

*This is an English translation of the Swedish original. In the event of any difference between the English version and the Swedish original, the Swedish version shall prevail.*

## **Information brochure**

*Spiltan Aktiefond Sverige*

*Spiltan Aktiefond Stabil*

*Spiltan Aktiefond Investmentbolag*

*Spiltan Röntefond Sverige*

**1<sup>st</sup> May 2013**

**SPILTAN**  
F O N D E R

## **General information**

This is an information brochure for Spiltan Aktiefond Sverige, Spiltan Aktiefond Stabil, Spiltan Aktiefond Investmentbolag and Spiltan Räntefond Sverige (“**the Investment funds**”) which are managed by Spiltan Fonder AB, established in accordance with chapt. 4 of the Swedish Investment Funds Act (2004:46) and section 18 of the Swedish Financial Supervisory Authority’s regulations regarding investment funds (2008:11). The fund provisions for the Investment funds constitute part of this information brochure. The simplified prospectuses for the respective funds constitute a detachable part of this information brochure.

### **The fund management company**

Spiltan Fonder AB

Corporate ID no: 556614-2906

Company address: Grevgatan 39, SE-114 53 Stockholm, Sweden

The company’s registered office: County of Stockholm, municipality of Stockholm

Tel: +46 8 545 813 40

The fund management company has been licensed under the provisions of the Swedish Investment Funds Act to conduct investment fund operations since 14<sup>th</sup> December 2006. The company was, prior to this date, licensed to conduct investment fund operations under the provisions of the Swedish Mutual Funds Act.

### **Owners and share capital**

Investment AB Spiltan owns 92.4% of the shares in Spiltan Fonder AB. The remaining shares are owned by the fund management company’s personnel. The fund management company has a share capital of SEK 2,000,000.

### **Board of Directors**

The Board of Directors of the fund management company comprises the following persons:

Per Håkan Börjesson, Stockholm, Chairman of the Board

Erik Brändström, Danderyd

Anders Bergholtz, Stockholm

Staffan Olsson, Stockholm

Stefan Öström, Stockholm

### **The fund management company’s management team, operating activities**

Erik Brändström, CEO

Pär Andersson, Vice President, Fund Management

Jörgen Wärmlöv, Vice President, Customer Relations

Niklas Larsson, Vice President, Marketing

Nina Ruohonen, Administrative Affairs Manager

**Auditors**

The fund management company's auditors are:

Sten Johan Pharmanson, BDO Stockholm AB, Box 251 93, SE-104 51 Stockholm, Sweden

**Outsourcing agreement**

Spiltan Fonder AB has entered into an outsourcing agreement with A-sec Outsourcing AB with regard to fund administration, maintenance of the registers of unit holders, monitoring the conformity with applicable legislative regulatory provisions and other rules (risk management) of transactions and holdings in the funds, and compliance. Spiltan Fonder AB also has agreements with external fund brokers, such as Avanza Bank AB, MFEX AB and Nordnet Bank AB, with regard to the distribution of funds.

**Depositary**

Swedbank AB

Corporate ID no: 502017-7753

Address and registered office: SE-105 34 Stockholm, Sweden

Swedbank AB is a Swedish universal bank licensed by the Swedish Financial Supervisory Authority.

## **The funds and their legal status**

### The legal status of the funds

Spiltan Fonder's funds are regulated by the provisions of the Swedish Investment Funds Act (2004:46). The funds comprise securities purchased using the capital supplied to the funds by those persons who have invested capital in them and who are hence the owners of the funds. The funds may not acquire rights or undertake liabilities, nor may they bring suits before a court of law or any other official body. Property held by the funds may not be distrained and the unit holders have no liability for any obligations in respect of the funds. The fund management company represents the unit holders on matters relating to the funds, makes decisions in relation to the property of the funds, and exercises those rights that derive from the funds.

### The legal status of the fund units

A fund unit is a right to a share of an investment fund that corresponds to the net assets of the fund divided by the number of outstanding units without any responsibility or liability on the part of the unit holder for any obligation that is incumbent upon the fund.

## **Fees – general information**

The fund management company debits the funds with a management fee for its management of the said funds. Depositary costs in relation to the funds' securities are defrayed by Spiltan Fonder AB. Costs in connection with the funds' trading in securities – primarily brokerage – are levied from the respective funds. Breakdowns of the funds' combined costs are provided in the respective funds' annual accounts. Breakdowns of the individual unit holder's share of the costs are provided in the annual statements of account.

