

PROSPECTUS

**Lannebo Småbolag Select
Lannebo Sverige Select
Lannebo Vision Select**

June 2008

LANNEBO
FONDER
www.lannebofonder.se

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The management company manages the following non-UCITS funds (specialfonder):

Lannebo Småbolag Select:

Portfolio Manager Peter Rönström/Johan Stål

Lannebo Sverige Select:

Portfolio Manager Lars Bergkvist

Lannebo Vision Select:

Portfolio Manager Göran Espelund/Claes Murander

Third-party agreements

Lannebo Fonder AB has chosen to outsource the independent monitoring function (internal audit) at the company to a third party. The contract is currently held by Deloitte Enterprise Risk Consulting, with Torbjörn Westman, Christian Hellman and Claes Hein as the officers responsible.

Register of unitholders

The management company keeps a register of all unitholders and their holdings.

Unitholders' holdings are specified on their annual statements, which also include information for their tax returns (Swedish residents only).

Limitations on purchase and redemption orders

There is no possibility for limiting purchase and redemption orders.

Winding up of fund or transfer of fund business

If the management company decides to wind up the fund or, subject to the consent of the Swedish Financial Supervisory Authority, to transfer the management of the fund to another management company, all unitholders will be informed of this. If the Swedish Financial Supervisory Authority withdraws the management company's licence, or if the management company goes into compulsory or voluntary liquidation, the management of the fund will immediately be taken over by the depositary.

Restriction of investments in Lannebo Småbolag Select

The management company is entitled to restrict total investments in Lannebo Småbolag Select to a maximum of SEK 500,000 on each occasion the fund is open to new investment if the fund's assets exceed SEK 2,000,000,000. All of the fund's unitholders are to be informed of this immediately following the end of the month preceding the end of the month when this restriction is to enter into force. Requests for the sale of units will be processed in the order in which they are received by the management company.

Lannebo Småbolag Select

Swedish-registered non-UCITS fund (specialfond)

Objective and investment policy

Lannebo Småbolag Select is an actively managed non-UCITS (specialfond) equity fund with the emphasis on small and medium-sized companies in the Nordic region. The fund's assets are to be invested in equity-related securities, derivative instruments, units in investment funds and deposits with credit institutions. Equity-related securities are defined as shares, other ownership rights and depositary receipts issued for public trading. Stocks are picked on the basis of long-term fundamental analysis of companies in all sectors combined with flexibility in the portfolio. Any one holding may make up a

maximum of 25% of the fund's total net asset value. The fund may have a minimum of 11 different holdings, compared to the minimum 16 holdings for a UCITS fund. The fund differs from equivalent UCITS funds partly through a more concentrated equity portfolio, only monthly trading in units and a different fee model. The criterion for a company's size is its market capitalisation at the time of investment, which may be a maximum of 1% of the relevant stock exchange's total market capitalisation.

The fund's objective is to generate a competitive return through active management irrespective of each particular stock's index weighting.

The fund rules permit the fund to invest in derivative instruments, units in investment funds and deposits with credit institutions. The fund's trading in derivative instruments is carried out in order to make its management more efficient and to protect its assets, and is not expected to affect the fund's risk profile.

Risk

Investments in equities are associated with the risk of substantial fluctuations in value, and an investment horizon of at least five years is recommended. This fund's concentrated portfolio may entail a higher level of risk than an equivalent UCITS fund. The fund aims risk level that over time is on par with the risk level for the stock market as a whole. The measure of risk used is the standard deviation in the fund's total return.

Who is the fund suitable for

Lannebo Småbolag Select is suitable for investors looking for an actively managed fund or as an alternative to discretionary management. The investment horizon should normally be at least five years. The investor must be able to accept the possibility of substantial fluctuations in value.

The fund's risk profile

Investments in equities are always associated with *market risk* in the form of fluctuations in share prices. In a fund this risk is reduced as a result of the fund holding a variety of different stocks (diversification) whose prices do not move in exactly the same way. In the above non-UCITS funds this diversification effect may be less pronounced than in a UCITS fund because they are allowed to have a more concentrated portfolio.

However, the management company does not aim to expose these funds to extreme market risks substantially exceeding the market risk for comparable competing funds. This is achieved through the diversification required by the fund rules and legislation. The measure of risk used is the standard deviation in the fund's total return. In this context it is also important to mention the company's investment philosophy, which entails investing in stocks which, on the basis of fundamental analysis, are believed to offer good growth potential with a reasonable degree of risk. Despite the diversification effects achieved in the funds, the management company believes that the greatest risk of capital losses lies in potential shortcomings in company-specific risk analysis, including valuation risk.

The company's investment philosophy is based on index-independent fund management. This means that relative risks, such as the funds' tracking error relative to a particular index, are not a type of market risk that the company has any intention of managing.

In the case of Lannebo Småbolag Select, *liquidity risk* – i.e. the risk of it not being possible to trade a security at a given time without a major price reduction or substantial costs – is managed partly through the management company's option of restricting the size of the fund, and partly through the composition of the portfolio.

Maximum fees

The maximum fees that the management company may charge under the fund rules for the sale and redemption of units and for the management of the fund (including custody, supervision and audit costs) are as follows:

Sales fee:	5.0%
Redemption fee:	1.0%

Management fee (including custody, supervision and audit): 1.1%

Some of the management company's distributors apply sales and redemption fees. These vary but may not exceed the above.

Variable fees

Unitholders in the non-UCITS funds are also charged a variable fee. This fee is calculated individually for each unitholder and is taken from the fund annually or on redemption. The fee is payable only if the fund's relative capital growth has exceeded that of the fund's performance benchmark, defined as the 30-day STIBOR monthly on the first banking day of each month plus three percentage points.

If a unitholder's capital growth during a financial year (or month in the case of redemption) is below the fund's benchmark, and subsequent financial years bring positive relative capital growth, no variable fee will be payable until the earlier financial year's relative underperformance has been made up ("high-water-mark").

The variable fee amounts to 20% of the excess return, i.e. that part of the fund's capital growth which exceeds the benchmark. Thus there is no upper limit on the size of this fee: it will depend entirely on movements in the unit price.

Current fees

The fees that the management company currently charges for the sale and redemption of units and for the management of the fund (including custody, supervision and audit costs) are as follows:

Sales fee:	0%
Redemption fee, units held >30 days:	0%
Redemption fee, units held <30 days:	1%
Management fee (including custody, supervision and audit) as at 31/12/07:	0.717%
Variable fee:	As described above

Fund rules

§ 1 The fund's legal status

The name of the fund is Lannebo Småbolag Select. It is a special [i.e. non-UCITS] fund as defined in the Swedish Investment Fund Act (SFS 2004:46). Its business is conducted in accordance with the Swedish Investment Fund Act (SFS 2004:46), these fund rules, the management company's articles of association, and any other rules issued pursuant to laws or ordinances.

