



Homecoming fishermen, Skagen, 1879. Detail. By Fritz Thunbøl. One of the Skagen Painters. This image is large to the Art Magazines of Skagen.

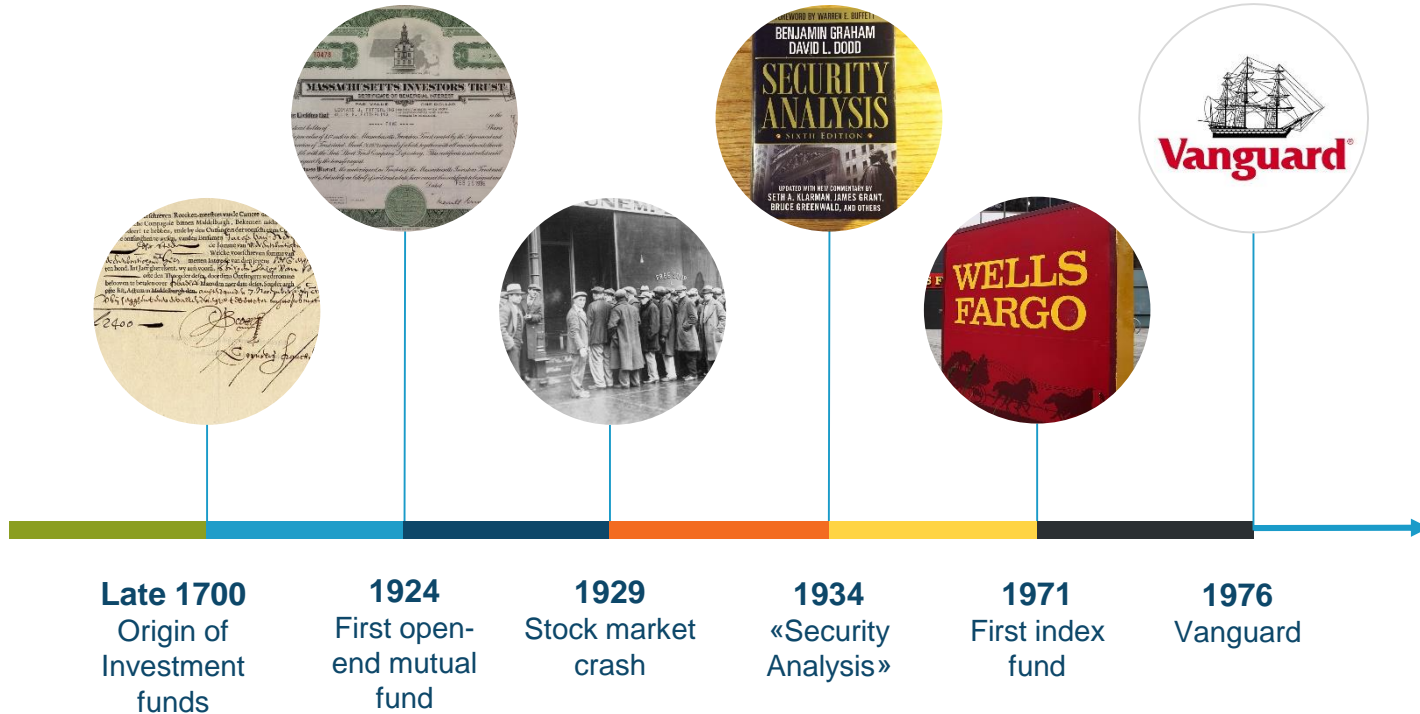
The long lines of the investment industry

