00	NOK	1.40	14,857,767.40	0.34
<b>USA</b>										
Tidewater Inc. (New) Registered Shares DL -,10		US88642R1095	shares	70,112.00	0.00	0.00	USD	36.15	25,054,658.66	0.57
<b>Organised Markets</b>										
<b>Bonds</b>										
<b>Bermuda</b>										
SFL Corp. Ltd. - Bond (FRN) - 7,740 21.01.2025		NO0010872997	nominal	50,000,000.00	0.00	0.00	NOK	100.67	50,333,335.00	1.14
Valaris Ltd. - Bond - 8,250 30.04.2028		US91889FAA93	nominal	5,950,000.00	5,950,000.00	0.00	USD	101.29	59,573,117.81	1.35
<b>Denmark</b>										
Danske Bank AS - Bond (Fix to Float) - 6,125 2017(24/Und.)		XS1586367945	nominal	6,600,000.00	6,600,000.00	0.00	USD	95.69	62,429,085.98	1.41
<b>Great Britain</b>										
EnQuest PLC - Bond - 11,625 01.11.2027		USG315APAG37	nominal	7,161,000.00	7,161,000.00	0.00	USD	94.28	66,740,274.74	1.51
<b>Norway</b>										
Greenbit Energy AS - Bond (FRN) - 13,480 27.05.2025		NO0012526187	nominal	15,000,000.00	20,000,000.00	-5,000,000.00	NOK	88.50	13,275,000.00	0.30
Jacktel A.S. - Bond - 10,000 04.12.2023		NO0010836778	nominal	6,730,819.00	5,858,559.83	-7,836,217.83	USD	92.30	61,412,594.57	1.39
Kistefos A.S. - Bond (FRN) - 10,210 16.09.2025		NO0010911845	nominal	100,000,000.00	0.00	0.00	NOK	104.75	104,750,000.00	2.37
Orkla ASA - Bond (FRN) - 4,080 27.03.2023		NO0010774383	nominal	60,000,000.00	60,000,000.00	0.00	NOK	100.01	60,007,902.00	1.36
Schibsted ASA - Bond (FRN) - 4,650 22.06.2023		NO0010797541	nominal	50,000,000.00	50,000,000.00	0.00	NOK	100.15	50,076,000.00	1.13
Trøndelag Fylkeskommune NK-FLR Bonds 2019(23)		NO0010849888	nominal	50,000,000.00	50,000,000.00	0.00	NOK	99.96	49,982,160.00	1.13
<b>Sweden</b>										
Intrum AB - Bond - 9,250 15.03.2028		XS2566291865	nominal	9,700,000.00	9,700,000.00	0.00	EUR	98.86	101,113,529.65	2.29
Skandinaviska Enskilda Banken - Bond (Fix to Float) - 5,125		XS2076169668	nominal	4,000,000.00	4,000,000.00	0.00	USD	93.45	36,950,684.04	0.84
Stena AB - Bond - 7,000 01.02.2024		USW8758PAK22	nominal	12,000,000.00	5,000,000.00	0.00	USD	97.31	115,430,308.66	2.61
Swedbank AB - Bond (Fix to Float) - 5,625 (Und.)		XS2046625765	nominal	3,400,000.00	3,400,000.00	0.00	USD	95.94	32,244,462.89	0.73
Volvo Car AB - Bond - 4,250 31.05.2028		XS2486825669	nominal	2,000,000.00	2,000,000.00	0.00	EUR	92.21	19,445,824.09	0.44
<b>USA</b>										
Tidewater Inc. (New) - Bond - 8,500 16.11.2026		NO0011129579	nominal	6,000,000.00	7,000,000.00	-1,000,000.00	USD	102.24	60,640,582.56	1.37
<b>Other Markets</b>										
<b>Bonds</b>										
<b>Norway</b>										
SSB Boligkreditt AS - Pfandbrief (FRN) - 0,000 16.05.2023		NO0010871452	nominal	50,000,000.00	50,000,000.00	0.00	NOK	100.08	50,041,795.00	1.13
<b>not listed</b>										
<b>Bonds</b>										
<b>Bermuda</b>										
Floatel International Ltd. - Zinsansprüche - 0,000 24.09.2026		NO0010950884	nominal	50,000.00	50,000.00	0.00	USD	0.00	0.00	0.00



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Generic name	Market	ISIN	Nominal/ Units /	Balance as of	Purchases/ Additions	Sales/ Disposals	CCY	Price	Market value	% of sub- fund's Net Assets
			Number	31.12.2022	in the reporting period				NOK	

