



Annual report

2020

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Active asset management

Lannebo Fonder is an independent fund management company focused on active management, through which we aim to create the best return possible at a reasonable risk.

LONG TERM

We strive to provide the highest risk-adjusted returns over the long term. We are engaged and long-term investors and focus on fundamental company analysis and valuation.

RISK AWARE

We invest our customers' capital in a responsible manner. We invest in companies with sustainable business models we understand, and before investing, we do a thorough risk analysis.

INDEPENDENT

We are an independent company and make investment decisions without bias. We have extensive experience and significant freedom in the fund management – and we dare to deviate. Nonetheless, to evaluate our performance we compare ourselves to our competitors with only one goal in mind – to have the best performance over time.

IMPORTANT INFORMATION

Fund rules, key investor information document and fund prospectus

Fact sheets, fund prospectuses and fund rules may be requested from Lannebo, tel. +46 (0)8-5622 5200, or at www.lannebo.se.

No advising

Note that Lannebo 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.

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.

Information regarding complaints

A complaint is defined as a customer who is dissatisfied with a financial service or product and the customer believes that the fund company did not comply with a requirement or a request for a correction regarding the service or a product. General discontent in this context is not considered a complaint. A complaint should be submitted in writing to Lannebo Fonder AB Complaints Manager (Annica Johansson), PO Box 7854, SE-103 99 STOCKHOLM. Alternatively send an e-mail to kundklagomal@lannebo.se. Complaints can also be made in writing in Danish to Lannebo Fonder Danmark, filial af Lannebo Fonder AB Sverige, Complaints Manager, August Bournovilles Passage 1, København K, Danmark.


Complaints are submitted free of charge to Lannebo. If you as a customer are not satisfied with Lannebo's handling of your complaint then you should contact, in the first instance, the Consumers' Bank & Finance Bureau (Konsumenternas Bank- och FINANCIALSbyrå) for guidance, telephone 0200-225800. Alternatively you can contact them at www.konsumenternas.se. You can also contact the municipality (Kommunens) consumer adviser for guidance, or contact the Consumer Complaints (ARN) or civil courts to ask to have your case reviewed.

Data protection policy

On May 25, 2018, the new Data Protection Regulation, GDPR, went into force in the EU replacing the Swedish Personal Data Act PUL. An aim of GDPR is to improve the protection of the individual in the processing of personal data.

Lannebo Fonder AB is responsible toward you for the protection of your privacy and personal data. Lannebo processes personal information in accordance with the rules of GDPR and our privacy policy, which is available at www.lannebo.se. Lannebo processes personal data to fulfil legal- and contractual obligations and to, in consideration of legitimate interests, provide information, offers and other services.

In consideration of legitimate interests, the semi-annual report is provided to you because you are a unitholder and opted to subscribe to the fund's annual reports and semi-annual reports. We hope you find the reports valuable and want to continue to partake in the information. If you no longer want to receive the reports, or if you have any questions about how we handle your personal information, you can always contact us at: info@lannebo.se.



SPINNT

Lannebo Corporate Bond is an actively managed fixed income fund that primarily invests in corporate bonds from issuers in the Nordic region. The average maturity of the fund's holdings is normally 3-5 years.

The fund's performance

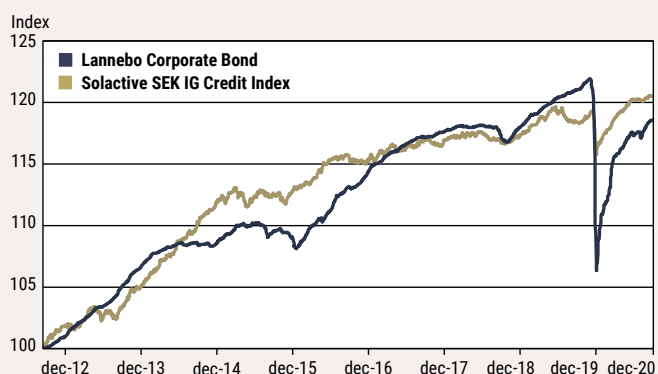
Assets under management decreased from SEK 2.2 billion at the beginning of 2020 to SEK 1.3 billion on December 31, 2020. The net of inflows and outflows was minus SEK 826 million. The fund decreased by 2.1 per cent during the period. The fund's benchmark index increased by 1.9 per cent. The interest rate duration of the benchmark index is significantly longer than in the fund, which means that the fund is not affected by changes in market interest rates to the same extent as the index.

-2.1%
year-to-date

1.1%
during the recommended three-year investment horizon

The fund has several share classes. Information regarding returns for share class SEK are described under "The fund's performance". Share class SEK C can be found in the fund facts box. Benchmark was before 01/06/20 NOMX Credit SEK TR Index.

Performance 10/09/12 – 31/12/20



Management report

The credit market started the year on a positive course, where inflows to corporate bond funds led to increasing bond prices. At the end of February, the market took a sharp turn due to serious concerns over the effects and spread of the pandemic. Over a period of a few weeks outflows from corporate bond funds led to a sharp drop in bond prices, which in many cases were unjustifiably large in relation to the change in the underlying credit risk. Global stock market declines, together with societal shutdowns as a result of the pandemic, were met by strong stimuli from both central banks and governments globally. In April, the market turned upward and for the remainder of the period the focus was on recovery. During the Autumn, vaccine news further fuelled the economic recovery. However, it is still too early to fully assess the long-term effects of both the pandemic and societal shutdowns.

During the most volatile period, the primary market for new issues completely shut-down. Towards the end of Spring it gradually opened up, and during the Autumn the market was once again active. Green bonds, where proceeds finance environmental or climate-related projects, continued to be a growing trend.

Interest rates fell in the wake of the pandemic against the backdrop of global growth. Three-month Stibor fell during the period from 0.15 to -0.05 per cent, while the 5-year Swedish government bond rate fell from 0.39 per cent to 0.13 per cent. The Riksbank's stimulus measures totalled SEK 1,800 billion, if all facilities were utilized. The measures include support purchases of securities for up to SEK 700 billion.

Most relevant for our market was that on September 14, the Riksbank

launched its program for the purchase of investment grade corporate bonds at an amount of up to SEK 10 billion through June 2021. Although it is positive that the Riksbank has its mandate in place, volumes have so far been relatively small. We believe the Riksbank will raise its purchases should market turbulence increase again. Several central banks introduced corporate bond support purchase programs, where the Central Bank of Norway was the most aggressive through the inclusion of high-yield bonds. The European Central Bank, ECB, increased the size of its existing program and also extended the time horizon.

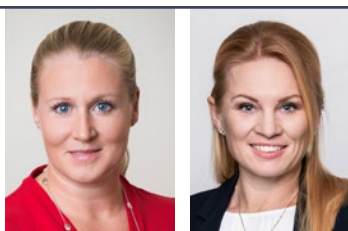
Our focus has been on maintaining the fund's structure during what was a turbulent year, and at the end of the period the fund consisted exclusively of corporate bonds. The average maturity of all holdings, the credit duration, decreased from 3.1 to 3.0 years. The credit duration measures how sensitive the fund is to a change in the creditworthiness of one or more of the fund's issuers. The average of the assessed credit rating for the 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, was 1.0 years at the end of the period. Keeping interest rates short is a strategy to protect the fund against rising interest rates.

The number of issuers at the end of the period was 45 and the geographical distribution was: Sweden 49 per cent, Norway 28 per cent, Finland 12 per cent and Denmark 11 per cent.

FUND MANAGERS

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*"Market sentiment more **upbeat** after a turbulent Spring"*

New holdings and major changes

- + Real estate company **Bonava** made its debut in the credit market with a green bond. Bonava is a Swedish housing developer that focuses on housing in northern Europe, where Germany is the largest market.
- + Salmon company **MOWI** provides along the full value chain from salmon feed to ready-made meals, and the company invests to drive sustainable growth. We believe that MOWI is an interesting investment as salmon, unlike for example red meat, is a more environmentally friendly and useful protein source. A growing middle class globally also increases demand for salmon.
- + **Link Mobility** provides communication and messaging services and is, in some areas, a competitor to Swedish Sinch, which is an existing holding.
- We reduced our investment in companies we assessed would be most affected by the pandemic, including the ferry company **Color Group**, the vehicle transport company **Wallenius Wilhelmsen** and the energy services company **Aker Solutions**, which was divested in its entirety.

Top holdings

Velliv, formerly Nordea Liv & Pension, is a Danish life and pension insurance company that was previously part of the Nordea Group. The company is one of the leading pension companies in Denmark, and since 2019 is owned by its 350,000 customers. A strong balance sheet and positive cash flow mean that we assess that Velliv has a credit rating corresponding to BBB+.

Castellum is one of the largest real estate companies in the Nordic region, with a real estate portfolio valued at SEK 98 billion. The real estate portfolio consists of office, retail and warehouse / logistics properties. The company is well diversified geographically and is located in major Swedish growth cities as well as in Helsinki and Copenhagen. Castellum is listed on the Stockholm Stock Exchange and holds an investment grade rating of Baa2.

Intrum is one of Europe's largest debt collection and credit management services companies with operations in 24 markets across Europe. Intrum has a good market position, is geographically diversified, and has good profitability; the company holds a credit rating of BB from credit rating agencies.

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
Velliv	51 128	3.9
Castellum	50 875	3.9
Intrum	40 498	3.1
DNB Bank	40 375	3.1
Tryg Forsikring	40 034	3.0

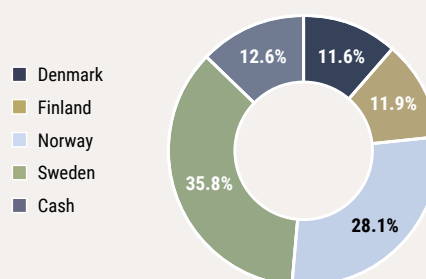
OTHER INFORMATION

During the period, Lannebo updated its policy for sustainable investments and introduced expanded exclusion criteria. The industries affected by the extended exclusion criteria are tobacco, cannabis, alcohol, gambling, pornography, weapons and fossil fuel. More information is available on the fund company's website.

As of June 1, 2020, Solactive SEK IG Credit Index is the new Benchmark, following the closure at the end of May of Nasdaq's family of credit indices.

Concerns in the Nordic corporate bond market resulting from the spread of the coronavirus caused temporary difficulties with regards to valuation. In order to fulfill the fund's regulatory requirements for market valuation, together with the equal treatment and the safeguarding of the interests of all unit holders, the fund company resolved to postpone the sale and redemption of fund units for two days given it was not possible to ensure a reliable valuation of the fund.

Geographic allocation 31/12/20



Credit rating allocation 31/12/20

Investment grade	Credit scoring, securities	% of the fund
	AAA	0.0
	AA+/AA/AA-	0.0
	A+/A/A-	1.6
	BBB+/BBB/BBB-	48.9
High Yield	BB+/BB/BB-	37.0
	B+/B/B-	0.0
	CCC/CC/C	0.0
Default	D	0.0
Cash		12.5

The share of the portfolio's fixed income securities with an official credit rating amounted to 48.5 per cent.

MATERIAL RISKS

The fund's assets are exposed to credit risk, which means the risk that the credit quality 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 be lower. If an issuer becomes insolvent, in the worst-case scenario, may 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 that lack a credit rating. The fund reduces this risk by having a good diversification between different issuers and issues.

Liquidity risk may be higher in a corporate bond fund than in a money market fund or equity fund. Liquidity may vary due to changes in supply and demand, which results in a risk that holdings in corporate bonds may be harder to value or sell as a result of weak demand. Should market liquidity be limited, larger withdrawals from the fund can mean that holdings need to be sold at unfavourable prices, and, in exceptional cases, can mean that withdrawals cannot be made immediately upon request. This puts greater demands on the management of the fund's liquidity risk.

The interest rate risk can be higher in this type of fixed-income fund as the fund invests in securities with longer interest rate periods, 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.

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.

Together with the outcome of regular stress tests, relevant risk levels are continuously monitored and followed-up. 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.

Derivatives and efficient portfolio management techniques

In accordance with the fund's statutes, the fund has the right to trade in options, futures and similar financial instruments, as well as the right to lend securities. Under current regulations the fund may also use efficient portfolio management techniques in the management of the fund.

The fund has holdings which embed derivatives in the form of the option for the issuer to exercise early redemption as well as hybrid instruments. During the period, currency derivatives, where SEB was the counterpart, were used to manage the fund's currency risk corresponding to a maximum of 53.7 per cent of the fund's value. In order to manage the counterparty risk, the fund may provide or receive collateral in the form of cash and cash equivalents that correspond to the market value of the currency derivatives. Leverage in the fund is a result of currency derivatives used to manage the currency risk as well as holdings in bonds which embed derivatives.

THE FUND'S ACTIVITY MEASURE

The fund is an actively managed fixed income fund focused on investments in Swedish and Nordic corporate bonds. The fund only invests in companies that meet the fund's criteria of, for example, investment focus and sustainability criteria. Investments are individually evaluated and selected according to the fund managers own assessments. Investments are only made in interest-bearing securities issued by stable companies with a good balance sheet with which the managers are well acquainted. The fund's overall financial objective is, with due care, to achieve the highest possible value growth and that a good diversification of risk is obtained.

The management of the fund can be compared with the benchmark, Solactive SEK IG Credit Index. The index is relevant because it reflects the fund's investment focus in terms of, for example, maturity, creditworthiness and currency. Solactive SEK IG Credit Index is an index that has been compiled on the basis of reflecting the development in corporate and municipal bonds that have a high credit rating, so-called investment grade, issued in SEK.

Fund facts Lannebo Corporate Bond, reg no 515602-5669

Launch date 10/09/12. Share class B SEK was discontinued 26/02/19 and is included in the the historical net assets for share class SEK. Share class SEK C was launched 26/02/19.

The fund's performance	31/12/20	31/12/19	31/12/18	31/12/17	31/12/16	31/12/15	31/12/14	31/12/13	31/12/12
Net asset SEK thousands	1 314 262	2 183 817	1 605 696	1 778 078	1 611 729	1 670 580	1 355 506	690 865	86 780
Share class SEK	1 278 069	2 147 021	1 605 695	1 778 078	1 611 729	1 670 580	1 355 506	690 865	
Share class SEK C	36 203	36 808							
NAV, SEK									
Share class SEK	118.53	121.06	116.81	117.21	113.40	109.36	108.33	106.48	101.04
Share class SEK C	119.53	121.52							
Number of outstanding units, thousands	11 085	18 038	13 752	15 176	14 214	15 277	12 513	6 488	859
Share class SEK	10 782	17 735	13 752	15 176	14 214	15 277	12 513	6 488	
Share class SEK C	303	303							
Dividend SEK per unit									
Share class SEK	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Share class SEK C	0.00	0.00							
Annual return, %									
Share class SEK	-2.1	3.6	-0.3	3.4	3.7	1.0	1.7	5.4	1.0
Share class SEK C	-1.6	3.2 ¹							
Solactive SEK IG Credit Index ² , %	1.9 ³	1.4	0.0	1.3	3.0	0.4	6.2	2.8	1.9

Risk and growth

Standard deviation, %									
Share class SEK	8.8	0.9	0.9	1.2	1.6				
Share class SEK C	-	-							
Standard deviation benchmark, %	2.1	0.9	0.9	1.1	1.5				
Tracking error, % *									
Share class SEK	7.0	0.9	0.9	1.7	1.9	1.5	1.6	-	-
Share class SEK C	-	-							
Credit duration, years	3.0	3.1	3.4	3.3	3.4				
Interest duration, years	1.0	0.8	0.7	0.7	0.9				
Spread exposure ⁴	9.4								

* **Tracking error:** Two years history is required to calculate the active risk, where figures for the first two years are not available. The active risk for 2015–2019 is calculated in relation to the NASDAQ OMX Credit SEK Total Return Index. The measure is a function of how the fund varies from the market and the fund's underlying investments. Fluctuations in active risk depend on how the fund's investments deviate from its benchmark, for example in relation to fixed interest periods or general changes in the market. Interest-bearing securities often vary less in value over time than equities, therefore the activity measures for the fund are generally lower than for an actively managed equity fund. The activity measure for 2020 is explained by the fact that the fund has higher concentration levels and, to some extent, holdings with a lower credit rating than the benchmark, which affected the fund's development in 2020.

Active risk is calculated by measuring the difference between the fund's and the benchmark's return based on monthly data from the last two years. The measure is calculated as the standard deviation for the difference in return. In theory, one can therefore expect that the fund's return two out of three years will deviate from the index, plus or minus, in percentage as much as the activity measure indicates. For example, theoretically it can be expected the fund will return plus or minus 1.5 per cent against its benchmark two out of three years if the active risk is 1.5.

Average annual return

24 months share class SEK, %	0.7	1.6	1.5	3.5	2.3
5 years share class SEK, %	1.6	2.2	1.9	-	-
24 months share class SEK C, %	-	-			
5 years share class SEK C, %	-	-			

Costs ⁵

Management fee share class SEK, %	0.9	0.9	0.9	0.9	0.9
Management fee share class SEK C, %	0.45	0.45			
Compensation to the custodian, %	0.00	0.00			
Transaction costs, SEK thousands	0	0	0	0	0
Transaction costs, %	0.0	0.0	0.0	0.0	0.0
Research costs, SEK thousands	62	72	85		
Research costs, %	0.0	0.0	0.0		
Ongoing charges share class SEK, %	0.92	0.91	0.90	0.90	0.90
Ongoing charges share class SEK C, %	0.47	-			
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0
Total costs					
- for a single purchase SEK 10 000, share class SEK	88	93	90	89	91
- for a single purchase SEK 10 000, share class SEK C	45	-			
- for monthly payments SEK 100, share class SEK	6	6	6	6	6
- for monthly payments SEK 100, share class SEK C	3	-			

Turnover

Turnover ratio	0.7	0.4	0.4	0.4	0.6
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Derivatives

Maximum leverage, %	92.1
Minimum leverage, %	74.2
Average leverage, %	83.8
Risk assessment method	Commitment approach

Purchases and sales of financial instruments involving related parties

Trading with companies within the same group, %	0.0
Trading involving funds managed by Lannebo Fonder, %	5.0

1) Refers to the period 26/02/19 – 31/12/19.

2) Solactive SEK IG Credit Index 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. Benchmark was before 01/06/20 NASDAQ OMX Credit SEK Total Return Index.

3) Refers to the period 01/06/20 – 31/12/20. Performance before 01/06/20 refers to Nasdaq Credit SEK Total Return Index.

4) Shows how much the fund will depreciate, in per cent of the value of the fund, if the spread between the fund's assets and government debt is doubled.

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

Sustainability information

Sustainability information

- Sustainability aspects are taken into account in the management of the fund.
- Sustainability aspects are not taken into account in the management of the fund.

Sustainability aspects taken into account in the management of the fund

- Environmental aspects (e.g. the companies' environmental and climate impact).
- Social aspects (e.g. human rights, employee rights and equal opportunity).
- Corporate governance aspects (e.g. shareholders' rights, issues relating to remuneration for senior executives, and anti-corruption work).
- Other sustainability aspects.

Methods used for the sustainability work

- Positive screening**
- Sustainability aspects are critical in the manager's choice of companies.

The fund has specific and explicit criteria for positive selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability work is critical to the selection of the companies in the fund.

This option also refers to funds that select companies on the basis of a specified sustainability-related theme, such as climate, water, ecotechnology, or social sustainability, and to funds that only invest in projects or operations with quantifiable social or environmental benefits.

- The manager of the fund take sustainability issues into account.

Sustainability issues are taken into account in the context of corporate economic analyses and investment decisions and play a part, but not necessarily a crucial one, in determining which companies are selected for inclusion in the fund.

This option refers to funds which explicitly and systematically integrate sustainability aspects into their economic analyses and investment decisions. Sustainability aspects are explicitly part of the investment process, are continuously analysed, and affect the fund's investments.

Fund management company's comments:

A thorough company analysis is at the core of Lannebo's fund management. This provides us the opportunity to thoroughly understand and assess a company's operations and their future prospects. We analyze, among others, the company's business model, market position, strategy, risk factors, management and ownership structure. We insist

on clear governance structures and deem it imperative that companies have control over their operations along the entire supply chain; for example, by carrying out risk analyzes, stakeholder dialogues and supplier assessments. Companies should also work to reduce their climate impact, be a good employer and corporate citizen and not take any risky shortcuts.

Fund company's follow-up of the analysis year:

A thorough company includes a comprehensive ESG analysis. Prior to a new investment, the manager must submit an application for approval to the fund company's risk management function that performs a sustainability check.

During the year, the managers completed sustainability analyzes of all new investments. Sustainability analysis is one of many tools we use for achieving an in-depth company analyzes and making the best possible investment decisions. The sustainability analysis reduces the risk in our investments while identifying companies with long-term sustainable business models that are positioned for the future.

MOWI, the Norwegian salmon farming company, is an example of such a holding. The company produces everything across the value chain - from salmon feed to ready-made meals, in addition to investments to drive the company forward in a sustainable way. We consider MOWI an interesting investment as salmon, unlike, for example, red meat, is a more environmentally friendly and useful source of protein.

Negative screening

The fund does not invest in companies that are involved in the following products and services. A maximum of 5 per cent of the turnover in the company in which the investment is made may entail operations attributable to the specified product or service.

Products and services

- Cluster bombs, landmines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or arms
- Alcohol
- Tobacco
- Commerciel gaming
- Pornography
- Fossil fuels (oil, gas and coal)
- Coal
- Uranium
- Cannabis

Fund management company's comments:

We look for responsible companies with long-term sustainable business models, and as such many products, and even entire industries, are screened out by the managers following the thorough company analysis, which are not explicitly excluded through any policy.

Fund company's follow-up of the analysis year:

The fund has not been invested in the above excluded products since the introduction of the exclusion criteria.

International norms

International norms refer to international conventions, laws and agreements such as the UN Global Compact and OECD guidelines for multinational companies that relate to issues concerning the environment, human rights, labour practices, and business ethics.

- The fund does not invest in companies that violate international norms. The assessment is carried out either by the fund management company or a third party.
- The fund does not invest companies which do not address identified problems or where the fund makes the assessment that the company will not address the problems within a time frame deemed reasonable in that specific case.

The fund management company influences

The fund management company exercises its investor influence to influence companies on sustainability issues.

- Direct company influence and in collaboration with other investors

Fund management company's comments:

We have an opportunity to influence companies as a major owner and investor, which we do through continuous dialogue. One type of dialogue is in conjunction with an incident, which is something that can happen even to the best companies. This is identified through the manager's daily monitoring of the fund holdings. We would typically make direct contact with the company to find out what happened and why. The second type of dialogue is proactive in nature where we schedule a sustainability meeting with company management to discuss their sustainability work. These meetings are intended to inform the companies of what their owners and investors expect from them and to provide the manager additional information for their investment analysis. Companies selected for proactive sustainability meetings are based on our ownership share and risk assessment.

In cases where we are not satisfied with the development or management of a company - and if we do not see the opportunity to influence - divestment of the holding is an alternative.

Fund company's follow-up of the analysis year:

During the year, the fund engaged on sustainability related matters with nine holdings, including SSAB and Fjordkraft.

LANNEBO CORPORATE BOND

Balance sheet, SEK thousands

	31/12/20	31/12/19
Assets		
Transferable securities	1 146 893	1 972 618
OTC-derivatives with a positive market value	3 453	1 385
Total financial instruments with a positive market value (note 1)	1 150 346	1 974 003
Investment in account with credit institution	127 759	173 211
Total investment with a positive market value	1 278 105	2 147 214
Cash and cash equivalents	39 428	32 757
Prepaid expenses and accrued income	3 903	7 827
Other assets	0	3 810
Total assets	1 321 436	2 191 608
Liabilities		
OTC-derivatives with a negative market value	0	-6 133
Total financial instruments with a negative market value	0	-6 133
Accrued expenses and deferred income	-994	-1 658
Other liabilities	-6 180	0
Total liabilities	-7 174	-7 791
Total net asset (note 2)	1 314 262	2 183 817
Memorandum		
Collateral received for OTC-derivatives	6 180	-
% of total net asset	0.5	-
Collateral pledges for OTC-derivatives	-	3 810
% of total net asset	-	0.2

Income statement, SEK thousands

	2020	2019
Income and change in value		
Change in value of transferable securities (note 3)	-131 731	63 317
Change in value of OTC-derivative instruments (note 4)	59 808	-37 640
Interest income (note 5)	41 181	55 601
Foreign exchange, gains and losses, net	163	-641
Other income	606	2
Total income and change in value	-29 973	80 639
Costs		
Management fee		
Fee charged by the fund manager	-13 198	-16 431
Fee charged by the custodian	-181	-180
Other costs	-63	-73
Total costs	-13 442	-16 684
Net result	-43 415	63 955

Note 1 See holdings in financial instruments below

Note 2 Change in net asset

Net asset in the beginning of the year	2 183 817	1 605 696
Unit issue	1 880 962	1 665 428
Unit redemption	-2 707 102	-1 151 262
Net result according to income statement	-43 415	63 955
Net asset at the end of the year	1 314 262	2 183 817

Note 3 Change in value of transferable securities

Capital gains	42 022	35 444
Capital losses	-117 262	-4 046
Unrealized gains/losses	-56 491	31 919
Total	-131 731	63 317

Note 4 Change in value of OTC-derivative instruments

Capital gains	88 324	32 084
Capital losses	-36 717	-46 246
Unrealized gains/losses	8 201	-23 478
Total	59 808	-37 640

Note 5 Interest income

Coupon rates	41 179	55 784
Other positive interest income	80	113
Negative interest income*	-78	-296

Total **41 181** **55 601**

* The banks charge a deposit fee on deposit accounts as a result of negative interest rates. Deposit fee is reported as negative interest income. Interest income is therefore reported negative.

Investment in financial instruments as at 31/12/20

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
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TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET

FLOATING RATE NOTES (FRN)

AFRY FRN240627	SE/SEK	30 000 000	29 912	2.3
Aker FRN241122	NO/NOK	29 000 000	26 844	2.0
Arwidso Green FRN230904	SE/SEK	21 250 000	21 277	1.6
Balder Green FRN230206	SE/SEK	20 000 000	19 929	1.5
Balder Green FRN241206	SE/SEK	20 000 000	19 876	1.5
Bilia FRN231011	SE/SEK	16 000 000	15 923	1.2
Bilia FRN251001	SE/SEK	12 000 000	11 847	0.9
Bonava Green FRN240311	SE/SEK	20 000 000	20 129	1.5
Cargotec 1.25% Obl250123	FI/EUR	3 200 000	31 738	2.4
Castellum FRN240328	SE/SEK	20 000 000	20 393	1.6
Castellum FRN250521	SE/SEK	30 000 000	30 482	2.3
Cibus Nordic Real Estate Green FRN230612	SE/SEK	32 500 000	33 355	2.5
Color Group FRN220923	NO/NOK	26 000 000	22 272	1.7
Color Group FRN231123	NO/NOK	9 000 000	7 199	0.5
Color Group FRN241002	NO/NOK	10 000 000	7 700	0.6
Coor FRN240320	SE/SEK	24 000 000	24 142	1.8
DFDS FRN220928	DK/NOK	34 000 000	31 929	2.4
Digiplex Norway FRN230512	NO/NOK	5 000 000	4 945	0.4
Digiplex Norway FRN240430	NO/NOK	20 000 000	19 360	1.5
Fjord1 FRN221122	NO/NOK	25 000 000	23 985	1.8
Heimstaden FRN230531	SE/SEK	23 750 000	23 834	1.8
Hexagon Composites FRN230315	NO/NOK	22 000 000	21 229	1.6
If Försäkring Call FRN211201	SE/SEK	16 000 000	16 158	1.2
Intrum FRN250912	SE/SEK	8 000 000	8 110	0.6
Jyske Bank Call FRN240409	DK/SEK	28 000 000	29 225	2.2
Länsförsäkringar Bank Call FRN251119	SE/SEK	12 000 000	12 161	0.9
Mowi Green FRN250131	NO/EUR	2 000 000	20 384	1.6
Ocean Yield FRN230525	NO/NOK	17 000 000	15 730	1.2
Ocean Yield FRN241212	NO/NOK	6 000 000	5 499	0.4
OP Bank Call FRN250603	FI/EUR	20 000 000	20 443	1.6
Sato Green 1.375% Obl280224	FI/EUR	1 200 000	12 403	0.9
Sinch FRN241127	SE/SEK	21 250 000	21 590	1.6
Småkraft Green FRN231102	NO/EUR	3 800 000	37 987	2.9
SSAB FRN240626	SE/SEK	15 000 000	15 145	1.2
Stena Metall Finans Green FRN230601	SE/SEK	6 000 000	6 014	0.5
Stora Enso Green FRN250429	FI/SEK	30 000 000	31 541	2.4
Storebrand Livsförsäkring Call FRN240916	NO/SEK	26 000 000	26 098	2.0
Tornator Green 1.25% Obl261014	FI/EUR	1 800 000	18 648	1.4
Tryg Forsikring Call FRN251113	DK/NOK	40 000 000	40 034	3.0
Vattenfall Call FRN220319	SE/SEK	8 350 000	8 437	0.6
Wallenius Wilhelmsen FRN221012	NO/NOK	14 000 000	13 242	1.0
Wallenius Wilhelmsen FRN240909	NO/NOK	9 000 000	8 805	0.7
			835 952	63.6

TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET

835 952 **63.6**

TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC

FLOATING RATE NOTES (FRN)

DNB 4.875% Call Obl241112	NO/USD	4 750 000	40 375	3.1
Intrum 4.875% Obl250815	SE/EUR	3 100 000	32 388	2.5
Logistri 4% Obl210520	SE/SEK	19 000 000	19 171	1.5
SEB 5.125% Call Obl250513	SE/USD	4 600 000	39 374	3.0
Telia Green 1.375% call Obl260211	SE/EUR	2 000 000	20 464	1.6
Velliv Call FRN230608	DK/SEK	51 000 000	51 128	3.9
			202 900	15.4

TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC

202 900 **15.4**

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
TRANSFERABLE SECURITIES INTENDED TO BE ADMITTED TO TRADING ON A REGULATED MARKET WITHIN ONE YEAR FROM ISSUE				
FLOATING RATE NOTES (FRN)				
Link Mobility Group 3.375%				
Obl251215	NO/EUR	2 800 000	28 389	2.2
Stolt-Nielsen FRN230629	BM/NOK	5 000 000	4 810	0.4
Stolt-Nielsen FRN240220	BM/NOK	16 000 000	14 820	1.1
Teekay LNG FRN250902	MI/NOK	20 000 000	19 157	1.5
			67 176	5.1
TOTAL TRANSFERABLE SECURITIES INTENDED TO BE ADMITTED TO TRADING ON A REGULATED MARKET WITHIN ONE YEAR FROM ISSUE				
			67 176	5.1
OTHER FINANCIAL INSTRUMENTS				
FLOATING RATE NOTES (FRN)				
Vapo 2.125% Obl241007				
	FI/EUR	3 000 000	30 327	2.3
Y-Foundation 3.125% Obl231004				
	FI/EUR	1 000 000	10 539	0.8
			40 866	3.1
CURRENCY FUTURES/OTC-DERIVATIVES				
EUR/SEK S210322				
	SE/EUR	-23 454 774	1 428	0.1
NOK/SEK S210322				
	SE/NOK	-301 019 387	1 378	0.1
USD/SEK S210322				
	SE/USD	-9 917 866	648	0.0
			3 453	0.3
TOTAL OTHER FINANCIAL INSTRUMENTS				
			44 319	3.4
TOTAL FINANCIAL INSTRUMENTS				
			1 150 346	87.5
Other assets and liabilities, net				
			163 916	12.5
TOTAL NET ASSET				
			1 314 262	100.0
TOTAL EXPOSURE TO COMPANIES OR GROUP OF COMPANIES				
SEB				
				7.6

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.



Karin Haraldsson manages Lannebo Corporate Bond together with Katarina Ponsbach Carlsson.

Lannebo Europe Small Cap is an actively managed equity fund that invests in small and medium-sized enterprises in Europe. The companies the fund invest in should have a market capitalization not exceeding EUR 5 bn, or the equivalent in another currency at the time of investment. The fund may invest a maximum of 10 per cent of its value in companies with headquarters in Europe, but not listed in Europe, and/or without restriction to the size of the companies' market capitalization.

The fund's performance

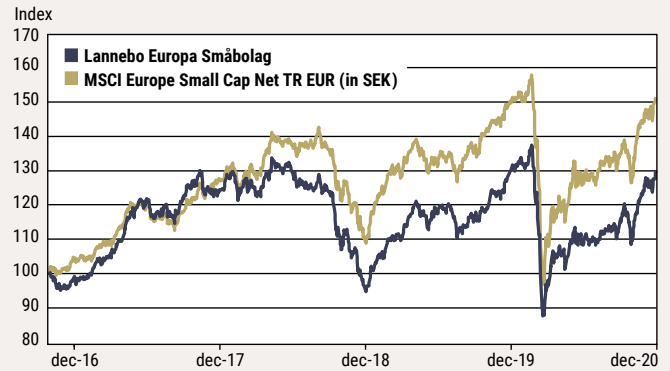
Assets under management decreased from SEK 2.3 billion at the beginning of 2020 to SEK 1.2 billion on December 31, 2020. The net of inflows and outflows during the period was minus SEK 934 million. The fund decreased during the period by 0.2 per cent. The fund's benchmark index, MSCI Europe Small Cap Net TR EUR, increased by 0.1 per cent measured in SEK.

The fund has several share classes. Information regarding returns for share class SEK are described under "Management report". Share class A EUR can be found in the fund facts box.

-0.2%
year-to-date

+29.6%
since launch
(17/10/16). The
recommended invest-
ment horizon is more
than five years

Performance 17/10/16 – 31/12/20



Management report

Tecan Group, Keyword Studios and Medios contributed most positively to performance.

Swiss Tecan Group supplies robots for liquid handling to the pharmaceutical industry. In December, Tecan raised its 2020 sales and earnings forecast. Underlying demand is increasing as more and more hospitals outsource testing, while the need for lab automation increases. We assess these trends will continue to drive sales for some time to come.

British Keyword Studios provides development services to the computer game industry, which is a market that benefited from the pandemic where demand for digital content increased sharply. Keyword Studios' organic sales growth reached 10 per cent while the EBIT margin increased to about 15 per cent, which was clearly better than expected. The company maintained a high development rate during the year despite most employees worked from home. Several attractive acquisitions were made during the year, plus there is a pipeline of several possible acquisitions for 2021.

Medios is a German manufacturer and reseller of contract tailor-made medicines. Medios faced headwind due to Corona but in total the company developed powerfully in 2020. To ensure availability of medicines during the year, a rationing system was introduced by the German authorities. This limited supply and will also negatively affect Medios' pricing in 2021. On the positive side, it should be mentioned that Medios entered the haemophilia products market and signed a partnership with over 100 pharmacies during the year. Furthermore, Medios acquired the German pharmaceutical wholesaler Cranach, which significantly strengthens their market position and enables the company to achieve its financial goals faster than planned.

Grenke, Corestate Capital and Beazley contributed most negatively to performance.

The German company Grenke, which leases office equipment, became the worst contributor for the year as it came under attack by a hedge fund. Several negative allegations were made with respect to the company's cash in the bank, accounting, and compliance processes. Having recently experienced the Wirecard scandal, the German market is very sensitive to such accusations, even though allegations of missing cash quickly proved to be unfounded. Grenke has initiated an overhaul of its compliance processes which we believe will steadily rebuild trust in the market.

Corestate Capital is based in Germany and offers real estate investment products to institutional clients. The company had to issue a profit warning and a capital raise, as the market for commercial property transactions temporarily froze during the first wave of the pandemic. Further, some unexpected changes in the management team and ownership structure was unhelpful for building market confidence.

Beazley is a British insurance company focused on corporate insurance, primarily in the US. The company developed weaker than the market in 2020 as insurance claims for cancelled events surged as a consequence of the pandemic. Beazley's IT security policies were also negatively impacted by an increasing number of ransomware attacks. However, rising IT security claims are already improving the pricing environment which will greatly benefit insurance companies in the longer term.

FUND MANAGERS

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Ulrik Ellesgaard
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*"The corona pandemic created **extreme differences** between winning and losing sectors during the year"*

Major changes during the year

- ➕ **Fashionette** is a German e-commerce company that sells accessories such as handbags and sunglasses. The company is profitable and benefits from loyal customers.
- ➕ **SATS** is the Nordic region's leading gym chain with more than 250 gyms and 650,000 members. SATS benefits from the increased awareness on health.
- ➕ **John Menzies** is a British company that provides freight and passenger handling services at airports.
- ➖ Swiss **Tecan Group** is a quality company that has been a net winner in the pandemic given they provide robots for liquid handling in medical laboratories. We have reduced our holding in the company as a result of the sharp increase in the valuation.
- ➖ **Interpump** is an Italian manufacturer of hydraulics and pumps. The company's share developed strongly during 2020 and we reduced our holding given the increased weighting in the fund.
- ➖ During the year we divested our holding in packaging machine manufacturer **IMA** following the acquisition by the owner family together with a venture capital company.

Top holdings

Volution Group is a British ventilation company focused on residential and smaller commercial properties. Volution has a leading position in the UK, the Nordic countries, New Zealand and Germany. From an investor perspective, the company provides an exciting exposure to the sustainability trend as ventilation is a key factor in reducing energy consumption and raising a properties air quality.

Medios is a German manufacturer and reseller of contract tailor-made medicines for rare and chronic conditions. The company has successfully expanded its partner network, established itself in the market for haemophilia products; and, managed to complete a strategic acquisition in 2020 despite challenges caused by changed legislation as a result of the pandemic.

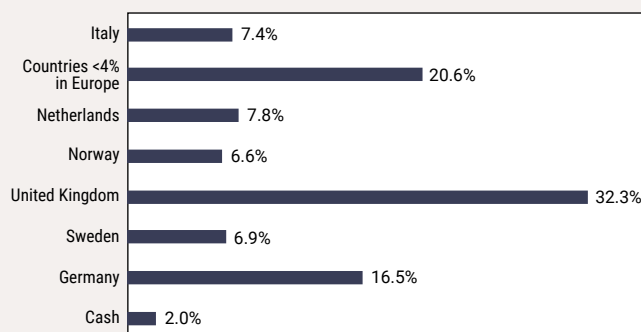
Dutch **TKH Group** consists of three divisions: Industrial Solutions, which provides technology for the production of passenger car and truck tires; Building Solutions, which provides safety hardware for buildings; and, Telecommunications Solutions that provides hardware, such as fibre networks, for telecommunications.

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
Volution Group	66 389	5.5
Medios	52 536	4.3
TKH Group	47 024	3.9
Interpump Group	45 238	3.7
Keywords Studios Plc	43 693	3.6

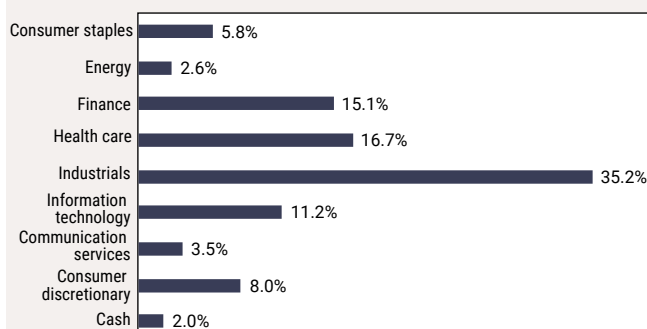
OTHER INFORMATION

During the period, Lannebo updated its policy for sustainable investments and introduced expanded exclusion criteria. The industries affected by the extended exclusion criteria are tobacco, cannabis, alcohol, gambling, pornography, weapons and fossil fuel. More information is available on the fund company's website.

Geographic allocation 31/12/20



Sector allocation 31/12/20



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 shares in a range of companies, where the share prices do not move in exactly the same way. This is known as diversification.

The fund's concentration level has a very good margin to the permitted level according to the fund rules. The portfolio has a very good diversification effect. The market risk, measured as the standard deviation for the fund's return, was at year-end in line with the stock market as a whole measured as MSCI Europe Small Cap.

At the end of the period the currency exposure from the fund's holdings was: 33 per cent British pounds, 9 per cent Norwegian kronor, 7 per cent Swedish kronor, 4 per cent Swiss francs and Danish kronor respectively. Other holdings are quoted in Euro. Accordingly, the fund's currency risk has a strong link with exchange rate fluctuations between the Swedish krona and other European currencies. The fund also has a unit class traded in Euro that accordingly has a strong link with exchange rate fluctuations between the Euro and other European currencies.

The possibility of having large positions in small and medium-sized compa-

nies means that the market liquidity risk may at times be high in the fund; market liquidity risk is the risk of lower liquidity in the holdings, which affects the ability to trade a position. Shares of small cap companies 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 to lower this risk.

Together with the outcome of regular stress tests, relevant risk levels are continually monitored and followed-up. 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. The fund was managed in accordance with the fund's risk profile during the period.

Derivatives and efficient portfolio management techniques

According to the fund rules, the fund has the right to trade in options, futures and similar financial instruments as well as the right to lend securities. According to current regulations, efficient portfolio management techniques may be used in the management of the fund. These were not utilized during the year.

SPECIFIC INFORMATION REGARDING THE FUND'S INVESTMENT STRATEGY

There is a requirement for a UCITS fund to provide specific information regarding the fund's investment strategy and its implementation. The information requirements are based on the EU's Shareholder Rights Directive and aim to provide investors with information that enable them to assess if, and how, a fund manager acts in a way that best serves the investor's long-term interests and if the manager applies a strategy that creates an effective shareholder engagement.

Lannebo Europa Småbolag is an equity fund that invests in small and medium-sized companies in Europe. The fund only invests in companies where the managers may have a qualified opinion about the company's prospects and valuation. Focus is on analysis, selection and monitoring of each individual investment and its long-term prospects for value creation. The fund's overall objective is, with due care, to generate the greatest possible capital growth and achieve a good spread of risk.

The fund's turnover costs for 2020 amounted to SEK 1 036 000, corresponding to 0.0 per cent of the average fund assets.

During 2020, the fund company did not engage any proxy voting advisors for assistance with the companies, whose shares are included in the fund.

According to the fund company's guidelines for securities lending, any shares lent out by the fund company shall be recalled well in advance before a general meeting where the fund company will participate. These guidelines were complied with by the fund company during 2020.

During 2020, there were no conflicts of interest between the companies, whose shares the fund's assets were invested in, and the fund company.

THE FUND'S ACTIVITY MEASURE

The fund is an actively managed equity fund that focuses on small and medium-sized companies in Europe. The fund only invests in companies that meet the fund's criteria of, for example, investment focus and sustainability criteria. Focus is on each individual investment and its future prospects. The fund invests in companies where the fund managers can have a qualified opinion about the company's future and where the valuation is sufficiently attractive. The fund usually invests in around 40-50 companies. The fund's overall financial objective is, with due care, to achieve the highest possible value growth and that a good diversification of risk is obtained.

The management of the fund can be compared with the fund's benchmark, which is MSCI Europe Small Cap Net TR EUR. The index is relevant because it reflects the fund's investment focus in terms of, for example, a company's size, asset class and market. MSCI Europe Small Cap Net TR EUR contains small companies from fifteen developed European countries.

Fund facts Lannebo Europa Småbolag, reg no 515602-8192

Launch date 17/10/16.

The fund's performance	31/12/20	31/12/19	31/12/18	31/12/17	31/12/16
Net asset SEK thousands	1 211 689	2 307 184	2 473 319	4 455 710	359 872
Share class A SEK, SEK thousands	1 201 385	1 566 571	1 914 301	3 605 918	299 694
Share class A EUR, SEK thousands	10 326	70 836	55 069	86 421	6 285
NAV					
Share class A SEK, SEK	12.97	13.00	9.59	12.44	9.83
Share class A EUR, EUR	124.94	120.63	91.65	122.69	99.56
Number of outstanding units, thousands	92 656	121 070	200 140	290 598	30 556
Share class A SEK	92 648	120 483	199 539	289 894	30 492
Share class A EUR	8	587	601	704	63
Dividend SEK per unit					
Share class A SEK	0.00	0.00	0.00	0.00	0.00
Share class A EUR	0.00	0.00	0.00	0.00	0.00
Annual return, %					
Share class A SEK	-0.2	35.6	-22.9	26.6	-1.7
Share class A EUR	3.6	31.6	-25.3	23.2	-0.4
MSCI Europe Small Cap Net TR EUR in SEK ¹ , %	0.1	35.7	-13.0	22.1	4.2
MSCI Europe Small Cap Net TR EUR ¹ , %	4.6	31.4	-15.9	19.0	5.4

Risk and growth ²

Standard deviation, %					
Share class A SEK	23.1	17.5	15.7	-	-
Share class A EUR	24.9	16.4	14.3	-	-
Standard deviation benchmark SEK, %	22.9	15.7	13.4	-	-
Standard deviation benchmark EUR, %	24.5	13.8	11.1	-	-
Tracking error, % *					
Share class A SEK	4.7	5.3	5.7	-	-
Share class A EUR	4.9	5.3	5.6	-	-
Sharpe ratio					
Share class A SEK	0.8	0.2	0.0	-	-
Share class A EUR	0.8	0.1	-0.2	-	-

* **Tracking error:** Figures for the first two years are not available given two years history is required in order to calculate the active risk. The achieved activity measure is due to the fund is actively managed and has deviated from the benchmark. The active risk measure is a function of how the fund varies from the market and its investments. Fluctuations in active risk depends on how the fund's investments deviate from its benchmark in relation to, for example, the holding of an individual security or general changes in the market. The return on equities is normally higher than, for example, interest-bearing securities. Therefore, activity measures are often higher for an actively managed equity fund than for an actively managed fixed income fund.

Tracking error indicates how much the fund's return varies in relation to its benchmark. It is calculated by measuring the difference between the fund's and the benchmark's return based on monthly data from the last two years. The measure is calculated as the standard deviation for the difference in return. In theory, one can therefore expect that the fund's return two out of three years will deviate from the index, plus or minus, in percentage as much as the activity measure indicates. For example, theoretically it can be expected the fund will return plus or minus 5 percent against its benchmark two out of three years if the active risk is 5.

Average annual return

24 months share class A SEK, %	16.3	2.2	-1.2	-	-
5 years share class A SEK, %	-	-	-	-	-
24 months share class A EUR, %	16.7	-0.8	-4.0	-	-
5 years share class A EUR, %	-	-	-	-	-

Costs ³

Management fee share class A SEK, %	1.6	1.6	1.6	1.6	1.6
Management fee share class A EUR, %	1.6	1.6	1.6	1.6	1.6
Compensation to the custodian, %	0.02	0.02	0.02	0.02	0.01
Transaction costs, SEK thousands	1 036	1 396	2 689	6 827	-
Transaction costs, %	0.1	0.0	0.0	0.2	-
Research costs, SEK thousands	1 573	2 102	2 171	1 340	-
Research costs, %	0.1	0.1	0.1	0.1	-
Ongoing charges share class A SEK, %	1.72	1.71	1.67	1.69	1.62
Ongoing charges share class A EUR, %	1.72	1.71	1.67	1.69	1.62
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0
Total costs					
- for a single purchase SEK 10 000	144	195	157	148	-
- for monthly payments SEK 100	11	11	10	11	-

Turnover

Turnover ratio	0.1	0.2	0.2	0.0	-
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Derivatives

Maximum leverage, %	0.0
Minimum leverage, %	0.0
Average leverage, %	0.0
Risk assessment method	Commitment approach

Purchases and sales of financial instruments involving related parties

Trading with companies within the same group, %	0.0
Trading involving funds managed by Lannebo Fonder, %	0.0

Exchange rate EUR balance sheet	10.0664
Exchange rate EUR income statement	10.4873

1) MSCI Europe Small Cap Net TR EUR captures small cap representation across the 15 Developed Markets (DM) countries in Europe. This means that the index accurately reflects the fund's investment rules.

2) Active share has not been calculated for the period since the cost of acquiring index data has been deemed excessive in relation to the information value.

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

Sustainability information

Sustainability information

- Sustainability aspects are taken into account in the management of the fund.
- Sustainability aspects are not taken into account in the management of the fund.

Sustainability aspects taken into account in the management of the fund

- Environmental aspects (e.g. the companies' environmental and climate impact).
- Social aspects (e.g. human rights, employee rights and equal opportunity).
- Corporate governance aspects (e.g. shareholders' rights, issues relating to remuneration for senior executives, and anti-corruption work).
- Other sustainability aspects.

Methods used for the sustainability work

- Positive screening**
- Sustainability aspects are critical in the manager's choice of companies.

The fund has specific and explicit criteria for positive selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability work is critical to the selection of the companies in the fund.

This option also refers to funds that select companies on the basis of a specified sustainability-related theme, such as climate, water, ecotechnology, or social sustainability, and to funds that only invest in projects or operations with quantifiable social or environmental benefits.

- The manager of the fund take sustainability issues into account.

Sustainability issues are taken into account in the context of corporate economic analyses and investment decisions and play a part, but not necessarily a crucial one, in determining which companies are selected for inclusion in the fund.

This option refers to funds which explicitly and systematically integrate sustainability aspects into their economic analyses and investment decisions. Sustainability aspects are explicitly part of the investment process, are continuously analysed, and affect the fund's investments.

Fund management company's comments:

A thorough company analysis is at the core of Lannebo's fund management. This provides us the opportunity to thoroughly understand and assess a company's operations and their future prospects. We analyze, among others, the company's business model, market position, strategy, risk factors, management and ownership structure. We insist on clear governance structures and deem it imperative that companies have control over their operations along the entire supply chain; for example, by carrying out risk analyzes, stakeholder dialogues and supplier assessments. Companies should also work to reduce their climate impact, be a good employer and corporate citizen and not take any risky shortcuts.

Fund management company's follow-up of the year:

A thorough company analysis includes a comprehensive ESG analysis. Prior to a new investment, the manager must submit an application for approval to the fund company's risk management function that performs a sustainability check.

During the year, the managers completed sustainability analyzes of all new investments, and also revised the analyzes of existing holdings. Sustainability analysis is one of many

tools we use for achieving an in-depth company analyzes and making the best possible investment decisions. The sustainability analysis reduces the risk in our investments while identifying companies with long-term sustainable business models that are positioned for the future.

An example of such a holding is Spanish Soltec, which is the world's third largest reseller of solar trackers for photovoltaic systems. A solar tracker allows solar cells to follow the sun's movements and thus increases the efficiency of a solar power plant by up to 25 per cent. It is an attractive niche in a fast-growing market where Soltec can already list some of the world's largest energy companies as their customers. Another example of such a holding is Dutch Alfen, which manufactures and sells products in electrical infrastructure such as charging stations for cars, batteries and smart grids. We believe that the company will benefit from the transition to more green energy and thereby deliver strong growth in the future.

Negative screening

The fund does not invest in companies that are involved in the following products and services. A maximum of 5 per cent of the turnover in the company in which the investment is made may entail operations attributable to the specified product or service.

Products and services

- Cluster bombs, landmines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or arms
- Alcohol
- Tobacco
- Commerciële gaming
- Pornography
- Fossil fuels (oil, gas and coal)
- Coal
- Uranium
- Cannabis

Fund management company's comments:

We look for responsible companies with long-term sustainable business models, and as such many products, and even entire industries, are screened out by the managers following the thorough company analysis, which are not explicitly excluded through any policy.

Fund management company's follow-up of the year:

The fund has not been invested in the above excluded products since the introduction of the exclusion criteria.

International norms

International norms refer to international conventions, laws and agreements such as the UN Global Compact and OECD guidelines for multinational companies that relate to issues concerning the environment, human rights, labour practices, and business ethics

- The fund does not invest in companies that violate international norms. The assessment is carried out either by the fund management company or a third party.
- The fund does not invest companies which do not address identified problems or where the fund makes the assessment that the company will not address the problems within a time frame deemed reasonable in that specific case.

The fund management company influences

The fund management company exercises its investor

influence to influence companies on sustainability issues.

- Direct company influence and in collaboration with other investors

Fund management company's comments:

We have an opportunity to influence companies as a major owner and investor, which we do through continuous dialogue. One type of dialogue is in conjunction with an incident - something that can happen even to the best companies. This is identified through the manager's daily monitoring of the fund holdings. We would typically make direct contact with the company to find out what happened and why. The second type of dialogue is proactive in nature where we schedule a sustainability meeting with company management to discuss their sustainability work. These meetings are intended to inform companies of what their owners and investors expect from them and to provide the manager additional information for their investment analysis. Companies selected for proactive sustainability meetings are based on our share of ownership and risk assessment.

In cases where we are not satisfied with the development or management of a company - and if we do not see the opportunity to influence - divestment of the shares is an alternative.

Fund management company's follow-up of the year:

During the year, Lannebo engaged on sustainability related matters with 16 holdings, including Fjordkraft, Interpump and Inwido.

- Voting at General Meetings

Fund management company's comments:

A key principle for Lannebo is voting at the Annual General Meetings of companies in which the fund company has a larger shareholding or the fund company is one of the largest shareholders.

Fund management company's follow-up of the year:

During the year, the fund company, on behalf of the fund, participated and voted at the General Meeting of four companies of a total average of 42 holdings.

- Participation in nomination procedures in order to influence the composition of the Board

Fund management company's comments:

Lannebo participates in the Nomination Committee work for holdings where the fund company is one of the largest owners and the fund company is requested to participate. Participation in Nomination Committees varies from year to year depending on the fund's holdings at the time of the appointment of the committee.

Fund management company's follow-up of the year:

Lannebo participates, on behalf of a fund, in the Nomination Committee work at the fund company level; we are one of the Swedish managers who participate in the most Nomination Committees. It is the Nomination Committee that submits proposals to the Annual General Meeting, including the selection of Board members, Chairman of the Board and remuneration to the Board. We have endeavored over many years to reach gender equality on the boards of publicly listed companies and, when comparing the companies whose Nomination Committees we participated in 2013 to those we participated in 2020, the proportion of women has increased from 24 to 39 per cent - valuable work that we are proud to have contributed to.

During the year, the fund company, on behalf of the fund, participated in the Thule Group Nomination Committee.

LANNEBO EUROPA SMÅBOLAG

Balance sheet, SEK thousands

	31/12/20	31/12/19
Assets		
Transferable securities	1 189 137	2 256 172
Total financial instruments with a positive market value (note 1)	1 189 137	2 256 172
Investment in account with credit institution	3 451	16 266
Total investment with a positive market value	1 192 588	2 272 438
Cash and cash equivalents	18 175	34 608
Prepaid expenses and accrued income	2 578	3 292
Total assets	1 213 341	2 310 338
Liabilities		
Accrued expenses and deferred income	-1 652	-3 154
Total liabilities	-1 652	-3 154
Total net asset (note 2)	1 211 689	2 307 184

Income statement, SEK thousands

	2020	2019
Income and change in value		
Change in value of transferable securities (note 3)	-82 309	675 533
Interest income (note 4)	-188	-345
Dividends	19 945	54 485
Foreign exchange, gains and losses, net	-432	-212
Total income and change in value	-62 984	729 461
Costs		
Management fee		
Fee charged by the fund manager	-26 439	-38 221
Fee charged by the custodian	-320	-420
Other costs	-2 623	-3 527
Total costs	-29 382	-42 168
Net result	-92 366	687 293

Note 1 See holdings in financial instruments below

Note 2 Change in net asset

Net asset in the beginning of the year	2 307 184	2 473 319
Unit issue	194 040	486 095
Unit redemption	-1 128 177	-1 402 156
Net result according to income statement	-92 366	687 293
Currency conversion effect	-68 992	62 633
Net asset at the end of the year	1 211 689	2 307 184

Note 3 Change in value of transferable securities

Capital gains	222 396	177 175
Capital losses	-253 328	-359 799
Unrealized gains/losses	-51 377	858 157
Total	-82 309	675 533

Note 4 Interest income

The banks charge a deposit fee on deposit accounts as a result of negative interest rates. Deposit fee is reported as negative interest income. Interest income is therefore reported negative.

Investment in financial instruments as at 31/12/20

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET OR EQUIVALENT MARKET OUTSIDE OF THE EEA				
CONSUMER STAPLES				
AAK	SE/SEK	170 588	28 318	2.3
Bakkafrost	FO/NOK	45 989	26 985	2.2
Greencore Group	IE/GBP	1 142 878	14 828	1.2
			70 131	5.8
ENERGY				
Fjordkraft Holding	NO/NOK	165 000	13 230	1.1
Solttec Power Holdings	ES/EUR	137 647	18 290	1.5
			31 521	2.6

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
FINANCE				
Arrow Global Group	GB/GBP	1 427 531	32 512	2.7
Bank of Georgia Group	GB/GBP	272 998	37 093	3.1
Beazley	GB/GBP	606 991	24 647	2.0
Corestate Capital Holding	LU/EUR	33 648	4 945	0.4
Georgia Capital	GB/GBP	52 840	3 178	0.3
Grenke	DE/EUR	82 185	32 116	2.7
Sabre InsUraniumce Group	GB/GBP	779 032	23 989	2.0
SpareBank 1 Nord-Norge	NO/NOK	343 684	24 562	2.0
			183 042	15.1
HEALTH CARE				
Dermapharm Holding SE	DE/EUR	48 073	27 564	2.3
LNA Santé	FR/EUR	64 195	31 826	2.6
Medios	DE/EUR	139 544	52 536	4.3
Nexus	DE/EUR	46 606	23 927	2.0
Tecan Group	CH/CHF	4 450	17 891	1.5
Terveystalo	FI/EUR	253 154	25 585	2.1
Össur	IS/DKK	352 707	23 077	1.9
			202 406	16.7
INDUSTRIALS				
Aalberts Industries	NL/EUR	81 919	30 066	2.5
Alfen NV	NL/EUR	21 077	17 525	1.4
Biffa	GB/GBP	1 469 148	37 551	3.1
Dürr	DE/EUR	118 688	39 905	3.3
Interpump Group	IT/EUR	111 402	45 238	3.7
Inwido	SE/SEK	347 391	41 861	3.5
John Menzies Plc	GB/GBP	899 122	26 285	2.2
LU-VE	IT/EUR	239 044	33 568	2.8
Rotork	GB/GBP	477 175	16 899	1.4
TKH Group	NL/EUR	118 144	47 024	3.9
Volution Group	GB/GBP	2 136 617	66 389	5.5
			402 312	33.2
INFORMATION TECHNOLOGY				
Crayon Group Holding	NO/NOK	191 915	23 129	1.9
SimCorp	DK/DKK	18 657	22 814	1.9
Solutions 30 SE	LU/EUR	315 713	33 434	2.8
			79 376	6.6
CONSUMER DISCRETIONARY				
Brembo	IT/EUR	96 156	10 454	0.9
Forbo Holding	CH/CHF	2 145	30 178	2.5
SATS	NO/NOK	882 544	19 531	1.6
Thule	SE/SEK	42 410	13 045	1.1
			73 207	6.0
TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET OR EQUIVALENT MARKET OUTSIDE OF THE EEA				
			1 041 996	86.0
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC				
COMMUNICATION SERVICES				
Sumo Group Plc	GB/GBP	1 122 479	41 879	3.5
			41 879	3.5
INFORMATION TECHNOLOGY				
Keywords Studios Plc	GB/GBP	137 175	43 693	3.6
Strix Group	IM/GBP	531 657	13 026	1.1
			56 719	4.7
INDUSTRIALS				
Somero Enterprises	US/GBP	724 723	24 416	2.0
			24 416	2.0
CONSUMER DISCRETIONARY				
Fashionette	DE/EUR	73 750	24 128	2.0
			24 128	2.0
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC				
			147 141	12.1
TOTAL FINANCIAL INSTRUMENTS				
Other assets and liabilities, net			22 552	1.9
TOTAL NET ASSET			1 211 689	100.0

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.



Ulrik Ellesgaard and Carsten Dehn manages Lannebo Europa Småbolag.

Lannebo High Yield is an actively managed fixed income fund that primarily invests in high yield corporate bonds. The average maturity of the fund's holdings is normally 3-5 years.

The fund's performance

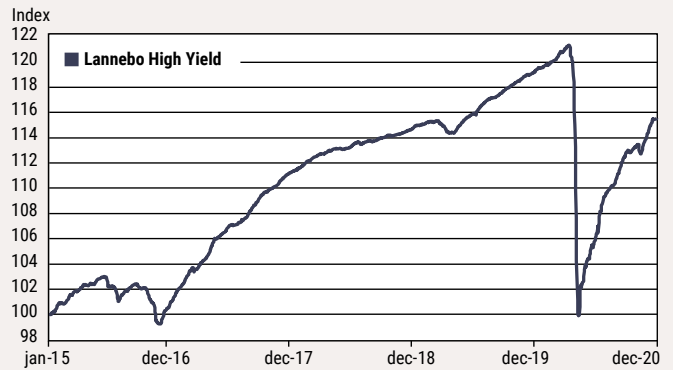
Assets under management decreased from SEK 1.3 million at the beginning of 2020 to SEK 914 million on December 31, 2020. The net of inflows and outflows was minus SEK 325 million. Lannebo High Yield fell by 3.8 per cent during the period. There is still no relevant Nordic high yield index to compare the fund. Solactive SEK IG Credit Index, which is an index with a higher credit rating and longer interest rate duration, increased by 1.9 per cent during the period.

The fund has several share classes. Information regarding returns for share class SEK are described under "Management report". Share class SEK C can be found in the fund facts box.

-3.8%
year-to-date

2.1%
during the recom-
mended three-year
investment horizon

Performance 30/01/15 – 31/12/20



Management report

The credit market started the year on a positive course, where inflows to corporate bond funds led to increasing bond prices. At the end of February, the market took a sharp turn due to serious concerns over the effects and spread of the pandemic. Over a period of a few weeks outflows from corporate bond funds led to a sharp drop in bond prices, which in many cases were unjustifiably large in relation to the change in the underlying credit risk. Global stock market declines, together with societal shutdowns as a result of the pandemic, were met by strong stimuli from both central banks and governments globally. In April, the market turned upward and for the remainder of the period the focus was on recovery. During the Autumn, vaccine news further fuelled the economic recovery. However, it is still too early to fully assess the long-term effects of both the pandemic and societal shutdowns.

During the most volatile period, the primary market for new issues completely shut-down. Towards the end of Spring it gradually opened up, and during the Autumn the market was once again active. Green bonds, where proceeds finance environmental or climate-related projects, continued to be a growing trend.

Interest rates fell in the wake of the pandemic against the backdrop of global growth. Three-month Stibor fell during the period from 0.15 to -0.05 per cent, while the 5-year Swedish government bond rate fell from 0.39 per cent to 0.13 per cent. The Riksbank's stimulus measures totalled SEK 1,800 billion, if all facilities were utilized. The measures include support purchases of securities for up to SEK 700 billion.

Most relevant for our market was that on September 14, the Riksbank launched its program for the purchase of investment grade corporate bonds at an amount of up to SEK 10 billion through June 2021. Although it is positive that the Riksbank has its mandate in place, volumes have so far been relatively small. We believe the Riksbank will raise its purchases should market turbulence increase again. Several central banks introduced corporate bond support purchase programs, where the Central Bank of Norway was the most aggressive through the inclusion of high-yield bonds. The European Central Bank, ECB, increased the size of its existing program and also extended the time horizon.

Our focus throughout the period was to maintain the fund's structure. At the end of the period, the average maturity of all holdings, the credit duration, was 2.6 years. The credit duration measures the fund's sensitivity to a change in the creditworthiness of one or more of the 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 a change in market interest rates, was at a low of 0.6 at year end. Our strategy is to maintain short interest rates to protect the fund against rising interest rates.

There were 48 issuers at the end of the period and the geographical distribution in the fund was: Sweden 56 per cent, Norway 27 per cent, Denmark 14 per cent, Finland 1 per cent and the rest of Europe 2 per cent.

FUND MANAGERS

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*"Market sentiment more **upbeat** after a turbulent Spring"*

New holdings and major changes

- + Norwegian **Abax Group** provides digital solutions for vehicle fleets, such as electronic logbooks, driver behaviour tracking and GPS tracking of equipment and tools.
- + **Intrum** is a European market leader in credit management services. After the company lowered its Q1 financial guidance due to the pandemic, Intrum showed strength with the subsequent interim reports disclosing stronger than expected results. Our assessment is that Intrum is well positioned to be able to handle the effects of the pandemic, but the company also benefits from any increased range of bank debt portfolios.
- + Norwegian **Link Mobility**, like Sinch, provides communication and messaging services.
- Following **SAS's** recapitalization in the Autumn - when we received shares in exchange for our hybrid bonds - the share price increased sharply, and we divested the holding in its entirety.
- During the period, **DSV Miljø** and Läringsverkstedet also redeemed their bonds and thus disappeared from the fund.
- **PWT** is a Danish retail company that was hard hit by the societal closure in Denmark during the Spring requiring the company to undergo a reconstruction. As a result, we were required to write down the value of our bonds and exchange them for new bonds. During the Autumn, following the reconstruction, PWT released an interim report that was better than expected.

