



Annual report
including audited
financial statements
as at 31st December 2018

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

H2O building
33, rue de Gasperich
L-5826 Hesperange
(since 22nd December 2018)

4, rue Peternelchen
L-2370 Howald
(until 21st December 2018)

Board of Directors of the Fund

Chairman

Mikael WICKBOM
Senior Sales Manager
Catella Fondförvaltning AB, Sweden

Members

Lena ANDERSSON
Head of Administration
Catella Fondförvaltning AB, Sweden

Olivier SCHOLTES
Head, Oversight Investment Management & Distribution
FundRock Management Company S.A., Luxembourg

Management Company (since 22nd December 2018)

FundRock Management Company S.A.
H2O building
33, rue de Gasperich
L-5826 Hesperange

Board of Directors of the Management Company

Chairman

Michel Marcel VAREIKA
Independent Non-Executive Director
Luxembourg

Directors

Romain DENIS
Executive Director - IT Projects, Data Management &
Strategic Projects
FundRock Management Company S.A., Luxembourg

Eric MAY
Non-Executive Director
Founding Partner
BlackFin Capital Partners, Paris

Tracey MC DERMOTT
Independent Non-Executive Director
Luxembourg

Grégory NICOLAS
Executive Director - Legal, Compliance, Corporate
FundRock Management Company S.A., Luxembourg

Organisation (continued)

Serge RAGOZIN
Executive Director - Chief Operating Officer
FundRock Management Company S.A., Luxembourg

Ross THOMSON
Executive Director - Managing Director
FundRock Management Company S.A., Luxembourg

Management Company
(until 21st December 2018)

FundRock Nordics S.A.
(until 15th November 2018 named SEB Fund Services S.A.)
4, rue Peternelchen
L-2370 Howald

**Board of Directors of
the Management Company**

Chairman
Göran FORS
Deputy Head of Investor Services
Skandinaviska Enskilda Banken AB (publ), Stockholm
(until 15th November 2018)

Directors
Claes-Johan GEIJER
Independent Director and Advisor
G Advisors S.à.r.l., Luxembourg

Marie JUHLIN
Managing Director
FundRock Nordics S.A., Luxembourg
(until 15th November 2018 named SEB Fund Services S.A.)

Jonas LINDGREN
Client Executive, Hedge Fund Coverage
Large Corporates and Financial Institutions
Skandinaviska Enskilda Banken AB (publ), Stockholm
(until 15th November 2018)

Serge RAGOZIN
Executive Director - Chief Operating Officer
FundRock Management Company S.A., Luxembourg
(since 15th November 2018)

Revel WOOD
Executive Director - Chief Executive Officer
FundRock Management Company S.A., Luxembourg
(from 15th November 2018 to 4th December 2018)

Depositary

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

Organisation (continued)

Central Administration Agent	FundRock Management Company S.A. H2O building 33, rue de Gasperich L-5826 Hesperange (since 22nd December 2018) FundRock Nordics S.A. (until 15th November 2018 named SEB Fund Services S.A.) 4, rue Peternelchen L-2370 Howald (until 21st December 2018)
Sub-Administrator including 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 Fondförvaltning AB 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*". Publications made after 1st June 2016 are available on this new platform accessible through the website of the RCS.

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

The year started strongly for equity markets, macro statistics were generally supportive and it was relatively calm on the political front. In February, however, the volatility increased considerably and came to be elevated during the remainder of the year.

The second half began robustly in July and August, mainly driven by a strong reporting period. Macro statistics were relatively in line with expectations, which still indicates a strong economic climate. In October, the stock market declined sharply as a result of large falls in the US, which were mainly triggered by reduced optimism and the downgrading of the FAANG shares. The month would continue to be coloured by concerns about rising interest rates, Brexit negotiations, the Italian budget and the formation of a government in Sweden. Equities continued to lose ground in November and December. In the United States, the focus was on the midterm elections, which resulted in the Democrats taking power in the House of Representatives while the Republicans retained the majority in the Senate. As a continuation, November and even December were dominated by trade discussions with China, the Brexit negotiations and the formation of a government in Sweden.

Catella Nordic Long/Short Equity performance

Catella Nordic Long/Short Equity – Class RC (SEK) was down 13.79 percent, while the OMRX T-Bill was down 0.81 percent and the VINX Nordic Equity Index was down 3.54 percent. The Fund had a strong start in 2018 and was up 8 percent by May and basically traded sideways until the fourth quarter. As the market began to discount substantially weaker GDP-growth in 2019 and 2020, partially due to the accelerating trade disputes between the US and China but also due to overall weaker leading indicators, the equity markets dropped. Overall the Fund had a constructive view on the equity markets and had a relatively high net long position going into the fourth quarter. When markets fell, the net long position was reduced to neutral by mid November and stayed that way for the remainder of the year.

During the autumn, the cyclical and energy related sectors were among the hardest hit and as the Fund was positioned for a continued strong business cycle the Fund's performance was also weak. The Fund had a number of positions in the mining sector and predominately Norwegian oil service companies and these investments underperformed the overall equity markets. By construction, the Fund holds a number of short positions to balance the longs. The sector composition of the short book was tilted towards high multiple, defensive names which in the turmoil held up better than the market and hence did not give the portfolio the full protection that we had anticipated. The main negative contributors during the year were cyclical energy and commodity companies like Outotec, Archer, Outokumpu and Seadrill.

Overall comments on sustainability work

Catella Nordic Long/Short Equity intensified its work on ownership issues in 2018 and uses an external advisor on sustainability, Sustainalytics, to monitor corporate governance in areas such as compliance with international conventions and the UN's global sustainability goals. The Fund's managers receive detailed reports on the companies that are part of the Fund's investment universe. A reported weakness for any of the Fund's holdings is followed up by the Fund managers. If the deficiencies are serious, or if it is not possible to establish a dialogue with the company, the holding is divested. Ownership dialogues related to sustainability are documented on an ongoing basis. The managers hold quarterly meetings with a focus on sustainability issues and developments in ongoing business dialogues. It is the responsibility of the Fund manager to engage in dialogue with each company on both financial and sustainability issues.

Report from the Investment Manager (continued)

We have implemented exclusion criteria, which means that the Fund does not invest in coal, manufacture of weapons, tobacco, alcohol, pornography and commercial gambling companies. However, the Fund may short securities issued by companies in these sectors.

Market outlook

Our view for the stock market year 2019 is that the financial market has factored in considerably weaker profit growth than is found in analysts' forecasts. One consequence of the share price declines is that valuations now look more interesting than in a long time. We expect downgrades of companies' predicted profits in the first half of 2019. With history as a guide, it shows that the market is nervous and thrown between hope and despair when these events unfold. The return on financial assets will be lower than in an average year. What is normally needed to reverse this trend is stimulus in the form of fiscal or monetary policy.

Catella SICAV - Catella Nordic Corporate Bond Flex

Challenging environment for corporate bonds

Catella Nordic Corporate Bond Flex – Class RC (SEK) fell by 1.04 percent after fees

We have put another year of continued low interest rates behind us. Yields on government bonds initially rose, reaching a peak in mid-February and then falling to end the year slightly lower than at the beginning. The rate of inflation during the second half of the year was above the Riksbank's target, but signals of weaker growth nevertheless caused interest rates to fall during this period. The extra compensation received for buying bonds with lower credit quality rose during the year, mainly driven by the weaker economic outlook.

