

Monthly report July 2024

Lannebo Småbolag EUR

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 intensive month full of earnings releases

Positive earnings reports from Addtech & Lindab



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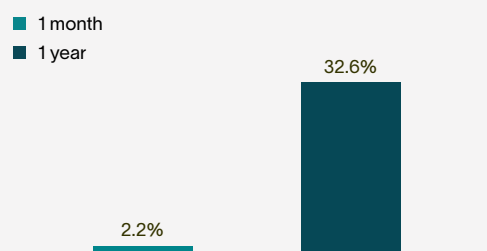
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The release of Q2 earnings was in full focus during July when the majority of the fund's holdings reported. In general, it seems economic headwinds are continuing - but not intensifying, even if individual segments are hit differently. As before, the construction- and consumer goods sectors are especially hard hit.

Holdings that positively excelled were Addtech, Lindab and Vaisala. Addtech grew sales by 7 per cent, partly driven by acquisitions, despite a challenging economy. All the more important, Addtech managed to grow operating profit by 19 per cent. The company has successfully increased its focus on high-margin segments. The building materials company Lindab, which mainly manufactures ventilation equipment, is currently facing a weak construction market, which was also reflected in the turnover for the quarter, which fell 3 per cent organically. However, the operating profit increased 12 per cent thanks to a continued diligent cost focus. We see good conditions for increasing margins given how the company is performing in a weak construction environment. In anticipation of this, Lindab continues to carry out supplementary acquisitions. The Finnish sensor company Vaisala released quarterly earnings where both order intake and turnover rose by double digits, while profit doubled. The reason is partly due to the company's highly profitable industrial sensors segment that returned to positive growth, but also that margins within the company's weather-sensors segment strengthened significantly.

On the negative side was the holding in Axfood that was weighed down by start-up costs in connection with the new automated warehouse in Bålsta. Furthermore, printed circuit board supplier NCAB continued to be affected by a sluggish industrial economy, especially in Germany. This, in combination with a couple of other factors, significantly affected profit and the operating profit decreased by 28 per cent. The company continues to consolidate a fragmented market and order intake was roughly in line with net sales, indicating the loss in

The fund's return*



| Performance (%) | Fund |
|-------------------------|---------|
| July 2024 | 2.2 |
| YTD 2024 | 13.0 |
| 1 year | 32.6 |
| 3 years | - 8.3 |
| 5 years | 57.7 |
| Since launch (08/04/00) | 1 754.6 |
| Average 24 months | 7.9 |
| 2023 ¹ | 23.4 |
| 2022 ¹ | -36.7 |
| 2021 ¹ | 27.2 |
| 2020 ¹ | 22.6 |
| 2019 ¹ | 36.3 |

¹ The performance is based on closing prices.

* Net of fees

| Jan | Feb | Mar | Apr | May | Jun |
|------|-----|-----|------|-----|-----|
| -2.5 | 3.6 | 4.0 | -3.3 | 8.7 | 0.1 |
| Jul | Aug | Sep | Oct | Nov | Dec |
| 2.2 | - | - | - | - | - |

demand does not appear to worsen.

During the month, the holdings in Loomis and Lindab were slightly increased ahead of the release of the companies' respective earnings reports; otherwise, no significant changes were made to the fund.

Largest holdings

| Holding | Share of the fund (%) |
|-----------------------------------|-----------------------|
| AddTech B | 7.7 |
| Lifco B | 5.4 |
| Beijer Ref B | 5.4 |
| Lagercrantz | 5.1 |
| AAK | 4.7 |
| Indutrade | 4.6 |
| Trelleborg B | 4.4 |
| Sagax B | 4.2 |
| Bufab | 4.0 |
| Mycronic | 3.6 |
| Total ten largest holdings | 49.1 |
| Cash | 3.6 |
| Total number of holdings | 38 |

