

# ORIGO FONDER

## INFORMATION BROCHURE

ORIGO SELEQT

ORIGO QUEST

Please note that this Information Brochure is a summary of the corresponding official documentation available in Swedish. For additional details, please contact Origo Fonder AB.



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### IMPORTANT INFORMATION

ORIGO QUEST and ORIGO SELEQT are alternative investment funds (special funds) under the Swedish law (2013:561) on alternative investment fund managers, meaning that they have a wider investment mandate than traditional UCITS-funds. The funds are managed by Origo Fonder AB, which is under the supervision by the Swedish Financial Supervisory Authority.

Past performance does not guarantee future performance. The value of your investment may rise as well as fall and there is no guarantee you will recover your original investment. An investment in the fund should be seen as a long-term investment.



## WE ARE SMALL-CAP SPECIALISTS

Origo Fonder is a fund management company specialised in active investments in public small cap companies.

At Origo, we think differently. Compared to many other asset managers, we have chosen to fully focus on small and mid cap investments. There are many studies indicated that this segment has a better yield than the larger companies. In shorter periods, it may vary, but over longer periods of time, the picture is clear – small caps repeatedly beats their larger competitors.

Factors such as innovation, entrepreneurship, and the fact that small companies often have significant growth opportunities are explanations that are often highlighted.

Despite the historical out-performance, small businesses are under-followed by banks and institutional investors, which contributes to the fact that the small business market is to some extent an inefficient market where the prices of stocks do not always reflect their true value. For us at Origo Funds, with over 40 years of combined experience in small-cap management, this is a huge opportunity.

### THE ORIGO MODEL

Since the inception of Origo Fonder, all analysis work has been carried out based on the Origo Model. The analysis tool has been developed over a long period of time in several different market environments and captures both fundamental and strategic factors that are expected to impact the company's shareholder value in the future:

- Value creation strategy (How will the company create value, what are the "value drivers"?)

- Sustainable business model (Is the company's business model sustainable over time?)
- Operational development (Analysis of results and balance sheet as well as cash flow)
- Market position (What does the competitive situation look like?)
- Risks (What risks are associated with the company and the stock?)
- Valuation (How is the company valued, what affects the valuation and what is the potential?)

### OUR STRATEGIES

Origo Funds manages the following strategies:

- **ORIGO SELEQT:** Active and concentrated equity fund that invests in undiscovered or misunderstood Nordic small-cap companies with high quality and good growth prospects. The aim is to achieve long-term out-performance of the Nordic small-cap market.
- **ORIGO QUEST:** Long/short equity hedge fund with a focus on qualitative Nordic small and medium-sized companies in transition. The aim is to achieve a competitive absolute return over time at a lower risk level and with limited stock market correlation.





## FACTS

ORIGO SELEQT		
Share Class	A	C
<b>Strategy</b>	Active and concentrated equity fund that invests in undiscovered or misunderstood Nordic small-cap companies with high quality and good growth prospects. The aim is to achieve long-term out-performance of the Nordic small-cap market.	
<b>Target Group</b>	Large and qualified investors	Other companies and individuals
<b>Management Fee</b>	0.90%	1.60%
<b>Performance Fee</b>	–	
<b>Min. Investment</b>	10 million SEK	100 SEK
<b>Benchmark</b>	VINX Small Cap SEK NI	
<b>Dividend</b>	–	
<b>Trading</b>	Each Swedish bank day. Via fund platforms or direct orders the bank day before a trading day.	
<b>ISIN</b>	SE0017564602	SE0017564628
<b>Base Currency</b>	SEK	
<b>Fund Type</b>	Special fund (AIF) regulated by the Swedish FSA	

ORIGO QUEST			
Share Class	A	B	C
<b>Strategy</b>	Long/short equity hedge fund with a focus on qualitative Nordic small and medium-sized companies in transition. The aim is to achieve a competitive absolute return over time at a lower risk level and with limited stock market correlation.		
<b>Target Group</b>	Large and qualified investors		Other companies and individuals
<b>Management Fee</b>	1,25 %		1,35 %
<b>Performance Fee</b>	20 % över SSVX90 + 5 %, individuellt HWM		20 % över SSVX90 + 5 %, kollektivt HWM
<b>Min. Investment</b>	500 000 kronor		100 kronor
<b>Benchmark</b>	–		
<b>Dividend</b>	–	Ja	–
<b>Trading</b>	The last Swedish bank day each month. Via fund platforms or direct orders on the bank day before trading day (subscription) or 20 bank days before trade day (redemption)		
<b>ISIN</b>	SE0005003134	SE0006452959	SE0006452967
<b>Base Currency</b>	SEK		
<b>Fund Type</b>	Special fund (AIF) regulated by the Swedish FSA		



## SUSTAINABILITY

Our goal is to deliver premium risk-adjusted returns by consistently investing with a long-term view and fully integrating sustainability analysis into our investment decisions. We believe that companies that meet future challenges will also create the most shareholder value over time, so we believe that sustainable and responsible investments go hand in hand with our goal.

Responsible investment is central to our management and is largely about solid analysis work and accountability. To be able to make as relevant and accurate a corporate analysis as possible, where all opportunities and risks are captured, it is of utmost importance that the corporate analysis includes a qualified assessment of, among other things, environmental and ethical deficiencies as well as the quality of management and governance of the company. Therefore, we do not see sustainability work as a necessary hygiene factor but as a crucial success factor. Sustainability aspects are therefore taken into account in our management and are a fully integrated part of the investment process.

A sustainable company for us is:

- A profitable and well-run company whose current results do not borrow from future results.
- A company that acts responsibly.
- A company whose products and services contribute to societal benefit.