The term, annual fee, is used in the simplified prospectuses. The annual fee comprises the sum of the management cost, interest expenses and other costs, but excludes transaction costs during the year calculated on the basis of the average net fund assets.

## **Sales and redemption**

Fund units may be sold and redeemed on any banking day through the fund management company.

The funds may not, however, be sold or redeemed on banking days when the valuation of the funds' assets cannot be carried out in a manner that ensures the unit holders' equal rights, due to one or more of the markets in which the funds are traded being closed, either wholly or in part. The recall of a request for redemption is subject to the consent of the fund management company.

Units shall be sold and redeemed at the price calculated on the sale or redemption date. The term, sale date, refers to the date when the proceeds of the investment are credited to the fund's bank account.

Redemption requests shall be submitted in writing by fax, letters in the post, or email. The term, redemption date, refers to the date, prior to 16.00 (CET) when the redemption request is received by the fund management company. Redemption requests submitted on so-called "half days" must be received by the fund management company before 12 noon (CET) on that date.

Fund units are sold and redeemed at a price that is unknown to the unit holder at the time when the sale or redemption request is submitted.

Fund units shall, upon request, be redeemed if sufficient monies are available within the fund. Where this is not the case, monies shall be obtained by means of the sale of the fund's property and the

redemption shall be effected forthwith. The fund management company may, subject to its notifying the Swedish Financial Supervisory Authority, postpone the sale in the event of any such sale having a materially deleterious effect on the interests of the other unit holders.

Details of sale and redemption prices shall be available from the fund management company and brokerage institutions no later than the banking day immediately following the banking day when the value of the fund unit was determined.

The minimum amount that may be deposited in the funds is SEK 100. This minimum amount applies to both one-off deposits and monthly savings.

#### Guidelines for closure of funds

The Investment funds may be sold and redeemed on any banking day, unless otherwise specified in the fund provisions. The fund provisions also specify the time by which a request for sale or redemption must be submitted (the so-called cut-off time).

The funds may, however, be closed for sales or redemptions on banking days when the valuation of the funds' assets cannot be carried out in a manner that ensures the unit holders' equal rights, e.g. when one or more of the markets in which the funds are traded is closed, either wholly or in part, or when extraordinary circumstances obtain.

The funds may be closed, for example, on a date that is a public holiday in the underlying market or if more than 60% of the funds' assets are invested in markets that are closed due to a public holiday or for other reasons if, in the opinion of the fund management company, it is not possible to conduct a valuation of the funds' assets in a manner that ensures the unit holders' equal rights. A fund may also be closed if less than 60% of the underlying market is closed if, in the opinion of the fund management company, it is not possible to conduct a valuation of the funds' assets in a manner that ensures the unit holders' equal rights.

A sale or redemption request can, however, normally be submitted, notwithstanding the closure of a fund. No calculation of the fund unit value will, however, be conducted by the fund management company, due to the closure of the fund. The fund unit value of a sale or redemption request received when the fund is closed will be determined on the next banking day upon which the fund is open. The sale or redemption will, therefore, be delayed by the number of days for which the fund is closed.

### **Register of all unit holders**

A register of persons holding units in the fund is maintained by A-sec Outsourcing AB who have been engaged for this purpose by Spiltan Fonder AB.

A transaction note is provided in conjunction with the sale of fund units (the customer's purchase), with the redemption of fund units (the customer's sale), and with the closure of a fund account. A report detailing all of the transactions during the year for each of the fund accounts is provided once a year.

### **Damages**

Chapt. 2, § 21 of the Swedish Investment Funds Act states that: In the event a holder of units in a collective investment undertaking incurs a loss as a consequence of a violation of this Act or the fund rules by the Swedish management company, the Swedish management company shall compensate such loss. In the event a holder of units in a collective investment undertaking or Swedish management company incurs a loss as a consequence of a violation of this Act or the fund rules by a depositary, the depositary shall compensate such loss.

## General risk information

The funds' specific risks are shown in the description below. What follows is a description of the various risks that can affect the value of a fund.

### *Market risk*

The risk of losses by an investment fund as a result of changes in the market value of positions in the fund due to changes in market variables, e.g. interest rates, exchange rates, share and raw materials prices, or the creditworthiness of an issuer.