The fund's assets are owned by its unitholders jointly, and each unit confers equal rights to the property of the fund. The company managing the fund represents unitholders in all matters concerning the fund. The fund may not acquire rights or assume obligations.

The fund is aimed at the general public. The fund has been granted exemptions from the Swedish Investment Fund Act (SFS 2004:46) with respect to the rules on investment policy, cf. § 5.

§ 2 Management company

The fund is managed by Lannebo Fonder AB, registered in Sweden no. 556584-7042, hereinafter called the management company. The management company keeps a register of all unitholders and pledgees.

§ 3 Depositary and its role

Skandinaviska Enskilda Banken AB, registered in Sweden no. 502032-9081, has been appointed depositary. The depositary is to implement decisions of the management company with respect to the fund and is to take receipt of and hold in custody the property of the fund. The depositary is to ensure that the following take place in accordance with the provisions of the Swedish Investment Fund Act (SFS 2004:46) and these fund rules: the sale and redemption of units, the calculation of unit value, and the use of the assets of the fund. The depositary must also ensure that the assets of the fund are transferred to the depositary without delay.

§ 4 Nature of the fund

The fund is an actively managed equity fund which invests in small and medium-sized companies in the Nordic region with the emphasis on Sweden. Otherwise the fund's approach is diversified and not restricted to any particular sector. The criterion for a company's size is its market capitalisation at the time of investment, which may be a maximum of 1% of the relevant stock market's total capitalisation. The fund has greater freedom in its investment rules than UCITS funds.

The fund's overall financial objective is, while exercising due caution, to generate the greatest possible capital growth and achieve a good spread of risk. Capital growth is defined as realised and unrealised capital gains on the fund's holdings of securities plus dividends and option premiums received and interest income net of costs and any taxes.

§ 5 The fund's investment policy

The fund's assets are to be invested in equity-related securities, derivative instruments, units in investment funds and deposits with credit institutions. Equity-related securities are defined as shares, other ownership rights and depositary receipts issued for public trading.

The fund's investments are concentrated to small companies on the exchanges, authorised marketplaces and other regulated markets specified below. The criterion for a company's size is its market capitalisation at the time of investment, which may be a maximum of 1% of the relevant stock market's total market capitalisation. The fund's investment universe is tied geographically to the Nordic region. Otherwise the fund's approach is diversified and not restricted to any particular sector.

The fund rules depart from those that apply to UCITS funds in the following respects:

- Investments in unlisted securities on the above markets may together amount to a maximum of 20% of the fund's value. This is a departure from chapter 5, section 6, paragraph 1 of the Swedish Investment Fund Act (SFS 2004:46).
- The fund's total exposure to any one company, i.e. the net value of the fund's holdings of securities issued by or relating to that company, may amount to a maximum of 5% of the fund's net asset value, or 25% of the fund's net asset value if the aggregate value of such assets does not exceed 60% of the fund's net asset value. This is a departure from chapter 5, section 5, paragraph 2, subsection 3 and paragraph 3 of the Swedish Investment Fund Act (SFS 2004:46).

The fund aims risk level that over time is on par with the risk level for the stock market as a whole. The measure of risk used is the standard deviation in the fund's total return.

§ 6 Exchanges and marketplaces

The fund's trading in securities and derivative instruments is to take place primarily on exchanges, authorised marketplaces and other regulated markets open to the public and under the supervision of an authority or other competent body in member states of the EU and EFTA, Australia, Canada, Hong Kong, Japan, Singapore and the USA.

§ 7 Additional information on the fund's investment strategy

The fund may invest in unlisted securities. The value of these securities may amount to a maximum of 20% of the fund's net assets.

Trading in derivative instruments may be carried out in order to make the management of the fund's assets more efficient and to protect the fund's assets against price and currency risks. Such trading is to be integrated with other investments and subject to a common investment strategy. The scope of such trading is to be limited. Such contracts may be entered into if trading is subject to clearing by a clearing organisation under the supervision of an authority or other competent body. The fund may invest in OTC derivatives.

The following also applies to trading in derivative instruments:

- The fund's assets may be hedged against exchange rate movements through the purchase or sale of foreign currency on a forward basis or the purchase of options to buy or sell foreign currency.

§ 8 Valuation

The value of a unit is the value of the fund divided by the number of outstanding units. The value of the fund is calculated by subtracting from the fund's assets those liabilities that pertain to the fund, including unpaid taxes as determined by the management company and the fees set out in § 11 below. The fund's assets are calculated as follows:

- Securities, derivative instruments and units in investment funds are included at their current market value (latest price paid or, if unavailable, latest bid price). If such prices cannot be obtained or are misleading in the view of the management company, securities, derivative instruments and units in investment funds may be included at a value arrived at by the management company on an objective basis.
- Unlisted securities are included at cost until there has been a partial sale, a new issue to an independent party at a different value, or an event that is believed to markedly and permanently reduce their value.
- Liquid funds, including bank balances, short-term investments in the money market and deposits with credit institutions
- Accrued interest
- Accrued dividends
- Sales not yet settled
- Other receivables in respect of the fund

The fund's liabilities are calculated as follows:

- Accrued management fees
- Depositary's fees
- Purchases not yet settled
- Tax liabilities
- Other liabilities in respect of the fund

The value of units is to be calculated by the management company daily (each banking day).

§ 9 Sale and redemption of units

Units are sold and redeemed on the last banking day of each month through the management company or its agents. This is a departure from chapter 4, section 13, paragraph 1, sentence 1 of the Swedish Investment Fund Act (SFS 2004:46).

The management company is entitled to close the fund to investment in new units if the fund reaches a certain size. The management company is to inform all unitholders of when the fund will be closed.

Requests for the sale of units are to be made in writing, by fax or, subject to specific agreement, by data media, and are to reach the management company no later than two banking days before the last banking day of the month. Payment is to reach the fund's account no later than two banking days before the last banking day of the month. The sale will be executed on the last banking day of the month provided that payment has reached the fund. If payment reaches the fund's account later than two banking days before the last banking day of the month, the sale will be executed the following month.

The minimum investment in units is SEK 100,000 on the first occasion and SEK 20,000 on each subsequent occasion.

Requests for the redemption of units are to be made in writing and must be signed personally by the unitholder. Requests may be made by fax or, subject to specific agreement, data media. Requests for redemption are to reach the management company no later than five banking days before the last banking day of the month.

Requests reaching the management company by 4 p.m. CET five banking days before the last banking day of the month will be executed on the last banking day of the month. Requests reaching the management company after 4 p.m. CET in the case of a full banking day, or 12 noon CET in the case of a half day, will be executed on the last banking day of the following month.

Requests for redemption may be withdrawn only with the consent of the management company.

Units in the fund are sold and redeemed at a price which is unknown to the unitholder at the time the request for sale or redemption is made. Information on the sale and redemption price will be available from the management company's website at www.lannebofonder.se no later than the banking day after the banking day on which the value of the units was determined as set out above.