### WE OPT OUT, WE OPT IN, AND WE ARE ACTIVE OWNERS

Part of our work is to exclude certain sectors that do not meet our criteria. This includes companies involved in the development of cluster bombs,

landmines, chemical and biological weapons, alcohol, tobacco and pornography. In addition, there are no investments in companies that violate international norms or for other reasons do not meet our sustainability policy. For our ORIGO QUEST fund, these limitations apply to the fund's long investments and therefore not to short positions.

Step two, which is actually a continuous work, is about actively seeking new investments. We believe that future winners are companies that develop products that meet new social needs, reshape value chains or otherwise create competitive advantages through a sustainable business model, while contributing to positive social development.

Step three is about active ownership. At Origo Fonder, it is the management team that makes the analyzes and drives the ownership issues. This is unusual in the fund industry, but absolutely necessary we think. We have ongoing dialogues with our portfolio companies and keep ourselves updated with the latest developments. We are happy to suggest changes and improvements, and if given the chance, we are happy to be an active part of the nomination committee. The personal commitment and accountability, which starts with an investment analysis and then becomes direct contact with the portfolio company, can never be replaced by a robot or index manager in our world.





## MEMBERSHIP AND ENGAGEMENT

Origo Fonder has adopted the United Nations (UN) Principles for Responsible Investment (UNPRI). By signing UNPRI, the company commits, among other things, to consider the management of environmental aspects, social issues and good governance when making investment decisions, as well as supporting the organization's sustainability work.

*Signatory of:*



Origo Fonder are members of SWESIF, an independent, non-profit forum for organizations working with sustainable investments in Sweden.



In recent years, we have supported the Archipelago Foundation, which owns and manages land in the Stockholm archipelago to preserve natural values and promote outdoor activities and tourism.



## SUSTAINABILITY DISCLOSURES

For more information on how we integrate sustainability aspects into our management, please see our Swedish information brochure.



## ABOUT ORIGO FONDER

Origo Fonder AB is responsible for the management of ORIGO SELEQT and ORIGO QUEST in its role as alternative investment fund manager. Together with our partners, we ensure that the investment management is performed effectively and in accordance with the fund rules.

<b>Name</b>	Origo Fonder AB
<b>Registration number</b>	556851-7832
<b>Date of establishment</b>	3 maj 2011
<b>Share capital</b>	2 575 568 kronor
<b>Domicile</b>	Stockholm, Sweden
<b>Board of Directors</b>	Barbro Lilieholm (chair) Jonas Bengtsson Ragnvald Risan Stefan Roos
<b>Managing Director (CEO)</b>	Stefan Roos

### MANAGED FUNDS

Origo Fonder AB manages the special funds ORIGO SELEQT and ORIGO QUEST described in this information brochure.

### MANAGEMENT TEAM

Our funds are managed by our management team consisting of Stefan Roos and Christoffer Ahnemark.

**Stefan Roos** has a background as a fund manager and team leader at Handelsbanken and SEB, and has received several awards for his small-cap management. Stefan was nominated for "Fund Manager of the Year - all categories 2006" by Privata Affärer. Stefan is Managing Partner and responsible for the investment activities since 2011. Stefan is responsible for the ORIGO QUEST fund.

**Christoffer Ahnemark** is a portfolio manager and analyst with a background as a stock analyst and private investor focusing on Nordic small-caps. He has previously been Head of Analysis at Aktiespararna and participated in

Handelsbanken's program for future leaders. Christoffer joined Origo Fonder in August 2021 and is responsible for ORIGO SELEQT.

### OPERATIONS

**Karl Eckberg** is responsible for Origo Fonder's operational activities. Karl has a strong background in the regulatory area, including as a company lawyer at Nordnet Bank and as a lawyer at Wistrand Law Firm. Karl joined Origo Fonder as COO in March 2018.

### DELEGATIONS

In order to focus on core business (management and marketing of special funds) and to reduce the risk of conflicts of interest, Origo Fonder AB has engaged the below contractors for various functions in the business.

- **Fund administration:** Wahlstedt Sageryd Financial Services AB, through delegation from Wahlstedt & Partners AB.
- **Risk management function:** Wahlstedt & Partners AB.



- **Compliance function:** Wistrand Law Firm Stockholm KB
- **Valuation function:** Wahlstedt & Partners AB
- **Internal auditor:** Moneo AB

## AUDITOR

The company's auditor is EY, Stockholm, with authorized auditor Carl Rudin as the main responsible. EY is a global auditing and consulting firm.

## CUSTODIAN

The funds' custodian is Skandinaviska Enskilda Banken AB (publ), 106 40 Stockholm, with its registered office in Stockholm. The custodian's main business is banking and financial activities and activities that are naturally related thereto.

The custodian shall keep the assets in the funds and handle payments of the funds. The custodian shall execute the fund company's instructions concerning the funds if they do not conflict with the provisions of the Securities Funds Act or the Alternative Investment Fund Managers Act or any other legislation or the fund regulations, and ensure that

- sales, redemption and cancellation of units in the funds are carried out in accordance with applicable laws and fund regulations,
- the value of units in the funds is calculated in accordance with applicable laws and fund regulations,
- remuneration for transactions affecting a fund's assets is paid to the funds without delay, and
- the funds' revenues are used in accordance with the provisions of applicable laws and fund regulations.

The custodian's detailed tasks are regulated in the Securities Funds Act and the Commission Delegated Regulation (EU) 2016/438 of 17 December 2015 supplementing Directive 2009/65/EC of the European Parliament and of the Council with regard to the requirements for depositaries or the Alternative Investment Fund

Managers Act and the Commission Delegated Regulation (EU) No 231/2013 of 19 December 2012 supplementing Directive 2011/61/EU of the European Parliament and of the Council with regard to exemptions, general operating conditions, depositaries, leverage, transparency and supervision.