Top holdings

Intrum is one of Europe's largest debt collection and credit management services companies with operations in 24 markets across Europe. Intrum has a good market position, is geographically diversified, with good profitability. The company has a BB credit rating from a rating agency.

Color Group is a Norwegian shipping company that operates five ferry and transport lines between Norway, Sweden, Denmark and Germany. Since 1999, Color Group is owned by the family-owned group O.N. Healthy. A strong market position means that revenues are normally stable, and the company has made major investments in sustainability. We assess the company's long-term credit rating corresponds to a credit rating in the BB segment.

BewiSynbra is the largest vertically integrated producer of EPS in Europe. EPS is used in insulation and packaging, among other things, and is 100 per cent recyclable. A leading market position, modest indebtedness and a diversified product mix mean that our assessment is that the company's creditworthiness corresponds to a credit rating in the BB- segment.

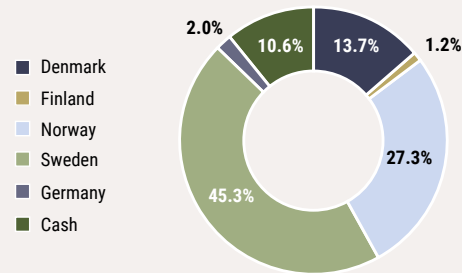
TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
Intrum	35 212	3.9
Color Group	32 490	3.6
BewiSynbra Group	24 240	2.7
SEB	23 967	2.6
Teekay LNG Partners	23 040	2.5

OTHER INFORMATION

During the period, Lannebo updated its policy for sustainable investments and introduced expanded exclusion criteria. The industries affected by the extended exclusion criteria are tobacco, cannabis, alcohol, gambling, pornography, weapons and fossil fuel. More information is available on the fund company's website.

Concerns in the Nordic corporate bond market resulting from the spread of the coronavirus caused temporary difficulties with regards to valuation. In order to fulfill the fund's regulatory requirements for market valuation, together with the equal treatment and the safeguarding of the interests of all unit holders, the fund company resolved to postpone the sale and redemption of fund units for two days given it was not possible to ensure a reliable valuation of the fund.

Geographic allocation 31/12/20



Credit rating allocation 31/12/20

Investment grade	Credit scoring, securities	% of the fund
	AAA	0.0
	AA+/AA/AA-	0.0
	A+/A/A-	0.0
	BBB+/BBB/BBB-	4.5
High Yield	BB+/BB/BB-	34.6
	B+/B/B-	49.8
	CCC/CC/C	0.0
Default	D	0.5
Cash		10.6

The share of the portfolio's fixed income securities with an official credit rating amounted to 30.5 per cent..

MATERIAL RISKS

The fund's assets are exposed to credit risk, which means the risk that the credit quality 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 be lower. If an issuer becomes insolvent, in the worst-case scenario, may 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 companies with lower credit ratings. The fund invests mainly in corporate bonds with lower credit ratings than investment grade, or in corporate bonds that do not have a credit rating. The fund reduces this risk by having a good diversification between different issuers and issues.

Liquidity risk may be higher in a corporate bond fund than in a money market fund or equity fund. Liquidity may vary due to changes in supply and demand, which results in a risk that holdings in corporate bonds may be harder to value or sell as a result of weak demand. Should market liquidity be limited, larger withdrawals from the fund can mean that holdings need to be sold at unfavourable prices, and, in exceptional cases, can mean that withdrawals cannot be made immediately upon request. This puts greater demands on the management of the fund's liquidity risk.

The interest rate risk can be higher in this type of fixed-income fund as the fund invests in securities with longer interest rate periods, 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 invest-

ing 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.

Together with the outcome of regular stress tests, relevant risk levels are continuously monitored and followed-up. 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.

Derivatives and efficient portfolio management techniques

In accordance with the fund's statutes, the fund has the right to trade in options, futures and similar financial instruments, as well as the right to lend securities. Under current regulations the fund may also use efficient portfolio management techniques in the management of the fund. The fund has holdings which embed derivatives in the form of the option for the issuer to exercise early redemption as well as hybrid instruments.

During the period, currency derivatives, where Handelsbanken was the counterpart, were used to manage the fund's currency risk corresponding to a maximum of 55.0 per cent of the fund's value. In order to manage the counterparty risk, the fund may provide or receive collateral in the form of cash and cash equivalents that correspond to the market value of the currency derivatives. Leverage in the fund is a result of currency derivatives used to manage the currency risk as well as holdings in bonds which embed derivatives.

THE FUND'S ACTIVITY MEASURE

The fund is an actively managed fixed income fund that focuses on investments in Swedish and Nordic high yield corporate bonds. The fund only invests in companies that meet the fund's criteria of, for example, investment focus and sustainability criteria. Investments are individually evaluated and selected according to the fund managers own assessments. Investments are only made in interest-bearing securities issued by companies with which the managers are well acquainted. The fund's overall financial objective is, with due care, to achieve the highest possible value growth and that a good diversification of risk is obtained.

The fund has no benchmark as there is no relevant high yield index to compare the fund, and, therefore, no activity measure is reported for the fund.

Fund facts Lannebo High Yield, reg no 515602-7228

Launch date 30/01/15.

Share class SEK C was launched 06/05/19.

The fund's performance	31/12/20	31/12/19	31/12/18	31/12/17	31/12/16	31/12/15
Net asset SEK thousands	914 199	1 300 846	719 289	555 345	218 249	240 000
Share class SEK	913 253	1 299 322				
Share class SEK C	995	1 282				
NAV, SEK						
Share class SEK	115.53	120.07	114.38	113.17	107.70	101.98
Share class SEK C	116.40	120.43				
Number of outstanding units, thousands	7 913	10 832	6 288	4 907	2 026	2 353
Share class SEK	7 905	10 821				
Share class SEK C	9	11				
Dividend SEK per unit						
Share class SEK	0.00	0.00	0.00	0.00	0.00	0.00
Share class SEK C	0.00	0.00				
Annual return, %						
Share class SEK	-3.8	5.0	1.0	5.1	5.6	2.0
Share class SEK C	-3.3	2.9 ¹				

Risk and growth ²

Standard deviation, %						
Share class SEK	12.7	0.9	1.1	2.4	-	-
Share class SEK C	-	-				
Standard deviation benchmark, %	-	-	-	-	-	-
Credit duration, years	2.6	2.7	2.7	3.0	3.1	3.6
Interest duration, years	0.6	0.4	0.5	0.7	1.0	1.2
Spread exposure ³	16.3					

Tracking error: The measure Tracking error is reported for other funds; however, no such activity measure is reported for the fund given a benchmark is required to calculate active risk and there is no relevant high yield index to compare the fund.

Average annual return

24 months share class SEK, %	0.5	3.0	3.0	5.3	-	-
5 years share class SEK, %	2.5	-	-	-	-	-
24 months share class SEK C, %	-	-				
5 years share class SEK C, %	-	-				

Costs ⁴

Management fee share class SEK	0.9	0.9	0.9	0.9	0.9	0.9
Management fee share class SEK C	0.45	0.45				
Compensation to the custodian, %	0.01	0.01	0.01	0.01	0.02	0.02
Transaction costs, SEK thousands	3	0	0	0	0	0
Transaction costs, %	0.0	0.0	0.0	0.0	0.0	0.0
Research costs, SEK thousands	85	77	63			
Research costs, %	0.0	0.0	0.0			
Ongoing charges share class SEK, %	0.92	0.92	0.92	0.91	0.92	-
Ongoing charges share class SEK C, %	0.47	-				
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0	0.0
Total costs						
- for a single purchase SEK 10 000, share class SEK	85	94	92	90	93	-
- for a single purchase SEK 10 000, share class SEK C	43	-				
- for monthly payments SEK 100, share class SEK	6	6	6	6	6	-
- for monthly payments SEK 100, share class SEK C	3	-				

Turnover

Turnover ratio	0.6	0.3	0.3	0.5	0.5	-
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Derivatives

Maximum leverage, %	83.9
Minimum leverage, %	69.6
Average leverage, %	78.0
Risk assessment method	Commitment approach

Purchases and sales of financial instruments involving related parties

Trading with companies within the same group, %	0.0
Trading involving funds managed by Lannebo Fonder, %	0.0

1) Refers to the period 06/05/19 – 31/12/19.

2) Currently there is no relevant Nordic high yield index to compare the fund with.

3) Shows how much the fund will depreciate, in per cent of the value of the fund, if the spread between the fund's assets and government debt is doubled.

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

Sustainability information

Sustainability information

- Sustainability aspects are taken into account in the management of the fund.
- Sustainability aspects are not taken into account in the management of the fund.

Sustainability aspects taken into account in the management of the fund

- Environmental aspects (e.g. the companies' environmental and climate impact).
- Social aspects (e.g. human rights, employee rights and equal opportunity).
- Corporate governance aspects (e.g. shareholders' rights, issues relating to remuneration for senior executives, and anti-corruption work).
- Other sustainability aspects.

Methods used for the sustainability work

- Positive screening**
- Sustainability aspects are critical in the manager's choice of companies.

The fund has specific and explicit criteria for positive selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability work is critical to the selection of the companies in the fund.

This option also refers to funds that select companies on the basis of a specified sustainability-related theme, such as climate, water, ecotechnology, or social sustainability, and to funds that only invest in projects or operations with quantifiable social or environmental benefits.

- The manager of the fund take sustainability issues into account.

Sustainability issues are taken into account in the context of corporate economic analyses and investment decisions and play a part, but not necessarily a crucial one, in determining which companies are selected for inclusion in the fund.

This option refers to funds which explicitly and systematically integrate sustainability aspects into their economic analyses and investment decisions. Sustainability aspects are explicitly part of the investment process, are continuously analysed, and affect the fund's investments.

Fund management company's comments:

A thorough company analysis is at the core of Lannebo's fund management. This provides us the opportunity to thoroughly understand and assess a company's operations and their future prospects. We analyze, among others, the company's business model, market position, strategy, risk factors, management and ownership structure. We insist on clear governance structures and deem it imperative

that companies have control over their operations along the entire supply chain; for example, by carrying out risk analyzes, stakeholder dialogues and supplier assessments. Companies should also work to reduce their climate impact, be a good employer and corporate citizen and not take any risky shortcuts.

Fund company's follow-up of the analysis year:

A thorough company includes a comprehensive ESG analysis. Prior to a new investment, the manager must submit an application for approval to the fund company's risk management function that performs a sustainability check. During the year, the managers completed sustainability analyzes of all new investments, and also revised the analyzes of existing holdings. Sustainability analysis is one of many tools we use for achieving an in-depth company analyzes and making the best possible investment decisions. The sustainability analysis reduces the risk in our investments while identifying companies with long-term sustainable business models that are positioned for the future.

Swedish real estate company Trianon is an example of such a holding. The company issued a sustainable bond where proceeds will finance both climate-related projects and social investments connected to their property portfolio. The framework includes, among other things, energy-savings measures, as well as goals for hiring more of the unemployed, increased neighborhood safety and constructing affordable living for low- and middle-income earners.

Negative screening

The fund does not invest in companies that are involved in the following products and services. A maximum of 5 per cent of the turnover in the company in which the investment is made may entail operations attributable to the specified product or service.

Products and services

- Cluster bombs, landmines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or arms
- Alcohol
- Tobacco
- Commercial gaming
- Pornography
- Fossil fuels (oil, gas and coal)
- Coal
- Uranium
- Cannabis

Fund management company's comments:

We look for responsible companies with long-term sustainable business models, and as such many products, and even entire industries, are screened out by the managers following the thorough company analysis, which are not explicitly excluded through any policy.

Fund company's follow-up of the analysis year:

The fund has not been invested in the above excluded products since the introduction of the exclusion criteria.

International norms

International norms refer to international conventions, laws and agreements such as the UN Global Compact and OECD guidelines for multinational companies that relate to issues concerning the environment, human rights, labour practices, and business ethics.

- The fund does not invest in companies that violate international norms. The assessment is carried out either by the fund management company or a third party.
- The fund does not invest companies which do not address identified problems or where the fund makes the assessment that the company will not address the problems within a time frame deemed reasonable in that specific case.

The fund management company influences

The fund management company exercises its investor influence to influence companies on sustainability issues.

- Direct company influence and in collaboration with other investors

Fund management company's comments:

We have an opportunity to influence companies as a major owner and investor, which we do through continuous dialogue. One type of dialogue is in conjunction with an incident - something that can happen even to the best companies. This is identified through the manager's daily monitoring of the fund holdings. We would typically make direct contact with the company to find out what happened and why. The second type of dialogue is proactive in nature where we schedule a sustainability meeting with company management to discuss their sustainability work. These meetings are intended to inform companies of what their owners and investors expect from them and to provide the manager additional information for their investment analysis. Companies selected for proactive sustainability meetings are based on our share of ownership and risk assessment.

In cases where we are not satisfied with the development or management of a company - and if we do not see the opportunity to influence - divestment of the shares is an alternative.

Fund company's follow-up of the analysis year:

During the year, the fund engaged on sustainability related matters with four holdings, including Strömma, Fjordkraft and Landshypotek.

LANNEBO HIGH YIELD

Balance sheet, SEK thousands

	31/12/20	31/12/19
Assets		
Transferable securities	808 744	1 160 155
OTC-derivatives with a positive market value	2 136	735
Total financial instruments with a positive market value (note 1)	810 880	1 160 890
Investment in account with credit institution	53 232	68 402
Total investment with a positive market value	864 112	1 229 292
Cash and cash equivalents	45 710	65 042
Prepaid expenses and accrued income	5 767	8 662
Other assets (note 2)	3 756	1 860
Total assets	919 345	1 304 856
Liabilities		
OTC-derivatives with a negative market value	0	-3 018
Total financial instruments with a negative market value	0	-3 018
Accrued expenses and deferred income	-716	-992
Other liabilities	-4 430	0
Total liabilities	-5 146	-4 010
TOTAL NET ASSET (note 3)	914 199	1 300 846
Memorandum		
Collateral received for OTC-derivatives	4 430	-
% of total net asset	0.5	-
Collateral pledges for OTC-derivatives	-	1 860
% of total net asset	-	0.1

Income statement, SEK thousands

	2020	2019
Income and change in value		
Change in value of transferable securities (note 4)	-137 413	23 542
Change in value of OTC-derivative instruments (note 5)	37 967	-15 313
Interest income (note 6)	46 895	48 026
Foreign exchange, gains and losses, net	124	-212
Other income	583	0
Total income and change in value	-51 844	56 043
Costs		
Management fee		
Fee charged by the fund manager	-9 392	-8 945
Fee charged by the custodian	-111	-105
Other costs	-133	-108
Total costs	-9 636	-9 158
Net result	-61 480	46 885

Note 1 See holdings in financial instruments below

Note 2 Other assets

	31/12/20	31/12/19
Claim on PWT Group A/S	3 756 *	0
Other assets	-	1 860
Total other assets	3 756	1 860

*Refers to market valuation of receivables from PWT Group A / S after reconstruction of the company during 2020 and corresponds to 0.4 percent of the total net asset.

Note 3 Change in net asset

	2020	2019
Net asset in the beginning of the year	1 300 846	719 289
Unit issue	1 186 796	958 128
Unit redemption	-1 511 963	-423 456
Net result according to income statement	-61 480	46 885
Net asset at the end of the year	914 199	1 300 846

Note 4 Change in value of transferable securities

	2020	2019
Capital gains	33 349	11 747
Capital losses	-111 246	-5 766
Unrealized gains/losses	-59 516	17 561
Total	-137 413	23 542

Note 5 Change in value of OTC-derivative instruments

	2020	2019
Capital gains	66 106	22 369
Capital losses	-32 558	-26 034
Unrealized gains/losses	4 419	-11 648
Total	37 967	-15 313

Note 6 Interest income

	2020	2019
Coupon rates	51 839	48 129
Change in value of discount instruments	-4 926	0
Other positive interest income	73	111
Negative interest income*	-91	-214
Total	46 895	48 026

*The banks charge a deposit fee on deposit accounts as a result of negative interest rates. Deposit fee is reported as negative interest income. Interest income is therefore reported negative.

Investment in financial instruments as at 31/12/20

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
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TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET

FLOATING RATE NOTES (FRN)

Arwidsro Green FRN230904	SE/SEK	17 500 000	17 522	1.9
B2 FRN221114	NO/EUR	1 400 000	13 940	1.5
B2 FRN230523	NO/EUR	600 000	5 912	0.6
Bergkvist-Siljan FRN230708	SE/SEK	18 900 000	19 632	2.1
BewiSynbra FRN231122	SE/SEK	2 400 000	24 240	2.7
BMST FRN220619	SE/SEK	17 000 000	17 287	1.9
Cambio FRN240926	SE/SEK	20 000 000	20 550	2.2
Catella FRN220615	SE/SEK	20 000 000	20 066	2.2
Cibus Nordic Real Estate Green FRN230612	SE/SEK	17 500 000	17 960	2.0
Color Group Call FRN241216	NO/NOK	10 000 000	9 034	1.0
Color Group FRN220923	NO/NOK	13 000 000	11 136	1.2
Color Group FRN241002	NO/NOK	16 000 000	12 320	1.3
Digiplex Norway FRN230512	NO/NOK	5 000 000	4 945	0.5
Ekornes FRN231002	NO/NOK	15 000 000	15 017	1.6
European Energy Green FRN230920	DK/EUR	1 500 000	15 584	1.7
Fjord1 FRN221122	NO/NOK	16 500 000	15 830	1.7
FNG Nordic FRN240725	SE/SEK	19 000 000	18 905	2.1
Georg Jensen FRN230515	DK/EUR	2 200 000	19 710	2.2
Hedin Bil FRN221005	SE/SEK	20 000 000	19 917	2.2
Heimstaden Call FRN241011	SE/SEK	16 250 000	16 338	1.8
Hexagon Composites FRN230315	NO/NOK	20 500 000	19 781	2.2
Hoist Group FRN210629	SE/SEK	18 000 000	17 325	1.9
Intrum FRN250912	SE/SEK	10 000 000	10 138	1.1
Jacob Holm FRN220331	DK/EUR	2 000 000	20 290	2.2
Jyske Bank Call FRN240409	DK/SEK	10 000 000	10 437	1.1
Magnolia Bostad Green FRN240402	SE/SEK	8 750 000	8 784	1.0
Nivika REAL ESTATEer FRN211129	SE/SEK	12 000 000	12 264	1.3
Nivika REAL ESTATEer Green FRN230924	SE/SEK	5 000 000	5 061	0.6
Ocean Yield Call FRN240910	NO/USD	1 725 000	13 491	1.5
Ocean Yield FRN230525	NO/NOK	8 000 000	7 402	0.8
Sergel FRN220709	SE/SEK	16 250 000	13 163	1.4
SFL FRN240604	BM/NOK	23 000 000	20 774	2.3
Slättö Fastpartner FRN230401	SE/SEK	20 500 000	20 500	2.2
SSG FRN241021	DK/EUR	1 700 000	15 402	1.7
Strömme Turism & Sjöfart FRN210527	SE/SEK	14 000 000	11 078	1.2
Teekay LNG FRN230829	MI/NOK	19 000 000	18 251	2.0
Trianon Sustainable Call FRN230417	SE/SEK	4 000 000	4 070	0.4
United Camping FRN230605	SE/SEK	20 000 000	19 725	2.2
Wallenius Wilhelmsen FRN221012	NO/NOK	8 500 000	8 040	0.9
Wallenius Wilhelmsen FRN240909	NO/NOK	10 000 000	9 784	1.1
Zengun Group FRN241019	SE/SEK	15 000 000	15 013	1.6
Ziton FRN221003	DK/EUR	1 995 000	18 175	2.0
			614 790	67.2

TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET

TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC

FLOATING RATE NOTES (FRN)

ABAX FRN250623	NO/NOK	17 500 000	16 941	1.9
Dentalum 7.75% Obl231002	SE/SEK	11 250 000	11 334	1.2
DLF Seeds Call 6.375% Obl221127	DK/EUR	1 800 000	18 950	2.1
DNB 4.875% Call Obl241112	NO/USD	2 000 000	17 000	1.9

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
Intrum 4.875% Obl250815	SE/EUR	2 400 000	25 074	2.7
MOMOX Green FRN250710	DE/EUR	1 800 000	18 280	2.0
SEB 5.125% Call Obl250513	SE/USD	2 800 000	23 967	2.6
			131 546	14.4
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC			131 546	14.4
TRANSFERABLE SECURITIES INTENDED TO BE ADMITTED TO TRADING ON A REGULATED MARKET WITHIN ONE YEAR FROM ISSUE				
FLOATING RATE NOTES (FRN)				
ALM Equity FRN250615	SE/SEK	11 250 000	11 302	1.2
Desenio FRN241216	SE/SEK	10 000 000	10 050	1.1
Link Mobility Group 3.375% Obl251215	NO/EUR	1 400 000	14 194	1.6
Teekay LNG FRN250902	MI/NOK	5 000 000	4 789	0.5
			40 335	4.4
TOTAL TRANSFERABLE SECURITIES INTENDED TO BE ADMITTED TO TRADING ON A REGULATED MARKET WITHIN ONE YEAR FROM ISSUE			40 335	4.4
OTHER FINANCIAL INSTRUMENTS				
FLOATING RATE NOTES (FRN)				
Caverion 6.75% Call Obl230515	FI/EUR	1 000 000	10 446	1.1
CSAM FRN240925	NO/NOK	9 750 000	9 539	1.0
PWT Convertible 0% 991231	DK/DKK	461 538	1 247	0.1
Ziton PIK FRN221003	DK/EUR	92 418	842	0.1
			22 073	2.4
CURRENCY FUTURES/OTC-DERIVATIVES				
DKK/SEK H210322	SE/DKK	-4 061 538	34	0.0
EUR/SEK H210322	SE/EUR	-21 903 168	1 062	0.1
NOK/SEK H210322	SE/NOK	-192 256 245	737	0.1
USD/SEK H210322	SE/USD	-6 139 110	303	0.0
			2 136	0.2
TOTAL OTHER FINANCIAL INSTRUMENTS			24 209	2.6
TOTAL FINANCIAL INSTRUMENTS			810 880	88.7
Other assets and liabilities, net			103 318	11.3
TOTAL NET ASSET			914 199	100.0
TOTAL EXPOSURE TO COMPANIES OR GROUP OF COMPANIES				
SEB				10.2
PWT				0.5

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.



Karin Haraldsson and Katarina Ponsbach Carlsson manage Lannebo High Yield.

Lannebo Komplet is an actively managed fund-of-funds, which invests in a selection of Lannebo's equity and fixed income funds. Lannebo Komplet can invest a maximum of 20 per cent of its assets in a single fund, and invests primarily in funds managed by Lannebo. The fund's maximum allocation in equities shall not exceed 60 per cent of the fund assets; the fund can invest 100 percent of the asset in fixed income; while a maximum allocation of 30 per cent can be invested in special funds.

The fund's performance

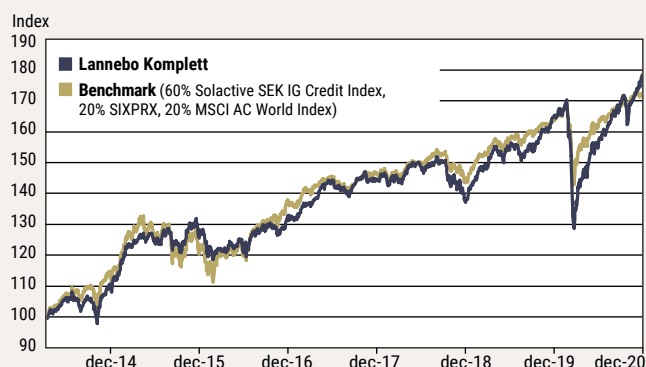
Assets under management increased from SEK 102 million at the beginning of 2020 to SEK 107 million on December 31, 2020. The net of inflows and outflows was minus SEK 3 million. The fund increased during the period by 8.1 per cent. The fund's benchmark index rose by 5.4 per cent. The Stockholm Stock Exchange, measured as SIXPRX, increased by 14.8 per cent during the period.

Benchmark was before 01/06/20 a weighted index consisting of 60% NOMX Credit SEK TR Index, 20% SIXPRX och 20% MSCI AC World Index. Benchmark was before 07/04/17 a weighted index consisting of 45% SIXPRX, 30% MSCI AC World Index och 25% NOMX Credit SEK TR Index.

+8.1%
year-to-date

+23.7%
during the recommended three-year investment horizon

Performance 17/03/14 – 31/12/20



Management report

At the beginning of 2020, the allocation to equity funds amounted to 57 per cent of fund assets, while the remaining 43 per cent was invested in fixed income funds and cash equivalents. The Corona crisis characterized the stock market's development at the beginning of the year. After a sharp market drop when country after country shut down its economies, the market recovered large parts of the decline during Q2, when the decline was met by record-breaking stimuli from central banks and governments. The corporate bond market was also hard hit during the crisis with falling corporate bond prices across the entire risk curve. Both the equity and corporate bond markets continued to recover during the end of the period and gained extra momentum when news came that several COVID-19 vaccines were approved and ready for market distribution. The allocation to equity funds decreased slightly in 2020 and was 56 per cent at the end of the period. The allocation to fixed income funds and cash equivalents was at the end of the period 44 per cent, of which the majority was invested in corporate bond funds with short-term interest rates to protect the fund against rising interest rates. On the balance sheet date, we completed the sale of Lannebo Småbolag Select, which resulted in the share of equity funds amounting to 46 per cent; however, the proceeds will be reinvested in equity funds to re-establish the weighting.

The performance of the equity funds was mixed, where Lannebo Teknik and Lannebo Teknik Småbolag contributed most positively to performance. Lannebo Teknik increased by 29.5 per cent, while the fund's benchmark

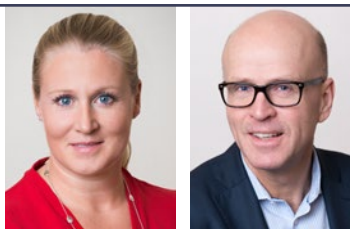
index, MSCI World IT 10/40 Net TR, increased 23.0 per cent. The fund is an actively managed equity fund that invests in growth industries globally but with an emphasis on the US. Lannebo Teknik Småbolag, increased 42.2 per cent compared to the fund's benchmark index, MSCI World Small Cap Information Technology Index, which rose by 24.3 per cent. The fund is an actively managed equity fund that invests in technology-driven growth companies on the global market with a market capitalization of below \$ 5.2 billion. Shares in technology-driven growth companies significantly benefited during the corona crisis, even if development slowed towards the end of the year.

Corporate bond funds developed poorly at the beginning of the year but recovered gradually during the rest of the year. Lannebo High Yield and Lannebo Corporate Bond, both of which invest primarily in the Nordic credit market, fell by 3.8 and 2.1 per cent, respectively. During the period, Lannebo Småbolag Select was the equity fund that developed the weakest compared with its benchmark index. It increased by 11.8 per cent while the fund's benchmark index (CSRXSE) increased by 23.0 per cent. At the end of the period, the share of Swedish equity funds was 25.9 per cent, Nordic equity funds 10.3 per cent, sector funds 4.5 per cent, European equity funds 5.2 per cent while corporate bond funds and liquid assets accounted for 54 per cent of the fund's assets.

FUND MANAGERS

Karin Haraldsson
karin.haraldsson@lannebo.se

Peter Lagerlöf
peter.lagerlof@lannebo.se



"Technology funds saw strong performance"

Major changes during the year

- ➕ Larger net purchases were made in **Lannebo Småbolag** and **Lannebo Sustainable Corporate Bond**. Lannebo Sustainable Corporate Bond was started on February 18, 2020. The fund invests in green bonds, which are bonds issued by sustainable companies and companies whose products and services are directly linked to future challenges.
- ➖ Larger net sales were made in **Lannebo Småbolag Select**, **Lannebo Europa Småbolag** and **Lannebo Teknik**. Lannebo Småbolag Select and Lannebo Teknik were divested in their entirety, while the holding in Lannebo Europa Småbolag was reduced.

Top holdings

Lannebo Småbolag is an actively managed equity fund that invests in shares in small and medium-sized listed companies in the Nordic region, with an emphasis on Sweden. Stock selection is based on a long-term fundamental analysis of companies in all industries.

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 invests in corporate bonds issued by companies that the managers consider to be stable, with appropriate balance sheets that the managers are well acquainted.

Lannebo High Yield is an actively managed fixed income fund that invests in high-yield bonds in the Nordic market. The fund has the opportunity to invest up to 20 per cent of assets in the rest of Europe.

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
Lannebo Småbolag SEK	15 108	14.1
Lannebo Corporate Bond SEK	14 997	14.0
Lannebo High Yield SEK	14 345	13.4
Lannebo Sverige Hållbar A SEK	12 609	11.8
Lannebo Norden Hållbar SEK	10 992	10.3

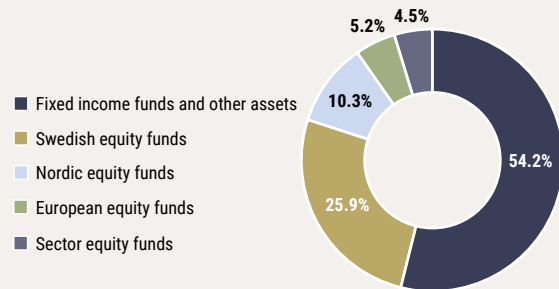
OTHER INFORMATION

During the period, Lannebo updated its policy for sustainable investments and introduced expanded exclusion criteria. The industries affected by the extended exclusion criteria are tobacco, cannabis, alcohol, gambling, pornography, weapons and fossil fuel. More information is available on the fund company's website.

As of June 1, 2020, the fund has a new composite Benchmark consisting of 60 per cent Solactive SEK IG Credit Index, 20 percent SIXPRX and 20 percent MSCI AC World Index. At the end of May Nasdaq closed its credit index family.

The Nordic corporate bond market was impacted over concerns regarding the corona crisis, which caused temporary difficulties in bond valuations. In order to fulfill the fund's regulatory requirements for market valuation, together with the equal treatment and the safeguarding of the interests of all unit holders, the fund company resolved to postpone the sale and redemption of fund units for two days given it was not possible to ensure a reliable valuation of the fund.

Asset allocation 31/12/20



MATERIAL RISKS

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

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 a portion of the fund's assets is invested in fixed income funds.

The fund's concentration level has a good margin to the permitted level according to the fund rules. At year-end, market risk, measured as the standard deviation of the fund's return, was clearly lower than the stock market as a whole measured as SIXPRX.

The risks of investing in fixed income funds depend on the interest rate risks, liquidity risks and credit risks of the fund's 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 creditworthiness of the issuer changes for the worse the market value of the holding deteriorates. In the worst case a holding could be deemed worthless should an is-

suer become insolvent. The fund mitigates this risk by investing in underlying funds that have a good diversification between issuers and issues.

Liquidity risk may be higher in a corporate bond fund than in a money market fund or equity fund. Liquidity may vary due to changes in supply and demand, which results in a risk that holdings in corporate bonds may be harder to value or sell as a result of weak demand. Should liquidity in the market be limited, larger withdrawals from the fund can mean that holdings need to be sold at unfavourable prices, and, in exceptional cases, can mean that withdrawals cannot be made immediately upon request. This puts greater demands on the management of the fund's liquidity risk.

Together with the outcome of regular stress tests, relevant risk levels are continuously monitored and followed-up. 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. The fund was deemed managed in accordance with the fund's risk profile during the period.

Derivatives and efficient portfolio management techniques

According to the fund rules, the fund has the right to trade in options, futures and similar financial instruments as well as the right to lend securities. According to current regulations, efficient portfolio management techniques may be used in the management of the fund. These were not utilized during the year.

THE FUND'S ACTIVITY MEASURE

The fund is an actively managed fund-of-funds, with attributes of a balanced fund, which invests in other funds managed by the fund company. The fund may also invest in funds managed by external fund companies or in financial assets other than fund units. The fund's allocation, for example, the distribution between equity and fixed income funds and the current geographical profile, is determined by the fund managers based on their prevailing market view. Individual funds are selected based on their own assessment. The fund's overall financial objective is, with due care, to achieve the highest possible value growth and that a good diversification of risk is obtained.

The management of the fund can be compared with the fund's benchmark a composite index consisting of 60 per cent Solactive SEK IG Credit Index, 20 per cent SIX Portfolio Return Index and 20 percent MSCI AC World Index. SIX Portfolio Return Index is an index that is constructed on the basis of reflecting the market development of companies on Nasdaq Stockholm, with the restriction that no company may exceed 10 per cent, and that companies weighing 5 per cent or more, may not weigh more than 40 per cent together (weight limit according to UCITS). The index also takes into account the return that shareholders receive in the form of dividends. Solactive SEK IG Credit Index is an index constructed on the basis of reflecting the development of corporate and municipal bonds that are issued in SEK and have a high credit rating, so-called investment grade. MSCI AC World consists of equities from both developed countries and emerging markets selected for the purpose of representing stock market developments globally. The composite index is considered to reflect the fund's asset allocation over time, which is advantageous when evaluating the fund's performance. Lannebo's assessment is that Solactive SEK IG Credit Index is the most representative of the fixed income funds in which the fund can invest. The SIX Portfolio Return is most representative of the equity funds with a Swedish investment focus in which the fund can invest and MSCI AC World Index is an index that reflects the fund's global mandate.

Fund facts Lannebo Komplet, reg no 515602-6709

Launch date 17/03/14.

The fund's performance	31/12/20	31/12/19	31/12/18	31/12/17	31/12/16	31/12/15	31/12/14
Net asset SEK thousands	107 138	102 044	109 331	98 913	251 164	227 171	62 767
NAV, SEK	177.77	164.02	138.10	144.02	131.92	128.19	112.52
Number of outstanding units, thousands	603	622	792	687	1 904	1 772	558
Dividend SEK per unit	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Annual return, %	8.1	19.2	-4.1	9.2	2.9	13.9	12.5 ¹
MSCI World Total Return SEK ² , %	2.2	32.3	-1.3	11.6	15.9	5.8	26.4
SIX Portfolio Return Index ² , %	14.8	35.0	-4.4	9.5	9.6	10.5	15.9
Solactive SEK IG Credit Index ² , %	1.9 ³	-	-	-	-	-	-
Benchmark ² , %	5.4	13.4	-0.9	7.0	10.2	6.9	15.4 ¹

Risk and growth

Standard deviation, %	14.2	7.4	6.2	6.4	9.0
Standard deviation benchmark, %	7.6	5.5	4.9	5.8	10.7
Tracking error, %*	7.3	2.6	2.2	3.0	3.8
Sharpe ratio	1.0	1.0	0.5	1.1	1.0

* **Tracking error:** Given two years of history is required in order to calculate an activity measure, figures for the first two years are not available. The activity measure for the years 2015–2016 are calculated in relation to a composite index consisting of 45 per cent SIX Portfolio Return Index, 30 per cent MSCI AC World Index and 25 per cent NASDAQ OMX Credit SEK Total Return Index. The activity measure for the years 2017–2019 are calculated in relation to a composite index consisting of 60 per cent NASDAQ OMX Credit SEK Total Return Index, 20 per cent SIX Portfolio Return Index and 20 per cent MSCI AC World Index. The activity measure achieved is based on the fund is actively managed and has deviated from the benchmark. The activity measure depends on how the fund varies with the market and the fund's underlying investments. Fluctuations in the activity measure depend on how the fund's investments deviate from its benchmark in relation to, for example the holdings of equity and fixed income funds, or general changes in the market. The return on shares normally varies more than, for example, interest-bearing securities. As the fund is a balanced fund, with holdings in both equity and fixed income funds, the activity measures for the fund are generally lower than for an actively managed equity fund, but generally higher than for an actively managed fixed income fund. The higher level of activity for 2020 is predominately a result of reduced holdings in international funds and increased exposure to Sweden.

Tracking error, or active risk, shows variance in the fund's return in relation to its benchmark. It is calculated by measuring the difference between the fund's and the benchmark's return based on monthly data from the last two years. The measure is calculated as the standard deviation for the difference in return. In theory, one can therefore expect that the fund's return two years out of three will deviate from the index, plus or minus, in percentage as much as the activity measure indicates. If a fund has an active risk of, for example, 4, one can theoretically expect the fund to return plus or minus 4 per cent against its benchmark index two years out of three.

Average annual return

24 months, %	13.5	6.9	2.3	6.0	8.3
5 years, %	6.8	7.9	-	-	-

Costs⁴

Management fee, % ⁵	1.6	1.6	1.6	1.6	0.2
Compensation to the custodian, %	0.00	0.00			
Transaction costs, SEK thousands	0	0	0	0	0
Transaction costs, %	0.0	0.0	0.0	0.0	0.0
Ongoing charges, % ⁵	1.64	1.63	1.62	0.91	1.56
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0
Total costs					
– for a single purchase SEK 10 000	158	179	163	41	20
– for monthly payments SEK 100	11	11	10	3	1

Turnover

Turnover ratio	0.2	0.3	0.4	1.3	1.5
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Derivatives

Maximum leverage, %	0.0
Minimum leverage, %	0.0
Average leverage, %	0.0
Risk assessment method	Commitment approach

Purchases and sales of financial instruments involving related parties

Trading with companies within the same group, %	0.0
Trading involving funds managed by Lannebo Fonder, %	0.0

1) Refers to the period 17/03/14 – 31/12/14.

2) The fund's Benchmark is a weighted index consisting of 60 per cent Solactive SEK IG Credit Index, 20 per cent SIX Portfolio Return Index and 20 per cent MSCI AC World Index. The choice of the comparative is justified in that this composite index reflects the asset allocation of the fund over time. The fund's Benchmark was before 01/06/20 a weighted index consisting of 60 per cent NASDAQ OMX Credit SEK Total Return Index, 20 per cent SIX Portfolio Return Index and 20 per cent MSCI AC World Index. The fund's Benchmark was before 07/04/17 a weighted index consisting of 45 per cent SIX Return Index, 30 per cent MSCI World Index och 25 per cent NASDAQ OMX Credit SEK Total Return Index.

3) Refers to the period 01/06/20 – 31/12/20. Performance before 01/06/20 refers to NASDAQ OMX Credit SEK Total Return Index.

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

5) The fee structure was changed on 07/04/17 to a 1.6 per cent management fee. The maximum fee that can be charged to the fund is 1.8 per cent per year of the fund's value. Investments in funds managed by Lannebo are discounted in full, which means that fees are not double charged. When investing in funds that are not managed by Lannebo, the following applies: Highest fixed fee for underlying funds is 2.5 per cent; highest performance-based fee for underlying funds is 20 per cent of any excess return relative to the comparative parts.

Sustainability information

Sustainability information

- Sustainability aspects are taken into account in the management of the fund.
- Sustainability aspects are not taken into account in the management of the fund.

Sustainability aspects taken into account in the management of the fund

- Environmental aspects (e.g. the companies' environmental and climate impact).
- Social aspects (e.g. human rights, employee rights and equal opportunity).
- Corporate governance aspects (e.g. shareholders' rights, issues relating to remuneration for senior executives, and anti-corruption work).
- Other sustainability aspects.

Lannebo Komplet is a fund-of-fund that does not invest in controversial weapons. See more under the heading "Exclusions".

Methods used for the sustainability work

- Positive screening**
- Sustainability aspects are critical in the manager's choice of companies.

The fund has specific and explicit criteria for positive selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability work is critical to the selection of the companies in the fund.

This option also refers to funds that select companies on the basis of a specified sustainability-related theme, such as climate, water, ecotechnology, or social sustainability, and to funds that only invest in projects or operations with quantifiable social or environmental benefits.

- The manager of the fund take sustainability issues into account.

Sustainability issues are taken into account in the context

of corporate economic analyses and investment decisions and play a part, but not necessarily a crucial one, in determining which companies are selected for inclusion in the fund.

This option refers to funds which explicitly and systematically integrate sustainability aspects into their economic analyses and investment decisions. Sustainability aspects are explicitly part of the investment process, are continuously analysed, and affect the fund's investments.

Negative screening

The fund does not invest in companies that are involved in the following products and services. A maximum of 5 per cent of the turnover in the company in which the investment is made may entail operations attributable to the specified product or service.

Products and services

- Cluster bombs, landmines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or arms
- Alcohol
- Tobacco
- Commerciel gaming
- Pornography
- Fossil fuels (oil, gas and coal)
- Coal
- Uranium
- Cannabis

Fund management company's comments:

Lannebo Komplet is a fund-of-fund that invests in the fund company's own funds, in which the above exclusions are made. In accordance with the fund regulations, Lannebo Komplet can invest in externally managed funds, and in such cases product exclusions are ensured through a bi-annually review of the underlying holdings.

Fund management company's follow-up:

The fund has not been invested in the above excluded products since the introduction of the exclusion criteria.

International norms

International norms refer to international conventions, laws and agreements such as the UN Global Compact and OECD guidelines for multinational companies that relate to issues concerning the environment, human rights, labour practices, and business ethics.

- The fund does not invest in companies that violate international norms. The assessment is carried out either by the fund management company or a third party.
- The fund does not invest companies which do not address identified problems or where the fund makes the assessment that the company will not address the problems within a time frame deemed reasonable in that specific case.

The fund management company influences

The fund management company exercises its investor influence to influence companies on sustainability issues.

- Direct company influence and in collaboration with other investors

Fund management company's comments:

Lannebo Komplet invests in the fund company's own funds where impact criteria exist. Lannebo is a large owner and investor in many companies and holds continuous sustainability dialogue with portfolio companies.

Fund management company's follow-up:

Lannebo Komplet, which invests in the fund company's own funds, has during the year ensured that the underlying holdings held by the respective funds have carried out their impact work.

Balance sheet, SEK thousands

	31/12/20	31/12/19
Assets		
Fund units	92 057	99 650
Total financial instruments with a positive market value (note 1)	92 057	99 650
Investment in account with credit institution	3 306	1 002
Total investment with a positive market value	3 306	1 002
Cash and cash equivalents	1 607	1 531
Other assets	10 316	0
Total assets	107 286	102 183
Liabilities		
Accrued expenses and deferred income	-148	-139
Total liabilities	-148	-139
Total net asset (note 2)	107 138	102 044

Income statement, SEK thousands

	2020	2019
Income and change in value		
Change in value in fund units (note 3)	8 580	19 115
Interest income (note 4)	-4	-12
Total income and change in value	8 576	19 103
Costs		
Management fee		
Fee charged by the fund manager	-484	-502
Fee charged by the custodian	-23	-18
Total costs	-507	-520
Net result	8 069	18 583

Note 1 See holdings in financial instruments below

Note 2 Change in net asset

Net asset in the beginning of the year	102 044	109 331
Unit issue	28 583	23 537
Unit redemption	-31 558	-49 407
Net result according to income statement	8 069	18 583
Net asset at the end of the year	107 138	102 044

Note 3 Change in value in fund units

Capital gains	6 885	4 971
Capital losses	-112	-77
Unrealized gains/losses	1 807	14 221
Total	8 580	19 115

Note 4 Interest income

The banks charge a deposit fee on deposit accounts as a result of negative interest rates. Deposit fee is reported as negative interest income. Interest income is therefore reported negative.

Investment in financial instruments as at 31/12/20

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
OTHER FINANCIAL INSTRUMENTS				
EQUITY FUNDS				
Lannebo Europa Småbolag A SEK	SE/SEK	426 604	5 533	5.2
Lannebo Norden Hållbar SEK	SE/SEK	73 660	10 992	10.3
Lannebo Småbolag SEK	SE/SEK	100 476	15 108	14.1
Lannebo Sverige Hållbar A SEK	SE/SEK	5 697	12 609	11.8
Lannebo Teknik Småbolag	SE/SEK	32 427	4 845	4.5
			49 087	45.8
FIXED INCOME FUNDS				
Lannebo Corporate Bond SEK	SE/SEK	126 518	14 997	14.0
Lannebo High Yield SEK	SE/SEK	124 164	14 345	13.4
Lannebo Räntefond Kort SEK	SE/SEK	59 014	6 864	6.4
Lannebo Sustainable Corporate Bond	SE/SEK	66 477	6 765	6.3
			42 971	40.1
TOTAL OTHER FINANCIAL INSTRUMENTS			92 057	85.9
TOTAL FINANCIAL INSTRUMENTS			92 057	85.9
Other assets and liabilities, net			15 081	14.1
TOTAL NET ASSET			107 138	100.0
TOTAL EXPOSURE TO COMPANIES OR GROUP OF COMPANIES				
Lannebo Fonder				85.9

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 MicroCap is an actively managed equity fund that invests in small 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 0.1 per cent of the Swedish stock market's total market capitalization at the end of the calendar month prior to an investment. By the end of the year 2020, this meant a market capitalization of approximately SEK 8.8 bn.

The fund's performance

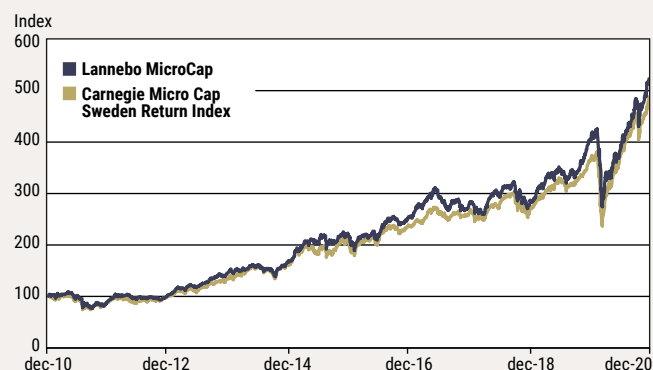
Assets under management increased from SEK 1.8 billion at the beginning of 2020 to SEK 2.1 billion on December 31, 2020. The net of inflows and outflows during the period was minus SEK 271 million. The fund increased during the period by 31.0 per cent. The fund's benchmark index, the Carnegie Micro Cap Sweden Return Index, rose by 35.9 per cent.

+31.0%
year-to-date

+134.8%
during the recommended five-year investment horizon

Benchmark was before 01/07/18 Carnegie Small Cap Sweden Return Index.

Performance 31/12/10 – 31/12/20



Management report

Lagercrantz, Hartmann and Instalco were holdings that contributed most positively to performance. During Q3 2020, Lagercrantz increased EBITA by 5 per cent despite a 4 per cent fall in sales. The market situation stabilized, and from May and onwards several of Lagercrantz's subsidiaries reported improved demand. Every year, Lagercrantz looks to acquire between four and six companies, supported by a well-established acquisitions process, a positive cash flow and a strong balance sheet. The company took a break from this strategy during the Spring amid the pandemic, but a number of discussions resumed in the latter half of the year. Four acquisitions were announced during the last quarter of 2020 - two in Finland and one each in Norway and the Netherlands. Total return amounted to 59 per cent in 2020.

Danish company Hartmann, a world-leading manufacturer of moulded-fibre egg packaging, exceeded expectations at every reporting opportunity in 2020 and the company gradually raised its full year forecast. During the first nine months of 2020, sales increased by 11 per cent despite an 8 per cent negative currency effect, mainly due to the fall in the Argentine peso. Demand for egg packaging was higher than normal from mid-March due to the positive effects of the pandemic. The strong volume development for packaging led to high capacity utilization in all the group's facilities. A better product mix, increased technology sales and a more favourable raw material costs situation also contributed to Hartmann reaching an operating margin of 18 per cent (10). Cash flow was strong, which, together with a cautious indebtedness, allows the company to implement a previously announced ambitious investment plan in new capacity; at the same time, there is room for further acquisitions, in addition to those made during the year in India and Russia.

The share price increased 59 per cent in 2020.

Instalco - one of the Nordic region's leading installation companies of heating, electricity, ventilation, cooling and industry - continued to grow during the year, both organically and through acquisitions. During the first nine months of 2020, sales increased by a total of 25 per cent, where of 5 per cent was organic; the EBITA margin fell slightly to 8 per cent. In 2020, Instalco completed 19 acquisitions with total annual sales of approximately SEK 1.5 billion. In addition, a new business area within technical consulting was established. The group is estimated to have sales of around SEK 8 billion for the full year 2021. Instalco has good opportunities to continue to grow, both organically and through acquisitions. The share's total return amounted to 94 per cent during the period.

Absolent, BTS Group and VBG Group contributed most negatively to performance. Absolent was hard hit by declining demand during the second and third quarters. Order intake recovered in September, mainly from the automotive industry. In June, the company initiated an action program to reduce costs.

BTS Group was affected by COVID-19 early on given physical deliveries were cancelled or moved forward at short notice. BTS' financial position is strong and the company dividend as much at the end of 2020 as in 2019.

VBG Group organic sales fell 16 per cent during the first three quarters of the year. Operating profit fell by 27 per cent for the entire period, while it improved during the third quarter. Cash flow was strong and VBG is debt-free after adjustments for pension- and lease liabilities.

FONDFÖRVALTARE

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"Hartmann exceeded expectations at every reporting opportunity in 2020"

Major changes during the year

- Volati** is an industrial group consisting of three business areas: Trade, Industry and Akademibokhandeln, where acquisitions are an important part of the strategy. Volati acquires companies with proven business models, leading market positions and strong cash flows at reasonable valuations. The company's financial position is very strong following the divesture of Besikta – a vehicle inspections company - in 2020.
- Danish **SP Group** is a manufacturer of plastic components for the manufacturing industry. Important customer groups consist of companies active in wind power, pharmaceuticals and food, which together account for three quarters of sales. After a poor start to 2020, Q3 organic growth amounted to 5 per cent.
- Alimak** is a supplier of vertical transport solutions to predominately construction and industry. A large installed worldwide base provides a good foundation for a stable and profitable business for services and aftermarket sales. The company's new management launched a cost savings program during the Summer.
- The largest net divestments were made in **Lagercrantz, Sinch** and **Nederman**. Lagercrantz and Nederman continue to be large holdings and the sales were made in connection with fund outflows. The entire holding in Sinch was sold after a strong share price development.

Top holdings

Lagercrantz is a technology group predominately active in the areas of electronics, electricity and communication. In addition, Lagercrantz has built up the Niche Products division through acquisitions of profitable companies with strong market positions in interesting niches that have a large element of own products. The group consists of more than 50 companies operating in nine countries in Europe, India, China and the US.

OEM International is a technology trading company consisting of 34 operating units in 14 countries. The company is a link between its customers and manufacturers of components and systems for industrial applications. Customers are predominately active in various segments of the manufacturing industry.

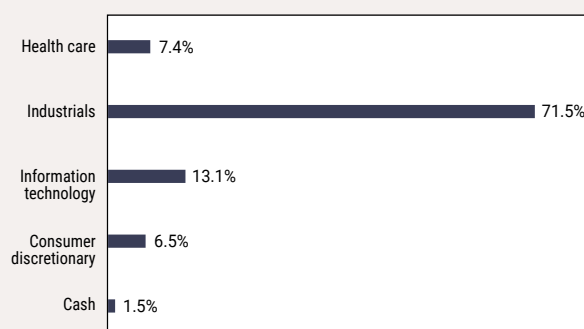
Recipharm is one of the world's largest contract manufacturers of pharmaceuticals. In recent years, Recipharm has grown significantly through acquisitions, not least through the acquisition of British Consort, which was completed in early 2020. In addition, the company has made extensive investments in its own production capacity, which makes the company well equipped to take advantage of organic growth opportunities and should lead to higher margins going forward. In December 2020, EQT made a public bid for Recipharm. At the time of writing, we had not yet taken a position on the proposed transaction; the acceptance period runs through February 2021.

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
Lagercrantz B	164 364	7.7
OEM International B	161 916	7.6
Recipharm B	146 159	6.9
BTS Group B	135 659	6.4
Hartmann	125 645	5.9

OTHER INFORMATION

During the period, Lannebo updated its policy for sustainable investments and introduced expanded exclusion criteria. The industries affected by the extended exclusion criteria are tobacco, cannabis, alcohol, gambling, pornography, weapons and fossil fuel. More information is available on the fund company's website.

Sector allocation 31/12/20



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 shares in a range of 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 less 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 is not significantly higher than the stock market as a whole measured by Carnegie Micro Cap Return Index. At the end of the period this measure of market risk was lower for the fund than the stock market as a whole. The concentration of the fund's holdings is higher in comparison to a traditional mutual fund. Overall, the diversification effect was very good.

The fund's currency exposure at the end of the year was 12 per cent and related to exposure in holdings denominated in Danish kronor and Finnish holdings denominated in Euro. Currency exposure at the turn of the year had a slight positive diversification effect on the portfolio.

Having large positions in small-cap companies means that the market liquidity risk may occasionally be high in the fund; market liquidity risk is the risk of lower

liquidity in the holdings, which affects the ability to turn over a position. Shares in small-cap 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 to reduce this risk.

Together with the outcome of regular stress tests, relevant risk levels are continuously monitored and followed up. Relevant risk measures are used to assess the fund's risk profile. The fund's concentration level and the degree of active management are measures included in the system that is used to manage the fund's risk exposure. The management of the fund was in accordance with the fund's risk profile during the period.

Derivatives and efficient portfolio management techniques

In accordance with the fund's statutes, the fund has the right to trade in options, futures and similar financial instruments, as well as the right to lend securities. Under current regulations the fund may also use efficient portfolio management techniques in the management of the fund. Efficient portfolio management techniques were not used during the year. Derivative instruments have only included subscription rights received. The leverage in the fund is a result of subscription rights received over a shorter period of time.

SIGNIFICANT EVENT AFTER THE END OF THE YEAR

On 12 January 2021, Lannebo MicroCap II was merged with Lannebo MicroCap. The reason for the merger is that the funds essentially have a similar investment focus, which means that the merger leads to a more efficient management. The merger also means that the differences between the funds in Lannebo's offering become clearer, which makes it easier for the investor.

SPECIFIC INFORMATION REGARDING THE FUND'S INVESTMENT STRATEGY

There is a requirement for a special fund to provide specific information regarding the fund's investment strategy and its implementation. The information requirements are based on the EU's Shareholder Rights Directive and aim to provide investors with information that enable them to assess if, and how, a fund manager acts in a way that best serves the investor's long-term interests and if the manager applies a strategy that creates an effective shareholder engagement.

Lannebo MicroCap is an actively managed equity fund that focuses on small enterprises in the Nordic region, with an emphasis on Sweden. The fund is generally diversified and not specified for any particular sector. The fund only invests in companies where the managers may have a qualified opinion about the company's prospects and valuation. Focus is on analysis, selection and monitoring of each individual investment and its long-term prospects for value creation. The fund's overall objective is, with due care, to generate the greatest possible capital growth and achieve a good spread of risk.

The fund's turnover costs for 2020 amounted to SEK 713 000, corresponding to 0.0 per cent of the average fund assets.

During 2020, the fund company did not engage any proxy voting advisors for assistance with the companies, whose shares are included in the fund.

According to the fund company's guidelines for securities lending, any shares lent out by the fund company shall be recalled well in advance before a general meeting where the fund company will participate. These guidelines were complied with by the fund company during 2020.

During 2020, there were no conflicts of interest between the companies, whose shares the fund's assets were invested in, and the fund company.

THE FUND'S ACTIVITY MEASURE

The fund is an actively managed equity fund that invests in shares in small, listed companies in the Nordic region with an emphasis on Sweden. The fund only invests in companies that meet the fund's criteria of, for example, investment focus and sustainability criteria. Focus is on each individual investment and its opportunities in the future. The fund invests in companies where the fund managers can have a qualified opinion about the company's future and where the valuation is sufficiently attractive. The most attractive companies represent the largest holdings. In many cases, the fund becomes one of the largest owners in the companies in which the fund's assets are invested. The concentration in the fund is higher than in a traditional mutual fund. The fund's overall financial objective is to achieve the highest possible value growth, while exercising due care.

The management of the fund can be compared with the benchmark, Carnegie Micro Cap Sweden Return Index. The index is relevant as it reflects the fund's investment focus in terms of, for example, a company's size, asset class and market. The Carnegie Micro Cap Sweden Return Index is a reinvested dividend index that reflects the development of smaller companies listed on Nasdaq Stockholm and First North.

Fund facts Lannebo MicroCap, reg no 515602-1429

Launch date 01/02/07.

The fund's performance	31/12/20	31/12/19	31/12/18	31/12/17	31/12/16	31/12/15	31/12/14	31/12/13	31/12/12	31/12/11
Net asset SEK thousands	2 132 338	1 834 494	1 269 202	1 443 072	3 600 499	4 598 735	3 475 026	3 120 614	2 173 068	1 885 622
NAV, SEK	7 550.89	5 764.20	3 987.98	3 945.52	3 645.82	3 235.37	2 427.72	2 102.42	1 464.04	1 305.22
Number of outstanding units, thousands	282	318	318	366	988	1 421	1 431	1 484	1 484	1 445
Dividend SEK per unit	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	38.56	19.74
Annual return, %	31.0	44.5	1.1	8.2	12.7	33.3	15.5	43.6	15.3	-12.2
Carnegie Micro Cap Sweden Return Index ¹ , %	35.9	38.7	0.4	8.8	12.2	30.1	21.6	36.6	12.6	-13.2

Risk and growth

Standard deviation, %	23.0	16.0	15.4	16.2	16.9					
Standard deviation benchmark, %	23.9	13.1	12.1	12.9	17.0					
Tracking error, % *	6.9	7.1	7.3	6.2	6.8	7.1	5.3	5.5	6.2	7.2
Sharpe ratio	1.5	1.3	0.4	0.7	1.3					
Active share, %	91	91	88	95	93					

* **Tracking error:** The activity measure for 2011–2017 is calculated in relation to the Carnegie Small Cap Return Index Sweden. The activity measure achieved is a result of the fund is actively managed and has deviated from its benchmark. The activity measure depends on the composition of the fund's investments and the fund's variance with the market. Activity measure fluctuations are a function of how the fund's investments deviate from its benchmark in relation to, for example, the holding of an individual security or general changes in the market. The return for a concentrated portfolio with smaller companies normally varies more in relation to its benchmark than, for example, a broader portfolio consisting of larger companies. This also impacts the fund's activity measures.

Tracking error indicates how much the fund's return varies in relation to its benchmark. It is calculated by measuring the difference between the fund's and the benchmark's return based on monthly data over the last two years. The measure is calculated as the standard deviation for the difference in return. In theory, one can therefore expect that the fund's return two years out of three will deviate from the index, plus or minus, in percentage by as much as the activity measure indicates. If a fund has an active risk of, for example, 5, one can theoretically expect the fund to return plus or minus 5 per cent compared to its benchmark index two years out of three years.

Average annual return

24 months, %	37.6	20.9	4.6	10.4	22.5
5 years, %	18.5	18.9	13.7	21.9	23.5

Costs ²

Management fee, %	2.0	2.0	2.0	2.0	2.0
Compensation to the custodian, %	0.01	0.00			
Transaction costs ³ , SEK thousands	713	563	649	1 448	1 354
Transaction costs, %	0.1	0.1	0.1	0.1	0.0
Research costs ³ , SEK thousands	571	458	484	1 096	277
Research costs, %	0.0	0.0	0.0	0.0	0.0
Ongoing charges, %	2.05	2.03	2.04	2.03	2.01
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0
Total costs					
– for a single purchase SEK 10 000	206	243	214	206	206
– for a single purchase SEK 10 000 000	206 367	242 505	213 616	205 872	205 731

Turnover

Turnover ratio	0.2	0.2	0.3	0.1	0.2
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Leverage

	Gross method	Commitment approach
Maximum leverage, %	98.5	98.5
Minimum leverage, %	86.8	86.8
Average leverage, %	94.6	94.6
As of the balance sheet date, %	98.5	98.5

Derivatives

Maximum leverage, %	1.3
Minimum leverage, %	0.0
Average leverage, %	0.1
Risk assessment method	Commitment approach

Purchases and sales of financial instruments involving related parties

Trading with companies within the same group, %	0.0
Trading involving funds managed by Lannebo Fonder, %	2.0

1) Carnegie Micro Cap Sweden Return Index is a re-investing index that includes smaller companies at NASDAQ Stockholm and First North, which best reflect the fund's investment rules. Benchmark was before 01/07/18 Carnegie Small Cap Sweden Return Index. Benchmark numbers for 2011–2017 refers to Carnegie Small Cap Return Index Sweden.

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.

Sustainability information

Sustainability information

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- Sustainability aspects are not taken into account in the management of the fund.

Sustainability aspects taken into account in the management of the fund

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- Social aspects (e.g. human rights, employee rights and equal opportunity).
- Corporate governance aspects (e.g. shareholders' rights, issues relating to remuneration for senior executives, and anti-corruption work).
- Other sustainability aspects.

Methods used for the sustainability work

- Positive screening**
- Sustainability aspects are critical in the manager's choice of companies.

The fund has specific and explicit criteria for positive selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability work is critical to the selection of the companies in the fund.

This option also refers to funds that select companies on the basis of a specified sustainability-related theme, such as climate, water, ecotechnology, or social sustainability, and to funds that only invest in projects or operations with quantifiable social or environmental benefits.

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Sustainability issues are taken into account in the context of corporate economic analyses and investment decisions and play a part, but not necessarily a crucial one, in determining which companies are selected for inclusion in the fund.

This option refers to funds which explicitly and systematically integrate sustainability aspects into their economic analyses and investment decisions. Sustainability aspects are explicitly part of the investment process, are continuously analysed, and affect the fund's investments.

Fund management company's comments:

A thorough company analysis is at the core of Lannebo's fund management. This provides us the opportunity to thoroughly understand and assess a company's operations and their future prospects. We analyze, among others, the company's business model, market position, strategy, risk factors, management and ownership structure. We insist on clear governance structures and deem it imperative that companies have control over their operations along the entire supply chain; for example, by carrying out risk analyzes, stakeholder dialogues and supplier assessments. Companies should also work to reduce their climate impact, be a good employer and corporate citizen and not take any risky shortcuts.

Fund management company's follow-up of the year:

A thorough company analysis includes a comprehensive ESG analysis. Prior to a new investment, the manager must submit an application for approval to the fund company's risk management function that performs a sustainability check.

During the year, the managers completed sustainability analyzes of all new investments, and also revised the analyzes

of existing holdings. Sustainability analysis is one of many tools we use for achieving an in-depth company analyzes and making the best possible investment decisions. The sustainability analysis reduces the risk in our investments while identifying companies with long-term sustainable business models that are positioned for the future.

An example of such a holding is Danish Hartmann. The company's fibre egg and fruit is manufactured from recycled paper materials, such as newspapers. Fibre-based packaging is recyclable, biodegradable and carbon neutral. The alternative to Hartmann's packaging is disposable plastic packaging that has a strong negative impact on the environment. An increased focus on sustainability and increased regulations regarding the use of plastics increases demand for Hartmann's products.

Negative screening

The fund does not invest in companies that are involved in the following products and services. A maximum of 5 per cent of the turnover in the company in which the investment is made may entail operations attributable to the specified product or service.

Products and services

- Cluster bombs, landmines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or arms
- Alcohol
- Tobacco
- Commerciel gaming
- Pornography
- Fossil fuels (oil, gas and coal)
- Coal
- Uranium
- Cannabis

Fund management company's comments:

We look for responsible companies with long-term sustainable business models, and as such many products, and even entire industries, are screened out by the managers following the thorough company analysis, which are not explicitly excluded through any policy.

Fund management company's follow-up of the year:

The fund has not been invested in the above excluded products since the introduction of the exclusion criteria.

International norms

International norms refer to international conventions, laws and agreements such as the UN Global Compact and OECD guidelines for multinational companies that relate to issues concerning the environment, human rights, labour practices, and business ethics.

- The fund does not invest in companies that violate international norms. The assessment is carried out either by the fund management company or a third party.
- The fund does not invest companies which do not address identified problems or where the fund makes the assessment that the company will not address the problems within a time frame deemed reasonable in that specific case.

The fund management company influences

The fund management company exercises its investor influence to influence companies on sustainability issues.

- Direct company influence and in collaboration with other investors

Fund management company's comments:

We have an opportunity to influence companies as a major owner and investor, which we do through continuous dialogue. One type of dialogue is in conjunction with an incident - something that can happen even to the best companies. This is identified through the manager's daily monitoring of the fund holdings. We would typically make direct contact with the company to find out what happened and why. The second type of dialogue is proactive in nature where we schedule a sustainability meeting with company management to discuss their sustainability work. These meetings are intended to inform companies of what their owners and investors expect from them and to provide the manager additional information for their investment analysis. Companies selected for proactive sustainability meetings are based on our share of ownership and risk assessment.

In cases where we are not satisfied with the development or management of a company - and if we do not see the opportunity to influence - divestment of the shares is an alternative.

Fund management company's follow-up of the year:

During the year, Lannebo engaged on sustainability related matters with 32 holdings, including Midsona, Bergman & Beving and Nederman.

- Voting at General Meetings

Fund management company's comments:

A key principle for Lannebo is voting at the Annual General Meetings of companies in which the fund company has a larger shareholding, or the fund company is one of the largest shareholders.

Fund management company's follow-up of the year:

During the year, the fund company, on behalf of the fund, participated and voted at the General Meeting of 24 companies of a total average of 23 holdings.