The management company is entitled to restrict total investments in Lannebo Småbolag Select to a maximum of SEK 500,000 on each occasion the fund is open to new investment if the fund's assets exceed SEK 1,500,000,000. All of the fund's unitholders are to be informed of this immediately following the end of the month preceding the end of the month when this restriction is to enter into force. Requests for the sale of units will be processed in the order in which they are received by the management company.

§ 10 Closure of fund in extraordinary circumstances

The fund may be closed for sales and redemptions in the event of extraordinary circumstances which mean that a valuation of the fund's assets cannot be performed in such a way as to uphold the equal rights of all unitholders.

§ 11 Fees

Payments are to be made to the management company from the assets of the fund:

a) for the management company's management, analysis, administration, book-keeping, register-keeping and audit.

The total amount payable under a) comprises both a fixed fee and a performance-based fee:

Fixed fee

This fee is calculated daily and amounts to a maximum of 1% per annum of the fund's net assets. The fee is payable at the end of each month.

Performance-based fee

This fee, which is calculated individually for each unitholder and is taken from the fund annually or on redemption, is payable only if the fund's relative capital growth has exceeded that of the fund's performance benchmark, defined as the 30-day STIBOR monthly on the first banking day of each month included plus three percentage points. If a unitholder's capital growth during a financial year (or month in the case of redemption) is below the fund's benchmark, and subsequent financial years bring positive relative capital growth, no variable fee will be charged until the earlier financial year's relative underperformance has been made up ("high-water-mark"). The fee amounts to 20% of the excess return, i.e. that part of the fund's capital growth which exceeds the benchmark.

The variable fee is to be paid by the fund but will be charged to each unitholder in relation to that particular unitholder's return by means of a change in the number of units held by each unitholder. The number of units held by each unitholder is calculated on the basis of the unitholder who is to pay the highest variable fee per unit. This unitholder's net value per unit forms the basis for calculating the new number of units in the fund.

b) for the management company's costs with respect to the depositary for its administration and custody of the fund's property and for other services in its capacity as depositary pursuant to the Swedish Investment Fund Act (SFS 2004:46).

c) for the management company's costs with respect to the Swedish Financial Supervisory Authority's supervisory activities pursuant to the Swedish Investment Fund Act (SFS 2004:46).

The total amount payable under a), b) and c) above, excluding the performance-based fee, may amount to a maximum of 1.1% per annum of the fund's assets.

Brokerage and other costs for the fund's purchases and sales of financial instruments are to be paid by the fund.

The selling price for units in the fund is the unit value on the day the sale is executed plus a fee of no more than 5%.

The redemption price for units is the unit value on the day redemption takes place less a fee of no more than 1% of the redeemed value.

§ 12 Dividends

The fund pays a dividend each financial year in order to transfer the tax liability to unitholders to avoid double taxation.

The following is to be paid out to unitholders in December of the year after the financial year:

- Any remaining distributable funds from previous years.
- The fund's profit as stated in the profit and loss account for the financial year after
 - the deduction of realised and unrealised capital gains on shares, depositary receipts, other ownership rights, units in investment funds and derivative instruments relating to equities and equity indices during the financial year,
 - the addition of realised and unrealised capital losses on shares, depositary receipts, other ownership rights, units in investment funds and derivative instruments relating to equities and equity indices during the financial year,
 - the addition of an amount corresponding to the standardised income for tax purposes on the market value of shares, depositary receipts, other ownership rights, units in investment funds and derivative instruments relating to equities and equity indices at the beginning of the financial year,
 - an adjustment for unrealised changes in the value of assets other than shares, depositary receipts, other ownership rights, units in investment funds and derivative instruments relating to equities and equity indices,
 - the deduction of non-taxable income, and
 - the addition of non-tax-deductible costs.

The sum of the above may be increased to take account of accrued dividend paid in through the sale of units, and reduced to take account of accrued dividend paid out through the redemption of units.

The management company is to acquire further units in the fund on behalf of the unitholders registered as the owners of units on the date of record to the value of the dividends accruing to their units after the deduction of preliminary tax.

If the amount available for distribution as dividend per unit is less than 0.5% of the unit value, the management company may decide not to pay a dividend.

At the request of the unitholder, the dividend will instead be paid to the unitholder (net of tax). Such a request must be made in writing and reach the management company no later than 15 November in the year the dividend is to be paid.

§ 13 The fund's financial year

The fund's financial year is the calendar year.

§ 14 Semi-annual report and annual report, and amendment of fund rules

The management company is to make up an annual report and a semi-annual report. These are to be sent to unitholders free of charge on request and be made available at the offices of the management company and the depositary. The management company is to ask unitholders whether they wish to have the annual report and semi-annual report sent to them when sending out their annual statements.

The fund rules may be amended only by decision of the management company's board, and the decision must be submitted to the Swedish Financial Supervisory Authority for approval. Once the decision has been approved, it must be made available at the offices of the management company and the depositary, and be published by such other means as the Swedish Financial Supervisory Authority instructs.

§ 15 Pledging of units

Unitholders may pledge their units in the fund.

In this event the unitholder or his representative and/or the pledgee is to inform the management company of this in writing, indicating:

- who is the pledgee
- which units are involved
- any restrictions on the scope of the pledge

The management company is to register the pledge in the register of unitholders and inform the unitholder in writing that the pledge has been registered. The pledge ceases to apply once the pledgee has informed the management company of this in writing. The management company is entitled to charge the unitholder a registration fee.

§ 16 Limitation of liability

The management company is not liable for losses due to Swedish or foreign legal enactments, measures by Swedish or foreign governments, acts of war, strikes, blockades, boycotts, lock-outs or similar circumstances. The reservation regarding strikes, blockades, boycotts and lockouts also applies if the management company is the target or instigator of such industrial action.

Losses arising in other cases will not be compensated by the management company if the management company has shown due care and attention.

The management company is under no circumstances liable for indirect losses, nor is it liable for losses caused by a custodian bank or any other supplier that the management company has engaged showing due care and attention, nor for losses arising in connection with the imposition of restrictions on the powers of the management company.

If the management company is prevented from taking action on account of circumstances stated in the first paragraph above, the action in question may be postponed until the obstacle has been removed.

The management company is liable in damages pursuant to the Swedish Investment Fund Act (SFS 2004:46).

Lannebo Sverige Select:

Swedish-registered non-UCITS fund (specialfond)

Objective and investment policy

Lannebo Sverige Select is an actively managed non-UCITS equity fund (specialfond) which invests in Sweden in all sectors. The fund's assets are to be invested in Swedish equity-related securities, derivative instruments, units in investment funds and deposits with credit institutions. Equity-related securities are defined as shares, other ownership rights and depositary receipts issued for public trading. Stocks are picked on the basis of long-term fundamental analysis of companies combined with flexibility in the portfolio. Any one holding may make up a maximum of 25% of the fund's total net asset value. The fund may have a minimum of 11 different holdings, compared the minimum 16 holdings for a UCITS fund. The fund differs from equivalent UCITS funds partly through a more concentrated equity portfolio, only monthly trading in units and a different fee model.

