

Lannebo High Yield

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.

An active primary market Another interest rate increase



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The fund's positive return during the month mainly comes from the high underlying yield.

The primary market was active during the month and we participated in several new issues. The Swedish company Storskogen carried out an extension where the company redeemed its bond maturing 2024 and issued a new bond maturing in 2027 at Stibor 3 months +6.88 per cent. Storskogen has shifted from its relatively aggressive acquisition strategy to one now focusing on cash flow and maintaining a reasonable debt level.

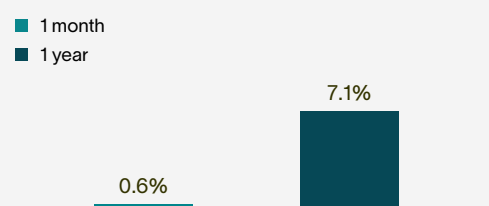
The Swedish property company Trianon issued a sustainable bond where the company will work with both climate and social initiatives. During the period, we also invested in bonds issued by the property company Fastpartner. Despite the company being downgraded to high yield, we assessed the approximate 10 per cent yield as attractive.

Central banks continued their fight against stubbornly high inflation. At the end of the period, the Swedish Riksbank raised its key interest rate for the sixth time in a row to 3.75 per cent and is also increasing the pace of government bond sales to strengthen the weak Swedish krona.

The interest rate on a Swedish 5-year government bond rose during the period from 2.4 to 2.8 per cent. The 2-year yields continued to trade higher than the 5-year yields, which indicates a belief in a coming recession and lower interest rates further down the line. The 3-month Stibor rate, which is the basis for interest rate setting on our Swedish floating-rate bonds, continued to increase during the period from 3.7 to 3.8 per cent.

Higher interest rates and wide credit spreads are now generating historically high yields on corporate bonds.

The fund's performance*



Performance (%)	Fund	Index ¹
June 2023	0.6	0.5
YTD 2023	5.6	4.6
1 year	7.1	7.4
3 years	16.0	-
5 years	11.0	-
Since launch (01/30/15)	26.9	-
Average 24 months	2.6	-
2022 ¹	-2.1	0.0
2021 ¹	6.2	-
2020 ¹	-3.8	-
2019 ¹	5.0	-
2018 ¹	1.0	-

¹ The performance is based on closing prices.

* Net of fees

Jan	Feb	Mar	Apr	May	Jun
1.5	1.7	-0.9	1.1	1.4	0.6
Jul	Aug	Sep	Oct	Nov	Dec
-	-	-	-	-	-

Given an unchanged interest rate, the fund's annual rate of return is currently around 8.5 per cent after fees.

We maintained the fund's structure during the period. Both the credit duration, the average duration of all holdings in the fund, and the interest duration, measured as the average fixed interest period, were basically unchanged during the period. We maintain a low interest duration as protection against rising interest rates, and all foreign currency exposure is hedged to the Swedish krona.

Largest holdings

Holding	Share of the fund (%)
DNB Bank	4.3
European Energy	3.5
Castellum	3.3
Fastpartner	2.7
SEB	2.6
Cibus Nordic	2.6
Link Mobility	2.5
Storskogen Group	2.4
Balder	2.2
SGL International	2.1
Total ten largest issuers	28.2
Cash	18.2
Total number of issuers	56

Main changes

Bought	Sold
Fastpartner	Ziton (redemption)
Storskogen	-
Trianon	-

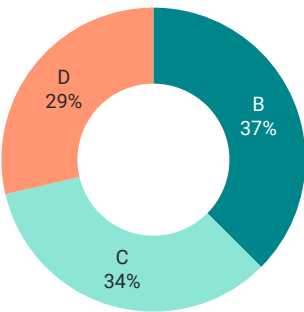
Sector allocation

Sector	Share of the fund (%)
Industrials	23.9
Real estate	19.6
Financials	13.3
Communication services	5.8
Information technology	4.8
Consumer discretionary	4.5
Energy	3.5
Healthcare	2.7
Consumer staples	2.4
Material	1.4

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.

