



Annual report  
including audited  
financial statements  
as at 31st December 2017

# Catella SICAV

Investment Company (SICAV) Luxembourg

Notice

The sole legally binding basis for the purchase of Shares of the Fund described in this report is the latest valid sales prospectus with its terms of contract.

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# Organisation

## Registered Office

4, rue Peternelchen  
L-2370 Howald

## Board of Directors of the Fund

### Chairman

Mikael WICKBOM  
Senior Sales Manager  
Catella Fondförvaltning AB, Sweden

### Members

Lena ANDERSSON  
Head of Business Support  
Catella Fondförvaltning AB, Sweden

Olivier SCHOLTES  
Head, Oversight Investment Management & Distribution  
SEB Fund Services S.A., Luxembourg

## Management Company

SEB Fund Services S.A.  
4, rue Peternelchen  
L-2370 Howald

## Board of Directors of the Management Company

### Chairman

Göran FORS  
Acting Head of Investor Services  
Large Corporates and Financial Institutions  
Skandinaviska Enskilda Banken AB (publ), Sweden  
(since 5th May 2017)

Gustaf UNGER  
Head of Investor Services, Transaction Banking  
Skandinaviska Enskilda Banken AB (publ), Sweden  
(until 5th May 2017)

### Directors

Göran FORS  
Acting Head of Investor Services  
Large Corporates and Financial Institutions  
Skandinaviska Enskilda Banken AB (publ), Sweden  
(until 5th May 2017)

Claes-Johan GEIJER  
Independent Director and Advisor  
G Advisors S.à.r.l., Luxembourg  
(since 13th January 2017)

Marie JUHLIN  
Managing Director  
SEB Fund Services S.A., Luxembourg

Jonas LINDGREN  
Client Executive, Hedge Fund Coverage  
Large Corporates and Financial Institutions  
Skandinaviska Enskilda Banken AB (publ), Sweden

## Organisation (continued)

**Conducting Officers**

Marie JUHLIN, Managing Director  
Jan HEDMAN, Deputy Managing Director  
Shaneera BOOLELL GUNESH (spouse RASQUÉ),  
Deputy Managing Director  
(since 15th May 2017 until 31st December 2017)

**Depositary**

Skandinaviska Enskilda Banken S.A.  
4, rue Peternelchen  
L-2370 Howald

**Administration Agent and  
Registrar and Transfer Agent**

European Fund Administration S.A.  
2, rue d'Alsace  
L-1122 Luxembourg

**Investment Manager**

Catella Fondförvaltning AB  
Birger Jarlsgatan 6  
SE -103 90 Stockholm

**Auditor**

PricewaterhouseCoopers, Société coopérative  
2, rue Gerhard Mercator  
L-2182 Luxembourg

**Placement and Distribution Agent**

Catella Bank Filial  
Birger Jarlsgatan 6  
SE -103 90 Stockholm

## General information

Catella SICAV (the "Fund") was incorporated as an open-ended investment company ("*Société d'Investissement à Capital Variable*") with multiple compartments on 13th July 2009 for an unlimited period. The Fund is registered under Part I of the amended Law of 17th December 2010 relating to Undertakings for Collective Investment (the "2010 Law").

The Articles were published in the "*Mémorial C, Recueil des Sociétés et Associations*" ("*Mémorial*") on 30th July 2009. The last amendment of the Articles took place on 3rd April 2012 and was published on 21st May 2012 in the "*Mémorial*". On 1st June 2016, the Luxembourg Memorial C has been replaced by RESA ("*Recueil Electronique des Sociétés et Associations*"), the new official electronic platform of central publication regarding companies and associations. Publications made after 1st June 2016 are available on this new platform accessible through the website of the RCS.

The Directors of the Fund have appointed SEB Fund Services S.A. as the Management Company of the Fund.

SEB Fund Services S.A. was incorporated for an unlimited period on 2nd August 1993 in the form of a "*Société Anonyme*" in Luxembourg under the name of "Skandifond International Advisory Company S.A.". It has been transformed into a management company and changed name with effect on 22nd October 2004. The Management Company is governed by Chapter 15 of the 2010 Law relating to Undertakings for Collective Investment.

It has its registered office in Luxembourg at 4, rue Peternelchen, L-2370 Howald. The Articles of incorporation of the Management Company were published in the "*Mémorial*", official gazette of the Grand-Duchy of Luxembourg, as of 16th November 2004. The last amendment of the Articles was published on 28th August 2014.

At the date of the financial statements, the following Sub-Funds are open:

- Catella SICAV - Catella Nordic Long/Short Equity in SEK
- Catella SICAV - Catella Nordic Corporate Bond Flex in SEK.

Class "R" Shares are available to all investors and Class "I" Shares are reserved to Institutional Investors.

At the date of the financial statements, the following Share Classes are issued:

- RC (SEK) Shares, in all Sub-Funds,
- IC (SEK) Shares, RC (H-EUR) Shares, IC (H-EUR) Shares in the Sub-Fund Catella SICAV - Catella Nordic Long/Short Equity,
- IC1 (SEK) Shares, RD (SEK) Shares in the Sub-Fund Catella SICAV - Catella Nordic Corporate Bond Flex.

The Net Asset Value of each class of the Sub-Funds is normally calculated as per each Business Day (the "Valuation Day"). A Business Day is a day on which banks are normally open for business in Luxembourg and Sweden.

The financial year of the Fund starts on 1st January and ends on 31st December in each year.

The audited annual reports and the unaudited semi-annual reports comprise combined financial statements of the Fund expressed in EUR, being the reference currency of the Fund, and financial information on each Sub-Fund expressed in the reference currency of each Sub-Fund.

Copies of the audited annual financial statements and unaudited semi-annual reports, as well as the current prospectus, the Key Investor Information Document (the "KIID") and copies of the Articles of Incorporation of the Fund may be obtained free of charge at the registered office of the Fund.

# Report from the Investment Manager

## Catella SICAV – Catella Nordic Long/Short Equity

### Market review

2017 was yet again a strong year for most asset classes. Nordic equity markets performed well, mainly due to strong performance from Norwegian and Danish stocks.

The year began otherwise as 2016 ended, with markets focusing on political developments in the world. After a year with the Brexit vote and the US presidential election, there were expectations of another dramatic year with elections in the Netherlands, France and Germany. Certainly it has been dramatic, but once again the reality did not live up to the expectations.

In the Netherlands, the right-wing PVV did not receive enough votes to challenge the government. The same occurred in France where Front National led by Marine Le Pen lost the election to the market-liberal, EU-friendly Emmanuel Macron. In the United Kingdom, unexpectedly Prime Minister Theresa May announced new elections, this with the ambition to create a stronger mandate to run a hard line in the Brexit negotiations. The result was the opposite, the government party Tories lost the majority and thus weakened before the negotiations.

Otherwise, a lot of focus has been on President Trump and his plans to tear up trade agreements, wall building, ban on entry and promise that something phenomenally will be presented around taxes. The tax reform at last passed a major obstacle in December, through ratification in the Senate and was subsequently also approved in the House of Representatives.

### Performance

Catella SICAV - Nordic Long/Short Equity RC (SEK) was up 2.7 percent compared with the OMRX-T-bill that was down -0.8 percent and VINX Nordic Equity Index that was up 13.3 percent. Among the best positive contributors during the year were holdings in Outotec, Storebrand and Aker ASA. The main negative contributors were long positions in PGS and Lundin Mining and a short position in Christian Hansen.

### Market Outlook

In many ways has 2017 been an unusually stable year, despite political concerns. One example of this is that the US stock exchange S&P 500 delivered positive return every month of the year, something that has not happened once before in the past 30 years.

The sentiment of the Swedish housing market has weakened during the year, this due to a supply chock of newly produced apartments in metropolitan areas, with the result of falling prices and less housing developments going forward. This affects all companies in the value chain. Our base scenario is that this is a healthy correction, but we monitor the situation carefully.

For 2018 we expect continued solid growth for the world economy. We currently find both companies that still offer good potential upside and companies that are truly overvalued.

# Report from the Investment Manager (continued)

## Catella SICAV - Catella Nordic Corporate Bond Flex

### Market review

Although the general interest rate levels were low in the beginning of 2017, corporate bond funds had favorable returns in the year. Stronger growth and lower inflation than expected continued during the year and 10 year government bond yields were nearly unchanged in 2017.

High market activity during the period has created good conditions for the overall goal of the portfolio, creating returns regardless of market trends. Today, the portfolio is characterized by a larger number of bonds issued by companies operating in different types of industries, thereby enabling a higher degree of risk diversification than before. In addition, the portfolio had a high proportion of cash and cash-like investments with low risk during the period.

