

Lannebo High Yield

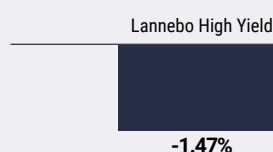
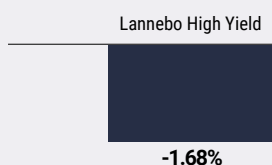
Swedish-registered fixed income fund
Monthly report February 2022

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 2022	Feb 2022	Mar 2022	Apr 2022	May 2022	Jun 2022	Jul 2022	Aug 2022	Sep 2022	Oct 2022	Nov 2022	Dec 2022
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Monthly performance

Performance YTD



The invasion of Ukraine overshadows everything

A higher running yield

February was a dramatic month – which ended in the most gloomiest humanly imaginable. The worst case scenario for Russian aggression a sudden reality that upended the entire European security system. How it all ends is impossible to say.

Duly justified and comprehensive sanctions have now been imposed by Western countries against Russia, and the consequences of these are difficult to assess. It will take some time for companies to understand the full impact of these measures and we are now entering a period where supply chains will be affected thereon it will be difficult for companies to operate. We have already seen a number of large Nordic export companies close their Russian operations or in other ways cease conducting business with Russian counterparties.

Turning our focus to the companies and the just-concluded Q4 earnings season, the conflict comes on the heels of a period of good economic conditions globally. The Q4 earnings reports disclosed good sales growth, record orders and companies expressed optimism for the coming year. Profit margins, however,



Katarina Ponsbach Carlsson & Karin Haraldsson

Performance

Performance (%)	Lannebo High Yield
February 2022	-1.7
Year-to-date 2022	-1.5
3 years	4.6
5 years	10.4
Since launch (01/30/15)	21.0
Average annual return 24 months	0.2
2021 ¹	6.2
2020 ¹	-3.8
2019 ¹	5.0
2018 ¹	1.0
2017 ¹	5.1

¹ The performance is based on closing prices.

Monthly performance, %

Jan	Feb	Mar	Apr	May	Jun
0.2	-1.7	-	-	-	-
Jul	Aug	Sep	Oct	Nov	Dec
-	-	-	-	-	-

did not continue to improve. This is of course due to the fact that the past year has been marked by sharp price increases for many raw materials together with increased transport costs. Margins increased to record levels during the corona pandemic, where costs were kept in check, companies received financial support and expansive fiscal policy lifted consumption of goods to unimaginable heights.

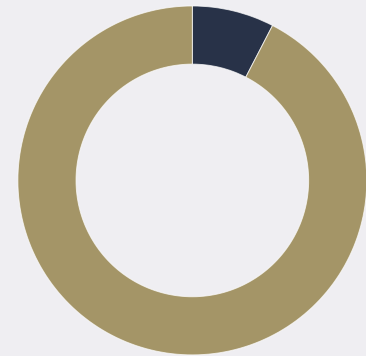
Inflation was overshadowed during the period, but it is expected that the US Fed will start to raise its key interest rate in March; however, it remains to be seen whether the war in Ukraine will lead the Fed to change or perhaps, more likely, slow its rate increase course. Market interest rates fell in connection with the invasion following the relatively rapid increase at the beginning of the period. The 5-year Swedish government bond went from 0.2 per cent at the end of January to 0.38 per cent at the end of February.

We did not invest in any new bonds during February. After the end of the period, we sold our holding in Oriflame that has sales in Russia.

We maintained the fund's structure. Both the credit duration, the average maturity of all holdings in the fund, and the interest duration, measured as the average fixed interest period, were in principle unchanged during the period. We have a low interest rate duration to protect the fund against rising long-term interest rates.

As a result of the falling bond prices during the period, the running yield has increased and is currently approximately 6.6 per cent before fees, given interest rate are unchanged.

Credit rating distribution



	Credit scoring securities	% of the fund
Investment grade	AAA	0.0
	AA+/AA/AA-	0.0
	A+/A/A-	0.0
	BBB+/BBB/BBB-	7.0
High yield	BB+/BB/BB-	25.0
	B+/B/B-	59.7
	CCC/CC/C	0.8
Default	D	0.0
Cash/other		7.4

The share of the fund with an official credit rating amounted to 22.8 per cent.

10 largest holdings

Holding	% of the fund
Ocean Yield	4.1
Intrum	4.0
Aktia Bank	3.0
Fng Nordic	2.9
Momox Holding Gmbh	2.8
Carucel Property As	2.6
Sgl Transgroup International	2.6
Link Mobility Group Holding	2.6
Teekay Lng Partners L.P	2.6
Georg Jensen	2.4
Total 10 largest issuers	29.5
Cash	7.4
Total number of issuers	49

Major changes during the month

Buy

-

Sell

DLF seeds

Nivika

United Camping

Risk and reward profile



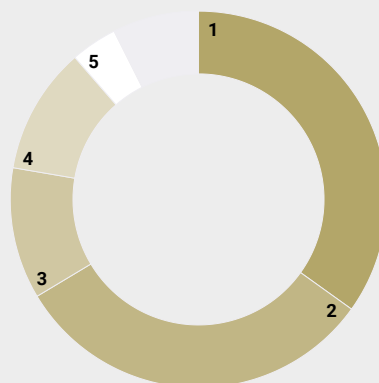
Financial ratios

	Lannebo High Yield
Total risk (%)	12.8
Interest-rate duration (years)	0.7
Credit duration (years)	2.9
Portfolio turnover ratio (12/31/21)	0.5

Maturity profile

	% of the fund
< 1 year	4
1-3 years	41
3-5 years	41
> 5 years	1

Country allocation



#	Country	% of the fund
1	Sweden	34.9
2	Norway	31.5
3	Denmark	11.3
4	Finland	10.9
5	Germany	4.0
6	Cash	7.4

Fund facts

Fund manager	Karin Haraldsson & Katarina Ponsbach Carlsson
Launch date	01/30/15
NAV per unit (SEK)	120.96
Fund size (SEKm)	571
Management fee	0.90%
Bankgiro	584-9369
ISIN	SE0006421855
Trading frequency	Daily
Minimum investment amount	SEK 100
Supervisory authority	Finansinspektionen
LEI	549300XRFDNRDKE3IM10

Risk information

Past returns are no guarantee of future returns. The money invested in the fund February 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 higher return than traditional fixed income funds and who are willing to take on a slightly higher risk.
- Want an actively managed fund where a thorough company analysis creates long-term returns.
- Want a well-diversified fund of corporate bonds.

The fund's investment policy

Lannebo High Yield is an actively managed fixed income fund that primarily invests in High Yield corporate bonds predominantly from issuers in the Nordic region. High Yield bonds are securities issued by companies with a lower credit rating. The average maturity of the fund's holdings is 3-5 years, but February at times deviate from this range. Investments in foreign currency are always hedged.

Explanations

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

Interest-rate duration Weighted average life.

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

Credit duration

Weighted average maturity.



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