

# Annual report including audited financial statements as at 31st December 2015

## **IKC FUND**

Investment Fund (F.C.P.), Luxembourg



#### Notice

The sole legally binding basis for the purchase of units of the Fund described in this report is the latest valid sales prospectus with its terms of contract.

# IKC FUND

## Contents

|   |           |
|---|-----------|
| <b>Organisation</b> .....   | <b>2</b>  |
| <b>General information</b> .....  | <b>4</b>  |
| <b>Report of the Management Company</b> .....                                 | <b>5</b>  |
| <b>Audit Report</b> .....   | <b>7</b>  |
| <b>Combined statement of net assets</b> .....                                 | <b>9</b>  |
| <b>Combined statement of operations and other changes in net assets</b> ..... | <b>10</b> |
| <b>IKC FUND - IKC WORLD WIDE OPPORTUNITIES</b> .....                          | <b>11</b> |
| Statement of net assets .....   | 11        |
| Statement of operations and other changes in net assets .....                 | 12        |
| Statistical information .....   | 13        |
| Statement of investments and other net assets .....                           | 14        |
| Industrial and geographical classification of investments .....               | 16        |
| <b>IKC FUND - Lux 0 - 50 (formerly IKC FUND - FBP 0 - 40)</b> .....           | <b>17</b> |
| Statement of net assets .....   | 17        |
| Statement of operations and other changes in net assets .....                 | 18        |
| Statistical information .....   | 19        |
| Statement of investments and other net assets .....                           | 20        |
| Industrial and geographical classification of investments .....               | 21        |
| <b>IKC FUND - Lux 0 - 100 (formerly IKC FUND - FBP 0 - 100)</b> .....         | <b>22</b> |
| Statement of net assets .....   | 22        |
| Statement of operations and other changes in net assets .....                 | 23        |
| Statistical information .....   | 24        |
| Statement of investments and other net assets .....                           | 25        |
| Industrial and geographical classification of investments .....               | 27        |
| <b>IKC FUND - FBP 0 - 80</b> .....  | <b>28</b> |
| Statement of operations and other changes in net assets .....                 | 28        |
| Statistical information .....   | 29        |
| <b>Notes to the financial statements</b> .....                                | <b>30</b> |

# **IKC FUND**

## **Organisation**

---

### **Management Company**

SEB Fund Services S.A.  
4, rue Peternelchen  
L-2370 Howald

### **Board of Directors of the Management Company**

**Chairman**  
Gustaf UNGER  
Head of Investor Services, Transaction Banking  
Skandinaviska Enskilda Banken AB (publ), Sweden

**Vice-Chairman**  
Peter KUBICKI  
Head of Wealth Management  
SEB Wealth Management, Denmark  
(until 2nd March 2015)

**Directors**  
Ralf FERNER  
Managing Director  
SEB Fund Services S.A., Luxembourg  
(until 11th December 2015)

Göran FORS  
Head of Sales and Market Development  
Asset Servicing  
Skandinaviska Enskilda Banken AB (publ), Sweden

Jonas LINDGREN  
Head of Prime Brokerage  
SEB Equities  
Skandinaviska Enskilda Banken AB (publ), Sweden

Magnus WALLBERG  
Deputy Managing Director, CFO/ COO  
Skandinaviska Enskilda Banken S.A., Luxembourg

Erika LUNDQUIST  
Managing Director  
Skandinaviska Enskilda Banken S.A., Luxembourg  
(since 2nd March 2015)

### **Custodian Bank**

Skandinaviska Enskilda Banken S.A.  
4, rue Peternelchen  
L-2370 Howald

### **Central Administration Agent**

SEB Fund Services S.A.  
4, rue Peternelchen  
L-2370 Howald

## **IKC FUND**

### **Organisation (continued)**

---

**Administration Agent,  
Registrar and Transfer Agent**

European Fund Administration S.A.  
2, rue d'Alsace  
L-1122 Luxembourg

**Investment Manager, Placement  
and Distribution Agent**

IKC Fonder AB  
Rundelsgatan 14  
SE-203 12 Malmö

**Paying Agents**

**In Sweden**  
Skandinaviska Enskilda Banken AB (publ)  
Rissneleden 110  
SE-106 40 Stockholm

**In Luxembourg**  
Skandinaviska Enskilda Banken S.A.  
4, rue Peternelchen  
L-2370 Howald

**Auditor of the Fund and of  
the Management Company**

PricewaterhouseCoopers, Société coopérative  
2, rue Gerhard Mercator  
L-2182 Luxembourg

# IKC FUND

## General information

IKC FUND (the "Fund") is an umbrella contractual common investment fund ("*Fonds Commun de Placement*") governed by Part I of the amended Luxembourg law of 17th December 2010 relating to Undertakings for Collective Investment. The Fund is set up in accordance with management regulations signed in Luxembourg with effect as of 12th June 2012 (the "Management Regulations").

A notice of the deposit of the Management Regulations was published on 12th June 2012 in the "*Mémorial, Recueil des Sociétés et Associations*" (the "*Mémorial C*"). The Management Regulations are deposited with the "*Registre de Commerce et des Sociétés*", where they may be inspected and copies obtained.

The main objective of each Sub-Fund is to invest in transferable securities and other eligible assets with the purpose of spreading investment risks and achieving long-term capital growth.

At the date of the present report, the following Sub-Funds are offered to investors:

|  |         |
|--|---------|
| IKC FUND - IKC WORLD WIDE OPPORTUNITIES                  | in SEK  |
| IKC FUND - Lux 0 - 50 (formerly IKC FUND - FBP 0 - 40)   | in SEK  |
| IKC FUND - Lux 0 - 100 (formerly IKC FUND - FBP 0 - 100) | in SEK. |

The Board of Directors of the Management Company has decided to merge the Sub-Fund IKC FUND - FBP 0 - 80 into the Sub-Fund IKC FUND - Lux 0 - 100 (formerly IKC FUND - FBP 0 - 100) by way of absorption. The exchange ratio was 0.944141. The merger has thus led to the dissolution of the Sub-Fund IKC FUND - FBP 0 - 80 with effect on 11th September 2015.

The Board of Directors of the Management Company has decided to change the investment policy of the Sub-Fund IKC FUND - FBP 0 - 40 with effective date 15th September 2015. The Sub-Fund's portfolio's exposure to equities has been increased to 50% of the net assets of the Sub-Fund. As a consequence of this change, the Sub-Fund's name changed to IKC FUND - Lux 0 - 50.

The Board of Directors of the Management Company has decided to change the name of the Sub-Fund IKC FUND - FBP 0 - 100 to IKC FUND - Lux 0 - 100 with effective date 15th September 2015.

At the date of the present report, Class of Units IB SEK and IC SEK are available for subscription and are reserved to Institutional Investors.

The Net Asset Value of each Class of Units is calculated for as of each day on which banks are normally open for business in Luxembourg, except for 24th December in each year.

The Net Asset Value per Unit of each Class, as well as the Subscription Price and Redemption Price, may be obtained from the registered office of the Management Company and any newspaper the Management Company may determine from time to time.

The Fund's reporting period begins on 1st January and ends on 31st December of each year.

The audited annual reports and unaudited semi-annual reports comprise combined financial statements of the Fund expressed in SEK, being the reference currency of the Fund, and financial information on each Sub-Fund expressed in the reference currency of each Sub-Fund.

Copies of the Management Agreements, of the current prospectus, of the current KIID, of the latest reports of the Fund and all information concerning the Fund can be obtained free of charge at the office of the Management Company and the Placement and Distribution Agent.

# **IKC FUND**

## **Report of the Management Company**

---

### **A long journey**

Although equity markets journeyed far in 2015, they finished the year in about the same place they started.

As indicated by equities' long journey, 2015 was by no means a dull year in terms of growth outlook, monetary policy or geopolitical risk. Events providing the excitement included the first rate hike by the US Federal Reserve, the Fed, in more than nine years, a nearly unprecedented collapse in commodities prices, a slowdown in Chinese growth, and tentative signs that the European economy is on the verge of leaving the quagmire of low growth that has prevailed since the start of the financial crisis. These tentative signs held despite a brief resurgence of the European debt crisis following the January election of Syriza, the Coalition of the Radical Left party, in Greece and consequent renegotiations of the country's debt load.

As a consequence of the flat equity and bond markets, 2015 ended as a less than stellar year for long-only investors, with no major asset class in local currency terms delivering more than 5 percent. Given the sheer number of uncertainties that arose in the period, we should perhaps hail even small positive returns as a success - considering that things could have been substantially worse. If we had known at the beginning of the year what would happen in the energy and high yield markets, we could have foreseen more challenges for the equity market. This said, we regard 2015 as a lull in a continuing bull market. We expect the riskier asset classes to outperform in local currency terms once again in 2016.

In the following paragraphs we describe our view on global growth and monetary policy, as well the outlook for financial markets.

### **Global growth**

The rate at which emerging and developed markets grew at a similar rate continued in 2015. The difference between real GDP growth for Group of 7 (Canada, France, Germany, Italy, Japan, the UK, the US) and emerging markets fell to levels last seen in 2001.