Skandinaviska Enskilda Banken AB (publ) offers a wide range of financial services to customers and conducts financial activities on its own account. This may give rise to conflicts of interest. To manage this situation, Skandinaviska Enskilda Banken AB (publ) has established internal instructions. Furthermore, the custodian function is kept separate from, among other things, other business units within the bank.

Under certain conditions, the custodian may delegate certain parts of its activities to others, including other depositary banks appointed by the custodian. To anticipate any conflicts of interest resulting from such delegation, the custodian provides a list of all depositary banks to the fund company, which is to assess the existence of any conflicts of interest.

Within Skandinaviska Enskilda Banken AB (publ), there are also established procedures for how situations where a conflict of interest arises should be reported internally and managed.

Current information about the custodian is provided by the company upon request by an investor.

## CONFLICTS OF INTEREST AND INCENTIVES

Origo Fonder AB has a legal obligation to take all reasonable measures to avoid conflicts of interest and to identify, manage and disclose those that nevertheless arise. For this purpose, we have established a specific policy regarding conflicts of interest, which describes the specific measures to be taken in this regard. For us, it is of the utmost importance that shareholders have great confidence in the company, including its owners, management and employees, and the business being conducted. Circumstances that may have a negative impact on the interests of shareholders risk damaging this confidence, which is why we always strive to prevent conflicts of interest from arising in the business as far as possible. If





conflicts of interest arise that are not sufficiently managed in any respect, we will provide clear information about this to shareholders.

In addition to the rules regarding conflicts of interest, we must consider the rules concerning incentives. Under these rules, the company may only receive or pay monetary or non-monetary compensation that is not provided by or to the funds in certain limited cases. For example, the compensation must improve the quality of the fund's operations and not negatively affect the company's duty to safeguard the common interests of shareholders.

### **COSTS FOR EXTERNAL ANALYSIS**

When trading in financial instruments on behalf of the funds, Origo Fonder AB may receive analysis beyond what is pure execution services. Depending on which of the company and the funds should bear the costs of analysis and execution, there may be different incentives for the company to purchase such services. In addition, there is a risk that the company's interest in a particular analysis overshadows the benefit that shareholders have from an execution service performed by the same counterparty. Difficulties in distinguishing the share of the service and the cost that consists of analysis and execution may further contribute to a conflict of interest and unhealthy incentives.

The company must therefore evaluate execution partners and analysis partners at least twice a year based on predetermined criteria. The purpose should be to ensure that the company chooses to use the execution and analysis partners that best serve the common interests of shareholders. This includes that the counterparties must also be able to meet the company's requirements for separate reporting of costs. The analysis should be carried out independently in relation to both order execution and analysis services.

To the extent that the company chooses to charge the funds for analysis costs, the following conditions must be met:

- The current analysis partner has been the subject of an objective and documented evaluation by Origo Fonder AB.
- Origo Fonder AB assesses that the benefit of the analysis at least corresponds to its cost.
- The analysis cost concerns what is covered by the funds' rules.
- The cost is distinguished and separately reported in the funds' accounting from other costs (such as costs for order execution).
- The analysis cost is separately reported in the funds' annual report.

### **DISCOUNTS AND COMPENSATION TO DISTRIBUTORS**

Origo Fonder AB may pay compensation to distributors, such as securities companies and other actors, for the mediation and marketing of our funds. These types of compensations are based on agreements entered into between the company and the distributor. The compensation normally amounts to a percentage of the management fee and normally amounts to between 30 and 60 percent of this fee. Our assessment is that this type of compensation benefits the collective shareholders by being a prerequisite for the funds to be included and accessible on platforms for fund distribution and other channels where investors operate.

In some cases, discount agreements are also entered into with individual shareholders, which means that the fund company reimburses a portion of the management fee to the shareholder. In these cases, there is a requirement for a consideration in the form of the shareholder undertaking to invest in a certain minimum larger amount or that the investment should remain for a certain longer period. Our assessment is that this type of compensation benefits the collective shareholders as it ensures a long-term and stable investor base.

Conflicts of interest and incentives for the distributor may also arise as a result of any earnings the distributor has linked to the end customer's investment in the funds, which are handled in



accordance with the special rules applicable to the distributor (primarily the rules on third-party compensation under MiFID II). The distributors therefore have a special obligation to ensure that the rules on incentives are complied with, including informing when required.

## COMPENSATION POLICY

The company's board has adopted a compensation policy that sets out the principles for the company's compensation system. The policy is based on the regulations of the Swedish Financial Supervisory Authority and the European Securities and Markets Authority, and has been adapted with regard to the size and internal organization of the AIF manager, and the nature, scope and complexity of the business.

The fund company's success is strongly related to the result in the funds managed by the fund company. The board's adopted compensation policy, which covers all employees of the fund company, aims to stimulate employees to efforts that contribute to the funds showing a good risk-adjusted return over time. The compensation policy should also promote sound and efficient risk management and compliance with regulations, and generally reward the fund company's long-term interests. The policy is designed to be consistent with the business strategy, goals, values and interests of the fund company and the managed funds and fund shareholders.

Fixed compensation for employees should be competitive and based on the individual's responsibility and performance. The salary should be set in such a way that it represents such a large part of the employee's total compensation that it is possible to set any variable parts to zero. The CEO decides on the salaries for the employees. The board decides on the CEO's salary. Variable compensation may be paid after a decision by the board, based on an evaluation of a combination of the employee's individual results in relation to individual financial and non-financial goals, the company's results and the funds' results. However, variable compensation for CEO should be decided by the general meeting. Payment of variable compensation is subject to deferral rules.