The fund's objective is to generate a competitive return through active management irrespective of each particular stock's index weighting.

The fund rules permit the fund to invest in derivative instruments, units in investment funds and deposits with credit institutions. The fund's trading in derivative instruments is carried out in order to make its management more efficient and to protect its assets, and is not expected to affect the fund's risk profile.

Risk

Investments in equities are associated with the risk of substantial fluctuations in value, and an investment horizon of at least five years is recommended. This fund's concentrated portfolio may entail a higher level of risk than an equivalent UCITS fund. The fund aims for a level of risk over time on a par with that for the stock market as a whole. The measure of risk used is the standard deviation in the fund's total return.

Who is the fund suitable for

Lannebo Sverige Select is suitable for investors looking for an actively managed fund or as an alternative to discretionary management. The investment horizon should normally be at least five years. The investor must be able to accept the possibility of substantial fluctuations in value.

The fund's risk profile

Investments in equities are always associated with *market risk* in the form of fluctuations in share prices. In a fund this risk is reduced as a result of the fund holding a variety of different stocks (diversification) whose prices do not move in exactly the same way. In the above non-UCITS funds this diversification effect may be less pronounced than in a UCITS fund because they are allowed to have a more concentrated portfolio.

However, the management company does not aim to expose these funds to extreme market risks substantially exceeding the market risk for comparable competing funds. This is achieved through the diversification required by the fund rules and legislation. The measure of risk used is the standard deviation in the fund's total return. In this context it is also important to mention the company's investment philosophy, which entails investing in stocks which, on the basis of fundamental analysis, are believed to offer good growth potential with a reasonable degree of risk. Despite the diversification effects achieved in the funds, the management company believes that the greatest risk of capital losses lies in potential shortcomings in company-specific risk analysis, including valuation risk.

The company's investment philosophy is based on index-independent fund management. This means that relative risks, such as the funds' tracking error relative to a particular index, are not a type of market risk that the company has any intention of managing.

In the case of Lannebo Sverige Select, *liquidity risk* – i.e. the risk of it not being possible to trade a security at a given time without a major price reduction or substantial costs – is negligible given the size of the fund relative to the markets in which it invests.

Maximum fees

The maximum fees that the management company may charge under the fund rules for the sale and redemption of units and for the management of the fund (including custody, supervision and audit costs) are as follows:

Sales fee:	5.0%
Redemption fee:	1.0%
Management fee (including custody, supervision and audit):	1.1%

Some of the management company's distributors apply sales and redemption fees. These vary but may not exceed the above.

Variable fees

Unitholders in the non-UCITS funds are also charged a variable fee. This fee is calculated individually for each unitholder and is taken from the fund annually or on redemption. The fee is payable only if the fund's relative capital growth has exceeded that of the fund's performance benchmark, defined as the 30-day STIBOR monthly on the first banking day of each month, plus three percentage points.

If a unitholder's capital growth during a financial year (or month in the case of redemption) is below the fund's benchmark, and subsequent financial years bring positive relative capital growth, no variable

fee will be payable until the earlier financial year's relative underperformance has been made up (high-water-mark).

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Current fees

The fees that the management company currently charges for the sale and redemption of units and for the management of the fund (including custody, supervision and audit costs) are as follows:

Sales fee:	0%
Redemption fee, units held >30 days:	0%
Redemption fee, units held <30 days:	1%
Management fee (including custody, supervision and audit) as at 31/12/07:	0.711%
Variable fees:	As described above

Fund rules

§ 1 The fund's legal status

The name of the fund is Lannebo Sverige Select. It is a special [i.e. non-UCITS] fund as defined in the Swedish Investment Fund Act (SFS 2004:46). Its business is conducted in accordance with the Swedish Investment Fund Act (SFS 2004:46), these fund rules, the management company's articles of association, and any other rules issued pursuant to laws or ordinances.

The fund's assets are owned by its unitholders jointly, and each unit confers equal rights to the property of the fund. The company managing the fund represents unitholders in all matters concerning the fund. The fund may not acquire rights or assume obligations.

The fund is aimed at the general public. The fund has been granted exemptions from the Swedish Investment Fund Act (SFS 2004:46) with respect to the rules on investment policy, cf. § 5.

§ 2 Management company

The fund is managed by Lannebo Fonder AB, registered in Sweden no. 556584-7042, hereinafter called the management company. The management company keeps a register of all unitholders and pledgees.

§ 3 Depositary and its role

Skandinaviska Enskilda Banken AB, registered in Sweden no. 502032-9081, has been appointed depositary. The depositary is to implement decisions of the management company with respect to the fund and is to take receipt of and hold in custody the property of the fund. The depositary is to ensure that the following take place in accordance with the provisions of the Swedish Investment Fund Act (SFS 2004:46) and these fund rules: the sale and redemption of units, the calculation of unit value, and the use of the assets of the fund. The depositary must also ensure that the assets of the fund are transferred to the depositary without delay.

§ 4 Nature of the fund

The fund is an actively managed equity fund which invests in shares listed on the Swedish stock exchange. Otherwise the fund's approach is diversified and not restricted to any particular sector. The fund has greater freedom in its investment rules than UCITS funds.

The fund's overall financial objective is, while exercising due caution, to generate the greatest possible capital growth and achieve a good spread of risk. Capital growth is defined as realised and unrealised capital gains on the fund's holdings of securities plus dividends and option premiums received and interest income net of costs and any taxes.

§ 5 The fund's investment policy

The fund's assets are to be invested in equity-related securities, derivative instruments, units in investment funds and deposits with credit institutions. Equity-related securities are defined as shares, other ownership rights and depositary receipts issued for public trading.

The fund's investments are concentrated to small companies on the exchanges, authorised marketplaces and other regulated markets specified below. The criterion for a company's size is its market capitalisation at the time of investment, which may be a maximum of 1% of the relevant stock market's total market capitalisation. The fund's investment universe is tied geographically to the Nordic region. Otherwise the fund's approach is diversified and not restricted to any particular sector.

The fund rules depart from those that apply to UCITS funds in the following respects:

- Investments in unlisted securities on the above markets may together amount to a maximum of 20% of the fund's value. This is a departure from chapter 5, section 6, paragraph 1 of the Swedish Investment Fund Act (SFS 2004:46).
- The fund's total exposure to any one company, i.e. the net value of the fund's holdings of securities issued by or relating to that company, may amount to a maximum of 5% of the fund's net asset value, or 25% of the fund's net asset value if the aggregate value of such assets does not exceed 60% of the fund's net asset value. This is a departure from chapter 5, section 5, paragraph 2, subsection 3 and paragraph 3 of the Swedish Investment Fund Act (SFS 2004:46).

The fund aims risk level that over time is on par with the risk level for the stock market as a whole. The measure of risk used is the standard deviation in the fund's total return.