Øyvind G. Schanke, CEO

The art of common sense



History of mutual funds

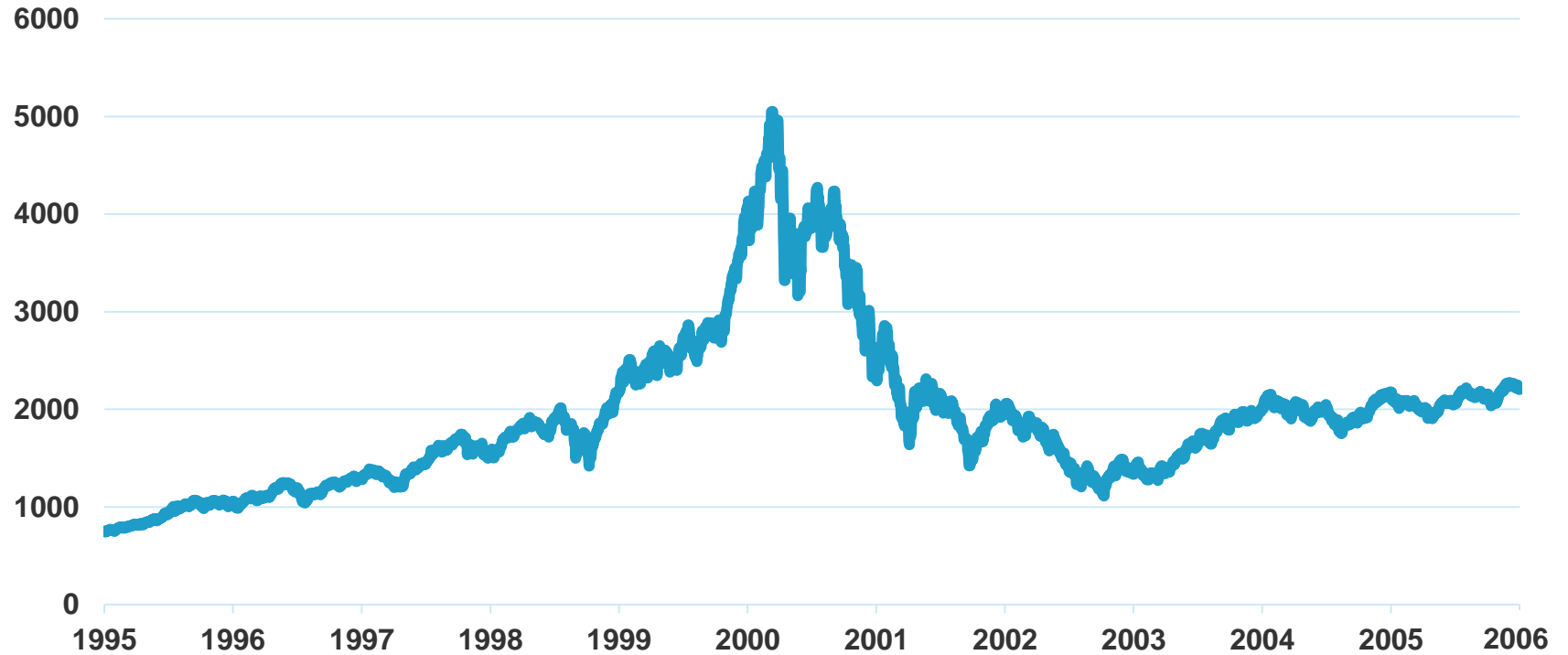


1982: The Bloomberg Terminal



The dot-com boom and bust






The Nasdaq Composite Index, daily close



Concentrated return drivers – USA and Asia



Nasdaq 100

Top 5 weight **43.5%**
 Top 5 contribution, % of total **54.4%**

	Weight	Return
	11.8%	44%
	9.3%	30%
	9.1%	35%
	7.4%	48%
	5.9%	56%

MSCI Asia APEX 50

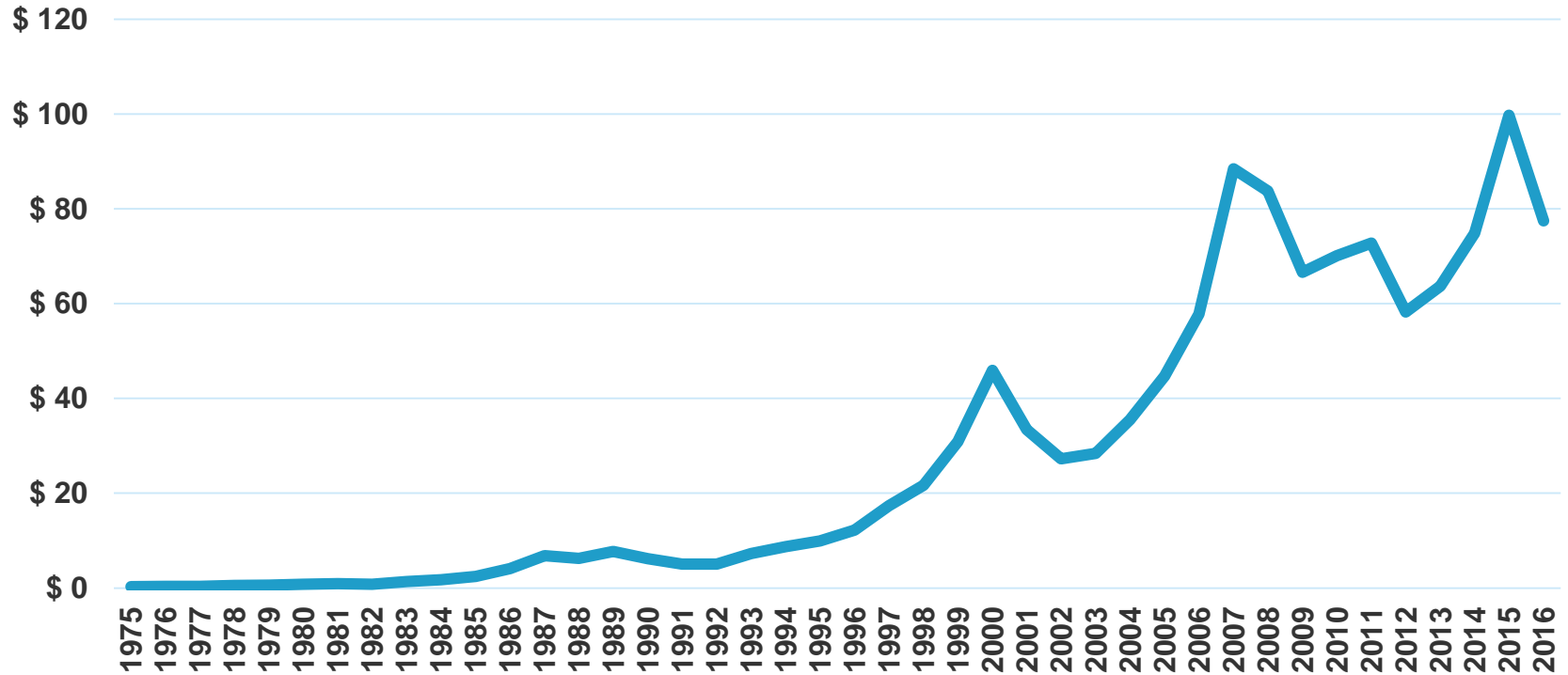
Top 5 weight **46.0%**
 Top 5 contribution, % of total **58.8%**

