

L A N N E B O F O N D E R

# SEMI-ANNUAL REPORT

2015



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**LANNEBO**  
**FONDER**

## IMPORTANT INFORMATION

### **Fund rules, key investor information document and fund prospectus**

Note that Lannebo Fonder does not work as an adviser in the legal sense. Our activity consists solely of fund management and marketing our funds. Information provided in printed matter, on our website or during telephone enquiries is to be regarded purely

as information. Fact sheets, fund prospectuses and fund rules may be requested from Lannebo Fonder, tel. +46 (0)8-5622 5200, or at our website, [www.lannebofonder.se](http://www.lannebofonder.se).

### **Risk information**

Historical returns are no guarantee of future returns. The money invested in a fund may both increase and decrease in value and there is no guarantee that you will get back your original investment. The fund's value can vary significantly due to the fund's structure and the management methods used by the management company.

### **Complaints Manager**

The Complaints Manager at Lannebo Fonder is: Marit Boström, tel. +46 (0)8-5622 5225, e-mail: [marit.bostrom@lannebofonder.se](mailto:marit.bostrom@lannebofonder.se).



## Management report

### Investment policy:

Lannebo Mixfond is an actively managed balanced fund that invests in equities and fixed-income securities. The fund may invest up to 100 per cent of the fund's assets in either equities or fixed-income securities.

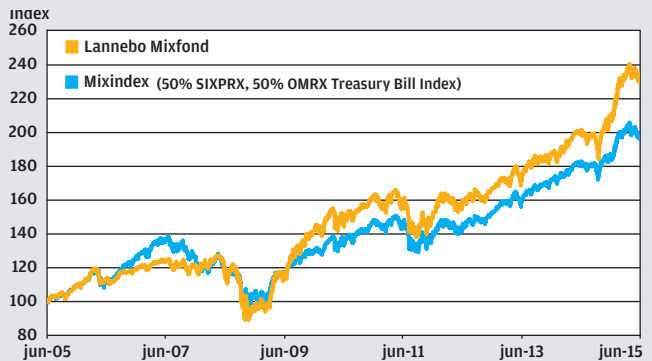
The fund primarily invests in Sweden, but has global investment opportunities.

### Fund Managers:

Charlotta Faxén/Peter Lagerlöf  
[charlotta.faxen@lannebofonder.se](mailto:charlotta.faxen@lannebofonder.se)  
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## Performance 30/06/05–30/06/15



The return during the recommended five-year investment horizon has been 56.6 per cent.

### The fund's performance

Assets under management increased from SEK5.5bn at the beginning of the year to SEK6.1bn as per the end of June 2015. The net of inflows to and outflows from the fund were SEK71m during the first half of the year.

Lannebo Mixfond increased by 9.8 per cent during the period, while the fund's benchmark index, 50 per cent SIXPRX and 50 per cent OMRX Treasury Index, increased by 5.1 per cent.

### Comments to the fund's performance

At the beginning of 2015, the fund's proportion of equities reached 75 per cent. The Stockholm Stock Exchange had a strong start to the year and at the end of February had increased by almost 16 per cent. After the strong upswing, the fund's equity proportion was reduced due to high valuations and the risk of lower earnings forecasts when economic indicators weakened. As a minimum, the equity share of the fund reached 50 per cent. During June, the Stockholm Stock Exchange fell due to concerns over the outcome of the negotiations between Greece and its creditors. At mid-year the proportion of equities was increased and amounted to 55 per cent, and over the period the proportion of equities averaged 63 per cent. The equity allocation contributed positively to the fund's performance.

The holdings that contributed most positively to the fund were Axis Communications, Eltel and Betsson.

Japanese Canon acquired Axis Communications with a bid premium of approximately 50 per cent. Eltel, a provider of engineering services, went public in February and has since announced a number of acquisitions that will contribute to profit growth. Since the listing, the share has increased by 31 per cent. Gaming company Betsson increased by 35 per cent, which was, in part, due to the acquisition of a Georgian company that was finalized at the end of June. SEB and SCA, the fund's major holdings, increased by 11 and 28 per cent respectively.

JM, Marine Harvest and ICA Gruppen accounted for the largest negative contributions to the fund. The Norwegian salmon producer Marine Harvest has operations in Chile where profitability was unexpectedly low causing the share to decrease by 11 per cent during the period. The Stockholm region is JM's most profitable segment. For the first quarter the company reported unexpectedly weak margins for the Stockholm region, and the company's shares fell by 7 per cent during the period. The shares of ICA Gruppen fell due to worries relating to increased competition from discount players such as Lidl and Netto.

At the end of the period 45 per cent of the fund's assets consisted of fixed income and liquid assets. The fund's fixed

income investments consisted predominantly of corporate bonds. The fund's credit risk is limited given investments are made in securities issued by companies that we know well. The average credit rating of the fund's issuers is BBB.

The largest net investments were made in Scania FRN 200316, Marine Harvest and JM.

Scania's strong balance sheet allows for a high credit rating from rating agencies and a low credit risk for the fund. Marine Harvest is the world's largest salmon producer. Salmon consumption is increasing every year and growth is particularly strong in Asia and South America. Current trends suggest that this development will continue, particularly given fish is more environmentally sound and healthier than other proteins, which is something consumers are becoming increasingly aware of. JM has a strong position within residential construction and profitability is among the highest in the industry. The company's balance sheet is strong and enables a high dividend pay-out.

Larger net divestments were made in Handelsbanken, TeliaSonera and Meda.

The fund divested its holding in Handelsbanken given the risk of falling profits due to the negative repo rate. All shares in TeliaSonera were divested, as we believe growth will be weak due to fierce competition in several of the company's main markets. The holding in Meda was also divested due to the increased risk of

weak organic growth.

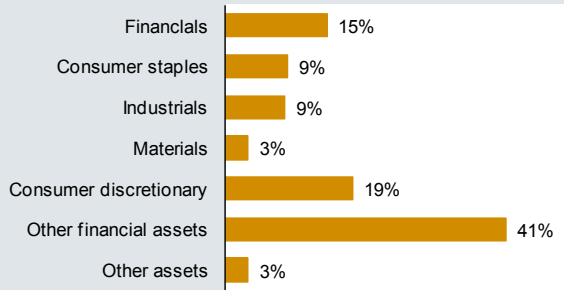
At mid-year the fund's five largest holdings were Hennes & Mauritz, SEB, Scania FRN200316, Atlas Copco and SCA.

During the spring **Hennes & Mauritz** saw a strong growth in sales in an otherwise weak market. This is partly explained by the company's focus on e-commerce in additional markets, which is an important complement to physical stores. The expansion in number of stores continues and 400 new stores will be opened during 2015. During the second half of 2015 Hennes & Mauritz will open its first stores in India and South Africa.

**SEB** has around four million retail customers, but the bank is primarily recognized for its strong position with corporate customers. Operations are largely conducted in Scandinavia but the bank is also present in Germany. In Sweden, GDP growth is high and lending to both consumers and businesses is increasing. This will benefit SEB given close to 60 per cent of revenues are from the Swedish operations. Further, SEB has a strong balance sheet. This together with that the bank has a large percentage of its revenue from commissions, leads us to consider SEB to be the most interesting bank share on the Stockholm Stock Exchange.

Truck manufacturer **Scania** funds themselves through the credit markets by issuing corporate bonds. The company operates in about one hundred countries

Sector Allocation 30/06/15



with manufacturing facilities in Europe and South America, while research and development are concentrated to Sweden. Scania was previously quoted on the Stockholm Stock Exchange, but was acquired in 2014 by its principal shareholder German Volkswagen. Scania's rating by the rating agency S&P is A-.

The engineering company **Atlas Copco** is a leading manufacturer of compressors and a major supplier of equipment to the mining industry. By gradually expanding its aftermarket business, the company's earnings have stabilized and profitability is much higher than the competition. Atlas Copco has good opportunities to grow through acquisitions due to the stable balance sheet and strong cash flow.

**SCA** has developed into a global consumer products company. The product range consists of everything from handkerchiefs to incontinence. During 2014 SCA received massive criticism in connection

with the company's representation and travel policy, which led to the Chairman and CEO's resignation. During this turbulent period the company reported both good sales growth and earnings. SCA has a strong position in several emerging markets, where sales growth is more than twice as high as in Western Europe driven by, for example, the increased use of hygiene products. We estimate that SCA will seize growth opportunities in a good way.

Material risks

The fund has the option of varying the proportion of investments in equities and in fixed income assets. Thus the fund normally has a lower market risk than a traditional equity fund. The fund's market risk is primarily related to the price fluctuations associated with shares while investments in fixed income assets increase the fund's credit risk. Therefore the allocation between equities and fixed income assets has a large impact on the fund's risk exposure. At mid-year, the equity portion of the fund was 55 per cent.

Market risk in the fund's equity investments is reduced as a result of the fund holds a variety of different issuers whose prices do not move in exactly the same way. This is known as diversification.

No significant changes occurred in the fund's concentration level during the first half of the year and there is ample margin to the level allowed according to the fund's statutes. The portfolio has a good diversification effect. The market risk in absolute terms, measured as the standard deviation for the fund's return, is substantially below the stock market as a whole (as measured by SIXPRX).

The greatest risk associated with the fund's fixed income assets is that the credit rating of one or more of the issuers deteriorates or an issuer becomes insolvent. If the credit rating of an issuer changes for the worse the market value of the holding will decrease. Should an issuer become insolvent, it may mean that the holdings of the issuer become worthless. The fund invests in corporate bonds with high credit ratings, also called

investment grade, and in bonds with lower credit ratings than investment grade or investments that lack a credit rating. The fund mitigates this risk by having a good diversification between issuers and issues. At mid-year the average credit rating in the fund's fixed income investments was BBB.

The fund invests in securities with medium to long-term duration, which means greater volatility than in a money market fund. The interest rate duration of the fund is less than one year, while credit duration is less than five years.

In addition to Swedish transferable securities, Lannebo Mixfond has the opportunity to invest in foreign financial instruments. The currency exposure of the fund was at mid-year 9 per cent and related to exposure to holdings denominated in Norwegian kroner. The risk associated with this currency exposure is low.

The fund has not made use of and does not intend to use the opportunity to invest more than 35 per cent of its value in debt securities/promissory note issued or guaranteed by a state, municipality or equivalent in an EEA country.

The fund is continuously monitored with regard to risk levels and followed up and assessed with the help of regular stress tests. Appropriate risk measures are used to assess the fund's risk profile. Follow-up of the fund's concentration level and the degree of active management are also included as measures used to manage the fund's risk exposure. During the six months period the fund has been managed in accordance with the fund's risk profile.

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
H&M B	280 896	4.6
SEB A	254 400	4.2
Scania CV FRN200316	240 404	3.9
Atlas Copco A	227 360	3.7
SCA B	210 800	3.5

## Fund facts Lannebo Mixfond, reg no 504400-7911

Launch date 04/08/2000

Performance	30/06/15	31/12/14	31/12/13	31/12/12	31/12/11	31/12/10	31/12/09	31/12/08	31/12/07	31/12/06
Net asset, SEK thousands	6 103 913	5 497 466	4 555 250	3 010 531	2 061 723	1 481 792	506 714	251 172	267 266	282 759
NAV, SEK	19.80	18.04	16.15	14.23	13.16	14.18	12.47	8.64	11.25	11.28
Number of outstanding units, thousand	308 337	304 807	282 092	211 636	156 612	104 503	40 635	29 057	23 747	25 078
Dividend, SEK per unit	0.00	0.00	0.00	0.25	0.07	0.00	0.29	0.21	0.19	0.15
Annual return, %	9.8	11.7	13.5	10.0	-6.7	13.7	47.7	-21.2	1.4	9.3
SIX Portfolio Return Index <sup>1</sup> , %	10.1	15.9	28.0	16.7	-13.6	26.9	53.3	-39.1	-2.6	28.7
OMRX Treasury Bill Index <sup>1</sup> , %	0.0	0.5	0.9	1.2	1.6	0.3	0.4	4.4	3.4	2.2
Mixindex <sup>1</sup> , %	5.1	8.1	13.8	9.1	-5.4	13.3	25.3	-18.8	0.9	15.2
<b>Risk and growth</b>										
Standard deviation, %	7.1	5.9	6.9	9.5	10.1					
Standard deviation, benchmark <sup>1</sup> , %	5.6	4.6	5.8	7.7	8.5					
Tracking error, %	2.4	2.2	1.8	2.1	2.4					
Sharpe ratio	2.0	1.9	1.5	0.0	0.3					
Active Share, %	83									
<b>Average annual return</b>										
- 24 months, %	15.5	12.6	11.8	1.3	3.0					
- 5 yrs, %	9.3	8.2	14.4	6.3	4.6					
<b>Fees/costs<sup>2</sup></b>										
Management fee, %	1.6	1.6	1.6	1.6	1.6					
Transaction costs, SEK thousands	5 456	5 249	3 617	2 342	6 567					
Transaction costs, %	0.1	0.1	0.0	0.0	0.1					
Research costs <sup>3</sup> , SEK thousands	2 141									
Research costs, %	0.0									
Ongoing charges, %	1.6	1.6	1.6	1.6	1.7					
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0					
Total costs										
- for a single purchase SEK 10 000	173	168	172	172	153					
- for monthly payments SEK 100	11	11	11	11	10					
<b>Turnover</b>										
Turnover ratio	0.6	0.9	1.3	1.7	2.4					

1) The value of the Mixindex (50 % SIX Portfolio Return Index, 50 % Treasury Bill Index) as a benchmark is justified by the fact that this composite index reflects the asset allocation the fund has over time. The Six Portfolio Return Index takes account of the return the shareholders receive in the form of a dividend.

2) Refers to the costs for the last twelve months.

3) Research costs have previously been a component of transaction costs but as of January 1 2015 research costs have been separated from transaction costs and are presented on a separate line.

# LANNEBO MIXFOND

## Balance sheet, SEK thousands

	30/06/15	31/12/14
<b>Assets</b>		
Transferable securities	5 897 879	5 336 493
Other derivative instruments with a positive market value	1 013	0
<b>Total financial instruments with a positive market value (note 1)</b>	<b>5 898 892</b>	<b>5 336 493</b>
Investments in accounts with credit institutions	225 850	218 293
<b>Total investments with a positive market value</b>	<b>225 850</b>	<b>218 293</b>
Prepaid expenses and accrued income	6 306	2 439
Other assets	3 783	838
<b>Total assets</b>	<b>6 134 831</b>	<b>5 558 063</b>
<b>Liabilities</b>		
Tax liabilities	0	-663
Accrued expenses and deferred income	-8 144	-7 358
Other liabilities	-22 774	-52 576
<b>Total liabilities</b>	<b>-30 918</b>	<b>-60 597</b>
<b>Total net asset (note 2)</b>	<b>6 103 913</b>	<b>5 497 466</b>
<b>Memorandum items</b>		
Received collaterals for OTC-derivatives	910	0
% of net asset	0.0	0.0

Note 1 See holdings in financial instruments below

## Note 2 Change in net asset

<b>Net asset in the beginning of the year</b>	<b>5 497 466</b>	<b>4 555 250</b>
Unit issue	580 946	1 134 242
Unit redemption	-509 457	-746 072
Net result according to income statement	534 958	554 046
<b>Net asset at the end of the period</b>	<b>6 103 913</b>	<b>5 497 466</b>

## Investments in financial instruments as at 30/06/15 (expressed in SEK thousands)

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
<b>TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>				
<b>CONSUMER STAPLES</b>				
Bakkafrost	FO/NOK	324 000	71 367	1.2
Europris	NO/NOK	3 738 150	153 674	2.5
ICA Gruppen	SE/SEK	500 000	147 050	2.4
Marine Harvest	NO/NOK	2 000 000	189 042	3.1
			<b>561 133</b>	<b>9.2</b>
<b>FINANCIALS</b>				
Castellum	SE/SEK	1 000 000	116 500	1.9
Hemfosa Fastigheter	SE/SEK	1 698 648	143 536	2.4
Investor B	SE/SEK	670 000	206 963	3.4
SEB A	SE/SEK	2 400 000	254 400	4.2
Swedbank A	SE/SEK	1 000 000	193 300	3.2
			<b>914 699</b>	<b>15.0</b>
<b>INDUSTRIALS</b>				
Atlas Copco A	SE/SEK	980 000	227 360	3.7
Eltel	SE/SEK	1 373 267	129 774	2.1
Indutrade	SE/SEK	265 000	101 098	1.7
NCC B	SE/SEK	19 000	4 809	0.1
Sandvik	SE/SEK	801 000	73 412	1.2
			<b>536 452</b>	<b>8.8</b>
<b>MATERIALS</b>				
SCA B	SE/SEK	1 000 000	210 800	3.5
			<b>210 800</b>	<b>3.5</b>
<b>CONSUMER DISCRETIONARY</b>				
Autoliv SDB	US/SEK	193 000	186 824	3.1
Betsson B	SE/SEK	980 289	117 439	1.9
H&M B	SE/SEK	880 000	280 896	4.6
JM	SE/SEK	700 000	158 200	2.6
Thule	SE/SEK	1 643 000	165 532	2.7
Unibet SDB	MT/SEK	258 442	130 513	2.1
XXL	NO/NOK	1 202 322	109 346	1.8
			<b>1 148 751</b>	<b>18.8</b>
	COUNTRY/ CURRENCY	NOMINAL AMOUNT	MARKET VALUE	% OF NET ASSET
<b>FLOATING RATE NOTES (FRN)</b>				
Amer Sports FRN181106	FI/SEK	80 000 000	81 509	1.3
Atrium Ljungberg FRN190319	SE/SEK	24 000 000	24 129	0.4
Castellum FRN180926	SE/SEK	44 000 000	45 009	0.7
Castellum FRN200313	SE/SEK	75 000 000	74 671	1.2
Elekta FRN200326	SE/SEK	60 000 000	59 496	1.0
Getinge FRN180521	SE/SEK	74 000 000	74 702	1.2
Hemfosa Fastigheter FRN170404	SE/SEK	47 000 000	47 084	0.8
ICA Gruppen FRN180625	SE/SEK	44 000 000	45 618	0.7
Ikano Bank FRN180530	SE/SEK	58 000 000	58 307	1.0
Ikano Bank FRN181015	SE/SEK	45 000 000	44 805	0.7
Intrum Justitia FRN170313	SE/SEK	113 000 000	117 432	1.9
Lifco FRN180403	SE/SEK	70 000 000	70 136	1.1
MTGFRN180319	SE/SEK	86 000 000	86 627	1.4
NCC Treasury FRN160525	SE/SEK	31 000 000	31 550	0.5
NCC Treasury FRN170306	SE/SEK	74 000 000	75 684	1.2
NCC Treasury FRN180830	SE/SEK	39 500 000	40 646	0.7
Nya SFF FRN180309	SE/SEK	95 000 000	94 923	1.6
SAAB FRN181210	SE/SEK	59 000 000	59 619	1.0
SAAB FRN191212	SE/SEK	30 000 000	30 039	0.5
Scania CV FRN200316	SE/SEK	236 000 000	240 404	3.9
Skanska Financial Services FRN180312	SE/SEK	144 000 000	149 213	2.4
Skanska Financial Services FRN181022	SE/SEK	45 000 000	46 226	0.8
Skanska Financial Services Green Bond FRN190408	SE/SEK	67 000 000	67 457	1.1
Stora Enso FRN170626	FI/SEK	120 000 000	126 141	2.1

# LANNEBO MIXFOND

	COUNTRY/ CURRENCY	NOMINAL AMOUNT	MARKET VALUE	% OF NET ASSET
Storebrand Livsforsikring Call FRN200317	NO/NOK	19 000 000	20 028	0.3
Tele2 FRN170515	SE/SEK	160 000 000	167 143	2.7
Vattenfall Call FRN220319	SE/SEK	110 000 000	110 075	1.8
Volvo Treasury FRN160226	SE/SEK	40 000 000	40 173	0.7
Volvo Treasury FRN170301	SE/SEK	146 500 000	148 509	2.4
Wihlborgs Fastigheter FRN180423	SE/SEK	70 000 000	70 088	1.1
ÅF FRN200512	SE/SEK	49 000 000	48 981	0.8
Vasakronan 3.89% Obl171114	SE/SEK	50 000 000	53 985	0.9
			<b>2 450 408</b>	<b>40.1</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>			<b>5 822 242</b>	<b>95.4</b>
<b>OTHER FINANCIAL INSTRUMENTS</b>				
<b>FLOATING RATE NOTES (FRN)</b>				
Arla Foods Finance FRN190528	DK/SEK	75 000 000	75 638	1.2
			<b>75 638</b>	<b>1.2</b>
<b>CURRENCY FUTURES</b>				
NOK/SEK	NOK/SEK	-19 208 317	1 013	0.0
			<b>1 013</b>	<b>0.0</b>
<b>TOTAL OTHER FINANCIAL INSTRUMENTS</b>			<b>76 650</b>	<b>1.3</b>
<b>TOTAL FINANCIAL INSTRUMENTS</b>			<b>5 898 892</b>	<b>96.6</b>
Other assets and liabilities, net			205 022	3.4
<b>TOTAL NET ASSET</b>			<b>6 103 913</b>	<b>100.0</b>
<b>TOTAL EXPOSURE TO COMPANIES OR GROUP OF COMPANIES</b>				
SEB				7.0
Skanska Financial Services				4.3
Castellum				3.9
ICA Gruppen				3.2
Hemfosa Fastigheter				3.1
Volvo Treasury				3.1
NCC				2.5
Ikano Bank				1.7
SAAB				1.5
Handelsbanken				0.0

## Accounting principles

The fund's accounting principles are based on Generally Accepted Accounting Principles and are, where appropriate, prepared in accordance with the Swedish Investment Funds Act (2004:46), the Swedish Financial Supervisory Authority's regulations FFFS 2013:9, the Swedish Financial Supervisory Authority's guidance, the Swedish Investment Fund Associations guidelines and also the Swedish Accounting Act.

## Valuation of financial instruments

The fund's financial instruments including liabilities and derivatives are valued at their current market value. The current market value is established using different methods, which are applied in the following order:

1. If the financial instrument is traded on an active market, the closing price on the balance sheet date is used.
2. If the financial instrument is not traded on an active market, the current market value is derived on the basis of similar transactions that have taken place under market conditions over the past period.
3. If methods 1 or 2 cannot be applied, or will be obviously misleading, the current market value is established using a valuation model established on the market.



## Management report

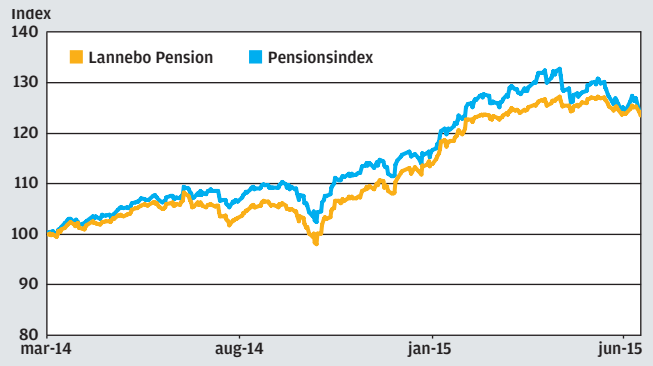
### Investment policy:

Lannebo Pension is an actively managed fund of funds (non-UCITS) which invests in equity and fixed income funds in Sweden and globally. The fund may concentrate its investments to a small number of underlying funds by comparison to a typical fund of funds. The fund also has the option, but not as its principle objective, to invest in financial assets other than mutual funds.

### Fund Managers:

Karin Haraldsson/Peter Lagerlöf  
*karin.haraldsson@lannebofonder.se*  
*peter.lagerlof@lannebofonder.se*

## Performance 17/03/14 – 30/06/15



The recommended investment horizon in the fund is five years. The return since the fund was launched has been 23.5 per cent.

### The fund's performance

Assets under management increased from SEK63m at the beginning of the year to SEK110m at the end of the period. The net of inflows to and outflows from the fund amounted to SEK42m.

Lannebo Pension increased by 9.7 per cent. The Stockholm Stock Exchange (SIXRX) increased by 10 per cent. The benchmark index, which consists of 45 per cent SIXRX, 30 per cent MSCI World and 25 per cent Nasdaq OMX Credit SEK, increased by 7.1 per cent during the same period.

### Comments to the fund's performance

At the beginning of 2015, the fund's proportion of equity funds reached 80 per cent, while the remaining 20 per cent was invested in fixed income funds. The Stockholm Stock Exchange had a strong start to the year and by the end of February had increased by almost 16 per cent. After the strong upswing, the fund's proportion of equity funds was reduced to 45 per cent. The reason was high asset valuations in the equity markets and weaker economic indicators. The share of fixed income funds and liquidity was 55 per cent, where the majority was investments in corporate bond funds with short

interest rate duration in order to protect the fund against rising interest rates. The equity portion of the fund contributed positively to performance over the period.

The invested funds that performed best were Fidelity European Aggressive, Lannebo Sverige 130/30 and Lannebo Vision. Among the fixed income funds with the best performance were Lannebo High Yield Allocation and Lannebo Corporate Bond.

Fidelity European Aggressive, which invests in European stocks, increased by 20.1 per cent during the first half of the year, while the fund's benchmark, the MSCI Europe Index, increased by 10.7 per cent during the same period. Lannebo Sverige 130/30 increased by 13.6 per cent during the period, while the benchmark index SIXPRX increased by 10.1 per cent. Lannebo Vision increased by 12.9 per cent and the fund's benchmark, the MSCI World IT, increased by 6.9 per cent.

The Nordic corporate bond markets performed well during the first half of the year. Lannebo High Yield Allocation and Lannebo Corporate Bond increased by 2.4 and 1.5 per cent respectively.

