

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. 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

Leading economic indicators remained weak which, together with low inflationary outcomes, pressured central banks to signal more monetary policy measures. The US Fed maintained its key rate during the month, but signaled possible rate cuts. The ECB also referenced increased uncertainty in economic activity and falling inflationary pressures. This resulted in the continued decline of bond yields where, for example, the Swedish ten-year rate fell yielding a negative return. Declining return requirements fueled global stock markets that made gains during the month.

Lannebo Sverige increased by 6.3 per cent in June, while the benchmark index, SIXPRX, increased by 6.8 per cent. The World Index, MSCI AC World, increased by 5.8 per cent, and in the US the S&P 500 increased by 7.1 per cent. The Euro STOXX 50 increased 6.0 per cent.

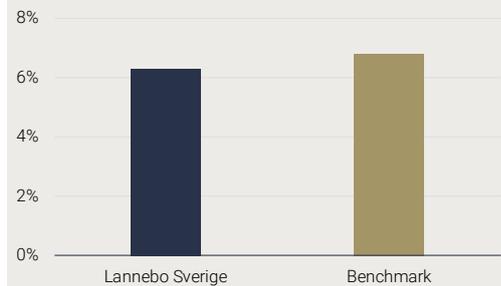
H&M, Sandvik and Electrolux were holdings that outperformed the stock market as a whole, with share price increases of 16, 16 and 15 per cent respectively. H&M reported Q2 earnings where sales increased, while the operating margin decreased to 10.3 per cent (11.6%). The H&M-brand transformation work is advancing and the changes are showing signs of progress, where sales growth is central. There are still a significant number of improvement opportunities in several areas, which will contribute to a higher gross margin in the coming years. Sandvik's operations continue to develop positively with historically high profit levels, and the management does not, at the moment, foresee any slowdown in demand. However, the exposure to a weakened auto market is expected to affect the metal cutting

tools operations in the coming quarters. The Electrolux share price increased after the US and Mexico resolved escalating trade tariffs for the time being; the company is expected to spin-off its business area targeting professional customers at the beginning of next year. Furthermore, positive data published for the month of May showed US white goods sales had increased by 10 per cent compared to the previous year.

Ericsson, Nokia and Nordea under-performed the market as a whole with a share price development of -4, -3 and +1 per cent respectively. Nokia has signed 42 commercial 5G contracts of varying sizes at the beginning of June. European carriers remain ambivalent on Huawei and the related security concerns, which impairs and hampers investment decisions. China Mobile, China's largest operator, announced that Nokia and Ericsson received approximately 10 per cent and 34 per cent respectively of the available 5G contracts. Ericsson's share of the contracts was higher than expected, which demonstrated competitiveness. Ericsson also signed an agreement with Intellectual Ventures to pay \$43 million for technology licensing. Nordea, and the banking sector overall, have continued to develop poorly due to falling market interest rates. Mortgage margins are squeezed due to competition and profits are consequently retained despite increasing lending volumes. Nordea has continued its transition towards profit growth through cost controls and increased customer satisfaction.

During June, the fund invested in Autoliv and Elekta, while the holdings in Securitas, Industrivärden and Essity were reduced.

Monthly performance



Performance year-to-date



Performance (%)	Lannebo Sverige	Benchmark
June 2019	6.3	6.8
Year-to-date 2019	11.5	20.7
3 years	37.0	43.7
5 years	56.3	61.8
10 years	233.5	257.0
Since launch (08/04/2000)	409.6	297.3
Average annual return 24 months	3.8	6.8

Monthly performance (%)

Jan	Feb	Mar	Apr	May	Jun
6.6	3.4	-1.5	5.8	-8.7	6.3
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	7.2
H&M B	6.4
Electrolux B	5.5
SEB A	5.4
Volvo B	5.2
ABB	5.1
Nordea	4.5
Swedbank A	4.4
Telia	4.4
Ericsson B	4.3
Total 10 largest holdings	52.3
Cash	3.8
Total number of holdings	27

Major changes during the month

Buy	Sell
Autoliv	Securitas
Elekta	Industrivärden
	Essity

Financial ratios

	Lannebo Sverige	Benchmark
Sharpe ratio	0.4	0.6
Total risk (%)	15.1	14.6
Tracking error	4.4	
Information ratio	-0.7	
Alpha	-0.2	
Beta	1.0	
Active share (%)	57	
Portfolio turnover ratio (06/30/2019)	1.4	

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.

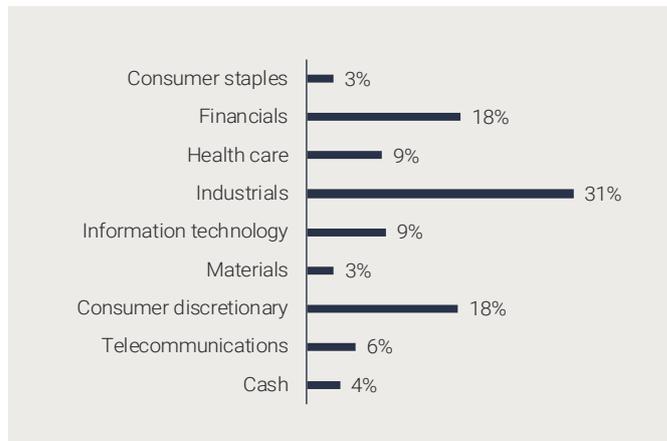
Tracking error

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.

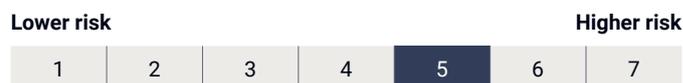
Information ratio

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)	38.36
Fund size (SEKm)	3,219
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