	Weight	Return
	11.8%	85%
	11.2%	61%
	9.6%	108%
	9.2%	44%
	4.2%	36%

Source: SKAGEN and for illustrative and discussion purposes only.

Stock exchange volume

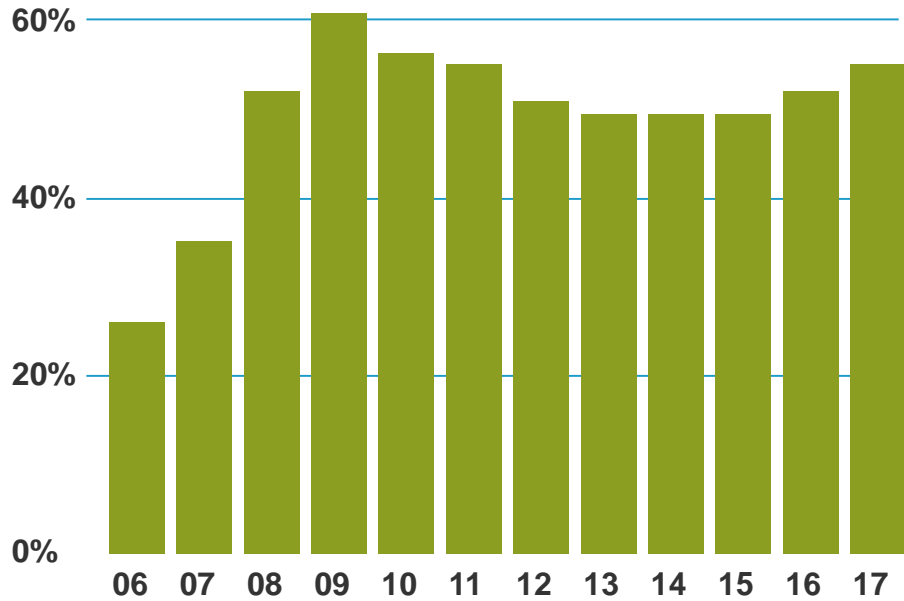
Total value (Trillion USD)



