

## Prospectus

March 2021

# TIN Ny Teknik

## Introduction

According to Chapter 4 Section 15 of the Swedish Mutual Funds Act (*Sw. lagen (2004:46) om värdepappersfonder*), each UCITS fund must have a current prospectus on the fund and its activities. This document constitutes the fund TIN Ny Teknik's (hereinafter "the Fund") prospectus. It has been prepared in accordance with the Swedish Mutual Funds Act and the Swedish Financial Supervisory Authority's regulations.

There is no guarantee that an investment in the Fund will not lead to a loss. This also applies to an otherwise positive development in the financial markets. Historical returns are no guarantee of future returns. The funds invested in the Fund can both increase and decrease in value and it is not certain that the investor in the Fund regains all the capital deposited.

This prospectus should not be seen as a recommendation for the purchase of units in the Fund. It is for everyone who wishes to acquire units to make their own assessment of an investment in the Fund and the risks associated therewith.

## Fund Management Company

Name: Teknik Innovation Norden Fonder AB

Corporate Identity Number: 559190-9600

Date of company founding: 01/14/2019

Legal form of the Company: Aktiebolag (Limited liability company)

Unit capital: SEK 1 500 000

The Company's registered office and headquarters: Stockholm

## Board of Directors

### *Chairman of the Board:*

Björn Nilsson

### *Other Board members:*

Gustav Ohlsson

Erik Sprinchorn

Martin Mellberg

### *Senior executives*

Chief Executive Officer

Tomas Lundmark

### *Auditors*

Auditor in charge is Patrik Adolfsson, Authorized Public Accountant, Öhrlings PricewaterhouseCoopers AB, corporate identity number 556029-6740. The auditor reviews, among other things, the accounts that form the basis of the annual report for the Fund.

### *The Fund Management Company manages the following funds:*

TIN Ny Teknik

TIN World Tech

# The Fund TIN Ny Teknik

## *Share classes*

The Fund has the following share classes:

- A - SEK, public class,
- B - SEK, institutional class,
- C - EUR, institutional class,
- D - SEK, class with terms for distribution,
- E - EUR, public class,
- F - NOK, public class,
- G - GBP, public class

The classes have different minimum amounts for initial subscriptions defined in § 9 as well as different fees and compensations defined in § 11.

Share classes C and G are currently not active.

Share classes D is exclusively open for:

- Unitholders that invest in the Fund within the frame of an agreement of investment services according to the 2nd chapter, 1 § of the Swedish Securities Market Act (2007:528) or other equivalent Swedish or foreign regulation, provided that, and only as long as, there is a contract in writing between the Fund Management Company and the one supplying the investment service, or an intermediate part in the distribution line, which expressly allows distribution of the share class without qualifying the distributor for compensation from the Fund Management Company, and to
- Insurance companies that invest in the Fund within the frame of contract with policyholders, provided that, and only as long as, there is a contract in writing between the Fund Management Company and the insurance company or a distributor of insurance policies which expressly allows investments in the share class without qualifying the insurance company or the distributor of insurance policies to compensation from the Fund Management Company.

If an investor does no longer meet the requirements of a certain share class, the Fund Management Company may - after notifying the unit holder - transfer the investor to the appropriate share class.

If more than one share class is selectable for an investor, the Fund Management Company shall transfer the investor to the share class with the lowest management fee. The Fund company is not liable for eventual costs, fees or losses that affects the investor as a consequence of such a transfer, including eventual tax consequences.

## *Unit holder register*

The Fund Management Company, or distributor in the case of nominee registration, maintains a register of all unit holders and their holdings. The unit holders' holdings are reported in the form of semi-annual statements and annual reports.

# Objective and investment policy

The Fund is an equity fund focused on Nordic technology companies whose products and/or services are characterized by a high degree of technological content and companies whose business is characterized by a high degree of research and development, for their own or someone else's account.

The Fund has an active investment strategy. That means we focus on fundamental company analysis, future outlook and valuation of individual equities in companies of which business model we understand. We are independent in the asset management and decision making of the fund. The biggest holdings of the fund are normally companies which, according to the portfolio managers, have the best future outlook in relation to financial risk. The Fund's investment strategy is not constrained by the benchmark constituents, and may bear some, little or no resemblance to the benchmark.

The aim of the fund is to, through the approach described above, over at least five years deliver a higher return than its benchmark.

The aim of the Fund is to, through the approach described above, over a long term, at least five years, deliver a higher return than its benchmark, VINX Small Cap Net.

The Fund may invest its funds in transferrable securities, money market instruments, derivatives, fund units and in accounts of credit institutions

At least 50 per cent of the Fund's value shall be invested in regulated markets or other markets that are regulated and open to the public in the Nordic countries.

Up to 30 per cent of the Fund's value can be invested in regulated markets or other markets that are regulated and open to the public in the rest of the EU and EEA outside of the Nordic countries and in equivalent markets in Australia, Hong Kong, Japan, Singapore and the United States.

At least 90 % of the Funds value must be invested in units and unit related transferrable securities issued by tech companies according to the description in § 4. This limit can be temporarily undercut during periods of significant subscriptions- or redemptions from the Fund.

The Fund may not invest more than 10 % of the Funds' value in fund units.

## *Risk profile*

When the Fund uses derivative instruments, the so-called commitment method is used to calculate the total exposure. The total exposures, according to this calculation, may not exceed 100 % of the fund assets according to the Swedish Mutual Funds Act.

## *Target group*

The Fund is suitable for investors who want an actively managed fund with a high tech focus. Investors must be able to accept that large price fluctuations may occur. The Fund is mainly suitable for investors who have an investment horizon of at least five years.

