



Carnegie Småbolagsfond invests in attractive Swedish small cap shares.

- Concentrated portfolio of 25-30 holdings.
- Importance of cash flow, long-term earnings potential, low valuation and high dividend yield.
- We avoid certain sectors such as biotech and focus on our own analysis and company visits.

MANAGER COMMENT: STILL BELIEVING IN REAL ESTATE

Carnegie Småbolagsfond rose 3.3 percent in August.

Fenix Outdoor was the fund's best stock, with a rise of 26 percent. The company published a quarterly report showing good growth in both sales and profitability. The Fjällräven brand is the big factor in the company's success, and it is hard not to be delighted. Benefitting from both the health and environmental trends, and having such a clear identity, is a great foundation to build on. The company has to allocate ever greater resources to combating piracy, which is of course sad but also a sign of the popularity of the products. We believe the stock is attractive despite the rise in price. This is a fine company with bright prospects.

Nordic Waterproofing also had a very good month, with a share price rise of 20 percent. The company unveiled its first quarterly results since listing and they were nothing short of extremely strong. Good sales growth and very strong profitability. We invested in the IPO just before midsummer, and the share had an unfortunate market launch in connection with Brexit. Now,

two months later, the return has been very good. We envisage a continued good market for roof waterproofing products, or more simply roofing felt, driven by a solid Nordic construction market. The share is still attractively valued and we increased our holding in August.

We have long been enthusiastic about the real estate sector, and in August we received our last quarterly report in the sector, from Hufvudstaden. The real estate company with Sweden's highest-quality portfolio delivered numbers that followed the sector pattern, with good growth in value and great rent trends.

We recently received a report from the respected property consultancy JLL, which named Stockholm as the world's strongest office market in the second quarter of this year. Good news for our stakes in AtriumLjungberg, Hufvudstaden and Fabega. We increased our holdings in August.

-Viktor Henriksson

MONTHLY REPORT AUGUST 2016



VIKTOR HENRIKSSON
Manager since 2012 and in the business since 1997.

Start date	31/01/2012
Pricing	Daily
Morningstar rating (2016-08-31)	★★★★
Risk level	5 of 7
ISIN	SE0004392025
Bloomberg	BBG002RW95G7
Management fee	1.60%
Minimum initial investment	0 SEK
Asset under management	4 024 MSEK
Dividend	No
NAV (End of month)	274.96 SEK

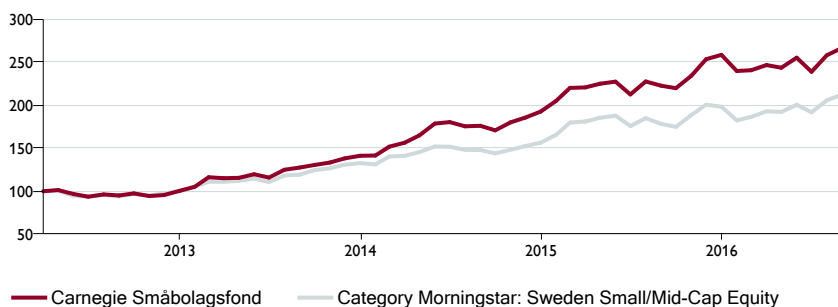
RETURN %

As of 31/08/2016

	YTD	1 Year	3 Year	5 Year	Since inception
	3.2	19.8	109.1	-	175.0

RETURN SINCE INCEPTION %

As of 31/08/2016



RETURN PER MONTH %

As of 31/08/2016

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual
2016	-7.27	0.38	2.52	-1.27	4.81	-6.42	8.08	3.30					3.16
2015	6.44	7.35	0.32	1.92	1.08	-6.54	7.09	-2.17	-1.28	6.49	8.29	1.99	34.24
2014	0.17	7.30	3.05	5.48	8.29	0.95	-2.71	0.32	-2.99	5.43	3.10	3.77	36.41

Historical returns are no guarantee of future returns. Money invested in the fund may both increase or decrease in value and there is no guarantee that you will be repaid all of your invested capital. Complete prospectus and fund statutes are available at www.carnegiefonder.se.

The information in this document is proprietary to Morningstar and Carnegie Fonder and is intended only as general information. It should not be construed as investment advice or recommendation. The information may prove to be inaccurate, incomplete or out of date. Neither Morningstar nor Carnegie Fonder is responsible for the damage, whether direct or indirect result of any defects or errors in the information. The information may not be copied, altered or further distributed without Morningstar's consent.