The most prominent, most discussed, emerging markets slowdown occurred in China. However, it is worth noting that economic weakness was broad-based.

Both Russia and Brazil entered significant recessions, with Brazil experiencing a deeper recession than in 2008.

Looking beyond China, emerging markets were challenged primarily by declining commodity prices and tightening US monetary policy: prices dropped when commodity producers came under pressure, and global capital market flows changed as money moved from emerging markets back to the US. The Fed's tightening monetary policy turned into a headache for emerging market countries with significant current account deficits, particularly Brazil and Turkey.

Growth in Europe and the US in the past year was, in many ways, more positive than growth in emerging markets. The US labour market continued to post impressive gains in employment which drove the unemployment rate down to a post crisis low of 5 percent. At the same time we saw renewed momentum for the US housing market as measured by "housing starts" (the number of privately owned housing units on which construction has begun in a given period), building permits and sentiment started to grow at a rate similar to the late 1990s - although a far cry from the boom years for construction in 2002-2007. The National Association of Home Builders is the source for this information. All in all, the strategic outlook for the US economy gained strength in the past year.

Despite gains in strategic data for the US and Europe, we did not see the pick-up in consumption that we expected based on higher employment, wages and consumer confidence. Instead, US retail sales

## **IKC FUND**

### **Report of the Management Company (continued)**

---

grew at the slowest pace in years. In our view, this puzzling low growth rate of consumption was one of the major reasons why the market corrected so significantly in the third quarter of 2015 - the only major correction in 2015. If growth rates in consumption had reacted as expected, we would have seen much stronger earnings and sales for equity markets - which would have softened the market's fall.

#### **Monetary policy**

As with the global economy, monetary policy also remained highly heterogeneous. This difference was made obvious in the Fed's hiked rates compared to the European Central Bank's (ECB) launch of its first quantitative easing programme in early 2015 and expansion of same in December 2015.

This divergence in monetary policy reflects the very different stages of the economic cycle in Europe and the US. Whereas higher employment in the US has eradicated much of the labour market slack, the European economy is just starting to return to real, significant, and stable growth. And this is after years of continuous uncertainty regarding the euro's stability. As such, the slack in the European recovery remains high which warranted the ECB's aggressive stimulus programme.

#### **Outlook for financial markets & economic growth**

Despite uncertainty regarding the impact of the emerging market slowdown on growth rates in developed countries, the US and European recovery remain on firm footing due to gains in strategic, long term factors such as credit, housing, and employment. We believe there is a good chance of the long awaited consumer driven recovery occurring in 2016. In addition to the strength of the strategic data, the ECB's highly accommodative monetary policy should exert downward pressure on the euro thus boosting exports and, in the long term, leading to a recovery in Europe.

Since the summer of 2014 we have seen a significant decline in commodity prices in general and in energy prices in particular. Although this decline has not yet led to a significant increase in consumption, we believe that when consumers fully grasp that prices will remain low for the foreseeable future consumption will increase. Then we expect to see the traditional positive effect of declining oil prices resulting in growth in the coming year.

Emerging markets continue to be highly disparate, due to factors such as dependence on oil revenues, varying fiscal balances, and current account deficits. Looking to the year ahead, we expect continued weakness in Latin America, and relative strength in Asia.

Given our benign outlook for growth in developed countries, we expect equities will deliver a higher return than government bonds. We believe the return on equities will resemble its historical average, and that gains will be driven by rising earnings and sales, since valuations are already slightly above their historical averages. In our view, the ongoing US rate hike cycle and improving global growth should place upward pressure on core government bond yields. In conclusion, we recommend a slightly higher allocation to risk in general and equities in particular, as compared to strategic allocation

Luxembourg, 8th February 2016

The Management Company

Note: The information in this report represents historical data and is not an indication of future results.





## Audit Report

To the Unitholders of  
**IKC FUND**

---

We have audited the accompanying financial statements of IKC FUND and of each of its sub-funds, which comprise the statement of net assets and the statement of investments and other net assets as at 31st December 2015 and the statement of operations and other changes in net assets for the year then ended, and a summary of significant accounting policies and other explanatory notes to the financial statements.

*Responsibility of the Board of Directors of the Management Company for the financial statements*

The Board of Directors of the Management Company is responsible for the preparation and fair presentation of these financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements and for such internal control as the Board of Directors of the Management Company determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

*Responsibility of the "Réviseur d'entreprises agréé"*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier". Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the judgment of the "Réviseur d'entreprises agréé", including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the "Réviseur d'entreprises agréé" considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors of the Management Company, as well as evaluating the overall presentation of the financial statements.

*PricewaterhouseCoopers, Société coopérative, 2 rue Gerhard Mercator, B.P. 1443, L-1014 Luxembourg  
T: +352 494848 1, F: +352 494848 2900, [www.pwc.lu](http://www.pwc.lu)*

*Cabinet de révision agréé. Expert-comptable (autorisation gouvernementale n°10028256)  
R.C.S. Luxembourg B 65 477 - TVA LU25482518*



## **Audit Report (continued)**

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Opinion*

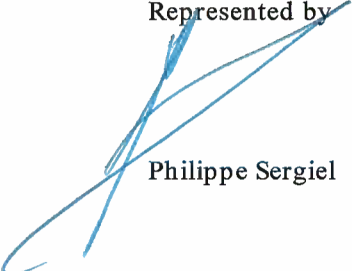
In our opinion, the financial statements give a true and fair view of the financial position of IKC FUND and of each of its sub-funds as of 31st December 2015, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements.

### *Other matters*

Supplementary information included in the annual report has been reviewed in the context of our mandate but has not been subject to specific audit procedures carried out in accordance with the standards described above. Consequently, we express no opinion on such information. However, we have no observation to make concerning such information in the context of the financial statements taken as a whole.

PricewaterhouseCoopers, Société coopérative  
Represented by

Luxembourg, 7th April 2016



Philippe Sergiel

## **IKC FUND**

### **Combined statement of net assets (in SEK)**

as at 31st December 2015

#### **Assets**

|                                      |                  |
|--------------------------------------|------------------|
| Securities portfolio at market value | 1,843,241,397.43 |
| Cash at banks                        | 25,938,862.58    |
| Other liquid assets                  | 53,368,395.43    |
| Formation expenses, net              | 224,239.19       |
| Receivable on issues of units        | 973,309.40       |
| Income receivable on portfolio       | 92,354.33        |
| Other receivables                    | 235,830.92       |
|                                      | <hr/>            |
| Total assets                         | 1,924,074,389.28 |
|                                      | <hr/>            |

#### **Liabilities**

|                                   |                  |
|-----------------------------------|------------------|
| Bank overdrafts                   | 1,770.22         |
| Payable on redemptions of units   | 9,182,944.44     |
| Expenses payable                  | 4,343,013.85     |
|                                   | <hr/>            |
| Total liabilities                 | 13,527,728.51    |
|                                   | <hr/>            |
| Net assets at the end of the year | 1,910,546,660.77 |
|                                   | <hr/> <hr/>      |

The accompanying notes are an integral part of these financial statements.

## IKC FUND

### Combined statement of operations and other changes in net assets (in SEK)

from 1st January 2015 to 31st December 2015

#### **Income**

|  |               |
|--|---------------|
| Dividends, net                                   | 12,152,652.27 |
| Interest on bonds and other debt securities, net | 591,376.20    |
| Interest on bank accounts                        | 53,635.04     |
| Commissions received                             | 4,728,956.85  |
| Other income                                     | 1,501,494.13  |
| Total income                                     | 19,028,114.49 |

#### **Expenses**

|   |               |
|---|---------------|
| Management fees                         | 53,770,363.37 |
| Custodian fees                          | 328,345.78    |
| Banking charges and other fees          | 12,970.02     |
| Transaction fees                        | 8,404,935.27  |
| Central administration costs            | 2,418,193.13  |
| Professional fees                       | 417,276.52    |
| Other administration costs              | 576,779.49    |
| Subscription duty ("taxe d'abonnement") | 179,975.36    |
| Interest paid on bank overdrafts        | 379,065.60    |
| Other expenses                          | 138,947.68    |
| Total expenses                          | 66,626,852.22 |

Net investment loss -47,598,737.73

#### **Net realised gain/(loss)**

|   |                |
|---|----------------|
| - on securities portfolio               | 330,648,090.31 |
| - on futures contracts                  | -59,760,510.52 |
| - on forward foreign exchange contracts | -30,613.61     |
| - on foreign exchange                   | 13,060,076.19  |

Realised result 236,318,304.64

#### **Net variation of the unrealised gain/(loss)**

|                           |                 |
|---------------------------|-----------------|
| - on securities portfolio | -192,775,794.97 |
| - on futures contracts    | 2,861,531.30    |

Result of operations 46,404,040.97

Subscriptions 409,631,774.53

Redemptions -801,698,876.88

Total changes in net assets -345,663,061.38

Total net assets at the beginning of the year 2,256,209,722.15

Total net assets at the end of the year 1,910,546,660.77

The accompanying notes are an integral part of these financial statements.