- Participation in nomination procedures in order to influence the composition of the Board

Fund management company's comments:

Lannebo participates in the Nomination Committee work for holdings where the fund company is one of the largest owners and the fund company is requested to participate. Participation in Nomination Committees varies from year to year depending on the fund's holdings at the time of the appointment of the committee.

Fund management company's follow-up of the year:

Lannebo participates, on behalf of a fund, in the Nomination Committee work at the fund company level; we are one of the Swedish managers who participate in the most Nomination Committees. It is the Nomination Committee that submits proposals to the Annual General Meeting, including the selection of Board members, Chairman of the Board and remuneration to the Board. We have endeavored over many years to reach gender equality on the boards of publicly listed companies and, when comparing the companies whose Nomination Committees we participated in 2013 to those we participated in 2020, the proportion of women has increased from 24 to 39 per cent - valuable work that we are proud to have contributed to.

During the year, the fund company, on behalf of the fund, participated in the Nomination Committees of Alimak Group, Balco, Bergman & Beving, Bulten, Lindab, Midsona, Nederman, Recipharm and VBG Group.

Balance sheet, SEK thousands

	31/12/20	31/12/19
Assets		
Transferable securities	2 101 336	1 774 486
Total financial instruments with a positive market value (note 1)	2 101 336	1 774 486
Investment in account with credit institution	15 759	52 244
Total investment with a positive market value	2 117 095	1 826 729
Cash and cash equivalents	10 662	9 172
Prepaid expenses and accrued income	1 567	1 624
Other assets	6 975	0
Total assets	2 136 299	1 837 526
Liabilities		
Accrued expenses and deferred income	-3 961	-3 032
Total liabilities	-3 961	-3 032
Total net asset (note 2)	2 132 338	1 834 494

Income statement, SEK thousands

	2020	2019
Income and change in value		
Change in value of transferable securities (note 3)	597 424	565 330
Interest income (note 4)	-58	-182
Dividends	10 900	31 910
Total income and change in value	608 266	597 058
Costs		
Management fee		
Fee charged by the fund manager	-37 592	-30 709
Fee charged by the custodian	-230	-35
Other costs	-1 284	-1 022
Total costs	-39 106	-31 766
Net result	569 160	565 292

Note 1 See holdings in financial instruments below

Note 2 Change in net asset

	1 834 494	1 269 202
Net asset in the beginning of the year		
Unit issue	0	0
Unit redemption	-271 316	0
Net result according to income statement	569 160	565 292
Net asset at the end of the year	2 132 338	1 834 494

Note 3 Change in value of transferable securities

	282 970	121 245
Capital gains		
Capital losses	-18 479	-15 305
Unrealized gains/losses	332 933	459 390
Total	597 424	565 330

Note 4 Interest income

The banks charge a deposit fee on deposit accounts as a result of negative interest rates. Deposit fee is reported as negative interest income. Interest income is therefore reported negative.

Investment in financial instruments as at 31/12/19

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET				
HEALTH CARE				
Humana	SE/SEK	182 144	10 783	0.5
Recipharm B	SE/SEK	666 177	146 159	6.9
			156 942	7.4
INDUSTRIALS				
Alimak	SE/SEK	612 975	80 300	3.8
BTS Group B	SE/SEK	625 155	135 659	6.4
Balco Group	SE/SEK	498 430	47 650	2.2
Bergman & Beving B	SE/SEK	1 035 329	101 876	4.8

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
Bulten	SE/SEK	594 139	53 354	2.5
CTT Systems	SE/SEK	134 063	20 404	1.0
Cavotec	CH/SEK	2 801 395	59 670	2.8
Hartmann	DK/DKK	185 344	125 645	5.9
Instalco	SE/SEK	381 795	95 831	4.5
Nederman	SE/SEK	889 279	125 388	5.9
OEM International B	SE/SEK	524 000	161 916	7.6
Rejlers B	SE/SEK	590 840	100 443	4.7
SP Group	DK/DKK	227 703	83 330	3.9
Systemair	SE/SEK	385 731	99 326	4.7
VBG Group B	SE/SEK	704 552	108 853	5.1
Volati	SE/SEK	991 114	102 679	4.8
			1 502 323	70.5
INFORMATION TECHNOLOGY				
Addnode B	SE/SEK	405 722	116 036	5.4
Lagercrantz B	SE/SEK	2 162 681	164 364	7.7
			280 400	13.1
CONSUMER DISCRETIONARY				
Harvia	FI/EUR	360 035	88 794	4.2
Midsona B	SE/SEK	636 483	49 518	2.3
			138 313	6.5
TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET			2 077 978	97.5
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC				
INDUSTRIALS				
Absolent	SE/SEK	61 629	23 357	1.1
			23 357	1.1
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC			23 357	1.1
TOTAL FINANCIAL INSTRUMENTS			2 101 336	98.5
Other assets and liabilities, net			31 002	1.5
TOTAL NET ASSET			2 132 338	100.0

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.

Lannebo MicroCap II is an actively managed equity fund that invests in small 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 0.1 per cent of the Swedish stock market's total market capitalization at the end of the calendar month prior to an investment. By the end of the year 2020, this meant a market capitalization of approximately SEK 8.8 bn.

The fund's performance

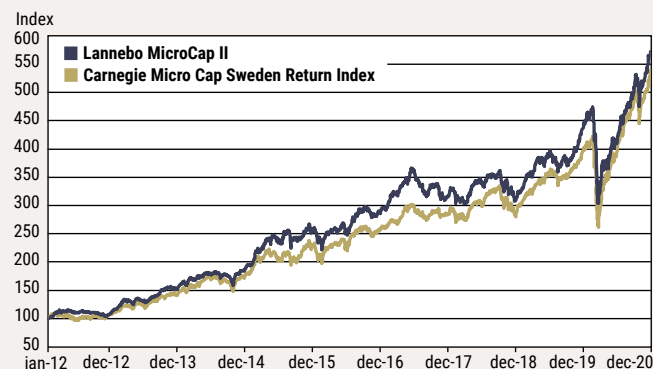
Assets under management increased from SEK 1.5 billion at the beginning of 2020 to SEK 1.7 billion on December 31, 2020. The net of inflows and outflows during the period was minus SEK 277 million. The fund increased by 30.2 per cent during the period. The fund's benchmark index, the Carnegie Micro Cap Sweden Return Index, rose by 35.9 per cent.

+30.2%
year-to-date

+119.2%
during the recommended five-year investment horizon

Benchmark was before 01/07/18 Carnegie Small Cap Sweden Return Index.

Performance 13/01/12 – 31/12/20



Management report

Lagercrantz, Hartmann and Instalco were holdings that contributed most positively to performance. During Q3 2020, Lagercrantz increased EBITA by 5 per cent despite a 4 per cent fall in sales. The market situation stabilized, and from May and onwards several of Lagercrantz's subsidiaries reported improved demand. Every year, Lagercrantz looks to acquire between four and six companies, supported by a well-established acquisitions process, a positive cash flow and a strong balance sheet. The company took a break from this strategy during the spring amid the pandemic, but a number of discussions resumed in the latter half of the year. Four acquisitions were announced during the last quarter of 2020 - two in Finland and one each in Norway and the Netherlands. Total return amounted to 59 per cent in 2020.

Danish company Hartmann, a world-leading manufacturer of moulded-fibre egg packaging, exceeded expectations at every reporting opportunity in 2020 and the company gradually raised its full year forecast. During the first nine months of 2020, sales increased by 11 per cent despite an 8 per cent negative currency effect, mainly due to the fall in the Argentine peso. Demand for egg packaging was higher than normal from mid-March due to the positive effects of the pandemic. The strong volume development for packaging led to high capacity utilization in all the group's facilities. A better product mix, increased technology sales and a more favourable raw material costs situation also contributed to Hartmann reaching an operating margin of 18 per cent (10). Cash flow was strong, which, together with a cautious indebtedness, allows the company to implement a previously announced ambitious investment plan in new capacity; at the same time, there is room for further acquisitions, in addition to those made during the year in India and Russia.

The share price increased 59 per cent in 2020.

Instalco - one of the Nordic region's leading installation companies of heating, electricity, ventilation, cooling and industry - continued to grow during the year, both organically and through acquisitions. During the first nine months of 2020, sales increased by a total of 25 per cent, where of 5 per cent was organic; the EBITA margin fell slightly to 8 per cent. In 2020, Instalco completed 19 acquisitions with total annual sales of approximately SEK 1.5 billion. In addition, a new business area within technical consulting was established. The group is estimated to have sales of around SEK 8 billion for the full year 2021. Instalco has good opportunities to continue to grow, both organically and through acquisitions. The share's total return amounted to 94 per cent during the period.

Absolent, BTS Group and VBG Group contributed most negatively to performance. Absolent was hard hit by declining demand during the second and third quarters. Order intake recovered in September, mainly from the automotive industry. In June, the company initiated an action program to reduce costs.

BTS Group was affected by COVID-19 early on given physical deliveries were cancelled or moved forward at short notice. BTS' financial position is strong and the company dividend as much at the end of 2020 as in 2019.

VBG Group organic sales fell 16 per cent during the first three quarters of the year. Operating profit fell by 27 per cent for the entire period, while it improved during Q3. Cash flow was strong and VBG is debt-free after adjustments for pension- and lease liabilities.

FONDFÖRVALTARE

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*"In 2020, Instalco completed
19 acquisitions"*

Major changes during the year

- +** **Volati** is an industrial group consisting of three business areas: Trade, Industry and Akademibokhandeln, where acquisitions are an important part of the strategy. Volati acquires companies with proven business models, leading market positions and strong cash flows at reasonable valuations. The company's financial position is very strong following the divesture of Besikta – a vehicle inspections company - in 2020.
- +** **Cavotec** delivers systems for automated connections and electrification for ports, airports and industry. After a few years of weak development, the company looks to be on track to a real improvement. The measures taken to reduce costs are having positive effects.
- +** The Finnish sauna manufacturer **Harvia** had a very strong development during the first nine months of the year. Sales grew by 38 per cent, of which organic growth accounted for 24 per cent. Sales were particularly good in North America and Germany. Demand has been positively affected by the pandemic since Q2 2020. The adjusted operating margin increased from 18 to 21 per cent. At the end of April, Harvia completed the acquisition of EOS in Germany, which focuses on premium products for the professional market.
- The largest net divestments were made in **Lagercrantz**, **Sinch** and **RTX**. Lagercrantz is still one of the fund's largest holdings; the divestment was made in connection with fund outflows. The entire holding in Sinch and RTX were divested following a strong share price development.

Top holdings

OEM International is a technology trading company consisting of 34 operating units in 14 countries. The company is a link between its customers and manufacturers of components and systems for industrial applications. Customers are active mainly in various segments of the manufacturing industry.

Lagercrantz is a technology group that is primarily active in the areas of electronics, electricity and communication. In addition, Lagercrantz has built up the Niche Products division through acquisitions of profitable companies with strong market positions in interesting niches with a large element of own products. The group consists of more than 50 companies operating in nine countries in Europe, India, China and the US.

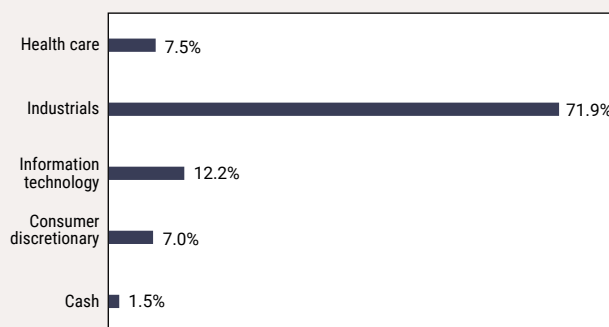
Recipharm is one of the world's largest contract manufacturers of pharmaceuticals. In recent years, Recipharm has grown significantly through acquisitions, not least through the acquisition of British Consort, which was completed in early 2020. In addition, the company has made extensive investments in its own production capacity, which makes the company well equipped to take advantage of organic growth opportunities and should lead to higher margins going forward. In December 2020, EQT made a public bid for Recipharm. At the time of writing, we have not yet taken a position on the proposed transaction; the acceptance period runs through February 2021.

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
OEM International B	134 643	7.8
Lagercrantz B	129 123	7.4
Recipharm B	120 333	6.9
BTS Group B	116 226	6.7
Nederman	107 854	6.2

OTHER INFORMATION

During the period, Lannebo updated its policy for sustainable investments and introduced expanded exclusion criteria. The industries affected by the extended exclusion criteria are tobacco, cannabis, alcohol, gambling, pornography, weapons and fossil fuel. More information is available on the fund company's website.

Sector allocation 31/12/20



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 shares in a range of 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 less 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 is not significantly higher than the stock market as a whole measured by Carnegie Micro Cap Return Index. At the end of the period this measure of market risk was lower for the fund than the stock market as a whole. The concentration of the fund's holdings is higher in comparison to a traditional mutual fund. Overall, the diversification effect was very good.

The fund's currency exposure at the end of the year was 12 per cent and related to exposure in holdings denominated in Danish kronor and Finnish holdings denominated in Euro. Currency exposure at the turn of the year had a slight positive diversification effect on the portfolio.

Having large positions in small-cap companies means the market liquidity risk may occasionally be high in the fund; market liquidity risk is the risk of lower

liquidity in the holdings, which affects the ability to turn over a position. Shares in small-cap companies generally have lower liquidity, which require greater emphasis on the management of the fund's liquidity risk. The fund is diversified across different issuers to reduce this risk.

Together with the outcome of regular stress tests, relevant risk levels are continuously monitored and followed up. Relevant risk measures are used to assess the fund's risk profile. The fund's concentration level and the degree of active management are measures included in the system that is used to manage the fund's risk exposure. The management of the fund was in accordance with the fund's risk profile during the period.

Derivatives and efficient portfolio management techniques

In accordance with the fund's statutes, the fund has the right to trade in options, futures and similar financial instruments, as well as the right to lend securities. Under current regulations the fund may also use efficient portfolio management techniques in the management of the fund. Efficient portfolio management techniques were not used during the year. Derivative instruments have only included subscription rights received. The leverage in the fund is a result of subscription rights received over a shorter period of time.

SIGNIFICANT EVENT AFTER THE END OF THE YEAR

On 12 January 2021, Lannebo MicroCap II was merged with Lannebo MicroCap. The reason for the merger is that the funds essentially have a similar investment focus, which means that the merger leads to a more efficient management. The merger also means that the differences between the funds in Lannebo's offering become clearer, which makes it easier for the investor.

SPECIFIC INFORMATION REGARDING THE FUND'S INVESTMENT STRATEGY

There is a requirement for a special fund to provide specific information regarding the fund's investment strategy and its implementation. The information requirements are based on the EU's Shareholder Rights Directive and aim to provide investors with information that enable them to assess if, and how, a fund manager acts in a way that best serves the investor's long-term interests and if the manager applies a strategy that creates an effective shareholder engagement.

Lannebo MicroCap II is an actively managed equity fund that focuses on small enterprises in the Nordic region, with an emphasis on Sweden. The fund is generally diversified and not specified for any particular sector. The fund only invests in companies where the managers may have a qualified opinion about the company's prospects and valuation. Focus is on analysis, selection and monitoring of each individual investment and its long-term prospects for value creation. The fund's overall objective is, with due care, to generate the greatest possible capital growth and achieve a good spread of risk.

The fund's turnover costs for 2020 amounted to SEK 796 000, corresponding to 0.0 per cent of the average fund assets.

During 2020, the fund company did not engage any proxy voting advisors for assistance with the companies, whose shares are included in the fund.

According to the fund company's guidelines for securities lending, any shares lent out by the fund company shall be recalled well in advance before a general meeting where the fund company will participate. These guidelines were complied with by the fund company during 2020.

During 2020, there were no conflicts of interest between the companies, whose shares the fund's assets were invested in, and the fund company.

THE FUND'S ACTIVITY MEASURE

The fund is an actively managed equity fund that invests in shares in small, listed companies in the Nordic region with an emphasis on Sweden. The fund only invests in companies that meet the fund's criteria of, for example, investment focus and sustainability criteria. Focus is on each individual investment and its future prospects. The fund invests in companies where the fund managers can have a qualified opinion about the company's future and where the valuation is sufficiently attractive. The most attractive companies represent the largest holdings. In many cases, the fund becomes one of the largest owners in the companies in which the fund's assets are invested. The concentration in the fund is higher than in a traditional mutual fund. The fund's overall financial objective is to achieve the highest possible value growth, while exercising due care.

The management of the fund can be compared with the benchmark, Carnegie Micro Cap Sweden Return Index. The index is relevant as it reflects the fund's investment focus in terms of, for example, a company's size, asset class and market. The Carnegie Micro Cap Sweden Return Index is a reinvested dividend index that reflects the development of smaller companies listed on Nasdaq Stockholm and First North.

Fund facts Lannebo MicroCap II, reg no 515602-5156

Launch date 13/01/12.

The fund's performance	31/12/20	31/12/19	31/12/18	31/12/17	31/12/16	31/12/15	31/12/14	31/12/13	31/12/12
Net asset SEK thousands	1 735 458	1 546 695	2 812 188	3 188 355	2 951 989	2 640 134	1 963 790	1 664 993	1 181 260
NAV, SEK	5 712.79	4 390.73	3 125.05	3 175.74	2 931.55	2 621.86	1 950.20	1 594.33	1 131.13
Number of outstanding units, thousands	304	352	900	1 004	1 007	1 007	1 007	1 044	1 044
Dividend SEK per unit	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Annual return, %	30.2	40.5	-1.6	8.3	11.8	34.4	22.3	41.0	13.1
Carnegie Micro Cap Sweden Return Index ¹ , %	35.9	38.7	0.4	8.8	12.2	30.1	21.6	36.6	12.6

Risk and growth

Standard deviation, %	22.8	14.9	14.1	15.7	16.6				
Standard deviation benchmark, %	23.9	13.1	12.1	12.9	17.0				
Tracking error, % *	7.1	6.5	6.9	6.3	7.0	7.3	6.0	-	-
Sharpe ratio	1.5	1.2	0.4	0.7	1.3				
Active share, %	91	89	87	95	94				

* **Tracking error:** Given that it requires two years of history in order to calculate an activity measure, figures for the first two years are not available. The activity measure for 2014–2017 is calculated in relation to the Carnegie Small Cap Return Index Sweden. The activity measure achieved is a result of the fund is actively managed and has deviated from its benchmark. The activity measure depends on the composition of the fund's investments and the fund's variance with the market. Fluctuations in the activity measure are a function of how the fund's investments deviate from its benchmark in relation to, for example, the holding of an individual security or general changes in the market. The return for a concentrated portfolio with smaller companies normally varies more in relation to its benchmark than, for example, a broader portfolio consisting of larger companies. This also impacts the fund's activity measures.

Tracking error indicates how much the fund's return varies in relation to its benchmark. It is calculated by measuring the difference between the fund's and the benchmark's return based on monthly data over the last two years. The measure is calculated as the standard deviation for the difference in return. In theory, one can, therefore, expect that the fund's return two years out of three will deviate from the index, plus or minus, in percentage by as much as the activity measure indicates. If a fund has an active risk of, for example, 5, one can theoretically expect the fund to return plus or minus 5 per cent compared to its benchmark two out of three years.

Average annual return

24 months, %	35.2	17.6	3.2	10.1	22.6
5 years, %	16.9	17.6	14.4	22.9	24.0

Costs ²

Management fee, %	2.0	2.0	2.0	2.0	2.0
Compensation to the custodian, %	0.00	0.00			
Transaction costs ³ , SEK thousands	796	1 262	964	994	724
Transaction costs, %	0.1	0.0	0.1	0.1	0.1
Research costs ³ , SEK thousands	494	1 015	1 073	422	166
Research costs, %	0.0	0.0	0.0	0.0	0.0
Ongoing charges, %	2.04	2.03	2.03	2.01	2.01
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0
Total costs					
– for a single purchase SEK 10 000	206	240	209	207	206
– for a single purchase SEK 10 000 000	205 684	240 149	209 446	206 771	205 733

Turnover

Turnover ratio	0.2	0.2	0.1	0.2	0.2
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Leverage

	Gross method	Commitment approach
Maximum leverage, %	98.5	98.5
Minimum leverage, %	83.7	83.7
Average leverage, %	93.8	93.8
As of the balance sheet date, %	98.5	98.5

Derivatives

Maximum leverage, %	1.4
Minimum leverage, %	0.0
Average leverage, %	0.1
Risk assessment method	Commitment approach

Purchases and sales of financial instruments involving related parties

Trading with companies within the same group, %	0.0
Trading involving funds managed by Lannebo Fonder, %	2.6

1) Carnegie Micro Cap Sweden Return Index is a re-investing index that includes smaller companies at NASDAQ Stockholm and First North, which best reflect the fund's investment rules. Benchmark was before 01/07/18 Carnegie Small Cap Sweden Return Index. Benchmark numbers for 2011–2017 refers to Carnegie Small Cap Return Index Sweden.

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.

Sustainability information

Sustainability information

- Sustainability aspects are taken into account in the management of the fund.
- Sustainability aspects are not taken into account in the management of the fund.

Sustainability aspects taken into account in the management of the fund

- Environmental aspects (e.g. the companies' environmental and climate impact).
- Social aspects (e.g. human rights, employee rights and equal opportunity).
- Corporate governance aspects (e.g. shareholders' rights, issues relating to remuneration for senior executives, and anti-corruption work).
- Other sustainability aspects.

Methods used for the sustainability work

- Positive screening**
- Sustainability aspects are critical in the manager's choice of companies.

The fund has specific and explicit criteria for positive selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability work is critical to the selection of the companies in the fund.

This option also refers to funds that select companies on the basis of a specified sustainability-related theme, such as climate, water, ecotechnology, or social sustainability, and to funds that only invest in projects or operations with quantifiable social or environmental benefits.

- The manager of the fund take sustainability issues into account.

Sustainability issues are taken into account in the context of corporate economic analyses and investment decisions and play a part, but not necessarily a crucial one, in determining which companies are selected for inclusion in the fund.

This option refers to funds which explicitly and systematically integrate sustainability aspects into their economic analyses and investment decisions. Sustainability aspects are explicitly part of the investment process, are continuously analysed, and affect the fund's investments.

Fund management company's comments:

A thorough company analysis is at the core of Lannebo's fund management. This provides us the opportunity to thoroughly understand and assess a company's operations and their future prospects. We analyze, among others, the company's business model, market position, strategy, risk factors, management and ownership structure. We insist on clear governance structures and deem it imperative that companies have control over their operations along the entire supply chain; for example, by carrying out risk analyzes, stakeholder dialogues and supplier assessments. Companies should also work to reduce their climate impact, be a good employer and corporate citizen and not take any risky shortcuts.

Fund management company's follow-up of the year:

A thorough company analysis includes a comprehensive ESG analysis. Prior to a new investment, the manager must submit an application for approval to the fund company's risk management function that performs a sustainability check.

During the year, the managers completed sustainability analyzes of all new investments, and also revised the analyzes

of existing holdings. Sustainability analysis is one of many tools we use for achieving an in-depth company analyzes and making the best possible investment decisions. The sustainability analysis reduces the risk in our investments while identifying companies with long-term sustainable business models that are positioned for the future.

An example of such a holding is Danish Hartmann. The company's fibre egg and fruit is manufactured from recycled paper materials, such as newspapers. Fibre-based packaging is recyclable, biodegradable and carbon neutral. The alternative to Hartmann's packaging is disposable plastic packaging that has a strong negative impact on the environment. An increased focus on sustainability and increased regulations regarding the use of plastics increases demand for Hartmann's products.

Negative screening

The fund does not invest in companies that are involved in the following products and services. A maximum of 5 per cent of the turnover in the company in which the investment is made may entail operations attributable to the specified product or service.

Products and services

- Cluster bombs, landmines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or arms
- Alcohol
- Tobacco
- Commerciel gaming
- Pornography
- Fossil fuels (oil, gas and coal)
- Coal
- Uranium
- Cannabis

Fund management company's comments:

We look for responsible companies with long-term sustainable business models, and as such many products, and even entire industries, are screened out by the managers following the thorough company analysis, which are not explicitly excluded through any policy.

Fund management company's follow-up of the year:

The fund has not been invested in the above excluded products since the introduction of the exclusion criteria.

International norms

International norms refer to international conventions, laws and agreements such as the UN Global Compact and OECD guidelines for multinational companies that relate to issues concerning the environment, human rights, labour practices, and business ethics.

- The fund does not invest in companies that violate international norms. The assessment is carried out either by the fund management company or a third party.
- The fund does not invest companies which do not address identified problems or where the fund makes the assessment that the company will not address the problems within a time frame deemed reasonable in that specific case.

The fund management company influences

The fund management company exercises its investor influence to influence companies on sustainability issues.

- Direct company influence and in collaboration with other investors

Fund management company's comments:

We have an opportunity to influence companies as a major owner and investor, which we do through continuous dialogue. One type of dialogue is in conjunction with an incident - something that can happen even to the best companies. This is identified through the manager's daily monitoring of the fund holdings. We would typically make direct contact with the company to find out what happened and why. The second type of dialogue is proactive in nature where we schedule a sustainability meeting with company management to discuss their sustainability work. These meetings are intended to inform companies of what their owners and investors expect from them and to provide the manager additional information for their investment analysis. Companies selected for proactive sustainability meetings are based on our share of ownership and risk assessment.

In cases where we are not satisfied with the development or management of a company - and if we do not see the opportunity to influence - divestment of the shares is an alternative.

Fund management company's follow-up of the year:

During the year, Lannebo engaged on sustainability related matters with 32 holdings, including Midsona, Bergman & Beving and Nederman.

- Voting at General Meetings

Fund management company's comments:

A key principle for Lannebo is voting at the Annual General Meetings of companies in which the fund company has a larger shareholding, or the fund company is one of the largest shareholders.

Fund management company's follow-up of the year:

During the year, the fund company, on behalf of the fund, participated and voted at the General Meeting of 27 companies of a total average of 26 holdings.

- Participation in nomination procedures in order to influence the composition of the Board

Fund management company's comments:

Lannebo participates in the Nomination Committee work for holdings where the fund company is one of the largest owners and the fund company is requested to participate. Participation in Nomination Committees varies from year to year depending on the fund's holdings at the time of the appointment of the committee.

Fund management company's follow-up of the year:

Lannebo participates, on behalf of a fund, in the Nomination Committee work at the fund company level; we are one of the Swedish managers who participate in the most Nomination Committees. It is the Nomination Committee that submits proposals to the Annual General Meeting, including the selection of Board members, Chairman of the Board and remuneration to the Board. We have endeavored over many years to reach gender equality on the boards of publicly listed companies and, when comparing the companies whose Nomination Committees we participated in 2013 to those we participated in 2020, the proportion of women has increased from 24 to 39 per cent - valuable work that we are proud to have contributed to.

During the year, the fund company, on behalf of the fund, participated in the Nomination Committees of Alimak Group, Balco, Bergman & Beving, Bulten, Lindab, Midsona, Nederman, Recipharm and VBG Group.

LANNEBO MICROCAP II

Balance sheet, SEK thousands

	31/12/20	31/12/19
Assets		
Transferable securities	1 708 591	1 512 419
Total financial instruments with a positive market value (note 1)	1 708 591	1 512 419
Investment in account with credit institution	19 366	30 444
Total investment with a positive market value	1 727 957	1 542 863
Cash and cash equivalents	8 677	7 733
Prepaid expenses and accrued income	2 437	2 470
Total assets	1 739 071	1 553 066
Liabilities		
Accrued expenses and deferred income	-3 298	-6 371
Other liabilities	-315	0
Total liabilities	-3 613	-6 371
Total net asset (note 2)	1 735 458	1 546 695

Income statement, SEK thousands

	2020	2019
Income and change in value		
Change in value of transferable securities (note 3)	489 440	1 138 982
Interest income (note 4)	-81	-294
Dividends	9 912	68 666
Other income	0	2
Total income and change in value	499 271	1 207 356
Costs		
Management fee		
Fee charged by the fund manager	-31 781	-67 379
Other costs	-1 291	-2 277
Total costs	-33 072	-69 656
Net result	466 199	1 137 700

Note 1 See holdings in financial instruments below

Note 2 Change in net asset

Net asset in the beginning of the year	1 546 695	2 812 188
Unit issue	0	0
Unit redemption	-277 436	-2 403 193
Net result according to income statement	466 199	1 137 700
Net asset at the end of the year	1 735 458	1 546 695

Note 3 Change in value of transferable securities

Capital gains	295 200	1 360 387
Capital losses	-45 678	-108 076
Unrealized gains/losses	239 918	-113 329
Total	489 440	1 138 982

Note 4 Interest income

The banks charge a deposit fee on deposit accounts as a result of negative interest rates. Deposit fee is reported as negative interest income. Interest income is therefore reported negative.

Investment in financial instruments as at 31/12/20

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET				
HEALTH CARE				
Humana	SE/SEK	155 379	9 198	0.5
Recipharm B	SE/SEK	548 463	120 333	6.9
			129 531	7.5

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
INDUSTRIALS				
Alimak	SE/SEK	445 586	58 372	3.4
BTS Group B	SE/SEK	535 604	116 226	6.7
Balco Group	SE/SEK	450 076	43 027	2.5
Bergman & Beving B	SE/SEK	891 290	87 703	5.1
Bulten	SE/SEK	347 582	31 213	1.8
CTT Systems	SE/SEK	119 190	18 141	1.0
Cavotec	CH/SEK	2 322 360	49 466	2.9
Hartmann	DK/DKK	140 602	95 314	5.5
Instalco	SE/SEK	316 652	79 480	4.6
Nederman	SE/SEK	764 923	107 854	6.2
OEM International B	SE/SEK	435 738	134 643	7.8
Rejlers B	SE/SEK	457 500	77 775	4.5
SP Group	DK/DKK	192 689	70 516	4.1
Systemair	SE/SEK	318 084	81 907	4.7
VBG Group B	SE/SEK	614 742	94 978	5.5
Volati	SE/SEK	873 538	90 499	5.2
			1 237 113	71.3
INFORMATION TECHNOLOGY				
Addnode B	SE/SEK	287 579	82 248	4.7
Lagercrantz B	SE/SEK	1 698 985	129 123	7.4
			211 370	12.2
CONSUMER DISCRETIONARY				
Harvia	FI/EUR	316 405	78 034	4.5
Midsona B	SE/SEK	548 090	42 641	2.5
			120 675	7.0
TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET				
			1 698 690	97.9
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC				
INDUSTRIALS				
Absolent	SE/SEK	26 124	9 901	0.6
			9 901	0.6
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC				
			9 901	0.6
TOTAL FINANCIAL INSTRUMENTS				
			1 708 591	98.5
Other assets and liabilities, net			26 867	1.5
TOTAL NET ASSET			1 735 458	100.0

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.

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.

The fund's performance

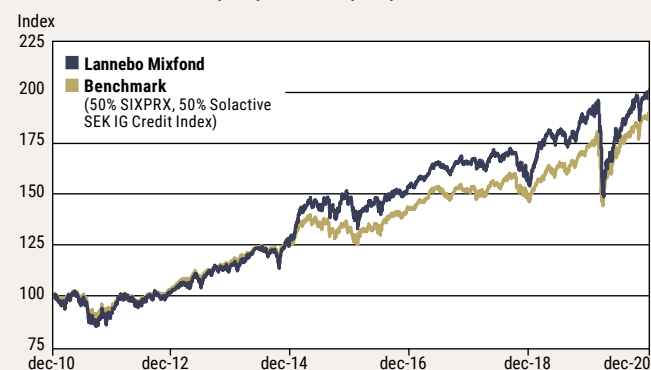
Assets under management decreased from SEK 11.0 billion at the beginning of 2020 to SEK 10.6 billion on December 31, 2020. The net of inflows and outflows was minus SEK 893 million. The fund increased by 5.6 per cent during the period; the benchmark index rose by 9.2 per cent. The Stockholm Stock Exchange, measured as SIXPRX, increased by 14.8 per cent.

Benchmark was before 01/06/20 a weighted index consisting of 50 % SIXPRX and 50 % NOMX Credit SEK TR Index. Benchmark was before 04/01/16 a weighted index consisting of 50 % SIXPRX and 50 % OMRX T-bill index.

+5.6%
year-to-date

+22.0%
during the recommended three-year investment horizon

Performance 31/12/10 – 31/12/20



Management report

At the beginning of 2020, the allocation to equities amounted to 66 per cent. The stock market started the year off strong and increased by almost 10 per cent by mid-February. At that time, the allocation to equities was reduced to 55 per cent. There were two reasons for the decrease in the equity allocation: first, share valuations were high, and, secondly, uncertainties surrounding the effects of the coronavirus on the global economy. At this point, the Wuhan Province in China had started to close. During the month of March, the equity allocation was reduced an additional 5 percentage points. We increased our equity shareholdings during the Autumn as the news that a vaccine was on its way and countries eased restrictions following the extensive closures during the second quarter. At year end the equity allocation amounted to 70 per cent.

Kinnevik, JM and GN Store Nord were holdings that contributed most positively to performance.

In recent years, investment company Kinnevik shifted its investment focus to companies in digitization and technical innovation for everyday services. Given the emphasis on companies within e-commerce and digital healthcare services, already strong sales and profit trends gained additional momentum during the corona pandemic. This applies not least to the largest holding, Zalando, which is Europe's market-leading fashion e-retailer. Kinnevik's share price increased by 85 per cent.

We invested in JM during March when concerns over the effects of the pandemic on housing prices was the greatest; but JM's share price recovered given housing prices increased. Since the investment was made, the share price has risen by 65 per cent.

GN Store Nord is a Danish company that has two business areas: one focused on the manufacturing and sale of hearing aids, and the other that develops products for digital communications such as speakers, headsets and headphones. ReSound and Jabra are among the company's more well-known brands. As travel decreased and more people worked-from-home, demand for digital communications products exploded, which favoured GN Store Nord. The share price increased 60 per cent during 2020.

Pandox, Bonava and AstraZeneca contributed most negatively to performance.

Pandox owns and leases hotel properties, in addition to operating some hotel properties themselves. Reduced travel both within, and between, countries led to a sharp drop in hotel occupancy rates. This had a negative effect on Pandox as the company's income is partly based on tenant - the hotels - revenue; the share price decreased by 31 per cent as a result.

The share price of housing developer Bonava fell 21 per cent during the year over concerns that demand for newly produced homes would decrease; operational development was also weak.

AstraZeneca's share price fell by 1 per cent during 2020. During the year, the company introduced new drugs and reported a successful study for the treatment of unicellular lung cancer, while the earnings trend was good. Therefore, it seems irregular that the share price development was weak, particularly during the second half of the year. The justification is that investors sought other shares that fell sharply during the beginning of the pandemic.

FUND MANAGERS

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"Digitalisation's big breakthrough"

Major changes during the year

- +** **Essity** was the largest net investment. Health and personal hygiene have been in focus during the pandemic and we believe this trend will continue in the future. Long-term, this benefits Essity given they produce, for example, paper towels and rubbing alcohol.
- +** The Finnish investment company **Sampo**, which is increasingly investing in insurance companies, is valued significantly lower than others in the sector. This is likely due to their significant ownership in the bank Nordea. During the Autumn, a sale of shares in Nordea was carried out and longer-term the plan is likely to divest the entire holding. This would allow for further investments in insurance companies and lead to a likely revaluation of the share.
- +** **Autoliv** is a subcontractor of automotive safety products. The market for passenger cars began to weaken a couple of years prior to the outbreak of the pandemic. During the Summer of 2020, the production of passenger cars increased as demand increased, which benefits Autoliv that is a market leader in its niche.
- The largest net sales were made in **Sandvik, Volvo** and **Pandox**. The holdings in Sandvik and Volvo were divested during the Autumn when share prices recovered sharply after the stock market crash during the Spring. The holding in hotel property operator Pandox was also divested. Our assessment is that, in the aftermath of the pandemic, it will probably take time before the global hotel sector returns to previous levels; above all, we expect a significant decrease in business travel.

Top holdings

AstraZeneca focuses on drugs for cardiovascular diseases, cancer and respiratory tract conditions. AstraZeneca is research-intensive and invests annually around SEK 40 billion in R&D, which is conducted mainly in Sweden, the UK and the US. In 2020, AstraZeneca attracted attention as one of the companies at the forefront in the development of a vaccine against the coronavirus.

Bravida is a leading service and installation company in the Nordic region, where many of the projects aim to make buildings more energy efficient. The company has over 55,000 customers and 11,700 employees. Despite being the market leader, Bravida's market share is only seven per cent due to the highly fragmented market. This provides for both organic growth opportunities as well as through acquisitions for many years to come.

JM is a leading housing developer in the Nordic regions. The company focuses on new housing production with an emphasis on expansive metropolitan areas and university locations in Sweden, Norway and Finland. The company has 2,600 employees and a turnover of around SEK 16 billion. JM has a strong sustainability focus and since 2018 all new projects are eco-labelled with the Nordic Swan Ecolabel.

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
AstraZeneca	364 496	3.4
Bravida	363 540	3.4
JM	360 239	3.4
Novo Nordisk B	345 689	3.3
AFRY B	329 077	3.1

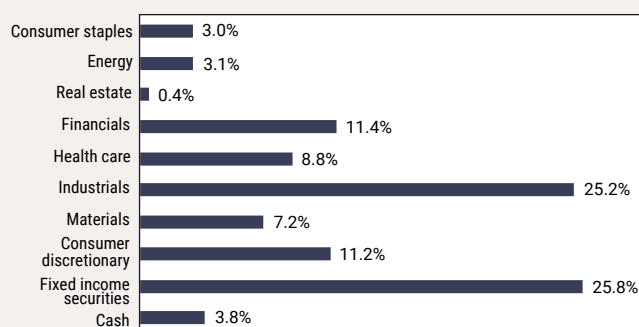
OTHER INFORMATION

During the period, Lannebo updated its policy for sustainable investments and introduced expanded exclusion criteria. The industries affected by the extended exclusion criteria are tobacco, cannabis, alcohol, gambling, pornography, weapons and fossil fuel. More information is available on the fund company's website.

As of June 1, 2020, the fund has a new composite benchmark index consisting of 50 per cent SIXPRX and 50 per cent Solactive SEK IG Credit Index. At the end of May Nasdaq closed its credit index family.

The Nordic corporate bond market was impacted over concerns regarding the corona crisis, which caused temporary difficulties in bond valuations. In order to fulfill the fund's regulatory requirements for market valuation, together with the equal treatment and the safeguarding of the interests of all unit holders, the fund company resolved to postpone the sale and redemption of fund units for two days given it was not possible to ensure a reliable valuation of the fund.

Sector allocation 31/12/20



SPECIFIC INFORMATION REGARDING THE FUND'S INVESTMENT STRATEGY

There is a requirement for a UCITS fund to provide specific information regarding the fund's investment strategy and its implementation. The information requirements are based on the EU's Shareholder Rights Directive and aim to provide investors with information that enable them to assess if, and how, a fund manager acts in a way that best serves the investor's long-term interests and if the manager applies a strategy that creates an effective shareholder engagement.

Lannebo Mixfond is an actively managed mixed fund with a focus on Sweden, but with global investment opportunities. The fund only invests in companies where the managers may have a qualified opinion about the company's prospects and valuation. Focus is on analysis, selection and monitoring of each individual investment and its long-term prospects for value creation. The fund's overall objective is, with due care, to generate the greatest possible capital growth and achieve a good spread of risk.

The fund's turnover costs for 2020 amounted to SEK 6 311 000, corresponding to 0.0 per cent of the average fund assets.

During 2020, the fund company did not engage any proxy voting advisors for assistance with the companies, whose shares are included in the fund.

According to the fund company's guidelines for securities lending, any shares lent out by the fund company shall be recalled well in advance before a general meeting where the fund company will participate. These guidelines were complied with by the fund company during 2020.

During 2020, there were no conflicts of interest between the companies, whose shares the fund's assets were invested in, and the fund company.

THE FUND'S ACTIVITY MEASURE

The fund is an actively managed balanced fund, which invests in equities in Sweden and globally, in addition to investments in interest-bearing securities. The fund only invests in companies that meet the fund's criteria of, for example, investment focus and sustainability factors. Focus is on each individual investment and its opportunities in the future. The fund invests in companies where the fund managers can have a qualified opinion about the company's future and where the valuation is sufficiently attractive. The fund's overall financial objective is, with due care, to achieve the highest possible value growth and that a good diversification of risk is obtained.

The management of the fund can be compared with the fund's benchmark, a composite index consisting of 50 per cent SIX Portfolio Return Index and 50 per cent Solactive SEK IG Credit Index. SIX Portfolio Return Index is an index that is constructed on the basis of reflecting the market development of companies on Nasdaq Stockholm, with the restriction that no company may exceed 10 per cent, and that companies with a weighting of 5 per cent or more may not have a weighting of more than 40 per cent together (limits are in accordance with UCITS). The index also takes into account the return that shareholders receive in the form of dividends. Solactive SEK IG Credit Index is constructed on the basis of reflecting the development of corporate and municipal bonds that are issued in SEK and have a high credit rating, so-called investment grade. The composite index has been chosen as it reflects the fund's asset allocation over time, which is advantageous when evaluating the fund's performance.

MATERIAL RISKS

The fund has the option of varying the proportion of investments in equities and in fixed income assets. As a result, the fund normally has a lower market risk than a traditional equity fund. The fund's market risk is primarily related to price fluctuations associated with shares, while investments in fixed income assets affect the fund's credit risk. Therefore, the allocation between equities and fixed income assets has a large impact on the fund's risk exposure.

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. The fund's concentration level has a very good margin to the permitted level according to the fund statutes. The portfolio has a good diversification effect. At the end of the period, market risk, measured as the standard deviation of the fund's return, was clearly below the stock market as a whole, as measured by SIXPRX.

The fund's fixed income assets are exposed to the risk 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. In the worst case, a holding could be deemed worthless should an issuer become insolvent. 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 that lack a credit rating. The fund mitigates the credit risk by having a good diversification between issuers and issues.

Liquidity risk may be higher than in funds that only invest in financial instruments issued by companies with assessed high creditworthiness. Liquidity may vary due to changes in demand and supply, with the risk that the holdings in corporate bonds may be harder to value or sell as a result of weak demand. Should market liquidity be limited, larger withdrawals from the fund can mean that holdings need to be sold at unfavourable prices, and, in exceptional cases, can mean that withdrawals cannot be made immediately upon request. This puts a somewhat greater demand on managing the fund's liquidity risk.

The fund's interest rate risk may be higher as the fund can invest in securities with longer maturities, which could mean greater volatility than 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 can invest in foreign financial instruments. Currency derivatives are used to manage the fund's currency risk in interest-bearing holdings; foreign equity holdings are not hedged. The currency exposure of the fund at the end of the period was 19 per cent and related to equity exposure in holdings denominated in Danish and Norwegian kronor and Finnish holdings denominated in Euros. The risk associated with the 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 issued or guaranteed by a state, municipality or equivalent in an EEA country.

Together with the outcome of regular stress tests, relevant risk levels are continuously monitored and followed-up. 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. The fund has been managed in accordance with the fund's risk profile during the period.

Derivatives and efficient portfolio management techniques

In accordance with the fund's statutes, the fund has the right to trade in options, futures and similar financial instruments, as well as the right to lend securities. Under current regulations the fund may also use efficient portfolio management techniques in the management of the fund. The fund has holdings in fixed-income securities which embed derivatives in the form of the option for the issuer to call the security as well as hybrid instruments. Currency derivatives, where Handelsbanken is the counterparty, have been used to manage the fund's currency risk in interest-bearing holdings corresponding to a maximum of 2.8 per cent of the fund's value. The fund may pledge or receive collateral in the form of cash and cash equivalents that correspond to the market value of the currency derivatives in order to manage the counterparty risk with regard to the currency derivatives. The fund has not lent securities during the year. The fund's leverage is a result of currency derivatives used to manage the currency risk associated with the interest-bearing holdings and holdings in fixed-income securities which embed derivatives and subscription rights.

Fund facts Lannebo Mixfond, reg no 504400-7911

Launch date 04/08/00.

The fund's performance	31/12/20	31/12/19	31/12/18	31/12/17	31/12/16	31/12/15	31/12/14	31/12/13	31/12/12	31/12/11
Net asset SEK thousands	10 610 520	11 013 763	8 857 858	9 647 719	8 085 548	7 058 303	5 497 466	4 555 250	3 010 531	2 061 723
NAV, SEK	27.92	26.44	21.66	22.97	21.59	20.70	18.04	16.15	14.23	13.16
Number of outstanding units, thousands	380 033	416 591	409 035	419 927	374 576	340 996	304 807	282 092	211 636	156 612
Dividend SEK per unit	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.25	0.07
Annual return, %	5.6	22.1	-5.7	6.4	4.3	14.7	11.7	13.5	10.0	-6.7
SIX Portfolio Return Index ¹ , %	14.8	35.0	-4.4	9.5	9.6	10.5	15.9	28.0	16.7	-13.6
Solactive SEK IG Credit Index ¹ , %	1.9 ²	1.4	0.0	1.3	3.0	-0.3	0.5	0.9	1.2	1.6
Benchmark ¹ , %	9.2	17.2	-2.0	5.4	6.8	5.4	8.1	13.8	9.1	-5.4

Risk and growth

Standard deviation, %	13.6	9.0	6.2	6.8	9.6					
Standard deviation benchmark ¹ , %	10.1	7.0	5.7	5.2	7.6					
Tracking error, % *	4.5	3.7	2.5	3.2	3.7	2.7	2.2	1.8	2.1	2.4
Sharpe ratio	1.0	0.9	0.2	0.9	1.0					

* **Tracking error:** The activity measure for the years 2016–2019 is calculated in relation to a composite index consisting of 50 per cent SIX Portfolio Return Index and 50 per cent NASDAQ OMX Credit SEK Total Return Index. The activity measure for the years 2011–2015 are calculated in relation to a composite index consisting of 50 per cent SIX Portfolio Return Index and 50 OMRX Treasury Bill Index. The activity measure achieved is based on the fund being actively managed and has deviated from the benchmark. The activity measure depends on how the fund varies with the market and the fund's underlying investments. Fluctuations in the activity measure depend on how the fund's investments deviate from its benchmark in relation to, for example the holdings of an individual equity and fixed income holdings, or general changes in the market. The return on shares normally varies more than, for example, interest-bearing securities. Given the fund is a balanced fund, with holdings in both equities and fixed income securities, the fund's activity measures are generally lower than for an actively managed equity fund, but generally higher than for an actively managed fixed income fund.

Tracking error indicates how much the fund's return varies in relation to its benchmark. It is calculated by measuring the difference between the fund's and the benchmark's return based on monthly data over the last two years. The measure is calculated as the standard deviation for the difference in return. In theory, one can therefore expect that the fund's return two out of three years will deviate from the index, plus or minus, in percentage by as much as the activity measure indicates. If a fund has an active risk of, for example, 4, one can theoretically expect the fund to return plus or minus 4 per cent compared to its benchmark two out of three years.

Average annual return

24 months, %	13.5	7.3	0.2	5.4	9.4
5 years, %	6.2	7.9	6.0	10.1	10.8

Costs³

Management fee, %	1.6	1.6	1.6	1.6	1.6
Compensation to the custodian, %	0.01	0.00			
Transaction costs ⁴ , SEK thousands	6 311	7 034	8 171	8 156	5 842
Transaction costs, %	0.0	0.0	0.0	0.1	0.0
Research costs ⁴ , SEK thousands	3 324	3 209	3 021	3 724	4 092
Research costs, %	0.0	0.0	0.0	0.0	0.0
Ongoing charges, %	1.65	1.63	1.63	1.64	1.66
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0
Total costs					
– for a single purchase SEK 10 000	157	183	161	157	158
– for monthly payments SEK 100	11	11	10	11	11

Turnover

Turnover ratio	0.8	0.9	1.0	0.8	0.8
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Derivatives

Maximum leverage, %	11.4
Minimum leverage, %	5.8
Average leverage, %	7.4
Risk assessment method	Commitment approach

Purchases and sales of financial instruments involving related parties

Trading with companies within the same group, %	0.0
Trading involving funds managed by Lannebo Fonder, %	0.2

1) The choice of benchmark (50 per cent SIX Portfolio Return Index, 50 percent Solactive SEK IG Credit Index) 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. The fund's benchmark index was before 01/06/20 a weighted index consisting of 50 per cent SIX Portfolio Return Index and 50 per cent NASDAQ OMX Credit SEK Total Return Index. The fund's benchmark index was before 04/01/16 a weighted index consisting of 50 per cent SIX Portfolio Return Index and 50 per cent OMRX T-bill index.

2) Refers to the period 01/06/20 – 31/12/20. The performance before 01/06/20 refers to NASDAQ OMX Credit SEK Total Return Index.

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.

Sustainability information

Sustainability information

- Sustainability aspects are taken into account in the management of the fund.
- Sustainability aspects are not taken into account in the management of the fund.

Sustainability aspects taken into account in the management of the fund

- Environmental aspects (e.g. the companies' environmental and climate impact).
- Social aspects (e.g. human rights, employee rights and equal opportunity).
- Corporate governance aspects (e.g. shareholders' rights, issues relating to remuneration for senior executives, and anti-corruption work).
- Other sustainability aspects.

Methods used for the sustainability work

- Positive screening**
- Sustainability aspects are critical in the manager's choice of companies.

The fund has specific and explicit criteria for positive selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability work is critical to the selection of the companies in the fund.

This option also refers to funds that select companies on the basis of a specified sustainability-related theme, such as climate, water, ecotechnology, or social sustainability, and to funds that only invest in projects or operations with quantifiable social or environmental benefits.

- The manager of the fund take sustainability issues into account.

Sustainability issues are taken into account in the context of corporate economic analyses and investment decisions and play a part, but not necessarily a crucial one, in determining which companies are selected for inclusion in the fund.

This option refers to funds which explicitly and systematically integrate sustainability aspects into their economic analyses and investment decisions. Sustainability aspects are explicitly part of the investment process, are continuously analysed, and affect the fund's investments.

Fund management company's comments:

A thorough company analysis is at the core of Lannebo's fund management. This provides us the opportunity to thoroughly understand and assess a company's operations and their future prospects. We analyze, among others, the company's business model, market position, strategy, risk factors, management and ownership structure. We insist on clear governance structures and deem it imperative that companies have control over their operations along the entire supply chain; for example, by carrying out risk analyzes, stakeholder dialogues and supplier assessments. Companies should also work to reduce their climate impact, be a good employer and corporate citizen and not take any risky shortcuts.

Fund management company's follow-up of the year:

A thorough company analysis includes a comprehensive ESG analysis. Prior to an new investment, the manager must submit an application for approval to the fund company's risk management function that performs a sustainability check.

During the year, the managers completed sustainability

analyzes of all new investments, and also revised the analyzes of existing holdings. Sustainability analysis is one of many tools we use for achieving an in-depth company analyzes and making the best possible investment decisions. The sustainability analysis reduces the risk in our investments while identifying companies with long-term sustainable business models that are positioned for the future.

An example of such a holding is the Swedish consulting company AFRY. The company's sustainability work is integrated into the company's business strategy - Making Future - where all projects will integrate critical sustainability aspects such as value creation, ethical engagement and commitment. A cornerstone of this work is to be an attractive employer in addition to creating value for AFRY, its customers and society at large.

Negative screening

The fund does not invest in companies that are involved in the following products and services. A maximum of 5 per cent of the turnover in the company in which the investment is made may entail operations attributable to the specified product or service.

Products and services

- Cluster bombs, landmines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or arms
- Alcohol
- Tobacco
- Commercial gaming
- Pornography
- Fossil fuels (oil, gas and coal)
- Coal
- Uranium
- Cannabis

Fund management company's comments:

We look for responsible companies with long-term sustainable business models, and as such many products, and even entire industries, are screened out by the managers following the thorough company analysis, which are not explicitly excluded through any policy.

Fund management company's follow-up of the year:

The fund has not been invested in the above excluded products since the introduction of the exclusion criteria.

International norms

International norms refer to international conventions, laws and agreements such as the UN Global Compact and OECD guidelines for multinational companies that relate to issues concerning the environment, human rights, labour practices, and business ethics.

- The fund does not invest in companies that violate international norms. The assessment is carried out either by the fund management company or a third party.
- The fund does not invest companies which do not address identified problems or where the fund makes the assessment that the company will not address the problems within a time frame deemed reasonable in that specific case.

The fund management company influences

The fund management company exercises its investor

influence to influence companies on sustainability issues.

- Direct company influence and in collaboration with other investors

Fund management company's comments:

We have an opportunity to influence companies as a major owner and investor, which we do through continuous dialogue. One type of dialogue is in conjunction with an incident - something that can happen even to the best companies. This is identified through the manager's daily monitoring of the fund holdings. We would typically make direct contact with the company to find out what happened and why. The second type of dialogue is proactive in nature where we schedule a sustainability meeting with company management to discuss their sustainability work. These meetings are intended to inform companies of what their owners and investors expect from them and to provide the manager additional information for their investment analysis. Companies selected for proactive sustainability meetings are based on our share of ownership and risk assessment.

In cases where we are not satisfied with the development or management of a company - and if we do not see the opportunity to influence - divestment of the shares is an alternative.

Fund management company's follow-up of the year:

During the year, Lannebo engaged on sustainability related matters with 28 holdings, including Kinnevik, Fjordkraft and Sbanken.

- Voting at General Meetings

Fund management company's comments:

A key principle for Lannebo is voting at the Annual General Meetings of companies in which the fund company has a larger shareholding or the fund company is one of the largest shareholders.

Fund management company's follow-up of the year:

During the year, the fund company, on behalf of the fund, participated and voted at the General Meeting of nine companies of a total average of 32 holdings.

- Participation in nomination procedures in order to influence the composition of the Board

Fund management company's comments:

Lannebo participates in the Nomination Committee work for holdings where the fund company is one of the largest owners and the fund company is requested to participate. Participation in Nomination Committees varies from year to year depending on the fund's holdings at the time of the appointment of the committee.

Fund management company's follow-up of the year:

Lannebo participates, on behalf of a fund, in the Nomination Committee work at the fund company level; we are one of the Swedish managers who participate in the most Nomination Committees. It is the Nomination Committee that submits proposals to the Annual General Meeting, including the selection of Board members, Chairman of the Board and remuneration to the Board. We have endeavored over many years to reach gender equality on the boards of publicly listed companies and, when comparing the companies whose Nomination Committees we participated in 2013 to those we participated in 2020, the proportion of women has increased from 24 to 39 per cent - valuable work that we are proud to have contributed to.

During the year, the fund company, on behalf of the fund, participated in the Nomination Committees of Adtech, Bravida Holding, Castellum and Thule Group.

Balance sheet, SEK thousands

	31/12/20	31/12/19
Assets		
Transferable securities	10 204 372	10 490 331
OTC-derivatives with a positive market value	378	671
Total financial instruments with a positive market value (note 1)	10 204 750	10 491 002
Investment in account with credit institution	251 340	372 329
Total investment with a positive market value	10 456 090	10 863 331
Cash and cash equivalents	159 158	165 206
Prepaid expenses and accrued income	10 717	10 444
Other assets	0	960
Total assets	10 625 965	11 039 941
Liabilities		
OTC-derivatives with a negative market value	0	-1 494
Total financial instruments with a negative market value	0	-1 494
Accrued expenses and deferred income	-14 445	-14 956
Other liabilities	-1 000	-9 728
Total liabilities	-15 445	-26 178
Total net asset (note 2)	10 610 520	11 013 763
Memorandum		
Collateral received for OTC-derivatives	1 000	-
% of total net asset	0.0	-
Collateral pledges for OTC-derivatives	-	960
% of total net asset	-	0.0

Income statement, SEK thousands

	2020	2019
Income and change in value		
Change in value of transferable securities (note 3)	486 403	1 916 807
Change in value of OTC-derivative instruments (note 4)	7 526	-14 008
Interest income (note 5)	54 070	56 201
Dividends	112 870	178 735
Foreign exchange, gains and losses, net	1 930	-71
Total income and change in value	662 799	2 137 664
Costs		
Management fee		
Fee charged by the fund manager	-161 768	-163 759
Fee charged by the custodian	-1 167	-210
Other costs	-9 654	-10 263
Total costs	-172 589	-174 232
Net result	490 210	1 963 432

Note 1 See holdings in financial instruments below

Note 2 Change in net asset

Net asset in the beginning of the year	11 013 763	8 857 858
Unit issue	822 783	1 348 516
Unit redemption	-1 716 236	-1 156 043
Net result according to income statement	490 210	1 963 432
Net asset at the end of the year	10 610 520	11 013 763

Note 3 Change in value of transferable securities

Capital gains	906 159	597 062
Capital losses	-607 661	-272 717
Unrealized gains/losses	187 905	1 592 462
Total	486 403	1 916 807

Note 4 Change in value of OTC-derivative instruments

Capital gains	19 446	8 404
Capital losses	-13 120	-15 746
Unrealized gains/losses	1 200	-6 666
Total	7 526	-14 008

Note 5 Interest income

Coupon rates	50 675	55 391
Change in value of discount instruments	3 607	1 470
Other positive interest income	202	407
Negative interest income*	-414	-1 067
Total	54 070	56 201

* The banks charge a deposit fee on deposit accounts as a result of negative interest rates. Deposit fee is reported as negative interest income. Interest income is therefore reported negative.

Investment in financial instruments as at 31/12/20

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET OR EQUIVALENT MARKET OUTSIDE OF THE EEA				
CONSUMER STAPLES				
Essity B	SE/SEK	1 200 000	317 400	3.0
			317 400	3.0
ENERGY				
Fjordkraft Holding	NO/NOK	2 133 826	171 100	1.6
Scatec	NO/NOK	483 937	158 277	1.5
			329 377	3.1
REAL ESTATE				
Kojamo	FI/EUR	254 156	46 308	0.4
			46 308	0.4
FINANCE				
Investor B	SE/SEK	420 000	251 664	2.4
Kinnevik B	SE/SEK	750 000	311 625	2.9
Sampo A	FI/EUR	800 867	278 698	2.6
Sbanken	NO/NOK	3 460 500	228 414	2.2
Tryg A/S	DK/DKK	550 000	142 677	1.3
			1 213 078	11.4
HEALTH CARE				
AstraZeneca	GB/SEK	440 000	364 496	3.4
GN Store Nord	DK/DKK	342 128	225 091	2.1
Novo Nordisk B	DK/DKK	600 000	345 689	3.3
			935 276	8.8
INDUSTRIALS				
AFRY B	SE/SEK	1 310 020	329 077	3.1
ASSA ABLOY B	SE/SEK	900 000	182 250	1.7
Addtech B	SE/SEK	1 490 033	162 414	1.5
Alfa Laval	SE/SEK	1 210 000	273 823	2.6
Atlas Copco B	SE/SEK	473 747	174 481	1.6
Bravida	SE/SEK	3 320 000	363 540	3.4
Fasadgruppen	SE/SEK	102 375	8 999	0.1
NIBE Industrier B	SE/SEK	536 280	144 635	1.4
SKF B	SE/SEK	1 400 000	298 760	2.8
Trelleborg B	SE/SEK	1 511 000	275 758	2.6
Veidekke	NO/NOK	1 625 493	172 540	1.6
Vestas Wind Systems	DK/DKK	150 000	291 585	2.7
			2 677 861	25.2
MATERIALS				
SCA B	SE/SEK	1 545 000	221 399	2.1
SSAB A	SE/SEK	7 598 000	222 621	2.1
SSAB B	SE/SEK	2 540 066	66 499	0.6
Stora Enso R SEK	FI/SEK	1 630 000	256 399	2.4
			766 918	7.2
CONSUMER DISCRETIONARY				
Autoliv SDB	US/SEK	410 000	313 650	3.0
Electrolux B	SE/SEK	1 050 000	200 918	1.9
JM	SE/SEK	1 239 638	360 239	3.4
Thule	SE/SEK	1 008 817	310 312	2.9
			1 185 118	11.2
FLOATING RATE NOTES (FRN)				
Balder FRN240306	SE/SEK	204 000 000	207 317	2.0
Bilia FRN231011	SE/SEK	92 000 000	91 556	0.9
Castellum FRN220901	SE/SEK	100 000 000	101 708	1.0
Castellum FRN221222	SE/SEK	82 000 000	83 070	0.8
Castellum FRN240328	SE/SEK	40 000 000	40 785	0.4
Coor FRN240320	SE/SEK	36 000 000	36 213	0.3
Heimstaden FRN230531	SE/SEK	66 250 000	66 484	0.6
Hexagon FRN220310	SE/SEK	116 000 000	116 858	1.1
Husvarna FRN240301	SE/SEK	80 000 000	81 809	0.8
ICA Gruppen FRN230228	SE/SEK	106 000 000	106 024	1.0
Jyske Bank Call FRN210916	DK/SEK	70 000 000	72 176	0.7
Kinnevik FRN250219	SE/SEK	28 000 000	27 967	0.3
Konecranes 1.75% Obl220609	FI/EUR	3 100 000	31 607	0.3
Landshypotek Bank Call FRN210525	SE/SEK	100 000 000	100 792	0.9
Länsförsäkringar Bank Call FRN210426	SE/SEK	30 000 000	30 161	0.3
Länsförsäkringar Bank Call FRN240410	SE/SEK	10 000 000	10 497	0.1
Länsförsäkringar Bank FRN220111	SE/SEK	70 000 000	70 420	0.7

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
Ocean Yield FRN230525	NO/NOK	57 000 000	52 740	0.5
Resurs Bank FRN210316	SE/SEK	18 000 000	18 030	0.2
SBAB Bank FRN230424	SE/SEK	150 000 000	151 673	1.4
Scania CV FRN220221	SE/SEK	100 000 000	99 947	0.9
Scania CV FRN220328	SE/SEK	150 000 000	150 343	1.4
SFF Green FRN220220	SE/SEK	63 000 000	63 387	0.6
Telia Company Call FRN221004	SE/SEK	143 000 000	146 605	1.4
Vattenfall Call FRN220319	SE/SEK	86 550 000	87 456	0.8
Volvo Treasury FRN210212	SE/SEK	91 000 000	91 038	0.9
Volvo Treasury FRN230406	SE/SEK	100 000 000	100 624	0.9
Wihlborgs FRN210308	SE/SEK	146 000 000	146 073	1.4
			2 383 361	22.5
TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET OR EQUIVALENT MARKET OUTSIDE OF THE EEA			9 854 697	92.9
OTHER FINANCIAL INSTRUMENTS*				
MONEY MARKET INSTRUMENTS – COMMERCIAL PAPERS				
Intrum FC210127	SE/SEK	150 000 000	149 876	1.4
Hexagon FC210322	SE/SEK	200 000 000	199 799	1.9
			349 676	3.3
CURRENCY FUTURES/OTC-DERIVATIVES				
EUR/SEK H210322	SE/EUR	-3 320 718	153	0.0
NOK/SEK H210322	SE/NOK	-58 681 308	225	0.0
			378	0.0
TOTAL OTHER FINANCIAL INSTRUMENTS			350 053	3.3
TOTAL FINANCIAL INSTRUMENTS			10 204 750	96.2
Other assets and liabilities, net			405 771	3.8
TOTAL NET ASSET			10 610 520	100.0

* 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.

TOTAL EXPOSURE TO COMPANIES OR GROUP OF COMPANIES

Kinnevik	3.2
Hexagon	3.0

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.



Charlotta Faxén manages Lannebo Mixfond together with Peter Lagerlöf.

Lannebo Mixfond Offensiv is an actively managed balanced fund that invests in equities and fixed-income securities. 50–100 per cent of the fund’s assets are invested in equities. Investment in fixed-income securities may not exceed 50 per cent of the fund’s assets. At least 50 per cent of the fund’s assets will over time be invested in Sweden. The rest of the fund’s asset may be invested globally.

The fund's performance

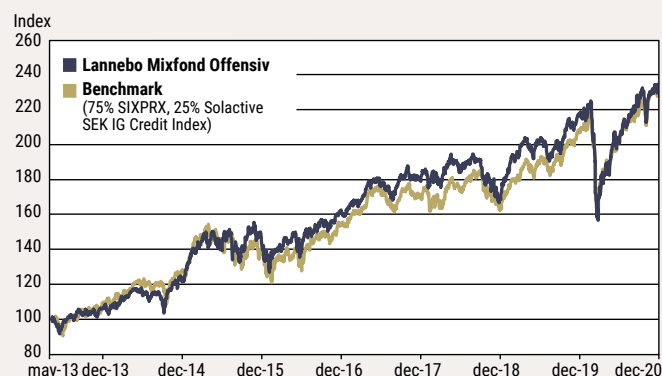
Assets under management were SEK 1.6 billion at the beginning of 2020 and remained at SEK 1.6 billion on December 31, 2020. The net of inflows and outflows was minus SEK 135 million. The fund increased during the period by 8.8 per cent, while the benchmark index rose by 12.3 per cent. The Stockholm Stock Exchange, measured as SIXPRX, rose by 14.8 per cent.

Benchmark was before 01/06/20 a weighted index consisting of 75 % SIXPRX and 25 % NOMX Credit SEK TR Index. Benchmark was before 01/06/18 SIXRX.