Signatory of:



Principles for Responsible Investment



SVERIGES FORUM FÖR HÅLLBARA INVESTERINGAR



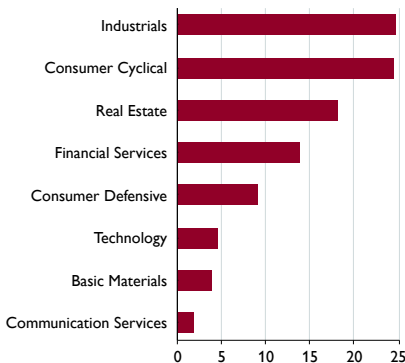
TOP HOLDINGS %

As of 31/08/2016

Peab	7.5
Atrium Ljungberg	7.4
Hoist Finance	7.1
Fabege B	5.0
Catena Media	4.8
Scandi Standard	4.7
Hufvudstaden A	4.6
Dometic Group	4.5
Haldex	4.4
Cloetta Ab	4.3
Total	54.2

SECTOR BREAKDOWN %

As of 31/08/2016



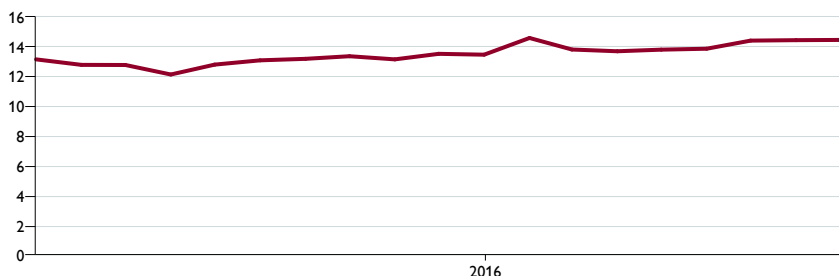
KEY STATS

As of 31/08/2016

Number of holdings	29
Turnover rate, tms/year (31/12/2015)	0.26
Standard Deviation %, 1 Year	17.66
Standard Deviation %, 3 Year	13.36
Sharpe Ratio, 1 year	1.15
Sharpe ratio, 3 Year	1.92

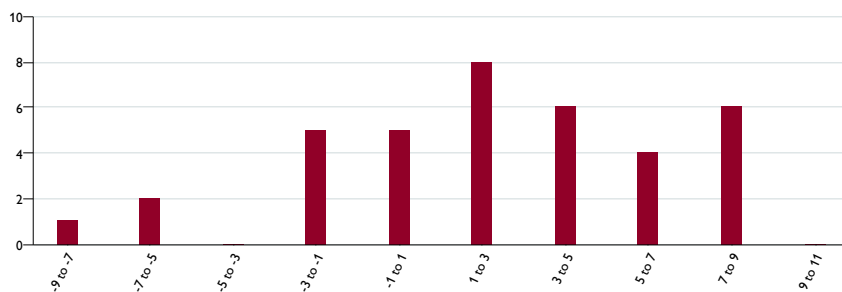
STANDARD DEVIATION %

As of 28/02/2015 to 31/08/2016



DISTRIBUTION OF MONTHLY RETURNS %

As of 31/08/2013 to 31/08/2016



The Y-axis shows the number of months the fund has a monthly return within the defined range on the X-axis.

LARGEST CONTRIBUTORS %

As of 31/12/2015 to 31/08/2016

	Resc. weight	Return	Contrib.
Catena Media...	3.3	74.8	2.2
Atrium Ljung...	6.9	17.9	1.3
Hufvudstaden...	4.6	27.2	1.2
Peab Ab	7.2	14.6	1.2
Fenix Outdoo...	2.4	48.8	1.2

SMALLEST CONTRIBUTORS %

As of 31/12/2015 to 31/08/2016

	Resc. weight	Return	Contrib.
Betsson Ab	4.8	-43.3	-3.3
Unibet Group...	4.7	-26.9	-1.5
Nordnet Ab- ...	2.9	-26.9	-1.1
Byggmax Grou...	3.8	-22.4	-1.0
Itab Shop Co...	4.0	-18.1	-1.0

ABOUT CARNEGIE FONDER

We specialise in equity funds and fixed-income funds in Sweden, the Nordic region and in the world's emerging markets. Our funds invest in a selected number of attractively valued assets that we really believe in – an investment philosophy we call focused value management, and which we have retained since our foundation in 1988.

CONTACT INFORMATION

Visiting address: Regeringsgatan 56 Stockholm
 Postal address: Box 7828 103 97 Stockholm Sweden
 Homepage: www.carnegiefonder.se
 Phone: +46 8 5886 93 50

Historical returns are no guarantee of future returns. Money invested in the fund may both increase or decrease in value and there is no guarantee that you will be repaid all of your invested capital. Complete prospectus and fund statutes are available at www.carnegiefonder.se.

The information in this document is proprietary to Morningstar and Carnegie Fonder and is intended only as general information. It should not be construed as investment advice or recommendation. The information may prove to be inaccurate, incomplete or out of date. Neither Morningstar nor Carnegie Fonder is responsible for the damage, whether direct or indirect result of any defects or errors in the information. The information may not be copied, altered or further distributed without Morningstar's consent.