# Techniques and instrument (security lending etc.) and collateral management

## Security lending

According to the regulations and the fund statutes the fund can lend transferable securities included in the fund to a third party (security lending). If the fund lends securities to a third party, collateral from the borrower will be demanded for the lent securities. The fund will also demand an interest rate as payment for the lending that, after administrative costs, will accrue to the fund and thereby increase the fund's return.

No more than 20% of the fund's total assets can consist of security lending. However, the expected lending if even existing, is estimated to be much lower. Information regarding the fund's eventual usage of security lending is stated in the fund's annual- and interim reports. Through security lending the fund will be exposed to the risk that the borrower will not be able to return the securities that was lent. There are also risks regarding the interpretation of the security lending agreement. Lent securities are transferred to the counterparty and received collateral of liquid assets are placed in a custody account of the fund.

The Fund Management Company have adopted a Counterparty Policy, which states the criteria that should be used when choosing counterparties, which always should be followed in order to receive the best possible terms for the fund. The Fund Company also have internal policies regarding accepted collateral and valuation of collateral. The Fund Management Company only accept liquid assets as collateral. The received collateral should each day be equal to the value of the lent securities plus an adequate safety margin. Received collateral cannot be reinvested or reused as collateral. The ongoing management of collateral generates operative risks.

## Derivatives

When the Fund uses derivatives as a part of the investment strategy it can lead to substantial changes to the total- as well as the active risk of the fund. The purpose of using derivatives can be to protect the fund from risk, for example currency risk. The purpose can also be to create leverage in the total market exposure of the fund and thereby profit of the market belief of the portfolio managers. Derivates can also be used in order to expose the fund effectively to the direct market risks that the fund wants to have at every given moment.

## Collateral Management

When the Fund makes transactions with financial OTC derivatives, it can result in counterparty risk. To regulate the counterparty risk the Fund Management Company has a policy to conclude collateral management agreements with the counterparties. The accepted collaterals are stated in the Fund Management Company's Collateral instruction which is made in accordance with the current constitutions and ESMA's guidelines for closed end funds and other questions regarding fund companies (ESMA 2014/937). The main collateral for the fund is liquid assets. Other collateral than liquid assets can be used. Received collateral other than liquid assets must have low market-, credit- and liquidity risk. Collateral other than liquid assets that is received for OTC derivatives cannot be reinvested, sold or reused as collateral.

## Dividends

The Fund does not pay dividends.

## Active share

The Fund's benchmark is VINX Small Cap Net. The benchmark is relevant since the Fund invests wide in different innovative companies in different sectors, mainly in the Nordic region. The Fund's objective is to exceed its benchmark. The Fund Management Company tries to achieve this objective through a structured investment process where the Fund Management Company can identify companies with technique driven growth through meetings with the companies which is then considered in the company analysis. The Fund's main sectors of the Fund are software, medical devices, pharmaceuticals, life science products, clean technology and digital consumer products. The investment process leads to an active choice regarding each stock in the Fund.

### Tracking error the past 10 years:

The Fund started in 2019. Tracking Error for the Fund's first 24 months (2019-02-04 to 2021-02-04) was 12,05 %.

The achieved Tracking Error can be explained by a divergence from the Fund's Benchmark and that the Fund is actively managed. The Tracking Error varies depending on the market and the holdings of the Fund. Fluctuations in the Tracking Error depends on how the Fund's holdings differ from the holdings of the Benchmark.

Tracking Error represents how much the performance of the fund differs in relation to the performance of its Benchmark. It is calculated by measuring the difference between the monthly performance of the Fund and the Benchmark during the last two years. The measurement is calculated as of the standard deviation for the difference in performance. The higher the tracking error, the more the Fund deviates from its Benchmark.

## Fees

The annual fee is the sum of costs for operating the fund including management, administration, supervision, audit, depositary, marketing and distribution.

Transaction costs such as brokerage, taxes, delivery and other costs due to the assets of the Fund as well as trading of these assets paid by the Fund.

The maximum management fee is the maximum annual fee that the Fund Management Company may withdraw from the Fund in accordance with the Fund Statutes. The fee includes compensation for costs for the depositary of the Fund's assets and supervision and auditing.

### Maximum management fees:

Share class A, E-G 1.65 % per year of the fund's value

Share class B-D 1.00 % per year of the fund's value

### Effective management fees:

Below stated fees are the effective fees that the Fund charges when fund units are traded or redeemed and for the management of the Fund (includes administrative costs, accounting and file management, supervision, audit and custody).

Share class A, E, G, 1.50 % per year of the fund's value  
Yearly fee to the depositary bank: 0.02 % per year of the fund's value  
Total cost 1.52 %

Share class B-D, 0.90 % per year of the fund's value  
Yearly fee to the depository bank: 0.02 % per year of the fund's value  
Total Cost 0.92 %

Share class F, 1.00 % per year of the fund's value  
Yearly fee to the depository bank: 0.02 % per year of the fund's value  
Total cost 1.02 %

Share class C & G is currently not active.

### *Subscription and redemption fees*

The fund management company does not charge any fees subscription fees.

If a fund unit is held for less than 30 days, a short-term trading fee may be charged with an amount corresponding to a maximum of 2 % of the value of the redeemed units, but no less than SEK 50. If applied, this fee will accrue to the Fund.

No other redemption fee is charged.

## Outsourcing agreements

### *Risk Management*

The Fund Management Company has entered into an outsourcing agreement with Wahlstedt & Partners AB, corporate identity number 556771-1345, regarding the provision of the risk management function.

### *External Valuation*

The Fund Management Company has entered into an outsourcing agreement with Wahlstedt & Partners AB, corporate identity number 556771-1345, regarding the provision of the external valuation function.

### *Backoffice*

The Fund Management Company has entered into an outsourcing agreement with Wahlstedt Sageryd Financial Services AB, corporate identity number 556493-5897, regarding the provision of the backoffice function.

