

Lannebo Europe Small Cap

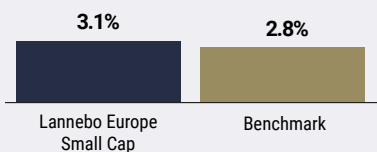
Swedish-registered equity fund, A EUR

Monthly report February 2023

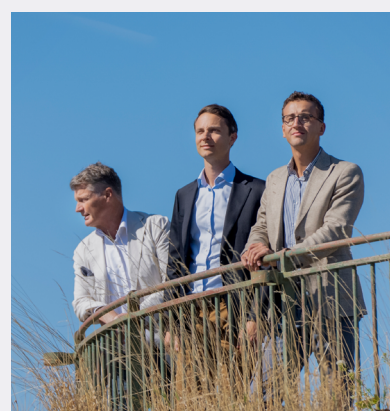
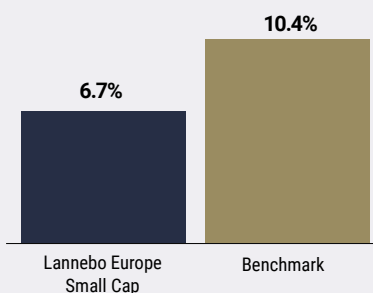
The money you invest in a fund can both increase and decrease in value and it is not certain that you will get back the full amount invested.

Jan 2023	Feb 2023	Mar 2023	Apr 2023	May 2023	Jun 2023	Jul 2023	Aug 2023	Sep 2023	Oct 2023	Nov 2023	Dec 2023
----------	-----------------	----------	----------	----------	----------	----------	----------	----------	----------	----------	----------

Monthly performance



Performance YTD



Carsten Dehn, Ulrik Ellesgaard and Philip Andreassen

Small caps take the lead

Brembo launches new braking system

The European market was mixed in February, where higher than expected inflation in France and Spain raised expectations of further rate hikes from the European Central Bank. Investors closely monitored the UK-European Union trade deal covering Northern Ireland that was unveiled at the end of the month, which could have implications for the European equity markets. European Small Cap's outperformed relative to Large Cap's; there is also potential for a strong rebound given the unusually long period of large caps outperforming, which has been witnessed. We remain bullish on the outlook for the European equity market, especially due to the outperformance of Small Caps over Large Caps that began in February.

Lu-Ve and Brembo were the two most positive contributors to performance in February.

The Italian company Lu-Ve, which specializes in the production of air handling units and heat exchangers, performed strongly during the month after a tough prior month. The company is uniquely positioned to capitalize on the green transition due to its exposure to the environmentally friendly part of the cold chain and the decarbonization of heating through heat pumps. We believe that Lu-

Performance*

Performance. %	Lannebo Europe Small Cap	Benchmark
February 2022	3.1	2.8
Year-to-date 2022	6.7	10.4
3 years	24.7	22.6
5 years	12.6	23.8
Since launch (10/17/16)	37.9	53.8
Average annual return 24 months	4.3	0.8
2022 ¹	-20.1	-22.6
2021 ¹	29.4	23.9
2020 ¹	3.6	4.6
2019 ¹	31.6	31.4
2018 ¹	-25.3	-15.9

¹ The performance is based on closing prices.
*Net of fees

Monthly performance, %

Jan	Feb	Mar	Apr	May	Jun
3.4	3.1	-	-	-	-
Jul	Aug	Sep	Oct	Nov	Dec
-	-	-	-	-	-

Ve is still trading at an attractive level relative to other peers with similar exposure.

Brembo, located in Italy, is the world leader in brake disc technology for premium autos and racing. In February Brembo benefitted from improvements in supply chain bottlenecks within the auto industry, where Brembo is gaining market share in the most attractive segment of premium vehicles. The company is launching a new intelligent brake system which offers increased safety versus traditional hydraulic brakes. The earnings potential is substantial and rumors of near-term first large orders are also driving the share price upwards.

TinyBuild and Crayon were negative contributors to performance in February.

