OP-Yield Fund

30.4.2024

Basic information

Fund category
Short-term fixed income funds

Morningstar category ★★★★
EUR Corporate Bond - Short Term

Share class
OP-Yield B (Dist.)

ISIN
FI4000020383

Benchmark index
3 Months Euribor Yield

Start date	16.9.2002
SFDR Article	8
Share value	88.50 EUR
Fund size	1,198.2 MEUR
Ongoing costs	0.40 %
Minimum subscription	30,000 €

Fees

Subscription fee	0.00 %
Redemption fee	0.00 %
Management fee	0.40 %
Performance fee	no

Owner-customer benefits for a private customer:
- accumulates OP bonus
- subscriptions and redemptions without fees

Risk measures, 3y

	Fund	Index
Alfa	-0.8	
Beta	-0.5	
Information ratio	-0.5	
Sharpe ratio	-0.7	-0.4
Active risk	0.9	
Volatility	1.0	0.3
Effective duration	0.6	0.2

Risk level

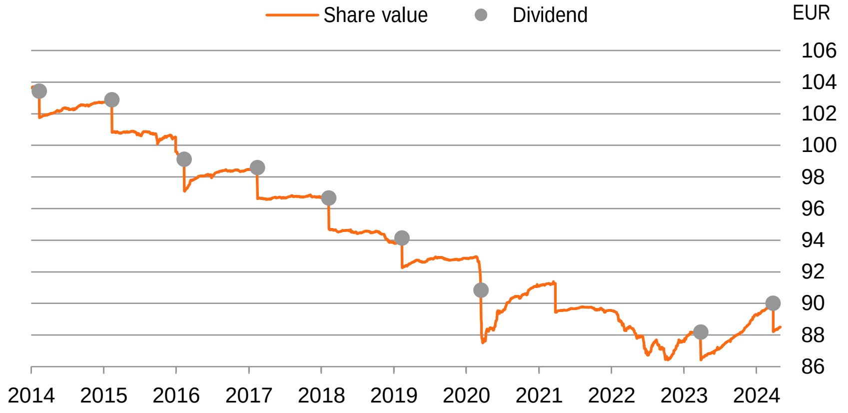
Higher risk

7
6
5
4
3
2
1

Lower risk

Portfolio

Share value

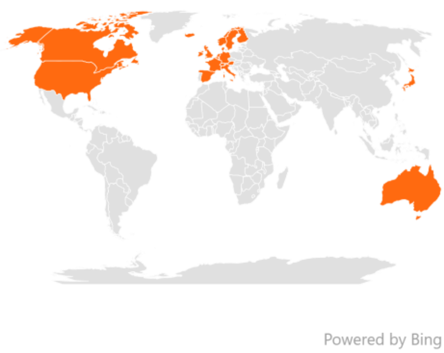


Historical returns after fees

	Fund	Index
1 month	0.3 %	0.4 %
3 months	0.8 %	1.0 %
6 months	2.2 %	2.0 %
Year-to-date	1.1 %	1.4 %
1 year	4.0 %	3.8 %
3 years p.a.	0.8 %	1.2 %
5 years p.a.	0.6 %	0.6 %
10 years p.a.	0.3 %	0.2 %

The return calculation includes dividends.

Registered domiciles



Fixed income investments

Government bonds	
Corporate bonds	
Investment grade	68.2 %
High yield	12.5 %
Emerging market debt	
Inflation linked bonds	
Convertible bonds	
Fixed income derivatives	
Money market	14.2 %
Cash and others	5.1 %

Largest regions

Finland	19.5 %
United States	17.8 %
France	13.0 %
Sweden	7.4 %
United Kingdom	6.6 %
Netherlands	5.7 %
Germany	4.8 %
Denmark	4.0 %
Canada	3.1 %
Spain	2.6 %

Largest holdings

Elisa Oyj	1.5 %
North European Oil Trade Oy	1.2 %
Auchan Holding SA	1.1 %
Kesko Oyj	1.1 %
Neste Oyj	1.0 %
Hexagon AB	1.0 %
Peab Finans Ab	0.9 %
Sanoma Oyj	0.9 %
Skandinaviska Enskilda Banken...	0.9 %
Teollisuuden Voima Oyj	0.8 %