<b>Great Britain</b>										
Decipher Production Ltd - Bond - 0,000		NO0010894793	nominal	5,963.00	0.00	0.00	USD	85.00	50,103.90	0.00
<b>Marshall Islands</b>										
Alterra Shuttle Tankers LLC - Bond - 9,500 15.12.2025		NO0011167785	nominal	4,400,000.00	0.00	-1,000,000.00	USD	87.29	37,967,614.52	0.86
<b>Norway</b>										
DOF Subsea AS 9,5% Bds Zinsanspr. NO0010788177IN140321		NO0010955867	nominal	237,500.00	0.00	0.00	USD	73.37	1,722,659.97	0.04
DOF Subsea AS 9,5% Nts NO0010788177IN140920		NO0010893795	nominal	237,500.00	0.00	0.00	USD	73.37	1,722,659.97	0.04
DOF Subsea AS 9,5% Nts NO0010788177IN140322		NO0012476672	nominal	237,500.00	237,500.00	0.00	USD	73.37	1,722,659.97	0.04
DOF Subsea AS 10,59% Bds NO0010836810IN270522		NO0012536384	nominal	44,537.00	0.00	0.00	NOK	73.94	32,929.54	0.00
DOF Subsea AS - Bond - 9,500 30.09.2022		NO0010788177	nominal	6,000,000.00	1,000,000.00	0.00	USD	73.37	43,519,830.74	0.99
DOF Subsea AS - Bond - 0,000		NO0010971005	nominal	21,174,891.00	0.00	0.00	NOK	73.37	15,537,076.27	0.35
DOF Subsea AS - Bond - 0,000		NO0012672734	nominal	843,519.00	843,519.00	0.00	NOK	73.94	623,676.86	0.01
DOF Subsea AS - Interest - 0,000		NO0012459256	nominal	44,539.00	44,539.44	-0.44	NOK	73.94	32,931.02	0.00
DOF Subsea AS - Interest - 0,000		NO0012703398	nominal	285,000.00	285,000.00	0.00	USD	73.37	2,067,191.96	0.05
DOF Subsea AS - Interest - 0,000		NO0011013690	nominal	42,250.00	0.00	0.00	NOK	73.94	31,238.59	0.00
DOF Subsea AS - Interest - 0,000		NO0011101552	nominal	237,500.00	0.00	0.00	USD	73.37	1,722,659.97	0.04
DOF Subsea AS FLR Notes Zinsansprüche NO0010670144		NO0010881170	nominal	472,629.00	0.00	0.00	NOK	73.37	346,791.53	0.01
DOF Subsea AS FLR Notes NO0010836810IN270821		NO0011086910	nominal	42,217.00	0.00	0.00	NOK	73.94	31,214.19	0.00
DOF Subsea AS FLR Notes Zinsanspr. NO0010670144IN221020		NO0010900228	nominal	673,455.00	0.00	0.00	NOK	73.37	494,147.61	0.01
DOF Subsea AS FLR Notes Zinsanspr. NO0010670144IN220121		NO0010920978	nominal	396,653.00	0.00	0.00	NOK	73.37	291,044.14	0.01
DOF Subsea AS FLR Notes NO0010836810IN260221		NO0010945157	nominal	42,315.00	0.00	0.00	NOK	73.94	31,286.65	0.00
DOF Subsea AS FLR Notes NO0010670144IN310321		NO0010971021	nominal	299,977.00	0.00	0.00	NOK	73.37	220,108.12	0.00
DOF Subsea AS FLR Notes Zinsansprüche NO0010836810		NO0011165011	nominal	43,918.00	0.00	0.00	NOK	73.94	32,471.87	0.00
DOF Subsea AS NO0010670144IN220520- Interest- 0,000		NO0010883598	nominal	136,930.00	0.00	0.00	NOK	73.37	100,472.39	0.00
Jacktel A.S. - Bond - 10,000 04.12.2023		NO0010969207	nominal	194,202.07	0.00	-305,797.93	USD	100.04	1,920,536.74	0.04
<b>Sweden</b>										
Host Property AB - Bond (FRN) - 7,773 28.11.2022		SE0013486057	nominal	34,312,600.00	0.00	0.00	SEK	99.62	32,319,023.16	0.73
PA Resources AB - Bond - 0,000		NO0010838162	nominal	13,416,667.00	0.00	0.00	NOK	0.00	0.00	0.00
<b>Shares</b>										
<b>Norway</b>										
Jacktel A.S. Navne-Aksjer		NO0012477704	shares	18,193,736.00	0.00	-0.82	NOK	1.65	30,019,664.40	0.68
<b>USA</b>										
Diamond Offshore Drilling Registered Shares (144A)		US25271C3007	shares	76,872.00	0.00	0.00	USD	10.13	7,697,779.36	0.17