At mid-year the asset allocation was: Swedish mutual funds 20 per cent, global equity funds 25 per cent and corporate bond funds and liquid assets were 55 per

cent of the fund assets.

The largest net purchase of mutual funds was made in Lannebo Corporate Bond, Lannebo High Yield Allocation and Fidelity Global Dividend. The latter is a new holding in the fund. Fidelity Global Dividend is a global equity fund that invests in stable companies with a focus on high yields, which can provide opportunities for good returns given the current low interest rates. Major net divestments of mutual funds were made in Lannebo Likviditet and Lannebo Sverige 130/30.

Fidelity Growth America, Fidelity China Focus and Fidelity Global Property were divested in their entirety during the reallocation in February.

At mid-year the fund's five largest holdings were Lannebo Corporate Bond, Lannebo High Yield Allocation, Fidelity European Aggressive, Lannebo Småbolag and Lannebo Sverige 130/30.

**Lannebo Corporate Bond** is an actively managed fixed income fund. The fund invests primarily in Nordic corporate bonds, with a focus on Sweden. The fund's interest rate sensitivity is low in order to protect the fund against rising interest rates.

**Lannebo High Yield Allocation** is an actively managed fixed income fund that invests in high-yield bonds on the Nordic

markets. The fund may invest up to 20 per cent of assets in the rest of Europe.

**Fidelity European Aggressive** is an equity fund that invests in European equities with a focus on Western Europe. The fund is actively managed and has no limitations in terms of company size, sector or country allocation. The portfolio is constructed around a core of high-quality companies with stable and predictable returns.

**Lannebo Småbolag** is an actively managed equity fund with a focus on small and medium-sized companies in the Nordic countries, primarily in Sweden. Stock selection is based on a long-term fundamental analysis of companies in all industries.

**Lannebo Sverige 130/30** is an actively managed equity fund that primarily invests in shares on the Swedish stock market. Fundamentally, the fund is like a traditional mutual fund, but where in some aspects the fund has more liberal investment rules. Lannebo Sverige 130/30 reflects the fund's ability to invest more than 100 per cent of its assets. The fund's focus is otherwise diverse and not specific to any particular industry.



## Material risks

The fund has the possibility to vary the allocation between equity and fixed income funds. The fund therefore has normally a lower market risk than, for example, a traditional mutual fund. The levels of risk in the underlying equity and fixed income funds are also of importance.

Investments in equities are associated with market risk in the form of share price fluctuations. In a fund such as this, risk is reduced as a result of the fund invests in underlying funds with varying focus and risk levels, together with ownership in several companies whose share prices do not exhibit exactly the same volatility, which is called diversification. The fund's market risk is further reduced given the fund may have a portion of the assets invested in fixed income funds.

The risks of investing in fixed income funds depend on the interest rate risks and credit risks of the funds holdings. Fixed income funds that invest in fixed income securities with medium to long term maturities are more affected by changes in interest rates, which may give rise to a higher interest rate risk. Credit risk is the risk that the credit worthiness of any of the issuers deteriorates or that the issuer becomes insolvent. If the creditworth-

ness of the issuer changes for the worse, it means that the market value of the holding deteriorates. Should the issuer becomes insolvent, it can, in the worst case, lead to the holding becomes worthless. The fund mitigates this risk by investing in underlying funds that have a good diversification between issues and issues

Lannebo Pension has the opportunity to invest in foreign funds and funds investing in foreign financial instruments. The currency exposure associated with the fund's holdings was 5 per cent in USD and 15 per cent in Euros. Other holdings are denominated in Swedish crowns. The fund's currency risk is therefore linked to changes in exchange rates between the USD and the Euro against the Swedish crown.

Relevant risk levels are continuously monitored and followed up and assessed with the help of regular stress tests. Appropriate risk measures are used to assess the fund's risk profile. Follow-up of the fund's concentration level and the degree of active management are also included as measures used to manage the fund's risk exposures. The fund is deemed managed in accordance with the fund's risk profile during the half-year period.

## Fund facts Lannebo Pension, reg no 515602-6709

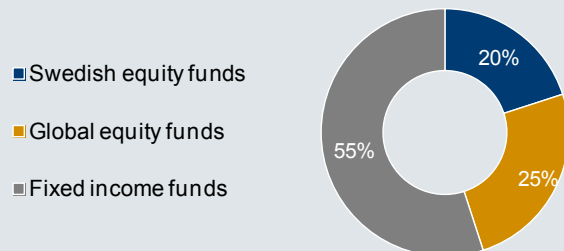
Launch date 17/03/14

Performance	30/06/15	31/12/14
Net asset, SEK thousands	110 298	62 767
NAV, SEK	123.48	112.52
Number of outstanding units, thousand	893	558
Dividend, SEK per unit	0,00	0,00
Annual return, %	9.7	12.5
Pension Index <sup>1</sup> , %	7.4	15.4
<b>Risk and growth</b>		
Standard deviation, %	-	-
Standard deviation, benchmark %	-	-
Tracking error, %	-	-
Sharpe kvot	-	-
<b>Average annual return</b>		
- 24 months, %	-	-
- 5 yrs, %	-	-
<b>Costs</b>		
Management fee, %	0.2	0.2
Transaction costs, SEK thousands	0	0
Transaction costs, %	0.0	0.0
Ongoing charges, %	1.43	1.67
Sales and redemption fee, %	0,0	0,0
Total costs		
- for a single purchase SEK 10 000	22	-
- for monthly payments SEK 100	1	-
<b>Turnover</b>		
Turnover ratio	1.0	0.6
<b>Leverage</b>	<b>Gross method</b>	<b>Commitment approach</b>
Maximum leverage, %	98.4	98.4
Minimum leverage, %	57.4	57.4
Average leverage, %	93.7	93.7
As at balance sheet date, %	95.1	95.1

1) The choice of the comparative Pension Index (45% SIX Return Index, 30% MSCI World Index and 25% of Nasdaq OMX Credit SEK) is justified in that this composite index reflects the asset allocation of the fund over time.

2) Refers to the costs for the last twelve months.

## Asset allocation 30/06/15



TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
Lannebo Corporate Bond	39 432	35.7
Lannebo High Yield Allocation	16 892	15.3
Fidelity European Aggressive	16 258	14.7
Lannebo Småbolag	10 966	9.9
Lannebo Sverige 130/30	10 788	9.8

## Balance sheet, SEK thousands

	30/06/15	31/12/14
<b>Assets</b>		
Fund units	105 254	60 955
<b>Total financial instruments with a positive market value (note 1)</b>	<b>105 254</b>	<b>60 955</b>
Investments in accounts with credit institutions	5 062	1 948
<b>Total instruments with a positive market value</b>	<b>5 062</b>	<b>1 948</b>
<b>Total assets</b>	<b>110 316</b>	<b>62 903</b>
<b>Liabilities</b>		
Accrued expenses and deferred income	-18	-10
Other liabilities	0	-126
<b>Total liabilities</b>	<b>-18</b>	<b>-136</b>
<b>Total net asset (note 2)</b>	<b>110 298</b>	<b>62 767</b>

Note 1 See holdings in financial instruments below

## Note 2 Change in net asset

<b>Net asset in the beginning of the period</b>	<b>62 767</b>	<b>0</b>
Unit issue	59 734	70 770
Unit redemption	-17 926	-12 737
Net result according to income statement	5 723	4 734
<b>Net asset at the end of the period</b>	<b>110 298</b>	<b>62 767</b>

## Investments in financial instruments as at 30/06/15 (expressed in SEK thousands)

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
<b>OTHER FINANCIAL INSTRUMENTS</b>				
<b>EQUITY FUNDS</b>				
Lannebo Småbolag	SE/SEK	172 070	10 966	9.9
Lannebo Sverige 130/30	SE/SEK	295 486	10 788	9.8
Lannebo Vision	SE/SEK	1 204 100	5 503	5.0
Fidelity European Aggressive	LU/EUR	165 657	16 258	14.7
Fidelity Global Dividend	LU/USD	46 737	5 416	4.9
			<b>48 931</b>	<b>44.4</b>
<b>FIXED INCOME FUNDS</b>				
Lannebo Corporate Bond	SE/SEK	358 664	39 432	35.7
Lannebo High Yield Allocation	SE/SEK	165 025	16 892	15.3
			<b>56 323</b>	<b>51.1</b>
<b>TOTAL OTHER FINANCIAL INSTRUMENTS</b>			<b>105 254</b>	<b>95.4</b>
<b>TOTAL FINANCIAL INSTRUMENTS</b>			<b>105 254</b>	<b>95.4</b>
Other assets and liabilities, net			5 044	4.6
<b>TOTAL NET ASSET</b>			<b>110 298</b>	<b>100.0</b>
<b>TOTAL EXPOSURE TO FUNDS MANAGED BY THE SAME FUND AND / OR MANAGEMENT COMPANY OR GROUP OF COMPANIES</b>				
Lannebo Fonder				75.8
Fidelity Fonder				19.7

## Accounting principles

The fund's accounting principles are based on Generally Accepted Accounting Principles and are, where appropriate, prepared in accordance with the the Swedish Alternative Investment Funds Managers Act (2013:561), the Swedish Financial Supervisory Authority's regulations (FFFS 2013:10) regarding Alternative Investment Fund Managers, AIFM-regulations, the Swedish Financial Supervisory Authority's guidance, the Swedish Investment Fund Associations guidelines and also the Swedish Accounting Act.

## Valuation of financial instruments

The fund's financial instruments including liabilities and derivatives are valued at their current market value. The current market value is established using different methods, which are applied in the following order:

1. If the financial instrument is traded on an active market, the closing price on the balance sheet date is used.
2. If the financial instrument is not traded on an active market, the current market value is derived on the basis of similar transactions that have taken place under market conditions over the past period.
3. If methods 1 or 2 cannot be applied, or will be obviously misleading, the current market value is established using a valuation model established on the market.



## Management report

### Investment policy:

The fund is an actively managed equity fund that invests in small and medium-sized listed companies in the Nordic region, with the emphasis on Sweden.

The companies in which the fund invests may at most have a market capitalization equal to 1 per cent of the Swedish stock market's total market capitalization at the end of the calendar month prior to an investment. By mid-year 2015, this meant a market capitalization of approximately SEK57 bn.

### Fund Manager:

Johan Ståhl  
johan.stahl@lannebofonder.se

### The fund's performance

Assets under management increased from SEK15.4bn at the beginning of the year to SEK16.0bn as of June 30, 2015. The net of inflows to and outflows from the fund during the first half of 2015 was SEK-1.3bn.

Lannebo Småbolag increased by 11.6 per cent during the period. The Swedish Carnegie Small Cap Return Index increased by 12.2 per cent and outperformed the Stockholm Stock Exchange, expressed as SIX Portfolio Return Index, which increased by 10.1 per cent.

### Comments to the fund's performance

The shareholdings that contributed most positively to the fund's performance during the first half of the year were Beijer Ref, Huhtamäki, Betsson, Nobia and NetEnt.

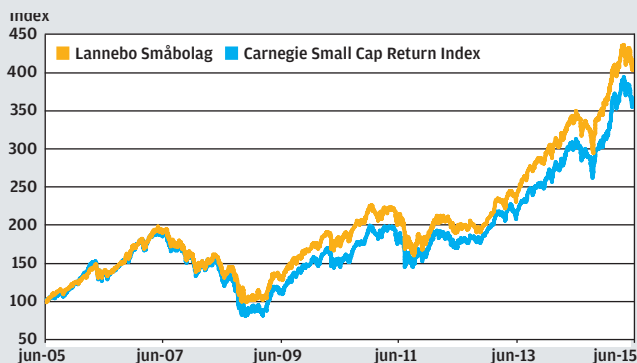
In recent years Beijer Ref has been adversely affected by low growth in Southern Europe, and the company was one of the fund's poorer performing holdings during 2014. In the early part of 2015, demand improved in countries such as France, Italy and Spain, which benefited Beijer Ref. Additionally, the company continues to grow through acquisitions, where during the first six months of the year acquisitions were made in New Zealand, Australia, India, Thailand and Malaysia. Huhtamäki's results continued to develop positively, which was appreciated by the stock market. Betsson's shares rose 35 per cent, driven in part by an acquisition in Georgia at the end of the

period. Nobia's earnings rose 35 per cent in the first quarter, which was more than expected, and its shares increased after the earnings report. NetEnt's profits grew by 60 per cent in the first quarter, and the company also closed its first contract in the US. The fund's major holdings in Trelleborg, NIBE Industrier and Securitas increased by 19, 13 and 19 per cent, respectively.

During the period there were few holdings with a negative share price performance, but the fund's largest negative contributors were the holdings in Elekta, Bufab, Kambi, ÅF and Holmen. Elekta issued a profit warning and the CEO resigned. Bufab's Q4(14) results were weak due to the loss of a major customer. Q1(15) showed an improvement, but the stock market remains sceptical to the Bufab share.

The largest net investments during the period were made in Mekonomen, Nobia, Recipharm, Össur and Huhtamäki. Automotive spare parts chain Mekonomen has a strong market position in both Sweden and Norway, while the Danish operation has shown losses over a longer period. To reduce losses, the Danish stores will be shutdown. Nobia's profitability will improve following the divestment of the loss making French business, while demand in the company's two remaining markets, the UK and the Nordic, remains healthy. The company has a strong balance sheet and it is likely that Nobia will make acquisitions. Recipharm, a pharmaceutical manufacturing services provider, is a new holding in the fund. The company

## Performance 30/06/05 – 30/06/15



The return during the recommended five-year investment horizon has been 129.3 per cent.

has good growth opportunities going forward, both organically and through acquisitions. Icelandic company Össur, the world's second largest manufacturer of prostheses, is also a new holding. Historically Össur pursued growth through acquisitions, but the company now focuses more on organic growth, which means cash flow generated can to a large extent be distributed to shareholders.

Larger net divestments were made in Indutrade, Axis Communications, Hexpol, Cloetta and ÅF. The holding in Indutrade has been reduced due to valuations. All shares in Axis Communications were divested in connection with Japanese Canon's bid. The holdings in Hexpol, Cloetta and ÅF have been divested. Hexpol is an excellent company but the shares valuation became too high during the spring. Cloetta has experienced difficulties in generating growth and earnings have failed to meet our expectations.

The fund's five largest holdings as of the end of the period were Huhtamäki, Trelleborg, NIBE Industrier, Securitas and Addecht.

**Huhtamäki** manufactures packaging products for food, beverages, pharmaceuticals and cosmetics. Products are largely paper based, such as coffee cups and ice cream cups, where there is an ongoing trend to substitute plastic products for paper products. Huhtamäki benefits from urbanisation and an emerging middle class. The number of people that can be considered middle-class is expected to grow from the current two billion to nearly five billion by 2030. International

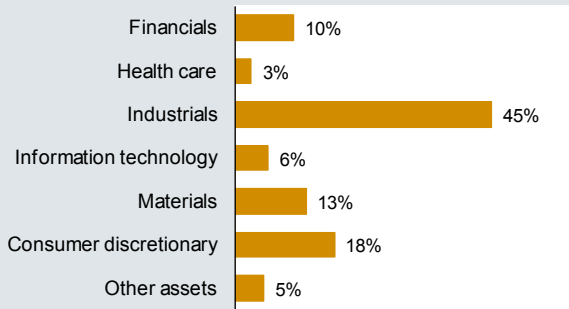
supermarket chains and fast food restaurants are expanding globally, which is increasing demand for modern packaging solutions. Emerging markets accounts for about 40 per cent of Huhtamäki's sales.

**Trelleborg**, with a turnover of SEK22bn, is a leading global manufacturer of polymer products. The most important customer segments include general industry (37 per cent), transportation (14 per cent) and oil and gas (12 per cent). Operations are conducted within five business areas, where Sealing Solutions, with a turnover of SEK7.5bn and an operating margin exceeding 20 per cent, is the most significant.

**NIBE Industrier** has grown successfully both organically and through acquisitions. Twenty years ago the company reported sales of SEK0.5bn compared with SEK11bn in 2014. In 2014 alone the company made acquisitions with a total turnover amounting to SEK1.2bn. The company is organised in three divisions: Energy Systems, Elements and Stoves. Energy Systems sells water heaters, heat pumps and ventilation products for residential and commercial buildings. Elements manufacture industrial elements that are sold globally, and Stoves sells wood burning stoves. NIBE Industrier aims to reach earnings of SEK20bn by 2020.

**Securitas**, with 320 000 employees in 53 countries, is Sweden's most labour-intensive company. The company provides surveillance, alarm-monitoring and mobile security solutions. The most important markets are Europe and North America,

Sector allocation 30/06/15



but in recent years the company has made acquisitions in emerging markets. Securitas has focused on increasing the technology component of its security solutions, which is particularly suitable for markets with high labour costs. The objective is to build security solutions based on video technology together with the use of guards. We believe that Securitas is at the forefront with regards to technical solutions.

**Addtech** is a technology trading company and has a turnover of SEK7bn. The largest customer groups are medical technology, energy and mechanical industries. The Nordic countries ac-

count for more than 80 per cent of sales, even though Addtech sells its products in about 30 countries. In connection with the acquisition of Mediplast in June 2015, Addtech decided to separately list the Life Science business area. Mediplast adds nearly SEK 500 million in sales, and following the acquisition the total revenue for Life Science will be approximately SEK1.5bn. This is a good example of Addtech's strategy to grow via acquisitions and develop larger business units in selected areas.

Material risks

Investments in equities are associated with market risk in the form of share price fluctuations. In a fund, this risk is reduced by the fund holding shares in a variety of different companies, where the share prices do not move in exactly the same way. This is known as diversification.

The concentration in the fund's holdings has been relatively low during the six-month period. Collectively, there is a good diversification effect. In accordance with the Fund's statutes, there is a good margin in the concentration to the allowed level. The market risk in absolute terms, measured as the standard deviation for the fund's return, was at mid-year lower than the stock market as a whole (measured as Carnegie small Cap Return Index).

The currency exposure of the fund was 14 per cent at mid-year and relates to exposures in holdings denominated

in Danish and Norwegian Crowns in addition to Finnish holdings denominated in Euro. The risk associated with these exposures is low.

Shares in small caps generally have lower liquidity, which requires a greater emphasis on the management of the fund's liquidity risk. The fund is diversified across different issuers, which means liquidity risk is currently relatively low.

Relevant risk levels are continuously monitored and followed up and assessed with the results of regular stress tests. Appropriate risk measures are used to assess the fund's risk profile. Follow-up of the fund's concentration level and the degree of active management are also included as measures used to manage the fund's risk exposures. The fund was managed in accordance with the fund's risk profile during the period.

TOP HOLDINGS

SEK THOUSANDS

% OF NET ASSET

Huhtamäki	1 041 592	6.5
Trelleborg B	1 011 780	6.3
NIBE Industrier B	674 700	4.2
Securitas B	606 137	3.8
Addtech B	606 000	3.8

## Fund facts Lannebo Småbolag, reg no 504400-7853

Launch date 04/08/00

Performance	30/06/15	31/12/14	31/12/13	31/12/12	31/12/11	31/12/10	31/12/09	31/12/08	31/12/07	31/12/06
Net asset, SEK thousands	15 954 057	15 374 721	14 350 726	8 729 403	9 916 584	14 880 255	8 515 186	3 485 707	4 637 234	5 517 194
NAV, SEK	63.73	57.12	46.62	32.37	30.98	37.48	28.80	17.96	29.67	32.05
Number of outstanding units, thousand	250 353	269 184	307 817	269 643	320 061	397 041	295 663	194 095	157 516	172 154
Dividend, SEK per unit	0.00	0.00	0.00	1.59	0.60	0.29	0.54	0.73	0.41	0.21
Annual return, %	11.6	22.5	44.0	9.7	-15.7	31.2	63.4	-36.9	-6.2	38.9
Carnegie Small Cap Return Index <sup>1</sup> , %	12.2	21.6	36.6	12.6	-13.2	30.6	68.9	-44.4	-6.9	37.5
<b>Risk and growth</b>										
Standard deviation, %	11.5	11.0	12.4	17.2	19.7					
Standard deviation benchmark, %	13.3	11.7	12.7	16.1	20.4					
Tracking error, %	4.7	3.0	3.4	3.6	4.5					
Sharpe ratio	2.3	2.6	1.8	neg	0.3					
Active Share, %	64									
<b>Average annual return</b>										
- 24 months, %	30.2	32.8	25.7	-3.8	5.2					
- 5 yrs, %	17.9	16.5	23.4	4.6	1.4					
<b>Costs<sup>2</sup></b>										
Management fee, %	1.6	1.6	1.6	1.6	1.6					
Transaction costs <sup>3</sup> , SEK thousands	8 823	10 482	11 525	8 676	12 940					
Transaction costs, %	0.1	0.1	0.1	0.1	0.1					
Research costs <sup>3</sup> , SEK thousands	2 848									
Research costs, %	0.0									
Ongoing charges, %	1.6	1.6	1.6	1.6	1.6					
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0					
Total costs										
- for a single purchase SEK 10 000	181	177	197	173	145					
- for monthly payments SEK 100	11	11	12	10	9					
<b>Turnover</b>										
Turnover ratio	0.2	0.2	0.4	0.3	0.4					

1) Carnegie Small Cap Return Index Sweden is an established re-investing and dividend-paying index that includes small and medium-sized companies at NASDAQ OMX Nordic, which best reflect the fund's investment rules. Carnegie Small Cap Return Index Sweden takes account of the return the shareholders receive in the form of a dividend.

2) Refers to the costs for the last twelve months.

3) Research costs have previously been a component of transaction costs but as of January 1 2015 analysis costs have been separated from transaction costs and are presented on a separate line.

## Balance sheet, SEK thousands

	30/06/15	31/12/14
<b>Assets</b>		
Transferable securities	15 134 630	14 530 337
<b>Total financial instruments with a positive market value (note 1)</b>	<b>15 134 630</b>	<b>14 530 337</b>
Investment in accounts with credit institutions	745 885	881 603
<b>Total investments with a positive market value</b>	<b>745 885</b>	<b>881 603</b>
Pre-paid expenses and accrued income	3 246	681
Other assets	101 960	4 114
<b>Total assets</b>	<b>15 985 721</b>	<b>15 416 735</b>
<b>Liabilities</b>		
Tax liabilities	0	-2 295
Accrued expenses and deferred income	-21 709	-20 292
Other liabilities	-9 955	-19 427
<b>Total liabilities</b>	<b>-31 664</b>	<b>-42 014</b>
<b>Total net asset (note 2)</b>	<b>15 954 057</b>	<b>15 374 721</b>
<b>Memorandum items</b>		
Lent financial instruments	-	105 038
% of net asset	-	0,7
Received collaterals for lent financial instruments	-	110 495

Note 1 See holdings in financial instruments below

## Note 2 Change in net asset

	2015	2014
<b>Net asset in the beginning of the year</b>	<b>15 374 721</b>	<b>14 350 726</b>
Unit issue	1 670 558	3 117 596
Unit redemption	-2 944 975	-5 061 592
Net result according to income statement	1 853 753	2 967 990
<b>Net asset at the end of the period</b>	<b>15 954 057</b>	<b>15 374 721</b>

## Investments in financial instruments as at 30/06/15 (expressed in SEK thousands)

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
<b>TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>				
<b>FINANCIALS</b>				
Balder B	SE/SEK	2 400 000	306 960	1.9
Castellum	SE/SEK	5 000 000	582 500	3.7
Hemfosa Fastigheter	SE/SEK	4 280 000	361 660	2.3
Latour B	SE/SEK	1 810 000	412 861	2.6
			<b>1 663 981</b>	<b>10.4</b>
<b>HEALTH CARE</b>				
Elekta B	SE/SEK	2 000 000	104 000	0.7
Recipharm B	SE/SEK	1 108 000	171 740	1.1
Össur hf	IS/DKK	6 685 864	189 530	1.2
			<b>465 270</b>	<b>2.9</b>
<b>INDUSTRIALS</b>				
Addtech B	SE/SEK	4 800 000	606 000	3.8
Beijer Alma B	SE/SEK	1 847 915	331 701	2.1
Beijer Ref B	SE/SEK	2 132 735	364 698	2.3
Bufab	SE/SEK	2 484 412	122 233	0.8
Concentric	SE/SEK	3 023 000	297 010	1.9
Fagerhult	SE/SEK	2 032 226	288 576	1.8
Indutrade	SE/SEK	1 008 142	384 606	2.4
Intrum Justitia	SE/SEK	2 000 000	502 000	3.1
Lindab	SE/SEK	5 500 000	385 825	2.4
NCC B	SE/SEK	2 000 000	506 200	3.2
NIBE Industrier B	SE/SEK	3 000 000	674 700	4.2
NKT Holding	DK/DKK	715 049	339 990	2.1
PKC Group	FI/EUR	1 025 000	187 653	1.2
Securitas B	SE/SEK	5 530 445	606 137	3.8
Sweco B	SE/SEK	3 300 000	358 875	2.2
Tomra Systems	NO/NOK	3 758 773	283 554	1.8
Trelleborg B	SE/SEK	6 600 000	1 011 780	6.3
			<b>7 251 537</b>	<b>45.5</b>
<b>INFORMATION TECHNOLOGY</b>				
HiQ International	SE/SEK	3 225 000	139 965	0.9
IFS B	SE/SEK	1 241 089	332 612	2.1
NetEnt B	SE/SEK	1 325 000	426 650	2.7
Nolato B	SE/SEK	228 084	43 222	0.3
			<b>942 449</b>	<b>5.9</b>
<b>MATERIALS</b>				
BillerudKorsnäs	SE/SEK	3 900 000	508 170	3.2
Holmen B	SE/SEK	1 900 000	459 610	2.9
Huhtamäki	FI/EUR	4 070 000	1 041 592	6.5
			<b>2 009 372</b>	<b>12.6</b>
<b>CONSUMER DISCRETIONARY</b>				
Betsson B	SE/SEK	2 100 000	251 580	1.6
Duni	SE/SEK	1 940 000	217 765	1.4
Gränges	SE/SEK	2 541 792	149 966	0.9
Husqvarna A	SE/SEK	1 500 000	94 125	0.6
Husqvarna B	SE/SEK	5 540 000	345 973	2.2
Mekonomen	SE/SEK	1 194 000	241 785	1.5
Nobia	SE/SEK	4 719 306	411 052	2.6
Thule	SE/SEK	2 700 000	272 025	1.7
Unibet SDB	MT/SEK	1 112 577	561 851	3.5
XXL	NO/NOK	1 400 000	127 325	0.8
			<b>2 673 446</b>	<b>16.8</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>			<b>15 006 055</b>	<b>94.1</b>

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
<b>OTHER FINANCIAL INSTRUMENTS</b>				
<b>CONSUMER DISCRETIONARY</b>				
Kambi	MT/SEK	1 850 000	128 575	0.8
			<b>128 575</b>	<b>0.8</b>
<b>TOTAL OTHER FINANCIAL INSTRUMENTS</b>			<b>128 575</b>	<b>0.8</b>
<b>TOTAL FINANCIAL INSTRUMENTS</b>			<b>15 134 630</b>	<b>94.9</b>
Other assets and liabilities, net			819 427	5.1
<b>TOTAL NET ASSET</b>			<b>15 954 057</b>	<b>100.0</b>
<b>TOTAL EXPOSURE TO COMPANIES OR GROUP OF COMPANIES</b>				
Husqvarna				2.8

### Accounting principles

The fund's accounting principles are based on Generally Accepted Accounting Principles and are, where appropriate, prepared in accordance with the Swedish Investment Funds Act (2004:46), the Swedish Financial Supervisory Authority's regulations FFFS 2013:9, the Swedish Financial Supervisory Authority's guidance, the Swedish Investment Fund Associations guidelines and also the Swedish Accounting Act.

