

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 Corporate Bond is an actively managed long-term fixed income fund that mainly invests in Swedish but also other Nordic corporate bonds. The credit duration of the fund is normally 3-5 years. Lannebo Corporate Bond may invest more than 35 per cent of the fund's assets in bonds and other debt instruments issued or guaranteed by a Nordic state or municipality.

The fund targets those who:

- want a higher return than traditional fixed income funds but at a lower risk than equity funds
- want exposure to corporate bonds with low to medium risk
- want an actively managed fund where a thorough company analysis creates long-term returns

Fund manager comment

Lannebo Corporate Bond increased 0.1 per cent during March, and has increased 0.5 per cent so far this year. Activity in the primary market was good during the month.

At their February meeting, the Riksbank once again maintained the Swedish repo rate unchanged at -0.5 per cent and signaled that it will continue to pursue an expansive monetary policy to stabilize inflation around the 2 per cent target. The Riksbank's Executive Board is of the opinion that the repo rate will begin to rise at a slow pace during the second half of 2018.

During March, there were small changes in interest rates. The 3-month Stibor increased from -0.46 per cent at the end of February to -0.36 per cent at the end of March, the highest rate so far this year. The Swedish 5-year government bond yield decreased slightly to 0.11 per cent compared to 0.19 per cent the previous month; the longer 10-year government bond yield also decreased slightly. The fund has low interest rate risk, which means that a change in long-term interest rates has no major impact on the fund.

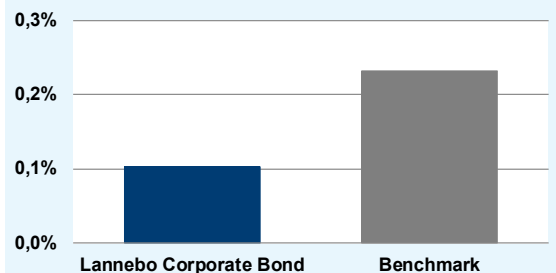
No major structural changes were made in the fund during the month. Credit duration, the average maturity of all the holdings in the fund, was unchanged at 3.2 years. The interest rate duration, measured as the average interest period, was unchanged at 0.4 years. The share of corporate bonds consists mainly of FRN-loans, which are bonds with a variable interest rate. The continued strategy of the fund is to maintain a low interest rate risk to protect the fund against rising interest

rates. The fund hedges all foreign currency exposure to Swedish krona.

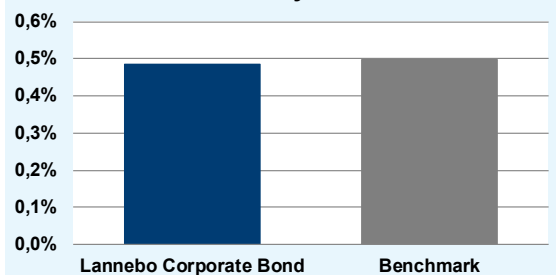
Activity on the Swedish primary bond market continued to be good. The fund participated in Norwegian ferry company Color Group's new issue; a bond with a 4.5-year maturity and a 4.28-per cent coupon. For quite some time Color Group has been one of our largest holdings in both Lannebo Corporate Bond and Lannebo High Yield Allocation. In recent years, the company has invested in the existing fleet of ferries to make them more sustainable, and ordered the world's largest hybrid ferry that will operate the Sandefjord-Strömstad line.

Castellum, Color Group, Danske Bank, OP Bank and If P&C Insurance Holding were the largest issuers at the end of the month.

