

Objective and investment policy

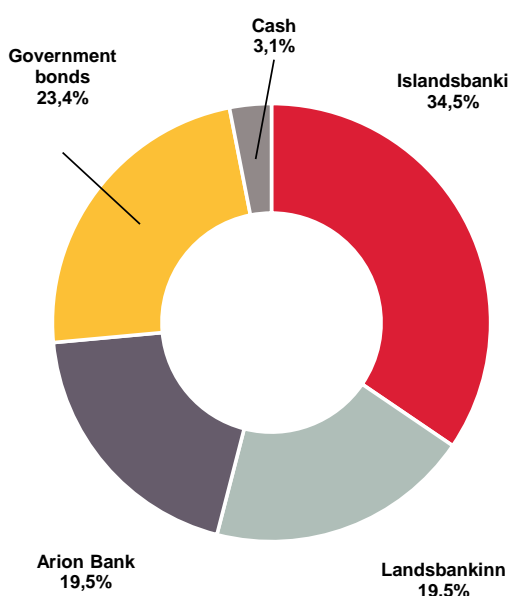
IS CB Fund is an investment fund (non-UCITS) that invests in covered bonds, treasury bonds, government guaranteed bonds and bank deposits up to 20% of total assets.

For further information please contact the Fund distributors.

Investment authorisation

Covered bonds	50-75%	73,5%
Treasury bonds or government guaranteed bonds	15-50%	23,4%
Bank deposits	0-20%	
Cash		3,1%

Holdings



Largest holdings

LBANK CBI 24	7,9%
ISLA CBI 24	7,5%
LBANK CBI 28	7,3%
ISLA CB 23	5,9%
ISLA CBI 30	5,2%

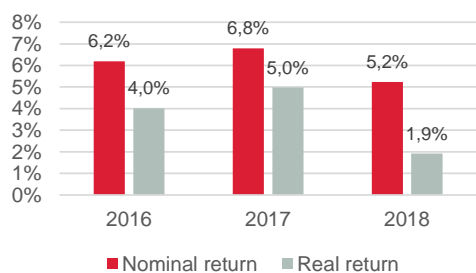
General information

Inception	2015
Size [m. ISK]	7.057
Fund type	Non-UCITS
Mgmt. company	IS Funds Ltd.
Custodian	Islandsbanki Ltd.
ISIN	IS0000026425
Ticker	IS CB Fund
Fund managers	Helga Óskarsdóttir Ingólfur S. Kristjánsson
Business time	10:00-15:00
Settlement cycle	2 business days (T+2)
Minimum purchase	10.000 kr
Minimum subscription	5.000 kr
Management fee	0,9%
Initial fee	1,0%
Service charge	See distributors pricelist

Statistics

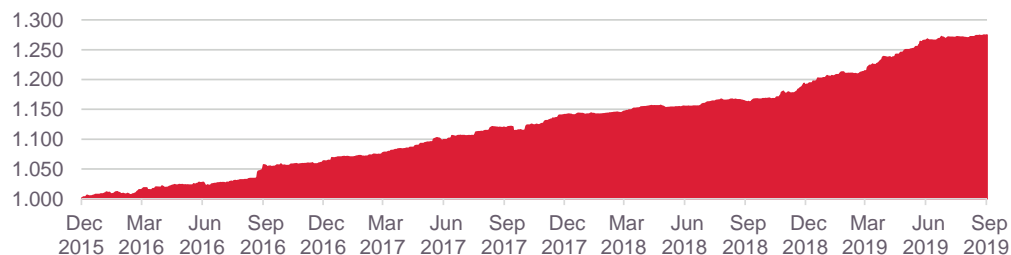
Risk and reward profile	2/7
Bond portfolio duration, years	4,49
Indexed	61,0%

Return and price history



Period	Price change	Annual nominal return
1 month	0,3%	0,3%
3 months	0,7%	0,7%
6 months	5,0%	5,0%
1 year	9,5%	9,5%
2 years	13,8%	6,7%
5 years		
YTD	5,9%	5,9%
From inception*	27,4%	6,7%

Price change



Further information

Iceland Funds Ltd.
Hagasmari 3, 201 Kopavogur
Tel. +354 440-4920
www.icelandfunds.com

Distributor:
Íslandsbanki Ltd.
www.islandsbanki.is

*The fund has been operating since November 30, 2015.

Risk and disclaimer

Various financial risks are always related to investment activities, such as the risk of no yield or the risk of losing the capital invested. It should further be noted that international investing includes risks related to political and economic uncertainties as well as currency risk. **Past performance does not indicate nor guarantee future performance of an investment.** The Fund seeks to diversify its investments and minimize fluctuations on the price of the Fund as a result of market situation. Investing in the Fund does involve risk. The Fund's price can decrease as well as increase. The price and return of the Fund reflects market fluctuations, if interest rates rise, bonds at a fixed income rate drop in value and bonds with long maturities drop more than short-term bonds, based on the same changes in yield. Investment in mutual fund is, however, less risky than investments in individual securities. Investors should bear in mind that investing in a mutual fund does involve risk, the value of assets in a fund may at some point be lower than earlier point during the period of ownership.

Each investor's investment objectives and financial situation is different. Before making an investment decision, it is important to seek expert advice and familiarise oneself with the investment market and different investment alternatives. Investors are encouraged to familiarise themselves with the IS CB Fund prospectus, especially regarding risk. The funds prospectus and simplified prospectus are available on www.isfunds.is.

This summary is informative in nature, and should not be interpreted as a recommendation to take, or not to take, any particular investment action. This summary does not represent an offer or an invitation to buy, sell or subscribe to any particular financial instruments.