Generic name	Market	ISIN	Nominal/ Units /	Balance as of	Purchases/ Additions	Sales/ Disposals	CCY	Price	Market value	% of sub- fund's Net
			Number	31.12.2022	in the reporting period				NOK	Assets
										1.82
<b>Derivatives</b>										
<b>Currency forwards at Hauck Aufhäuser Lampe Privatbank AG</b>										
<b>Open positions</b>										
Sell EUR 39,950,000.00 / Buy NOK 420,394,685.00									-1,058,129.64	-0.02
Sell USD 128,600,000.00 / Buy NOK 1,350,075,004.00									79,702,428.42	1.81
Sell SEK 242,000,000.00 / Buy NOK 235,729,593.66									6,867,646.31	0.16
Buy CHF 41,615,000.00 / Sell NOK 445,103,350.05									862,921.87	0.02
Buy EUR 51,170,000.00 / Sell NOK 535,149,164.00									4,669,121.98	0.11
Buy EUR 1,418,000.00 / Sell NOK 14,818,015.80									141,185.48	0.00
Buy EUR 26,600,000.00 / Sell NOK 278,045,106.00									2,571,786.85	0.06
Buy SEK 300,000.00 / Sell NOK 284,900.28									-1,187.12	0.00
Buy USD 22,400,000.00 / Sell NOK 237,411,898.98									-16,133,938.69	-0.37
Buy GBP 891,000.00 / Sell NOK 10,699,958.79									-84,237.19	0.00
Buy EUR 35,690,000.00 / Sell NOK 373,151,909.00									3,360,004.75	0.08
Buy SEK 22,730,000.00 / Sell NOK 21,597,785.87									-101,785.68	0.00
Sell EUR 3,390,000.00 / Buy NOK 35,417,788.00									-345,041.58	-0.01
Sell CHF 2,010,000.00 / Buy NOK 21,406,922.08									-133,200.63	0.00
Sell SEK 1,125,000.00 / Buy NOK 1,071,929.19									8,004.85	0.00
Sell USD 3,290,000.00 / Buy NOK 32,796,947.00									296,746.58	0.01
Sell EUR 330,000.00 / Buy NOK 3,421,077.00									-60,260.39	0.00
<b>Cash at banks</b>									<b>578,345,638.71</b>	<b>13.10</b>
<b>EUR - balances</b>										
EUR at Hauck Aufhäuser Lampe Privatbank AG, Niederlassung Luxemburg				51,643.70				EUR	544,562.20	0.01
<b>Balances in other EU/EEA currencies</b>										
GBP at Hauck Aufhäuser Lampe Privatbank AG, Niederlassung Luxemburg				-3,368.55				GBP	-40,144.68	0.00
NOK at Hauck Aufhäuser Lampe Privatbank AG, Niederlassung Luxemburg				113,285,289.61				NOK	113,285,289.61	2.57
NOK at DNB Bank ASA				400,185,577.57				NOK	400,185,577.57	9.06
SEK at Hauck Aufhäuser Lampe Privatbank AG, Niederlassung Luxemburg				58,845,929.11				SEK	55,635,588.73	1.26
<b>Balances in non EU/EEA currencies</b>										
CHF at Hauck Aufhäuser Lampe Privatbank AG, Niederlassung Luxemburg				-405.74				CHF	-4,343.74	0.00



The notes are an integral part of the annual report.

Generic name	Market	ISIN	Nominal/ Units /	Balance as of	Purchases/ Additions	Sales/ Disposals	CCY	Price	Market value	% of sub- fund's Net Assets
in the reporting period										
Number	31.12.2022								NOK	
USD at Hauck Aufhäuser Lampe Privatbank AG, Niederlassung Luxemburg										
	884,055.08						USD		8,739,109.02	0.20
<b>Other assets</b>									<b>45,867,766.22</b>	<b>1.04</b>
Interest receivable on cash at bank	526,258.14						NOK		526,258.14	0.01
Interest receivable from securities	40,295,214.42						NOK		40,295,214.42	0.91
Other assets	5,046,293.66						NOK		5,046,293.66	0.11
<b>Total assets</b>									<b>4,436,219,026.79</b>	<b>100.49</b>
<b>Liabilities</b>									<b>-21,582,598.66</b>	<b>-0.49</b>
<b>from</b>										
Audit fee	-14,151.15						EUR		-149,218.22	0.00
Board of directors fee	-487.43						EUR		-5,139.76	0.00
Depository fee	-18,658.53						EUR		-196,746.74	0.00
Fund Management fee	-1,732,592.06						NOK		-1,732,592.06	-0.04
Interest payable at bank	-102,911.41						NOK		-102,911.41	0.00
Management fee	-28,722.75						EUR		-302,869.91	-0.01
Other payables	-376,088.24						NOK		-376,088.24	-0.01
Performance fee	-18,583,314.10						NOK		-18,583,314.10	-0.42
Risk management fee	-119.79						EUR		-1,263.14	0.00
Taxe d'abonnement	-132,455.08						NOK		-132,455.08	0.00
<b>Total liabilities</b>									<b>-21,582,598.66</b>	<b>-0.49</b>
<b>Total Net Assets</b>									<b>4,414,636,428.13</b>	<b>100.00**</b>

\*\* Small rounding differences may have arisen in the calculation of percentages.



## Securities prices or market rates

The assets of the Fund, which are not expressed in the Fund currency, are valued on the basis of the last established exchange rates.

## Foreign exchange rates (indirect quotation)

			As of 29.12.2022
British Pound	GBP	0.0839	= 1 Norwegian Krone (NOK)
Euro	EUR	0.0948	= 1 Norwegian Krone (NOK)
Swedish Crown	SEK	1.0577	= 1 Norwegian Krone (NOK)
Swiss Franc	CHF	0.0934	= 1 Norwegian Krone (NOK)
US-Dollar	USD	0.1012	= 1 Norwegian Krone (NOK)

## Market Key

## Over the counter trading

OTC

Over-the-Counter

## Commitment on derivatives

## Generic name

## Commitment in NOK

## % of Net Assets

Foreign forward exchange transactions

3,914,226,492.50

88.94



The notes are an integral part of the annual report.



