



Annual Report for Catella Avkastningsfond

1 January 2014 – 31 December 2014

Leaner interest-rate climate in pace with falling market rates

The search for yield intensified as market interest rates fell to historically low levels.

The fund rose 2.2 percent after fees, while the risk level of the fund was low.

In order to provide meaningful returns in the fund, we have retained the emphasis on investments in corporate bonds and mortgage bonds.

Activity in the corporate bond market remained high since companies are seeking alternative sources of funding in addition to the banks. At the same time, demand from individuals and institutions is high since fixed-income options such as fixed-income funds (investing mainly in government bonds) and deposit accounts offer a low return. Our assessment is that savings options such as liquidity funds, money market funds and bond funds with long maturity have more or less played out their role with the current low interest rates.

The duration was short, at around 0.7 years, which disadvantaged the fund's performance since market interest rates have been falling right across the yield curve.

The duration will be kept short going forward since we estimate that the trend in market interest rates will remain unchanged or slightly upward in 2015. The majority of the fund's securities have short maturities in the form of securities with variable fixed-interest periods, which are not sensitive to rising market interest rates. The holdings in long-term government bonds are minimal, since we believe that these offer a low return given the risk they have at these historically low interest rates.

The largest contributors to the fund's performance were the holdings of bonds issued by Stadshypotek, Danske Bank, SEB, Swedish Export Credit Corporation, DSV, Vattenfall, Cargotec, Swedbank Hypotek and Vasakronan. The holdings in Seadrill, Gjensidige Forsikring and Meda had a negative influence on the performance.

Large new investments were made in the SPP Liv debenture, DSV, Ikano Bostad, Telenor, Boliden, Sandvik, Vacse, Akelius Fastigheter, Nykredit, Länsförsäkringar Bank, Gjensidige Forsikring, Pohjola Bank, Trelleborg, Hexagon and Steen & Ström. Minor net sales were made in companies including Tele2, SAS, Klöver, SCA, A.P. Møller Maersk and Stora Enso.

We are convinced that corporate bonds will over the next few years have good prospects of providing better returns than government bonds. The reason for this is the higher current yield and our belief in cautiously positive economic performance in Europe. Swedish government bonds offer negative real interest using the Riksbank's inflation target, and a significant price risk in a rising interest-rate environment. A well-diversified corporate bond fund with a relatively short duration and a focus on debt with good cash flow and/or strong balance sheets is well placed to generate better risk-adjusted returns than a government bond fund.

Exchange rate fluctuations did not affect fund performance during the year since all foreign exchange exposure is mitigated using forward exchange contracts.

Fund manager: Magnus Nilsson

Unit value 127,17
 Number of unit holders..... 1 145
 Net fund assets (SEKm) 12 556

YIELD PAST YEAR

Avkastningsfond..... **2,23%**
 Benchmark index
 (50% OMRX TBill + 50% OMRX TBond)...2,41%

AVERAGE ANNUAL YIELD

Past two years

Avkastningsfond..... **3,83%**
 Benchmark index
 (50% OMRX TBill + 50% OMRX TBond) .2,41%

Past five years

Avkastningsfond..... **3,16%**
 Benchmark index
 (50% OMRX TBill + 50% OMRX TBond) .3,00%

RISK

Avkastningsfond..... **0,47%**
 Benchmark index
 (50% OMRX TBill + 50% OMRX TBond) .2,12%
 Active risk.....2,13%
 Duration, 31 Dec 2014 (years).....0,66
 Interest-rate risk from 1% change in
 interest rate, %.....-0,66%

TURNOVER/COSTS

PTR (times/year)..... 1,00
 Rate of turnover (times/year)0,51
 TTC, Transaction costs (SEKm).....0,07
 percentage of securities traded0,00
 SC costs (SEKm).....0,00
 Management fee.....0,70%
 Ongoing charges.....0,72%
 TER.....0,71%

COSTS FOR TYPE OF SAVING

Lump-sum deposit SEK 10,000
 Management cost (SEK)71,05
 Monthly savings SEK 100
 Management cost (SEK)4,54

TURNOVER THROUGH ASSOCIATED SECURITIES INSTITUTIONS

Percentage of total turnover0,15%

TURNOVER OF FINANCIAL INSTRUMENTS MANAGED BY CATELLA FONDFÖRVALTNING

Percentage of total turnover
 Catella SICAV0,62%

The Fund is an investment fund

Fund inception: 1 February 1999

Opening price: SEK 100

Dividends: From 2013 the fund will pay no dividend.