In pace with deteriorating economic signals during the year, the extra compensation received for investments in bonds with lower credit quality rose, which made it challenging to create returns. Above all, this was challenging for bonds with better credit ratings (investment grade), with the extra compensation failing to offset the wider spreads. The Fund has primarily been invested in bonds with higher coupons, which more than compensate for the wider spreads. The portfolio is today characterised 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. Furthermore, the portfolio had a high proportion of cash and cash-equivalent investments with low risk during the period.

The holdings in higher-risk bonds (high yield) account for most of the year's return. The main positive contributors to the return during the year were the holdings in Cabonline, Nackahusen, Perstorp and Jefast. The Fund maintains a broad sector diversification that differs from the Nordic market portfolio. The holdings in Lebara and Tresu, however, reduced the year's return. The position in Lebara was reduced during the period. The hedging and positioning in interest rate risk and credit risk made during the year reduced the return, especially during the first quarter when the Fund was positioned for rising interest rates.

The portfolio's holdings of bonds issued in foreign currency are hedged back to SEK, which is why the currency impact is small.

Report from the Investment Manager (continued)

Market outlook

The current positive correlation between risk assets and government bond prices is unusual and unlikely to sustain in the longer term, we believe. However, as central banks are continuously hesitant to raise interest rates, this low rate environment is likely to remain for now, constituting a benign environment for credit investments. Any potential sell off in risk markets, such as stocks and HY debt, are unlikely to be followed by lower rates, leaving investors more exposed to the behaviour in riskier markets.

Luxembourg, 23rd January 2019

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

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 31 December 2018, 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 combined statement of net assets for the Fund and the statement of net assets for each of the sub-funds as at 31 December 2018;
- the statement of investments and other net assets as at 31 December 2018;
- the combined statement of operations and other changes in net assets for the Fund and the statement of operations and other changes in net assets for each of the sub-funds for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies.

Basis for opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession (Law of 23 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 the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF 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.

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*



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.

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.

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 23 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 23 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;

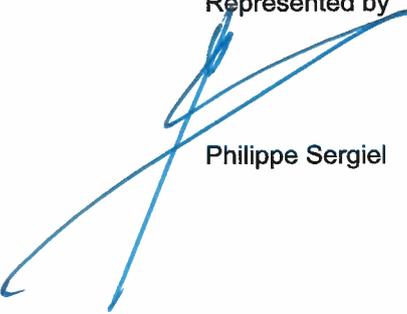


- conclude on the appropriateness of the Board of Directors of the Fund's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as 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, 3 April 2019



Philippe Sergiel

Combined statement of net assets (in EUR)

as at 31st December 2018

<u>Assets</u>	
Securities portfolio at market value	244,604,025.60
Option contracts at market value	10,725,374.95
Cash at banks	22,996,533.95
Cash collateral at banks	8,008,020.25
Other liquid assets	3,021,878.81
Receivable on sales of securities	663,176.61
Receivable on treasury transactions	5,494.84
Income receivable on portfolio	1,588,557.11
Interest receivable on contracts for difference (CFD)	1,916.46
Unrealised gain on futures contracts	106,614.02
Unrealised gain on forward foreign exchange contracts	1,104,732.47
Results receivable on contracts for difference (CFD)	1,890,942.54
Other receivables	53,534.63
Total assets	294,770,802.24
<u>Liabilities</u>	
Bank overdrafts	5,639.26
Other liquid liabilities	889,264.19
Short option contracts at market value	7,326,199.66
Payable on purchases of securities	826,562.72
Unrealised loss on futures contracts	41,366.63
Unrealised loss on forward foreign exchange contracts	115,316.17
Unrealised loss on contracts for difference (CFD)	417,186.11
Expenses payable	454,451.38
Interest payable on contracts for difference (CFD)	13,348.81
Payable on option contracts	157,271.08
Dividends payable on contracts for difference (CFD)	5,312.37
Other liabilities	203,001.96
Total liabilities	10,454,920.34
Net assets at the end of the year	284,315,881.90

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 2018 to 31st December 2018

	<u>Income</u>	
Dividends, net	1,299,564.90	
Interest on bonds and other debt securities, net	7,995,770.04	
Interest on bank accounts	12,910.46	
Other income	12,736.92	
Total income	<u>9,320,982.32</u>	
	<u>Expenses</u>	
Management fees	2,440,074.63	
Performance fees	2,179,614.42	
Banking charges and other fees	3,757.97	
Transaction fees	864,851.65	
Central administration costs	259,452.53	
Professional fees	41,546.61	
Other administration costs	217,569.92	
Subscription duty ("taxe d'abonnement")	153,071.92	
Bank interest paid	212,339.24	
Interest paid on swaps contracts	151,182.36	
Interest paid on collateralized debt at banks	24,455.48	
Other expenses	105,561.67	
Total expenses	<u>6,653,478.40</u>	
Net investment income	2,667,503.92	
	<u>Net realised gain/(loss)</u>	
- on securities portfolio	-3,563,649.79	
- on option contracts	-479,800.05	
- on futures contracts	-1,304,602.39	
- on contracts for difference (CFD)	-75,974.35	
- on swaps contracts	-236,226.40	
- on forward foreign exchange contracts	-2,546,751.63	
- on foreign exchange	-816,995.96	
Realised result	<u>-6,356,496.65</u>	
	<u>Net variation of the unrealised gain/(loss)</u>	
- on securities portfolio	-22,749,399.05	
- on option contracts	4,173,111.70	
- on futures contracts	-108,719.59	
- on contracts for difference (CFD)	78,363.22	
- on forward foreign exchange contracts	267,629.04	
Result of operations	<u>-24,695,511.33</u>	
Dividends paid	-296,557.45	
Subscriptions	210,133,312.65	
Redemptions	-261,623,882.73	
Total changes in net assets	<u>-76,482,638.86</u>	
Total net assets at the beginning of the year	372,224,924.95	
Revaluation difference	-11,426,404.19	
Total net assets at the end of the year	<u>284,315,881.90</u>	

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

Statement of net assets (in SEK)

as at 31st December 2018

<u>Assets</u>	
Securities portfolio at market value	906,014,784.75
Option contracts at market value	108,773,800.00
Cash at banks	71,506,907.69
Cash collateral at banks	19,123,890.03
Other liquid assets	13,664,062.51
Receivable on sales of securities	6,725,754.63
Income receivable on portfolio	3,383,951.80
Interest receivable on contracts for difference (CFD)	19,436.23
Unrealised gain on futures contracts	1,081,250.00
Results receivable on contracts for difference (CFD)	19,177,418.66
Other receivables	123,404.51
Total assets	1,149,594,660.81
<u>Liabilities</u>	
Bank overdrafts	57,191.86
Short option contracts at market value	74,300,300.00
Payable on purchases of securities	8,382,771.55
Unrealised loss on forward foreign exchange contracts	1,169,504.86
Unrealised loss on contracts for difference (CFD)	4,230,986.67
Expenses payable	2,540,461.93
Interest payable on contracts for difference (CFD)	135,379.94
Payable on option contracts	1,595,000.00
Dividends payable on contracts for difference (CFD)	53,876.58
Other liabilities	2,058,790.00
Total liabilities	94,524,263.39
Net assets at the end of the year	1,055,070,397.42

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)	7,229,713.742	SEK	132.76	959,834,676.37
RC (H-EUR)	595,762.937	EUR	11.26	68,039,061.93
IC (H-EUR)	300,665.406	EUR	8.92	27,196,659.12
				1,055,070,397.42