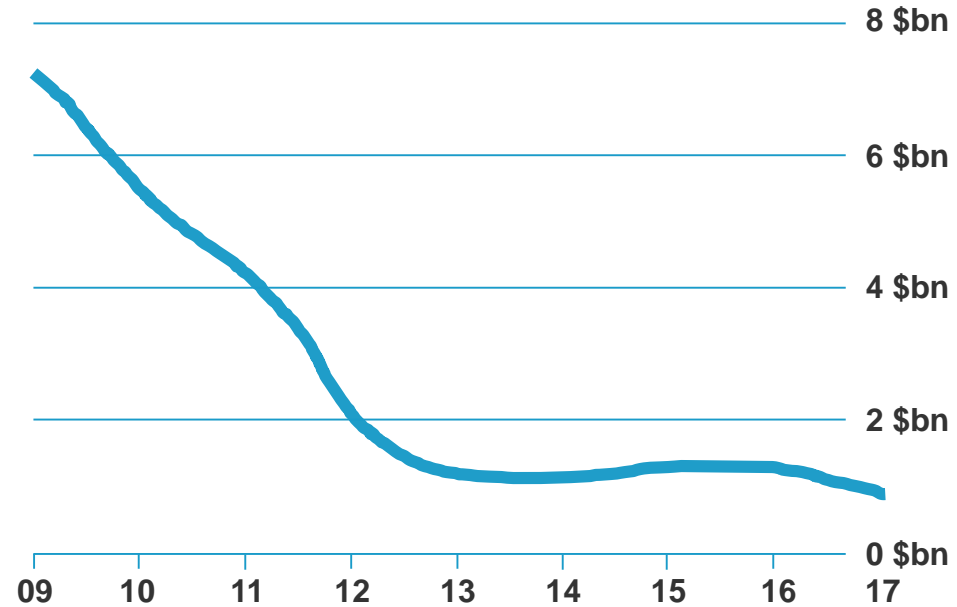
Source: The World Bank

Development of high-frequency trading (HFT)

HFT as a share of US equities daily volume

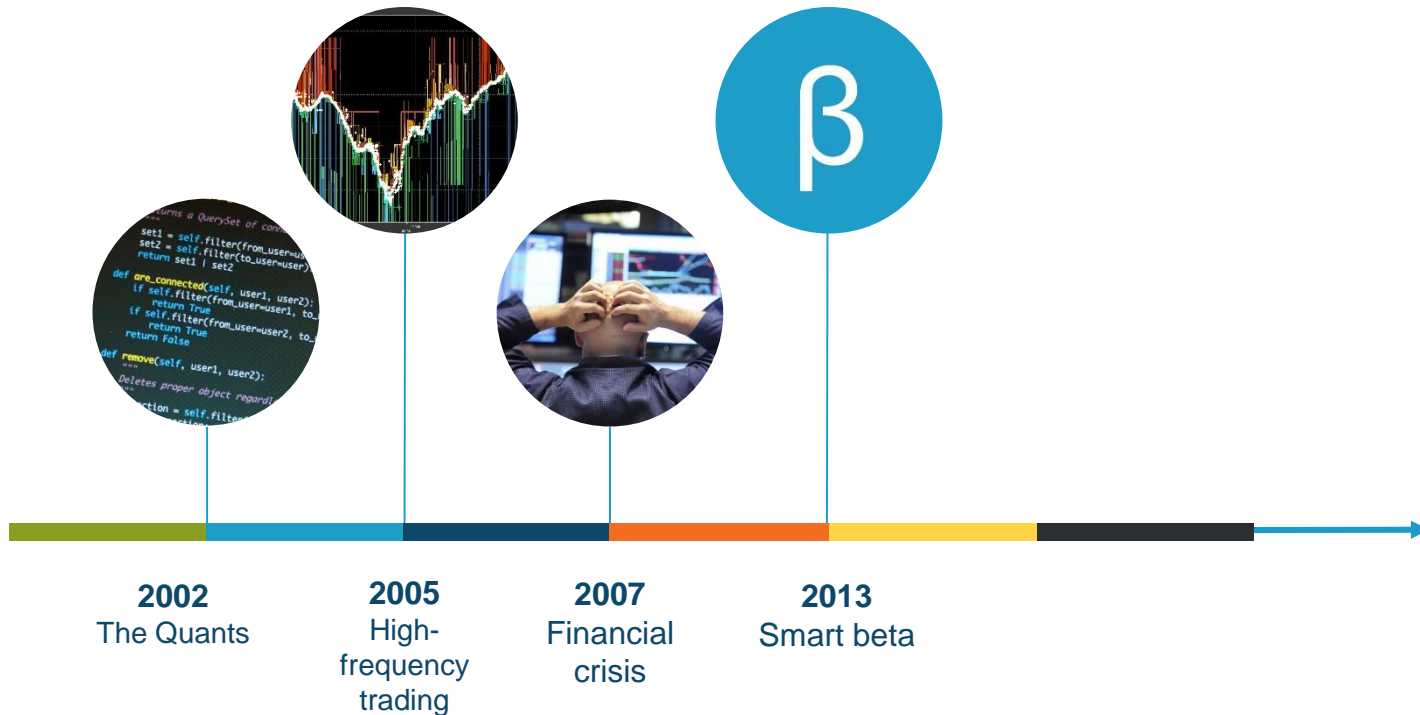


HFT industry revenues from US equities markets



Source: Tabb Group, Financial Times

Investment industry in the 21st century



Lower transaction fees

The advertisement features a dark blue background with white and light blue text. On the left side, there are several vertical bars of varying heights in shades of blue, resembling a bar chart. The text is centered and reads: 'Nordea' at the top, followed by 'Billigst på aksjehandel. Minstepris 1 krone.' in a larger font. Below that, it states 'Kurtasje 0,04 % av kjøpsbeløpet og makspris 99 kroner.' At the bottom right, there is a light blue circular button with the text 'Se Nordea aksjer' inside.

