

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 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 is suitable for 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

Fund manager comment

Europe's economies are still suffering from a slowdown although long-term interest rates continue to fall. Currently, a ten-year Swedish government bond yields a negative return. It appears falling yield requirements continue to be a driving force for the equity markets. Markets now expect the US Fed to implement several rate cuts and the ECB is also expected to implement monetary easing policy during the Autumn. During July, most holdings published their Q2 earnings. Results, as in the previous reporting period, were mixed and deviations from expectations resulted in significant impact on share prices. Markets continue to be divided with sizeable differences in the valuation between sectors, but also between companies within sectors.

Lannebo Sverige Plus increased by 1.0 per cent in July, while the benchmark index, SIXPRX, increased by 0.2 per cent. The World Index, MSCI AC World, increased by 1.2 per cent, and in the US the S&P 500 increased by 1.4 per cent. The Euro STOXX 50 decreased 0.1 per cent.

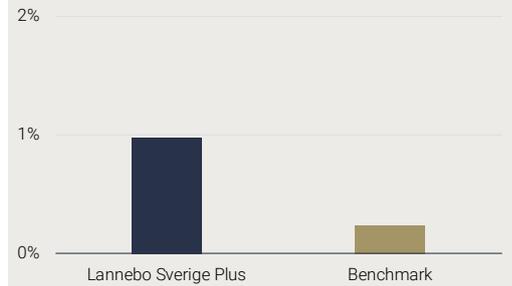
Nokia, AstraZeneca and Veoneer were holdings that performed better than the stock market as a whole with share price increases of 13, 10 and 8 per cent respectively. Nokia released an earnings report that was better than expected for all business areas. The report diminished doubts of whether the company could meet its full-year forecasts. AstraZeneca delivered a positive earnings report and the company raised its revenue outlook; sales development for the company's oncology medicines was high. The Veoneer share price increased when the company reported lower than expected losses during the quarter. Veoneer's sales were weak as

old products are phased out and, subsequently, it takes time to convert the order book to sales.

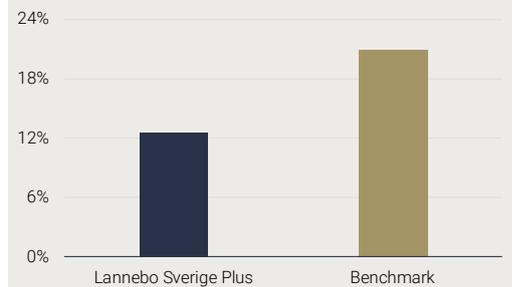
Sandvik, Nordea and Securitas performed poorly during the month with price declines of 13, 9 and 8 per cent respectively. Sandvik's earnings report disclosed a weak order intake and the launch of cost savings measures. Nordea and the banking sector have continued to develop poorly due to falling market interest rates. Competition has squeezed mortgage margins and profits are held back despite rising lending volumes. Nordea's earnings report disclosed revenues were weak; it is clear that the bank needs more measures to improve revenues and reduce costs in order to achieve higher earnings. Swedbank met expectations operationally, but the share price fell back when the bank lowered its dividend policy. SEB, an exception in the sector, delivered a positive report. Securitas fell following the disclosure of weaker than expected earnings for its European operations.

The fund bought shares in Ericsson, Nordea and Swedbank, while the holdings in SEB, Securitas and Skanska were reduced.

Monthly performance



Performance year-to-date



Performance (%)	Lannebo Sverige Plus	Benchmark
July 2019	1.0	0.2
Year 2019	12.5	21.0
3 years	35.6	36.5
5 years	68.8	63.4
10 years	253.5	224.3
Since launch (12/11/08)	417.8	338.5
Average annual return 24 months	6.9	8.5

Monthly performance (%)

Jan	Feb	Mar	Apr	May	Jun
6.8	3.1	-1.5	5.9	-8.6	6.2
Jul	Aug	Sep	Oct	Nov	Dec
1.0					

Annual performance (%)	Lannebo Sverige Plus	Benchmark
2018	-0.7	-4.4
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 performance in the table above is based on closing prices.

10 largest holdings

Holding	% of the fund
AstraZeneca	7.6
H&M B	6.9
Volvo B	5.5
ABB	5.4
Electrolux B	5.3
Nordea	5.1
Ericsson B	4.9
Swedbank A	4.8
Nokia EUR	4.7
SEB A	4.7
Total 10 largest holdings	54.9
Cash	5.4
Total number of holdings	31

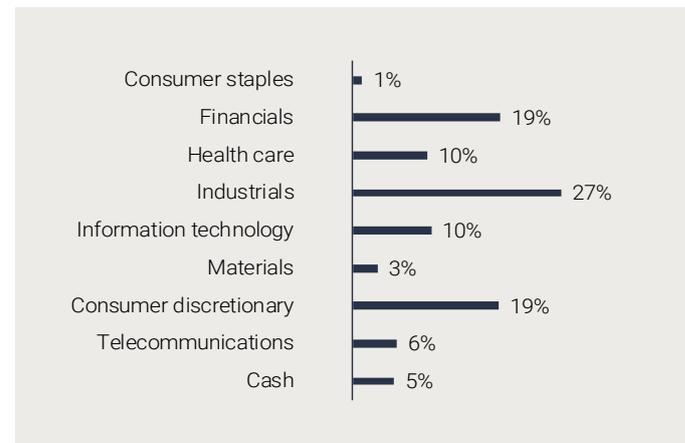
Major changes during the month

Buy	Sell
Ericsson	Skanska
Nordea	Securitas
Swedbank	SEB

Financial ratios

	Lannebo Sverige Plus	Benchmark
Sharpe ratio	0.6	0.7
Total risk (%)	14.8	14.4
Tracking error	4.5	
Information ratio	-0.4	
Alpha	-0.1	
Beta	1.0	
Gross equity exposure (%)	104	
Net equity exposure (%)	95	
Portfolio turnover ratio (06/30/19)	1.8	

Sector allocation



Risk and reward profile



Fund facts

Fund manager	Martin Wallin & Robin Nestor
Launch date	12/11/08
NAV per unit (SEK)	50.48
Fund size (SEKm)	6,590
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	SEK 100
PPM number	490 292
Supervisory authority	Finansinspektionen
LEI	549300W8FUNESQQE9448

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.

Alpha

Describes the effect of the portfolio manager's decisions on the return of the fund. A positive alpha value is the risk-adjusted excess return relative to the return of the benchmark.

Beta

Beta is a measure of a fund's sensitivity to market movements. The beta value reports how much the fund's value changes in percentage terms when the market's value changes by one percentage point.

Active share

A measure of the proportion of the portfolio that differ from the benchmark.

All financial ratios are calculated according to guidelines of the Swedish Investment Fund Association.