Management company: Catella Fondförvaltning AB

Corporate registration number of fund: 504400-5147

PPM fund number: 112 755

BALANCE SHEET AND INCOME STATEMENT

BALANCE SHEET SEKK	31 Dec 2014	31 Dec 2013
ASSETS		
Transferable securities	12 116 590	5 973 366
Money-market instruments	99 981	69 917
OTC derivatives with positive market value	4 783	0
Fund units	100 188	0
Total financial instruments with positive market value	12 321 542	6 043 283
Bank balances and other cash and cash equivalents	283 313	272 907
Prepaid expenses and accrued income	87 058	42 382
Other assets	6 188	12 416
TOTAL ASSETS	12 698 101	6 370 988
LIABILITIES		
OTC derivatives with negative market value	9 127	0
Total financial instruments with negative market value	9 127	0
Accrued expenses and prepaid income	7 857	3 738
Other liabilities	124 695	87 309
TOTAL LIABILITIES	141 679	91 047
NET FUND ASSETS (Note 2)	12 556 422	6 279 941
MEMORANDUM ITEMS	0	0

INCOME STATEMENT SEKK		
INCOME AND CHANGES IN VALUE		
Change in value transferable securities	77 522	34 531
Change in value OTC derivatives	-63 622	0
Change in value money-market instruments	1 268	716
Change in value fund units	188	1 801
Interest income	259 983	141 418
Foreign exchange gains and losses, net	-11 405	234
Other income	0	88
TOTAL INCOME AND CHANGES IN VALUE	263 934	178 788
EXPENSES		
Management costs		
Payments to companies conducting fund operations	69 225	30 365
Payments to depository	1 496	706
Interest cost	60	0
Other expenses	1	182
TOTAL EXPENSES	70 782	31 253
PROFIT FOR THE YEAR	193 152	147 535

Note 2 TO BALANCE SHEET

CHANGE IN NET FUND ASSETS	2014	2013
NET FUND ASSETS AT START OF YEAR	6 279 941	3 020 900
Unit sales	9 533 194	4 938 862
Unit redemptions	-3 449 65	-1 827 356
Profit for the year per income statement	193 152	147 535
NET FUND ASSETS AT END OF PERIOD	12 556 422	6 279 941

FUND'S HOLDINGS OF FINANCIAL INSTRUMENTS

Note 1 Securities	Quantity	Price (SEKK)	Market value	Fund weight %
MARKET-LISTED BONDS * Incl coupon				
GOVERNMENT				
Statsobligation 1049	50 000 000	102,66	51 330	0,41
Statsobligation 1050	50 000 000	104,53	52 268	0,42
Statsobligation 1051	50 000 000	109,80	54 899	0,44
Statsobligation 1052	50 000 000	117,23	58 616	0,47
			217 112	1,74
OTHER				
Akelius Residential FRN 180309	70 000 000	99,08	69 359	0,55
Aker FRN 190724, Norge	67 000 000	94,20	63 116	0,50
Alfa FRN 190912, EUR	11 000 000	100,49	104 333	0,83
Amer Sport FRN 181106, Finland	65 000 000	101,16	65 755	0,52
Atrium FRN 171115	45 000 000	101,57	45 706	0,36
Billerud Korsnäs FRN 180327	60 000 000	105,07	63 043	0,50
Boliden FRN 200409	50 000 000	97,04	48 518	0,39
Cargotec 200331, Finland, EUR	7 500 000	100,54	71 167	0,57
Castellum FRN 180926	80 000 000	101,95	81 561	0,65
Cloetta FRN 180917	80 000 000	102,72	82 180	0,65
CLS Holding FRN 160427, Storbritannien	52 000 000	100,62	52 325	0,42
Danske Bank 150907, Danmark	150 000 000	101,29	151 932	1,21
Danske Bank FRN 180403, Danmark	200 000 000	100,06	200 130	1,59
Danske Bank FRN 240605, Danmark	140 000 000	104,51	146 314	1,17
Danske Bank FRN 490215, Danmark	93 000 000	96,05	89 327	0,71
Delarka 201113	60 000 000	107,25	64 350	0,51
DNB Bank FRN 190130, Norge	200 000 000	100,82	201 640	1,61
DNB Nor 490329, Norge, GBP	17 000 000	104,57	216 232	1,72
Dong Energy 150629, Danmark, EUR	20 000 000	101,81	192 179	1,53
DSV FRN 220318, Danmark, DKK	100 000 000	103,80	131 674	1,05
Eksporfinans 160525, Norge, USD	10 000 000	100,23	78 225	0,62

