

# Lannebo Teknik

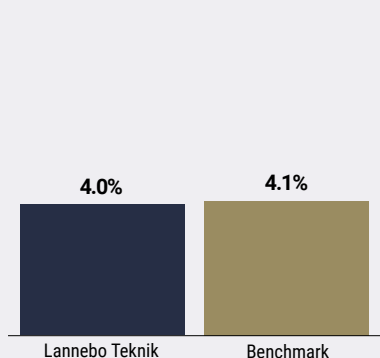
Swedish-registered equity fund

Monthly report March 2021

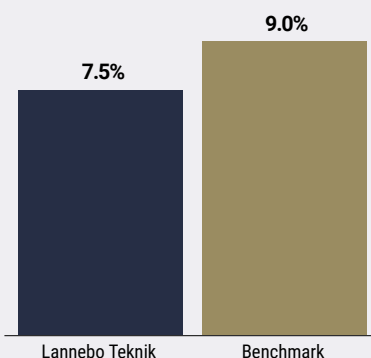
The money you invest in a fund can both increase and decrease in value and it is not certain that you will get back the full amount invested.

Jan 2021	Feb 2021	Mar 2021	Apr 2021	May 2021	Jun 2021	Jul 2021	Aug 2021	Sep 2021	Oct 2021	Nov 2021	Dec 2021
----------	----------	----------	----------	----------	----------	----------	----------	----------	----------	----------	----------

## Monthly performance



## Performance YTD



## Interest rate concerns continued to weigh on technology and growth stocks

Defensive companies the fund's winners.

Technology and growth stocks continued to be weighed down by increased interest rates and inflation concerns, while lower-valued value companies benefited during March. Our investment philosophy is to not invest in companies with the highest valuation - partly to avoid valuation risk and partly to avoid companies of a hopeful nature. This contributes to our technology funds having good circumstances to perform relatively well in this type of market.

More defensive companies, such as Cisco and IBM, were among the fund's winners during the month, up 15 and 12 per cent respectively. At the same time, the slightly higher-valued technology companies, such as Palo Alto Networks, developed poorly.

In addition to the market's continued focus on vaccination rates, virus mutations and how quickly countries can start to open - the shortage of semiconductors has become a highly prevailing issue. Microchips have become a scarce commodity, which has hit, in particular, the automotive industry where several manufacturers have been forced to shut production lines for several weeks. A number of semiconductor manufacturers, such as US Intel and



Johan Nilke and Helen Broman

## Performance

Performance, %	Lannebo Teknik	Benchmark
March 2021	4.0	4.1
Year-to-date 2021	7.5	9.0
3 years	102.3	103.3
5 years	177.3	231.2
10 years	588.1	627.2
Since launch (08/04/00)	49.2	166.2
Average annual return 24 months	27.9	27.2
2020 <sup>1</sup>	29.5	23.0
2019 <sup>1</sup>	40.6	50.8
2018 <sup>1</sup>	7.3	6.1
2017 <sup>1</sup>	16.3	24.2
2016 <sup>1</sup>	10.7	20.2

<sup>1</sup> The performance is based on closing prices.

## Monthly performance, %

Jan	Feb	Mar	Apr	May	Jun
0.8	2.6	4.0			
Jul	Aug	Sep	Oct	Nov	Dec

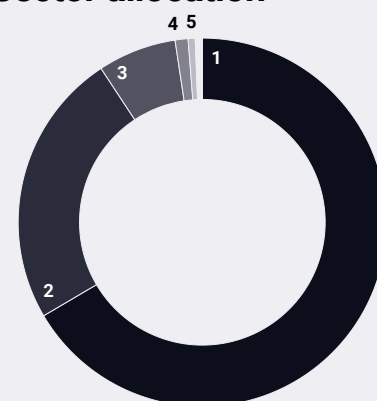
Taiwanese TSMC, plan to invest heavily in factory capacity to meet the higher demand.

The Polish holding InPost, which supplies self-serve delivery lockers for e-commerce in Poland, had a weak share price development during March due to concerns over competition from Alibaba's online sales service, AliExpress. InPost has an installed network of 11,000 automated parcel boxes with a 98 per cent market share in Poland. The concerns are based on AliExpress' plans to install 8,000 boxes by the end of 2022. The market for self-serve delivery lockers has seen double digit growth, where InPost continues its expansion of its locker network both in Poland, as well as in London and Paris. AliExpress' plans to enter the Polish market was known at the time of InPost's IPO in January. We expect companies such as Alibaba and Amazon to expand in the same markets as InPost. However, we believe there is room for additional players to take part in the market growth, at the same time as we see good conditions for InPost to grow profitably. We estimate that in a few years InPost's market share will be closer to 80 per cent. It is also reasonable to consider InPost as an attractive acquisition candidate, given the established strong network of automated parcel boxes.

We took home some profit in Alphabet (Google) after the share price increased 18 per cent so far this year. Google's relatively rapid recovery in advertising revenue is positive and explains part of the share price increase, while the company should benefit from recovery in travel and other sectors that experienced low activity during the pandemic. Alphabet is still one of the fund's largest holdings and a company in which we remain long-term owners.

