Prospectus
Handelsbanken Fonder – Passive fund management

This information brochure includes all of the Management Company's passively-managed funds, including the Management Company's Exchange-Traded Funds (ETFs) (the XACT Funds)

February 23, 2021

Handelsbanken Fonder AB 4
Custodian Institution 5
The funds and their legal status 6
Share classes – nomenclature, conditions, etc. 6
Distributions 11
General information on fees 11
Subscription and redemption as well as information on the most recently calculated net asset value 12
Guidelines for the closing of a fund 13
Responsible investment 13
Funds with specific focus on sustainability 14
Management of currencies and currency exposure 14
Register of unit holders 14
Damages 14
Valuation of fund assets 15
General risk information 16
Financial leverage 18
Techniques and instruments (securities lending, etc.) and management of collateral 20
Fund termination or transfer of fund operations 21
Additional information 22
- Changes to fund rules 22
- Annual reports and semi-annual reviews 22
- Fees, returns and performance 22
- Regular information on risk and liquidity management as well as financial leverage 22
- Marketing of fund units outside of Sweden 23
- Tax rules for the funds 25
- Tax rules for unit holders 26
- Specific information about the management of index funds 26
- Tracking error 27
- Remuneration to employees at Handelsbanken Fonder AB 27

Managed funds 28
INDEX FUNDS WITH EQUITY EXPOSURE 32
- Handelsbanken Global Dynamisk 90 32
- Handelsbanken Global Momentum 37
- Handelsbanken Emerging Markets Index 41
- Handelsbanken Europa Index Criteria 46
- Handelsbanken Global Index Criteria 51
- Handelsbanken Global High Dividend Low Volatility Criteria 56
- Handelsbanken Global Småbolag Index Criteria 61
- Handelsbanken Norden Index Criteria 66
- Handelsbanken Norge Index 71
- Handelsbanken Sverige Index Criteria 75
- Handelsbanken Sverige 100 Index Criteria 80
- Handelsbanken USA Index Criteria 85

FUND OF FUNDS 90
- Handelsbanken Auto 25 Criteria 90
- Handelsbanken Auto 50 Criteria 96
- Handelsbanken Auto 75 Criteria 102
- Handelsbanken Auto 100 Criteria 108
- Handelsbanken Pension 40 113
- Handelsbanken Pension 50 118
- Handelsbanken Pension 60 123
- Handelsbanken Pension 70 128
- Handelsbanken Pension 80 133
- Handelsbanken Pension 90 138

OTHER 143
Handelsbanken Realränta 143
EXCHANGE-TRADED FUNDS (XACT FUNDS) 147
XACT BEAR (ETF) 147
XACT BEAR 2 (ETF) 151
XACT BULL (ETF) 155
XACT BULL 2 (ETF) 159
XACT Norden (UCITS ETF) 163
XACT Nordic High Dividend Low Volatility (UCITS ETF) 168
XACT Obligation (UCITS ETF) 173
XACT OBX (UCITS ETF) 177
XACT OBX BEAR (UCITS ETF) 181
XACT OBX BULL (UCITS ETF) 186
XACT OMXC25 (UCITS ETF) 191
XACT OMXS30™ (UCITS ETF) 195
XACT Svenska Småbolag (UCITS ETF) 199
XACT Sverige (UCITS ETF) 204

Handelsbanken Fonder AB

This Information Brochure includes the passively-managed UCITS and non-UCITS funds of Handelsbanken Fonder AB (referred below as the Management Company). Passive management refers to index management and other rules-based fund management. The Information Brochure is established on behalf of the securities funds in accordance with Chapter 4 of the Swedish Investment Funds Act (2004:46) and Chapter 29 of the Financial Supervisory Authority's regulation for investment funds (FFFS 2013:9). The Information Brochure is established on behalf of the non-UCITS funds in accordance with Chapter 10 of the Alternative Investment Fund Managers Act (2013:561) and Chapter 13 of the Financial Supervisory Authority's regulatory code for investment funds (FFFS 2013:10). The fund rules for each fund constitute a portion of this Information Brochure. The simplified prospectus (fact sheet) for each fund is included as a separate attachment to this document. This Information Brochure also includes the exchange-traded funds managed by the Management Company under the XACT trademark. These funds are referred below as XACT funds or ETFs.

The Management Company

Handelsbanken Fonder AB
Corporate identity number: 556418-8851
The Company's address and headquarters:
Blasieholmstorg 12
106 70 Stockholm
Tel: 08-701 10 10

The Management Company has had the authority to conduct fund operations in accordance with the Swedish Investment Funds Act (2004:46) since June 22, 2006. In addition, the Management Company has the authority to serve as an alternative investment fund manager in accordance with the Alternative Investment Fund Managers Act (2013:561).

Shareholder and Equity Capital

Svenska Handelsbanken AB (PLC) owns all of the stock in the Management Company through Handelsbanken Fondbolagsförvaltning AB. The Management Company has equity capital of SEK 1,500,000.

Board of Directors:

The Management Company's Board of Directors consists of:
Michael Green, Chairman of the Board, Bank vice president, Svenska Handelsbanken AB (PLC)
Malin Björkmo, Consultancy specializing in corporate governance and financial regulations
Helen Fast Gillstedt, Chief Executive Officer and owner of a management consultancy firm
Lars Seiz, Strategic advisor in asset management
Maria Lönnqvist, Employee representative, Finansförbundet regional association, CHK association, Svenska Handelsbanken AB (PLC)

Management Company's Management:

Magdalena Wahlqvist Alveskog, Chief Executive Officer
Henrik Åhman, Deputy Chief Executive Officer
Christofer Halldin, Head of Equity and Fixed Income Management
Emma Viotti, Head of Passive Fund Management
Johann Guggi, Head of Allocation Fund Management
Staffan Ringvall, Corporate Governance and Board secretary
Fredrik Köster, Head of Legal
Maria Forssman, Head of the Risk Management Unit

Compliance

Hanna Nyqvist, service provider, employed by Svenska Handelsbanken AB (PLC)

Auditors

The Management Company's auditors are:
Ernst & Young Aktiebolag, Box 7850, 103 99 Stockholm, auditor Jesper Nilsson.

Assignment Contracts

The Management Company has entered into an assignment contract with Svenska Handelsbanken AB (PLC) with regard to fund administration (e.g., pricing, valuation, NAV pricing, fund accounting), personnel matters, internal auditing, complaint handling, money-laundering and measures against the financing of terrorism, legal services, compliance, fund management company administration, legal reporting, distribution of funds and the maintenance of the unit holders' register. The Management Company has also entered into an assignment contract with J.P. Morgan Administration Services (Ireland) Limited regarding certain administration associated with the subscription and redemption of units on the primary market for the Management Company's exchange-traded funds. The Management Company has also entered into an assignment contract with Svenska Handelsbanken AB (PLC), branch office in Norway, with regard to the management of funds with primarily Norwegian exposure (only related to actively-managed funds).

In addition, there are agreements with other units within the Handelsbanken Group and with certain external fund intermediaries regarding the distribution of funds.

The Management Company has an agreement with Euroclear Sweden ("Euroclear") for the maintenance of the unit holders' register for each of the XACT funds.

Custodian Institution

The Management Company has appointed J.P. Morgan Bank Luxembourg S.A., Stockholm bank branch as the Custodian Institution. The Custodian Institution shall execute its obligations in accordance with applicable EU directives, applicable Swedish laws, other statutes and fund rules relating to each fund.

The main task of the Custodian Institution is to register and hold the assets included in the fund in a safe and secure manner, to monitor the fund's cash flow and ensure that the fund's assets are calculated and used in a manner that is not in conflict with laws, other statutes and the fund rules of the fund. The Custodian Institution shall act independently of the Management Company and solely in the common interest of the unit holders.

In accordance with the Custodian Institution's agreement, applicable EU directives, laws and other statutes, a Custodian Institution can, in the context of certain conditions and to comply with its obligations in an effective manner, delegate portions of its obligations to one or several external companies, including other custody banks, which have been appointed periodically by the Custodian Institution. In accordance with applicable EU directives, laws and other statutes, the custody and registration are the only tasks that may be delegated. In the context of its delegation, the Custodian Institution shall exercise all due skill, care and diligence required in accordance with applicable regulations to ensure that the fund assets are entrusted only to a service provider that is able to offer adequate protection. The Custodian Institution's responsibility is not impacted in any way if the custody of certain or all of the assets are delegated to an external company.

The Custodian Institution is described in more detail below:
J.P. Morgan Bank Luxembourg S.A., Stockholm bank branch
Corporate identity number: 516406-1086
Address: Hamngatan 15, 6th floor, 111 47 Stockholm

J.P. Morgan Bank Luxembourg S.A., Stockholm bank branch (Custodian Institution or J.P. Morgan) is a full-service branch with regard to the custodial institution operations that are under the supervision of the Financial Supervisory Authority. J.P. Morgan Bank Luxembourg S.A. is under the supervision of Commission de Surveillance du Secteur Financier (CSSF) in Luxemburg.

In its role as the Custodian Institution, J.P. Morgan can periodically engage the services of other customers, funds or other external companies for custody and associated services. J.P. Morgan Chase Group is an international banking group with a broad range of business activities, which means that conflicts of interest can arise periodically between the Custodian Institution and the companies to which custody services have been delegated. Such a company can be an affiliated company to J.P. Morgan that offers a product or service to a fund and at the same time has financial or business interests in these products or services. The company can also be an affiliated company to J.P. Morgan that receives payment for other products or services associated to custody, such as foreign exchange or securities loans. If conflicts of interest do arise, the Custodian Institution shall always fulfil their commitments in accordance with applicable laws and act solely in the common interest of unit holders.

In this respect, unit holders should be aware that the Custodian Institution has delegated the custody of certain securities to companies within J.P. Morgan's network of custody banks.

Updated information regarding the identity of the Custodian Institution, a description of its work tasks and conflicts of interest that can arise, a description of the custody functions that have been delegated by the Custodian Institution, a list of service providers and any tasks that have been further delegated and any conflicts of interest that could arise as a result of such delegation can be obtained upon request.

The Custodian Institution has no decision-making authority over the Management Company's investments in the fund management operations. The Custodian Institution is the service provider and does not participate in the preparation of this document. Accordingly, the Custodian Institution has no liability for the correctness of the information in the document.

The funds and their legal status

The legal profile of the funds

The securities funds and non-UCITS funds of Handelsbanken Fonder AB are regulated by the Swedish Investment Funds Act (2004:46) and the Alternative Investment Fund Managers Act (2013:561). A fund is established through capital contributions from the general public and is mutually owned by those who provided capital to the fund. The fund consists of securities purchased by the fund for the capital provided to the fund. Fund assets are owned by the fund unit holders but are managed by the Management Company. The fund may not acquire rights, assume liabilities, or lodge an appeal before a court of law or any other authority. Assets included in a fund may not be seized and unit holders are not held accountable for the liabilities of the fund. This fund is not a legal entity, rather it is solely an object of taxation. The Management Company represents the unit holders in all questions regarding the fund, takes decisions regarding the assets included in the fund and exercises those rights that arise from the fund. The Management Company shall trade solely in the common interest of the unit holders in the asset management of the fund.

One fund unit is a right to as large of a share in a fund that is equivalent to the fund's net capital divided by the number of outstanding units. In a fund that lacks share classes, all units are equal and have the same rights to the assets included in the fund. In the event the fund consists of share classes, the value of a fund unit in one share class will differ from the value of a fund unit in another share class. However, fund units within each individual share class are the same size and have the same rights to the assets included in the fund. The unit holder is never held responsible for any liabilities that rest upon the fund.

Each fund has fund rules that explain the specific conditions for subscribing to the fund and specifies what distinguishes each share class, if such exists in the fund. The fund rules have been approved by the Financial Supervisory Authority and constitute a portion of this Information Brochure.

Share classes – nomenclature, conditions, etc.

The Management Company has introduced a nomenclature of share classes for the Management Company's funds in order to facilitate a review by unit holders of the terms and conditions associated

with the different funds and their share classes. Share classes that have identical terms and conditions will be described in the same manner, regardless of the fund. This will facilitate the comparison between different share classes in different funds. The Management Company applies a share class nomenclature that consists of three markers: the first marker is a letter, the second is a number and the third indicates the share class's currency using the international standard for currency codes.

The description of the share class is stated in the fund rules, the Information Brochure and the fact sheet following the name of the share class. The first marker identifies whether the fund is a distribution or a non-distribution (accumulation) share class. The second marker indicates any potential subscription limits or other conditions for the share class and the third marker states the currency of the share class. Fees are normally differentiated in those instances where there are different subscription limits. The fee level for each share class is stated in the fund rules and the Information Brochure. Information about the ongoing charges is available in the fact sheet for each share class.

The table below provides a description of each marker:

Marker 1	*Marker 2*	*Marker 3*
Accumulation (non-distribution)/Distribution	Subscription limits or other conditions	Currency
A = Accumulation B = Distribution	1 = No subscription limit or other conditions	SEK, EUR, NOK, DKK, USD, GBP
	4 = Minimum initial subscription of two hundred fifty thousand Swedish crowns (SEK 250,000) and no repayment of a portion of the management fee is paid to the investor by the Management Company.	
	9 = The share class is only open for investors who: • within the scope of a written agreement for such regular (ongoing) investment advice as stated in Chapter 9, §17, item 3 in the Securities Market Act (2007:528) or comparable Swedish or foreign regulation, invest in the share class and where there is no distribution remuneration from the Management Company, whereby the investor instead pays the investment advisor for the investment advice, • within the scope of a written agreement for portfolio management in accordance with the Securities Market Act (2007:528) or comparable Swedish or foreign regulation, invest in the share class and where there is no distribution remuneration from the Management Company, whereby the investor instead pays the portfolio manager for asset management, or	
	• where stated, invest either ten million Swedish crowns (SEK 10,000,000), one million euro (EUR 1,000,000) or ten million Norwegian crowns (NOK 10,000,000) in the minimum initial subscription in the share class and where no distribution remuneration or repayment of a portion of the management fee is paid to the investor by the Management Company. The share class is also open to life insurance companies in which the customer (the policyholder) has concluded an agreement for investment advisory services as referenced above and where there is no distribution remuneration paid to the advisor from the Management Company. Instead, the customer	

	pays the advisor for advisory services and investments are made through endowment insurance (kapitalförsäkring) with custody management in which the customer is the policyholder in relation to the life insurance company in question. The share class is also open to life insurance companies in which the customer (the policy holder) has entered into the aforementioned agreement with regard to portfolio management and where there is no distribution remuneration paid from the Management Company to the portfolio manager, rather the customer instead pays the portfolio manager for asset management. The investments are made through a policy with fund or custodial management and where the customer is the policy holder in reference to the life insurance company in question.	
	12 = The share class is only open to the Pensionsmyndigheten (Swedish Pensions Agency) within the scope of the premium pension system.	
	13 = The share class is only open to Handelsbanken Liv Försäkringsaktiebolag, 516401-8284.	

A non-distribution (accumulation) share class that does not have a subscription limit or other conditions and has the EUR as its currency class will be described as A1 EUR. This description of the share class will remain irrespective of whether the share class originated from the original fund or has been added to the fund after several other share classes have been added to the fund. Thus, the principle is that share classes with identical terms and conditions will be described in the same manner, regardless of the fund.

The conditions for the various share classes apply to the investors, regardless of whether the holdings are registered directly or held in trust at the Management Company in accordance with Chapter 4, §12 of the Swedish Investment Funds Act (2004:46). Investors refer to unit holders and potential investors. The entity that distributes the share class to the investor is responsible for ensuring that the investor fulfils the conditions of the share class. Alternative conditions (grounds for qualification) apply to share classes with specific conditions for distribution that have more than one ground for qualification (this is applicable to the share classes with the numerical designation of 9). This means, for example, that the value of the shares held by an investor within the scope of regular investment advisory services, alternatively portfolio management, may not be credited to the investor when the size of the initial minimum subscription is calculated within the share class. However, an investor must fulfil all of the conditions within the grounds for qualification. This means, for example, that an investor who fulfils a monetary limit for a share class to qualify for the share class may not accept a repayment of a portion of the management fee from the Management Company and may not make any distribution remuneration to the distributor where this is a condition.

As a precondition in share classes with conditions for distribution (A9), no distribution remuneration will be paid from the Management Company. Distribution remuneration does not refer to remuneration to pay for a platform service based on the number of funds that the Management Company has on the platform or in similar models, whereby the fund receives access to a trading platform and the fee is based on the value of those fund units (in the Management Company's fund/funds) registered within the platform. Such a "platform fee" is paid by the Management Company for the platform to provide access to the fund units through the reception of investment services and transmission of orders or the execution of orders in accordance with Chapter 2, §§1 and 2 of the Swedish Investment Funds Act or corresponding Swedish or foreign regulations.

A switch between share classes at the initiative of a unit holder normally results in a capital gains tax. The Swedish Tax Authority's legislative guidance (September 2013) with regard to the introduction

and change of share classes states that a switch in unit holdings between different share classes does not result in any taxation if this is a direct consequence of the fund rules. Any tax consequences due to a switch between share classes rests with the unit holder. Refer below for further information about tax rules for unit holders.

A unit holder may not concurrently fulfil the conditions for two different share classes while using the same assets. This means, for example, that if a unit holder who owns units in one share class without specific conditions for distribution is eligible for a share class with specific conditions for distribution, the unit holder's units will be allocated to the share class with the lowest fee that fulfils the conditions. In the same manner, when a unit holder no longer fulfils the specific conditions for distribution in a share class, the unit holder's units will be allocated in the first hand to another share class with specific conditions for distribution for which the unit holder fulfils the conditions and, lastly, to a share class without specific conditions for distribution. All of the allocations are made without making changes to the conditions for distribution or the currency. The above applies regardless if the unit holder's holdings are registered directly or held in trust (in one or several stages) at the Management Company.

Allocation refers to units in a share class that are allocated by investing the value of the unit holder's holdings in a share class for which the unit holder fulfils the conditions without making a change to the distribution conditions or currency. This applies regardless of whether the unit holder's holdings are registered directly or held in trust (in one or several stages) at the Management Company. The entity that distributes the share class to the investor is responsible for ensuring that the investor allocates units to another share class if this qualify for another share class, or alternatively does not fulfil the conditions of the existing share class.

The distributors of a fund determine which share classes are provided by the distributor. In some cases, not all of the share classes stated in the fund rules are promoted by the Management Company, which means that it is not possible for an investor to purchase units in the share class.