Holdings in high yield bonds account for most of the year's return. The main positive contributors to the return during the period have been the holdings in the oil refinery Preem, the recycling company Norsk Gjenvinning and Bayport, active in micro-credit in Africa. The fund holds a wide sector diversification that differs from the Nordic market portfolio. The holdings in Lebara and Genova property were a drag on the year's return. The largest individual industry was the financial industry, but instead of bank bonds, the fund has chosen to focus on investments in debt collectors, such as Lindorff, Cabot and Garfunkel. These investments have developed well and the fund has chosen to realize profits in most of these holdings and partially replaced them with bonds in pure consumer credit companies. Hedging and trading in interest rate risk have contributed to the fund's return, during the period. Several of the top performers in the portfolio, such as Preem and Norsk Gjenvinning, have been partially or completely divested during the period and replaced by newly issued bonds that contribute to the spread of risk in the portfolio.

### Performance

Catella SICAV - Catella Nordic Corporate Bond Flex RC (SEK) was up 4.8 percent compared with the OMRX-T-bill that was down -0.8 percent.

### Market Outlook

In many ways has 2017 been an unusually stable year, despite political concerns. One example of this is that the US stock exchange S&P 500 delivered positive return every month of the year, something that has not happened once in the last 30 years. Our expectations for 2018 are continued solid growth for the world economy, and low probability for recession. Altogether we expect yet another positive year for corporate bonds.

Luxembourg, 31st January 2018

The Investment Manager

Note: The information in this report represents historical data and is not an indication of future results.





# Audit report

To the Shareholders of  
**Catella SICAV**

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## *Our opinion*

In our opinion, the accompanying financial statements give a true and fair view of the financial position of Catella SICAV and of each of its sub-funds (the "Fund") as at 31st December 2017, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

## *What we have audited*

The Fund's financial statements comprise:

the statement of net assets as at 31st December 2017;  
the statement of investments and other net assets as at 31st December 2017;  
the statement of operations and other changes in net assets for the year then ended; and  
the notes to the financial statements, which include a summary of significant accounting policies.

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## *Basis for opinion*

We conducted our audit in accordance with the Law of 23rd July 2016 on the audit profession (Law of 23rd July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier" (CSSF). Our responsibilities under those Law and standards are further described in the "Responsibilities of the "Réviseur d'entreprises agréé" for the audit of the financial statements" section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements. We have fulfilled our other ethical responsibilities under those ethical requirements.

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## *Other information*

The Board of Directors of the Fund is responsible for the other information. The other information comprises the information stated in the annual report but does not include the financial statements and our audit report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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*Cabinet de révision agréé. Expert-comptable (autorisation gouvernementale n°10028256)  
R.C.S. Luxembourg B 65 477 - TVA LU25482518*



## Audit report (continued)

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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### *Responsibilities of the Board of Directors of the Fund for the financial statements*

The Board of Directors of the Fund is responsible for the preparation and fair presentation of the financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the Fund determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors of the Fund is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Fund either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

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### *Responsibilities of the "Réviseur d'entreprises agréé" for the audit of the financial statements*

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an audit report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of 23rd July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law of 23rd July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional scepticism throughout the audit.

We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control;
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Fund;



## Audit report

- conclude on the appropriateness of the Board of Directors of the Fund's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our audit report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our audit report. However, future events or conditions may cause the Fund to cease to continue as a going concern;
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

PricewaterhouseCoopers, Société coopérative  
Represented by

Luxembourg, 28th March 2018

A handwritten signature in blue ink, appearing to read 'TB', with a long horizontal flourish extending to the right.

Thierry Blondeau

## Combined statement of net assets (in EUR)

as at 31st December 2017

	<b><u>Assets</u></b>	
Securities portfolio at market value		334,868,948.81
Option contracts at market value		1,008,748.55
Cash at banks		25,690,476.09
Cash collateral at banks		7,827,077.63
Other liquid assets		1,294,765.51
Receivable on issues of shares		617,235.81
Income receivable on portfolio		1,672,162.99
Unrealised gain on futures contracts		179,476.47
Unrealised gain on forward foreign exchange contracts		750,844.49
Results receivable on contracts for difference (CFD)		25,998.85
Other receivables		557,799.40
Total assets		<u>374,493,534.60</u>
	<b><u>Liabilities</u></b>	
Bank overdrafts		0.03
Short option contracts at market value		74,559.54
Payable on purchases of securities		524,212.76
Payable on redemptions of shares		376,370.20
Unrealised loss on forward foreign exchange contracts		6,198.40
Unrealised loss on contracts for difference (CFD)		511,243.26
Expenses payable		576,255.49
Dividends payable on contracts for difference (CFD)		33,213.61
Other liabilities		166,556.36
Total liabilities		<u>2,268,609.65</u>
Net assets at the end of the year		<u><u>372,224,924.95</u></u>

The accompanying notes are an integral part of these financial statements.

# Combined statement of operations and other changes in net assets (in EUR)

from 1st January 2017 to 31st December 2017

	<b><u>Income</u></b>	
Dividends, net	1,491,397.91	
Interest on bonds and other debt securities, net	10,905,551.97	
Interest on bank accounts	5,374.27	
Other income	66,330.87	
Total income	<u>12,468,655.02</u>	
	<b><u>Expenses</u></b>	
Management fees	2,369,625.52	
Performance fees	4,533,460.82	
Depository fees	100.56	
Banking charges and other fees	3,584.74	
Transaction fees	789,369.45	
Central administration costs	258,547.29	
Professional fees	34,915.27	
Other administration costs	82,578.38	
Subscription duty ("taxe d'abonnement")	161,497.52	
Bank interest paid	137,940.87	
Interest paid on collateralized debt at banks	43,667.80	
Other expenses	122,161.19	
Total expenses	<u>8,537,449.41</u>	
Net investment income	3,931,205.61	
	<b><u>Net realised gain/(loss)</u></b>	
- on securities portfolio	16,367,442.02	
- on option contracts	-667,979.04	
- on futures contracts	-332,026.06	
- on contracts for difference (CFD)	-3,774,553.69	
- on forward foreign exchange contracts	135,629.51	
- on foreign exchange	-218,275.22	
Realised result	<u>15,441,443.13</u>	
	<b><u>Net variation of the unrealised gain/(loss)</u></b>	
- on securities portfolio	-1,321,499.83	
- on option contracts	70,627.86	
- on futures contracts	185,901.74	
- on contracts for difference (CFD)	98,759.81	
- on forward foreign exchange contracts	229,803.71	
Result of operations	<u>14,705,036.42</u>	
Dividends paid	-128,259.20	
Subscriptions	168,085,712.22	
Redemptions	-163,870,232.05	
Total changes in net assets	<u>18,792,257.39</u>	
Total net assets at the beginning of the year	362,370,160.36	
Revaluation difference	-8,937,492.80	
Total net assets at the end of the year	<u><u>372,224,924.95</u></u>	

The accompanying notes are an integral part of these financial statements.

## Statement of net assets (in SEK)

as at 31st December 2017

<b>Assets</b>	
Securities portfolio at market value	954,066,687.52
Option contracts at market value	9,916,400.00
Cash at banks	106,860,857.17
Cash collateral at banks	16,840,652.92
Other liquid assets	4,618,836.46
Receivable on issues of shares	364,276.69
Unrealised gain on futures contracts	531,200.00
Results receivable on contracts for difference (CFD)	255,579.03
Other receivables	5,483,390.32
Total assets	1,098,937,880.11
<b>Liabilities</b>	
Bank overdrafts	0.25
Short option contracts at market value	732,950.00
Payable on purchases of securities	5,153,220.18
Payable on redemptions of shares	119,728.62
Unrealised loss on forward foreign exchange contracts	60,932.72
Unrealised loss on contracts for difference (CFD)	5,025,724.88
Expenses payable	2,376,118.84
Dividends payable on contracts for difference (CFD)	326,503.06
Other liabilities	707,005.83
Total liabilities	14,502,184.38
Net assets at the end of the year	1,084,435,695.73

### Breakdown of net assets per share class

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in SEK)
RC (SEK)	5,784,147.480	SEK	154.00	890,752,353.09
RC (H-EUR)	73,770.092	EUR	13.07	9,479,878.63
IC (SEK)	1,069,079.702	SEK	152.05	162,558,757.79
IC (EUR)	212,665.406	EUR	10.35	21,644,706.22
				1,084,435,695.73

The accompanying notes are an integral part of these financial statements.