### *Internal Audit*

The Fund Management Company has entered into an outsourcing agreement with Lüscher & Co Revision AB, corporate identity number 556617-4131, regarding the provision of internal audit function. The chief auditor is the authorized accountant Leif Lüscher.

### *Compliance function*

The Fund Management Company has entered into an outsourcing agreement with Harvest Advokatbyrå AB, corporate identity number 559070-0224, regarding the provision of the compliance function. The principal responsible for compliance is lawyer Anna Cumzelius.

## Custodian

The custodian for the Fund is Skandinaviska Enskilda Banken

AB (publ.), corporate identity number 502032-9081, (hereinafter "the Custodian"). The Custodian has its registered office and headquarters. The Custodian's main business consists of conducting banking services and financial operations and activities that have a natural connection therewith.

## Subscription and redemption

Dealing with Fund units can be done through the Fund Management Company or its agents.

The effective cut-off time for the Fund is at 2 p.m., which means that this is the latest time when the Fund Management Company must have received a request for subscription or redemption of fund units in order for the transaction to take place on the current day's Net Asset Value ("NAV") price. If the request is submitted after the cut-off time, the order will normally be executed on the following banking day's NAV price. When subscribing for fund units, the payment must also be received by the Fund Management Company no later than the 2 p.m. cut-off time.

For Swedish half-days, which refers to a banking day before any other public holiday than Sunday, Midsummer Eve, Christmas Eve and New Year's Eve, the cut-off time for dealing in the Fund is at 11 a.m.

The minimum initial subscription amount for share class A is 100 SEK.

The minimum initial subscription amount for share class B is 10 000 000 SEK.

The minimum initial subscription amount for share class C is 1 000 000 EUR.

The minimum initial subscription amount for share class D is 100 SEK.

The minimum initial subscription amount for share class E is 10 EUR.

The minimum initial subscription amount for share class F is 100 NOK.

The minimum initial subscription amount for share class G is 10 GBP.

Share class D is reserved to investors that subscribe to units through distributors that, in agreement with the Fund Management Company, do not receive compensation for distribution from the Fund Management Company, and which, when providing investment services to its clients will charge the client directly. In order to invest in share class D the units must be registered in one or more accounts in the name of the distributor for their client or clients (nominee registration).

## Marketing and Distribution

The fund is marketed and distributed in Norway, Sweden and Finland in accordance to the European Union Framework (UCITS directive). The information in this prospect is exclusive to investors who are citizens in the countries that the Fund is registered for marketing distribution. The fund can not be marketed or distributed directly or indirectly to investors under US jurisdiction. This includes investors that lives in the US, reside in the US or are liable to pay tax in the US. Subscription requests from such investors will be denied.

## Sustainability related information

Transparency regarding the integration of sustainability risks, of the promotion of environmental or social characteristic, and of sustainable investments.

- The fund has sustainable investments as its objective
- The fund promotes, among other characteristics, environmental or social characteristics
- Sustainability risks are integrated into investment decisions, without the fund promoting environmental or social characteristics or having sustainable investments as its objective
- Sustainability risks are not deemed to be relevant (explanation below)

Fund Management Company's comments:

The Fund Management Company has adopted a policy for integration of sustainability risks in which the Fund Management Company's method and assessment of integration of sustainability risk in the investment decision process are described. As part of the Fund Management Company's investment decision process, the Fund Management Company identifies sustainability risk that may have an actual or potentially significant negative impact on the value of the investment.

In order to identify sustainability risks the Fund Management Company applies e.g., a select in/select out method which means that the Fund Management Company's portfolio managers regularly include and exclude companies based on how well the business complies with the fund's investment strategy and selected sustainability aspects.

Based on the Fund Management Company's method for integrating sustainability risks, it is assessed whether an environmental, social or governance related event/circumstance as if it were to occur, would have an actual or potentially negative impact on the value of the investment. Thereafter, the investment and the identified sustainability risks are weighed against the funds' investment strategy, selected sustainability aspects and the unit holders' common interest.

The Fund Management Company assesses that the impact of sustainability risks on the return on financial products can be significant.

The Fund Management Company assesses that environmental related events/circumstances constitute examples of such sustainability risks that can lead to companies' opportunities to operate potentially decreasing and result in declining profits and deteriorating sentiment among investors. Through geographical diversification, the risk of a large individual event can be reduced locally while at the same time the exposure to sustainability risks that hit different regions can increase. At the same time, the Fund Management Company believes that a company's individual investment focus can benefit from a green transition where sales and profits are shifted from analogue to digital business models. However, a secondary risk related to the environment is that so-called green business models could receive unrealistically high valuation multiples, which can affect future returns for a financial product.

The Fund Management Company further assesses that governance related events/circumstances that are primarily associated with corporate governance may constitute material sustainability risks. These could lead to everything from pure fraud to unreasonable risk-taking from management and/or unreasonable levels of remuneration to companies' management.

The Fund Management Company sees that social related events/circumstances could constitute such sustainability risks that are material especially with regard to infectious diseases, which could have a material impact on the value of a financial product.

By integrating the Fund Management Company's method and assessment of sustainability risks into the company's investment decision process, sustainability risks that may have an actual or potentially significant negative impact on TIN Ny Teknik's value can be identified. As a result, the likely impact of sustainability risks on TIN Ny Teknik's return is considered to be limited.