Electrolux FRN 171120	70 000 000	101,89	71 323	0,57
Fabege FRN 160215	65 000 000	101,81	66 176	0,53
FastPartner FRN 160928	52 000 000	102,13	53 109	0,42
Fingrid FRN 161018, Finland	30 000 000	101,74	30 523	0,24
Fortum FRN 180320, Finland	150 000 000	101,55	152 331	1,21
Fortum FRN 190916	77 000 000	100,24	77 186	0,61
Förvaltnings AB Framtiden FRN 171030	100 000 000	102,09	102 087	0,81
Getinge FRN 180521	35 000 000	99,00	34 650	0,28
Gjensidige FRN 441003, Norge, NOK	112 000 000	100,18	116 849	0,93
Heimstaden FRN 190916	50 000 000	98,48	49 241	0,39
Hemfosa FRN 170404	60 000 000	99,14	59 482	0,47
Hemsö FRN 181024	100 000 000	102,10	102 098	0,81
Hexagon FRN 191126	150 000 000	99,86	149 798	1,19
Hoist FRN 161218	50 000 000	100,25	50 125	0,40
Holmen FRN 170920	100 000 000	100,82	100 818	0,80
Huhtamäki FRN 151126, Finland	75 000 000	101,92	76 441	0,61
Husqvarna FRN 171128	75 000 000	104,33	78 245	0,62
Huvudstaden FRN 180312	75 000 000	102,07	76 554	0,61
ICA Gruppen FRN 190617	120 000 000	100,97	121 164	0,96
Ikano Bank FRN 181114	70 000 000	100,08	70 053	0,56
Ikano Bostad FRN 190325	100 000 000	100,46	100 460	0,80
Intrum Justitia FRN 190515	50 000 000	96,68	48 339	0,38
Kinnevik Investment FRN 171212	120 000 000	103,53	124 242	0,99
Klövern FRN 180404	30 000 000	102,25	30 675	0,24
Kungsleden FRN 161220	58 000 000	99,22	57 550	0,46
Landshypotek 200608	40 000 000	101,26	40 505	0,32
Landshypotek FRN 170928	150 000 000	101,47	152 198	1,21
Landshypotek FRN 180427	100 000 000	101,20	101 198	0,81
Leaseplan FRN 170705, Nederländerna	60 000 000	101,47	60 883	0,48
Länsförsäkringar Bank 150617	200 000 000	100,91	201 827	1,61
Länsförsäkringar Bank FRN 191118	100 000 000	99,82	99 816	0,79
Länsförsäkringar Bank FRN 230328	80 000 000	103,99	83 193	0,66
Meda FRN 190521	60 000 000	92,22	55 330	0,44
Millicom FRN 171030, Luxemburg	70 000 000	104,11	72 877	0,58
MTG FRN 180319	100 000 000	100,47	100 467	0,80
NCC Treasury FRN 180830	50 000 000	102,69	51 347	0,41
Nordax Finanas FRN 160321	48 000 000	100,80	48 384	0,39
Nordea Bank 491231, USD	20 000 000	101,62	158 629	1,26
Nordea FRN 190218	150 000 000	100,79	151 188	1,20
Nordea Hypotek 150617	200 000 000	101,36	202 716	1,61
Nykredit Bank 150401, Danmark, EUR	10 609 000	101,50	101 632	0,81
Nykredit Realkredit 360603, Danmark, EUR	10 000 000	99,19	93 620	0,75
Pohjola FRN 190916, Finland	100 000 000	100,01	100 008	0,80
PostNord FRN 190401	100 000 000	100,90	100 896	0,80
Rodamco FRN 181210	100 000 000	101,06	101 062	0,80