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 2018 to 31st December 2018

	<u>Income</u>	
	Dividends, net	13,179,829.49
Interest on bonds and other debt securities, net		1,428,270.47
Interest on bank accounts		3,208.15
Other income		179.10
	Total income	14,611,487.21
	<u>Expenses</u>	
	Management fees	14,125,310.55
	Performance fees	18,598,934.92
Banking charges and other fees		30,588.02
Transaction fees		8,517,983.45
Central administration costs		1,156,110.21
Professional fees		165,959.52
Other administration costs		1,786,732.45
Subscription duty ("taxe d'abonnement")		648,004.28
Bank interest paid		869,606.87
Interest paid on collateralized debt at banks		20,852.46
Other expenses		477,324.53
	Total expenses	46,397,407.26
	Net investment loss	-31,785,920.05
	<u>Net realised gain/(loss)</u>	
	- on securities portfolio	-43,827,376.55
	- on option contracts	-4,866,000.00
	- on futures contracts	2,276,850.00
	- on contracts for difference (CFD)	-770,510.95
- on forward foreign exchange contracts		709,923.42
- on foreign exchange		-6,820,340.12
	Realised result	-85,083,374.25
	<u>Net variation of the unrealised gain/(loss)</u>	
	- on securities portfolio	-188,850,059.79
	- on option contracts	42,322,550.00
	- on futures contracts	550,050.00
	- on contracts for difference (CFD)	794,738.21
- on forward foreign exchange contracts		-1,108,572.14
	Result of operations	-231,374,667.97
	Dividends paid	-
	Subscriptions	1,149,273,750.78
	Redemptions	-947,264,381.12
	Total changes in net assets	-29,365,298.31
	Total net assets at the beginning of the year	1,084,435,695.73
	Total net assets at the end of the year	1,055,070,397.42

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

Statistical information (in SEK)

as at 31st December 2018

Total net assets	Currency	31.12.2016	31.12.2017	31.12.2018
	SEK	914,603,819.86	1,084,435,695.73	1,055,070,397.42
Net asset value per share	Currency	31.12.2016	31.12.2017	31.12.2018
RC (SEK)	SEK	149.99	154.00	132.76
RC (H-EUR)	EUR	12.73	13.07	11.26
IC (SEK)	SEK	147.80	152.05	130.37 (*)
IC (H-EUR)	EUR	10.06	10.35	8.92
Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
RC (SEK)	5,784,147.480	5,894,654.781	-4,449,088.519	7,229,713.742
RC (H-EUR)	73,770.092	1,330,398.694	-808,405.849	595,762.937
IC (SEK)	1,069,079.702	112,581.105	-1,181,660.807	-
IC (H-EUR)	212,665.406	88,000.000	-	300,665.406

(*) Net asset value used for final redemption

Statement of investments and other net assets (in SEK)

as at 31st December 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Transferable securities admitted to an official stock exchange listing</u>					
Shares					
DKK	62,000	Novo Nordisk AS B	25,612,915.54	25,106,964.28	2.38
EUR	28,795	Cramo Plc B	5,450,340.11	4,357,101.96	0.41
EUR	70,000	Metso Oyj	21,662,787.82	16,257,184.69	1.54
EUR	200,000	Outokumpu Oyj	9,684,765.98	6,480,562.08	0.61
EUR	587,710	Outotec Oyj	37,680,801.55	18,322,248.15	1.74
EUR	130,000	Valmet Corp	26,114,908.91	23,665,714.59	2.24
			100,593,604.37	69,082,811.47	6.54
NOK	2,807,638	Archer Ltd	30,778,754.41	12,500,683.32	1.18
NOK	100,000	FLEX LNG Ltd Reg	1,598,981.61	1,265,522.35	0.12
NOK	1,627,777	Kvaerner ASA	25,652,709.94	20,116,159.77	1.91
NOK	224,636	NRC Group ASA	16,169,900.86	16,343,330.63	1.55
NOK	377,143	Odfjell Drilling Ltd	14,834,692.55	7,999,802.36	0.76
NOK	11,718,071	Polarcus Ltd	27,528,659.65	12,079,722.75	1.14
NOK	919,709	Prosafe SE Reg	22,698,116.60	12,685,230.33	1.20
NOK	198,017	Spectrum ASA	11,608,765.90	7,406,247.17	0.70
NOK	726,000	Storebrand ASA	54,130,932.24	45,856,627.50	4.35
NOK	30,000	Telenor ASA	5,225,868.17	5,149,190.12	0.49
NOK	23,876	Tomra Systems ASA	3,134,301.34	4,765,992.82	0.45
			213,361,683.27	146,168,509.12	13.85
SEK	166,778	ABB Ltd Reg	31,764,350.48	28,460,665.70	2.70
SEK	117,168	Arise AB Reg	1,946,072.62	1,991,856.00	0.19
SEK	716,938	Cavotec SA	18,960,057.75	9,499,428.50	0.90
SEK	143,387	Cavotec SA Emission 2018	1,864,031.00	1,813,845.55	0.17
SEK	96,387	Climeon AB Reg	6,740,400.47	4,915,737.00	0.47
SEK	325,000	Epiroc AB Reg A	26,053,805.00	27,248,000.00	2.58
SEK	95,000	Essity AB B Reg	21,407,391.00	20,672,000.00	1.96
SEK	225,000	Hennes & Mauritz AB B	36,298,110.15	28,354,500.00	2.69
SEK	77,753	Hoist Finance AB	5,073,548.70	3,355,041.95	0.32
SEK	100,000	Investor AB B	38,549,364.50	37,560,000.00	3.56
SEK	730,020	Lundin Mining Corp Reg	32,876,931.36	27,069,141.60	2.56
SEK	331,323	Mintage Scientific AB Reg	6,554,022.43	5,301,168.00	0.50
SEK	110,464	Mycronic AB	10,909,058.18	13,045,798.40	1.24
SEK	66,466	Nobia AB Bearer	4,384,769.79	3,272,785.84	0.31
SEK	450,000	Nordea Bank Abp Reg	37,171,987.50	33,561,000.00	3.18
SEK	79,435	Nordic Waterpro Hg A/S	6,354,356.87	5,663,715.50	0.54
SEK	88,236	Q-linea AB Reg	6,000,048.00	5,338,278.00	0.51
SEK	1,019,552	SSAB AB B	31,829,085.32	25,407,235.84	2.41
SEK	160,000	Swedbank AB A	32,115,982.79	31,640,000.00	3.00
SEK	375,000	Telefon AB LM Ericsson B	28,843,257.32	29,220,000.00	2.77
SEK	600,000	Telia Co AB	24,832,120.39	25,188,000.00	2.39
SEK	101,032	Vostok New Ventures Ltd SDR	7,049,544.98	6,092,229.60	0.58
SEK	151,416	XSpray Pharma AB Reg	6,126,348.18	10,659,686.40	1.01
			423,704,644.78	385,330,113.88	36.54
		Total shares	763,272,847.96	625,688,398.75	59.31
Bonds					
SEK	40,000,000	Kommuninvest I Sverige AB 2.5% Ser 2012 Sen 14/01.12.20	42,043,200.00	41,897,800.00	3.97
SEK	45,000,000	Nordea Hypotek AB 2.25% Ser 5530 13/19.06.19	45,692,400.00	45,532,800.00	4.31
SEK	25,000,000	Stadshypotek AB 2.5% Ser 1582 Sen 13/18.09.19	25,599,500.00	25,489,375.00	2.42
SEK	20,000,000	Stadshypotek AB FRN DMTN Ser SH2012 Sen 17/01.03.19	20,176,600.00	20,032,100.00	1.90
SEK	40,000,000	Swedbank Mortgage AB 3.75% MTN Ser 188 Sen 11/19.06.19	40,968,600.00	40,750,800.00	3.86
SEK	40,000,000	Sweden 4.25% Ser 1052 07/12.03.19	40,572,400.00	40,370,200.00	3.83
SEK	40,000,000	Swedish Covered Bond Corp 4% Ser 140 13/18.09.19	41,403,200.00	41,208,200.00	3.90
SEK	15,000,000	Swedish Covered Bond Corp FRN EMTN Ser 069 14/04.02.19	15,039,600.00	15,004,575.00	1.42
		Total bonds	271,495,500.00	270,285,850.00	25.61