### *Sustainability-related characteristics promoted in the management of the fund, or that are included in the fund's objective*

- Environmental characteristics (e.g. the companies' environmental and climate impact)
- Social characteristics (e.g. human rights, employee rights and equal opportunity)
- Good governance practices (e.g. shareholders' rights, issues relating to remuneration for senior executives and anti-corruption)
- Other sustainability-related characteristics

Fund management company's comment:

The fund invests primarily in software, health and digital brands. Innovative software solutions promote better resource utilization and can help reduce the human footprint on the environment and climate, for example by software directly replacing hardware-based solutions, indirectly through enabling efficiency and reduced travel. The fund's investment focus generally entails limited emissions of carbon dioxide. Investments in the health sector can help alleviate and prevent the spread of infectious diseases, which is the primary structural sustainability risk in the social sphere.

For a description of how the fund's objectives, or alternatively the promotion of environmental or social characteristics are achieved, please see section Methods used to integrate sustainability risks, promote environmental or social characteristics or to attain a sustainability-related objective.

### *Reference benchmarks'*

- The fund has the following index as its benchmark:
- No index has been designated as a reference benchmark

Fund Management Company's comment:

### *Methods used to integrate sustainability risks, promote environmental or social characteristics or to attain a sustainability-related objective:*

- Positive screening*

Fund Management Company's comment:

The Fund Management Company promotes environmental or social characteristics when it selects investment for the fund by being an active portfolio manager who carefully selects holdings for the fund based on company analysis. In the portfolio manager's analysis of potential investment objects, the portfolio managers include various parameters to assess how the investment objects work with sustainability, taking into account environmental aspects as well as organizational, risk management and management aspects in the investment decision process. In addition, the Fund Management Company uses a select in/select out method, good governance practices for the purpose of influencing companies in a positive direction of sustainability, considers international norms such as the UN Principles for Responsible Investment, the UN Global Compact and the OECD's guidelines for multinational companies internationally and uses its ownership.

**Negative screening**

The fund does not invest in companies that are involved in the following products and services. A maximum of 5% of the turnover in the company in which the investment is made may be derived from the specified product or service.

Products and services

The following check options can also be used by funds that do not promote environmental or social characteristics or have sustainability objectives but where certain products and services are not included in the fund as a result of its investment policy.

Cluster bombs, landmines

Fund Management Company's comments:  
Refers to both distribution and production.

Chemical and biological weapons

Fund Management Company's comments:  
Refers to both distribution and production.

Nuclear weapons

Fund Management Company's comments:  
Refers to both distribution and production.

Weapons and/or munitions

Fund Management Company's comments:

Alcohol

Fund Management Company's comments:  
The Fund does not invest in companies where alcohol accounts for more than 5 % of the company's sales. Refers to both production and distribution.

Tobacco

Fund Management Company's comments:  
The Fund does not invest in companies that produce tobacco products or companies where tobacco accounts for more than 5 % of the company's sales.

Commercial gambling operations

Fund Management Company's comments:

Pornography

Fund Management Company's comments:  
Refers to production of pornographic material.

Fossil fuels (oil, gas, coal)

Fund Management Company's comments:

Uranium

Fund Management Company's comments:  
The Fund does not invest in companies that extract uranium based on the fund's investment focus.

Genetically modified organisms (GMO)

Fund Management Company's comments:

Other

Fund Management Company's comments:  
The Fund also excludes companies that extract oil, thermal coal and/or palm oil where any of the above accounts for more than 5 % of the turnover.

**International norms**

International norms refer to international conventions, laws and agreements such as the UN Global Compact and OECD guidelines for multinational companies that relate to issues concerning the environment, human rights, labour practices, and business ethics.

The Fund does not invest in companies that violate international norms. The assessment is carried out either by the fund management company or a third party

Fund Management Company's comments:

The Fund does not invest in companies which do not address identified problems or where the Fund makes the assessment that the company will not address the problems within a time frame deemed reasonable in that specific case

Fund Management Company's comments:

**Countries**

For sustainability reasons, the Fund does not invest in companies involved in certain countries/interest-bearing securities issued by certain states

This option refers to funds that carry out a country-specific sustainability analysis that results in the exclusion of companies involved in certain countries or of interest-bearing securities issued by certain states.

Fund Management Company's comments:

**Other**

Other

Fund Management Company's comments:

**The fund management company influences**

The Fund Management Company exercises its investor influence to influence companies on sustainability issues.

The fund Management Company engages with companies with a view to influencing them to adopt a more sustainable approach.

- In-house investor influence

Fund Management Company's comments:

The portfolio managers intend to engage in direct dialogue with management and board of directors for the companies in which the Fund invests in order to influence in a more sustainable direction. Regardless of whether the companies are far ahead or have major problems in the area of sustainability.

- Investor influence in cooperation with other investors

Fund Management Company's comments:

The portfolio managers intend to utilize their networks and seek out relationships with like-minded owners in order to influence the companies in a favourable direction with joint forces.

- Investor influence through external suppliers/consultants

Fund Management Company's comments:

- Voting at General Meetings

Fund Management Company's comments:

- Participation in nomination procedures in order to influence the composition of the Board

Fund Management Company's comments:

- Other forms of investor influence

Fund Management Company's comments:

## Tax regulations

### *Taxation of the Fund*

Swedish mutual funds do not pay tax on income. Mutual funds do, however, pay a withholding tax on dividends received from their foreign shareholdings. The withholding tax rate varies from country to country. As a result of, among other things, legal uncertainty on the application of bilateral tax treaties as well as developments within the EU with regard to taxes, the final withholding tax can be both higher and lower than the preliminary tax deducted when dividends are received.

### *Taxation of Swedish fund unit owners (Natural persons)*

Swedish Fund unitholders pay an income tax on direct savings in funds with a standard tax of 0.12 % annually on the total value of their holdings at the beginning of the year.

The income tax is calculated on an annual standard income of 0.4 % which is to be included in the declaration. ( $0.4\% * 30\% = 0.12\%$ ).

Swedish Fund unitholders will also pay a capital gains tax upon divestment/redemption of fund units of 30 %. Capital gains / losses are reported by The Fund Management Company to the Tax Agency.