Saab FRN 191212	120 000 000	100,31	120 366	0,96
Sagax FRN 180625	55 000 000	99,00	54 449	0,43
Sampo FRN 180529, Finland	60 000 000	102,59	61 553	0,49
Sandvik FRN 210114	200 000 000	101,22	202 440	1,61
SBAB 210420	50 000 000	106,24	53 119	0,42
SBAB FRN 191118	100 000 000	99,95	99 949	0,80
SBAB FRN 221116	60 000 000	104,57	62 739	0,50
SCBC lån 132 160921	100 000 000	106,35	106 347	0,85
SCBC lån 131 151118	200 000 000	103,25	206 506	1,64
Seadrill FRN 190318, Bermuda	45 000 000	77,00	34 650	0,28
SEB 180620	300 000 000	108,47	325 401	2,59
SEB 490331, EUR	14 000 000	101,90	134 645	1,07
SEB 490513, USD	22 000 000	99,52	170 876	1,36
SEB FRN 160829	100 000 000	100,39	100 386	0,80
Securitas FRN 150119	40 000 000	100,08	40 030	0,32
Sefyr Värme 170224	40 000 000	106,00	42 400	0,34
SEK 231114, USD	18 030 000	98,73	138 931	1,11
Skanska Financial Services FRN 190408	150 000 000	100,65	150 969	1,20
Sparbanken Syd FRN 191021	50 000 000	99,97	49 983	0,40
Sparbanken Öresund FRN 160118	45 000 000	101,23	45 553	0,36
Sponda FRN 160404, Finland	80 000 000	101,77	81 418	0,65
SPP Livförsäkring FRN 490527	70 000 000	101,28	70 894	0,56
Stadshypotek 1576 150318	350 000 000	101,17	354 081	2,82
Stadshypotek 1581 181219	300 000 000	109,28	327 843	2,61
Steen FRN 171208, Norge	50 000 000	99,95	49 976	0,40
Storebrand FRN 490331, Norge, NOK	70 000 000	100,00	72 898	0,58
Sveaskog FRN 231030	100 000 000	99,84	99 836	0,80
Swedbank 490317, GBP	7 078 000	103,40	89 020	0,71
Swedbank FRN 181022	200 000 000	101,13	202 252	1,61
Swedbank Hypotek 183 150916	250 000 000	102,43	256 085	2,04
Svensk FastighetsFinansiering FRN 160314	70 000 000	100,07	70 049	0,56
Svensk FastighetsFinansiering FRN 150824	47 000 000	100,71	47 336	0,38
Svensk FastighetsFinansiering FRN 171221	76 000 000	102,95	78 242	0,62
Telenor FRN 190319, Norge	152 000 000	100,76	153 154	1,22
Teliasonera FRN 231108	150 000 000	102,15	153 227	1,22
Teliasonera Real 151201	40 000 000	124,91	49 966	0,40
Teollisuuden FRN 200317, Finland	100 000 000	99,35	99 349	0,79
Trelleborg FRN 210118	100 000 000	100,10	100 096	0,80
Vacse FRN 190603	140 000 000	100,91	141 280	1,13
Vasakronan FRN 180117	200 000 000	102,05	204 094	1,63
Vasakronan Real 151201	40 000 000	125,10	50 040	0,40
Vattenfall 490629, EUR	18 894 000	101,73	181 405	1,44
Wihlborgs FRN 190218	100 000 000	100,30	100 298	0,80
Volvo Finans FRN 180117	50 000 000	104,14	52 072	0,41
Volvo Treasury FRN 190415	160 000 000	100,54	160 862	1,28
Yara FRN 191218, Norge, NOK	150 000 000	99,90	156 054	1,24
			11 899 478	94,77