### Valuation of financial instruments

The fund's financial instruments including liabilities and derivatives are valued at their current market value. The current market value is established using different methods, which are applied in the following order:

1. If the financial instrument is traded on an active market, the closing price on the balance sheet date is used.
2. If the financial instrument is not traded on an active market, the current market value is derived on the basis of similar transactions that have taken place under market conditions over the past period.
3. If methods 1 or 2 cannot be applied, or will be obviously misleading, the current market value is established using a valuation model established on the market.



## Management report

### Investment policy:

Lannebo Småbolag Select is an actively managed equity fund (non-UCITS) that invests in small and medium-sized listed companies in the Nordic region, with the emphasis on Sweden. The companies in which the fund invests may at most have a market capitalization equal to 1 per cent of the Swedish stock market's total market capitalization. By mid-year 2015, this meant a market capitalization of approximately SEK57bn.

### Fund Manager:

Mats Gustafsson  
mats.gustafsson@lannebofonder.se

### The fund's performance

Assets under management increased from SEK2.3bn at the beginning of the year to SEK2.5bn as of the end of June. The net of inflows to and outflows from the fund was SEK-11m during the first half of the year.

During the first half of 2015, the net asset value in Lannebo Småbolag Select increased by 9.7 per cent. Carnegie Small Cap Return Index Sweden (CSRX) increased by 12.2 per cent during the same period.

### Comments to the fund's performance

Overall, the earnings trend from the fund's holdings has been satisfactory. After a long upswing period, the fund now has a more cautious approach, which resulted in the fund not quite following the sharp stock market rise at the beginning of the year.

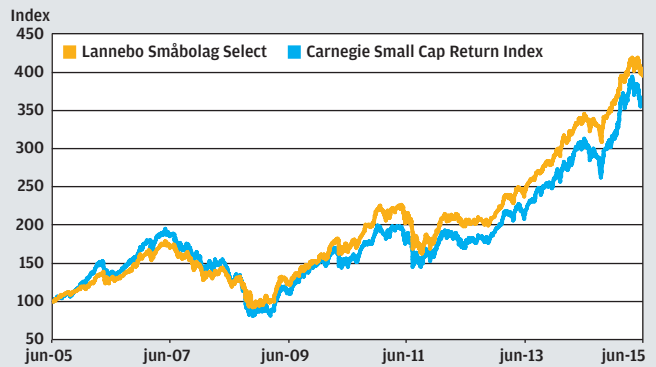
Axis Communications, a network video solutions provider, was the holding that contributed the most to the fund's performance. In February the Japanese company Canon made a cash bid for Axis Communications. The bid premium was 50 per cent and in April the fund accepted the offer. The Danish jewellery company Pandora continues to do well on the stock market. Thanks to strong earnings growth, shares increased over 45 per cent during the first half of the year. The shares of refrigeration components company, Beijer Ref, increased by 35 per cent during the period due to, among others, the company's continued

overseas expansion. During the spring, Beijer Ref acquired a business in both New Zealand and Australia, providing a foothold for future growth. Also the kitchen company Nobia excelled after a strong first quarter. After the sale of its French operations, Nobia, has a strong financial position and a well-run business in the Nordic countries and in the UK. The shares of Norwegian recycling company Tomra Systems also performed well as a result of the strong order intake of sorting machines.

Only a few holdings exhibited a negative share price performance during the first half of the year, with clothing company KappAhl being the biggest disappointment. KappAhl's earnings development was weak during the period, partly due to the cold spring. The shares of component vendor Bufab also fell back. In early 2015 Bufab reported weak year-end results, and the share has still not recovered. Common for both KappAhl and Bufab is that a large proportion of their products are purchased in USD. The past year's stronger USD has led to increased purchasing costs.

Transaction activity has been relatively high in the fund as a result of the strong stock market early in the year. The fund has reduced the proportion of cyclical stocks in favour of companies in the healthcare sector. At the beginning of the year the fund invested in Recipharm, a company that provides contract-manufacturing services of pharmaceuticals. We believe that Recipharm has good growth opportunities going forward both organically

## Performance 30/06/05 – 30/06/15



The return during the recommended five-year investment horizon has been 134.4 per cent.

and through acquisitions. Vitrolife and Össur are two new holdings that both provide medical devices. Vitrolife sells fertility treatment products, which is a growing market due to global trends, such as a growing middle class, parents having children later in life and an increased acceptance of IVF treatment (also known as In Vitro Fertilization). Icelandic Össur is the world's second largest manufacturer of prostheses. The company also manufactures products such as knee and wrist support. A key driver to Össur's organic growth is the rise in life expectancy globally.

In January, the fund invested in Sweco, a well-managed consulting firm. Through the years Sweco has reported both organic growth and growth through successful acquisitions. In early June Sweco announced their intent to acquire the Dutch firm Grontmij.

The fund reinvested in Mekonomen, one of the leading car-parts chain in Scandinavia. Mekonomen's operations in Sweden and Norway are well run. However, the Danish operations have proved to be a headache over a longer period and Mekonomen is currently in the process of closing all their Danish stores.

A new holding is also the property company Kungsleden. Tax processes and interest costs have hampered the company's earnings in recent years. However, Kungsleden's interest costs are now lower and the company's financial standing is good.

The fund participated in the IPO of Dustin, which is an e-commerce-based

distributor of IT products. The fund also invested in the shares of the market leading elevator manufacturer Alimak in conjunction with their listing in June.

During the period, the fund divested a number of holdings, including industrial companies Hexpol and Indutrade. In recent years both companies have had a strong performance, both operationally and in terms of the share price. The valuation of these companies has therefore, in our view, risen to less attractive levels. Consumer companies Olvi and Cloetta were also divested. In both cases, profit growth has not quite matched our expectations. The same applies to the Danish industrial group NKT Holding, which was divested in June. Holdings in NIBE Industrier and gaming company Unibet were reduced during the first half of the year.

At the end of the first six months of the year the fund's five largest holdings were OEM International, Munksjö, Wihlborgs Fastigheter, Beijer Ref and Mekonomen.

**OEM International**, with headquarters in Tranås, sells components to industrial customers. Sweden is by far the company's largest market, but OEM International is represented in a total of 13 European countries.

Specialty paper company **Munksjö** is the market leader in a number of product areas, such as electro-technical papers as well as decor paper used in the furniture industry.

**Wihlborgs Fastigheter** has an attractive property portfolio in the Öresund-region. Malmö, in southern Sweden, is the largest sub-market, where Wihlborgs

# LANNEBO SMÅBOLAG SELECT

Fastigheter has been a driving force in the development of the Västra Hamnen area. Beijer Ref sells products within refrigeration and air conditioning, predominantly as agency products. Europe is the company's principle market, but Beijer Ref has expanded into Africa and Oceania. The largest end-customer segment is grocery stores and components for refrigerators and freezers.

**Mekonomen** is one of the leading car parts store chain. Through its network of stores, Mekonomen sells auto parts to affiliated Mekonomen workshops as well as directly to consumers.

## Other Information

The fund closed for further investments from April 1, 2015.

## Material risks

Investments in equities are associated with market risk in the form of fluctuations in share prices. In a fund this risk is reduced by the fund holding shares in different companies, the prices of which do not move in exactly the same way. This is known as diversification. In special funds, this diversification effect may be smaller than in a traditional mutual fund as a result of special funds having the opportunity for a more concentrated portfolio than traditional mutual funds.

The fund seeks a level of risk, measured as the standard deviation of the variation in the fund's total return,

which over time is in line with the stock market as a whole (measured by Carnegie Small Cap Return Index). At mid-year, this measure of market risk was substantially lower for the fund than the stock market as a whole.

The concentration of the fund's holdings can be slightly higher in comparison to a traditional mutual fund. Overall, the diversification effect was very good.

The fund's currency exposure was about 18 per cent and relates to exposures in holdings denominated in Danish and Norwegian crowns respectively and Finnish holdings denominated in Euro. The risk associated with the currency

exposure is low.

Shares in small companies generally have lower liquidity, which require greater emphasis on the management of liquidity risk in the fund. The fund is diversified across different issuers, which means liquidity risk is low.

## Fund facts Lannebo Småbolag Select, reg no 504400-7929

Launch date 31/10/00

Performance	30/06/15	31/12/14	31/12/13	31/12/12	31/12/11	31/12/10	31/12/09	31/12/08	31/12/07	31/12/06
Net asset, SEK thousands	2 517 448	2 271 372	2 028 424	1 638 086	1 546 352	1 966 977	1 501 272	991 501	1 680 261	2 136 657
NAV, SEK	977.47	1 002.12	1 066.40	1 023.00	956.02	1 131.43	1 011.02	681.07	1 059.67	1 195.74
Number of outstanding units, thousand	2 575	2 267	1 902	1 601	1 617	1 738	1 485	1 456	1 587	1 787
Dividend, SEK per unit	0.00	0.00	0.00	39.49	0.00	22.87	0.00	0.00	0.00	0.00
Annual return <sup>1</sup> , %	9.7	24.1	36.7	12.6	-13.8	42.5	60.9	-35.7	-7.8	35.9
Carnegie Small Cap Return Index <sup>2</sup> , %	12.2	21.6	36.6	12.6	-13.2	30.6	68.9	-44.4	-6.9	37.5
Benchmark, %	1.5	3.6	4.1	4.9	5.1	3.7	3.9	7.7	6.7	5.4
<b>Risk and growth</b>										
Standard deviation, %	9.3	8.8	9.9	16.8	21.1					
Standard deviation benchmark, %	13.3	11.7	12.7	16.1	20.4					
Tracking error, %	6.7	4.5	5.7	5.6	6.2					
Sharpe ratio	2.6	3.0	2.1	neg	0.6					
Active Share, %	82									
<b>Average annual return</b>										
- 24 months, %	27.4	30.2	24.1	-0.9	10.8					
- 5 yrs, %	18.6	18.6	24.9	7.4	3.2					
<b>Costs<sup>3</sup></b>										
Management fee (including performance fee), %	4.8	5.1	4.5	0.7	0.7					
Transaction costs <sup>4</sup> , SEK thousands	2 170	2 069	1 858	1 427	1 452					
Transaction costs, %	0.1	0.1	0.1	0.1	0.1					
Analysis costs <sup>4</sup> , SEK thousands	860									
Analysis costs, %	0.0									
Ongoing charges, %	0.7	0.7	0.7	0.7	0.7					
Sales and redemption fee,%	0.0	0.0	0.0	0.0	0.0					
Total costs										
- for a single purchase SEK 10 000	431	430	430	75	61					
- for a single purchase SEK 100 000	4 308	4 304	4 298	752	611					
<b>Turnover</b>										
Turnover ratio	0.5	0.3	0.4	0.3	0.3					
<b>Leverage</b>										
	<b>Gross method</b>	<b>Commitment approach</b>								
Maximum leverage, %	94.9	94.9								
Minimum leverage, %	86.4	86.4								
Average leverage, %	90.8	90.8								
As at balance sheet date, %	92.2	92.2								

1) For an investment made at the beginning of each year.

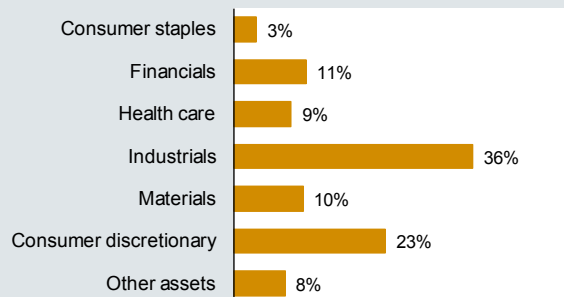
2) Carnegie Small Cap Return Index Sweden is an established re-investing and dividend-paying index that includes small and medium-sized companies at NASDAQ OMX Nordic, which best reflect the fund's investment rules.

3) Refers to the costs for the last twelve months.

4) Research costs have previously been a component of transaction costs but as of January 1 2015 research costs have been separated from transaction costs and are presented on a separate line.



## Sector allocation 30/06/15



### TOP HOLDINGS

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
OEM International B	155 628	6.2
Munksjö	132 118	5.2
Wihlborgs Fastigheter	118 602	4.7
Beijer Ref B	117 990	4.7
Mekonomen	114 193	4.5

## Balance sheet, SEK thousands

	30/06/15	31/12/14
<b>Assets</b>		
Transferable securities	2 324 176	2 144 533
<b>Total financial instruments with a positive market value (note 1)</b>	<b>2 324 176</b>	<b>2 144 533</b>
Investment in accounts with credit institutions	205 166	219 619
<b>Total investments with a positive market value</b>	<b>205 166</b>	<b>219 619</b>
Pre-paid expenses and accrued income	1 023	652
<b>Total assets</b>	<b>2 530 365</b>	<b>2 364 804</b>
<b>Liabilities</b>		
Accrued expenses and deferred income	-1 543	-93 432
Other liabilities	-11 374	0
<b>Total liabilities</b>	<b>-12 917</b>	<b>-93 432</b>
<b>Total net asset (note 2)</b>	<b>2 517 448</b>	<b>2 271 372</b>

Note 1 See holdings in financial instruments below

### Note 2 Change in net asset

	2 271 372	2 028 424
<b>Net asset in the beginning of the year</b>	<b>2 271 372</b>	<b>2 028 424</b>
Unit issue	127 638	71 866
Unit redemption	-138 432	-292 515
Net result according to income statement	256 870	463 597
<b>Net asset at the end of the year</b>	<b>2 517 448</b>	<b>2 271 372</b>

# LANNEBO SMÅBOLAG SELECT

Investments in financial instruments as at 30/06/15  
(expressed in SEK thousands)

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
<b>TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>				
<b>CONSUMER STAPLES</b>				
Matas	DK/DKK	486 313	85 786	3.4
			<b>85 786</b>	<b>3.4</b>
<b>FINANCIALS</b>				
Fabege	SE/SEK	743 518	84 092	3.3
Kungsleden	SE/SEK	1 266 588	71 246	2.8
Wihlborgs Fastigheter	SE/SEK	878 536	118 602	4.7
			<b>273 940</b>	<b>10.9</b>
<b>HEALTH CARE</b>				
Recipharm B	SE/SEK	519 666	80 548	3.2
Vitrolife	SE/SEK	560 306	92 170	3.7
Össur hf	IS/DKK	1 626 500	46 108	1.8
			<b>218 826</b>	<b>8.7</b>
<b>INDUSTRIALS</b>				
Alimak	SE/SEK	568 658	54 591	2.2
Beijer Alma B	SE/SEK	282 674	50 740	2.0
Beijer Ref B	SE/SEK	690 000	117 990	4.7
Bufab	SE/SEK	614 206	30 219	1.2
Fagerhult	SE/SEK	628 014	89 178	3.5
Lindab	SE/SEK	1 318 265	92 476	3.7
NIBE Industrier B	SE/SEK	123 355	27 743	1.1
OEM International B	SE/SEK	1 402 055	155 628	6.2
Sweco B	SE/SEK	741 563	80 645	3.2
Tomra Systems	NO/NOK	1 291 410	97 421	3.9
Trelleborg B	SE/SEK	417 115	63 944	2.5
VBG Group B	SE/SEK	366 646	46 014	1.8
			<b>906 589</b>	<b>36.0</b>
<b>MATERIALS</b>				
BillerudKorsnäs	SE/SEK	680 942	88 727	3.5
Holmen B	SE/SEK	175 000	42 333	1.7
Munksjö	FI/EUR	1 490 670	132 118	5.2
			<b>263 177</b>	<b>10.5</b>
<b>CONSUMER DISCRETIONARY</b>				
Duni	SE/SEK	528 603	59 336	2.4
Dustin Group	SE/SEK	399 261	22 558	0.9
Gränges	SE/SEK	635 000	37 465	1.5
Kappahl	SE/SEK	2 262 991	65 853	2.6
Mekonomen	SE/SEK	563 918	114 193	4.5
Nobia	SE/SEK	1 107 492	96 463	3.8
Pandora	DK/DKK	95 264	84 790	3.4
Thule	SE/SEK	779 402	78 525	3.1
Unibet SDB	MT/SEK	33 020	16 675	0.7
			<b>575 858</b>	<b>22.9</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>			<b>2 324 176</b>	<b>92.3</b>
<b>TOTAL FINANCIAL INSTRUMENTS</b>			<b>2 324 176</b>	<b>92.3</b>
Other assets and liabilities, net			193 272	7.7
<b>TOTAL NET ASSET</b>			<b>2 517 448</b>	<b>100.0</b>

## Accounting principles

The fund's accounting principles are based on Generally Accepted Accounting Principles and are, where appropriate, prepared in accordance with the the Swedish Alternative Investment Funds Managers Act (2013:561), the Swedish Financial Supervisory Authority's regulations (FFFS 2013:10) regarding Alternative Investment Fund Managers, AIFM-regulations, the Swedish Financial Supervisory Authority's guidance, the Swedish Investment Fund Associations guidelines and also the Swedish Accounting Act.

## Valuation of financial instruments

The fund's financial instruments including liabilities and derivatives are valued at their current market value. The current market value is established using different methods, which are applied in the following order:

1. If the financial instrument is traded on an active market, the closing price on the balance sheet date is used.
2. If the financial instrument is not traded on an active market, the current market value is derived on the basis of similar transactions that have taken place under market conditions over the past period.
3. If methods 1 or 2 cannot be applied, or will be obviously misleading, the current market value is established using a valuation model established on the market.



## Management report

### Investment policy:

Lannebo Sverige is an actively managed equity fund that invests in equities on the Swedish stock market.

### Fund Managers:

Lars Bergkvist/Martin Wallin  
[lars.bergkvist@lannebofonder.se](mailto:lars.bergkvist@lannebofonder.se)  
[martin.wallin@lannebofonder.se](mailto:martin.wallin@lannebofonder.se)



## The fund's performance

Assets under management increased from SEK3.1bn at the start of the year to SEK3.3bn as per end of June. The net of inflows to and out flows from the fund was SEK-208m during the period.

Lannebo Sverige increased during the period by 13.5 per cent, while the Stockholm Stock Exchange (SIXPRX) increased by 10.1 per cent.

## Comments to the fund's performance

The holdings that contributed most positively to the fund's performance were Eltel, Sandvik, Swedish Orphan Biovitrum (SOBI), Nobia and Autoliv.

During the period Eltel, a provider of infrastructure networks, went public. The share has performed well due to good order intake, a strong cash flow and a low valuation when listing. Sandvik's shares performed strongly after the company's cost cutting started to yield results, and the company elected a new chairman, Johan Molin, who has significant experience in restructuring work. SOBI, which develops drugs for haemophiliacs, successfully launched products during the year. The share price soared when the company received a takeover offer, which, however, did not result in any deal. Kitchen manufacturer Nobia divested its loss-making activities. The company has good demand in its core markets, and the strong balance sheet also provides

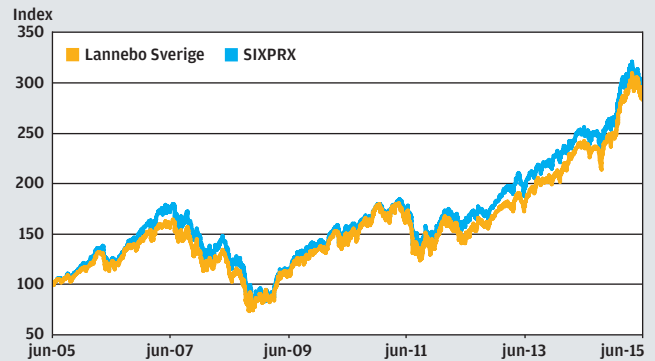
for future acquisition opportunities. Autoliv continues to perform better than the underlying automotive market. The company has benefited from its Japanese competitor Takata's quality issues.

Of the fund's holdings, Ericsson, Holmen and Net Insight had the poorest performance. Ericsson announced weak results in its telecom equipment division for the first quarter. Holmen has, despite relatively stable earnings growth, fallen due to concerns over the planned capacity increase for the paperboard market and the continued weak demand for printing paper. During the first six months, Net Insight announced few larger orders, which probably contributed to the low interest in the share.

The largest net investments were made in Hennes & Mauritz, Swedbank, SKF, Atlas Copco and Eltel. We estimate that Hennes & Mauritz is entering a better phase after several years of lower earnings growth. After a relatively weak share price performance, we have increased our position in Swedbank at attractive price levels. We estimate that the SKF share is interesting given the company is entering a period of cost savings and rationalization. After a disappointing report and a share price decline, the fund has invested in Atlas Copco as we now estimate that the valuation is reasonable considering the company's long-term potential.

Larger net divestments were made in SCA, Nordea, ABB, Trelleborg and Mil-

## Performance 30/06/05 - 30/06/15



The return during the recommended five-year horizon has been 97.5 per cent.

licom. The fund's holding in Nordea was reduced when the share was valued up and the discounted value in comparison to the other banks decreased. Holdings in SCA, ABB and Trelleborg were divested when the shares reached price levels with limited future potential. Millicom was divested given the company's underlying markets have matured.

The fund's five largest holdings at the end of the period were Swedbank, Hennes & Mauritz, Nordea, Volvo and Ericsson.

**Swedbank** has the largest retail client base among the Swedish banks, but it even has a significant corporate client business. In addition, the bank has a leading position in the Baltic countries. As a result of substantial improvements in terms of both the cost base and the capital structure, the bank's good return on capital, together with current dividend levels, provides an attractive return.

**Hennes & Mauritz** is a global clothing chain with 3,600 stores in 59 markets. After a period of weaker profit growth, partly due to high expansion costs, we estimate that the company's earnings growth will increase.

**Nordea** is the largest of the Nordic banks. The bank currently has approximately eleven million retail customers and 700 offices, as well as strong market positions in both the consumer and corporate segments. The bank is also a leading provider of life and pension solutions. The bank's size and breadth

of operations, both in terms of product and geography, provide opportunities for diversification and economies of scale.

**Volvo** is a leading manufacturer of trucks, buses, and construction equipment. Demand for trucks is primarily driven by an aging truck fleet in the Western world, and by new needs in the emerging markets. Demand for construction machinery is also driven by the need for infrastructure development in emerging markets. Our assessment is that the company's extensive change management initiative will lead to a more streamlined corporate structure with higher productivity and improved margins over time, which is not reflected in the current share price.

**Ericsson** is a global leader in the telecommunications systems market. About 40 per cent of the world's mobile traffic passes through systems delivered by Ericsson, and the company holds 37,000 patents in the mobile telephony sector. Our assessment is that Ericsson is facing a period of greater profitability given the company's initiatives to reduce costs. Several of Ericsson's competitors have weak profitability and the industry continues to consolidate. The growth of network traffic requires operators to upgrade capacity, which is profitable for Ericsson.

## Material risks

Investments in equities are associated with market risk in the form of share price fluctuations. In a fund, this risk is reduced by the fund holding a variety of different shares in companies, the prices of which do not move in exactly the same way. This is known as diversification.

At the end of the period, the fund was relatively concentrated. Overall, the diversification effect is good. Market risk, measured as the standard deviation of the fund, was lower than

the stock market as a whole (measured as SIXPRX).

Relevant risk levels are continuously monitored and followed up and assessed with the help of regular stress tests. Appropriate risk measures are used to assess the fund's risk profile. Follow-up of the fund's concentration level and the degree of active management are also included as measures used to manage the fund's risk exposures. The fund was managed in accordance with the fund's risk profile during the half year.