### *Credit or counterparty risk*

The risk of losses by an investment fund as a result of the counterparty in a transaction failing to fulfil their obligations before the settlement of the transaction.

### *Liquidity risk*

The risk that a position in an investment fund cannot be sold, redeemed or wound up at a limited cost within a reasonable period of time and that a fund unit consequently cannot, as requested by its owner, be redeemed immediately.

### *Currency or exchange risk*

The risk that the value of an investment is affected by exchange rate fluctuations.

### *Operational risk*

The risk of losses by an investment fund due partly to deficient routines with regard to personnel and systems within the company that conduct the investment fund operations or to external factors, partly to legal and documentation-related risks, and partly to risks resulting from commercial, settlement and valuation routines.

### *The fund's risk indicator*

The level of risk within the Investment funds is ranked using a seven-grade scale where 1 represents the lowest risk and 7 the highest. Category 1 does not mean that the fund is risk-free. The way in which the risk indicator is calculated is common to all EU member states in accordance with the European Commission' regulation (583/2010/EC) as regards key investor information. The standard deviation for price movements within the fund forms the basis for the risk classification, as shown below:

Risk indicator	Standard deviation (%)
1	0 – 0.5
2	0.5 – 2
3	2 – 5
4	5 – 10
5	10 – 15
6	15 – 25
7	> 25

The standard deviation is calculated on the basis of the monthly NAV rates over a 5-year period. The benchmark standard deviation is used in the absence of a 5-year history. The risk indicator hence primarily describes the market risk and, where relevant, the currency risk.

The risks to which the funds are exposed and which are not covered by the risk indicator described above are shown in the fund descriptions below.

## **Spiltan Aktiefond Sverige**

### ***Investment orientation and asset classes***

The fund is an actively managed equities fund in which investments are made irrespective of the size of the company or sector. Considerable emphasis is placed on the analysis and evaluation of the individual company's business concept, corporate management team and long-term prospects. The fund is completely independent of any index weighting.

The fund is a securities fund (UCITS) that may invest in equities, equity-based securities, fund units, and accounts with credit institutions. A minimum of 90% of the fund's assets shall, however, be invested in the Swedish equities market.

The fund may not invest in derivative instruments, including OTC derivatives.

### ***Fees***

The maximum permitted management fee is 2.0%. Applicable fees are shown in the fund's simplified prospectus. Brokerage, tax etc. costs in conjunction with the purchase and sale of financial instruments shall be defrayed by the fund.

### ***The fund's risk profile***

The risk/reward indicator shows the relationship between risk and possible return in conjunction with investing in the fund. The indicator is based on the way in which the fund's value has changed over the past five years. Spiltan Aktiefond Sverige is a category 6 fund, which means a high risk of rises and falls in the value of the fund unit. Category 1 does not mean that the fund is risk-free. The fund may, over time, move both to the right and the left on the scale as the indicator is based on historic data and there is no guarantee of future risks/rewards.

The equities market is generally characterised by high risk, but also by the possibility of high rewards.

The indicator reflects the most important risks associated with the fund, but does not reflect the following risk:

- Liquidity risk – the risk that you are unable, when extreme market conditions prevail, to buy and sell fund units within a reasonable timescale at a reasonable price.

### ***The investment fund's target group***

Spiltan Aktiefond Sverige is suitable for customers who want an actively managed fund. Their preferred investment horizon should usually be a minimum of five years. The possibility of substantial price fluctuations must be acceptable to the fund saver.

## **Spiltan Aktiefond Stabil**

### ***Investment orientation and asset classes***

The fund is an actively managed equities fund that offers a comprehensive solution for saving in a broad and well-diversified portfolio with investments in listed, blue-chip companies. The emphasis is on so-called “value stocks” and investment companies. Investments in other funds and various market instruments in order to achieve a stable return also reduce the fund’s overall risk level. The management of the fund takes an explicitly long-term approach, resulting in low transaction costs. The fund is completely independent of any index weighting.

The fund is a securities fund (UCITS) that may invest in securities, money market instruments, fund units and accounts with credit institutions. A minimum of 50% of the fund’s assets shall, however, be invested in Swedish markets.

The fund may, in order to enhance the efficiency of its management, invest in derivative instruments, including OTC derivatives.