Share classes in the funds

The majority of the Management Company's funds have several share classes. The share classes are specified in the fund rules for each fund. The share classes are also described further below. The specific share classes for each fund are stated in this Information Brochure. The share classes differ with regard to currency, distribution, fees, the limit for the minimum initial subscription and specific conditions for distribution. The value of a fund unit within a share class will differ from the value of a fund unit in another share class. The units within each share class are of equal size and result in equivalent rights to the assets included in the fund. The size of the fees in each share class and the target with regard to distributions in the distribution share classes are stated for each fund.

A1 SEK Accumulation (non-distribution) share class, traded in SEK. There are no requirements for a minimum initial subscription or conditions for distribution.

A1 EUR Accumulation (non-distribution) share class, traded in EUR. There are no requirements for a minimum initial subscription or conditions for distribution.

A1 NOK Accumulation (non-distribution) share class, traded in NOK. There are no requirements for a minimum initial subscription or conditions for distribution.

B1 SEK Distribution share class, traded in SEK. There are no requirements for a minimum initial subscription or conditions for distribution. Dividends are distributed in the share class. The target for the size of the distribution, etc. is referred to under that which is stated for each fund.

B1 EUR Distribution share class, traded in EUR. There are no requirements for a minimum initial subscription or conditions for distribution. Dividends are distributed in the share class. The target for the size of the distribution, etc. is referred to under that which is stated for each fund.

A4 SEK Accumulation (non-distribution) share class traded in SEK with a requirement for a minimum initial subscription in the share class of two hundred fifty-thousand Swedish crowns (SEK

250,000) and no repayment of a portion of the management fee is paid to the investor by the Management Company.

A9 SEK Accumulation (non-distribution) share class, traded in SEK.
The share class in only open for investors who

- within the scope of a written agreement for such regular (ongoing) investment advice as stated in Chapter 9, §17, item 3 in the Securities Market Act (2007:528) or comparable Swedish or foreign regulation, invest in the share class and where there is no distribution remuneration from the Management Company, whereby the investor instead pays the investment advisor for the investment advice,
- within the scope of a written agreement for portfolio management pursuant to the Securities Market Act (2007:528) or comparable Swedish or foreign regulation, invest in the share class and where there is no distribution remuneration from the Management Company, whereby the investor instead pays the portfolio manager for asset management, or
- invest ten million Swedish crowns (SEK 10,000,000) in the minimum initial subscription in the share class and where there is no distribution remuneration or repayment of a portion of the management fee paid to the investor by the Management Company.

The share class is also open to life insurance companies in which the customer (the policyholder) has concluded an agreement for investment advisory services as referenced above and where there is no distribution remuneration paid to the advisor from the Management Company. Instead, the customer pays the advisor for advisory services and investments are made through endowment insurance (kapitalförsäkring) with custody management in which the customer is the policyholder in relation to the life insurance company in question.

The share class is also open to life insurance companies in which the customer (the policy holder) has entered into the aforementioned agreement with regard to portfolio management and where there is no distribution remuneration paid from the Management Company to the portfolio manager, rather the customer instead pays the portfolio manager for asset management. The investments are made through a policy with fund or custodial management and in which the customer is the policy holder in reference to the life insurance company in question.

A9 EUR Accumulation (non-distribution) share class, traded in EUR.
The share class in only open for investors who

- within the scope of a written agreement for such regular (ongoing) investment advice as stated in Chapter 9, §17, item 3 in the Securities Market Act (2007:528) or comparable Swedish or foreign regulation, invest in the share class and where there is no distribution remuneration from the Management Company, whereby the investor instead pays the investment advisor for the investment advice,
- within the scope of a written agreement for portfolio management pursuant to the Securities Market Act (2007:528) or comparable Swedish or foreign regulation, invest in the share class and where there is no distribution remuneration from the Management Company, whereby the investor instead pays the portfolio manager for asset management, or
- invest one million euro (EUR 1,000,000) in the minimum initial subscription in the share class and where there is no distribution remuneration or repayment of a portion of the management fee paid to the investor by the Management Company.

The share class is also open to life insurance companies in which the customer (the policyholder) has concluded an agreement for investment advisory services as referenced above and where there is no distribution remuneration paid to the advisor from the Management Company. Instead, the customer pays the advisor for advisory services and investments are made through endowment insurance (kapitalförsäkring) with custody management in which the customer is the policyholder in relation to the life insurance company in question.

The share class is also open to life insurance companies in which the customer (the policy holder) has entered into the aforementioned agreement with regard to portfolio management and where there is no distribution remuneration paid from the Management Company to the portfolio manager, rather the customer instead pays the portfolio manager for asset management. The investments are made

through a policy with fund or custodial management and in which the customer is the policy holder in reference to the life insurance company in question.

A9 NOK Accumulation (non-distribution) share class, traded in NOK.
The share class in only open for investors who

- within the scope of a written agreement for such regular (ongoing) investment advice as stated in Chapter 9, §17, item 3 in the Securities Market Act (2007:528) or comparable Swedish or foreign regulation, invest in the share class and where there is no distribution remuneration from the Management Company, whereby the investor instead pays the investment advisor for the investment advice,
- within the scope of a written agreement for portfolio management pursuant to the Securities Market Act (2007:528) or comparable Swedish or foreign regulation, invest in the share class and where there is no distribution remuneration from the Management Company, whereby the investor instead pays the portfolio manager for asset management, or
- invest ten million Norwegian crowns (NOK 10,000,000) in the minimum initial subscription in the share class and where there is no distribution remuneration or repayment of a portion of the management fee paid to the investor by the Management Company.

The share class is also open to life insurance companies in which the customer (the policyholder) has concluded an agreement for investment advisory services as referenced above and where there is no distribution remuneration paid to the advisor from the Management Company. Instead, the customer pays the advisor for advisory services and investments are made through endowment insurance (kapitalförsäkring) with custody management in which the customer is the policyholder in relation to the life insurance company in question.

The share class is also open to life insurance companies in which the customer (the policy holder) has entered into the aforementioned agreement with regard to portfolio management and where there is no distribution remuneration paid from the Management Company to the portfolio manager, rather the customer instead pays the portfolio manager for asset management. The investments are made through a policy with fund or custodial management and in which the customer is the policy holder in reference to the life insurance company in question.

A12 SEK Accumulation (non-distribution) share class with specific conditions for distribution, traded in SEK. The share class applies only to Pensionsmyndigheten (Swedish Pensions Agency) within the scope of the premium pension system.

A13 SEK Accumulation (non-distribution) share class with specific conditions for distribution, traded in SEK. The share class applies only to Handelsbanken Liv Försäkringsaktiebolag, 516401-8284.

Distributions

The Management Company determines the amount of the distribution to be paid to fund unit holders in the distribution share classes on an annual basis. Distributions are calculated based on the return in the distribution share classes. The distribution may be set at a higher or lower amount than the returns of the share classes in those cases where the Management Company deems it to be in the best interest of the fund unit holders. Refer to the fund rules for further information about the objectives with regard to the size of the distribution. Distributions are normally made during the month of March each year. The Management Company may make the decision for an extraordinary dividend during the year if it is deemed to be in the best interest of the fund unit holders. Dividends are paid to the fund unit holders who are registered as of the date decided by the Management Company for the distribution. The distribution impacts the relationship between the value of accumulation units and the value of the distribution units, with the value of the distribution units decreasing in relation to the size of the distribution.

General information on fees

The Management Company receives remuneration from the fund in the form of a management fee for the management of the fund. The management fee covers the Management Company's expenses for

management, administration, marketing, distribution, custody of securities, auditing and supervision. Expenses for distribution and marketing are included in the management fee for share classes where the Management Company pays the distributor a remuneration for distribution. The management fee is a predetermined amount and is expressed as a percent per year of the fund's average value. Expenses for the fund's trading in securities, namely brokerage fees, are deducted directly from the fund. Information about the fund's total costs is included in the fund's annual report. Information about the unit holders' portion of the total costs is provided in the annual account statement.

The fact sheet for each fund uses the term ongoing charges. Ongoing charges consist of the sum of the expenses for the operations of the fund, including marketing and distribution (where such costs are incurred) and, unless stated otherwise, the information includes the expenses for the previous year. Ongoing charges do not include transaction costs, i.e., expenses associated with the fund's trading in securities (e.g., brokerage fees, taxes and interest expenses), nor does it include any performance-based fee, if applicable. Transaction costs are deducted from the fund as they accrue and are not known in advance. The Management Company does not charge any subscription or redemption fees for the trading of the Management Company's funds.

No subscription or redemption fees are paid to the Management Company with regard to the XACT funds for the trading of fund units on the stock exchange, i.e., in the so-called secondary market. Fund units bought and sold directly via the Management Company in the so-called primary market (further information is provided below under the heading *Subscription and redemption*) may be charged subscription and redemption fees for the expenses incurred by the Management Company for the subscription and redemption of fund units.

Subscription and redemption as well as information on the most recently calculated net asset value

The subscription and redemption of fund units may occur through one of Handelsbanken's Swedish branch offices and via Handelsbanken's website, in accordance with those rules and directives that may be obtained from the Management Company. The subscription and redemption of fund units may also occur at certain distributors external to the Handelsbanken Group in accordance with the rules and instructions that can be obtained from the distributor.

The services offered by Handelsbanken Fonder to clients living permanently or temporarily in certain countries, such as the US, are limited. The Management Company reserves the right to refrain from selling fund units to individuals living in certain countries and legal entities with legal domicile in certain countries should this be in conflict with applicable statutes in such countries. Additional information may be obtained from a local Handelsbanken branch office.

When the request for subscription or redemption of a fund unit is received, the Management Company sets the fund unit price and the transaction is completed according to those cut-off times applicable to each fund. Information about the latest cut-off time for the subscription and redemption of fund units may be found on the Management Company's website or at the local Handelsbanken branch office. Different time periods can apply at distributors external to the Handelsbanken Group. Subscriptions and redemptions always occur at an unknown price. Thus, it is not possible to state a fund unit price limit for subscription or redemption.

The most recently calculated net asset value is available on the Management Company's homepage at www.handelsbanken.se/en/personal/savings/mutual-funds/mutual-fund-unit-prices or at a local Handelsbanken branch office.

Subscription and redemption for XACT funds

Subscription and redemption of fund units – Primary market transactions

It is possible to purchase and redeem fund units directly with the Management Company – these are known as primary market transactions. Normally, primary market transactions are only carried out by market makers and include the delivery of equities and fund units worth several million Swedish

kronor. For more details on the creation or redemption of fund units, please refer to the fund rules. The services offered by the Management Company to clients living permanently or temporarily in certain countries, such as the US, are limited. The Management Company reserves the right to refrain from selling fund units to individuals living in certain countries and legal entities with legal domicile in certain countries should this be in conflict with applicable statutes in such countries.

Trading in fund units – Secondary market transactions

Fund units are bought and sold via NASDAQ OMX Nordic Exchange Stockholm, Oslo Börs or Nasdaq Copenhagen and, where appropriate, in other marketplaces in which the fund units are listed, independent of the involvement of the Management Company. To guarantee that fund units may be bought and sold, the Management Company has an agreement with market makers to set bid and ask prices for the funds. No deposit or withdrawal fees are paid to the Management Company for the trading of fund units on the stock market. However, the broker normally charges transaction fees or a commission. The Management Company does not act as a broker on any marketplace in which the fund units are traded. The Management Company is in no way responsible for the transactions that occur in fund units.

Guidelines for the closing of a fund

Handelsbanken's funds are available for subscription and redemption each banking day, unless otherwise stated in the fund rules.

However, a fund may be closed for the subscription and redemption of fund units on such banking days or a portion of a banking day where the value of the fund's assets cannot be calculated in such a manner that guarantees the equal treatment of the unit holders, e.g. when one or several markets in which the fund trades are totally or partly closed or in the event of exceptional circumstances. A fund is normally closed for subscription and redemption when 30 percent or more of the underlying market(s) is closed.

Normally, a request for the subscription and redemption of fund units may be made even if a fund is closed. However, a consequence of a closed fund is that the Management Company does not calculate a net asset value. If a request for the subscription or redemption is received when a fund is closed, the net asset value for the fund will be set the first banking day when the fund re-opens for trading. This means that the subscription and redemption may be delayed by the number of days the fund was closed.

Responsible investment

The Management Company's view is that responsible actions are the foundation for long-term value creation in a company. Consequently, responsible investments are an important prerequisite to attaining our goal of good, long-term returns within the framework that is possible for index and rules-based fund management. Information is provided below for each fund about the fund's management regarding sustainability, including matters relating to the environment, social conditions, employee rights, respect for human rights and the prevention of corruption. The information describes the sustainability dimensions that are taken into consideration within asset management and the methods used for the sustainability efforts. A report of the Management Company's follow-up on the sustainability efforts is available in the annual report for each fund (the report requirement is pursuant to a new regulation and accordingly will be reported for the first time in the 2018 annual reports). Our policy for shareholder engagement and responsible investments provides additional information about the Management Company's work with responsible investments and the specific conditions applicable for index fund management. These policies as well as the sustainability profiles for all of the funds are available at www.handelsbanken.se/funds (see also www.hallbarhetsprofilen.se).

Funds with specific focus on sustainability

Within the Management Company's passive funds there are several funds that track an index whose approach and, thereby, its composition reflects the Management Company's fundamental values with regard to sustainability. Those companies that do not fulfil the requirements for sustainable and responsible investments may not be included in such an index. These types of companies are those involved in banned weapons or confirmed violations of international norms for the environment, human rights, labor or anti-corruption. A more detailed description of the sustainability dimensions in these indexes may be found under each fund, in addition to the information regarding the sustainability dimensions taken into consideration within asset management.

Management of currencies and currency exposure

Investing in securities on different markets can involve exposure to different currencies, which in turn involves currency risk.

Equity funds generally have full currency exposure on the markets in which investments are made. The fund managers may have a different currency exposure via cash balance on an account and also via currency future contracts, although often to a lesser extent. A fund that invests in multiple markets thus has a mixture of currency exposures. Currency exposure accounts for a substantial portion of returns.

In fixed income funds, currency exposures are generally always hedged to the fund's base currency. What applies in this regard is stated in the fund rules and is listed under each fund below.

Fund of funds have exposure to the underlying funds' various markets and positions. Currency exposure accounts for a substantial portion of returns.

Register of unit holders

The register of unit holders for each fund is maintained by Handelsbanken on behalf of the Management Company.

A settlement note is provided for the subscription and redemption of fund units as well as at the closing of a fund account. A statement with all of the fund account transactions for the year is provided on an annual basis.

Euroclear maintains the register of unit holders for the XACT funds. Units may either be registered directly at Euroclear or held in custody in a custody account (nominee registration).

Damages

The Management Company is liable for damages in accordance with Chapter 2, §21 of the Swedish Investment Funds Act (2004:46) with regard to the securities funds managed by the Management Company and in accordance with Chapter 8, §§28-31 of the Alternative Investment Fund Managers Act (2013:561) for the non-UCITS funds managed by the Management Company. The Custodian Institution is liable in accordance with Chapter 2, §21 of the Swedish Investment Funds Act with regard to securities funds and in accordance with Chapter 9, §22 of the Alternative Investment Fund Managers Act. The following is stated in these regulations. If a unit holder suffers a loss as a result of the Management Company's violation of current regulations or the fund rules, the Management Company shall compensate for the loss. If a unit holder or a Management Company suffers a loss as a result of the Custodian Institution's violation of the Swedish Investment Funds Act or fund rules, the Custodian Institution shall compensate for the loss. While respecting the provisions of these regulations, the following is also further applicable where appropriate within the meaning of each individual fund's fund rules.

With regard to all of the incoming measures taken by the Custodian Institution and the Management Company, the Custodian Institution and the Management Company will not be liable for damages due to an external event outside the control of the Management Company or the Custodian

Institution as well as Swedish or foreign statutes, measures taken by Swedish or foreign authorities, event of war, strike, blockade, boycott, lockout or other similar circumstances. The reservation concerning strike, blockade, boycott, and lockout even applies if the Custodian Institution and/or the Management Company themselves are subject to or take such conflict measures.

The Custodian Institution and/or the Management Company will not compensate damages that arise in other instances if the Custodian Institution/Management Company has been normally prudent and unless otherwise required by mandatory legislation. The Custodian Institution/Management Company is in no case responsible for indirect damages, unless the damage is a result of the Management Company or Custodian Institution's gross negligence.

If obstacles exist that prevent the Custodian Institution and/or Management Company from effecting payments or taking other measures due to the circumstances mentioned in the first paragraph, the measures may be postponed until the obstacles have ceased. In the event of deferred payments, the Custodian Institution or Management Company will pay interest, if interest is promised, based on the rate of interest that applied on the due date. If interest is not promised, the Custodian Institution or Management Company is not obliged to pay interest at a higher rate of interest than that which is equivalent to the interest rate set by the Riksbank, with the applicable discount according to §9 of the Interest Act (1975:635), supplemented by two percentage points for each occurrence.

If the Custodian Institution and/or the Management Company, as a result of the circumstances mentioned in the second paragraph, is prevented from accepting payment, the Custodian Institution and/or the Management Company has the right to interest according to those conditions that applied on the due date for that period during which the obstacle existed.

In accordance with the Alternative Investment Fund Managers Act, the Management Company shall comply with certain capital requirements and hold their own funds to cover any claims for damages as a result of an error or omission in the business operations. According to the Management Company, the company-held funds cover all of the capital requirements that can be imposed on the Company with regard to the risks associated with the business operations under which it is authorized to operate.

The Management Company follows the Swedish Investment Fund Association's guidance with regard to the management of compensation in the event of an incorrect calculation of the net asset value. The guidance document is available in Swedish at: http://www.fondbolagen.se/PageFiles/6556/V%C3%A4gledning%20vid%20fel%20NAV%20130402.pdf.

Valuation of fund assets

The funds' value is calculated by deducting those liabilities applicable to each fund from the assets.

A fund's assets include financial instruments, liquid assets, including short-term investments on the money market and other assets in possession of the fund.

Financial instruments that are included in the fund are valued at applicable market value. Market prices are used preferably. If such prices are not available or if prices are deemed by the Management Company as misleading, the financial instruments will be valued according to those objective principles decided by the Management Company. The valuation on objective principles establishes a market value based on information for the most recent price paid or the indicative bid price from market makers, if such have been designated by the issuer. If this information is not available or is deemed to be unreliable, the market value is set using information from counterparties or other external sources. Liquid assets and current receivables (investments in an account at a credit institution, short-term investments on the money market as well as cash settlements for securities sold) are valued at the amount whereby they are expected to be received.