## **IKC FUND - IKC WORLD WIDE OPPORTUNITIES**

### **Statement of net assets (in SEK)**

as at 31st December 2015

#### **Assets**

|                                      |               |
|--------------------------------------|---------------|
| Securities portfolio at market value | 47,595,020.42 |
| Cash at banks                        | 4,446,617.87  |
| Other liquid assets                  | 1,978,826.57  |
| Formation expenses, net              | 4,015.29      |
| Receivable on issues of units        | 219,991.81    |
| Income receivable on portfolio       | 23,097.92     |
| Other receivables                    | 54,593.49     |
| Total assets                         | 54,322,163.37 |

#### **Liabilities**

|                                 |            |
|---------------------------------|------------|
| Payable on redemptions of units | 283,828.59 |
| Expenses payable                | 180,902.18 |
| Total liabilities               | 464,730.77 |

Net assets at the end of the year 53,857,432.60

|  |             |
|--|-------------|
| Number of Class IC SEK Units outstanding | 455,925.359 |
| Net asset value per Class IC SEK Unit    | 118.13      |

The accompanying notes are an integral part of these financial statements.

## IKC FUND - IKC WORLD WIDE OPPORTUNITIES

### Statement of operations and other changes in net assets (in SEK)

from 1st January 2015 to 31st December 2015

|   |                |
|---|----------------|
| <b><u>Income</u></b>                                      |                |
| Dividends, net  | 544,607.72     |
| Interest on bank accounts                                 | 45,700.75      |
| Commissions received                                      | 110,387.98     |
| Other income  | 625,806.69     |
| Total income  | 1,326,503.14   |
| <b><u>Expenses</u></b>                                    |                |
| Management fees   | 1,807,367.37   |
| Custodian fees  | 11,038.16      |
| Banking charges and other fees                            | 4,212.94       |
| Transaction fees  | 542,583.97     |
| Central administration costs                              | 427,010.80     |
| Professional fees   | 11,658.08      |
| Other administration costs                                | 119,697.28     |
| Subscription duty ("taxe d'abonnement")                   | 5,799.65       |
| Interest paid on bank overdrafts                          | 14,286.34      |
| Other expenses  | 2,385.43       |
| Total expenses  | 2,946,040.02   |
| Net investment loss                                       | -1,619,536.88  |
| <b><u>Net realised gain/(loss)</u></b>                    |                |
| - on securities portfolio                                 | 6,872,094.75   |
| - on futures contracts                                    | -2,328,174.34  |
| - on foreign exchange                                     | -313,805.13    |
| Realised result   | 2,610,578.40   |
| <b><u>Net variation of the unrealised gain/(loss)</u></b> |                |
| - on securities portfolio                                 | -3,003,478.58  |
| - on futures contracts                                    | 146,922.35     |
| Result of operations                                      | -245,977.83    |
| Subscriptions   | 6,324,715.90   |
| Redemptions   | -18,918,695.09 |
| Total changes in net assets                               | -12,839,957.02 |
| Total net assets at the beginning of the year             | 66,697,389.62  |
| Total net assets at the end of the year                   | 53,857,432.60  |

The accompanying notes are an integral part of these financial statements.

## IKC FUND - IKC WORLD WIDE OPPORTUNITIES

### Statistical information (in SEK)

as at 31st December 2015

#### Total net assets

|                    |               |
|--------------------|---------------|
| - as at 31.12.2015 | 53,857,432.60 |
| - as at 31.12.2014 | 66,697,389.62 |
| - as at 31.12.2013 | 92,229,534.02 |

#### Number of Class IC SEK Units

|  |              |
|--|--------------|
| - outstanding at the beginning of the year | 552,599.107  |
| - issued                                   | 49,741.122   |
| - redeemed                                 | -146,414.870 |
| - outstanding at the end of the year       | 455,925.359  |

#### Net asset value per Class IC SEK Unit

|                    |        |
|--------------------|--------|
| - as at 31.12.2015 | 118.13 |
| - as at 31.12.2014 | 120.70 |
| - as at 31.12.2013 | 110.48 |

The accompanying notes are an integral part of these financial statements.

## IKC FUND - IKC WORLD WIDE OPPORTUNITIES

### Statement of investments and other net assets (in SEK)

as at 31st December 2015

| Currency   | Number /<br>nominal value | Description  | Cost          | Market value  | % of<br>total net<br>assets |
|--|---------------------------|--|---------------|---------------|-----------------------------|
| <b><u>Investments in securities</u></b>  |                           |  |               |               |                             |
| <b><u>Transferable securities admitted to an official stock exchange listing</u></b> |                           |  |               |               |                             |
| <b>Shares</b>  |                           |  |               |               |                             |
| EUR  | 86                        | Hermes Intl SA                                     | 227,554.53    | 245,539.85    | 0.46                        |
| EUR  | 1,000                     | LVMH Moët Hennessy L Vuit SE                       | 1,160,672.45  | 1,327,044.42  | 2.46                        |
| EUR  | 1,800                     | Paddy Power Plc                                    | 896,408.18    | 2,029,306.44  | 3.77                        |
|  |                           |  | 2,284,635.16  | 3,601,890.71  | 6.69                        |
| PHP  | 3,750                     | Ayala Corp AC                                      | 519,260.26    | 509,990.37    | 0.95                        |
| PHP  | 86,900                    | Ayala Land Inc                                     | 534,262.08    | 538,539.93    | 1.00                        |
| PHP  | 41,880                    | Intl Container Terminal Servcs                     | 574,540.87    | 529,627.97    | 0.98                        |
| PHP  | 401,000                   | Petron Corp  | 552,929.07    | 504,232.06    | 0.94                        |
| PHP  | 183,900                   | Puregold Price Club Inc                            | 1,016,895.31  | 1,147,942.45  | 2.13                        |
| PHP  | 441,960                   | SM Prime Holdings Inc                              | 1,581,447.82  | 1,725,248.30  | 3.20                        |
| PHP  | 67,228                    | Universal Robina Corp                              | 2,092,475.70  | 2,249,427.74  | 4.18                        |
|  |                           |  | 6,871,811.11  | 7,205,008.82  | 13.38                       |
| SEK  | 3,100                     | Autoliv Inc SDR                                    | 2,585,122.84  | 3,326,300.00  | 6.18                        |
| SEK  | 5,000                     | Betsson AB B                                       | 696,875.50    | 777,500.00    | 1.44                        |
| SEK  | 39,810                    | BIMobject AB                                       | 770,624.66    | 664,827.00    | 1.23                        |
| SEK  | 8,000                     | Evolution Gaming Group AB                          | 1,516,806.50  | 2,452,000.00  | 4.55                        |
| SEK  | 10,000                    | Fastighets Balder AB B                             | 1,458,161.00  | 2,087,000.00  | 3.88                        |
| SEK  | 3,000                     | NetEnt AB B  | 1,396,425.00  | 1,483,500.00  | 2.75                        |
| SEK  | 1,000                     | Unibet Group Plc SDR                               | 832,753.00    | 864,000.00    | 1.60                        |
|  |                           |  | 9,256,768.50  | 11,655,127.00 | 21.63                       |
| THB  | 18,300                    | Airports of Thailand PCL Nv DR                     | 1,430,059.88  | 1,480,773.81  | 2.75                        |
| THB  | 120,000                   | Bangkok Dusit Medical Serv PCL Uts NV DR           | 581,092.58    | 625,817.42    | 1.16                        |
| THB  | 21,500                    | Bumrungrad Hospital PCL BH Units Non-Voting DR     | 1,133,387.17  | 1,060,919.55  | 1.97                        |
| THB  | 54,100                    | Central Plaza Hotel Pub Co Ltd Units Non-Voting DR | 581,557.40    | 556,687.51    | 1.03                        |
| THB  | 109,600                   | Pruksa Real Estate PCL Units DR                    | 830,801.36    | 679,231.73    | 1.26                        |
| THB  | 97,500                    | Sino-Thai Engineer & Const PCL Units Non-Voting DR | 581,528.22    | 570,041.09    | 1.06                        |
| THB  | 233,600                   | Tipco Asphalt PCL Non voting DR                    | 2,287,317.98  | 2,212,531.17  | 4.11                        |
|  |                           |  | 7,425,744.59  | 7,186,002.28  | 13.34                       |
| USD  | 8,000                     | Infosys Ltd spons ADR repr 1 Share                 | 1,105,612.18  | 1,130,035.40  | 2.10                        |
| USD  | 4,100                     | JPMorgan Chase & Co                                | 2,166,979.09  | 2,283,034.13  | 4.24                        |
| USD  | 5,000                     | Wells Fargo & Co New                               | 2,418,066.61  | 2,292,116.58  | 4.26                        |
|  |                           |  | 5,690,657.88  | 5,705,186.11  | 10.60                       |
| <b>Total shares</b>  |                           |  | 31,529,617.24 | 35,353,214.92 | 65.64                       |
| <b><u>Other transferable securities</u></b>  |                           |  |               |               |                             |
| <b>Shares</b>  |                           |  |               |               |                             |
| SEK  | 10,000                    | Kambi Group Plc B                                  | 1,155,219.00  | 1,255,000.00  | 2.33                        |
| <b>Total shares</b>  |                           |  | 1,155,219.00  | 1,255,000.00  | 2.33                        |

The accompanying notes are an integral part of these financial statements.