We also took the opportunity to increase the weighting in healthcare software provider American Veeva Systems. Veeva is a new holding for the year and we saw an opportunity to increase our holding when the share price was under pressure during March.

## Sector allocation



#	Sector	% of the fund
1.	Information technology	64.6
2.	Communication services	23.5
3.	Consumer discretionary	6.7
4.	Health care	1.1
5.	Industrials	0.6
6.	Financials	0.6
	Cash	2.9

## 10 largest holdings

Holding	% of the fund
Microsoft	8.9
Alphabet	7.3
Amazon.com	5.9
Apple	5.7
Salesforce.com	4.2
MicroChip Technology	4.2
Sinch	3.8
Palo Alto Networks	3.7
Facebook	3.4
Adobe	3.4
<b>Total 10 largest holdings</b>	<b>50.6</b>
Cash	2.9
<b>Total number of holdings</b>	<b>35</b>

## Major changes during the month

### Buy

InPost  
Veeva Systems

### Sell

Alphabet  
Citrix

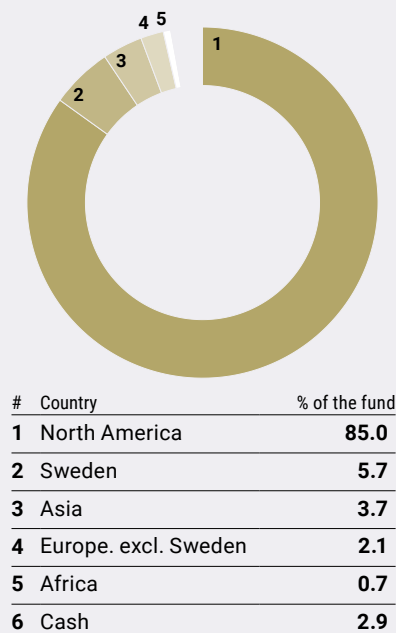
## Risk and reward profile

Lower risk			Higher risk		
1	2	3	4	5	6

## Financial ratios

	Lannebo Teknik	Benchmark
Sharpe ratio	1.6	1.4
Total risk (%)	17.0	18.1
Tracking error	8.0	
Information ratio	0.1	
Alpha	0.4	
Beta	0.8	
Portfolio turnover ratio (12/31/20)	0.2	

## Geographical split



## Fund facts

Fund manager	<b>Johan Nilke &amp; Helen Broman</b>
Launch date	<b>08/04/00</b>
NAV per unit (SEK)	<b>14.06</b>
Fund size (SEKm)	<b>7,289</b>
Management fee (%)	<b>1.6</b>
Bankgiro	<b>5563-4638</b>
ISIN	<b>SE0000740672</b>
Trading frequency	<b>Daily</b>
Minimum investment amount	<b>SEK 100</b>
PPM number	<b>771 030</b>
Supervisory authority	<b>Finansinspektionen</b>
LEI	<b>549300Y3UW5Y5DPJS002</b>

## Risk information

Past returns are no guarantee of future returns. The money invested in the fund may increase or decrease in value and it is not certain that you will get back all the capital you have invested. The key investor information document and prospectus can be found at [lannebo.se/en](http://lannebo.se/en). Please note that Lannebo does not produce investment recommendations or other information recommending or suggesting an investment strategy. Information in this monthly report should not be seen as anything other than a statement of the fund's trading activities and holdings.

## The fund is suitable for those who

- Want a global exposure to growth companies primarily in the technology sector.
- Believe in active management and investments based on a clear understanding of each individual company.

## The fund's investment policy

Lannebo Teknik is an actively managed equity fund that invests globally in equities in companies with a high content of technology, but can operate in different lines of business. Since the sector is dominated by US companies, most of the fund's assets are normally invested in the US.

## Explanations

**Benchmark** MSCI World IT 10/40 Net Total Return Index calculated in SEK. The unit price of the fund is set before the price of the index is calculated. This can sometimes result in a misleading comparison between the two.

**Sharpe ratio** Sharpe ratio is a measure of risk adjusted return. Calculated as the ratio of the fund's excess return above the risk-free rate of return and the fund's total risk.

**Total risk** Given as the standard deviation of variations in the total return of the fund or index.

**Tracking error** Tracking error is a measure of active risk in a fund. Calculated as the standard deviation of the difference between the return of the fund and its benchmark.

**Information ratio** A measure of risk-adjusted return. This is measured as the active return divided by the portfolio's active risk.

**Alpha** Describes the effect of the portfolio manager's decisions on the return of the fund. A positive alpha value is the risk-adjusted excess return relative to the return of the benchmark.

**Beta** Beta is a measure of a fund's sensitivity to market movements. The beta value reports how much the fund's value changes in percentage terms when the market's value changes by one percentage point.

All financial ratios are calculated according to guidelines of the Swedish Investment Fund Association.



Lannebo Fonder AB  
Postal address: Box 7854, 103 99 Stockholm  
Visiting address: Kungsgatan 5



Phone: +46 (0)8-562 252 00  
Customer serv: +46(0)8-562 252 22



E-mail: [info@lannebo.se](mailto:info@lannebo.se)  
Website: [lannebo.com](http://lannebo.com)  
Registration no: 556584-7042

**LANNEBO**