The market value for such transferable securities and money market instruments as stated in Chapter 5, §5 in the Swedish Investment Funds Act is set based on objective principles after a specific

valuation. This specific valuation is based on the discounted present value of future cash flows. The cash flows are then adjusted for current risks. Transferable securities use company valuation models, which include factors such as sector and company-specific circumstances. Money market instruments use valuation models, which include such factors as credit and liquidity risks.

In the event the market price during the valuation of OTC derivatives cannot be determined in accordance to any of the aforementioned alternatives or is clearly misleading, the market value will be set based on generally-accepted valuation models, such as Black & Scholes.

In addition to liabilities arising as a result of the fund's operations, fund liabilities include future tax liabilities and management fees.

General risk information

The specific risk to which an individual fund is exposed is stated in the description that follows for each fund. Below is a description of the various types of risk that typically can impact a fund's value.

Market risk

Market risk is defined as the risk for a loss that can be attributed to changes in the market value of positions in the fund as a result of changes in market variables, such as interest rates, exchange rates, share prices or commodities.

An equity fund is primarily affected by changes in the value of the equities. The changes in value can vary significantly over time as a result of company specific events, macroeconomic changes or due to other events that impact or are expected to impact the economic growth for an individual company, a sector or a region.

A fixed income fund is exposed to interest rate risk. As a result, when the general interest rates rise, the value of the existing fixed income investments decline, which has a negative impact on the fund. A fund that invests in interest-bearing instruments with a long residual fixed interest duration has a higher interest rate risk than a fund that invests in interest-bearing instruments with a short residual fixed interest duration.

Thus, a mixed fund that is permitted to allocate investments across equities and fixed income securities is exposed to both equity and interest rate risks depending on its allocation at a given point in time. Market risk for funds that have another investment focus is defined as the changes in value in the underlying assets, e.g., value changes in commodities or real estate

Concentration risk: Concentration risk refers to the risk for loss as a result of major individual exposure or a high concentration of the fund's investments in individual markets, countries, regions or sectors. Concentration risks are normally found in such funds that pursuant to their investment focus invest in specific countries, regions or sectors, but can also arise in some companies' other funds as a result of a broad investment mandate or thematic investment strategies. Securities funds have rules for the distribution of risk to decrease the impact of such risks

Currency risk: Currency risk refers to the risk that the market value of the assets, measured in the fund's base currency, declines when the fund's base currency strengthens against those currencies in which the assets are invested. As a result, those funds that invest in financial instruments that are denominated in a currency other than the fund's base currency will be exposed to currency risk. Thus, the market value for a fund with SEK as the base currency that invests in equities listed in USD will be affected by how the value between SEK and USD changes over time.

Credit risk

Credit risk is defined as the counterparty or issuer risk. Credit risk refers to the risk for a loss due to the inability of the counterparty or issuer to meet its financial commitments. Credit risks arise primarily in investments of liquid assets at a credit institution or in funds that invest in fixed income securities.

Counterparty risk: Counterparty risk arises if a counterparty does not meet its obligations, such as by not paying a specified amount or not delivering securities as agreed. In the event the fund conducts so-called "Over the Counter" (OTC) transactions, it can be subject to risks related to the credit worthiness of its counterparty. A fund's OTC transactions that include futures, options and swap agreements or use other derivative techniques can result in the fund being exposed to the risk that a counterparty does not fulfil its commitments. Counterparty risk can also arise in conjunction with the lending of securities. The concept also includes settlement risk, which is the risk that an agreement in a transmission system cannot be carried out as expected. All of the funds are exposed to counterparty risks.

Issuer risk: Issuer risk refers to the risk for changes in value in the individual instruments as a result of factors related to the issuer of the instrument or, with regard to derivative instruments, the party that issued the underlying instrument.

Risks with derivative instruments

Derivative instruments refer to instruments that receive returns from underlying assets. Underlying assets can refer to individual equities or financial indexes, for example. Options and futures are commonly used as derivative instruments. The instrument is an agreement to purchase or sell the underlying asset at a pre-determined date and at a pre-determined price. Value changes are largely determined by the changes in value in the underlying assets. As an example, the risk in option transactions is that the market price declines below the agreed price, which results in the agreement having no value or is a liability.

Liquidity risk

Liquidity risk refers to the risk that a financial instrument cannot be settled, can only be settled at a substantially reduced price or that the transaction results in significant costs. Liquidity risk can also be the risk that during extreme conditions in the financial markets, units cannot be redeemed within the time limits. Liquidity risk is affected by the type of instrument, the existence of market and clearing functions, the size of the flow in the fund, the traded volume, the number of actors in the market as well as the size of the fund relative to the size and the turnover of the market or the companies in which the fund invests.

Operative risk

Operative risk refers to the risk for loss due partly to deficiencies in internal routines with regard to personnel and systems in the company that run the fund operations or other external factors, partly to judicial and documentation-related risks, and partly to risks as a result of trading, settlement and valuation routines. Operative risks are managed by the clear formation and documentation of the routines, job descriptions and follow-up systems of the internal organization. All of the funds are exposed to operative risks. The operative risk can be higher in funds that invest in developing regions or in complex financial instruments.

Management of liquidity risks

Liquidity in all the funds is classified for each holding. The classification is updated regularly. The Management Company invests only in funds that offer liquidity on a daily basis. The funds are able to borrow assets on a short-term basis or postpone payment of significant amounts if the fund holds a limited amount of cash. There is also the possibility of delaying subscriptions and/or redemptions in the fund in accordance with regulations. A reasonable balance shall be made between the different interests of unit holders in the selection of an action to be taken.

Quantitative risk limits have been established while taking into consideration the fund's investment focus, redemption policy, concentration of customers and use of derivatives. These limits are reviewed regularly.

Stress tests are conducted regularly as well as when they are necessary. Measures are taken if the stress tests indicate risks for the unit holders.

Risk assessment method

A fund's total exposure may be calculated either by the so-called commitment approach or by a Value-at-Risk model. All of the funds managed by the Management Company use the commitment approach to calculate the total exposure of each fund (Chapter 25, §§5 and 6 in the Financial Supervisory Authority's directives on securities funds, FFFS 2013:9).

The fund's risk indicator

All of the Management Company's funds are graded in a seven-grade scale, with 1 for the lowest risk and 7 for the highest risk. The classification is based on the standard deviation (volatility) for the fund and is a measure of the variation in returns over time. Category 1 does not mean that the fund is risk-free. The calculation of the risk indicator is common for all EU Member States in accordance with the Commission's regulation (583/2010/EG) with regard to key investor information. The Management Company classifies funds that invest within category 1-3 as low risk, funds within category 4-5 as moderate risk and funds that invest within category 6-7 as high risk. Given that the risk indicator is based on the standard deviation, it can differ from the fund's risk profile as described below under each fund.

The basis for the risk classification is the standard deviation for the price fluctuations in the fund as shown below:

Risk indicator	Standard deviation (%)
1	0 – < 0.5
2	0.5 – < 2
3	2 – < 5
4	5 – < 10
5	10 – < 15
6	15 – < 25
7	> 25

The standard deviation is calculated based on the weekly NAV prices over a five-year period. If historical data is not available for a five-year period, the standard deviation of the relevant comparable index or another benchmark will be used. Thus, the risk indicator primarily describes the market risk and also includes, where appropriate, currency risk.

Financial leverage

Financial leverage refers to a method by which the exposure increases through the use of derivative instruments or by borrowing cash/securities, for example. The Financial leverage is expressed as the relationship between the fund's exposure and its net asset value. A securities fund that invests in derivatives has the potential to legally reach a leverage effect of twice the market risk.

In accordance with legislation and fund rules, the Management Company has established a maximum level of Financial leverage for each non-UCITS fund, in addition to the total exposure limits that apply for non-UCITS funds. This exposure is calculated with the gross method and the commitment approach. The established maximum level of Financial leverage is reported for each fund below.

With regard to the commitment approach it should be noted that differences exist in the manner by which leveraging is expressed pursuant to the Swedish Investment Funds Act, the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds and in accordance with the Financial Supervisory Authority's regulatory code for investment funds (FFFS 2013:10) as well as the Commission's delegated regulation 231/2013/EU (regulation for alternative investment funds). The main difference with the calculation of leveraging according to the commitment approach is that the regulations for securities funds only include exposure attributable to derivatives (except for leveraging attributable to techniques and instruments), while the regulations for alternative

investment funds also require that all positions with a potential for market risk are taken into consideration, i.e., not only derivative positions. In the event there are no derivative positions in a fund, the value of the leveraging calculation will be 0 (zero) pursuant to the regulations for securities funds, while the calculation would be 1 (100%) according to the regulations for alternative investment funds. The difference has no impact on the risk in the fund and is only a result of the different approaches to expressing leveraging.

Techniques and instruments (securities lending, etc.) and management of collateral

Securities lending

The Management Company uses securities lending as a technique/instrument for effective portfolio management. The following is a description of how securities loans are managed for all of the Management Company's funds to the extent that a fund lends securities. For a more detailed indication of a fund's actual use of securities lending, please refer to each fund's annual report and semi-annual review.

Each fund may lend transferable securities up to the equivalent of a maximum of 20 percent of fund assets.

The Management Company's funds may only lend equities. In cases of securities lending, the fund may lend securities for the purpose of deriving income from lending. The borrower pledges collateral to the fund in the event the borrower is unable to return the securities (see also the section "*Management of collateral"* below). The fund retains JP Morgan Chase Bank, N.A. (London branch, referred below as JP Morgan Chase) as the intermediary of the securities loan. JP Morgan Chase will receive remuneration for the intermediary services. JP Morgan Chase belongs to the same group of companies as JP Morgan Bank Luxembourg S.A. - Stockholm branch, with the latter organization serving as the custodian institution for the fund.

In securities lending, the fund is exposed to the risk that the counterparty will not return the borrowed securities, that JP Morgan Chase does not meet its fulfilment guarantee, that JP Morgan Bank Luxembourg S.A. - Stockholm bank branch (in its capacity as custodian) does not keep the collateral separated, that the value of the collateral declines, and that issues of interpretation arise regarding the securities lending agreement.

Securities lending can expose the lending fund to risks related to the creditworthiness of the counterparties. The Management Company's funds lend securities to:

ABN AMRO Bank N.V.
Barclays Bank Plc
BofA Merril Lynch International
Citigroup Global Markets Ltd
Credit Suisse International
Credit Suisse AG (Dublin Branch)
Credit Suisse Securities Europe Limited
Goldman Sachs International
HSBC Bank Plc
JP Morgan Securities Plc
Morgan Stanley & Co Plc
Morgan Stanley Europe SE
Natixis SA
Skandinaviska Enskilda Banken AB (publ)
Société Générale (London Branch)
Svenska Handelsbanken AB (publ)
UBS AG (London Branch)

The selection of the counterparty is always conducted to obtain the best conditions possible. The selection of the counterparty takes into consideration the country in which the counterparty operates, given that the country's financial and political stability is a critical factor in the selection of the counterparty. Only countries within OECD are applicable. In addition, the risk for financial pressures and the financial resilience of the respective counterparties are assessed. The Management Company evaluates available borrowers as potential counterparties and those that are deemed to be most suitable from a credit perspective are selected as counterparties. Only credit institutions with a rating of Baa3 or higher from Moody's will be accepted.

When the fund lends securities, the fund will receive 80% of the revenues derived from the securities loan and the remaining 20% of the revenues will accrue to JP Morgan Chase as the agent of the securities loan. Given that the revenue sharing agreement does not increase the fund's costs, remuneration to the securities lending agent is not included in the ongoing charges.

All of the income derived from the use of techniques and instruments to improve the effectiveness of the investment process is allocated to the fund, after the deduction of administrative expenses for the management of collateral and other costs. The fund's Custodian Institution manages collateral.

Management of collateral

If the fund uses OTC derivatives and other techniques and instruments designed to streamline management and thus receives collateral, the fund must follow the Management Company's guidelines for collateral management. The guidelines are prepared in accordance with the Commission Delegated Regulation (EU) No. 2016/2251 supplementing the European Parliament and Council Regulation (EC) No. 648/2012 on OTC derivatives, central counterparties and trade repositories with regard to technical standards for risk mitigation techniques for OTC derivative contracts that are not cleared by a CCP (RMT) and ESMA's guidelines on exchange-traded funds and other issues relating to UCITS (ESMA 2014/937) as well as other applicable regulations.

Collateral, which is defined in the Management Company's collateral instructions, shall be distinguished by high creditworthiness of the issuer, high liquidity, be valued on a daily basis or consist of liquid assets. The covered pool shall also be diversified.

In the case of securities loans, government bonds and treasury bills with a minimum rating of AA- from S&P or Aa3 from Moody's issued by the US government, the British government, states within the eurozone (Austria, Belgium, Finland, France, Germany, Ireland, Italy, Luxemburg, the Netherlands, Portugal and Spain) as well as Australia, Canada, Denmark, Japan, New Zealand, Norway, Sweden and Switzerland, are accepted as collateral. Equities included in major and well-established indexes are also accepted as collateral. Liquid assets or securities issues by counterparties are currently not permitted as collateral. Collateral received by the fund is valued daily, based on applicable market prices. Collateral shall total the value of the securities lent on a daily basis with an appropriate safety margin.

In the case of OTC derivatives, the Management Company has entered into an ISDA/CSA agreement with each counterparty which states the eligible collateral in relation to the counterparty. Approved collateral other than cash consists only in relation to a counterparty. In relation to the counterparty, government bonds and covered bonds are accepted as collateral for the counterparty's obligations, in addition to cash.

The Management Company has a haircut strategy that includes all of the share classes and guarantees the management of any problems with a decline in value of the collateral, among others.

The haircut strategy is stated in the Management Company's guidelines for the management of collateral and in the agreement with the counterparty. Collateral not consisting of cash may not be sold, reinvested or pledged. The market value of the collateral shall amount to at least 100 percent of the exposure to the counterparty, in accordance with the haircut strategy. The fund has the possibility for the realization of collateral received at any point in time without reference to or approval from the counterparty.

On behalf of the funds, JP Morgan Bank Luxembourg S.A. - Stockholm bank branch, acting as the Custodian Institution, shall hold the collateral in custody on behalf of the borrowed fund.

JP Morgan Chase, as the securities loan agent, and JP Morgan Bank Luxembourg S.A. - Stockholm bank branch, as the Custodian Institution, may not reuse the collateral. The Management Company does not reuse the collateral. With regard to cash collateral, its reuse must meet the requirements of ESMA 2014/937.

Fund termination or transfer of fund operations

A fund can be terminated if the Board of Directors of the Management Company makes such a decision or if the Custodian Institution, after it has taken over the fund's management, makes such a decision. The Custodian Institution will assume the management of a fund if the Board of Directors of the Management Company makes the decision to terminate its management duties, if the Financial

Supervisory Authority revokes the Management Company's authorization, if the Management Company goes into liquidation, or if the Company has gone into bankruptcy. If the Financial Supervisory Authority revokes the Management Company's authorization or if the Management Company has gone into liquidation or if the Company has gone into bankruptcy, the Custodian Institution shall immediately undertake the management of the fund.

In addition, the Management Company may transfer the management of a fund to another Management Company. The transfer requires the approval of the Financial Supervisory Authority.

If a fund is terminated or transferred, information regarding this shall be published in the Official Gazette, unless the Financial Supervisory Authority has made notification of an exception. A transfer to the Custodian Institution or another management company may occur three months after the publication of the change has been made, at the earliest, unless the Financial Supervisory Authority has granted approval for an earlier transfer.

If the Management Company terminates the management of a fund, the Custodian Institution shall assume the management of the fund when the operations have been terminated. The Management Company may transfer the management to another management company; however approval must first be obtained from the Financial Supervisory Authority. The transfer may occur three months after the publication of the change has been made, at the earliest, unless the Financial Supervisory Authority has granted approval for an earlier transfer. Information about the changes shall be made available at the Management Company as well as the Custodian Institution.

In the event the Management Company ceases offering a certain share class, the Management Company will take the decision to amend the fund rules and remove the share class in question (further information is provided below under the section "*Changes to fund rules*").

Additional information

Changes to fund rules

The fund rules for a fund can be changed after the Management Company's Board of Directors makes such a decision and the Financial Supervisory Authority has approved the change. A change to the fund rules can affect the fund's character, e.g., its investment focus, fees, risk profile and share classes. All unit holders are to be informed prior to such changes and, if the Financial Supervisory Authority deems this to be a substantial change, the unit holders will be provided the opportunity to sell fund units without fees in the event the unit holder no longer wishes to retain ownership subsequent to the changes.

Annual reports and semi-annual reviews

At the request of the unit holder, the funds' annual reports and semi-annual reviews will be sent free of charge. The request may be made verbally or in written form at the local Handelsbanken branch office. Annual reports and semi-annual reviews may also be downloaded from the Management Company's website at www.handelsbanken.se/funds. The documents for XACT funds are also available at www.xact.se.

Fees, returns and performance

Information on the size of the fees paid to the Management Company and the Custodian Institution as well as the funds' returns and performance may be found in the funds' annual reports and semi-annual reviews. Information about historical performance may also be found in the fact sheet for each fund. The fact sheet constitutes a portion of this Information Brochure.

Regular information on risk and liquidity management as well as financial leverage

The Management Company provides regular information on risk and liquidity management as well as Financial leverage as follows. Information about the current risk profile, the applicable risk management system and the proportion of any non-liquid assets is provided in the annual report and semi-annual review of the fund. Information for those funds applying Financial leverage is provided

thereof in the annual report and semi-annual review for each fund. Information on the total Financial leverage amount as calculated according to the gross method and commitment approach is also provided in the aforementioned reports.
Information about changes in the maximum Financial leverage permitted on behalf of the fund and the right to gain access to collateral or other guarantees submitted pursuant to the scheme for Financial leverage is provided on the Management Company's home page. This also applies to changes in the fund's risk management of liquidity that are of vital importance. The Management Company does not currently permit the right to reuse collateral held and does not provide any guarantees within the framework for Financial leverage arrangements.

Marketing of fund units outside of Sweden

Some of the passive funds managed by the Management Company are marketed in other countries within the EEA. The branch office of Svenska Handelsbanken AB in each country is responsible for issuing payments to unit holders, redeeming units as well as providing information for all of these countries. The share classes marketed in other countries within the EEA are provided in the fund list on the websites for each branch office. In addition, the information stated below applies to the XACT funds.