## IKC FUND - IKC WORLD WIDE OPPORTUNITIES

### Statement of investments and other net assets (in SEK) (continued) as at 31st December 2015

| Currency                                  | Number /<br>nominal value | Description                  | Cost                 | Market value         | % of<br>total net<br>assets |
|---|---------------------------|------------------------------|----------------------|----------------------|-----------------------------|
| <b><u>Open-ended investment funds</u></b> |                           |                              |                      |                      |                             |
| <b>Investment funds (UCITS)</b>           |                           |                              |                      |                      |                             |
| SEK                                       | 59,837.3339               | IKC Asien B Cap              | 6,001,814.09         | 5,630,094.75         | 10.45                       |
| SEK                                       | 29,130.3788               | IKC Filippinerna Units C Cap | 3,002,039.47         | 3,085,489.72         | 5.73                        |
| SEK                                       | 12,006.2432               | IKC Global Brand Units Cap   | 2,000,952.62         | 2,271,221.03         | 4.22                        |
| <b>Total investment funds (UCITS)</b>     |                           |                              | <u>11,004,806.18</u> | <u>10,986,805.50</u> | <u>20.40</u>                |
| Total investments in securities           |                           |                              | 43,689,642.42        | 47,595,020.42        | 88.37                       |
| Cash at banks                             |                           |                              |                      | 4,446,617.87         | 8.26                        |
| Other net assets/ (liabilities)           |                           |                              |                      | 1,815,794.31         | 3.37                        |
| Total                                     |                           |                              |                      | <u>53,857,432.60</u> | <u>100.00</u>               |

The accompanying notes are an integral part of these financial statements.

## **IKC FUND - IKC WORLD WIDE OPPORTUNITIES**

### **Industrial and geographical classification of investments**

as at 31st December 2015

#### **Industrial classification**

(in percentage of net assets)

|                                    |                |
|------------------------------------|----------------|
| Investment funds                   | 20.40 %        |
| Software and services              | 10.63 %        |
| Hotels, restaurants and leisure    | 10.17 %        |
| Real estate                        | 9.34 %         |
| Banks                              | 8.50 %         |
| Automobiles and components         | 6.18 %         |
| Food, beverage and tobacco         | 4.18 %         |
| Materials                          | 4.11 %         |
| Transportation                     | 3.73 %         |
| Health care equipment and services | 3.13 %         |
| Consumer durables and apparel      | 2.92 %         |
| Retailing                          | 2.13 %         |
| Capital goods                      | 1.06 %         |
| Investment companies               | 0.95 %         |
| Energy                             | 0.94 %         |
| Total                              | <u>88.37 %</u> |

#### **Geographical classification**

(by domicile of the issuer)

(in percentage of net assets)

|                          |                |
|--------------------------|----------------|
| Sweden                   | 34.25 %        |
| United States of America | 14.68 %        |
| Philippines              | 13.38 %        |
| Thailand                 | 13.34 %        |
| Malta                    | 3.93 %         |
| Ireland                  | 3.77 %         |
| France                   | 2.92 %         |
| India                    | 2.10 %         |
| Total                    | <u>88.37 %</u> |

**IKC FUND - Lux 0 - 50 (formerly IKC FUND - FBP 0 - 40)**

**Statement of net assets (in SEK)**

as at 31st December 2015

**Assets**

|                                      |                      |
|--------------------------------------|----------------------|
| Securities portfolio at market value | 44,778,888.90        |
| Cash at banks                        | 9,475,007.96         |
| Other liquid assets                  | 315,214.08           |
| Formation expenses, net              | 4,526.88             |
| Other receivables                    | 50,918.83            |
| Total assets                         | <u>54,624,556.65</u> |

**Liabilities**

|                                 |                   |
|---------------------------------|-------------------|
| Payable on redemptions of units | 24,689.63         |
| Expenses payable                | 159,169.18        |
| Total liabilities               | <u>183,858.81</u> |

Net assets at the end of the year 54,440,697.84

|  |             |
|--|-------------|
| Number of Class IC SEK Units outstanding | 495,078.800 |
| Net asset value per Class IC SEK Unit    | 109.96      |

The accompanying notes are an integral part of these financial statements.

**IKC FUND - Lux 0 - 50 (formerly IKC FUND - FBP 0 - 40)****Statement of operations and other changes in net assets (in SEK)**

from 1st January 2015 to 31st December 2015

**Income**

|  |            |
|--|------------|
| Dividends, net                                   | 12,896.50  |
| Interest on bonds and other debt securities, net | 15,041.76  |
| Interest on bank accounts                        | 69.45      |
| Commissions received                             | 138,395.39 |
| Other income                                     | 644,024.23 |
| Total income                                     | 810,427.33 |

**Expenses**

|   |              |
|---|--------------|
| Management fees                         | 1,181,973.51 |
| Custodian fees                          | 6,275.97     |
| Banking charges and other fees          | 1,695.65     |
| Transaction fees                        | 45,371.38    |
| Central administration costs            | 417,258.20   |
| Professional fees                       | 8,820.09     |
| Other administration costs              | 117,722.86   |
| Subscription duty ("taxe d'abonnement") | 4,206.61     |
| Interest paid on bank overdrafts        | 4,981.25     |
| Other expenses                          | 2,663.91     |
| Total expenses                          | 1,790,969.43 |

Net investment loss -980,542.10

**Net realised gain/(loss)**

|                           |               |
|---------------------------|---------------|
| - on securities portfolio | 148,425.09    |
| - on futures contracts    | -326,141.35   |
| - on foreign exchange     | 107,067.75    |
| Realised result           | -1,051,190.61 |

**Net variation of the unrealised gain/(loss)**

|                           |              |
|---------------------------|--------------|
| - on securities portfolio | 1,865,545.53 |
| - on futures contracts    | 11,463.22    |
| Result of operations      | 825,818.14   |

Subscriptions 35,305,058.98

Redemptions -18,441,196.37

Total changes in net assets 17,689,680.75

Total net assets at the beginning of the year 36,751,017.09

Total net assets at the end of the year 54,440,697.84

The accompanying notes are an integral part of these financial statements.

**IKC FUND - Lux 0 - 50 (formerly IKC FUND - FBP 0 - 40)**

**Statistical information (in SEK)**

as at 31st December 2015

**Total net assets**

|                    |               |
|--------------------|---------------|
| - as at 31.12.2015 | 54,440,697.84 |
| - as at 31.12.2014 | 36,751,017.09 |
| - as at 31.12.2013 | 68,090,922.68 |

**Number of Class IC SEK Units**

|  |              |
|--|--------------|
| - outstanding at the beginning of the year | 345,372.735  |
| - issued                                   | 315,053.742  |
| - redeemed                                 | -165,347.677 |
| <hr/>                                      | <hr/>        |
| - outstanding at the end of the year       | 495,078.800  |

**Net asset value per Class IC SEK Unit**

|                    |        |
|--------------------|--------|
| - as at 31.12.2015 | 109.96 |
| - as at 31.12.2014 | 106.41 |
| - as at 31.12.2013 | 102.92 |

The accompanying notes are an integral part of these financial statements.