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 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Money market instruments</u>					
Money market instruments					
SEK	10,000,000	Helsingborg (City of) 0% CP 18/15.03.19	10,040,536.00	10,040,536.00	0.95
Total money market instruments			10,040,536.00	10,040,536.00	0.95
Total investments in securities			1,044,808,883.96	906,014,784.75	85.87
<u>Options</u>					
<u>Listed financial instruments</u>					
Index options					
SEK	200	OMX Stockholm 30 Index PUT 03/19 OMX 1300	340,000.00	446,200.00	0.04
SEK	700	OMX Stockholm 30 Index PUT 03/19 OMX 1320	1,000,000.00	1,856,400.00	0.18
SEK	500	OMX Stockholm 30 Index PUT 03/19 OMX 1340	1,595,000.00	1,573,000.00	0.15
SEK	750	OMX Stockholm 30 Index PUT 03/19 OMX 1380	2,302,500.00	3,309,000.00	0.31
SEK	500	OMX Stockholm 30 Index PUT 03/19 OMX 1440	2,465,000.00	3,564,500.00	0.34
SEK	800	OMX Stockholm 30 Index PUT 03/19 OMX 1480	3,520,000.00	7,646,400.00	0.72
SEK	1,500	OMX Stockholm 30 Index PUT 03/19 OMX 1500	9,675,000.00	16,476,000.00	1.56
SEK	1,100	OMX Stockholm 30 Index PUT 03/19 OMX 1520	4,455,000.00	13,769,800.00	1.31
SEK	200	OMX Stockholm 30 Index PUT 03/19 OMX 1540	610,000.00	2,829,600.00	0.27
SEK	1,000	OMX Stockholm 30 Index PUT 03/19 OMX 1560	3,615,000.00	15,884,000.00	1.51
SEK	650	OMX Stockholm 30 Index PUT 03/19 OMX 1580	2,422,500.00	11,503,700.00	1.09
SEK	300	OMX Stockholm 30 Index PUT 03/19 OMX 1640	1,965,000.00	7,015,800.00	0.66
SEK	1,400	OMX Stockholm 30 Index PUT 06/19 OMX 1280	6,005,000.00	7,288,400.00	0.69
SEK	700	OMX Stockholm 30 Index PUT 06/19 OMX 1300	3,395,000.00	4,112,500.00	0.39
SEK	1,100	OMX Stockholm 30 Index PUT 06/19 OMX 1320	5,435,000.00	7,272,100.00	0.69
SEK	300	OMX Stockholm 30 Index PUT 06/19 OMX 1460	2,220,000.00	4,226,400.00	0.40
Total options			51,020,000.00	108,773,800.00	10.31
<u>Short options</u>					
<u>Listed financial instruments</u>					
Index options					
SEK	-200	OMX Stockholm 30 Index PUT 03/19 OMX 1300	-335,000.00	-446,200.00	-0.04
SEK	-700	OMX Stockholm 30 Index PUT 03/19 OMX 1320	-1,085,000.00	-1,856,400.00	-0.18
SEK	-300	OMX Stockholm 30 Index PUT 03/19 OMX 1380	-585,000.00	-1,323,600.00	-0.12
SEK	-100	OMX Stockholm 30 Index PUT 03/19 OMX 1440	-257,500.00	-712,900.00	-0.07
SEK	-300	OMX Stockholm 30 Index PUT 03/19 OMX 1480	-637,500.00	-2,867,400.00	-0.27
SEK	-1,000	OMX Stockholm 30 Index PUT 03/19 OMX 1500	-13,225,000.00	-10,984,000.00	-1.04
SEK	-1,100	OMX Stockholm 30 Index PUT 03/19 OMX 1520	-13,010,000.00	-13,769,800.00	-1.30
SEK	-200	OMX Stockholm 30 Index PUT 03/19 OMX 1540	-2,280,000.00	-2,829,600.00	-0.27
SEK	-1,000	OMX Stockholm 30 Index PUT 03/19 OMX 1560	-11,885,000.00	-15,884,000.00	-1.51
SEK	-650	OMX Stockholm 30 Index PUT 03/19 OMX 1580	-8,428,750.00	-11,503,700.00	-1.09
SEK	-300	OMX Stockholm 30 Index PUT 03/19 OMX 1640	-4,350,000.00	-7,015,800.00	-0.66
SEK	-600	OMX Stockholm 30 Index PUT 06/19 OMX 1280	-1,785,000.00	-3,123,600.00	-0.30
SEK	-300	OMX Stockholm 30 Index PUT 06/19 OMX 1320	-870,000.00	-1,983,300.00	-0.19
Total short options			-58,733,750.00	-74,300,300.00	-7.04
Cash and cash collateral at banks				90,630,797.72	8.59
Bank overdrafts				-57,191.86	-0.01
Other net assets/(liabilities)				24,008,506.81	2.28
Total				<u>1,055,070,397.42</u>	<u>100.00</u>

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

Industrial and geographical classification of investments

as at 31st December 2018

Industrial classification

(in percentage of net assets)

Financials	32.72 %
Industrials	11.98 %
Energy	8.27 %
Raw materials	7.82 %
Countries and governments	7.80 %
Technologies	4.01 %
Healthcare	3.90 %
Cyclical consumer goods	3.58 %
Telecommunications services	2.88 %
Non-cyclical consumer goods	1.96 %
Local public administrations	0.95 %
Total	<u>85.87 %</u>

Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

Sweden	52.47 %
Finland	9.72 %
Norway	9.45 %
Switzerland	3.77 %
Denmark	2.92 %
Bermuda	2.64 %
Canada	2.56 %
Cyprus	1.20 %
Cayman Islands	1.14 %
Total	<u>85.87 %</u>

Statement of net assets (in SEK)

as at 31st December 2018

Assets	
Securities portfolio at market value	1,574,691,903.33
Cash at banks	161,717,608.63
Cash collateral at banks	62,091,246.72
Other liquid assets	16,983,000.41
Receivable on treasury transactions	55,727.20
Income receivable on portfolio	12,726,757.11
Unrealised gain on forward foreign exchange contracts	11,203,892.59
Other receivables	419,529.00
Total assets	1,839,889,664.99
Liabilities	
Other liquid liabilities	9,018,672.60
Unrealised loss on futures contracts	419,529.00
Expenses payable	2,068,458.85
Total liabilities	11,506,660.45
Net assets at the end of the year	1,828,383,004.54

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)	12,128,962.519	SEK	126.10	1,529,460,798.88
RC (H-EUR)	2,179.346	EUR	99.07	2,189,613.24
RD (SEK)	431,475.140	SEK	94.22	40,652,008.18
IC 1 (SEK)	1,588,371.755	SEK	127.71	202,849,546.32
OC (SEK)	533,889.781	SEK	99.70	53,231,037.92
				1,828,383,004.54