+8.8%
year-to-date

+57.4%
during the recommended five-year investment horizon

Performance 16/05/13 – 31/12/20



Management report

The allocation to equities amounted to 85 per cent at the beginning of 2020. The stock market started the year on a strong note increasing almost 10 per cent by mid-February. At that time, the equity allocation was reduced to 72 per cent. There were two reasons for the decrease in the equity allocation: first, share valuations were high, and, secondly, uncertainties surrounding the effects of the coronavirus on the global economy. At this point, the Wuhan Province in China had started to close. During March, the equity allocation was reduced an additional 5 percentage points. We increased our equity shareholdings during the Autumn given the news that a vaccine was on its way and countries eased restrictions following the extensive closures during the second quarter. At year end the equity allocation amounted to 87 per cent.

Kinnevik, JM and GN Store Nord were holdings that contributed most positively to performance.

In recent years, investment company Kinnevik shifted its investment focus to companies in digitization and technical innovation for everyday services. Already strong sales and profit trends gained additional momentum during the corona pandemic due to the emphasis on companies within e-commerce and digital healthcare services. This applies not least to the largest holding, Zalando, which is Europe’s leading fashion e-retailer. Kinnevik’s share price increased by 85 per cent.

We invested in JM during March when concerns over the effects of the pandemic on housing prices was the greatest; but instead, JM’s share price recovered given housing prices increased. The share price has risen by 65 per cent since the investment was made.

Danish GN Store Nord has two business areas: one focused on the manufacturing and sale of hearing aids, and the other that develops products for digital communications such as speakers, headsets and headphones. ReSound and Jabra are among the company’s more well-known brands. As travel decreased and more people worked-from-home, demand for digital communications products exploded, which favoured GN Store Nord. The share price increased 60 per cent during 2020.

Pandox, Bonava and AstraZeneca contributed most negatively to performance.

Pandox owns and leases hotel properties, in addition to operating some hotel properties themselves. Reduced travel both within, and between, countries led to a sharp drop in hotel occupancy rates. This had a negative effect on Pandox as the company’s income is partly based on tenant - the hotels – revenue; the share price decreased by 31 per cent as a result.

The share price of housing developer Bonava fell 21 per cent during the year over concerns that demand for newly produced homes would decrease; operational development was also weak.

AstraZeneca’s share price fell by 1 per cent during 2020. During the year, the company introduced new drugs and reported a successful study for the treatment of unicellular lung cancer, while the earnings trend was good. Therefore, it seems irregular that the share price development was weak, particularly during the second half of the year. The justification is that investors sought other shares that fell sharply during the beginning of the pandemic.

FUND MANAGERS

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“Digitalisation’s big breakthrough”

Major changes during the year

- ⊕ **Essity** was the largest net investment. Health and personal hygiene have been in focus during the pandemic and we believe this trend will continue in the future. Long-term, this benefits Essity given they produce, for example, paper towels and rubbing alcohol.
- ⊕ The Finnish investment company **Sampo**, which is increasingly investing in insurance companies, is valued significantly lower than others in the sector. This is likely due to their significant ownership in the bank Nordea. During the Autumn, a sale of shares in Nordea was carried out and longer-term the plan is likely to divest the entire holding. This would allow for further investments in insurance companies and lead to a likely revaluation of the share.
- ⊕ **Autoliv** is a subcontractor of automotive safety products. The market for passenger cars began to weaken a couple of years prior to the outbreak of the pandemic. During the Summer of 2020, the production of passenger cars increased as demand increased, which benefits Autoliv that is a market leader in its niche.
- ⊖ The largest net sales were made in **Sandvik, Volvo** and **Pandox**. The holdings in Sandvik and Volvo were divested during the Autumn when share prices recovered sharply after the stock market crash during the Spring. The holding in hotel property operator Pandox was also divested. Our assessment is that, in the aftermath of the pandemic, it will probably take time before the global hotel sector returns to previous levels; above all, we expect a significant decrease in business travel.

Top holdings

AstraZeneca focuses on drugs for cardiovascular diseases, cancer and respiratory tract conditions. AstraZeneca is research-intensive and invests annually around SEK 40 billion in R&D, which is conducted mainly in Sweden, the UK and the US. In 2020, AstraZeneca attracted attention as one of the companies at the forefront in the development of a vaccine against the coronavirus.

Bravida is a leading service and installation company in the Nordic region, where many of the projects aim to make buildings more energy efficient. The company has over 55,000 customers and 11,700 employees. Despite being the market leader, Bravida's market share is only seven per cent due to the highly fragmented market. This provides for both organic growth opportunities as well as through acquisitions for many years to come.

JM is a leading housing developer in the Nordic regions. The company focuses on new housing production with an emphasis on expansive metropolitan areas and university locations in Sweden, Norway and Finland. The company has 2,600 employees and a turnover of around SEK 16 billion. JM has a strong sustainability focus and since 2018 all new projects are eco-labelled with the Nordic Swan Ecolabel.

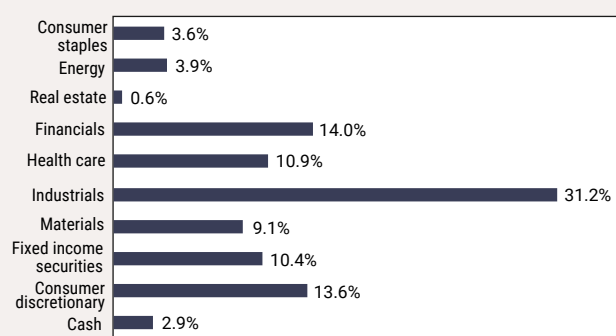
TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
AstraZeneca	68 757	4.3
Bravida	67 890	4.3
JM	63 932	4.0
Novo Nordisk B	63 376	4.0
AFRY B	62 800	4.0

OTHER INFORMATION

During the period, Lannebo updated its policy for sustainable investments and introduced expanded exclusion criteria. The industries affected by the extended exclusion criteria are tobacco, cannabis, alcohol, gambling, pornography, weapons and fossil fuels. More information is available on the Lannebo Fonder home page.

As of June 1, 2020, the fund has a new composite benchmark index consisting of 75 per cent SIXPRX and 25 per cent Solactive SEK IG Credit Index. At the end of May Nasdaq closed its credit index family.

Sector allocation 31/12/20



MATERIAL RISKS

The fund has the option of varying the proportion of investments in equities and in fixed income assets. The fund's market risk is primarily related to the price fluctuations associated with shares while investments in fixed income assets affect the fund's credit risk. Therefore, the allocation between equities and fixed income assets has a large impact on the fund's risk exposure.

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. The fund's concentration level has a very good margin to the permitted level according to the fund statutes. The portfolio has a good diversification effect. At the end of the period, market risk, measured as the standard deviation for the fund's return, was below the stock market as a whole, as measured by SIXPRX.

The fund's fixed income assets are exposed to the risk 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. In the worst case, a holding could be deemed worthless should an issuer become insolvent. 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 that lack a credit rating. The fund mitigates the credit risk by having a good diversification between issuers and issues.

Liquidity risk may be higher than in funds that only invest in financial instruments issued by companies with assessed high creditworthiness. Liquidity may vary due to changes in demand and supply, with the risk that the holdings in corporate bonds may be harder to value or sell as a result of weak demand. Should market liquidity be limited, larger withdrawals from the fund can mean that holdings need to be sold at unfavourable prices, and, in exceptional cases, can mean that withdrawals cannot be made immediately upon request. This puts a somewhat greater demand on managing the fund's liquidity risk.

The fund's interest rate risk may be

higher as the fund can invest in securities with longer maturities, which could mean greater volatility than 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 Offensiv can invest in foreign financial instruments. Currency derivatives are used to manage the fund's currency risk in interest-bearing holdings; foreign equity holdings are not hedged. The currency exposure of the fund at the end of the period was 24 per cent and related to equity exposure in holdings denominated in Danish and Norwegian kroner and Finnish holdings denominated in Euros. The risk associated with the 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 issued or guaranteed by a state, municipality or equivalent in an EEA country.

Together with the outcome of regular stress tests, relevant risk levels are continuously monitored and followed-up. 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. The fund has been managed in accordance with the fund's risk profile during the period.

Derivatives and efficient portfolio management techniques

In accordance with the fund's statutes, the fund has the right to trade in options, futures and similar financial instruments, as well as the right to lend securities. Under current regulations the fund may also use efficient portfolio management techniques in the management of the fund. Efficient portfolio management techniques were not used during the year. The fund has holdings in fixed-income securities which embed derivatives in the form of the option for the issuer to exercise early redemption as well as hybrid instruments. The fund's leverage is a result of holdings in fixed-income securities which embed derivatives.

SPECIFIC INFORMATION REGARDING THE FUND'S INVESTMENT STRATEGY

There is a requirement for a UCITS fund to provide specific information regarding the fund's investment strategy and its implementation. The information requirements are based on the EU's Shareholder Rights Directive and aim to provide investors with information that enable them to assess if, and how, a fund manager acts in a way that best serves the investor's long-term interests and if the manager applies a strategy that creates an effective shareholder engagement.

Lannebo Mixfond Offensiv is an actively managed mixed fund with an emphasis on Sweden, but with global investment opportunities. The proportion of equities is between 50 and 100 per cent of the fund's value. The fund only invests in companies where the managers may have a qualified opinion about the company's prospects and valuation. Focus is on analysis, selection and monitoring of each individual investment and its long-term prospects for value creation. The fund's objective is that through investments allocated between equities and interest-bearing assets, and a level of risk that over time does not exceed the risk level for the stock market as a whole, but that exceeds the level of risk in the fixed income market as a whole, achieve as high a risk-adjusted return as possible in the long-term.

The fund's turnover costs for 2020 amounted to SEK 1 287 000, corresponding to 0.0 per cent of the average fund assets.

During 2020, the fund company did not engage any proxy voting advisors for assistance with the companies, whose shares are included in the fund.

According to the fund company's guidelines for securities lending, any shares lent out by the fund company shall be recalled well in advance before a general meeting where the fund company will participate. These guidelines were complied with by the fund company during 2020.

During 2020, there were no conflicts of interest between the companies, whose shares the fund's assets were invested in, and the fund company.

THE FUND'S ACTIVITY MEASURE

The fund is an actively managed balanced fund, which invests in equities and interest-bearing securities. The fund only invests in companies that meet the fund's criteria of, for example, investment focus and sustainability criteria. Focus is on each individual investment and its opportunities in the future. The fund invests in companies where the fund managers can have a qualified opinion about the company's future and where the valuation is sufficiently attractive. The fund's overall financial objective is, with due care, to achieve the highest possible value growth and that a good diversification of risk is obtained.

The management of the fund can be compared with the fund's benchmark, a composite index consisting of 75 per cent SIX Portfolio Return Index and 25 per cent Solactive SEK IG Credit Index. SIX Portfolio Return Index is an index that is constructed on the basis of reflecting the market development of companies on Nasdaq Stockholm, with the restriction that no company may exceed 10 per cent, and that companies with a weighting of 5 per cent or more, may not have a weighting of more than 40 per cent together (limits in accordance with UCITS). The index also takes into account the return that shareholders receive in the form of dividends. Solactive SEK IG Credit Index is constructed on the basis of reflecting the development of corporate and municipal bonds that are issued in SEK and have a high credit rating, so-called investment grade. The composite index has been chosen as it reflects the fund's asset allocation over time, which is advantageous when evaluating the fund's performance.

Fund facts Lannebo Mixfond Offensiv, reg no 515602-6097

Launch date 16/05/13.

The fund's performance	31/12/20	31/12/19	31/12/18	31/12/17	31/12/16	31/12/15	31/12/14	31/12/13
Net asset SEK thousands	1 585 038	1 599 260	1 327 111	1 494 824	1 426 906	1 415 647	1 285 755	1 298 753
NAV, SEK	234.87	215.99	168.81	179.52	161.57	149.96	123.77	106.48
Number of outstanding units, thousands	6 748	7 404	7 862	8 327	8 832	9 440	10 388	12 197
Dividend SEK per unit	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Annual return, %	8.8	27.9	-6.0	11.1	7.7	21.2	16.2	6.5
SIX Portfolio Return Index ¹ , %	14.8	35.0	-4.4	9.5	9.6	10.5	15.9	28.0
Solactive SEK IG Credit Index ¹ , %	1.9 ²	1.4	0.0	1.3	3.0	-0.3	0.5	0.9
Benchmark ¹ , %	12.3	25.9	-2.5	9.5	9.6	10.4	15.8	9.8

Risk and growth

Standard deviation, %	17.7	11.7	9.8	11.8	15.4			
Standard deviation benchmark, %	14.7	10.7	9.9	10.6	14.9			
Tracking error, % *	4.1	5.1	4.9	4.4	4.5	3.9	-	-
Sharpe ratio	1.0	0.9	0.4	0.9	1.0			

* **Tracking error:** Given two years of history is required to calculate an activity measure, figures for the first two years are not available. The activity measure for the years 2018–2019 are calculated in relation to a composite index consisting of 75 per cent SIX Portfolio Return Index and 25 per cent NASDAQ OMX Credit SEK Total Return Index. The activity measure for the years 2015–2017 are calculated in relation to SIX Return Index. The activity measure achieved is based on the fund being actively managed and has deviated from the benchmark index. The activity measure depends on how the fund varies with the market and the fund's underlying investments. Fluctuations in the activity measure depend on how the fund's investments deviate from its benchmark in relation to, for example the holdings of individual equity and fixed income holdings, or general changes in the market. Return on equities normally varies more than, for example, interest-bearing securities. Given the fund is a balanced fund, with holdings in both equities and fixed income securities, the fund's activity measures are generally lower than for an actively managed equity fund, but generally higher than for an actively managed fixed income fund

Tracking error indicates how much the fund's return varies in relation to its benchmark. It is calculated by measuring the difference between the fund's and the benchmark's return based on monthly data over the last two years. The measure is calculated as the standard deviation for the difference in return. In theory, one can therefore expect that the fund's return two years out of three will deviate from the index, plus or minus, in percentage by as much as the activity measure indicates. If a fund has an active risk of, for example, 4, one can theoretically expect the fund to return plus or minus 4 per cent compared to its benchmark two years out of three years.

Average annual return

24 months, %	18.0	9.7	2.2	9.4	14.3			
5 years, %	9.4	11.8	9.7	-	-			

Costs³

Management fee, %	1.6	1.6	1.6	1.6	1.6			
Compensation to the custodian, %	0.01	0.01						
Transaction costs ⁴ , SEK thousands	1 287	1 284	1 968	2 129	1 717			
Transaction costs, %	0.1	0.0	0.0	0.1	0.1			
Research costs ⁴ , SEK thousands	484	482	302	736	1 038			
Research costs, %	0.0	0.0	0.0	0.0	0.0			
Ongoing charges, %	1.65	1.65	1.63	1.65	1.68			
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0			
Total costs								
- for a single purchase SEK 10 000	157	189	165	155	157			
- for monthly payments SEK 100	11	11	10	11	11			

Turnover

Turnover ratio	0.8	0.9	1.4	1.3	1.1			
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Derivatives

Maximum leverage, %	11.8							
Minimum leverage, %	7.3							
Average leverage, %	9.0							
Risk assessment method	Commitment approach							

Purchases and sales of financial instruments involving related parties

Trading with companies within the same group, %	0.0							
Trading involving funds managed by Lannebo Fonder, %	0.0							

1) The choice of benchmark (75 per cent SIX Portfolio Return Index, 25 percent Solactive SEK IG Credit Index) 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. The fund's benchmark index was before 01/06/20 a weighted index consisting of 75 per cent SIX Portfolio Return Index and 25 per cent NASDAQ OMX Credit SEK Total Return Index. The fund's benchmark index was before 01/06/18 SIX Return Index.

2) Refers to the period 01/06/20 – 31/12/20. The performance before 01/06/20 refers to NASDAQ OMX Credit SEK Total Return Index.

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.

Sustainability information

Sustainability information

- Sustainability aspects are taken into account in the management of the fund.
- Sustainability aspects are not taken into account in the management of the fund.

Sustainability aspects taken into account in the management of the fund

- Environmental aspects (e.g. the companies' environmental and climate impact).
- Social aspects (e.g. human rights, employee rights and equal opportunity).
- Corporate governance aspects (e.g. shareholders' rights, issues relating to remuneration for senior executives, and anti-corruption work).
- Other sustainability aspects.

Methods used for the sustainability work

- Positive screening**
- Sustainability aspects are critical in the manager's choice of companies.

The fund has specific and explicit criteria for positive selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability work is critical to the selection of the companies in the fund.

This option also refers to funds that select companies on the basis of a specified sustainability-related theme, such as climate, water, ecotechnology, or social sustainability, and to funds that only invest in projects or operations with quantifiable social or environmental benefits.

- The manager of the fund take sustainability issues into account.

Sustainability issues are taken into account in the context of corporate economic analyses and investment decisions and play a part, but not necessarily a crucial one, in determining which companies are selected for inclusion in the fund.

This option refers to funds which explicitly and systematically integrate sustainability aspects into their economic analyses and investment decisions. Sustainability aspects are explicitly part of the investment process, are continuously analysed, and affect the fund's investments.

Fund management company's comments:

A thorough company analysis is at the core of Lannebo's fund management. This provides us the opportunity to thoroughly understand and assess a company's operations and their future prospects. We analyze, among others, the company's business model, market position, strategy, risk factors, management and ownership structure. We insist on clear governance structures and deem it imperative that companies have control over their operations along the entire supply chain; for example, by carrying out risk analyses, stakeholder dialogues and supplier assessments. Companies should also work to reduce their climate impact, be a good employer and corporate citizen and not take any risky shortcuts.

Fund management company's follow-up of the year:

A thorough company analysis includes a comprehensive ESG analysis. Prior to an new investment, the manager must submit an application for approval to the fund company's risk management function that performs a sustainability check.

During the year, the managers completed sustainability

analyses of all new investments, and also revised the analyzes of existing holdings. Sustainability analysis is one of many tools we use for achieving an in-depth company analyzes and making the best possible investment decisions. The sustainability analysis reduces the risk in our investments while identifying companies with long-term sustainable business models that are positioned for the future.

An example of such a holding is the Swedish consulting company AFRY. The company's sustainability work is integrated into the company's business strategy - Making Future - where all projects will integrate critical sustainability aspects such as value creation, ethical engagement and commitment. A cornerstone of this work is to be an attractive employer in addition to creating value for AFRY, its customers and society at large.

Negative screening

The fund does not invest in companies that are involved in the following products and services. A maximum of 5 per cent of the turnover in the company in which the investment is made may entail operations attributable to the specified product or service.

Products and services

- Cluster bombs, landmines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or arms
- Alcohol
- Tobacco
- Commercial gaming
- Pornography
- Fossil fuels (oil, gas and coal)
- Coal
- Uranium
- Cannabis

Fund management company's comments:

We look for responsible companies with long-term sustainable business models, and as such many products, and even entire industries, are screened out by the managers following the thorough company analysis, which are not explicitly excluded through any policy.

Fund management company's follow-up of the year:

The fund has not been invested in the above excluded products since the introduction of the exclusion criteria.

International norms

International norms refer to international conventions, laws and agreements such as the UN Global Compact and OECD guidelines for multinational companies that relate to issues concerning the environment, human rights, labour practices, and business ethics.

- The fund does not invest in companies that violate international norms. The assessment is carried out either by the fund management company or a third party.
- The fund does not invest companies which do not address identified problems or where the fund makes the assessment that the company will not address the problems within a time frame deemed reasonable in that specific case.

The fund management company influences

The fund management company exercises its investor

influence to influence companies on sustainability issues.

- Direct company influence and in collaboration with other investors

Fund management company's comments:

We have an opportunity to influence companies as a major owner and investor, which we do through continuous dialogue. One type of dialogue is in conjunction with an incident - something that can happen even to the best companies. This is identified through the manager's daily monitoring of the fund holdings. We would typically make direct contact with the company to find out what happened and why. The second type of dialogue is proactive in nature where we schedule a sustainability meeting with company management to discuss their sustainability work. These meetings are intended to inform companies of what their owners and investors expect from them and to provide the manager additional information for their investment analysis. Companies selected for proactive sustainability meetings are based on our share of ownership and risk assessment.

In cases where we are not satisfied with the development or management of a company - and if we do not see the opportunity to influence - divestment of the shares is an alternative.

Fund management company's follow-up of the year:

During the year, Lannebo engaged on sustainability related matters with 26 holdings, including Stora Enso, JM and AstraZeneca.

- Voting at General Meetings

Fund management company's comments:

A key principle for Lannebo is voting at the Annual General Meetings of companies in which the fund company has a larger shareholding or the fund company is one of the largest shareholders.

Fund management company's follow-up of the year:

During the year, the fund company, on behalf of the fund, participated and voted at the General Meeting of nine companies of a total average of 32 holdings.

- Participation in nomination procedures in order to influence the composition of the Board

Fund management company's comments:

Lannebo participates in the Nomination Committee work for holdings where the fund company is one of the largest owners and the fund company is requested to participate. Participation in Nomination Committees varies from year to year depending on the fund's holdings at the time of the appointment of the committee.

Fund management company's follow-up of the year:

Lannebo participates, on behalf of a fund, in the Nomination Committee work at the fund company level; we are one of the Swedish managers who participate in the most Nomination Committees. It is the Nomination Committee that submits proposals to the Annual General Meeting, including the selection of Board members, Chairman of the Board and remuneration to the Board. We have endeavored over many years to reach gender equality on the boards of publicly listed companies and, when comparing the companies whose Nomination Committees we participated in 2013 to those we participated in 2020, the proportion of women has increased from 24 to 39 per cent - valuable work that we are proud to have contributed to.

During the year, the fund company, on behalf of the fund, participated in the Nomination Committees of Addtech, Bravida Holding, Castellum and Thule Group.

LANNEBO MIXFOND OFFENSIV

Balance sheet, SEK thousands

	31/12/20	31/12/19
Assets		
Transferable securities	1 539 333	1 511 267
Total financial instruments with a positive market value (note 1)	1 539 333	1 511 267
Investment in account with credit institution	22 302	67 108
Total investment with a positive market value	1 561 635	1 578 375
Cash and cash equivalents	23 775	23 989
Prepaid expenses and accrued income	1 790	1 499
Total assets	1 587 200	1 603 863
Liabilities		
Accrued expenses and deferred income	-2 162	-2 171
Other liabilities	0	-2 432
Total liabilities	-2 162	-4 603
Total net asset (note 2)	1 585 038	1 599 260

Income statement, SEK thousands

	2020	2019
Income and change in value		
Change in value of transferable securities (note 3)	118 552	345 582
Interest income (note 4)	4 695	4 610
Dividends	22 518	37 696
Foreign exchange, gains and losses, net	586	32
Total income and change in value	146 352	387 920
Costs		
Management fee		
Fee charged by the fund manager	-23 569	-24 236
Fee charged by the custodian	-195	-197
Other costs	-1 771	-1 767
Total costs	-25 535	-26 200
Net result	120 817	361 720

Note 1 See holdings in financial instruments below

Note 2 Change in net asset

Net asset in the beginning of the year	1 599 260	1 327 111
Unit issue	61 541	87 424
Unit redemption	-196 580	-176 995
Net result according to income statement	120 817	361 720
Net asset at the end of the year	1 585 038	1 599 260

Note 3 Change in value of transferable securities

Capital gains	183 877	112 746
Capital losses	-106 900	-54 185
Unrealized gains/losses	41 575	287 021
Total	118 552	345 582

Note 4 Interest income

Coupon rates	4 614	4 673
Change in value of discount instruments	104	111
Other positive interest income	34	32
Negative interest income*	-57	-205
Total	4 695	4 610

* The banks charge a deposit fee on deposit accounts as a result of negative interest rates. Deposit fee is reported as negative interest income. Interest income is therefore reported negative.

Investment in financial instruments as at 31/12/20

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET				
CONSUMER STAPLES				
Essity B	SE/SEK	215 000	56 868	3.6
			56 868	3.6
ENERGY				
Fjordkraft Holding	NO/NOK	395 349	31 701	2.0
Scatec	NO/NOK	90 000	29 436	1.9
			61 136	3.9
REAL ESTATE				
Kojamo	FI/EUR	49 647	9 046	0.6
			9 046	0.6
FINANCE				
Investor B	SE/SEK	77 000	46 138	2.9
Kinnevik B	SE/SEK	130 000	54 015	3.4
Sampo A	FI/EUR	142 305	49 521	3.1
Sbanken	NO/NOK	695 665	45 918	2.9
Tryg A/S	DK/DKK	100 000	25 941	1.6
			221 534	14.0
HEALTH CARE				
AstraZeneca	GB/SEK	83 000	68 757	4.3
GN Store Nord	DK/DKK	62 000	40 791	2.6
Novo Nordisk B	DK/DKK	110 000	63 376	4.0
			172 924	10.9
INDUSTRIALS				
AFRY B	SE/SEK	250 000	62 800	4.0
ASSA ABLOY B	SE/SEK	160 000	32 400	2.0
Addtech B	SE/SEK	288 700	31 468	2.0
Alfa Laval	SE/SEK	224 000	50 691	3.2
Atlas Copco B	SE/SEK	85 000	31 306	2.0
Bravida	SE/SEK	620 000	67 890	4.3
Fasadgruppen	SE/SEK	20 250	1 780	0.1
NIBE Industrier B	SE/SEK	109 841	29 624	1.9
SKF B	SE/SEK	250 000	53 350	3.4
Trelleborg B	SE/SEK	270 000	49 275	3.1
Veidekke	NO/NOK	290 000	30 782	1.9
Vestas Wind Systems	DK/DKK	27 000	52 485	3.3
			493 852	31.2
MATERIALS				
SCA B	SE/SEK	290 000	41 557	2.6
SSAB A	SE/SEK	1 550 000	45 415	2.9
SSAB B	SE/SEK	335 934	8 795	0.6
Stora Enso R SEK	FI/SEK	310 000	48 763	3.1
			144 530	9.1
CONSUMER DISCRETIONARY				
Autoliv SDB	US/SEK	74 000	56 610	3.6
Electrolux B	SE/SEK	200 000	38 270	2.4
JM	SE/SEK	220 000	63 932	4.0
Thule	SE/SEK	183 000	56 291	3.6
			215 103	13.6
FLOATING RATE NOTES (FRN)				
Jyske Bank Call FRN210916	DK/SEK	30 000 000	30 932	2.0
ICA Gruppen FRN230228	SE/SEK	28 000 000	28 006	1.8
Ellevio FRN240228	SE/SEK	25 000 000	25 653	1.6
Volvo Treasury FRN210812	SE/SEK	25 000 000	25 068	1.6
Telia Company Call FRN221004	SE/SEK	24 000 000	24 605	1.6
			134 265	8.5
TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET			1 509 258	95.2
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC				
FLOATING RATE NOTES (FRN)				
Velliv Call FRN230608	DK/SEK	30 000 000	30 075	1.9
			30 075	1.9
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC			30 075	1.9
TOTAL FINANCIAL INSTRUMENTS			1 539 333	97.1
Other assets and liabilities, net			45 706	2.9
TOTAL NET ASSET			1 585 038	100.0

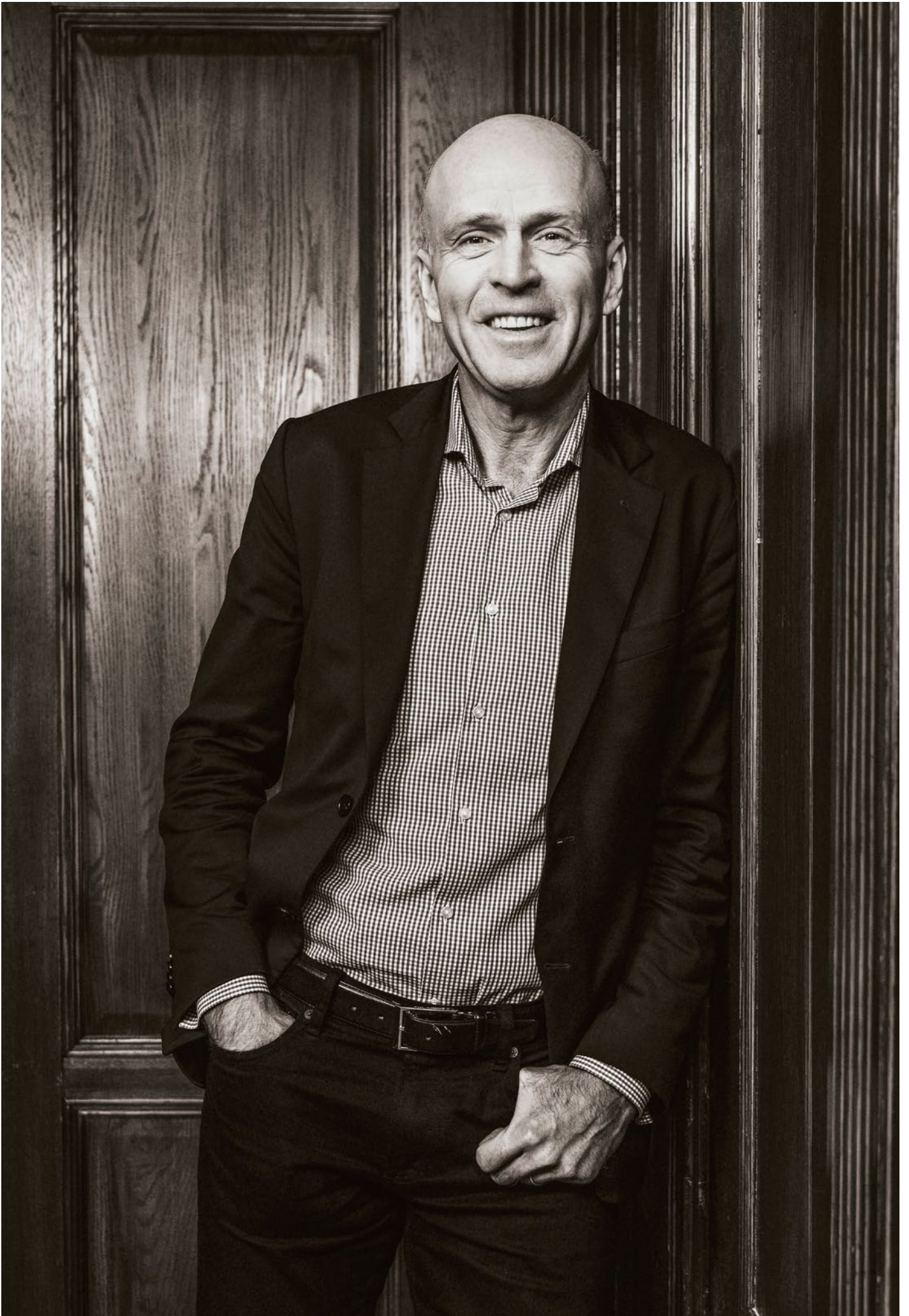
Accounting principles

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.



Peter Lagerlöf manages Lannebo Mixfond Offensiv together with Charlotta Faxén.

Lannebo NanoCap is an actively managed equity fund that invests in small companies in the Nordic region. The companies in which the fund invests may at most have a market capitalization equal to 0.05 per cent of the Swedish stock market's total market capitalization at the end of the calendar month prior to an investment. By the end of the year 2020, this meant a market capitalization of approximately SEK 4.4 bn.

The fund's performance

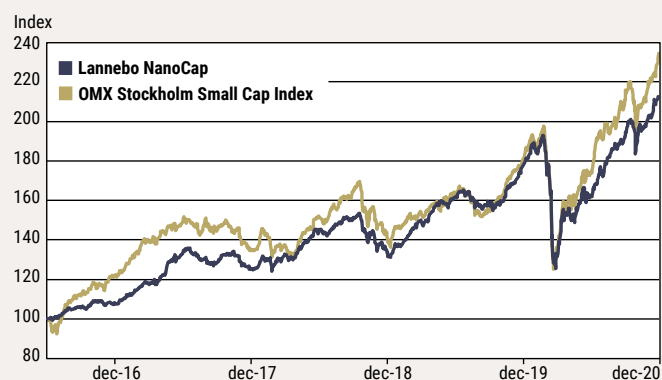
Assets under management increased from SEK 1.3 billion at the beginning of 2020 to SEK 1.7 billion on December 31, 2020. The net of inflows and outflows during the period was SEK 137 million. The fund increased by 18.6 per cent, while the benchmark index, OMX_Stockholm_Small_Cap_GI, rose by 27.9 per cent.

+18.6%
year-to-date

+112.5%
since start (31/05/16).
The recommended
investment horizon is
five years

¹For an investment made at the start of the fund.

Performance 31/05/16 – 31/12/20



Management report

Harvia, Hartmann and Swedencare were holdings that contributed most positively to performance. The Finnish sauna manufacturer Harvia had a very strong development during the first nine months of the year. Sales grew by 38 per cent, where organic growth accounted for 24 per cent. Growth was particularly good in North America and Germany. Demand from Q2 and onward was positively affected by the pandemic. The adjusted operating margin increased from 18 to 21 per cent. At the end of April, Harvia completed its acquisition of EOS in Germany, which focuses on premium products for the professional market. The share's total return in 2020 was 133 per cent.

Danish Hartmann, a world-leading manufacturer of moulded-fibre egg packaging, exceeded expectations at every reporting opportunity in 2020 and the company gradually raised its full year forecast. During the first nine months of 2020, sales increased by 11 per cent despite an 8 per cent negative currency effect, mainly due to the fall in the Argentine peso. Demand for egg packaging was higher than normal from mid-March due to the positive effects of the pandemic. The strong volume development for packaging led to high capacity utilization in all the group's facilities. A better product mix, increased technology sales and a more favourable raw material cost situation also contributed to Hartmann reaching an operating margin of 18 per cent (10). Cash flow was strong, which, together with a cautious indebtedness, allows the company to implement a previously announced ambitious investment plan for new capacity; at the same time, there is room for further acquisitions, in addition to those made during the year in India and Russia. The share price increased 59 per cent in 2020.

Animal health company Swedencare has grown rapidly through acqui-

sitions, where, in 2020 alone, four major acquisitions were completed. These have been partly financed with directed new share issues, of which we participated in two. We made our initial investment in Swedencare in June in connection with the company announcing the acquisition of the American company Stratford. The share has since then increased by 269 per cent. The acquisitions have broadened Swedencare's product portfolio and strengthened the company's position in the UK and US markets, as well as within e-commerce. Significant synergies are expected in the coming years when the acquired companies are integrated.

Stille, Absolent and Christian Berner Tech Trade contributed most negatively to performance.

Stille's sales fell by 16 per cent during the first three quarters of the year. Demand for operating tables was negatively affected by re-prioritisations in healthcare with planned operations being postponed. However, demand increased at the end of the year.

Absolent was hard hit by declining demand during the second and third quarters. Since September, order intake recovered, mainly from the automotive industry. In June, the company initiated an efficiency program to reduce costs.

Christian Berner Tech Trade had a poor start to 2020, but during the second half of the year there was limited recovery. During the first nine months, sales increased by 2 per cent, while operating profit fell by 22 per cent to a margin of 7 per cent. Two acquisitions were completed in 2020 that target customers within the food industry.

FONDFÖRVALTARE

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*"Hartmann **exceeded expectations** and raised its full year forecast"*

Major changes during the year

- ⊕ We gradually increased our holding in **Bergman & Beving**. Expectations were low during the market turmoil in the spring; but demand recovered during the year and Bergman & Beving reported organic growth over the past three quarters.
- ⊕ We took the opportunity to increase our holding in **Hartmann** in connection with the raised full-year forecast announced during the spring. Hartmann is now the fund's second largest holding.
- ⊕ **Malmbergs** is an electric materials wholesaler with its own retailers. Sweden accounts for most of the business, with installers as an important customer group. The business is stable and profitable, and the financial position is very good.
- ⊖ The largest net divestments were made in the Danish kitchen company **TCM Group** and in the Norwegian company **Data Respons**, where the entire holdings were divested; Data Respons was divested in connection with a bid for the company. The holding in **HANZA** was slightly reduced.

Top holdings

Harvia is a leading player in the sauna and spa market. Demand is largely driven by replacement sales, which means the market has been historically stable. Financial targets include sales growth of at least 5 per cent per year and an adjusted operating margin of 20 per cent. High profitability and strong cash flows continue to provide Harvia good opportunities to grow through acquisitions in a fragmented market. The company's market share is estimated at 2 per cent of the global sauna and spa market. Harvia is the market leader in Finland, with a strong position in Sweden, Germany and Russia. The company's position in the North American market was strengthened through the acquisition of Almost Heaven.

Hartmann is the world's largest manufacturer of moulded-fibre egg packaging. Sales are geographically distributed with 60 per cent in Europe and 40 per cent in North and South America, where the company is also a leader in fruit packaging. Important trends, which long-term will drive demand for Hartmann's products, are a growing population, urbanization and increased environmental awareness.

Bergman & Beving sells products with strong brands to the industrial and construction sectors. Bergman & Beving is now more focused on a number of branded companies following a streamlining of the group. The proportion of proprietary brands amounts to 66 per cent and is expected to increase, which should have a positive effect on the margin. The company's most important geographic market is Sweden, accounting for just over 40 per cent of sales. Growth through acquisitions is part of the company's strategy, where activity could increase with a more stable and profitable business as a base.

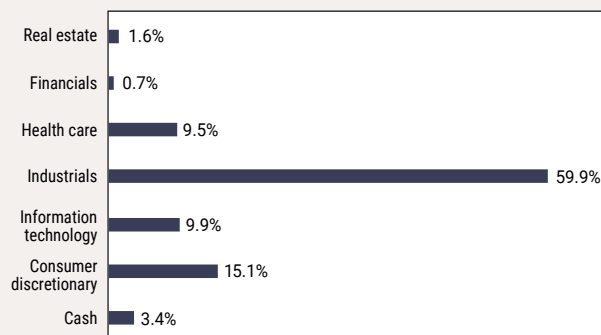
TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
Harvia	148 176	8.9
Hartmann	115 622	6.9
Bergman & Beving B	96 614	5.8
VBG Group B	92 714	5.6
Addnode B	88 942	5.3

OTHER INFORMATION

During the period, Lannebo updated its policy for sustainable investments and introduced expanded exclusion criteria. The industries affected by the extended exclusion criteria are tobacco, cannabis, alcohol, gambling, pornography, weapons and fossil fuel. More information is available on the fund company's website.

The fund is temporarily open for deposits until it reaches a total net asset of SEK 2 billion.

Sector allocation 31/12/20



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 shares in a range of 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 less 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 concentration in the fund is higher in comparison with a traditional mutual fund. However, the fund's diversification effect is very good.

The fund seeks a level of risk, measured as the standard deviation of the variation in the fund's total return, which is not significantly higher than the stock market as a whole measured by OMX Stockholm Small Cap Index. At the end of the period this measure of market risk was lower for the fund than the stock market as a whole.

The fund's currency exposure at the end of the year was 22 per cent and related to exposure in holdings denominated in Danish and Norwegian kroner and Finnish holdings denominated in Euro. Currency exposure at the turn of the year had a slight positive diversification effect on the portfolio.

Having large positions in smaller com-

panies means that the market liquidity risk may occasionally be high in the fund; market liquidity risk is the risk of lower liquidity in the holdings, which affects the ability to turn over a position. 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 to reduce this risk.

Together with the outcome of regular stress tests, relevant risk levels are continuously monitored and followed up. Relevant risk measures are used to assess the fund's risk profile. The fund's concentration level and the degree of active management are measures included in the system that is used to manage the fund's risk exposure. The management of the fund was in accordance with the fund's risk profile during the period.

Derivatives and efficient portfolio management techniques

In accordance with the fund's statutes, the fund has the right to trade in options, futures and similar financial instruments, as well as the right to lend securities. Under current regulations the fund may also use efficient portfolio management techniques in the management of the fund. These were not utilized during the year.

SPECIFIC INFORMATION REGARDING THE FUND'S INVESTMENT STRATEGY

There is a requirement for a special fund to provide specific information regarding the fund's investment strategy and its implementation. The information requirements are based on the EU's Shareholder Rights Directive and aim to provide investors with information that enable them to assess if, and how, a fund manager acts in a way that best serves the investor's long-term interests and if the manager applies a strategy that creates an effective shareholder engagement.

Lannebo NanoCap is an actively managed equity fund that focuses on small enterprises in the Nordic region, with an emphasis on Sweden. The fund is generally diversified and not specified for any particular sector. The fund only invests in companies where the managers may have a qualified opinion about the company's prospects and valuation. Focus is on analysis, selection and monitoring of each individual investment and its long-term prospects for value creation. The fund's overall objective is, with due care, to generate the greatest possible capital growth and achieve a good spread of risk.

The fund's turnover costs for 2020 amounted to SEK 227 000, corresponding to 0.0 per cent of the average fund assets.

During 2020, the fund company did not engage any proxy voting advisors for assistance with the companies, whose shares are included in the fund.

According to the fund company's guidelines for securities lending, any shares lent out by the fund company shall be recalled well in advance before a general meeting where the fund company will participate. These guidelines were complied with by the fund company during 2020.

During 2020, there were no conflicts of interest between the companies, whose shares the fund's assets were invested in, and the fund company.

THE FUND'S ACTIVITY MEASURE

The fund is an actively managed equity fund that invests in shares in small, listed companies in the Nordic region. The fund only invests in companies that meet the fund's criteria of, for example, investment focus and sustainability criteria.

Focus is on each individual investment and its future prospects. The fund invests in companies where the fund managers can have a qualified opinion about the company's future and where the valuation is sufficiently attractive. The most attractive companies represent the largest holdings. In many cases, the fund becomes one of the largest owners in the companies in which the fund's assets are invested. The concentration in the fund is at a higher level than a traditional mutual fund. The fund's overall financial objective is to achieve the highest possible value growth, while exercising due care. The management of the fund can be compared with the fund's benchmark, OMX Stockholm Small Cap GI. The index is relevant as it reflects the fund's investment focus in terms of, for example, a company's size, asset class and market. The OMX Stockholm Small Cap GI consists of smaller companies with a market value of up to EUR 150 million listed on Nasdaq Stockholm.

Fund facts Lannebo NanoCap, reg no 515602-8416

Launch date 31/05/16.

The fund's performance	31/12/20	31/12/19	31/12/18	31/12/17	31/12/16
Net asset SEK thousands	1 669 491	1 252 570	929 327	888 759	687 533
NAV, SEK	1 917.75	1 686.95	1 328.22	1 268.18	1 104.32
Number of outstanding units, thousands ¹	871	743	700	701	623
Dividend SEK per unit	0.00	0.00	0.00	0.00	0.00
Annual return ² , %	18.6	35.2	4.7	14.9	10.1
OMX_Stockholm_Small_Cap_GI ³ , %	27.9	31.3	2.0	8.9	25.7

Risk and growth

Standard deviation, %	21.0	11.7	11.4	-	-
Standard deviation benchmark, %	22.8	15.1	14.1	-	-
Tracking error, % [*]	7.6	7.2	7.0	-	-
Sharpe ratio	1.3	1.6	0.9	-	-
Active share, %	86	85	90	91	90

*** Tracking error:** Given two years of history is required in order to calculate an activity measure, figures for the first two years are not available. The activity measure achieved is a result of the fund is actively managed and has deviated from its benchmark. The activity measure depends on the composition of the fund's investments and the fund's variance with the market. Fluctuations in the activity measure are a function of how the fund's investments deviate from its benchmark in relation to, for example, the holding of an individual security or general changes in the market. The return for a concentrated portfolio with smaller companies normally varies more in relation to its benchmark than, for example, a broader portfolio consisting of larger companies. This also impacts the fund's activity measures.

Tracking error indicates how much the fund's return varies in relation to its benchmark. It is calculated by measuring the difference between the fund's and the benchmark's return based on monthly data over the last two years. The measure is calculated as the standard deviation for the difference in return. In theory, one can therefore expect that the fund's return two years out of three will deviate from the index, plus or minus, in percentage by as much as the activity measure indicates. If a fund has an active risk of, for example, 5, one can theoretically expect the fund to return plus or minus 5 per cent compared to its benchmark two years out of three.

Average annual return

24 months, %	26.7	19.0	9.7	-	-
5 years, %	-	-	-	-	-

Costs ⁴

Management fee (including performance fee), %	5.0	7.1	1.0	3.0	2.7
Compensation to the custodian, %	0.01	0.02	0.02	0.02	0.01
Transaction costs, SEK thousands	227	296	455	206	-
Transaction costs, %	0.0	0.1	0.1	0.0	-
Research costs, SEK thousands	412	335	298	180	-
Research costs, %	0.0	0.0	0.0	0.0	-
Ongoing charges, %	1.05	1.05	1.05	1.04	-
Sales fee	0.0	0.0	0.0	0.0	0.0
Redemption fee ⁵ , %	10.0	10.0	10.0	10.0	10.0
Total costs					
- for a single purchase SEK 10 000	444	799	112	296	-
- for a single purchase SEK 10 000 000	443 620	799 193	111 764	296 406	-

Turnover

Turnover ratio	0.2	0.2	0.3	0.2	-
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Leverage

	Gross method	Commitment approach
Maximum leverage, %	99.8	99.8
Minimum leverage, %	91.1	91.1
Average leverage, %	95.8	95.8
As of the balance sheet date, %	96.6	96.6

Derivatives

Maximum leverage, %	0.0
Minimum leverage, %	0.0
Average leverage, %	0.0
Risk assessment method	Commitment approach

Purchases and sales of financial instruments involving related parties

Trading with companies within the same group, %	0.0
Trading involving funds managed by Lannebo Fonder, %	2.1

1) Performance fee give rise to the issue of compensation shares.

2) For an investment made at the start of the fund.

3) OMX_Stockholm_Small_Cap_GI consists of all small companies listed on NASDAQ Stockholm. The index includes companies with a market value of up to EUR 150 million.

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

5) Fund units can be redeemed free of charge after a two-year holding period. Redemption fee before two years can be charged for a maximum of 10 percent of the fund unit value.

Sustainability information

Sustainability information

- Sustainability aspects are taken into account in the management of the fund.
- Sustainability aspects are not taken into account in the management of the fund.

Sustainability aspects taken into account in the management of the fund

- Environmental aspects (e.g. the companies' environmental and climate impact).
- Social aspects (e.g. human rights, employee rights and equal opportunity).
- Corporate governance aspects (e.g. shareholders' rights, issues relating to remuneration for senior executives, and anti-corruption work).
- Other sustainability aspects.

Methods used for the sustainability work

- Positive screening**
- Sustainability aspects are critical in the manager's choice of companies.

The fund has specific and explicit criteria for positive selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability work is critical to the selection of the companies in the fund.

This option also refers to funds that select companies on the basis of a specified sustainability-related theme, such as climate, water, ecotechnology, or social sustainability, and to funds that only invest in projects or operations with quantifiable social or environmental benefits.

- The manager of the fund take sustainability issues into account.

Sustainability issues are taken into account in the context of corporate economic analyses and investment decisions and play a part, but not necessarily a crucial one, in determining which companies are selected for inclusion in the fund.

This option refers to funds which explicitly and systematically integrate sustainability aspects into their economic analyses and investment decisions. Sustainability aspects are explicitly part of the investment process, are continuously analysed, and affect the fund's investments.

Fund management company's comments:

A thorough company analysis is at the core of Lannebo's fund management. This provides us the opportunity to thoroughly understand and assess a company's operations and their future prospects. We analyze, among others, the company's business model, market position, strategy, risk factors, management and ownership structure. We insist on clear governance structures and deem it imperative that companies have control over their operations along the entire supply chain; for example, by carrying out risk analyzes, stakeholder dialogues and supplier assessments. Companies should also work to reduce their climate impact, be a good employer and corporate citizen and not take any risky shortcuts.

Fund management company's follow-up of the year:

A thorough company analysis includes a comprehensive ESG analysis. Prior to a new investment, the manager must submit an application for approval to the fund company's risk management function that performs a sustainability check.

During the year, the managers completed sustainability analyzes of all new investments, and also revised the analyzes

of existing holdings. Sustainability analysis is one of many tools we use for achieving an in-depth company analyzes and making the best possible investment decisions. The sustainability analysis reduces the risk in our investments while identifying companies with long-term sustainable business models that are positioned for the future.

An example of such a holding is Danish Hartmann. The company's fibre egg and fruit is manufactured from recycled paper materials, such as newspapers. Fibre-based packaging is recyclable, biodegradable and carbon neutral. The alternative to Hartmann's packaging is disposable plastic packaging that has a strong negative impact on the environment. An increased focus on sustainability and increased regulations regarding the use of plastics increases demand for Hartmann's products.

Negative screening

The fund does not invest in companies that are involved in the following products and services. A maximum of 5 per cent of the turnover in the company in which the investment is made may entail operations attributable to the specified product or service.

Products and services

- Cluster bombs, landmines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or arms
- Alcohol
- Tobacco
- Commerciel gaming
- Pornography
- Fossil fuels (oil, gas and coal)
- Coal
- Uranium
- Cannabis

Fund management company's comments:

We look for responsible companies with long-term sustainable business models, and as such many products, and even entire industries, are screened out by the managers following the thorough company analysis, which are not explicitly excluded through any policy.

Fund management company's follow-up of the year:

The fund has not been invested in the above excluded products since the introduction of the exclusion criteria.

International norms

International norms refer to international conventions, laws and agreements such as the UN Global Compact and OECD guidelines for multinational companies that relate to issues concerning the environment, human rights, labour practices, and business ethics.

- The fund does not invest in companies that violate international norms. The assessment is carried out either by the fund management company or a third party.
- The fund does not invest companies which do not address identified problems or where the fund makes the assessment that the company will not address the problems within a time frame deemed reasonable in that specific case.

The fund management company influences

The fund management company exercises its investor influence to influence companies on sustainability issues.

- Direct company influence and in collaboration with other investors

Fund management company's comments:

We have an opportunity to influence companies as a major owner and investor, which we do through continuous dialogue. One type of dialogue is in conjunction with an incident - something that can happen even to the best companies. This is identified through the manager's daily monitoring of the fund holdings. We would typically make direct contact with the company to find out what happened and why. The second type of dialogue is proactive in nature where we schedule a sustainability meeting with company management to discuss their sustainability work. These meetings are intended to inform companies of what their owners and investors expect from them and to provide the manager additional information for their investment analysis. Companies selected for proactive sustainability meetings are based on our share of ownership and risk assessment.

In cases where we are not satisfied with the development or management of a company - and if we do not see the opportunity to influence - divestment of the shares is an alternative.

Fund management company's follow-up of the year:

During the year, Lannebo engaged on sustainability related matters with 31 holdings, including Midsona, Nederman and Christian Berner Tech Trade.

- Voting at General Meetings

Fund management company's comments:

A key principle for Lannebo is voting at the Annual General Meetings of companies in which the fund company has a larger shareholding, or the fund company is one of the largest shareholders.

Fund management company's follow-up of the year:

During the year, the fund company, on behalf of the fund, participated and voted at the General Meeting of 24 companies of a total average of 30 holdings.

- Participation in nomination procedures in order to influence the composition of the Board

Fund management company's comments:

Lannebo participates in the Nomination Committee work for holdings where the fund company is one of the largest owners and the fund company is requested to participate. Participation in Nomination Committees varies from year to year depending on the fund's holdings at the time of the appointment of the committee.

Fund management company's follow-up of the year:

Lannebo participates, on behalf of a fund, in the Nomination Committee work at the fund company level; we are one of the Swedish managers who participate in the most Nomination Committees. It is the Nomination Committee that submits proposals to the Annual General Meeting, including the selection of Board members, Chairman of the Board and remuneration to the Board. We have endeavored over many years to reach gender equality on the boards of publicly listed companies and, when comparing the companies whose Nomination Committees we participated in 2013 to those we participated in 2020, the proportion of women has increased from 24 to 39 per cent - valuable work that we are proud to have contributed to.

During the year, the fund company, on behalf of the fund, participated in the Nomination Committees of Balco, Bergman & Beving, Bulten, Christian Berner Tech Trade, Medcap, Midsona, Nederman, Stille and VBG Group.

Balance sheet, SEK thousands

	31/12/20	31/12/19
Assets		
Transferable securities	1 612 863	1 242 751
Total financial instruments with a positive market value (note 1)	1 612 863	1 242 751
Investment in account with credit institution	106 153	69 885
Total investment with a positive market value	1 719 016	1 312 636
Cash and cash equivalents	8 347	6 263
Prepaid expenses and accrued income	903	871
Other assets	0	759
Total assets	1 728 266	1 320 529
Liabilities		
Accrued expenses and deferred income	-55 367	-67 959
Other liabilities	-3 408	0
Total liabilities	-58 775	-67 959
Total net asset (note 2)	1 669 491	1 252 570

Income statement, SEK thousands

	2020	2019
Income and change in value		
Change in value of transferable securities (note 3)	340 346	378 706
Interest income (note 4)	-60	-121
Dividends	8 237	26 030
Total income and change in value	348 523	404 615
Costs		
Management fee		
Fee charged by the fund manager	-67 453	-80 561
Fee charged by the custodian	-182	-179
Other costs	-639	-632
Total costs	-68 274	-81 372
Net result	280 249	323 243

Note 1 See holdings in financial instruments below

Note 2 Change in net asset

Net asset in the beginning of the year	1 252 570	929 327
Unit issue	141 033	0
Unit redemption	-4 361	0
Net result according to income statement	280 249	323 243
Net asset at the end of the year	1 669 491	1 252 570

Note 3 Change in value of transferable securities

Capital gains	90 212	96 818
Capital losses	-2 851	-31 370
Unrealized gains/losses	252 985	313 258
Total	340 346	378 706

Note 4 Interest income

The banks charge a deposit fee on deposit accounts as a result of negative interest rates. Deposit fee is reported as negative interest income. Interest income is therefore reported negative.

Investment in financial instruments as at 31/12/20

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET				
REAL ESTATE				
Brinova B	SE/SEK	921 642	26 359	1.6
			26 359	1.6
FINANCE				
Kreditbanken	DK/DKK	2 579	11 632	0.7
			11 632	0.7
HEALTH CARE				
Elos Medtech B	SE/SEK	278 456	30 073	1.8
Humana	SE/SEK	161 976	9 589	0.6
MedCap	SE/SEK	344 618	79 262	4.7
			118 924	7.1

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
INDUSTRIALS				
BTS Group B	SE/SEK	359 414	77 993	4.7
Balco Group	SE/SEK	579 666	55 416	3.3
Bergman & Beving B	SE/SEK	981 850	96 614	5.8
Bulten	SE/SEK	695 419	62 449	3.7
CTT Systems	SE/SEK	187 257	28 501	1.7
Cavotec	CH/SEK	3 026 134	64 457	3.9
Christian Berner Tech Trade B	SE/SEK	1 544 335	39 844	2.4
Fasadgruppen	SE/SEK	102 375	8 999	0.5
HANZA	SE/SEK	120 857	1 686	0.1
Hartmann	DK/DKK	170 559	115 622	6.9
Malmbergs Elektriska B	SE/SEK	631 598	36 633	2.2
Nederman	SE/SEK	523 922	73 873	4.4
OEM International B	SE/SEK	199 534	61 656	3.7
Rejlers B	SE/SEK	351 794	59 805	3.6
SP Group	DK/DKK	199 269	72 924	4.4
VBG Group B	SE/SEK	600 093	92 714	5.6
			949 185	56.9

INFORMATION TECHNOLOGY

Addnode B	SE/SEK	310 987	88 942	5.3
Micro Systemation B	SE/SEK	488 813	19 846	1.2
NCAB Group	SE/SEK	70 130	18 374	1.1
RTX	DK/DKK	118 667	37 658	2.3
			164 820	9.9

CONSUMER DISCRETIONARY

Harvia	FI/EUR	600 812	148 176	8.9
Midsona B	SE/SEK	492 957	38 352	2.3
New Wave B	SE/SEK	245 147	13 361	0.8
			199 889	12.0

TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET

1 470 809 **88.1**

TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC

HEALTH CARE

Stille	SE/SEK	428 077	39 383	2.4
			39 383	2.4

INDUSTRIALS

Absolent	SE/SEK	133 750	50 691	3.0
			50 691	3.0

CONSUMER DISCRETIONARY

Swedencare	SE/SEK	159 935	51 979	3.1
			51 979	3.1

TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC

142 053 **8.5**

TOTAL FINANCIAL INSTRUMENTS

1 612 863 **96.6**

Other assets and liabilities, net			56 629	3.4
TOTAL NET ASSET			1 669 491	100.0

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.

Lannebo Norden Hållbar is an actively managed equity fund that invests in listed companies in the Nordic region. The fund follows special sustainability criteria in its investments. That means the fund, in addition to what applies to all of Lannebo's funds, actively selects companies based on three main themes: A better environment, a healthier lifestyle and a sustainable society.

The fund's performance

Assets under management increased from SEK 101 million at the beginning of 2020 to SEK 124 million on December 31, 2020. The net of inflows and outflows was SEK 3 million. The fund increased during the period by 20.9 per cent, while the benchmark index, VINX Benchmark Cap SEK_NI, rose by 13.4 percent.

The fund has two share classes. The return for share class SEK is described under "The fund's performance". Share class SEK C can be found in the fund fact box.

+20.9%
year-to-date

+49.7%
since start (14/06/18).
The recommended investment horizon is five years

Performance 14/06/18 – 31/12/20



Management report

Harvia, Vestas and Instalco contributed most positively to performance.

The Finnish sauna manufacturer Harvia is a company that proved to be a winner during the corona pandemic. As consumers spent more time at home, they also chose to invest in- and renovate their homes where some of this capital went to Harvia's products. As a result, the company announced a positive profit warning in July when organic growth amounted to 32 per cent during Q2. The positive development continued during the rest of the year, although not at the same high rate. As an anecdote, sauna baths were included on the UNESCO World Heritage List for Intangible Cultural Heritage as the sauna "purifies both body and soul". The share price increased 160 per cent in 2020.

Danish wind power manufacturer Vestas saw its share price increase by 125 per cent during the year. Despite the pandemic, countries chose to continue with investments in clean air and reduced carbon dioxide emissions. Long-term this will benefit Vestas, which is a global market leader in the production of wind power turbines. The company can now offer turbines both on land and at sea given an acquisition of a previous joint venture. The share price received an extra boost at the end of the year when the US chose to continue with tax breaks for wind power projects.

Despite the pandemic, Swedish installation company Instalco continued its acquisition journey during the year. In 2020, the company stood out with 18 acquisitions in addition to starting a new technical consultants business area. At the same time, sales and earnings growth was good. Sustainability work is managed through procured projects, where the project must be able to demonstrate clear climate benefits.

The company's investments during the year paid off and the share price increased by 98 per cent.

Pandox, Bonava and AstraZeneca contributed most negatively to performance.

Pandox owns and leases hotel properties, in addition to operating some hotel properties themselves. Reduced travel both within, and between, countries led to a sharp drop in hotel occupancy rates. This had a negative effect on Pandox as the company's income is partly based on tenant - the hotels - revenue; the share price decreased by 31 per cent as a result.

The share price of housing developer Bonava fell 21 per cent during the year over concerns that demand for newly produced homes would decrease; operational development was also weak.

AstraZeneca's share price fell by 1 per cent during 2020. During the year, the company launched new drugs and reported a successful study for the treatment of unicellular lung cancer, while the earnings trend was good. Therefore, it seemed irregular that the share price development was weak, particularly during the second half of the year. The justification is that investors sought other shares that fell sharply during the beginning of the pandemic.

The fund changed focus during 2020. Additional information is available under "Other information".

FUND MANAGERS

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"The sauna makes the UNESCO World Heritage List"

Major changes during the year

- ⊕ **Essity** was the largest net investment. Health and personal hygiene have been in focus during the pandemic and we believe this trend will continue in the future. Long-term, this benefits Essity given they produce, for example, paper towels and rubbing alcohol.
- ⊕ The share price of the market-leading gym chain **SATS** fell sharply in March when the company closed its gyms as the pandemic broke out. We bought shares given our assessment is that consumers will continue to exercise even after the pandemic is over - and perhaps to a greater extent than before.
- ⊕ **Electrolux's** sustainability work, which focuses on energy efficiency, is convincing. The company benefits, to a greater extent than previously, from these trends given consumers choose energy-efficient products.
- ⊕ **Balco** produces built-in balconies that provide significant energy savings over the life-cycle of a residential property. The company's products benefit from an increased focus on sustainability, and the valuation does not reflect future potential.
- ⊖ The holding in **Vestas** was reduced following a strong share price development, but the holding remains significant.
- ⊖ **Europris** is facing a major change as the company transitions its logistics centre. The holding was, therefore, divested given the risk of delays and problems with the supply of goods.
- ⊖ The shares in **Data Respons** were sold in connection with the completion of the bid by French AKKA.

Top holdings

Harvia was founded in 1950 in Finland and is a major global player in the sauna and spa industry. Finland accounts for most sales, but the products can be found in 85 countries through 600 distributor agreements. Sales growth is both organic and through acquisitions. During the Spring, the company acquired a majority interest in a German sauna manufacturer.

Danish **Novo Nordisk** is a global pharmaceutical company with a world-leading position and the broadest product range in diabetes treatments. Over a short period, the company launched two new type 2 diabetes products that quickly gained market share and are likely to contribute to good growth in the coming years. Novo Nordisk has also achieved success in research studies for obesity medicines.

Kinnevik is an investment company with listed assets in the form of, among others, the Swedish telecom operator Tele2 and the German e-commerce company Zalando. Unlisted assets include, for example, MatHem (e-commerce), Budbee (home deliveries) and Monese (mobile consumer bank in the UK). The common thread across all investments is that companies must meet the needs of consumers and this must be achieved through new technology and digitalisation. Kinnevik has high ambitions with regard to its sustainability work, where focus is on the impact, they can make through their portfolio companies.

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
Harvia	9 150	7.4
Novo Nordisk B	6 741	5.5
Kinnevik B	5 817	4.7
Scatec	5 099	4.1
Instalco	5 020	4.1

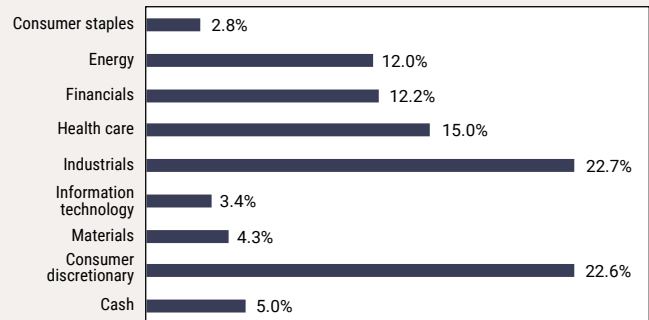
OTHER INFORMATION

During the period, Lannebo updated its policy for sustainable investments and introduced expanded exclusion criteria. The industries affected by the extended exclusion criteria are tobacco, cannabis, alcohol, gambling, pornography, weapons and fossil fuel. More information is available on the fund company's website.

On November 17, 2020, Lannebo Nordic Equities changed its name to Lannebo Norden Hållbar and the fund rules were changed. The purpose of the name change is to clarify the fund's sustainability focus, similar to Lannebo's other sustainability focused funds.

Furthermore, the fund's character and investment focus were changed to clarify how the fund invests. The fund now selects companies on three themes: Better environment, healthier lifestyle and sustainable society.

Sector allocation 31/12/20



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 a variety of shares in a range of companies, the prices of which do not move in exactly the same way; this is known as diversification.

The fund's concentration level has a good margin to the permitted level according to the fund's regulations. The diversification effect in the portfolio is very good. The market risk, measured as the standard deviation of the fund's return, was at the end of the period higher than the stock market as a whole, measured as VINX Benchmark CAP Index.

The fund's currency exposure at the end of the year was 35 per cent and relates to exposure in holdings denominated in Danish- and Norwegian kroner as well as Finnish holdings denominated in Euros. At year end, the currency exposure had a slight positive diversification effect on the portfolio.

Together with the outcome of regular stress tests, relevant risk levels are continuously monitored and followed-up. Relevant risk measures are used to assess the fund's risk profile. The fund's concentration level, together with the degree of active management, are among measures included in the system that is used to manage the fund's risk exposure. The management of the fund was in accordance with the fund's risk profile during the period.

Derivatives and efficient portfolio management techniques

In accordance with the fund's statutes, the fund has the right to trade in options, futures and similar financial instruments, as well as the right to lend securities. Under current regulations the fund may also use efficient portfolio management techniques in the management of the fund. These have not been used during the year.

SPECIFIC INFORMATION REGARDING THE FUND'S INVESTMENT STRATEGY

There is a requirement for a UCITS fund to provide specific information regarding the fund's investment strategy and its implementation. The information requirements are based on the EU's Shareholder Rights Directive and aim to provide investors with information that enable them to assess if, and how, a fund manager acts in a way that best serves the investor's long-term interests and if the manager applies a strategy that creates an effective shareholder engagement.