# Statement of operations and other changes in net assets (in SEK)

from 1st January 2017 to 31st December 2017

	<b><u>Income</u></b>	
Dividends, net	14,661,035.47	
Interest on bonds and other debt securities, net	62,898.95	
Interest on bank accounts	104.17	
Other income	104,554.83	
	<hr/>	
Total income	14,828,593.42	
	<b><u>Expenses</u></b>	
Management fees	10,426,134.24	
Performance fees	16,687,746.05	
Depositary fees	988.56	
Banking charges and other fees	30,705.55	
Transaction fees	7,563,582.65	
Central administration costs	956,872.76	
Professional fees	100,020.32	
Other administration costs	519,049.70	
Subscription duty ("taxe d'abonnement")	459,231.15	
Bank interest paid	703,604.58	
Interest paid on collateralized debt at banks	33,822.31	
Other expenses	452,902.03	
	<hr/>	
Total expenses	37,934,659.90	
	<hr/>	
Net investment loss	-23,106,066.48	
	<b><u>Net realised gain/(loss)</u></b>	
- on securities portfolio	151,109,837.09	
- on option contracts	-6,566,500.00	
- on futures contracts	-9,842,650.00	
- on contracts for difference (CFD)	-37,105,366.15	
- on forward foreign exchange contracts	223,099.47	
- on foreign exchange	-3,490,881.38	
	<hr/>	
Realised result	71,221,472.55	
	<b><u>Net variation of the unrealised gain/(loss)</u></b>	
- on securities portfolio	-42,629,825.59	
- on option contracts	694,300.00	
- on futures contracts	-3,417,800.00	
- on contracts for difference (CFD)	970,848.25	
- on forward foreign exchange contracts	-88,178.85	
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Result of operations	26,750,816.36	
	<hr/> <hr/>	
Dividends paid	-	
	<hr/>	
Subscriptions	548,114,543.69	
	<hr/>	
Redemptions	-405,033,484.18	
	<hr/>	
Total changes in net assets	169,831,875.87	
	<hr/>	
Total net assets at the beginning of the year	914,603,819.86	
	<hr/>	
Total net assets at the end of the year	1,084,435,695.73	
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The accompanying notes are an integral part of these financial statements.

## Statistical information (in SEK)

as at 31st December 2017

Total net assets	Currency	31.12.2015	31.12.2016	31.12.2017
	SEK	845,558,490.62	914,603,819.86	1,084,435,695.73

Net asset value per share	Currency	31.12.2015	31.12.2016	31.12.2017
RC (SEK)	SEK	133.12	149.99	154.00
RC (H-EUR)	EUR	11.27	12.73	13.07
IC (SEK)	SEK	130.93	147.80	152.05
IC (EUR)	EUR	-	10.06	10.35

Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
RC (SEK)	4,774,492.065	3,221,535.178	-2,211,879.763	5,784,147.480
RC (H-EUR)	30,000.000	43,770.092	-	73,770.092
IC (SEK)	1,225,305.291	-	-156,225.589	1,069,079.702
IC (EUR)	142,409.255	522,860.851	-452,604.700	212,665.406

The accompanying notes are an integral part of these financial statements.



## Statement of investments and other net assets (in SEK)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<b><u>Investments in securities</u></b>					
<b><u>Transferable securities admitted to an official stock exchange listing</u></b>					
<b>Shares</b>					
EUR	116,000	Metso Oyj	33,456,598.70	32,465,087.01	2.99
EUR	75,000	Outokumpu Oyj	5,827,488.55	5,706,546.22	0.53
EUR	794,801	Outotec Oyj	45,618,945.96	55,473,793.87	5.12
			84,903,033.21	93,645,427.10	8.64
NOK	95,000	Aker ASA A	28,681,750.80	38,314,486.41	3.53
NOK	600,000	Borr Drilling Ltd Reg	20,552,569.14	20,775,988.97	1.92
NOK	882,290	BW Offshore Ltd Reg	24,066,475.27	31,610,308.95	2.92
NOK	100,000	DNB ASA	15,925,280.48	15,221,714.47	1.40
NOK	1,661,588	Kvaerner ASA	22,886,749.29	26,273,310.05	2.42
NOK	1,850,000	Petroleum Geo-Services ASA	29,639,909.20	30,826,223.52	2.84
NOK	680,893	Saferoad Holding ASA Reg	21,107,779.58	17,376,143.99	1.60
NOK	552,812	Spectrum ASA	21,353,699.08	21,299,653.98	1.96
NOK	701,760	Storebrand ASA	41,721,681.00	46,983,902.30	4.33
NOK	230,000	Subsea 7 SA	30,261,710.46	28,311,788.44	2.61
NOK	135,006	Tomra Systems ASA	12,643,111.24	17,766,962.26	1.64
NOK	475,000	Wallenius Wilhelmsen Logis ASA	20,584,964.14	28,165,425.80	2.60
			289,425,679.68	322,925,909.14	29.77
SEK	150,000	ABB Ltd Reg	32,394,649.42	33,045,000.00	3.05
SEK	34,136	Actic Group Ab Reg	1,731,442.49	1,290,340.80	0.12
SEK	65,000	Atlas Copco AB A	22,803,715.41	23,023,000.00	2.12
SEK	28,000	Autoliv Inc SDR	30,314,442.85	29,316,000.00	2.70
SEK	160,211	BE Group AB	6,994,527.94	8,010,550.00	0.74
SEK	70,000	Boliden AB	19,046,998.00	19,642,000.00	1.81
SEK	786,284	Cavotec SA	20,932,375.59	18,241,788.80	1.68
SEK	44,139	Hansa Medical AB	8,681,603.84	11,012,680.50	1.02
SEK	63,806	Holmen AB B	24,657,760.63	27,819,416.00	2.57
SEK	57,000	Instalco Intressenter AB Reg	3,166,795.51	2,821,500.00	0.26
SEK	512,926	Lundin Mining Corp Reg	30,584,285.47	28,236,576.30	2.60
SEK	64,265	Mekonomen AB	10,534,018.66	9,591,551.25	0.88
SEK	35,000	Millicom Intl Cellular SA SDR	19,350,468.50	19,390,000.00	1.79
SEK	270,000	Mycronic AB	24,442,974.89	22,950,000.00	2.12
SEK	263,925	Note AB	4,897,508.67	6,413,377.50	0.59
SEK	40,000	Saab AB B	15,611,294.37	15,960,000.00	1.47
SEK	200,000	Sandvik AB	29,086,134.12	28,740,000.00	2.65
SEK	175,000	Skandinaviska Enskilda Bk AB A	17,350,920.00	16,852,500.00	1.55
SEK	25,000	Skanska AB B	4,305,092.50	4,250,000.00	0.39
SEK	900,000	SSAB AB A	36,800,073.16	40,410,000.00	3.73
SEK	195,059	Trelleborg AB B	39,369,325.51	37,061,210.00	3.42
SEK	49,658	Troax Group AB	9,892,151.99	13,829,753.00	1.28
SEK	70,000	Volvo AB B	10,770,206.63	10,689,000.00	0.99
SEK	124,913	Vostok New Ventures Ltd SDR	8,743,671.00	7,807,062.50	0.72
			432,462,437.15	436,403,306.65	40.25
		<b>Total shares</b>	806,791,150.04	852,974,642.89	78.66

The accompanying notes are an integral part of these financial statements.