Investment policy

OP-Yield Fund is an enhanced short-term fixed-income fund investing its assets primarily in euro-denominated fixed-income securities issued by European banks and other companies as well as European governments and other public sector entities. In the short term, the fund seeks capital preservation, and in the medium term, a return exceeding to the money market return. The fund's investments are primarily made through direct note and bond investments, but the fund may also use interest rate and credit risk derivatives to hedge against market fluctuations and to replace direct investments. The investment instruments used typically comprise floating rate bonds, commercial paper, debt certificates, short-term fixed interest notes and deposits. The fund's assets are diversified in the fixed-income instruments of many issuers. The modified duration of the fund, a measure of its interest rate sensitivity, is typically 0.4–0.8. This indicates the negative NAV impact on the fund in terms of percentages, if the interest rate level rises by one percentage point. As the level of interest rates decreases, the NAV of the fund increases accordingly. The fund's average remaining maturity, that is the period until the repayment of principal, may however be long mostly due to investments in floating-rate bonds. Therefore, changes in credit risk premia or insolvency of issuers may have a material impact on the NAV of the fund. The fund's investments are diversified primarily in fixed-income instruments of issuers with good creditworthiness. The fund may have a limited amount of investments in fixed-income instruments of issuers with a weak credit rating. Furthermore, the fund may invest in fixed-income instruments of non-rated issuers.

The Fund promotes environmental and social characteristics by considering investments' ESG factors as part of the investment process and through the exclusion of certain investment options. For more information about the ESG methods used, see the fund prospectus. The principle of 'do no significant harm' is only applied to those investments included in the fund which integrate the EU's criteria for environmentally sustainable economic activities. The EU's criteria for environmentally sustainable economic activities are not integrated in terms of other investments included in this fund.

Portfolio manager

Tuula Vierimaa

Responsibility

Responsible investing

The fund follows OP Asset Management's principles for responsible investment. The consideration of responsibility in the investment analysis and decision making provides additional information in addition to the traditional financial and market information. The significant aspects of responsibility can in the long run affect the financial success of the investment objects and thus the return.

Exclusion

The fund excludes from its active, direct investments manufacturers of controversial weapons, mining companies that produce coal, electricity companies that use charcoal and companies that have violated international standards, and which have not been susceptible to impact. The list of excluded investment items is public.

Active ownership

OP's funds participate in domestic and foreign general meetings in accordance with OP Fund Management Co's Ownership Policy, which takes responsibility into account. All in all, OP's funds participate annually in more than one thousand general meetings. OP Funds utilize the Annual General Meetings Institutional Shareholder Services Annual General Meeting analysis.

Violation of international standards

International standards, such as the UN Global Compact, set the minimum level of responsible business operations. OP Asset Management affects through OP funds that make active, direct investments such companies that are considered to have violated international standards. The goal is to get companies that have violated the standards to change their business and start to comply with the international standards in their business. We use external service provider to identify violations of international standards.

Thematic impact

OP Asset Management also affects companies through various themes of responsibility, such as issues related to climate change.

Read more about the OP Funds' practical ownership influence in the overview of responsible investment that is published twice a year.

ESG analysis

ESG risk level	AA
Total ESG score	7.4
Environment (E)	7.0
Social (S)	5.1
Governance (G)	6.3

The ESG risk level indicates how well the companies included in the portfolio take account of the risks and opportunities related to environmental concerns, social concerns and corporate governance concerns relative to their sector. The companies are scored from 0 to 10 and then divided into seven ESG risk-level categories (AAA–CCC). The higher the score, the better the company included in the portfolio has prepared for ESG risks and opportunities.

Carbon intensity	62.8
	greenhouse gas emissions in tonnes / turnover ($M)
Coverage	94.2 %

The portfolio's carbon intensity is the weighted average of the portfolio companies' carbon dioxide intensity. The carbon footprint takes into account companies' greenhouse gas emissions in tonnes at level 1 and level 2 in relation to the company's turnover (million dollars).

Green revenues	4.8 %
Renewable energy	0.8 %
Energy efficiency	2.6 %
Environmentally friendly construction	0.5 %
Sustainable use of water resources	0.2 %
Prevention of pollution	0.5 %

The portfolio's green revenues examines how the portfolio companies' products and services have an impact on the environment. The number describes the proportion of products and services with a positive environmental impact on portfolio companies' turnover.

Distribution of companies' ESG risk levels

AAA	19 %
AA	34 %
A	23 %
BBB	9 %
BB	6 %
B	1 %
CCC	

The portfolio's ESG analysis in relation to reference portfolios

	ESG	Carbon intensity	Green revenues
Portfolio	7.4	62.8	4.8
World	6.8	122.2	6.2
Europe	7.8	87.9	4.6
Finland	8.8	154.2	8.6

Source: MSCI ESG Research