

Monthly report April 2024

Lannebo Sustainable Corporate Bond

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.



Active primary market

Several new holdings



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April was again a strong month for the Nordic credit market and the fund continued to increase. There was continued high activity on the primary market and we participated in several issues. A completely new holding is Swedish Advise group, which owns companies in the healthcare sector. The company issued a bond with a three-year term and a coupon of just over 9.5 per cent. In connection with Swedish Sdiptech releasing a positive earnings report, we took the opportunity to invest in the company, which is already a holding in our High Yield fund. Sdiptech owns and manages a portfolio of companies that primarily focus on sustainable infrastructure where acquisitions and all new companies must contribute to one or more of the UN sustainability goals.

We also participated in issues from two existing holdings, the Swedish real estate company Cibus and Norwegian Crayon, which supplies IT solutions for companies. They both redeemed their existing bonds and replaced them with new ones, both with four-year maturities. Crayon's bond has a coupon of about 7.5 per cent, while Cibus is slightly higher at 7.9 per cent. To make room for new holdings, we divested our holdings in Open Infra, Elekta and Diös - all of which had a fairly short remaining term to maturity.

Inflation continues to fall back and was lower than expected in April, which increases the likelihood of a rate cut already in May. As expected, the Riksbank left the policy rate unchanged at 4.0 per cent during March and also lowered the interest rate path, perhaps a little more than expected. The interest rate on a Swedish 5-year government bond rose slightly during the month and has now risen by almost 0.6 per cent since bottoming out at the end of December. The 2-year interest rates are still higher than the 5-year rates, even though the difference has narrowed. Stibor 3 months, which is the basis for the interest rate setting on our Swedish floating rate bonds, fell in line with

The fund's return*

- 1 month
- 1 year



Performance (%)	Fund	Index ¹
April 2024	0.7	0.2
YTD 2024	3.6	1.0
1 year	8.6	5.3
3 years	9.3	3.2
Since launch (02/18/20)	13.0	4.6
Average 24 months	4.7	2.9
2023 ²	7.7	6.2
2022 ²	-3.0	-3.9
2021 ²	2.6	0.1
2020 ²	1.8 ³	1.3 ³

¹ Before 06/01/20 the benchmark of the fund was Nasdaq OMX Credit SEK TR Index.

² The performance is based on closing prices.

³ Refers to the period 02/18/20 - 12/31/20.

* Net of fees

Jan	Feb	Mar	Apr	May	Jun
1.4	0.7	0.8	0.7	-	-
Jul	Aug	Sep	Oct	Nov	Dec
-	-	-	-	-	-

expectations of a reduction in the repo rate. Stibor fell from 4.0 to 3.9 per cent during the month.

We maintained the fund's structure. Both the credit duration, the average duration of all holdings in the fund, and the interest duration, measured as the average fixed interest period, increased slightly during the period. We hedge all foreign currency exposure to the Swedish kronor.

Returns on corporate bonds are still historically high, even if credit spreads have narrowed somewhat. Given an unchanged interest rate, the fund's running yield is currently just under 6 per cent after fees.

Largest holdings

Holding	Share of the fund (%)
Cibus Nordic	3.7
European Energy	3.3
Corem Property Group	3.2
Storebrand Livsforsikring	3.1
Castellum	3.0
Tryg Forsikring	3.0
Mowi	2.9
Terveystalo	2.7
Fiskars	2.6
Balder	2.6
Total ten largest issuers	30.1
Cash	4.8
Total number of issuers	58

Main changes

Bought	Sold
Crayon	Open Infra
Addvise	Elekta
Cibus	Diös

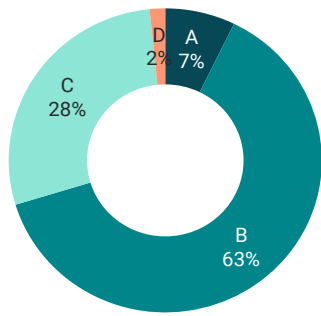
Sector allocation

Sector	Share of the fund (%)
Real estate	22.7
Financials	20.7
Industrials	15.3
Energy	7.8
Consumer staples	6.3
Material	5.8
Healthcare	5.5
Consumer discretionary	5.4
Information technology	4.7
Communication services	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.



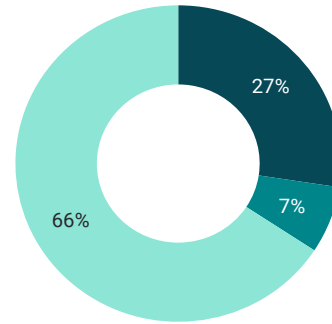
Share of the fund (%)

■ A	7
■ B	63
■ C	28
■ D	2
■ 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	27
■ Committed SBT	7
■ No SBT	66

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	42
Men	58

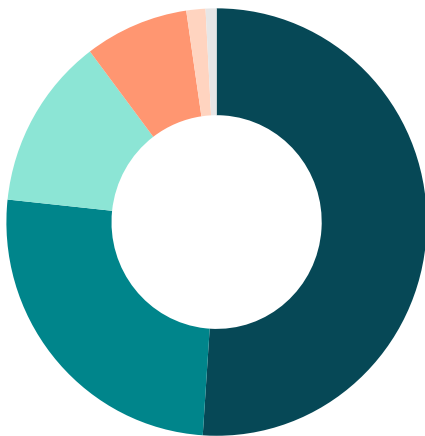
Financial ratios

	Fund	Index
Total risk (%)	3.1	2.1
Interest-rate duration (years)	0.7	
Credit duration (years)	2.8	
Portfolio turnover ratio	0.2	

Credit rating distribution

	Credit rating	% of the fund
Investment grade	AAA	0.3
	AA+/AA/AA-	0.0
	A+/A/A-	6.0
	BBB+/BBB/BBB-	42.2
High yield	BB+/BB/BB-	43.3
	B+/B/B-	4.5
	CCC/CC/C	0.0
Default	D	0.0
Cash		4.8
Total official credit rating		40.8

Country allocation



Country	% of the fund
Sweden	48.6
Norway	24.4
Finland	12.4
Denmark	7.6
Luxembourg	1.4
Other	0.8

Fund facts

Fund managers	Karin Haraldsson & Katarina Carlsson
Launch date	02/18/20
NAV per unit	SEK 112.99
Fund size	SEKm 702
Management Fee	0.5%
Ongoing charges*	0.8%
ISIN	SE0013646866
Trading frequency	Daily
Minimum investment amount	SEK 100
Supervisory authority	Finansinspektionen
LEI	549300VD1CKLHX5LM106

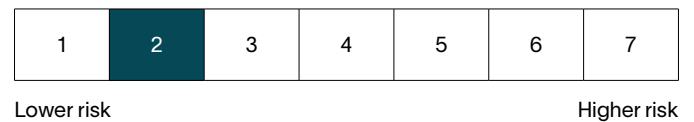
* Ongoing costs consist of management fees and other administrative or operating costs (an estimate based on actual costs over the past year) and transaction costs (an estimate of costs incurred when a fund buys and sells securities).

Maturity profile

	% of the fund
< 1 år	4
1-3 år	52
3-5 år	39
> 5 år	0

The maturity profile of the fund excludes cash.

Risk indicator



Explanations*

Benchmark

Solactive SEK IG Credit 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.

Interest-rate duration

Weighted average life.

Credit duration

Weighted average maturity.

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.

Green bond

A bond where the capital is being used exclusively for environmental projects and certified by a third party.

Total risk

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