The index funds marketed internationally by the Management Company are as follows:

Finland
Handelsbanken Emerging Markets Index
Handelsbanken Europa Index Criteria
Handelsbanken Global High Dividend Low Volatility Criteria
Handelsbanken Global Index Criteria
Handelsbanken Global Småbolag Index Criteria
Handelsbanken Norden Index Criteria
Handelsbanken USA Index Criteria

Luxembourg
Handelsbanken Emerging Markets Index
Handelsbanken Global High Dividend Low Volatility Criteria
Handelsbanken Global Index Criteria
Handelsbanken Global Småbolag Index Criteria

Norway
Handelsbanken Emerging Markets Index
Handelsbanken Europa Index Criteria
Handelsbanken Global High Dividend Low Volatility Criteria
Handelsbanken Global Index Criteria
Handelsbanken Global Småbolag Index Criteria
Handelsbanken Norden Index Criteria
Handelsbanken Norge Index
Handelsbanken USA Index Criteria

The exchange-traded funds (ETFs) marketed internationally by the Management Company are as follows:

Norway
XACT OBX (UCITS ETF)
XACT OBX BEAR (UCITS ETF)
XACT OBX BULL (UCITS ETF)
XACT OMXS30 (UCITS ETF)
XACT SVERIGE (UCITS ETF)
XACT Norden (UCITS ETF)

Finland
XACT OMXS30 (UCITS ETF)
XACT SVERIGE (UCITS ETF)
XACT Norden (UCITS ETF)
XACT Nordic High Dividend Low Volatility (UCITS ETF)
XACT Obligation (UCITS ETF)
XACT Svenska Småbolag (UCITS ETF)

Denmark
XACT OMXC25 (UCITS ETF)

XACT OBX, XACT OBX BEAR and XACT OBX BULL are traded on Oslo Börs. XACT OMXC25 is traded on Nasdaq Copenhagen. All of the other XACT funds are traded on NASDAQ Stockholm.

The actively-managed funds marketed internationally by the Management Company are as follows:

Finland
Handelsbanken Amerika Småbolag Tema
Handelsbanken Amerika Tema
Handelsbanken Asien Tema
Handelsbanken Brasilien Tema
Handelsbanken EMEA Tema
Handelsbanken Euro Corporate Bond Fund
Handelsbanken Euro Obligation
Handelsbanken Euro Ränta
Handelsbanken Europa Selektiv
Handelsbanken Europa Småbolag
Handelsbanken Finland Småbolag
Handelsbanken Global Selektiv
Handelsbanken Global Tema
Handelsbanken Hållbar Energi
Handelsbanken Japan Tema
Handelsbanken Kapitalförvaltning 25
Handelsbanken Kapitalförvaltning 50
Handelsbanken Kapitalförvaltning 75
Handelsbanken Kina Tema
Handelsbanken Latinamerika Tema
Handelsbanken Hälsovård Tema
Handelsbanken Microcap Norden
Handelsbanken Norden Selektiv
Handelsbanken Norden Tema
Handelsbanken Nordiska Småbolag
Handelsbanken Multi Asset 100
Handelsbanken Sverige Selektiv
Handelsbanken Svenska Småbolag
Handelsbanken Tillväxtmarknad Obligation
Handelsbanken Tillväxtmarknad Tema

Luxemburg
Handelsbanken Amerika Småbolag Tema
Handelsbanken Amerika Tema
Handelsbanken Asien Tema
Handelsbanken Europa Selektiv
Handelsbanken Global Tema

Handelsbanken Kapitalförvaltning 25
Handelsbanken Kapitalförvaltning 50
Handelsbanken Kapitalförvaltning 75
Handelsbanken Microcap Norden
Handelsbanken Microcap Sverige
Handelsbanken Multi Asset 25
Handelsbanken Multi Asset 50
Handelsbanken Multi Asset 40
Handelsbanken Multi Asset 60
Handelsbanken Multi Asset 75
Handelsbanken Multi Asset 100
Handelsbanken Multi Asset 120
Handelsbanken Nordiska Småbolag
Handelsbanken Tillväxtmarknad Obligation
Handelsbanken Tillväxtmarknad Tema

Norge
Handelsbanken Aktiv 30
Handelsbanken Aktiv 50
Handelsbanken Aktiv 70
Handelsbanken Aktiv 100
Handelsbanken Amerika Småbolag Tema
Handelsbanken Amerika Tema
Handelsbanken Asien Tema
Handelsbanken Brasilien Tema
Handelsbanken EMEA Tema
Handelsbanken Europa Selektiv
Handelsbanken Europa Småbolag
Handelsbanken Global Selektiv
Handelsbanken Global Tema
Handelsbanken Hållbar Energi
Handelsbanken Hälsovård Tema
Handelsbanken Høyrente
Handelsbanken Japan Tema
Handelsbanken Kina Tema
Handelsbanken Kort Rente Norge
Handelsbanken Kreditt
Handelsbanken Latinamerika Tema
Handelsbanken Microcap Norden
Handelsbanken Norden Selektiv
Handelsbanken Norden Tema
Handelsbanken Nordiska Småbolag
Handelsbanken Norge
Handelsbanken Multi Asset 100
Handelsbanken Obligasjon
Handelsbanken Tillväxtmarknad Obligation
Handelsbanken Tillväxtmarknad Tema

Tax rules for the funds

As of January 1, 2012, funds are not taxable in Sweden for income of assets included in the fund. The fund is subject to a tax at source in each country for distributions from foreign equities. The tax at source varies between different countries, although it is frequently 30% of the distribution received. However, the tax at source is normally reduced in accordance with the double taxation convention concluded between Sweden and other countries. Taking into consideration that Swedish funds were exempted from income tax in 2012, some uncertainty has arisen regarding the application of the

double taxation convention and the tax concessions applicable to these conventions. Distributions are reported in the amount actually received, although it cannot be excluded that the taxes at source may be revised, which would result in the fund being charged with additional taxes at source on distributions previously received. Restitutions (repayment of paid taxes at source) are reported when received.

There is also uncertainty about how the taxation of dividends from equities within the EU will be imposed, given the background of tax developments within the EU. This could result in both higher earnings and higher costs with regard to taxes at source in funds with foreign holdings. Revenues and liabilities are reported when received or paid, respectively.

Tax rules for unit holders

Tax residency in Sweden

A Swedish fund is not taxable; rather, unit holders are taxed for their holdings through a standard earnings that is treated as capital income. The standard earnings are calculated as 0.4% of the fund's net asset value as of 1 January (taxation year). The standard earnings are taxed at 30% for private investors, which is an actual tax of 0.12% of the fund value. The tax also applies to the fund unit holdings of legal entities and amounts to 22% of standard earnings. However, the new tax does not apply to fund units held by a legal entity as inventory.

For investors who have a distribution share class and thereby receive dividends, a withholding tax of 30% will be deducted from the amount distributed. This applies to natural persons who are taxable in Sweden. The Management Company will deduct a dividend tax on distributions for unit holders whose tax is domicile is located in another country.
When fund units are sold, a profit or loss is calculated as the difference between the sales price and the tax basis. Normally, the actual acquisition fee for the sold units is the tax basis. If a unit holder has received a distribution on the fund units and reinvests a portion of the distribution in the fund or if units have been purchased on several occasions, an acquisition fee shall be included in the tax basis. If only a portion of the holdings in the fund are sold, the average cost method shall be used for the calculation of the tax basis. With the average cost method, the average tax basis is calculated for all of the units in the same fund and the acquisition fees at each occasion are aggregated and divided by the number of units. Capital gains are taxable in their entirety and are subject to a 30% tax rate.

Capital losses are deductible to 70%, although they may be deductible in their entirety in certain cases, e.g., offset. Reference the information stated under the heading *Share classes – nomenclature, conditions, etc.* for questions regarding taxation when switching share classes. Further information is also available on the Swedish Tax Authority's website.

Foreign resident taxation

Taxation rules apply in the country of residence for unit holders domiciled abroad for tax purposes.

Specific information about the management of index funds

The Management Company shall invest the assets of the index funds for the purpose of replicating the composition of its benchmark index. In the event a fund's investment needs to be corrected to follow the respective index as a result of a redefinition of an index or corporate event, e.g., stock issue or acquisition, the Management Company shall implement the necessary corrections. The Management Company has the option of delaying the correction if it is deemed to be in the best interest of the fund unit holders. On those occasions when the Management Company is aware that a change in the index will be forthcoming on a specific date, it may be in the best interest of the fund unit holders to adjust the fund's investments shortly prior to the change in order to better replicate the composition of the index.

Tracking error

The activity level in a fund is calculated by using a measurement known as tracking error. Tracking error is defined as the volatility in the difference between the fund's returns and the returns of the benchmark index. The tracking error is calculated in accordance with industry standards, is based on monthly data and refers to the most recent 24 months. A higher deviation in returns from the benchmark index in general gives a higher tracking error. The level of the tracking error differs between different types of funds (index funds, rules-based leverage funds and rules-based generation funds) and fund categories (equities, fixed income commodities), given that the risk levels of the underlying markets differ. There is a table under the heading *The fund's management, activity level and returns* for each individual fund (with some exceptions) that shows the fund's returns and tracking error for the most recent ten years or, if the fund has been in existence for a shorter period, from the time the fund was launched (if the fund has existed for more than two years). It should be noted that since the fund management is rules-based and aims to have limited deviations from the benchmark index, the returns will deviate significantly less over time from the index than what is the case for non-rules based management (active management).

Remuneration to employees at Handelsbanken Fonder AB

The principles for the Management Company's remuneration system are established in a remuneration policy that has been approved by the Board of Directors of the Management Company. The remuneration policy of the Management Company is based on the policy applicable to the Group but is adjusted to the specific activities carried out within the Management Company. The Management Company's Board of Directors has appointed a Remuneration Committee that is responsible for preparing information to make decisions regarding remuneration. The Remuneration Committee consists of the Board members Lars Seiz (Committee Chair) and Helen Fasth Gillstedt. The Remuneration Committee meets a minimum of three times each year. The Management Company's remuneration policy is reviewed annually or as needed.
The Management Company's low risk tolerance has dominated the work in developing the policy for remuneration. The Chief Executive Officer and affected senior managers within the Management Company are responsible for identifying, evaluating and limiting remuneration risks, as well as proposing the structure of the remuneration system in line with the Management Company's view on risks and sustainability. The Risk Control and Compliance functions are responsible for identifying, monitoring, analyzing and reporting significant risks with the remuneration system.

Variable compensation

Variable compensation is paid within the Management Company only when such remuneration is an established market practice and necessary to attain the objectives of the Management Company's activities. Variable compensation shall not be paid to anyone within the Management Company's executive management. The Heads and employees within the Risk Control and Compliance functions shall only be paid fixed compensation. This also applies to employees working within the staff and fund administration functions. Portfolio managers of actively-managed equity and fixed income funds are the only personnel category eligible to receive variable compensation.

The variable compensation principles adopted by the Management Company are set for the purpose of reflecting the Management Company's risk tolerance, shall counteract excessive risk-taking and be consistent with the current risk profiles of the funds, the fund rules, the discretionary mandate, as well as the internal and external rules.

Variable compensation within the Management Company is based on the Group's model for wage setting and the salary-based factors. In addition to the salary-based factors, there are also business-specific factors, and particular emphasis is placed on sound risk-taking, observing good order and being in compliance. The evaluation of the allocation of variable compensation shall be based on the results and performance of the Management Company and the individual employee during the evaluation period.

All employees covered by variable compensation are classified as Risk-takers and are covered by the rules for deferment of remuneration.

Variable compensation consists only of fund units. Employees entitled to remuneration receive one-half of the variable compensation in fund units in the funds in which the employee manages (weighted equally if the employee manages several funds) and one-half in fund units in a number of funds that represent the total fund management in the Management Company.

The parameters that are the basis for the decision on the size of the deferred portion of the variable compensation are based on the risks in the business operations and the size of the variable compensation. The Management Company defers up to 40-60 percent over a minimum of three years. In accordance with the Management Company's policy, an employee's variable compensation may not exceed 100% of the fixed compensation. The established rules for the deferral of variable compensation apply to all employees and managers. An assessment is conducted annually during the deferral period to determine whether the compensation shall be adjusted downward or discontinued in its entirety. The discontinuation or downward adjustment of deferred variable compensation will occur in the event that losses, increased risks or costs arise during the deferral period. This includes, for example, the employee's compliance with external and internal rules and regulations. The discontinuation or downward adjustment shall also occur in the event that a payment is deemed to be unjustifiable given the Management Company's financial situation or in the event the Central Board has made a recommendation for a discontinuation or downward adjustment of the deferred variable compensation.

The deferred variable compensation, as well as the portion of the non-deferred variable compensation, are subject to a retention period of one year. No assessments for a downward adjustment or discontinuation are made during the retention period. The ownership rights to the fund units are transferred to the employee entitled to remuneration after the completion of the retention period.

Additional information about remuneration to employees at Handelsbanken Fonder and the applicable remuneration policy is available on the Management Company's website. A hard copy of this information can be obtained upon request.

Managed funds

The funds managed by the Management Company are provided on the pages that follow. The introductory section refers to actively- and passively-managed funds. Following the list, the passive funds include a description of the investment focus, the types of assets in which the fund invests, the use of derivatives and associated risks, fees paid as well as the fund's risk profile and target group. Where applicable, there is also a report of the fund's share classes, information on the use of techniques and instruments in asset management and security management as well as information on the index the fund intends to emulate. Historical fund performance is presented in the fact sheet for each fund and is provided as an attachment to this Information Brochure. The majority of the information provided is obtained from the fund rules and fact sheet sections of this Information Brochure. Fund-specific information for the Management Company's actively-managed funds is available in the information brochure, *Information brochure for Handelsbanken Fonder – active management*.

Actively-managed funds

AstraZeneca Allemansfond

Handelsbanken Aktiv 100

Handelsbanken Aktiv 30

Handelsbanken Aktiv 50

Handelsbanken Aktiv 70

Handelsbanken Amerika Småbolag Tema

Handelsbanken Amerika Tema

Handelsbanken Asien Tema

Handelsbanken Brasilien Tema

Handelsbanken EMEA Tema

Handelsbanken Euro Corporate Bond Fund

Handelsbanken Euro Obligation

Handelsbanken Euro Ränta

Handelsbanken Europa Selektiv

Handelsbanken Europa Småbolag

Handelsbanken Finland Småbolag

Handelsbanken Flexibel Ränta

Handelsbanken Företagsobligation

Handelsbanken Företagsobligation Investment Grade

Handelsbanken Företagsobligation Investment Grade (NOK)

Handelsbanken Global Selektiv

Handelsbanken Global Tema

Handelsbanken Hållbar Energi

Handelsbanken Hållbar Global Obligation

Handelsbanken Hälsovård Tema

Handelsbanken Høyrente

Handelsbanken Institutionell Korträntа

Handelsbanken Japan Tema

Handelsbanken Kapitalförvaltning 25

Handelsbanken Kapitalförvaltning 50

Handelsbanken Kapitalförvaltning 75

Handelsbanken Kina Tema

Handelsbanken Kort Rente Norge

Handelsbanken Korträntа

Handelsbanken Korträntа SEK

Handelsbanken Kreditt

Handelsbanken Latinamerika Tema

Handelsbanken Långränta

Handelsbanken Microcap Norden

Handelsbanken Microcap Sverige

Handelsbanken Multi Asset 100
Handelsbanken Multi Asset 120
Handelsbanken Multi Asset 15
Handelsbanken Multi Asset 25
Handelsbanken Multi Asset 40
Handelsbanken Multi Asset 50
Handelsbanken Multi Asset 60
Handelsbanken Multi Asset 75
Handelsbanken Norden Selektiv
Handelsbanken Norden Tema
Handelsbanken Nordiska Småbolag
Handelsbanken Norge
Handelsbanken Obligasjon
Handelsbanken Pension 50 Aktiv
Handelsbanken Pension 60 Aktiv
Handelsbanken Pension 70 Aktiv
Handelsbanken Pension 80 Aktiv
Handelsbanken Pension 90 Aktiv
Handelsbanken Ränteavkastning
Handelsbanken Räntestrategi
Handelsbanken Räntestrategi Plus
Handelsbanken Stiftelsefond
Handelsbanken Svenska Småbolag
Handelsbanken Sverige Selektiv
Handelsbanken Sverige Tema
Handelsbanken Tillväxtmarknad Obligation
Handelsbanken Tillväxtmarknad Tema

Passively-managed funds

Handelsbanken Auto 100 Criteria
Handelsbanken Auto 25 Criteria
Handelsbanken Auto 50 Criteria
Handelsbanken Auto 75 Criteria
Handelsbanken Emerging Markets Index
Handelsbanken Europa Index Criteria
Handelsbanken Global Dynamisk 90

Handelsbanken Global High Dividend Low Volatility Criteria

Handelsbanken Global Index Criteria

Handelsbanken Global Momentum

Handelsbanken Global Småbolag Index Criteria

Handelsbanken Norden Index Criteria

Handelsbanken Norge Index

Handelsbanken Pension 40

Handelsbanken Pension 50

Handelsbanken Pension 60

Handelsbanken Pension 70

Handelsbanken Pension 80

Handelsbanken Pension 90

Handelsbanken Realränta

Handelsbanken Sverige 100 Index Criteria

Handelsbanken Sverige Index Criteria

Handelsbanken USA Index Criteria

XACT BEAR (ETF)

XACT BEAR 2 (ETF)

XACT BULL (ETF)

XACT BULL 2 (ETF)

XACT Norden (UCITS ETF)

XACT Nordic High Dividend Low Volatility (UCITS ETF)

XACT Obligation (UCITS ETF)

XACT OBX (UCITS ETF)

XACT OBX BEAR (UCITS ETF)

XACT OBX BULL (UCITS ETF)

XACT OMXC25 (UCITS ETF)

XACT OMXS30 (UCITS ETF)

XACT SVENSKA SMÅBOLAG (UCITS ETF)

XACT SVERIGE (UCITS ETF)

Handelsbanken Global Dynamisk 90

Investment focus and types of assets

The fund is a fund that has the objective of offer*ing* exposure to the global capital markets. Through the use of a dynamic asset management model, the fund strives to continuously maximize the allocation to risk-bearing assets given the prevailing protective floor as well as the current volatility in the risk-bearing assets in which the fund is invested at any time.
The fund is a securities fund (UCITS) that may invest in the following types of assets:

- in transferable securities,
- in money market instruments,
- in derivative instruments,
- in fund units and
- in an account at a credit institution.