Lannebo Nordic Equities is an actively managed equity fund with an investment focus in the Nordic region. The fund follows specific sustainability related criteria in the investments. The fund is otherwise generally diversified and is not specified for any specific industry. The fund only invests in companies where the managers may have a qualified opinion about the company's prospects and valuation. Focus is on analysis, selection and monitoring of each individual investment and its long-term prospects for value creation. The fund's overall objective is, with due care, to generate the greatest possible capital growth and achieve a good spread of risk.

The fund's turnover costs for 2020 amounted to SEK 102 000, corresponding to 0.0 per cent of the average fund assets.

During 2020, the fund company did not engage any proxy voting advisors for assistance with the companies, whose shares are included in the fund.

According to the fund company's guidelines for securities lending, any shares lent out by the fund company shall be recalled well in advance before a general meeting where the fund company will participate. These guidelines were complied with by the fund company during 2020.

During 2020, there were no conflicts of interest between the companies, whose shares the fund's assets were invested in, and the fund company.

THE FUND'S ACTIVITY MEASURE

The fund is an actively managed equity fund that invests in equities in the Nordic region. The management of the fund's assets is characterized by the fund's focus on sustainability. The fund only invests in companies that meet the fund's criteria of, for example, investment focus and sustainability criteria. Focus is on each individual investment and its future prospects. The fund invests in companies where the fund managers can have a qualified opinion about the company's future and where the valuation is sufficiently attractive. The fund normally invests in 20 to 30 companies. The fund's overall financial objective is, with due care, to achieve the highest possible value growth and that a good diversification of risk is obtained.

The management of the fund can be compared with the fund's benchmark, VINX Benchmark CAP SEK_NI. The index is relevant because it reflects the fund's investment focus in terms of, for example, a company's size, asset class and market. The VINX Benchmark CAP Index consists of a selection of the largest and most traded shares on Nasdaq Nordic and the Oslo Stock Exchange. The index is limited in that no company may exceed 10 per cent, and that companies with a weighting of 5 per cent or more may not have a weighting of more than 40 per cent together (limit in accordance with UCITS).

Fund facts Lannebo Norden Hållbar, reg no 515602-9786

Launch date 14/06/18. Until 17/11/20, the fund's name was Lannebo Nordic Equities.

The fund's performance	31/12/20	31/12/19	31/12/18 ¹
Net asset SEK thousands	123 649	101 406	49 097
Share class SEK	113 106	88 910	40 165
Share class SEK C	10 546	12 498	8 934
NAV, SEK			
Share class SEK	149.22	123.46	88.95
Share class SEK C	152.27	124.98	89.34
Number of outstanding units, thousands	827	820	552
Share class SEK	758	720	452
Share class SEK C	69	100	100
Dividend SEK per unit			
Share class SEK	0.00	0.00	0.00
Share class SEK C	0.00	0.00	0.00
Annual return, %			
Share class SEK	20.9	38.8	-11.0
Share class SEK C	21.8	39.9	-10.7
VINX Benchmark Cap SEK_NI ² , %	13.4	28.3	-10.7

Risk and growth

Standard deviation, %			
Share class SEK	21.3	-	-
Share class SEK C	21.3	-	-
Standard deviation benchmark, %	16.3	-	-
Tracking error, % *			
Share class SEK	7.3	-	-
Share class SEK C	7.3	-	-
Sharpe ratio			
Share class SEK	0.6	-	-
Share class SEK C	0.6	-	-
Active share, %	83	82	78

* **Tracking error:** Given two years of history is required to calculate an activity measure, figures for the first two years are not available. The activity measure achieved is a result of the fund is actively managed and has deviated from its benchmark. The activity measure depends on the composition of investments and the fund's variance with the market. Fluctuations in the activity measure are a function of how the fund's investments deviate from its benchmark in relation to, for example, the holding of an individual security or general changes in the market. The return on shares normally varies more than, for example, interest-bearing securities. Therefore, activity measures are often higher for an actively managed equity fund than for an actively managed fixed income fund.

Tracking error indicates how much the fund's return varies in relation to its benchmark. It is calculated by measuring the difference between the fund's and the benchmark's return based on monthly data over the last two years. The measure is calculated as the standard deviation for the difference in return. In theory, one can therefore expect that the fund's return two years out of three will deviate from the index, plus or minus, in percentage by as much as the activity measure indicates. If a fund has an active risk of, for example, 5, one can theoretically expect the fund to return plus or minus 5 per cent compared to its benchmark two years out of three years.

Average annual return

24 months share class SEK, %	29.5	-	-
5 years share class SEK, %	-	-	-
24 months share class SEK C, %	30.6	-	-
5 years share class SEK C, %	-	-	-

Costs³

Management fee SEK, %	1.6	1.6	1.6
Management fee SEK C, %	0.8	0.8	0.8
Compensation to the custodian, %	0.00	0.00	0.00
Transaction costs, SEK thousands	102	86	52
Transaction costs, %	0.1	0.1	0.1
Research costs, SEK thousands	31	18	15
Research costs, %	0.0	0.0	0.0
Ongoing charges share class SEK, %	1.66	1.66	-
Ongoing charges share class SEK C, %	0.86	0.86	-
Sales and redemption fee, %	0.0	0.0	0.0
Total costs			
- for a single purchase SEK 10 000, share class SEK	163	198	-
- for a single purchase SEK 10 000, share class SEK C	83	96	-
- for monthly payments SEK 100, share class SEK	12	12	-
- for monthly payments SEK 100, share class SEK C	6	7	-

Turnover

Turnover ratio	0.9	0.8	0.6
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Derivatives

Maximum leverage, %	0.0
Minimum leverage, %	0.0
Average leverage, %	0.0
Risk assessment method	Commitment approach

Purchases and sales of financial

instruments involving related parties

Trading with companies within the same group, %	0.0
Trading involving funds managed by Lannebo Fonder, %	0.0

1) Refers to the period 14/06/18–31/12/18.

2) VINX Benchmark CAP Index consists of a selection of the largest and most traded stocks, with representation from a majority of the sector Industries at NASDAQ Nordic and Oslo Börs. Cap means restriction that no company may exceed 10 per cent and that companies comprising 5 per cent or more must not total more than 40 per cent together (weighting restriction in accordance with UCITS).

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

Sustainability information

Sustainability information

- Sustainability aspects are taken into account in the management of the fund.
- Sustainability aspects are not taken into account in the management of the fund.

Sustainability aspects taken into account in the management of the fund

- Environmental aspects (e.g. the companies' environmental and climate impact).
- Social aspects (e.g. human rights, employee rights and equal opportunity).
- Corporate governance aspects (e.g. shareholders' rights, issues relating to remuneration for senior executives, and anti-corruption work).
- Other sustainability aspects.

Methods used for the sustainability work

- Positive screening**
- Sustainability aspects are critical in the manager's choice of companies.

The fund has specific and explicit criteria for positive selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability work is critical to the selection of the companies in the fund.

This option also refers to funds that select companies on the basis of a specified sustainability-related theme, such as climate, water, ecotechnology, or social sustainability, and to funds that only invest in projects or operations with quantifiable social or environmental benefits.

- The manager of the fund take sustainability issues into account.

Sustainability issues are taken into account in the context of corporate economic analyses and investment decisions and play a part, but not necessarily a crucial one, in determining which companies are selected for inclusion in the fund.

This option refers to funds which explicitly and systematically integrate sustainability aspects into their economic analyses and investment decisions. Sustainability aspects are explicitly part of the investment process, are continuously analysed, and affect the fund's investments.

Fund management company's comments:

A thorough company analysis is at the core of Lannebo's fund management. This provides us the opportunity to thoroughly understand and assess a company's operations and their future prospects. We analyze, among others, the company's business model, market position, strategy, risk factors, management and ownership structure. We insist on clear governance structures and deem it imperative that companies have control over their operations along the entire supply chain; for example, by carrying out risk analyses, stakeholder dialogues and supplier assessments. Companies should also work to reduce their climate impact, be a good employer and corporate citizen and not take any risky shortcuts.

Fund company's follow-up of the analysis year:

A thorough company includes a comprehensive ESG analysis. Prior to a new investment, the manager must submit an application for approval to the fund company's risk management function that performs a sustainability check.

During the year, the managers completed sustainability

analyses of all new investments, and also revised the analyzes of existing holdings. Sustainability analysis is one of many tools we use for achieving an in-depth company analyzes and making the best possible investment decisions. The sustainability analysis reduces the risk in our investments while identifying companies with long-term sustainable business models that are positioned for the future.

An example of such a holding is the Swedish consulting company AFRY. The company's sustainability work is integrated into the company's business strategy - Making Future - where all projects will integrate critical sustainability aspects such as value creation, ethical engagement and commitment. A cornerstone of this work is to be an attractive employer in addition to creating value for AFRY, its customers and society at large.

Negative screening

The fund does not invest in companies that are involved in the following products and services. A maximum of 5 per cent of the turnover in the company in which the investment is made may entail operations attributable to the specified product or service.

Products and services

- Cluster bombs, landmines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or arms
- Alcohol
- Tobacco
- Commercial gaming
- Pornography
- Fossil fuels (oil, gas and coal)
- Coal
- Uranium
- Cannabis

Fund management company's comments:

We look for responsible companies with long-term sustainable business models, and as such many products, and even entire industries, are screened out by the managers following the thorough company analysis, which are not explicitly excluded through any policy.

Fund company's follow-up of the analysis year:

The fund has not been invested in the above excluded products since the introduction of the exclusion criteria.

International norms

International norms refer to international conventions, laws and agreements such as the UN Global Compact and OECD guidelines for multinational companies that relate to issues concerning the environment, human rights, labour practices, and business ethics.

- The fund does not invest in companies that violate international norms. The assessment is carried out either by the fund management company or a third party.
- The fund does not invest companies which do not address identified problems or where the fund makes the assessment that the company will not address the problems within a time frame deemed reasonable in that specific case.

The fund management company influences

The fund management company exercises its investor influence to influence companies on sustainability issues.

- Direct company influence and in collaboration with other investors

Fund management company's comments:

We have an opportunity to influence companies as a major owner and investor, which we do through continuous dialogue. One type of dialogue is in conjunction with an incident - something that can happen even to the best companies. This is identified through the manager's daily monitoring of the fund holdings. We would typically make direct contact with the company to find out what happened and why. The second type of dialogue is proactive in nature where we schedule a sustainability meeting with company management to discuss their sustainability work. These meetings are intended to inform companies of what their owners and investors expect from them and to provide the manager additional information for their investment analysis. Companies selected for proactive sustainability meetings are based on our share of ownership and risk assessment.

In cases where we are not satisfied with the development or management of a company - and if we do not see the opportunity to influence - divestment of the shares is an alternative.

Fund company's follow-up of the analysis year:

During the year, Lannebo engaged on sustainability related matters with 29 holdings, including Midsona, Fjordkraft and Eolus Vind.

- Voting at General Meetings

Fund management company's comments:

A key principle for Lannebo is voting at the Annual General Meetings of companies in which the fund company has a larger shareholding, or the fund company is one of the largest shareholders.

Fund company's follow-up of the analysis year:

During the year, the fund company, on behalf of the fund, participated and voted at the General Meeting of 13 companies of a total average of 33 holdings.

- Participation in nomination procedures in order to influence the composition of the Board

Fund management company's comments:

Lannebo participates in the Nomination Committee work for holdings where the fund company is one of the largest owners and the fund company is requested to participate. Participation in Nomination Committees varies from year to year depending on the fund's holdings at the time of the appointment of the committee.

Fund company's follow-up of the analysis year:

Lannebo participates, on behalf of a fund, in the Nomination Committee work at the fund company level; we are one of the Swedish managers who participate in the most Nomination Committees. It is the Nomination Committee that submits proposals to the Annual General Meeting, including the selection of Board members, Chairman of the Board and remuneration to the Board. We have endeavored over many years to reach gender equality on the boards of publicly listed companies and, when comparing the companies whose Nomination Committees we participated in 2013 to those we participated in 2020, the proportion of women has increased from 24 to 39 per cent - valuable work that we are proud to have contributed to.

During the year, the fund company, on behalf of the fund, participated in the Nomination Committees of Balco, Bravida Holding, Castellum, Midsona and Thule Group.

LANNEBO NORDEN HÅLLBAR (FD NORDIC EQUITIES)

Balance sheet, SEK thousands

	31/12/20	31/12/19
Assets		
Transferable securities	117 434	96 775
Total financial instruments with a positive market value (note 1)	117 434	96 775
Investment in account with credit institution	4 468	4 036
Total investment with a positive market value	121 902	100 811
Cash and cash equivalents	1 855	1 521
Prepaid expenses and accrued income	52	17
Total assets	123 809	102 349
Liabilities		
Accrued expenses and deferred income	-160	-127
Other liabilities	0	-816
Total liabilities	-160	-943
Total net asset (note 2)	123 649	101 406

Income statement, SEK thousands

	2020	2019
Income and change in value		
Change in value of transferable securities (note 3)	19 453	22 098
Interest income (note 4)	-4	-10
Dividends	1 457	2 170
Foreign exchange, gains and losses, net	-2	-30
Total income and change in value	20 904	24 228
Costs		
Management fee		
Fee charged by the fund manager	-1 527	-1 092
Fee charged by the custodian	-25	-24
Other costs	-133	-104
Total costs	-1 685	-1 220
Net result	19 219	23 008

Note 1 See holdings in financial instruments below

Note 2 Change in net asset

Net asset in the beginning of the year	101 406	49 097
Unit issue	50 099	48 020
Unit redemption	-47 075	-18 719
Net result according to income statement	19 219	23 008
Net asset at the end of the year	123 649	101 406

Note 3 Change in value of transferable securities

Capital gains	14 391	5 151
Capital losses	-9 906	-6 683
Unrealized gains/losses	14 968	23 630
Total	19 453	22 098

Note 4 Interest income

The banks charge a deposit fee on deposit accounts as a result of negative interest rates. Deposit fee is reported as negative interest income. Interest income is therefore reported negative.

Investment in financial instruments as at 31/12/20

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET				
CONSUMER STAPLES				
Essity B	SE/SEK	13 000	3 439	2.8
			3 439	2.8
ENERGY				
Eolus Vind	SE/SEK	19 000	4 499	3.6
Fjordkraft Holding	NO/NOK	48 500	3 889	3.1
Scatec	NO/NOK	15 589	5 099	4.1
			13 487	10.9

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
FINANCE				
Kinnevik B	SE/SEK	14 000	5 817	4.7
Sampo A	FI/EUR	10 000	3 480	2.8
Sbanken	NO/NOK	45 000	2 970	2.4
Tryg A/S	DK/DKK	11 000	2 854	2.3
			15 121	12.2
HEALTH CARE				
AstraZeneca	GB/SEK	6 000	4 970	4.0
BioGaia B	SE/SEK	5 100	2 739	2.2
GN Store Nord	DK/DKK	3 310	2 178	1.8
MedCap	SE/SEK	8 500	1 955	1.6
Novo Nordisk B	DK/DKK	11 700	6 741	5.5
			18 583	15.0
INDUSTRIALS				
AFRY B	SE/SEK	10 000	2 512	2.0
Balco Group	SE/SEK	25 000	2 390	1.9
Bravida	SE/SEK	36 818	4 032	3.3
Instalco	SE/SEK	20 000	5 020	4.1
NIBE Industrier B	SE/SEK	10 000	2 697	2.2
Nederman	SE/SEK	20 233	2 853	2.3
Reijers B	SE/SEK	20 000	3 400	2.7
SKF B	SE/SEK	15 000	3 201	2.6
Vestas Wind Systems	DK/DKK	1 000	1 944	1.6
			28 048	22.7
INFORMATION TECHNOLOGY				
Hexatronic	SE/SEK	54 417	4 157	3.4
			4 157	3.4
MATERIALS				
SCA B	SE/SEK	15 000	2 150	1.7
Stora Enso R SEK	FI/SEK	20 000	3 146	2.5
			5 296	4.3
CONSUMER DISCRETIONARY				
Electrolux B	SE/SEK	18 000	3 444	2.8
Harvia	FI/EUR	37 100	9 150	7.4
JM	SE/SEK	12 522	3 639	2.9
Midsona B	SE/SEK	52 000	4 046	3.3
SATS	NO/NOK	210 000	4 647	3.8
Thule	SE/SEK	10 000	3 076	2.5
			28 002	22.6
TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET			116 132	93.9
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC				
ENERGY				
Scandinavian Biogas	SE/SEK	30 000	1 302	1.1
			1 302	1.1
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC			1 302	1.1
TOTAL FINANCIAL INSTRUMENTS			117 434	95.0
Other assets and liabilities, net			6 216	5.0
TOTAL NET ASSET			123 649	100.0

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.

Lannebo Räntefond Kort is an actively managed fixed income fund that focuses on investments in Swedish fixed-income securities. The credit duration and interest-rate duration of the fund's holdings is a maximum of two years.

The fund's performance

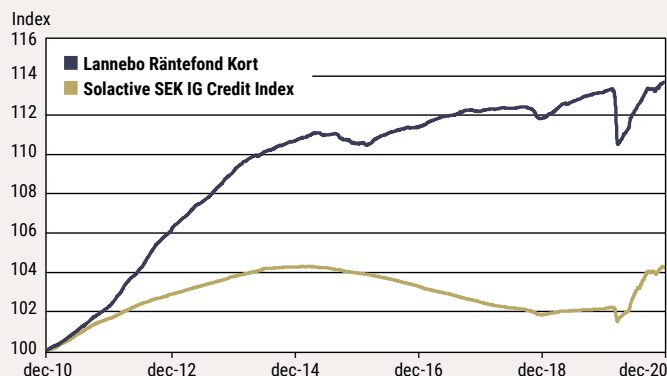
Assets under management decreased from SEK 9.5 billion at the beginning of 2020 to SEK 4.2 billion on December 31, 2020. The net of inflows and outflows to the fund was minus SEK 5.3 billion. The fund increased during the period by 0.4 percent, while the benchmark index increased by 1.9 percent.

The fund has several share classes. Information regarding returns for share class SEK are described under "The fund's performance". Share class SEK C can be found in the fund facts box. Benchmark index was before 01/06/20 Nasdaq OMX Credit SEK Rated FRN 1-18M. Benchmark index was before 01/04/18 OMRX Treasury Bill Index.

+0.4%
year-to-date

+0.4%
during the recommended one-year investment horizon

Performance 31/12/10 – 31/12/20



Management report

The credit market started the year on a positive course, where inflows to corporate bond funds resulted in increasing bond prices. At the end of February, the market took a sharp turn due to serious concerns over the effects and spread of the pandemic. Over a few weeks period, outflows from corporate bond funds led to sharp bond price declines, which in many cases were unjustifiably large in relation to the change in the underlying credit risk. The global stock market declines, and societal shutdowns as a result of the pandemic, were met by strong stimuli from both central banks and governments globally. In April, the market turned upwards and for the remainder of the period, the focus was on recovery. During the Autumn, vaccine news further fuelled the economic recovery. However, it is still too early to fully assess the long-term effects of the pandemic and the societal shutdowns.

During the most volatile period, the primary market for new issues was completely shut-down. Towards the end of Spring, it gradually opened up and during the Autumn, the market was again active. Green bonds, where proceeds finance environmental or climate-related investment projects, continued to be a growing trend.

Interest rates fell in the wake of the pandemic against the backdrop of global growth. Three-month Stibor fell during the period from 0.15 to -0.05 per cent, while the 5-year Swedish government bond rate fell from 0.39 per cent to 0.13 per cent. The Riksbank's stimulus measures totalled SEK 1,800 billion, if all facilities are utilized. The sum includes support purchases of securities for up to SEK 700 billion.

Most relevant for our market was that on September 14, the Riksbank

launched its program for the purchase of investment grade corporate bonds at an amount of up to SEK 10 billion through June 2021. Although it is positive that the Riksbank has its mandate in place, volumes have so far been relatively small. We believe the Riksbank will raise its purchases should market turbulence increase again. Several central banks introduced corporate bond support purchase programs, where the Central Bank of Norway was the most aggressive, which included the purchase of high-yield bonds. The European Central Bank, ECB, increased the size of its existing program and also extended the time horizon.

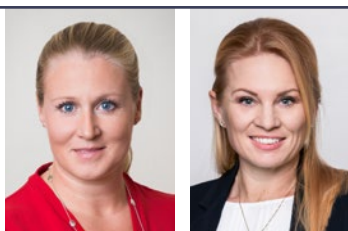
No major structural changes were made to the fund during the period. The share of bonds, where the majority are FRN loans with variable interest rates, was 91 per cent at the beginning of the period and increased to 94 per cent at the end of the period. The interest rate duration, which measures the fund's sensitivity to a change in market interest rates, was maintained at a low level and amounted to 0.2 years at the end of the period. The strategy is to keep interest rates short as protection against rising interest rates.

The credit duration, which measures the fund's sensitivity to a change in credit spreads, was 1.8 years at the end of the period. The fixed interest rate on FRN loans is in most cases three months, but bonds normally provide a higher return than certificates with the same fixed interest period. To create a higher return at a limited risk, the fund invested in interest-bearing instruments issued by companies with a high credit rating. At the turn of the year, the average of the assessed credit ratings of the fund's holdings was BBB.

FUND MANAGERS

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*"Market sentiment more **upbeat** after a turbulent Spring"*

New holdings and major changes

- Real estate company **Stenvalvet** is a new issuer in the credit market. Stenvalvet's properties house community services such as nursing homes, the judiciary, healthcare and schools. The company is owned by Kyrkans Pensionskassa, Kåpan Pensioner and the Foundation for Strategic Research.
- Another new issuer in the fund was the ball bearing manufacturer **SKF**, which for the first time in a long time issued a bond on the Swedish market.
- We also invested in a bond issued by the Swedish engineering company **Epiroc** that also seldom issues bonds. Both SKF and Epiroc contribute to an increase in the fund's diversification.
- We also invested in bonds issued by the investment company **Kinnevik**, gamma knife manufacturer **Elekta** and investment company **Latour** - all of which were previous holdings. At the end of the period, Latour received its first official "A" credit rating from Fitch.

Top holdings

Castellum is one of the largest real estate companies in the Nordic region, with a value of SEK 98 billion. The real estate portfolio consists of office, retail and warehouse / logistics properties. The company is well diversified geographically and is located in major Swedish growth cities as well as in Helsinki and Copenhagen. Castellum is listed on the Stockholm Stock Exchange, and the company maintains an investment grade rating of Baa2.

BillerudKorsnäs is one of the world's leading producers of new fibres-based packaging materials. The company manufactures materials for liquid and packaging board and sack paper, among other things; the company also develops sustainable and efficient packaging solutions that can replace, for example, plastic. BillerudKorsnäs has a strong market position, good margins and a balanced indebtedness, which means that we assess the company's creditworthiness corresponds to BBB.

Hexagon is one of the world's leading companies in measuring systems, sensors and software for the manufacturing industry. The company's leading market position and good profitability mean that we assess the company's creditworthiness corresponds to BBB+.

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
Castellum	217 751	5.2
BillerudKorsnäs	199 277	4.7
Hexagon	196 433	4.7
Balder	167 345	4.0
Atrium Ljungberg	166 051	3.9

OTHER INFORMATION

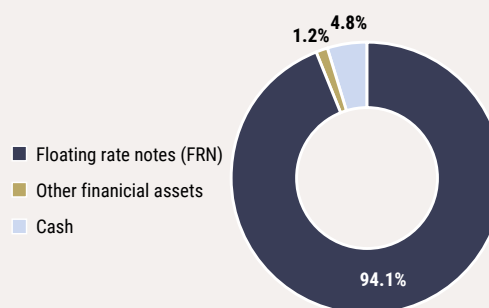
During the period, Lannebo updated its policy for sustainable investments and introduced expanded exclusion criteria. The industries affected by the extended exclusion criteria are tobacco, cannabis, alcohol, gambling, pornography, weapons and fossil fuel. More information is available on the fund company's website.

As of June 1, 2020, Solactive SEK IG Credit Index is the new Benchmark, following the closure at the end of May of Nasdaq's family of credit indices.

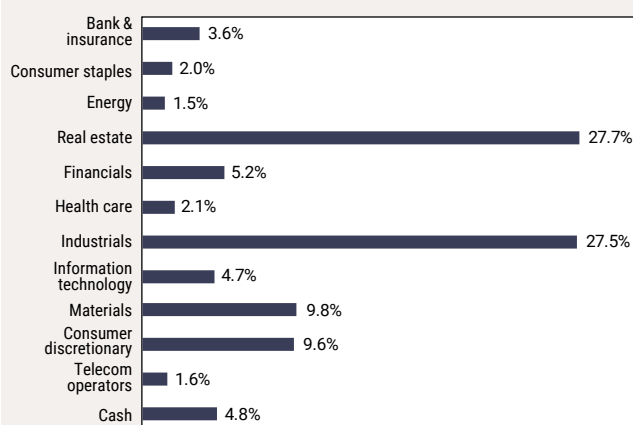
Concerns in the Nordic corporate bond market resulting from the spread of the coronavirus caused temporary difficulties with regards to valuation. In order to fulfill the fund's regulatory requirements for market valuation, together with the equal treatment and the safeguarding of the interests of all unit holders, the fund company resolved to postpone the sale and redemption of fund units for two days given it was not possible to ensure a reliable valuation of the fund.

On November 17, 2020, Lannebo Likviditetsfond changed its name to Lannebo Räntefond Kort and at the same time the fund rules were changed. The purpose of the name change is to give the fund a more distinct name that better describes the fund's character. Further, the fund's investment focus is better clarified.

Strategic allocation 31/12/20



Sector allocation 31/12/20



Credit rating allocation 31/12/20

	Credit scoring, securities	% of the fund
Investment grade	AAA	0.0
	AA+/AA/AA-	0.0
	A+/A/A-	11.9
	BBB+/BBB/BBB-	83.4
High yield	BB+/BB/BB-	0.0
	B+/B/B-	0.0
	CCC/CC/C	0.0
Default	D	0.0
Cash		4.8

The share of the portfolio's fixed income securities with an official credit rating amounted to 48.1 per cent.

MATERIAL RISKS

The fund's assets are exposed to credit risk, which means the risk that the credit quality 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 be lower. If an issuer becomes insolvent, in the worst-case scenario, may mean the holding is worthless. Lannebo Räntefond Kort only invests in interest-bearing transferable securities and money market instruments with an assessed high credit rating to limit this risk. The fund further reduces this risk by having a good diversification between different issuers and issues.

Liquidity risk may be higher in a corporate bond fund than an equity funds. Liquidity may vary due to changes in supply and demand, which results in a risk that holdings in corporate bonds may be harder to value or sell as a result of weak demand. Should market liquidity be limited, larger withdrawals from the fund can mean that holdings need to be sold at unfavourable prices, and, in exceptional cases, can mean that withdrawals cannot be made immediately upon request. This puts greater demands on the management of the fund's liquidity risk.

Duration cannot exceed two years. The fund's interest rate duration was less

than one year, while the credit duration was less than two years. The interest rate risk is thus 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.

Together with the outcome of regular stress tests, relevant risk levels are continuously monitored and followed-up. 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.

Derivatives and efficient portfolio management techniques

In accordance with the fund's statutes, the fund has the right to trade in options, futures and similar financial instruments, as well as the right to lend securities. Under current regulations the fund may also use efficient portfolio management techniques in the management of the fund. The fund did not exercise these options during the year.

THE FUND'S ACTIVITY MEASURE

The fund is an actively managed short-term fixed income fund that focuses on investments in Swedish interest bearing securities. The fund only invests in companies that meet the fund's criteria of, for example, investment focus and sustainability criteria. Investments are individually evaluated and selected according to the fund managers own assessments. Investments are only made in interest-bearing securities issued by stable companies with a good balance sheet with which the managers are well acquainted. The fund's overall financial objective is, with due care, to achieve the highest possible value growth and that a good diversification of risk is obtained.

The management of the fund can be compared with the benchmark, Solactive SEK IG Credit Index. The index is relevant because it reflects the fund's investment focus in terms of, for example, maturity, creditworthiness and currency. Solactive SEK IG Credit Index is compiled on the basis of reflecting the development in corporate and municipal bonds that have a high credit rating, so-called investment grade, and issued in SEK. The bonds included in the index have variable, fixed or no interest rate with a time to maturity of at least 12 months.

LANNEBO RÄNTEFOND KORT (FD LANNEBO LIKVIDITETFOND)

Fund facts Lannebo Räntefond Kort, reg no 504400-9388

Launch date 2001-11-12. Share class SEK C was launched 30/10/18.
Until 17/11/20, the fund's name was Lannebo Likviditetsfond.

The fund's performance	31/12/20	31/12/19	31/12/18	31/12/17	31/12/16	31/12/15	31/12/14	31/12/13	31/12/12	31/12/11
Net asset SEK thousands	4 223 656	9 526 049	10 599 134	7 487 696	5 940 612	7 095 225	3 627 063	3 251 137	3 103 964	5 996 422
Share class SEK	4 219 371	9 479 719	10 573 665							
Share class SEK C	4 321	46 415	25 470							
NAV, SEK										
Share class SEK	116.31	115.79	114.43	114.80	113.97	113.11	113.24	111.57	108.52	107.25
Share class SEK C	116.58	115.93	114.45							
Number of outstanding units, thousands	36 313	82 271	92 627	65 226	52 125	62 727	32 031	29 141	28 602	55 910
Share class SEK	36 276	81 870	92 404							
Share class SEK C	37	400	223							
Dividend SEK per unit										
Share class SEK	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	2.66	1.22
Share class SEK C	0.00	0.00								
Annual return, %										
Share class SEK	0.4	1.2	-0.3	0.7	0.8	-0.1	1.5	2.8	3.7	2.2
Share class SEK C	0.6	1.3	-0.4							
Solactive SEK IG Credit Index ¹ , %	1.9 ²	0.3	-0.7	-0.8	-0.7	-0.3	0.5	0.9	1.2	1.6

Risk and growth

Standard deviation, %										
Share class SEK	1.9	0.4	0.3	0.2	0.3					
Share class SEK C	1.9	-	-							
Standard deviation benchmark, %	0.8	0.2	0.0	0.0	0.1					
Tracking error, % *										
Share class SEK	1.3	0.2	0.3	0.2	0.3	0.3	0.2	0.2	0.3	0.2
Share class SEK C	1.3	-	-							
Credit duration, years	1.8	1.7	1.8	1.8	1.7					
Interest duration, years	0.2	0.2	0.3	0.1	0.1					
Spread exposure ³	2.2									

* **Tracking error:** 6 Two years history is required to calculate the active risk, where figures for the first two years are not available for share class SEK C. The active risk for 2018–2019 is calculated in relation to the NOMX Credit SEK Rated FRN 1-18M Total Return Index. The active risk for 2011–2017 is calculated in relation to the OMRX Statsskuldväxel index. The fund's activity measure is due to the fund is actively managed and that the fund has deviated from the benchmark. The measure is a function of how the fund varies from the market and the fund's underlying investments. Fluctuations in active risk depend on how the fund's investments deviate from, for example, its benchmark in relation to fixed interest periods or general changes in the market. Interest-bearing securities often vary less in value over time than equities, and therefore the activity measures for the fund are generally lower than for an actively managed equity fund. The activity measure is also normally lower for a fixed income fund with lower interest rate- and credit risk, like Lannebo Räntefond Kort, compared with a corporate bond fund with higher interest rate- and credit risk. The activity measure for 2020 is explained by the fact that the fund has greater exposure to corporate bonds compared with the benchmark that also contains municipal bonds, which affected the fund's development in 2020.

Tracking Error is calculated by measuring the difference between the fund's and the benchmark's return based on monthly data over the last two years. The measure is calculated as the standard deviation for the difference in return. In theory, one can therefore expect that the fund's return two out of three years will deviate from the index, plus or minus, in percentage as much as the activity measure indicates. For example, theoretically it can be expected the fund will return plus or minus 1.5 percent against its benchmark two out of three years if the active risk is 1.5.

Average annual return

24 months share class SEK, %	0.8	0.4	0.2	0.7	0.3
5 years share class SEK, %	0.6	0.4	0.5	1.1	1.7
24 months share class SEK C, %	0.9	-	-		
5 years share class SEK C, %	-	-	-		

Costs⁴

Management fee share class SEK, %	0.2	0.2	0.2	0.2	0.2
Management fee share class SEK C, %	0.1	0.1	0.1		
Fee charged by the custodian	0.01	0.00			
Transaction costs, SEK thousands	0	0	0	0	0
Transaction costs, %	0.0	0.0	0.0	0.0	0.0
Research costs, SEK thousands	52	55	51		
Research costs, %	0.0	0.0	0.0		
Ongoing charges share class SEK, %	0.21	0.20	0.20	0.20	0.20
Ongoing charges share class SEK C, %	0.11	0.10	-		
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0
Total costs					
- for a single purchase SEK 10 000, share class SEK	21	20	20	20	20
- for a single purchase SEK 10 000, share class SEK C	11	10	-		
- for monthly payments SEK 100, share class SEK	1	1	1	1	1
- for monthly payments SEK 100, share class SEK C	1	1	-		

Turnover

Turnover ratio	0.3	0.4	0.6	0.5	0.6
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Derivatives

Maximum leverage, %	0.0
Minimum leverage, %	0.0
Average leverage, %	0.0
Risk assessment method	Commitment approach

1) Solactive SEK IG Credit Index 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. Benchmark index was before 01/06/20 Nasdaq OMX Credit SEK Rated FRN 1-18M. Benchmark was before 01/04/18 OMRX Treasury Bill Index.

2) Refers to the period 01/06/20 – 31/12/20. Performance before 01/06/20 refers to Nasdaq OMX Credit SEK Rated FRN 1-18M.

3) Shows how much the fund will depreciate, in per cent of the value of the fund, if the spread between the fund's assets and government debt is doubled.

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

Purchases and sales of financial instruments involving related parties

Trading with companies within the same group, %	0.0
Trading involving funds managed by Lannebo Fonder, %	1.2

Sustainability information

Sustainability information

- Sustainability aspects are taken into account in the management of the fund.
- Sustainability aspects are not taken into account in the management of the fund.

Sustainability aspects taken into account in the management of the fund

- Environmental aspects (e.g. the companies' environmental and climate impact).
- Social aspects (e.g. human rights, employee rights and equal opportunity).
- Corporate governance aspects (e.g. shareholders' rights, issues relating to remuneration for senior executives, and anti-corruption work).
- Other sustainability aspects.

Methods used for the sustainability work

- Positive screening**
- Sustainability aspects are critical in the manager's choice of companies.

The fund has specific and explicit criteria for positive selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability work is critical to the selection of the companies in the fund.

This option also refers to funds that select companies on the basis of a specified sustainability-related theme, such as climate, water, ecotechnology, or social sustainability, and to funds that only invest in projects or operations with quantifiable social or environmental benefits.

- The manager of the fund take sustainability issues into account.

Sustainability issues are taken into account in the context of corporate economic analyses and investment decisions and play a part, but not necessarily a crucial one, in determining which companies are selected for inclusion in the fund.

This option refers to funds which explicitly and systematically integrate sustainability aspects into their economic analyses and investment decisions. Sustainability aspects are explicitly part of the investment process, are continuously analysed, and affect the fund's investments.

Fund management company's comments:

A thorough company analysis is at the core of Lannebo's fund management. This provides us the opportunity to thoroughly understand and assess a company's operations and their future prospects. We analyze, among others, the company's business model, market position, strategy, risk factors, management and ownership structure. We insist on clear governance structures and deem it imperative

that companies have control over their operations along the entire supply chain; for example, by carrying out risk analyzes, stakeholder dialogues and supplier assessments. Companies should also work to reduce their climate impact, be a good employer and corporate citizen and not take any risky shortcuts.

Fund company's follow-up of the analysis year:

A thorough company includes a comprehensive ESG analysis. Prior to a new investment, the manager must submit an application for approval to the fund company's risk management function that performs a sustainability check.

During the year, the managers completed sustainability analyzes of all new investments, and also revised the analyzes of existing holdings. Sustainability analysis is one of many tools we use for achieving an in-depth company analyzes and making the best possible investment decisions. The sustainability analysis reduces the risk in our investments while identifying companies with long-term sustainable business models that are positioned for the future.

Swedish real estate company Wallenstam exemplifies such a holding. For instance, Wallenstam is, through the company's own wind turbines, renewable energy self-sufficient. The company issues green bonds under Wallenstam's green framework, which governs the types of projects and assets financed by the proceeds. The framework, together with the governance- and reporting structure, have received the highest ratings from independent analysis institutes.

Negative screening

The fund does not invest in companies that are involved in the following products and services. A maximum of 5 per cent of the turnover in the company in which the investment is made may entail operations attributable to the specified product or service.

Products and services

- Cluster bombs, landmines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or arms
- Alcohol
- Tobacco
- Commercial gaming
- Pornography
- Fossil fuels (oil, gas and coal)
- Coal
- Uranium
- Cannabis

Fund management company's comments:

We look for responsible companies with long-term sustainable business models, and as such many products, and even entire industries, are screened out by the managers following the thorough company analysis, which are not explicitly excluded through any policy.

Fund company's follow-up of the analysis year:

The fund has not been invested in the above excluded products since the introduction of the exclusion criteria.

International norms

International norms refer to international conventions, laws and agreements such as the UN Global Compact and OECD guidelines for multinational companies that relate to issues concerning the environment, human rights, labour practices, and business ethics.

- The fund does not invest in companies that violate international norms. The assessment is carried out either by the fund management company or a third party.
- The fund does not invest companies which do not address identified problems or where the fund makes the assessment that the company will not address the problems within a time frame deemed reasonable in that specific case.

The fund management company influences

The fund management company exercises its investor influence to influence companies on sustainability issues.

- Direct company influence and in collaboration with other investors

Fund management company's comments:

We have an opportunity to influence companies as a major owner and investor, which we do through continuous dialogue. One type of dialogue is in conjunction with an incident - something that can happen even to the best companies. This is identified through the manager's daily monitoring of the fund holdings. We would typically make direct contact with the company to find out what happened and why. The second type of dialogue is proactive in nature where we schedule a sustainability meeting with company management to discuss their sustainability work. These meetings are intended to inform companies of what their owners and investors expect from them and to provide the manager additional information for their investment analysis. Companies selected for proactive sustainability meetings are based on our share of ownership and risk assessment.

In cases where we are not satisfied with the development or management of a company - and if we do not see the opportunity to influence - divestment of the shares is an alternative.

Fund company's follow-up of the analysis year:

During the year, Lannebo engaged on sustainability related matters with 16 holdings, including Stora Enso and Kinnevik.

LANNEBO RÄNTEFOND KORT (FD LANNEBO LIKVIDITETFOND)

Balance sheet, SEK thousands

	31/12/20	31/12/19
Assets		
Transferable securities	3 971 782	8 611 968
Penningmarknadsinstrument	49 968	599 660
Total financial instruments with a positive market value (note 1)	4 021 750	9 211 628
Investment in account with credit institution	72 407	164 735
Total investment with a positive market value	4 094 157	9 376 363
Cash and cash equivalents	126 710	142 891
Prepaid expenses and accrued income	3 563	8 502
Total assets	4 224 430	9 527 756
Liabilities		
Accrued expenses and deferred income	-774	-1 707
Total liabilities	-774	-1 707
Total net asset (note 2)	4 223 656	9 526 049

Income statement, SEK thousands

	2020	2019
Income and change in value		
Change in value of transferable securities (note 3)	-89 378	55 235
Interest income (note 4)	61 890	82 682
Total income and change in value	-27 488	137 917
Costs		
Management fee		
Fee charged by the fund manager	-11 918	-19 724
Fee charged by the custodian	-655	-180
Other costs	-53	-56
Total costs	-12 626	-19 960
Net result	-40 114	117 957

Note 1 See holdings in financial instruments below

Note 2 Change in net asset

Net asset in the beginning of the year	9 526 049	10 599 134
Unit issue	2 981 142	4 595 136
Unit redemption	-8 243 421	-5 786 178
Net result according to income statement	-40 114	117 957
Net asset at the end of the year	4 223 656	9 526 049

Note 3 Change in value of transferable securities

Capital gains	26 927	2 966
Capital losses	-85 737	-10 696
Unrealized gains/losses	-30 568	62 965
Total	-89 378	55 235

Note 4 Interest income

Coupon rates	60 975	82 478
Change in value of discount instruments	831	876
Other positive interest income	271	176
Negative interest income*	-187	-849
Total	61 890	82 682

* The banks charge a deposit fee on deposit accounts as a result of negative interest rates. Deposit fee is reported as negative interest income. Interest income is therefore reported negative.

Investment in financial instruments as at 31/12/20

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET				
FLOATING RATE NOTES (FRN)				
AFRY FRN230620	SE/SEK	42 000 000	41 428	1.0
AFRY FRN240627	SE/SEK	56 000 000	55 835	1.3
Akelius Residential FRN231003	SE/SEK	46 000 000	46 589	1.1
Atrium Ljungberg Green FRN210709	SE/SEK	50 000 000	50 034	1.2
Atrium Ljungberg Green FRN210906	SE/SEK	116 000 000	116 017	2.7
Balder FRN230119	SE/SEK	49 000 000	49 127	1.2
Balder Green FRN230206	SE/SEK	50 000 000	49 822	1.2
Balder Green FRN240605	SE/SEK	38 000 000	38 582	0.9
Balder Green FRN241206	SE/SEK	30 000 000	29 813	0.7
Bilia FRN231011	SE/SEK	80 000 000	79 614	1.9
Bilia FRN251001	SE/SEK	48 000 000	47 390	1.1
BillerudKorsnäs FRN210608	SE/SEK	50 000 000	50 092	1.2
BillerudKorsnäs FRN220221	SE/SEK	98 000 000	98 877	2.3
BillerudKorsnäs FRN230320	SE/SEK	50 000 000	50 309	1.2
Castellum FRN220414	SE/SEK	77 000 000	77 753	1.8
Castellum FRN220901	SE/SEK	67 000 000	68 144	1.6
Castellum FRN230828	SE/SEK	22 000 000	22 126	0.5
Castellum FRN250213	SE/SEK	50 000 000	49 729	1.2
Elekta FRN220328	SE/SEK	38 000 000	38 453	0.9
Elekta FRN250313	SE/SEK	50 000 000	50 145	1.2
Ellevio FRN231209	SE/SEK	60 000 000	61 573	1.5
Epiroc FRN260518	SE/SEK	54 000 000	54 376	1.3
Fabege Green FRN230830	SE/SEK	82 000 000	82 658	2.0
Hexagon FRN210901	SE/SEK	70 000 000	70 081	1.7
Hexagon FRN241126	SE/SEK	40 000 000	39 940	0.9
Hexagon FRN250917	SE/SEK	36 000 000	36 444	0.9
Husqvarna FRN210503	SE/SEK	34 000 000	34 132	0.8
Husqvarna FRN230214	SE/SEK	27 000 000	27 150	0.6
ICA Gruppen FRN250228	SE/SEK	26 000 000	25 983	0.6
Ikano Bank FRN210621	SE/SEK	50 000 000	50 005	1.2
Ikano Bank FRN231102	SE/SEK	42 000 000	41 965	1.0
Indutrade FRN220225	SE/SEK	90 000 000	89 976	2.1
Indutrade FRN230223	SE/SEK	30 000 000	29 940	0.7
Kinnevik FRN250219	SE/SEK	70 000 000	69 918	1.7
Latour FRN210913	SE/SEK	100 000 000	100 191	2.4
Latour FRN230327	SE/SEK	50 000 000	50 225	1.2
Lifco FRN211206	SE/SEK	62 000 000	61 994	1.5
Lifco FRN220902	SE/SEK	46 000 000	46 240	1.1
LKAB Green Bond FRN250310	SE/SEK	32 000 000	32 023	0.8
Loomis FRN230918	SE/SEK	102 000 000	101 357	2.4
NCC Treasury Green FRN220930	SE/SEK	110 000 000	109 321	2.6
NENT FRN220523	SE/SEK	98 000 000	98 139	2.3
Nibe Industrier FRN210621	SE/SEK	61 000 000	61 131	1.4
Nibe Industrier FRN230904	SE/SEK	52 000 000	52 152	1.2
Nibe Industrier FRN240603	SE/SEK	26 000 000	26 063	0.6
Olav Thon Eiendomsselskap FRN210308	NO/SEK	110 000 000	109 896	2.6
Olav Thon Eiendomsselskap FRN220510	NO/SEK	50 000 000	49 629	1.2
PostNord FRN210913	SE/SEK	70 000 000	70 136	1.7
PostNord FRN230913	SE/SEK	50 000 000	50 400	1.2
SCA FRN250923	SE/SEK	44 000 000	44 123	1.0
Scania CV FRN220822	SE/SEK	113 000 000	113 202	2.7
SFF FRN210531	SE/SEK	50 000 000	50 039	1.2
SKF FRN240610	SE/SEK	54 000 000	54 920	1.3
Stenvalvet FRN240205	SE/SEK	40 000 000	39 883	0.9
Stora Enso Green FRN240220	FI/SEK	41 000 000	41 789	1.0
Södra Skogsägarna Green FRN210607	SE/SEK	96 000 000	96 470	2.3
Tele2 FRN210511	SE/SEK	40 000 000	40 200	1.0
Tele2 FRN250610	SE/SEK	28 000 000	28 717	0.7
Trelleborg Treasury FRN210118	SE/SEK	113 000 000	113 033	2.7
Vacse Green FRN220607	SE/SEK	38 000 000	38 476	0.9
Vacse Green FRN230912	SE/SEK	68 000 000	69 842	1.7
Volvo Treasury FRN210920	SE/SEK	100 000 000	100 182	2.4
Volvo Treasury FRN230928	SE/SEK	50 000 000	50 187	1.2
VolvoFINANCE Bank FRN220309	SE/SEK	40 000 000	40 264	1.0
VolvoFINANCE Bank Green FRN220516SE/SEK	SE/SEK	20 000 000	20 169	0.5
Wallenstam Green FRN210524	SE/SEK	30 000 000	30 017	0.7
Wallenstam Green FRN221130	SE/SEK	100 000 000	99 990	2.4
			3 914 414	92.7
TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET			3 914 414	92.7

LANNEBO RÄNTEFOND KORT (FD LANNEBO LIKVIDITETFOND)

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
OTHER FINANCIAL INSTRUMENTS*				
FLOATING RATE NOTES (FRN)				
Arla Foods Finance FRN210531	DK/SEK	21 000 000	21 106	0.5
Arla Foods Finance FRN230703	DK/SEK	36 000 000	36 262	0.9
			57 369	1.4
MONEY MARKET INSTRUMENTS – COMMERCIAL PAPERS				
Hexagon FC210224	SE/SEK	50 000 000	49 968	1.2
			49 968	1.2
TOTAL OTHER FINANCIAL INSTRUMENTS			107 336	2.5
TOTAL FINANCIAL INSTRUMENTS			4 021 750	95.2
Other assets and liabilities, net			201 906	4.8
TOTAL NET ASSET			4 223 656	100.0

* 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.

TOTAL EXPOSURE TO COMPANIES OR GROUP OF COMPANIES

Hexagon	4.7
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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.



Maria Nordqvist, Head of Responsible Investments at Lannebo, works closely with the fund managers.

Lannebo Småbolag 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 the end of the year 2020, this meant a market capitalization of approximately SEK 88 bn.

The fund's performance

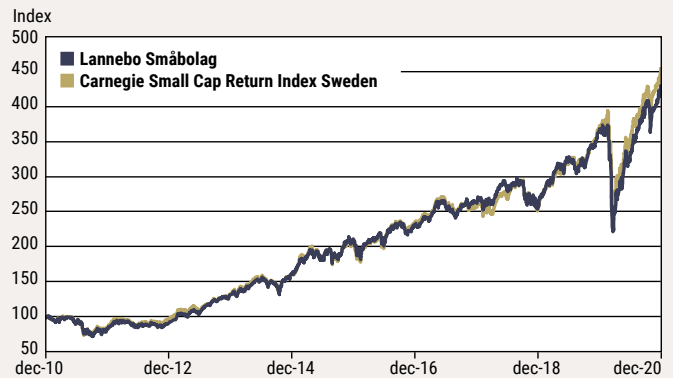
Asset under management increased from SEK 29.8 billion at the beginning of 2020 to SEK 31.8 billion on December 31, 2020. The net of inflows and outflows during the period was minus SEK 2.5 billion. The fund increased during the period by 18.0 per cent, while the benchmark index, Carnegie Small Cap Return Index Sweden (CSRXSE), increased by 23.0 per cent.

+18.0%
year-to-date

+102.8%
during the recommended five-year investment horizon

The fund has several share classes. The return for share class SEK is described under "The fund's performance". Share class SEK C and EUR can be found in the fund fact box.

Performance 31/12/10 – 31/12/20



Management report

BHG Group, Tikkurila and Nolato contributed most positively to performance.

The BHG Group shares were the best holding in 2020 with an increase of 200 per cent. Consumers spent more money on their homes when travel restrictions and work-from-home broke through on a broad front, favouring e-commerce purchases over purchases in physical stores. This benefited BHG Group, which is a leading e-commerce company in the Nordic region for home products and services. The product range includes what a traditional DIY store provides, in addition to furniture, garden equipment, white goods and lighting products. During the first nine months of 2020, sales and operating profit increased by 45 and 134 per cent, respectively. BHG Group also acquired both Sleepo, which sells furniture and interior design with sales of SEK 100 million, as well as the much larger e-commerce company Nordic Nest that sells home accessories and tableware with sales of around SEK 1 billion.

The shares of the Finnish paint manufacturer Tikkurila – which owns the Alcro and Beckers brands – traded in the range of EUR 13-15 for several years. Speculation has been that Tikkurila would be part of the global paint industry's consolidation, and in December US based PPG made a bid of EUR 25 per share, which corresponded to a bid premium of 65 per cent.

Nolato showed impressive resilience during the first nine months of 2020 and increased operating profit by 21 per cent driven by the Medical and Integrated business areas. Given its strong balance sheet, Nolato was able to make a big move in North America with the acquisition of GW Plastics, which adds SEK 1.8 billion to sales. The shares increased 51 per cent during the period.

Pandox, Bonava and Fagerhult contributed most negatively to performance.

The hotel property company Pandox faced headwinds throughout 2020. Occupancy rates at tenants – the hotel chains - fell sharply as travel, in principle, ceased from the spring of 2020. Pandox has two main sources of income, minimum rents and rents based on hotel revenues. Pandox was able to report a marginally positive result during the first nine months of 2020 due to the minimum rents. Future earnings will of course depend on the pace at which societies return to normal, where vaccinations will play a crucial role. In 2020, the Pandox shares fell by 31 per cent.

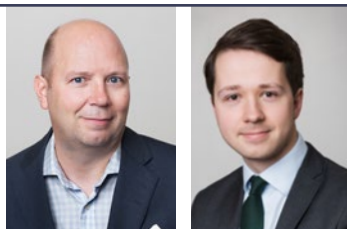
Shares in housing developer Bonava and the lighting company Fagerhult fell by 21 and 24 per cent, respectively. Bonava's sales and earnings development was disappointing given the company, in a strong housing market, had too few properties for sale. During 2020, the company announced that both a new CEO and a new CFO had been appointed.

Fagerhult was significantly affected by the closures during the spring, as two major production facilities in Italy and the United Kingdom respectively were closed at times, in parallel, many construction projects were put on hold due to the pandemic. Securitas is one of the fund's largest holdings and during 2020 its shares developed poorly and posted a decline of 15 per cent. The pandemic negatively affected Securitas' operations within airport security and at events, such as trade fairs and sporting events.

FUND MANAGERS

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"Takeover bids for HiQ, Tikkurila and Recipharm"

Major changes during the year

- ⊕ **Swedish Orphan Biovitrum** is a pharmaceutical company focused on rare diseases, where about 60 per cent of sales are attributable to haemophilia medications. Immunology accounts for about 30 per cent of sales and niche drugs account for the remaining 10 per cent.
- ⊕ Finnish **Basware** is a global company that provides cloud-based software solutions to streamline purchasing and manage invoices between companies. The business model is scalable with a high gross margin, which means that profit contribution from new customers is good.
- ⊕ **BillerudKorsnäs** is an innovative manufacturer of paper-based packaging materials. Liquid board, which is sold to TetraPak, among others, and high-quality board for perfume, chocolate and champagne packaging are good examples of products made from long-fibre pulp. We believe that BillerudKorsnäs has good opportunities to grow sales as paper-based packaging takes market share at the expense of plastics.
- ⊖ The largest divestments were made in **NIBE Industrier** and **Vitrolife**. Both companies are well managed with strong market positions, but in our opinion the valuation of the shares are too high. The holding in Intrum was divested as the company's earnings trend has not lived up to our expectations.

Top holdings

Securitas is one of the world's leading security companies and offers airport security services, surveillance with guards and fire and burglary alarms. The company is divided into three geographical regions, North America, Europe and Ibero-America. Securitas has approximately 370,000 employees and 150,000 customers in nearly 60 countries. The ambition is to increase the technical content of the service range, which we believe will lead to higher profitability.

Nolato is a supplier of customer-unique products in polymeric materials - rubber and plastic - to customers in the healthcare, industrial and consumer sectors. Nolato has historically had healthy organic growth, while at the same time acquisitions have been central to its strategy, which we also believe will be the case going forward, supported by the strong balance sheet. In August 2020, the company acquired GW Plastics in the US with a turnover of SEK 1.8 billion, which significantly increased the North American footprint. Following the acquisition, North America will account for approximately 20 per cent of sales.

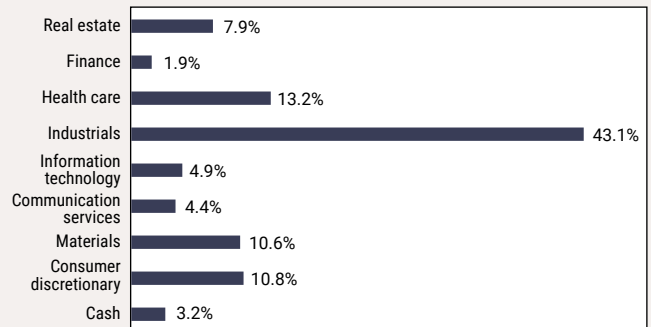
Trelleborg is a niche manufacturer of polymeric products sold to industrial customers. Most of the products protect, dampen and seal and have a low impact on the final product's total cost. The exception is the Wheel Systems business area, which sells tires for agricultural and construction machinery.

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
Securitas B	1 566 450	4.9
Nolato B	1 544 904	4.9
Trelleborg B	1 542 178	4.8
Addtech B	1 357 050	4.3
Huhtamäki	1 244 982	3.9

OTHER INFORMATION

During the period, Lannebo updated its policy for sustainable investments and introduced expanded exclusion criteria. The industries affected by the extended exclusion criteria are tobacco, cannabis, alcohol, gambling, pornography, weapons and fossil fuel. More information is available on the fund company's website.

Sector allocation 31/12/20



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 shares in a range of 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 were relatively low during the period. Overall there was a very good diversification effect. There is a very good margin to the allowed concentration levels as per the fund's statutes. The market risk, measured as the standard deviation of the fund's returns, was at year-end higher than the market as a whole, measured as Carnegie Small Cap Return Index.

At the end of the period, the fund's currency exposure was 15 per cent and relates to holdings denominated in Danish and Norwegian kronor in addition to Finnish holdings denominated in Euro. The currency exposure at year-end had a slight positive diversification effect on the portfolio. The fund has a unit class that is traded in Euros, which means that the unit class has a strong link to exchange rate fluctuations between the Euro and the Swedish krona.

The possibility of having large positions in small- and medium-sized companies means that the fund's market liquidity risk may occasionally be high. Market liquidity risk is the risk of lower liquidity in holdings, which affects the ability to turn over positions. Shares of smaller companies generally have lower liquidity, which requires a greater emphasis on the management of the fund's liquidity risk. The fund is diversified across different

issues to reduce this risk.

Together with the outcome of regular stress tests, relevant risk levels are continually monitored and followed-up. 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. The fund was managed in accordance with the fund's risk profile during the period.

Derivatives and efficient portfolio management techniques

In accordance with the fund's statutes, the fund has the right to trade in options, futures and similar financial instruments, as well as the right to lend securities. Under current regulations the fund may also use efficient portfolio management techniques in the management of the fund. During the year, the fund has, to a limited extent, lent securities where Nordea was the counterparty. At most, securities corresponding to 1.1 per cent of the fund's value have been lent for a limited period of time. Lending has taken place against collateral in the form of liquid stocks included in the OMXS30 index. Collateral received has at least corresponded to the market value of the lent shares. Derivative instruments have only included subscription rights received. As of the balance sheet date, the fund has no exposure due to efficient portfolio management techniques. The leverage in the fund is a result of subscription rights received.

SPECIFIC INFORMATION REGARDING THE FUND'S INVESTMENT STRATEGY

There is a requirement for a UCITS fund to provide specific information regarding the fund's investment strategy and its implementation. The information requirements are based on the EU's Shareholder Rights Directive and aim to provide investors with information that enable them to assess if, and how, a fund manager acts in a way that best serves the investor's long-term interests and if the manager applies a strategy that creates an effective shareholder engagement.

Lannebo Småbolag is an actively managed equity fund that focuses on small and medium-sized enterprises in the Nordic region with an emphasis on Sweden. The fund is generally diversified and not specified for any particular sector. The fund only invests in companies where the managers may have a qualified opinion about the company's prospects and valuation. Focus is on analysis, selection and monitoring of each individual investment and its long-term prospects for value creation. The fund's overall objective is, with due care, to generate the greatest possible capital growth and achieve a good spread of risk.

The fund's turnover costs for 2020 amounted to SEK 11 135 000, corresponding to 0.0 per cent of the average fund assets.

During 2020, the fund company did not engage any proxy voting advisors for assistance with the companies, whose shares are included in the fund.

According to the fund company's guidelines for securities lending, any shares lent out by the fund company shall be recalled well in advance before a general meeting where the fund company will participate. These guidelines were complied with by the fund company during 2020.

During 2020, there were no conflicts of interest between the companies, whose shares the fund's assets were invested in, and the fund company.

THE FUND'S ACTIVITY MEASURE

The fund is an actively managed equity fund that focuses on small and medium-sized companies in the Nordic region, predominately in Sweden. The fund only invests in companies that meet the fund's criteria of, for example, investment focus and sustainability criteria. Focus is on each individual investment and its opportunities in the future. The fund invests in companies where the fund managers can have a qualified opinion about the company's future and where the valuation is sufficiently attractive. The fund usually invests in around 50 companies. The fund's overall financial objective is, with due care, to achieve the highest possible value growth and that a good diversification of risk is obtained.

The management of the fund can be compared with the fund's benchmark, which is Carnegie Small Cap Return Index Sweden. The index is relevant because it reflects the fund's investment focus in terms of, for example, a company's size, asset class and market. Carnegie Small Cap Return Index Sweden is an established re-invested dividend index that includes small- and medium-sized companies listed on Nasdaq Stockholm. The index also takes into account the return that shareholders receive in the form of dividends.

Fund facts Lannebo Småbolag, reg no 504400-7853

Launch date 04/08/00. Share class EUR was launched 02/05/16. Share class SEK C was launched 03/07/18.

The fund's performance	31/12/20	31/12/19	31/12/18	31/12/17	31/12/16	31/12/15	31/12/14	31/12/13	31/12/12	31/12/11
Total net asset, SEK thousands	31 841 367	29 834 303	21 595 190	23 792 925	21 388 069	18 903 341	15 374 721	14 350 726	8 729 403	9 916 584
Share class SEK	31 683 427	29 623 904	21 525 629	23 764 020	21 386 987					
Share class SEK C	5 194	105 390	41 239							
Share class EUR	153 093	104 234	28 404	28 882	1 083					
NAV, SEK										
Share class SEK	150.35	127.40	90.74	92.34	81.90	74.66	57.12	46.62	32.37	30.98
Share class SEK C	153.36	128.92	91.11							
Share class EUR	186.12	151.85	111.38	117.01	106.60					
Number of outstanding units, thousands	210 844	233 410	237 695	257 391	261 136	253 190	269 184	307 817	269 643	320 061
Share class SEK	210 729	232 527	237 218	257 366	261 135					
Share class SEK C	34	817	453							
Share class EUR	82	66	25	25	1					
Dividend SEK per unit										
Share class SEK	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1.59	0.60
Share class SEK C	0.00	0.00	0.00							
Share class EUR	0.00	0.00	0.00	0.00	0.00					
Annual return, %										
Share class SEK	18.0	40.4	-1.7	12.7	9.7	30.7	22.5	44.0	9.7	-15.7
Share class SEK C	19.0	41.5	-8.8 ¹							
Share class EUR	22.6	36.3	-4.8	9.8	6.6					
Carnegie Small Cap Return Index i SEK ² , %	23.0	43.2	-0.2	8.8	12.2	30.1	21.6	36.6	12.6	-13.2
Carnegie Small Cap Return Index i EUR, %	27.7	40.5	-4.3	6.1	9.2					

Risk and growth

Standard deviation, %										
Share class SEK	25.1	12.6	10.6	12.1	14.9					
Share class SEK C	25.1	-	-							
Share class EUR	27.2	12.6	9.9	-	-					
Standard deviation benchmark SEK, %	22.7	12.7	11.5	12.9	17.0					
Standard deviation benchmark EUR, %	25.1	13.4	11.7	-	-					
Tracking error, %*										
Share class SEK	5.3	5.2	4.5	3.5	5.0	4.8	3.0	3.4	3.6	4.5
Share class SEK C	5.3	-	-							
Share class EUR	5.5	5.5	4.4	-	-					
Sharpe ratio										
Share class SEK	1.2	1.4	0.6	1.0	1.3					
Share class SEK C	0.5	-	-							
Share class EUR	1.1	1.2	0.4	-	-					
Active share, %	66	67	70	69	63					

Average annual return

24 months share class SEK, %	28.7	17.5	5.3	11.2	19.7					
5 years share class SEK, %	15.0	17.4	14.2	23.3	22.7					
24 months share class SEK C, %	29.7	-	-							
5 years share class SEK C, %	-	-	-							
24 months share class EUR, %	29.3	13.9	2.2	-	-					
5 years share class EUR, %	-	-	-	-	-					

Costs³

Management fee SEK, %	1.6	1.6	1.6	1.6	1.6					
Management fee SEK C, %	0.8	0.8	0.8							
Management fee EUR, %	1.6	1.6	1.6	1.6	1.6					
Compensation to the custodian, %	0.00	0.00	0.00							
Transaction costs ⁴ , SEK thousands	11 135	8 810	7 113	6 176	5 922					
Transaction costs, %	0.1	0.1	0.1	0.1	0.1					
Research costs ⁴ , SEK thousands	8 695	7 833	7 852	7 101	2 785					
Research costs, %	0.0	0.0	0.0	0.0	0.0					
Ongoing charges SEK, %	1.65	1.63	1.63	1.63	1.62					
Ongoing charges SEK C, %	0.85	0.83	-							
Ongoing charges EUR, %	1.65	1.63	1.63	1.63	-					
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0					
Total costs										
- for a single purchase SEK 10 000, share class SEK	156	195	168	141	163					
- for a single purchase SEK 10 000, share class SEK C	79	-	-							
- for a single purchase SEK 10 000, share class EUR	155	195	168	141	-					
- for monthly payments SEK 100, share class SEK	12	12	11	9	11					
- for monthly payments SEK 100, share class SEK C	6	-	-							
- for monthly payments SEK 100, share class EUR	12	12	11	9	-					

Turnover

Turnover ratio	0.3	0.2	0.2	0.2	0.2					
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Derivatives

Maximum leverage, %	0.3
Minimum leverage, %	0.0
Average leverage, %	0.0
Risk assessment method	Commitment approach

Purchases and sales of financial instruments involving related parties

Trading with companies within the same group, %	0.0
Trading involving funds managed by Lannebo Fonder, %	0.1
Exchange rate EUR	10.0664

* **Tracking error:** Figures for the first two years for share class EUR and SEK C are not available given two years history is required to calculate the active risk. The achieved activity measure is due to the fund is actively managed and has deviated from the benchmark. The active risk measure is a function of the fund's variance from the market and the fund's investments. Fluctuations in active risk depends on how the fund's investments deviate from its benchmark in relation to, for example, the holding of an individual security or general changes in the market. The return on shares normally varies more than, for example, interest-bearing securities. Therefore, activity measures are often higher for an actively managed equity fund than for an actively managed fixed income fund. Tracking error indicates how much the fund's return varies in relation to its benchmark. It is calculated by measuring the difference between the fund's and the benchmark's return based on monthly data from the last two years. The measure is calculated as the standard deviation for the difference in return. In theory, one can therefore expect that the fund's return two out of three years will deviate from the index, plus or minus, in percentage as much as the activity measure indicates. For example, theoretically it can be expected the fund will return plus or minus 5 percent against its benchmark two out of three years if the active risk is 5.

- 1) Refers to the period 03/07/18 – 31/12/18.
- 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. Carnegie Small Cap Return Index Sweden takes account of the return the shareholders receive in the form of a dividend.
- 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.

Sustainability information

Sustainability information

- Sustainability aspects are taken into account in the management of the fund.
- Sustainability aspects are not taken into account in the management of the fund.