## IKC FUND - Lux 0 - 50 (formerly IKC FUND - FBP 0 - 40)

### Statement of investments and other net assets (in SEK)

as at 31st December 2015

| Currency   | Number /<br>nominal value | Description                                       | Cost          | Market value  | % of<br>total net<br>assets |
|--|---------------------------|---|---------------|---------------|-----------------------------|
| <b><u>Investments in securities</u></b>  |                           |   |               |               |                             |
| <b><u>Transferable securities admitted to an official stock exchange listing</u></b> |                           |   |               |               |                             |
| <b>Shares</b>  |                           |   |               |               |                             |
| EUR  | 318                       | Danone  | 160,789.24    | 181,381.42    | 0.33                        |
| EUR  | 125                       | LVMH Moët Hennessy L Vuit SE                      | 145,815.46    | 165,880.55    | 0.30                        |
| EUR  | 700                       | Vinci SA  | 311,288.08    | 379,137.23    | 0.70                        |
|  |                           |   | 617,892.78    | 726,399.20    | 1.33                        |
| SEK  | 7,000                     | Fastighets Balder AB B                            | 1,067,152.35  | 1,460,900.00  | 2.68                        |
| SEK  | 5,000                     | Hufvudstaden AB A                                 | 553,403.60    | 599,500.00    | 1.10                        |
| SEK  | 1,000                     | ICA Gruppen AB                                    | 289,900.00    | 307,400.00    | 0.56                        |
| SEK  | 80,000                    | Victoria Park AB A                                | 1,044,000.00  | 1,192,000.00  | 2.19                        |
|  |                           |   | 2,954,455.95  | 3,559,800.00  | 6.53                        |
| <b>Total shares</b>  |                           |   | 3,572,348.73  | 4,286,199.20  | 7.86                        |
| <b><u>Open-ended investment funds</u></b>  |                           |   |               |               |                             |
| <b>Investment funds (UCITS)</b>  |                           |   |               |               |                             |
| SEK  | 16,947.4889               | IKC Asien B Cap                                   | 1,850,879.47  | 1,594,589.23  | 2.93                        |
| SEK  | 43,352.6652               | IKC Avkastningsfond Units Cap                     | 4,501,797.32  | 4,644,371.02  | 8.53                        |
| SEK  | 12,651.4905               | IKC Fastighetsfond Units B Cap                    | 1,349,999.99  | 1,415,448.76  | 2.60                        |
| SEK  | 16,218.1681               | IKC Filippinerna Units C Cap                      | 1,850,878.23  | 1,717,828.37  | 3.16                        |
| SEK  | 28,028.1116               | IKC Global Brand Units Cap                        | 3,900,862.14  | 5,302,077.87  | 9.74                        |
| SEK  | 25,472.5271               | IKC Sverige Flexibel Units Dist                   | 3,300,845.86  | 4,518,062.13  | 8.30                        |
| SEK  | 53,995                    | Simplicity Fore A                                 | 5,616,577.12  | 6,235,882.55  | 11.45                       |
| SEK  | 74,929.9439               | SPP Foretags A Cap                                | 8,005,170.77  | 7,984,167.67  | 14.67                       |
|  |                           |   | 30,377,010.90 | 33,412,427.60 | 61.38                       |
| USD  | 7,000                     | UBS (Lux) Bond Fd Full Cycle Asian (USD) I A1 Cap | 5,654,701.77  | 7,080,262.10  | 13.01                       |
| <b>Total investment funds (UCITS)</b>  |                           |   | 36,031,712.67 | 40,492,689.70 | 74.39                       |
| Total investments in securities  |                           |   | 39,604,061.40 | 44,778,888.90 | 82.25                       |
| Cash at banks  |                           |   |               | 9,475,007.96  | 17.40                       |
| Other net assets/ (liabilities)  |                           |   |               | 186,800.98    | 0.35                        |
| <b>Total</b>   |                           |   |               | 54,440,697.84 | 100.00                      |

The accompanying notes are an integral part of these financial statements.

## **IKC FUND - Lux 0 - 50 (formerly IKC FUND - FBP 0 - 40)**

### **Industrial and geographical classification of investments** as at 31st December 2015

---

#### **Industrial classification**

(in percentage of net assets)

|   |                |
|---|----------------|
| Investment funds                          | 74.39 %        |
| Real estate                               | 5.97 %         |
| Capital goods                             | 0.70 %         |
| Food retailing, drugstores and pharmacies | 0.56 %         |
| Food, beverage and tobacco                | 0.33 %         |
| Consumer durables and apparel             | 0.30 %         |
| Total                                     | <u>82.25 %</u> |

#### **Geographical classification**

(by domicile of the issuer)  
(in percentage of net assets)

|            |                |
|------------|----------------|
| Sweden     | 67.91 %        |
| Luxembourg | 13.01 %        |
| France     | 1.33 %         |
| Total      | <u>82.25 %</u> |

## **IKC FUND - Lux 0 - 100 (formerly IKC FUND - FBP 0 - 100)**

### **Statement of net assets (in SEK)**

as at 31st December 2015

#### **Assets**

|                                      |                  |
|--------------------------------------|------------------|
| Securities portfolio at market value | 1,750,867,488.11 |
| Cash at banks                        | 12,017,236.75    |
| Other liquid assets                  | 51,074,354.78    |
| Formation expenses, net              | 215,697.02       |
| Receivable on issues of units        | 753,317.59       |
| Income receivable on portfolio       | 69,256.41        |
| Other receivables                    | 130,318.60       |
|                                      | <hr/>            |
| Total assets                         | 1,815,127,669.26 |
|                                      | <hr/>            |

#### **Liabilities**

|                                   |                  |
|-----------------------------------|------------------|
| Bank overdrafts                   | 1,770.22         |
| Payable on redemptions of units   | 8,874,426.22     |
| Expenses payable                  | 4,002,942.49     |
|                                   | <hr/>            |
| Total liabilities                 | 12,879,138.93    |
|                                   | <hr/>            |
| Net assets at the end of the year | 1,802,248,530.33 |
|                                   | <hr/> <hr/>      |

|  |                |
|--|----------------|
| Number of Class IB SEK Units outstanding | 781.250        |
| Net asset value per Class IB SEK Unit    | 121.29         |
| Number of Class IC SEK Units outstanding | 14,986,747.221 |
| Net asset value per Class IC SEK Unit    | 120.25         |

The accompanying notes are an integral part of these financial statements.



**IKC FUND - Lux 0 - 100 (formerly IKC FUND - FBP 0 - 100)****Statement of operations and other changes in net assets (in SEK)**

from 1st January 2015 to 31st December 2015

**Income**

|  |               |
|--|---------------|
| Dividends, net                                   | 10,677,727.29 |
| Interest on bonds and other debt securities, net | 576,334.44    |
| Interest on bank accounts                        | 6,891.27      |
| Commissions received                             | 3,726,156.28  |
| Other income                                     | 713.28        |
| Total income                                     | 14,987,822.56 |

**Expenses**

|   |               |
|---|---------------|
| Management fees                         | 45,871,385.52 |
| Custodian fees                          | 293,319.18    |
| Banking charges and other fees          | 4,230.98      |
| Transaction fees                        | 7,597,830.84  |
| Central administration costs            | 1,167,865.38  |
| Professional fees                       | 358,556.36    |
| Other administration costs              | 250,479.10    |
| Subscription duty ("taxe d'abonnement") | 152,888.29    |
| Interest paid on bank overdrafts        | 345,318.38    |
| Other expenses                          | 119,122.44    |
| Total expenses                          | 56,160,996.47 |

Net investment loss -41,173,173.91

**Net realised gain/(loss)**

|   |                |
|---|----------------|
| - on securities portfolio               | 253,276,159.91 |
| - on futures contracts                  | -56,688,419.83 |
| - on forward foreign exchange contracts | -30,613.61     |
| - on foreign exchange                   | 13,371,965.67  |

Realised result 168,755,918.23

**Net variation of the unrealised gain/(loss)**

|                           |                 |
|---------------------------|-----------------|
| - on securities portfolio | -141,320,701.44 |
| - on futures contracts    | 2,382,434.40    |

Result of operations 29,817,651.19

Subscriptions 356,491,032.22

Redemptions -438,198,349.55

Total changes in net assets -51,889,666.14

Total net assets at the beginning of the year 1,854,138,196.47

Total net assets at the end of the year 1,802,248,530.33

The accompanying notes are an integral part of these financial statements.

## **IKC FUND - Lux 0 - 100 (formerly IKC FUND - FBP 0 - 100)**

### **Statistical information (in SEK)**

as at 31st December 2015

#### **Total net assets**

|                    |                  |
|--------------------|------------------|
| - as at 31.12.2015 | 1,802,248,530.33 |
| - as at 31.12.2014 | 1,854,138,196.47 |
| - as at 31.12.2013 | 2,358,771,202.08 |

#### **Number of Class IB SEK Units**

|  |         |
|--|---------|
| - outstanding at the beginning of the year | 0.000   |
| - issued                                   | 781.250 |
| - redeemed                                 | 0.000   |
| <hr/>                                      | <hr/>   |
| - outstanding at the end of the year       | 781.250 |

#### **Net asset value per Class IB SEK Unit**

|                    |        |
|--------------------|--------|
| - as at 31.12.2015 | 121.29 |
| - as at 31.12.2014 | -      |
| - as at 31.12.2013 | -      |

#### **Number of Class IC SEK Units**

|  |                |
|--|----------------|
| - outstanding at the beginning of the year | 15,518,788.644 |
| - issued                                   | 2,889,860.380  |
| - redeemed                                 | -3,421,901.803 |
| <hr/>                                      | <hr/>          |
| - outstanding at the end of the year       | 14,986,747.221 |

#### **Net asset value per Class IC SEK Unit**

|                    |        |
|--------------------|--------|
| - as at 31.12.2015 | 120.25 |
| - as at 31.12.2014 | 119.48 |
| - as at 31.12.2013 | 103.81 |

The accompanying notes are an integral part of these financial statements.

