

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. Please note that Lannebo Fonder 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.

The fund's investment policy

Lannebo Sverige Plus is an actively managed equity fund that primarily invests in shares on the Swedish stock market. The fund is similar to a traditional equity fund, but with more flexible investment rules. The "Plus" label reflects the fund's ability to invest more than 100 per cent of the fund's assets. For example, the fund can invest 130 per cent in shares that the fund managers are positive about and balance this by reducing its equity exposure by 30 per cent through the sale of shares that the fund does not own, i.e. short selling.

The fund targets those who:

- want a Swedish equity fund with greater opportunities
- want an actively managed fund with investments based on a clear understanding of each individual company

Fund manager comment

The Stockholm Stock Exchange increased by 1.6 percent (SIXPRX) in January. The overall assessment of published 2018 macro statistics is generally positive and shows continued expansion. In January, the US PMI for the manufacturing sector exceeded expectations and increased from 58.2 to 59.7. The eurozone's preliminary figures for the corresponding index also indicated continued growth, although it was below market expectations. Chinese macro data was positive regarding industrial output and the PMI exceeded market expectations. During the month, most central banks maintained interest rates unchanged. Interest rates on the world's bond markets continued to rise and the Swedish ten-year rate is at the highest level in three years. The US Fed chair will be replaced in February, and it is expected that the Fed will gradually increase its key rate during 2018.

Lannebo Sverige Plus increased by 0.8 per cent in January, while the benchmark index SIXPRX increased by 1.6 per cent. The World Index (MSCI AC World) increased during the same period by 4.1 per cent, and in the US the S&P 500 increased 5.7 per cent. The Euro STOXX 50 increased 3.1 per cent.

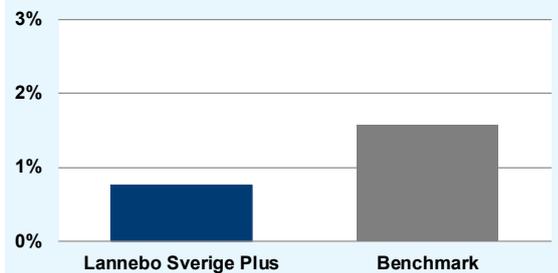
Sobi, Autoliv and Telia were holdings that performed better than the overall market with share price gains of 23, 13 and 8 per cent, respectively. Pharmaceuticals company Sobi increased sharply during the month following French Sanofi \$11.6 billion bid for Bioverativ. Sobi and Bioverativ both market hemophilia products in the European and North American markets respectively. Autoliv reported a sound fourth quarter with good order intake and a positive outlook.

The business area within Passive Safety is expected to grow organically by more than 10 per cent during the year. The division of Autoliv into two separate public entities is expected to take place during the fall of 2018. The Telia share price increased following the release of the company's quarterly report. A weak development in the Swedish operations was offset by a positive cash flow forecast of SEK 9.7 billion for 2018, as well as an increased dividend.

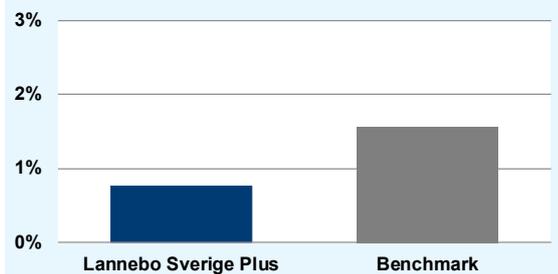
H&M and Skanska performed worse than the overall market with share price declines of 18 and 6 per cent, respectively. H&M continued its feeble performance after the company indicated a weak start to the new year with continued high inventory levels. The company is working on operational improvements with focus on areas connected to the H&M-brand. The Skanska share fell in connection with the release of its quarterly report due to the continued project write downs. Together with a major reorganization, a strategic review of the various business units is being undertaken.

The Central bank's expansionary monetary policies have, to some extent, led to real economic improvements. Above all, consumption has been stimulated while the willingness for corporate investments remains limited - although more recently the willingness to invest has increased. However, developments in the equity market during the year indicate expectations of a significant increase in investments. According to our estimates, expectations are high, and we therefore reduced our exposure to cyclically sensitive shares.

Performance for the month



Performance year-to-date



Performance, %	Lannebo Sverige Plus	Benchmark
January 2018	0.8	1.6
Year 2018	0.8	1.6
3 years	31.2	25.8
5 years	110.9	89.4
Since launch (12/11/2008)	366.6	285.2
Average annual return 24 months	16.7	14.6

Monthly performance, %

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

Annual performance, %	Lannebo Sverige Plus*	Benchmark
2017	8.8	9.5
2016	13.3	9.6
2015	13.4	10.5
2014	23.4	15.9
2013	28.2	28.0

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

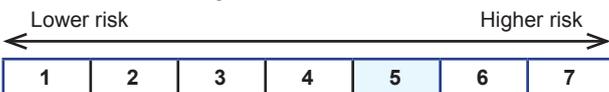
10 largest holdings

	% of the portfolio
Telia	7.7
H&M B	6.8
Volvo B	6.7
Autoliv SDB	6.6
Nordea	6.5
Skanska B	4.7
Investor B	4.7
AstraZeneca	4.6
SKF B	4.4
Swedbank A	4.4
Total 10 largest holdings	57.1
Cash	4.9
Total number of holdings	30

Major changes during the month

Buy	Sell
Stora Enso	Autoliv
	Nordea
	Sobi

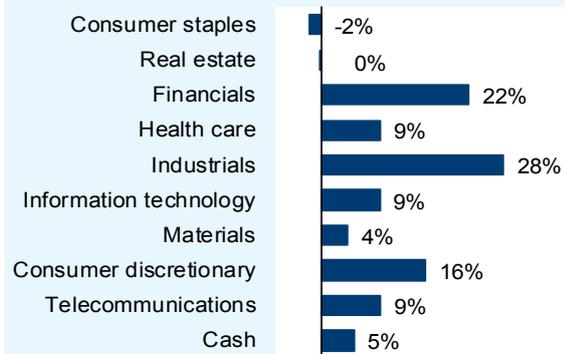
Risk and reward profile



Fund facts

Fund manager	Robin Pettersson & Martin Wallin
Launch date	12/11/2008
NAV per unit, SEK	45.49
Fund size, MSEK	6,187
Management fee	1.0% + 20% of any excess return
Return threshold	SIX Portfolio Return Index
Bankgiro	346-3585
ISIN	SE0002686584
Trading frequency	Daily
Minimum investment amount	100 SEK
PPM number	490 292
Supervisory authority	Finansinspektionen
LEI	549300W8FUNESQQE9448

Sector allocation



Financial ratios

	Lannebo Sverige Plus	Benchmark
Sharpe ratio	1.5	1.0
Total risk, %	11.2	10.6
Tracking error	4.6	
Information ratio	0.4	
Alpha	0.0	
Beta	1.2	
Active share, %	62	
Gross equity exposure, %	104	
Net equity exposure, %	95	
Portfolio turnover ratio 12/31/2017	1.6	

Explanations

Benchmark	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.
Sharpe ratio	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.
Total risk	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.
Tracking error	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.
Information ratio	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.
Alpha	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.
Beta	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.
Active share	A measure of the proportion of the portfolio that differ from the benchmark.