Information on the company's compensation system is also provided on the fund company's website and in the annual reports.

## CAPITAL REQUIREMENTS

Origo Fonder AB is subject to capital adequacy requirements, which means that the company must have own funds amounting to the higher of:

1. 125,000 euros, plus 0.01 percent of the fund's assets, plus 0.02 percent of the amount by which the fund's assets exceed an amount corresponding to 250 million euros, and
2. 25 percent of the company's fixed costs for the previous financial year, plus 0.01 percent of the fund's assets.

Compliance with these capital adequacy requirements provides the fund company with the conditions to meet any claims for damages.

## COMPENSATION FOR INCORRECT NAV

If a calculated fund share value proves to be incorrect, the Swedish Investment Fund Association's guidance for handling compensation for incorrect fund share value applies. For unit holders in our funds, this means that those who are negatively affected by an error that is considered material because it exceeds certain threshold values will be compensated by the company.

## LIABILITY FOR DAMAGES

If unit holders suffer damage as a result of the fund manager or a contractor violating the Alternative Investment Fund Managers Act, other laws, regulations governing the manager's activities, national provisions implementing the Alternative Investment Fund Managers Directive or the fund regulations, the damage shall be compensated. The same applies if the custodian causes damage to unit holders or the fund manager.

The Alternative Investment Fund Managers Act imposes certain capital requirements to cover risks for liability for damages due to errors or omissions in the operations. The fund manager



has calculated the capital needed to cover the risks in its operations for which it has authorization, and according to the company's assessment, its own funds cover all capital requirements that can be imposed on the company.

## LIMITATION OF LIABILITY

If the custodian has lost financial instruments deposited with the custodian or its depository bank, the custodian shall return financial instruments of the same kind or an amount corresponding to the value to the funds without undue delay. However, the custodian is not liable if the loss of the financial instruments or other damage is caused by an external event beyond the control of the custodian, such as damage that depends on Swedish or foreign legislation, Swedish or foreign governmental action, war, strike, blockade, boycott, lockout or other similar circumstance. The fund manager is not responsible for damage caused by such an external event beyond the control of the fund manager. The reservation regarding strike, blockade, boycott and lockout also applies if the custodian or the fund manager is subject to or takes such conflict measures itself. The custodian or the fund manager is not responsible for damage caused by the stock exchange or other marketplace, central securities depository or clearing organization.

The custodian or the fund manager is not responsible for damage caused by restrictions on disposal that may be applied against the fund manager or the custodian with respect to financial instruments. The custodian is not responsible for the loss of financial instruments stored by a depository bank or other provider of similar services to the custodian with due care hired for the storage of financial instruments and with which the custodian has agreed to transfer responsibility with the right for the fund manager to make claims directly against the depository bank. Such transfer of responsibility from the custodian to the depository bank is a consequence of the custodian's assignment to the depository bank to store foreign financial instruments on a local market as shown in the currently applicable custodian agreement between the custodian and the fund manager.

Damage that arises in other cases shall not be compensated by the fund manager or the custodi-

an if the fund manager or the custodian has been normally careful and unless otherwise follows from applicable mandatory law. However, the fund manager or the custodian is in no case liable for indirect damage.

If there is an obstacle for the fund manager or the custodian to completely or partially carry out measures due to circumstances referred to in the second paragraph, the measure may be postponed until the obstacle has ceased. In the event of a deferred payment, the fund manager or the custodian shall not pay default interest. If interest is promised, the fund manager or the custodian shall pay interest at the interest rate that applied on the due date. If the custodian is prevented from receiving payment for the funds due to circumstances referred to in the second paragraph, the custodian is entitled to interest for the period during which the obstacle existed only under the conditions that applied on the due date.

The fund manager is not responsible for damage caused by the custodian or its depository bank. The fund manager is also not responsible for damage caused by the fact that the unit holder or another person violates the law or other regulations or these fund regulations. The unit holder is hereby reminded that he or she is responsible for ensuring that documents sent to the Fund Manager are correct and duly signed and that the Fund Manager is notified of changes regarding the information provided. The fund manager is liable for damages in accordance with Sections 28–31 of Chapter 8 of the Alternative Investment Fund Managers Act.

The custodian is liable for damages in accordance with Section 22 of Chapter 9 of the same Act.



# GENERAL FUND INFORMATION

## LEGAL FORM AND OVERSIGHT

Our funds are alternative investment funds under the Swedish Act (2013:561) on Managers of Alternative Investment Funds. They are managed by Origo Fonder AB, an alternative investment fund manager subject to the supervision of the Swedish Financial Supervisory Authority. The manager represents the unit holders in all matters concerning the funds.

A special fund is not a legal person. This means, among other things, that the funds cannot acquire rights or assume obligations. The funds also cannot bring legal action before a court or any other authority. They are formed through capital contributions from the public, and the funds' assets are owned by the unit holders. Property included in a special fund cannot be seized, and the unit holders are not liable for obligations related to the funds. The assets of the funds are kept by the custodian (SEB).

Special funds can have more flexible investment rules than traditional securities funds and have been granted certain exceptions by the Swedish Financial Supervisory Authority from the restrictions that apply to securities funds. The funds differ from traditional funds in terms of investment objectives, investment horizons, and investment focus.

## UNIT HOLDER REGISTER

The manager is required to maintain a register of all unit holders and their holdings of units, which has been entrusted to Wahlstedt & Partners AB/Wahlstedt Sageryd Financial Services AB. Insurance companies and pension savings institutions keep their own records of how policyholders' and pension savers' premiums are invested in various funds.