Sustainability aspects taken into account in the management of the fund

- Environmental aspects (e.g. the companies' environmental and climate impact).
- Social aspects (e.g. human rights, employee rights and equal opportunity).
- Corporate governance aspects (e.g. shareholders' rights, issues relating to remuneration for senior executives, and anti-corruption work).
- Other sustainability aspects.

Methods used for the sustainability work

- Positive screening**
- Sustainability aspects are critical in the manager's choice of companies.

The fund has specific and explicit criteria for positive selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability work is critical to the selection of the companies in the fund.

This option also refers to funds that select companies on the basis of a specified sustainability-related theme, such as climate, water, ecotechnology, or social sustainability, and to funds that only invest in projects or operations with quantifiable social or environmental benefits.

- The manager of the fund take sustainability issues into account.

Sustainability issues are taken into account in the context of corporate economic analyses and investment decisions and play a part, but not necessarily a crucial one, in determining which companies are selected for inclusion in the fund.

This option refers to funds which explicitly and systematically integrate sustainability aspects into their economic analyses and investment decisions. Sustainability aspects are explicitly part of the investment process, are continuously analysed, and affect the fund's investments.

Fund management company's comments:

A thorough company analysis is at the core of Lannebo's fund management. This provides us the opportunity to thoroughly understand and assess a company's operations and their future prospects. We analyze, among others, the company's business model, market position, strategy, risk factors, management and ownership structure. We insist on clear governance structures and deem it imperative that companies have control over their operations along the entire supply chain; for example, by carrying out risk analyzes, stakeholder dialogues and supplier assessments. Companies should also work to reduce their climate impact, be a good employer and corporate citizen and not take any risky shortcuts.

Fund management company's follow-up of the year:

A thorough company analysis includes a comprehensive ESG analysis. Prior to a new investment, the manager must submit an application for approval to the fund company's risk management function that performs a sustainability check.

During the year, the managers completed sustainability analyzes of all new investments, and also revised the analyzes of existing holdings. Sustainability analysis is one of many

tools we use for achieving an in-depth company analyzes and making the best possible investment decisions. The sustainability analysis reduces the risk in our investments while identifying companies with long-term sustainable business models that are positioned for the future.

An example of such a holding is Össur, headquartered in Reykjavik, Iceland, which is a world-leading manufacturer of prostheses. The majority of those in need of a prosthesis are over 70 years old, and typically due to common diseases, such as diabetes. The prosthesis allows them to live a normal life without the need for assistance. Injuries connected to falling are common among amputees and a prosthesis reduces these injuries. As a result, the increased use of prostheses provides a substantial savings to society given the need for assistance decreases while the quality of life increases considerably. Össur is a leader in developing prostheses with built-in intelligence through microprocessors thereby providing good opportunities to improve the lives of its users.

Negative screening

The fund does not invest in companies that are involved in the following products and services. A maximum of 5 per cent of the turnover in the company in which the investment is made may entail operations attributable to the specified product or service.

Products and services

- Cluster bombs, landmines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or arms
- Alcohol
- Tobacco
- Commercials gaming
- Pornography
- Fossil fuels (oil, gas and coal)
- Coal
- Uranium
- Cannabis

Fund management company's comments:

We look for responsible companies with long-term sustainable business models, and as such many products, and even entire industries, are screened out by the managers following the thorough company analysis, which are not explicitly excluded through any policy.

Fund management company's follow-up of the year:

The fund has not been invested in the above excluded products since the introduction of the exclusion criteria.

International norms

International norms refer to international conventions, laws and agreements such as the UN Global Compact and OECD guidelines for multinational companies that relate to issues concerning the environment, human rights, labour practices, and business ethics.

- The fund does not invest in companies that violate international norms. The assessment is carried out either by the fund management company or a third party.
- The fund does not invest companies which do not address identified problems or where the fund makes the assessment that the company will not address the problems within a time frame deemed reasonable in that specific case.

The fund management company influences

The fund management company exercises its investor influence to influence companies on sustainability issues.

- Direct company influence and in collaboration with other investors

Fund management company's comments:

We have an opportunity to influence companies as a major owner and investor, which we do through continuous dialogue. One type of dialogue is in conjunction with an incident - something that can happen even to the best companies. This is identified through the manager's daily monitoring of the fund holdings. We would typically make direct contact with the company to find out what happened and why. The second type of dialogue is proactive in nature where we schedule a sustainability meeting with company management to discuss their sustainability work. These meetings are intended to inform companies of what their owners and investors expect from them and to provide the manager additional information for their investment analysis. Companies selected for proactive sustainability meetings are based on our share of ownership and risk assessment.

In cases where we are not satisfied with the development or management of a company - and if we do not see the opportunity to influence - divestment of the shares is an alternative.

Fund management company's follow-up of the year:

During the year, the fund engaged on sustainability related matters with 55 holdings, including Husqvarna, BHG Group and Adtech.

- Voting at General Meetings

Fund management company's comments:

A key principle for Lannebo is voting at the Annual General Meetings of companies in which the fund company has a larger shareholding, or the fund company is one of the largest shareholders.

Fund management company's follow-up of the year:

During the year, the fund company, on behalf of the fund, participated and voted at the General Meeting of 42 companies of a total average of 52 holdings.

- Participation in nomination procedures in order to influence the composition of the Board

Fund management company's comments:

Lannebo participates in the Nomination Committee work for holdings where the fund company is one of the largest owners and the fund company is requested to participate. Participation in Nomination Committees varies from year to year depending on the fund's holdings at the time of the appointment of the committee.

Fund management company's follow-up of the year:

Lannebo participates, on behalf of a fund, in the Nomination Committee work at the fund company level; we are one of the Swedish managers who participate in the most Nomination Committees. It is the Nomination Committee that submits proposals to the Annual General Meeting, including the selection of Board members, Chairman of the Board and remuneration to the Board. We have endeavored over many years to reach gender equality on the boards of publicly listed companies and, when comparing the companies whose Nomination Committees we participated in 2013 to those we participated in 2020, the proportion of women has increased from 24 to 39 per cent - valuable work that we are proud to have contributed to.

During the year, the fund company, on behalf of the fund, participated in the Nomination Committees of Adtech, Alimak Group, Ambea, Bravida Holding, Bufab, Castellum, Concentric, Fagerhult, HiQ, Intrum, Lindab, Nobia, Nolato, Recipharm, Securitas, Thule Group and Trelleborg.

Balance sheet, SEK thousands

	31/12/20	31/12/19
Assets		
Transferable securities	30 820 627	28 069 564
Total financial instruments with a positive market value (note 1)	30 820 627	28 069 564
Investment in account with credit institution	559 462	1 378 131
Total investment with a positive market value	31 380 089	29 447 695
Cash and cash equivalents	477 621	447 515
Prepaid expenses and accrued income	2 447	2 536
Other assets	29 789	16 538
Total assets	31 889 946	29 914 284
Liabilities		
Accrued expenses and deferred income	-42 327	-39 599
Other liabilities	-6 252	-40 382
Total liabilities	-48 579	-79 981
Total net asset (note 2)	31 841 367	29 834 303

Income statement, SEK thousands

	2020	2019
Income and change in value		
Change in value of transferable securities (note 3)	4 650 178	8 376 486
Interest income (note 4)	292	-1 107
Dividends	337 238	611 095
Foreign exchange, gains and losses, net	-1 406	-395
Other financial income (note 5)	2 465	0
Total income and change in value	4 988 767	8 986 079
Costs		
Management fee		
Fee charged by the fund manager	-430 639	-412 936
Fee charged by the custodian	-3 156	-548
Other costs	-19 831	-16 643
Total costs	-453 626	-430 127
Net result	4 535 141	8 555 952

Note 1 See holdings in financial instruments below

Note 2 Change in net asset

Net asset in the beginning of the year	29 834 303	21 595 190
Unit issue	3 189 100	3 658 695
Unit redemption	-5 717 177	-3 975 534
Net result according to income statement	4 535 141	8 555 952
Net asset at the end of the year	31 841 367	29 834 303

Note 3 Change in value of transferable securities

Capital gains	4 209 219	3 452 349
Capital losses	-432 082	-262 112
Unrealized gains/losses	873 041	5 186 249
Total	4 650 178	8 376 486

Note 4 Interest income

Other positive interest income	832	1 046
Negative interest income*	-540	-2 153
Total	292	-1 107

* The banks charge a deposit fee on deposit accounts as a result of negative interest rates. Deposit fee is reported as negative interest income. Interest income is therefore reported negative.

Note 5 Income and expenses from techniques for effective securities management

The fund lends securities in order to improve management efficiency. The fund lends securities in order to improve management efficiency. For 2020, revenues amounted to 2 465 SEK thousand (2019: 0 SEK thousands). All revenue from lending goes to the fund. No significant operational costs or charges have been charged to the fund in 2020.

Investment in financial instruments as at 31/12/20

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET				
REAL ESTATE				
Balder B	SE/SEK	700 000	300 230	0.9
Bonava B	SE/SEK	4 729 246	372 192	1.2
Castellum	SE/SEK	5 400 000	1 126 980	3.5
Padox B	SE/SEK	3 000 000	435 600	1.4
Sagax B	SE/SEK	1 725 000	292 560	0.9
			2 527 562	7.9
FINANCE				
Alm. Brand	DK/DKK	2 133 086	211 430	0.7
Nordnet	SE/SEK	3 000 000	387 300	1.2
			598 730	1.9
HEALTH CARE				
ALK-Abelló B	DK/DKK	94 490	318 998	1.0
AddLife B	SE/SEK	2 450 000	352 800	1.1
Ambea	SE/SEK	3 000 000	195 300	0.6
Biotage	SE/SEK	1 900 000	264 100	0.8
CELLINK B	SE/SEK	761 268	178 517	0.6
Elekta B	SE/SEK	5 750 000	635 088	2.0
Recipharm B	SE/SEK	2 790 854	612 313	1.9
Swedish Orphan Biovitrum	SE/SEK	3 000 000	498 300	1.6
Terveystalo	FI/EUR	3 979 509	402 196	1.3
Xvivo Perfusion	SE/SEK	706 598	221 872	0.7
Össur	IS/DKK	8 241 037	539 185	1.7
			4 218 669	13.2
INDUSTRIALS				
Addtech B	SE/SEK	12 450 000	1 357 050	4.3
Alimak	SE/SEK	3 304 588	432 901	1.4
Beijer Alma B	SE/SEK	3 900 000	510 900	1.6
Beijer Ref B	SE/SEK	1 027 552	386 771	1.2
Bravida	SE/SEK	9 709 000	1 063 136	3.3
Bufab	SE/SEK	2 954 404	574 336	1.8
Concentric	SE/SEK	2 680 000	490 976	1.5
Fagerhult	SE/SEK	11 021 000	501 456	1.6
Hexagon Composites	NO/NOK	2 600 000	136 247	0.4
Hexpol B	SE/SEK	10 225 000	899 800	2.8
Lindab	SE/SEK	5 600 000	954 240	3.0
NCC B	SE/SEK	4 062 609	609 391	1.9
Nolato B	SE/SEK	1 856 856	1 544 904	4.9
Securitas B	SE/SEK	11 800 000	1 566 450	4.9
Sweco B	SE/SEK	3 000 000	453 000	1.4
Systemair	SE/SEK	1 174 129	302 338	0.9
Trelleborg B	SE/SEK	8 450 289	1 542 178	4.8
Vaisala	FI/EUR	1 000 000	406 179	1.3
			13 732 252	43.1
INFORMATION TECHNOLOGY				
Basware	FI/EUR	1 078 606	456 023	1.4
Lagercrantz B	SE/SEK	5 241 919	398 386	1.3
Mycronic	SE/SEK	2 853 850	700 335	2.2
			1 554 743	4.9
COMMUNICATION SERVICES				
MTG B	SE/SEK	2 997 477	439 730	1.4
Nordic Entertainment Group B	SE/SEK	1 746 678	801 027	2.5
			1 240 756	3.9
MATERIALS				
BillerudKorsnäs	SE/SEK	3 400 000	494 870	1.6
Borregaard	NO/NOK	2 500 000	339 611	1.1
Holmen B	SE/SEK	1 400 000	551 040	1.7
Huhtamäki	FI/EUR	2 926 573	1 244 982	3.9
Tikkurila	FI/EUR	2 921 965	733 871	2.3
			3 364 374	10.6
CONSUMER DISCRETIONARY				
BHG Group	SE/SEK	3 000 000	536 400	1.7
Dometic	SE/SEK	5 227 828	569 572	1.8
Duni	SE/SEK	3 055 499	329 383	1.0
Husqvarna A	SE/SEK	1 300 264	139 128	0.4
Husqvarna B	SE/SEK	8 500 000	905 250	2.8
Nobia	SE/SEK	7 562 692	498 003	1.6
Thule	SE/SEK	1 482 742	456 091	1.4
			3 433 828	10.8
TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET			30 670 914	96.3

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC				
COMMUNICATION SERVICES				
Enad Global 7	SE/SEK	1 227 150	149 712	0.5
			149 712	0.5
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC			149 712	0.5
TOTAL FINANCIAL INSTRUMENTS			30 820 627	96.8
Other assets and liabilities, net			1 020 741	3.2
TOTAL NET ASSET			31 841 367	100.0

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.



Johan Ståhl manages Lannebo Småbolag together with Hjalmar Ek.

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 the end of the year 2020, this meant a market capitalization of approximately SEK 88 bn.

The fund's performance

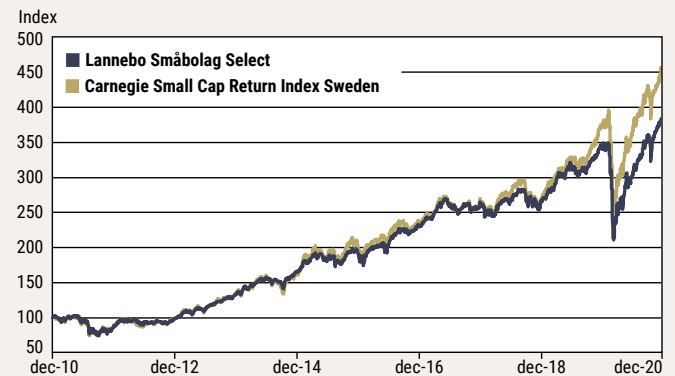
Assets under management decreased from SEK 3.3 billion at the beginning of 2020 to SEK 3.0 billion on December 31, 2020. The net of inflows and outflows was minus SEK 544 million. The fund increased during the period by 11.8 per cent, while the benchmark index, Carnegie Small Cap Return Index Sweden (CSRXSE), increased by 23.0 per cent.

+11.8%
year-to-date

+93.8%
during the recommended five-year investment horizon

¹For an investment made at the start of the fund.

Performance 31/12/10 – 31/12/20



Management report

BHG Group, Dometic and OEM contributed most positively to performance.

BHG Group sells home products, such as furnishing and do-it-yourself products, grew rapidly during the year due to an increase in e-commerce. In 2020, BHG Group's sales received an extra boost due to the pandemic as many consumers spent time at home and were less likely to shop in physical stores. During the period, the BHG share price developed extremely strongly, increasing by approximately 200 per cent.

Dometic, which among other things sells products for motorhomes and boats, also made a positive contribution to performance. Initially, the Dometic share price was penalised when the coronavirus began to spread globally; however, the fund increased its holdings. The share recovered sharply as signals from the American motorhome market became increasingly positive. Interest in motorhomes gradually increased as a result of international travel restrictions and Dometic's prospects for 2021 look promising.

The largest holding, OEM International, developed well in 2020. OEM International managed to maintain earnings unchanged compared with 2019. This is impressive considering the company sells to industrial customers and underscores that OEM International is well-run.

Pandex, Fagerhult and Securitas contributed most negatively to performance.

Hotel property company Pandox was one of the hardest hit companies by the spread of the coronavirus. Pandox owns hotel properties in northern Europe and was clearly negatively affected by reduced travel and cancelled events. Pandox shares fell sharply in March but later recovered, especially following the positive vaccine announcements in

November. The Pandox share price decline during the period amounted to just over 30 per cent. Pandox is an extremely well-run company and should do better than most companies in the hotel industry. However, the speed and strength of the recovery largely depends on the progress of the infection's spread.

Lighting company Fagerhult's share price development was weak, falling by just over 20 per cent. Two of Fagerhult's largest production units were closed during the spring, which negatively impacted earnings during the first half of the year. Given that the UK is a large market, Fagerhult was also hampered by uncertainties associated with Brexit. However, Fagerhult reduced its cost base during 2020, while at the same time collaborative gains were evident from iGuzzini, the large Italian acquisition. Fagerhult should therefore show good profitability once the lighting market has stabilised.

Security company Securitas developed surprisingly poorly with a share price decline of just over 15 per cent. Securitas' operations are largely non-cyclical, but the pandemic negatively affected earnings development. Security service activities that saw the most adverse effects were airports and events. Furthermore, the market does not currently seem to agree that Securitas will succeed in its aims to increase earnings per share by ten per cent per year. The difference in valuation between fast-growing industries and more mature sectors is unusually large, which is one reason we maintain a somewhat conservative strategy. The fund has a large element of reasonably valued companies that benefit from increased economic activity, where Securitas is an example. It is a strategy that should provide a good return at a reasonable risk once the economy has recovered.

FUND MANAGERS

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*"The fund should **benefit** from an economic recovery and reduced societal restrictions"*

Major changes during the year

- ⊕ The holding in medical technology company **Xvivo Perfusion** was added in 2020. The company's products aim to maintain the quality of donor organs in connection with transplants. Xvivo Perfusion has a strong market position in lung transplants. During the Autumn, Xvivo, through a Dutch acquisition, also began to offer products for liver and kidney transplants.
- ⊕ The fund also invested in the Finnish medical technology company **Revenio**, which, among other things, manufactures measuring instruments for detecting the eye disease glaucoma. The incidence of glaucoma is increasing worldwide, partly due to increased life expectancy generally. In 2019, Revenio made an acquisition in Italy that meant the product portfolio was supplemented with products for fundus imaging, which diabetics continuously undergo.
- ⊕ During the market turmoil in March, shares were acquired in the Swedish industrial group **Nolato**, which is a well-run and profitable company. Nolato used the company's strong financial position in 2020 to make a major US acquisition.
- ⊖ During the first half of the year, the holding in the Finnish specialty paper manufacturer **Ahlström-Munksjö** was divested. The holdings in **OEM International** and the Finnish healthcare company **Terveystalo** were reduced during 2020.

Top holdings

OEM International is a technology trading group with operations in Sweden, which is the largest market, and 14 other countries. OEM International sells, among other things, electrical and flow components to industrial customers. OEM International's favourable history is partly due to delivery precision, technical know-how and proximity to customers.

Securitas has operations in about 60 countries, mainly in Europe and North America. Securitas provides surveillance, electronic security services and fire protection. Securitas aims to increase the proportion of electronic security services, which generally have a higher profitability than traditional security services. In 2020, Securitas made a couple of acquisitions in electronic security.

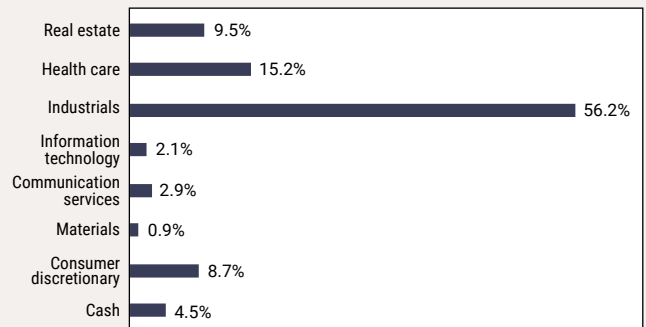
Alimak sells, among other things, elevators to professional customers such as construction companies - a niche where it has a strong global position. Aftermarket services, such as maintenance and repair, are central to Alimak's customer offering and constitute a large part of the company's earnings. In 2020, Alimak's new CEO conducted an operational review, which among other things resulted in a cost-saving program aimed at increasing profitability.

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
OEM International B	263 646	8.7
Securitas B	186 388	6.2
Alimak	146 440	4.8
VBG Group B	133 755	4.4
Lindab	126 546	4.2

OTHER INFORMATION

During the period, Lannebo updated its policy for sustainable investments and introduced expanded exclusion criteria. The industries affected by the extended exclusion criteria are tobacco, cannabis, alcohol, gambling, pornography, weapons and fossil fuel. More information is available on the fund company's website.

Sector allocation 31/12/20



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 shares in a range of 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 less 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 or below the stock market as a whole measured by Carnegie Small Cap Return Index. At the end of the period this measure of market risk was higher for the fund than the stock market as a whole. Overall, the diversification effect was very good.

The fund's currency exposure at the end of the year was 6 per cent and related to holdings denominated in Danish kronor and Finnish holdings denominated in Euro. Currency exposure at the turn of the year had a slight positive diversification effect on the portfolio.

Having large positions in small- and medium-sized companies means that the market liquidity risk may occasionally be high in the fund; market liquidity risk is the

risk of lower liquidity in the holdings, which affects the ability to turn over a position. Shares in small companies generally have lower liquidity, which requires greater emphasis on the management of the fund's liquidity risk. The fund is diversified across different issuers to reduce this risk.

Together with the outcome of regular stress tests, relevant risk levels are continuously monitored and followed up. Relevant risk measures are used to assess the fund's risk profile. The fund's concentration level and the degree of active management are measures included in the system that is used to manage the fund's risk exposure. The management of the fund was in accordance with the fund's risk profile during the period.

Derivatives and efficient portfolio management techniques

In accordance with the fund's statutes, the fund has the right to trade in options, futures and similar financial instruments, as well as the right to lend securities. Under current regulations the fund may also use efficient portfolio management techniques in the management of the fund. Derivative instruments have only included subscription rights received. The fund's leverage is a result of subscription rights received over a shorter period.

SPECIFIC INFORMATION REGARDING THE FUND'S INVESTMENT STRATEGY

There is a requirement for a special fund to provide specific information regarding the fund's investment strategy and its implementation. The information requirements are based on the EU's Shareholder Rights Directive and aim to provide investors with information that enable them to assess if, and how, a fund manager acts in a way that best serves the investor's long-term interests and if the manager applies a strategy that creates an effective shareholder engagement.

Lannebo Småbolag Select is an actively managed equity fund that focuses on small and medium-sized enterprises in the Nordic region, with an emphasis on Sweden. The fund is generally diversified and not specified for any particular sector. The fund only invests in companies where the managers may have a qualified opinion about the company's prospects and valuation. Focus is on analysis, selection and monitoring of each individual investment and its long-term prospects for value creation. The fund's overall objective is, with due care, to generate the greatest possible capital growth and achieve a good spread of risk.

The fund's turnover costs for 2020 amounted to SEK 1 734 000, corresponding to 0.0 per cent of the average fund assets.

During 2020, the fund company did not engage any proxy voting advisors for assistance with the companies, whose shares are included in the fund.

According to the fund company's guidelines for securities lending, any shares lent out by the fund company shall be recalled well in advance before a general meeting where the fund company will participate. These guidelines were complied with by the fund company during 2020.

During 2020, there were no conflicts of interest between the companies, whose shares the fund's assets were invested in, and the fund company.

THE FUND'S ACTIVITY MEASURE

The fund is an actively managed equity fund that focuses on small and medium-sized companies in the Nordic region, predominately in Sweden. The fund only invests in companies that meet the fund's criteria of, for example, investment focus and sustainability criteria. Focus is on each individual investment and its opportunities in the future. The fund invests in companies where the fund managers can have a qualified opinion about the company's future and where the valuation is sufficiently attractive. The fund usually invests in around 30 companies. The fund's overall financial objective is, with due care, to achieve the highest possible value growth and that a good diversification of risk is obtained.

The management of the fund can be compared with the fund's benchmark, Carnegie Small Cap Return Index Sweden. The index is relevant because it reflects the fund's investment focus in terms of, for example, a company's size, asset class and market. Carnegie Small Cap Return Index Sweden is an established re-invested dividend index that includes small and medium-sized companies on Nasdaq Stockholm. The index also takes into account the return that shareholders receive in the form of dividends.

Fund facts Lannebo Småbolag Select, reg no 504400-7929

Launch date 2000-10-31.

The fund's performance	31/12/20	31/12/19	31/12/18	31/12/17	31/12/16	31/12/15	31/12/14	31/12/13	31/12/12	31/12/11
Net asset SEK thousands	3 026 195	3 298 321	2 697 111	2 872 249	2 977 730	2 626 273	2 271 372	2 028 424	1 638 086	1 546 352
NAV, SEK	896.08	902.11	871.71	916.67	989.57	940.56	1 002.12	1 066.40	1 023.00	956.02
Number of outstanding units, thousands ¹	3 377	3 656	3 094	3 133	3 009	2 792	2 267	1 902	1 601	1 617
Dividend SEK per unit	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	39.49	0.00
Annual return ² , %	11.8	33.3	0.9	10.2	17.0	20.4	24.1	36.7	12.6	-13.8
Carnegie Small Cap Return Index ³ , %	23.0	43.2	-0.2	8.8	12.2	30.1	21.6	36.6	12.6	-13.2
Hurdle rate, %	5.0	5.0	5.0	5.0	4.5	3.0	3.6	4.1	4.9	5.1

Risk and growth

Standard deviation, %	24.8	10.7	9.1	10.3	11.7					
Standard deviation benchmark, %	22.7	12.7	11.5	12.9	17.0					
Tracking error, % *	4.7	4.6	3.6	4.3	8.0	7.4	4.5	5.7	5.6	6.2
Sharpe ratio	1.0	1.5	0.7	1.4	1.6					
Active share, %	81	77	81	78	79					

* **Tracking error:** The achieved activity measure is due to the fund is actively managed and has deviated from the benchmark. The active risk measure is a function of the fund's variance from the market and the fund's investments. Fluctuations in active risk depends on how the fund's investments deviate from its benchmark in relation to, for example, the holding of an individual security or general changes in the market. The return on shares normally varies more than, for example, interest-bearing securities. Therefore, activity measures are often higher for an actively managed equity fund than for an actively managed fixed income fund.

Tracking error indicates how much the fund's return varies in relation to its benchmark. It is calculated by measuring the difference between the fund's and the benchmark's return based on monthly data from the last two years. The measure is calculated as the standard deviation for the difference in return. In theory, one can therefore expect that the fund's return two out of three years will deviate from the index, plus or minus, in percentage as much as the activity measure indicates. For example, theoretically it can be expected the fund will return plus or minus 5 percent against its benchmark two out of three years if the active risk is 5.

Average annual return

24 months, %	22.1	16.0	5.4	13.5	18.7
5 years, %	14.1	15.8	14.2	21.3	21.9

Costs ⁴

Management fee (including performance fee), %	2.4	5.6	0.7	1.9	3.6
Compensation to the custodian, %	0.01	0.00			
Transaction costs ⁵ , SEK thousands	1 734	1 744	1 396	1 412	1 383
Transaction costs, %	0.1	0.1	0.1	0.1	0.1
Research costs ⁵ , SEK thousands	973	975	957	1 334	894
Research costs, %	0.0	0.0	0.0	0.0	0.0
Ongoing charges, %	0.75	0.73	0.73	0.74	0.73
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0
Total costs					
- for a single purchase SEK 10 000	219	544	73	213	343
- for a single purchase SEK 100 000	2 188	5 441	727	2 132	3 435

Turnover

Turnover ratio	0.4	0.4	0.3	0.3	0.4
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Leverage

	Gross method	Commitment approach
Maximum leverage, %	96.5	96.5
Minimum leverage, %	89.1	89.1
Average leverage, %	93.1	93.1
As of the balance sheet date, %	95.5	95.5

Derivatives

Maximum leverage, %	0.3
Minimum leverage, %	0.0
Average leverage, %	0.0
Risk assessment method	Commitment approach

Purchases and sales of financial instruments involving related parties

Trading with companies within the same group, %	0.0
Trading involving funds managed by Lannebo Fonder, %	0.0

1) Performance fee give rise to the issue of compensation shares.

2) For an investment made at the start of the fund.

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

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

5) 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.

Sustainability information

Sustainability information

- Sustainability aspects are taken into account in the management of the fund.
- Sustainability aspects are not taken into account in the management of the fund.

Sustainability aspects taken into account in the management of the fund

- Environmental aspects (e.g. the companies' environmental and climate impact).
- Social aspects (e.g. human rights, employee rights and equal opportunity).
- Corporate governance aspects (e.g. shareholders' rights, issues relating to remuneration for senior executives, and anti-corruption work).
- Other sustainability aspects.

Methods used for the sustainability work

- Positive screening**
- Sustainability aspects are critical in the manager's choice of companies.

The fund has specific and explicit criteria for positive selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability work is critical to the selection of the companies in the fund.

This option also refers to funds that select companies on the basis of a specified sustainability-related theme, such as climate, water, ecotechnology, or social sustainability, and to funds that only invest in projects or operations with quantifiable social or environmental benefits.

- The manager of the fund take sustainability issues into account.

Sustainability issues are taken into account in the context of corporate economic analyses and investment decisions and play a part, but not necessarily a crucial one, in determining which companies are selected for inclusion in the fund.

This option refers to funds which explicitly and systematically integrate sustainability aspects into their economic analyses and investment decisions. Sustainability aspects are explicitly part of the investment process, are continuously analysed, and affect the fund's investments.

Fund management company's comments:

A thorough company analysis is at the core of Lannebo's fund management. This provides us the opportunity to thoroughly understand and assess a company's operations and their future prospects. We analyze, among others, the company's business model, market position, strategy, risk factors, management and ownership structure. We insist on clear governance structures and deem it imperative that companies have control over their operations along the entire supply chain; for example, by carrying out risk analyzes, stakeholder dialogues and supplier assessments. Companies should also work to reduce their climate impact, be a good employer and corporate citizen and not take any risky shortcuts.

Fund management company's follow-up of the year:

A thorough company analysis includes a comprehensive ESG analysis. Prior to a new investment, the manager must submit an application for approval to the fund company's risk management function that performs a sustainability check. During the year, the managers completed sustainability

analyzes of all new investments, and also revised the analyzes of existing holdings. Sustainability analysis is one of many tools we use for achieving an in-depth company analyzes and making the best possible investment decisions. The sustainability analysis reduces the risk in our investments while identifying companies with long-term sustainable business models that are positioned for the future.

An example of such a holding is Balco, which manufactures and sells balconies. The company's glazed balconies provide a positive climate effect thanks to the energy savings of up to 30 per cent that the products generate compared to open balconies. The company's method for renovation, the Balco method, is effective from both an economic and environmental point of view.

Negative screening

The fund does not invest in companies that are involved in the following products and services. A maximum of 5 per cent of the turnover in the company in which the investment is made may entail operations attributable to the specified product or service.

Products and services

- Cluster bombs, landmines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or arms
- Alcohol
- Tobacco
- Commerciële gaming
- Pornography
- Fossil fuels (oil, gas and coal)
- Coal
- Uranium
- Cannabis

Fund management company's comments:

We look for responsible companies with long-term sustainable business models, and as such many products, and even entire industries, are screened out by the managers following the thorough company analysis, which are not explicitly excluded through any policy.

Fund management company's follow-up of the year:

The fund has not been invested in the above excluded products since the introduction of the exclusion criteria.

International norms

International norms refer to international conventions, laws and agreements such as the UN Global Compact and OECD guidelines for multinational companies that relate to issues concerning the environment, human rights, labour practices, and business ethics.

- The fund does not invest in companies that violate international norms. The assessment is carried out either by the fund management company or a third party.
- The fund does not invest companies which do not address identified problems or where the fund makes the assessment that the company will not address the problems within a time frame deemed reasonable in that specific case.

The fund management company influences

The fund management company exercises its investor influence to influence companies on sustainability issues.

- Direct company influence and in collaboration with other investors

Fund management company's comments:

We have an opportunity to influence companies as a major owner and investor, which we do through continuous dialogue. One type of dialogue is in conjunction with an incident - something that can happen even to the best companies. This is identified through the manager's daily monitoring of the fund holdings. We would typically make direct contact with the company to find out what happened and why. The second type of dialogue is proactive in nature where we schedule a sustainability meeting with company management to discuss their sustainability work. These meetings are intended to inform companies of what their owners and investors expect from them and to provide the manager additional information for their investment analysis. Companies selected for proactive sustainability meetings are based on our share of ownership and risk assessment.

In cases where we are not satisfied with the development or management of a company - and if we do not see the opportunity to influence - divestment of the shares is an alternative.

Fund management company's follow-up of the year:

During the year, Lannebo engaged on sustainability related matters with 41 holdings, including BHG Group, Adapteo and Bravida.

- Voting at General Meetings

Fund management company's comments:

A key principle for Lannebo is voting at the Annual General Meetings of companies in which the fund company has a larger shareholding, or the fund company is one of the largest shareholders.

Fund management company's follow-up of the year:

During the year, the fund company, on behalf of the fund, participated and voted at the General Meeting of 28 companies of a total average of 31 holdings.

- Participation in nomination procedures in order to influence the composition of the Board

Fund management company's comments:

Lannebo participates in the Nomination Committee work for holdings where the fund company is one of the largest owners and the fund company is requested to participate. Participation in Nomination Committees varies from year to year depending on the fund's holdings at the time of the appointment of the committee.

Fund management company's follow-up of the year:

Lannebo participates, on behalf of a fund, in the Nomination Committee work at the fund company level; we are one of the Swedish managers who participate in the most Nomination Committees. It is the Nomination Committee that submits proposals to the Annual General Meeting, including the selection of Board members, Chairman of the Board and remuneration to the Board. We have endeavored over many years to reach gender equality on the boards of publicly listed companies and, when comparing the companies whose Nomination Committees we participated in 2013 to those we participated in 2020, the proportion of women has increased from 24 to 39 per cent - valuable work that we are proud to have contributed to.

During the year, the fund company, on behalf of the fund, participated in the Nomination Committees of Alimak Group, Ambea, Balco, Bravida Holding, Fagerhult, Lindab, Nolato, Recipharm, Securitas, Thule Group, Trelleborg and VBG Group.

Balance sheet, SEK thousands

	31/12/20	31/12/19
Assets		
Transferable securities	2 888 934	3 128 740
Total financial instruments with a positive market value (note 1)	2 888 934	3 128 740
Investment in account with credit institution	141 537	269 381
Total investment with a positive market value	3 030 472	3 398 121
Cash and cash equivalents	45 393	49 475
Prepaid expenses and accrued income	1 107	1 148
Total assets	3 076 971	3 448 744
Liabilities		
Accrued expenses and deferred income	-50 776	-150 423
Total liabilities	-50 776	-150 423
Total net asset (note 2)	3 026 195	3 298 321

Income statement, SEK thousands

	2020	2019
Income and change in value		
Change in value of transferable securities (note 3)	322 304	950 621
Interest income (note 4)	19	-288
Dividends	22 697	67 127
Other financial income (note 5)	0	134
Total income and change in value	345 020	1 017 594
Costs		
Management fee		
Fee charged by the fund manager	-69 959	-172 369
Fee charged by the custodian	-349	-63
Other costs	-2 707	-2 721
Total costs	-73 015	-175 153
Net result	272 005	842 441

Note 1 See holdings in financial instruments below

Note 2 Change in net asset

Net asset in the beginning of the year	3 298 321	2 697 111
Unit issue	55 346	29 017
Unit redemption	-599 477	-270 248
Net result according to income statement	272 005	842 441
Net asset at the end of the year	3 026 195	3 298 321

Note 3 Change in value of transferable securities

Capital gains	529 829	459 795
Capital losses	-42 634	-183 329
Unrealized gains/losses	-164 891	674 155
Total	322 304	950 621

Note 4 Interest income

Other positive interest income	126	183
Negative interest income*	-107	-471
Total	19	-288

* The banks charge a deposit fee on deposit accounts as a result of negative interest rates. Deposit fee is reported as negative interest income. Interest income is therefore reported negative.

Note 5 Income and expenses from techniques for effective securities management

The fund lends securities in order to improve management efficiency. For 2020, revenues amounted to 0 SEK thousands (2019: 134 SEK thousands). All revenue from lending goes to the fund. No significant operational costs or charges have been charged to the fund in 2020 or 2019.

Investment in financial instruments as at 31/12/20

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET				
REAL ESTATE				
Bonava B	SE/SEK	1 297 406	102 106	3.4
Fabege	SE/SEK	911 452	117 896	3.9
Pandox B	SE/SEK	463 388	67 284	2.2
			287 286	9.5
HEALTH CARE				
Ambea	SE/SEK	1 008 606	65 660	2.2
Recipharm B	SE/SEK	449 342	98 586	3.3
Revenio Group	FI/EUR	161 436	81 741	2.7
Terveystalo	FI/EUR	326 883	33 037	1.1
Xvivo Perfusion	SE/SEK	337 655	106 024	3.5
Össur	IS/DKK	1 131 398	74 024	2.4
			459 072	15.2
INDUSTRIALS				
Adapteo	FI/SEK	891 100	84 922	2.8
Alimak	SE/SEK	1 117 862	146 440	4.8
Balco Group	SE/SEK	477 955	45 692	1.5
Beijer Alma B	SE/SEK	366 136	47 964	1.6
Beijer Ref B	SE/SEK	173 652	65 363	2.2
Bravida	SE/SEK	517 892	56 709	1.9
Coor Service Management Holding	SE/SEK	437 847	31 700	1.0
Fagerhult	SE/SEK	2 717 541	123 648	4.1
Hexpol B	SE/SEK	1 197 803	105 407	3.5
Lindab	SE/SEK	742 641	126 546	4.2
NCC B	SE/SEK	593 330	89 000	2.9
Nolato B	SE/SEK	83 000	69 056	2.3
OEM International B	SE/SEK	853 223	263 646	8.7
Securitas B	SE/SEK	1 404 054	186 388	6.2
Trelleborg B	SE/SEK	685 119	125 034	4.1
VBG Group B	SE/SEK	865 728	133 755	4.4
			1 701 270	56.2
INFORMATION TECHNOLOGY				
Lagercrantz B	SE/SEK	838 125	63 698	2.1
			63 698	2.1
COMMUNICATION SERVICES				
Nordic Entertainment Group B	SE/SEK	188 763	86 567	2.9
			86 567	2.9
MATERIALS				
Holmen B	SE/SEK	68 363	26 908	0.9
			26 908	0.9
CONSUMER DISCRETIONARY				
BHG Group	SE/SEK	512 204	91 582	3.0
Dometic	SE/SEK	1 131 000	123 222	4.1
Duni	SE/SEK	457 609	49 330	1.6
			264 135	8.7
TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET			2 888 934	95.5
TOTAL FINANCIAL INSTRUMENTS			2 888 934	95.5
Other assets and liabilities, net			137 261	4.5
TOTAL NET ASSET			3 026 195	100.0

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.

Lannebo Sustainable Corporate Bond is an actively managed fixed income fund that primarily invests in corporate bonds from issuers in the Nordic region and to some extent in the rest of Europe. The fund invests in green bonds, corporate bonds from issuers that are producing environmental solutions or from companies that themselves are graded as highly sustainable. The average maturity of the fund's holdings is normally 3-5 years.

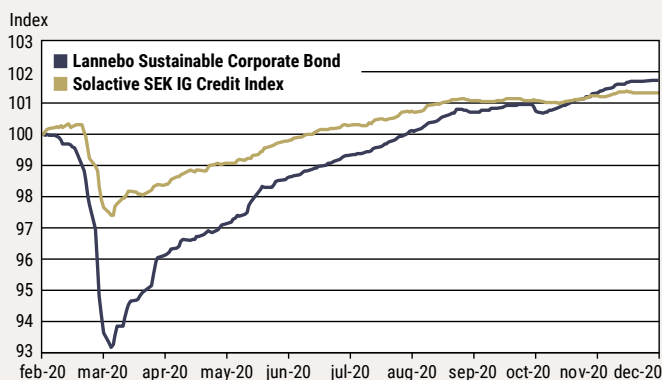
The fund's performance

The fund was started on February 18, 2020. Assets under management amounted to SEK 88 million on December 31, 2020. The net of inflows and outflows was SEK 86 million. The fund increased during the period between February 18, 2020 and December 31, 2020 by 1.8 per cent, while the benchmark index increased by 1.3 per cent during the same period. The interest rate duration of the benchmark index is significantly longer than in the fund, which means that the fund is not affected by changes in market interest rates to the same extent as the index.

Benchmark was before 01/06/20 NOMX Credit SEK TR Index.

+1.8%
sedan start
(18/02/20)

Performance 18/02/20 – 31/12/20



Management report

The credit market started the year on a positive course, where inflows to corporate bond funds resulted in increasing bond prices. At the end of February, the market took a sharp turn due to serious concerns over the effects and spread of the pandemic. Over a few weeks period, outflows from corporate bond funds led to sharp bond price declines, which in many cases were unjustifiably large in relation to the change in the underlying credit risk. The global stock market declines and societal shutdowns as a result of the pandemic were met by strong stimuli from both central banks and governments globally. In April, the market turned upwards and for the remainder of the period, the focus was on recovery. During the Autumn, vaccine news further fuelled the economic recovery. However, it is still too early to fully assess the long-term effects of the pandemic and the societal shutdowns. During the most volatile period, the primary market for new issues was completely shut-down. Towards the end of Spring, it gradually opened up and during the Autumn, the market was again active.

Green bonds, where proceeds finance environmental or climate-related investment projects, continued to be a growing trend.

Interest rates fell in the wake of the pandemic against the backdrop of global growth. Three-month Stibor fell during the period from 0.15 to -0.05 per cent, while the 5-year Swedish government bond rate fell from 0.39 per cent to 0.13 per cent. The Riksbank's stimulus measures totalled SEK 1,800 billion, if all facilities are utilized. The sum includes support purchases of securities for up to SEK 700 billion.

Most relevant for our market was that on September 14, the Riksbank launched its program for the purchase of investment grade corporate bonds at an amount of up to SEK 10 billion through June 2021. Although it is positive that the Riksbank has its mandate in place, volumes have so far been relatively small. We believe the Riksbank will raise its purchases should market turbulence increase again. Several central banks introduced corporate bond support purchase programs, where the Central Bank of Norway was the most aggressive, which included the purchase high-yield bonds. The European Central Bank, ECB, increased the size of its existing program and also extended the time horizon.

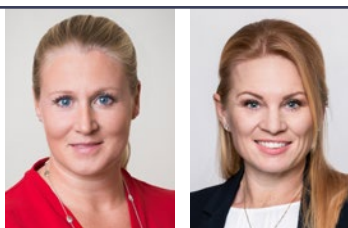
The fund was built up during the period, where during the turbulent period, we took the opportunity to buy bonds that were traded at attractive levels. The average maturity of all holdings in the fund, the credit duration, was 3.0 years at the end of the period. The credit duration measures how sensitive the fund is to a change in the creditworthiness of one or more of the issuers. The average of the assessed credit rating for the holdings was BBB-. The interest rate duration, which measures the fund's sensitivity to a change in market interest rates, was at a low 0.7 years at the end of the year. Keeping interest rates short is a strategy to protect the fund against rising interest rates.

The number of issuers at the end of the period was 37 and the geographical distribution in the fund was: Sweden 63 per cent, Norway 15 per cent, Finland 9 per cent, Denmark 8 per cent and other countries accounted for 5 per cent.

FUND MANAGERS

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*"Green bonds are still
a strong growing trend"*

New holdings and major changes

- +** We invested in a green bond issued by Norwegian salmon farming company **MOWI**. The company produces everything across the value chain from salmon feed to readymade meals and invests in driving the company forward in a sustainable way. We believe that Mowi is an interesting investment as salmon, unlike for example red meat, is a climate-friendly source of protein. Demand for salmon is increasing due to a growing middle class around the world.
- +** Another exciting investment was the bond issued by **IDA**, the International Development Association - a member of the World Bank, to combat the effects of the corona pandemic. IDA's core task is to combat extreme poverty in its member states, which consist of 76 of the world's poorest countries. The bond proceeds will help countries that have suffered the most from humanitarian and economic hardship due to COVID-19, whereby IDA will issue loans for support projects. IDA has the highest rating from the rating agencies of AAA.
- +** Real estate company **Bonava** also issued a green bond. The company made its debut in the credit market; however, we were already familiar with Bonava when it was part of NCC. Bonava is a Swedish housing developer that focuses on housing in northern Europe, where Germany is the largest market.
- No major divestments were made during the period.

Top holdings

Länsförsäkringar Bank is Sweden's fifth largest consumer bank. Länsförsäkringar Bank offers private individuals' savings and loan services, such as savings accounts and mortgages. Länsförsäkringar Bank is owned by the 23 customer-owned regional insurance companies. Länsförsäkringar Bank has a high credit rating of A from the rating agencies. The fund owns AT1 capital bonds that have a credit rating of BBB- from S&P.

SBAB Bank is a Swedish bank that focuses on savings and lending services to private individuals, tenant-owner associations and real estate companies in Sweden. SBAB is wholly owned by the Swedish state and has a high credit rating of A.

Stena Metall Finans is a Swedish recycling company that is wholly owned by Stenasfären. The company's market-leading position, stable earnings and declining indebtedness mean that we assess the company's credit rating corresponds to BB+. The fund owns a green bond that financed Stena Metall's new modern recycling centre in Halmstad.

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
Länsförsäkringar Bank	4 126	4.7
SBAB Bank	4 079	4.6
Stena Metall Finans	3 007	3.4
Cibus Nordic Real Estate	2 566	2.9
Sanolium	2 569	2.9

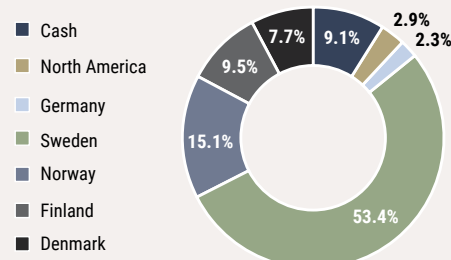
OTHER INFORMATION

On June 29, 2020, the fund rules for Lannebo Sustainable Corporate Bond were changed. The decision was made with the aim of harmonizing the exclusion criteria that apply to the fund company's funds focused on sustainability. More information is available on the fund company's website.

As of June 1, 2020, Solactive SEK IG Credit Index is the new benchmark index, following the closure at the end of May of Nasdaq's family of credit indices.

The Nordic corporate bond market experienced issues resulting from the spread of the coronavirus, which caused temporary difficulties with regards to valuation. In order to fulfill the fund's regulatory requirements for market valuation, together with the equal treatment and the safeguarding of the interests of all unit holders, the fund company resolved to postpone the sale and redemption of fund units for two days given it was not possible to ensure a reliable valuation of the fund.

Geographic allocation 31/12/20



Credit rating allocation 31/12/20

	Credit scoring, securities	% of the fund
Investment grade	AAA	2.9
	AA+/AA/AA-	0.0
	A+/A/A-	4.6
	BBB+/BBB/BBB-	38.9
High yield	BB+/BB/BB-	26.0
	B+/B/B-	18.6
	CCC/CC/C	0.0
Default	D	0.0
Cash		9.1

The share of the portfolio's fixed income securities with an official credit rating amounted to 39.4 per cent..

MATERIAL RISKS

The fund's assets are exposed to credit risk, which means the risk that the credit quality 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 be lower. If an issuer becomes insolvent, in the worst-case scenario, may 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 that lack a credit rating.

The fund reduces credit risk by having a good diversification between different issuers and issues. Liquidity risk may be higher in a corporate bond fund than in money market funds or equity funds. Liquidity may vary due to changes in supply and demand, which results in a risk that holdings in corporate bonds may be harder to value or sell as a result of weak demand. Should liquidity in the market be limited, larger withdrawals from the fund can mean that holdings need to be sold at unfavourable prices, and, in exceptional cases, can mean that withdrawals cannot be made immediately upon request. This puts greater demands on the management of the fund's liquidity risk.

The interest rate risk can be higher in this type of fixed-income fund as the fund invests in securities with longer interest rate periods, 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.

Together with the outcome of regular stress tests, relevant risk levels are continuously monitored and followed-up. 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.

Derivatives and efficient portfolio management techniques

In accordance with the fund's statutes, the fund has the right to trade in options, futures and similar financial instruments, as well as the right to lend securities. Under current regulations the fund may also use efficient portfolio management techniques in the management of the fund. The fund has holdings which embed derivatives in the form of the option for the issuer to exercise early redemption as well as hybrid instruments. During the period, currency derivatives, where SEB was the counterpart, were used to manage the fund's currency risk corresponding to a maximum of 34.2 per cent of the fund's value. In order to manage the counterparty risk, the fund may post or receive collateral in the form of cash and cash equivalents that correspond to the market value of the currency derivatives. Leverage in the fund is a result of currency derivatives used to manage the currency risk as well as holdings in bonds which embed derivatives.

THE FUND'S ACTIVITY MEASURE

The fund is an actively managed fixed income fund that focuses on investments in Swedish and Nordic corporate bonds. The management of the fund's assets is characterized by the fund's focus on sustainability. The fund only invests in companies that meet the fund's criteria of, for example, investment focus and sustainability criteria. Investments are individually evaluated and selected according to the fund managers own assessments. Investments are individually evaluated and only made in interest-bearing securities issued by stable companies with a good balance sheet that the managers are well acquainted with. The fund's overall financial objective is, with due care, to achieve the highest possible value growth and that a good diversification of risk is obtained.

The management of the fund can be compared with the benchmark, Solactive SEK IG Credit Index. The index is relevant because it reflects the fund's investment focus in terms of, for example, maturity, creditworthiness and currency. Solactive SEK IG Credit Index is an index that has been compiled on the basis of reflecting the development in corporate and municipal bonds issued in SEK that have a high credit rating, so-called investment grade.

Fund facts Lannebo Sustainable Corporate Bond, reg no 515603-0651

Launch date 18/02/20.

The fund's performance ¹	31/12/20
Net asset SEK thousands	88 036
NAV, SEK	101.75
Number of outstanding units, thousands	865
Dividend SEK per unit	0.00
Annual return, %	1.8
Solactive SEK IG Credit Index ² , %	1.3 ³

Risk and growth

Standard deviation, %	-
Standard deviation benchmark, %	-
Tracking error, % *	-
Credit duration, years	3.0
Interest duration, years	0.7
Spread exposure ⁴	8.9

* **Tracking error:** There are no activity figures for the fund given that it requires two years of history to calculate an activity measure. Tracking error is a function of how the fund varies in relation to its benchmark. It is calculated by measuring the difference between the fund's and the benchmark's return based on monthly data from the last two years. The measure is calculated as the standard deviation for the difference in return. In theory, one can therefore expect that the fund's return two years out of three will deviate from the index, plus or minus, in percentage as much as the activity measure indicates. If a fund has an active risk of, for example, 1.5, one can theoretically expect the fund to return plus or minus 1.5 percent against its benchmark two years out of three.

Average annual return

24 months, %	-
5 years, %	-

Costs

Management fee, %	0.9
Compensation to the custodian, %	0.01
Transaction costs, SEK thousands	0
Transaction costs, %	0.0
Research costs, SEK thousands	2
Research costs, %	0.0
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	-
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Derivatives

Maximum leverage, %	57.3
Minimum leverage, %	11.3
Average leverage, %	46.1
Risk assessment method	Commitment approach

Purchases and sales of financial instruments involving related parties

Trading with companies within the same group, %	0.0
Trading involving funds managed by Lannebo Fonder, %	36.9

1) Refers to the period 18/02/20 – 31/12/20.

2) Solactive SEK IG Credit Index 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. Benchmark index was before 01/06/20 Nasdaq Credit SEK Total Return Index.

3) Refers to the period 01/06/20 – 31/12/20. Performance before 01/06/20 refers to Nasdaq Credit SEK Total Return Index.

4) Shows how much the fund will depreciate, in per cent of the value of the fund, if the spread between the fund's assets and government debt is doubled.

Sustainability information

Sustainability information

- Sustainability aspects are taken into account in the management of the fund.
- Sustainability aspects are not taken into account in the management of the fund.

Sustainability aspects taken into account in the management of the fund

- Environmental aspects (e.g. the companies' environmental and climate impact).
- Social aspects (e.g. human rights, employee rights and equal opportunity).
- Corporate governance aspects (e.g. shareholders' rights, issues relating to remuneration for senior executives, and anti-corruption work).
- Other sustainability aspects.

Methods used for the sustainability work

- Positive screening**
- Sustainability aspects are critical in the manager's choice of companies.

The fund has specific and explicit criteria for positive selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability work is critical to the selection of the companies in the fund.

This option also refers to funds that select companies on the basis of a specified sustainability-related theme, such as climate, water, ecotechnology, or social sustainability, and to funds that only invest in projects or operations with quantifiable social or environmental benefits.

- The manager of the fund take sustainability issues into account.

Sustainability issues are taken into account in the context of corporate economic analyses and investment decisions and play a part, but not necessarily a crucial one, in determining which companies are selected for inclusion in the fund.

This option refers to funds which explicitly and systematically integrate sustainability aspects into their economic analyses and investment decisions. Sustainability aspects are explicitly part of the investment process, are continuously analysed, and affect the fund's investments.

Fund management company's comments:

A thorough company analysis is at the core of Lannebo's fund management. This provides us the opportunity to thoroughly understand and assess a company's operations and their future prospects. We analyze, among others, the company's business model, market position, strategy, risk factors, management and ownership structure. We insist on clear governance structures and deem it imperative

that companies have control over their operations along the entire supply chain; for example, by carrying out risk analyzes, stakeholder dialogues and supplier assessments. Companies should also work to reduce their climate impact, be a good employer and corporate citizen and not take any risky shortcuts.

The fund invests based on special sustainability themes. Read more about them in the fund's prospectus or on our website.

Fund company's follow-up of the analysis year:

A thorough company includes a comprehensive ESG analysis. Prior to a new investment, the manager must submit an application for approval to the fund company's risk management function that performs a sustainability check.

During the year, the managers completed sustainability analyzes of all new investments. Sustainability analysis is one of many tools we use for achieving an in-depth company analyzes and making the best possible investment decisions. The sustainability analysis reduces the risk in our investments while identifying companies with long-term sustainable business models that are positioned for the future.

The Norwegian energy company Småkraft is an example of such a holding. The company, which is Norway's largest in its niche, owns and operates, together with landowners, smaller hydropower plants. The company currently has 100 hydropower plants with an annual production of 1 TWh of renewable carbon-free energy. In 2018, Småkraft developed a green bond framework where proceeds are earmarked for investments in additional green hydroelectric power plants and infrastructure to contribute to a more sustainable society but to also have financially sustainable facilities.

Negative screening

The fund does not invest in companies that are involved in the following products and services. A maximum of 5 per cent of the turnover in the company in which the investment is made may entail operations attributable to the specified product or service.

Products and services

- Cluster bombs, landmines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or arms
- Alcohol
- Tobacco
- Commercial gaming
- Pornography
- Fossil fuels (oil, gas and coal)
- Coal
- Uranium
- Cannabis

Fund management company's comments:

We look for responsible companies with long-term sustainable business models, and as such many products, and

even entire industries, are screened out by the managers following the thorough company analysis, which are not explicitly excluded through any policy.

Fund company's follow-up of the analysis year:

The fund has not invested in the above excluded products during the year.

International norms

International norms refer to international conventions, laws and agreements such as the UN Global Compact and OECD guidelines for multinational companies that relate to issues concerning the environment, human rights, labour practices, and business ethics.

- The fund does not invest in companies that violate international norms. The assessment is carried out either by the fund management company or a third party.
- The fund does not invest companies which do not address identified problems or where the fund makes the assessment that the company will not address the problems within a time frame deemed reasonable in that specific case.

The fund management company influences

The fund management company exercises its investor influence to influence companies on sustainability issues.

- Direct company influence and in collaboration with other investors

Fund management company's comments:

We have an opportunity to influence companies as a major owner and investor, which we do through continuous dialogue. One type of dialogue is in conjunction with an incident, which is something that can happen even to the best companies. This is identified through the manager's daily monitoring of the fund holdings. We would typically make direct contact with the company to find out what happened and why. The second type of dialogue is proactive in nature where we schedule a sustainability meeting with company management to discuss their sustainability work. These meetings are intended to inform the companies of what their owners and investors expect from them and to provide the manager additional information for their investment analysis. Companies selected for proactive sustainability meetings are based on our ownership share and risk assessment.

In cases where we are not satisfied with the development or management of a company - and if we do not see the opportunity to influence - divestment of the holding is an alternative.

Fund company's follow-up of the analysis year:

During the year, Lannebo engaged on sustainability related matters with seven holdings, including Fjordkraft and Trionan.

LANNEBO SUSTAINABLE CORPORATE BOND

Balance sheet, SEK thousands

	31/12/20
Assets	
Transferable securities	79 742
OTC-derivatives with a positive market value	152
Total financial instruments with a positive market value (note 1)	79 894
Investment in account with credit institution	5 494
Total investment with a positive market value	85 388
Cash and cash equivalents	2 641
Prepaid expenses and accrued income	324
Total assets	88 353
Liabilities	
Accrued expenses and deferred income	-67
Other liabilities	-250
Total liabilities	-317
Total net asset (note 2)	88 036
Memorandum	
Collateral received for OTC-derivatives	250
% of total net asset	0.3

Income statement, SEK thousands

	18/02/20	-31/12/20
Income and change in value		
Change in value of transferable securities (note 3)	-963	
Change in value of OTC-derivative instruments (note 4)	1 348	
Interest income	1 715	
Foreign exchange, gains and losses, net	53	
Other income	15	
Total income and change in value	2 168	
Costs		
Management fee		
Fee charged by the fund manager	-601	
Fee charged by the custodian	-8	
Other costs	-3	
Total costs	-612	
Net result	1 556	

Note 1 See holdings in financial instruments below

Note 2 Change in net asset

Net asset in the beginning of the year	0
Unit issue	94 657
Unit redemption	-8 177
Net result according to income statement	1 556
Net asset at the end of the year	88 036

Note 3 Change in value of transferable securities

Capital gains	48
Capital losses	-70
Unrealized gains/losses	-941
Total	-963

Note 4 Change in value of OTC-derivative instruments

Capital gains	2 072
Capital losses	-876
Unrealized gains/losses	152
Total	1 348

Investment in financial instruments as at 31/12/20

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET				
FLOATING RATE NOTES (FRN)				
AFRY FRN240627	SE/SEK	2 000 000	1 994	2.3
Arwidsö Green FRN230904	SE/SEK	2 500 000	2 503	2.8
Balder Green FRN240605	SE/SEK	2 000 000	2 031	2.3
Bonava Green FRN240311	SE/SEK	2 500 000	2 516	2.9
Cambio FRN240926	SE/SEK	2 500 000	2 569	2.9
Caverion 3.25% Obl230328	FI/EUR	200 000	2 064	2.3
Cibus Nordic Real Estate Green FRN230612	SE/SEK	2 500 000	2 566	2.9
Digiplex Norway FRN240430	NO/NOK	2 000 000	1 936	2.2
Elekta FRN250313	SE/SEK	2 000 000	2 006	2.3
Ellevio FRN270611	SE/SEK	2 000 000	2 052	2.3
European Energy Green FRN230920	DK/EUR	200 000	2 078	2.4
Fjord1 FRN221122	NO/NOK	2 000 000	1 919	2.2
Georg Jensen FRN230515	DK/EUR	200 000	1 792	2.0
IDA Pandemic 0.25% Obl250625	US/SEK	2 500 000	2 507	2.8
Klövern Green FRN220404	SE/SEK	2 000 000	2 044	2.3
Kungsleden Green FRN230613	SE/SEK	2 000 000	2 038	2.3
Länsförsäkringar Bank Call FRN240410	SE/SEK	2 000 000	2 099	2.4
Länsförsäkringar Bank Call FRN251119	SE/SEK	2 000 000	2 027	2.3
Mowi Green FRN250131	NO/EUR	200 000	2 038	2.3
NCC Treasury Green FRN220930	SE/SEK	2 000 000	1 988	2.3
SBAB Bank Call FRN240905	SE/SEK	2 000 000	2 060	2.3
SBAB Bank Green FRN240620	SE/SEK	2 000 000	2 019	2.3
Småkraft Green FRN231102	NO/EUR	200 000	1 999	2.3
Stena Metall Finans Green FRN230601	SE/SEK	3 000 000	3 007	3.4
Stockholm Exergi Green FRN230911	SE/SEK	2 000 000	2 011	2.3
Stora Enso Green FRN240220	FI/SEK	2 000 000	2 038	2.3
Södra Skogsägarna Green FRN210607	SE/SEK	2 000 000	2 010	2.3
Tornator Green 1.25% Obl261014	FI/EUR	200 000	2 072	2.4
Trianon Sustainable Call FRN230417	SE/SEK	2 000 000	2 035	2.3
United Camping FRN230605	SE/SEK	1 250 000	1 233	1.4
Vacse Green FRN230912	SE/SEK	2 000 000	2 054	2.3
Ziton FRN221003	DK/EUR	95 000	865	1.0
			66 169	75.2
TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET			66 169	75.2
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC				
FLOATING RATE NOTES (FRN)				
ABAX FRN250623	NO/NOK	2 500 000	2 420	2.7
DNB 4.875% Call Obl241112	NO/USD	200 000	1 700	1.9
MOMOX Green FRN250710	DE/EUR	200 000	2 031	2.3
Telia Green 1.375 % call Obl260211	SE/EUR	200 000	2 046	2.3
Velliv Call FRN230608	DK/SEK	2 000 000	2 005	2.3
			10 203	11.6
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC			10 203	11.6
OTHER FINANCIAL INSTRUMENTS				
FLOATING RATE NOTES (FRN)				
CSAM FRN240925	NO/NOK	1 250 000	1 223	1.4
Y-Foundation 3.125% Obl231004	FI/EUR	200 000	2 108	2.4
Ziton PIK FRN221003	DK/EUR	4 401	40	0.0
			3 371	3.8
CURRENCY FUTURES/OTC-DERIVATIVES				
EUR/SEK S210322	SE/EUR	-1 881 357	107	0.1
NOK/SEK S210322	SE/NOK	-7 492 581	34	0.0
USD/SEK S210322	SE/USD	-205 467	12	0.0
			152	0.2
TOTAL OTHER FINANCIAL INSTRUMENTS			3 523	4.0
TOTAL FINANCIAL INSTRUMENTS			79 894	90.8
Other assets and liabilities, net			8 141	9.2
TOTAL NET ASSET			88 036	100.0

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.



Karin Haraldsson and Katarina Ponsbach Carlsson manage Lannebo Sustainable Corporate Bond.

Lannebo Sverige is an actively managed equity fund that invests in equities on the Swedish stock market. The fund invests in both large and small companies in various industries. The fund currently has the majority of the invested capital in larger companies with market-leading positions.

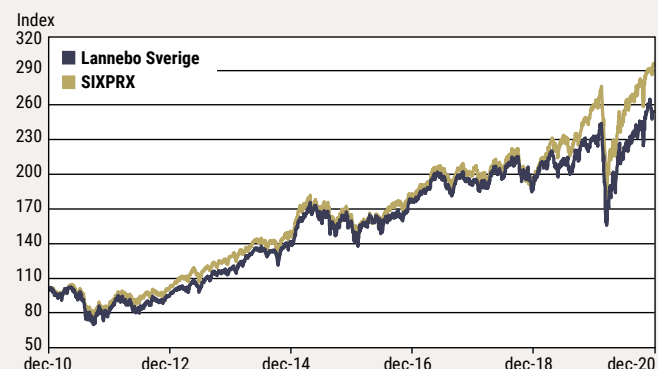
The fund's performance

Assets under management decreased from SEK 3.5 billion at the beginning of 2020 to SEK 2.8 billion on December 31, 2020. The net of inflows and outflows during the period was minus SEK 914 million. Lannebo Sverige increased during the period by 10.4 per cent, while the benchmark index, SIXPRX, rose by 14.8 per cent.

+10.4%
year-to-date

+59.5%
during the recommended five-year investment horizon

Performance 31/12/10 – 31/12/20



Management report

Dometic, SKF and Electrolux Professional contributed most positively to performance.

The fund invested in Dometic during the Spring following the 50 per cent decline in the share price from the beginning of the year. The investment was made based on the company being able to both work with its product range over a longer period of time and streamline and consolidate factories, together with their favourable exposure to outdoor activity. There are still opportunities within the product offering and factories, which so far have had a limited impact on the increasing share price. The trend for motorhomes and caravans became surprisingly strong during the year and retailers in Europe and the US reported strong sales growth and reduced inventories. The increased demand will be reflected in Dometic's 2021 financial reporting.

SKF beat both our and the market's expectations when releasing their quarterly reports during the year. Relative to their sector colleagues, the company was better at managing the very difficult time of parrying the effects of COVID-19. Investments and efforts towards a more efficient production chain are yielding results and are now positively affecting the operating margin. We expect that both business areas - Industrial and Automotive - will contribute approximately equally, in absolute terms, to profit development over the next two years. Compared to 2019, operating profit will improve by approximately SEK 3 billion, or 30 per cent.