Nordea

**Billigst på aksjehandel.
Minstepris 1 krone.**

Kurtasje 0,04 % av kjøpsbeløpet
og makspris 99 kroner.

Se
Nordea
aksjer

Ant Financial – The world's most valuable fintech company



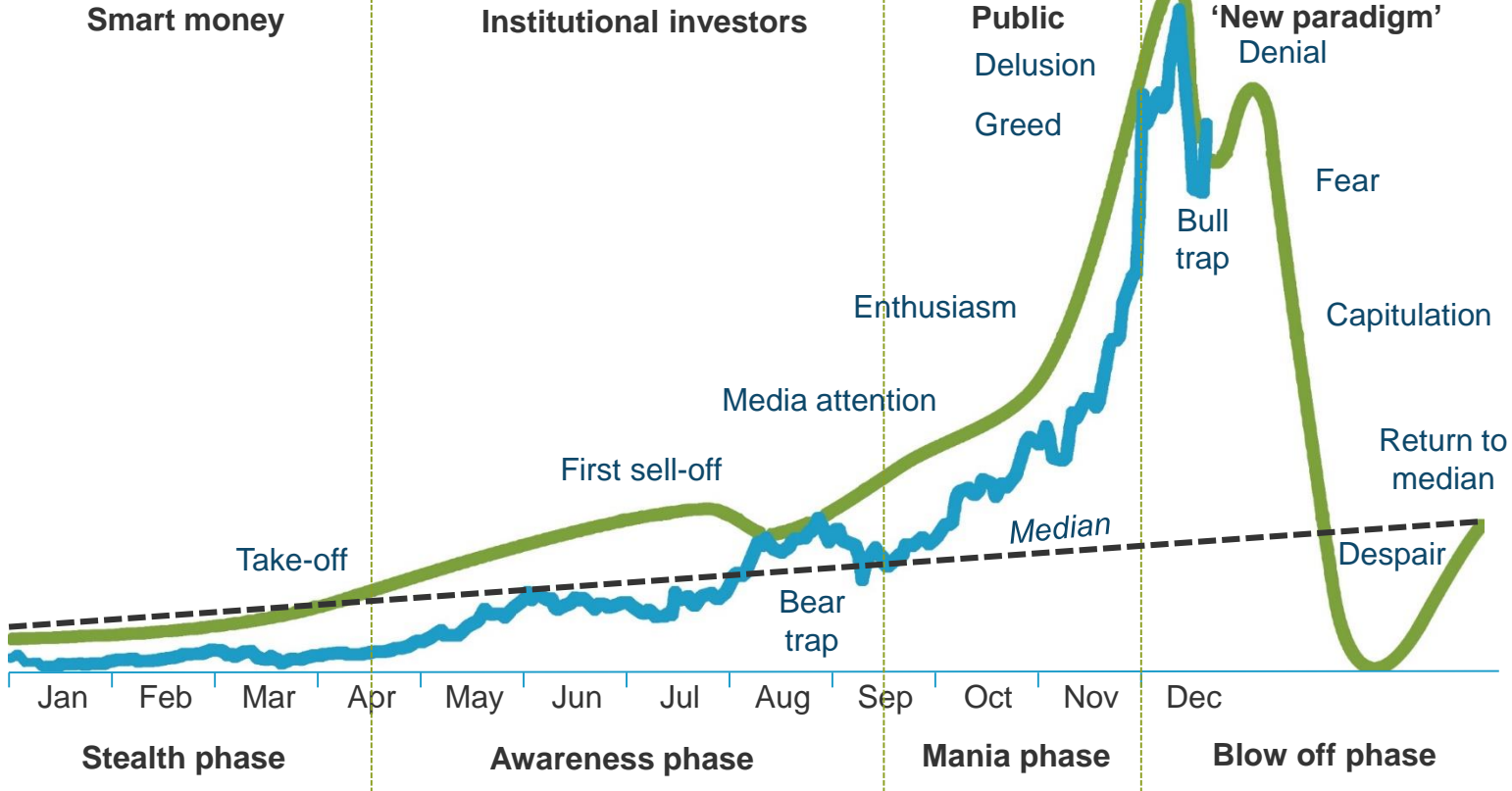
The world's largest mobile and online payments platform