Unit holders' holdings are reported in an annual statement, which also includes tax information. For more information on how we handle your personal data, please visit our website ([www.origofonder.se](http://www.origofonder.se)).

## SUBSCRIPTION HALT

If the fund's assets reach a size that we believe the fund can no longer be managed in accordance with its fund rules or in an effective manner for the unit holders, we may decide that no further subscription of units can be made until further notice. The reason for this is that if a fund's assets become too large, this means that the funds cannot be invested in the assets and markets specified in the investment focus in a rational and cost-effective way.

We have established a capital limit that indicates when a decision on a subscription halt will be made. This limit is SEK 3 billion for each of ORIGO SELEQT and ORIGO QUEST 1. If the fund's assets exceed this amount and we believe it to be permanent, a decision on a subscription halt will therefore be made. Such a decision will be announced on our website ([www.origofonder.se](http://www.origofonder.se)) no later than 15 days before the last day on which a request for subscription of units must be received by us in order to be executed before the halt, in accordance with the trading calendar applicable to each fund.

If the conditions for a subscription halt no longer exist and this situation is deemed permanent, we have the right to decide on its cancellation. Such a decision will be communicated on our website ([www.origofonder.se](http://www.origofonder.se)) before the decision is implemented, but no later than 15 days before the day on which the sale of new units can again take place.

## TERMINATION OF FUNDS, TRANSFER OF FUND MANAGEMENT, ETC.

If we decide that any of our funds should be terminated or that its management, with the permission of the Swedish Financial Supervisory Authority, should be transferred to another manager, all unit holders will be informed of this.

The custodian is responsible for immediately taking over the management of the funds if the Swedish Financial Supervisory Authority revokes our authorization to conduct fund management



or if Origo Fonder AB is liquidated or declared bankrupt.

## AMENDMENT OF FUND RULES

We have the option of amending the funds' fund rules by applying for this with the Swedish Financial Supervisory Authority. The changes may affect the funds' characteristics, such as their investment focus, fees, and risk profile. Once the change has been approved, the decision will be available to us and the custodian, and announced in the manner specified by the Swedish Financial Supervisory Authority.

## CUSTODIAN

By law, the funds must have an agreement with a custodian. The custodian is Skandinaviska Enskilda Banken AB (publ), whose legal form is a banking company (a limited company authorized to conduct banking operations). SEB's main activity is banking and financial activities, and its headquarters are located in Stockholm.

The custodian's main task is to store the funds' assets and execute the manager's decisions regarding the funds. The custodian must also ensure that the company's instructions regarding management decisions for the funds do not conflict with legal provisions, regulations, or the fund rules. The custodian must act honestly, fairly, independently, and professionally, and exclusively in the common interest of the funds and unit holders.

## EQUAL TREATMENT

The overall principle is that all unit holders invest on equal terms in the funds. However, since the funds have established unit classes with different terms, unit holders in different unit classes will be treated somewhat differently based on the terms applicable to each unit class. In addition, it should be noted that the manager has entered into agreements with certain unit holders to refund a portion of the manager's compensation in the form of management fees to the investor.

## TAXATION

The funds are not liable for taxes on their income.

Taxation may be affected by individual circumstances. Anyone unsure of possible tax consequences should seek expert advice.

## REPORTING

### *Net Asset Value/NAV*

The funds' latest estimated value and unit value are published on the company's website ([www.origofonder.se](http://www.origofonder.se)) and distributed to a selection of public databases and platforms.

### *Annual Reports and Semi-Annual Reports*

Annual reports and semi-annual reports are prepared for the funds. These are available on [www.origofonder.se](http://www.origofonder.se). If you request it, as a unit holder, you can receive such a report sent to you.

### *Monthly Report*

The fund company normally publishes a monthly report that briefly describes the funds' performance on a monthly basis. It is possible to subscribe to this through registration on [www.origofonder.se](http://www.origofonder.se), where previous monthly reports are also available.

### *Past Performance*

Our information brochure and other material contain information on the funds' historical returns. The return for an individual unit holder is affected by the respective fund's performance and fixed and variable fees. Since the funds have different unit classes with different fees, the returns will differ between the different funds and the different unit classes. Unless otherwise specified, information on historical returns is presented for Unit Class A in each fund, representing the funds' performance since inception (some unit classes have been added later).

For Unit Class A in ORIGO QUEST, variable compensation is calculated based on an individual model where each unit holder is assigned its own high-water mark (see more about this in the appendix to the Swedish version of the Information Brochure). If variable compensation is due to certain unit holders but not all, equalisation units are allocated to achieve a common unit value for all unit holders in the same unit class.



When calculating historical returns in Unit Class A in ORIGO QUEST, this is taken into account, and the performance thus represents the return that a unit holder would have had if invested in the fund since inception. For those who enter and exit the fund at different times, the return may therefore look different, depending on how variable compensation has been calculated and charged for the individual unit holder.



# ORIGO SELEQT

## STRATEGY

ORIGO SELEQT is an active and focused equity fund that invests in undiscovered or misunderstood Nordic small-cap companies with high quality and good growth potential. The objective is to outperform the fund's benchmark index, VINX Small Cap SEK NI, over the long term, at least five years.

## INVESTMENT OBJECTIVE

The fund's assets may be invested in transferable securities, money market instruments, derivative instruments, fund units and on account with credit institutions, subject to the restrictions set out in the fund rules (see appendix) and the Swedish UCITS Act (2004:46).

At least 70 percent of the fund's assets shall be invested in equities and equity-related financial instruments. At least 70 percent of the fund's investments in transferable securities, money market instruments, derivative instruments and fund units shall be exposed to the Nordic region. At least 70 percent of the fund's assets invested in equities and equity-related financial instruments shall be invested in instruments issued by companies with a market value of no more than 2 billion euros at the time of the fund's initial investment.