The dynamic asset management model provides that a continuous allocation occurs between “risk-bearing assets” and “other assets”, by which the fund aims to benefit from the upturns in the global capital markets, while limiting possible downturns. “Other assets” refer to investments in an account at a credit institution, treasury bills, money market funds and other short-term fixed income funds. “Risk-bearing assets” refers to all other permitted assets in the fund, and primarily equities, bonds and mutual funds. The interest-bearing and fixed income related financial instruments in which the fund invests shall have a minimum credit rating of BBB- according to Standard & Poor's or Baa3 according to Moody's. The fund’s assets may also invest in interest-bearing and fixed income related financial instruments that lack an official credit rating where the Management Company has made its own judgment of credit worthiness and considers it as having an equivalent credit quality. The fund’s entire exposure can consist of exposure to risk-bearing assets. The fund’s investments shall occur without taking the geographic areas, branches or sectors into consideration.

The dynamic asset management model provides that a protective floor is set at the beginning of each year equivalent to 90 percent of the fund’s value (Net Asset Value, NAV) as per the year-end of the preceding year. This protective floor shall apply during the current year. However, the asset management model and the establishment of a protective floor does not constitute a guarantee for returns, growth or capital protection, and shall be viewed as a rules-based approach to reduce the risk for losses in the fund. The fund’s allocation to risk-bearing assets is adjusted continuously based on the dynamic asset management model, which is built on the difference between the current NAV and the applicable protective floor as well as an assumption of the maximum decline in one day of the fund’s risk-bearing assets (EMV). The expected EMV is determined by the volatility in the risk-bearing assets in which the fund’s investments occur at any time. The fund manager may change the allocation between risk-bearing assets and other assets at any time in accordance with the asset management model.

The proportion of risk-bearing assets in the fund will be determined by the current market situation. The proportion of risk-bearing assets will be decreased in declining capital markets, while the proportion of other assets will be increased, and vice versa.

The fund may use derivative instruments, including OTC derivatives as part of the fund’s investment focus. The underlying assets to derivative instruments may consist of or be related to such assets as referred to in Chapter 5, §1, paragraph 2, first sentence of the Swedish Investment Funds Act, a financial index, interest rates, exchange rates, or foreign currencies.

The fund may invest in such transferable securities and money market instruments as referred to in Chapter 5, §5 of the Swedish Investment Funds Act.

The fund may use such techniques and instruments as designated in Chapter 25, §21 of the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds to increase returns and create leveraging in the fund.

Sustainability requirements

The fund may not invest in:

- companies involved in banned weapons (cluster munitions, anti-personnel mines, biological and chemical weapons),
- companies involved in nuclear weapons,
- companies that produce tobacco products, pornography or explore, alternatively extract, tar sands,
- companies in which the turnover from distribution of tobacco products or pornography exceed 5%, and
- companies in which the turnover from production or distribution of war materials, alcohol, commercial gambling, cannabis or fossil fuels exceed 5%.

The fund also avoids investments in companies with systematic violations of international norms and conventions relating to such areas as human rights, work conditions, corruption and the environment.

The fund also includes companies based on sustainability ratings from external providers. A minimum of 75% of the value of the share of equities shall be invested in companies with high sustainability ratings.

A summary of the sustainability work in the fund is provided under the "*Sustainability information*" section below. All of the sustainability requirements stated are also available in the fund's sustainability profile on the Management Company's website, www.handelsbanken.se/funds and at www.hallbarhetsprofilen.se.

Refer to the general section of the Information Brochure for general information about the Management Company's work with responsible investments, etc.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The above section "*Techniques and instruments (securities lending) and management of collateral"* contains a description of: the reason for the loan; which assets are subject to lending; the scope of the loan (maximum and expected); which counterparties the fund lends to, including terms; potential conflicts of interest; risk and risk management around lending; and how revenue from lending affects the fund's return.

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending) and management of collateral"*.

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc."* Dividends are distributed in the B share classes. Normally, the dividends are paid out in March. The goal is to annually distribute between 2 and 3% of the unit value by year-end. The Management Company determines whether a dividend is to be paid. Detailed information about the basis for dividend payments is contained in the fund rules.

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share classes	A1 SEK	A9 SEK	B1 SEK
Fees %	0.8	0.4	0.8

The fund is compensated in full for the fixed management fees and performance-based fees in underlying funds managed by the Handelsbanken Group. The fund is not compensated for fees in the underlying funds when units in funds are issued by companies external to the Handelsbanken Group.

In addition, there is a limit to the types of fees that may be charged for the fund to invest any of its assets in an underlying fund. A maximum fixed annual fee of 3% may be charged for the management of the underlying funds in which the fund invests its assets. Any performance-based management fee for the underlying funds may not exceed 30% of the excess returns relative to each fund's benchmark (index or the equivalent) during each measurement period.

There are no subscription or redemption fees charged to the fund for investments in underlying funds.

The fund's management, activity level and returns

The activity level in a fund can be calculated by using the tracking error measurement. A description of tracking error is provided in the above section *Tracking error*.

The fund's returns are shown in the table below.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	27.00	-5.70	6.09	-	-	-	-	-	-	-	-
Tracking Error 2 yrs., %	-	-	-	-	-	-	-	-	-	-	-

This fund does not have a relevant benchmark index and therefore does not show any activity level. The fund is managed with a dynamic management model (described above under the heading *Investment focus and types of assets*) where it is not known what the future allocation will be between "risk-bearing assets" and "other assets". Over time, the fund's risk can vary between high and low risk, given that the asset management model can generate different results under shifting market fluctuations. Thus, it is not possible to define a relevant benchmark index in advance.

Risk profile of fund

The fund is a mixed fund that is normally associated with a moderately high risk in the investments. The risk in the fund is due to the fund's allocation between "risk-bearing assets" and "other assets". An investment in equities, equity funds and alternative investments can be associated with high risk and can vary significantly over time. An investment in interest-bearing securities or a fixed income fund is associated with interest rate risk, which means that when the general interest rate level rises, the value of the interest-bearing securities declines and has a negative impact on the fund's returns. A fund that invests in interest-bearing instruments with long residual fixed interest duration has a higher risk than a fund that invests in interest-bearing instruments with a shorter residual fixed interest duration. The fixed interest duration in the holdings can vary significantly over time. The fund may concentrate its investments by region and sector. Given that the fund's investments are made in foreign securities denominated in currencies other than the fund's base currency, an investment in the fund is exposed to currency risk.

Investments in interest-bearing securities have a credit risk, given that the fund may incur a loss due to the inability of an issuer to comply with its obligations. The credit risk is higher when the fund's share of assets in interest-bearing securities issued by companies or states with lower credit quality increases. The fund may invest in derivatives and does this with the aim of protecting the value of the

fund's underlying assets, to maintain the desired level of risk in the fund portfolio or to minimize management costs.

Target group of the fund

The fund is suitable for the investor who would like to invest in the global markets. The fund is most appropriate for an investor who has an investment horizon of 5 years or more and is prepared to take a slightly higher risk.

☒ Sustainability dimensions are taken into consideration in the management of the fund.
☐ Sustainability dimensions are not taken into consideration in the management of the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☒ Inclusion

☐ Sustainability dimensions are key to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☒ The fund manager takes sustainability into consideration. Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: The companies in the fund's equity portion are selected through a quantitative process based on the company's sustainability rating. The sustainability rating is obtained from external providers. A minimum of 75% of the fund's equity portion shall be invested in companies with high sustainability ratings. The fund's equity portion varies over time between 0-100% depending on the current protective floor and volatility.

☐ Other inclusionary methods used by the fund.

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%

☒ Chemical and biological weapons
Management Company's comments: 0%

☒ Nuclear weapons
Management Company's comments: 0%

☒ Weapons and/or war materials
Management Company's comments: -

☒ Alcohol
Management Company's comments:

☒ Tobacco
Management Company's comments: 0% production, 5% distribution

☒ Commercial gambling activities -
Management Company's comments: -

☒ Pornography
Management Company's comments: 0% production, 5% distribution

☒ Fossil fuels (oil, gas, coal)
Management Company's comments: Tar sands, 0%

☒ Coal
Management Company's comments: -

☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ The fund avoids investing in all companies identified as failing to comply with international norms.

☒ Management Company Engagement

The Management Company exercises its investor influence to affect change in companies with regard to sustainability issues.
The Management Company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: We participate in a number of international initiatives relating to various sustainability matters where we see that we can make significant progress through a mutual dialogue.

☒ Investor influence through external service providers/consultants
Management Company's comments: Together with other capital owners/investors, we participate in mutual dialogues with companies through our service provider ISS ESG. Coordinating efforts in this manner is a strength and sends clear signals to the company that we expect the issues to be taken seriously and that a change must occur. The basis for these dialogues is suspected or verified breaches of international norms and conventions and focus primarily on principle areas of the UNGC: human rights, employee rights, labor practices, environment and anti-corruption.

☒ Voting at Annual General Meetings

Handelsbanken Global Momentum

Investment focus and types of assets

The fund is rules-based and its objective is to offer exposure to companies in the global equity markets that demonstrate a positive risk-adjusted momentum. Investments in the fund are selected through a quantitative management model, whereby the companies in the fund's investment universe are assessed based on a weighted rating relating to the company's risk-adjusted momentum for 6 and 12 months, respectively. Based on this rating, approximately 200 companies are selected in an optimization process in which portfolio characteristics are taken into account, such as active weighting in sectors, weighting in individual companies, turnover and, in some cases, sustainability factors. The fund's included exposure is normally rebalanced semi-annually. However, the fund manager may choose to rebalance the fund more frequently during substantial increases in market volatility, for example.

The fund is a securities fund (UCITS) that may invest in the following types of assets:

- in transferable securities,
- in money market instruments,
- in derivative instruments,
- in fund units and
- in an account at a credit institution.

The fund may use derivative instruments, including OTC derivatives, as part of the fund's investment focus. The underlying assets to derivative instruments may consist of or be related to such assets as referred to in Chapter 5, §1, paragraph 2, first sentence of the Swedish Investment Funds Act, a financial index, interest rates, exchange rates, or foreign currencies.

The fund may invest in such transferable securities and money market instruments as referred to in Chapter 5, §5 of the Swedish Investment Funds Act.

The fund may use such techniques and instruments as designated in Chapter 25, §21 of the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds to increase returns and create leveraging in the fund.

Sustainability requirements

The sustainability requirements provide for the fund's exclusion of investments in a number of controversial sectors and the exclusion of companies regarded as contravening international norms and conventions related to human rights, work conditions, corruption and the environment. This provision is based on the 10 principles of the voluntary UN initiative, Global Compact.

In addition, the fund takes a restrictive position as follows: The fund does not invest in securities issued by companies with turnover derived from the distribution of tobacco and pornography that exceeds 5% and has zero tolerance with regard to production within these segments. Further, the fund does not invest in companies with turnover derived from the production and/or distribution of alcohol, cannabis, commercial gambling, weapons and war materials or fossil fuels that exceeds 5%. With regard to services related to these business activities, the maximum limit is 50%. Services refer to marketing, key components, raw materials, machinery and technical equipment, technology, IT and support services. An example of a company with services in a segment falling within the scope of the sustainability requirements would be a company that manufactures carton packaging that is then used to package alcohol. Exceptions to the limits mentioned above may occur, refer below under the section "*Transition companies*".

Area	Maximum turnover	
	production	distribution
Banned weapons*	0%	0%
Nuclear weapons	0%	0%
Weapon and war materials	5%	5%
Alcohol	5%	5%
Tobacco	0%	5%
Cannabis	5%	5%
Pornography	0%	5%
Commercial gambling	5%	5%
Fossil fuels - mining (oil, gas and coal)	5%	5%
Fossil fuels – power generation (oil, gas and coal)	5%**	5%**
Tar sands	0%	-

* Cluster bombs, personnel mines, chemical and biological weapons.
** Refer below to the exceptions in the section "Transition companies".

Fund management may use ETFs and futures that are not analyzed from a sustainability perspective to a maximum of 3 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the funds.

Transition companies

The limits stated in the table above do not apply to so-called transition companies involved in power generation and the transmission of fossil fuels. Transition companies refer to companies that have been considered by the Management Company's sustainability committee as those that are in the process of transitioning business activities in a manner that is expected to contribute to, rather than counteract, the attainment of one or several of the 17 Sustainable Development Goals. The company's transition rate is assessed based on the following aspects: that the company's business activities do not consist primarily of fossil power generation, that the company's current investment rate supports the transition from fossil to renewable energy, and that the company's anticipated development of business activities is consistent with a maximum global warming of 2˚C.

A summary of the fund's sustainability efforts is provided below in the section "Sustainability information". All of the stated sustainability requirements are also available in the fund's sustainability profile, which is available on the Management Company's website, www.handelsbanken.se/fonder and at www.hallbarhetsprofilen.se.

Refer to the general information section of the Prospectus for general information about the Management Company's work with responsible investments.

The fund's management, activity level and returns

The fund is a rules-based quantitatively-managed fund. Rules-based management implies that the fund manager follows a clearly defined quantitative model for the selection and weighting of companies in the fund. The fund's benchmark index is Solactive ISS ESG Developed Markets Index. The benchmark index is relevant as it reflects the fund's fundamental investment universe that is used as the basis for the fund management model. The fund's tracking error (refer below) is expected to be relatively high against the index as a result of the quantitative model's guidance factors and the fact that the fund may invest in companies not included in the index if the requirements for a transition company are met pursuant to the definition above.

Given that the fund was launched in February 2021, and thereby has existed for less than 24 months, information regarding the fund's returns and tracking error is not yet available. A description of tracking error is provided above in the section *Tracking error*.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The above section "*Techniques and instruments (securities lending) and management of collateral*" contains a description of: the reason for the loan; which assets are subject to lending; the scope of the loan (maximum and expected); which counterparties the fund lends to, including terms; potential conflicts of interest; risk and risk management around lending; and how revenue from lending affects the fund's return.

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.* Dividends are distributed in the B share classes. Dividends are normally paid in March. The objective is to annually pay 3.5% of the unit's value as of the most recent year-end. The Management Company determines whether a dividend is to be paid. Detailed information about the basis for the distribution is provided in the fund rules.

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments are paid out of the fund's assets.

Share classes	**A1 SEK**	**A1 EUR**	**A1 NOK**	**A9 SEK**	**A9 EUR**	**A9 NOK**	**B1 SEK**	**B1 EUR**
Fees %	0.6	0.6	0.6	0.3	0.3	0.3	0.6	0.6

Risk profile of fund

An investment in an equity fund is characterized by high risk as well as by the potential for high returns. As a result, the value of the fund can fluctuate significantly over time. The investments in the fund are normally made globally and are distributed across a number of markets and sectors to obtain a good diversification that contributes to reducing the fund's risk. Given that the fund's investments occur in foreign equities denominated in a currency other than the fund's base currency, an investment in the fund is associated with currency risk. Given that the fund consists of different share classes, changes in exchange rates can result in differences in the risk classification between the share classes depending on the currency in which the share class is traded. The fund may invest in derivatives and does this to protect the value of the fund's underlying assets, to maintain the desired risk level in the fund portfolio or to minimize fund management costs. The volume of trading is limited where appropriate and is expected to have a marginal impact on the fund's risk profile.

Target group of the fund

The fund is suitable for the investor who would like to invest in the global markets. The fund is most appropriate for an investor who has an investment horizon of 5 years or more and is prepared to take a higher risk.

☒ Sustainability dimensions are taken into consideration in the management of the fund.

☐ Sustainability dimensions are not taken into consideration in the management of the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).

☒ Social aspects (e.g., human rights, employee rights and equal opportunity).

☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).

☐ Other sustainability dimensions.

Methods used in sustainability efforts

☒ Inclusion

☐ Sustainability dimensions are key to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☒ The fund manager takes sustainability into consideration.
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -
Other

☐ Other inclusionary methods used by the fund.

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%

☒ Chemical and biological weapons
Management Company's comments: 0%

☒ Nuclear weapons
Management Company's comments: 0%

☒ Weapons and/or war materials
Management Company's comments: -

☒ Alcohol
Management Company's comments: -

☒ Tobacco
Management Company's comments: 0% production, 5% distribution

☒ Commercial gambling
Management Company's comments: -

☒ Pornography
Management Company's comments: 0% production, 5% distribution

☒ Fossil fuels (oil, gas, coal)
Management Company's comments: The fund excludes companies with business activities within production and/or distribution linked to the extraction of fossil fuels. The fund takes a restrictive position on services related to these business activities. The fund also takes a restrictive position regarding companies involved in power generation and transmission from fossil fuels. Additional information about investing in transition companies is available in the section "Transition companies".

☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ The fund avoids investing in all companies identified as failing to comply with international norms.

☒ Management Company Engagement

The fund management company exercises its investor influence to affect change in companies with regard to sustainability issues.
The fund management company has a dialogue with companies in order to influence them in a more sustainable direction

☒ Investor influence in collaboration with other investors
Management Company's comments: We participate in a number of international initiatives relating to various sustainability matters where we see that we can make significant progress through a mutual dialogue.

☒ Investor influence through external service providers/consultants
Management Company's comments: Together with other capital owners/investors, we participate in mutual dialogues with companies through our service provider ISS ESG. Coordinating efforts in this manner is a strength and sends clear signals to the company that we expect the issues to be taken seriously and that a change must occur. The basis for these dialogues is suspected or verified breaches of international norms and conventions and focus primarily on principle areas of the UNGC: human rights, employee rights, labor

☒ Voting at Annual General Meetings
Management Company's comments: -

☒ Participation in nomination committees to impact the composition of the Board of Directors
Management Company's comments: We participate in the nomination committees for which we are qualified, which in general are the companies where we are among the 3-5 largest shareholders.
Shareholder involvement in the work of the nomination committee is primarily a Swedish/Nordic issue.

Handelsbanken Emerging Markets Index

Investment focus and types of assets

The fund is an index fund that tracks the Solactive ISS ESG Screened Emerging Markets Index with the aim of reflecting the performance of companies in emerging markets, excluding those companies that do not meet the sustainability requirements of the index (refer to the heading Sustainability requirements in the index for information regarding the sustainability requirements).