## Transactions of the Storm Fund II - Storm Bond Fund executed during the reporting period that no longer appear in the schedule of investments

- Purchases and sales of securities, investment units and promissory note loans

Generic name	ISIN	Currency	Purchases/Additions in the period under review	Sales/Disposals in the period under review
<b>Securities</b>				
<b>Exchange traded securities</b>				
<b>Shares</b>				
Stockmann Oyj Abp Registered Shares C.I.B EO 2	FI0009000251	EUR	0.00	-1,062,584.00
<b>Bonds</b>				
Altera Shuttle Tankers LLC - Bond (FRN) - 10,694 18.10.2024	NO0010866163	USD	700,000.00	-10,400,000.00
Bluewater Holding B.V. - Bond - 10,000 28.11.2023	NO0010836794	USD	5,000,000.00	-5,000,000.00
Bonheur ASA - Bond (FRN) - 5,110 24.05.2022	NO0010793565	NOK	24,500,000.00	-39,500,000.00
DNB Bank ASA - Bond (FRN) - 1,760 18.07.2022	NO0010841315	NOK	40,000,000.00	-40,000,000.00
Felleskjøpet Agri NK-FLR Bonds 2019(22)	NO0010850282	NOK	40,000,000.00	-40,000,000.00
Gjøevik, Gemeinde - Bond (FRN) - 0,000 24.01.2022	NO0010782840	NOK	0.00	-23,000,000.00
Legres AB - Bond (FRN) - 7,037 11.07.2022	SE0012729010	SEK	0.00	-36,000,000.00
Navigator Holdings Ltd. - Bond (FRN) - 9,330 02.11.2023	NO0010835069	NOK	10,000,000.00	-10,000,000.00
Norsk Hydro ASA - Bond (FRN) - 2,930 07.11.2022	NO0010809635	NOK	40,000,000.00	-40,000,000.00
Schibsted ASA - Bond - 5,400 13.12.2022	NO0010667843	NOK	25,000,000.00	-25,000,000.00
SFL Corp. Ltd. - Convertible bond - 4,875 01.05.2023	US824689AG86	USD	0.00	-4,065,000.00
Sparebanken Øst Boligkred. AS - Pfandbrief (FRN) - 1,930 15.06.2022	NO0010783434	NOK	0.00	-25,000,000.00
Storebrand Boligkreditt AS - Pfandbrief (FRN) - 1,950 15.06.2022	NO0010786726	NOK	0.00	-25,000,000.00
Tidewater Inc. (New) - Bond - 8,500 16.11.2026	NO0011129587	USD	0.00	-7,000,000.00
<b>Organised market</b>				
<b>Bonds</b>				
Borr Drilling Ltd - Convertible bond - 3,875 23.05.2023	NO0010822935	USD	0.00	-3,000,000.00
Floatel International Ltd. - Bond - 10,000 24.09.2026	NO0010950876	USD	1,000,000.00	-1,500,000.00
Floatel International Ltd. - Bond - 6,000 24.09.2026	NO0010950868	USD	1,000,000.00	-1,500,000.00
Green Cube Innovation A/S - Bond (FRN) - 9,110 31.05.2022	NO0010852973	NOK	0.00	-40,000,000.00
Kistefos A.S. - Bond (FRN) - 6,310 10.05.2023	NO0010850654	NOK	0.00	-31,000,000.00



Generic name	ISIN	Currency	Purchases/Additions in the period under review	Sales/Disposals in the period under review
OBOS Boligkreditr AS - Pfandbrief (FRN) - 1,980 15.06.2022	NO0010786494	NOK	0.00	-17,000,000.00
<b>Other Markets</b>				
<b>Bonds</b>				
Siccar Point Energy Bonds PLC - Bond - 9,000 04.03.2026	NO0010937501	USD	400,000.00	-9,600,000.00
<b>Not listed</b>				
<b>Bonds</b>				
Aker ASA - Bond (FRN) - 5,950 31.01.2023	NO0010814502	NOK	75,000,000.00	-75,000,000.00
First Camp Group AB - Bond (FRN) - 6,324 05.06.2023	SE0013409570	SEK	56,250,000.00	-81,250,000.00
Frontmatec Group ApS - Bond (FRN) - 6,998 10.10.2024	DK0030452263	EUR	0.00	-6,000,000.00
Noram Drilling Company A.S. - Bond - 9,000 03.06.2023	NO0010711948	USD	0.00	-3,497,768.00
Nordea Bank Abp - Bond (FRN) - 2,620 11.11.2022	NO0010868045	NOK	20,000,000.00	-20,000,000.00
Nordea Bank Abp - Bond (FRN) - 1,320 29.03.2022	NO0010848617	NOK	0.00	-30,000,000.00
Sandefjord Kommune - Certificates of Deposit - 0,649 22.03.2022	NO0011107526	NOK	0.00	-20,000,000.00
Sanjel Corp. 7.5% Nts Zinsansprüche NO0010713522IN191215	NO0010838469	USD	0.00	-56,250.00
Sanjel Corp. 7.5% Nts Zinsansprüche NO0010713522IN190616	NO0010838485	USD	0.00	-56,250.00
Sanjel Corp. 7.5% Nts Zinsansprüche NO0010713522IN191216	NO0010838519	USD	0.00	-56,250.00
Sanjel Corp. 7.5% Nts Zinsansprüche NO0010713522IN190617	NO0010838543	USD	0.00	-56,250.00
Sanjel Corp. 7.5% Nts Zinsansprüche NO0010713522IN191217	NO0010838576	USD	0.00	-56,250.00
Sanjel Corp. 7.5% Nts Zinsansprüche NO0010713522IN190618	NO0010838626	USD	0.00	-56,250.00
Sanjel Corp. 7.5% Nts Zinsansprüche NO0010713522IN191218	NO0010840143	USD	0.00	-56,250.00
Sanjel Corp. 7.5% Nts Zinsansprüche NO0010713522IN190619	NO0010858723	USD	0.00	-56,250.00
Sanjel Corp. 7.5% Nts NO0010713522RD190619	NO0010858731	USD	0.00	-1,500,000.00
Stockmann Oyj Abp - Bond - 4,750 11.01.2022	FI4000292719	EUR	0.00	-7,765,872.30
Wallenius Wilhelmsen ASA - Bond (FRN) - 4,720 12.10.2022	NO0010807373	NOK	20,000,000.00	-20,000,000.00