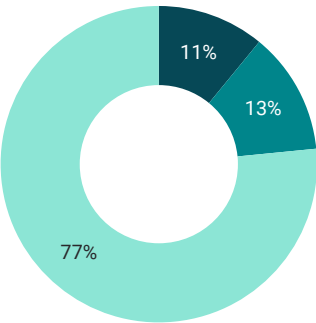


Share of the fund (%)	
A	0
B	37
C	34
D	29
E	0

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%



Share of the fund (%)	
Validated SBT	11
Committed SBT	13
No SBT	77

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	36
Men	64

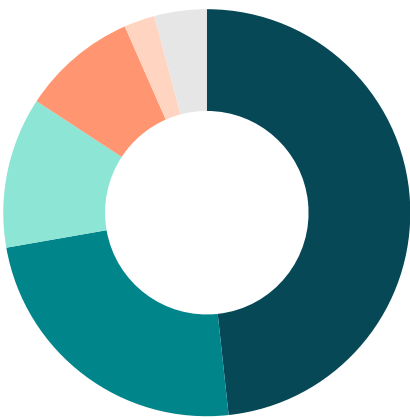
Financial ratios

	Fund	Index
Total risk (%)	3.5	-
Interest-rate duration (years)	0.7	
Credit duration (years)	2.6	
Portfolio turnover ratio	0.4	

Credit rating distribution

	Credit rating	% of the fund
Investment grade	AAA	0.0
	AA+/AA/AA-	0.0
	A+/A/A-	0.0
	BBB+/BBB/BBB-	13.5
High yield	BB+/BB/BB-	35.0
	B+/B/B-	33.3
	CCC/CC/C	0.0
Default	D	0.0
Cash		18.2
Offical credit rating		33.4

Country allocation



Country	% of the fund
Sweden	39.5
Norway	19.6
Finland	9.8
Denmark	7.5
Bermuda	2.0
Other	3.4

Fund facts

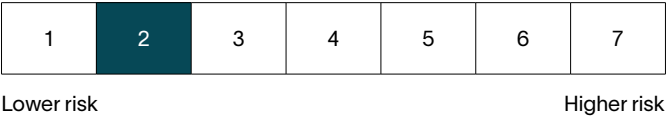
Fund managers	Karin Haraldsson & Katarina Carlsson
Launch date	01/30/15
NAV per unit	SEK 126.87
Fund size	SEKm 845
Ongoing costs	1.5%
ISIN	SE0006421855
Trading frequency	Daily
Minimum investment amount	SEK 100
Supervisory authority	Finansinspektionen
LEI	549300XRFONRDKE3IM10

Maturity profile

	% of the fund
< 1 år	7
1-3 år	44
3-5 år	30
> 5 år	1

The maturity profile of the fund excludes cash.

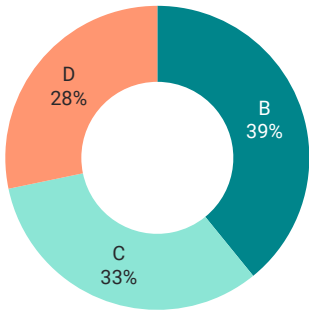
Risk indicator



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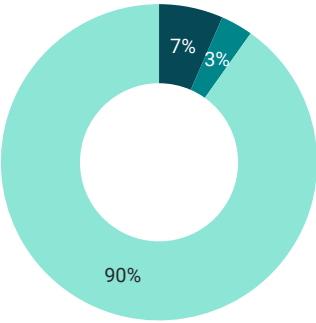


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Explanations*

Total risk

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

Interest-rate duration

Weighted average life.

Credit duration

Weighted average maturity.

Benchmark

NBP Nordic HY Aggregated Index SEK
Hedged. 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.

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.

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