The index will be replicated through optimized (sample-based) physical replication, which means that the fund invests directly in the majority of the equities included in the index. Tracking error (deviations from index, refer above in the section *Tracking error* for a more detailed explanation, as well as below under the heading *The fund's management, activity level and returns*) is expected to be less than 0.5% under normal market conditions. The management fee, as well as customer flows, index rebalancing and corporate events result in transaction costs for the fund, which are not present in the index. These are the main factors that impact the fund's ability to replicate the index. The index is revised four times annually. The index is reinvested, i.e., distributions paid for equities included in the index are reinvested in the index after tax adjustments. Further information about the index is available at https://www.solactive.com/indices/. Additional information about the current composition of the index as well as the method for weighting and rebalancing is also available on this website.

The fund is a securities fund (UCITS). The fund is also an index fund that may invest in the following types of assets in accordance with Chapter 5, §7 in the Swedish Investment Funds Act:

- in transferable securities,
- in money market instruments,
- in derivative instruments,
- in fund units (to a maximum of 10% of fund capital) and
- in an account at a credit institution.

The fund may use derivative instruments, including OTC derivatives, as part of the fund's investment focus. The underlying assets to derivative instruments may consist of or be related to such assets as referred to in Chapter 5, §1, paragraph 2, first sentence of the Swedish Investment Funds Act, a financial index, interest rates, exchange rates, or foreign currencies.

The fund may invest in such transferable securities and money market instruments as referred to in Chapter 5, §5 of the Swedish Investment Funds Act.

The fund may use such techniques and instruments as designated in Chapter 25, §21 of the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds to increase returns and create leveraging in the fund.

Sustainability requirements in the index

The Solactive ISS ESG Screened Emerging Markets Index is calculated by Solactive AG in collaboration with ISS ESG. The companies that do not meet the requirements for sustainability and responsible investments are excluded from the index. The excluded companies are those that are involved in banned weapons or systematic violations of international norms regarding the environment, human rights, employee rights or anti-corruption. Limits are set for certain business operations with regard to the proportion of a company's turnover that may be related to the production/distribution associated with the business operations concerned. In certain cases, a distinction is also made between production and distribution. Those business operations included and the applicable turnover limits are provided in the table below.

Note that companies excluded in the index due to confirmed violations of international norms are not included in the table as the exclusion of these companies from the index is not attributable to the

production/distribution of products or services. All of the stated sustainability requirements are also available in the fund's sustainability profile, which is provided on the Management Company's website, www.handelsbanken.se/funds and at www.hallbarhetsprofilen.se.

Refer to the general information section of the Information Brochure for general information about the Management Company's work with responsible investments.

Area	Maximum turnover		Comments
	production	distribution	
Banned weapons*	0%	0%	
Nuclear weapons **	0%	0%	
Weapons and war materials***	5%	5%	
Alcohol***	5%	5%	
Tobacco ***	0%	5%	A limit of 0% applies to production of tobacco
Pornography	0%	5%	A limit of 0% applies to production of pornography
Commercial gambling***	5%	5%	
Fossil fuels***	5%	5%	A limit of 0% applies to production and mining of tar sands
Cannabis***	5%	5%	

* Cluster weapons, anti-personnel mines, chemical and biological weapons.
** as well as depleted uranium
*** A limit of 50% of turnover is applied to services (e.g., marketing, key components, raw materials, machinery and technical equipment, technology, IT and support services, etc.) within or to this area. An example of a company with services to this area that is covered by the sustainability requirements is a company that manufactures cardboard cartons for the use of packaging alcohol.

To attain exposure to underlying markets as well as to manage liquidity in the fund in a simple and cost-effective manner, the fund may invest in derivative instruments and exchange-traded funds (ETFs) that do not meet the sustainability requirements stated above (however, up to a maximum of 5 percent of the fund's value and taking into consideration the limits for investments in fund units stated in the fund rules). As a result, if the derivative instruments or ETFs are screened, there could be individual companies that would have been excluded in the index whose performance is tracked by the fund.

Additional information about the sustainability dimensions taken into consideration in fund management and the methods used in the sustainability work are provided below. The sustainability requirements stated in the index are also provided in the sustainability profile of the fund, which is available at the Management Company's website, www.handelsbanken.se/funds and www.hallbarhetsprofilen.se.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The above section "*Techniques and instruments (securities lending) and management of collateral*" contains a description of: the reason for the loan; which assets are subject to lending; the scope of the loan (maximum and expected); which counterparties the fund lends to, including terms; potential conflicts of interest; risk and risk management around lending; and how revenue from lending affects the fund's return.

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they

are valued, refer to the general section under "*Techniques and instruments (securities lending) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*" Dividends are distributed in the B share classes. Normally, the dividends are paid out in March. The goal is to annually distribute between 2.5 and 3.5% of the unit value by year-end. The Management Company determines whether a dividend is to be paid. Detailed information about the basis for dividend payments is contained in the fund rules.

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments are paid out of the fund's assets.

Share classes	A1 SEK	A1 EUR	A1 NOK	A9 SEK	A9 EUR	A9 NOK	B1 SEK	B1 EUR
Fees %	0.6	0.6	0.6	0.2	0.2	0.2	0.6	0.6

The fund's management, activity level and returns

This fund is an index fund that tracks the Solactive ISS ESG Screened Emerging Markets Index with the purpose of generating returns over time that correspond as closely as possible to the returns of the index. Given that the fund is an index fund, Solactive ISS ESG Screened Emerging Markets Index represents the fund's benchmark index in the description of the activity level as indicated below.

The fund strives to keep deviations from the index as low as possible (for information on projected tracking error under normal market conditions, refer above under the heading *Investment focus and types of assets)*. The index will be replicated through optimized (sample-based) physical replication, which means that the fund invests directly in the majority of the equities included in the index. Management fees, customer flows, index rebalancing and company events result in fees and transaction costs for the fund. However, these costs are not charged to the index. The above factors result in fewer deviations from the index.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	23.49	-9.48	22.52	18.64	-8.91	17.72	-	-	-	-	-
Tracking error 2 yrs., %	0.41	0.37	0.33	0.59	0.56	-	-	-	-	-	-

The information refers to the A1 SEK share class (the differences in tracking error between the classes are insignificant).

The fund's active risk is in line with the expected results for the management of the fund.

Risk profile of fund

An investment in an equity fund is characterized by high risk as well as by the potential for high returns. As a result, the value of the fund can fluctuate significantly over time. The fund's investments are concentrated geographically to equities issued by companies in Asia, including the Middle East, Latin America, Africa and Eastern Europe. As a result, risks in the fund are normally higher than for an investment in a diversified global equity fund that distributes its investments over several regions. However, the fund's investments are made in companies in several sectors or branches, which reduces the risk in the fund over time. Given that fund investments are made in foreign equities denominated in currencies other than the fund's base currency, fund investments are associated with currency risk. Given that the fund consists of different share classes, changes in exchange rates can

result in differences in the risk classification between different share classes depending upon which currency the share class is traded. The fund's liquidity risk is deemed to be moderately high due to the fund's size in relation to the size or turnover of the markets and securities in which the fund invests. This can impact the fund's ability to execute the purchase and sale of securities under stressful market conditions. The fund may invest in derivatives and does this to protect the value of the fund's underlying assets, to maintain the desired risk level in the fund portfolio or to minimize fund management costs. The volume of trading is limited where appropriate and is expected to have a marginal impact on the fund's risk profile. Investments in emerging markets can result in an increased exposure to operative risks such as the risk of unforeseen political decisions, shortcomings in the financial infrastructure or weaknesses in the securities regulations of the country or region. Operative risks can negatively impact the fund's performance and value if they materialize.

Target group of the fund

The fund is suitable for the investor who would like to invest in emerging markets worldwide. The fund is most appropriate for an investor who has an investment horizon of 5 years or more and is prepared to take a slightly higher risk.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has established a plan that describes those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. Unit holders are protected by the review of the amended fund rules that is conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☒ Sustainability dimensions are taken into consideration in the management of the fund.

☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund is an index fund and its objective is to track the performance of the Solactive ISS ESG Screened Emerging Markets Index. The index excludes companies in accordance with the criteria below. The fund may use ETFs and futures that are not analyzed from a sustainability perspective in its fund management up to a maximum of 5 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).

☒ Social aspects (e.g., human rights, employee rights and equal opportunity).

☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).

☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are key to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration. Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -
Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%

☒ Chemical and biological weapons
Management Company's comments: 0%

☒ Nuclear weapons
Management Company's comments: 0%

☒ Weapons and/or war materials
Management Company's comments: -
Alcohol
Management Company's comments: -

☒ Tobacco
Management Company's comments: 0% production, 5% distribution

☒ Commercial gambling
Management Company's comments: -

☒ Pornography
Management Company's comments: 0% production, 5% distribution

☒ Fossil fuels (oil, gas, coal)
Management Company's comments: Production and mining of tar sands, 0%

☒ Coal
Management Company's comments: -

☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ The fund avoids investing in all companies identified as failing to comply with international norms.
Management Company's comments: -

☒ Management Company Engagement

The fund management company exercises its investor influence to affect change in companies with regard to sustainability issues.
The fund management company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: We participate in a number of international initiatives relating to various sustainability matters where we see that we can make significant progress through a mutual dialogue.

☒ Investor influence through external service providers/consultants
Management Company's comments: Together with other capital owners/investors, we participate in mutual dialogues with companies through our service provider ISS ESG. Coordinating efforts in this manner is a strength and sends clear signals to the company that we expect the issues to be taken seriously and that a change must occur. The basis for these dialogues is suspected or verified breaches of international norms and conventions and focus primarily on principle areas of the UNGC: human rights, employee rights, labor practices, environment and anti-corruption.

☒ Voting at Annual General Meetings
Management Company's comments: -

Handelsbanken Europa Index Criteria

Investment focus and types of assets

The fund is an index fund and its objective is to track the performance of the Solactive ISS ESG Screened Europe Index as closely as possible. The index aims to reflect the developed equity markets in Europe, excluding those companies that do not meet the sustainability requirements of the index (refer to the heading *Sustainability requirements in the index* for information regarding the sustainability requirements).

The index will be replicated through physical replication. The method selected for replication means that the fund will invest directly in those equities included in the index, i.e., full replication. Tracking error (deviations from index, refer above in the section *Tracking error* for a more detailed explanation, as well as below under the heading *The fund's management, activity level and returns*) is expected to be less than 0.2% under normal market conditions. The management fee, as well as customer flows, index rebalancing and corporate events result in transaction costs for the fund, which are not present in the index. These are the main factors that impact the fund's ability to replicate the index. The index is market capitalization weighted and is revised and adjusted four times annually. The index is reinvested, i.e., distributions paid for equities included in the index are reinvested in the index after tax adjustments. Further information about the index is available at https://www.solactive.com/indices.

The fund is a securities fund (UCITS). The fund is also an index fund that may invest in the following types of assets in accordance with Chapter 5, §7 in the Swedish Investment Funds Act:

- in transferable securities admitted for or the subject of trade on a regulated market or equivalent market outside the EEA as well as other markets, within or outside the EEA, that are regulated and open to the general public in Europe as well as in MTFs or other similar marketplaces,
- in money market instruments,
- in derivative instruments,
- in fund units (to a total maximum of 10% of the fund capital) and
- in an account at a credit institution.

The fund may use derivative instruments (including OTC derivatives) for the purpose of maintaining the fund's investment focus. The underlying assets to derivative instruments may consist of or be related to such assets as referred to in Chapter 5, §1, paragraph 2, first sentence of the Swedish Investment Funds Act, a financial index, interest rates, exchange rates, or foreign currencies.

The fund may invest in such transferable securities and money market instruments as referred to in Chapter 5, §5 of the Swedish Investment Funds Act.

The fund may use such techniques and instruments as designated in Chapter 25, §21 of the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds to increase returns and create leveraging in the fund.

Sustainability requirements in the index

Solactive ISS ESG Screened Europe Index is calculated by Solactive AG in collaboration with ISS ESG. The companies that do not fulfil the sustainability requirements of the index are excluded from the index. The excluded companies are those that are involved in systematic violations of international norms regarding the environment, human rights, working conditions, or anti-corruption. Limits are set for certain business operations with regard to the proportion of a company's turnover that may be related to the production/distribution associated with business operations. Those business operations included and the turnover limits are provided in the table below.

Note that companies excluded in the index due to systematic violations of international norms are not included in the table as the exclusion of these companies from the index is not attributable to the production/distribution of products or services.

Area	Maximum turnover		Comments
	production	distribution	
Banned weapons*	0%	0%	
Nuclear weapons **	0%	0%	
Weapons and war materials***	5%	5%	
Alcohol***	5%	5%	
Tobacco ***	0%	5%	A limit of 0% applies to the production of tobacco
Pornography	0%	5%	A limit of 0% applies to the production of pornography
Commercial gambling***	5%	5%	
Fossil fuels***	5%	5%	A limit of 0% applies to the production and mining of tar sands
Cannabis***	5%	5%	

* Cluster weapons, anti-personnel mines, chemical and biological weapons.
** as well as depleted uranium
*** A limit of 50% of turnover is applied to services (e.g., marketing, key components, raw materials, machinery and technical equipment, technology, IT and support services, etc.) within or to this area. An example of a company with services to this area that is covered by the sustainability requirements is a company that manufactures cardboard cartons for the use of packaging alcohol.

Fund management may use ETFs and futures that are not analyzed from a sustainability perspective to a maximum of 3 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the funds.

Additional information about the sustainability dimensions taken into consideration in asset management and the methods used in the sustainability work are provided below. The sustainability requirements stated in the index are also provided in the sustainability profile of the fund, which is available at the Management Company's website, www.handelsbanken.se/funds and www.hallbarhetsprofilen.se.

Refer to the general information section of the Information Brochure for general information about the Management Company's work with responsible investments.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The reason for the loan, which assets are subject to lending, the scope of the loan (maximum and expected), which counterparties the fund lends to (including terms), potential conflicts of interest, risk and risk management around lending, and how revenue from lending affects the fund's return are described in the general section under the heading "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*" Dividends are distributed in the B share classes. Normally, the dividends are paid out during March. The goal is to annually distribute between 2.5 and 3.5% of the unit value by year-end. The Management Company determines whether a dividend is to be paid. Detailed information about the basis for dividend payments is contained in the fund rules.

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share classes	A1 SEK	A1 EUR	A1 NOK	A9 SEK	A9 EUR	A9 NOK	B1 SEK	B1 EUR
Fees %	0.2	0.2	0.2	0.1	0.1	0.1	0.2	0.2

The fund's management, activity level and returns

This fund is an index fund that tracks the Solactive ISS ESG Screened Europe Index with the purpose of generating returns over time that correspond as closely as possible to the returns of the index. Given that the fund is an index fund, Solactive ISS ESG Screened Europe Index represents the fund's benchmark index in the description of the activity level as indicated below.

The fund strives to keep deviations from the index as low as possible (for information on projected tracking error under normal market conditions, refer above under the heading *Investment focus and types of assets)*. The index will be replicated through full physical replication, which means that the fund invests directly in the equities included in the index. Management fees, customer flows, index rebalancing and company events result in fees and transaction costs for the fund. However, these costs are not charged to the index. The above factors result in fewer deviations from the index.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	33.07	-8.87	12.13	6.95	4.38	13.97	23.23	12.78	-9.55	-2.44	22.03
Tracking error 2 yrs., %	0.16	0.13	0.14	0.16	0.11	0.10	0.12	0.16	0.24	0.28	-

The information refers to the A1 SEK share class (the differences in tracking error between the classes are insignificant).

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

An investment in an equity fund is characterized by high risk as well as by the potential for high returns. As a result, the value of the fund can fluctuate significantly over time. The fund's investments are concentrated geographically to the European equity market. This results in risks that normally are higher than for an investment in a diversified global equity fund that distributes its investments over several regions. The fund's investments are made in companies in several sectors or branches, which reduces the risk in the fund. Given that fund investments are made in foreign equities denominated in currencies other than the fund's base currency, fund investments are associated with currency risk. Given that the fund consists of different share classes, changes in exchange rates can result in differences in the value and the risk classification between different share classes depending upon which currency the share class is traded. The fund may invest in derivatives and does this to protect the value of the fund's underlying assets, to maintain the desired risk level in the fund portfolio or to minimize fund management costs. The volume of trading is limited where appropriate and is expected to have a marginal impact on the fund's risk profile.

Target group of the fund

The fund is suitable for an investor who would like to invest in a broad Europe fund and has an investment horizon of 5 years or more.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has established a plan that describes those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. Unit holders are protected by the review of the amended fund rules that is conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☒ Sustainability dimensions are taken into consideration in the management of the fund.
☐ Sustainability dimensions are not taken into consideration in the management of the fund.

Management Company's comments: The fund is an index fund and its objective is to track the performance of the Solactive ISS ESG Screened Europe Index. The index excludes companies in accordance with the criteria below. The fund may use ETFs and futures that are not analyzed from a sustainability perspective in its asset management up to a maximum of 3 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration. Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -

Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%

☒ Chemical and biological weapons
Management Company's comments: 0%

☒ Nuclear weapons
Management Company's comments: 0%

☒ Weapons and/or war materials
Management Company's comments: -

Alcohol
Management Company's comments: -

☒ Tobacco
Management Company's comments: 0% production, 5% distribution

☒ Commercial gambling
Management Company's comments: -

☒ Pornography
Management Company's comments: 0% production, 5% distribution

☒ Fossil fuels (oil, gas, coal)
Management Company's comments: Production and mining of tar sands, 0%

☒ Coal
Management Company's comments: -

☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ The fund avoids investing in all companies identified as failing to comply with international norms.
Management Company's comments: -

☒ Management Company Engagement

The fund management company exercises its investor influence to affect change in companies with regard to sustainability issues.
The fund management company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: We participate in a number of international initiatives relating to various sustainability matters where we see that we can make significant progress through a mutual dialogue.

☒ Investor influence through external service providers/consultants
Management Company's comments: Together with other capital owners/investors, we participate in mutual dialogues with companies through our service provider ISS ESG. Coordinating efforts in this manner is a strength and sends clear signals to the company that we expect the issues to be taken seriously and that a change must occur. The dialogues are based on suspected or verified breaches of international norms and conventions and focus primarily on principle areas of the UNGC: human rights, employee rights, labor practices, environment and anti-corruption.

☒ Voting at Annual General Meetings
Management Company's comments: -

Handelsbanken Global Index Criteria

Investment focus and types of assets

The fund is an index fund that tracks the Solactive ISS ESG Screened Global Markets Index with the aim of generating returns over time that reflect the returns of the index as closely as possible. The purpose of the index is to reflect the performance of the global equity markets, excluding those companies that do not meet the sustainability requirements of the index (refer below to the heading *Sustainability requirements in the index* for information regarding the sustainability requirements).