The notes are an integral part of the annual report.

## Statement of Operations (incl. income equalisation) Storm Fund II - Storm Bond Fund

The statement of operations for the period from 1 January 2022 to 31 December 2022 is structured as follows:

	Share class RC (NOK) in NOK	Share class IC (SEK) in SEK	Share class RC (GBP) in GBP	Share class NC (NOK) in NOK	Share class IC (CHF) in CHF	Share class IC Dist. (NOK) in NOK	Share class ICL (NOK) in NOK	Share class ICL (EUR) in EUR
<b>I. Income</b>								
Interest on bonds (net of withholding tax)	3,606,828.88	19,512.36	32,088.74	2,145,104.83	1,834,439.71	13,163,729.30	29,928,285.68	1,183,713.48
Interest on bank deposits	18,562.44	90.11	204.75	11,817.15	10,811.06	72,316.67	281,701.05	9,046.81
Other income*	90,811.29	782.41	442.80	32,163.11	28,802.35	292,735.05	249,542.03	12,731.14
Ordinary income equalisation	42,390.95	-2,666.86	17,803.61	261,731.48	316,912.80	2,137,310.78	47,148,061.63	773,335.38
<b>Total income</b>	<b>3,758,593.56</b>	<b>17,718.02</b>	<b>50,539.90</b>	<b>2,450,816.57</b>	<b>2,190,965.92</b>	<b>15,666,091.80</b>	<b>77,607,590.39</b>	<b>1,978,826.81</b>
<b>II. Expenses</b>								
Management fee	-58,403.32	-332.03	-511.67	-34,336.18	-29,460.08	-212,633.08	-468,366.53	-18,836.17
Depositary fee	-36,505.80	-207.13	-320.73	-21,486.93	-18,450.83	-133,066.49	-295,801.71	-11,846.16
Taxe d'abonnement	-30,795.45	-35.40	-309.61	-19,715.28	-3,418.85	-22,796.78	-65,844.68	-2,217.06
Audit fees	-3,210.97	-18.54	-27.53	-1,865.83	-1,593.98	-11,566.46	-23,965.13	-992.62
Printing and publication expenses	-13,309.53	-83.33	-118.42	-7,154.61	-6,325.51	-49,323.19	-117,271.98	-4,237.92
Risk management fee	-652.35	-4.15	-4.85	-327.13	-285.47	-2,124.86	-3,852.49	-170.08
Other expenses	-47,171.35	-262.85	-418.62	-27,840.55	-24,073.72	-174,593.85	-425,766.34	-16,317.68
Performance fee	-413,439.85	-2,210.54	-4,187.86	0.00	-170,748.36	-1,639,266.70	-4,504,820.36	-129,440.43
Transfer and registrar fee	-12,771.35	-81.63	-109.18	-7,494.82	-6,183.54	-46,275.72	-90,810.13	-4,180.40
Interest expenses	-12,011.27	-69.28	-107.29	-6,908.59	-6,003.38	-43,232.96	-103,899.05	-4,002.18
Board of directors fee fix	-3,775.18	-22.80	-31.21	-2,010.45	-1,779.30	-12,551.12	-24,938.13	-1,051.93
Ordinary expense equalisation	-18,393.46	962.06	-5,188.99	-16,595.20	-66,118.15	-459,098.36	-10,610,583.96	-152,417.54
Fund management fee	-479,070.27	-1,792.90	-4,190.78	0.00	-162,907.90	-1,164,513.31	-2,066,717.71	-83,237.84
<b>Total expenses</b>	<b>-1,129,510.15</b>	<b>-4,158.52</b>	<b>-15,526.74</b>	<b>-145,735.57</b>	<b>-497,349.07</b>	<b>-3,971,042.88</b>	<b>-18,802,638.20</b>	<b>-428,948.01</b>
<b>III. Ordinary net income</b>	<b>2,629,083.41</b>	<b>13,559.50</b>	<b>35,013.16</b>	<b>2,305,081.00</b>	<b>1,693,616.85</b>	<b>11,695,048.92</b>	<b>58,804,952.19</b>	<b>1,549,878.80</b>

\*The Other income contains mainly consent fees.