If the Fund is linked to a fund insurance, capital insurance, IPS or premium pension, special tax rules apply. Other rules apply to legal entities and foreign fund unit owners.

Taxation can be affected by individual circumstances. Anyone who is unsure of any tax consequences should seek expert help.

## Damages etc.

The Fund Management Company and the Custodian are not liable for any damages that may arise due to Swedish or foreign legal enactments, actions taken by Swedish or foreign authorities, acts of war, strikes, blockades, boycotts, lockouts or other similar circumstances. The reservation in respect of strikes, blockades, boycotts and lockouts apply even if the Fund Management Company or the Custodian is the target of or itself takes such measures.

Damages arising from other circumstances or events shall not be compensated by the Fund Management Company or the Custodian, if due care has been exercised.

The Fund Management Company or Custodian is not liable in any case for indirect damages, nor are they liable for damages caused by - Swedish or foreign - stock exchanges or other marketplaces, custodian banks, central securities depositories, clearing organizations, or other providers of corresponding services, nor by contractors who the Fund Management Company or Custodian hired with proper care. The same applies if the above-mentioned organizations or contractors become insolvent. The Fund Management Company or Custodian are not liable for any damage that may arise as a result of restrictions that prevent them from being able to act and/or conduct business.

If circumstances mentioned in the first paragraph prevent the Fund Management Company from being able to take actions the actions may be postponed until the circumstances has ceased.

Provisions related to damages caused to the unit holders as a consequence of the Fund Management Company or the Custodian having violated the Swedish Mutual Funds Act, or its fund regulations, are found in Chapter 2, Section 21 and Chapter 3, Sections 14-16 of the Swedish Mutual Funds Act.

## Remuneration policy

The Fund Management Company's Board of Directors has adopted a remuneration policy that is compatible with and promotes sound and effective risk management. The remuneration policy is designed to counteract a risk taking that is incompatible with the risk profiles of the funds managed by the Fund Management Company.

The Fund Management Company applies a remuneration system with a combination of fixed monthly salaries, pension provisions, health insurance and benefits for all employees including the company's management, and in good years profit sharing with all employees. A framework that excludes commissions and individual bonuses stimulates sustainable performance, as well as sound and effective risk management accruing to the funds and the unit holders.

The annual reports for the funds provide information on the size of the remuneration and the distribution on personnel categories. Current and prospective unit holders may, upon request, receive a paper copy of the remuneration policy free of charge.

## Amendments of the fund rules

The Fund Management Company is able to change their fund's fund rules. Such amendments shall be submitted to the

Swedish Financial Supervisory Authority for approval. The amendments may affect the Fund's characteristics such as, for example, the Fund's investment policy, fees and risk profile. After an amendment has been approved, the decision shall be made available at the Fund Management Company and announced in the manner specified by the Swedish Financial Supervisory Authority.

## Transfer or termination of management

The management of a Swedish UCITS shall be assumed by the Fund's Custodian immediately if;

- The Swedish Financial Supervisory Authority has revoked the Fund Management Company's authorisation to conduct investment operations,
- the Fund Management Company has entered into liquidation according to the law.
- the Fund Management Company has been placed into insolvent liquidation, or
- the Fund Management Company wishes to cease their management of the UCITS.

When the Custodian has taken over the management of a fund, the fund shall as soon as possible be transferred to another fund management company if the Swedish Financial Supervisory Authority accepts this. Otherwise, the fund will be dissolved by its assets being sold and the net holdings in the fund being divided to the unit holders. Decisions on changes as described above must be announced in Post- och Inrikes Tidningar and be kept available at the Fund Management Company or the Custodian. The announcement must be made no later than three months before the change is implemented unless the Financial Supervisory Authority has decided on a shorter period of time.



# Fund Statues

April 2020

## TIN Ny Teknik

### §1 The Fund

The name of the fund is TIN Ny Teknik (hereinafter "the Fund")

The Fund is a UCITS fund in accordance with the Swedish Mutual Funds Act (2004:46).

A Swedish UCITS fund is formed by contribution of capital from the public. The assets of the fund are owned collectively by its unit holders and each unit carries equal rights to the assets owned by the fund. The unit holders cannot be held liable for obligations of the fund.

A Swedish UCITS fund is not a legal person and cannot acquire rights nor obligations. Property of the Fund may not be subject to attachment and unit holders are not held responsible for the liabilities of the Fund.

A Swedish UCITS fund is managed by a Fund Management Company, that represents the unit holders in all questions regarding the fund.

The Fund has the following share classes:

- A - SEK, public class
- B - SEK, institutional class
- C - EUR, institutional class
- D - SEK, class with terms for distribution
- E - EUR, public class
- F - NOK, public class
- G - GBP, public class

The classes have different minimum amounts for initial subscriptions defined in § 9 as well as different fees and compensations defined in § 11.

Unit class D is exclusively open to

- Unitholders that invest in the Fund within the frame of an agreement of investment services according to the 2nd chapter, 1 § of the Swedish Securities Market Act (2007:528) or other equivalent Swedish or foreign regulation, provided that, and only as long as, there is a contract in writing between the Fund Management Company and the one supplying the investment service, or an intermediate part in the distribution line, which expressly allows distribution of the share class without qualifying the distributor for compensation from the Fund Management Company, and to
- Insurance companies that invest in the Fund within the frame of contract with policyholders, provided that, and only as long as, there is a contract in writing between the Fund Management Company and the insurance company or a distributor of insurance policies which expressly allows investments in the share class without qualifying the insurance company or the distributor of insurance policies to compensation from the Fund Management Company.

If an investor does no longer meet the requirements of a certain share class, the Fund Management Company may -

after notifying the unit holder - transfer the investor to the appropriate share class.