Up to 10 percent of the fund's assets may be invested in other funds and fund companies.

## TARGET GROUP

The fund is suitable for long-term investors seeking an active and investment-driven fund. The fund investor should pay special attention to assessing the investment philosophy and the fund's investment regulations. The investment horizon should be at least five years.

This fund is intended for investors classified as non-professional, professional or equivalent counterparties. To invest in this fund, you should have a basic or higher knowledge of funds. An investor with basic knowledge can make an informed investment decision when he or she has read

the documentation on the fund or received basic information from the seller.

The target group for the fund consists of investors who primarily want the invested capital to grow. The fund may also be suitable for investors with other investment objectives. However, the fund is not suitable for investors who primarily want the invested capital to provide protection compared to other investments, contain an options or leverage component, provide returns in the form of dividends or similar, or be preserved. The fund is intended for investors with an investment horizon of at least five years.

It is not certain that an investor will get back all or a certain portion of the invested capital. However, an investor cannot lose more than the invested capital.

The fund can be traded through investment advice, portfolio management or on own initiative (with or without suitability assessment).

## PAST PERFORMANCE

Information on historical performance is available on our website ([www.origofonder.se](http://www.origofonder.se)).

The fund and share classes A and C were launched in March 2022.

## BENCHMARK AND ACTIVE SHARE

The fund's benchmark is VINX Small Cap SEK NI, a reinvesting index that contains Nordic small-cap stocks. The fund's benchmark is considered relevant for the fund because it provides a good representation of the fund's long-term investment focus with regard to the choice of stocks, company size and geographic market in which the fund invests.

The fund's active share is described using the tracking error activity measure, which shows how much the difference between the fund's return and the benchmark's return varies over time. The activity level is reported as a percentage and is calculated as the standard deviation, the average deviation from the mean deviation, for the differ-



ence between the fund's and the benchmark's returns. The higher the activity level the fund exhibits, the greater the average deviation. The calculation does not take into account whether the deviation is positive or negative.

## DIVIDEND DISTRIBUTION

The fund does not distribute any dividends.

## SUBSCRIPTION AND REDEMPTION OF FUND SHARES

The fund is normally open for subscription and redemption of fund shares every Swedish banking day. The current trading calendar is available on our website ([www.origofonder.se](http://www.origofonder.se)).

Notification of subscription or redemption of fund shares may be made in writing on a special form available on [www.origofonder.se](http://www.origofonder.se) or through one of our partners. However, anyone who wants to invest in share class B is requested to contact their investment adviser or us for further information.

Notification of subscription or redemption of fund shares will be made on the trading day immediately following the trading day on which the notification is received by the AIF manager, provided that the notification is received before 3:00 p.m. Swedish time.

The price per fund share upon subscription and redemption amounts to the net asset value for each share class on the trading day on which the request is executed. Subscription and redemption take place at a price unknown to the shareholder at the time of the request. The previous trading day's net asset value is published on [www.origofonder.se](http://www.origofonder.se).

For shareholders without an existing holding of shares in a particular share class, subscription must amount to at least SEK 10 million in share class A and SEK 100 in share classes B and C.

## VALUATION OF THE FUND'S ASSETS

The value of the fund is calculated by deducting the debts relating to the fund from the fund's assets. The value of a fund share is the fund's value divided by the number of outstanding fund

shares. Financial instruments included in the fund are valued at market value. The company has the right to suspend the valuation of the fund if the valuation of the assets cannot be made in a way that ensures the equal rights of the shareholders. This may be the case, for example, if one or more markets where the fund's assets are traded are completely or partially closed.

## DERIVATIVE INSTRUMENTS, LEVERAGE AND EXPOSURE

The fund may use derivative instruments to streamline management in order to reduce costs and risks in management and to increase returns in the fund. The fund may not, however, invest in OTC derivatives.

In accordance with Commission Delegated Regulation (EU) No 231/2013, the fund's financial leverage shall also be calculated according to both the gross and commitment methods. The gross method shows the fund's total exposure, while the commitment method takes into account the risk hedging and netting techniques used. The fund's current financial leverage is reported in the fund's annual report and semi-annual report.

The fund's total exposure to derivatives (derivative gross exposure) is calculated according to the commitment method and is reported in the fund's annual report and semi-annual report.

## RISK PROFILE AND RISK ASSESSMENT METHOD

Investments in equities and equity-related funds always entail a certain risk, which also applies to an investment in the fund. The fund may be affected, for example, by large fluctuations in the holdings in the fund (market risk). The fund also invests parts of its capital outside Sweden, which means that the fund is affected by changes in exchange rates (currency risk). Furthermore, the fund is a special fund with fewer holdings than is common in traditional equity funds (concentration risk). The focus on small companies can also mean that it takes longer (liquidity risk/small company risk) for the fund to purchase or sell securities compared to a fund that only invests in large companies whose shares have high market turnover. Part of the fund may be invested in





interest-bearing instruments. The fund is therefore partly exposed to changes in interest rates (interest rate risk) and the creditworthiness of the companies in which the fund has specifically invested (credit risk).

The fund's risk level is monitored, inter alia, by calculating the fund's standard deviation for monthly returns over rolling 24 months (volatility) and should, under normal market conditions, amount to 15-25 percent.

## **MANAGEMENT FEE**

We charge a management fee from the fund to cover the costs of management, including covering the costs of custody, supervision and auditors. Both the management fee and other costs are deducted when share price and value development are shown.