## Statement of Operations (incl. income equalisation) Storm Fund II - Storm Bond Fund

	Share class RCN (NOK) in NOK	Share class ICF (EUR) in EUR	Share class IC (NOK) (begin 25.02.22) in NOK	Share class ICN (NOK) in NOK	Share class RC (EUR) in EUR	Share class IC (EUR) in EUR	Share class IC (USD) in USD	Share class RC (SEK) in SEK	Total in NOK
<b>I. Income</b>									
Interest on bonds (net of withholding tax)	3,427,047.47	1,162,510.16	19,318,030.66	22,283,170.64	61,642.28	2,021,225.83	1,070,785.36	1,609,009.79	172,721,277.21
Interest on bank deposits	18,118.00	7,753.97	108,594.93	106,234.85	310.91	10,336.37	5,830.12	3,983.92	1,086,438.16
Other income	115,443.60	15,297.81	260,899.75	580,868.67	1,796.72	90,336.99	66,666.09	448,107.20	4,286,570.25
Ordinary income equalisation	220,390.58	64,235.42	1,709,997.79	-2,998,966.28	-2,380.09	594,134.10	-60,761.08	-222,086.14	66,384,398.89
<b>Total income</b>	<b>3,780,999.65</b>	<b>1,249,797.36</b>	<b>21,397,523.13</b>	<b>19,971,307.88</b>	<b>61,369.82</b>	<b>2,716,033.29</b>	<b>1,082,520.49</b>	<b>1,839,014.77</b>	<b>244,478,684.51</b>
<b>II. Expenses</b>									
Management fee	-55,038.16	-18,646.34	-308,428.11	-360,431.55	-998.83	-32,777.11	-17,185.95	-25,235.50	-2,764,578.15
Depository fee	-34,416.38	-11,709.93	-193,093.03	-225,111.66	-624.26	-20,484.89	-10,762.24	-15,677.91	-1,733,216.72
Taxe d'abonnement	-28,890.23	-2,503.75	-34,989.70	-37,112.04	-562.33	-3,848.80	-1,960.95	-8,962.05	-404,618.95
Audit fees	-3,018.81	-979.89	-16,727.97	-19,886.11	-54.83	-1,803.11	-930.66	-1,440.24	-148,603.64
Printing and publication expenses	-12,996.78	-2,822.58	-62,718.23	-79,806.84	-214.98	-7,042.09	-3,666.70	-8,470.85	-607,018.39
Risk management fee	-614.75	-146.96	-3,042.69	-3,906.33	-10.33	-361.64	-179.71	-304.66	-26,968.33
Other expenses	-44,663.45	-15,008.73	-248,217.89	-286,582.87	-792.58	-26,432.24	-13,968.18	-20,338.13	-2,292,507.14
Performance fee	-380,803.26	0,00	-2,306,333.74	-2,590,682.68	-5,249.59	-187,421.38	-139,021.79	-102,790.63	-18,583,313.68
Transfer and registrar fee	-12,035.70	-3,873.52	-66,828.87	-78,837.51	-225.20	-7,044.53	-3,527.61	-5,893.13	-584,656.39
Interest expenses	-11,320.57	-3,708.23	-62,373.86	-72,315.97	-204.25	-6,936.40	-3,571.90	-5,430.80	-574,719.03
Board of directors fee fix	-3,727.43	-836.24	-19,144.23	-23,199.47	-62.70	-2,139.91	-1,097.82	-1,629.28	-164,316.44
Ordinary expense equalisation	-90,142.23	-15,696.01	-503,552.20	641,324.13	393.61	-147,205.81	7,312.92	11,101.22	-15,063,794.29
Fund management fee	-451,469.35	-185,073.48	-1,687,432.53	-1,966,385.29	-8,201.80	-180,082.21	-95,505.95	-206,942.93	-15,565,642.53
<b>Total expenses</b>	<b>-1,129,137.10</b>	<b>-261,005.66</b>	<b>-5,512,883.05</b>	<b>-5,102,934.19</b>	<b>-16,808.07</b>	<b>-623,580.12</b>	<b>-284,066.54</b>	<b>-392,014.89</b>	<b>-58,513,953.68</b>
<b>III. Ordinary net income</b>	<b>2,651,862.55</b>	<b>988,791.70</b>	<b>15,884,640.08</b>	<b>14,868,373.69</b>	<b>44,561.75</b>	<b>2,092,453.17</b>	<b>798,453.95</b>	<b>1,446,999.88</b>	<b>185,964,730.83</b>



The notes are an integral part of the annual report.