### ***Fees***

The maximum permitted management fee is 2.0%. Applicable fees are shown in the fund’s simplified prospectus. Brokerage, tax etc. costs in conjunction with the purchase and sale of financial instruments shall be defrayed by the fund.

### ***The fund’s risk profile***

The risk/reward indicator shows the relationship between risk and possible return in conjunction with investing in the fund. The indicator is based on the way in which the fund’s value has changed over the past five years. Spiltan Aktiefond Stabil is a category 6 fund, which means a high risk of rises and falls in the value of the fund unit. Category 1 does not mean that the fund is risk-free. The fund may, over time, move both to the right and the left on the scale as the indicator is based on historic data and there is no guarantee of future risks/rewards.

The equities market is generally characterised by high risk, but also by the possibility of high rewards.

The indicator reflects the most important risks associated with the fund, but does not reflect the following risk:

- Liquidity risk – the risk that you are unable, when extreme market conditions prevail, to buy and sell fund units within a reasonable timescale at a reasonable price.

### ***The investment fund’s target group***

Spiltan Aktiefond Stabil is suitable for customers who want an actively managed fund. Their preferred investment horizon should usually be a minimum of five years. The possibility of substantial price fluctuations must be acceptable to the fund saver.

## **Spiltan Aktiefond Investmentbolag**

### ***Investment orientation and asset classes***

The fund is an equities fund. The fund is a special fund which, for this fund, means that it shall invest in equities and other transferable securities issued by investment companies and companies of that ilk in Sweden, but may also invest in the rest of the Nordic region. The fund's investment policy means that it has the potential to achieve a good risk spread, notwithstanding its limited number of holdings.

The fund is a special fund (non-UCITS) that may invest in the following types of assets:

- Swedish or other Nordic transferable securities listed for trading in a regulated market in Sweden or other Nordic country;
- money market instruments;
- fund units, and
- accounts with credit institutions.

The fund may not invest in derivative instruments, including OTC derivatives.

### ***Fees***

The maximum permitted management fee is 1.0%. Applicable fees are shown in the fund's simplified prospectus. Brokerage, tax etc. costs in conjunction with the purchase and sale of financial instruments shall be defrayed by the fund.

### ***The fund's risk profile***

The risk/reward indicator shows the relationship between risk and possible return in conjunction with investing in the fund. The indicator is based on the way in which the fund's value has changed over the past five years. Spiltan Aktiefond Investmentbolag is a category 6 fund, which means a high risk of rises and falls in the value of the fund unit. Category 1 does not mean that the fund is risk-free. The fund may, over time, move both to the right and the left on the scale as the indicator is based on historic data and there is no guarantee of future risks/rewards.

The fund invests in investment companies and companies of that ilk that are listed on stock markets, which are generally characterised by a high risk but also by the possibility of high rewards. The fund's investment policy means that it has the potential to achieve a good risk spread, notwithstanding its limited number of holdings. The indicator primarily reflects rises and falls in the prices of the shares in which the fund has invested.

The indicator reflects the most important risks associated with the fund, but does not reflect the following risk:

- Liquidity risk – the risk that you are unable, when extreme market conditions prevail, to buy and sell fund units within a reasonable timescale at a reasonable price.

### ***The investment fund's target group***

Spiltan Aktiefond Investmentbolag is suitable for customers who want a passively managed fund. Their preferred investment horizon should usually be a minimum of five years. The possibility of substantial price fluctuations must be acceptable to the fund saver.

## **Spiltan Räntefond Sverige**

### ***Investment orientation and asset classes***

The fund is a short fixed income fund, which means that the average fixed interest term may be a maximum of 1 year and the fund's average time to maturity may be a maximum of 2 years.

The fund is a securities fund (UCITS) that may invest in interest-bearing securities and money market instruments issued in Swedish kronor by the Swedish government, municipalities, county councils, credit institutions, and companies.

The fund may, in order to enhance the efficiency of its management, invest in derivative instruments. The fund may not use OTC derivatives.

### ***Fees***

The maximum permitted management fee is 2.0%. Applicable fees are shown in the fund's simplified prospectus. Brokerage, tax etc. costs in conjunction with the purchase and sale of financial instruments shall be defrayed by the fund.