Main changes

| Bought | Sold |
|--------|------|
| Loomis | - |
| Lindab | - |
| - | - |

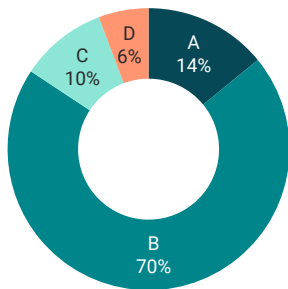
Sector allocation

| Sector | Share of the fund (%) |
|------------------------|-----------------------|
| Industrials | 49.0 |
| Information technology | 19.6 |
| Real estate | 13.1 |
| Consumer staples | 7.3 |
| Financials | 4.3 |
| Healthcare | 3.1 |

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 | 14 |
| ■ B | 70 |
| ■ C | 10 |
| ■ D | 6 |
| ■ E | 0 |

Nomination committees

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

| Company | |
|-------------|-------------|
| Addnode | Lagercrantz |
| Addtech | Loomis |
| Axfood | NCAB |
| Beijer Alma | Nyfosa |
| Bufab | Trelleborg |
| CreaSpac | |
| Hexpol | |

Voting

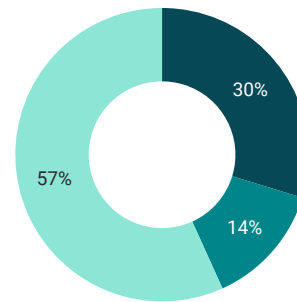
Share of the fund where Lannebo has voted at the general meeting.

| | Share of the fund (%) |
|----------|-----------------------|
| 2024 YTD | 69 |
| 2023 | 87 |
| 2022 | 93 |

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%

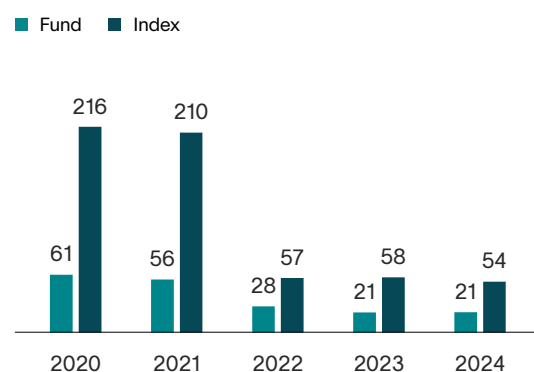


Share of the fund (%)

| | |
|-----------------|----|
| ■ Validated SBT | 30 |
| ■ Committed SBT | 14 |
| ■ No SBT | 57 |

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 | 34 |
| Men | 66 |

Financial ratios

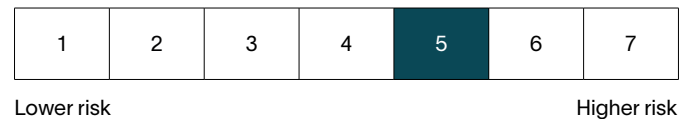
| | Fund | Index |
|--------------------------|------|-------|
| Sharpe ratio | 0.3 | 0.1 |
| Total risk (%) | 25.0 | 23.9 |
| Tracking error | 6.3 | |
| Information ratio | 0.8 | |
| Alpha | 5.1 | |
| Beta | 1 | |
| Portfolio turnover ratio | 0.1 | |
| Active share (%) | 69 | |

Fund facts

| | |
|---------------------------|------------------------|
| Fund managers | Per Trygg & Hjalmar Ek |
| Launch date | 08/04/00 |
| NAV per unit | EUR 207,71 |
| Fund size | EURm 2,875 |
| Management Fee | 1.6% |
| Ongoing costs* | 1.7% |
| ISIN | SE0000740698 |
| Trading frequency | Daily |
| Minimum investment amount | SEK 100 |
| Supervisory authority | Finansinspektionen |
| LEI | 549300JC5787N3394631 |

* 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).

Risk indicator



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

Carnegie Small Cap Sweden 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 EUR. In 2022, Lannebo changed data provider.

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.

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

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.

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.

Total risk

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

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