## Fund facts Lannebo Sverige, reg no 504400-7796

Launch date 04/08/00

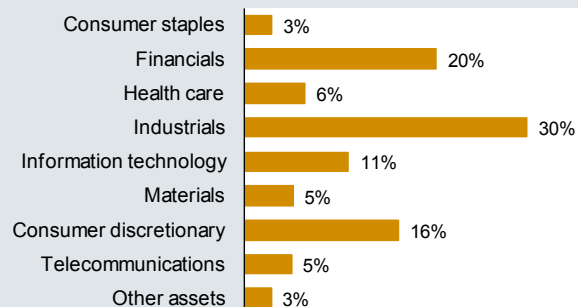
Performance	30/06/15	31/12/14	31/12/13	31/12/12	31/12/11	31/12/10	31/12/09	31/12/08	31/12/07	31/12/06
Net asset, SEK thousands	3 257 354	3 054 270	2 864 241	2 942 835	2 677 589	4 410 498	2 393 800	572 015	665 045	1 110 150
NAV, SEK	29.18	25.71	21.54	17.24	15.58	19.37	14.81	9.61	15.88	18.21
Number of outstanding units, thousand	111 646	118 802	132 946	170 719	171 854	227 662	161 613	59 503	41 892	60 979
Dividend, SEK per unit	0.00	0.00	0.00	0.81	0.25	0.10	0.18	0.54	0.87	0.61
Annual return, %	13.5	19.4	24.9	15.9	-18.3	31.5	56.0	-35.7	-8.2	25.4
SIX Portfolio Return Index <sup>1</sup> , %	10.1	15.9	28.0	16.7	-13.6	26.9	53.3	-39.1	-2.6	28.7
<b>Risk and growth</b>										
Standard deviation, %	11.4	9.8	13.5	19.4	20.6					
Standard deviation benchmark, %	11.3	9.3	11.7	15.6	17.2					
Tracking error, %	3.3	3.2	4.2	6.1	6.0					
Sharpe ratio	2.1	2.0	1.4	neg	0.2					
Active Share, %	52									
<b>Average annual return</b>										
- 24 months, %	26.1	22.1	20.3	-2.7	3.7					
- 5 yrs, %	14.4	13.2	19.4	4.5	-0.2					
<b>Costs<sup>2</sup></b>										
Management fee, %	1.6	1.6	1.6	1.6	1.6					
Transaction costs <sup>3</sup> , SEK thousands	10 338	10 622	10 970	10 523	14 479					
Transaction costs, %	0.1	0.1	0.1	0.1	0.1					
Research costs <sup>3</sup> , SEK thousands	5 635									
Research costs, %	0.0									
Ongoing charges, %	1.6	1.6	1.6	1.6	1.6					
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0					
Total costs										
- for a single purchase SEK 10 000	183	177	181	176	143					
- for monthly payments SEK 100	11	11	11	11	9					
<b>Turnover</b>										
Turnover ratio	1.8	1.4	1.6	1.6	1.5					

1) The SIX Portfolio Return Index is an index devised on the basis of reflecting market trends for companies on the Stockholm Stock Exchange, with the restriction that no company may exceed 10% and that companies comprising 5% or more must not total more than 40% together (weighting restriction in accordance with UCITS). This means that the index reflects the fund's investment rules well. The Six Portfolio Return Index takes account of the return the shareholders receive in the form of a dividend.

2) Refers to the costs for the last twelve months.

3) Research costs have previously been a component of transaction costs but as of January 1 2015 research costs have been separated from transaction costs and are presented on a separate line.

## Sector allocation 30/06/15



TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
Swedbank A	230 220	7,1
H&M B	229 281	7,0
Nordea	202 664	6,2
Volvo B	197 054	6,0
Ericsson B	171 800	5,3

## Balance sheet, SEK thousands

	30/06/15	31/12/14
<b>Assets</b>		
Transferable securities	3 163 149	2 968 697
<b>Total financial instruments with a positive market value (note 1)</b>	<b>3 163 149</b>	<b>2 968 697</b>
Investment in accounts with credit institutions	165 555	84 932
<b>Total investments with a positive market value</b>	<b>165 555</b>	<b>84 932</b>
Other assets	14 101	14 896
<b>Total assets</b>	<b>3 342 805</b>	<b>3 068 525</b>
<b>Liabilities</b>		
Tax liabilities	0	-2 050
Accrued expenses and deferred income	-4 377	-4 122
Other liabilities	-81 074	-8 083
<b>Total liabilities</b>	<b>-85 451</b>	<b>-14 255</b>
<b>Total net asset (note 2)</b>	<b>3 257 354</b>	<b>3 054 270</b>

Note 1 See holdings in financial instruments below

## Note 2 Change in net asset

	30/06/15	31/12/14
<b>Net asset in the beginning of the year</b>	<b>3 054 270</b>	<b>2 864 241</b>
Unit issue	254 451	442 672
Unit redemption	-462 440	-777 843
Net result according to income statement	411 073	525 200
<b>Net asset at the end of the period</b>	<b>3 257 354</b>	<b>3 054 270</b>

Investments in financial instruments as at 30/06/15  
(expressed in SEK thousands)

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
<b>TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>				
<b>CONSUMER STAPLES</b>				
Swedish Match	SE/SEK	414 000	97 621	3.0
			<b>97 621</b>	<b>3.0</b>
<b>FINANCIALS</b>				
D Carnegie & Co B	SE/SEK	1 522 541	79 172	2.4
Nordea	SE/SEK	1 960 000	202 664	6.2
SEB A	SE/SEK	1 390 000	147 340	4.5
Swedbank A	SE/SEK	1 191 000	230 220	7.1
			<b>659 396</b>	<b>20.2</b>
<b>HEALTH CARE</b>				
Meda A	SE/SEK	1 013 500	116 958	3.6
Swedish Orphan Biovitrum	SE/SEK	861 100	94 721	2.9
			<b>211 679</b>	<b>6.5</b>
<b>INDUSTRIALS</b>				
Alfa Laval	SE/SEK	608 000	88 707	2.7
Atlas Copco B	SE/SEK	385 000	79 503	2.4
Eltel	SE/SEK	1 000 000	94 500	2.9
SKF B	SE/SEK	767 000	145 040	4.5
Saab B	SE/SEK	597 946	121 204	3.7
Sandvik	SE/SEK	1 425 000	130 601	4.0
Skanska B	SE/SEK	682 000	114 576	3.5
Volvo B	SE/SEK	1 915 000	197 054	6.0
			<b>971 184</b>	<b>29.8</b>
<b>INFORMATION TECHNOLOGY</b>				
Ericsson B	SE/SEK	2 000 000	171 800	5.3
IFS B	SE/SEK	487 303	130 597	4.0
Net Insight B	SE/SEK	21 294 455	56 217	1.7
			<b>358 615</b>	<b>11.0</b>
<b>MATERIALS</b>				
BillerudKorsnäs	SE/SEK	744 447	97 001	3.0
Holmen B	SE/SEK	302 895	73 270	2.2
			<b>170 272</b>	<b>5.2</b>
<b>CONSUMER DISCRETIONARY</b>				
Autoliv SDB	US/SEK	132 000	127 776	3.9
Electrolux B	SE/SEK	267 000	69 367	2.1
H&M B	SE/SEK	718 300	229 281	7.0
Nobia	SE/SEK	1 183 152	103 053	3.2
			<b>529 476</b>	<b>16.3</b>
<b>TELECOMMUNICATIONS</b>				
Tele2 B	SE/SEK	499 000	48 104	1.5
TeliaSonera	SE/SEK	2 393 000	116 802	3.6
			<b>164 906</b>	<b>5.1</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>			<b>3 163 149</b>	<b>97.1</b>
<b>TOTAL FINANCIAL INSTRUMENTS</b>			<b>3 163 149</b>	<b>97.1</b>
Other assets and liabilities, net			94 205	2.9
<b>TOTAL NET ASSET</b>			<b>3 257 354</b>	<b>100.0</b>
<b>TOTAL EXPOSURE TO COMPANIES OR GROUP OF COMPANIES</b>				
SEB				7.4

## Accounting principles

The fund's accounting principles are based on Generally Accepted Accounting Principles and are, where appropriate, prepared in accordance with the Swedish Investment Funds Act (2004:46), the Swedish Financial Supervisory Authority's regulations FFPS 2013:9, the Swedish Financial Supervisory Authority's guidance, the Swedish Investment Fund Associations guidelines and also the Swedish Accounting Act.

## Valuation of financial instruments

The fund's financial instruments including liabilities and derivatives are valued at their current market value. The current market value is established using different methods, which are applied in the following order:

1. If the financial instrument is traded on an active market, the closing price on the balance sheet date is used.
2. If the financial instrument is not traded on an active market, the current market value is derived on the basis of similar transactions that have taken place under market conditions over the past period.
3. If methods 1 or 2 cannot be applied, or will be obviously misleading, the current market value is established using a valuation model established on the market.



## Management report

### Investment policy:

Lannebo Sverige 130/30 is an actively managed equity fund that mainly invests in equities on the Swedish stock market. The fund is fundamentally similar to Lannebo Sverige but in some respects, the fund has wider investment rules. 130/30 reflects the fund's ability to invest more than 100% of the fund's assets, e.g., 130% in shares that the management company is positive about and, at the same time, balance this by reducing its share exposure by, for example, 30% through the sale of stock the fund does not own so-called short selling.

### Fund Managers:

Lars Bergkvist/Martin Wallin  
[lars.bergkvist@lannebofonder.se](mailto:lars.bergkvist@lannebofonder.se)  
[martin.wallin@lannebofonder.se](mailto:martin.wallin@lannebofonder.se)



## The fund's performance

Assets under management increased from SEK2.5bn at the beginning of the year to SEK3.3bn at the end of June. The net of inflows to and the outflows from the fund was SEK520m during the period.

Lannebo Sverige 130/30 increased during the period by 13.5 per cent, while the Stockholm Stock Exchange (SIXPRX) increased by 10.1 per cent.

## Comments to the fund's performance

The holdings that contributed most positively to the fund's performance were Eltel, Sandvik, Swedish Orphan Biovitrum (SOBI), Nobia, Autoliv and ICA Gruppen.

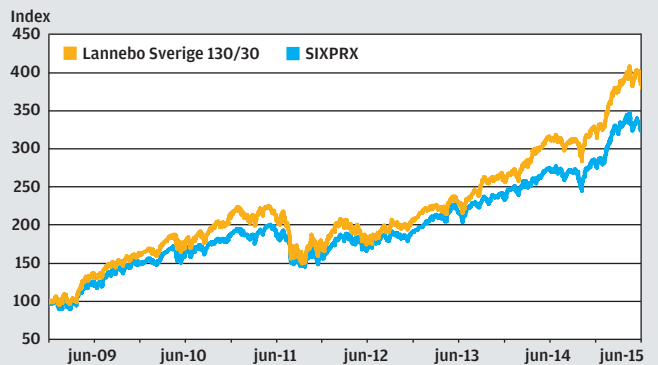
During the period Eltel, a provider of infrastructure networks, listed. The share has performed well due to good order intake, a strong cash flow and a low valuation when listing. Sandvik's shares performed strongly after the company's cost cutting started to yield results and the company elected a new chairman Johan Molin, who has significant experience in restructuring work. SOBI, which develops drugs for haemophiliacs, successfully launched products during the year. The share price soared when the company received a takeover offer, which, however, did not result in any deal. Kitchen manufacturer Nobia divested its loss-making activities. The company has good demand in its core markets, and the strong balance sheet also provides

for future acquisition opportunities. Autoliv continues to perform better than the underlying automotive market. The company has benefited from its Japanese competitor Takata's quality issues. The fund's short selling of ICA Gruppen has contributed positively to the fund's performance as the share performed poorly during the period.

Ericsson and Nokia were the holdings with the worst performance during the period. Both companies announced disappointing results in their telecom equipment divisions for the first quarter. Even the shares of Holmen and Net Insight fell. Net Insight announced few larger orders, which probably contributed to the low interest in the share. Holmen has, despite relatively stable earnings growth, fallen due to concerns over the planned capacity increase for the paperboard market and the continued weak demand for printing paper.

The largest net investments were made in Hennes & Mauritz, Swedbank, SKF, Atlas Copco and Eltel. We estimate that Hennes & Mauritz is entering a better phase after several years of lower earnings growth. After a relatively weak share price performance, we have increased our position in Swedbank at attractive price levels. We consider the SKF share to be attractive given the company is entering a period of cost savings and rationalization. After a disappointing report and a share price decline, the fund has invested in

## Performance 11/12/08 - 30/06/15



The return during the recommended five-year horizon has been 114.4 per cent.

Atlas Copco as we now estimate that the valuation is reasonable considering the company's long-term potential.

Larger net divestments were made in ABB, SCA, Trelleborg, Lundin Petroleum and Nordea. The holdings in ABB, SCA, Trelleborg and Lundin Petroleum were divested when the shares reached price levels where potential is limited. The fund's holding in Nordea was reduced when the share was valued up and the discounted value in comparison to the other banks decreased.

The fund's five largest holdings at the end of the period were Swedbank, Hennes & Mauritz, Nordea, Volvo and Ericsson.

**Hennes & Mauritz** is a global clothing chain with 3,600 stores in 59 markets. After a period of weaker profit growth, partly due to high expansion costs, we estimate that earnings growth will increase.

**Swedbank** has the largest retail client base among the Swedish banks, but it even has a significant corporate client business. In addition, the bank has the leading position in the Baltic countries. As a result of substantial improvements in terms of both the cost base and capital structure the bank's good return on capital, together with current dividend levels, provides an attractive return.

**Nordea** is the largest of the Nordic banks. The bank has approximately eleven million retail customers and 700 offices, as well as strong market positions in both the consumer and corporate seg-

ments. The bank is also a leading provider of life and pension solutions. The bank's size and breadth of operations, both in terms of product and geography, provide opportunities for diversification and economies of scale.

**Volvo** is a leading manufacturer of trucks, buses, and construction equipment. Demand for trucks is primarily driven by an aging truck fleet in the Western world, and by new needs in the emerging markets. Demand for construction machinery is also driven by the need for infrastructure development in emerging markets. Our assessment is that the company's extensive change management initiative will lead to a more streamlined corporate structure with higher productivity and improved margins over time, which is not reflected in the current share price.

**Ericsson** is a global leader in the telecommunications systems market. About 40 per cent of the world's mobile traffic passes through systems delivered by Ericsson, and the company holds 37,000 patents in the mobile telephony sector. Our assessment is that Ericsson is facing a period of greater profitability given the company's initiatives to reduce costs. Several of Ericsson's competitors have weak profitability and the industry continues to consolidate. The growth of network traffic requires operators to upgrade capacity, which is profitable for Ericsson.

# LANNEBO SVERIGE 130/30

## Material risks

Investments in equities are associated with market risk in the form of share price fluctuations. In a fund, this risk is reduced by the fund holding a variety of different shares in companies, the prices of which do not move in exactly the same way. This is known as diversification.

At the end of the period, the fund was relatively concentrated. Overall, the diversification effect is however very good. Market risk, measured as the standard deviation of the fund, was at the end of June slightly higher than the stock market as a whole (measured as SIXPRX).

Unlike traditional equity funds, Lannebo Sverige 130/30 is able to take both long and short positions in shares and equity-related instruments, which

can have both a positive and a negative effect on the fund's market risk. The fund's net exposure measures the sum of all long positions minus the sum of all short positions, and is a measure of the fund's leverage. Lannebo Sverige 130/30 can have a net exposure of between 50 and 150 per cent with an aspiration to have a net exposure of around 100 per cent over time. Gross exposure measures the sum of all long and short positions, and for Lannebo Sverige 130/30 may be at a maximum of 200 per cent. At mid year, the fund's net exposure was 97 per cent and the fund's gross exposure was 114 per cent. The fund thus had a relatively low gross exposure. A high gross exposure means a risk of the fund losing value on both the long and the short position, which could lead to a greater total

loss than is the case with a portfolio that does not take short positions.

Lannebo Sverige 130/30 has the opportunity to use derivatives as part of the fund's investment policy. The use of derivatives is not normally intended to increase the fund's total risk level. In order to measure the fund's gross exposure from derivatives, the so-called commitment method is applied, which means that derivatives are converted to equivalent positions in the underlying assets. At the end of the mid-year period, the gross exposure from derivatives, techniques and instruments, calculated using the commitment method, was relatively limited and was 8 per cent of the fund's value.

In addition to Swedish transferable securities, the fund has the ability to, to a certain extent, invest in foreign

financial instruments. The currency exposure of the fund was 9 per cent as of the end of the period and is related to holdings denominated in Danish crowns and Finnish holdings denominated in Euros. The risk associated with these exposures was low.

Relevant risk levels are continuously monitored and followed up and assessed with the help of regular stress tests. Appropriate risk measures are used to assess the fund's risk profile. Follow-up of the fund's concentration level and the degree of active management are also included as measures used to manage the fund's risk exposures. The fund was managed in accordance with the fund's risk profile during the half year.

## Fund facts Lannebo Sverige 130/30, reg no 515602-2989

Launch date 11/12/08

Performance	30/06/15	31/12/14	31/12/13	31/12/12	31/12/11	31/12/10	31/12/09
Net asset, SEK thousands	3 333 458	2 476 338	1 702 390	1 375 473	1 196 182	1 643 399	1 97 516
NAV, SEK	36.51	32.17	26.07	20.33	17.78	21.91	16.38
Number of outstanding units, thousand	91 296	76 977	65 311	67 643	67 270	75 002	12 059
Dividend, SEK per unit	0.00	0.00	0.00	0.52	0.00	0.00	0.00
Annual return, %	13.5	23.4	28.2	17.3	-18.9	33.8	63.8
Six Portfolio Return Index <sup>1</sup> , %	10.1	15.9	28.0	16.7	-13.6	26.9	53.3
<b>Risk and growth</b>							
Standard deviation, %	11.8	10.5	14.2	21.3	22.2		
Standard deviation benchmark, %	11.3	9.3	11.7	15.6	17.2		
Tracking error, %	4.0	4.5	5.2	8.0	7.6		
Sharpe ratio	2.3	2.2	1.4	neg.	0.2		
Active Share, %	60						
<b>Average annual return</b>							
- 24 months, %	30.0	25.8	22.6	-2.4	4.2		
- 5 yrs, %	16.3	15.0	-	-	-		
<b>Costs<sup>2</sup></b>							
Management fee (including performance fee), %	1.9	1.4	1.0	1.0	1.1		
Transaction costs <sup>3</sup> , SEK thousands	13 073	11 434	9 037	7 211	16 786		
Transaction costs, %	0.1	0.1	0.1	0.1	0.1		
Research costs <sup>3</sup> , SEK thousands	8 035						
Research costs, %	0.1						
Ongoing charges, %	1.0	1.0	1.0	1.0	1.0		
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0		
Total costs							
- for a single purchase SEK 10 000	211	161	114	111	94		
-for monthly payments SEK 100	12	11	7	7	6		
<b>Turnover</b>							
Turnover ratio	2.8	2.3	2.6	2.3	4.2		

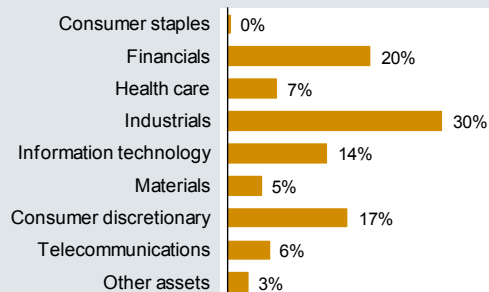
1) The SIX Portfolio Return Index is an index devised on the basis of reflecting market trends for companies on the Stockholm Stock Exchange, with the restriction that no company may exceed 10% and that companies comprising 5% or more must not total more than 40% together (weighting restriction in accordance with UCITS). This means that the index reflects the fund's investment rules well. The Six Portfolio Return Index takes account of the return the shareholders receive in the form of a dividend.

2) Refers to the costs for the last twelve months.

3) Research costs have previously been a component of transaction costs but as of January 1 2015 research costs have been separated from transaction costs and are presented on a separate line.



## Sector allocation 30/06/15



### TOP HOLDINGS

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
H&M B	241 315	7.2
Swedbank A	239 112	7.2
Nordea	207 214	6.2
Volvo B	203 022	6.1
Ericsson B	160 289	4.8

## Balance sheet, SEK thousands

	30/06/15	31/12/14
<b>Assets</b>		
Transferable securities	3 520 672	2 610 873
<b>Total financial instruments with a positive market value (note 1)</b>	<b>3 520 672</b>	<b>2 610 873</b>
Investment in accounts with credit institutions	159 305	76 538
<b>Total investments with a positive market value</b>	<b>159 305</b>	<b>76 538</b>
Pre-paid expenses and accrued income	295	59
Other assets	18 380	34 424
<b>Total assets</b>	<b>3 698 652</b>	<b>2 721 894</b>
<b>Liabilities</b>		
Other financial instruments with a negative market value	-280 290	-235 778
<b>Total financial instruments with a negative market value</b>	<b>-280 290</b>	<b>-235 778</b>
Tax liabilities	0	-1 008
Accrued expenses and deferred income	-3 100	-2 157
Other liabilities	-81 804	-6 613
<b>Total liabilities</b>	<b>-365 194</b>	<b>-245 556</b>
<b>Total net asset (note 2)</b>	<b>3 333 458</b>	<b>2 476 338</b>
<b>Memorandum items</b>		
Pledged assets for borrowed financial instruments	449 660	269 121
% of net asset	13,5	10,9

Note 1 See holdings in financial instruments below

### Note 2 Change in net asset

	2 476 338	1 702 390
<b>Net asset in the beginning of the year</b>	<b>2 476 338</b>	<b>1 702 390</b>
Unit issue	1 252 812	854 657
Unit redemption	-733 088	-481 930
Net result according to income statement	337 396	401 221
<b>Net asset at the end of the period</b>	<b>3 333 458</b>	<b>2 476 338</b>

# LANNEBO SVERIGE 130/30

Investments in financial instruments as at 30/06/15  
(expressed in SEK thousands)

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
<b>TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>				
<b>CONSUMER STAPLES</b>				
Axfood	SE/SEK	-240 000	-31 776	-1.0
Axfood Lån	SE/SEK	240 000	0	0.0
ICA Gruppen	SE/SEK	-190 000	-55 879	-1.7
ICA Gruppen Lån	SE/SEK	190 000	0	0.0
Swedish Match	SE/SEK	413 000	97 385	2.9
			<b>9 730</b>	<b>0.3</b>
<b>FINANCIALS</b>				
D Carnegie & Co B	SE/SEK	1 384 640	72 001	2.2
Nordea	SE/SEK	2 004 000	207 214	6.2
SEB A	SE/SEK	1 421 000	150 626	4.5
Swedbank A	SE/SEK	1 237 000	239 112	7.2
Wallenstam B	SE/SEK	-200 000	-11 780	-0.4
Wallenstam B Lån	SE/SEK	200 000	0	0.0
			<b>657 173</b>	<b>19.7</b>
<b>HEALTH CARE</b>				
Meda A	SE/SEK	1 200 000	138 480	4.2
Swedish Orphan Biovitrum	SE/SEK	813 800	89 518	2.7
			<b>227 998</b>	<b>6.8</b>
<b>INDUSTRIALS</b>				
ABB	CH/SEK	-350 000	-60 795	-1.8
ABB Lån	CH/SEK	350 000	0	0.0
ASSA ABLOY B	SE/SEK	-300 000	-46 830	-1.4
ASSA ABLOY B Lån	SE/SEK	300 000	0	0.0
Alfa Laval	SE/SEK	805 000	117 450	3.5
Atlas Copco B	SE/SEK	385 000	79 503	2.4
Eltel	SE/SEK	1 200 000	113 400	3.4
FLSmidth Co	DK/DKK	123 000	49 028	1.5
Kone B	FI/EUR	-174 000	-58 474	-1.8
Kone B Lån	FI/EUR	174 000	0	0.0
Metso	FI/EUR	210 000	47 772	1.4
SKF B	SE/SEK	794 000	150 145	4.5
Saab B	SE/SEK	604 000	122 431	3.7
Sandvik	SE/SEK	1 456 000	133 442	4.0
Skanska B	SE/SEK	825 000	138 600	4.2
Volvo B	SE/SEK	1 973 000	203 022	6.1
			<b>988 693</b>	<b>29.7</b>
<b>INFORMATION TECHNOLOGY</b>				
Ericsson B	SE/SEK	1 866 000	160 289	4.8
IFS B	SE/SEK	436 200	116 902	3.5
Net Insight B	SE/SEK	15 800 000	41 712	1.3
Nokia EUR	FI/EUR	2 460 000	138 313	4.1
			<b>457 216</b>	<b>13.7</b>
<b>MATERIALS</b>				
BillerudKorsnäs	SE/SEK	704 761	91 830	2.8
Holmen B	SE/SEK	322 036	77 901	2.3
SCA B	SE/SEK	-70 000	-14 756	-0.4
SCA B Lån	SE/SEK	70 000	0	0.0
			<b>154 975</b>	<b>4.6</b>
<b>CONSUMER DISCRETIONARY</b>				
Autoliv SDB	US/SEK	129 300	125 162	3.8
Electrolux B	SE/SEK	325 000	84 435	2.5
H&M B	SE/SEK	756 000	241 315	7.2
Nobia	SE/SEK	1 175 819	102 414	3.1
			<b>553 326</b>	<b>16.6</b>
<b>TELECOMMUNICATIONS</b>				
Tele2 B	SE/SEK	613 000	59 093	1.8
TeliaSonera	SE/SEK	2 708 000	132 177	4.0
			<b>191 271</b>	<b>5.7</b>

COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>			
		<b>3 240 383</b>	<b>97.2</b>
<b>TOTAL FINANCIAL INSTRUMENTS</b>			
		<b>3 240 383</b>	<b>97.2</b>
Other assets and liabilities, net		93 076	2.8
<b>TOTAL NET ASSET</b>		<b>3 333 458</b>	<b>100.0</b>
<b>TOTAL EXPOSURE TO COMPANIES OR GROUP OF COMPANIES</b>			
SEB			10.1
<b>BORROWED SECURITIES</b>			
	<b>QUANTITY</b>		
ABB	350 000		
ASSA ABLOY B	300 000		
Axfood	240 000		
ICA Gruppen	190 000		
Kone B	174 000		
SCA B	70 000		
Wallenstam B	200 000		

## Accounting principles

The fund's accounting principles are based on Generally Accepted Accounting Principles and are, where appropriate, prepared in accordance with the Swedish Investment Funds Act (2004:46), the Swedish Financial Supervisory Authority's regulations FFFS 2013:9, the Swedish Financial Supervisory Authority's guidance, the Swedish Investment Fund Associations guidelines and also the Swedish Accounting Act.