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 2018 to 31st December 2018

<u>Income</u>	
Interest on bonds and other debt securities, net	79,662,628.11
Interest on bank accounts	127,726.24
Other income	128,995.25
Total income	79,919,349.60
<u>Expenses</u>	
Management fees	10,621,254.59
Performance fees	3,506,114.52
Banking charges and other fees	7,524.25
Transaction fees	253,103.90
Central administration costs	1,475,185.94
Professional fees	255,394.76
Other administration costs	419,801.81
Subscription duty ("taxe d'abonnement")	904,408.99
Bank interest paid	1,283,879.30
Interest paid on swaps contracts	1,533,249.87
Interest paid on collateralized debt at banks	227,168.27
Other expenses	593,252.91
Total expenses	21,080,339.11
Net investment income	58,839,010.49
<u>Net realised gain/(loss)</u>	
- on securities portfolio	7,685,821.45
- on futures contracts	-15,507,768.26
- on swaps contracts	-2,395,743.10
- on forward foreign exchange contracts	-26,538,377.33
- on foreign exchange	-1,465,407.99
Realised result	20,617,535.26
<u>Net variation of the unrealised gain/(loss)</u>	
- on securities portfolio	-41,868,082.46
- on futures contracts	-1,652,654.16
- on forward foreign exchange contracts	3,822,792.24
Result of operations	-19,080,409.12
Dividends paid	-3,007,603.97
Subscriptions	981,840,456.40
Redemptions	-1,706,053,012.48
Total changes in net assets	-746,300,569.17
Total net assets at the beginning of the year	2,574,683,573.71
Total net assets at the end of the year	1,828,383,004.54

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

Statistical information (in SEK)

as at 31st December 2018

Total net assets	Currency	31.12.2016	31.12.2017	31.12.2018
	SEK	2,559,780,074.67	2,574,683,573.71	1,828,383,004.54

Net asset value per share	Currency	31.12.2016	31.12.2017	31.12.2018
RC (SEK)	SEK	121.59	127.42	126.10
RC (H-EUR)	EUR	-	-	99.07
RD (SEK)	SEK	96.55	99.22	94.22
IC 1 (SEK)	SEK	122.80	128.82	127.71
OC (SEK)	SEK	-	-	99.70

Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
RC (SEK)	16,258,117.497	5,619,621.467	-9,748,776.445	12,128,962.519
RC (H-EUR)	-	2,744.476	-565.130	2,179.346
RD (SEK)	710,142.660	126,669.185	-405,336.705	431,475.140
IC 1 (SEK)	3,358,166.726	1,555,404.490	-3,325,199.461	1,588,371.755
OC (SEK)	-	543,148.429	-9,258.648	533,889.781

Dividends paid	Currency	Dividend per share	Ex-dividend date
RD (SEK)	SEK	3.97	27.04.2018

Statement of investments and other net assets (in SEK)

as at 31st December 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Transferable securities admitted to an official stock exchange listing</u>					
Bonds					
EUR	100,000	Cibus Nordic Real Estate AB FRN Sen 18/26.05.21	1,037,034.78	1,034,455.92	0.06
EUR	2,500,000	Containerships Ltd Oy FRN Sen 17/22.11.21	26,477,457.38	25,861,397.98	1.41
EUR	3,800,000	DDM Debt AB 9.5% Reg S 17/30.01.20	36,089,658.12	38,731,246.63	2.12
EUR	1,000,000	Garfunkelux Holdco 3 SA 7.5% Reg S Sen 15/01.08.22	10,303,705.99	9,030,850.89	0.49
EUR	1,000,000	Georg Jensen Damask A/S FRN Sen 18/15.05.23	10,532,101.82	10,192,433.32	0.56
EUR	2,000,000	Hoist Finance AB VAR 18/07.06.Perpetual	20,512,038.11	20,080,614.91	1.10
EUR	3,000,000	Idavang A/S FRN Sen 17/13.12.21	29,500,430.48	28,903,915.39	1.58
EUR	3,000,000	Prague CE Säril VAR PIK Sen Sub Reg S 17/15.12.22	29,621,217.33	30,332,833.69	1.66
EUR	2,000,000	Quant AB FRN Sen 18/15.02.23	20,120,470.09	19,877,780.41	1.09
EUR	3,500,000	SL Bidco BV FRN 18/06.02.23	34,447,229.99	34,076,194.99	1.86
EUR	1,000,000	Sunborn Finance Oy FRN Sen 18/09.02.23	9,838,142.09	9,913,535.89	0.54
EUR	3,500,000	Transcom Holding AB 6.5% 18/22.03.23	34,860,997.45	31,768,952.62	1.74
EUR	3,500,000	Tresu Investement Holding A/S FRN Sen 17/29.09.22	33,378,314.81	23,072,423.69	1.26
EUR	4,000,000	Unilabs SubHolding AB 5.75% Sen Reg S 17/15.05.25	38,498,282.58	36,841,234.81	2.02
EUR	2,300,000	Vieo BV FRN 17/07.09.22	21,652,551.55	15,307,665.72	0.84
EUR	3,000,000	Vodafone Group Plc VAR Jun Sub Reg S 18/03.01.79	31,031,209.21	28,557,372.66	1.56
EUR	2,000,000	Wittur International Hg GmbH 8.5% Reg S Sen 15/15.02.23	20,983,303.29	20,096,233.16	1.10
			408,884,145.07	383,679,142.68	20.99
NOK	10,000,000	Care Bidco AS FRN 17/24.03.21	10,521,857.13	10,067,819.48	0.55
NOK	15,000,000	Havilafjord AS FRN Sen 18/19.06.23	16,186,769.63	15,370,716.77	0.84
NOK	15,000,000	Hospitality Invest AS FRN Sen 17/31.10.22	15,366,747.20	14,909,595.27	0.82
NOK	30,000,000	Ice Group AS FRN 17/12.10.21	30,916,554.77	30,126,604.86	1.65
NOK	15,000,000	Jotul Holdings Säril FRN 18/31.01.22	14,851,406.84	14,986,448.85	0.82
NOK	25,000,000	Storebrand Livsforsikring AS Step-up Sub 14/25.06.Perpetual	26,769,677.41	25,560,349.18	1.40
			114,613,012.98	111,021,534.41	6.08
SEK	8,000,000	Allgon AB FRN DMTN Sen 18/07.06.22	8,000,000.00	7,800,000.00	0.43
SEK	47,500,000	Brado AB FRN Sen 18/07.03.23	47,500,000.00	43,225,000.00	2.36
SEK	37,000,000	Cabonline Group Holding AB FRN 17/12.06.20	37,000,000.00	37,462,500.00	2.05
SEK	15,132,000	E Out Instrument AB 0% Sen 17/30.04.19	34,668,916.38	6,506,760.00	0.36
SEK	20,000,000	Garfunkelux Holdco 3 SA FRN Reg S 18/01.09.23	18,000,000.00	17,100,000.00	0.94
SEK	18,000,000	Genova Property Group AB FRN Sen 17/07.04.21	17,462,500.00	17,775,000.00	0.97
SEK	40,000,000	Heimstaden Bostad AB FRN EMTN Sen Reg S 18/07.12.20	40,000,000.00	40,093,000.00	2.19
SEK	11,000,000	Hoist Gr Hg Intressenter AB FRN 17/29.06.21	11,000,000.00	10,876,250.00	0.60
SEK	25,000,000	Host Property AB FRN Reg S Sen 16/08.12.19	25,000,000.00	25,125,000.00	1.37
SEK	39,000,000	Ikano Bank AB 3.1% 14/25.03.19	40,950,000.00	39,221,910.00	2.15
SEK	25,000,000	Jefast Holding AB FRN Sen 17/27.03.21	24,572,500.00	24,875,000.00	1.36
SEK	2,000,000	Legres AB FRN 17/29.12.20	2,000,000.00	2,095,000.00	0.11
SEK	5,000,000	Lendify Sweden 1 FRN 17/30.05.20	5,003,000.00	5,031,250.00	0.28
SEK	7,000,000	Lendify Sweden 2 AB FRN 18/29.01.20	7,000,000.00	7,008,750.00	0.38
SEK	15,000,000	Logistri Portfolio AB 4% Sen 17/20.05.21	14,550,000.00	14,775,000.00	0.81
SEK	10,000,000	Magnolia Bostad AB FRN Sen 16/13.10.21	9,325,000.00	9,725,000.00	0.53
SEK	6,000,000	Magnolia Bostad AB FRN Sen 18/03.10.22	6,000,000.00	5,925,000.00	0.32
SEK	20,000,000	Moberg Pharma AB FRN Reg S Sen 16/29.01.21	20,607,162.39	20,400,000.00	1.12
SEK	50,000,000	Nackahusen Holding AB FRN 17/13.08.20	49,975,000.00	49,000,000.00	2.68
SEK	20,000,000	Nordea Hypotek AB 1% MTN Ser 5531 Sen 15/08.04.22	20,419,400.00	20,433,300.00	1.12
SEK	24,500,000	Norlandia Health Care Group AS FRN Sen 16/20.12.21	24,610,943.40	22,846,250.00	1.25
SEK	23,000,000	RSA Insurance Group Plc FRN Sub RegS Conv 17/27.06.Perpetual	24,121,250.00	23,575,000.00	1.29
SEK	5,000,000	Samhallsbyggnadsbolag i AB 2.9% Sen 18/20.12.19	5,000,000.00	5,012,500.00	0.27
SEK	16,000,000	Shh Bostad AB FRN 17/07.06.21	15,985,000.00	15,480,000.00	0.85
SEK	27,000,000	Sirius International Group Ltd FRN Sub 17/22.09.47	27,126,000.00	27,135,000.00	1.48
SEK	30,000,000	Skandinaviska Enskilda Bk AB 1.5% Ser 575 Sen 16/21.12.22	31,167,900.00	31,160,100.00	1.70
SEK	19,000,000	Sollentuna Stinsen JV AB FRN 17/29.06.20	18,710,000.00	18,715,000.00	1.02
SEK	20,000,000	Stadshypotek AB 1.5% MTN Ser 1585 Sen 15/15.12.21	20,739,800.00	20,727,800.00	1.13
SEK	5,000,000	Stadshypotek AB 4.25% Ser 1583 Sen 09/17.06.20	5,490,600.00	5,316,900.00	0.29
SEK	8,750,000	Stillfront Group AB FRN Sen 18/22.11.22	8,750,000.00	8,787,931.25	0.48
SEK	20,000,000	Swedbank Mortgage AB 1% MTN Ser 191 Sen 15/15.06.22	20,524,600.00	20,428,500.00	1.12
SEK	20,000,000	Swedbank Mortgage AB 1% Ser 189 14/16.12.20	20,404,800.00	20,381,800.00	1.11
SEK	70,000,000	Swedbank Mortgage AB 1% Ser 193 Sen 17/20.12.23	70,786,800.00	70,780,500.00	3.87
SEK	50,000,000	Sweden 1.5% Reg S 144A-1057 12/13.11.23	53,557,400.00	53,714,000.00	2.94
SEK	50,000,000	Sweden 3.5% Ser 1054 10/01.06.22	57,207,500.00	56,353,000.00	3.08
SEK	40,000,000	Sweden 5% Ser 1047 04/01.12.20	46,863,600.00	44,150,000.00	2.41
SEK	20,000,000	Swedish Covered Bond Corp 1% Ser 144 Sen 18/21.06.23	20,313,800.00	20,315,500.00	1.11