# Statement of investments and other net assets (in SEK)

## (continued)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<b><u>Other transferable securities</u></b>					
<b>Shares</b>					
SEK	177,069	XSpray Pharma AB Reg	7,150,077.52	11,022,545.25	1.02
<b>Total shares</b>			7,150,077.52	11,022,545.25	1.02
<b><u>Money market instruments</u></b>					
<b>Money market instruments</b>					
SEK	10,000,000	Assa Abloy Financial Serv 0% CP 17/16.04.18	10,009,728.79	10,009,728.79	0.92
SEK	10,000,000	Helsingborg (City of) 0% CP 17/04.05.18	10,023,484.90	10,023,484.90	0.93
SEK	20,000,000	Karlstad Kommun 0% CP 17/02.02.18	20,008,443.84	20,008,443.84	1.85
SEK	10,000,000	Modern Times Group AB 0% CP 17/06.03.18	10,000,541.93	10,000,541.93	0.92
SEK	10,000,000	Orebro Kommun 0% CP 17/16.02.18	10,008,696.98	10,008,696.98	0.92
SEK	10,000,000	Ostersunds Kommun 0% CP 17/22.02.18	10,010,176.00	10,010,176.00	0.92
SEK	10,000,000	Sundsvalls Kommun 0% CP 17/16.02.18	10,008,176.83	10,008,176.83	0.92
SEK	10,000,000	Trelleborg AB 0% CP 17/18.01.18	10,000,250.11	10,000,250.11	0.92
<b>Total money market instruments</b>			90,069,499.38	90,069,499.38	8.30
Total investments in securities			904,010,726.94	954,066,687.52	87.98
<b><u>Options</u></b>					
<b><u>Listed financial instruments</u></b>					
<b>Index options</b>					
SEK	300	OMX Stockholm 30 Index PUT 03/18 OMX 1440	1,305,500.00	348,000.00	0.03
SEK	200	OMX Stockholm 30 Index PUT 03/18 OMX 1460	796,000.00	289,000.00	0.03
SEK	100	OMX Stockholm 30 Index PUT 03/18 OMX 1520	645,000.00	275,800.00	0.03
SEK	200	OMX Stockholm 30 Index PUT 03/18 OMX 1500	1,007,500.00	445,200.00	0.04
SEK	400	OMX Stockholm 30 Index PUT 03/18 OMX 1540	1,615,000.00	1,360,000.00	0.12
SEK	600	OMX Stockholm 30 Index PUT 03/18 OMX 1560	2,123,000.00	2,500,800.00	0.23
SEK	200	OMX Stockholm 30 Index PUT 03/18 OMX 1580	1,248,000.00	1,016,200.00	0.09
SEK	100	OMX Stockholm 30 Index PUT 06/18 OMX 1520	397,500.00	642,700.00	0.06
SEK	300	OMX Stockholm 30 Index PUT 06/18 OMX 1540	1,222,500.00	2,202,900.00	0.20
SEK	100	OMX Stockholm 30 Index PUT 06/18 OMX 1560	650,000.00	835,800.00	0.08
Total options			11,010,000.00	9,916,400.00	0.91
<b><u>Short options</u></b>					
<b><u>Listed financial instruments</u></b>					
<b>Index options</b>					
SEK	-250	OMX Stockholm 30 Index PUT 03/18 OMX 1380	-601,250.00	-149,750.00	-0.01
SEK	-100	OMX Stockholm 30 Index PUT 03/18 OMX 1360	-272,500.00	-48,000.00	0.00
SEK	-100	OMX Stockholm 30 Index PUT 03/18 OMX 1400	-212,500.00	-74,600.00	-0.01
SEK	-200	OMX Stockholm 30 Index PUT 03/18 OMX 1420	-390,000.00	-186,000.00	-0.02
SEK	-100	OMX Stockholm 30 Index PUT 06/18 OMX 1400	-215,000.00	-274,600.00	-0.03
Total short options			-1,691,250.00	-732,950.00	-0.07
Cash and cash collateral at banks				123,701,510.09	11.41
Bank overdrafts				-0.25	0.00
Other net assets/(liabilities)				-2,515,951.63	-0.23
<b>Total</b>				<b>1,084,435,695.73</b>	<b>100.00</b>

The accompanying notes are an integral part of these financial statements.

## Industrial and geographical classification of investments

as at 31st December 2017

### Industrial classification

(in percentage of net assets)

Industrials	29.29 %
Energy	16.35 %
Raw materials	12.90 %
Cyclical consumer goods	10.67 %
Financials	7.28 %
Local public administrations	5.54 %
Technologies	2.12 %
Healthcare	2.04 %
Telecommunications services	1.79 %
Total	<u>87.98 %</u>

### Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

Sweden	37.03 %
Norway	22.32 %
Finland	8.64 %
Bermuda	5.56 %
Switzerland	4.73 %
Luxembourg	4.40 %
United States of America	2.70 %
Canada	2.60 %
Total	<u>87.98 %</u>

## Statement of net assets (in SEK)

as at 31st December 2017

<u>Assets</u>	
Securities portfolio at market value	2,337,828,457.56
Cash at banks	145,686,755.34
Cash collateral at banks	60,102,637.67
Other liquid assets	8,109,224.27
Receivable on issues of shares	5,703,397.16
Income receivable on portfolio	16,438,028.25
Unrealised gain on futures contracts	1,233,125.16
Unrealised gain on forward foreign exchange contracts	7,381,100.35
Total assets	2,582,482,725.76
<u>Liabilities</u>	
Payable on redemptions of shares	3,580,140.35
Expenses payable	3,288,702.13
Other liabilities	930,309.57
Total liabilities	7,799,152.05
Net assets at the end of the year	2,574,683,573.71

### Breakdown of net assets per share class

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in SEK)
RC (SEK)	16,258,117.497	SEK	127.42	2,071,625,640.02
RD (SEK)	710,142.660	SEK	99.22	70,458,995.29
IC 1 (SEK)	3,358,166.726	SEK	128.82	432,598,938.40
				2,574,683,573.71

The accompanying notes are an integral part of these financial statements.

# Statement of operations and other changes in net assets (in SEK)

from 1st January 2017 to 31st December 2017

	<b><u>Income</u></b>	
Interest on bonds and other debt securities, net		107,143,020.62
Interest on bank accounts		52,726.98
Other income		547,504.00
	<hr/>	
Total income		107,743,251.60
	<b><u>Expenses</u></b>	
Management fees		12,868,228.50
Performance fees		27,877,979.44
Banking charges and other fees		4,533.92
Transaction fees		196,233.39
Central administration costs		1,584,750.08
Professional fees		243,210.71
Other administration costs		292,728.60
Subscription duty ("taxe d'abonnement")		1,128,353.78
Bank interest paid		652,409.15
Interest paid on collateralized debt at banks		395,449.56
Other expenses		747,991.14
	<hr/>	
Total expenses		45,991,868.27
	<hr/>	
Net investment income		61,751,383.33
	<b><u>Net realised gain/(loss)</u></b>	
- on securities portfolio		9,788,637.09
- on futures contracts		6,578,701.61
- on forward foreign exchange contracts		1,110,192.61
- on foreign exchange		1,345,149.01
	<hr/>	
Realised result		80,574,063.65
	<b><u>Net variation of the unrealised gain/(loss)</u></b>	
- on securities portfolio		29,638,955.88
- on futures contracts		5,245,288.16
- on forward foreign exchange contracts		2,347,240.83
	<hr/>	
Result of operations		117,805,548.52
	<hr/>	
Dividends paid		-1,260,839.00
Subscriptions		1,104,234,955.94
Redemptions		-1,205,876,166.42
	<hr/>	
Total changes in net assets		14,903,499.04
Total net assets at the beginning of the year		2,559,780,074.67
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Total net assets at the end of the year		2,574,683,573.71
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The accompanying notes are an integral part of these financial statements.

## Statistical information (in SEK)

as at 31st December 2017

<b>Total net assets</b>	<b>Currency</b>	<b>31.12.2015</b>	<b>31.12.2016</b>	<b>31.12.2017</b>
	SEK	4,562,935,431.62	2,559,780,074.67	2,574,683,573.71
<b>Net asset value per share</b>	<b>Currency</b>	<b>31.12.2015</b>	<b>31.12.2016</b>	<b>31.12.2017</b>
RC (SEK)	SEK	121.73	121.59	127.42
RD (SEK)	SEK	98.69	96.55	99.22
IC 1 (SEK)	SEK	122.71	122.80	128.82
IC (H-EUR)	EUR	102.96	103.15	-
<b>Number of shares</b>	<b>outstanding at the beginning of the year</b>	<b>issued</b>	<b>redeemed</b>	<b>outstanding at the end of the year</b>
RC (SEK)	17,274,430.598	7,952,332.869	-8,968,645.970	16,258,117.497
RD (SEK)	710,129.418	229,078.896	-229,065.654	710,142.660
IC 1 (SEK)	3,128,468.874	598,840.484	-369,142.632	3,358,166.726
IC (H-EUR)	6,678.199	-	-6,678.199	-
<b>Dividends paid</b>	<b>Currency</b>	<b>Dividend per share</b>		<b>Ex-dividend date</b>
RD (SEK)	SEK	1.93		27.04.2017

The accompanying notes are an integral part of these financial statements.