## Valuation of financial instruments

The fund's financial instruments including liabilities and derivatives are valued at their current market value. The current market value is established using different methods, which are applied in the following order:

1. If the financial instrument is traded on an active market, the closing price on the balance sheet date is used.
2. If the financial instrument is not traded on an active market, the current market value is derived on the basis of similar transactions that have taken place under market conditions over the past period.
3. If methods 1 or 2 cannot be applied, or will be obviously misleading, the current market value is established using a valuation model established on the market.



## Management report

### Investment policy:

Lannebo Sverige Flexibel is an actively managed equity fund (non-UCITS). In addition to investments in equities the fund may invest in fixed-income securities. The fund primarily invests in Sweden but has the possibility to investments in the Nordic region.

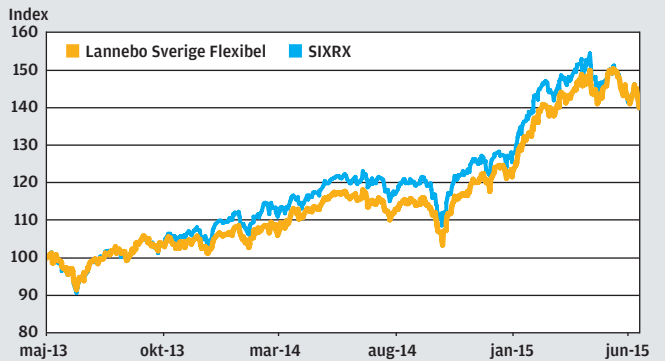
The fund is sold exclusively through Skandia Link and Skandiabanken.

### Fund Managers:

Charlotta Faxén/Peter Lagerlöf  
[charlotta.faxen@lannebofonder.se](mailto:charlotta.faxen@lannebofonder.se)  
[peter.lagerlof@lannebofonder.se](mailto:peter.lagerlof@lannebofonder.se)



## Performance 16/05/13 – 30/06/15



The recommended investment horizon in the fund is five years. The return since the fund was launched has been 40.1 per cent.

## The fund's performance

Assets under management were SEK1.3bn at the beginning of the year, and SEK1.3bn at the end of June. The net of inflows to and outflows from the fund were SEK-105m during the period.

The fund increased during the period by 13.1 per cent, while the fund's benchmark index SIXRX increased by 10.0 per cent.

## Comments to the fund's performance

The holdings that contributed the most to the fund's performance were Axis Communications, Eltel, XXL, Betsson and Bakkafrost. Japanese Canon acquired Axis Communications at a bid premium of approximately 50 per cent. Eltel, a provider of technical services, went public in February and has since then announced a number of acquisitions that will contribute positively to profit growth. Since the IPO, the share price has risen by 31 per cent. During the spring sports chain XXL reported both strong sales and strong earnings. Gaming company Betsson increased by 35 per cent driven, partly, by the acquisition made at the end of June in Georgia. Global market prices for salmon increased during the late spring benefiting salmon producer Bakkafrost. SCA and Autoliv, the fund's major holdings, increased by 28 and 17 per cent respectively.

The fund's holdings in Marine Harvest, Ericsson, Danske Bank and ABB contributed negatively to the fund's performance.

The Norwegian salmon producer Marine Harvest has operations in Chile, where profitability was unexpectedly

weak, and the share fell by 11 per cent during the period. Ericsson's first quarter earnings report was weak. Danske Bank's share price performed poorly in connection with the Danish repo rate that was decreased to negative levels. At the beginning of the year ABB's order intake was weak indicating that profits will fall going forward.

Larger net investments were made in Hennes & Mauritz, Sandvik, Volvo, JM and Europris. The fund increased its holdings in H&M as the company showed good sales growth during the first six months of the year and the valuation of the share does not reflect growth potential. Both Sandvik and Volvo benefit from the weaker Swedish crown. Property developer JM has a strong position within residential construction where the company has and one of the highest profit levels in the industry. JM's balance sheet is strong, which enables a high dividend pay-out. Europris is a Norwegian retail chain. The company has a strong position in its segment in Norway, where earnings over time have been stable and we see continued expansion opportunities.

Major net divestments were made in ABB, Swedbank, Skanska, Alfa Laval and Nordea.

The fund divested its holdings in the industrial companies ABB and Alfa Laval given manufacturing activity continued to be weak, in part due to a lack of investment in the energy and mining sector where overcapacity is substantial and profitability weak. The Riksbank's repo rate cut affects banks' profitability, while costs are increasing due to, among others, the introduction of a bank tax.

The fund, therefore, divested its shares in both Swedbank and Nordea. The US accounts for a third of Skanska's operations. The share price increased sharply in connection with last year's stronger dollar, and the valuation of the share was high and the holding was divested.

The fund's five largest holdings at the end of the period were Hennes & Mauritz, SCA, SEB, Investor and Autoliv.

During the spring **Hennes & Mauritz** saw strong growth in sales in an otherwise weak market. This is in part explained by the company's focus on e-commerce in additional markets, which is an important complement to physical stores. The expansion in number of stores continues and 400 new stores will be opened during 2015. During the second half of 2015 Hennes & Mauritz will open its first stores in India and South Africa.

**SCA** has developed into a global consumer products company. The product range consists of everything from handkerchiefs to incontinence. During 2014 the company received massive criticism in connection with the company's representation and travel policy, which led to the Chairman and CEO's resignation. During this turbulent period the company reported both good sales growth and earnings. SCA has a strong position in several emerging markets, where sales growth is more than twice as high as in Western Europe driven by, for example, the increased use of hygiene products. We estimate that SCA will seize on growth opportunities.

**SEB** has approximately four million retail customers, but the bank is predominantly recognized for its strong position

with corporate customers. Operations are largely conducted in Scandinavia but the bank is also present in Germany. In Sweden, GDP growth is high and lending to both consumers and businesses is increasing. This will benefit SEB given close to 60 per cent of revenues are from the Swedish operations. Further, SEB has a strong balance sheet. This together with that the bank has a large per centage of its revenue from commissions, leads us to consider SEB to be the most interesting bank share on the Stockholm Stock Exchange.

The investment company **Investor** invests in Nordic companies with the ambition to be a long-term and active owner. The largest listed holdings are the bank SEB and the engineering company Atlas Copco. Larger unlisted holdings are Mölnlycke Health Care, which manufactures products for the medical industry, and telecommunications operator 3. Investor's shares are traded at a discount to NAV of 23 per cent. We believe that the discount is too large, attributed to the market's low valuation of the unlisted holdings.

**Autoliv** has the broadest product offering in the industry. The company can consequently devote significantly more resources than their competitors to product development in passive and active safety. Autoliv is well diversified in terms of both customers and markets. The company also has a strong position in the Chinese market, which is important given the security components of automobiles are rapidly growing in China.

## Material risks

Investments in equities are associated with market risk in the form of share price fluctuations. In a fund, this risk is reduced by the fund holding a variety of different shares in companies, the prices of which do not move in exactly the same way. This is known as diversification. In special funds, this diversification effect may be smaller than in a traditional mutual fund as a result of special funds have the opportunity for a more concentrated portfolio than traditional mutual funds. At the same time, the fund can reduce market risk somewhat given the fund can have up to 25 per cent of its value in fixed income assets. The fund had no interest-bearing assets during the period.

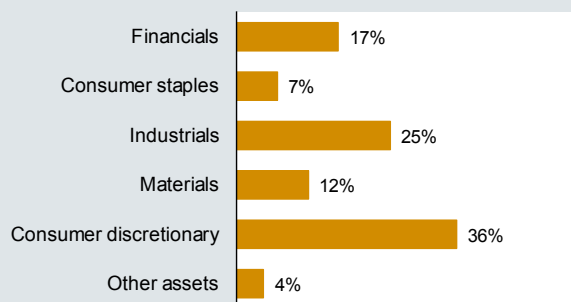
The fund seeks a level of risk over time that is in line with that of the stock market as a whole (measured as SIXRX). The risk measure used is the standard deviation of the variation in the fund's total return. At mid-year, this measure of the fund's market risk was in line with the stock market as a whole.

The concentration of the fund is currently at a higher level in comparison to a traditional mutual fund. Diversification effect in the portfolio, however, is good.

Lannebo Sverige Flexibel has, in addition to Swedish transferable securities, the option to, to a certain extent, invest in Nordic financial instruments. At mid-year the fund's currency exposure was 13 per cent and related to exposure in holdings denominated in Norwegian crowns and Finnish holdings in Euro. The risk associated with this currency exposure is low.

Relevant risk levels are continuously monitored and followed up and assessed with the help of regular stress tests. Appropriate risk measures are used to assess the fund's risk profile. Follow-up of the fund's concentration level and the degree of active management are also included as measures used to manage the fund's risk exposures. The fund was managed in accordance with the fund's risk profile during the half-year period.

## Sector allocation 30/06/15



## TOP HOLDINGS

	SEK THOUSANDS	% OF NET ASSET
H&M B	172 368	12.8
SCA B	105 400	7.8
SEB A	97 202	7.2
Investor B	92 670	6.9
Autoliv SDB	88 572	6.6

## Fund facts Lannebo Sverige Flexibel, reg no 515602-6097

Launch date 16/05/13

	30/06/15	31/12/14	31/12/13
<b>Performance</b>			
Net asset, SEK thousands	1 346 863	1 285 755	1 298 753
NAV, SEK	139.93	123.77	106.48
Number of outstanding units, thousand	9 625	10 388	12 197
Dividend, SEK per unit	0.00	0.00	0.00
Annual return, %	13.1	16.2	6.5
Six Return Index <sup>1</sup> , %	10.0	15.8	9.8
<b>Risk and growth</b>			
Standard deviation, %	10.3	-	-
Standard deviation benchmark, %	11.2	-	-
Tracking error, %	3.8	-	-
Sharpe ratio	1.9	-	-
Active Share, %	64	-	-
<b>Average annual return</b>			
- 24 months, %	21.8	-	-
- 5 yrs, %	-	-	-
<b>Costs<sup>2</sup></b>			
Management fee, %	1.6	1.6	1.6
Transaction costs <sup>3</sup> , SEK thousands	2 083	1 831	1 375
Transaction costs, %	0.1	0.1	0.0
Research costs <sup>3</sup> , SEK thousands	1 280	-	-
Research costs, %	0.0	-	-
Ongoing charges, %	1.6	1.6	1.0
Sales and redemption fee, %	0.0	0.0	0.0
Total costs			
- for a single purchase SEK 10 000	177	171	-
- for monthly payments SEK 100	11	11	-
<b>Turnover</b>			
Turnover ratio	1.1	0.8	0.8
<b>Leverage</b>	<b>Gross method</b>	<b>Commitment approach</b>	
Maximum leverage, %	98.8	98.8	
Minimum leverage, %	90.8	90.8	
Average leverage, %	95.5	95.5	
As at balance sheet date, %	95.5	95.5	

1) The SIX Return Index is an index devised on the basis of reflecting market trends for companies on the Stockholm Stock Exchange. The Six Return Index takes account of the return the shareholders receive in the form of a dividend. The index is not limited in its investments in individual shares which best reflects the fund's liberal investment rules compared to an UCITS fund.

2) Refers to the costs for the last twelve months.

3) Research costs have previously been a component of transaction costs but as of January 1 2015 research costs have been separated from transaction costs and are presented on a separate line.

# LANNEBO SVERIGE FLEXIBEL

## Balance sheet, SEK thousands

	30/06/15	31/12/14
<b>Assets</b>		
Transferable securities	1 287 644	1 242 404
<b>Total financial instruments with a positive market value (note 1)</b>	<b>1 287 644</b>	<b>1 242 404</b>
Investment in accounts with credit institutions	60 145	47 095
<b>Total investments with a positive market value</b>	<b>60 145</b>	<b>47 095</b>
Prepaid expenses and accrued income	737	0
Other assets	6 422	259
<b>Total assets</b>	<b>1 354 948</b>	<b>1 289 758</b>
<b>Liabilities</b>		
Tax liabilities	0	-221
Accrued expenses and deferred income	-1 835	-1 727
Other liabilities	-6 250	-2 055
<b>Total liabilities</b>	<b>-8 085</b>	<b>-4 003</b>
<b>Total net asset (note 2)</b>	<b>1 346 863</b>	<b>1 285 755</b>

Note 1 See holdings in financial instruments below

## Note 2 Change in net asset

<b>Net asset in the beginning of the year</b>	<b>1 285 755</b>	<b>1 298 753</b>
Unit issue	23 703	18 911
Unit redemption	-128 687	-220 998
Net result according to income statement	166 092	189 089
<b>Net asset at the end of the period</b>	<b>1 346 863</b>	<b>1 285 755</b>

## Investments in financial instruments as at 30/06/15 (expressed in SEK thousands)

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
<b>TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>				
<b>CONSUMER STAPLES</b>				
Bakkafrost	FO/NOK	120 000	26 432	2.0
Europris	NO/NOK	850 000	34 943	2.6
Marine Harvest	NO/NOK	285 000	26 938	2.0
			<b>88 314</b>	<b>6.6</b>
<b>FINANCIALS</b>				
Hemfosa Fastigheter	SE/SEK	400 146	33 812	2.5
Investor B	SE/SEK	300 000	92 670	6.9
SEB A	SE/SEK	917 000	97 202	7.2
			<b>223 684</b>	<b>16.6</b>
<b>INDUSTRIALS</b>				
ASSA ABLOY B	SE/SEK	378 000	59 006	4.4
Atlas Copco A	SE/SEK	280 000	64 960	4.8
Eltel	SE/SEK	445 250	42 076	3.1
NCC B	SE/SEK	6 000	1 519	0.1
NIBE Industrier B	SE/SEK	180 000	40 482	3.0
Sandvik	SE/SEK	637 000	58 381	4.3
Volvo B	SE/SEK	680 000	69 972	5.2
			<b>336 396</b>	<b>25.0</b>
<b>MATERIALS</b>				
Huhtamäki	FI/EUR	200 000	51 184	3.8
SCA B	SE/SEK	500 000	105 400	7.8
			<b>156 584</b>	<b>11.6</b>
<b>CONSUMER DISCRETIONARY</b>				
Autoliv SDB	US/SEK	91 500	88 572	6.6
Betsson B	SE/SEK	309 652	37 096	2.8
H&M B	SE/SEK	540 000	172 368	12.8
JM	SE/SEK	201 000	45 426	3.4
Thule	SE/SEK	409 000	41 207	3.1
Unibet SDB	MT/SEK	122 500	61 863	4.6
XXL	NO/NOK	397 321	36 135	2.7
			<b>482 666</b>	<b>35.8</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>			<b>1 287 644</b>	<b>95.6</b>
<b>TOTAL FINANCIAL INSTRUMENTS</b>			<b>1 287 644</b>	<b>95.6</b>
Other assets and liabilities, net			59 219	4.4
<b>TOTAL NET ASSET</b>			<b>1 346 863</b>	<b>100.0</b>
<b>TOTAL EXPOSURE TO COMPANIES OR GROUP OF COMPANIES</b>				
SEB				10.3

## Accounting principles

The fund's accounting principles are based on Generally Accepted Accounting Principles and are, where appropriate, prepared in accordance with the the Swedish Alternative Investment Funds Managers Act (2013:561), the Swedish Financial Supervisory Authority's regulations (FFFS 2013:10) regarding Alternative Investment Fund Managers, AIFM-regulations, the Swedish Financial Supervisory Authority's guidance, the Swedish Investment Fund Associations guidelines and also the Swedish Accounting Act.

## Valuation of financial instruments

The fund's financial instruments including liabilities and derivatives are valued at their current market value. The current market value is established using different methods, which are applied in the following order:

1. If the financial instrument is traded on an active market, the closing price on the balance sheet date is used.
2. If the financial instrument is not traded on an active market, the current market value is derived on the basis of similar transactions that have taken place under market conditions over the past period.
3. If methods 1 or 2 cannot be applied, or will be obviously misleading, the current market value is established using a valuation model established on the market.



## Management report

### Investment policy:

Lannebo Utdelningsfond is an actively managed equity fund (non-UCITS) that mainly invests in equities on the Swedish stock market.

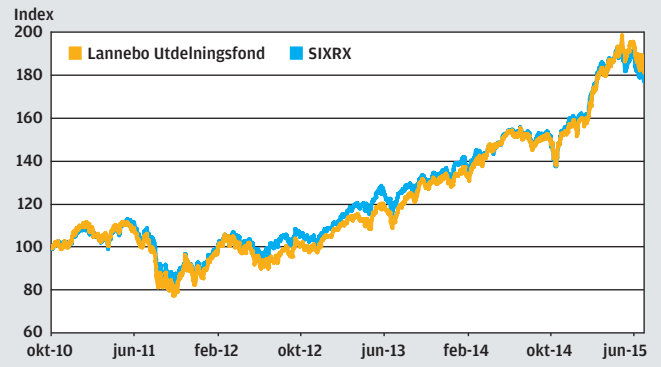
This fund takes ethics factors into account by opting out of companies in which more than five (5) per cent of the company's turnover comes from the production and/or sale of goods and services in the categories of tobacco, alcohol, weapons, gambling or pornography.

### Fund Managers:

Lars Bergkvist/Martin Wallin  
[lars.bergkvist@lannebofonder.se](mailto:lars.bergkvist@lannebofonder.se)  
[martin.wallin@lannebofonder.se](mailto:martin.wallin@lannebofonder.se)



## Performance 01/10/10– 30/06/15



The recommended investment horizon in the fund is five years. The return since the fund was launched has been 81.2 per cent.

### The fund's performance

Assets under management decreased from SEK157m at the beginning of the year to SEK151m at the end of June. The net of inflows to and outflows from the fund during the period were SEK20m.

Lannebo Utdelningsfond increased during the period by 13.9 per cent, while the Stockholm Stock Exchange (SIXRX) increased by 10.0 per cent.

### Comments to the fund's performance

The shareholdings that contributed the most to the fund's performance are Eltel, Sandvik, Swedish Orphan Biovitrum (SOBI), Nobia and Autoliv.

During the period Eltel, a provider of infrastructure networks, listed. The share has performed well due to good order intake, a strong cash flow and a low valuation when listing. Sandvik's shares performed strongly after the company's cost cutting started to yield results, and the company elected a new chairman, Johan Molin, who has significant experience in restructuring work. SOBI, which develops drugs for haemophiliacs, successfully launched products during the year. The share price soared when the company received a takeover offer, which, however, did not result in any deal. Kitchen manufacturer Nobia divested its loss-making activities. The company has good demand in its core markets, and the strong balance sheet also provides for future acquisition opportunities.

Autoliv continues to perform better than the underlying automotive market. The company has benefited from its Japanese competitor Takata's quality issues.

Of the fund's holdings, Ericsson, Holmen and Net Insight had the poorest performance. Ericsson announced weak results in its telecom equipment division for the first quarter. Holmen has, despite relatively stable earnings growth, fallen due to concerns over the planned capacity increase for the paperboard market and the continued weak demand for printing paper. During the first six months, Net Insight announced few larger orders, which probably contributed to the low interest in the share.

The largest net investments were made in Swedbank, Hennes & Mauritz, SKF, Eltel and Electrolux. After a relatively weak share price performance, we have increased our position in Swedbank at attractive price levels. We estimate that Hennes & Mauritz is entering a better phase after several years of lower earnings growth. We consider the SKF share to be attractive given the company is entering a period of cost savings and rationalization. Electrolux should increase their competitiveness significantly if the planned purchase of General Electric's appliance operation is realized.

Larger net divestments were made in Nordea, ABB, SCA, Millicom and Autoliv. The fund's holding in Nordea was reduced when the share was valued up and the discounted value in comparison to the other

banks decreased. Holdings in ABB and SCA were divested when the respective shares reached price levels with limited future potential. Millicom was divested given the company's underlying markets have matured. The holding in Autoliv has been reduced after a strong share price performance.

The fund's five largest holdings at the end of the period were Swedbank, Hennes & Mauritz, Volvo, Nordea and Ericsson.

**Swedbank** has the largest retail client base among the Swedish banks, but it even has a significant corporate client business. In addition, the bank has a leading position in the Baltic countries. As a result of substantial improvements in terms of both the cost base and capital structure, the bank's good return on capital, together with current dividend levels, provides an attractive return.

**Hennes & Mauritz** is a global clothing chain with 3,600 stores in 59 markets. After a period of weaker profit growth, partly due to high expansion costs, we estimate that earnings growth will increase.

**Volvo** is a leading manufacturer of trucks, buses, and construction equipment. Demand for trucks is primarily driven by an aging truck fleet in the Western world, and by new needs in the emerging markets. Demand for construction machinery is also driven by the need for infrastructure development in emerging markets. Our assessment is that the company's extensive change management initiative will lead to a

more streamlined corporate structure with higher productivity and improved margins over time, which is not reflected in the current share price.

**Nordea** is the largest of the Nordic banks. The bank currently has approximately eleven million retail customers and 700 offices, as well as strong market positions in both the consumer and corporate segments. The bank is also a leading provider of life and pension solutions. The bank's size and breadth of operations, both in terms of product and geography, provide opportunities for diversification and economies of scale.

**Ericsson** is a global leader in the telecommunications systems market. About 40 per cent of the world's mobile traffic passes through systems provided by Ericsson, and the company holds 37,000 patents in the mobile telephony sector. Our assessment is that Ericsson is facing a period of greater profitability given the company's initiatives to reduce costs. Several of Ericsson's competitors have weak profitability and the industry continues to consolidate. The growth of network traffic requires operators to upgrade capacity, which is profitable for Ericsson.

### Ethical criteria

During the period, the fund's investments were made in accordance with the fund's ethical criteria.

## Material risks

Investments in equities are associated with market risk in the form of share price fluctuations. In a fund, this risk is reduced by the fund holding a variety of different shares in companies, the prices of which do not move in exactly the same way. This is known as diversification. In special funds, this diversification effect may be smaller than in a traditional mutual fund as a result of special funds have the opportunity

for a more concentrated portfolio than traditional mutual funds.

The fund seeks a level of risk, measured as the standard deviation of the variation in the fund's total return, which over time is in line with the stock market as a whole (measured as SIXRX). At mid-year, however, this measure of market risk was slightly higher for the fund than the stock market as a whole.

At mid-year, the concentration in the fund was at a higher level by com-

parison to a traditional mutual fund. However, the diversification effect is however good.

Lannebo Utdelningsfond has, in addition to Swedish transferable securities, the option to, to a certain extent, invest in Nordic financial instruments. At mid-year the fund's currency exposure was 4 per cent and related to exposure in Finnish holdings denominated in Euros. The risk associated with this currency exposure is low.

Relevant risk levels are continuously monitored and followed up and assessed with the help of regular stress tests. Appropriate risk measures are used to assess the fund's risk profile. Follow-up of the fund's concentration level and the degree of active management are also included as measures used to manage the fund's risk exposures. The fund was managed in accordance with the fund's risk profile during the half-year period.

## Fund facts Lannebo Utdelningsfond, reg no 515602-4191

Launch date 01/10/10

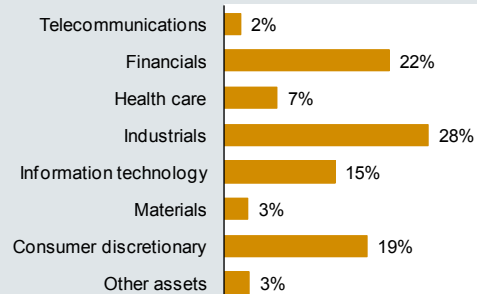
Performance	30/06/15	31/12/14	31/12/13	31/12/12	31/12/11	31/12/10
Net asset, SEK thousands	151 239	157 202	128 843	91 958	83 105	36 324
NAV, SEK	1 411.54	1 301.98	1 157.10	949.63	861.94	1 092.98
Number of outstanding units, thousand	107	121	111	97	96	33
Dividend, SEK per unit	65.10	57.86	47.49	43.09	54.64	0.00
Annual return, %	13.9	18.4	27.9	15.5	-17.0	9.3
Six Return Index <sup>1</sup> , %	10.0	15.8	28.0	16.5	-13.5	7.8
<b>Risk and growth</b>						
Standard deviation, %	11.3	10.0	13.9	19.6	-	-
Standard deviation benchmark, %	11.2	9.3	11.7	15.5	-	-
Tracking error, %	3.6	3.5	4.5	6.8	-	-
Sharpe ratio	2.1	2.1	1.4	neg.	-	-
Active Share, %	59					
<b>Average annual return</b>						
- 24 months, %	27.0	23.1	21.5	-2.1	-	-
- 5 yrs, %	-	-	-	-	-	-
<b>Costs<sup>2</sup></b>						
Management fee, %	1.6	1.6	1.6	1.6	1.6	1.6
Transaction costs <sup>3</sup> , SEK thousands	498	474	398	283	183	
Transaction costs, %	0.1	0.1	0.1	0.1	0.1	
Research costs <sup>3</sup> , SEK thousands	251					
Research costs, %	0.0					
Ongoing charges, %	1.6	1.6	1.6	1.6	1.6	
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0	
Total costs						
- for a single purchase SEK 10 000	182	177	184	175	139	
- for a single purchase SEK 100 000	1 824	1 769	1 838	1 755	1 395	
<b>Turnover</b>						
Turnover ratio	1.8	1.5	1.7	1.7	1.4	
<b>Leverage</b>	<b>Gross method</b>		<b>Commitment approach</b>			
Maximum leverage, %	99.9		99.9			
Minimum leverage, %	91.3		91.3			
Average leverage, %	95.0		95.0			
As at balance sheet date, %	96.7		96.7			

1) The SIX Return Index is an index devised on the basis of reflecting market trends for companies on the Stockholm Stock Exchange. The Six Return Index takes account of the return the shareholders receive in the form of a dividend. The index is not limited in its investments in individual shares which best reflects the fund's liberal investment rules compared to an UCITS fund.