### *Fixed annual fee*

The highest fixed fee according to the fund rules is 1.80 percent. The current fee is 0.90 percent for share classes A and B, and 1.60 percent for share class C.

### *Other fees*

Transaction costs, such as brokerage fees, taxes and delivery costs, as well as taxes under the law and other costs related to the fund's purchase and sale of financial instruments, are charged to the fund. The fund may also be charged with the cost of external analysis if it is specific and significant for the fund's investment focus and is deemed to add value to the fund and the shareholders.

## **FUND RULES**

For a complete description of the fund's strategy, objectives, terms and conditions, please see the fund rules available in Swedish.



# ORIGO QUEST

## GOAL AND STRATEGY

The fund primarily invests in publicly traded Nordic small and medium-sized companies. The fund's long-term investments are managed through an active value strategy, with investments made with a minimum 3 to 5-year investment horizon and a clear strategy for active ownership and value creation. The management team works actively with each investment to contribute to the long-term value creation of the respective company and, therefore, the fund. The majority of investments are made based on the following investment rationale and "value drivers":

- Expansion/growth
- Restructuring and transformation
- Differentiation and new technology
- Special situations

The fund's short positions in individual stocks and indices primarily aim to limit the fund's risk level and, therefore, achieve a better return on investment and risk than in a traditional equity portfolio. The company analysis, which is the basis for the fund's long and short position-taking, includes forecasting work and other stock-impacting factors, providing a basis for the management team's decisions on long (bought) positions in undervalued companies and short (sold) positions in overvalued companies.

The fund has an absolute return target with a desired risk level that is lower than the stock market's, and therefore also invests in interest-bearing instruments (or liquid funds) and derivatives. The fund can also leverage up to 50% of its assets and sell (short) securities that the fund does not own to optimize the fund's return and risk profile.

The fund's gross exposure must be at least 0 and at most 200 percent. Gross exposure means the sum of the market value for the fund's long and short positions in equities and equity-related financial instruments in relation to the fund's assets. The fund's net exposure may be at least -50 percent and up to 150 percent. Net exposure

means the market value of the fund's long minus short positions in equities and equity-related financial instruments in relation to the fund's assets.

The investment strategy of the fund means that the result over time will primarily come from the managers' ability to identify fundamentally undervalued and overvalued equities. The general development of the stock market, as well as the fund's exposure to the stock market and allocation between different asset classes, can also affect the fund's result.

## TARGET GROUP

The fund is suitable for long-term investors who want an active and investment-driven fund. The fund investor should pay special attention to evaluating the investment philosophy and the fund's investment policy. The investment horizon should be at least 5 years. The fund may be an alternative to an investment in an investment company, a venture capital fund, an active small cap fund or discretionary management. The fund is not suitable for investors who need to be able to realize their assets quickly, as redemption of fund units only takes place on a monthly basis. The fund is also not suitable for the investor who is primarily interested in taking part in the general development of the stock market.

## INVESTMENT OBJECTIVE

The fund's assets may be invested in transferable securities, money market instruments, derivative instruments and fund units, as well as on account with credit institutions.

The fund's investments in transferable securities, money market instruments and fund units must be made to at least 90 percent within the Nordic region (calculated as exposure in both long and short positions). The fund's long positions in equities and equity-related instruments must consist of or relate to instruments issued by small and medium-sized companies whose market value amounts to a maximum of one percent of the Swedish stock market's total market value.



The manager has great freedom to allocate the fund's assets between different markets and asset classes and can therefore work actively with the distribution between, on the one hand, equities and equity-related securities and, on the other hand, interest-bearing securities and investments in accounts with credit institutions. The fund's mandate is ultimately determined by its fund rules.

## PAST PERFORMANCE

For historical performance, see our website [www.origofonder.se](http://www.origofonder.se).

Unit class A started on 31 January 2013, unit class B on 31 March 2014 and unit class C on 30 December 2014..

## BENCHMARK AND ACTIVE SHARE

The fund's goal is to provide positive returns measured as an annual average over the past five years and for returns over time to be less dependent on the general development of the stock market. This differs from many traditional funds that aim to provide better returns than a certain market or a certain index. For this reason, ORIGO QUEST, like many other hedge funds, has no benchmark. The fund's focus means that the portfolio of holdings can vary greatly from time to time and it can therefore be misleading to report the fund's return or activity level in relation to a predetermined index.

## DIVIDEND DISTRIBUTION

Any distribution in unit class B is decided annually and paid out in April or May. The starting point for the size of the distribution is the direct return received by the fund during the previous year. However, the distribution may be set at a higher or lower amount.

## SUBSCRIPTION AND REDEMPTION OF FUND UNITS

The fund is normally open for sale (purchase orders) and redemption (sale orders) of fund units on the last banking day of each calendar month. Current trading calendars are available on our website ([www.origofonder.se](http://www.origofonder.se)).

Notification of subscription or redemption of fund units can be made in writing on a special form available on [www.origofonder.se](http://www.origofonder.se) or through one of our cooperation partners. If subscription or redemption is made on our form, it should be sent by e-mail (scanned original) to [support@origofonder.se](mailto:support@origofonder.se) or by mail, in accordance with the detailed instructions specified on the form.

It is not possible to limit a request for sale and redemption of fund units. Requests for sale or redemption of fund units may only be withdrawn if we allow it. Notification of subscription or redemption of fund units is carried out on the trading day immediately following the trading day when the notification is received by the AIF Manager, provided that the notification is received before 15.00 Swedish time.

Different rules for minimum subscription amounts apply to the different unit classes for the first investment opportunity and for additional investment. See section "Unit Classes" on page 3 for more information.