### ***The fund's risk profile***

The risk/reward indicator shows the relationship between risk and possible return in conjunction with investing in the fund. The indicator is based on the way in which the fund's value has changed over the past five years. Spiltan Räntefond Sverige is a category 1 fund, which means a low risk of rises and falls in the value of the fund unit. Category 1 does not mean that the fund is risk-free. The fund may, over time, move both to the right and the left on the scale as the indicator is based on historic data and there is no guarantee of future risks/rewards.

The fund invests primarily in interest-bearing securities that are generally characterised by a low risk and hence also by a lower risk of losses. The indicator primarily reflects rises and falls in the value of the interest-bearing securities in which the fund has invested. The interest risk, i.e. the risk of interest sensitivity in the fund, is limited by the fact that the fund's fixed interest term may be a maximum of 1 year. The price risk is consequently very limited. The credit risk\* is limited by the fact that the fund invests in interest-bearing securities and money market instruments with good level of creditworthiness. The indicator reflects the most important risks in the fund.

\* The term, credit risk, refers to the risk that an issuer or counterparty may suspend payments or that its creditworthiness may decrease, which would have a negative effect on the value of the security.

### ***The investment fund's target group***

Spiltan Räntefond Sverige is suitable for customers who want an alternative to the banks' high interest accounts. Customers who wish to pull out of the stock market for shorter periods of time in favour of a more secure investment alternative, or who wish to include a low risk component in their savings portfolio may find the fund to be to their advantage. The preferred investment horizon should usually be between 0 and 24 months.

## **Closure of the fund or transfer of the investment fund operations**

A decision to close the Investment funds or to transfer their operations may be taken by the fund management company's Board of Directors or by a depositary after having taken over management of the fund. The depositary shall take over management of the fund if the Board of the fund management company decides to cease management of the fund, if the Swedish Financial Supervisory Authority revokes the fund management company's licence, if the fund management company has entered into liquidation or if it has been declared bankrupt. The consent of the Swedish Financial Supervisory Authority is required to any such transfer. The unit holders must be informed in writing of the closure of a fund at least three months before the change comes into effect.

## **Other information**

### **Amendments to the fund provisions**

The Board of Directors of the fund management company may amend the fund provisions of the fund, subject to the consent of the Swedish Financial Supervisory Authority. An amendment to the fund provisions may affect the funds' characteristics, e.g. their investment orientation, fees and risk profile. All unit holders shall be informed before any such amendments are made and they shall be afforded the opportunity to sell their units, free of fees, if they wish to discontinue their ownership of the fund once the amendments come into effect.

### **Annual accounts and half-yearly accounts**

The funds' annual accounts and half-yearly interim accounts shall be sent to unit holders, free of charge, at their request. Requests shall be submitted to Spiltan Fonder, either verbally or in writing.

### **Remuneration, results and performance**

For details of the scale of remuneration disbursed to the fund management company and the depositary, and of the fund's results and performance, please see the funds' annual accounts and half-yearly interim accounts.

### **Marketing of units outside Sweden**

The Investment funds will not be marketed outside Sweden.

### **Tax regulations for the Investment Funds**

*Tax on the funds:* on 1<sup>st</sup> January 2012, new tax regulations governing funds and fund holdings came into force, abolishing the tax on the actual fund but introducing a new tax on holdings of directly owned units in investment funds.

*Fund saver's tax:* preliminary tax (not applicable to legal entities) is deducted in conjunction with disbursement of dividends. Capital gains/losses are reported to the Swedish Tax Agency in the statement of earnings and tax deductions, but no tax deduction is made. N.B. only 70% of capital losses on unlisted funds may be deducted.

The new tax provisions for funds and fund holdings mean abolition of the tax on the actual fund but the introduction of a new tax on directly owned units in investment funds. The fund unit holder shall declare a standard income of 0.4 per cent of the capital base in their tax return. The capital base comprises the value of the units at the beginning of the calendar year. The standard income is then declared as income from capital and taxed at 30 per cent. For legal entities, the standard income is taxed as income from commercial activity at 26.3 per cent. A statement of earnings and tax deductions shall be submitted for natural persons and the estates of deceased Swedish persons. Legal entities shall calculate their own standard income and pay the appropriate tax. The tax payable may be affected by individual circumstances and in the event of any uncertainty regarding potential fiscal consequences, expert assistance should be sought.