TOTAL TRANSFERABLE SECURITIES 12 116 590 97,29

MONEY-MARKET INSTRUMENTS *

GOVERNMENT

SSVX 150318	50 000 000	99,99	49 994	0,40
SSVX 150617	50 000 000	99,97	49 987	0,40
			99 981	0,80

TOTAL MONEY-MARKET INSTRUMENTS 99 981 0,80

FUND UNITS

Catella Nordic Corporate Bond Flex IC, Luxemburg	819 470,6220	122,26	100 188	0,80
			100 188	0,80

TOTAL FUND UNITS 100 188 0,80

OTC DERIVATIVES

FX FORWARDS

FXFWD DKKSEK 150226 1.2757, Denmark, DKK	-103 688 480	1,27	739	0,01
FXFWD EURSEK 150226 9.4725, Europe, EUR	-95 481 198	9,44	3 062	0,02
FXFWD GBPSEK 150226 12.065, Great Britain, GBP	-26 176 720	12,16	-2 441	-0,02
FXFWD NOKSEK 150226 1.0425, Norway, NOK	-334 677 701	1,04	981	0,01
FXFWD USDSEK 150226 7.71, USA, USD	-70 569 225	7,80	-6 686	-0,05
			-4 344	-0,03

TOTAL OTC DERIVATIVES -4 344 -0,03

OTC DERIVATIVES WITH POSITIVE MARKET VALUE 4 783

OTC DERIVATIVES WITH NEGATIVE MARKET VALUE -9 127

TOTAL HOLDINGS OF FINANCIAL INSTRUMENTS 12 312 416 98,06

OTHER ASSETS AND LIABILITIES 244 006 1,94

TOTAL 12 556 422 100,00

* Financial instruments admitted to trading on a regulated market or equivalent market - outside EEA.

SUMMARY, ISSUERS *

% of net fund assets*

Issuer	% of net fund assets*
SEB AB	7,73
Stadshypotek AB	5,43
Danske Bank A/S	4,68
DnB Bank ASA	3,33
Svenska Staten	2,54
Nordea Bank AB	2,46
Landshypotek AB	2,34
Swedbank AB	2,32
Vasakronan AB	2,03
SBAB Bank AB	1,72
TeliaSonera AB	1,62
Svensk FastighetsFinansiering AB	1,56

* The table shows the total percentage share of the net fund assets per issuer in those cases the fund holds more than one type of security issued by the same issuer.

ADDITIONAL DISCLOSURES, FINANCIAL INSTRUMENTS

Financial instruments expected to be admitted to trading on a regulated market within one year of issue are:

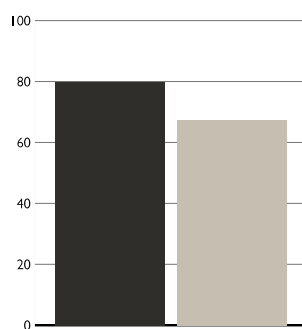
Amer Sport FRN 181106
 Intrum Justitia FRN 190515
 Steen FRN 171208, Norge
 Yara FRN 191218, Norge, NOK

COUNTERPARTIES FINANCIAL DERIVATIVE TRANSACTIONS

Counterpart	Collateral received
SEB	0

HISTORICAL FUND ASSET, NET ASSET VALUE, NUMBER OF UNITS AND DIVIDENDS

Date	Dividend SEK/unit	Unit value SEK	No of units	Net fund assets SEKk
31 Dec 05	3,70	112,56	2 514 287	283 020
31 Dec 06	2,19	113,22	4 637 235	525 033
31 Dec 07	3,40	113,70	4 162 547	473 268
31 Dec 08	4,95	112,49	3 305 270	371 804
31 Dec 09	2,60	117,32	9 829 838	1 153 253
31 Dec 10	1,89	117,74	18 024 405	2 122 222
31 Dec 11	3,68	117,94	15 701 555	1 851 768
31 Dec 12	3,27	120,26	25 119 593	3 020 900
31 Dec 13	0,00	124,40	50 483 539	6 279 941
30 Dec 14	0,00	127,17	98 740 463	12 556 422


TRADE IN DERIVATIVES

In accordance with its fund rules, the fund may trade in derivatives as part of its investment strategy and aims to create leverage in the fund. Leverage means that the fund's investment scope is greater than the investment scope consequent upon capital contributed by unit holders. During the period the fund did not exercise its right to issue securities lending.

Derivatives used during the period have been currency forward contracts to reduce currency risk.

Leverage calculated as the sum of the derivative instruments' underlying exposed gross values

Maximum leverage	Minimum leverage	Average leverage
18,13%	0,00%	6,38%

Risk assessment method for the calculation of total exposures: Commitment method

Your share of the fund's costs

In the account statements you receive from us in January 2015 we report your share of the fund's costs for 2014. Management costs are your share of the fund's expenses in 2014 for analysis, management, accounting, information, marketing, auditing, and fees to the depository.

Other costs are your share of the fund's expenses for securities trading such as brokerage fees.

Total costs are the sum of the two expenses above.

You cannot deduct these costs in your tax return since the fund does this in its own return.