The world's largest money-market fund

Bitcoin is in classic bubble territory

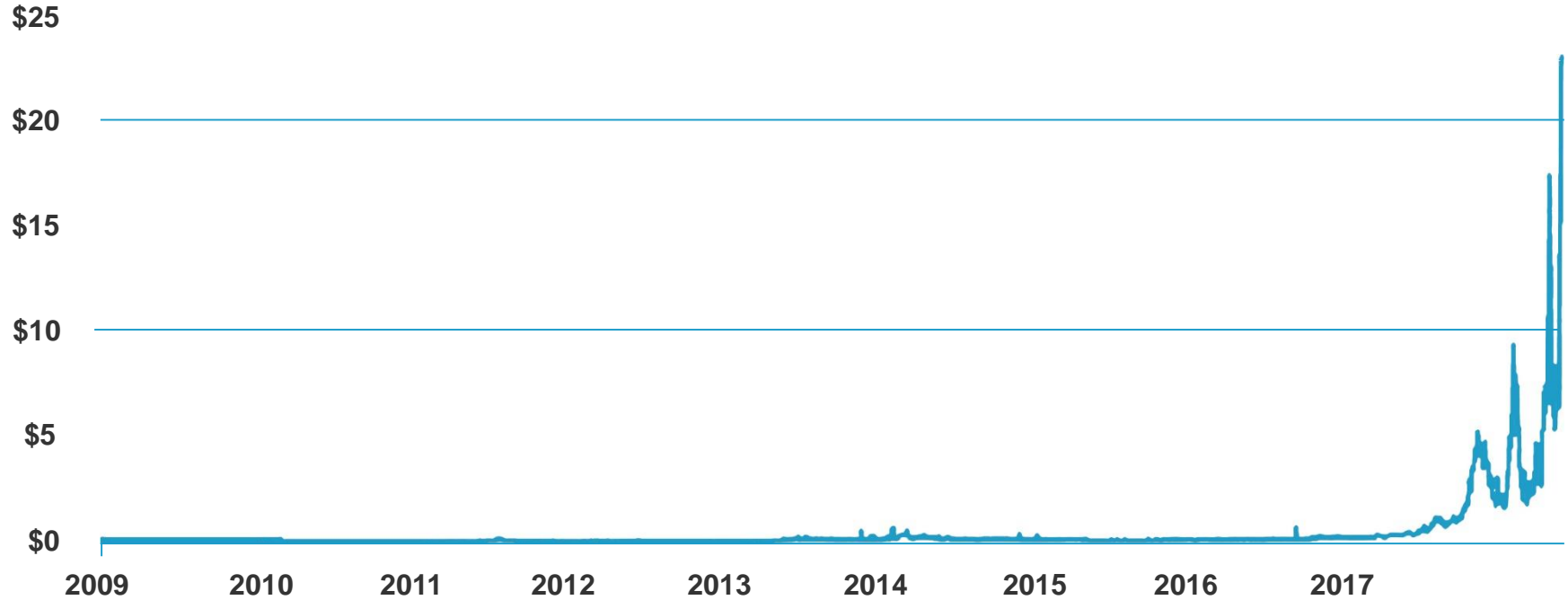
\$000 per bitcoin, 2017



Source: Financial Times

Bitcoin transaction costs growing

Average transaction cost for Bitcoin



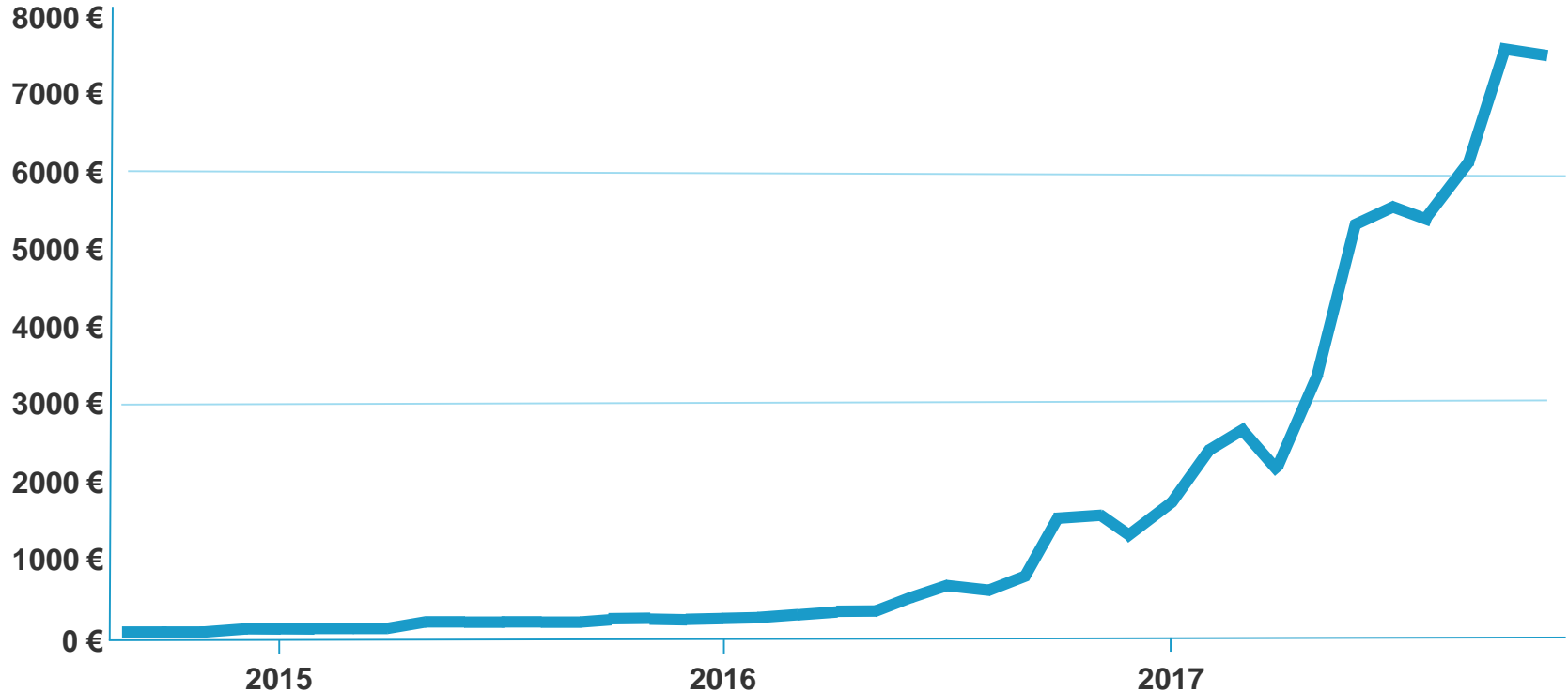
Source: *blockchain.info, Morgan Stanley Research*