Performance for the month



Performance year-to-date



Performance, %	Lannebo Corporate Bond	Benchmark
March 2018	0.1	0.2
Year 2018	0.5	0.5
3 years	7.7	4.1
5 years	15.1	14.6
Since launch (09/10/12)	17.8	17.2
Average annual return 24 months	4.0	1.7

Monthly performance, %

Jan	Feb	Mar	Apr	May	Jun
0.3	0.1	0.1			
Jul	Aug	Sep	Oct	Nov	Dec

Annual performance, %	Lannebo Corporate Bond*	Benchmark
2017	3.4	1.3
2016	3.7	3.0
2015	1.0	0.4
2014	1.7	6.2
2013	5.4	2.8

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

10 largest holdings

Issuer	% of the portfolio
Castellum	4.7
Color Group	4.5
Danske Bank	4.4
OP Bank	3.6
If P&C Insurance Holding	3.4
Storebrand Livförsäkring	3.1
Volvo Treasury	3.1
Bilia	3.0
Vattenfall	3.0
Aker ASA	2.9
Total 10 largest issuers	35.7
Cash	8.5
Total number of issuers	39

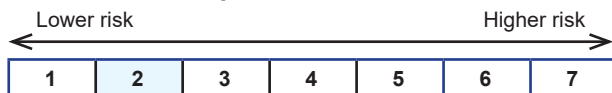
Major changes during the month

Buy	Sell
Color Group	-

Maturity profile

	% of the portfolio
< 1 year	-
1-3 years	48
3-5 years	47
> 5 years	5

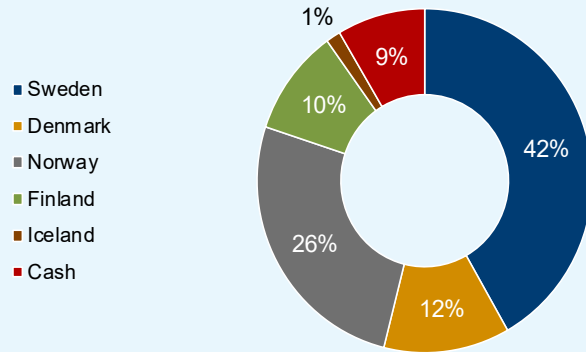
Risk and reward profile



Fund facts

Fund manager	Karin Haraldsson & Katarina Ponsbach
Launch date	09/10/2012
NAV per unit, share class A, SEK	117.77
NAV per unit, share class B, SEK	107.25
Fund size, SEK millions	1,717
Management fee	0.9%
Bankgiro A	303-5318
Bankgiro B	504-9580
ISIN A	SE0004750396
ISIN B	SE0005498243
Trading frequency	Daily
Minimum investment amount	100 SEK
Supervisory authority	Finansinspektionen
LEI	5493006FC1DH11YJE467

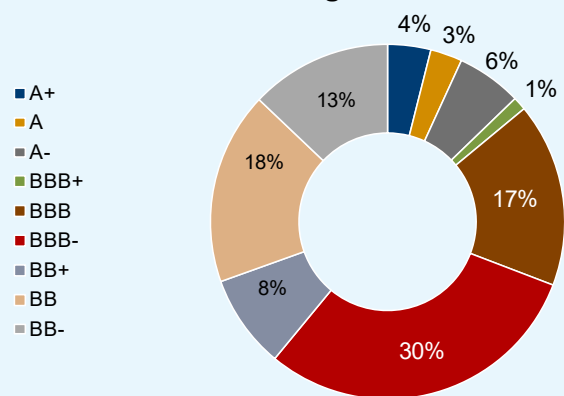
Country allocation



Financial ratios

	Lannebo Corporate Bond	Benchmark
Total risk, %	0.9	1.0
Interest-rate duration, years	0.4	
Credit duration, years	3.2	
Portfolio turnover ratio 12/31/2017	0.4	
Weighted average credit rating	BBB-	

Rating Allocation



Credit rating allocation. Based on internal credit assessments.

Explanations

Benchmark	Nasdaq OMX Credit SEK Total 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.
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.
Credit duration	Weighted average maturity.
Interest-rate duration	Weighted average life.
Weighted average credit rating	Weighted average credit rating for the fund holdings based on internal assessments.