

### 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 [www.lannebofonder.se](http://www.lannebofonder.se).

### The fund's investment policy

Lannebo Sverige is an actively managed equity fund that invests in shares on the Swedish stock market.

### The fund targets those who:

- want to take part in developments on the Swedish equity market
- want an actively managed fund with investments based on a clear understanding of each individual company

### Fund manager comment

The Stockholm Stock Exchange moved higher during December. This was in part due to macro data released during the month, where the Manufacturing PMI increased in both the US and Germany. Even Chinese macro data surpassed expectations. Meanwhile, concerns increased regarding the financial imbalances in China, and the Chinese currency continued to weaken. The Fed raised its key rate in December to 0.75 per cent after several months of rhetoric to prepare the markets. Markets seem to have adapted to an environment with some inflation following the US presidential election, and investors are depending less on the world's central banks when investing. This has resulted in rising interest rates on long-term government bonds.

Lannebo Sverige increased by 5.1 per cent during December, while the Stockholm Stock Exchange, measured as SIXPRX, increased 2.9 per cent. The World Index (MSCI AC World) increased during the same period by 2.3 per cent, and in the US, the S&P 500 increased by 1.8 per cent. The Euro STOXX 50 index increased by 7.8 per cent.

Net Insight, Eltel Networks and Ericsson were holdings that performed better than the overall market with price gains of 21, 16 and 13 per cent, respectively. Eltel Networks and Ericsson have recovered somewhat after a very weak development following poor reports in recent quarters.

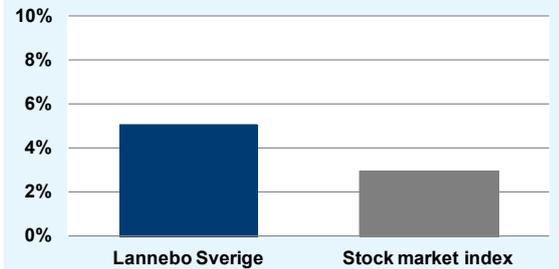
H&M performed significantly worse than the overall market, with a price decline of 5 per cent after a weak sales update. SKF and Atlas Copco increased marginally after a period of strong share performance.

The holding in Sandvik, StoraEnso and Autoliv were reduced; the holding in H&M, Investor and Astra Zeneca were increased.

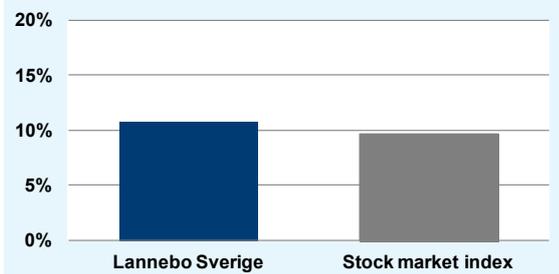
The central bank's expansionary monetary policies have, to some extent, led to real economic improvement. Above all, consumption has been stimulated while the willingness for corporate investments remains limited.

We currently find the equity market divided. Companies that can demonstrate stability, combined with some growth, are at present valued in a way that makes it notably challenging to achieve returns in the medium term. However, market expectations are considerably more modest for companies that have weaker demand short term. This is also where we find the most interesting investments.

### Performance for the month



### Performance year-to-date



Performance, %	Lannebo Sverige	Stock market index
December 2016	5.1	2.9
Year-to-date 2016	10.7	9.6
3 years	49.8	40.4
5 years	117.4	109.7
10 years	114.3	109.1
Since inception (08/04/2000)	327.5	214.6
Average annual return 24 months	11.8	10.1

### Monthly performance, %

Jan	Feb	Mar	Apr	May	Jun
-8.5	5.5	2.2	2.9	1.2	-6.3
Jul	Aug	Sep	Oct	Nov	Dec
5.8	1.5	0.5	-0.9	2.4	5.1

Annual performance, %	Lannebo Sverige*	Stock market index
2016	11.0	9.6
2015	13.0	10.5
2014	19.4	15.9
2013	24.9	28.0
2012	15.9	16.7

\* The annual performance of the fund is calculated from the NAV per unit in the final accounts.

#### 10 largest holdings

	% of the portfolio
H&M B	9.1
Volvo B	8.1
Nordea	6.8
SEB A	6.4
Investor B	6.3
Electrolux B	4.4
Nokia SEK	4.4
Saab B	4.1
AstraZeneca	4.1
Swedish Orphan Biovitrum	3.9
Total 10 largest holdings	57.5
Cash	8.1
Total number of holdings	22

#### Major changes during the month

Buy	Sell
H&M	Stora Enso
Investor B	Autoliv
AstraZeneca	Sandvik

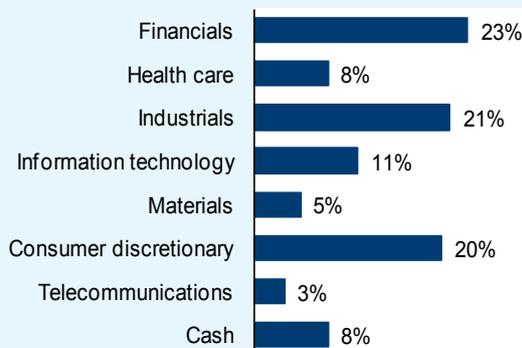
#### Risk and reward profile



#### Fund facts

<b>Fund manager</b>	Lars Bergkvist & Martin Wallin
<b>Launch date</b>	08/04/2000
<b>NAV per unit, SEK</b>	32.18
<b>Fund size, SEK millions</b>	4,316
<b>Management fee</b>	1.6%
<b>Bankgiro</b>	5563-4604
<b>ISIN</b>	SE0000740680
<b>Trading frequency</b>	Daily
<b>Minimum investment amount</b>	100 SEK
<b>PPM number</b>	806 869
<b>Supervisory authority</b>	Finansinspektionen

#### Sector allocation



Financial ratios	Lannebo Sverige	Stock market index
Sharpe ratio	0.8	0.7
Total risk, %	16.0	14.9
Tracking error	5.3	
Information ratio	0.3	
Alfa	0.1	
Beta	1.0	
Active share, %	57	
Portfolio turnover ratio 12/31/2016	1.1	

#### Explanations

<b>Stock market index</b>	SIX Portfolio 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.
<b>Sharpe ratio</b>	A measure of the fund's return taking into account the total risk the fund has had during the period. Calculated as the ratio between the fund's return minus the risk-free rate of return and the fund's total risk (standard deviation). The information is based on monthly data and relates to the latest 24 months.
<b>Total risk</b>	Given as the standard deviation of variations in the total return of the fund or index. The information is based on monthly data and relates to the latest 24 months.
<b>Tracking error</b>	A measure that describes how closely the performance of the fund tracks the performance of the benchmark index. Calculated as the standard deviation of the difference between the return on the fund and a benchmark index. The information is based on monthly data and relates to the latest 24 months.
<b>Information ratio</b>	A measure of risk-adjusted return. This is measured as the active return divided by the portfolio's active risk. The information is based on monthly data and relates to the latest 24 months.
<b>Alpha</b>	Describes the effect of the portfolio manager's decisions on the return of the fund. A positive alpha value is the extra return which an investor receives for having taken greater risks than the market. The information is based on monthly data and relates to the latest 24 months.
<b>Beta</b>	Describes the sensitivity of the fund's value to changes in the market's value. The beta value reports how much the fund's value changes in percentage terms when the market's value changes by one percentage point. The information is based on monthly data and relates to the latest 24 months.
<b>Active share</b>	A measure of the proportion of the portfolio that differ from the benchmark.