§ 6 Exchanges and marketplaces

The fund's trading in securities and derivative instruments is to take place primarily on exchanges, authorised marketplaces and other regulated markets open to the public and under the supervision of an authority or other competent body in member states of the EU and EFTA, Australia, Canada, Hong Kong, Japan, Singapore and the USA.

§ 7 Additional information on the fund's investment strategy

The fund may invest in unlisted securities. The value of these securities may amount to a maximum of 20% of the fund's net assets.

Trading in derivative instruments may be carried out in order to make the management of the fund's assets more efficient and to protect the fund's assets against price and currency risks. Such trading is to be integrated with other investments and subject to a common investment strategy. The scope of such trading is to be limited. Such contracts may be entered into if trading is subject to clearing by a clearing organisation under the supervision of an authority or other competent body. The fund may invest in OTC derivatives.

The following also applies to trading in derivative instruments:

- The fund's assets may be hedged against exchange rate movements through the purchase or sale of foreign currency on a forward basis or the purchase of options to buy or sell foreign currency.

§ 8 Valuation

The value of a unit is the value of the fund divided by the number of outstanding units. The value of the fund is calculated by subtracting from the fund's assets those liabilities that pertain to the fund, including unpaid taxes as determined by the management company and the fees set out in § 11 below.

The fund's assets are calculated as follows:

- Securities, derivative instruments and units in investment funds are included at their current market value (latest price paid or, if unavailable, latest bid price). If such prices cannot be obtained or are misleading in the view of the management company, securities, derivative instruments and units in investment funds may be included at a value arrived at by the management company on an objective basis.

- Unlisted securities are included at cost until there has been a partial sale, a new issue to an independent party at a different value, or an event that is believed to markedly and permanently reduce their value.
- Liquid funds, including bank balances, short-term investments in the money market and deposits with credit institutions
- Accrued interest
- Accrued dividends
- Sales not yet settled
- Other receivables in respect of the fund

The fund's liabilities are calculated as follows:

- Accrued management fees
- Depositary's fees
- Purchases not yet settled
- Tax liabilities
- Other liabilities in respect of the fund

The value of units is to be calculated by the management company daily (each banking day).

§ 9 Sale and redemption of units

Units are sold and redeemed on the last banking day of each month through the management company or its agents. This is a departure from chapter 4, section 13, paragraph 1, sentence 1 of the Swedish Investment Fund Act (SFS 2004:46).

Requests for the sale of units are to be made in writing, by fax or, subject to specific agreement, by data media, and are to reach the management company no later than two banking days before the last banking day of the month. Payment is to reach the fund's account no later than two banking days before the last banking day of the month. The sale will be executed on the last banking day of the month provided that payment has reached the fund. If payment reaches the fund's account later than two banking days before the last banking day of the month, the sale will be executed the following month.

The minimum investment in units is SEK 100,000 on the first occasion and SEK 20,000 on each subsequent occasion.

Requests for the redemption of units are to be made in writing and must be signed personally by the unitholder. Requests may be made by fax or, subject to specific agreement, data media. Requests for redemption are to reach the management company no later than five banking days before the last banking day of the month.

Requests reaching the management company by 4 p.m. CET five banking days before the last banking day of the month will be executed on the last banking day of the month. Requests reaching the management company after 4 p.m. CET in the case of a full banking day, or 12 noon CET in the case of a half day, will be executed on the last banking day of the following month.

Requests for redemption may be withdrawn only with the consent of the management company.

Units in the fund are sold and redeemed at a price which is unknown to the unitholder at the time the request for sale or redemption is made. Information on the sale and redemption price will be available from the management company's website at www.lannebofonder.se no later than the banking day after the banking day on which the value of the units was determined as set out above.

§ 10 Closure of fund in extraordinary circumstances

The fund may be closed for sales and redemptions in the event of extraordinary circumstances which mean that a valuation of the fund's assets cannot be performed in such a way as to uphold the equal rights of all unitholders.

§ 11 Fees

Payments are to be made to the management company from the assets of the fund:

a) for the management company's management, analysis, administration, book-keeping, register-keeping and audit.

The total amount payable under a) comprises both a fixed fee and a performance-based fee:

Fixed fee

This fee is calculated daily and amounts to a maximum of 1% per annum of the fund's net assets. The fee is payable at the end of each month.

Performance-based fee

This fee, which is calculated individually for each unitholder and is taken from the fund annually or on redemption, is payable only if the fund's relative capital growth has exceeded that of the fund's performance benchmark, defined as the 30-day STIBOR monthly on the first banking day of each month included plus three percentage points. If a unitholder's capital growth during a financial year (or month in the case of redemption) is below the fund's benchmark, and subsequent financial years bring positive relative capital growth, no variable fee will be charged until the earlier financial year's relative underperformance has been made up ("high-water-mark"). The fee amounts to 20% of the excess return, i.e. that part of the fund's capital growth which exceeds the benchmark.

The variable fee is to be paid by the fund but will be charged to each unitholder in relation to that particular unitholder's return by means of a change in the number of units held by each unitholder. The number of units held by each unitholder is calculated on the basis of the unitholder who is to pay the highest variable fee per unit. This unitholder's net value per unit forms the basis for calculating the new number of units in the fund.

b) for the management company's costs with respect to the depositary for its administration and custody of the fund's property and for other services in its capacity as depositary pursuant to the Swedish Investment Fund Act (SFS 2004:46).

c) for the management company's costs with respect to the Swedish Financial Supervisory Authority's supervisory activities pursuant to the Swedish Investment Fund Act (SFS 2004:46).

The total amount payable under a), b) and c) above, excluding the performance-based fee, may amount to a maximum of 1.1% per annum of the fund's assets.

Brokerage and other costs for the fund's purchases and sales of financial instruments are to be paid by the fund.

The selling price for units in the fund is the unit value on the day the sale is executed plus a fee of no more than 5%.

The redemption price for units is the unit value on the day redemption takes place less a fee of no more than 1% of the redeemed value.

§ 12 Dividends

The fund pays a dividend each financial year in order to transfer the tax liability to unitholders to avoid double taxation.

The following is to be paid out to unitholders in December of the year after the financial year:

- Any remaining distributable funds from previous years.
- The fund's profit as stated in the profit and loss account for the financial year after
 - the deduction of realised and unrealised capital gains on shares, depositary receipts, other ownership rights, units in investment funds and derivative instruments relating to equities and equity indices during the financial year,

- the addition of realised and unrealised capital losses on shares, depositary receipts, other ownership rights, units in investment funds and derivative instruments relating to equities and equity indices during the financial year,
- the addition of an amount corresponding to the standardised income for tax purposes on the market value of shares, depositary receipts, other ownership rights, units in investment funds and derivative instruments relating to equities and equity indices at the beginning of the financial year,
- an adjustment for unrealised changes in the value of assets other than shares, depositary receipts, other ownership rights, units in investment funds and derivative instruments relating to equities and equity indices,
- the deduction of non-taxable income, and
- the addition of non-tax-deductible costs.

