

Lannebo Sverige



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.

A positive real interest rate is not utopia

Profit warnings led to share price movements



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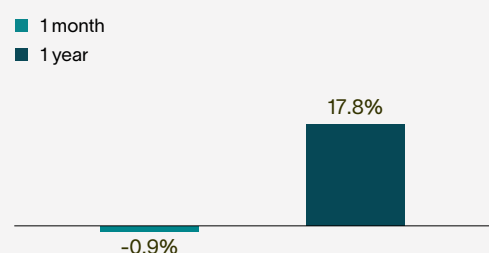
The Stockholm Stock Exchange as a whole traded over a wide spectrum during June. As in the previous month, share prices moved in clear trends where upswings gave rise to new upswings and vice versa. The share price development in individual shares remained strong on both positive and negative news. In general, we believe that the movements are often exaggerated, which, in a more long-term perspective, provides the opportunity for good risk-adjusted returns.

The Swedish Central Bank, Riksbank, once again raised its policy rate by 25 basis points, which was as expected - although 0.5 percentage points was a reasonable alternative. Interestingly, the interest rate path is being adjusted upwards and, according to the Riksbank, we should expect a longer period of policy rates above 4 per cent. Sweden continues to have lower key interest rates than the US and the EU. With "normal" interest rates and low real growth in the economy, low-valued profits should be attractive in the coming years.

The fund's holdings in Swedbank, Sandvik and SKF developed better than the market as a whole with increases of 10, 10 and 9 per cent respectively. Swedbank, together with other Nordic banks, traded at low earnings multiples at current earnings. Similar to the reasoning above regarding long-term positive real interest rates, we consider profits to be sustainable, leading to a good dividend yield and the possibility of share buybacks. The engineering companies SKF and Sandvik developed in a positive direction after the respective shares fell back in May.

Viaplay and Getinge developed weaker than the market as a whole, falling 71 and 24 per cent respectively. On June 5 Viaplay issued a profit warning and the company's CEO resigned. Previously set 2023 targets were sharply adjusted downward and 2025 financial targets were withdrawn. The reasons for the change were described as falling

The fund's performance*



Performance (%)	Fund	Index ¹
June 2023	-0.9	2.1
YTD 2023	6.9	11.3
1 year	17.8	19.3
3 years	48.7	43.4
5 years	58.9	70.4
10 years	215.2	219.7
Since launch (08/04/00)	666.9	511.1
Average 24 months	1.4	-1.1
2022 ¹	-12.1	-22.8
2021 ¹	32.3	39.3
2020 ¹	10.4	14.8
2019 ¹	21.9	35.0
2018 ¹	-1.2	-4.4

¹ The performance is based on closing prices.

* Net of fees

Jan	Feb	Mar	Apr	May	Jun
9.3	3.4	-1.3	1.3	-4.5	-0.9
Jul	Aug	Sep	Oct	Nov	Dec
-	-	-	-	-	-

advertising revenue, reduced streaming revenue, and lower cost savings. The company will present a new strategy in July in connection with Q2 earnings. Our assessment is that it likely means a major shift in the business with a focus on adjusting costs and thereby reducing previously expected turnover growth. For the group, there are several opportunities to reduce costs, improve cash flow, and avoid a new share issue. Great uncertainty and a changed strategy have reduced the future value of the company; however, we assess the share price has fallen considerably more than that.

Getinge also issued a profit warning where, among other things, Q2 costs were significantly higher than expected. The company had previously alerted to problems with substandard packaging along with recalls and quality issues for some products. Getinge is working to solve the issues over the next 12 months. The expected current-year revenue and operating profit outcome will decrease significantly, but to a more limited extent for 2024.

Largest holdings

Holding	Share of the fund (%)
Swedbank A	8.4
Ericsson B	8.3
Handelsbanken A	7.0
Millicom Int. Cellular SDB	6.3
SKF B	6.0
SEB A	4.7
Nordea	4.7
Electrolux B	4.7
Nokia SEK	4.6
Autoliv SDB	4.6
Total ten largest holdings	59.3
Cash	3.1
Total number of holdings	24

Main changes

Bought	Sold
Industrivärden	SSAB
Getinge	SKF
Viaplay	Swedbank

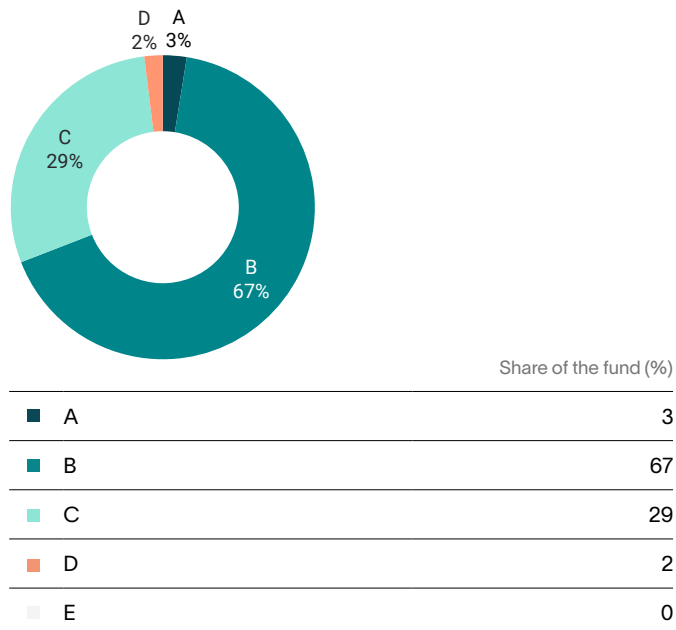
Sector allocation

Sector	Share of the fund (%)
Financials	27.5
Industrials	17.8
Information technology	16.1
Healthcare	13.6
Consumer discretionary	9.3
Communication services	8.8
Consumer staples	3.1
Material	0.8

