

**FONDITA NORDIC SMALL CAP INVESTMENT FUND**

**ANNUAL REPORT**

**31.12.2017**

# FONDITA NORDIC SMALL CAP INVESTMENT FUND

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**Activity Report 2017**

Fondita Nordic Small Cap Investment Fund began operations on September 10, 1997.

It mainly invests in shares of publicly traded small- and midcap companies in North European countries.

The development of the fund is described in the following table:

	2017	2016	2015
Market value 31.12.	209 757 059,71	203 595 899,27	182 434 045,24
Unit value 31.12. (return / A)	66,22	64,05	61,29
Unit value 31.12. (growth / B)	170,18	156,54	141,23
Growth unit price change during period	8,7 %	10,8 %	23,6 %
Fiscal period profit	17 691 685,95	19 242 294,60	38 946 241,38
Management fees paid to Fund Company	4 249 492,07	3 648 005,95	3 638 317,64
A-unit returns	3,20	3,05	2,60
Turnover rate (times/year)	0,26	0,27	0,21
Volatility (%/year)	9,9	18,7	16,6
TER (Total Expense Ratio)	2,00 %	2,00 %	2,00 %
Number of unitholders at end of period	496	511	494

During the year the fund has not participated in any shareholders' general meetings.

Thereby the right to vote has not been used.

The Board of Directors suggested that the A-units return will be 3,30 € / share.

The return is paid on February 8, 2018.

The Fund Company has during 2017 paid 1 791 800,97 euros in remuneration to the employees whereof 11 518,76 euros in variable remuneration.

executive management (CEO, deputy CEO and chairman of the board)

659 733,00 euros, no variable part

risk requiring actions (portfolio managers)

637 550,60 euros, no variable part

those who manage the internal supervisory functions (all members of the Risk Control Function, Compliance Function and Internal Control Function)

656 149,93 euros, no variable part

Note that some people may belong to several groups

## INCOME STATEMENT 1.1.2017-31.12.2017

(euros)

REVENUE	1.1.-31.12.2017	1.1.-31.12.2016
Net profit from securities	16 986 042,16	18 927 124,62
Dividends	4 964 372,09	3 963 373,12
Total revenue	<u>21 950 414,25</u>	<u>22 890 497,74</u>
<b>COSTS</b>		
Commissions		
to the Fund Company	4 249 492,07	3 648 005,95
Interest fees	9 236,23	197,19
Total Costs	<u>4 258 728,30</u>	<u>3 648 203,14</u>
<b>FISCAL PERIOD PROFIT</b>	<u>17 691 685,95</u>	<u>19 242 294,60</u>

**BALANCE SHEET 31.12.2017**

(euros)

<b>ASSETS</b>	31.12.2017	31.12.2016
<b>Current assets</b>		
Current assets		
Market value of securities	208 898 770,63	201 964 936,60
Receivables		
Accruals	314 595,36	0,00
Cash and bank deposits	1 079 784,17	1 953 738,80
<b>TOTAL ASSETS</b>	<u>210 293 150,16</u>	<u>203 918 675,40</u>
<b>LIABILITIES AND SHAREHOLDER EQUITY</b>	31.12.2017	31.12.2016
<b>Fund value</b>		
Fund value	209 757 059,71	203 595 899,27
<b>Liabilities</b>		
Current liabilities		
Purchased securities	209 575,89	
Accruals	326 514,56	322 776,13
<b>TOTAL LIABILITIES AND EQUITY</b>	<u>210 293 150,16</u>	<u>203 918 675,40</u>

**Fondita Nordic Small Cap Investment Fund**

Portfolio content 31.12.2017

<b>Sweden</b>	Business Area	No. of shares	Price (euro)	Market value	42,78 %
Evolution Gaming	IT solutions	185 000	59,01	10 916 756,46	5,20 %
Dometic Group	Convenience products	1 000 000	8,45	8 452 436,62	4,03 %
Elekta B	Pharmaceutical technology	1 170 000	6,82	7 974 515,62	3,80 %
AcadeMedia	Education services	1 200 000	6,40	7 684 957,41	3,66 %
AAK	Vegetable fats	90 000	70,90	6 381 259,28	3,04 %
ÅF	Technical consulting	300 000	18,41	5 522 800,74	2,63 %
Fenix Outdoor Int.	Consumer products	55 000	99,31	5 462 317,28	2,60 %
Cloetta B	Confectionary	1 770 000	3,03	5 361 782,58	2,56 %
Aspire Global	Gaming solutions	1 350 000	3,60	4 857 990,93	2,32 %
Trelleborg B	Engineering	235 000	19,35	4 548 356,27	2,17 %
Munters	Air treatment solutions	750 000	5,59	4 193 181,13	2,00 %
ITAB Shop Concept	Lighting & cash register systems	700 000	5,24	3 664 586,17	1,75 %
Thule Group	Cargo racks	186 000	18,81	3 497 875,45	1,67 %
Attendo	Healthcare services	383 000	8,87	3 396 908,74	1,62 %
Betsson B	Online games	450 000	6,17	2 776 648,30	1,32 %
Autoliv	Car safety products	24 000	107,96	2 590 928,50	1,24 %
Lifco B	Oral products	70 000	29,09	2 036 513,71	0,97 %
Boozt	E-commerce	55 000	7,47	410 931,75	0,20 %
<b>Finland</b>	Business Area	No. of shares	Price (euro)	Market value	34,67 %
Caverion	Technical building services	1 450 000	5,90	8 555 000,00	4,08 %
Metsä Board	Forestry	1 000 000	7,15	7 145 000,00	3,41 %
Konecranes	Crane manufacturer	180 000	38,60	6 948 000,00	3,31 %
Basware	IT products	140 000	46,97	6 575 800,00	3,13 %
Lassila&Tikanoja	Waste disposal	360 000	18,15	6 534 000,00	3,12 %
Tokmanni Group	Discount retail	880 000	7,24	6 371 200,00	3,04 %
Amer Sports	Consumer products	275 000	22,93	6 305 750,00	3,01 %
Cargotec B	Cargo & load handling solutions	130 000	47,65	6 194 500,00	2,95 %
Outotec	Engineering	720 000	7,03	5 061 600,00	2,41 %
Terveystalo	Health care services	530 000	8,86	4 695 800,00	2,24 %
Huhtamäki	Food packaging	113 000	35,11	3 967 430,00	1,89 %
Rovio	Mobile game developer	300 000	9,07	2 721 000,00	1,30 %
Ramirent	Machine rental	210 000	7,82	1 642 200,00	0,78 %