2) Refers to the costs for the last twelve months.

3) Research costs have previously been a component of transaction costs but as of January 1 2015 research costs have been separated from transaction costs and are presented on a separate line.

## Sector allocation 30/06/15



TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
Swedbank A	11 985	7.9
H&M B	11 332	7.5
Volvo B	10 805	7.1
Nordea	9 306	6.2
Ericsson B	8 934	5.9

## Balance sheet, SEK thousands

	30/06/15	31/12/14
<b>Assets</b>		
Transferable securities	146 201	151 804
<b>Total financial instruments with a positive market value (note 1)</b>	<b>146 201</b>	<b>151 804</b>
Investments in accounts with credit institutions	8 084	4 940
<b>Total investments with a positive market value</b>	<b>8 084</b>	<b>4 940</b>
Other assets	0	754
<b>Total assets</b>	<b>154 285</b>	<b>157 498</b>
<b>Liabilities</b>		
Tax liabilities	0	-79
Accrued expenses and deferred income	-208	-217
Other liabilities	-2 838	0
<b>Total liabilities</b>	<b>-3 046</b>	<b>-296</b>
<b>Total net asset (note 2)</b>	<b>151 239</b>	<b>157 202</b>

Note 1 See holdings in financial instruments below

## Note 2 Change in net asset

	30/06/15	31/12/14
<b>Net asset in the beginning of the year</b>	<b>157 202</b>	<b>128 843</b>
Unit issue	27 140	70 477
Unit redemption	-46 731	-57 320
Net result according to income statement	21 488	21 645
Dividend paid	-7 860	-6 443
<b>Net asset at the end of the period</b>	<b>151 239</b>	<b>157 202</b>



# LANNEBO UTDELNINGSFOND

Investments in financial instruments as at 30/06/15  
(expressed in SEK thousands)

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
<b>TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>				
<b>FINANCIALS</b>				
D Carnegie & Co B	SE/SEK	108 730	5 654	3.7
Nordea	SE/SEK	90 000	9 306	6.2
SEB A	SE/SEK	64 200	6 805	4.5
Swedbank A	SE/SEK	62 000	11 985	7.9
			<b>33 750</b>	<b>22.3</b>
<b>HEALTH CARE</b>				
Meda A	SE/SEK	54 150	6 249	4.1
Swedish Orphan Biovitrum	SE/SEK	41 430	4 557	3.0
			<b>10 806</b>	<b>7.1</b>
<b>INDUSTRIALS</b>				
Alfa Laval	SE/SEK	37 000	5 398	3.6
Eltel	SE/SEK	62 393	5 896	3.9
SKF B	SE/SEK	35 800	6 770	4.5
Sandvik	SE/SEK	66 000	6 049	4.0
Skanska B	SE/SEK	41 000	6 888	4.6
Volvo B	SE/SEK	105 000	10 805	7.1
			<b>41 806</b>	<b>27.6</b>
<b>INFORMATION TECHNOLOGY</b>				
Ericsson B	SE/SEK	104 000	8 934	5.9
IFS B	SE/SEK	22 652	6 071	4.0
Net Insight B	SE/SEK	760 000	2 006	1.3
Nokia EUR	FI/EUR	99 000	5 566	3.7
			<b>22 577</b>	<b>14.9</b>
<b>MATERIALS</b>				
Holmen B	SE/SEK	19 898	4 813	3.2
			<b>4 813</b>	<b>3.2</b>
<b>CONSUMER DISCRETIONARY</b>				
Autoliv SDB	US/SEK	7 600	7 357	4.9
Electrolux B	SE/SEK	15 000	3 897	2.6
H&M B	SE/SEK	35 500	11 332	7.5
Nobia	SE/SEK	76 174	6 635	4.4
			<b>29 220</b>	<b>19.3</b>
<b>TELECOMMUNICATIONS</b>				
Tele2 B	SE/SEK	33 500	3 229	2.1
			<b>3 229</b>	<b>2.1</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>			<b>146 201</b>	<b>96.7</b>
<b>TOTAL FINANCIAL INSTRUMENTS</b>			<b>146 201</b>	<b>96.7</b>
Other assets and liabilities. net			5 037	3.3
<b>TOTAL NET ASSET</b>			<b>151 239</b>	<b>100.0</b>
<b>TOTAL EXPOSURE TO COMPANIES OR GROUP OF COMPANIES</b>				
SEB A				7.8

## Accounting principles

The fund's accounting principles are based on Generally Accepted Accounting Principles and are, where appropriate, prepared in accordance with the Swedish Investment Funds Act (2004:46), the Swedish Financial Supervisory Authority's regulations FFFS 2013:9, the Swedish Financial Supervisory Authority's guidance, the Swedish Investment Fund Associations guidelines and also the Swedish Accounting Act.

## Valuation of financial instruments

The fund's financial instruments including liabilities and derivatives are valued at their current market value. The current market value is established using different methods, which are applied in the following order:

1. If the financial instrument is traded on an active market, the closing price on the balance sheet date is used.
2. If the financial instrument is not traded on an active market, the current market value is derived on the basis of similar transactions that have taken place under market conditions over the past period.
3. If methods 1 or 2 cannot be applied, or will be obviously misleading, the current market value is established using a valuation model established on the market.



## Management report

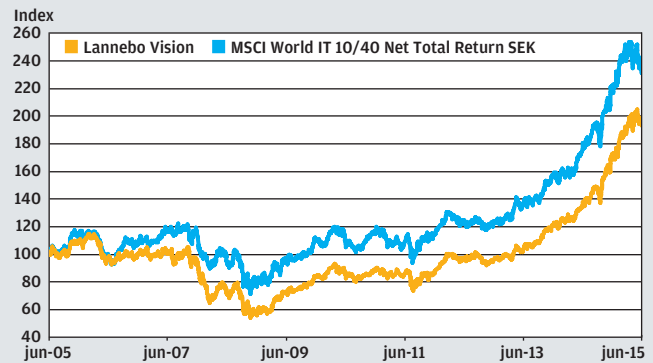
### Investment policy:

The fund is an actively managed equity fund that invests globally in companies in industries such as technology, industrial products, telecommunications, internet, media, pharmaceuticals, biotechnology and medical technology. The geographical focus of the investments is the US.

### Fund Manager:

Claes Murander  
[claes.murander@lannebofonder.se](mailto:claes.murander@lannebofonder.se)

## Performance 30/06/05 - 30/06/15



The return during the recommended five-year investment horizon has been 128.1 per cent.

### The fund's performance

Assets under management increased from SEK978m at the beginning of the year to SEK1,117m on June 30, 2015. The net of inflows to and outflows from the fund during the first half of 2015 was SEK7m.

During the period Lannebo Vision increased by 13.5 per cent. MSCI World Tech 10/40 converted to Swedish crowns increased by 6.9 per cent.

### Comments to the fund's performance

The holdings that contributed the most to the fund's performance were RaySearch, Apple, NetEnt, Transmode and Recipharm.

RaySearch's share price increased by 104 per cent during the first six months of the year and was the largest contributor to the fund. RaySearch develops software used in cancer radiation therapy treatments. The company's revenues rose by 62 per cent in the first quarter, which was appreciated by the stock market. We assess that the prospects for continued high growth are good over the long term.

Apple's stock market success continued. The company has in recent quarters shown good growth, particularly in China, which has passed the US as the company's largest iPhone market.

Sales growth in the first quarter for Internet gaming developer NetEnt was 37 per cent. The company has continued growth potential, both in existing and new markets.

At the end of 2014, Transmode turned their sales and earnings trend up, which continued during the first quarter of 2015. In April, the US company Infinera made a

bid for Transmode.

The Swedish contract manufacturer of pharmaceutical products, Recipharm, performed well due to better than expected earnings and a high level of acquisition activity. Recipharm also has good acquisition opportunities going forward.

The fund's largest negative contributors during the first-half of the year were Qualcomm, Intel and EMC.

There is uncertainty regarding Qualcomm's, a mobile phones chip developer, royalty payments from Chinese handset manufacturers. This, together with Samsung's lower market share, pressed the share price during the half-year period. Intel was hit by weak PC sales globally, which reduced demand for the company's processors. EMC's growth was somewhat lower than expected, which have affected the business negatively, due to customers' exercising restraint in connection with new product launches together with major staff reductions.

The USD strengthened by 6 per cent against the Swedish crown, which affected the fund positively as many holdings are U.S. listings.

During the period the largest net investments were made in Facebook, Cisco and Microsoft. The social network company Facebook is a new holding during the period. The company has 1.4 billion users, where 64 per cent use the service daily. Facebook also owns the photo sharing app Instagram and mobile messaging app WhatsApp. During the first quarter of 2015 sales increased by 42 per cent. The holding in Cisco was increased during the half-year of the year in connection with the stabilized sales growth of switches and that the company's profitability

improved. The shareholding in Microsoft was increased as the valuation reached attractive levels during the period.

The largest net divestments during the period were made in Schibsted, Cadence Design Systems and Amazon. The entire holding in Schibsted was divested during the period as we consider the share's valuation to be too high, which requires very high profit growth. The holding in Cadence, which develops software and hardware used for the design of computer chips, was reduced during the first half of the year. The entire holding in Amazon was divested after a strong share price performance despite the company reporting only limited profitability.

The fund's five largest holdings at the end of June 2015 were Apple, Microsoft, NetEnt, Google and RaySearch.

Apple is the leading developer of consumer electronics. The company sells both mobile phone (iPhone) and computer (Mac and iPad) products. In recent years the company has substantially increased both sales and profits. A strong contributing growth factor is China, which in the beginning of 2015 passed the US as the biggest market for iPhones. Apple extended its program for dividend/repurchase by over 50 per cent to a total of 200 billion US dollars by 2017.

Microsoft is the world's largest software company. Among Microsoft's best-known products are the Windows operating system, found in the majority of the world's computers, and the office package Office. The company has a strong balance sheet, and, since Satya Nadella took over as CEO in 2014, has intensified the transition from license sales to software as a service.

Internet game developer NetEnt has achieved good results in recent quarters. The good growth combined with an even higher margin pushed the share price during the period. NetEnt has good growth potential over the long term as more markets become available through deregulation and re-regulation of gaming legislation in many countries.

Google is best known for the search service by the same name. Google search is used in over 80 per cent of the world's Internet searches. The company is also active in several other areas, including the mobile platform Android and video sharing service YouTube. During the first quarter of 2015 sales increased by 12 per cent.

RaySearch develops software for treatment planning in conjunction with cancer radiotherapy. The company sells its own product RayStation directly to clinics worldwide. So far, 210 centres in 19 countries have ordered RayStation. In addition, RaySearch sells products through partners such as Philips and Varian. This means that more than 2500 clinics, of a total 8000 worldwide, use RaySearch's products. During the first quarter 2015, orders for RayStation increased by 130 per cent.

### Other information

On April 9th, 2015 Infinera submitted a public bid for of Transmode. The offer was revised on June 29th. Lannebo Fonder has submitted a preliminary acceptance that involves a commitment to, under certain conditions, accept Infineras improved takeover offer.

## LANNEBO VISION

### Material risks

Investments in equities are associated with market risk in the form of share price fluctuations. In a fund, this risk is reduced by the fund holding a variety of different shares in companies, the prices of which do not move in exactly the same way. This is known as diversification.

At mid-year the fund was relatively

concentrated. Overall, the diversification effect is good. Market risk, measured as the standard deviation of the fund's returns, increased slightly during the first quarter and decreased again during the second quarter, was at mid-year lower than the benchmark index, MSCI World IT.

The fund's currency exposure associated with the shareholdings was 59

per cent USD, 2 per cent Danish crowns, and 1 per cent in South African rand. Other holdings are denominated in Swedish crowns. The fund's currency risk is therefore strongly linked to changes in exchange rates between the USD and the Swedish crown.

Relevant risk levels are continuously monitored and followed up and assessed with the help of regular stress tests.

Appropriate risk measures are used to assess the fund's risk profile. Follow-up of the fund's concentration level and the degree of active management are also included as measures used to manage the fund's risk exposures. The fund was managed in accordance with the fund's risk profile during the half-year period.

### Fund facts Lannebo Vision, reg no 504400-7739

Launch date 04/08/00

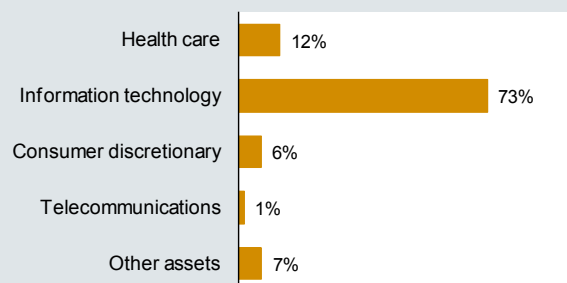
Performance	30/06/15	31/12/14	31/12/13	31/12/12	31/12/11	31/12/10	31/12/09	31/12/08	31/12/07	31/12/06
Net asset, SEK thousands	1 116 706	978 348	611 053	471 873	410 546	408 451	380 867	248 395	370 775	441 629
NAV, SEK	4.55	4.01	2.86	2.23	2.07	2.10	2.04	1.43	2.36	2.47
Number of outstanding units, thousand	245 212	244 076	213 948	211 509	198 134	194 251	187 154	174 017	157 071	178 884
Dividend, SEK per unit	0.00	0.00	0.00	0.04	0.01	0.02	0.03	0.00	0.00	0.03
Annual return, %	13.5	40.2	28.3	9.7	-0.9	3.9	44.8	-39.4	-4.5	-7.7
MSCI World IT <sup>1</sup> , %	6.9	39.7	29.5	6.4	-0.9	9.6	32.8	-28.0	3.7	-5.5
<b>Risk and growth</b>										
Standard deviation, %	9.1	7.0	8.6	10.7	11.8					
Standard deviation benchmark, %	10.6	7.2	9.0	10.1	12.5					
Tracking error, %	3.9	3.8	4.5	6.5	7.2					
Sharpe ratio	3.4	4.2	1.9	0.3	0.1					
<b>Average annual return</b>										
- 24 months, %	36.8	34.1	18.6	4.2	1.5					
- 5 yrs, %	18.0	15.2	16.0	-0.2	-2.9					
<b>Costs<sup>2</sup></b>										
Management fee, %	1.6	1.6	1.6	1.6	1.6					
Transaction costs <sup>3</sup> , SEK thousands	297	303	90	211	332					
Transaction costs, %	0.1	0.1	0.1	0.1	0.1					
Research costs <sup>3</sup> , SEK thousands	30									
Research costs, %	0.0									
Ongoing charges, %	1.6	1.6	1.6	1.6	1.6					
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0					
Total costs										
- for a single purchase SEK 10 000	188	183	180	179	156					
- for monthly payments SEK 100	12	12	11	11	10					
<b>Turnover</b>										
Turnover ratio	0.2	0.1	0.1	0.2	0.3					

1) MSCI World IT 10/40 Net Total Return is an index devised on the basis of reflecting market trends for companies on the Stockholm Stock Exchange, with the restriction that no company may exceed 10% and that companies comprising 5% or more must not total more than 40% together (weighting restriction in accordance with UCITS). This means that the index reflects the fund's investment rules well. Index figures for 2005–2010 refers to Nasdaq Composite.

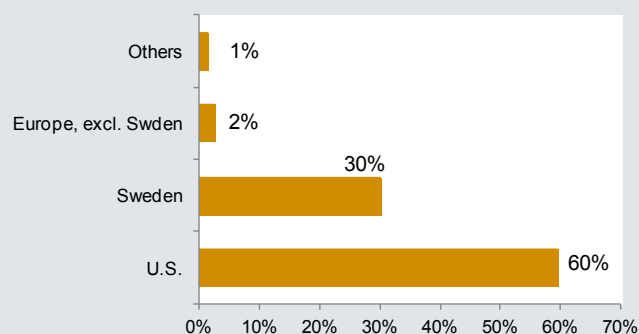
2) Refers to the costs for the last twelve months.

3) Research costs have previously been a component of transaction costs but as of January 1 2015 research costs have been separated from transaction costs and are presented on a separate line.

## Sector allocation 30/06/15



## Geographic allocation 30/06/15



### TOP HOLDINGS

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
Apple	103 110	9.2
Microsoft	76 390	6.8
NetEnt B	76 230	6.8
Google	74 252	6.6
RaySearch B	63 223	5.7

## Balance sheet, SEK thousands

	30/06/15	31/12/14
<b>Assets</b>		
Transferable securities	1 041 651	900 712
<b>Total financial instruments with a positive market value (note 1)</b>	<b>1 041 651</b>	<b>900 712</b>
Investments in accounts with credit institutions	76 338	80 439
<b>Total investments with a positive market value</b>	<b>76 338</b>	<b>80 439</b>
Pre-paid expenses and accrued income	226	198
<b>Total assets</b>	<b>1 118 215</b>	<b>981 349</b>
<b>Liabilities</b>		
Tax liabilities	0	-1 737
Accrued expenses and deferred income	-1 509	-1 264
<b>Total liabilities</b>	<b>-1 509</b>	<b>-3 001</b>
<b>Total net asset (note 2)</b>	<b>1 116 706</b>	<b>978 348</b>

Note 1 See holdings in financial instruments below

### Note 2 Change in net asset

	978 348	611 053
<b>Net asset in the beginning of the year</b>	<b>978 348</b>	<b>611 053</b>
Unit issue	149 738	153 530
Unit redemption	-142 832	-42 387
Net result according to income statement	131 452	256 152
<b>Net asset at the end of the period</b>	<b>1 116 706</b>	<b>978 348</b>

Investments in financial instruments as at 30/06/15  
(expressed in SEK thousands)

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
<b>TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET OR EQUIVALENT MARKET OUTSIDE OF THE EEA</b>				
<b>HEALTH CARE</b>				
Ambu B	DK/DKK	124 244	26 838	2.4
RaySearch B	SE/SEK	585 396	63 223	5.7
Recipharm B	SE/SEK	294 924	45 713	4.1
			<b>135 774</b>	<b>12.2</b>
<b>INFORMATION TECHNOLOGY</b>				
Adobe Systems	US/USD	70 750	47 240	4.2
Amdocs	GG/USD	60 000	26 997	2.4
Apple	US/USD	99 740	103 110	9.2
Cadence Design Systems	US/USD	30 000	4 861	0.4
Cisco Systems	US/USD	189 769	42 951	3.8
Citrix Systems	US/USD	70 000	40 480	3.6
EMC	US/USD	152 750	33 225	3.0
Facebook	US/USD	70 000	49 483	4.4
Google A	US/USD	7 500	33 384	3.0
Google C	US/USD	9 526	40 868	3.7
IFS B	SE/SEK	130 000	34 840	3.1
Intel	US/USD	80 000	20 055	1.8
Intuit	US/USD	33 350	27 700	2.5
Microsoft	US/USD	209 923	76 390	6.8
Net Insight B	SE/SEK	1 878 495	4 959	0.4
NetEnt B	SE/SEK	236 738	76 230	6.8
Oracle	US/USD	99 500	33 050	3.0
Qualcomm	US/USD	52 000	26 843	2.4
Red Hat	US/USD	50 000	31 292	2.8
Transmode	SE/SEK	333 739	37 462	3.4
eBay	US/USD	55 000	27 308	2.4
			<b>818 730</b>	<b>73.3</b>
<b>CONSUMER DISCRETIONARY</b>				
Betsson B	SE/SEK	159 399	19 096	1.7
Dustin Group	SE/SEK	36 301	2 051	0.2
Unibet SDB	MT/SEK	65 102	32 877	2.9
			<b>54 024</b>	<b>4.8</b>
<b>TELECOMMUNICATIONS</b>				
MTN	ZA/ZAR	98 000	15 278	1.4
			<b>15 278</b>	<b>1.4</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>			<b>1 023 806</b>	<b>91.7</b>
<b>OTHER FINANCIAL INSTRUMENTS</b>				
<b>CONSUMER DISCRETIONARY</b>				
Kambi	MT/SEK	256 767	17 845	1.6
			<b>17 845</b>	<b>1.6</b>
<b>TOTAL OTHER FINANCIAL INSTRUMENTS</b>			<b>17 845</b>	<b>1.6</b>
<b>TOTAL FINANCIAL INSTRUMENTS</b>			<b>1 041 651</b>	<b>93.3</b>
Other assets and liabilities, net			75 055	6.7
<b>TOTAL NET ASSET</b>			<b>1 116 706</b>	<b>100.0</b>
<b>TOTAL EXPOSURES TO COMPANIES OR GROUP OF COMPANIES</b>				
Google				6.6

## Accounting principles

The fund's accounting principles are based on Generally Accepted Accounting Principles and are, where appropriate, prepared in accordance with the Swedish Investment Funds Act (2004:46), the Swedish Financial Supervisory Authority's regulations FFFS 2013:9, the Swedish Financial Supervisory Authority's guidance, the Swedish Investment Fund Associations guidelines and also the Swedish Accounting Act.

## Valuation of financial instruments

The fund's financial instruments including liabilities and derivatives are valued at their current market value. The current market value is established using different methods, which are applied in the following order:

1. If the financial instrument is traded on an active market, the closing price on the balance sheet date is used.
2. If the financial instrument is not traded on an active market, the current market value is derived on the basis of similar transactions that have taken place under market conditions over the past period.
3. If methods 1 or 2 cannot be applied, or will be obviously misleading, the current market value is established using a valuation model established on the market.



## Management report

### Investment policy:

Lannebo Corporate Bond is a long-term fixed-income fund that focuses on investments in Swedish and Nordic corporate bonds.

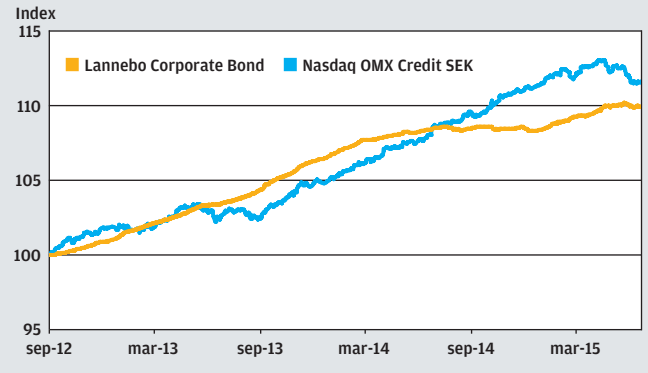
The credit and interest-rate duration of the fund is normally at a maximum of 5 years.

The fund has two share classes. Share Class A is non-distributing and Share Class B is distributing.

### Fund Managers:

Karin Haraldsson/Katarina Åselius Ponsbach  
 karin.haraldsson@lannebofonder.se  
 katarina.ponsbach@lannebofonder.se

## Performance 10/09/12 – 30/06/15



The recommended investment horizon in the fund is three years. The return since the fund was launched has been 9.9 per cent.

## The fund's performance

Assets under management increased from SEK1,356m at the beginning of the year to SEK1,447m at the end of the six-month period. The net of inflows to and outflows from the fund was SEK72m.

Lannebo Corporate Bond increased during the period by 1.5 per cent. NOMX Credit SEK Index, the fund's benchmark index, increased by 0.3 per cent.

## Comments to the fund's performance

Fixed income markets were mixed during the first half of the year and the yield curve steepened. The five-year government bond yield was in negative territory, then went up, and at the end of the first half of the year was at 0.39 per cent, the same level as at the beginning of the year. The 3-month STIBOR fell by 0.5 percentage points to -0.22 per cent. The fund's returns are not affected by rising long-term interest rates because the fund has relatively short interest rate duration, and does not invest in government bonds. The Swedish Central Bank, Riksbank, continued its expansionary monetary policy during the first half of the year and the bank lowered the repo rate below zero for the first time ever to -0.1 per cent in February. The repo rate was again lowered in March to -0.25 per cent. Further, the Riksbank lowered the repo rate path significantly and launched a government bond re-purchase program. According to the Riksbank's forecasted repo rate path, an increase will not occur until the second half of 2016.

The year began on a positive note on the Nordic credit markets with corporate bonds' spreads recovering from declines during the second half of 2014. In May and June, concerns intensified regarding the outcome in Greece. Credit spreads, the difference between the risk-free interest rate and the interest rate on corporate bonds, diverged sharply in Europe. The Nordic credit markets were infected by the volatility on the European markets and credit spreads diverged, resulting in slightly lower performance, generally, for corporate bonds.

During the period, activity on the credit markets continued to be high, and the fund participated in, among others, the issues of ferry boat operator Color Group, pension and life insurance company Storebrand Life Insurance, chemical producer Kemira and real estate company Sponda.

Color Group is a Norwegian ferry boat operator serving four routes between Norway, Sweden, Denmark and Germany. Over the past ten years Color Group has invested heavily in the business, which has weighed on profitability. Now that the investment phase is completed we expect profitability to rise. Storebrand Life Insurance is part of Storebrand Group, which has operations in banking and insurance in the Nordic region. Kemira is a Finnish company that produces chemicals, which, among others, is used in the treatment of wastewater and the production of paper and pulp. The Finnish real estate company Sponda owns, manages and develops commercial properties such as offices

and shopping centres, most of which are located in major Finnish cities.

