



Lannebo Sverige Plus

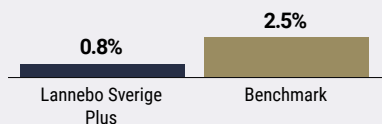
Swedish-registered equity fund

Monthly report May 2021

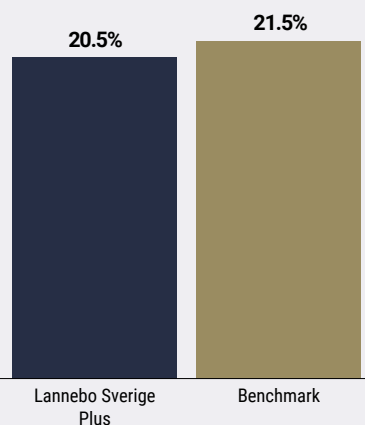
The money you invest in a fund can both increase and decrease in value and it is not certain that you will get back the full amount invested.

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



Performance YTD



Martin Wallin & Robin Nestor

Economic recovery continues

Earnings improvement for Traton

The Stockholm Stock Exchange continued to go higher during the month, increasing 2.5 per cent. Long-term interest rates fell slightly and many growth stocks increased during the month.

The stock market's risk appetite continues to be significant reflected through the high market activity. IPO's continued at a high pace. The rate of acquisitions by the listed companies also remains high and several directed new issues were carried out during the month, driven by an economic recovery in combination with sustained negative real interest rates. Macro indicators released during the month continued to show economic recovery and inflationary tendencies. Concerns over inflation and rising long-term interest rates, despite strong growth figures, appear to have eased since the beginning of the year.

The US Fed assesses current inflationary trends as transient and Fed representatives continue to argue for the current level of economic stimulus. The big question is, of course, how long this policy can be pursued as it leads to a risks of overheating if it turns out that price trends and supply bottlenecks are more persistent than the market currently believes.

Performance

	Lannebo Sverige Plus	Benchmark
Performance, %		
May 2021	0.8	2.5
Year-to-date 2021	20.5	21.5
3 years	56.0	73.5
5 years	98.5	116.3
10 years	249.0	247.0
Since launch (12/11/08)	660.2	582.8
Average annual return 24 months	25.5	29.1
2020 ¹	11.7	14.8
2019 ¹	22.6	35.0
2018 ¹	-0.7	-4.4
2017 ¹	8.8	9.5
2016 ¹	13.3	9.6

¹ The performance is based on closing prices.

Monthly performance, %

Jan	Feb	Mar	Apr	May	Jun
5.2	3.1	7.4	2.6	0.8	
Jul	Aug	Sep	Oct	Nov	Dec

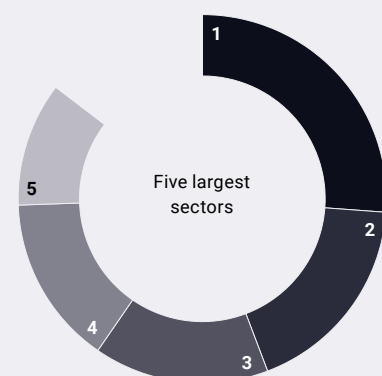
On the other hand, it appears in China they are decreasing the credit impulse and instead concerns are being voiced over the significant raw materials price increases seen over the past six months. Shares in cyclical sectors saw a slightly weaker share price development during the month, with Nordic forestry companies, among others, falling back on concerns the current high pulp prices in China will not last.

The holdings in Traton and Millicom developed better than the market as a whole and the share prices rose by 15 and 11 per cent, respectively. Truck manufacturer Traton increased following a strong quarterly earnings report and an increased full-year earnings forecast. Millicom's share price developed strongly during the month after the company presented a positive quarterly earnings report with improved prospects for the business; the share was hard hit during the pandemic in 2020.

Ericsson's share price developed poorly during May. Concerns increased that Ericsson's Chinese operations will be negatively affected should Chinese authorities instruct the country's mobile operators to reduce equipment purchases from Ericsson following Sweden's decision to shut down Chinese equipment suppliers during the expansion of its 5G network. Ericsson's 5G equipment market share in China is currently around 10 per cent. Our assessment is that the market share potential for Ericsson and Nokia in the European market outweighs the risk of a continued weakened market position in China.

Trelleborg's share price developed poorly during the month, as did several other industrial shares. This is due to concerns the industrial economy is close to a peak and where the current, unusually strong, demand situation will normalize.

Sector allocation



#	Sector	% of the fund
1.	Industrials	25.2
2.	Financials	17.4
3.	Consumer discretionary	14.8
4.	Information technology	14.3
5.	Health care	10.5
6.	Communication services	6.4
7.	Consumer staples	4.3
8.	Materials	3.1
9.	Real estate	-0.3
	Cash	4.2

10 largest holdings

Holding	% of the fund
Ericsson B	6.7
Nordea	5.9
SEB A	5.8
Nokia EUR	5.7
H&M B	5.6
SKF B	5.2
Trelleborg B	4.7
AstraZeneca	4.7
Swedbank A	4.6
Volvo B	4.1
Total 10 largest holdings	53.1
Cash	4.2
Total number of holdings	35

Major changes during the month

Buy

Tele2
Volvo
Electrolux

Sell

Boliden
AlfaLaval
Essity

Risk and reward profile

Lower risk							Higher risk	
1	2	3	4	5	6	7		

Financial ratios

	Lannebo Sverige Plus	Benchmark
Sharpe ratio	1.1	1.5
Total risk (%)	23.1	17.9
Tracking error	7.7	
Information ratio	-0.5	
Alpha	-0.7	
Beta	1.2	
Active share	76	
Gross equity exposure (%)	105	
Net equity exposure (%)	96	
Portfolio turnover ratio (12/31/20)	1.8	

Fund facts

Fund manager	Martin Wallin & Robin Nestor
Launch date	12/11/08
NAV per unit (SEK)	74.11
Fund size (SEKm)	5,930
Management fee	1.0% + 20% of any excess return
Return threshold	SIX Portfolio Return Index
Bankgiro	346-3585
ISIN	SE0002686584
Trading frequency	Daily
Minimum investment amount	SEK 100
PPM number	490 292
Supervisory authority	Finansinspektionen
LEI	549300W8FUNESQQE9448

Risk information

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

The fund is suitable for those who

- Want a Swedish equity fund with greater opportunities.
- Want an actively managed fund with investments based on a clear understanding of each individual.

The fund's investment policy

Lannebo Sverige Plus is an actively managed equity fund that primarily invests in shares on the Swedish equity market. The fund is similar to a traditional equity fund, but with more flexible investment rules. The "Plus" label reflects the fund's ability to invest more than 100 per cent of the fund's assets. For example, the fund can invest 130 per cent in shares that the fund managers are positive about and balance this by reducing its equity exposure by 30 per cent through the sale of shares that the fund does not own. i.e. short selling.

Explanations

Benchmark SIX Portfolio Return Index.

The unit price of the fund is set before the price of the index is calculated. This can sometimes result in a misleading comparison between the two.

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

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

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

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

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

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

Active share A measure of the proportion of the portfolio that differ from the benchmark.

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



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



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



E-mail: info@lannebo.se
Website: lannebo.com
Registration no: 556584-7042

LANNEBO