## Statement of investments and other net assets (in SEK)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<b><u>Investments in securities</u></b>					
<b><u>Transferable securities admitted to an official stock exchange listing</u></b>					
<b>Bonds</b>					
EUR	1,500,000	B2Holding ASA FRN Sen 16/04.10.21	14,525,496.94	16,035,837.24	0.62
EUR	2,000,000	Catena Media Plc FRN Sen 16/16.09.19	19,892,011.43	20,250,620.51	0.79
EUR	2,632,500	Cherry AB FRN Sen Sk 16/11.07.20	26,825,791.54	27,560,627.57	1.07
EUR	900,000	Containerships Ltd Oy FRN Sen 17/22.11.21	8,807,926.56	8,891,595.27	0.34
EUR	4,000,000	DDM Debt AB 9.5% Reg S 17/30.01.20	37,989,113.81	40,845,304.96	1.59
EUR	3,000,000	Idavang A/S FRN Sen 17/11.12.21	29,500,430.48	29,786,106.87	1.16
EUR	500,000	Link Mobility Group ASA 4.75% 17/24.02.22	4,747,326.65	5,007,359.13	0.19
EUR	1,120,000	Perstorp Holding AB 7.625% Reg S Sen 16/30.06.21	11,069,857.77	11,829,909.19	0.46
EUR	2,000,000	Perstorp Holding AB VAR Sen Reg S 17/15.09.22	19,860,085.99	19,674,165.95	0.76
EUR	1,600,000	Polygon AB FRN 14/16.04.19	15,269,902.48	15,866,262.86	0.62
EUR	2,000,000	Prague CE Säril VAR PIK Sen Sub Reg S 17/15.12.22	19,462,884.27	19,002,159.92	0.74
EUR	1,500,000	Ropohold Oy FRN Sk Sen 17/01.12.20	14,750,215.24	14,819,325.45	0.57
EUR	3,500,000	Tresu Investement Holding FRN Sen17/29.09.22	33,378,314.81	34,750,458.01	1.35
EUR	6,000,000	Vieo BV FRN 17/07.09.22	56,974,915.17	55,251,753.68	2.15
			313,054,273.14	319,571,486.61	12.41
NOK	15,000,000	Care Bidco AS FRN 17/24.03.21	15,782,785.68	15,124,664.77	0.59
NOK	2,000,000	Coastal Holding AS FRN Sen 17/16.11.20	2,046,388.29	2,014,049.99	0.08
NOK	20,000,000	Glx Holding AS FRN 17/08.12.23	20,225,760.72	20,145,403.69	0.78
NOK	15,000,000	Hospitality Invest AS FRN Sen 17/31.10.22	15,366,747.20	15,086,610.49	0.59
NOK	40,000,000	Ice Group AS FRN 17/12.10.21	41,222,073.03	40,230,961.31	1.56
NOK	40,000,000	Storebrand Livsforsikring AS Step-up Sub 14/25.06.Perpetual	42,831,483.85	40,950,114.76	1.59
			137,475,238.77	133,551,805.01	5.19
SEK	38,925,000	Arise AB FRN Ser 102 14/25.04.19	37,155,664.13	37,531,485.00	1.46
SEK	16,000,000	Bayport Management Ltd 11% Sen 17/24.09.19	16,040,000.00	16,966,880.00	0.66
SEK	46,000,000	Bayport Management Ltd 14% Sub 14/17.11.19	45,560,000.00	48,300,000.00	1.88
SEK	90,000,000	Cabonline Group Holding AB FRN 17/12.06.20	90,000,000.00	90,675,000.00	3.52
SEK	15,000,000	Compactor Fastigheter AB FRN Sen 17/30.10.20	15,000,000.00	15,075,000.00	0.58
SEK	100,000,000	DNB Boligkreditt AS FRN EMTN 13/18.01.18	100,313,000.00	100,018,500.00	3.88
SEK	5,000	Eniro AB 6% Conv Sen 15/14.04.20	4,750.00	290.00	0.00
SEK	20,185,622	Galliander Holding AB FRN Sen 14/12.09.18	20,185,622.00	20,528,777.58	0.80
SEK	35,000,000	Gaming Innovation Group Ltd 7% Sen Reg S 144A 17/06.03.20	35,167,657.14	35,700,000.00	1.39
SEK	8,000,000	Genova Property Group AB FRN Sen 17/07.04.21	7,925,000.00	7,400,000.00	0.29
SEK	11,000,000	Hoist Gr Hg Intressenter AB FRN 17/29.06.21	11,000,000.00	11,027,500.00	0.43
SEK	39,000,000	Ikano Bank AB 3.1% 14/25.03.19	40,950,000.00	40,262,040.00	1.56
SEK	10,000,000	Jefast Holding AB FRN Reg S Sen 15/24.01.19	10,275,000.00	10,237,500.00	0.40
SEK	16,000,000	Jefast Holding AB FRN Sen 17/27.03.21	15,842,500.00	15,200,000.00	0.59
SEK	18,000,000	JSM Financial Group AB FRN Sen 17/20.04.20	18,000,000.00	18,202,500.00	0.71
SEK	20,000,000	Lansforsakringar Hypotek AB 2.5% Ser 512 13/19.06.19	20,996,400.00	20,822,400.00	0.81
SEK	10,000,000	Legres AB FRN 17/29.12.20	10,000,000.00	10,650,000.00	0.41
SEK	10,000,000	Lendify Sweden 1 FRN 17/30.05.20	10,006,000.00	10,087,500.00	0.39
SEK	35,000,000	Moberg Pharma AB FRN Reg S Sen 16/29.01.21	36,062,534.18	35,437,500.00	1.38
SEK	50,000,000	Nackahusen Holding AB FRN 17/13.08.20	49,975,000.00	49,500,000.00	1.92
SEK	26,500,000	Norlandia Health Care Group AS FRN Sen 16/20.12.21	26,620,000.00	26,698,750.00	1.04
SEK	22,000,000	Nynas AB FRN 14/26.06.18	21,705,000.00	21,519,300.00	0.84
SEK	10,000,000	Offentliga Hus I Norden AB FRN Sen Reg S 17/15.06.21	10,000,000.00	10,050,000.00	0.39
SEK	12,000,000	Orexo AB FRN Sen 144A Reg S 17/13.11.21	12,000,000.00	12,060,000.00	0.47
SEK	40,000,000	SBB i Norden AB FRN Sen 17/03.04.20	40,131,250.00	40,866,800.00	1.59
SEK	16,000,000	Shh Bostad AB FRN 17/07.06.21	15,985,000.00	16,000,000.00	0.62
SEK	45,000,000	Sirius International Group Ltd FRN Sub 17/22.09.47	45,000,000.00	45,815,625.00	1.78
SEK	20,000,000	Sweden 5% Ser 1047 04/01.12.20	24,701,600.00	23,175,300.00	0.90
SEK	16,000,000	Vostok New Ventures Ltd 5.5% Sen 17/22.06.20	16,120,000.00	16,320,000.00	0.63
			802,721,977.45	806,128,647.58	31.32
USD	3,000,000	Golar LNG Partners LP FRN Sen 17/18.05.21	26,284,500.08	24,364,218.77	0.95
USD	7,500,000	Nova Austral SA 8.25% 17/26.05.21	65,505,375.15	61,700,105.92	2.40
USD	1,400,000	Okea AS 7.5% 17/16.11.20	11,706,870.01	11,403,376.64	0.44
			103,496,745.24	97,467,701.33	3.79
		<b>Total bonds</b>	<b>1,356,748,234.60</b>	<b>1,356,719,640.53</b>	<b>52.71</b>

The accompanying notes are an integral part of these financial statements.