Plato Partnership



Significant growth of Turquoise Plato Block Discovery

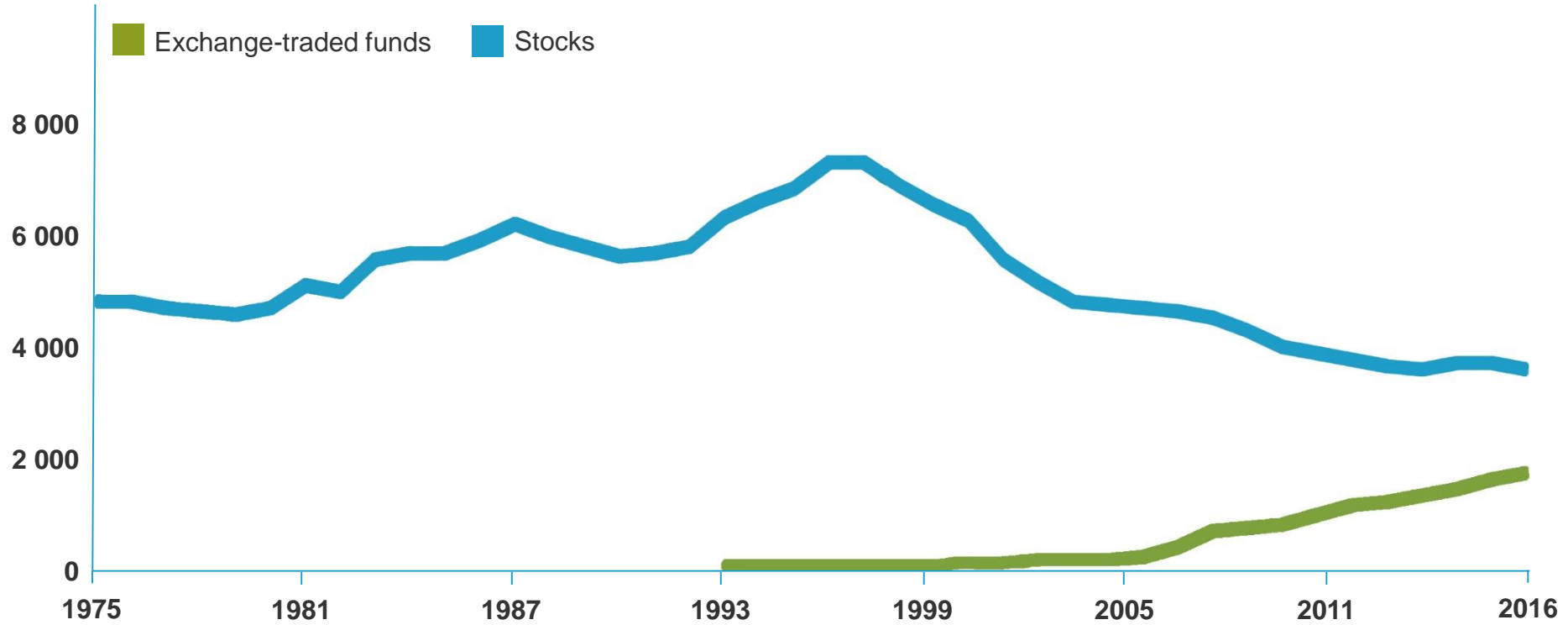
Value traded (EUR millions over time)