Notification of redemption of fund units must be received by us no later than 20 banking days before a redemption day. Fund units are then redeemed on the redemption day if funds are available in the Fund. If this is not the case, funds must be obtained through the sale of the fund's property and redemption must be carried out as soon as possible. If such a sale could significantly disadvantage the interests of other unitholders, the manager may, upon notification to the Financial Supervisory Authority, wait with the sale. The redemption proceeds are received no later than the tenth banking day after the redemption day or the later day that may apply if funds must be obtained through the sale of the fund's assets.

Subscription and redemption of fund units are carried out at a rate corresponding to the established fund unit value. The rate is always unknown at the time of notification of subscription or redemption.

## VALUATION OF THE FUND'S ASSETS

The fund's value is calculated by subtracting the debts related to the fund from the fund's assets. The value of a fund unit is the fund's value divided by the number of outstanding fund units. Financial instruments included in the fund are valued at



market value. The company has the right to suspend the valuation of the fund if the valuation of the assets cannot be done in a way that ensures the equal rights of the shareholders. This may be the case, for example, if one or more markets where the fund's assets are traded are completely or partially closed.

## DERIVATIVE INSTRUMENTS, LEVERAGE, AND EXPOSURE

According to the fund's rules, the fund may use derivative instruments to streamline management in order to reduce risks and costs in management and to increase returns. Derivatives can also be used to create leverage. The fund may invest in OTC derivatives.

Origo Fonder AB calculates the fund's exposure taking into account the ratio between long and short positions. According to the fund's articles of association, the fund's gross exposure may be at least 0 and at most 200 percent. Gross exposure refers in this context to the sum of the market value of the fund's long and short positions in equities and equity-related financial instruments relative to the fund's assets. The fund's net exposure may be at least -50 percent and at most 150 percent. Net exposure refers in this context to the market value of the fund's long minus short positions in equities and equity-related financial instruments relative to the fund's assets. Gross and net exposure is reported every month in our monthly letter.

According to delegated regulation (EU) No. 231/2013, the fund's financial leverage should also be calculated according to both the gross and commitment methods. The gross method shows the fund's total exposure, while the commitment method takes into account the risk management and netting techniques used. The fund's current financial leverage is reported in the fund's annual report and semi-annual report.

The fund's total exposure to derivative instruments (derivative gross exposure) is calculated using the commitment method and is reported in the fund's annual report and semi-annual report.

## RISK PROFILE AND RISK ASSESSMENT METHOD

Investments in equities and equity-related funds always involve a certain risk, which also applies to an investment in the fund. For example, the fund may be affected by large fluctuations in holdings in the fund (market risk). The fund also invests parts of its capital outside Sweden, which is why the fund is affected by changes in exchange rates (currency risk). The fund is also a special fund with fewer holdings than is common in traditional equity funds (concentration risk). The focus on small and medium-sized companies may also mean that it takes longer (liquidity risk/small business risk) for the fund to buy or sell securities compared to a fund that only invests in large companies whose shares have high market turnover. Part of the fund may be invested in interest-bearing instruments. Therefore, the fund is partially exposed to changes in interest rates (interest rate risk) and in the creditworthiness of the companies in which the fund has specifically invested (credit risk).

The manager strives to ensure that the fund's average risk level, measured as annual standard deviation over a rolling five-year period, is lower than the corresponding risk level for Swedish small businesses (Carnegie Small Cap Return Index Sweden (SEK)). The fund's investment focus means that the fund may, at certain times, have a relatively large share of liquid funds and interest-bearing securities.

The fund also periodically invests parts of its capital in interest-bearing securities and derivatives in order to achieve the desired risk level. The manager also has the right to close the fund if the fund's capital exceeds a level where optimal management is deemed possible. Finally, the fund has a monthly model for subscription/redemption, which facilitates the handling of flows to/from the fund.

The risks in the fund are assessed to affect the fund to varying degrees. Below is a ranking of the risks, with the most significant risk first, and other risks in descending order:

1. Concentration risk
2. Liquidity risk
3. Market risk



4. Currency risk
5. Interest rate risk
6. Credit risk

## MANAGEMENT FEE

We charge a management fee from the fund to cover the costs of management, including covering the costs of storage, supervision, and auditors. The fee is divided into a fixed and a performance-based part and is expressed as a percentage per year. The fee model has been designed to reflect the absolute-oriented investment philosophy. Both the management fee and other costs are deducted when the fund's price and value development are shown.

### *Fixed fee*

The highest fixed fee according to the fund's rules is 2 percent. The applicable fee for each share class is 1.25 percent for share class A and B, and 1.35 percent for share class C.

### *Performance-based fee*

The performance-based fee corresponds to 20 percent of the fund's excess return compared to a return threshold defined as 90 days SSVX plus 5 percentage points. 90 days SSVX is the prevailing annual interest rate for Treasury bills issued by the Swedish state with a maturity of 90 days and is often considered to correspond to the risk-free interest rate.

Any underperformance in previous periods compared to the return threshold must be recovered before performance fees can be paid (high water mark principle). Calculation of the variable fee is made on a monthly basis. For shareholders in share classes A and B, the calculation is made individually for each investor. For shareholders in class C, any performance fee is collected collectively in the entire fund share class.

See the appendix to the Swedish version of the information brochure for a more detailed description of and examples of how the performance-based fee is calculated.

### *Other fees*

Transaction costs, such as brokerage fees, taxes, and other costs related to the fund's purchase

and sale of assets, must be paid directly from the fund. The same applies to any tax costs that arise from, for example, dividends on the fund's holdings. The fund may also be charged for analysis to the extent permitted by applicable law.

## FUND RULES

For a complete description of the fund's strategy, objectives, terms and conditions, please see the fund rules available in Swedish.