Accounting policies

The fund apply the Swedish Investment Funds Act (SFS 2004:46), and the regulations of Finansinspektionen (the Swedish Financial Supervisory Authority) FFFS 2013:9, the guidelines of Fondbolagens förening (the Swedish Investment Fund Association) for accounting of investment funds and the guidelines of ESMA.

Fund holdings in the fund balance sheets have been recognised at market value at December 30, 2014. The market value is the closing price. Various valuation methods are used to determine the market value depending on the financial instrument and the market in which the instrument is traded. The last reported net asset value per unit is used to determine the value of fund units. The last price paid is normally used to determine the value of market-listed instruments and other instruments that are actively traded on an established market. The last bid and/or ask price is normally used to determine the value of instruments other than those referred to in the preceding sentence. If the management company deems the aforementioned valuation methods to be misleading, value will be determined based upon other objective grounds. Objective grounds refers to valuation based upon available information on the last price paid in relation to external transactions in instruments or an indicative bid price from a market maker, if a market maker has been appointed by the issuer. If such information is unavailable or is deemed unreliable by Catella, market value is determined according to generally accepted valuation models based on information from independent brokers or other external independent sources.

Exchange rates are the closing prices on December 31, 2014.

DKK	1,2686
EUR	9,4382
GBP	12,1639
NOK	1,0414
USD	7,8048

TAX RULES FOR UNIT HOLDERS

The Fund is a separate taxable entity, but since 1 January 2012 is not subject to tax on the income of the assets included in the Fund. Now, instead, the unit holders are taxed using a standard income (see below).

Capital gains tax

Individuals who are fully taxable in Sweden should report capital gains and capital losses on the divestment of units in the Fund as income from capital at a tax rate of 30 percent. Divestment includes sales and redemptions. The same rules apply to estates on condition that the deceased was fully taxable in Sweden.

Capital gains and capital losses are calculated as the difference between the sale price (less any fees) and the tax basis amount. The tax basis amount is the purchase price paid for the divested fund units. The tax basis amount is normally calculated using the average cost method.

Taxation of capital gains and capital losses is dependent on the type of fund and on whether the units are market-listed or unlisted. Generally a fund unit is considered to be market-listed if it is open for trading or redemption at least every ten days. If the fund is open for trading or redemption less often the fund units are considered to be unlisted. A fund unit that is registered or listed on a Swedish or foreign exchange is always market-listed regardless of turnover.

Capital gains on the divestment of units in the Fund are taxable in full. The following generally applies to the ability to deduct a capital loss on units in the Fund.

Market-listed units in equity funds

A capital loss is fully deductible against both gains on market-listed securities (except for units in fixed-income funds) and gains on unlisted shares. Securities include shares, units in securities funds and special funds and other financial instruments taxed as equities. Any remaining loss is deductible at 70 percent against other capital gains (e.g. interest and dividends).

Unlisted units in equity funds

Capital losses are deductible at 70 percent against any capital gains, including for example interest and dividends.

Market-listed units in fixed-income funds

A capital loss is fully deductible against any capital gains. This is now also applies to foreign market-listed fixed-income funds.

Tax reduction

In cases where there remains a capital loss after deduction against capital gains, a deficit arises. A tax reduction of 30 percent is allowed for deficits. If the deficit is greater than SEK 100,000, however, a tax reduction of only 21 percent is allowed for the deficit amount in excess of SEK 100,000.

Standard taxation

From income year 2012, individuals who are fully taxable in Sweden and who own units in the Fund must report a standard income of 0.4 percent of the value of the fund holding at the beginning of the year. The standard income should be reported as income from capital at 30 percent tax, which implies an effective tax levy on the value of the fund of $(0.4 \times 0.3 =) 0.12$ percent per year. The same rules apply to estates on condition that the deceased was fully taxable in Sweden.

Miscellaneous

If the Fund is linked to an investment savings account, endowment, IPS or premium pension, special tax rules apply. For legal persons and foreign unit holders, other special tax rules apply.

Statements for tax returns

The fund management company provides statements for tax returns showing gains and losses from the sale or redemption of units in the Fund, standard income and any dividends. Statements are provided for individuals and Swedish estates.

Our ownership policy

1. Introduction

The regulations of the Swedish Financial Supervisory Authority (Finansinspektionen) regarding investment funds (FFFS 2013:9), Chapter 15 Section 9, and the delegated implementing regulation of the European Commission, Article 37, require that the board of a fund management company and a manager of alternative investments funds shall adopt internal rules specifying which strategies the company shall apply to determine when and how it shall exercise voting rights linked to the financial instruments included in each fund.