If more than one share class is selectable for an investor, the Fund Management Company shall transfer the investor to the share class with the lowest management fee. The Fund company is not liable for eventual costs, fees or losses that affects the investor as a consequence of such a transfer, including eventual tax consequences.

### §2 Fund Management Company

The Fund is managed by Teknik Innovation Norden Fonder AB, corporate identity number 559190-9600 (hereinafter "the Fund Management Company").

### §3 The Custodian and its duties

The custodian for the Fund is Skandinaviska Enskilda Banken AB (publ.), corporate identity number 502032-9081, (hereinafter "the Custodian" ).

The Custodian executes the Fund Management Company's decision regarding the Fund as well as receiving and keeping the Fund's assets. The Custodian shall also examine that the decisions regarding the Fund that the Fund Management Company has made, such as valuation, redemption and subscription of fund units, is in accordance with the law, regulations and these fund rules.

### §4 The character of the Fund

The Fund is an equity fund focused on Nordic technology companies whose products and/or services are characterized by a high level of technology and companies whose business is characterized by a high degree of research and development, for their own or someone else's account.

The aim of the Fund is to, through the approach described above, over a long term, at least five years, deliver a higher return than its benchmark. The Fund's benchmark is based on Nordic small cap shares and is defined in the Fund's prospectus.

## §5 The Fund's investment policy

The Fund may invest its funds in transferrable securities, money market instruments, derivatives, fund units and in accounts of credit institutions in accordance with these fund statutes and the Swedish Mutual Funds Act.

At least 90 per cent of the Fund's value must be invested in units of and units related to transferrable securities issued by tech companies such as:

- companies with digital products and digital services;
- companies that enable digital interactivity;
- companies whose products and services have a high degree of technological content; and
- companies whose business is characterized by a high degree of research and development for its own or someone else's account.

The companies described above mainly found in the following sectors:

- Informational technology,
- Telecommunication,
- Software,
- Pharmaceuticals and medtech,
- Life science,
- Environmental technology,
- Industrial technology, and
- Digital brands/services.

This limit can be temporarily undercut during periods of significant subscriptions- or redemptions from the Fund.

At least 50 per cent of the Fund's value shall be invested in regulated markets or other markets that are regulated and open to the public in the Nordic countries.

Up to 30 per cent of the Fund's value can be invested in regulated markets or other markets that are regulated and open to the public in the rest of the EU and EEA outside of the Nordic countries and in equivalent markets in Australia, Hong Kong, Japan, Singapore and the United States.

The Fund may not place more than 10 per cent of the Fund's assets in fund units.

## §6 Markets in which the funds assets may be placed

The Fund's assets may be invested in regulated markets or equivalent markets outside the EEA as well as other markets, e.g. multilateral trading facilities (hereafter MTF:s), within or outside the EEA, which are regulated and open to the public and that lies within the scope of the Funds investment approach.

## § 7 Special investment policy

The Fund may use derivative instruments as part of the investment policy (including OTC derivatives) provided that the underlying assets consist of or are related to the assets mentioned in chapter 5, section 12 of the Swedish Mutual Funds Act.

The fund may invest its assets in such transferrable securities and money market instruments mentioned in the chapter 5, section 5 of the Swedish Investment Funds Act.

The Fund may, in accordance with chapter 25, section 21 of the Swedish Financial Supervisory Authority's Regulations (FFFS 2013:9) regarding Swedish UCITS, issue securities loans equivalent of less than 20 per cent of the Fund's value against adequate collateral on standard terms of the investment sector.

## § 8 Valuation

The Fund's value is calculated by subtracting the Fund's debts from the Fund's assets.

The Fund's assets consist of:

- Financial instruments
- Liquid assets
- Outstanding interest
- Accrued dividends
- Non-liquidated sales
- Other assets and claims of the Fund

The Fund's debts consist of:

- Compensation to the Fund Management Company
- Non-liquidated purchases
- Tax debts
- Other debts regarding the fund

When calculating the Fund's Net Asset Value, the value will be rounded off to six decimals (rounding up if the seventh decimal is five or bigger, otherwise rounding down).

Transferrable and marketable securities, money market instruments, derivatives and fund units as well as marketable OTC derivatives which in their terms in all substantial respects comply with derivatives (so called look-alikes) are valued by the current market value, defined as the price of the most recent transaction, or if missing, the average of the buying price and the selling price. If such prices also are missing, an indicative price from a market-maker will be used if one is designated by the issuer. Regarding the derivatives mentioned above, the valuation is primarily based on the prices that clearing institutions receive from the regulated markets (settlement prices) and secondly the average of the sell price and the buy price, since the latest transaction price may differ significantly from the estimated market value if the underlying financial instruments value has increased or decreased after the time of the latest transaction regarding the derivative instrument. If mentioned prices are missing or if the prices according to the Fund Management Company are clearly misleading, the Fund Management Company shall establish the value by objective grounds, inter alia, valuation models such as Black & Scholes and Black 76.

Market valuation of fund units shall be based on the reported values from respective fund manager per the reporting date closest in time from the date when the Fund's value is established according to the following. If the Fund Management Company finds such value as misleading, the Fund Management Company shall estimate the value on objective grounds.

In regard to non-marketable transferrable securities and money market instruments, defined as transferrable securities and money market instrument referred to in the chapter 5, section 5 of the Swedish Investment Funds Act, the market value is established on objective grounds in accordance with a particular valuation based on reports of the latest transaction price or the average of the selling price and the buying price or an indicative price from market-maker if one is designated for the issuer. If such information does not exist or is not reliable according to the Fund Management Company, the market value is established by receiving information by independent market actors or other external independent sources.