The UK gaming company TinyBuild was the worst contributor in February. The gaming industry generally has been affected by negative news. Declining overall consumer demand has hit all gaming stocks, and combined with irrational selling behaviour in TinyBuild from major shareholders, the share price has been slaughtered. It is therefore reassuring that the company has reported a strong Q4 report with early indications of 2023 being "very encouraging". We believe that TinyBuild on that basis is oversold.

Crayon is a provider of software, cloud services and third-party software licensing. The share price underperformed the market in February. The company reported a solid underlying Q4, but the report was tricky due to a new accounting policy, together with a VAT audit in the Philippines, an loan impairment to a Russian subsidiary and an impairment in an acquired company - making the numbers messy.

Sector allocation



#	Sector	% of the fund
1.	Industrials	41.3
2.	Financials	20.0
3.	Consumer discretionary	10.5
4.	Health care	9.7
5.	Information technology	9.1
6.	Real estate	2.6
7.	Consumer staples	2.0
8.	Communication services	1.6
	Cash	3.3

10 largest holdings

Holding	% of the fund
LU-VE	6.3
Beazley	4.3
DO & CO	4.2
Bank of Georgia Group	4.2
Brembo	4.1
Dürr	4.1
Spar Nord Bank	4.0
TKH Group	3.8
Keywords Studios	3.7
Coats Group Plc	3.5
Total 10 largest holdings	42.2
Cash	3.3
Total number of holdings	45

Major changes during the month

Buy

GVS

Intecos

Sell

Crayon

Spar Nord Bank

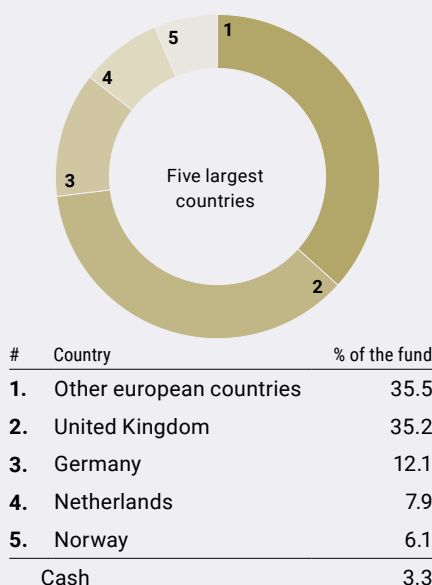
Risk and reward profile



Financial ratios

	Lannebo Europe Small Cap	Benchmark
Sharpe ratio	0.3	0.1
Total risk (%)	19.5	20.0
Tracking error	6.2	
Information ratio	0.6	
Alpha	0.3	
Beta	0.9	
Portfolio turnover ratio (12/31/22)	0.3	

Geographical split



Fund facts

Fund manager	Carsten Dehn & Ulrik Ellesgaard
Launch date	10/17/16
NAV per unit (EUR)	137.86
Fund size (EURm)	129
Ongoing charges	1.68%
ISIN	SE0008092290
Trading frequency	Daily
Minimum investment amount	EUR 100
Supervisory authority	Finansinspektionen
LEI	549300L5238BID030341

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 to invest in small and medium-sized companies listed in Europe.
- Want an actively managed fund with investments based on a clear understanding of each individual company.

The fund's investment policy

Lannebo Europe Small Cap is an actively managed equity fund that invests in small and medium sized enterprises listed in Europe. The companies' market capitalization at the time of investment February not exceed EUR 5bn. Equities are selected based on the fund manager's own assessments, therefore deviations from the benchmark can be both larger and smaller over time. Investments are made with a long-term horizon.

Explanations

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

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

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

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

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

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

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

Benchmark

* MSCI Europe Small Cap 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.

** Source: MSCI. The MSCI information February only be used for your internal use, February not be reproduced or disseminated in any form and February not be used as a basis for or a component of any financial instruments or products or indices. None of the MSCI information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and February not be relied on as such. Historical data and analysis should not be taken as an indication or guarantee of any future performance analysis, forecast or prediction. The MSCI information is provided on an "as is" basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or creating any MSCI information (collectively, the "MSCI Parties") expressly disclaims all warranties (including, without limitation, any warranties of originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive, consequential (including, without limitation, lost profits) or any other damages. (www.msci.com)*



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