The index will be replicated through optimized (sample-based) physical replication, which means that the fund invests directly in the majority of the equities included in the index. Tracking error (deviations from index, refer above in the section *Tracking error* for a more detailed explanation, as well as below under the heading *The fund's management, activity level and returns*) is expected to be less than 0.25% under normal market conditions. The management fee, as well as customer flows, index rebalancing and corporate events result in transaction costs for the fund, which are not present in the index. These are the main factors that impact the fund's ability to replicate the index. The index is revised four times annually. The index is reinvested, i.e., distributions paid for equities included in the index are reinvested in the index after tax adjustments. Further information about the index is available at https://www.solactive.com/indices/. Additional information about the current composition of the index as well as the method for weighting and rebalancing is also available on this website.

The fund is a securities fund (UCITS). The fund is also an index fund that may invest in the following types of assets in accordance with Chapter 5, §7 in the Swedish Investment Funds Act:

- in transferable securities,
- in money market instruments,
- in derivative instruments,
- in fund units (to a maximum of 10% of fund capital) and
- in an account at a credit institution.

The fund may use derivative instruments, including OTC derivatives, as part of the fund's investment focus. The underlying assets to derivative instruments may consist of or be related to such assets as referred to in Chapter 5, §1, paragraph 2, first sentence of the Swedish Investment Funds Act, a financial index, interest rates, exchange rates or foreign currencies.

The fund may invest in such transferable securities and money market instruments as referred to in Chapter 5, §5 of the Swedish Investment Funds Act.

The fund may use such techniques and instruments as designated in Chapter 25, §21 of the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds to increase returns and create leveraging in the fund.

Sustainability requirements in the index

The Solactive ISS ESG Screened Global Markets Index is calculated by Solactive AG in collaboration with ISS ESG. The companies that do not meet the requirements for sustainability and responsible investments are excluded from the index. The excluded companies are those that are involved in banned weapons or systematic violations of international norms regarding the environment, human rights, employee rights or anti-corruption. Limits are set for certain business operations with regard to the proportion of a company's turnover that may be related to the production/distribution associated with the business operations concerned. In certain cases, a distinction is also made between production and distribution. What is applicable in this regard is provided in the table below. Note that companies excluded in the index due to confirmed violations of international norms are not included in the table as the exclusion of these companies from the index is not attributable to the production/distribution of products or services.

Area	Maximum turnover production	distribution	Comments
Banned weapons*	0%	0%	
Nuclear weapons**	0%	0%	
Weapons and war materials***	5%	5%	
Alcohol***	5%	5%	
Tobacco***	0%	5%	A limit of 0% applies to the production of tobacco.
Pornography	0%	5%	A limit of 0% applies to the production of pornography.
Commercial gambling activities***	5%	5%	
Fossil fuels ***	5%	5%	A limit of 0% applies to the production and mining of tar sands
Cannabis***	5%	5%	

* Cluster weapons, anti-personnel mines, chemical and biological weapons.
** as well as depleted uranium
*** A limit of 50% of turnover is applied to services (e.g., marketing, key components, raw materials, machinery and technical equipment, technology, IT and support services, etc.) within or to this area. An example of a company with services to this area that is covered by the sustainability requirements is a company that manufactures cardboard cartons for the use of packaging alcohol.

The fund may use ETFs and futures that are not analyzed from a sustainability perspective in its fund management, up to a maximum of 3 percent of the fund's value, to manage distributions, corporate events as well as withdrawals and deposits in the funds.

Additional information about the sustainability dimensions taken into consideration in fund management and the methods used in the sustainability work are provided below. The sustainability requirements stated in the index are also provided in the sustainability profile of the fund, which is available at the Management Company's website, www.handelsbanken.se/funds and www.hallbarhetsprofilen.se.

Refer to the general information section of the Information Brochure for general information about the Management Company's work with responsible investments.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The above section "*Techniques and instruments (securities lending) and management of collateral*" contains a description of: the reason for the loan; which assets are subject to lending; the scope of the loan (maximum and expected); which counterparties the fund lends to, including terms; potential conflicts of interest; risk and risk management around lending; and how revenue from lending affects the fund's return.

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*" Dividends are distributed in the B share classes. Normally, the dividends are paid out in March. The goal is to annually distribute between 2 and 3% of the unit value by year-end. The

Management Company determines whether a dividend is to be paid. Detailed information about the basis for dividend payments is contained in the fund rules.
The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments are paid out of the fund's assets.

Share classes	A1 SEK	A1 EUR	A1 NOK	A9 SEK	A9 EUR	A9 NOK	B1 SEK	B1 EUR
Fees %	0.4	0.4	0.4	0.2	0.2	0.2	0.4	0.4

The fund's management, activity level and returns

This fund is an index fund that tracks the Solactive ISS ESG Screened Global Markets Index with the purpose of generating returns over time that correspond as closely as possible to the returns of the index. Given that the fund is an index fund, Solactive ISS ESG Screened Global Markets Index represents the fund's benchmark index in the description of the activity level as indicated below.

The fund strives to keep deviations from the index as low as possible (for information on projected tracking error under normal market conditions, refer above under the heading "*Investment focus and types of assets*"*)*. The index will be replicated through optimized (sample-based) physical replication, which means that the fund invests directly in the majority of the equities included in the index. Management fees, customer flows, index rebalancing and company events result in fees and transaction costs for the fund. However, these costs are not charged to the index. The above factors result in fewer deviations from the index.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	35.52	-1.96	13.09	13.79	4.72	27.41	24.69	9.16	-5.57	3.47	17.11
Tracking error 2 yrs., %	0.23	0.20	0.20	0.23	0.22	0.18	0.16	0.25	0.24	0.31	-

The information refers to the A1 SEK share class (the differences in tracking error between the classes are insignificant).

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

An investment in an equity fund is characterized by high risk as well as by the potential for high returns. As a result, the value of the fund can fluctuate significantly over time. The fund's investments are made globally but with some concentration in equities listed in the U.S. The fund's investments are distributed across companies in several sectors or branches, which reduces the risk in the fund. Given that investments are made in foreign equities denominated in currencies other than the fund's base currency, fund investments are associated with currency risk. Given that the fund consists of different share classes, changes in exchange rates can result in differences in the value and the risk classification between different share classes, depending upon which currency the share class is traded. The fund may invest in derivatives and does this to protect the value of the fund's underlying assets, to maintain the desired risk level in the fund portfolio or to minimize fund management costs. The volume of trading is limited where appropriate and is expected to have a marginal impact on the fund's risk profile.

Target group of the fund

The fund is suitable for the investor who would like to invest in a broad global fund. The fund is most appropriate for an investor who has an investment horizon of 5 years or more and is prepared to take a slightly higher risk.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has established a plan that describes those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. Unit holders are protected by the review of the amended fund rules that is conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☒ Sustainability dimensions are taken into consideration in the management of the fund.

☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund is an index fund and its objective is to track the performance of the Solactive ISS ESG Screened Global Markets Index. The index excludes companies in accordance with the criteria below. The fund may use ETFs and futures that are not analyzed from a sustainability perspective in its asset management up to a maximum of 3 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).

☒ Social aspects (e.g., human rights, employee rights and equal opportunity).

☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).

☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are key to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.

☐ The fund manager takes sustainability into consideration.
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Other

☐ Other inclusionary methods used by the fund.

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%

☒ Chemical and biological weapons
Management Company's comments: 0%

☒ Nuclear weapons
Management Company's comments: 0%

☒ Weapons and/or war materials
Management Company's comments: -

☒ Alcohol
Management Company's comments:

☒ Tobacco
Management Company's comments: 0% production, 5% distribution

☒ Commercial gambling activities -
Management Company's comments: -

☒ Pornography
Management Company's comments: 0% production, 5% distribution

☒ Fossil fuels (oil, gas, coal)
Management Company's comments: Production and mining of tar sands, 0%

☒ Coal
Management Company's comments: -

☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ The fund avoids investing in all companies identified as failing to comply with international norms.

☒ Management Company Engagement

The Management Company exercises its investor influence to affect change in companies with regard to sustainability issues.
The Management Company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: We participate in a number of international initiatives relating to various sustainability matters where we see that we can make significant progress through a mutual dialogue.

☒ Investor influence through external service providers/consultants
Management Company's comments: Together with other capital owners/investors, we participate in mutual dialogues with companies through our service provider ISS ESG. Coordinating efforts in this manner is a strength and sends clear signals to the company that we expect the issues to be taken seriously and that a change must occur. The basis for these dialogues is suspected or verified breaches of international norms and conventions and focus primarily on principle areas of the UNGC: human rights, employee rights, labor practices, environment and anti-corruption.

☒ Voting at Annual General Meetings
Management Company's comments: -

Handelsbanken Global High Dividend Low Volatility Criteria

Investment focus and types of assets

The fund is an index fund that tracks the performance of the Solactive ISS ESG Global High Dividend Low Volatility Index with the aim of generating returns that over time reflect the returns of the index as closely as possible.

Solactive ISS ESG Global High Dividend Low Volatility Index aims to reflect the performance of a basket of companies in the global equity markets with high dividends and low volatility that fulfil the sustainability requirements of the index. The sustainability requirements of the index provide for the exclusion of companies involved in verified violations of international norms as well as companies active within controversial sectors. Companies included in the index are those whose stock, relative to the market to which the index pertains, show high historical dividend yields and low historical volatility. The individual company's weighting in the index is determined by a mix of these parameters (with some adjustment for the corporate governance risks, refer below to the heading, *Sustainability requirements in the index*).

The index will be replicated through physical replication. The method selected for replication means that the fund will invest directly in those equities included in the index, i.e., full replication. Tracking error (deviations from index, refer above in the section *Tracking error* for a more detailed explanation, as well as below under the heading, *The fund's management, activity level and returns*) is expected to be less than 0.2% under normal market conditions. The management fee, as well as customer flows, index rebalancing and corporate events result in transaction costs for the fund, which are not present in the index. These are the main factors that impact the fund's ability to replicate the index.

The composition of the index is revised and adjusted four times each year. The index is reinvested, i.e., distributions paid out for equities included in the index are reinvested in the index, after adjustments for tax liabilities. Additional information about the index, including the current composition of the index and the method used for weighting and rebalancing is available at https://www.solactive.com/indices/.

The fund is a securities fund (UCITS). The fund is also an index fund that may invest in the following types of assets in accordance with Chapter 5, §7 in the Swedish Investment Funds Act:

- in transferable securities,
- in money market instruments,
- in derivative instruments,
- in fund units (to a total maximum of 10% of the fund capital), and
- in an account at a credit institution.

The fund will track the performance of Solactive ISS ESG Global High Dividend Low Volatility Index in its investments and thereby attain a return that closely corresponds to the performance of this index.

The underlying assets to derivative instruments may consist of or be related to

- such assets as referred to in Chapter 5, §1, paragraph 2, first sentence of the Swedish Investment Funds Act,
- a financial index,
- interest rates,
- exchange rates, or
- foreign currencies.

The fund may invest in derivatives (including OTC derivatives) as part of its investment focus. However, the use of derivatives is of such a nature that it is only expected to have a marginal impact on the fund's risk profile.

When using OTC derivatives or other techniques and instruments to improve the effectiveness of the investment process, the fund may also be subject to a risk of loss as a result of the inability of the counterparty in the transaction to comply with its obligations prior to the settlement of the transaction. The selection of the counterparty is always conducted to obtain the best conditions possible.

All of the income derived from the use of techniques and instruments to improve the effectiveness of the investment process is allocated to the fund, after the deduction of administrative expenses for the management of collateral and other costs. Any collateral shall be managed by the fund's custodian institution.

Sustainability requirements in the index

Solactive ISS ESG Global High Dividend Low Volatility Index is calculated by Solactive AG in collaboration with ISS ESG. The companies that do not fulfil the requirements for sustainability and responsible investment are excluded from the index. The excluded companies are those that are involved in systematic violations of international norms regarding the environment, human rights, working conditions, or anti-corruption. Limits are set for certain business operations with regard to the proportion of a company's turnover that may be related to the production/distribution associated with the business operations concerned. In certain cases, a distinction is also made between production and distribution. Those business operations included and the applicable turnover limits are provided in the table below. Note that companies excluded in the index due to systematic violations of international norms are not included in the table as the exclusion of these companies from the index is not attributable to the production/distribution of products or services.

Area	Maximum turnover		Comments
	production	distribution	
Banned weapons*	0%	0%	
Nuclear weapons**	0%	0%	
Weapons and war materials***	5%	5%	
Alcohol***	5%	5%	
Tobacco***	0%	5%	A limit of 0% applies to the production of tobacco
Pornography	0%	5%	A limit of 0% applies to the production of pornography
Commercial gambling***	5%	5%	
Fossil fuels***	5%	5%	A limit of 0% applies to the production and mining of tar sands
Cannabis***	5%	5%	

* Cluster weapons, anti-personnel mines, chemical and biological weapons.
** as well as depleted uranium
*** A limit of 50% of turnover is applied to services (e.g., marketing, key components, raw materials, machinery and technical equipment, technology, IT and support services, etc.) within or to this area. An example of a company with services to this area that is covered by the sustainability requirements is a company that manufactures cardboard cartons for the use of packaging alcohol.

Each company in the index is assessed according to its corporate governance and assigned a rating between 1 and 10, where 1 is a low governance risk and 10 is a high governance risk. The rating is based on data from ISS ESG. The weighting in the index will be reduced by 25% for companies with a governance score of 7 or 8, while the weighting for companies with a score of 9 or 10 will be reduced by 50%.

Fund management may use ETFs and futures that are not analyzed from a sustainability perspective to a maximum of 3 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the funds.

Additional information about the sustainability dimensions taken into consideration in asset management and the methods used in the sustainability work are provided below. The sustainability

requirements stated in the index are also provided in the sustainability profile of the fund, which is available at the Management Company's website, www.handelsbanken.se/funds and www.hallbarhetsprofilen.se.

Refer to the general information section of the Information Brochure for general information about the Management Company's work with responsible investments.

Management of collateral

In those cases when the fund utilizes OTC derivatives, the fund will be exposed to counterparty risk. To manage these counterparty risks, as appropriate, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Management Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*" Dividends are distributed in the B share classes. Normally, the dividends are paid out during March. The goal is to annually distribute between 3 and 4% of the unit value by year-end. The Management Company determines whether a dividend is to be paid. Detailed information about the basis for dividend payments is contained in the fund rules.

Fees are payable to the Management Company from fund assets for fund management, marketing, and administration of the fund. The fees are calculated daily based on the fund's value, are allocated to each share class and may total an annual maximum as stated below. The fees include costs for custody, supervision, and auditing.

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share classes	A1 SEK	A1 EUR	A1 NOK	A9 SEK	A9 EUR	A9 NOK	B1 SEK	B1 EUR
Fees %	0.6	0.6	0.6	0.3	0.3	0.3	0.6	0.6

The fund's management, activity level and returns

This fund is an index fund that tracks the Solactive ISS ESG Global High Dividend Low Volatility Index, with the purpose of generating returns over time that correspond as closely as possible to the returns of the index. Given that the fund is an index fund, Solactive ISS ESG Global High Dividend Low Volatility Index represents the fund's benchmark index in the description of the activity level as indicated below.

The fund strives to keep deviations from the index as low as possible (for information on projected tracking error under normal market conditions, refer above under the heading "*Investment focus and types of assets*"). The index will be replicated through physical replication, which means that the fund invests directly in the equities included in the index. Management fees, customer flows, index rebalancing and company events result in fees and transaction costs for the fund. However, these costs are not charged to the index. The above factors result in fewer deviations from the index.

Given that the fund was launched in March 2020, there is not sufficient information about the fund's returns or tracking error. A description of tracking error is provided in the above section *Tracking error*.

Risk profile of fund

An investment in an equity fund is characterized by high risk as well as by the potential for high returns. As a result, the value of the fund can fluctuate significantly over time. However, fund

investments are made globally and distributed across several sectors or branches which contribute to reducing the risk in the fund. Given that fund investments are made in foreign equities denominated in currencies other than the fund's base currency, fund investments are associated with currency risk. Given that the fund consists of different share classes, changes in exchange rates can result in differences in the risk classification between different share classes depending upon which currency the share class is traded. The fund may invest in derivatives and does this to protect the value of the fund's underlying assets, to maintain the desired risk level in the fund portfolio or to minimize fund management costs. The volume of trading is limited where appropriate and is expected to have a marginal impact on the fund's risk profile.

Target group of the fund

The fund is suitable for the investor who would like to have an index fund at a low cost that tracks the performance of the Solactive ISS ESG Global High Dividend Low Volatility Index. The fund is suitable for an investor who has an investment horizon of 5 years or more and who is prepared to take a slightly higher risk.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than January 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has developed a plan for those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. Unit holders are protected in this type of change to the fund rules by the review conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

HANDELSBANKEN GLOBAL HIGH DIVIDEND LOW VOLATILITY CRITERIA - Sustainability information

☒ Sustainability dimensions are taken into consideration in the management of the fund.
☐ Sustainability dimensions are not taken into consideration in the management of the fund.

Management Company's comments: The fund is an index fund and its objective is to follow the performance of Solactive ISS ESG Global High Dividend Low Volatility Index. The index excludes companies in accordance with the criteria below.

The fund may use ETFs and futures that are not analyzed from a sustainability perspective in its asset management up to a maximum of 3 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: The company's weighting in the index is affected by the sustainability rating related to corporate governance.

Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%

☒ Chemical and biological weapons
Management Company's comments: 0%

☒ Nuclear weapons
Management Company's comments: 0%

☒ Weapons and/or war materials
Management Company's comments: -

☒ Alcohol
Management Company's comments:

☒ Tobacco
Management Company's comments: 0% production, 5% distribution

☒ Commercial gambling activities -
Management Company's comments: -

☒ Pornography
Management Company's comments: 0% production, 5% distribution

☒ Fossil fuels (oil, gas, coal)
Management Company's comments: Production and mining of tar sands 0%

☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ The fund avoids investing in all companies identified as failing to comply with international norms.

☒ Management Company Engagement

The Management Company exercises its investor influence to affect change in companies with regard to sustainability issues. The Management Company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: We participate in a number of international initiatives relating to various sustainability matters where we see that we can make significant progress through a mutual dialogue.