<b>Norway</b>	Business Area	No. of shares	Price (euro)	Market value	18,23 %
Link Mobility Group	Mobile solutions	415 000	14,59	6 056 822,92	2,89 %
Storebrand	Finance	750 000	6,83	5 122 148,43	2,44 %
XXL	Sports store	580 000	8,70	5 043 580,85	2,40 %
Atea	IT products	400 000	11,80	4 719 139,98	2,25 %
Tomra Systems	Recycling technology	330 000	13,04	4 304 435,38	2,05 %
Veidekke	Construction	400 000	9,36	3 742 766,19	1,78 %
Wilh. Wilhelmsen Holdi	Shipping company	150 000	24,82	3 722 425,07	1,77 %
Wallenius Wilh. Holding	Shipping company	520 000	5,95	3 093 884,44	1,47 %
EVERY	IT services	743 000	3,26	2 425 709,14	1,16 %

<b>Denmark</b>	Business Area	No. of shares	Price (euro)	Market value	3,92 %
Royal Unibrew	Brewery	95 000	147,10	4 723 968,41	2,25 %
GN Store Nord	Hearing aids	130 000	272,10	3 495 862,88	1,67 %

**Portfolio value** 208 898 770,63

**Cash and other asset, net** 858 289,08 0,41 %

**Fund value** 209 757 059,71

**Number of outstanding units**

Return units (A) 1 035 177,4754  
Growth units (B) 829 746,0919 1 864 923,5673

**Unit value**

Return unit price 66,2192  
Growth unit price 170,1839

## Fondita Nordic Small Cap Investment Fund

### Securities' change in portfolio 1.1.-31.12.2017

(%-units)

<b>Denmark</b>	<b>-0,2</b>	<b>Sweden</b>	<b>-2,0</b>
Royal Unibrew	0,6 *	AcadeMedia	3,7 *
GN Store Nord	-0,3 *	Aspire Global	2,3 *
Sydbank	-0,5	Munters	2,0 *
		Evolution Gaming	1,5 *
<b>Finland</b>	<b>-1,7</b>	Cloetta B	0,6 *
Outotec	2,4 *	Boozt	0,2 *
Terveystalo	2,2 *	Dometic Group	0,1 *
Rovio	1,3 *	Attendo	0,1 *
Metsä Board	0,9 *	AAK	0,0 *
Konecranes	0,8 *	Lifco B	-0,1 *
Basware	0,7 *	Serneke Group	-0,2
Tokmanni Group	0,6 *	Trelleborg B	-0,5 *
Huhtamäki	-0,2 *	ÅF	-0,8 *
Amer Sports	-0,3 *	Fenix Outdoor Int.	-1,0 *
Lassila & Tikanoja	-0,3 *	Elekta B	-1,1 *
Caverion	-1,5 *	Betsson B	-1,2 *
Ramirent	-2,2 *	ITAB Shop Concept	-1,2 *
Uponor	-2,9	Autoliv	-1,2 *
Cargotec B	-3,2 *	Thule Group	-2,2 *
		JM	-3,0
<b>Norway</b>	<b>4,1</b>	<b>Cash</b>	<b>-0,4</b>
Link Mobility Group	2,9 *		
EVRY	1,2 *		
Atea	1,0 *		
Wallenius Wilh. Holding	0,6 *		
Storebrand	0,5 *		
Wilh. Wilhelmsen Holding	0,2 *		
XXL	-0,5 *		
Tomra Systems	-0,5 *		
Veidekke	-1,3 *		

\* = Remaining in portfolio 31.12.2017



**INCOME STATEMENT APPENDIX 31.12.2017**

(euros)

	31.12.2017	31.12.2016
Net profit of securities		
Sales profit of securities	26 123 556,26	15 853 364,37
Sales losses of securities	(-) 696 601,97	(-) 4 414 233,93
Unrealized gains	18 370 187,50	20 107 915,80
Unrealized losses	(-) <u>26 811 099,63</u>	(-) <u>12 619 921,62</u>
Total	<u>16 986 042,16</u>	<u>18 927 124,62</u>
Transaction costs	172 625,64	141 451,02

**BALANCE SHEET APPENDIX 31.12.2017**

Fund value		
Fund value 1.1.	203 595 899,27	182 434 045,24
Unit subscriptions	17 633 923,79	18 635 240,11
Unit redemptions	(-) 25 879 134,75	(-) 13 417 921,16
Distribution of returns	(-) 3 315 314,55	(-) 3 297 759,52
Fiscal year profits	17 691 685,95	19 242 294,60
Fund value 31.12.	<u>209 727 059,71</u>	<u>203 595 899,27</u>