We work actively to take advantage of business opportunities and avoid risks related to the environment, social sustainability and corporate governance.

Sustainability grade

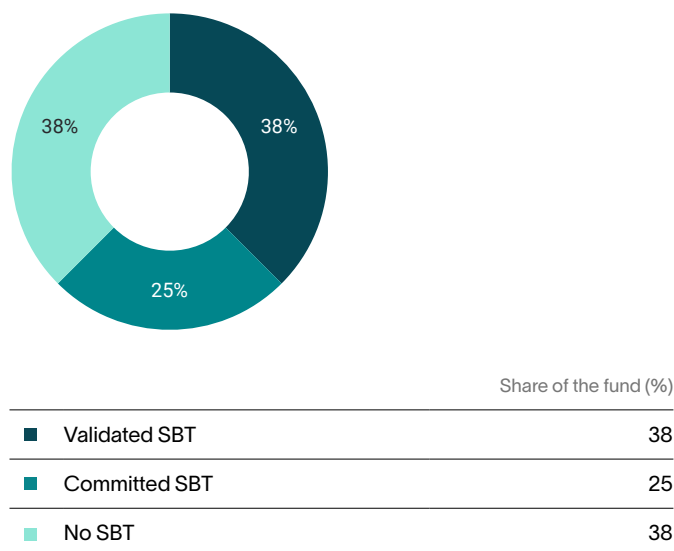
Lannebo's sustainability analysis identifies and grades the portfolio holdings' management of sustainability risks, environmental impact, and sustainability in the business model. A is the highest grade and E the lowest.



Climate target

Lannebo has committed to a climate target that requires the companies in material sectors within its portfolios to establish science-based emissions reduction targets, SBT.

Year 2040: 100% Year 2030: 50%



Nomination committees 2023

Lannebo participate in nomination committees to contribute to competent boards with relevant experience for the companies.

Company

Tobii

Trelleborg

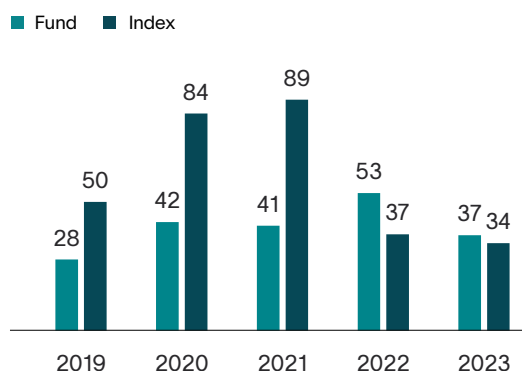
Voting

Share of the fund where Lannebo has voted at the general meeting.

	Share of the fund (%)
2023 YTD	79
2022	94
2021	81

Carbon footprint

Carbon footprint, measured as the weighted average carbon intensity, shows the fund's exposure to companies with high carbon intensity. Higher carbon intensity is an indication of higher climate change-related risks.



Gender equality on boards

The objective is to ensure greater gender representation by aiming for a minimum of 40 percent representation of the under-represented gender among board members on average.

	Share (%)
Women	37
Men	63

Financial ratios

	Fund	Index
Sharpe ratio	0.1	-0.1
Total risk (%)	18.3	21.7
Tracking error	11.1	
Information ratio	0.2	
Alpha	2.3	
Beta	0.7	
Portfolio turnover ratio	1.8	
Active share (%)	80	

Fund facts

Fund managers	Martin Wallin & Robin Nestor
Launch date	08/04/00
NAV per unit	SEK 57.72
Fund size	SEKm 3,655
Ongoing costs	2.0%
ISIN	SE0000740680
Trading frequency	Daily
Minimum investment amount	SEK 100
Supervisory authority	Finansinspektionen
LEI	549300GJSC541WIX079

Risk indicator

1	2	3	4	5	6	7
Lower risk						Higher risk

Explanations*

Active share

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

Alpha

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

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.

Beta

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.

Carbon footprint

The weighted average carbon intensity is calculated by multiplying the portfolio company's weight in the fund by the portfolio company's emissions (scope 1 and 2) in relation to its revenue in millions of SEK.

Information ratio

A measure of riskadjusted return. This is measured as the active return divided by the portfolio's active risk.

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 en.lannebo.se.

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.

Sharpe ratio

A measure of risk adjusted return. Calculated as the ratio of the fund's excess return above the riskfree 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

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.

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