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 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
SEK	20,000,000	Swedish Covered Bond Corp 1.25% Ser 143 Sen 16/15.06.22	20,587,800.00	20,602,300.00	1.13
SEK	18,000,000	Vostok New Ventures Ltd 5.5% Sen 17/22.06.20	18,175,000.00	18,360,000.00	1.00
			949,156,272.17	908,295,801.25	49.66
USD	2,000,000	Nordea Bank Abp VAR Ser 9519 Jun Sub RegS 14/23.03.Perpetual	17,997,803.94	17,472,337.22	0.96
USD	2,000,000	Nova Austral SA 8.25% 17/26.05.21	17,468,100.04	16,148,678.00	0.88
USD	2,000,000	Perstorp Holding AB 11% Sen Reg S 16/30.09.21	17,721,088.00	18,868,221.85	1.03
USD	2,000,000	Skandinaviska Enskilda Bk AB VAR EMTN Sub 14/13.05.Perpetual	17,793,283.44	17,338,356.44	0.95
			70,980,275.42	69,827,593.51	3.82
		Total bonds	1,543,633,705.64	1,472,824,071.85	80.55
		<u>Other transferable securities</u>			
		Bonds			
EUR	2,500,000	Opr Vakuus Oy 8% 17/18.05.22	24,163,046.06	25,417,697.53	1.39
EUR	1,000,000	Opr Vakuus Oy VAR Sub 17/17.08.Perpetual	9,750,015.11	9,736,055.71	0.53
			33,913,061.17	35,153,753.24	1.92
SEK	6,871,638	Kjell Midco AB VAR TOG PIK Sen 17/11.01.23	6,000,000.00	6,734,205.24	0.37
		Total bonds	39,913,061.17	41,887,958.48	2.29
		<u>Money market instruments</u>			
		Money market instruments			
SEK	60,000,000	Hexagon AB 0% CP 18/05.03.19	59,979,873.00	59,979,873.00	3.28
		Total money market instruments	59,979,873.00	59,979,873.00	3.28
		Total investments in securities	1,643,526,639.81	1,574,691,903.33	86.12
		Cash and cash collateral at banks		223,808,855.35	12.24
		Other net assets/(liabilities)		29,882,245.86	1.64
		Total		1,828,383,004.54	100.00

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

Industrial and geographical classification of investments

as at 31st December 2018

Industrial classification

(in percentage of net assets)

Financials	36.96 %
Countries and governments	8.43 %
Real estate	8.36 %
Industrials	7.88 %
Investment funds	6.28 %
Healthcare	4.94 %
Telecommunications services	4.48 %
Non-cyclical consumer goods	2.82 %
Technologies	2.53 %
Cyclical consumer goods	2.41 %
Raw materials	1.03 %
Total	<u>86.12 %</u>

Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

Sweden	57.46 %
Norway	6.51 %
Finland	4.83 %
Luxembourg	3.91 %
Denmark	3.40 %
United Kingdom	2.85 %
The Netherlands	2.70 %
Bermuda	2.48 %
Germany	1.10 %
Chile	0.88 %
Total	<u>86.12 %</u>

Notes to the financial statements

as at 31st December 2018

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.

In accordance with the prospectus, the last trading/official Net Asset Value is dated 28th December 2018. An unofficial Net Asset Value dated 31st December 2018 has been calculated for reporting purposes and 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 2018

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	=	0.7356445	DKK	Danish Krona
			0.0986026	EUR	Euro
			0.0885401	GBP	Pound Sterling
			0.9758816	NOK	Norwegian Krona
			0.1127027	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	=	10.1417247	SEK	Swedish Krona
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g) 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.

h) 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.

i) 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 2018

j) 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.

k) 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.

l) 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.

m) Other liquid assets

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

n) Receivable on treasury transactions

The item "Receivable on treasury transactions" comprises new time deposits, maturities of loans or foreign exchange transactions not yet disclosed under the item "Cash at banks".