# Statement of investments and other net assets (in SEK)

(continued)  
as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<b><u>Transferable securities dealt in on another regulated market</u></b>					
<b>Bonds</b>					
EUR	4,000,000	Unilabs SubHolding AB 5.75% Sen Reg S 17/15.05.25	38,498,282.58	39,773,201.72	1.54
SEK	28,000,000	Corral Petroleum Hgs AB VAR TOG PIK Reg S Sen 16/15.05.21	27,415,686.67	30,023,420.00	1.17
SEK	40,000,000	Verisure Midholding AB FRN Sen Reg S 17/01.12.23	40,000,000.00	40,083,000.00	1.56
			67,415,686.67	70,106,420.00	2.73
USD	4,000,000	Navigator Holdings Ltd 7.75% Sen 17/10.02.21	34,964,399.86	31,680,594.11	1.23
		<b>Total bonds</b>	140,878,369.11	141,560,215.83	5.50
<b><u>Other transferable securities</u></b>					
<b>Bonds</b>					
EUR	2,500,000	Opr Vakuus Oy 8% 17/18.05.22	24,163,046.06	24,944,635.70	0.97
EUR	1,000,000	Opr Vakuus Oy VAR Sub 17/17.08.Perpetual	9,750,015.11	9,805,822.31	0.38
			33,913,061.17	34,750,458.01	1.35
NOK	18,000,000	IB Bostad 18 AB FRN Sen 16/21.10.18	19,436,499.25	18,824,487.12	0.73
SEK	15,132,000	E Out Instrument AB 0% Sen 17/30.04.19	34,668,916.38	6,052,800.00	0.23
SEK	6,165,000	Goldcup 14782 AB VAR TOG PIK Sen 17/11.01.23	6,000,000.00	6,195,825.00	0.24
SEK	25,000,000	Host Property AB FRN Reg S Sen 16/08.12.19	25,000,000.00	25,500,000.00	0.99
SEK	15,000,000	Logistri Portfolio AB 4% Sen 17/20.05.21	14,550,000.00	14,625,000.00	0.57
		<b>Total bonds</b>	80,218,916.38	52,373,625.00	2.03
		<b>Total bonds</b>	133,568,476.80	105,948,570.13	4.11
<b><u>Money market instruments</u></b>					
<b>Money market instruments</b>					
SEK	50,000,000	AF AB 0% CP 17/01.03.18	49,987,503.00	49,987,503.00	1.94
SEK	40,000,000	Ahlsell AB 0% CP 17/05.03.18	39,959,818.00	39,959,818.00	1.55
SEK	20,000,000	Ahlsell AB 0% CP 17/05.04.18	19,991,265.00	19,991,265.00	0.78
SEK	100,000,000	Ambea AB 0% CP 17/15.03.18	99,950,025.00	99,950,025.00	3.88
SEK	50,000,000	Bergvik Skog AB 0% CP 17/18.01.18	49,976,596.00	49,976,596.00	1.94
SEK	20,000,000	Bergvik Skog AB 0% CP 17/19.02.18	19,993,935.00	19,993,935.00	0.78
SEK	25,000,000	Bergvik Skog AB 0% CP 17/19.03.18	24,974,879.00	24,974,879.00	0.97
SEK	30,000,000	Bravida Holding AB 0% CP 17/27.02.18	29,977,068.00	29,977,068.00	1.16
SEK	30,000,000	Bravida Holding AB 0% CP 17/27.03.18	29,969,864.00	29,969,864.00	1.16
SEK	69,000,000	Bravida Holding AB 0% CP 17/29.01.18	68,961,994.89	68,961,994.89	2.68
SEK	75,000,000	Getinge AB 0% CP 17/12.02.18	74,935,888.18	74,935,888.18	2.91
SEK	60,000,000	Hexagon AB 0% CP 17/05.02.18	59,981,256.00	59,981,256.00	2.33
SEK	25,000,000	Indutrade AB 0% CP 17/19.02.18	24,994,723.00	24,994,723.00	0.97
SEK	100,000,000	Intrum Justitia AB 0% CP 17/05.03.18	99,962,098.00	99,962,098.00	3.88
SEK	40,000,000	Wallenstam Byggnads AB 0% CP 17/05.02.18	39,983,118.00	39,983,118.00	1.55
		<b>Total money market instruments</b>	733,600,031.07	733,600,031.07	28.48
		Total investments in securities	2,364,795,111.58	2,337,828,457.56	90.80
		Cash and cash collateral at banks		205,789,393.01	7.99
		Other net assets/(liabilities)		31,065,723.14	1.21
		<b>Total</b>		<b>2,574,683,573.71</b>	<b>100.00</b>

The accompanying notes are an integral part of these financial statements.



## Industrial and geographical classification of investments

as at 31st December 2017

### Industrial classification

(in percentage of net assets)

Financials	33.75 %
Healthcare	11.81 %
Raw materials	10.75 %
Technologies	8.21 %
Industrials	7.21 %
Cyclical consumer goods	4.65 %
Telecommunications services	3.90 %
Non-cyclical consumer goods	3.79 %
Energy	3.13 %
Investment funds	1.92 %
Countries and governments	0.90 %
Special Purpose Vehicle (SPV)	0.78 %
Total	<u>90.80 %</u>

### Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

Sweden	60.07 %
Norway	11.36 %
Mauritius	2.54 %
Denmark	2.51 %
Bermuda	2.41 %
Chile	2.40 %
Finland	2.26 %
Malta	2.18 %
Marshall Islands	2.18 %
The Netherlands	2.15 %
Luxembourg	0.74 %
Total	<u>90.80 %</u>

# Notes to the financial statements

as at 31st December 2017

## Note 1 - Significant Accounting policies

### a) Presentation of the financial statements

The financial statements of the Fund are established in accordance with the Luxembourg legal and regulatory requirements concerning Undertakings for Collective Investment and with generally accepted accounting principles in Luxembourg.

The financial statements are presented on the basis of the Net Asset Value of the Compartments calculated on 31st December 2017. In accordance with the prospectus, the last official trading Net Asset Values of the corresponding Compartments have been calculated on 29th December 2017 as the Net Asset Values are not calculated on 31st December 2017. Nevertheless, an additional Net Asset Value has been calculated for the 31st December 2017 for reporting purposes which is disclosed in these financial statements.

### b) Valuation

- 1) Securities listed on Regulated Markets, which operate regularly and are recognised and open to the public, are valued at the last available price; in the event that there should be several such markets, on the basis of the last available price of the main market for the relevant security. Should the last available price for a given security not truly reflect its fair market value, then that security is valued on the basis of the probable sales price which the Directors deem it is prudent to assume;
- 2) Securities not listed on Regulated Markets, which operate regularly and are recognised and open to the public, are valued on the basis of their last available price. Should the last available price for a given security not truly reflect its fair market value, then that security is valued by the Directors on the basis of the probable sales price which the Directors deem it is prudent to assume;
- 3) The liquidating value of futures, forward and options contracts (or any other derivative instruments) not traded on Regulated Markets or stock exchanges means their net liquidating value determined, pursuant to the policies established in good faith by the Board of Directors, on a basis consistently applied for each different variety of contracts. The liquidating value of futures, forward and options contracts (or any other derivative instruments) traded on Regulated Markets or stock exchanges is based upon the last available settlement prices of these contracts on Regulated Markets or stock exchanges on which the particular futures, forward or options contracts (or any other derivative instruments) are traded by the Fund; provided that if a futures, forward or options contract (or any other derivative instruments) could not be liquidated on the day with respect to which net assets are being determined, the basis for determining the liquidating value of such contract shall be such value as the Board of Directors may deem fair and reasonable;
- 4) Liquid assets and money market instruments are valued at nominal value plus any accrued interest or on an amortised cost basis. Securities valued at amortized cost are disclosed at cost value in the statement of investments, amortized interests are recorded as income receivable or payable on portfolio in the statement of net assets. All other assets, where practice allows, are valued in the same manner. Short-term investments that have a remaining maturity of one year or less are valued (i) at market value, or (ii) where market value is not available or not representative, at amortised cost;
- 5) The value of any cash on hand or on deposit, bills and demand notes and accounts receivable, prepaid expenses, cash dividends and interest declared or accrued as aforesaid, and not yet received are deemed to be the full amount thereof, unless, however, the same is unlikely to be paid or received in full, in which case the value thereof is determined after making such discount as the Directors may consider appropriate in such case to reflect the true value thereof;
- 6) Shares or units in underlying open-ended investment funds are valued at their last available price.

### c) Net realised gain/(loss) on securities portfolio

The net realised gain/(loss) on securities portfolio is determined on the basis of the average cost of securities sold.

## Notes to the financial statements (continued)

as at 31st December 2017

d) Cost of securities

The acquisition cost of a security denominated in a currency other than that of the Sub-Fund is converted to the Sub-Fund's currency at the exchange rate prevailing on the date of purchase.

e) Exchange translation

Bank balances, other assets and liabilities and the value of securities held that are denominated in other currencies than the Sub-Fund's currency are converted at the prevailing exchange rate of the closing day. Income and expenses incurred in currencies other than the Sub-Fund's currency are converted at the prevailing exchange rate of the day of each transaction. Exchange gains and losses are disclosed in the statement of operations and other changes in net assets.

At the date of the financial statements, the prevailing exchange rates on the closing day were as follows:

1	SEK	=	0.7576409	DKK	Danish Krona
			0.1017253	EUR	Euro
			0.0903126	GBP	Pound Sterling
			0.9992304	NOK	Norwegian Krona
			0.1221568	USD	US Dollar

f) Combined financial statements

The combined financial statements of the Fund are expressed in EUR and are equal to the sum of the corresponding captions in the financial statements of each Sub-fund.

At the date of the financial statements, the prevailing exchange rate on the closing day was as follows:

1	EUR	=	9.8303983	SEK	Swedish Krona
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g) Formation expenses

Expenses incurred in connection with the establishment of the Fund are amortised on a straight line basis over a period of five years. Where further Sub-Funds are created in the future, these Sub-Funds will bear, in principle, their own formation expenses.

h) Investment income

Dividend income is recognised on an ex-dividend basis and is recorded net of withholding tax.