The purpose of this document is to present how and in what situations the voting rights linked to the investments made in the context of the operations of Catella Fondförvaltning AB ("Catella Fonder") shall be exercised, and how Catella Fonder shall otherwise exercise its ownership through the holdings of the funds. Fundamental to all situations is that Catella Fonder shall act exclusively in the joint interest of the fund unit holders and that voting rights shall only be exercised to the benefit of each fund. The objective is that the funds should provide the highest possible return. The ownership role is exercised so that the company's value, and thus the value of the fund units, is maximized in the long term. Fund assets are not included in the balance sheet of Catella Fonder and unit holders may at any time withdraw their money from the funds. Therefore, it is important that Catella Fonder be able to sell its shares as necessary and without delay.

2. Attendance at general meetings

Catella Fonder shall normally attend general meetings of the companies in which the funds are major shareholders, as well as other general meetings where key issues are raised, and exercise its voting rights at these meetings.

3. Exercise of voting rights

1. Within the Catella group ("Catella") there are several companies that invest on their own behalf or on behalf of clients. Operations within Catella Fonder are clearly separated. This means that Catella Fonder represents the unit holders of the funds and shall in this role always vote based upon what is believed to be in the best interest of the unit holders, irrespective of any other interests Catella may otherwise have in that particular company. In cases where Catella Fonder exercises its voting rights, this is done in accordance with the objectives and investment strategy of each fund, as set out in the fund rules of each fund. When Catella Fonder exercises its voting rights, an assessment is conducted in each individual case of whether any conflict of interest may arise for the fund or the fund unit holders, and how in such cases this should be handled.
2. The ultimate responsibility to monitor corporate actions and to ensure that a fund at a general meeting votes in accordance with the fund's investment strategy and objectives lies with the fund manager. Catella Fonder, however, employs the fundamental assumption that all funds should have a consensus on important issues affecting the company's operations. To this end, Catella Fonder has appointed an ownership representative who, in consultation with the managers, decides how the fund shall vote at general meetings. This ownership representative in turn reports to the managing director of Catella Fonder and ultimately to the board of Catella Fonder.
3. The above, with each fund manager being responsible for ensuring a fund votes in accordance with its investment strategy, ensures that conflicts of interest are managed.
4. Catella Fonder may, if deemed appropriate, provide power of attorney to a third party to represent Catella Fonder at general meetings. Such power of attorney shall be preceded by the same preparatory work as if Catella Fonder itself, through an employee, were to be represented at the meeting.

Catella Fonder will subsequently, on demand and free of charge, report to unit holders its positions on key individual ownership issues and the rationale for these.

Questions regarding Catella Fonder's policy on ownership issues should be addressed the company's ownership representative or the company's managing director.

Adopted by the board of directors 24 April 2014

This ownership policy has been prepared in accordance with the "Guidelines for investment fund managers as shareholders" issued by the Swedish Investment Fund Association.

Swedish code of conduct for fund management companies

Catella Fondförvaltning AB (the Company) is a member of the Swedish Investment Fund Association. Through the "Code of conduct for fund management companies" the Association has summarised the overall principles that should prevail in conducting fund operations in Sweden. The code should promote sound fund operations and thus safeguard confidence in the industry. The Company applies the code. All fund managers with the Company are licensed by SwedSec. We have also ensured that half of our board of directors comprises independent board members.

Disclosures in accordance with the Swedish code of conduct for fund management companies

Compensation to employees of the management company comprises salary and bonuses related to the performance of the company.

Related-party transactions

Trading with Nordic Fixed Income AB has been conducted in fixed-income securities, as detailed in the fund's "Facts about the fund".