Statement of Operations (incl. income equalisation) Storm Fund II - Storm Bond Fund

	Total in NOK
<b>IV. Sales transactions</b>	
Realised gains	328,346,450.19
Realised loss	-387,106,897.98
Extraordinary income equalisation	-59,523,123.14
<b>Profit/loss from sales transactions</b>	<b>-118,283,570.92</b>
<b>V. Realised profit/loss of the reporting period</b>	<b>67,681,159.91</b>
<b>VI. Net change in unrealised result of the reporting period</b>	<b>126,787,046.60</b>
<b>VII. Result of operations of the reporting period</b>	<b>194,468,206.51</b>



## Statement of Changes in Net Assets Storm Fund II - Storm Bond Fund

For the period from 1 January 2022 to 31 December 2022:

	in NOK
I. Net assets at the beginning of the reporting period	2,436,927,238.45
Change in the valuation of FX-rates at the end of the reporting period	76,200,502.27
Distribution	-10,930,683.69
Cash inflow/outflow (net)	1,709,768,646.05
Cash inflow from subscription of shares	2,839,765,357.59
Cash outflow from redemption of shares	-1,129,996,711.54
Income Equalisation	8,202,518.54
Result of operations of the reporting period	194,468,206.51
<b>II. Net assets at the end of the reporting period</b>	<b>4,414,636,428.13</b>



Comparative overview of the last three reporting periods \*

Storm Fund II - Storm Bond Fund

	Share class RC (NOK)		Share class IC (SEK)		Share class RC (GBP)		Share class NC (NOK)		Share class IC (CHF)		Share class IC Dist. (NOK)		Share class ICL (NOK)		Share class ICL (EUR)	
	in NOK	in SEK	in GBP	in NOK	in GBP	in NOK	in CHF	in NOK	in CHF	in NOK	in NOK	in NOK	in NOK	in NOK	in EUR	in EUR
<b>31.12.2022</b>																
Net asset value	66,828,773.50	307,612.79	913,671.42	44,508,553.16	39,600,541.36	274,045,588.26	1,401,645,602.27	35,822,249.62								
Shares in circulation	414,197.192	2,327.656	6,784.221	261,755.922	341,770.802	2,656,187.035	11,691,361.616	299,829.120								
Net asset value per share	161.35	132.16	134.68	170.04	115.87	103.17	119.89	119.48								
<b>31.12.2021</b>																
Net asset value	70,774,185.74	509,243.92	479,080.81	31,894,096.56	28,012,756.50	266,613,926.88	308,192,845.19	15,840,518.88								
Shares in circulation	468,751.135	4,089.346	3,805.000	203,072.108	254,020.206	2,641,959.202	2,755,303.624	139,887.476								
Net asset value per share	150.98	124.53	125.91	157.06	110.28	100.92	111.85	113.24								
<b>31.12.2020</b>																
Net asset value	76,600,766.52	2,789,416.51	577,251.31	47,888,905.58	16,760,869.41	247,830,262.81	228,903,411.26	22,166,886.70								
Shares in circulation	575,192.982	25,536.075	5,191.474	351,160.392	170,799.194	2,683,209.202	2,328,825.177	220,886.058								
Net asset value per share	133.17	109.23	111.19	136.37	98.13	92.36	98.29	100.35								

	Share class RCN (NOK)		Share class ICF (EUR)		Share class IC (NOK)		Share class RCN (NOK)		Share class RC (EUR)		Share class IC (EUR)		Share class IC (USD)		Share class RC (SEK)	
	in NOK	in EUR	in NOK	in EUR	in NOK	in NOK	in NOK	in EUR	in EUR	in EUR	in EUR	in USD	in USD	in USD	in SEK	in SEK
<b>31.12.2022</b>																
Net asset value	66,680,358.94	26,753,577.13	385,517,889.88	355,459,215.88	1,087,456.07	47,806,686.72	19,118,624.50	21,598,182.26								
Shares in circulation	413,379.377	254,200.000	2,505,216.393	2,297,893.641	8,706.154	385,834.905	136,684.096	163,213.853								
Net asset value per share	161.31	105.25	153.89	154.69	124.91	123.90	139.87	132.33								
<b>31.12.2021</b>																
Net asset value	71,728,973.13	0.00	267,006,108.53	431,949,342.32	1,113,421.98	32,455,495.55	16,939,053.25	74,494,981.35								
Shares in circulation	475,400.882	0.00	1,857,809.301	2,991,472.435	9,376.328	276,709.649	130,635.929	613,498.042								
Net asset value per share	150.88	0.00	143.72	144.39	118.75	117.29	129.67	121.43								
<b>31.12.2020</b>																
Net asset value	165,997,384.58	0.00	206,252,752.50	533,163,271.71	1,198,505.85	21,237,511.97	5,736,048.02	177,735.85								
Shares in circulation	1,253,055.251	0.00	1,630,015.642	4,200,028.344	11,343.869	203,692.825	50,142.549	1,697.447								
Net asset value per share	132.47	0.00	126.53	126.94	105.65	104.26	114.39	104.71								

\* Historical performance does not allow conclusions to be drawn about a similar development in the future.





## **Audit report**

To the Shareholders of  
**Storm Fund II**

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### **Our opinion**

In our opinion, the accompanying annual accounts give a true and fair view of the financial position of Storm Fund II (the “Fund”) as at 31 December 2022, and of the results of its operations and changes in its net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the annual accounts.

#### *What we have audited*

The Fund’s annual accounts comprise:

- the statement of investments and other net assets as at 31 December 2022;
- the statement of operations for the year then ended;
- the statement of changes in net assets for the year then ended; and
- the notes to the annual accounts, which include a summary of significant accounting policies.

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### **Basis for opinion**

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession (Law of 23 July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the “Commission de Surveillance du Secteur Financier” (CSSF). Our responsibilities under the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the “Responsibilities of the “Réviseur d’entreprises agréé” for the audit of the annual accounts” section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Fund in accordance with the International Code of Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the annual accounts. We have fulfilled our other ethical responsibilities under those ethical requirements.