Electrolux Professional was distributed from Electrolux on March 23, when the Stockholm Stock Exchange bottomed out following the Spring's large share price drop. The company's operations, with large exposure to hotels and restaurants, were significantly affected by restrictions introduced in Europe and North America. For the full year, organic sales are expected to drop by 20 per cent and result in a halved operating profit. The company's business area in laundry equipment surprised positively and proved resilient. Although 2021 will start off on a cautious note, we

expect an evident positive demand development in 2022 in line with increased vaccinations and a normalization of tourism and restaurant visits.

Loomis, Securitas and Handelsbanken contributed most negatively to performance.

Loomis and Securitas were hard hit by societal shutdowns in Europe and the US. Loomis managed to counteract the effects in the American market, while the southern Europe operations incurred heavy losses. In all probability, 2020 was an exceptional year, but we can expect shops and restaurants to be closed, and tourism to be limited, for some time to come. Loomis Pay, which was launched during the year, is an interesting product, albeit on a very limited scale. New customers are expected together with the launch in Sweden in 2021. We believe that the share is undervalued as profitability is good and the company can continue to grow through new products and acquisitions.

Securitas has been affected by reduced airline travel and cancelled events. Unfavourable customer agreements are now being revised and profitability can therefore be improved. At the same time, the company has reduced the number of employees and wage inflation is now limited, which was problematic in 2019.

In terms of the pandemic's impact, Handelsbanken, together with other major banks, has so far had very limited balance sheet provisions. The established credit loss level for the first three quarters was 0.03 per cent and lower than the corresponding period in 2019. The bank announced in September that it would increase investments in its digital offering by SEK 1 billion while also closing a substantial number of branch offices. There is currently a redundancy of offices in certain locations where over the coming years the adjustment will be favourable from a cost perspective.

FUND MANAGERS

Martin Wallin
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Robin Nestor
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"SKF beat both our and the market's expectations when releasing their quarterly reports during the year"

Major changes during the year

- ⊕ **Alfa Laval** experienced challenges in parts of its business with declining end market demand and order intake. For the coming years, the company is well invested with product leadership in heat exchange, separation and liquid handling.
- ⊕ **SKF** has, and continues to, invest in productivity through more efficient manufacturing in new and improved factories. We think the share is attractively valued and the company is well positioned for high profit growth up to 2022.
- ⊕ **Boliden**, which extracts and produces metals, such as copper, zinc and gold, benefits from rising raw material prices in line with an economic recovery following COVID-19. The balance sheet is strong with assets in stable geographies such as Scandinavia and Ireland.
- ⊖ The largest net sales were made in **AstraZeneca**, **Telia** and **Investor** that were divested during the market decline in the Spring of 2020 given the respective shares' good performance, which provided for the possibility for new investments.

Top holdings

Volvo is a leading manufacturer of trucks, buses and construction machinery. The industry is facing an interesting future with the transition to the electrification of the driveline. Volvo's competitiveness in this regard is good given the company has been working with electric buses for a long time, has joint ventures with Daimler in fuel cells and has a large net cash position.

Ericsson, together with a few other players, is a supplier of a broad 5G technology portfolio to operators and companies. Larger rollouts of the technology are expected in the US and Europe in 2021 and 2022. The company has made a transition to good profitability in their network operations and conditions for higher operating margins continue for all business areas.

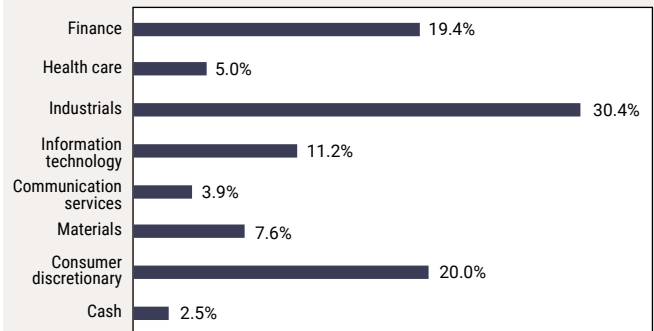
H&M is a global clothing retailer with an e-commerce offering in 51 countries and close to 5,000 stores in 74 markets. The company has faced major challenges due to the pandemic, but the company continues with its restructuring and renewal work, with a focus on IT and logistics investments. H&M is adapting its store structure and improving its e-commerce offering by strengthening its logistics.

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
Volvo B	178 296	6.4
Ericsson B	168 917	6.0
H&M B	165 120	5.9
Trelleborg B	160 600	5.7
SEB A	155 480	5.5

OTHER INFORMATION

During the period, Lannebo updated its policy for sustainable investments and introduced expanded exclusion criteria. The industries affected by the extended exclusion criteria are tobacco, cannabis, alcohol, gambling, pornography, weapons and fossil fuel. More information is available on the fund company's website.

Sector allocation 31/12/20



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 a variety of shares in a range of companies, the prices of which do not move in exactly the same way; this is known as diversification.

The fund was concentrated at the end of the period. The diversification effect in the portfolio, however, was good. The market risk, measured as the standard deviation of the fund's return, was at the end of the period higher than that of the stock market as a whole, measured as SIXPRX.

Together with the outcome of regular stress tests, relevant risk levels are continuously monitored and followed-up. Relevant risk measures are used to assess the fund's risk profile. The fund's

concentration level, together with the degree of active management, are among measures included in the system that is used to manage the fund's risk exposure. The management of the fund was in accordance with the fund's risk profile during the period.

Derivatives and efficient portfolio management techniques

According to the fund statutes, the fund has the right to trade in options, futures and other financial instruments, and the right to lend securities. Under current regulations, efficient portfolio management techniques may also be used in the management of the fund. These possibilities were not exercised during the year.

SPECIFIC INFORMATION REGARDING THE FUND'S INVESTMENT STRATEGY

There is a requirement for a UCITS fund to provide specific information regarding the fund's investment strategy and its implementation. The information requirements are based on the EU's Shareholder Rights Directive and aim to provide investors with information that enable them to assess if, and how, a fund manager acts in a way that best serves the investor's long-term interests and if the manager applies a strategy that creates an effective shareholder engagement.

Lannebo Sverige is an actively managed equity fund with an emphasis on Sweden. The orientation is generally diversified and therefore not specified for any particular sector. The fund only invests in companies where the managers may have a qualified opinion about the company's prospects and valuation. Focus is on analysis, selection and monitoring of each individual investment and its long-term prospects for value creation. The fund's overall objective is, with due care, to generate the greatest possible capital growth and achieve a good spread of risk.

The fund's turnover costs for 2020 amounted to SEK 5 888 000, corresponding to 0.0 per cent of the average fund assets.

During 2020, the fund company did not engage any proxy voting advisors for assistance with the companies, whose shares are included in the fund.

According to the fund company's guidelines for securities lending, any shares lent out by the fund company shall be recalled well in advance before a general meeting where the fund company will participate. These guidelines were complied with by the fund company during 2020.

During 2020, there were no conflicts of interest between the companies, whose shares the fund's assets were invested in, and the fund company.

THE FUND'S ACTIVITY MEASURE

The fund is an actively managed equity fund that invests in equities on the Swedish stock market. The fund only invests in companies that meet the fund's criteria of, for example, investment focus and sustainability criteria. Focus is on each individual investment and its future prospects. The fund invests in companies where the fund managers can have a qualified opinion about the company's future and where the valuation is sufficiently attractive. The fund normally invests in 20 to 30 companies. The fund's overall financial objective is, with due care, to achieve the highest possible value growth and that a good diversification of risk is obtained.

The management of the fund can be compared with the benchmark, SIX Portfolio Return Index. The index is relevant because it reflects the fund's investment focus in terms of, for example, a company's size, asset class and market. SIX Portfolio Return Index is an index that has been made on the basis of reflecting the market development of companies on Nasdaq Stockholm, with the restriction that no company may exceed 10 per cent of the index, and that companies with a weighting of 5 per cent or more may not have a weighting of more than 40 per cent together (weighting limits in accordance with UCITS). The index also takes into account the return that shareholders receive in the form of dividends.

Fund facts Lannebo Sverige, reg no 504400-7796

Launch date 04/08/00.

The fund's performance	31/12/20	31/12/19	31/12/18	31/12/17	31/12/16	31/12/15	31/12/14	31/12/13	31/12/12	31/12/11
Net asset SEK thousands	2 804 984	3 455 779	3 051 992	3 630 955	4 328 919	3 466 082	3 054 270	2 864 241	2 942 835	2 677 589
NAV, SEK	46.10	41.75	34.23	34.65	32.26	29.05	25.71	21.54	17.24	15.58
Number of outstanding units, thousands	60 852	82 768	89 154	104 800	134 179	119 323	118 802	132 946	170 719	171 854
Dividend SEK per unit	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.81	0.25
Annual return, %	10.4	21.9	-1.2	7.4	11.0	13.0	19.4	24.9	15.9	-18.3
SIX Portfolio Return Index ¹ , %	14.8	35.0	-4.4	9.5	9.6	10.5	15.9	28.0	16.7	-13.6

Risk and growth

Standard deviation, %	22.6	14.3	12.2	12.5	15.4					
Standard deviation benchmark, %	19.3	13.9	11.1	10.6	14.9					
Tracking error, % *	6.3	4.9	4.0	4.5	4.6	3.2	3.2	4.2	6.1	6.0
Sharpe ratio	0.8	0.8	0.4	0.8	0.8					
Active share, %	73	64	55	56	57					

* **Tracking error:** The fund's activity measure is due to the fund is actively managed and that the fund has deviated from its benchmark. The activity measure depends on how the fund varies with the market and the composition of the fund's investments. Fluctuations in the activity measure depends on how the fund's investments deviate from its benchmark in relation to, for example, individual share holdings or general changes in the market. The return on shares normally varies more than, for example, interest-bearing securities. Therefore, activity measures are often higher for an actively managed equity fund than for an actively managed fixed income fund. The higher activity measure for 2020 is explained by larger changes in the weighting of the fund's benchmark following sharp price increases; changes to the fund's holdings have had a limited impact on the activity measure.

Tracking error indicates how much the fund's return varies in relation to its benchmark. It is calculated by measuring the difference between the fund's and the benchmark's return based on monthly data from the last two years. The measure is calculated as the standard deviation for the difference in return. In theory, one can therefore expect that the fund's return two years out of three will deviate from the index, plus or minus, in percentage as much as the activity measure indicates. If a fund has an active risk of, for example, 5, one can theoretically expect the fund to return plus or minus 5 percent against its benchmark two years out of three.

Average annual return

24 months, %	16.0	9.8	3.0	9.2	12.0
5 years, %	9.7	10.2	9.7	15.0	16.7

Costs²

Management fee, %	1.6	1.6	1.6	1.6	1.6
Compensation to the custodian, %	0.02	0.00			
Transaction costs ³ , SEK thousands	5 888	5 421	5 628	5 563	4 865
Transaction costs, %	0.1	0.1	0.1	0.1	0.1
Research costs ³ , SEK thousands	1 039	1 108	494	1 994	3 171
Research costs, %	0.0	0.0	0.0	0.0	0.0
Ongoing charges, %	1.66	1.64	1.62	1.65	1.69
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0
Total costs					
- for a single purchase SEK 10 000	158	181	168	160	161
- for monthly payments SEK 100	11	11	11	11	11

Turnover

Turnover ratio	1.6	1.3	1.3	1.0	1.1
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Derivatives

Maximum leverage, %	0.0
Minimum leverage, %	0.0
Average leverage, %	0.0
Risk assessment method	Commitment approach

Purchases and sales of financial instruments involving related parties

Trading with companies within the same group, %	0.0
Trading involving funds managed by Lannebo Fonder, %	0.0

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 per cent and that companies comprising 5 per cent or more must not total more than 40 per cent 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.

Sustainability information

Sustainability information

- Sustainability aspects are taken into account in the management of the fund.
- Sustainability aspects are not taken into account in the management of the fund.

Sustainability aspects taken into account in the management of the fund

- Environmental aspects (e.g. the companies' environmental and climate impact).
- Social aspects (e.g. human rights, employee rights and equal opportunity).
- Corporate governance aspects (e.g. shareholders' rights, issues relating to remuneration for senior executives, and anti-corruption work).
- Other sustainability aspects.

Methods used for the sustainability work

- Positive screening**
- Sustainability aspects are critical in the manager's choice of companies.

The fund has specific and explicit criteria for positive selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability work is critical to the selection of the companies in the fund.

This option also refers to funds that select companies on the basis of a specified sustainability-related theme, such as climate, water, ecotechnology, or social sustainability, and to funds that only invest in projects or operations with quantifiable social or environmental benefits.

- The manager of the fund take sustainability issues into account.

Sustainability issues are taken into account in the context of corporate economic analyses and investment decisions and play a part, but not necessarily a crucial one, in determining which companies are selected for inclusion in the fund.

This option refers to funds which explicitly and systematically integrate sustainability aspects into their economic analyses and investment decisions. Sustainability aspects are explicitly part of the investment process, are continuously analysed, and affect the fund's investments.

Fund management company's comments:

A thorough company analysis is at the core of Lannebo's fund management. This provides us the opportunity to thoroughly understand and assess a company's operations and their future prospects. We analyze, among others, the company's business model, market position, strategy, risk factors, management and ownership structure. We insist on clear governance structures and deem it imperative that companies have control over their operations along the entire supply chain; for example, by carrying out risk analyzes, stakeholder dialogues and supplier assessments. Companies should also work to reduce their climate impact, be a good employer and corporate citizen and not take any risky shortcuts.

Fund management company's follow-up of the year:

A thorough company analysis includes a comprehensive ESG analysis. Prior to a new investment, the manager must submit an application for approval to the fund company's risk management function that performs a sustainability check. During the year, the managers completed sustainability

analyzes of all new investments, and also revised the analyzes of existing holdings. Sustainability analysis is one of many tools we use for achieving an in-depth company analyzes and making the best possible investment decisions. The sustainability analysis reduces the risk in our investments while identifying companies with long-term sustainable business models that are positioned for the future.

An example of such a holding is Autoliv. Autoliv develops and manufactures outstanding products that save lives every day. Customers appreciate the company's ability to delivery and the quality of their products. Autoliv's sustainability work is broad in scope and includes environmental and social issues.

Negative screening

The fund does not invest in companies that are involved in the following products and services. A maximum of 5 per cent of the turnover in the company in which the investment is made may entail operations attributable to the specified product or service.

Products and services

- Cluster bombs, landmines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or arms
- Alcohol
- Tobacco
- Commerciel gaming
- Pornography
- Fossil fuels (oil, gas and coal)
- Coal
- Uranium
- Cannabis

Fund management company's comments:

We look for responsible companies with long-term sustainable business models, and as such many products, and even entire industries, are screened out by the managers following the thorough company analysis, which are not explicitly excluded through any policy.

Fund management company's follow-up of the year:

The fund has not been invested in the above excluded products since the introduction of the exclusion criteria.

International norms

International norms refer to international conventions, laws and agreements such as the UN Global Compact and OECD guidelines for multinational companies that relate to issues concerning the environment, human rights, labour practices, and business ethics.

- The fund does not invest in companies that violate international norms. The assessment is carried out either by the fund management company or a third party.
- The fund does not invest companies which do not address identified problems or where the fund makes the assessment that the company will not address the problems within a time frame deemed reasonable in that specific case.

The fund management company influences

The fund management company exercises its investor influence to influence companies on sustainability issues.

- Direct company influence and in collaboration with other investors

Fund management company's comments:

We have an opportunity to influence companies as a major owner and investor, which we do through continuous dialogue. One type of dialogue is in conjunction with an incident - something that can happen even to the best companies. This is identified through the manager's daily monitoring of the fund holdings. We would typically make direct contact with the company to find out what happened and why. The second type of dialogue is proactive in nature where we schedule a sustainability meeting with company management to discuss their sustainability work. These meetings are intended to inform companies of what their owners and investors expect from them and to provide the manager additional information for their investment analysis. Companies selected for proactive sustainability meetings are based on our share of ownership and risk assessment.

In cases where we are not satisfied with the development or management of a company - and if we do not see the opportunity to influence - divestment of the shares is an alternative.

Fund management company's follow-up of the year:

During the year, Lannebo engaged on sustainability related matters with 16 holdings, including Loomis, BillerudKorsnäs and Securitas.

- Voting at General Meetings

Fund management company's comments:

A key principle for Lannebo is voting at the Annual General Meetings of companies in which the fund company has a larger shareholding, or the fund company is one of the largest shareholders.

Fund management company's follow-up of the year:

During the year, the fund company, on behalf of the fund, participated and voted at the General Meeting of nine companies of a total average of 28 holdings.

- Participation in nomination procedures in order to influence the composition of the Board

Fund management company's comments:

Lannebo participates in the Nomination Committee work for holdings where the fund company is one of the largest owners and the fund company is requested to participate. Participation in Nomination Committees varies from year to year depending on the fund's holdings at the time of the appointment of the committee.

Fund management company's follow-up of the year:

Lannebo participates, on behalf of a fund, in the Nomination Committee work at the fund company level; we are one of the Swedish managers who participate in the most Nomination Committees. It is the Nomination Committee that submits proposals to the Annual General Meeting, including the selection of Board members, Chairman of the Board and remuneration to the Board. We have endeavored over many years to reach gender equality on the boards of publicly listed companies and, when comparing the companies whose Nomination Committees we participated in 2013 to those we participated in 2020, the proportion of women has increased from 24 to 39 per cent - valuable work that we are proud to have contributed to.

During the year, the fund company, on behalf of the fund, participated in the Nomination Committees of Net Insight, Securitas and Trelleborg.

Balance sheet, SEK thousands

	31/12/20	31/12/19
Assets		
Transferable securities	2 735 419	3 289 076
Total financial instruments with a positive market value (note 1)	2 735 419	3 289 076
Investment in account with credit institution	28 649	123 712
Total investment with a positive market value	2 764 068	3 412 788
Cash and cash equivalents	42 075	51 837
Other assets	2 760	0
Total assets	2 808 903	3 464 625
Liabilities		
Accrued expenses and deferred income	-3 919	-4 693
Other liabilities	0	-4 153
Total liabilities	-3 919	-8 846
Total net asset (note 2)	2 804 984	3 455 779

Income statement, SEK thousands

	2020	2019
Income and change in value		
Change in value of transferable securities (note 3)	276 907	584 121
Interest income (note 4)	-92	-420
Dividends	41 310	121 870
Total income and change in value	318 125	705 571
Costs		
Management fee		
Fee charged by the fund manager	-47 414	-52 804
Fee charged by the custodian	-454	-75
Other costs	-6 927	-6 528
Total costs	-54 795	-59 407
Net result	263 330	646 164

Note 1 See holdings in financial instruments below

Note 2 Change in net asset

Net asset in the beginning of the year	3 455 779	3 051 992
Unit issue	223 209	242 176
Unit redemption	-1 137 334	-484 553
Net result according to income statement	263 330	646 164
Net asset at the end of the year	2 804 984	3 455 779

Note 3 Change in value of transferable securities

Capital gains	469 054	380 144
Capital losses	-232 758	-121 393
Unrealized gains/losses	40 611	325 370
Total	276 907	584 121

Note 4 Interest income

The banks charge a deposit fee on deposit accounts as a result of negative interest rates. Deposit fee is reported as negative interest income. Interest income is therefore reported negative.

Investment in financial instruments as at 31/12/20

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET				
FINANCE				
Handelsbanken A	SE/SEK	1 280 000	105 728	3.8
Nordea	FI/SEK	2 220 000	149 228	5.3
SEB A	SE/SEK	1 840 000	155 480	5.5
Swedbank A	SE/SEK	930 000	134 032	4.8
			544 468	19.4
HEALTH CARE				
Elekta B	SE/SEK	750 000	82 838	3.0
Swedish Orphan Biovitrum	SE/SEK	340 000	56 474	2.0
			139 312	5.0

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
INDUSTRIALS				
Alfa Laval	SE/SEK	430 000	97 309	3.5
Loomis B	SE/SEK	477 500	108 011	3.9
NCC B	SE/SEK	235 000	35 250	1.3
SKF B	SE/SEK	596 000	127 186	4.5
Securitas B	SE/SEK	845 040	112 179	4.0
TRATON SE	DE/SEK	142 000	33 164	1.2
Trelleborg B	SE/SEK	880 000	160 600	5.7
Volvo B	SE/SEK	920 000	178 296	6.4
			851 995	30.4
INFORMATION TECHNOLOGY				
Ericsson B	SE/SEK	1 730 000	168 917	6.0
Net Insight B	SE/SEK	8 000 000	12 640	0.5
Nokia SEK	FI/SEK	3 800 000	120 536	4.3
Tobii	SE/SEK	200 000	11 320	0.4
			313 413	11.2
COMMUNICATION SERVICES				
Millicom SDB	LU/SEK	164 000	53 103	1.9
Tele2 B	SE/SEK	530 000	57 558	2.1
			110 661	3.9
MATERIALS				
BillerudKorsnäs	SE/SEK	360 000	52 398	1.9
Boliden	SE/SEK	310 000	90 334	3.2
Stora Enso R SEK	FI/SEK	450 000	70 785	2.5
			213 517	7.6
CONSUMER DISCRETIONARY				
Autoliv SDB	US/SEK	146 000	111 690	4.0
Dometic	SE/SEK	90 000	9 806	0.3
Electrolux B	SE/SEK	600 000	114 810	4.1
Electrolux Professional B	SE/SEK	1 000 000	46 580	1.7
H&M B	SE/SEK	960 000	165 120	5.9
Veoneer SDB	US/SEK	640 000	114 048	4.1
			562 054	20.0
TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET			2 735 419	97.5
TOTAL FINANCIAL INSTRUMENTS			2 735 419	97.5
Other assets and liabilities, net			69 565	2.5
TOTAL NET ASSET			2 804 984	100.0
TOTAL EXPOSURE TO COMPANIES OR GROUP OF COMPANIES				
SEB				8.2

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 Sverige Hållbar is an actively managed equity fund that invests in listed companies in the Nordic region. The fund follows special sustainability criteria in its investments. That means the fund, in addition to what applies to all of Lannebo's funds, actively selects companies based on three main themes: A better environment, a healthier lifestyle and a sustainable society.

The fund's performance

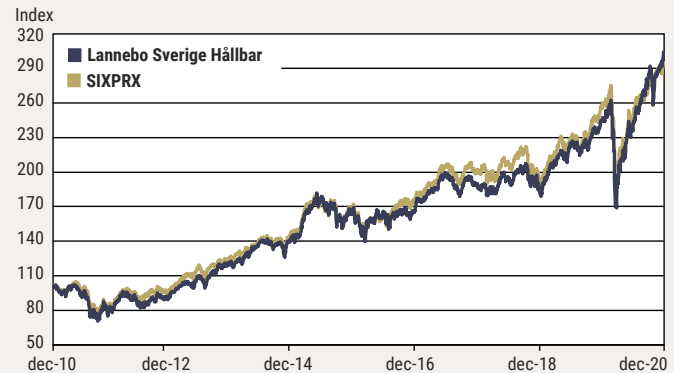
Assets under management increased from SEK 932 million at the beginning of 2020 to SEK 2.1 billion on December 31, 2020. The net of inflows and outflows was SEK 767 million. Lannebo Sverige Hållbar increased by 24.1 per cent, and the benchmark index, SIXPRX, increased by 14.8 per cent.

The fund has two share classes. Returns for share class B SEK is described under "The fund's performance". Share class A SEK can be found in the fund facts box. The fund's benchmark index was before 20/12/18 SIX Return Index.

24.1%
year-to-date

+88.0%
during the recommended five-year investment horizon

Performance 31/12/10 – 31/12/20



Management report

Kinnevik, SCA and Eolus Vind contributed most positively to performance.

Kinnevik is an investment company that more recently changed its investment focus to companies in digitization and technical innovation for everyday services. Investments in e-commerce and digital healthcare service companies, with already strong sales and profit trends, gained extra momentum during the corona pandemic. This applies not least to the largest holding, Zalando, which is a European market-leading e-retailer within fashion. Kinnevik's share price increased 85 per cent during 2020.

SCA benefited from continued revaluation of the company's forest assets as well as the recalculation of the total forest volume, which was significantly larger than previously calculated. The company is also working on an investment project to increase production capacity within SCA Kraftliner at the Obbola mill. In addition, SCA has announced price increases for pulp. SCA's share price increased 51 per cent in 2020.

Eolus Vind designs wind farms with operations in the Nordic region and in the US. Interest in investing in renewable energy has increased significantly in recent years given more countries have committed to halt the use of both nuclear and coal power energy. The share price rose by 116 per cent during 2020.

Pandox, Bonava and AstraZeneca contributed most negatively to performance.

Pandox primarily owns hotel properties but also operates some hotels under its own auspices. Reduced travel both within and between countries led to a sharp decrease in hotel occupancy rates, which had a negative effect on Pandox as the company's revenues are to some extent based on the hotel's - Pandox tenants - turnover. The share price fell 31 per cent during the year.

The share price of housing developer Bonava developed poorly over concerns that demand for newly produced homes would decrease. Operational development was also weak. The share price fell by 21 per cent during the year.

AstraZeneca's share price fell by 1 per cent during 2020. The company launched new drugs and reported a successful study for the treatment of unicellular lung cancer during the year, while the earnings trend was good. Therefore, it seems irregular that the share price development was weak, particularly during the second half of the year. Our assessment is that investors sought other stocks that fell sharply during the beginning of the pandemic.

FUND MANAGERS

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"Significant increase in renewable energy investments in recent years"

Major changes during the year

- **AstraZeneca** has good prospects for future growth given several drugs were approved in 2020. In December, the company also announced it had submitted a bid for the American company Alexion, which strengthens AstraZeneca's investment in immuno-oncology and drugs for rare diseases.
- **SKF** implemented several initiatives to raise earnings, which the company succeeded in achieving. At the same time, focus on sustainability increased through greater emphasis on life cycle processes for its customer solutions. SKF also benefits from increased industrial activity as restrictions are eased.
- **JM** is the first Nordic construction company to Nordic Swan Eco-label its production of housing across the entire Group. During the pandemic, housing demand did not decrease - but rather increased, which benefits long-term demand. We continue to assess there is a housing shortage, especially in areas around larger cities, despite the increased rate of housing starts in recent years.
- **Husqvarna's** share price increased during the Summer as demand for the company's garden products increased sharply as people spent more time at home. We divested the entire holding as we considered the share to be fully valued.
- The NAV discount of **Investor's** assets decreased to historically low levels at the beginning of the year, whereby the entire holding was sold.
- The holding in **Novo Nordisk** was divested given we saw higher potential in other shares available on other Nordic stock exchanges.

Top holdings

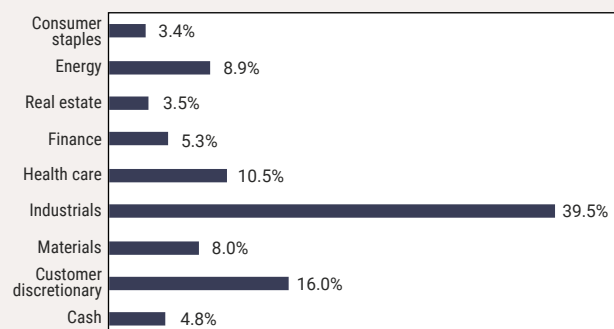
AstraZeneca has a high sustainability rating and develops drugs that contribute to a healthier life. The company in recent years has successfully launched several new drugs for treatments of, predominately, various cancer types. AstraZeneca is research-intensive and invests around SEK 40 billion annually in R&D. The research takes place mainly in Sweden, the UK and US. The company has 60,000 employees, of which 11,000 work with R&D. In 2020, AstraZeneca attracted attention as a company in the forefront for the development of a coronavirus vaccine.

Kinnevik is an investment company with listed assets in the form of, among others, the Swedish telecom operator Tele2 and the German e-commerce company Zalando. Unlisted assets include, for example, MatHem (e-commerce), Budbee (home deliveries) and Monese (mobile consumer bank in the UK). The common thread in all investments is companies that meet the needs of consumers achieved through new technologies and digitalisation. Kinnevik has high sustainability ambitions, where focus is primarily through the impact they can make through their portfolio companies.

AFRY is the result of a 2019 merger between the consulting companies ÅF and Pöyry. AFRY offers services in technology, design and consulting within three main sectors: infrastructure, industry and energy. AFRY has a high sustainability rating, but the company continually strives to improve on its sustainability work. The basis of the company's sustainability efforts is focused on three areas: sustainable solutions, responsible business and attractive employer. The company is also engaged in the design of sustainable urban developments and climate-smart buildings. AFRY has approximately 17,000 employees with offices in more than 50 countries worldwide.

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
AstraZeneca	140 828	6.6
Kinnevik B	112 185	5.3
AFRY B	108 016	5.1
Stora Enso R SEK	94 380	4.5
SKF B	85 360	4.0

Sector allocation 31/12/20



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 a variety of shares in a range of companies, the prices of which do not move in exactly the same way; this is known as diversification.

The fund was concentrated at the end of the period. The diversification effect in the portfolio, however, is very good. Market risk, measured as the standard deviation of the fund's return, was at the end of the period higher than the stock market as a whole, measured as SIXPRX.

Lannebo Sverige Hållbar can to a certain extent invest in, in addition to Swedish transferable securities, foreign financial instruments. The fund's currency exposure at the end of the year was 9 per cent and relates to exposure in holdings denominated in Danish- and Norwegian kronor, as well as Finnish holding denominated in Euro. The risk associated with the currency exposure is low.

Together with the outcome of regular stress tests, relevant risk levels are continuously monitored and followed-up. Relevant risk measures are used to assess the fund's risk profile. The fund's concentration level, together with the degree of active management, are among measures included in the system that is used to manage the fund's risk exposure. The management of the fund was in accordance with the fund's risk profile during the period.

Derivatives and efficient portfolio management techniques

In accordance with the fund's statutes, the fund has the right to trade in options, futures and similar financial instruments, as well as the right to lend securities. Under current regulations the fund may also use efficient portfolio management techniques in the management of the fund. These were not used during the year.

SPECIFIC INFORMATION REGARDING THE FUND'S INVESTMENT STRATEGY

There is a requirement for a UCITS fund to provide specific information regarding the fund's investment strategy and its implementation. The information requirements are based on the EU's Shareholder Rights Directive and aim to provide investors with information that enable them to assess if, and how, a fund manager acts in a way that best serves the investor's long-term interests and if the manager applies a strategy that creates an effective shareholder engagement.

Lannebo Sverige Hållbar is an actively managed equity fund with an emphasis on Sweden. Management of the fund is distinguished by its sustainability focus. The fund is generally diversified and not specified for any particular sector. The fund only invests in companies where the managers may have a qualified opinion about the company's prospects and valuation. Focus is on analysis, selection and monitoring of each individual investment and its long-term prospects for value creation. The fund's overall objective is, with due care, to generate the greatest possible capital growth and achieve a good spread of risk.

The fund's turnover costs for 2020 amounted to SEK 1 342 000, corresponding to 0.0 per cent of the average fund assets.

During 2020, the fund company did not engage any proxy voting advisors for assistance with the companies, whose shares are included in the fund.

According to the fund company's guidelines for securities lending, any shares lent out by the fund company shall be recalled well in advance before a general meeting where the fund company will participate. These guidelines were complied with by the fund company during 2020.

During 2020, there were no conflicts of interest between the companies, whose shares the fund's assets were invested in, and the fund company.

THE FUND'S ACTIVITY MEASURE

The fund is an actively managed equity fund that predominately invests in equities on the Swedish stock market. The management of the fund's assets is characterized by the fund's sustainability focus. The fund only invests in companies that meet the fund's criteria of, for example, investment focus and sustainability criteria. Focus is on each individual investment and its future prospects. The fund invests in companies where the fund managers can have a qualified opinion about the company's future and where the valuation is sufficiently attractive. The fund normally invests in about 30 companies. The fund's overall financial objective is, with due care, to achieve the highest possible value growth and that a good diversification of risk is obtained.

The management of the fund can be compared with the benchmark, SIX Portfolio Return Index. The index is relevant because it reflects the fund's investment focus in terms of, for example, a company's size, asset class and market. SIX Portfolio Return Index has been constructed on the basis of reflecting the market development of companies on Nasdaq Stockholm, with the restriction that no company may exceed 10 per cent of the index, and that companies with a weighting of 5 per cent or more may not have a weighting of more than 40 per cent together (weighting limits according to UCITS). The index also takes into account the return that shareholders receive in the form of dividends.

Fund facts Lannebo Sverige Hållbar, reg no 515602-4191

Launch date 2010-10-01. Share class A SEK startade 2018-12-20.

The fund's performance	31/12/20	31/12/19	31/12/18	31/12/17	31/12/16	31/12/15	31/12/14	31/12/13	31/12/12	31/12/11
Net asset SEK thousands	2 119 950	932 093	692 612	501 360	303 982	175 393	157 202	128 843	91 958	83 105
Share class A SEK	952 346	41 411	1 292							
Share class B SEK	1 167 614	890 693	691 321							
NAV, SEK										
Share class A SEK	2 213.19	1 783.72	1 329.16							
Share class B SEK	2 006.91	1 700.45	1 329.16	1 411.69	1 415.60	1 380.24	1 301.98	1 157.10	949.63	861.94
Number of outstanding units, thousands	1 012	547	521	355	215	127	121	111	97	96
Share class A SEK	430	23	1							
Share class B SEK	582	524	520							
Dividend SEK per unit										
Share class A SEK	0.00	0.00	0.00							
Share class B SEK	85.03	66.46	70.58	70.78	69.01	65.10	57.86	47.49	43.09	54.64
Annual return, %										
Share class A SEK	24.1	34.2	-0.7							
Share class B SEK	24.1	34.2	-1.1	5.0	8.3	11.3	18.4	27.9	15.5	-17.0
SIX Portfolio Return Index ¹ , %	14.8	35.0	-4.4	9.5	9.6	10.4	15.8	28.0	16.5	-13.5

Risk and growth

Standard deviation, %										
Share class A SEK	20.4	-	-							
Share class B SEK	20.4	13.0	11.3	12.4	15.4					
Standard deviation benchmark, %	19.3	13.9	11.1	10.6	14.9					
Tracking error, % *										
Share class A SEK	5.2	-	-							
Share class B SEK	5.2	3.9	3.9	4.7	4.7	3.5	3.5	4.5	6.8	-
Sharpe ratio	1.4	1.2	0.3	0.6	0.7					
Active share, %	80	81	67	62	60					

* **Tracking error:** Figures for the first year for share class B SEK, and the first two years for share class A SEK, are not available given two years history is required in order to calculate an activity measure. The activity measure for the years 2012–2017 is calculated in relation to the SIX Return Index. The fund's activity measure is due to the fund is actively managed and has deviated from its benchmark. The activity measure depends on how the fund varies with the market and the composition of investments. Fluctuations in the activity measure depend on how the fund's investments deviate from its benchmark in relation to, for example the holding of an individual share or general changes in the market. The return on shares normally varies more than, for example, interest-bearing securities. Therefore, activity measures are often higher for an actively managed equity fund than for an actively managed fixed income fund. The higher activity measure for 2020 is predominately due to a larger share of the fund's assets being invested in smaller companies.

Tracking error indicates how much the fund's return varies in relation to its benchmark. It is calculated by measuring the difference between the fund's and the benchmark's return based on monthly data from the last two years. The measure is calculated as the standard deviation for the difference in return. In theory, one can therefore expect that the fund's return two years out of three will deviate from the index, plus or minus, in percentage as much as the activity measure indicates. If a fund has an active risk of, for example, 5, one can theoretically expect the fund to return plus or minus 5 percent against its benchmark two years out of three.

Average annual return

24 months share class A SEK, %	29.0	-	-							
5 years share class A SEK, %	-	-	-							
24 months share class B SEK, %	29.0	15.2	1.9	6.6	9.8					
5 years share class B SEK, %	13.4	10.9	8.2	13.9	16.1					

Costs ²

Management fee A SEK, %	1.6	1.6	1.6							
Management fee B SEK, %	1.6	1.6	1.6	1.6	1.6					
Compensation to the custodian, %	0.00	0.00								
Transaction costs ³ , SEK thousands	1 342	852	978	352	253					
Transaction costs, %	0.1	0.1	0.0	0.1	0.1					
Research costs ³ , SEK thousands	382	251	109	140	198					
Research costs, %	0.0	0.0	0.0	0.0	0.0					
Ongoing charges share class A SEK, %	1.64	1.64	1.62 ⁴							
Ongoing charges Share class B SEK, %	1.64	1.64	1.62	1.65	1.71					
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0					
Total costs										
- for a single purchase SEK 10 000, share class A SEK	166	185								
- for a single purchase SEK 10 000, share class B SEK	166	185	167	172	160					
- for monthly payments SEK 100, share class A SEK	12	10								
- for monthly payments SEK 100, Share class B SEK	12	10	11	11	10					

Turnover

Turnover ratio	0.6	0.8	1.4	0.6	0.9					
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Derivatives

Maximum leverage, %	0.0									
Minimum leverage, %	0.0									
Average leverage, %	0.0									
Risk assessment method	Commitment approach									

Purchases and sales of financial instruments involving related parties

Trading with companies within the same group, %	0.0									
Trading involving funds managed by Lannebo Fonder, %	0.3									

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. The fund's benchmark index was before December 20, 2018 SIX Return Index. Index numbers for 2011-2017 relates to SIX Return Index.

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.

4) The amount for ongoing charges is an estimate since the share class recently started at that time. It refers to the already existing share class fee for 2018.

Sustainability information

Sustainability information

- Sustainability aspects are taken into account in the management of the fund.
- Sustainability aspects are not taken into account in the management of the fund.

Sustainability aspects taken into account in the management of the fund

- Environmental aspects (e.g. the companies' environmental and climate impact).
- Social aspects (e.g. human rights, employee rights and equal opportunity).
- Corporate governance aspects (e.g. shareholders' rights, issues relating to remuneration for senior executives, and anti-corruption work).
- Other sustainability aspects.

Methods used for the sustainability work

- Positive screening**
- Sustainability aspects are critical in the manager's choice of companies.

The fund has specific and explicit criteria for positive selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability work is critical to the selection of the companies in the fund.

This option also refers to funds that select companies on the basis of a specified sustainability-related theme, such as climate, water, ecotechnology, or social sustainability, and to funds that only invest in projects or operations with quantifiable social or environmental benefits.

- The manager of the fund take sustainability issues into account.

Sustainability issues are taken into account in the context of corporate economic analyses and investment decisions and play a part, but not necessarily a crucial one, in determining which companies are selected for inclusion in the fund.

This option refers to funds which explicitly and systematically integrate sustainability aspects into their economic analyses and investment decisions. Sustainability aspects are explicitly part of the investment process, are continuously analysed, and affect the fund's investments.

Fund management company's comments:

A thorough company analysis is at the core of Lannebo's fund management. This provides us the opportunity to thoroughly understand and assess a company's operations and their future prospects. We analyze, among others, the company's business model, market position, strategy, risk factors, management and ownership structure. We insist on clear governance structures and deem it imperative that companies have control over their operations along the entire supply chain; for example, by carrying out risk analyzes, stakeholder dialogues and supplier assessments. Companies should also work to reduce their climate impact, be a good employer and corporate citizen and not take any risky shortcuts.

The fund invests based on individual sustainability themes. More information is available in the fund's information brochure or on our website.

Fund company's follow-up of the year:

A thorough company analysis includes a comprehensive ESG analysis. Prior to a new investment, the manager must

submit an application for approval to the fund company's risk management function that performs a sustainability check.

During the year, the managers completed sustainability analyzes of all new investments, and also revised the analyzes of existing holdings. Sustainability analysis is one of many tools we use for achieving an in-depth company analyzes and making the best possible investment decisions. The sustainability analysis reduces the risk in our investments while identifying companies with long-term sustainable business models that are positioned for the future.

An example of such a holding is the Swedish consulting company AFRY. The company's sustainability work is integrated into the company's business strategy - Making Future - where all projects will integrate critical sustainability aspects such as value creation, ethical engagement and commitment. A cornerstone of this work is to be an attractive employer in addition to creating value for AFRY, its customers and society at large.

Exclusions

The fund excludes companies that are involved in the following products and services. A maximum of 5 per cent of a company's turnover may relate to activities that are attributable to the specified product or service.

Products and services

- Cluster bombs, landmines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or arms
- Alcohol
- Tobacco
- Commerciel gaming
- Pornography
- Fossil fuels (oil, gas and coal)
- Coal
- Uranium
- Cannabis

Fund company's follow-up of the year:

The fund has not invested in the above excluded products during the year.

International norms

International standards refer to international conventions, laws and agreements such as the UN Global Compact and the OECD Guidelines for Multinational Enterprises relating to environmental, human rights, working conditions and business ethics issues.

- The fund does not invest in companies that violate international standards. The assessment is made either by the fund company itself or by a sub-supplier.
- The fund excludes companies that do not take necessary steps to rectify identified problems, or where the fund deems that the companies will not contend with the problems in a time frame the fund company considers reasonable in each individual case.

The fund management company influences

The fund management company exercises its investor influence to influence companies on sustainability issues.

- Direct company influence and in collaboration with other investors

Fund management company's comments:

We have an opportunity to influence companies as a major owner and investor, which we do through continuous dialogue. One type of dialogue is in conjunction with an incident - something that can happen even to the best companies. This is identified through the manager's daily monitoring of the fund holdings. We would typically make direct contact with the company to find out what happened and why. The second type of dialogue is proactive in nature where we schedule a sustainability meeting with company management to discuss their sustainability work. These meetings are intended to inform companies of what their owners and investors expect from them and to provide the manager additional information for their investment analysis. Companies selected for proactive sustainability meetings are based on our share of ownership and risk assessment.

In cases where we are not satisfied with the development or management of a company - and if we do not see the opportunity to influence - divestment of the shares is an alternative.

Fund company's follow-up of the year:

During the year, Lannebo engaged on sustainability related matters with 35 holdings, including Fjordkraft, Eolus Vind and Nederman.

- Voting at the General Meeting

Fund management company's comments:

A key principle for Lannebo is voting at the Annual General Meetings of companies in which the fund company has a larger shareholding, or the fund company is one of the largest shareholders.

Fund company's follow-up of the year:

During the year, the fund company, on behalf of the fund, participated and voted at the General Meeting of 15 companies of a total average of 30 holdings.

- Participation in Nomination Committees in order to influence the composition of the Board

Fund management company's comments:

Lannebo participates in the Nomination Committee work for holdings where the fund company is one of the largest owners and the fund company is requested to participate. Participation in Nomination Committees varies from year to year depending on the fund's holdings at the time of the appointment of the committee.

Fund company's follow-up of the year:

Lannebo participates, on behalf of a fund, in the Nomination Committee work at the fund company level; we are one of the Swedish managers who participate in the most Nomination Committees. It is the Nomination Committee that submits proposals to the Annual General Meeting, including the selection of Board members, Chairman of the Board and remuneration to the Board. We have endeavored over many years to reach gender equality on the boards of publicly listed companies and, when comparing the companies whose Nomination Committees we participated in 2013 to those we participated in 2020, the proportion of women has increased from 24 to 39 per cent - valuable work that we are proud to have contributed to.

During the year, the fund company, on behalf of the fund, participated in the Nomination Committees of Balco, Bravida Holding, Castellum, Midsona, Nederman and Thule Group.

Balance sheet, SEK thousands

	31/12/20	31/12/19
Assets		
Transferable securities	2 017 462	888 968
Total financial instruments with a positive market value (note 1)	2 017 462	888 968
Investment in account with credit institution	73 259	33 697
Total investment with a positive market value	2 090 721	922 665
Cash and cash equivalents	31 799	13 981
Prepaid expenses and accrued income	215	105
Total assets	2 122 735	936 751
Liabilities		
Accrued expenses and deferred income	-2 785	-1 253
Other liabilities	0	-3 405
Total liabilities	-2 785	-4 658
Total net asset (note 2)	2 119 950	932 093

Income statement, SEK thousands

	2020	2019
Income and change in value		
Change in value of transferable securities (note 3)	472 056	224 725
Interest income (note 4)	-94	-148
Dividends	18 456	21 778
Total income and change in value	490 418	246 355
Costs		
Management fee		
Fee charged by the fund manager	-22 668	-13 014
Fee charged by the custodian	-183	-106
Other costs	-1 724	-1 103
Total costs	-24 575	-14 223
Net result	465 843	232 132

Note 1 See holdings in financial instruments below

Note 2 Change in net asset

Net asset in the beginning of the year	932 093	692 612
Unit issue	868 487	75 535
Unit redemption	-101 934	-33 619
Net result according to income statement	465 843	232 132
Dividends	-44 539	-34 567
Net asset at the end of the year	2 119 950	932 093

Note 3 Change in value of transferable securities

Capital gains	166 901	79 597
Capital losses	-56 556	-61 688
Unrealized gains/losses	361 711	206 816
Total	472 056	224 725

Note 4 Interest income

The banks charge a deposit fee on deposit accounts as a result of negative interest rates. Deposit fee is reported as negative interest income. Interest income is therefore reported negative.

Investment in financial instruments as at 31/12/20

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET				
CONSUMER STAPLES				
Essity B	SE/SEK	270 000	71 415	3.4
			71 415	3.4
ENERGY				
Eolus Vind	SE/SEK	314 353	74 439	3.5
Fjordkraft Holding	NO/NOK	509 140	40 825	1.9
Scatec	NO/NOK	165 000	53 965	2.5
			169 229	8.0
REAL ESTATE				
Castellum	SE/SEK	360 000	75 132	3.5
			75 132	3.5

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
FINANCE				
Kinnevik B	SE/SEK	270 000	112 185	5.3
			112 185	5.3
HEALTH CARE				
AstraZeneca	GB/SEK	170 000	140 828	6.6
BioGaia B	SE/SEK	100 000	53 700	2.5
MedCap	SE/SEK	126 029	28 987	1.4
			223 515	10.5
INDUSTRIALS				
AFRY B	SE/SEK	430 000	108 016	5.1
ASSA ABLOY B	SE/SEK	347 909	70 452	3.3
Atlas Copco B	SE/SEK	197 000	72 555	3.4
Balco Group	SE/SEK	327 399	31 299	1.5
Bravida	SE/SEK	581 813	63 709	3.0
Instalco	SE/SEK	294 122	73 825	3.5
NIBE Industrier B	SE/SEK	250 000	67 425	3.2
Nederman	SE/SEK	332 561	46 891	2.2
Rejlers B	SE/SEK	459 102	78 047	3.7
SKF B	SE/SEK	400 000	85 360	4.0
Sandvik	SE/SEK	210 000	42 273	2.0
Systemair	SE/SEK	212 573	54 738	2.6
Vestas Wind Systems	DK/DKK	22 000	42 766	2.0
			837 355	39.5
MATERIALS				
SCA B	SE/SEK	530 000	75 949	3.6
Stora Enso R SEK	FI/SEK	600 000	94 380	4.5
			170 329	8.0
CONSUMER DISCRETIONARY				
Electrolux B	SE/SEK	350 000	66 973	3.2
Harvia	FI/EUR	41 795	10 308	0.5
JM	SE/SEK	276 000	80 206	3.8
Midsona B	SE/SEK	758 243	58 991	2.8
SATS	NO/NOK	2 422 360	53 606	2.5
Thule	SE/SEK	225 000	69 210	3.3
			339 294	16.0
TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET			1 998 453	94.3
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC				
ENERGY				
Scandinavian Biogas	SE/SEK	438 000	19 009	0.9
			19 009	0.9
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC			19 009	0.9
TOTAL FINANCIAL INSTRUMENTS			2 017 462	95.2
Other assets and liabilities, net			102 488	4.8
TOTAL NET ASSET			2 119 950	100.0

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.

Lannebo Sverige Plus 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 may, e.g., invest 130 per cent in shares that the fund management company is positive about and, at the same time, balance this by reducing its share exposure by, for example, 30 per cent through the sale of stock that the fund does not own, so-called short selling.

The fund's performance

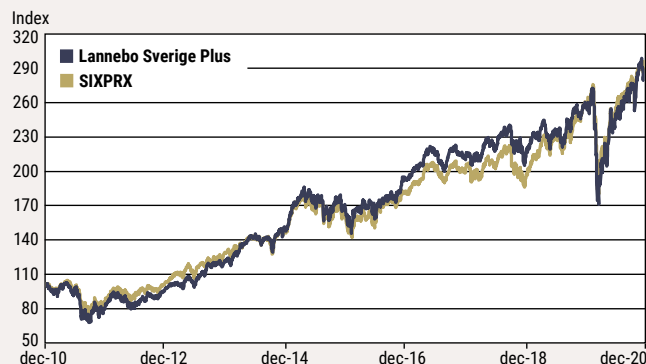
Assets under management decreased from SEK 6.4 billion at the beginning of 2020 to SEK 4.3 billion on December 31, 2020. The net of inflows and outflows during the period was minus SEK 2.4 billion. The fund increased during the period by 11.7 per cent, while the benchmark index, SIXPRX increased 14.8 per cent.

+11.7%
year-to-date

+68.3%
during the recommended five-year investment horizon

The fund has several share classes. Returns for share classes SEK are described under "The fund's performance". Share class C SEK and SEK F can be found in the fund facts box.

Performance 31/12/10– 31/12/20



Management report

Dometic, SKF and Electrolux Professional contributed most positively to performance.

The fund invested in Dometic during the Spring following the 50 per cent decline in the share price from the beginning of the year. The investment was made based on the company being able to both work with its product range over a longer period of time and streamline and consolidate factories, together with their favourable exposure to outdoor activity. There are still opportunities within the product offering and factories, which so far have had a limited impact on the increasing share price. The trend for motorhomes and caravans became surprisingly strong during the year and retailers in Europe and the US reported strong sales growth and reduced inventories. The increased demand will be reflected in Dometic's 2021 financial reporting.

SKF beat both our and the market's expectations when releasing their quarterly reports during the year. Relative to their sector colleagues, the company was better at managing the very difficult time of parrying the effects of COVID-19. Investments and efforts towards a more efficient production chain are yielding results and are now positively affecting the operating margin. We expect that both business areas - Industrial and Automotive - will contribute approximately equally, in absolute terms, to profit development over the next two years. Compared to 2019, operating profit will improve by approximately SEK 3 billion, or 30 per cent.

Electrolux Professional was distributed from Electrolux on March 23, when the Stockholm Stock Exchange bottomed out following the Spring's large share price drop. The company's operations, with large exposure to hotels and restaurants, were significantly affected by restrictions introduced in Europe and North America. For the full year, organic sales are expected to drop by 20 per cent and result in a halved operating profit. The company's business area in laundry equipment surprised positively

and proved resilient. Although 2021 will start off on a cautious note, we expect an evident positive demand development in 2022 in line with increased vaccinations and a normalization of tourism and restaurant visits.

Loomis, Securitas and Handelsbanken contributed most negatively to performance.

Loomis and Securitas were hard hit by societal shutdowns in Europe and the US. Loomis managed to counteract the effects in the American market, while the southern Europe operations incurred heavy losses. In all probability, 2020 was an exceptional year, but we can expect shops and restaurants to be closed, and tourism to be limited, for some time to come. Loomis Pay, which was launched during the year, is an interesting product, albeit on a very limited scale. New customers are expected together with the launch in Sweden in 2021. We believe that the share is undervalued as profitability is good and the company can continue to grow through new products and acquisitions.

Securitas has been affected by reduced airline travel and cancelled events. Unfavourable customer agreements are now being revised and profitability can therefore be improved. At the same time, the company has reduced the number of employees and wage inflation is now limited, which was problematic in 2019.

In terms of the pandemic's impact, Handelsbanken, together with other major banks, has so far had very limited balance sheet provisions. The established credit loss level for the first three quarters was 0.03 per cent and lower than the corresponding period in 2019. The bank announced in September that it would increase investments in its digital offering by SEK 1 billion while also closing a substantial number of branch offices. There is currently a redundancy of offices in certain locations where over the coming years the adjustment will be favourable from a cost perspective.

FUND MANAGERS

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*"Electrolux Professional listed on March 23 - the same day SIXPRX **bottomed out** after falling 30 per cent"*

Major changes during the year

- ⊕ **Alfa Laval** experienced challenges in parts of its business with declining end market demand and order intake. For the coming years, the company is well invested with product leadership in heat exchange, separation and liquid handling.
- ⊕ **SKF** has, and continues to, invest in productivity through more efficient manufacturing in new and improved factories. We think the share is attractively valued and the company is well positioned for high profit growth up to 2022.
- ⊕ **Boliden**, which extracts and produces metals, such as copper, zinc and gold, benefits from rising raw material prices in line with an economic recovery following COVID-19. The balance sheet is strong with assets in stable geographies such as Scandinavia and Ireland.
- ⊖ The largest net sales were made in **AstraZeneca**, **Telia** and **Investor** that were divested during the market decline in the Spring of 2020 given the respective shares' good performance, which provided for the possibility for new investments.

Top holdings

Volvo is a leading manufacturer of trucks, buses and construction machinery. The industry is facing an interesting future with the transition to the electrification of the driveline. Volvo's competitiveness in this regard is good given the company has been working with electric buses for a long time, has joint ventures with Daimler in fuel cells and has a large net cash position.

Ericsson, together with a few other players, is a supplier of a broad 5G technology portfolio to operators and companies. Larger rollouts of the technology are expected in the US and Europe in 2021 and 2022. The company has made a transition to good profitability in their network operations and conditions for higher operating margins continue for all business areas.

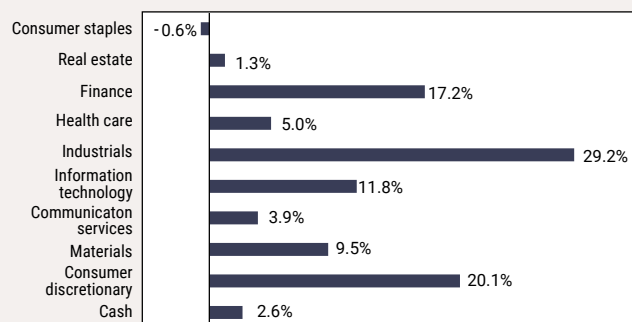
H&M is a global clothing retailer with an e-commerce offering in 51 countries and close to 5,000 stores in 74 markets. The company has faced major challenges due to the pandemic, but the company continues with its restructuring and renewal work, with a focus on IT and logistics investments. H&M is adapting its store structure and improving its e-commerce offering by strengthening its logistics.

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
Volvo B	275 196	6.3
Ericsson B	261 675	6.0
H&M B	252 840	5.8
Trelleborg B	246 375	5.7
SEB A	238 290	5.5

OTHER INFORMATION

During the period, Lannebo updated its policy for sustainable investments and introduced expanded exclusion criteria. The industries affected by the extended exclusion criteria are tobacco, cannabis, alcohol, gambling, pornography, weapons and fossil fuel. More information is available on the fund company's website.

Sector allocation 31/12/20



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 shares in a range of companies, the prices of which do not move in exactly the same way; this is known as diversification. The fund was concentrated at the end of the period. The diversification effect in the portfolio, however, is good. The market risk, measured as the standard deviation of the fund's return, was at the end of the period higher than that of the stock market as a whole, measured as SIXPRX.

Unlike traditional equity funds, Lannebo Sverige Plus 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 is the sum of all long positions minus the sum of all short positions. Lannebo Sverige Plus can have a net exposure of between 50 and 150 per cent with an ambition to have a net exposure of around 100 per cent over time. Gross exposure measures the sum of all long and short positions, which for Lannebo Sverige plus may be a maximum of 200 per cent. At year end, the fund's net exposure was 97 per cent and the fund's gross exposure was 111 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.

At the end of the period, the gross exposure from derivatives and efficient portfolio management techniques, calculated using the commitment method, which means that the instruments are converted into corresponding positions in the underlying assets, was limited and was 7 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 at the end of the period and was related to Finnish holdings denominated in Euros. The fund's currency exposure at the end of the period provided a slight positive diversification effect.

Together with the outcome of regular stress tests, relevant risk levels are continuously monitored and followed-up. Relevant risk measures are used to assess the fund's risk profile. The fund's concentration level, together with the degree of active management, are among measures included in the system that is used to manage the fund's risk exposure. The management of the fund was in accordance with the fund's risk profile during the period.

Derivatives and efficient portfolio management techniques

In accordance with the fund's statutes, the fund has the right to trade in options, futures and similar financial instruments, as well as the right to lend securities. Under current regulations the fund may also use efficient portfolio management techniques in the management of the fund. Derivative instruments have not been used during the year. The fund has not lent securities but to a certain extent borrowed shares, with SEB and Nordea as the counterparty, to short sell securities when the managers have assessed a weak share price development. In consideration for the share-loan, the fund posts collateral that can exceed the value of the borrowed shares, which means that the fund assumes a counterparty risk. As of the balance sheet date, the fund had exposure due to efficient portfolio management techniques. The leverage in the fund was a result of short selling.

SPECIFIC INFORMATION REGARDING THE FUND'S INVESTMENT STRATEGY

There is a requirement for a UCITS fund to provide specific information regarding the fund's investment strategy and its implementation. The information requirements are based on the EU's Shareholder Rights Directive and aim to provide investors with information that enable them to assess if, and how, a fund manager acts in a way that best serves the investor's long-term interests and if the manager applies a strategy that creates an effective shareholder engagement.

Lannebo Sverige Plus is an actively managed equity fund that mainly invests in shares listed on the Swedish stock exchange. The fund is similar to Lannebo Sverige, but where Lannebo Sverige Plus can also, through short selling and derivatives, add short positions that are balanced through additional long positions. The fund only invests in companies where the managers may have a qualified opinion about the company's prospects and valuation. Focus is on analysis, selection and monitoring of each individual investment and its long-term prospects for value creation. The fund's objective is to achieve long-term good capital growth, which exceeds the performance of the fund's benchmark index SIXPRX.

The fund's turnover costs for 2020 amounted to SEK 10 182 000, corresponding to 0.0 per cent of the average fund assets.

During 2020, the fund company did not engage any proxy voting advisors for assistance with the companies, whose shares are included in the fund.

According to the fund company's guidelines for securities lending, any shares lent out by the fund company shall be recalled well in advance before a general meeting where the fund company will participate. These guidelines were complied with by the fund company during 2020.

During 2020, there were no conflicts of interest between the companies, whose shares the fund's assets were invested in, and the fund company.

THE FUND'S ACTIVITY MEASURE

The fund is an actively managed equity fund that mainly invests in equities listed on the Swedish stock market. The fund only invests in companies that meet the fund's criteria of, for example, investment focus and sustainability criteria. Focus is on each individual investment and its future prospects. The fund invests in companies where the fund managers can have a qualified opinion about the company's future and where the valuation is sufficiently attractive. The fund normally invests in 25 to 40 companies. The fund's overall financial objective is, with due care, to achieve the highest possible value growth and that a good diversification of risk is obtained.

The management of the fund can be compared with the benchmark, SIX Portfolio Return Index. The index is relevant because it reflects the fund's investment focus in terms of, for example, a company's size, asset class and market. The SIX Portfolio Return Index has been constructed on the basis of reflecting the market development of companies on Nasdaq Stockholm, with the limitation that no company may exceed a weighting of 10 per cent, and that companies with a weighing of 5 per cent or more may not have a total weighting exceeding 40 per cent together (weighting limits according to UCITS). The index also takes into account the return that shareholders receive in the form of dividends.

Fund facts Lannebo Sverige Plus, reg no 515602-2989

Launch date 11/12/08. Share class SEK C was launched 04/01/18. Share class SEK F was launched 04/11/19.

The fund's performance	31/12/20	31/12/19	31/12/18	31/12/17	31/12/16	31/12/15	31/12/14	31/12/13	31/12/12	31/12/11
Net asset SEK thousands	4 334 459	6 397 374	5 953 850	6 398 559	7 567 670	4 874 123	2 476 338	1 702 390	1 375 473	1 196 182
Share class SEK	3 565 885	5 754 671	5 543 232							
Share class SEK C	378 350	397 397	410 723							
Share class SEK F	390 388	245 393								
NAV, SEK										
Share class SEK	61.14	54.71	44.65	44.96	41.32	36.48	32.17	26.07	20.33	17.78
Share class SEK C	62.00	55.21	44.82							
Share class SEK F	60.72	54.67								
Number of outstanding units, thousands	70 858	116 865	133 321	142 307	183 159	133 608	76 977	65 311	67 643	67 270
Share class SEK	58 326	105 178	124 158							
Share class SEK C	6 103	7 198	9 163							
Share class SEK F	6 429	4 489								
Dividend SEK per unit										
Share class SEK	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.52	0.00
Share class SEK C	0.00	0.00	0.00							
Share class SEK F	0.00	0.00								
Annual return, %										
Share class SEK	11.7	22.6	-0.7	8.8	13.3	13.4	23.4	28.2	17.3	-18.9
Share class SEK C	12.3	23.2	-1.7							
Share class SEK F	11.1	0.2 ¹								
SIX Portfolio Return Index ² , %	14.8	35.0	-4.4	9.5	9.6	10.5	15.9	28.0	16.7	-13.6

Risk and growth

Standard deviation, %										
Share class SEK	23.3	14.5	12.3	12.9	15.8					
Share class SEK C	23.3	-	-							
Share class SEK F	-	-	-							
Standard deviation benchmark, %	19.3	13.9	11.1	10.6	14.9					
Tracking error, % *										
Share class SEK	6.7	5.0	4.2	4.7	4.4	3.3	4.5	5.2	8.0	7.6
Share class SEK C	6.7	-	-							
Share class SEK F	-	-	-							
Sharpe ratio										
Share class SEK	0.8	0.8	0.4	0.9	0.9					
Share class SEK C	0.5	-	-							
Share class SEK F	-	-	-							
Active share, %	79	68	57	63	61					

Average annual return

24 months share class SEK, %	17.0	10.3	4.0	11.0	13.3
5 years share class SEK, %	10.9	11.2	11.4	17.2	19.0
24 months share class SEK C, %	17.6	-	-		
5 years share class SEK C, %	-	-	-		
24 months share class SEK F, %	-	-	-		
5 years share class SEK F, %	-	-	-		

Costs ³

Management fee (including performance fee) SEK, %	1.0	1.0	2.1	1.3	1.4
Management fee (including performance fee) SEK C, %	0.5	0.5	2.2		
Management fee (fixed) SEK F	1.6	1.6			
Compensation to the custodian, %	0.01	0.00			
Transaction costs ⁴ , SEK thousands	10 182	13 506	15 003	15 762	13 830
Transaction costs, %	0.1	0.1	0.1	0.1	0.1
Research costs ⁴ , SEK thousands	1 595	2 161	-1 553	3 228	8 818
Research costs, %	0.0	0.0	0.0	0.0	0.0
Ongoing charges share class SEK, %	1.06	1.03	1.00	1.04	1.16
Ongoing charges share class SEK C, %	0.55	0.53	-		
Ongoing charges share class SEK F, %	1.66	-	-		
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0
Total costs					
- for a single purchase SEK 10 000, share class SEK	99	113	217	124	157
- for a single purchase SEK 10 000, share class SEK C	51	60	-		
- for a single purchase SEK 10 000, share class SEK F	158	-	-		
- for monthly payments SEK 100, share class SEK	7	7	17	7	9
- for monthly payments SEK 100, share class SEK C	4	4	-		
- for monthly payments SEK 100, share class SEK F	11	-	-		

Turnover

Turnover ratio	1.8	1.6	1.9	1.6	1.8
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Derivatives

Maximum leverage, %	6.8
Minimum leverage, %	0.8
Average leverage, %	2.9
Risk assessment method	Commitment approach

Purchases and sales of financial instruments involving related parties

Trading with companies within the same group, %	0.0
Trading involving funds managed by Lannebo Fonder, %	0.0

* **Tracking error:** Figures are missing for the first two years for share class SEK C and SEK F given two years history is required in order to calculate an activity measure.

The fund's activity measure is due to the fund is actively managed and that the fund has deviated from its benchmark. The activity measure depends on how the fund varies with the market and the composition of the fund's investments. Fluctuations in the activity measure depend on how the fund's investments deviate from its benchmark in relation to, for example the holding of an individual share or general changes in the market. The return on shares normally varies more than, for example, interest-bearing securities. Therefore, activity measures are often higher for an actively managed equity fund than for an actively managed fixed income fund. The higher activity measure for 2020 is explained by the substantial changes in the weighting of the fund's benchmark index after sharp price increases; changes in the fund's holdings have had a limited impact on the activity measure. Tracking error indicates how much the fund's return varies in relation to its benchmark. It is calculated by measuring the difference between the fund's and the benchmark's return based on monthly data from the last two years. The measure is calculated as the standard deviation for the difference in return. In theory, one can therefore expect that the fund's return two years out of three will deviate from the index, plus or minus, in percentage as much as the activity measure indicates. If a fund has an active risk of, for example, 5, one can theoretically expect the fund to return plus or minus 5 percent against its benchmark index two years out of three.

1) Refers to the period 04/11/19 – 31/12/19.

2) 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 per cent and that companies comprising 5 per cent or more must not total more than 40 per cent 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.

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. The item consists of research costs for the current accounting period and reversed costs charged to previous years. This is why it becomes negative (income).