The sum of the above may be increased to take account of accrued dividend paid in through the sale of units, and reduced to take account of accrued dividend paid out through the redemption of units.

The management company is to acquire further units in the fund on behalf of the unitholders registered as the owners of units on the date of record to the value of the dividends accruing to their units after the deduction of preliminary tax.

If the amount available for distribution as dividend per unit is less than 0.5% of the unit value, the management company may decide not to pay a dividend.

At the request of the unitholder, the dividend will instead be paid to the unitholder (net of tax). Such a request must be made in writing and reach the management company no later than 15 November in the year the dividend is to be paid.

§ 13 The fund's financial year

The fund's financial year is the calendar year.

§ 14 Semi-annual report and annual report, and amendment of fund rules

The management company is to make up an annual report and a semi-annual report. These are to be sent to unitholders free of charge on request and be made available at the offices of the management company and the depositary. The management company is to ask unitholders whether they wish to have the annual report and semi-annual report sent to them when sending out their annual statements.

The fund rules may be amended only by decision of the management company's board, and the decision must be submitted to the Swedish Financial Supervisory Authority for approval. Once the decision has been approved, it must be made available at the offices of the management company and the depositary, and be published by such other means as the Swedish Financial Supervisory Authority instructs.

§ 15 Pledging of units

Unitholders may pledge their units in the fund.

In this event the unitholder or his representative and/or the pledgee is to inform the management company of this in writing, indicating:

- who is the pledgee
- which units are involved
- any restrictions on the scope of the pledge

The management company is to register the pledge in the register of unitholders and inform the unitholder in writing that the pledge has been registered. The pledge ceases to apply once the pledgee has informed the management company of this in writing. The management company is entitled to charge the unitholder a registration fee.

§ 16 Limitation of liability

The management company is not liable for losses due to Swedish or foreign legal enactments, measures by Swedish or foreign governments, acts of war, strikes, blockades, boycotts, lock-outs or similar circumstances. The reservation regarding strikes, blockades, boycotts and lockouts also applies if the management company is the target or instigator of such industrial action.

Losses arising in other cases will not be compensated by the management company if the management company has shown due care and attention.

The management company is under no circumstances liable for indirect losses, nor is it liable for losses caused by a custodian bank or any other supplier that the management company has engaged showing due care and attention, nor for losses arising in connection with the imposition of restrictions on the powers of the management company.

If the management company is prevented from taking action on account of circumstances stated in the first paragraph above, the action in question may be postponed until the obstacle has been removed.

The management company is liable in damages pursuant to the Swedish Investment Fund Act (SFS 2004:46).

Lannebo Vision Select:

Swedish-registered non-UCITS fund (specialfond)

Objective and investment policy

Lannebo Vision Select is an actively managed non-UCITS (specialfond) equity fund which invests in global growth companies in fast-growing forward-looking sectors such as technology, pharmaceuticals, medical technology, telecommunications, biotechnology, Internet and media. The bulk of its investments are normally in the USA. Any one holding may make up a maximum of 25% of the fund's total net asset value. The fund may have a minimum of 11 different holdings, compared to the minimum 16 holdings for a UCITS fund. The fund differs from equivalent UCITS funds partly through a more concentrated equity portfolio, only monthly trading in units and a different fee model.

Stocks are picked on the basis of long-term fundamental analysis of companies combined with flexibility in the portfolio.

The fund's objective is to generate a competitive return through active management irrespective of each particular stock's index weighting.

The fund rules permit the fund to invest in derivative instruments, units in investment funds and deposits with credit institutions. The fund's trading in derivative instruments is carried out in order to make its management more efficient and to protect its assets, and is not expected to affect the fund's risk profile.

Risk

Investments in equities are associated with the risk of substantial fluctuations in value, and an investment horizon of at least seven years is recommended. This fund entails a higher risk than many other equity funds due to its sector focus. The fund's concentrated portfolio may also entail a higher level of risk than an equivalent UCITS fund. Since a high proportion of its assets are invested outside Sweden, the fund is also exposed to currency risks.

Who is the fund suitable for

Lannebo Vision Select is suitable for investors looking to put part of their savings in a high-risk/reward investment. The investor must be able to accept the possibility of substantial fluctuations in value. The investment horizon should normally be seven years.

The fund's risk profile

Investments in equities are always associated with *market risk* in the form of fluctuations in share prices. In a fund this risk is reduced as a result of the fund holding a variety of different stocks (diversification) whose prices do not move in exactly the same way. In the above non-UCITS funds this diversification effect may be less pronounced than in a UCITS fund because they are allowed to have a more concentrated portfolio. In the case of Lannebo Vision Select this effect may be further diminished as a result of the fund investing in a limited number of sectors, and the fact that these sectors may be more volatile than the rest of the market.

However, the management company does not aim to expose these funds to extreme market risks substantially exceeding the market risk for comparable competing funds. This is achieved through the diversification required by the fund rules and legislation. The measure of risk used is the standard deviation in the fund's total return. In this context it is also important to mention the company's investment philosophy, which entails investing in stocks which, on the basis of fundamental analysis, are believed to offer good growth potential with a reasonable degree of risk. Despite the diversification effects achieved in the funds, the management company believes that the greatest risk of capital losses lies in potential shortcomings in company-specific risk analysis, including valuation risk.

The company's investment philosophy is based on index-independent fund management. This means that relative risks, such as the funds' tracking error relative to a particular index, are not a type of market risk that the company has any intention of managing.

In the case of Lannebo Vision Select, *liquidity risk* – i.e. the risk of it not being possible to trade a security at a given time without a major price reduction or substantial costs – is negligible given the size of the fund relative to the markets in which it invests.

Maximum fees

The maximum fees that the management company may charge under the fund rules for the sale and redemption of units and for the management of the fund (including custody, supervision and audit costs) are as follows:

Sales fee:	5.0%
Redemption fee:	1.0%
Management fee (including custody, supervision and audit):	1.1%

Some of the management company's distributors apply sales and redemption fees. These vary but may not exceed the above.

Variable fees

Unitholders in the non-UCITS funds are also charged a variable fee. This fee is calculated individually for each unitholder and is taken from the fund annually or on redemption. The fee is payable only if the fund's relative capital growth has exceeded that of the fund's performance benchmark, defined as the 30-day STIBOR monthly on the first banking day of each month, plus three percentage points.

If a unitholder's capital growth during a financial year (or month in the case of redemption) is below the fund's benchmark, and subsequent financial years bring positive relative capital growth, no variable fee will be payable until the earlier financial year's relative underperformance has been made up (“high-water-mark”).

The variable fee amounts to 20% of the excess return, i.e. that part of the fund's capital growth which exceeds the benchmark. Thus there is no upper limit on the size of this fee: it will depend entirely on movements in the unit price.