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.

p) Revaluation difference

The item "Revaluation difference" in the combined statement of operations and other changes in net assets represents the valuation difference of the net asset of the Sub-Fund at the beginning of the year with the exchange rate applicable at the date of the financial statements.

Note 2 - 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)	Class OC (SEK)
Catella SICAV - Catella Nordic Long/Short Equity	-	0.80%	0.80%	1.25%	1.25%	-	-
Catella SICAV - Catella Nordic Corporate Bond Flex	0.35%	-	-	0.50%	0.50%	0.50%	0.50%

*Closed during the year

Notes to the financial statements (continued)

as at 31st December 2018

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.

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 3 - 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	18,598,934.92	SEK
Catella SICAV - Catella Nordic Corporate Bond Flex	3,506,114.52	SEK

Note 4 - Central Administration Costs

Central Administration fees are disclosed in the item "central administration costs" in the statement of operations and other changes in net assets.

Notes to the financial statements (continued)

as at 31st December 2018

Note 5 - Research Fee

Research fees are disclosed in the item "Other administration cost" in the statement of operations and other changes in net assets.

Note 6 - 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 7 - Forward foreign exchange contracts

As at 31st December 2018, the following Sub-Funds were committed in the following forward foreign exchange contracts with Skandinaviska Enskilda Banken S.A. in Luxembourg as counterparty:

Catella SICAV - Catella Nordic Long/Short Equity					
Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in SEK)
Forward foreign exchange contracts linked to RC (H-EUR) and IC (H-EUR) Shares					
EUR	2,647,589.39	SEK	27,186,374.51	31.01.2019	-333,962.20
EUR	6,625,591.22	SEK	68,033,889.60	31.01.2019	-835,740.26
SEK	15,559.50	EUR	1,514.65	31.01.2019	197.60
					<u>-1,169,504.86</u>
Catella SICAV - Catella Nordic Corporate Bond Flex					
Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in SEK)
Forward foreign exchange contracts					
SEK	493,462,032.00	EUR	48,000,000.00	20.02.2019	6,583,432.10
SEK	119,994,120.00	NOK	114,000,000.00	20.02.2019	3,370,440.37
SEK	34,096,271.40	USD	3,800,000.00	20.02.2019	508,629.98
SEK	35,240,146.50	USD	3,900,000.00	20.02.2019	768,619.78
					<u>11,231,122.23</u>
Forward foreign exchange contracts linked to RC (H-EUR) Shares					
EUR	215,871.43	SEK	2,216,643.40	31.01.2019	-27,229.64
					<u>-27,229.64</u>

Notes to the financial statements (continued)

as at 31st December 2018

Note 8 - Futures contracts

As at 31st December 2018, the following Sub-Funds were committed in the following contracts:

Catella SICAV - Catella Nordic Long/Short Equity					
	Number of contracts	Denomination	Currency	Exposure (in SEK)	Unrealised result (in SEK)
Sale	250	OMX Stockholm 30 Index FUT 01/19 OMX	SEK	-35,206,250.00	1,081,250.00
					1,081,250.00
Catella SICAV - Catella Nordic Corporate Bond Flex					
	Number of contracts	Denomination	Currency	Exposure (in SEK)	Unrealised result (in SEK)
Sale	200	Swedish 5-Year Stadshypotek FUT 03/19 OMX	SEK	-249,976,560.00	-544,041.00
Purchase	192	Swedish Govt Bond 5 Years FUT 03/19 OMX	SEK	249,520,723.20	124,512.00
					-419,529.00

Note 9 - Short option contracts

As at 31st December 2018, the SICAV is committed in the following short option contracts:

Catella SICAV - Catella Nordic Long/Short Equity				Commitment (in SEK)
Currency	Number	Denomination		
			Index options	
SEK	200	OMX Stockholm 30 Index PUT 03/19 OMX 1300		7,409,951.36
SEK	700	OMX Stockholm 30 Index PUT 03/19 OMX 1320		25,737,606.72
SEK	300	OMX Stockholm 30 Index PUT 03/19 OMX 1380		17,158,404.48
SEK	100	OMX Stockholm 30 Index PUT 03/19 OMX 1440		8,255,192.96
SEK	300	OMX Stockholm 30 Index PUT 03/19 OMX 1480		30,344,173.44
SEK	1,000	OMX Stockholm 30 Index PUT 03/19 OMX 1500		106,359,568.00
SEK	1,100	OMX Stockholm 30 Index PUT 03/19 OMX 1520		127,222,948.16
SEK	200	OMX Stockholm 30 Index PUT 03/19 OMX 1540		24,427,482.24
SEK	1,000	OMX Stockholm 30 Index PUT 03/19 OMX 1560		121,010,422.40
SEK	650	OMX Stockholm 30 Index PUT 03/19 OMX 1580		80,945,970.56
SEK	300	OMX Stockholm 30 Index PUT 03/19 OMX 1640		41,133,682.46
SEK	600	OMX Stockholm 30 Index PUT 06/19 OMX 1280		27,047,731.20
SEK	300	OMX Stockholm 30 Index PUT 06/19 OMX 1320		16,313,162.88
				633,366,296.86

Note 10 - Contracts For Difference (CFD)

As at 31st December 2018, 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	-75,000	Assa Abloy AB B CFD	SEK	-11,861,250.00	-172,500.00
Sale	-20,000	Autoliv Inc SDR CFD	SEK	-12,596,000.00	-144,000.00
Sale	-76,209	Axfood AB CFD	SEK	-11,560,905.30	-99,071.70
Sale	-10,000	Bakkafrost P/F Reg CFD	NOK	-4,336,591.56	-4,098.86
Sale	-35,000	Chr. Hansen Holding A/S CFD	DKK	-27,433,087.85	10,319.11
Sale	-200,000	Equinor ASA CFD	NOK	-37,658,256.07	-758,288.69
Sale	-100,000	Fortum Oyj CFD	EUR	-19,370,694.18	-456,377.61

Notes to the financial statements (continued)

as at 31st December 2018

	Number of contracts	Denomination	Currency	Market value (in SEK)	Unrealised result (in SEK)
Sale	-112,717	Getinge AB B CFD	SEK	-9,006,088.30	-135,260.40
Sale	-50,000	Golden Ocean Group Ltd CFD	NOK	-2,682,190.08	-110,156.80
Sale	-190,000	Husqvarna AB B CFD	SEK	-12,483,000.00	-429,400.00
Sale	-14,103	ISS A/S CFD	DKK	-3,490,070.51	-63,264.12
Sale	-50,000	Metsa Board Corp CFD	EUR	-2,596,281.52	-43,102.33
Sale	-110,000	Mowi ASA Reg CFD	NOK	-20,593,686.32	14,604.23
Sale	-11,000	Nolato AB B CFD	SEK	-4,031,500.00	38,500.00
Sale	-230,000	Norsk Hydro ASA CFD	NOK	-9,241,182.33	-122,555.85
Sale	-82,342	Norwegian Air Shuttle ASA CFD	NOK	-14,635,197.12	-382,337.87
Sale	-60,000	Peab AB CFD	SEK	-4,344,000.00	-192,000.00
Sale	-3,000	Rockwool Intl A/S B CFD	DKK	-6,932,696.50	-167,200.33
Sale	-30,283	Sampo Plc A CFD	EUR	-11,796,550.22	-224,198.95
Sale	-45,000	Sydbank A/S CFD	DKK	-9,487,599.06	-269,151.75
Sale	-46,679	Tieto Corp CFD	EUR	-11,162,903.28	-217,766.56
Sale	-100,000	Waertsilae Oyj Abp CFD	EUR	-14,091,926.47	-162,267.60
Sale	-20,000	Yara Intl ASA CFD	NOK	-6,834,845.39	-141,410.59
				<u>-268,226,502.06</u>	<u>-4,230,986.67</u>

Note 11 - Pledged assets

At the date of the financial statements, 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 SEK 19,123,890.03.
- Catella SICAV - Catella Nordic Corporate Bond Flex pledged cash as collateral Skandinaviska Enskilda Banken AB (publ) Stockholm for an amount of SEK 62,091,246.72.

