

Monthly report September 2023

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.



Continued strong development for the fund

Several new holdings



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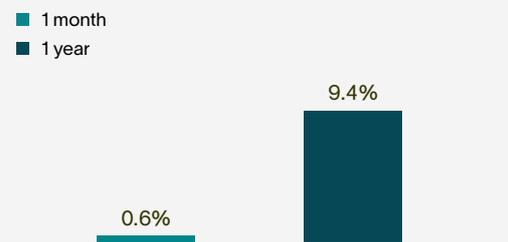
The fund's positive return during the month is largely due to the high running yield.

The primary market remained active and we participated in several new issues. Norwegian shipping company Ocean Yield, in which we already own bonds, issued a new bond with a five-year maturity and a coupon of Nibor 3 months +3.75 percent, which currently gives a coupon of almost 8.5 percent. We also invested in a new bond issued by the Swedish real estate company NP3. NP3 owns and manages properties in Norrland, an area that is currently experiencing strong growth. The company owns properties worth more than SEK 20 billion. NP3 issued a bond with a 3.25-year maturity and a coupon rate of Stibor 3 months +5.25%. We decided to sell our holding in Magnolia as we believe that housing developers will continue to face challenges in the future.

Inflation continued to be high, albeit somewhat lower from the peak. During the month, the ECB and the Riksbank raised their respective key interest rates by 0.25 percentage points. The Swedish policy rate is now 4 per cent and the Riksbank has not rule out a further increase in November. The Fed, which initiated its rate hike cycle before Sweden, left its key rate unchanged in the 5.25-5.5 per cent range at its latest meeting.

The interest rate on a Swedish 5-year government bond rose slightly during the period from 2.9 to 3.1 per cent. The 2-year yields continue to trade higher than the 5-year yields, which indicates a continued belief in a coming recession and lower interest rates further down the line. The Stibor 3-month rate, which is the basis for the interest rate setting on our Swedish floating-rate bonds, continued to increase during the period from 4.0 to 4.1 per cent.

The fund's performance*



Performance (%)	Fund	Index ¹
September 2023	0.6	0.2
YTD 2023	7.9	6.4
1 year	9.4	7.8
3 years	14.9	-
5 years	12.7	-
Since launch (01/30/15)	29.7	-
Average 24 months	2.9	-
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
1.0	0.6	0.6	-	-	-

Higher interest rates and wide credit spreads are now generating historically high yields on corporate bonds. Given unchanged interest rates, the fund's annual rate of return is currently around 8.7 per cent after fees.

We maintained the fund's structure during the month. 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. We hedge all foreign currency exposure to Swedish kronor.

Largest holdings

Holding	Share of the fund (%)
DNB Bank	5.5
Balder	3.7
European Energy	3.3
SEB	3.2
Cibus Nordic	3.0
Castellum	2.8
Intrum	2.7
Corem Property Group	2.7
Link Mobility	2.6
Fastpartner	2.6
Total ten largest issuers	32.1
Cash	9.9
Total number of issuers	59

Main changes

Bought	Sold
Bulk Infrastructure	Georg Jensen
DNB	Magnolia
NP3	-

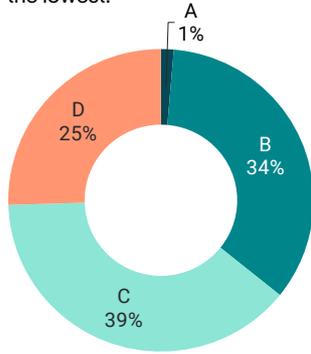
Sector allocation

Sector	Share of the fund (%)
Industrials	26.8
Real estate	21.0
Financials	16.6
Consumer discretionary	6.2
Information technology	5.8
Communication services	5.0
Energy	3.3
Healthcare	2.7
Material	1.1
Consumer staples	1.0

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.



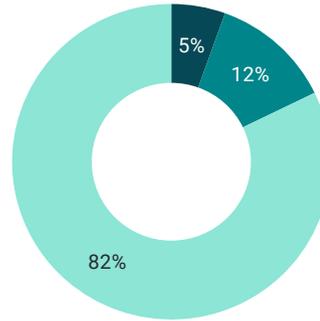
Share of the fund (%)

■ A	1
■ B	34
■ C	39
■ D	25
■ 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	5
■ Committed SBT	12
■ No SBT	82

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

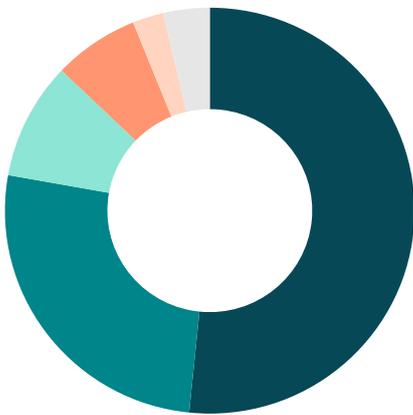
Financial ratios

	Fund	Index
Total risk (%)	3.6	-
Interest-rate duration (years)	0.9	
Credit duration (years)	2.3	
Portfolio turnover ratio	0.3	

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-	17.5
High yield	BB+/BB/BB-	41.4
	B+/B/B-	31.2
	CCC/CC/C	0.0
Default	D	0.0
Cash		9.9
Official credit rating, including cash		36.8

Country allocation



Country	% of the fund
Sweden	46.5
Norway	23.6
Finland	8.4
Denmark	6.1
Germany	2.2
Other	3.3

Fund facts

Fund managers	Karin Haraldsson & Katarina Carlsson
Launch date	01/30/15
NAV per unit	SEK 129.72
Fund size	SEKm 1,035
Ongoing costs*	1.5%
ISIN	SE0006421855
Trading frequency	Daily
Minimum investment amount	SEK 100
Supervisory authority	Finansinspektionen
LEI	549300XRFONRDKE3IM10

* Ongoing costs consist of management fees and other administrative or operating costs (an estimate based on actual costs over the past year) and transaction costs (an estimate of costs incurred when a fund buys and sells securities).

Maturity profile

	% of the fund
< 1 år	8
1-3 år	47
3-5 år	29
> 5 år	5

The maturity profile of the fund excludes cash.

Risk indicator

1	2	3	4	5	6	7	
Lower risk							Higher risk

Explanations*

Total risk

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

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.

Interest-rate duration

Weighted average life.

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.

Credit duration

Weighted average maturity.