Current fees

The fees that the management company currently charges for the sale and redemption of units and for the management of the fund (including custody, supervision and audit costs) are as follows:

Sales fee:	0%
Redemption fee, units held >30 days:	0%
Redemption fee, units held <30 days:	1%
Management fee (including custody, supervision and audit) as at 31/12/07:	0.747%
Variable fee:	As described above

Fund rules

§ 1 The fund's legal status

The name of the fund is Lannebo Vision Select. It is a special [i.e. non-UCITS] fund as defined in the Swedish Investment Fund Act (SFS 2004:46). Its business is conducted in accordance with the Swedish Investment Fund Act (SFS 2004:46), these fund rules, the management company's articles of association, and any other rules issued pursuant to laws or ordinances.

The fund's assets are owned by its unitholders jointly, and each unit confers equal rights to the property of the fund. The company managing the fund represents unitholders in all matters concerning the fund. The fund may not acquire rights or assume obligations.

The fund is aimed at the general public. The fund has been granted exemptions from the Swedish Investment Fund Act (SFS 2004:46) with respect to the rules on investment policy, cf. § 5.

§ 2 Management company

The fund is managed by Lannebo Fonder AB, registered in Sweden no. 556584-7042, hereinafter called the management company. The management company keeps a register of all unitholders and pledgees.

§ 3 Depositary and its role

Skandinaviska Enskilda Banken AB, registered in Sweden no. 502032-9081, has been appointed depositary. The depositary is to implement decisions of the management company with respect to the fund and is to take receipt of and hold in custody the property of the fund. The depositary is to ensure that the following take place in accordance with the provisions of the Swedish Investment Fund Act (SFS 2004:46) and these fund rules: the sale and redemption of units, the calculation of unit value, and the use of the assets of the fund. The depositary must also ensure that the assets of the fund are transferred to the depositary without delay.

§ 4 Nature of the fund

The fund is an actively managed equity fund which invests in growth companies globally with the emphasis on the USA. Relevant sectors are technology, telecommunications, Internet, media, pharmaceuticals, biotechnology and medical technology.

The fund has greater freedom in its investment rules than UCITS funds.

The fund's overall financial objective is, while exercising due caution, to generate the greatest possible capital growth and achieve a good spread of risk. Capital growth is defined as realised and unrealised capital gains on the fund's holdings of securities plus dividends and option premiums received and interest income net of costs and any taxes.

§ 5 The fund's investment policy

The fund's assets are to be invested in equity-related securities, derivative instruments, units in investment funds and deposits with credit institutions. Equity-related securities are defined as shares, other ownership rights and depositary receipts issued for public trading. The fund's investment universe is global. Investments are concentrated to companies in growth sectors, growth companies and/or

companies in sectors with a high proportion of research and development expenditure. Examples of this type of sector include pharmaceuticals, telecommunications, technology, medical technology, Internet and media.

The fund rules depart from those that apply to UCITS funds in the following respects:

- Investments in unlisted securities on the above markets may together amount to a maximum of 20% of the fund's net asset value. This is a departure from chapter 5, section 6, paragraph 1 of the Swedish Investment Fund Act (SFS 2004:46).
- The fund's total exposure to any one company, i.e. the net value of the fund's holdings of securities issued by or relating to that company, may amount to a maximum of 5% of the fund's net asset value, or 25% of the fund's net asset value if the aggregate value of such assets does not exceed 60% of the fund's net asset value. This is a departure from chapter 5, section 5, paragraph 2, subsection 3 and paragraph 3 of the Swedish Investment Fund Act (SFS 2004:46).

The fund aims for a risk level that over time is on par with the risk level for the stock market as a whole. The measure of risk used is the standard deviation in the fund's total return.

§ 6 Exchanges and marketplaces

The fund's trading in securities and derivative instruments is to take place primarily on exchanges, authorised marketplaces and other regulated markets open to the public and under the supervision of an authority or other competent body in member states of the EU and EFTA, Australia, Canada, Hong Kong, Japan, Singapore and the USA, and on exchanges, authorised marketplaces and other regulated markets open to the public and under the supervision of the national supervisory authority or another competent body in Argentina (Buenos Aires), Brazil (Sao Paulo), Chile (Santiago), China (Shenzen and Shanghai), Colombia (Bogota), India (Mumbai), Indonesia (Djakarta), Malaysia (Kuala Lumpur), Mexico (Mexico City), New Zealand (Wellington), Peru (Lima), the Philippines (Manila), Russia (Moscow), South Korea (Seoul), Taiwan (Taipei), Thailand (Bangkok) and Venezuela (Caracas).

§ 7 Additional information on the fund's investment strategy

The fund may invest in unlisted securities. The value of these securities may amount to a maximum of 20% of the fund's assets.

Trading in derivative instruments may be carried out in order to make the management of the fund's assets more efficient and to protect the fund's assets against price and currency risks. Such trading is to be integrated with other investments and subject to a common investment strategy. The scope of such trading is to be limited. Such contracts may be entered into if trading is subject to clearing by a clearing organisation under the supervision of an authority or other competent body. The fund may invest in OTC derivatives.

The following also applies to trading in derivative instruments:

- The fund's assets may be hedged against exchange rate movements through the purchase or sale of foreign currency on a forward basis or the purchase of options to buy or sell foreign currency.

§ 8 Valuation

The value of a unit is the value of the fund divided by the number of outstanding units. The value of the fund is calculated by subtracting from the fund's assets those liabilities that pertain to the fund, including unpaid taxes as determined by the management company and the fees set out in § 11 below. The fund's assets are calculated as follows:

- Securities, derivative instruments and units in investment funds are included at their current market value (latest price paid or, if unavailable, latest bid price). If such prices cannot be obtained or are misleading in the view of the management company, securities, derivative instruments and units in investment funds may be included at a value arrived at by the management company on an objective basis.
- Unlisted securities are included at cost until there has been a partial sale, a new issue to an independent party at a different value, or an event that is believed to markedly and permanently reduce their value.

- Liquid funds, including bank balances, short-term investments in the money market and deposits with credit institutions
- Accrued interest
- Accrued dividends
- Sales not yet settled
- Other receivables in respect of the fund

The fund's liabilities are calculated as follows:

- Accrued management fees
- Depositary's fees
- Purchases not yet settled
- Tax liabilities
- Other liabilities in respect of the fund

The value of units is to be calculated by the management company daily (each banking day).

§ 9 Sale and redemption of units

Units are sold and redeemed on the last banking day of each month through the management company or its agents. This is a departure from chapter 4, section 13, paragraph 1, sentence 1 of the Swedish Investment Fund Act (SFS 2004:46).

Requests for the sale of units are to be made in writing, by fax or, subject to specific agreement, by data media, and are to reach the management company no later than two banking days before the last banking day of the month. Payment is to reach the fund's account no later than two banking days before the last banking day of the month. The sale will be executed on the last banking day of the month provided that payment has reached the fund. If payment reaches the fund's account later than two banking days before the last banking day of the month, the sale will be executed the following month.