In regard to such OTC derivatives which are not so-called look-alikes, the value is established through objective grounds such as Black & Scholes and Black 76 and through receiving of

information from independent market actors or other independent sources.

The value of a fund unit in a certain share class is the share classes value divided by the amount of fund units in circulation of the share class in question. Valuation of the Fund value and the Fund unit shall be done every banking day.

### § 9 Subscription and redemption of fund units

Fund units are issued by the Fund Management Company. When issuing fund units, the value is rounded off to six decimals (rounding up if the seventh decimal is five or higher, otherwise rounding down).

The Fund is normally open to subscriptions and redemptions of fund units every banking day through the Fund Management Company or its representative. The Fund is however not open to subscriptions and redemptions on banking days when the Fund's assets cannot be valued in a way which guarantees the unit-holders equal rights due to one or more marketplaces where the Fund's investments are listed are completely or partially closed.

Regulations regarding fees in connection to subscriptions and redemptions are stated in section 11.

Subscriptions shall be using the subscription form provided by the Fund Management Company or its representatives. The unit-holder is responsible for providing a form which is properly signed with the correct bank account details along with further required documents, either directly to the Fund Management Company or a representative of the Fund Management Company, and that the payment for the fund units has been transferred to the Fund's bank account.

Redemption of fund units shall be made using the redemption form provided by the Fund Management Company or its representative, or, if agreed upon, through a digital form. The unit-holder is responsible for providing a form which is properly signed with the correct bank account details along with further required documents either directly to the Fund Management Company or a representative of the Fund Management Company.

Subscriptions and redemptions of fund units will be executed at the closing price for the fund units on the banking day when the subscription or redemption request was received. The latest time, cut-off time, for when the subscription or redemption request must be received by the Fund Management Company in order to execute the transaction on the same day is stated in Prospectus. If the request is received after the cut-off time, the Fund Management Company will execute the request the next banking day.

Subscription or redemption requests may only be cancelled with the Fund Management Company's permission.

If a subscription or redemption request is received by the Fund Management Company when the Fund is closed to subscriptions and redemptions, the fund unit price of the following banking day will be used.

Subscriptions and redemptions of fund units are made to an unknown price for the investor at the time of the request.

The Fund unit price is available at the Fund Management Company at the latest on the day after the banking day when the fund unit value was calculated as per above. The Fund unit price is published by the Fund Management Company on its website.

A fund unit shall be redeemed on the redemption day if liquid assets are available in the Fund. If that is not the case, liquid assets shall be procured by sale of the Fund's assets and redemption shall be made as soon as possible. If such sales could substantially negatively affect the interests of other unit-holders, the Fund Management Company may, after notifying the Swedish Financial Supervisory Authority, delay executing the sale.

The minimum initial subscription amount for share class A is 1 00 SEK.

The minimum initial subscription amount for share class B is 10 000 000 SEK.

The minimum initial subscription amount for share class C is 1 000 000 EUR.

The minimum initial subscription amount for share class D is 1 00 SEK.

The minimum initial subscription amount for share class E is 1 0 EUR.

The minimum initial subscription amount for share class F is 1 00 NOK.

The minimum initial subscription amount for share class G is 1 0 GBP.

Share class D is reserved to investors that subscribe to units through distributors that, in agreement with the Fund Management Company, do not receive compensation for distribution from the Fund Management Company, and which, when providing investment services to its clients will charge the client directly. In order to invest in share class D the units must be registered in one or more accounts in the name of the distributor for their client or clients (nominee registration).

### § 10 Closing of the Fund at extraordinary circumstances

The Fund may close for subscriptions and redemptions if there are extraordinary circumstances which makes it impossible to value the Fund's assets in a way that secures the equal rights of all unit-holders.

### § 11 Fees and compensation

From the Fund's assets, compensation shall be paid to the Fund Management Company for the management of the Fund. The compensation includes costs for portfolio management, custody, research, administration, accounting, book keeping, surveillance and auditing. Costs for external research may burden the fund if it is directly related to the Fund's investment strategy and is expected to add more value than it costs for the Fund and unit-holders.

Fees may not exceed:

Share class A, E-G: 1.65 per cent per year of the Fund value  
Share class B-D: 1.00 per cent per year of the Fund value

The fees are calculated on a daily basis with one 365<sup>th</sup> and burdens the Fund's value at every Net Asset Value calculation.

If a fund unit is held for less than 30 days, a short-term trading fee may be charged with an amount corresponding to a maximum of 2% of the value of the redeemed units, but no less than SEK 50. If applied, this fee will accrue to the Fund.

The current fees are published in the prospectus and in the fact sheet.

## § 12 Dividends

The Fund does not pay dividends.

## § 13 The Funds financial year

The Fund's financial year is a calendar year.

## § 14 Semi-annual and annual report, amendments of the fund statutes

The Fund Management Company submit a semi-annual and an annual report. The reports shall upon request be sent to the unit-holders free of charge and be available at the Fund Management Company and the Custodian within two and four months respectively after the end of the reporting period. The Fund Management Company shall when distributing the unit-holders annual statements ask unit-holders if they would like the annual and/or semi-annual report sent to them.

Changes in the Fund statutes may only be made following the formal decision of the Fund Management Company's Board of Directors and is always subject to the pre-approval by the Swedish Financial Supervisory Authority. Such changes shall be made publicly available at the Fund Management Company as well as at the Custodian, and in addition published in other formats as may be instructed by the Swedish Financial Supervisory Authority.

## § 15 Pledging

Unit-holders may pledge their units in the Fund.

When pledging, the unit-holder or his or her representative shall notify the Fund Management Company of the pledge in writing. Such notice can also be given by the pledgee if he or she is presenting the pledge at the same time. The notice must contain information about:

- who is the pledgee, and
- which units are covered by the pledging.