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### **Other information**

The Board of Directors of the Fund is responsible for the other information. The other information comprises the information stated in the annual report but does not include the annual accounts and our audit report thereon.

Our opinion on the annual accounts does not cover the other information and we do not express any form of assurance conclusion thereon.





In connection with our audit of the annual accounts, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the annual accounts or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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### **Responsibilities of the Board of Directors of the Fund for the annual accounts**

The Board of Directors of the Fund is responsible for the preparation and fair presentation of the annual accounts in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the annual accounts, and for such internal control as the Board of Directors of the Fund determines is necessary to enable the preparation of annual accounts that are free from material misstatement, whether due to fraud or error.

In preparing the annual accounts, the Board of Directors of the Fund is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Fund either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

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### **Responsibilities of the “Réviseur d’entreprises agréé” for the audit of the annual accounts**

The objectives of our audit are to obtain reasonable assurance about whether the annual accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue an audit report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual accounts.

As part of an audit in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the annual accounts, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control;
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Fund;



- conclude on the appropriateness of the Board of Directors of the Fund's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our audit report to the related disclosures in the annual accounts or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our audit report. However, future events or conditions may cause the Fund to cease to continue as a going concern;
- evaluate the overall presentation, structure and content of the annual accounts, including the disclosures, and whether the annual accounts represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

PricewaterhouseCoopers, Société coopérative  
Represented by

Luxembourg, 31 March 2023

Carsten Brengel

## Risk Management procedure of the Fund Storm Fund II - Storm Bond Fund

The risk management procedure the investment company uses, allows ongoing risk monitoring of all positions in the portfolio and their share in the overall risk profile of the managed fund's portfolio. In line with the law of 17 December 2010 and the applicable regulatory requirements of the Commission de Surveillance du Secteur Financier ("CSSF") the management company reports to the CSSF regularly as employed by the risk management procedure.

The management company uses a relative value-at-risk approach to monitor market risks of the Storm Fund II - Storm Bond Fund.

A combination of two High Yield Bonds and one Norwegian Stock Index serves to provide benchmark assets.

The maximum permissible limit utilization, measured based on the ratio of the portfolio's value-at-risk and the benchmark assets' value-at-risk, is 200 %. The value-at-risk utilization for the reporting period amounted to:

Minimum	42.0 %
Maximum	69.6 %
Average	54.9 %

A historical value at risk model is used to calculate the value at risk, The value at risk refers to a holding period of 20 days, a confidence level of 99 % and an observation period of one year.

In the past reporting period, a leverage effect of an average of 54.73 % was measured. The calculation is based on the sum of notionals approach defined in the European Securities and Markets Authority (ESMA) - Guideline 10-788.

Note on techniques for efficient portfolio management:

No effective portfolio management techniques were used during the reporting period.

## Information in accordance with Regulation (EU) 2019/2088 on sustainability disclosures in the financial services sector

Fund managers generally make investment decisions taking sustainability risks into account. Sustainability risks may arise from environmental and social influences on a potential asset as well as from the corporate governance of the issuer of an asset. The investments underpinning this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

## Remuneration policy

In case of payments to the Board of Directors of the investment company ("société d'investissement à capital variable" or "SICAV"), these payments are shown in the statement of operations of this Annual Report.

Hauck & Aufhäuser Fund Services S.A. (HAFS) has defined principles for its remuneration system that are consistent with and conducive to a sound and effective risk management system. This remuneration system is based on the sustainable and entrepreneurial business policy of the Hauck & Aufhäuser Group and is therefore not intended to provide incentives to take on risks that are incompatible with the risk profiles and contractual terms and conditions of the investment funds/investment companies managed by HAFS. The remuneration system shall always be consistent with the business strategy, objectives, values and interests of the HAFS and the investment funds/investment companies it manages and the investors in these funds, and shall also include measures to avoid conflicts of interest.

Remuneration for HAFS employees may include fixed and variable elements as well as monetary and non-monetary benefits. The components are calculated in accordance with the risk principles, market practice and appropriateness. Furthermore, the determination of the individual components ensures that there is no significant dependence on variable remuneration and that there is an appropriate balance between variable and fixed remuneration. The variable remuneration is therefore only a supplement to the fixed remuneration and does not provide incentives to take undue risks. The aim is a flexible remuneration policy, which may also provide for the waiver of the payment of the variable component.

The remuneration system is reviewed at least once a year and adjusted if necessary in order to ensure the appropriateness and compliance with statutory requirements.

In the reporting period 2022, HAFS employed an average of 117 employees, who were remunerated EUR 12.0 m and of which 22 were identified as a risk taker according to ESMA Guideline ESMA/2016/411, point 19. These employees were remunerated in 2022 EUR 3.0 m, of which EUR 0.5 m was paid as variable compensation.

The remuneration regulations in accordance with ESMA Guideline ESMA/2016/411, point 19 also apply to the staff of the manager of the management company to whom portfolio management or risk management activities have been delegated. Portfolio management activities have been delegated to Storm Capital Management AS. Information on the remuneration policy of Storm Capital Management AS is available at: <https://stormcapital.no/contact>. Risk management activities have not been delegated.