The minimum investment in units is SEK 100,000 on the first occasion and SEK 20,000 on each subsequent occasion.

Requests for the redemption of units are to be made in writing and must be signed personally by the unitholder. Requests may be made by fax or, subject to specific agreement, data media. Requests for redemption are to reach the management company no later than five banking days before the last banking day of the month.

Requests reaching the management company by 4 p.m. CET five banking days before the last banking day of the month will be executed on the last banking day of the month. Requests reaching the management company after 4 p.m. CET in the case of a full banking day, or 12 noon CET in the case of a half day, will be executed on the last banking day of the following month.

Requests for redemption may be withdrawn only with the consent of the management company.

Units in the fund are sold and redeemed at a price which is unknown to the unitholder at the time the request for sale or redemption is made. Information on the sale and redemption price will be available from the management company's website at www.lannebofonder.se no later than the banking day after the banking day on which the value of the units was determined as set out above.

§ 10 Closure of fund in extraordinary circumstances

The fund may be closed for sales and redemptions in the event of extraordinary circumstances which mean that a valuation of the fund's assets cannot be performed in such a way as to uphold the equal rights of all unitholders.

§ 11 Fees

Payments are to be made to the management company from the assets of the fund:

a) for the management company's management, analysis, administration, book-keeping, register-keeping and audit.

The total amount payable under a) comprises both a fixed fee and a performance-based fee:

Fixed fee

This fee is calculated daily and amounts to a maximum of 1% per annum of the fund's net assets. The fee is payable at the end of each month.

Performance-based fee

This fee, which is calculated individually for each unitholder and is taken from the fund annually or on redemption, is payable only if the fund's relative capital growth has exceeded that of the fund's performance benchmark, defined as the 30-day STIBOR monthly on the first banking day of each month included plus three percentage points. If a unitholder's capital growth during a financial year (or month in the case of redemption) is below the fund's benchmark, and subsequent financial years bring positive relative capital growth, no variable fee will be charged until the earlier financial year's relative underperformance has been made up ("high-water-mark"). The fee amounts to 20% of the excess return, i.e. that part of the fund's capital growth which exceeds the benchmark.

The variable fee is to be paid by the fund but will be charged to each unitholder in relation to that particular unitholder's return by means of a change in the number of units held by each unitholder. The number of units held by each unitholder is calculated on the basis of the unitholder who is to pay the highest variable fee per unit. This unitholder's net value per unit forms the basis for calculating the new number of units in the fund.

b) for the management company's costs with respect to the depositary for its administration and custody of the fund's property and for other services in its capacity as depositary pursuant to the Swedish Investment Fund Act (SFS 2004:46).

c) for the management company's costs with respect to the Swedish Financial Supervisory Authority's supervisory activities pursuant to the Swedish Investment Fund Act (SFS 2004:46).

The total amount payable under a), b) and c) above, excluding the performance-based fee, may amount to a maximum of 1.1% per annum of the fund's assets.

Brokerage and other costs for the fund's purchases and sales of financial instruments are to be paid by the fund.

The selling price for units in the fund is the unit value on the day the sale is executed plus a fee of no more than 5%.

The redemption price for units is the unit value on the day redemption takes place less a fee of no more than 1% of the redeemed value.

§ 12 Dividends

The fund pays a dividend each financial year in order to transfer the tax liability to unitholders to avoid double taxation.

The following is to be paid out to unitholders in December of the year after the financial year:

- Any remaining distributable funds from previous years.
- The fund's profit as stated in the profit and loss account for the financial year after
 - the deduction of realised and unrealised capital gains on shares, depositary receipts, other ownership rights, units in investment funds and derivative instruments relating to equities and equity indices during the financial year,
 - the addition of realised and unrealised capital losses on shares, depositary receipts, other ownership rights, units in investment funds and derivative instruments relating to equities and equity indices during the financial year,
 - the addition of an amount corresponding to the standardised income for tax purposes on the market value of shares, depositary receipts, other ownership rights, units in investment funds and derivative instruments relating to equities and equity indices at the beginning of the financial year,

- an adjustment for unrealised changes in the value of assets other than shares, depositary receipts, other ownership rights, units in investment funds and derivative instruments relating to equities and equity indices,
- the deduction of non-taxable income, and
- the addition of non-tax-deductible costs.

The sum of the above may be increased to take account of accrued dividend paid in through the sale of units, and reduced to take account of accrued dividend paid out through the redemption of units.

The management company is to acquire further units in the fund on behalf of the unitholders registered as the owners of units on the date of record to the value of the dividends accruing to their units after the deduction of preliminary tax.

If the amount available for distribution as dividend per unit is less than 0.5% of the unit value, the management company may decide not to pay a dividend.

At the request of the unitholder, the dividend will instead be paid to the unitholder (net of tax). Such a request must be made in writing and reach the management company no later than 15 November in the year the dividend is to be paid.

§ 13 The fund's financial year

The fund's financial year is the calendar year.

§ 14 Semi-annual report and annual report, and amendment of fund rules

The management company is to make up an annual report and a semi-annual report. These are to be sent to unitholders free of charge on request and be made available at the offices of the management company and the depositary. The management company is to ask unitholders whether they wish to have the annual report and semi-annual report sent to them when sending out their annual statements.

The fund rules may be amended only by decision of the management company's board, and the decision must be submitted to the Swedish Financial Supervisory Authority for approval. Once the decision has been approved, it must be made available at the offices of the management company and the depositary, and be published by such other means as the Swedish Financial Supervisory Authority instructs.

§ 15 Pledging of units

Unitholders may pledge their units in the fund.

In this event the unitholder or his representative and/or the pledgee is to inform the management company of this in writing, indicating:

- who is the pledgee
- which units are involved
- any restrictions on the scope of the pledge

The management company is to register the pledge in the register of unitholders and inform the unitholder in writing that the pledge has been registered. The pledge ceases to apply once the pledgee has informed the management company of this in writing. The management company is entitled to charge the unitholder a registration fee.

§ 16 Limitation of liability

The management company is not liable for losses due to Swedish or foreign legal enactments, measures by Swedish or foreign governments, acts of war, strikes, blockades, boycotts, lock-outs or similar circumstances. The reservation regarding strikes, blockades, boycotts and lockouts also applies if the management company is the target or instigator of such industrial action.

Losses arising in other cases will not be compensated by the management company if the management company has shown due care and attention.

The management company is under no circumstances liable for indirect losses, nor is it liable for losses caused by a custodian bank or any other supplier that the management company has engaged

showing due care and attention, nor for losses arising in connection with the imposition of restrictions on the powers of the management company.

If the management company is prevented from taking action on account of circumstances stated in the first paragraph above, the action in question may be postponed until the obstacle has been removed.

The management company is liable in damages pursuant to the Swedish Investment Fund Act (SFS 2004:46).

This is a translation of the Prospectus written in the Swedish language. In case of any discrepancies the Swedish version shall apply.

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