Sustainability information

Sustainability information

- Sustainability aspects are taken into account in the management of the fund.
- Sustainability aspects are not taken into account in the management of the fund.

Sustainability aspects taken into account in the management of the fund

- Environmental aspects (e.g. the companies' environmental and climate impact).
- Social aspects (e.g. human rights, employee rights and equal opportunity).
- Corporate governance aspects (e.g. shareholders' rights, issues relating to remuneration for senior executives, and anti-corruption work).
- Other sustainability aspects.

Methods used for the sustainability work

- Positive screening**
- Sustainability aspects are critical in the manager's choice of companies.

The fund has specific and explicit criteria for positive selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability work is critical to the selection of the companies in the fund.

This option also refers to funds that select companies on the basis of a specified sustainability-related theme, such as climate, water, ecotechnology, or social sustainability, and to funds that only invest in projects or operations with quantifiable social or environmental benefits.

- The manager of the fund take sustainability issues into account.

Sustainability issues are taken into account in the context of corporate economic analyses and investment decisions and play a part, but not necessarily a crucial one, in determining which companies are selected for inclusion in the fund.

This option refers to funds which explicitly and systematically integrate sustainability aspects into their economic analyses and investment decisions. Sustainability aspects are explicitly part of the investment process, are continuously analysed, and affect the fund's investments.

Fund management company's comments:

A thorough company analysis is at the core of Lannebo's fund management. This provides us the opportunity to thoroughly understand and assess a company's operations and their future prospects. We analyze, among others, the company's business model, market position, strategy, risk factors, management and ownership structure. We insist on clear governance structures and deem it imperative that companies have control over their operations along the entire supply chain; for example, by carrying out risk analyzes, stakeholder dialogues and supplier assessments. Companies should also work to reduce their climate impact, be a good employer and corporate citizen and not take any risky shortcuts.

Fund company's follow-up of the analysis year:

A thorough company includes a comprehensive ESG analysis. Prior to a new investment, the manager must submit an application for approval to the fund company's risk management function that performs a sustainability check. During the year, the managers completed sustainability

analyzes of all new investments, and also revised the analyzes of existing holdings. Sustainability analysis is one of many tools we use for achieving an in-depth company analyzes and making the best possible investment decisions. The sustainability analysis reduces the risk in our investments while identifying companies with long-term sustainable business models that are positioned for the future.

An example of such a holding is Electrolux. Electrolux is continuously works to improve its products to make them more energy efficient, with less plastic content and a higher recycling rate. The company works to make the entire value chain increasingly sustainable with a clear focus internally and through its supplier program.

Negative screening

The fund does not invest in companies that are involved in the following products and services. A maximum of 5 per cent of the turnover in the company in which the investment is made may entail operations attributable to the specified product or service.

Products and services

- Cluster bombs, landmines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or arms
- Alcohol
- Tobacco
- Commerciel gaming
- Pornography
- Fossil fuels (oil, gas and coal)
- Coal
- Uranium
- Cannabis

Fund management company's comments:

We look for responsible companies with long-term sustainable business models, and as such many products, and even entire industries, are screened out by the managers following the thorough company analysis, which are not explicitly excluded through any policy.

Fund company's follow-up of the analysis year:

The fund has not been invested in the above excluded products since the introduction of the exclusion criteria.

International norms

International norms refer to international conventions, laws and agreements such as the UN Global Compact and OECD guidelines for multinational companies that relate to issues concerning the environment, human rights, labour practices, and business ethics.

- The fund does not invest in companies that violate international norms. The assessment is carried out either by the fund management company or a third party.
- The fund does not invest companies which do not address identified problems or where the fund makes the assessment that the company will not address the problems within a time frame deemed reasonable in that specific case.

The fund management company influences

The fund management company exercises its investor influence to influence companies on sustainability issues.

- Direct company influence and in collaboration with other investors

Fund management company's comments:

We have an opportunity to influence companies as a major owner and investor, which we do through continuous dialogue. One type of dialogue is in conjunction with an incident - something that can happen even to the best companies. This is identified through the manager's daily monitoring of the fund holdings. We would typically make direct contact with the company to find out what happened and why. The second type of dialogue is proactive in nature where we schedule a sustainability meeting with company management to discuss their sustainability work. These meetings are intended to inform companies of what their owners and investors expect from them and to provide the manager additional information for their investment analysis. Companies selected for proactive sustainability meetings are based on our share of ownership and risk assessment.

In cases where we are not satisfied with the development or management of a company - and if we do not see the opportunity to influence - divestment of the shares is an alternative.

Fund company's follow-up of the analysis year:

During the year, Lannebo engaged on sustainability related matters with 16 holdings, including Loomis, BillerudKorsnäs and Securitas.

- Voting at General Meetings

Fund management company's comments:

A key principle for Lannebo is voting at the Annual General Meetings of companies in which the fund company has a larger shareholding, or the fund company is one of the largest shareholders.

Fund company's follow-up of the analysis year:

During the year, the fund company, on behalf of the fund, participated and voted at the General Meeting of ten companies of a total average of 38 holdings.

- Participation in nomination procedures in order to influence the composition of the Board

Fund management company's comments:

Lannebo participates in the Nomination Committee work for holdings where the fund company is one of the largest owners and the fund company is requested to participate. Participation in Nomination Committees varies from year to year depending on the fund's holdings at the time of the appointment of the committee.

Fund company's follow-up of the analysis year:

Lannebo participates, on behalf of a fund, in the Nomination Committee work at the fund company level; we are one of the Swedish managers who participate in the most Nomination Committees. It is the Nomination Committee that submits proposals to the Annual General Meeting, including the selection of Board members. Chairman of the Board and remuneration to the Board. We have endeavored over many years to reach gender equality on the boards of publicly listed companies and, when comparing the companies whose Nomination Committees we participated in 2013 to those we participated in 2020, the proportion of women has increased from 24 to 39 per cent - valuable work that we are proud to have contributed to.

During the year, the fund company, on behalf of the fund, participated in the Nomination Committees of Net Insight, Securitas and Trelleborg.

Balance sheet, SEK thousands

	31/12/20	31/12/19
Assets		
Transferable securities	4 486 260	6 311 522
Total financial instruments with a positive market value (note 1)	4 486 260	6 311 522
Investment in account with credit institution	39 768	252 096
Total investment with a positive market value	4 526 028	6 563 618
Cash and cash equivalents	65 017	95 961
Prepaid expenses and accrued income	2 905	3 011
Other assets	10 145	0
Total assets	4 604 095	6 662 590
Liabilities		
Other financial instruments with a negative market value	-265 714	-253 916
Total financial instruments with a negative market value	-265 714	-253 916
Accrued expenses and deferred income	-3 922	-5 486
Other liabilities	0	-5 814
Total liabilities	-269 636	-265 216
Total net asset (note 2)	4 334 459	6 397 374
Memorandum		
Pledged assets for borrowed financial instruments	382 671	328 752
% of total net asset	8.8	5.1

Income statement, SEK thousands

	2020	2019
Income and change in value		
Change in value of transferable securities (note 3)	336 695	1 091 614
Interest income (note 4)	-53	-862
Dividends	51 820	244 758
Total income and change in value	388 462	1 335 510
Costs		
Management fee		
Fee charged by the fund manager	-42 502	-63 320
Fee charged by the custodian	-617	-129
Other financial costs (note 5)	-615	-2 568
Other costs	-11 776	-15 670
Total costs	-55 510	-81 687
Net result	332 952	1 253 823

Note 1 See holdings in financial instruments below

Note 2 Change in net asset

Net asset in the beginning of the year	6 397 374	5 953 850
Unit issue	891 750	2 083 859
Unit redemption	-3 287 616	-2 894 158
Net result according to income statement	332 952	1 253 823
Net asset at the end of the year	4 334 459	6 397 374

Note 3 Change in value of transferable securities

Capital gains	775 273	875 386
Capital losses	-518 400	-441 261
Unrealized gains/losses	79 822	657 489
Total	336 695	1 091 614

Note 4 Interest income

The banks charge a deposit fee on deposit accounts as a result of negative interest rates. Deposit fee is reported as negative interest income. Interest income is therefore reported negative.

Note 5 Income and expenses from techniques for effective securities management

For 2020 the change in value for short sold shares was -56 372 SEK thousands (2019: -98 486 SEK thousands). The revenue generated as a result of equity release in short sales have not been quantified separately but are included as part of the sum of the income and change in value for 2020 and 2019.

OTHER FINANCIAL COSTS DISTRIBUTED AS BELOW:

	2020	2019
Dividends for short sold shares	-3 009	-11 873
Costs for effective securities management		
Costs for securities lending	-615	-2 568
Bank charges	0	0
Total	-3 624	-14 441

Investment in financial instruments as at 31/12/20

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET				
CONSUMER STAPLES				
AAK	SE/SEK	-160 000	-26 560	-0.6
AAK Loan	SE/SEK	160 000	0	0.0
			-26 560	-0.6
REAL ESTATE				
Bonava B	SE/SEK	726 500	57 176	1.3
			57 176	1.3
FINANCE				
Handelsbanken A	SE/SEK	1 970 000	162 722	3.8
Industrivärden C	SE/SEK	-260 000	-69 030	-1.6
Industrivärden C Loan	SE/SEK	260 000	0	0.0
Lundbergföretagen B	SE/SEK	-50 000	-22 030	-0.5
Lundbergföretagen B Loan	SE/SEK	50 000	0	0.0
Nordea	FI/SEK	3 420 000	229 892	5.3
SEB A	SE/SEK	2 820 000	238 290	5.5
Swedbank A	SE/SEK	1 440 000	207 533	4.8
			747 377	17.2
HEALTH CARE				
Elekta B	SE/SEK	1 150 000	127 018	2.9
Swedish Orphan Biovitrum	SE/SEK	530 000	88 033	2.0
			215 051	5.0
INDUSTRIALS				
Alfa Laval	SE/SEK	650 000	147 095	3.4
Atlas Copco A	SE/SEK	-30 000	-12 633	-0.3
Atlas Copco A Loan	SE/SEK	30 000	0	0.0
Hexpol B	SE/SEK	800 000	70 400	1.6
Kone B	FI/EUR	-60 000	-40 141	-0.9
Kone B Loan	FI/EUR	60 000	0	0.0
Lifco B	SE/SEK	-30 000	-23 670	-0.5
Lifco B Loan	SE/SEK	30 000	0	0.0
Loomis B	SE/SEK	740 500	167 501	3.9
NCC B	SE/SEK	285 000	42 750	1.0
SKF B	SE/SEK	906 000	193 340	4.5
Securitas B	SE/SEK	1 296 150	172 064	4.0
Skanska B	SE/SEK	-125 000	-26 213	-0.6
Skanska B Loan	SE/SEK	125 000	0	0.0
TRATON SE	DE/SEK	222 000	51 848	1.2
Trelleborg B	SE/SEK	1 350 000	246 375	5.7
Volvo B	SE/SEK	1 420 000	275 196	6.3
			1 263 913	29.2
INFORMATION TECHNOLOGY				
Ericsson B	SE/SEK	2 680 000	261 675	6.0
Net Insight B	SE/SEK	12 100 000	19 118	0.4
Nokia EUR	FI/EUR	5 700 000	180 800	4.2
Tobii	SE/SEK	850 000	48 110	1.1
			509 703	11.8
COMMUNICATION SERVICES				
Millicom SDB	LU/SEK	252 000	81 598	1.9
Tele2 B	SE/SEK	820 000	89 052	2.1
			170 650	3.9
MATERIALS				
BillerudKorsnäs	SE/SEK	560 000	81 508	1.9
Boliden	SE/SEK	474 000	138 124	3.2
Metsä Board B	FI/EUR	700 000	60 741	1.4
SCA B	SE/SEK	-500 000	-71 650	-1.7
SCA B Loan	SE/SEK	500 000	0	0.0
Stora Enso R SEK	FI/SEK	700 000	110 110	2.5
UPM-Kymmene	FI/EUR	300 000	92 017	2.1
			410 849	9.5

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
CONSUMER DISCRETIONARY				
Autoliv SDB	US/SEK	225 000	172 125	4.0
Dometic	SE/SEK	170 000	18 522	0.4
Electrolux B	SE/SEK	930 000	177 956	4.1
Electrolux Professional B	SE/SEK	1 600 000	74 528	1.7
H&M B	SE/SEK	1 470 000	252 840	5.8
Veoneer SDB	US/SEK	990 000	176 418	4.1
			872 388	20.1
TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET				
			4 220 546	97.4
TOTAL FINANCIAL INSTRUMENTS				
			4 220 546	97.4
Other assets and liabilities, net			113 913	2.6
TOTAL NET ASSET			4 334 459	100.0

TOTAL EXPOSURE TO COMPANIES OR GROUP OF COMPANIES
SEB 10.0

BORROWED SECURITIES	QUANTITY
SEB	
AAK	160 000
Atlas Copco A	30 000
Industrivärden C	260 000
Kone B	60 000
Lifco B	30 000
Lundbergföretagen B	50 000
SCA B	500 000
Skanska B	125 000

During 2020 SEB and Nordea were counterparties for securities borrowed. Collateral for borrowed securities regarding 2020 have been kept in separate accounts with SEB and Nordea. Settlement and clearing is done bilaterally.

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.



Martin Wallin manages Lannebo Sverige Plus together with Robin Nestor.

Lannebo Teknik is an actively managed equity fund that invests in technology-driven growth companies. The fund invests, regardless of geography and size, in companies based on a number of growth themes. Current investment themes are: Security, Health, Sustainability, Digital Content, Data Management and Resource Efficiency.

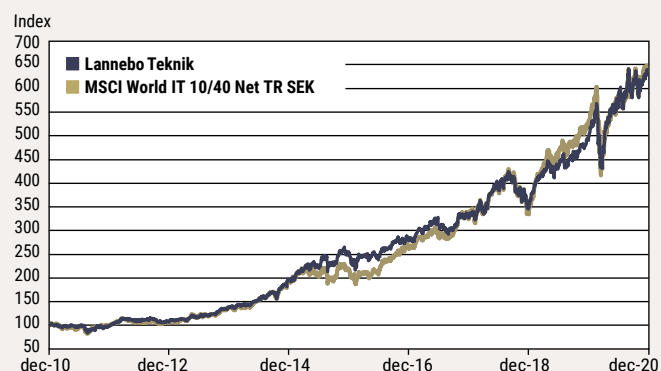
The fund's performance

Assets under management increased from SEK 4.4 billion at the beginning of 2020 to SEK 7.2 billion on December 31, 2020. The net of inflows and outflows during the period was SEK 1.3 billion. The fund increased during the period by 29.5 per cent, and the benchmark index, MSCI World IT 10/40, increased by 23.0 per cent measured in SEK.

+29.5%
year-to-date

+148.7%
during the recommended more than five-year investment horizon

Performance 31/12/10 – 31/12/20



Management report

Sinch, Apple and Amazon contributed most positively to performance.

Swedish Sinch is a global provider of cloud services for customer interaction. In addition to good organic growth and profitability, the company has an active acquisition strategy to expand to new geographies and create volume for its scalable software platform. In 2020, Sinch announced four acquisitions, all of which have been strategic and contributed either with technology, volume or geographic coverage. The positive earnings results contributed to Sinch not only being the fund's best holding during the period - the company was also the best performer on the entire Stockholm Stock Exchange, increasing 368 per cent. This was extra rewarding given we have followed and owned the company for a very long time.

Apple develops smartphones and related communications products, computers and tablets, as well as provides various services. The work-from-home trend led to an increased demand for Apple products, which contributed to the positive share price development. Apple's growth is predominately dependent on sales of the iPhone, but the business area "services" is approaching 25 per cent of revenues and is the primary driver of future growth and margins. The year ended with speculation that Apple had resumed its project to produce a car. The share price was up 60 per cent during the period.

Amazon benefited from increased e-commerce activity as a result of societal closures and physical distancing. In addition, demand for Amazon's cloud solution, Amazon Web Services, increased in connection with COVID-19 as more companies moved their infrastructure to the cloud. Connected companies that enable teleworking are expected to continue to drive demand. Furthermore, Amazon increased its costs

due to heavy pressure on the logistics network - hiring more staff and increasing security measures, which led to lower productivity. The share price increased 55 per cent during the period.

Intel, IBM and Amdocs contributed most negatively to performance. All three companies are considered somewhat more defensive holdings with lower growth.

Microprocessor manufacturer Intel had company-specific challenges during the year and announced delays in their rollout of 7nm processors, which meant that competitors picked up orders and market shares. It will probably be challenging, and take a long time, for the company to catch up with the competition and as a result the entire holding was divested during the year. The fund instead has exposure to competitors who appear to be better positioned for positive development both short- and long term.

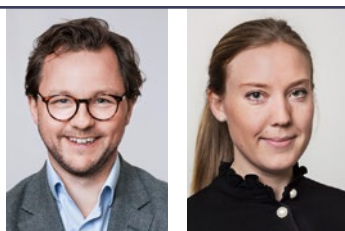
2020 was a bit of a transition year for IBM. The company had previously acquired the cloud service company RedHat, where the architect of this business was appointed as the new CEO. In 2020, a plan was presented to split the company in two, where the current IBM would focus on hybrid cloud services, while the other, which will be listed, focuses on IT infrastructure. The share lost ground as investors wait for the change.

Amdocs develops various types of IT systems for telecommunications companies. The share price fell 15 per cent during the period, primarily due to postponed projects due to COVID-19. At the same time, Amdocs won many new contracts in 2020, which is promising for the company's longer term development.

FUND MANAGERS

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*"Sinch announced **four acquisitions**, all of which have been strategic and contributed either with technology, volume or geographic coverage.*

Major changes during the year

- ➕ **Palo Alto Networks** is a leader in digital security solutions whereby companies can identify and block intrusions into networks and devices.
- ➕ **Mastercard** is a world leader in digital payment transactions with a strong position as cash management services are gradually replaced by digital alternatives.
- ➕ **Nintendo** is a Japanese game and console developer with many of the world's biggest titles, such as Mario.
- ➖ **Sinch's** share price was strong over a relatively short time period; the holding was sold down to take home profits.
- ➖ At the beginning of the year, the holding in **Apple** was slightly reduced in connection with store closures due to COVID-19.
- ➖ The fund also reduced the weighting in **PayPal** in connection with introducing Mastercard as a holding.

Top holdings

Microsoft develops software for computer systems and hardware such as computers and tablets. Together with the Microsoft Windows operating system, Microsoft Office is the most popular program. Microsoft is also developing a cloud platform, Azure, where demand has increased sharply as more companies connect their operations to the cloud.

Alphabet owns the world's largest search engine, Google, the Android operating system for smartphones and other Internet-based services. They also own, among other things, the video sharing service YouTube. The business model is based on advertising revenue where Google, which drives most of the revenue, is the world's largest advertising platform.

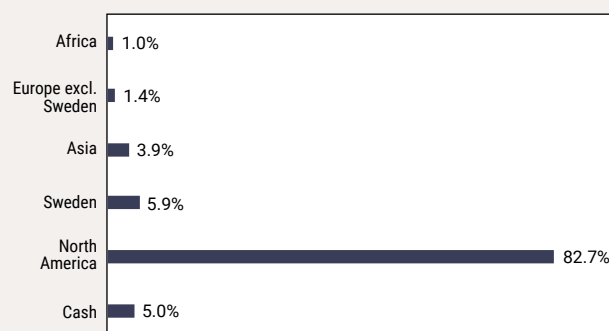
Amazon is one of the world's largest e-retailers and cloud service providers. Amazon sells goods in all categories under both its own name and from other merchants that use Amazon's platform. Amazon also manages physical stores predominately in grocery stores.

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
Microsoft	619 462	8.6
Alphabet	466 919	6.5
Amazon.com	426 865	6.0
Apple	423 901	5.9
Sinch	331 867	4.6

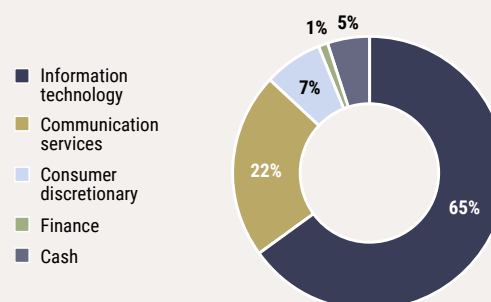
OTHER INFORMATION

During the period, Lannebo updated its policy for sustainable investments and introduced expanded exclusion criteria. The industries affected by the extended exclusion criteria are tobacco, cannabis, alcohol, gambling, pornography, weapons and fossil fuel. More information is available on the fund company's website.

Geographic allocation 31/12/20



Sector allocation 31/12/20



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 shares in a range of 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 concentrated. The fund's diversification effect is very good. Market risk, measured as the standard deviation of the fund's returns, was at the end of the year lower than the fund's benchmark index, MSCI World IT.

At year end, the fund's currency exposure associated with the shareholdings was 82 per cent USD; 4 per cent denominated in Japanese Yen; and 1 per cent denominated in EUR and South African Rand respectively. Other holdings are denominated in Swedish kronor. The fund's currency risk is therefore strongly linked to changes in exchange rates between the USD and the Swedish kronor.

Together with the outcome of regular stress tests, relevant risk levels are continuously monitored and followed-up. 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.

Derivatives and efficient portfolio management techniques

In accordance with the fund's statutes, the fund has the right to trade in options, futures and similar financial instruments, as well as the right to lend securities. Under current regulations the fund may also use efficient portfolio management techniques in the management of the fund. These possibilities were not exercised during the year.

SPECIFIC INFORMATION REGARDING THE FUND'S INVESTMENT STRATEGY

There is a requirement for a UCITS fund to provide specific information regarding the fund's investment strategy and its implementation. The information requirements are based on the EU's Shareholder Rights Directive and aim to provide investors with information that enable them to assess if, and how, a fund manager acts in a way that best serves the investor's long-term interests and if the manager applies a strategy that creates an effective shareholder engagement.

Lannebo Teknik is an actively managed equity fund with global investment opportunities and a focus on technology driven companies. The fund only invests in companies where the managers may have a qualified opinion about the company's prospects and valuation. Focus is on analysis, selection and monitoring of each individual investment and its long-term prospects for value creation. The fund's overall objective is, with due care, to generate the greatest possible capital growth and achieve a good spread of risk.

The fund's turnover costs for 2020 amounted to SEK 2 332 000, corresponding to 0.0 per cent of the average fund assets.

During 2020, the fund company did not engage any proxy voting advisors for assistance with the companies, whose shares are included in the fund.

According to the fund company's guidelines for securities lending, any shares lent out by the fund company shall be recalled well in advance before a general meeting where the fund company will participate. These guidelines were complied with by the fund company during 2020.

THE FUND'S ACTIVITY MEASURE

The fund is an actively managed equity fund with global investment opportunities and a focus on technology companies. The fund only invests in companies that meet the fund's criteria of, for example, investment focus and sustainability criteria. Focus is on each individual investment and its future prospects. The fund invests in companies where the fund managers can have a qualified opinion about the company's future and where the valuation is sufficiently attractive. The fund normally invests in 25 to 35 companies. The fund's overall financial objective is, with due care, to achieve the highest possible value growth and that a good diversification of risk is obtained.

The management of the fund can be compared with the benchmark, MSCI World IT 10/40 Net TR USD. The index is relevant because it reflects the fund's investment focus in terms of, for example, a company's size, asset class and market. MSCI World IT 10/40 Net TR USD has been constructed on the basis of reflecting the market development of global IT companies, with the restriction that the weighting of any company may not exceed 10 per cent, and that companies with a weighting of 5 per cent or more may not have a weighting of more than 40 per cent together (weightings in accordance with UCITS). The index also takes into account the return the shareholders receive in the form of dividends.

Fund facts Lannebo Teknik, reg no 504400-7739

Launch date 04/08/00. Until 07/11/19 the name of the fund was Lannebo Vision.

The fund's performance	31/12/20	31/12/19	31/12/18	31/12/17	31/12/16	31/12/15	31/12/14	31/12/13	31/12/12	31/12/11
Net asset SEK thousands	7 170 213	4 428 976	3 052 485	2 267 369	1 801 234	1 573 500	978 348	611 053	471 873	410 546
NAV, SEK	13.11	10.12	7.20	6.71	5.77	5.21	4.01	2.86	2.23	2.07
Number of outstanding units, thousands	547 071	437 588	423 922	338 098	312 205	302 160	244 076	213 948	211 509	198 134
Dividend SEK per unit	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.04	0.01
Annual return, %	29.5	40.6	7.3	16.3	10.7	29.9	40.2	28.3	9.7	-0.9
MSCI World IT 10/40 ¹ , %	23.0	50.8	6.1	24.2	20.2	14.0	39.7	29.5	6.4	-0.9

Risk and growth ²

Standard deviation, %	16.9	16.4	16.1	14.0	16.2					
Standard deviation benchmark, %	19.4	19.1	16.9	14.0	18.0					
Tracking error, % [*]	6.2	5.3	4.4	6.5	7.9	5.4	3.8	4.5	6.5	7.2
Sharpe ratio	1.9	1.4	0.8	1.0	1.2					

*** Tracking error:** The fund's activity measure is due to the fund is actively managed and has deviated from its benchmark. The activity measure depends on how the fund varies with the market and the fund's investments. Fluctuations in the activity measure depend on how the fund's investments deviate from its benchmark in relation to, for example, the holding of an individual security or general changes in the market. The return on shares normally varies more than, for example, interest-bearing securities. Therefore, activity measures are often higher for an actively managed equity fund than for an actively managed fixed income fund.

Tracking error indicates how much the fund's return varies in relation to its benchmark. It is calculated by measuring the difference between the fund's and the benchmark's return based on monthly data from the last two years. The measure is calculated as the standard deviation for the difference in return. In theory, one can therefore expect that the fund's return two years out of three will deviate from the index, plus or minus, in percentage as much as the activity measure indicates. If a fund has an active risk of, for example, 5, one can theoretically expect the fund to return plus or minus 5 percent against its benchmark index two years out of three.

Average annual return

24 months, %	34.9	22.8	11.7	13.5	20.0
5 years, %	20.3	20.3	20.3	24.6	23.2

Costs ³

Management fee, %	1.6	1.6	1.6	1.6	1.6
Compensation to the custodian, %	0.01	0.00			
Transaction costs ⁴ , SEK thousands	2 332	597	1 087	339	359
Transaction costs, %	0.1	0.1	0.1	0.0	0.1
Research costs ⁴ , SEK thousands	1 227	600	477	123	44
Research costs, %	0.0	0.0	0.0	0.0	0.0
Ongoing charges, %	1.64	1.62	1.62	1.61	1.61
Sales and redemption fee, %	0.0	0.0	0.0	0.0	0.0
Total costs					
- for a single purchase SEK 10 000	187	199	183	151	162
- for monthly payments SEK 100	12	12	11	11	11

Turnover

Turnover ratio	0.2	0.1	0.2	0.2	0.2
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Derivatives

Maximum leverage, %	0.0
Minimum leverage, %	0.0
Average leverage, %	0.0
Risk assessment method	Commitment approach

Purchases and sales of financial instruments involving related parties

Trading with companies within the same group, %	0.0
Trading involving funds managed by Lannebo Fonder, %	0.0

1) MSCI World IT 10/40 Net TR 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 per cent and that companies comprising 5 per cent 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.

2) Active share has not been calculated for the period since the cost of obtaining index data was assessed as unreasonably high in relation to the information value.

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.

Sustainability information

Sustainability information

- Sustainability aspects are taken into account in the management of the fund.
- Sustainability aspects are not taken into account in the management of the fund.

Sustainability aspects taken into account in the management of the fund

- Environmental aspects (e.g. the companies' environmental and climate impact).
- Social aspects (e.g. human rights, employee rights and equal opportunity).
- Corporate governance aspects (e.g. shareholders' rights, issues relating to remuneration for senior executives, and anti-corruption work).
- Other sustainability aspects.

Methods used for the sustainability work

- Positive screening**
- Sustainability aspects are critical in the manager's choice of companies.

The fund has specific and explicit criteria for positive selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability work is critical to the selection of the companies in the fund.

This option also refers to funds that select companies on the basis of a specified sustainability-related theme, such as climate, water, ecotechnology, or social sustainability, and to funds that only invest in projects or operations with quantifiable social or environmental benefits.

- The manager of the fund take sustainability issues into account.

Sustainability issues are taken into account in the context of corporate economic analyses and investment decisions and play a part, but not necessarily a crucial one, in determining which companies are selected for inclusion in the fund.

This option refers to funds which explicitly and systematically integrate sustainability aspects into their economic analyses and investment decisions. Sustainability aspects are explicitly part of the investment process, are continuously analysed, and affect the fund's investments.

Fund management company's comments:

A thorough company analysis is at the core of Lannebo's fund management. This provides us the opportunity to thoroughly understand and assess a company's operations and their future prospects. We analyze, among others, the company's business model, market position, strategy, risk factors, management and ownership structure. We insist on clear governance structures and deem it imperative that companies have control over their operations along the entire supply chain; for example, by carrying out risk analyzes, stakeholder dialogues and supplier assessments. Companies should also work to reduce their climate impact, be a good employer and corporate citizen and not take any risky shortcuts.

Fund company's follow-up of the analysis year:

A thorough company includes a comprehensive ESG analysis. Prior to a new investment, the manager must submit an application for approval to the fund company's risk management function that performs a sustainability check.

During the year, the managers completed sustainability analyzes of all new investments, and also revised the analyzes of existing holdings. Sustainability analysis is one of many

tools we use for achieving an in-depth company analyzes and making the best possible investment decisions. The sustainability analysis reduces the risk in our investments while identifying companies with long-term sustainable business models that are positioned for the future.

An example of such a holding is American Palo Alto Networks, which develops digital security solutions for companies and organizations in order to counteract IT attacks and network and file intrusions. The software protects the integrity of sensitive information and contributes to a more digitally secure society. Many IT companies list integrity and data security as their biggest sustainability risk and therefore we assess that data security will be an even more important issue in the future.

Negative screening

The fund does not invest in companies that are involved in the following products and services. A maximum of 5 per cent of the turnover in the company in which the investment is made may entail operations attributable to the specified product or service.

Products and services

- Cluster bombs, landmines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or arms
- Alcohol
- Tobacco
- Commercial gaming
- Pornography
- Fossil fuels (oil, gas and coal)
- Coal
- Uranium
- Cannabis

Fund management company's comments:

We look for responsible companies with long-term sustainable business models, and as such many products, and even entire industries, are screened out by the managers following the thorough company analysis, which are not explicitly excluded through any policy.

Fund company's follow-up of the analysis year:

The fund has not been invested in the above excluded products since the introduction of the exclusion criteria.

International norms

International norms refer to international conventions, laws and agreements such as the UN Global Compact and OECD guidelines for multinational companies that relate to issues concerning the environment, human rights, labour practices, and business ethics.

- The fund does not invest in companies that violate international norms. The assessment is carried out either by the fund management company or a third party.
- The fund does not invest companies which do not address identified problems or where the fund makes the assessment that the company will not address the problems within a time frame deemed reasonable in that specific case.

The fund management company influences

The fund management company exercises its investor influence to influence companies on sustainability issues.

- Direct company influence and in collaboration with other investors

Fund management company's comments:

We have an opportunity to influence companies as a major owner and investor, which we do through continuous dialogue. One type of dialogue is in conjunction with an incident - something that can happen even to the best companies. This is identified through the manager's daily monitoring of the fund holdings. We would typically make direct contact with the company to find out what happened and why. The second type of dialogue is proactive in nature where we schedule a sustainability meeting with company management to discuss their sustainability work. These meetings are intended to inform companies of what their owners and investors expect from them and to provide the manager additional information for their investment analysis. Companies selected for proactive sustainability meetings are based on our share of ownership and risk assessment.

In cases where we are not satisfied with the development or management of a company - and if we do not see the opportunity to influence - divestment of the shares is an alternative.

Fund company's follow-up of the analysis year:

During the year, Lannebo engaged on sustainability related matters with Mycronic.

- Voting at General Meetings

Fund management company's comments:

A key principle for Lannebo is voting at the Annual General Meetings of companies in which the fund company has a larger shareholding, or the fund company is one of the largest shareholders.

Fund company's follow-up of the analysis year:

During the year, the fund company, on behalf of the fund, participated and voted at the General Meeting of two companies of a total average of 34 holdings.

- Participation in nomination procedures in order to influence the composition of the Board

Fund management company's comments:

Lannebo participates in the Nomination Committee work for holdings where the fund company is one of the largest owners and the fund company is requested to participate. Participation in Nomination Committees varies from year to year depending on the fund's holdings at the time of the appointment of the committee.

Fund company's follow-up of the analysis year:

Lannebo participates, on behalf of a fund, in the Nomination Committee work at the fund company level; we are one of the Swedish managers who participate in the most Nomination Committees. It is the Nomination Committee that submits proposals to the Annual General Meeting, including the selection of Board members, Chairman of the Board and remuneration to the Board. We have endeavored over many years to reach gender equality on the boards of publicly listed companies and, when comparing the companies whose Nomination Committees we participated in 2013 to those we participated in 2020, the proportion of women has increased from 24 to 39 per cent - valuable work that we are proud to have contributed to.

The fund company, on behalf of the fund, was not a sufficiently large owner in any company during the year to participate in a Nominating Committee.

Balance sheet, SEK thousands

	31/12/20	31/12/19
Assets		
Transferable securities	6 809 573	4 062 064
Total financial instruments with a positive market value (note 1)	6 809 573	4 062 064
Investment in account with credit institution	261 898	305 307
Total investment with a positive market value	7 071 471	4 367 371
Cash and cash equivalents	107 553	66 435
Prepaid expenses and accrued income	945	1 140
Total assets	7 179 969	4 434 946
Liabilities		
Accrued expenses and deferred income	-9 756	-5 970
Total liabilities	-9 756	-5 970
Total net asset (note 2)	7 170 213	4 428 976

Income statement, SEK thousands

	2020	2019
Income and change in value		
Change in value of transferable securities (note 3)	1 516 232	1 275 402
Interest income (note 4)	-13	1 995
Dividends	40 883	31 009
Foreign exchange, gains and losses, net	-17 798	8 207
Total income and change in value	1 539 304	1 316 613
Costs		
Management fee		
Fee charged by the fund manager	-96 058	-62 530
Fee charged by the custodian	-885	-103
Other costs	-3 561	-1 197
Total costs	-100 504	-63 830
Net result	1 438 800	1 252 783

Note 1 See holdings in financial instruments below

Note 2 Change in net asset

Net asset in the beginning of the year	4 428 976	3 052 485
Unit issue	2 895 143	682 116
Unit redemption	-1 592 706	-558 408
Net result according to income statement	1 438 800	1 252 783
Net asset at the end of the year	7 170 213	4 428 976

Note 3 Change in value of transferable securities

Capital gains	637 441	270 585
Capital losses	-78 193	-6 224
Unrealized gains/losses	956 984	1 011 041
Total	1 516 232	1 275 402

Note 4 Interest income

Other positive interest income	195	2 409
Negative interest income*	-208	-415
Total	-13	1 995

* The banks charge a deposit fee on deposit accounts as a result of negative interest rates. Deposit fee is reported as negative interest income. Interest income is therefore reported negative.

Investment in financial instruments as at 31/12/20

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET OR EQUIVALENT MARKET OUTSIDE OF THE EEA				
FINANCE				
Prosus	NL/EUR	43 000	38 247	0.5
			38 247	0.5
INFORMATION TECHNOLOGY				
Adobe	US/USD	60 000	245 803	3.4
Advanced Micro Devices	US/USD	285 000	214 103	3.0
Amdocs	GG/USD	265 000	153 971	2.1
Apple	US/USD	390 000	423 901	5.9
Cisco Systems	US/USD	200 000	73 314	1.0
Citrix Systems	US/USD	135 000	143 871	2.0
F-Secure	FI/EUR	1 563 971	60 377	0.8
Fireeye	US/USD	500 000	94 448	1.3
IBM	US/USD	200 000	206 228	2.9
Intuit	US/USD	72 500	225 586	3.1
Mastercard	US/USD	76 000	222 214	3.1
MicroChip Technology	US/USD	225 000	254 548	3.6
Microsoft	US/USD	340 000	619 462	8.6
Myconic	SE/SEK	378 423	92 865	1.3
Naspers Ltd	ZA/ZAR	43 000	72 888	1.0
Nvidia	US/USD	42 500	181 797	2.5
Oracle	US/USD	280 000	148 374	2.1
Palo Alto Networks	US/USD	105 000	305 672	4.3
Paypal Holdings	US/USD	113 000	216 784	3.0
Salesforce.com	US/USD	155 000	282 541	3.9
Sinch	SE/SEK	247 662	331 867	4.6
eBay	US/USD	310 000	127 603	1.8
			4 698 216	65.5
COMMUNICATION SERVICES				
Activision Blizzard	US/USD	250 000	190 144	2.7
Alphabet Class A	US/USD	25 000	358 917	5.0
Alphabet Class C	US/USD	7 526	108 002	1.5
Electronic Arts	US/USD	135 000	158 800	2.2
Facebook	US/USD	97 500	218 164	3.0
Netflix	US/USD	13 000	57 582	0.8
Nintendo	JP/JPY	40 000	208 549	2.9
Square Enix Holdings	JP/JPY	150 000	74 369	1.0
Walt Disney Co	US/USD	150 000	222 620	3.1
			1 597 147	22.3
CONSUMER DISCRETIONARY				
Amazon.com	US/USD	16 000	426 865	6.0
Veoneer SDB	US/SEK	275 520	49 098	0.7
			475 962	6.6
TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET OR EQUIVALENT MARKET OUTSIDE OF THE EEA				
			6 809 573	95.0
TOTAL FINANCIAL INSTRUMENTS				
Other assets and liabilities, net			360 640	5.0
TOTAL NET ASSET			7 170 213	100.0

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.

Lannebo Teknik Småbolag is an actively managed equity fund that invests in technology-driven growth companies. The fund invests, regardless of geography, in companies based on growth themes. Current investment themes are: Security, health, sustainability, digital content, data management and resource efficiency. The criteria for a company's size is market capitalization, which at the time of investment may not exceed USD 5.2 bn or the equivalent amount in another currency.

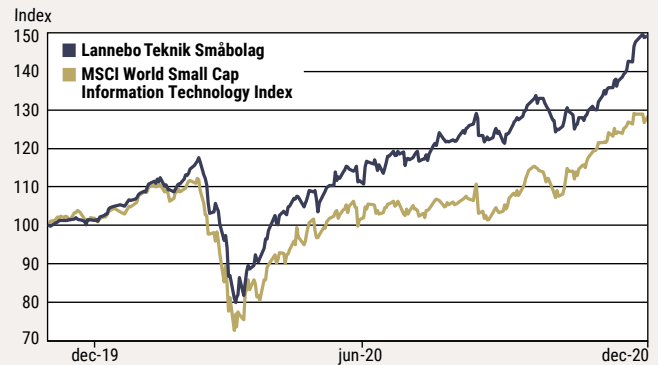
The fund's performance

Assets under management increased from SEK 175 million at the beginning of 2020 to SEK 972 million on December 31, 2020. The net of inflows and outflows was SEK 584 million. The fund increased during the period by 42.2 per cent, while the benchmark index, MSCI World Small Cap Information Technology Index, increased by 24.3 per cent measured in SEK.

+42.2%
year-to-date

+49.2%
since start (07/11/19).
The recommended investment horizon is more than five years

Performance 07/11/19 – 31/12/20



Management report

Sinch, Nordic Semiconductor and Revenio Group contributed most positively to performance. Swedish Sinch is a global provider of cloud services for customer interaction. In addition to good organic growth and profitability, the company has an active acquisition strategy to expand to new geographies and create volume for its scalable software platform. In 2020, Sinch announced four acquisitions, all of which have been strategic and contributed either with technology, volume or geographic coverage. The acquisitions have contributed to a strong share price development and the share was up 368 per cent during the period.

Norwegian Nordic Semiconductor specializes in circuit boards that require ultra-low power for wireless technology, such as computer mice, game consoles and sports equipment. The solution is based on Bluetooth technology and the company is a leader in its field. Demand for low-energy chips has grown and order intake has been at record highs. New product launches have also contributed to good growth. At year end, the company announced the acquisition of a Wi-Fi technology that will broaden the company's market and contribute to product development and long-term growth. The share price increased 123 per cent during the year.

Finnish Revenio Group is a medical technology company that is a leader in the development of eye pressure measurement technology used in the diagnosis of glaucoma, which affects nearly 4 per cent of the world's population. The eye pressure gauge is sold globally to hospitals and clinics together with disposable items for each patient. Profitability is good, and our assessment is there will be continued double-digit growth in the coming years. Longer term, Revenio has potential in the development of instruments for early diagnosis of skin cancer and for

asthma, but these are still in an early phase. Strong growth and profitability during the year, combined with the fact that competitor air-puff technologies were considered a risk in the spread of the virus in some countries, contributed to the share rising by 85 per cent in 2020.

CTT Systems, Tabula Rasa Healthcare and Viavi Solutions contributed most negatively to performance. CTT Systems develops dehumidifiers and humidifiers for aircraft. The dehumidifiers reduce the aircraft's fuel consumption by inhibiting the ice formation that occurs on the aircraft. The humidifiers contribute to a better fuselage environment. Air traffic has decreased due to the pandemic and led to reduced new sales and aftermarket business. General concerns for companies in the aviation sector also weighed on the share price during the year, which was down by 12 per cent during the period.

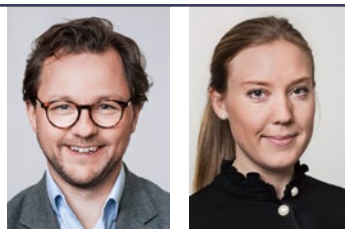
American Tabula Rasa Healthcare offers patient-specific software solutions for hospitals and pharmacies, which enable healthcare providers to optimize medication and thereby increase quality, reduce healthcare costs and healthcare stays. The pandemic led to delays in new contracts. The company lowered its forecasts for the year, which weighed on the share, and the entire holding was divested during the latter part of 2020.

Viavi Solutions provides test and measurement equipment for communication instruments and networks, including for the roll-out of 5G. The company's operations were negatively affected by corona in 2020, as many tests and measurements were postponed. According to the company, demand for their products showed signs of improvement with a positive outlook for 2021. The share price was down by 12 per cent in 2020.

FUND MANAGERS

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"The share price of Swedish Sinch rose by 368 per cent in 2020"

Major changes during the year

- + US **Ping's** share price developed poorly in connection with the pandemic including during the Autumn of 2020 –we considered this an opportunity to increase the holding.
- + We also increased the holding in **Upland Software** in connection with a weak share price development during the year.
- + Furthermore, Swedish **Karnov** was a new holding and as such a large net purchase.
- At the end of 2020, the remaining shares in **Solutions 30** were divested in connection with reports from activist funds, which were expected to weigh on the share. It was therefore reasonable for profit-taking given our assessment was that the downside risk was substantial, while at the same time the share price had increased 44 per cent during the year.
- The fund sold its entire holding in German **Isra Vision** following Atlas Copco's bid for the company. Norwegian **Data Respons** was also acquired during the period and therefore disappeared from the fund.

Top holdings

Upland Software is based in the United States and develops cloud-based business systems that enable organizations to plan, manage and implement projects. The company's software facilitates work processes and workflows that enable higher efficiency for customers.

American **Ping Identity Holding** (Ping) has developed a platform for digital identification solutions, such as multifactor authentication and other digital login functions. The company benefits from increased demand for digital security solutions. Ping is well positioned with a strong brand and an attractive product platform.

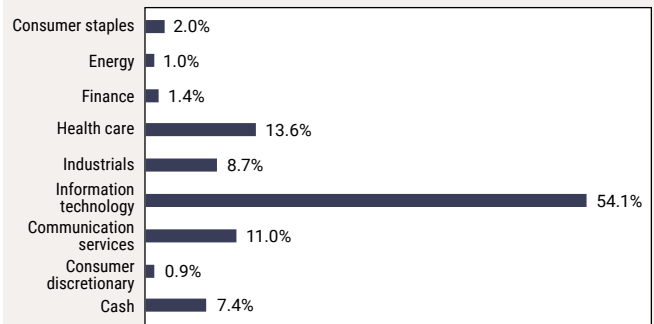
Sinch is a global provider of cloud services for customer interaction. Through its platform and direct contact with operators globally, companies can communicate with their customers in a secure and reliable way. In addition to strong organic growth, Sinch has had an active acquisition strategy to achieve a strong market position.

TOP HOLDINGS	SEK THOUSANDS	% OF NET ASSET
Upland Software	36 087	3.7
Ping Identity Holding	35 191	3.6
Sinch	35 018	3.6
Addnode B	30 970	3.2
Verint Systems	29 913	3.1

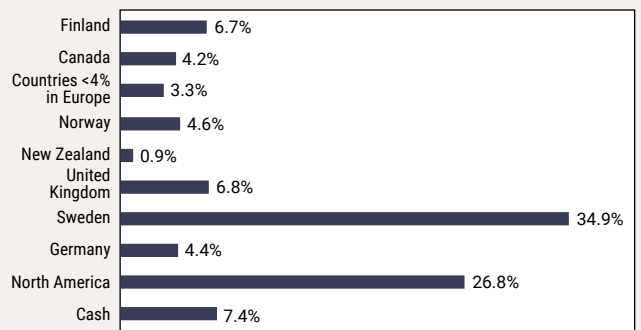
OTHER INFORMATION

During the period, Lannebo updated its policy for sustainable investments and introduced expanded exclusion criteria. The industries affected by the extended exclusion criteria are tobacco, cannabis, alcohol, gambling, pornography, weapons and fossil fuel. More information is available on the fund company's website.

Sector allocation 31/12/20



Geographic allocation 31/12/20



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 shares in a range of companies, the prices of which do not move in exactly the same way; this is known as diversification.

The fund's concentration level has a very good margin to the permitted level in accordance with the fund regulations. The portfolio has a very good diversification effect.

At year end, the fund's currency exposure associated with the shareholdings was 30 per cent USD; 11 per cent denominated in Euro; 5 per cent denominated in Norwegian kronor; 4 per cent denominated in British Pound; 4 per cent denominated in Canadian dollar; 2 per cent denominated in Swiss Franc and 1 per cent denominated in Danish kronor and Australian dollar respectively. Other holdings are denominated in Swedish kronor. The fund's currency risk is therefore linked to, not the least, changes in exchange rates between the USD in addition to the respective European currencies and the Swedish kronor.

Together with the outcome of regular stress tests, relevant risk levels are continuously monitored and followed-up. 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.

Derivatives and efficient portfolio management techniques

In accordance with the fund's statutes, the fund has the right to trade in options, futures and similar financial instruments, as well as the right to lend securities. Under current regulations the fund may also use efficient portfolio management techniques in the management of the fund. Efficient portfolio management techniques were not used during the year. Derivative instruments have only included subscription rights received. The leverage in the fund is a result of subscription rights received.

SPECIFIC INFORMATION REGARDING THE FUND'S INVESTMENT STRATEGY

There is a requirement for a UCITS fund to provide specific information regarding the fund's investment strategy and its implementation. The information requirements are based on the EU's Shareholder Rights Directive and aim to provide investors with information that enable them to assess if, and how, a fund manager acts in a way that best serves the investor's long-term interests and if the manager applies a strategy that creates an effective shareholder engagement.

Lannebo Teknik Småbolag is an actively managed equity fund with global investment opportunities aimed at small and medium-sized technology companies. The fund only invests in companies where the managers may have a qualified opinion about the company's prospects and valuation. Focus is on analysis, selection and monitoring of each individual investment and its long-term prospects for value creation. The fund's overall objective is, with due care, to generate the greatest possible capital growth and achieve a good spread of risk.

The fund's turnover costs for 2020 amounted to SEK 533 000, corresponding to 0.0 per cent of the average fund assets.

During 2020, the fund company did not engage any proxy voting advisors for assistance with the companies, whose shares are included in the fund.

According to the fund company's guidelines for securities lending, any shares lent out by the fund company shall be recalled well in advance before a general meeting where the fund company will participate. These guidelines were complied with by the fund company during 2020.

THE FUND'S ACTIVITY MEASURE

The fund is an actively managed equity fund with global investment opportunities focused on small- and medium-sized technology companies. The fund only invests in companies that meet the fund's criteria of, for example, investment focus and sustainability criteria. Focus is on each individual investment and its future prospects. The fund invests in companies where the fund managers can have a qualified opinion about the company's future and where the valuation is sufficiently attractive. The fund normally invests in 40 to 50 companies. The fund's overall financial objective is, with due care, to achieve the highest possible value growth in the long term, which is a time period of at least five years, and that a good diversification of risk is obtained.

The management of the fund can be compared with the benchmark, MSCI World Small Cap Information Technology Index. The index is relevant because it reflects the fund's investment focus in terms of, for example, a company's size, asset class and market. The MSCI World Small Cap Information Technology Index includes small companies in the IT sector from developed countries in different geographic markets.

Fund facts Lannebo Teknik Småbolag, reg no 515603-0503

Launch date 07/11/19.

The fund's performance	31/12/20	31/12/19
Net asset SEK thousands	971 909	175 051
NAV, SEK	149.39	105.01
Number of outstanding units, thousands	6 506	1 667
Dividend SEK per unit	0.00	0.00
Annual return, %	42.2	5.0 ¹
MSCI World Small Cap Information Technology Index ² , %	24.3	2.9 ¹

Risk and growth ³

Standard deviation, %	-	-
Standard deviation benchmark, %	-	-
Tracking error, % *	-	-
Sharpe ratio	-	-

* **Tracking error:** Figures are missing given two years of history is required to be able to calculate an activity measure. Tracking error indicates how much the fund's return varies in relation to its benchmark. It is calculated by measuring the difference between the fund's and the benchmark's return based on monthly data from the last two years. The measure is calculated as the standard deviation for the difference in return. In theory, one can therefore expect that the fund's return two years out of three will deviate from the index, plus or minus, in percentage as much as the activity measure indicates. If a fund has an active risk of, for example, 5, one can theoretically expect the fund to return plus or minus 5 percent against its benchmark two years out of three.

Average annual return

24 months, %	-	-
5 years, %	-	-

Costs ⁴

Management fee, %	1.6	1.6
Compensation to the custodian, %	0.02	0.00
Transaction costs, SEK thousands	533	89
Transaction costs, %	0.1	0.1
Research costs, SEK thousands	73	2
Research costs, %	0.0	0.0
Ongoing charges, %	1.64	-
Sales and redemption fee, %	0.0	0.0
Total costs		
- for a single purchase SEK 10 000	180	-
- for monthly payments SEK 100	12	-

Turnover

Turnover ratio	0.4	0.0
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Derivatives

Maximum leverage, %	0.2
Minimum leverage, %	0.0
Average leverage, %	0.0
Risk assessment method	Commitment approach

Purchases and sales of financial instruments involving related parties

Trading with companies within the same group, %	0.0
Trading involving funds managed by Lannebo Fonder, %	0.0

1) Refers to the period 07/11/19 – 31/12/19.

2) MSCI World Small Cap Information Technology Index small contains Small Cap companies in the IT sector from developed countries in different geographical markets. This means that the index reflects the fund's investment rules well.

3) Active Share has not been calculated for the period since the cost of acquiring index data has been deemed excessive in relation to the information value.

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

Sustainability information

Sustainability information

- Sustainability aspects are taken into account in the management of the fund.
- Sustainability aspects are not taken into account in the management of the fund.

Sustainability aspects taken into account in the management of the fund

- Environmental aspects (e.g. the companies' environmental and climate impact).
- Social aspects (e.g. human rights, employee rights and equal opportunity).
- Corporate governance aspects (e.g. shareholders' rights, issues relating to remuneration for senior executives, and anti-corruption work).
- Other sustainability aspects.

Methods used for the sustainability work

- Positive screening**
- Sustainability aspects are critical in the manager's choice of companies.

The fund has specific and explicit criteria for positive selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability work is critical to the selection of the companies in the fund.

This option also refers to funds that select companies on the basis of a specified sustainability-related theme, such as climate, water, ecotechnology, or social sustainability, and to funds that only invest in projects or operations with quantifiable social or environmental benefits.

- The manager of the fund take sustainability issues into account.

Sustainability issues are taken into account in the context of corporate economic analyses and investment decisions and play a part, but not necessarily a crucial one, in determining which companies are selected for inclusion in the fund.

This option refers to funds which explicitly and systematically integrate sustainability aspects into their economic analyses and investment decisions. Sustainability aspects are explicitly part of the investment process, are continuously analysed, and affect the fund's investments.

Fund management company's comments:

A thorough company analysis is at the core of Lannebo's fund management. This provides us the opportunity to thoroughly understand and assess a company's operations and their future prospects. We analyze, among others, the company's business model, market position, strategy, risk factors, management and ownership structure. We insist on clear governance structures and deem it imperative that companies have control over their operations along the entire supply chain; for example, by carrying out risk analyzes, stakeholder dialogues and supplier assessments. Companies should also work to reduce their climate impact, be a good employer and corporate citizen and not take any risky shortcuts.

Fund company's follow-up of the analysis year:

A thorough company includes a comprehensive ESG analysis. Prior to a new investment, the manager must submit an application for approval to the fund company's risk management function that performs a sustainability check.

During the year, the managers completed sustainability

analyzes of all new investments, and also revised the analyzes of existing holdings. Sustainability analysis is one of many tools we use for achieving an in-depth company analyzes and making the best possible investment decisions. The sustainability analysis reduces the risk in our investments while identifying companies with long-term sustainable business models that are positioned for the future.

An example of such a holding is Scandinavian Biogas, which has a leading position in the Nordic region for renewable energy and the production of biogas. The transportation sector has major challenges in terms of environmental impact where biogas is a fuel alternative that contributes to lower emissions. The company's growth is expected to come from heavy road transportation, but also from maritime transportation and industry. In these areas, liquid biogas (LBG), which Scandinavian Biogas also provides, will be an important solution as it means less volume and easier transport and storage.

Negative screening

The fund does not invest in companies that are involved in the following products and services. A maximum of 5 per cent of the turnover in the company in which the investment is made may entail operations attributable to the specified product or service.

Products and services

- Cluster bombs, landmines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or arms
- Alcohol
- Tobacco
- Commercial gaming
- Pornography
- Fossil fuels (oil, gas and coal)
- Coal
- Uranium
- Cannabis

Fund management company's comments:

We look for responsible companies with long-term sustainable business models, and as such many products, and even entire industries, are screened out by the managers following the thorough company analysis, which are not explicitly excluded through any policy.

Fund company's follow-up of the analysis year:

The fund has not been invested in the above excluded products since the introduction of the exclusion criteria.

International norms

International norms refer to international conventions, laws and agreements such as the UN Global Compact and OECD guidelines for multinational companies that relate to issues concerning the environment, human rights, labour practices, and business ethics.

- The fund does not invest in companies that violate international norms. The assessment is carried out either by the fund management company or a third party.
- The fund does not invest companies which do not address identified problems or where the fund makes the assessment that the company will not address the problems within a time frame deemed reasonable in that specific case.

The fund management company influences

The fund management company exercises its investor

influence to influence companies on sustainability issues.

- Direct company influence and in collaboration with other investors

Fund management company's comments:

We have an opportunity to influence companies as a major owner and investor, which we do through continuous dialogue. One type of dialogue is in conjunction with an incident - something that can happen even to the best companies. This is identified through the manager's daily monitoring of the fund holdings. We would typically make direct contact with the company to find out what happened and why. The second type of dialogue is proactive in nature where we schedule a sustainability meeting with company management to discuss their sustainability work. These meetings are intended to inform companies of what their owners and investors expect from them and to provide the manager additional information for their investment analysis. Companies selected for proactive sustainability meetings are based on our share of ownership and risk assessment.

In cases where we are not satisfied with the development or management of a company - and if we do not see the opportunity to influence - divestment of the shares is an alternative.

Fund company's follow-up of the analysis year:

During the year, Lannebo engaged on sustainability related matters with 13 holdings, including Karnov, Paradox Interactive and Nepa.

- Voting at General Meetings

Fund management company's comments:

A key principle for Lannebo is voting at the Annual General Meetings of companies in which the fund company has a larger shareholding, or the fund company is one of the largest shareholders.

Fund company's follow-up of the analysis year:

During the year, the fund company, on behalf of the fund, participated and voted at the General Meeting of ten companies of a total average of 47 holdings.

- Participation in nomination procedures in order to influence the composition of the Board

Fund management company's comments:

Lannebo participates in the Nomination Committee work for holdings where the fund company is one of the largest owners and the fund company is requested to participate. Participation in Nomination Committees varies from year to year depending on the fund's holdings at the time of the appointment of the committee.

Fund company's follow-up of the analysis year:

Lannebo participates, on behalf of a fund, in the Nomination Committee work at the fund company level; we are one of the Swedish managers who participate in the most Nomination Committees. It is the Nomination Committee that submits proposals to the Annual General Meeting, including the selection of Board members, Chairman of the Board and remuneration to the Board. We have endeavored over many years to reach gender equality on the boards of publicly listed companies and, when comparing the companies whose Nomination Committees we participated in 2013 to those we participated in 2020, the proportion of women has increased from 24 to 39 per cent - valuable work that we are proud to have contributed to.

During the year, the fund company, on behalf of the fund, participated in the Nomination Committees of Medcap.

LANNEBO TEKNIK SMÅBOLAG

Balance sheet, SEK thousands

	31/12/20	31/12/19
Assets		
Transferable securities	900 056	154 747
Total financial instruments with a positive market value (note 1)	900 056	154 747
Investment in account with credit institution	62 880	21 678
Total investment with a positive market value	962 936	176 425
Cash and cash equivalents	14 579	2 626
Prepaid expenses and accrued income	7	0
Total assets	977 522	179 051
Liabilities		
Accrued expenses and deferred income	-1 206	-205
Other liabilities	-4 407	-3 795
Total liabilities	-5 613	-4 000
Total net asset (note 2)	971 909	175 051

Income statement, SEK thousands

	2020	07/11/19 -31/12/19
Income and change in value		
Change in value of transferable securities (note 3)	221 588	7175
Interest income (note 4)	-19	-1
Dividends	1 779	23
Foreign exchange, gains and losses, net	-1 876	-207
Total income and change in value	221 472	6990
Costs		
Management fee		
Fee charged by the fund manager	-8 418	-305
Fee charged by the custodian	-86	-4
Other costs	-607	-91
Total costs	-9 111	-400
Net result	212 361	6590

Note 1 See holdings in financial instruments below

Note 2 Change in net asset

	175 051	0
Net asset in the beginning of the year	175 051	0
Unit issue	962 620	176 950
Unit redemption	-378 123	-8 489
Net result according to income statement	212 361	6 590
Net asset at the end of the year	971 909	175 051

Note 3 Change in value of transferable securities

	39 412	26
Capital gains	39 412	26
Capital losses	-23 117	0
Unrealized gains/losses	205 293	7 149
Total	221 588	7 175

Note 4 Interest income

The banks charge a deposit fee on deposit accounts as a result of negative interest rates. Deposit fee is reported as negative interest income. Interest income is therefore reported negative.

Investment in financial instruments as at 31/12/20

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET OR EQUIVALENT MARKET OUTSIDE OF THE EEA				
CONSUMER STAPLES				
Zur Rose	CH/CHF	7 263	19 050	2.0
			19 050	2.0
FINANCE				
VNV Global	SE/SEK	117 065	13 697	1.4
VNV Global Teckningsoption 2023-08-10	SE/SEK	12 156	252	0.0
			13 948	1.4

	COUNTRY/ CURRENCY	QUANTITY	MARKET VALUE	% OF NET ASSET
HEALTH CARE				
Biotage	SE/SEK	122 781	17 067	1.8
CELLINK B	SE/SEK	52 254	12 254	1.3
MedCap	SE/SEK	125 147	28 784	3.0
Nexus	DE/EUR	29 527	15 159	1.6
Omniceil	US/USD	24 500	24 087	2.5
Revenio Group	FI/EUR	46 154	23 370	2.4
Sectra B	SE/SEK	15 230	11 171	1.1
			131 890	13.6
INDUSTRIALS				
BTS Group B	SE/SEK	120 030	26 047	2.7
CTT Systems	SE/SEK	53 855	8 197	0.8
Talenom	FI/EUR	124 061	18 795	1.9
Tomra Systems	NO/NOK	21 700	8 785	0.9
			61 824	6.4
INFORMATION TECHNOLOGY				
Absolute Software Corporation	CA/CAD	205 000	19 945	2.1
Addnode B	SE/SEK	108 286	30 970	3.2
Basler	DE/EUR	23 976	17 377	1.8
Basware	FI/EUR	30 000	12 684	1.3
CyberArk Software Ltd	IL/USD	17 400	23 032	2.4
Descartes Systems Group	CA/CAD	43 500	20 798	2.1
Fireeye	US/USD	115 000	21 723	2.2
HMS Networks	SE/SEK	50 235	13 061	1.3
Micro Systemation B	SE/SEK	237 525	9 644	1.0
Mimecast	JE/USD	55 000	25 608	2.6
Mycronic	SE/SEK	59 733	14 658	1.5
New Relic	US/USD	34 500	18 482	1.9
Nordic Semiconductor	NO/NOK	179 047	23 671	2.4
Ping Identity Holding	US/USD	150 000	35 191	3.6
Pushpay	NZ/AUD	787 364	8 794	0.9
RTX	DK/DKK	40 437	12 832	1.3
SPS Commerce	US/USD	23 000	20 459	2.1
Sinch	SE/SEK	26 133	35 018	3.6
Software AG	DE/EUR	30 495	10 235	1.1
Upland Software	US/USD	96 000	36 087	3.7
Varonis Systems	US/USD	12 500	16 753	1.7
Verint Systems	US/USD	54 357	29 913	3.1
Viavi Solutions	US/USD	212 000	26 005	2.7
			482 939	49.7
COMMUNICATION SERVICES				
Glu Mobile	US/USD	118 635	8 756	0.9
Karnov Group	SE/SEK	417 649	24 850	2.6
MTG B	SE/SEK	29 732	4 362	0.4
			37 968	3.9
CONSUMER DISCRETIONARY				
Veoneer SDB	US/SEK	50 000	8 910	0.9
			8 910	0.9
TOTAL TRANSFERABLE SECURITIES ADMITTED TO TRADING ON A REGULATED MARKET OR EQUIVALENT MARKET OUTSIDE OF THE EEA				
			756 529	77.8
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC				
ENERGY				
Scandinavian Biogas	SE/SEK	219 750	9 537	1.0
			9 537	1.0
INFORMATION TECHNOLOGY				
Embracer Group B	SE/SEK	65 152	12 809	1.3
Learning Technologies Group	GB/GBP	874 025	17 716	1.8
Volue	NO/NOK	249 741	12 034	1.2
			42 559	4.4
COMMUNICATION SERVICES				
Enad Global 7	SE/SEK	122 850	14 988	1.5
Frontier Developments	GB/GBP	40 000	13 721	1.4
Paradox Interactive	SE/SEK	35 875	9 184	0.9
Remedy Entertainment	FI/EUR	26 347	10 344	1.1
Team17 Group	GB/GBP	107 500	9 482	1.0
Thunderful Group	SE/SEK	135 000	10 949	1.1
			68 667	7.1
INDUSTRIALS				
Irisity	SE/SEK	316 305	11 703	1.2
Nepa	SE/SEK	279 308	11 061	1.1
			22 764	2.3

TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET OPEN TO THE PUBLIC	143 527	14.8
TOTAL FINANCIAL INSTRUMENTS	900 056	92.6
Other assets and liabilities, net	71 853	7.4
TOTAL NET ASSET	971 909	100.0

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.



Helen Broman and Johan Nilke manage Lannebo's tech funds.

THE BOARD OF DIRECTOR'S AND THE CEO'S SIGNATURE

The Board of Directors and the CEO of Lannebo Fonder AB hereby submit the annual report in respect of the financial year 2020 for the following funds that are managed by the fund management company.

- Lannebo Europa Småbolag
- Lannebo Sverige
- Lannebo Komplet
- Lannebo Sverige Hållbar
- Lannebo Mixfond
- Lannebo Sverige Plus
- Lannebo Mixfond Offensiv
- Lannebo Teknik
- Lannebo Norden Hållbar
- Lannebo Teknik Småbolag
- Lannebo Småbolag
- Lannebo Corporate Bond
- Lannebo Småbolag Select
- Lannebo High Yield
- Lannebo Sustainable Corp. Bond
- Lannebo Räntefond Kort

Stockholm January 25, 2021

Göran Espelund
Chairman

Anna-Karin Eliasson Celsing

Ulf Hjalmarsson

Helena Levander

Johan Lannebo

Martin Öqvist
CEO

AUDITOR'S REPORT

The funds' annual report, accounting and fund management have been reviewed by the auditors in Lannebo Fonder AB, Deloitte AB. Audit report and information about what has been revised for each fund can be requested from Lannebo Fonder AB, Box 7854, 103 99 Stockholm.



Göran Espelund



**Anna-Karin
Eliasson Celsing**



Svante Forsberg



Johan Lannebo



Helena Levander



Martin Öqvist



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