Interest income is accrued on a *pro rata temporis* basis, net of any withholding tax.

i) Forward foreign exchange contracts

Forward foreign exchange contracts are valued at prevailing market rates for the remaining period from valuation day to the maturity of the contracts. Unrealised gain/(loss) is disclosed in the statement of net assets. Net variation of the unrealised gain/(loss) and the net realised gain/(loss) are disclosed in the statement of operations and other changes in net assets.

j) Futures contracts

Futures contracts are posted off-balance sheet and are valued at the last available price applicable to the asset. Unrealised gain/(loss) is disclosed in the statement of net assets. Net variation of the unrealised gain/(loss) and net realised gain/(loss) are disclosed in the statement of operations and other changes in net assets.

## Notes to the financial statements (continued)

as at 31st December 2017

k) Options contracts

Premiums received on the sale of options are disclosed as liabilities, and premiums paid on the purchase of options are carried separately as assets. Net realised gain/(loss) and net variation of the unrealised gain/(loss) on options are disclosed in the statement of operations and other changes in net assets.

l) Swaps contracts

Swaps are valued at their fair value based on the underlying securities (at close of business or intraday) as well as on the characteristics of the underlying commitments. Realised and unrealised gains and losses are disclosed in the statement of net assets.

m) Contracts For Differences (CFD)

CFD are recorded off-balance sheet and are valued at the last known price of the underlying security on the stock exchanges or regulated markets. Unrealised gains and/or losses on CFD are recorded in the statement of net assets unless they are settled daily through the receipt/payment of a cash amount corresponding to the daily increase/decrease of the market value of each opened CFD. Such amount is disclosed under the item "Cash at banks" in the statement of net assets.

n) Other liquid assets

The caption "Other liquid assets" is mainly composed of cash accounts held at brokers.

o) Transaction fees

Transaction costs disclosed under the caption "Transaction fees" in the expenses of the statement of operations and other changes in net assets are mainly composed of broker fees incurred by the Fund relating to purchases or sales of securities, of fees relating to liquidation of transactions paid to the Depositary and of transaction fees on financial and on derivatives instruments. Transaction costs on bonds are included in the cost of the investments.

### **Note 2 - Subscription, redemption and conversion fees**

No fees are charged in case of subscription, redemption or conversion.

### **Note 3 - Management fees**

The Investment Manager, Catella Fondförvaltning AB, receives an investment management fee ("management fees"), accrued daily and payable monthly in arrears and corresponding to the following effective rates per annum:

Sub-Funds	Class IC1 (SEK)	Class IC (SEK)	Class IC (H-EUR)	Class RC (SEK)	Class RC (H-EUR)	Class RD (SEK)
Catella SICAV - Catella Nordic Long/Short Equity	-	0.80%	0.80%	1.00%	1.00%	-
Catella SICAV - Catella Nordic Corporate Bond Flex	0.35%	-	0.35%	0.50%	0.50%	0.50%

The Management Company receives an infrastructure fee, accrued daily and payable monthly in arrears, of 0.025% per annum of the net assets of the Sub-Funds, subject to an annual minimum of EUR 15,000.

## Notes to the financial statements (continued)

as at 31st December 2017

In addition the Management Company receives a further 0.025% per annum of the net assets of the Sub-Funds, accrued daily and payable monthly in arrears, subject to no minimum. Furthermore the Management Company is entitled to be reimbursed out of the assets of the Sub-Funds for its reasonable out-of-pocket expenses and disbursements.

### **Note 4 - Performance Fees**

The Investment Manager is also entitled to receive, from the net assets of certain Classes of Shares of the Sub-Funds Catella SICAV - Catella Nordic Long/Short Equity and Catella SICAV - Catella Nordic Corporate Bond Flex, a performance based incentive fee (the "Performance Fee").

The first Calculation Period commenced on the Valuation Day immediately following the close of the Initial Offer Period. The Performance Fee is calculated, accrued and crystallised on each Valuation Day as an expense of the relevant Class of Shares, meaning that each time a Performance Fee is accrued, it becomes a payable to the Investment Manager. The Performance Fee is paid to the Investment Manager monthly in arrears.

The High Watermark (the "HWM") is the highest of the Net Asset Value of the relevant Class of Shares of the previous Valuation Day and the Index Value of the previous Valuation Day multiplied by the daily performance of the index. The Index Value is the index converted into the base value of the relevant Class of Shares at the date of the launch of the Class of Shares. If the launch price is 100, Index Value is the index to the base of 100.

If on any Valuation Day, the Gross Asset Value ("GAV") per Share, which is the Net Asset Value per Share after accrual of all fees but before the accrual of Performance Fee, is greater than the HWM, a Performance Fee is calculated by multiplying the difference between the GAV per Share and the HWM by the last outstanding number of Shares of the relevant Class of Shares.

The rate of the Performance Fee is 20% p.a. and the index is the OMRX T-Bill Index for all Classes of Shares of the Sub-Funds Catella SICAV - Catella Nordic Long/Short Equity and Catella SICAV - Catella Nordic Corporate Bond Flex.

At the date of the financial statements, a performance fee was due for the following Sub-Fund and amounted to:

Catella SICAV - Catella Nordic Long/Short Equity	16,687,746.05	SEK
Catella SICAV - Catella Nordic Corporate Bond Flex	27,877,979.44	SEK

### **Note 5 - Central Administration Costs**

The Central Administration Agent receives out of the Sub-Fund's net assets, an administration fee consisting of a flat fee of EUR 31,000 p.a. plus a variable fee of maximum 0.0592% p.a. This fee is accrued on a daily basis and paid out monthly in arrears. This fee includes the fee due to the Custodian.

The Central Administration Agent is furthermore entitled to receive out of the Sub-Fund's net assets, in respect of the register and transfer agent functions and other related services, a further fee of EUR 6,500 p.a. for up to two active Classes of Shares and EUR 1,500 p.a. for each additional active Class of Shares in accordance with Luxembourg customary banking practice, accrued daily and payable monthly in arrears.

### **Note 6 - Research Fee**

As from 8th December 2017, the Investment Manager is entitled to receive a research fee of maximum 0.3% p.a. (excluding VAT, if any) of the Sub-Fund's net assets. This fee is payable monthly in arrears based on a research budget fixed by the Investment Manager. Due to regulatory requirements the research fee shall be separated from the transaction fee, whereas the research fee has previously been included in such transaction fee. Research fees are disclosed in the item "Other administration cost" in the statement of operations and other changes in net assets.

# Notes to the financial statements (continued)

as at 31st December 2017

## Note 7 - Subscription duty ("taxe d'abonnement")

The Fund is governed by Luxembourg law.

Pursuant to the legislation and regulations which are prevailing, the Fund is subject to an annual subscription duty ("taxe d'abonnement") of 0.05% of its net assets which is payable quarterly and calculated on the basis of the net assets of each Sub-Fund on the last day of each quarter.

The rate of this tax is reduced to 0.01% of the value of the net assets for Sub-Funds or Classes of shares reserved to institutional investors.

According to Article 175 (a) of the amended Law of 17th December 2010, the net assets invested in Undertakings for Collective Investments already subject to the "taxe d'abonnement" are exempt from this tax.

## Note 8 - Forward foreign exchange contracts

As at 31st December 2017, the following Sub-Funds were committed in the following forward foreign exchange contracts with Skandinaviska Enskilda Banken S.A. in Luxembourg:

<b>Catella SICAV - Catella Nordic Long/Short Equity</b>					
Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in SEK)
<b>Forward foreign exchange contracts linked to RC (H-EUR) Shares</b>					
EUR	957,077.00	SEK	9,426,634.20	31.01.2018	-18,559.51
					-18,559.51
<b>Forward foreign exchange contracts linked to IC (EUR) Shares</b>					
EUR	2,185,102.00	SEK	21,521,943.64	31.01.2018	-42,373.21
					-42,373.21
<b>Catella SICAV - Catella Nordic Corporate Bond Flex</b>					
Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in SEK)
<b>Forward foreign exchange contracts</b>					
NOK	14,000,000.00	SEK	14,200,732.00	08.01.2018	-190,493.50
SEK	435,505,400.00	EUR	44,000,000.00	14.03.2018	2,993,952.62
SEK	31,776,960.00	EUR	3,200,000.00	14.03.2018	321,582.01
SEK	176,080,625.00	NOK	175,000,000.00	14.03.2018	1,342,459.30
SEK	130,957,351.20	USD	15,600,000.00	14.03.2018	3,789,757.51
EUR	7,000,000.00	SEK	69,685,686.00	20.03.2018	-876,157.59
					7,381,100.35

## Note 9 - Futures contracts

As at 31st December 2017, the following Sub-Funds were committed in the following contracts:

<b>Catella SICAV - Catella Nordic Long/Short Equity</b>					
	Number of contracts	Denomination	Currency	Exposure (in SEK)	Unrealised result (in SEK)
Sale	200	OMX Stockholm 30 Index FUT 01/18 OMX	SEK	-31,485,000.00	789,000.00
Purchase	100	OMX Stockholm 30 Index FUT 01/18 OMX	SEK	15,742,500.00	-257,800.00
					531,200.00

## Notes to the financial statements (continued)

as at 31st December 2017

**Catella SICAV - Catella Nordic Corporate Bond Flex**

	Number of contracts	Denomination	Currency	Exposure (in SEK)	Unrealised result (in SEK)
Sale	280	Euro Bund 10 Years FUT 03/18 EUX	EUR	-445,026,063.46	1,233,125.16
					<u>1,233,125.16</u>

**Note 10 - Short option contracts**

As at 31st December 2017, the SICAV is committed in the following short option contracts:

**Catella SICAV - Catella Nordic Long/Short Equity**

Currency	Number	Denomination	Commitment (in SEK)
		Index options	
SEK	250	OMX Stockholm 30 Index PUT 03/18 OMX 1380	2,996,178.81
SEK	100	OMX Stockholm 30 Index PUT 03/18 OMX 1360	946,161.73
SEK	100	OMX Stockholm 30 Index PUT 03/18 OMX 1400	1,529,628.13
SEK	200	OMX Stockholm 30 Index PUT 03/18 OMX 1420	3,122,333.71
SEK	100	OMX Stockholm 30 Index PUT 06/18 OMX 1400	3,485,029.04
			<u>12,079,331.42</u>

**Note 11 - Contracts For Difference (CFD)**

As at 31st December 2017, the following Sub-Fund was committed in the following CFDs with Skandinaviska Enskilda Banken AB (publ) in Stockholm:

**Catella SICAV - Catella Nordic Long/Short Equity**

	Number of contracts	Denomination	Currency	Market value (in SEK)	Unrealised result (in SEK)
Sale	-35,000	AAK AB CFD	SEK	-24,587,500.00	-1,740,770.14
Sale	-25,000	Ambu AS CFD	DKK	-18,346,422.33	-1,063,966.04
Sale	-125,000	Axfood AB CFD	SEK	-19,762,500.00	200,658.06
Sale	-67,592	Betsson AB B Reg CFD	SEK	-4,089,316.00	-25,345.39
Sale	-13,000	Chr. Hansen Holding A/S CFD	DKK	-9,986,261.25	-457,749.84
Sale	-400,000	Citycon Oyj CFD	EUR	-8,485,599.82	104,935.37
Sale	-16,548	Coloplast A/S B CFD	DKK	-10,778,771.26	11,341.39
Sale	-50,000	Elisa Corp CFD	EUR	-16,082,531.63	263,116.12
Sale	-40,000	Fabege AB CFD	SEK	-6,984,000.00	-232,818.79
Sale	-120,000	Hexpol AB B CFD	SEK	-9,978,000.00	-197,015.90
Sale	-90,000	Husqvarna AB B CFD	SEK	-7,029,000.00	-82,018.62
Sale	-60,000	ICA Gruppen AB CFD	SEK	-17,874,000.00	409,364.65
Sale	-50,000	Kesko Oyj B CFD	EUR	-22,241,276.17	-62,466.68
Sale	-25,000	Kinnevik AB B CFD	SEK	-6,932,500.00	-153,532.35
Sale	-13,000	Konecranes Plc CFD	EUR	-4,879,219.90	-62,976.38
Sale	-40,000	Marine Harvest ASA CFD	NOK	-5,564,282.21	-90,118.70
Sale	-30,000	Norwegian Air Shuttle ASA CFD	NOK	-5,284,066.56	59,093.88
Sale	-40,000	Peab AB CFD	SEK	-2,824,000.00	-3,225.94
Sale	-58,062	Ramirent Oyj CFD	EUR	-4,457,733.90	-28,749.29
Sale	-28,586	Royal Unibrew A/S CFD	DKK	-14,028,116.42	-251,677.48
Sale	-35,019	Sbanken ASA CFD	NOK	-2,838,723.65	74,260.15
Sale	-25,000	SimCorp A/S CFD	DKK	-11,657,897.50	210,181.56
Sale	-40,176	Statoil ASA CFD	NOK	-7,044,256.38	-348,397.18
Sale	-35,000	Valmet Corp CFD	EUR	-5,656,411.19	-247,952.23
Sale	-100,000	Wallenstam Byggnads AB B CFD	SEK	-7,890,000.00	-1,309,895.11
				<u>-255,282,386.17</u>	<u>-5,025,724.88</u>

## Notes to the financial statements (continued)

as at 31st December 2017

### **Note 12 - Pledged assets**

At the date of the financial statement, the following Sub-Funds have pledged assets as described below:

- Catella SICAV - Catella Nordic Long/Short Equity pledged cash as collateral with Skandinaviska Enskilda Banken SA Luxembourg for an amount of 16,840,652.92SEK,
- Catella SICAV - Catella Nordic Corporate Bond Flex pledged cash as collateral Skandinaviska Enskilda Banken AB (publ) Stockholm for an amount of 60,102,637.67SEK.

Those amounts serve as collateral for commitment on OTC derivative instruments.

### **Note 13 - Changes in the investment portfolio**

The statement of changes in the investment portfolio for the period covered by the report is available free of charge upon request from the registered office of the Management Company.



# Additional information (unaudited)

as at 31st December 2017

## 1 - Risk management

As required by Circular CSSF 11/512, the Board of Directors of the SICAV needs to determine the global risk exposure of the SICAV by applying either the commitment approach or the VaR ("Value at Risk") approach.

SEB Fund Services S.A. has selected the parametric "Delta-Gamma" model (variance-covariance) as the model to be applied to the Sub-Funds calculating their global exposure using the VaR approach.

The calculation of the absolute VaR is carried out in accordance with the following parameters:

- Confidence level of 99%;
- VaR horizon of 20 business days;
- Effective observation period of risk factors of 250 business days;
- Daily data set updates; and
- Daily calculation and monitoring of VaR levels.

For the observation period from 1st January 2017 to 31st December 2017 the following statistics have been computed for the Sub-Funds:

Sub-Fund	Catella SICAV - Catella Nordic Long/Short Equity	Catella SICAV - Catella Nordic Corporate Bond Flex
VaR limit	20%	20% *
Min VaR utilisation	13.40%	0.80%
Max VaR utilisation	26.20%	10.00%
AVG VaR utilisation	20.10%	3.81%
Average level of leverage**	87.60%	56.88%

\* 12% until December 2017

\*\* based on the sum of notionals methodology

## 2 - Remuneration disclosure

SEB Fund Services S.A. (SEB) as AIFM (Alternative Investment Fund Manager)/Management Company has implemented a Remuneration policy that is designed to encourage good performance and behavior, and seeks to achieve a balanced risk-taking that goes in line with shareholders'/unitholders' expectations.

In SEB, there is clear distinction between the criteria for setting fixed remuneration (e.g. base pay, pension and other benefits) and variable remuneration (e.g. short- and long-term variable remuneration). The individual total remuneration corresponds to requirements on task complexity, management and functional accountability and also related to the individual's performance.

SEB provides a sound balance between fixed and variable remuneration and aligns the payout horizon of variable pay with the risk horizon. This implies that certain maximum levels and deferral arrangements apply for different categories of employees.

The amount below represents the proportion of the total remuneration on calendar year 2017 and adjusted according to the number of full time employees during the year 2017 and identified staff (i.e. the aggregate amount of remuneration broken down by senior management and members of staff of the AIFM/Management Company whose actions have a material impact on the risk profile of the funds). This amount is further proportioned to the total net asset value of each fund, taking into account UCITS and non-UCITS.

## Additional information (unaudited) (continued)

as at 31st December 2017

	TNA as of 31st December 2017*	% of total TNA managed by AIFM / Management Company	Fixed Remuneration *		Variable Remuneration *		Number of beneficiaries **
			All Employees	Identified Staff	All Employees	Identified Staff	All Employees
Catella SICAV	371,892,812.56	4.26	61,109.81	23,102.44	1,668.39	937.36	15.17

\* All amounts are in euro

Fixed Remuneration (incl. fixed salary, allowances, pension)

Variable Remuneration (incl. short term incentives and long term incentives)

\*\* Average Full Time Equivalent

### 3 - Information concerning the transparency of securities financing transactions and of reuse of cash collateral (regulation EU 2015/2365, hereafter "SFTR")

At the date of the financial statements, the Fund is not in the scope of the publication requirements of SFTR. No transactions were carried out during the reporting period.