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

Note 12 - 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.

Note 13 - Event

FundRock Management Company S.A. has completed the acquisition of SEB Fund Services S.A. from Skandinaviska Enskilda Banken AB (publ) on the 15th November 2018. The deal was first announced on 22nd May 2018 and concluded following regulatory approval of the Commission de Surveillance du Secteur Financier.

SEB Fund Services S.A. was renamed into FundRock Nordics S.A. on the 15th November 2018. On the 21st December 2018 FundRock Nordics S.A. was merged into FundRock Management Company S.A..

Additional information (unaudited)

as at 31st December 2018

1 - Risk management

As required by Circular CSSF 11/512, the Board of Directors of the Fund needs to determine the global risk exposure of the Fund 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 2018 to 31st December 2018 the following statistics have been computed for the Sub-Funds show the utilisation of VaR:

Sub-Fund	Catella Nordic Long/Short	Catella Nordic Corporate Bond Flex
VaR limit	20.00%	20.00%
Min VaR utilisation	13.65%	0.65%
Max VaR utilisation	47.50%	3.85%
Average VaR utilisation	26.72%	1.92%
Average level of leverage*	113.01%	79.94%

* based on the sum of notionals methodology

2 - Remuneration disclosure

FundRock Management Company S.A. ("FundRock") has established and applies a remuneration policy in accordance with the principles laid out under the AIFMD and UCITS V directive, and any related legal & regulatory provisions applicable in Luxembourg. The remuneration policy is aligned with the business strategy, objectives, values and interests of the Management Company and the Funds that it manages and of the investors in such Funds, and which includes, inter alia, measures to avoid conflicts of interest; and it is consistent with and promotes sound and effective risk management and does not encourage risk taking which is inconsistent with the risk profiles, rules or instruments of incorporation of the Funds that the Management Company manages.

As an independent management company relying on a full-delegation model (i.e. delegation of the collective portfolio management function), FundRock ensures that its remuneration policy adequately reflects the predominance of its oversight activity within its core activities. As such, it should be noted that FundRock's employees who are identified as risk-takers under UCITS V are not remunerated based on the performance of the funds under management.

A paper version of the remuneration policy is made available free of charge to investors at FundRock's registered office.

The amount of remuneration, including social charges and benefits, for the financial year ending 31 December 2018 was: EUR 6,459,595.00

Additional information (unaudited) (continued)

as at 31st December 2018

Fixed remuneration: EUR 6,271,345.00

Variable remuneration: EUR 188,250.00

This does not include the remuneration to SEB Fund Services/FundRock Nordics for the period from the 1st of January 2018 till the 21st of December 2018 prior to the merger of SEB Fund Services/FundRock Nordics with FundRock Management Company on the 21st December 2018.

Number of beneficiaries: 64

The aggregated amount of remuneration for the financial year ending 31 December 2018 of Identified staff/risk takers is as follows:

Identified staff/risk takers: EUR 1,069,358.00

Other risk takers: EUR Nil

The remuneration to SEB Fund Services/FundRock Nordics for the period from the 1st of January 2018 till the 21st December 2018 prior to the merger of SEB Fund Services/FundRock Nordics with FundRock Management Company on the

21st December 2018, including social charges and benefits was: EUR 2,286,192.83

Fixed remuneration: EUR 2,245,970.33

Variable remuneration: EUR 40,222.50

Number of beneficiaries: 19

The aggregated amount of remuneration for the period from the 1st of January 2018 till the 21st December 2018 prior to the merger of SEB Fund Services/FundRock Nordics with FundRock Management Company on the 21st December 2018, of Identified staff/risk takers is as follows:

Identified staff/risk takers: EUR 489,625.06

Other risk takers: EUR Nil

The total amount of remuneration is based on a combination of the assessment of the performance of the individual, the overall results of FundRock, and when assessing individual performance, financial as well as non-financial criteria are taken into account.

The Policy is subject to annual review by the Compliance Officer and the update is performed by HR department of FundRock and is presented for review to the Remuneration Committee and approval by the Board of FundRock.

The policy was last updated in February 2019, to reflect the additional requirements of the "UCITS V" Directive.

Remuneration policy for Catella Fondförvaltning AB

“The decision process”

The Board of directors of Catella Fondförvaltning AB (the Company) adopted an updated remuneration policy in November 2018, which is based on Finansinspektionen’s regulations (FFFS 2013:9) regarding Swedish UCITS funds and (FFFS 2013:10) regarding alternative investment fund managers. The Company is included in a consolidated situation with Catella Bank S.A. as a guarantor institution and has therefore also observed the regulations that apply to the consolidated situation.

“Correlation between pay and performance”

The general principle is that remuneration to employees of the Company is comprised of fixed and variable pay related to the Company’s development and individual performance. The pay and remuneration structure is also designed to facilitate the capacity of the Company to achieve good profitability over the short and long terms. The mix of fixed pay and variable pay differs among personnel categories.

Additional information (unaudited) (continued)

as at 31st December 2018

Performance assessment and risk adjustment

The Company has established a process for performance assessment and risk adjustment of variable pay that takes into consideration the performance of the Company, the business units and/or the funds/discretionary mandates, as well as the individual's performance and the Company's capital and liquidity requirements. In this context, "funds" refers to all funds managed by the Company.

Specification of remuneration paid during the 2018 financial year :

<u>Business unit:</u>	<u>Execu- tive manage- ment</u>	<u>Employees with strategic positions</u>	<u>Control func- tions</u>	<u>Employees who can affect the level of risk in the Company or the funds</u>	<u>Employees whose total remune- ration equals or exceeds the total remune- ration paid to any member of executive manage- ment</u>	<u>Other employees</u>	<u>Total</u>
<u>Number of employees:</u>	1	6	4	12	0	18	41
<u>Remuneration:</u>	<u>Amount (SEK)</u>	<u>Amount (SEK)</u>	<u>Amount (SEK)</u>	<u>Amount (SEK)</u>	<u>Amount (SEK)</u>	<u>Amount (SEK)</u>	<u>Amount (SEK)</u>
Total remuneration paid	5,204,311	11,872,557	4,028,998	30,790,840	0	12,484,173	64,380,879
Total fixed pay disbursed in 2018	2,142,311	7,642,557	4,028,998	18,458,840	0	3,940,173	36,212,879
Total variable pay disbursed in 2017 and preceding years	3,062,000	4,230,000	0	12,332,000	0	8,544,000	28,168,000

The amounts of fixed and variable pay reported above do include social insurance expenses, etc.

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

During the reporting period, the Fund did not engage in transactions which are subject to the publication requirements of SFTR. Accordingly, no information concerning the transparency of securities financing transactions and of reuse of cash collateral should be reported.



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