The Fund Management Company shall record the pledging in the register of unit-holders and notice the unit-holder in writing about the registration of the pledging. The pledging ceases when the pledgee has notified the Fund Management Company in writing. The Fund Management Company is entitled to charge the unit-holder for the registration a maximum of 1 000 SEK.

The transfer of a unit shall be reported to the Fund Management Company in writing. Unit-holders are responsible that the notice is validly signed. Notice of transfer shall contain information about the transferor and acquirer. A transfer of fund units is dependent on the consent of the Fund Management Company. Consent may be given provided that the new unit owner has undergone usual account opening procedures and provided all required documentation in accordance with regulation regarding measures against money laundering and financing of terrorism and not having been deemed unfit as a unit-holder.

## § 16 Limit of responsibility

The Fund Management Company and the Custodian are not liable for any damages that may arise due to Swedish or foreign legal enactments, actions taken by Swedish or foreign authorities, acts of war, strikes, blockades, boycotts, lockouts or other similar circumstances. The reservation in respect of strikes, blockades, boycotts and lockouts apply even if the Fund Management Company or the Custodian is the target of or itself takes such measures.

Damages arising from other circumstances or events shall not be compensated by the Fund Management Company or the Custodian, if due care has been exercised.

Neither the Fund Management Company nor the Custodian are in any case responsible for indirect damages.

The Fund Management Company or the Custodian are not either in any case responsible for damages caused by unit-holders or others breaking the law, other regulations or these fund statutes. Unit-holders are hereby informed that they are responsible for the documents that the Fund Management Company has received being correct and validly signed and that the Fund Management Company shall be informed if there are any changes to the information therein.

If the Custodian or a sub-custodian have lost Financial Instruments deposited at the Custodian or the sub-custodian, the Custodian shall without necessary delay restore equal Financial Instruments or pay a value equal to the value of the Financial Instruments to the Fund Management Company on behalf of the Fund. The Custodian is not, however, responsible for the loss if the loss of the Financial Instruments is caused by external events outside of the reasonable control of the Custodian and to which the consequences were impossible to avoid even though all reasonable measures had been taken, such as damage due to Swedish or foreign legal enactments, actions taken by Swedish or foreign authorities, acts of war, strikes, blockades, boycotts, lockouts or other similar circumstances. The reservation in respect of strikes, blockades, boycotts and lockouts apply even if the Fund Management Company or the Custodian is the target of or itself takes such measures. The Custodian is also not responsible for any other damages than such damages mentioned in this section unless the Custodian has caused the damages willingly or by negligence. The Custodian is neither responsible for such other damages if the circumstances mentioned in this paragraph applies.

The Fund Management Company and the Custodian are not responsible for damages that has been caused by – Swedish or foreign – exchanges or other market places, registrars, clearing organizations or other organisations supplying equal services, and – concerning other damages than those mentioned before – neither to damages caused by Depositary or other contractors that the Custodian has hired with due skill, care and due diligence and regular supervision, or one that the Fund Management Company has referred to.

The Custodian is not liable for damages that have been caused by above mentioned organizations or contractors becoming insolvent. A sub-custodian agreement concerning the custody of assets and control of ownership does not, however, deprive the Custodian of its liability for losses and other damages pursuant to the Swedish Mutual Funds Act. The Fund Management Company and the Custodian are not liable for damages that arise to unit-holders of the Fund or other due to trading restrictions that may be applied to the Fund Management Company or the Custodian regarding securities.

If there are obstacles for the Fund Management Company or the Custodian to, fully or partially, execute an action under an agreement due to circumstances mentioned above, the action may be postponed until such circumstances have ceased. If the Fund Management Company and/or the Custodian due to such circumstances are prevented from executing or receiving payment, the Fund Management Company or Custodian and the unit-holder shall not be obliged to pay interest for late payment. Corresponding exemption from the obligation to pay interest for late payment also applies if the fund manager, in accordance with section 10, temporarily postpones the time for valuation, subscription and/or redemption of Fund units. If interest is due, the Custodian shall pay interest according to the interest rate applicable on the due date. If the Custodian, as a result of the circumstances referred to in the third

paragraph, is prevented from receiving payment for the Fund, the Custodian shall, for the period during which the circumstance existed, be entitled to interest only under the conditions applicable on the due date.

Unit-holders, irrespective of what is stated above, may in certain cases still be entitled to damages according to chapter 2, section 21 and chapter 3, sections 14-16 of the Swedish Mutual Funds Act.

#### **§ 17 Restrictions on subscription rights etc.**

The Fund is not registered under the United States Securities Act 1933 or the US Investment Companies Act 1940 or any other applicable US law. Accordingly, units in the Fund may not be offered, sold or otherwise distributed to persons in the United States.

Furthermore, the Fund is not directed to such investors whose subscription or holding of units in the Fund entails that the Fund or the Fund Management Company becomes required to register the Fund or the Fund Management Company in any way in which it would not otherwise be required to.

Anyone wishing to acquire units in the Fund shall state to the Fund Management Company their national domicile and, at the request of the Fund Management Company, confirm that the acquirer is not subject to the restrictions described above. If applicable, unit-holders are also obliged to notify the Fund Management Company of any changes to their country of residence.

If the Fund Management Company considers that it is not entitled to offer, sell or otherwise distribute Fund units as stated above, the Fund Management Company is entitled to refuse such requests for subscriptions of units in the Fund, and, if applicable, without prior consent to redeem such unit-holders' holdings of units in the Fund on their behalf and thereafter pay out the proceeds to the unit-holder.

Redemptions described in the preceding paragraph shall be executed at the turn of the month. Stipulations regarding the payment of proceeds from redemptions in section 9 shall also apply to these redemptions.

*This is an English translation of the original Swedish version and in case of any discrepancy, the Swedish version shall prevail.*