Board of directors of Catella Fondförvaltning AB

Knut Pedersen, Chairman, CEO Catella AB (publ)
 Lars H. Bruzelius, Senior Partner BSI & Partners
 Peter Friberg, Head of Operations S:t Lukas in Uppsala
 Johan Nordenfalk, Chief Legal Officer Catella AB (publ)
 Thomas Raber, Managing Director Alvine Capital Management Ltd
 Ando Wikström, CFO Catella AB (publ)

Risk

Total risk

The traditional way to measure the magnitude of price volatility of a fund or, if one prefers, the risk of losing money, is to measure the fund's total risk. Total risk shows the magnitude of changes in fund value on average over a certain time period, expressed as an annual value. In this respect Catella complies with the recommendations of the Swedish Investment Fund Association and uses a 24-month value in this measurement. Another name for the total risk is standard deviation calculated on an annual basis or volatility. Total risk can vary significantly between different fund categories, depending on what assets the funds are invested in. Equity funds with Swedish equities, for example, have a higher total risk than fixed-income funds with short durations on interest-bearing assets. Total risk is a good measure for comparing different fund categories but also if you want to compare funds in the same category. The total risk in a fund gives an indication of the historical risk level of the fund, but is not a secure forecasting tool. A fund category or fund that has previously had low total risk may in fact be risky and lead to price losses if, for example, the stock market is about to decline due to, for example, an economic downturn. Of course the opposite is also true.

Active risk

Another type of risk is that the fund performs better or worse than the assets on the market in which it invests. Investors buying an equity fund of, for example, Swedish equities, will probably want to check how much risk the fund has had in its investments compared to the index that it is benchmarked against. One measure of this is the active risk or tracking error, or the risk the fund has adopted through its price performance deviating from its benchmark. Catella also uses monthly values (24 months) in the calculation of active risk.

Duration

Duration is the most common measure of interest-rate risk and indicates the average maturity of the fund's fixed-income securities. The higher the duration, the more sensitive the fund is to changes in interest rates. Duration is normally expressed in years. The duration is presented for all Catella funds that have investments in fixed-income securities. The measure of duration used in the annual report is the "effective duration", which takes into account the period of fixed interest and optionality for, for example, FRNs and callable bonds.

Interest-rate risk for a 1 percentage change in interest rates

The interest-rate risk for a 1 percentage change in interest rates shows how much the fund's value would decrease (or increase) if the interest rate rose by 1 percentage across the yield curve, i.e. the interest rate rises by 1 percentage on all maturities. This measure is presented for all Catella funds that have holdings in fixed-income securities.



Catella Fondförvaltning AB
Stockholm, 13 February 2015

Knut Pedersen
Chairman

Erik Kjellgren
CEO

Lars H. Bruzelius

Peter Friberg

Johan Nordenfalk

Thomas Raber

Ando Wikström

Our auditor's report was submitted 13 February 2015

PricewaterhouseCoopers AB

Daniel Algotsson
Authorised Public Accountant

Auditor's report

To the unit holders of Catella Avkastningsfond
Corporate registration number 504400-5147

Report on the Annual Report

In our capacity as auditors of Catella Fondförvaltning AB, corporate registration number 556533-6210, we have conducted an audit of the annual report of the Catella Avkastningsfond for 2014.

Responsibilities of the management company for the annual report

The management company is responsible for the preparation and fair presentation of this annual report in accordance with the Investment Funds Act and the regulations of Finansinspektionen regarding investment funds and for such internal control as the management company determines is necessary to enable the preparation of an annual report that is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on this annual report based on our audit. We conducted our audit in accordance with International Standards on Auditing and generally accepted auditing standards in Sweden. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the annual report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the annual report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the management company's preparation and fair presentation of the annual report 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 management company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management company, as well as evaluating the overall presentation of the annual report.

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

Opinions

In our opinion, the annual report has been prepared in accordance with the Investment Funds Act and the regulations of Finansinspektionen regarding investment funds and provides in all material respects a true and fair view of the Catella Avkastningsfond:s results and financial position.

Report on other legal and regulatory requirements

In addition to our audit of the annual report, we have also audited the management company's administration of the Catella Avkastningsfond for the year 2014.

Responsibilities of the management company

The management company is responsible for administration under the Investment Funds Act and the fund rules.

Auditor's responsibility

Our responsibility is to express an opinion with reasonable assurance on the administration based on our audit.

We conducted the audit in accordance with generally accepted auditing standards in Sweden.

As a basis for our opinion on the administration in addition to our audit of the annual report we examined significant decisions, actions taken and circumstances of the fund in order to determine whether the management company has acted in contravention of the Investment Funds Act or the fund rules.

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

Opinions

In our opinion, the management company has not acted in contravention of the Investment Funds Act or the fund rules.

Stockholm, 13 February 2015
PricewaterhouseCoopers AB

Daniel Algotsson
Authorised Public Accountant