The fund also invested in Bakkafrost, a salmon producer in the Faroe Islands. The Faroe Islands have a climate suitable for fish farming, having both good water quality and stable temperatures year round. Bakkafrost has low leverage.

No major structural changes were made to the fund during the first half of the year. The fund consisted entirely of corporate bonds at the end of the period. Credit duration, the average maturity of all holdings in the fund, was unchanged at 3.6 years. Credit duration measures how sensitive the fund is to a change in the creditworthiness of issuers in the fund. The average of the assessed credit rating of the fund's holdings was in the lower investment grade segment, BBB (-). The interest rate duration, which measures the fund's sensitivity to a change in market interest rates increased slightly and amounted to 0.6 years at the end of the period.

The fund's five largest issuers at mid-year were Volvo Treasury, Castellum, Danske Bank, BillerudKorsnäs and Aker ASA.

Volvo Treasury is part of the Volvo Group and serves as the Group's internal bank. Volvo Treasury coordinates the Group's global funding strategy and financial infrastructure. Volvo is listed on the Stockholm Stock Exchange and the Group is one of the world's leading manufacturers of trucks, buses and construction equipment, as well as drive systems for marine and industrial applications. Volvo

Treasury has an official BBB rating with a negative outlook by S&P.

Castellum is a Swedish public real estate company with a focus on commercial properties. The properties are owned and managed through six wholly owned subsidiaries in five geographic regions: Gothenburg, Stockholm, the Öresund Region, Mälardalen and Eastern Götaland. Castellum has no official rating. The properties have a good geographical spread. Profitability has historically been stable and the loan-to-value is lower compared to many other real estate companies. This leads the market's assessment of the company's credit rating to correspond to a rating in the segment BBB (-).

Danske Bank is Denmark's largest financial group and one of the largest in the Nordics. Danske Bank has a credit rating of A (-) by S&P. The Group's business operations include banking services, loans, financing, insurance, leasing, and property and asset management. Danske Bank is listed on the Copenhagen stock exchange.

BillerudKorsnäs is one of the world's largest suppliers of fiber-based packaging materials and packaging solutions to, among others, the food industry. BillerudKorsnäs was formed in 2012 through the merger of Billerud and Korsnäs. BillerudKorsnäs is listed on the Stockholm Stock Exchange, and the company has no official rating. A strong market position, diversified customer base and satisfactory debt level leads the market's assessment of the company's credit rating to correspond to a BBB (-) rating.

# LANNEBO CORPORATE BOND

Aker ASA is a Norwegian investment company that invests primarily in the oil and gas sector, but also in sectors such as fishing, bio-marine, real estate and finance. The largest holdings are Aker Solutions, the Norske Oljeselskap, Akastor and Ocean Yield. A well-diversified portfolio, a clear ownership struc-

ture, a strong balance sheet and good liquidity, leads the market to assess the company's credit rating to correspond to a rating of BB (+). Aker ASA is listed on Oslo Stock Exchange.

## Fund facts Lannebo Corporate Bond, reg no 515602-5669

Launch date 10/09/12

Performance	30/06/15	31/12/14	31/12/13	31/12/12
Net asset, SEK thousands	1 447 167	1 355 506	690 865	86 780
Shareclass A	1 437 368	1 350 947	675 370	
Shareclass B	9 799	4 559	15 495	
NAV A, SEK	109.93	108.33	106.48	101.04
NAV B, SEK	107.42	108.01	106.48	
Number of outstanding units, thousand	13 167	12 513	6 488	859
Shareclass A	13 076	12 471	6 343	
Shareclass B	91	42	146	
Dividend, SEK per unit	2.16	0.31	0.00	0.00
Annual return, %				
Shareclass A	1.5	1.7	5.4	1.0
Shareclass B	1.5	1.7	0.3	
NASDAQ OMX Credit SEK <sup>1</sup> , %	0.3	6.2	2.8	1.9
<b>Risk and growth</b>				
Standard deviation, %	0.9	0.9	-	-
Standard deviation benchmark, %	1.5	6.5	-	-
Credit duration, yrs	3.6	3.6	3.7	3.8
Interest duration, yrs	0.6	0.3	0.2	0.2
<b>Average annual return</b>				
- 24 months, %	3.1	3.5	-	-
- 5 yrs, %	-	-	-	-
<b>Costs<sup>2</sup></b>				
Management fee, %	0.9	0.9	0.9	0.9
Transaction costs, SEK thousands	0	0	0	0
Transaction costs, %	0.0	0.0	0.0	0.0
Ongoing charges, %	0.9	0.9	0.9	0.3
Sales and redemption fee, %	0.0	0.0	0.0	0.0
Total costs				
- for a single purchase SEK 10 000	92	91	92	-
- for monthly payments SEK 100	1	1	5	-
<b>Turnover</b>				
Turnover ratio	0.6	0.5	0.7	0.3

1) NASDAQ OMX Credit SEK is an index that has been based to reflect developments in corporate bonds issued in SEK with high credit ratings, better known as investment grade.

2) Refers to the costs for the last twelve months.

# LANNEBO CORPORATE BOND

## Material risks

The greatest risk associated with the fund's assets is the credit risk, which means the credit rating of one or more of the issuers deteriorates or an issuer becomes insolvent. If the credit rating of the issuer changes for the worse, this means that the market value of the holding will be lower. If the issuer becomes insolvent, this may, in the worst-case scenario, mean the holding is worthless. The credit risk in these types of funds is higher as the fund invests in corporate bonds. The fund invests in both corporate bonds with a high credit rating (so-called investment grade) and in bonds with a credit rating lower than investment grade or bonds that do not have a credit rating. The fund reduces this risk by having a good diversification between different issuers and tranches. The average credit rating at mid-year was BBB-

The interest rate risk is higher in this type of fixed-income fund as the fund invests in securities with an

average to long-term duration, which means greater price volatility than is the case with a money market fund. The fund's interest rate duration was less than one year, while credit duration was under five years.

The fund has not exercised, and does not intend to exercise, the option of investing more than 35 per cent of the fund's value in debt issued or guaranteed by a government, municipal authority or the equivalent within an EEA country.

Relevant risk levels are continuously monitored and followed up and assessed with the help of regular stress tests. Appropriate risk measures are used to assess the fund's risk profile. Follow-up of the fund's concentration level and the degree of active management are also included as measures used to manage the fund's risk exposures. The fund was managed in accordance with the fund's risk profile during the half-year period.

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
Volvo Treasury	65 894	4.6
Castellum	64 269	4.5
Danske Bank	63 807	4.5
BillerudKorsnäs	54 493	3.8
Aker ASA	53 290	3.8

## Balance sheet, SEK thousands

	30/06/15	31/12/14
<b>Assets</b>		
Transferable securities	1 375 013	1 316 861
Other derivatives with a positive market value	6 800	0
<b>Total financial instruments with a positive market value (note 1)</b>	<b>1 381 813</b>	<b>1 316 861</b>
Investment in accounts with credit institutions	70 379	36 289
<b>Total investments with a positive market value</b>	<b>70 379</b>	<b>36 289</b>
Cash equivalent	0	800
Pre-paid expenses and accrued income	3 322	3 057
<b>Total assets</b>	<b>1 455 514</b>	<b>1 357 007</b>
<b>Liabilities</b>		
Other derivatives with a negative market value	0	-439
<b>Total financial instruments with a negative market value</b>	<b>0</b>	<b>-439</b>
Accrued expenses and deferred income	-1 050	-1 062
Other liabilities	-7 297	0
<b>Total liabilities</b>	<b>-8 347</b>	<b>-1 501</b>
<b>Total net asset (note 2)</b>	<b>1 447 167</b>	<b>1 355 506</b>
<b>Memorandum items</b>		
Received collaterals for OTC-derivatives	7 297	0
% of net asset	0.5	0.0
Pledged assets for OTC-derivatives	0	800
% of net asset	0.0	0.1
Commitments (note 3)	23 081	0

Note 1 See holdings in financial instruments below

## Note 2 Change in net asset

<b>Net asset in the beginning of the year</b>	<b>1 355 506</b>	<b>690 865</b>
Unit issue	373 961	1 253 267
Unit redemption	-301 525	-604 165
Net result according to income statement	19 134	15 586
Dividend paid	91	-47
<b>Net asset at the end of the period</b>	<b>1 447 167</b>	<b>1 355 506</b>

## Note 3 Commitments

Refers to ongoing issue in Forchem OBL200702 subscribed by the fund with settlement date 02/07/15.



# LANNEBO CORPORATE BOND

Investments in financial instruments as at 30/06/15  
(expressed in SEK thousands)

	COUNTRY/ CURRENCY	NOMINAL AMOUNT	MARKET VALUE	% OF NET ASSET
<b>TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>				
<b>FLOATING RATE NOTES (FRN)</b>				
Akelius Residential FRN180309	SE/SEK	30 000 000	30 530	2.1
Aker FRN190724	NO/SEK	53 000 000	53 290	3.7
Amer Sports FRN181106	FI/SEK	25 000 000	25 472	1.8
Atrium Ljungberg FRN171115	SE/SEK	15 000 000	15 235	1.1
Atrium Ljungberg FRN190319	SE/SEK	22 000 000	22 118	1.5
Bakkafrost FRN180214	FO/NOK	15 000 000	16 606	1.1
Balder FRN190312	SE/SEK	50 000 000	50 366	3.5
BillrudKorsnäs FRN180327	SE/SEK	52 000 000	54 493	3.8
Castellum FRN180926	SE/SEK	13 500 000	13 810	1.0
Castellum FRN190607	SE/SEK	50 000 000	50 460	3.5
Cloetta FRN180917	SE/SEK	49 000 000	51 044	3.5
Color Group FRN200602	NO/NOK	30 000 000	31 482	2.2
D. Carnegie FRN180423	SE/SEK	23 000 000	23 120	1.6
DFDS FRN180321	NO/DKK	32 000 000	34 938	2.4
DNB Call FRN200528	NO/SEK	30 000 000	30 033	2.1
Danske Bank Call FRN190605	DK/SEK	61 000 000	63 807	4.4
Hemfosa Fastigheter FRN170404	SE/SEK	53 000 000	53 095	3.7
ICA Gruppen FRN190617	SE/SEK	15 000 000	15 267	1.1
Intrum Justitia FRN190515	SE/SEK	38 000 000	38 816	2.7
Loomis FRN191218	SE/SEK	20 000 000	20 188	1.4
Länsförsäkringar Bank FRN200609	SE/SEK	15 000 000	14 984	1.0
MTGFRN180319	SE/SEK	46 000 000	46 335	3.2
NCC Treasury FRN170306	SE/SEK	24 500 000	25 057	1.7
NCC Treasury FRN180830	SE/SEK	9 000 000	9 261	0.6
Ocean Yield FRN200429	NO/NOK	20 000 000	21 019	1.5
Resurs Bank FRN180403	SE/SEK	30 000 000	30 181	2.1
SBAB Bank Call FRN171116	SE/SEK	4 000 000	4 164	0.3
SFF 2 FRN171221	SE/SEK	47 000 000	48 241	3.3
SOBI FRN170626	SE/SEK	44 000 000	45 416	3.1
SPP Livförsäkring Call FRN190527	SE/SEK	30 000 000	30 768	2.1
SSAB FRN190225	SE/SEK	35 000 000	34 882	2.4
Stora Enso FRN170626	FI/SEK	31 000 000	32 586	2.3
Storebrand Livsförsäkring Call FRN200317	NO/NOK	49 000 000	51 651	3.6
Trelleborg Treasury FRN210118	SE/SEK	40 000 000	40 028	2.8
Vattenfall Call FRN220319	SE/SEK	40 000 000	40 027	2.8
Volvo Treasury FRN190415	SE/SEK	24 000 000	24 165	1.7
DNB 5.75% Call Obl200326	NO/USD	2 000 000	16 124	1.1
Handelsbanken 5.25% Call Obl210301	SE/USD	1 800 000	14 399	1.0
Kemira 2.25% Obl220513	FI/SEK	1 500 000	13 899	1.0
SEB 5.75% Call Obl200513	SE/USD	2 000 000	16 256	1.1
Sponda 2.375% Obl200520	FI/SEK	2 000 000	18 486	1.3
Volvo Treasury 4.2% Call Obl200610	SE/EUR	4 500 000	41 729	2.9
			<b>1 313 828</b>	<b>90.8</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>			<b>1 313 828</b>	<b>90.8</b>
<b>TRANSFERABLE SECURITIES INTENDED TO BE ADMITTED TO TRADING ON A REGULATED MARKET WITHIN ONE YEAR FROM ISSUE</b>				
<b>FLOATING RATE NOTES (FRN)</b>				
DNB 5.75% Call Obl200326	NO/USD	2 000 000	16 124	1.1
			<b>16 124</b>	<b>1.1</b>
<b>TOTAL TRANSFERABLE SECURITIES INTENDED TO BE ADMITTED TO TRADING ON A REGULATED MARKET WITHIN ONE YEAR FROM ISSUE</b>			<b>16 124</b>	<b>1.1</b>
<b>OTHER FINANCIAL INSTRUMENTS ADMITTED TO TRADING ON A REGULATED MARKET</b>				
<b>OTHER FINANCIAL INSTRUMENTS</b>				
<b>FLOATING RATE NOTES (FRN)</b>				
Arla Foods Finance FRN180604	DK/SEK	24 500 000	25 140	1.7

	COUNTRY/ CURRENCY	NOMINAL AMOUNT	MARKET VALUE	% OF NET ASSET
Nordea FRN200312	SE/SEK	16 000 000	15 957	1.1
Stena Metall Finans FRN191029	SE/SEK	20 000 000	20 087	1.4
			<b>61 185</b>	<b>4.2</b>
<b>CURRENCY FUTURE</b>				
EUR/SEK	SE/EUR	-8 100 000	670	0.0
NOK/SEK	SE/NOK	-148 334 439	6 063	0.4
USD/SEK	SE/USD	-5 870 000	68	0.0
			<b>6 800</b>	<b>0.5</b>
<b>TOTAL OTHER FINANCIAL INSTRUMENTS</b>			<b>67 985</b>	<b>4.7</b>
<b>TOTAL FINANCIAL INSTRUMENTS</b>			<b>1 381 813</b>	<b>95.5</b>
Other assets and liabilities, net			65 353	4.5
<b>TOTAL NET ASSET</b>			<b>1 447 167</b>	<b>100.0</b>
<b>TOTAL EXPOSURE TO COMPANIES OR GROUP OF COMPANIES</b>				
SEB				6.5
Volvo Treasury				4.6
DNB				3.2
Castellum				4.4
Atrium Ljungberg				2.6
NCC Treasury				2.4

## Accounting principles

The fund's accounting principles are based on Generally Accepted Accounting Principles and are, where appropriate, prepared in accordance with the Swedish Investment Funds Act (2004:46), the Swedish Financial Supervisory Authority's regulations FFFS 2013:9, the Swedish Financial Supervisory Authority's guidance, the Swedish Investment Fund Associations guidelines and also the Swedish Accounting Act.

## Valuation of financial instruments

The fund's financial instruments including liabilities and derivatives are valued at their current market value. The current market value is established using different methods, which are applied in the following order:

1. If the financial instrument is traded on an active market, the closing price on the balance sheet date is used.
2. If the financial instrument is not traded on an active market, the current market value is derived on the basis of similar transactions that have taken place under market conditions over the past period.
3. If methods 1 or 2 cannot be applied, or will be obviously misleading, the current market value is established using a valuation model established on the market.

# LANNEBO HIGH YIELD ALLOCATION



## Management report

### Investment policy:

Lannebo High Yield Allocation är en long-term fixed-income fund that focuses on investments in Swedish and Nordic high-yield corporate bonds. The fund has two share classes. Share Class A is non-distributing and Share Class B is distributing.

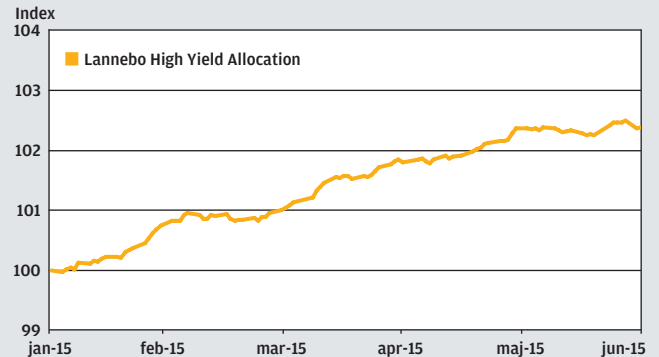
The credit and interest-rate duration of the fund is normally 3-5 years.

### Fund Managers:

Karin Haraldsson/Katarina Åselius Ponsbach  
[karin.haraldsson@lannebofonder.se](mailto:karin.haraldsson@lannebofonder.se)  
[katarina.ponsbach@lannebofonder.se](mailto:katarina.ponsbach@lannebofonder.se)



## Performance 30/01/15 - 30/06/15



The recommended investment horizon in the fund is three years. The return since the fund was launched has been 2.4 per cent.

## The fund's performance

The fund launched January 30, 2015, and has been in operation for five months. Assets amounted to SEK237m at the end of the half-year period. The net of inflows to and outflows from the fund was SEK235m. Lannebo High Yield Allocation increased during the period by 2.4 per cent.

## Comments to the fund's performance

Fixed income markets were mixed during the first half of the year and the yield curve steepened. The five-year government bond yield was in negative territory, then went up, and at the end of the first half of the year was at 0.39 per cent, the same level as at the beginning of the year. The 3-month STIBOR fell by 0.5 per cent points to -0.22 per cent. The fund's returns are not affected by rising long-term interest rates because the fund has relatively short interest rate duration, and does not invest in government bonds. The Swedish Central Bank, Riksbank, continued its expansionary monetary policy during the first half of the year and the bank lowered the repo rate below zero for the first time ever to -0.1 per cent in February. The repo rate was again lowered in March to -0.25 per cent. Further, the Riksbank lowered the repo rate path significantly and launched a government bond re-purchase program. According to the Riksbank's forecasted repo rate path, an increase will not occur until the second half of 2016.

The year began on a positive note on the Nordic credit markets with corporate bonds' spreads recovering from declines

during the second half of 2014. In May and June, concerns intensified regarding the outcome in Greece. Credit spreads, the difference between the risk-free interest rate and the interest rate on corporate bonds, diverged sharply in Europe. The Nordic credit markets were infected by the volatility on the European markets and credit spreads diverged, resulting in slightly lower performance, generally, for corporate bonds.

During the period, activity on the credit markets continued to be high, and the fund participated in, among others, the issues of the ferry boat operator Color Group, shipping company Stolt-Nielsen, security solutions provider Consilium and real estate company Technopolis.

Color Group is a Norwegian ferry boat operator serving four routes between Norway, Sweden, Denmark and Germany. Swedish Consilium produces safety-, navigation- and automation systems for the transportation, oil and gas industry. The company is listed on the Stockholm Stock Exchange.

Norwegian Stolt-Nielsen is one of the world's largest tanker shipping companies. As part of their product portfolio, the company is also engaged in port terminals, container freight as well as a smaller operation within fish farming.

The fund has also participated in the bond issued by Finnish Forchem Oy. Forchem manufactures four different tall oil products extracted from residues from pulp mills. Tall oil has many uses, for example, in inks, adhesives, biodiesel and paint. Forchem was acquired in 2013 by one of its larger customers, Portuguese

Respol, a family-owned company that produces various bi-products of tall oil.

Technopolis is a Finnish real estate company that owns and manages office properties in major Finnish cities.

At the end of the first six months of 2015, the fund consisted exclusively of corporate bonds. The average credit duration of all holdings in the fund was 3.7 years. Credit duration measures how sensitive the fund is to a change in the creditworthiness of issuers in the fund. The average of the assessed credit rating of the fund's holdings was BB-. The interest rate duration, which measures the fund's sensitivity to changes in market interest rates, was 1.1 years at the end of the period. The strategy is to keep the interest rate duration short to protect the fund against rising interest rates.

The fund's five largest issuers at the end of the period were Troax, Color Group, Lindorff, Aker ASA and Bravida.

**Troax** is a Swedish industrial company that manufactures mesh panels. The mesh panels are used, for example, as machine protection, warehouse fittings and storage rooms. Troax was listed on the Stockholm Stock Exchange during March, and among the largest of the new owners are Latour and Svolder. Troax has delivered good results and reduced debt. Lower debt and a diversified ownership base leads the market to assess Troax's credit rating to be equivalent to a credit rating of B.

**Color Group** is a Norwegian ferry boat operator serving four routes between Norway, Sweden, Denmark and Germany. Over the past ten years Color Group has

invested heavily in the business, which has weighed on profitability. Now that the investment phase is completed we expect profitability to rise. Stable revenues, good market position and the potential to improve profitability leads the market to assess that Color Group's credit rating is equivalent to a BB-.

**Lindorff** is a Norwegian credit management company that provides both debt collection services and the purchase portfolios of overdue receivables. The business has grown significantly, and Lindorff is now one Europe's leading players. Lindorff is majority owned by Nordic Capital since 2014. The fund invested in the company's bonds that have an official B (+) credit rating from S&P.

**Aker ASA** is a Norwegian investment company that invests primarily in the oil and gas sector, but also in sectors such as fishing, bio-marine, real estate and finance. The largest holdings are Aker Solutions, Det Norske Oljeselskap, Akastor and Ocean Yield. A well-diversified portfolio, a clear ownership structure, a strong balance sheet and good liquidity, leads the market to assess the company's credit rating to correspond to a rating of BB (+). Aker ASA is listed on Oslo Stock Exchange.

**Bravida** delivers technical installation and service solutions for electrical, plumbing and ventilation for real estate. Since 2012, private equity company Bain Capital owns Bravida. In 2015, Bravida acquired Peko Group, expanding operations into Finland. Bravida has an official B credit rating from S&P.

## LANNEBO HIGH YIELD ALLOCATION

### Material risks

The greatest risk associated with the fund's assets is the credit risk, which means the credit rating of one or more of the issuers deteriorates or an issuer becomes insolvent. If the credit rating of the issuer changes for the worse, this means that the market value of the holding will be lower. If the issuer becomes insolvent, this may, in the worst-case scenario, mean the holding is worthless.

The credit risk in these types of funds is higher as the fund invests in high-yield corporate bonds issued by com-

panies with lower or no credit ratings. The Fund invests primarily in corporate bonds with a lower credit rating than investment grade or that lack credit rating. The fund reduces this risk by having a good diversification between different issuers and issues. The average credit rating at mid-year was BB-.

The interest rate risk is higher in this type of fixed-income fund, as the fund invests in securities with an average to long-term duration, which means greater price volatility than is the case with a money market fund. The fund's

interest rate duration was less than two years, while credit duration was under five years.

Liquidity risk may be higher in the fund than in a fixed income fund investing only in instruments issued by companies with high credit ratings.

The fund has not exercised, and does not intend to exercise, the option of investing more than 35 per cent of the fund's value in debt issued or guaranteed by a government, municipal authority or the equivalent within an EEA country.

Relevant risk levels are continuously monitored and followed up and assessed with the help of regular stress tests. Appropriate risk measures are used to assess the fund's risk profile. Follow-up of the fund's concentration level and the degree of active management are also included as measures used to manage the fund's risk exposures. The fund was managed in accordance with the fund's risk profile during the half-year period.

### Fund facts Lannebo High Yield Allocation, reg no 515602-7228

Launch date 30/01/15

Performance <sup>1</sup>	30/06/15
Net asset, SEK thousands	237 231
NAV, SEK	102.36
Number of outstanding units, thousand	2 318
Dividend, SEK per unit	0,00
Annual return, %	2.4
Risk and growth	
Standard deviation, %	-
Standard deviation benchmark, %	-
Credit duration, yrs	3.8
Interest duration, yrs	1.1
Average annual return	
- 24 months, %	-
- 5 yrs, %	-
Costs <sup>2</sup>	
Management fee, %	0.9
Transaction costs, SEK thousands	0.0
Transaction costs, %	0
Ongoing charges, %	-
Sales and redemption fee, %	0.0
Total costs	
- for a single purchase SEK 10 000	-
- for monthly payments SEK 100	-
Turnover	
Turnover ratio	-

1) There have been no deposits of share class B and there is therefore no information to present to the share class.

Refers to the period 30/01/15-30/06/15.

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
Troax Group	10 729	4.7
Color Group	10 494	4.6
Lindorff	9 983	4.4
Aker Asa	9 876	4.3
Bravida Holding	9 203	4.0

### Balance sheet, SEK thousands

	30/06/15
Assets	
Transferable securities	206 169
Other derivatives with a positive market value	2 635
<b>Total financial instruments with a positive market value (note 1)</b>	<b>208 804</b>
Investment in accounts with credit institutions	37 630
<b>Total investments with a positive market value</b>	<b>37 630</b>
Pre-paid expenses and accrued income	1 304
<b>Total assets</b>	<b>247 738</b>
Liabilities	
Accrued expenses and deferred income	-161
Other liabilities	-10 346
<b>Total liabilities</b>	<b>-10 507</b>
<b>Total net asset (note 2)</b>	<b>237 231</b>
Memorandum items	
Received collaterals for OTC-derivatives	1 790
% of net asset	0,8
Commitments (note 3)	8 309

# LANNEBO HIGH YIELD ALLOCATION

Note 1 See holdings in financial instruments below

## Note 2 Change in net asset

	30/06/15
<b>Net asset in the beginning of the year</b>	<b>0</b>
Unit issue	248 302
Unit redemption	-13 514
Net result according to income statement	2 443
<b>Net asset at the end of the period</b>	<b>237 231</b>

## Note 3 Commitments

Refers to ongoing issue in Forchem OBL200702 subscribed by the fund with settlement date 02/07/15.