# IKC FUND - Lux 0 - 100 (formerly IKC FUND - FBP 0 - 100)

## Statement of investments and other net assets (in SEK)

as at 31st December 2015

| Currency   | Number /<br>nominal value | Description                                | Cost                  | Market value          | % of<br>total net<br>assets |
|--|---------------------------|--|-----------------------|-----------------------|-----------------------------|
| <b><u>Investments in securities</u></b>  |                           |  |                       |                       |                             |
| <b><u>Transferable securities admitted to an official stock exchange listing</u></b> |                           |  |                       |                       |                             |
| <b>Shares</b>  |                           |  |                       |                       |                             |
| CHF  | 20,000                    | Novartis AG Reg                            | 9,402,264.77          | 14,619,394.45         | 0.81                        |
| DKK  | 10,000                    | Novo Nordisk AS B                          | 4,873,757.85          | 4,907,160.09          | 0.27                        |
| EUR  | 14,000                    | Industria de Diseno Textil SA              | 2,893,579.59          | 4,063,192.05          | 0.23                        |
| EUR  | 16,150                    | LVMH Moët Hennessy L Vuit SE               | 18,009,172.51         | 21,431,767.42         | 1.19                        |
| EUR  | 60,000                    | Vinci SA                                   | 26,298,095.01         | 32,497,477.07         | 1.80                        |
|  |                           |  | 47,200,847.11         | 57,992,436.54         | 3.22                        |
| PHP  | 67,600                    | Ayala Corp AC                              | 9,265,464.75          | 9,193,426.36          | 0.51                        |
| PHP  | 86,125                    | GT Capital Holdings Inc                    | 20,747,336.26         | 20,450,883.59         | 1.13                        |
| PHP  | 256,990                   | Jollibee Foods Corporation                 | 9,674,924.59          | 10,124,398.94         | 0.56                        |
| PHP  | 3,232,000                 | Megaworld Corp                             | 2,486,353.57          | 2,470,979.79          | 0.14                        |
| PHP  | 1,600,500                 | Puregold Price Club Inc                    | 10,369,215.63         | 9,990,657.34          | 0.55                        |
| PHP  | 8,143,700                 | Robinsons Land Corp                        | 45,504,348.81         | 40,286,855.50         | 2.24                        |
| PHP  | 60,390                    | SM Investments Corp                        | 9,646,156.06          | 9,386,154.15          | 0.52                        |
| PHP  | 4,728,000                 | SM Prime Holdings Inc                      | 18,906,643.04         | 18,456,362.53         | 1.02                        |
| PHP  | 802,270                   | Universal Robina Corp                      | 29,486,263.59         | 26,843,701.89         | 1.49                        |
|  |                           |  | 156,086,706.30        | 147,203,420.09        | 8.16                        |
| SEK  | 35,000                    | Autoliv Inc SDR                            | 37,891,071.00         | 37,555,000.00         | 2.08                        |
| SEK  | 78,810                    | Betsson AB B                               | 11,885,261.97         | 12,254,955.00         | 0.68                        |
| SEK  | 143,910                   | Evolution Gaming Group AB                  | 35,128,153.96         | 44,108,415.00         | 2.45                        |
| SEK  | 305,000                   | Fastighets Balder AB B                     | 41,824,960.13         | 63,653,500.00         | 3.53                        |
| SEK  | 70,000                    | Hennes & Mauritz AB B                      | 20,853,859.64         | 21,147,000.00         | 1.17                        |
| SEK  | 100,000                   | Hufvudstaden AB A                          | 11,120,179.95         | 11,990,000.00         | 0.67                        |
| SEK  | 332,187                   | ICA Gruppen AB                             | 82,185,704.81         | 102,114,283.80        | 5.67                        |
| SEK  | 15,000                    | Intrum Justitia AB                         | 4,368,000.00          | 4,329,000.00          | 0.24                        |
| SEK  | 96,000                    | NetEnt AB B                                | 39,702,602.80         | 47,472,000.00         | 2.63                        |
| SEK  | 20,000                    | Nolato AB B                                | 4,274,656.00          | 5,150,000.00          | 0.29                        |
| SEK  | 15,000                    | Unibet Group Plc SDR                       | 10,380,453.00         | 12,960,000.00         | 0.72                        |
| SEK  | 315,000                   | Victoria Park AB B                         | 4,882,500.00          | 4,725,000.00          | 0.26                        |
|  |                           |  | 304,497,403.26        | 367,459,153.80        | 20.39                       |
| USD  | 35,200                    | Alibaba Group Holding Ltd ADR repr 1 Share | 24,985,001.55         | 24,124,602.90         | 1.34                        |
| USD  | 95,000                    | American Water Works Co Inc New            | 42,287,895.39         | 47,868,383.88         | 2.66                        |
| USD  | 20,000                    | Amgen Inc                                  | 27,316,537.62         | 27,378,902.46         | 1.52                        |
| USD  | 23,250                    | Celgene Corp                               | 21,525,695.14         | 23,481,292.30         | 1.30                        |
| USD  | 40,000                    | ConAgra Foods Inc                          | 14,376,116.08         | 14,221,579.84         | 0.79                        |
| USD  | 13,310                    | Gilead Sciences Inc                        | 8,223,687.80          | 11,358,027.13         | 0.63                        |
| USD  | 50,000                    | Hormel Foods Corp                          | 27,487,970.94         | 33,344,477.40         | 1.85                        |
| USD  | 20,000                    | Tyson Foods Inc Cl A                       | 7,574,486.25          | 8,994,744.46          | 0.50                        |
| USD  | 35,000                    | Valero Energy Corp                         | 18,929,085.44         | 20,870,657.54         | 1.16                        |
| USD  | 20,000                    | Visa Inc A                                 | 11,865,649.68         | 13,079,738.10         | 0.73                        |
|  |                           |  | 204,572,125.89        | 224,722,406.01        | 12.48                       |
| <b>Total shares</b>  |                           |  | <b>726,633,105.18</b> | <b>816,903,970.98</b> | <b>45.33</b>                |
| <b>Bonds</b>   |                           |  |                       |                       |                             |
| SEK  | 20,000,000                | Saab AB FRN EMTN 13/ 10.12.18              | 20,000,535.84         | 20,147,100.00         | 1.12                        |
| <b>Total bonds</b>   |                           |  | <b>20,000,535.84</b>  | <b>20,147,100.00</b>  | <b>1.12</b>                 |

The accompanying notes are an integral part of these financial statements.

## IKC FUND - Lux 0 - 100 (formerly IKC FUND - FBP 0 - 100)

### Statement of investments and other net assets (in SEK) (continued)

as at 31st December 2015

| Currency                                  | Number /<br>nominal value | Description                                      | Cost                    | Market value            | % of<br>total net<br>assets |
|---|---------------------------|--|-------------------------|-------------------------|-----------------------------|
| <b><u>Open-ended investment funds</u></b> |                           |  |                         |                         |                             |
| <b>Investment funds (UCITS)</b>           |                           |  |                         |                         |                             |
| EUR                                       | 10,033.53                 | JPMorgan Inv Fds Global Dividend C EUR Cap       | 16,429,121.08           | 17,030,993.68           | 0.95                        |
| SEK                                       | 292,215.636               | Coeli SICAV I Sweden Fd I SEK Cap                | 32,709,439.44           | 32,503,145.19           | 1.80                        |
| SEK                                       | 819,091.2731              | IKC Asien B Cap                                  | 81,953,757.30           | 77,068,297.89           | 4.28                        |
| SEK                                       | 473,942.4776              | IKC Avkastningsfond Units Cap                    | 50,802,933.58           | 50,773,457.63           | 2.82                        |
| SEK                                       | 5,000                     | IKC Fastighetsfond Units A Cap                   | 500,000.00              | 557,500.00              | 0.03                        |
| SEK                                       | 361,071.7828              | IKC Fastighetsfond Units B Cap                   | 36,890,149.99           | 40,396,711.06           | 2.24                        |
| SEK                                       | 697,529.7771              | IKC Filippinerna Units C Cap                     | 76,644,885.49           | 73,882,353.99           | 4.10                        |
| SEK                                       | 935,659.0268              | IKC Global Brand Units Cap                       | 132,174,119.44          | 176,998,618.10          | 9.82                        |
| SEK                                       | 744,492.2243              | IKC Pension Variabel Cap                         | 85,000,000.00           | 84,030,837.36           | 4.66                        |
| SEK                                       | 1,013,094.2896            | IKC Sverige Flexibel Units Dist                  | 146,220,182.89          | 179,692,534.15          | 9.97                        |
| SEK                                       | 161,434                   | Simplicity Fore A                                | 18,789,303.26           | 18,644,012.66           | 1.03                        |
| SEK                                       | 9,283.0428                | SPP Foretags A Cap                               | 998,081.20              | 989,155.55              | 0.05                        |
|   |                           |  | <u>662,682,852.59</u>   | <u>735,536,623.58</u>   | <u>40.80</u>                |
| USD                                       | 3,000                     | JPMorgan Fds Global Healthcare C USD Cap         | 3,683,470.72            | 8,660,962.36            | 0.48                        |
| USD                                       | 13,661.193                | JPMorgan Fds Systematic Alpha C USD Hedged Cap   | 16,785,643.13           | 17,140,379.39           | 0.95                        |
| USD                                       | 133,912.021               | UBS (Lux) Bond Fd Full Cycle Asian (USD) IA1 Cap | 126,092,724.01          | 135,447,458.12          | 7.52                        |
|   |                           |  | <u>146,561,837.86</u>   | <u>161,248,799.87</u>   | <u>8.95</u>                 |
|   |                           | <b>Total investment funds (UCITS)</b>            | <u>825,673,811.53</u>   | <u>913,816,417.13</u>   | <u>50.70</u>                |
|   |                           | Total investments in securities                  | <u>1,572,307,452.55</u> | <u>1,750,867,488.11</u> | <u>97.15</u>                |
|   |                           | Cash at banks                                    |                         | 12,017,236.75           | 0.67                        |
|   |                           | Bank overdrafts                                  |                         | -1,770.22               | 0.00                        |
|   |                           | Other net assets/ (liabilities)                  |                         | 39,365,575.69           | 2.18                        |
|   |                           | <b>Total</b>                                     |                         | <u>1,802,248,530.33</u> | <u>100.00</u>               |

The accompanying notes are an integral part of these financial statements.