Source: Turquoise. Turquoise Plato Block Discovery includes volumes >25% LIS

The Great Eclipse

Number of U.S. funds and stocks



Source: bloomberg.com

Coming trends in the industry

Robo-advice



Machine learning and AI

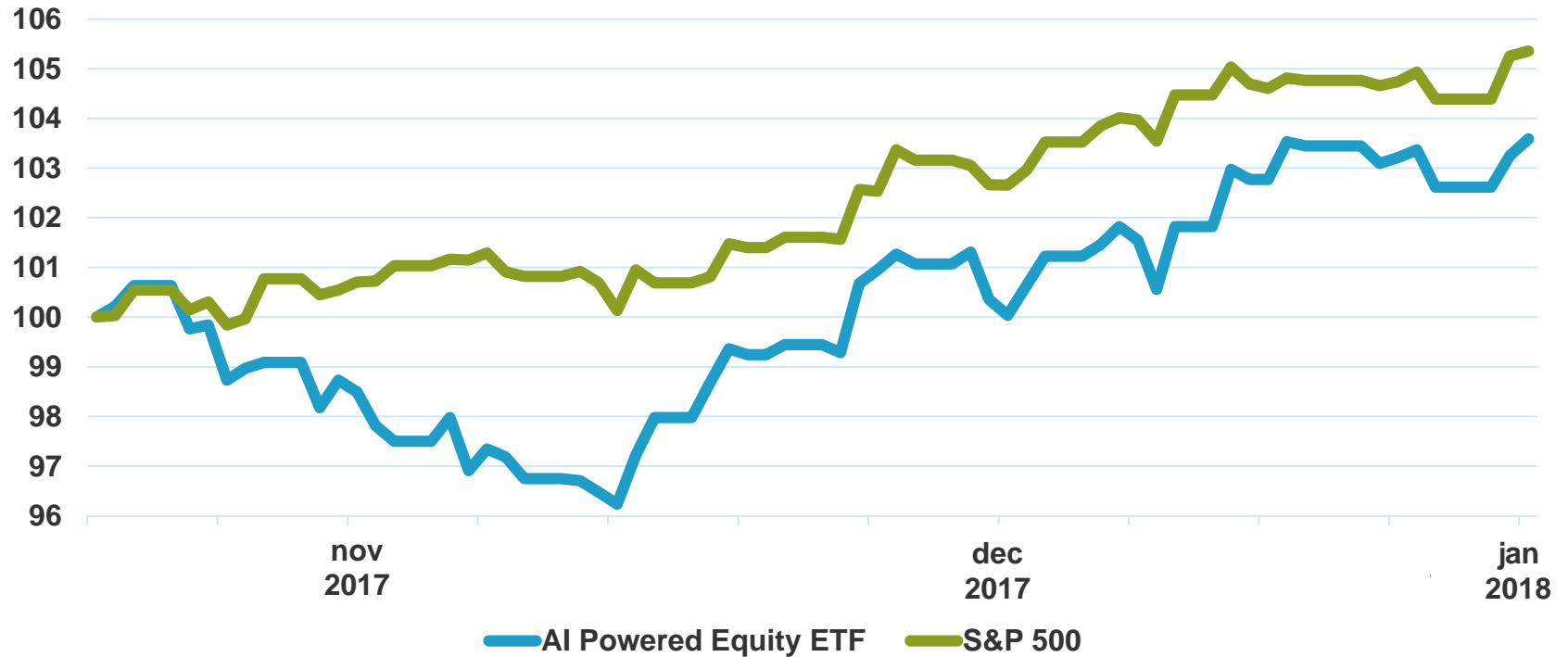


2018 and beyond

Artificial intelligence



No short term super profits



Source: Bloomberg

The Nikkei 225



 **Nick Leeson**  [@TheNickLeeson](#) [Follow](#)

Nikkei225 at highest level today since 1996 - probably not far off my break-even point. If only they'd waited!!

11:53 AM - 11 Oct 2017

1,236 Retweets 1,850 Likes 

 100  1.2K  1.9K 

Source: Bloomberg, Twitter.com



” The stock market is a wonderfully efficient mechanism for transferring wealth from the impatient to the patient.

Warren Buffett

Thank you

Historisk avkastning er ingen garanti for fremtidig avkastning. Fremtidig avkastning vil blant annet avhenge av markedsutviklingen, forvalterens dyktighet, fondets risikoprofil og forvaltningshonorar. Avkastningen kan bli negativ som følge av kurstap. Informasjon om kostnader og ytterligere opplysninger finnes i fondenes nøkkelinformasjon og prospekt på www.skagenfondene.no/kostnader.