Investments in financial instruments as at 30/06/15  
(expressed in SEK thousands)

	COUNTRY/ CURRENCY	NOMINAL AMOUNT	MARKET VALUE	% OF NET ASSET
<b>TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>				
<b>FLOATING RATE NOTES (FRN)</b>				
Aker FRN190130	NO/NOK	1 000 000	1 103	0.5
Aker FRN220907	NO/NOK	8 000 000	8 774	3.7
Bravida Holding FRN190615	SE/SEK	9 100 000	9 203	3.9
BW Offshore FRN200616	BM/NOK	7 000 000	7 359	3.1
Color Group FRN200602	NO/NOK	10 000 000	10 494	4.4
Consilium FRN200325	SE/SEK	7 000 000	7 505	3.2
D. Carnegie FRN180423	SE/SEK	7 000 000	7 037	3.0
Danske Bank 5.75%				
Call Obl200406	DK/EUR	600 000	5 541	2.3
Destia FRN190619	FI/EUR	600 000	5 636	2.4
Det Norske Oljeselskap 10.25%				
Call Obl220527	NO/USD	400 000	3 292	1.4
DNB 5.75% Call Obl200326	NO/USD	800 000	6 450	2.7
Estancia Logistik 7.5% Obl190529	SE/SEK	2 000 000	2 039	0.9
Handelsbanken 5.25%				
Call Obl210301	SE/USD	200 000	1 600	0.7
Heimstaden FRN190916	SE/SEK	4 000 000	3 962	1.7
Höegh LNG Holdings Ltd FRN200605	BM/USD	400 000	3 289	1.4
Infratek FRN190520	NO/NOK	8 000 000	8 506	3.6
JSM Financial Group 8%				
Obl170317	SE/SEK	6 000 000	6 195	2.6
Kährs FRN171220	SE/SEK	7 000 000	7 306	3.1
Lindorff FRN200815 NOK	NO/NOK	9 000 000	9 983	4.2
LM Group Holding 8% Obl190326	DK/EUR	700 000	6 525	2.8
Norwegian Air Shuttle FRN180520	NO/NOK	4 000 000	4 211	1.8
Ocean Yield FRN200429	NO/NOK	5 000 000	5 255	2.2
Pioneer Public Properties III FRN190627	NO/NOK	7 000 000	7 415	3.1
Sagax FRN190618	SE/SEK	1 000 000	1 001	0.4
Seadrill FRN190318	BM/SEK	2 000 000	1 560	0.7
SEB 5.75% Call Obl200513	SE/USD	700 000	5 690	2.4
Sefyr Värme 7% Obl170224	SE/SEK	5 000 000	5 245	2.2
Stolt-Nielsen FRN200408	BM/NOK	6 000 000	6 389	2.7
Technopolis 3.75% Obl200528	FI/EUR	750 000	6 996	2.9
Teekay LNG Partners L.P. FRN200519	MH/NOK	3 000 000	3 128	1.3
Textilia FRN190404	SE/SEK	7 000 000	7 166	3.0
Troax Group FRN200612	SE/EUR	1 114 100	10 729	4.5
West Atlantic 8% Obl180508	SE/SEK	3 000 000	3 188	1.3
ÅR Packaging FRN170709	SE/EUR	700 000	6 721	2.8
			<b>196 489</b>	<b>82.8</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>			<b>196 489</b>	<b>82.8</b>

	COUNTRY/ CURRENCY	NOMINAL AMOUNT	MARKET VALUE	% OF NET ASSET
<b>TRANSFERABLE SECURITIES INTENDED TO BE ADMITTED TO TRADING ON A REGULATED MARKET WITHIN ONE YEAR FROM ISSUE</b>				
<b>FLOATING RATE NOTES (FRN)</b>				
BW Offshore FRN200616	BM/NOK	7 000 000	7 359	3.1
Det Norske Oljeselskap 10.25% Call Obl220527	NO/USD	400 000	3 292	1.4
DNB 5.75% Call Obl200326	NO/USD	800 000	6 450	2.7
Estancia Logistik 7.5% Obl190529	SE/SEK	2 000 000	2 039	0.9
Höegh LNG Holdings Ltd FRN200605	BM/USD	400 000	3 289	1.4
Teekay LNG Partners L.P. FRN200519	MH/NOK	3 000 000	3 128	1.3
			<b>25 555</b>	<b>10.8</b>
<b>TOTAL TRANSFERABLE SECURITIES INTENDED TO BE ADMITTED TO TRADING ON A REGULATED MARKET WITHIN ONE YEAR FROM ISSUE</b>			<b>25 555</b>	<b>10.8</b>
<b>OTHER FINANCIAL INSTRUMENTS</b>				
<b>FLOATING RATE NOTES (FRN)</b>				
Jacob Holm FRN190403	DK/SEK	5 000 000	5 153	2.2
Okavo 6.5% Obl190601	SE/EUR	500 000	4 527	1.9
			<b>9 680</b>	<b>4.1</b>
<b>CURRENCY FUTURE</b>				
EUR/SEK	EUR/SEK	-5 225 822	-6	0.0
NOK/SEK	NOK/SEK	-69 314 271	2 424	1.0
USD/SEK	USD/SEK	-2 507 304	218	0.1
			<b>2 635</b>	<b>1.1</b>
<b>TOTAL OTHER FINANCIAL INSTRUMENTS</b>			<b>12 316</b>	<b>5.2</b>
<b>TOTAL FINANCIAL INSTRUMENTS</b>			<b>208 805</b>	<b>88.0</b>
Other assets and liabilities, net			28 426	12.0
<b>TOTAL NET ASSET</b>			<b>237 231</b>	<b>100.0</b>
<b>TOTAL EXPOSURE TO COMPANIES OR GROUP OF COMPANIES</b>				
SEB				15.1
Aker				4.2
Handelsbanken				1.1

## Accounting principles

The fund's accounting principles are based on Generally Accepted Accounting Principles and are, where appropriate, prepared in accordance with the Swedish Investment Funds Act (2004:46), the Swedish Financial Supervisory Authority's regulations FFFS 2013:9, the Swedish Financial Supervisory Authority's guidance, the Swedish Investment Fund Associations guidelines and also the Swedish Accounting Act.

## Valuation of financial instruments

The fund's financial instruments including liabilities and derivatives are valued at their current market value. The current market value is established using different methods, which are applied in the following order:

1. If the financial instrument is traded on an active market, the closing price on the balance sheet date is used.
2. If the financial instrument is not traded on an active market, the current market value is derived on the basis of similar transactions that have taken place under market conditions over the past period.
3. If methods 1 or 2 cannot be applied, or will be obviously misleading, the current market value is established using a valuation model established on the market.



## Management report

### Investment policy:

The fund is a short-term fixed income fund that focuses on investments in Swedish fixed-income securities.

The credit duration and interest-rate duration of the fund is a maximum of two years.

### Fund Managers:

Karin Haraldsson/Katarina Åselius Ponsbach  
 karin.haraldsson@lannebofonder.se  
 katarina.ponsbach@lannebofonder.se



## The funds performance

Assets under management increased from SEK3.6bn at the beginning of the year to SEK4.6bn at the end of the six-month period. The net of inflows to and outflows from the fund were SEK966m.

Lannebo Likviditetsfond increased during the period by 0.3 per cent. OMX Treasury Bill Index, the fund's benchmark index, was unchanged.

## Comments to the fund's performance

Fixed income markets were mixed during the first half of the year and the yield curve steepened. The five-year government bond yield was in negative territory, then went up, and at the end of the first half of the year was at 0.39 per cent, the same level as at the beginning of the year. The 3-month STIBOR fell by 0.5 per centage points to -0.22 per cent. The fund's returns are not affected by rising long-term interest rates because the fund has relatively short interest rate duration, and does not invest in government bonds. The Swedish Central Bank, Riksbank, continued its expansionary monetary policy during the first half of the year and the bank lowered the repo rate below zero for the first time ever to -0.1 per cent in February. The repo rate was again lowered in March to -0.25 per cent. Further, the Riksbank lowered the repo rate path significantly and launched a government bond re-purchase program. According to

the Riksbank's forecasted repo rate path, an increase will not occur until the second half of 2016.

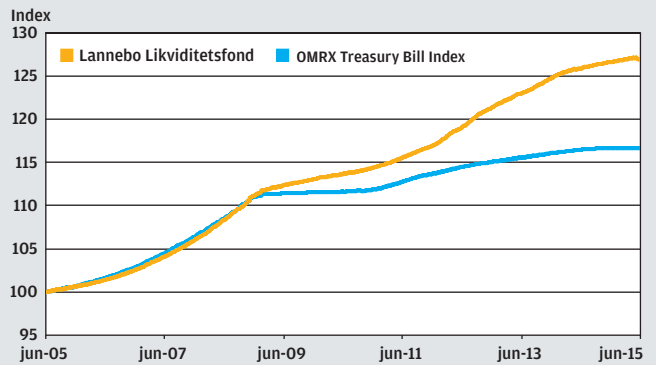
The year began on a positive note on the Nordic credit markets with corporate bonds' spreads recovering from declines during the second half of 2014. In May and June, concerns intensified regarding the outcome in Greece. Credit spreads, the difference between the risk-free interest rate and the interest rate on corporate bonds, diverged sharply in Europe. The Nordic credit markets were infected by the volatility on the European markets and credit spreads diverged, resulting in slightly lower performance, generally, for corporate bonds.

During the period, activity on the credit markets continued to be high, and the fund participated in, among others, the issues of the information technology company Hexagon, the Norwegian real estate company Olav Thon and Ikano Bank.

No major structural changes were made in the fund during the period. The proportion of bonds, FRN floating rate loans, was 84 per cent and the proportion of certificates increased from 11 to 13 per cent at end of period.

The interest rate duration, which measures the fund's sensitivity to a change in market interest rates, remained unchanged and amounted to 0.2 years at the end of June. Credit duration, which measures the fund's sensitivity to a change in credit spreads, increased from 1.7 to 1.9 years

## Performance 30/06/05 - 30/06/15



The return during the recommended one-year investment horizon has been 0.8 per cent.

at the end of the period. The duration of FRN loans are in most cases three months but normally provide higher returns than certificates with the same fixed interest period. To generate higher returns with limited risk, the fund invested in interest-bearing securities issued by companies with high credit ratings.

The fund's five largest issuers at the end of the period were Volvo Treasury, Castellum, Hexagon, NCC Treasury and Ikano Bank.

**Volvo Treasury** is part of the Volvo Group and serves as the Group's internal bank. Volvo Treasury coordinates the Group's global funding strategy and financial infrastructure. Volvo is listed on the Stockholm Stock Exchange and the Group is one of the world's leading manufacturers of trucks, buses and construction equipment, as well as drive systems for marine and industrial applications. Volvo Treasury has an official BBB rating with a negative outlook by S&P.

**Castellum** is a Swedish public real estate company with a focus on commercial properties. The properties are owned and managed through six wholly owned subsidiaries in five geographic regions: Gothenburg, Stockholm, the Öresund Region, Mälardalen and Eastern Götaland. Castellum has no official rating. The properties have a good geographical spread. Profitability has been historically stable and the loan-to-value is lower compared to many other real estate companies.

This leads the market's assessment of the company's credit rating to correspond to a rating in the segment BBB (-).

**Hexagon** is a Swedish information technology company with global operations and is listed on the Stockholm Stock Exchange. High margins and good growth leads the market to assess that the credit rating corresponds to a rating in the segment BBB.

**NCC Treasury** is the NCC Group's internal bank. NCC is one of the leading construction and property development companies in the Nordics. NCC develops residential and commercial property projects and builds offices, industrial facilities, housing, roads and facilities, and other infrastructure. A strong market position, but with a business that is cyclical leads the market to assess that the credit rating corresponds to a rating in the segment BBB (-).

**Ikano Bank** is a small niche bank within the Ikano Group, which is owned by the Kamprad family. Ikano Bank is active in the Nordic region, and the bank's core funding source is deposits from the public. Good profitability and liquidity, strong owners, but a smaller in size leads the market to assess that the credit rating corresponds to the segment BBB.

# LANNEBO LIKVIDITETFOND

## Material risks

The greatest risk associated with the fund's assets is the credit risk, which means the credit rating of one or more of the issuers deteriorates or an issuer becomes insolvent. If the credit rating of the issuer changes for the worse, this means that the market value of the holding will be lower. If the issuer becomes insolvent, this may, in the worst-case scenario, mean the holding with the issuer is worthless. Likviditetsfonden invests only in interest bearing transferable securities and money market instruments with a high credit rating, which means that this risk is limited. In addition, the fund has a good diversification between different issuers and tranches, which further reduce this risk.

The duration may not exceed two

years and therefore the fund's interest rate risk is low.

The fund has not exercised, and does not intend to exercise, the option of investing more than 35 per cent of the fund's value in debt issued or guaranteed by a government, municipal authority or the equivalent within an EEA country.

Relevant risk levels are continuously monitored and followed up and assessed with the help of regular stress tests. Appropriate risk measures are used to assess the fund's risk profile. Follow-up of the fund's concentration level and the degree of active management are also included as measures used to manage the fund's risk exposures. The fund was managed in accordance with the fund's risk profile during the half-year period.

## TOP HOLDINGS

## SEK THOUSANDS

## % OF NET ASSET

Volvo Treasury	428 780	9.3
Castellum	385 915	8.4
Hexagon	321 826	7.0
NCC Treasury	276 054	6.0
Ikano Bank	219 423	4.8

## Fund facts Lannebo Likviditetsfond, reg no 504400-9388

Launch date 12/11/01

Performance	30/06/15	31/12/14	31/12/13	31/12/12	31/12/11	31/12/10	31/12/09	31/12/08	31/12/07	31/12/06
Net asset, SEK thousands	4 602 775	3 627 063	3 251 137	3 103 964	5 996 422	1 772 999	1 039 296	1 138 909	698 260	327 713
NAV, SEK	113.56	113.24	111.57	108.52	107.25	106.14	107.23	108.95	105.32	103.93
Number of outstanding units, thousand	40 532	32 031	29 141	28 602	55 910	16 705	9 692	10 454	6 630	3 153
Dividend, SEK per unit	0.00	0.00	0.00	2.66	1.22	2.36	3.51	1.43	2.06	2.23
Annual return, %	0.3	1.5	2.8	3.7	2.2	1.2	1.7	4.9	3.4	1.9
OMRX Treasury Bill Index <sup>1</sup> , %	0.0	0.5	0.9	1.2	1.6	0.3	0.4	4.4	3.4	2.2
<b>Risk and growth</b>										
Standard deviation, %	0.3	0.3	0.3	0.3	0.2					
Standard deviation benchmark, %	0.1	0.1	0.1	0.1	0.2					
Credit duration, yrs	1.9	1.7	1.8	1.7	0.7					
Interest duration, yrs	0.2	0.2	0.2	0.2	0.2					
<b>Average annual return</b>										
- 24 months, %	1.6	2.2	3.3	3.0	1.7					
- 5 yrs, %	2.2	2.3	2.3	2.7	2.7					
<b>Costs<sup>2</sup></b>										
Management fee	0.2	0.3	0.3	0.3	0.3					
Transaction costs, SEK thousands	0	0	0	0	14					
Transaction costs, %	0.0	0.0	0.0	0.0	0.0					
Ongoing charges, %	0.3	0.3	0.3	0.3	0.3					
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0					
Total costs										
- for a single purchase SEK 10 000	29	30	30	31	31					
- for monthly payments SEK 100	2	2	1	2	2					
<b>Turnover</b>										
Turnover ratio	0.7	0.7	0.7	1.5	1.6					

1) The OMRX Treasury Bill Index contains Swedish treasury bills with different terms of up to a year, which reflects the fund's investment policy.

2) Refers to the costs for the last twelve months.

# LANNEBO LIKVIDITETFOND

## Balance sheet, SEK thousands

	30/06/15	31/12/14
<b>Assets</b>		
Transferable securities	3 850 890	3 113 745
Money market instruments	584 811	399 781
<b>Total financial instruments with a positive market value (note 1)</b>	<b>4 435 701</b>	<b>3 513 526</b>
Investments in accounts with credit institutions	164 387	131 364
<b>Total investments with a positive market value</b>	<b>164 387</b>	<b>131 364</b>
Pre-paid expenses and accrued income	3 406	5 135
<b>Total assets</b>	<b>4 603 494</b>	<b>3 650 025</b>
<b>Liabilities</b>		
Accrued expenses and deferred income	-719	-913
Other liabilities	0	-22 049
<b>Total liabilities</b>	<b>-719</b>	<b>-22 962</b>
<b>Total net asset (note 2)</b>	<b>4 602 775</b>	<b>3 627 063</b>

Note 1 See holdings in financial instruments below

## Note 2 Change in net asset

	3 627 063	3 251 137
<b>Net asset in the beginning of the year</b>	<b>3 627 063</b>	<b>3 251 137</b>
Unit issue	3 319 402	2 570 382
Unit redemption	-2 353 874	-2 243 181
Net result according to income statement	10 184	48 725
<b>Net asset at the end of the period</b>	<b>4 602 775</b>	<b>3 627 063</b>

## Investments in financial instruments as at 30/06/15 (expressed in SEK thousands)

	COUNTRY/ CURRENCY	NOMINAL AMOUNT	MARKET VALUE	% OF NET ASSET
<b>TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>				
<b>FLOTING RATE NOTES (FRN)</b>				
Atrium Ljungberg FRN170428	SE/SEK	40 000 000	40 009	0.9
Atrium Ljungberg FRN171115	SE/SEK	33 000 000	33 517	0.7
Atrium Ljungberg FRN190319	SE/SEK	24 000 000	24 129	0.5
BillerudKorsnäs FRN161216	SE/SEK	90 000 000	90 085	2.0
BillerudKorsnäs FRN170918	SE/SEK	55 000 000	55 282	1.2
BillerudKorsnäs FRN180327	SE/SEK	45 000 000	47 158	1.0
Castellum FRN170301	SE/SEK	24 500 000	25 011	0.5
Castellum FRN180326	SE/SEK	59 000 000	59 251	1.3
Castellum FRN180604	SE/SEK	135 000 000	134 408	2.9
Castellum FRN180926	SE/SEK	20 000 000	20 459	0.4
Castellum FRN190607	SE/SEK	12 000 000	12 110	0.3
Castellum FRN200313	SE/SEK	60 000 000	59 737	1.3
Danske Bank FRN150817	DK/SEK	80 000 000	80 163	1.7
Danske Bank FRN150821	DK/SEK	100 000 000	100 014	2.2
Elekta FRN200326	SE/SEK	60 000 000	59 496	1.3
Hemsö Fastighets FRN151112	SE/SEK	50 000 000	50 075	1.1
Hemsö Fastighets FRN160912	SE/SEK	50 000 000	50 195	1.1
Hexagon FRN170310	SE/SEK	100 000 000	100 493	2.2
Hexagon FRN191126	SE/SEK	120 000 000	121 349	2.6
Husqvarna FRN171128	SE/SEK	82 000 000	85 071	1.8
ICA Gruppen FRN161212	SE/SEK	144 000 000	144 308	3.1
ICA Gruppen FRN180625	SE/SEK	44 000 000	45 618	1.0
ICA Gruppen FRN190617	SE/SEK	23 000 000	23 410	0.5
Ikano Bank FRN160926	SE/SEK	13 000 000	13 093	0.3
Ikano Bank FRN170215	SE/SEK	20 000 000	20 362	0.4
Ikano Bank FRN170220	SE/SEK	5 000 000	5 026	0.1
Ikano Bank FRN170926	SE/SEK	90 000 000	91 332	2.0
Ikano Bank FRN181015	SE/SEK	90 000 000	89 610	1.9
Intrum Justitia FRN180628	SE/SEK	28 000 000	29 026	0.6
Intrum Justitia FRN190515	SE/SEK	50 000 000	51 073	1.1
Lifco FRN180403	SE/SEK	100 000 000	100 194	2.2
Loomis FRN191218	SE/SEK	60 000 000	60 564	1.3
Länsförsäkringar Bank FRN150706	SE/SEK	50 000 000	50 007	1.1
Länsförsäkringar Bank FRN150826	SE/SEK	50 000 000	50 025	1.1
MTGFRN180319	SE/SEK	95 000 000	95 692	2.1
NCC Treasury FRN151002	SE/SEK	20 000 000	20 069	0.4
NCC Treasury FRN160525	SE/SEK	145 000 000	147 574	3.2
NCC Treasury FRN170306	SE/SEK	106 000 000	108 412	2.4
Nibe Industrier FRN200528	SE/SEK	44 000 000	44 248	1.0
Nya SFF FRN180309	SE/SEK	100 000 000	99 919	2.2
Olav Thon Eiendomsselskap FRN180528	NO/SEK	130 000 000	130 075	2.8
SAAB FRN181210	SE/SEK	75 000 000	75 786	1.6
SAAB FRN191212	SE/SEK	41 000 000	41 053	0.9
SBAB FRN150930	SE/SEK	100 000 000	100 280	2.2
Skanska Financial Services FRN161122	SE/SEK	18 000 000	18 356	0.4
Skanska Financial Services FRN181022	SE/SEK	60 000 000	61 635	1.3
Skanska Financial Services Green Bond FRN190408	SE/SEK	23 000 000	23 157	0.5
Sparbanken Öresund FRN160118	SE/SEK	55 000 000	55 332	1.2
Tele2 FRN170515	SE/SEK	87 200 000	91 093	2.0
Vasakronan Green FRN160525	SE/SEK	21 000 000	21 016	0.5
Volkswagen Financial Services N.V. FRN170327	NL/SEK	50 000 000	49 885	1.1
Volvo Treasury FRN160112	SE/SEK	115 000 000	115 284	2.5
Volvo Treasury FRN160226	SE/SEK	83 000 000	83 359	1.8
Volvo Treasury FRN160317	SE/SEK	50 000 000	50 062	1.1
Volvo Treasury FRN160919	SE/SEK	180 000 000	180 076	3.9
Volvofinans Bank FRN150910	SE/SEK	46 000 000	46 096	1.0
Volvofinans Bank FRN160222	SE/SEK	26 000 000	26 171	0.6
Volvofinans Bank FRN170925	SE/SEK	35 000 000	35 555	0.8
ÅF FRN200512	SE/SEK	47 000 000	46 982	1.0
			<b>3 788 825</b>	<b>82.3</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET</b>			<b>3 788 825</b>	<b>82.3</b>

# LANNEBO LIKVIDITETFOND

	COUNTRY/ CURRENCY	NOMINAL AMOUNT	MARKET VALUE	% OF NET ASSET
<b>OTHER FINANCIAL INSTRUMENTS*</b>				
<b>FLOATING RATE NOTES (FRN)</b>				
Arla Foods Finance FRN180604	DK/SEK	31 000 000	31 810	0.7
Arla Foods Finance FRN190528	DK/SEK	30 000 000	30 255	0.7
			<b>62 065</b>	<b>1.3</b>
<b>MONEY MARKET INSTRUMENTS - COMMERCIAL PAPERS</b>				
Castellum FC151110	SE/SEK	75 000 000	74 939	1.6
Hexagon FC150812	SE/SEK	100 000 000	99 984	2.2
Indutrade FC150909	SE/SEK	100 000 000	99 969	2.2
Skandiabanken BC151204	SE/SEK	100 000 000	99 966	2.2
Volkswagen Finans FC151022	SE/SEK	95 000 000	94 985	2.1
Volkswagen Finans FC151118	SE/SEK	115 000 000	114 967	2.5
			<b>584 811</b>	<b>12.7</b>
<b>TOTAL OTHER FINANCIAL INSTRUMENTS</b>			<b>646 877</b>	<b>12.7</b>
<b>TOTAL FINANCIAL INSTRUMENTS</b>			<b>4 435 701</b>	<b>96.4</b>
Other assets and liabilities, net			167 074	3.6
<b>TOTAL NET ASSET</b>			<b>4 602 775</b>	<b>100.0</b>

\*According to legislation, the money-market instruments specified under the heading Other Financial Instruments are either those which, referred to in Chapter 5 § 4 of the LIF, have a privileged position and have an equal status to holdings admitted to trading on a regulated market or an equivalent market outside the EEA or subject to regular trading in some other market that is regulated and open to the general public. This mainly involves instruments issued by governments or authorities and also certain companies and institutions or those referred to in Chapter 5 § 5 of the LIF. According to the Swedish Financial Supervisory Authority, such holdings are to be reported separately.

	% OF NET ASSET
<b>TOTAL EXPOSURE TO COMPANIES OR GROUP OF COMPANIES</b>	
Volvo Treasury	9.3
Castellum	8.4
Hexagon	7.0
NCC Treasury	6.0
Volkswagen Finans	5.6
Ikano Bank	4.8
ICA Gruppen	4.6
BillerudKorsnäs	4.2
Danske Bank	3.9
SAAB	2.5
Volvofinans Bank	2.3
Skanska Financial Services	2.2
Hemsö Fastigheter	2.2
Länsförsäkringar Bank	2.2
Atrium Ljungberg	2.1
Intrum Justitia	1.7
Arla Foods Finance	1.3

## Accounting principles

The fund's accounting principles are based on Generally Accepted Accounting Principles and are, where appropriate, prepared in accordance with the Swedish Investment Funds Act (2004:46), the Swedish Financial Supervisory Authority's regulations FFFS 2013:9, the Swedish Financial Supervisory Authority's guidance, the Swedish Investment Fund Associations guidelines and also the Swedish Accounting Act.

## Valuation of financial instruments

The fund's financial instruments including liabilities and derivatives are valued at their current market value. The current market value is established using different methods, which are applied in the following order:

1. If the financial instrument is traded on an active market, the closing price on the balance sheet date is used.
2. If the financial instrument is not traded on an active market, the current market value is derived on the basis of similar transactions that have taken place under market conditions over the past period.
3. If methods 1 or 2 cannot be applied, or will be obviously misleading, the current market value is established using a valuation model established on the market.



# LANNEBO FONDER

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