## **IKC FUND - Lux 0 - 100 (formerly IKC FUND - FBP 0 - 100)**

### **Industrial and geographical classification of investments**

as at 31st December 2015

#### **Industrial classification**

(in percentage of net assets)

|   |                |
|---|----------------|
| Investment funds                          | 50.70 %        |
| Real estate                               | 7.86 %         |
| Food, beverage and tobacco                | 7.29 %         |
| Software and services                     | 6.42 %         |
| Food retailing, drugstores and pharmacies | 5.67 %         |
| Pharmaceuticals and biotechnology         | 4.53 %         |
| Capital goods                             | 2.92 %         |
| Consumer durables and apparel             | 2.59 %         |
| Investment companies                      | 2.16 %         |
| Automobiles and components                | 2.08 %         |
| Hotels, restaurants and leisure           | 1.96 %         |
| Energy                                    | 1.16 %         |
| Diversified financial services            | 0.97 %         |
| Retailing                                 | 0.55 %         |
| Materials                                 | 0.29 %         |
| Total                                     | <u>97.15 %</u> |

#### **Geographical classification**

(by domicile of the issuer)

(in percentage of net assets)

|                          |                |
|--------------------------|----------------|
| Sweden                   | 57.71 %        |
| United States of America | 13.22 %        |
| Luxembourg               | 11.70 %        |
| Philippines              | 8.16 %         |
| France                   | 2.99 %         |
| Cayman Islands           | 1.34 %         |
| Switzerland              | 0.81 %         |
| Malta                    | 0.72 %         |
| Denmark                  | 0.27 %         |
| Spain                    | 0.23 %         |
| Total                    | <u>97.15 %</u> |

**IKC FUND - FBP 0 - 80****Statement of operations and other changes in net assets (in SEK)**

from 1st January 2015 to 11th September 2015

|   |                        |
|---|------------------------|
| <b><u>Income</u></b>                                      |                        |
| Dividends, net  | 917,420.76             |
| Interest on bank accounts                                 | 973.57                 |
| Commissions received                                      | 754,017.20             |
| Other income  | 230,949.93             |
| Total income  | <u>1,903,361.46</u>    |
| <b><u>Expenses</u></b>                                    |                        |
| Management fees   | 4,909,636.97           |
| Custodian fees  | 17,712.47              |
| Banking charges and other fees                            | 2,830.45               |
| Transaction fees  | 219,149.08             |
| Central administration costs                              | 406,058.75             |
| Professional fees   | 38,241.99              |
| Other administration costs                                | 88,880.25              |
| Subscription duty ("taxe d'abonnement")                   | 17,080.81              |
| Interest paid on bank overdrafts                          | 14,479.63              |
| Other expenses  | 14,775.90              |
| Total expenses  | <u>5,728,846.30</u>    |
| Net investment loss                                       | -3,825,484.84          |
| <b><u>Net realised gain/(loss)</u></b>                    |                        |
| - on securities portfolio                                 | 70,351,410.56          |
| - on futures contracts                                    | -417,775.00            |
| - on foreign exchange                                     | -105,152.10            |
| Realised result   | <u>66,002,998.62</u>   |
| <b><u>Net variation of the unrealised gain/(loss)</u></b> |                        |
| - on securities portfolio                                 | -50,317,160.48         |
| - on futures contracts                                    | 320,711.33             |
| Result of operations                                      | <u>16,006,549.47</u>   |
| Subscriptions   | 11,510,967.43          |
| Redemptions   | -326,140,635.87        |
| Total changes in net assets                               | <u>-298,623,118.97</u> |
| Total net assets at the beginning of the year             | 298,623,118.97         |
| Total net assets at the end of the year                   | <u>0.00</u>            |

The accompanying notes are an integral part of these financial statements.

## **IKC FUND - FBP 0 - 80**

### **Statistical information (in SEK)**

as at 31st December 2015

#### **Total net assets**

|                    |                |
|--------------------|----------------|
| - as at 31.12.2015 | -              |
| - as at 31.12.2014 | 298,623,118.97 |
| - as at 31.12.2013 | 438,617,629.75 |

#### **Number of Class IC SEK Units**

|  |                |
|--|----------------|
| - outstanding at the beginning of the year | 2,717,758.565  |
| - issued                                   | 96,769.513     |
| - redeemed                                 | -2,814,528.078 |
| - outstanding at the end of the year       | 0.000          |

#### **Net asset value per Class IC SEK Unit**

|                    |        |
|--------------------|--------|
| - as at 31.12.2015 | -      |
| - as at 31.12.2014 | 109.88 |
| - as at 31.12.2013 | 99.92  |

The accompanying notes are an integral part of these financial statements.

## **IKC FUND**

### **Notes to the financial statements**

as at 31st December 2015

#### **Note 1 - Significant accounting policies**

##### **a) Presentation of the financial statements**

The financial statements of the Fund are established in accordance with the Luxembourg legal and regulatory requirements concerning Undertakings for Collective Investment.

##### **b) Valuation**

- 1) The value of any cash on hand or on deposit, bills and demand notes and accounts receivable, prepaid expenses, cash dividends and interest declared or accrued as aforesaid, and not yet received shall be deemed to be the full amount thereof, unless, however, the same is unlikely to be paid or received in full, in which case the value thereof shall be determined after making such discount as the Management Company may consider appropriate in such case to reflect the true value thereof.
- 2) Securities listed on Regulated Markets, which operate regularly and are recognised and open to the public, are valued at the last available price; in the event that there should be several such markets, on the basis of the last available price of the main market for the relevant security. Should the last available price for a given security not truly reflect its fair market value, then that security shall be valued on the basis of the probable sales price which the Management Company deems it is prudent to assume.
- 3) Securities not listed on Regulated Markets, which operate regularly and are recognised and open to the public, are valued on the basis of their last available price. Should the last available price for a given security not truly reflect its fair market value, then that security will be valued by the Directors on the basis of the probable sales price which the Management Company deems it is prudent to assume.
- 4) The liquidating value of futures, forward and options contracts (or any other derivative instruments) not traded on Regulated Markets or stock exchanges shall mean their net liquidating value determined, pursuant to the policies established in good faith by the Board of Directors of the Management Company, on a basis consistently applied for each different variety of contracts. The liquidating value of futures, forward and options contracts (or any other derivative instruments) traded on Regulated Markets or stock exchanges is based up on the last available settlement prices of these contracts on Regulated Markets or stock exchanges on which the particular futures, forward or options contracts (or any other derivative instruments) are traded by the Fund; provided that if a futures, forward or options contract (or any other derivative instruments) could not be liquidated on the day with respect to which net assets are being determined, the basis for determining the liquidating value of such contract is such value as the Board of Directors of the Management Company may deem fair and reasonable.
- 5) Shares or units in underlying open-ended investment funds are valued at their last available price.
- 6) Liquid assets and money market instruments may be valued at nominal value plus any accrued interest or on an amortised cost basis. Securities valued at amortized cost are disclosed at cost value in the statement of investments, amortized interests are recorded as income receivable on portfolio in the statement of net assets. All other assets, where practice allows, may be valued in the same manner. Short-term investments that have a remaining maturity of one year or less may be valued at market value, or where market value is not available or not representative, at amortised cost.



## **IKC FUND**

### **Notes to the financial statements (continued)**

as at 31st December 2015

#### c) Net realised gain/ (loss) on sales of securities

The net realised gain/ (loss) on sales of securities is determined on the basis of the average cost of securities sold.

#### d) Cost of securities

The acquisition cost of a security denominated in a currency other than that of the Sub-Fund is converted to the Sub-Fund's currency at the exchange rate prevailing on the date of purchase.

#### e) Exchange translation

Bank balances, other assets and liabilities and the value of securities held that are denominated in other currencies than the Sub-Fund's currency are converted at the prevailing exchange rate of the closing day. Income and expenses incurred in currencies other than the Sub-Fund's currency are converted at the prevailing exchange rate of the day of each transaction. Exchange gains and losses are recorded in the statement of operations and other changes in net assets.

At the date of the report, the prevailing exchange rates on the closing day were as follows:

|   |     |   |           |     |                  |
|---|-----|---|-----------|-----|------------------|
| 1 | SEK | = | 0.1187464 | CHF | Swiss Franc      |
|   |     |   | 0.8149316 | DKK | Danish Krona     |
|   |     |   | 0.1091900 | EUR | Euro             |
|   |     |   | 0.9190215 | HKD | Hong Kong Dollar |
|   |     |   | 5.5589285 | PHP | Philippian Peso  |
|   |     |   | 0.1682952 | SGD | Singapore Dollar |
|   |     |   | 4.2760076 | THB | Thailand Bath    |
|   |     |   | 0.1185804 | USD | US Dollar        |

#### f) Combined financial Statements

The combined financial statements of the Fund are expressed in SEK and are equal to the sum of the corresponding captions in the financial statements of each Sub-Fund.

#### g) Formation expenses

Expenses incurred in connection with the establishment of the Fund and the creation of the Sub-Funds are amortised over a period of five years.

