

**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.lannebo.se](http://www.lannebo.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 is an actively managed equity fund that invests in shares on the Swedish equity market.

### The fund is suitable for 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 declined during May when leading economic indicators weakened. The escalation of the trade conflict between the US and China led to large share price declines due to increased risk aversion. During the last days of the month, the US also threatened to introduce new tariffs against Mexico, which is a large production base for the US market. The Swedish krona remains weak, while long-term interest rates have been further pressured. The Swedish ten-year government bond currently yields an insignificant interest. The price of Brent oil and copper fell by 11 and 10 per cent respectively. The markets continue to be characterized by large differences in corporate valuations between, but also within, sectors.

Lannebo Sverige decreased by 8.7 per cent in May, while the benchmark index, SIXPRX, decreased by 6.9 per cent. The World Index, MSCI AC World, decreased by 5.7 per cent, and in the US the S&P 500 decreased by 6.4 per cent. The Euro STOXX 50 fell 5.1 per cent.

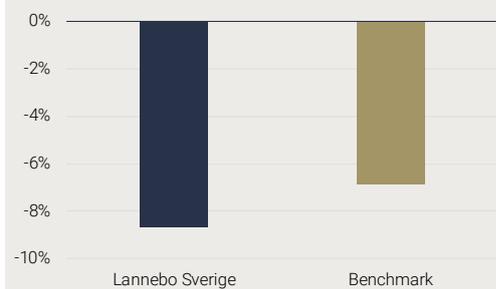
Tele2, Telia and AstraZeneca were holdings that outperformed the market as a whole, with relatively marginal price movements of +3, -2 and -3 per cent. Tele2 continues to fine-tune operations and during the month announced that it was divesting its share of the joint venture company in Kazakhstan and selling its operations in Croatia. The proceeds from these transactions will likely enable extra dividends to shareholders. As expected, Telia's possible acquisition of Bonnier broadcasting entered an in-depth review phase following a decision by the European Commission. A decision is expected within 90 working days.

AstraZeneca reported on a number of treatment results where the company's drugs achieved primary goals.

Veoneer, Autoliv and Trelleborg developed much weaker than the market as a whole with share price declines of 26, 24 and 19 per cent respectively. Automotive-related shares continue to be pressured due to weak car sales, not the least in China. The automotive industry's manufacturing apparatus is characterized by large supply flows between countries and regions. As such, the industry is clearly adversely affected by tariffs and other trade barriers. For example, Autoliv has a large manufacturing facility in Mexico. The Veoneer share price was pressured by the capital injection of \$627 million that the company carried out during the month. Trelleborg's share price continued to develop poorly and the valuation continues to fall compared with other industrial companies listed on the Stockholm Stock exchange.

During May, the fund invested in SEB, Nokia and Sandvik, while the holdings in Investor and Tele2 were reduced. The entire holding in Nobia was divested.

### Monthly performance



### Performance year-to-date



Performance (%)	Lannebo Sverige	Benchmark
May 2019	-8.7	-6.9
Year-to-date 2019	4.9	13.0
3 years	20.9	29.8
5 years	45.6	49.5
10 years	216.8	237.0
Since launch (08/04/2000)	379.5	272.0
Average annual return 24 months	-0.6	2.3

### Monthly performance (%)

Jan	Feb	Mar	Apr	May	Jun
6.6	3.4	-1.5	5.8	-8.7	
Jul	Aug	Sep	Oct	Nov	Dec

Annual performance (%)	Lannebo Sverige	Benchmark
2018	-1.2	-4.4
2017	7.4	9.5
2016	11.0	9.6
2015	13.0	10.5
2014	19.4	15.9
2013	24.9	28.0

The performance in the table above is based on closing prices.

## 10 largest holdings

Holding	% of the fund
AstraZeneca	6.9
H&M B	6.3
Volvo B	5.5
SEB A	5.5
ABB	5.1
Electrolux B	4.9
Nordea	4.7
Securitas B	4.7
Nokia SEK	4.6
Telia	4.4
Summa tio största innehav	52.7
Likviditet	4.8
Totalt antal innehav	26

## Major changes during the month

Buy	Sell
Nokia	Investor
Sandvik	Tele2
SEB	Nobia

## Financial ratios

	Lannebo Sverige	Benchmark
Sharpe ratio	0.1	0.3
Total risk (%)	14.6	14.0
Tracking error	4.4	
Information ratio	-0.7	
Alpha	-0.2	
Beta	1.0	
Active share (%)	58	
Portfolio turnover ratio (12/31/2018)	1.3	

## 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

Sharpe ratio is a measure of risk adjusted return. Calculated as the ratio of the fund's excess return above the risk-free rate of return and the fund's total risk.

### Total risk

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

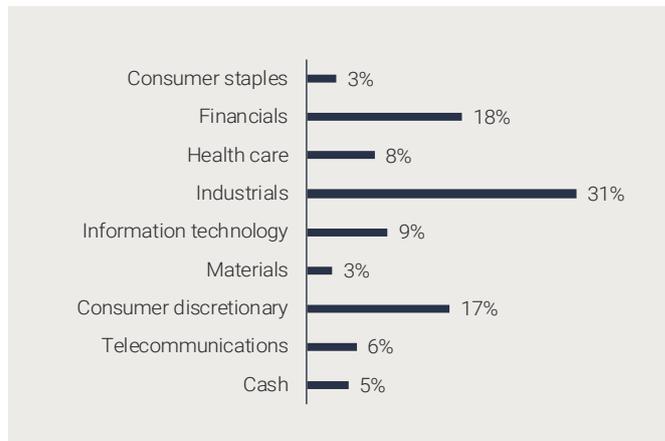
### Tracking error

Tracking error is a measure of active risk in a fund. Calculated as the standard deviation of the difference between the return of the fund and its benchmark.

### Information ratio

A measure of risk-adjusted return. This is measured as the active return divided by the portfolio's active risk.

## Sector allocation



## Risk and reward profile



## Fund facts

Fund manager	Martin Wallin & Robin Nestor
Launch date	08/04/2000
NAV per unit (SEK)	36.09
Fund size (SEKm)	3,091
Management fee	1.6%
Bankgiro	5563-4604
ISIN	SE0000740680
Trading frequency	Daily
Minimum investment amount	SEK 100
PPM number	806,869
Supervisory authority	Finansinspektionen
LEI	549300GJSC541WIWX079