If the launch of a Sub-Fund occurs after the launch date of the Fund, the costs of formation in relation to the launch of the new Sub-Fund is charged to such Sub-Fund alone and may be amortised over a maximum of 5 years with effect from the Sub-Fund's launch date.

Formation expenses are included in the caption "Other expenses" in the statement of operations and other changes in net assets.

## **IKC FUND**

### **Notes to the financial statements (continued)**

as at 31st December 2015

---

#### **h) Investment income**

Dividend income is recognised on an ex-dividend basis and is recorded net of withholding taxes.

Interest income is accrued on a pro rata temporis basis, net of any withholding tax.

#### **i) Other liquid assets / Other liquid liabilities**

The captions "Other liquid assets" and "Other liquid liabilities" are mainly composed of cash accounts held at brokers.

#### **j) Transaction fees**

Transaction costs disclosed under the caption "Transaction fees" in the expenses of the statement of operations and other changes in net assets are mainly composed of broker fees incurred by the Fund and of fees relating to liquidation of transactions paid to the custodian bank as well as of transaction fees on financial instruments and derivatives.

#### **k) Valuation of forward foreign exchange**

Forward foreign exchange contracts are valued at forward rates for the remaining period from valuation date to the maturity of the contracts. Net unrealised gains or losses are recorded in the statement of net assets. Net variation of unrealised gains or losses and net realised gains or losses are recorded in the statement of operations and other changes in net assets.

#### **l) Futures contracts**

Futures contracts are posted off-balance sheet and are valued at the last available price applicable to the asset. Unrealised gain/ (loss) is recorded in the statement of net assets. Net variation of the unrealised gain/ (loss) and net realised gain/ (loss) are recorded in the statement of operations and other changes in net assets.

### **Note 2 - Subscription, redemption and conversion fees**

A Subscription, redemption and conversion charge not exceeding 2% of the fixed price at which Units are offered, may be added for the purpose of compensating the Placement and Distribution Agent and financial intermediaries who assist in placing the Units.

### **Note 3 - Management fee**

The Investment Manager receives the following Investment Management Fee per annum of the net assets of the Sub-Fund, accrued daily and payable monthly in arrears.

## IKC FUND

### Notes to the financial statements (continued)

as at 31st December 2015

The effective annual rates for the unit class currently offered are as follows:

| Sub-Funds   | IC SEK Unit Class | IB SEK Unit Class |
|---|-------------------|-------------------|
| - IKC FUND - IKC WORLD WIDE OPPORTUNITIES               | 2.50%             | -                 |
| - IKC FUND - Lux 0 - 50                                 | 2.00%             | -                 |
| - IKC FUND - Lux 0 - 100                                | 2.35%             | 1.40%             |
| - IKC FUND - FBP 0 - 80 (merged on 11th September 2015) | 2.25%             | -                 |

In addition, until 30th April 2015 the Management Company received Infrastructure fees, accrued daily and payable monthly in arrears, of 0.125% per annum of the net assets of the Sub-Fund, subject to an annual minimum of EUR 25,000.

Since 1st May 2015, the Management Company receives a management fee not exceeding 0.10% per annum of the net assets of the Sub-Funds, accrued daily and payable monthly in arrears with a minimum annual management fee per Sub-Fund of EUR 25,000. Furthermore, the Management Company receives an annual fee of EUR 12,000 per Sub-Fund for the provision of risk management services.

These fees are recorded under the caption "Management fees" in the statement of operations and other changes in net assets.

#### **Note 4 - Trailer fees**

Management fee retrocessions received by the Fund in relation to its investments in certain target funds are disclosed as "Commissions received" in the statement of operations and other changes in net assets.

#### **Note 5 - Central administration costs**

Until 30th April 2015, out of the Sub-Fund's assets, an administration fee consisting of a flat fee of EUR 39,000 p.a. plus a variable fee of maximum 0.075% p.a. is payable to the Central Administration Agent. The fees will be accrued on a daily basis, based on the net assets of the Sub-Fund and will be paid out monthly in arrears. This fee includes the fee due to the Custodian.

Since 1st May 2015, out of the Sub-Fund's assets, an administration fee consisting of a flat fee of EUR 25,000 p.a. plus a variable fee of maximum 0.040% p.a. is payable to the Central Administration Agent. The fees will be accrued on a daily basis, based on the net assets of the Sub-Fund and will be paid out monthly in arrears.

The Central Administration Agent is furthermore entitled to receive out of the Sub-Fund's assets, in respect of the register and transfer agent functions, a fee of EUR 10,000 for up to two active Classes of Units and EUR 2,100 for each additional active Class of Units in accordance with Luxembourg customary banking practice, accrued daily and payable monthly in arrears. The Central Administration Agent will also be compensated for all reasonable out of pocket expenses.

These fees are recorded under the caption "Central administration costs" in the statement of operations and other changes in net assets.

## **IKC FUND**

### **Notes to the financial statements (continued)**

as at 31st December 2015

#### **Note 6 - Custodian Fees**

Until 30th April 2015, the Custodian receives a custodian fee payable out of the Central Administration Agent Fee received by the Central Administration Agent monthly in arrears. In addition, the Custodian is entitled to be reimbursed out of the assets of the Sub-Fund for its reasonable out of pocket expenses and disbursements.

Since 1st May 2015, the Custodian receives a custodian fee determined as an annual percentage calculated per market on a monthly basis based on the Sub-Funds assets and paid monthly in arrears. The Custodian also receives a supervisory fee of 0.0075% p.a. calculated on the Net Asset Value of the Sub-Funds. In addition, the Custodian is entitled to be reimbursed out of the assets of the Sub-Funds for its reasonable out of pocket expenses and disbursements.

#### **Note 7 - Subscription duty ("Taxe d'abonnement")**

The Fund is governed by Luxembourg law.

Pursuant to the legislation and regulations which are prevailing, the Fund is subject to an annual "taxe d'abonnement" of 0.05% which is payable quarterly and calculated on the basis of the net assets of each Sub-Fund on the last day of each quarter.

The rate of this tax is reduced to 0.01% of the value of the net assets for Sub-Funds or Classes of units reserved for institutional investors.

According to Article 175 (a) of the amended Law of 17th December 2010 the net assets invested in Undertakings for Collective Investments already subject to the "taxe d'abonnement" are exempt from this tax.

#### **Note 8 - Capped expenses**

The Investment Manager of the Fund, IKC Fonder AB, has committed with effect from the launch date of the Sub-Funds and until further notice to the Fund and the Management Company, to cap the following fees at a level of 0.25% p.a. of the net assets of the Sub-Funds. Any residual due above this level will be paid by the Investment Manager directly to the Fund.

Fees in scope ("the Fees"):

- Infrastructure fee;
- Central Administration fees (including the administration fee, the custodian fee and the fee in respect of the register and transfer agent functions and the out of pocket expenses);
- Formation expenses;
- Taxe d'abonnement;
- Audit fees;
- CSSF fees.

Expenses supported by the Investment Manager of the Fund are disclosed as "Other income" in the statement of operations and other changes in net assets.

## **IKC FUND**

### **Notes to the financial statements (continued)**

as at 31st December 2015

---

#### **Note 9 - Risk management**

As required by circular CSSF 11/ 512, the Board of Directors of the Management Company needs to determine the global risk exposure of the Fund either by applying the commitment approach or the VAR approach. In terms of risk management, the Boards of Directors of the Management Company decided to adopt the commitment approach as a method of determining and monitoring the global risk exposure.

#### **Note 10 - Changes in the investment portfolio**

The statement of changes in the investment portfolio for the period covered by the report is available free of charge upon request from the registered office of the Management Company of the Fund.

#### **Note 11 - Swing pricing**

Under certain circumstances investment and/ or disinvestment costs may have an adverse effect on the shareholders' interests in a Sub-Fund.

In order to prevent this effect, called "dilution", the Directors have the authority to allow for the Net Asset Value per Share to be adjusted by effective dealing and other costs and fiscal charges which would be payable on the effective acquisition or disposal of assets in the relevant Sub-Fund if the net capital activity exceeds, as a consequence of the sum of all subscriptions, redemptions or conversions in such a Sub-Fund, such threshold percentage (the "Threshold") as may be determined from time to time by the Directors, of the Sub-Fund's total net assets on a given Valuation Day.

If the net capital activity for a given Valuation Day leads to a net inflow of assets in excess of the Threshold in the relevant Sub-Fund, the Net Asset Value used to process all subscriptions, redemptions or conversions in such a Sub-Fund is adjusted upwards by the swing factor that shall be determined from time to time by the Directors but will not exceed 2% of the relevant Net Asset Value.

If the net capital activity for a given Valuation Day leads to a net outflow of assets in excess of the Threshold in the relevant Sub-Fund, the Net Asset Value used to process all subscriptions, redemptions or conversions in such a Sub-Fund is adjusted downwards by the swing factor that shall be determined from time to time by the Directors but will not exceed 2% of the relevant Net Asset Value.

There was no "Swing Pricing" applied for the Net Asset Value as at 31st December 2015 for the Sub-Funds.

IKC Fonder AB  
Rundelsgatan 14  
SE-203 12 Malmö  
Sweden