☒ Investor influence through external service providers/consultants
Management Company's comments: Together with other capital owners/investors, we participate in mutual dialogues with companies through our service provider ISS ESG. Coordinating efforts in this manner is a strength and sends clear signals to the company that we expect the issues to be taken seriously and that a change must occur. The dialogues are based on suspected or verified breaches of international norms and conventions and focus primarily on principle areas of the UNGC: human rights, employee rights, labor practices, environment and anti-corruption.

☒ Voting at Annual General Meetings
Management Company's comments: -

Handelsbanken Global Småbolag Index Criteria

Investment focus and types of assets

The fund is an index fund that follows the performance of Solactive ISS ESG Screened Developed Markets Small Cap Index, with the purpose of generating returns over time that reflect the returns of the index as closely as possible. The aim of the index is to reflect the performance of small caps worldwide in the developed equity markets, excluding those companies that do not meet the sustainability requirements of the index (refer to the heading "*Sustainability requirements in the index*" for information regarding the sustainability requirements). The index includes approximately 14 percent of the free float in about 23 countries.

The index will be replicated through optimized (sample-based) physical replication, which means that the fund invests directly in most of the equities included in the index. Tracking error (deviations from index, refer above in the section *Tracking error* for a more detailed explanation, as well as below under the heading *The fund's management, activity level and returns*) is expected to be less than 0.5% under normal market conditions. The management fee, as well as customer flows, index rebalancing and corporate events result in transaction costs for the fund, which are not present in the index. These are the main factors that impact the fund's ability to replicate the index. The index is revised four times each year. The index is reinvested, i.e., distributions paid for equities included in the index are reinvested in the index after tax adjustments. Further information about the index is available at https://www.solactive.com/indices/. This link provides additional information about the current composition of the index as well as the method for weighting and rebalancing.

The fund is a securities fund (UCITS). The fund is also an index fund that may invest in the following types of assets in accordance with Chapter 5, §7 in the Swedish Investment Funds Act:

- in transferable securities,
- in money market instruments,
- in fund units (to a total maximum of 10% of fund capital),
- in derivative instruments, and
- in an account at a credit institution

The fund may use derivative instruments, including OTC derivatives, as part of its investment focus. The underlying assets to derivative instruments may consist of or be related to such assets as referred to in Chapter 5, §1, paragraph 2, first sentence of the Swedish Investment Funds Act, a financial index, interest rates, exchange rates, or foreign currencies.

The fund may invest in such transferable securities and money market instruments as referred to in Chapter 5, §5 of the Swedish Investment Funds Act.

The fund may use such techniques and instruments as designated in Chapter 25, §21 of the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds to increase returns and create leveraging in the fund.

Sustainability requirements in the index

Solactive ISS ESG Screened Developed Markets Small Cap Index is calculated by Solactive AG in collaboration with ISS ESG. The companies that do not fulfil the sustainability requirements for sustainable and responsible investments are excluded from the index. The excluded companies are those that are involved in banned weapons or confirmed violations of international norms regarding the environment, human rights, workers' rights, or anti-corruption. Limits are set for certain business operations with regard to the proportion of a company's turnover that may be related to the production/distribution associated with the business operations concerned. In certain cases, a distinction is also made between production and distribution. These distinctions are provided in the table below. Note that companies excluded in the index due to confirmed violations of international norms are not included in the table as the exclusion of these companies from the index is not attributable to the production/distribution of products or services.

Area	Maximum turnover production	distribution	Comments
Banned weapons*	0%	0%	
Nuclear weapons**	0%	0%	
Weapons and war materials***	5%	5%	
Alcohol***	5%	5%	
Tobacco***	0%	5%	A limit of 0% applies to the production of tobacco
Pornography	0%	5%	A limit of 0% applies to the production of pornography
Commercial gambling activities***	5%	5%	
Fossil fuels***	5%	5%	A limit of 0% applies to the production and mining of tar sands
Cannabis***	5%	5%	

* Cluster bombs, personnel mines, chemical and biological weapons.
** as well as depleted uranium
*** A limit of 50% of turnover applies to services (e.g., marketing, key components, raw materials, machinery or technical equipment, as well as technical, IT and support services, etc.) within or to this area. An example of a company with services to an area subject to the sustainability requirements is a company that manufactures cartons that are then used to package alcohol.

Fund management may use ETFs and futures that are not analyzed from a sustainability perspective to a maximum of 3 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the funds.

Additional information about the sustainability dimensions taken into consideration in fund management and the methods used in the sustainability efforts are provided below. The sustainability requirements stated in the index are also provided in the sustainability profile of the fund, which is available at the Management Company's website, www.handelsbanken.se/funds and www.hallbarhetsprofilen.se.

Refer to the general information section of the information brochure for general information about the Management Company's work with responsible investments.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The reason for the loan, which assets are subject to lending, the scope of the loan (maximum and expected), which counterparties the fund lends to (including terms), potential conflicts of interest, risk and risk management around lending, and how revenue from lending affects the fund's return are described in the general section under the heading "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*" Dividends are distributed in the B share classes. Normally, the dividends are paid out during March. The goal is to annually distribute between 3 and 4% of the unit value by year-end. The Management Company determines whether a dividend is to be paid. Detailed information about the basis for dividend payments is contained in the fund rules.

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share classes	A1 SEK	A1 EUR	A1 NOK	A4 SEK	A9 SEK	A9 EUR	A9 NOK	B1 SEK	B1 EUR
Fees %	0.6	0.6	0.6	0.3	0.3	0.3	0.3	0.6	0.6

The fund's management, activity level and returns

This fund is an index fund that tracks the Solactive ISS ESG Screened Developed Markets Small Cap Index with the purpose of generating returns over time that correspond as closely as possible to the returns of the index. Given that the fund is an index fund, Solactive ISS ESG Screened Developed Markets Small Cap Index represents the fund's benchmark index in the description of the activity level as indicated below.

The fund strives to keep deviations from the index as low as possible (for information on projected tracking error under normal market conditions, refer above under the heading "*Investment focus and types of assets*"*)*. The index will be replicated through optimized (sample-based) physical replication, which means that the fund invests directly in the majority of the equities included in the index. Management fees, customer flows, index rebalancing and company events result in fees and transaction costs for the fund. However, these costs are not charged to the index. The above factors result in fewer deviations from the index.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	33.82	-5.67	-	-	-	-	-	-	-	-	-
Tracking error 2 yrs., %	0.32	-	-	-	-	-	-	-	-	-	-

The information refers to the A1 SEK share class (the differences in tracking error between the classes are insignificant).

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

An investment in an equity fund is characterized by high risk as well as by the potential for high returns. As a result, the value of the fund can fluctuate significantly over time. The fund's investments are made globally, with some concentration in equities listed in the US. Fund investments are allocated across companies in several sectors or branches, which reduces the risk in the fund. Given that the fund's investments are made in foreign equities denominated in a currency other than the fund's base currency, an investment in the fund is associated with currency risk. Given that the fund consists of different share classes, the changes in exchange rates can result in a differentiation in the value and the risk classification between different share classes depending on the type of currency in which the share class is traded. The fund's liquidity risk is deemed to be moderately high due to the fund's size in relation to the size or turnover of the markets and securities in which the fund invests. This can impact the fund's ability to execute the purchase and sale of securities under stressful market conditions. The fund may invest in derivatives and does this to protect the value of the fund's underlying assets, to maintain the desired risk level in the fund portfolio or to minimize fund management costs. The trading volume is limited where applicable and is expected to have a marginal impact on the fund's risk profile.

Target group of the fund

The fund is suitable for the investor who would like to invest in a broad global small cap fund. The fund is most appropriate for an investor who has an investment horizon of 5 years or more and is prepared to take a slightly higher risk.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has established a plan that describes those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. Unit holders are protected by the review of the amended fund rules that is conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☒ Sustainability dimensions are taken into consideration in the management of the fund.
☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund is an index fund and its objective is to follow the performance of Solactive ISS ESG Screened Developed Markets Small Cap Index. The index excludes companies in accordance with the criteria below. The fund may use ETFs and futures that are not analyzed from a sustainability perspective in its asset management up to a maximum of 3 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues.
An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -

Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%
☒ Chemical and biological weapons
Management Company's comments: 0%
☒ Nuclear weapons
Management Company's comments: 0%
☒ Weapons and/or war materials
Management Company's comments: -
☒ Alcohol
Management Company's comments: -
☒ Tobacco
Management Company's comments: 0% production, 5% distribution
☒ Commercial gambling activities
Management Company's comments: -
☒ Pornography
Management Company's comments: 0% production, 5% distribution
☒ Fossil fuels (oil, gas, coal)
Management Company's comments: Production and extraction of tar sands 0%
☒ Coal
Management Company's comments: -
☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.
☒ The fund avoids investing in all companies identified as failing to comply with international norms.
Management Company's comments: -

☒ Management Company Engagement

The Management Company exercises its investor influence to affect change in companies with regard to sustainability issues. The Management Company has a dialogue with companies in order to influence them in a more sustainable direction.
☒ Investor influence in collaboration with other investors
Management Company's comments: We participate in a number of international initiatives relating to various sustainability matters where we see that we can make significant progress through a mutual dialogue.
☒ Investor influence through external service providers/consultants
Management Company's comments: Together with other capital owners/investors, we participate in mutual dialogues with companies through our service provider ISS ESG. Coordinating efforts in this manner is a strength and sends clear signals to the company that we expect the issues to be taken seriously and that a change must occur. The dialogues are based on suspected or verified breaches of international norms and conventions and focus primarily on principle areas of the UNGC: human rights, employee rights, labor practices, environment and anti-corruption.
☒ Voting at Annual General Meetings
Management Company's comments: -

Handelsbanken Norden Index Criteria

Investment focus and types of assets

The fund is an index fund that follows the performance of the Solactive ISS ESG Screened Nordic All Cap Index with the purpose of generating returns over time that reflect the returns of the index as closely as possible. The index consists of all of the companies registered on the stock exchanges in Stockholm, Oslo, Copenhagen and Helsinki, but excludes those companies that do not meet the sustainability requirements of the index (refer to the heading *Sustainability requirements in the index* for information regarding the sustainability requirements). Equities included in the index refer to an ordinary share in a company included in the index.

The index will be replicated through optimized (sample-based) physical replication, which means that the fund invests directly in most of the equities included in the index. Tracking error (deviations from index, refer above in the section *Tracking error* for a more detailed explanation, as well as below under the heading *The fund's management, activity level and returns*) is expected to be less than 0.2% under normal market conditions. The management fee, as well as customer flows, index rebalancing and corporate events result in transaction costs for the fund, which are not present in the index. These are the main factors that impact the fund's ability to replicate the index. The index is revised bi-annually on the last trading day in May and November, which impacts the index population as of the subsequent trading day. The index is reinvested, i.e., distributions paid for equities included in the index are reinvested in the index after tax adjustments. Further information about the index is available at www.solactive.com. This site includes additional information on the current composition of the index as well as the method for weighting and rebalancing.

The fund is a securities fund (UCITS). The fund is also an index fund that may invest in the following types of assets in accordance with Chapter 5, §7 in the Swedish Investment Funds Act:

- in transferable securities,
- in money market instruments,
- in fund units (to a total maximum of 10% of fund capital),
- in derivative instruments, and
- in an account at a credit institution

The fund may use derivative instruments, including OTC derivatives, as part of its investment focus. The underlying assets to derivative instruments may consist of or be related to such assets as referred to in Chapter 5, §1, paragraph 2, first sentence of the Swedish Investment Funds Act, a financial index, interest rates, exchange rates, or foreign currencies.

The fund may invest in such transferable securities and money market instruments as referred to in Chapter 5, §5 of the Swedish Investment Funds Act.

The fund may use such techniques and instruments as designated in Chapter 25, §21 of the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds to increase returns and create leveraging in the fund.

Sustainability requirements in the index

Solactive ISS ESG Screened Nordic All Cap Index is calculated by Solactive in collaboration with ISS ESG. The companies that do not fulfil the sustainability requirements for sustainable and responsible investments are excluded from the index. The excluded companies are those that are involved in banned weapons or systematic violations of international norms regarding the environment, human rights, working conditions, or anti-corruption. Limits are set for certain business operations with regard to the proportion of a company's turnover that may be related to the production/distribution associated with the business operations concerned. In certain cases, a distinction is also made between production and distribution. These distinctions are provided in the table below. Note that companies excluded in the index due to systematic violations of international norms are not included in the table as the exclusion of these companies from the index is not attributable to the production/distribution of products or services.

Area	Maximum turnover production	distribution	Comments
Banned weapons*	0%	0%	
Nuclear weapons	0%	0%	
Weapons and war materials	5%	5%	
Alcohol**	5%	5%	
Tobacco	0%	5%	A limit of 0% applies to the production of tobacco
Pornography	0%	5%	A limit of 0% applies to the production of pornography
Commercial gambling activities**	5%	5%	
Fossil fuels**	5%	5%	
Tar sands Cannabis**	0% 5%	0% 5%	

* Cluster bombs, personnel mines, chemical and biological weapons.
**A limit of 50% of turnover applies for services within or to this area (e.g., marketing, key components, raw materials, mechanical and technical equipment, technology, IT and support services, etc.) An example of a company with services to an area that is covered by the sustainability requirement is a company that manufactures cartons that are then used in the packaging of alcohol.

Fund management may use ETFs and futures that are not analyzed from a sustainability perspective to a maximum of 3 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the funds.

Additional information about the sustainability dimensions taken into consideration in fund management and the methods used in the sustainability efforts are provided below. The sustainability requirements stated in the index are also provided in the sustainability profile of the fund, which is available at the Management Company's website, www.handelsbanken.se/funds and www.hallbarhetsprofilen.se.

Refer to the general information section of the Information Brochure for general information about the Management Company's work with responsible investments.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The reason for the loan, which assets are subject to lending, the scope of the loan (maximum and expected), which counterparties the fund lends to (including terms), potential conflicts of interest, risk and risk management around lending, and how revenue from lending affects the fund's return are described in the general section under the heading "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*" Dividends are distributed in the B share classes. Normally, the dividends are paid out during March. The goal is to annually distribute between 3 and 4% of the unit value by year-end. The Management Company determines whether a dividend is to be paid. Detailed information about the basis for dividend payments is contained in the fund rules.

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share classes	A1 SEK	A1 EUR	A1 NOK	A9 SEK	A9 EUR	A9 NOK	B1 SEK	B1 EUR
Fees %	0.4	0.4	0.4	0.2	0.2	0.2	0.4	0.4

The fund's management, activity level and returns

This fund is an index fund that tracks Solactive ISS ESG Screened Nordic All Cap Index with the purpose of generating returns over time that correspond as closely as possible to the returns of the index. Given that the fund is an index fund, Solactive ISS ESG Screened Nordic All Cap Index represents the fund's benchmark index in the description of the activity level as indicated below.

The fund strives to keep deviations from the index as low as possible (for information on projected tracking error under normal market conditions, refer above under the heading *Investment focus and types of assets)*. The index will be replicated through optimized (sample-based) physical replication, which means that the fund invests directly in the majority of the equities included in the index. Management fees, customer flows, index rebalancing and company events result in fees and transaction costs for the fund. However, these costs are not charged to the index. The above factors result in fewer deviations from the index.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	29.97	-5.06	-	-	-	-	-	-	-	-	-
Tracking error 2 yrs., %	0.12	-	-	-	-	-	-	-	-	-	-

The information refers to the A1 SEK share class (the differences in tracking error between the classes are insignificant).

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

An investment in an equity fund is characterized by high risk as well as by the potential for high returns. As a result, the value of the fund can fluctuate significantly over time. The fund's investments are geographically concentrated to equities issued by companies in the Nordic countries. This results in a risk which normally is higher than the risk for an investment in a diversified global equity fund that distributes its investments over several regions. However, the fund's investments are made in companies in several sectors or branches, which reduces the risk in the fund. Given that the fund's investments are made in foreign equities denominated in a currency other than the fund's base currency, an investment in the fund is associated with currency risk. Given that the fund consists of different share classes, changes in exchange rates can result in differences in the value and risk classification between the share classes based on the currency in which the share class is traded. The fund may invest in derivatives and does this to protect the value of the fund's underlying assets, to maintain the desired risk level in the fund portfolio or to minimize fund management costs. The volume of trading is limited where appropriate and is expected to have a marginal impact on the fund's risk profile.

Target group of the fund

The fund is suitable for the investor who would like to invest in a broad Nordic fund. The fund is most appropriate for an investor who has an investment horizon of 5 years or more and is prepared to take a somewhat higher risk.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has developed a plan for those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. In the event the fund's index is no longer made available, the fund rules must be amended. Unit holders are protected in this type of change to the fund rules by the review conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☒ Sustainability dimensions are taken into consideration in the management of the fund.
☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund is an index fund and its objective is to follow the performance of Solactive ISS ESG Screened Nordic All Cap Index. The index excludes companies in accordance with the criteria below. The fund may use ETFs and futures that are not analyzed from a sustainability perspective in its asset management up to a maximum of 3 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues.
An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -

Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%
☒ Chemical and biological weapons
Management Company's comments: 0%
☒ Nuclear weapons
Management Company's comments: 0%
☒ Weapons and/or war materials
Management Company's comments: -
☒ Alcohol
Management Company's comments: -
☒ Tobacco
Management Company's comments: 0% production, 5% distribution
☒ Commercial gambling activities
Management Company's comments: -
☒ Pornography
Management Company's comments: 0% production, 5% distribution
☒ Fossil fuels (oil, gas, coal)
Management Company's comments: Tar sands 0%
☒ Coal
Management Company's comments: -
☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.
☒ The fund avoids investing in all companies identified as failing to comply with international norms.
Management Company's comments: -

☒ Management Company Engagement

The Management Company exercises its investor influence to affect change in companies with regard to sustainability issues.
The Management Company has a dialogue with companies in order to influence them in a more sustainable direction.
☒ Investor influence in collaboration with other investors
Management Company's comments: We participate in a number of international initiatives relating to various sustainability matters where we see that we can make significant progress through a mutual dialogue.
☒ Investor influence through external service providers/consultants
Management Company's comments: Together with other capital owners/investors, we participate in mutual dialogues with companies through our service provider ISS ESG. Coordinating efforts in this manner is a strength and sends clear signals to the company that we expect the issues to be taken seriously and that a change must occur. The dialogues are based on suspected or verified breaches of international norms and conventions and focus primarily on principle areas of the UNGC: human rights, employee rights, labor practices, environment and anti-corruption.
☒ Voting at Annual General Meetings
Management Company's comments: -

Handelsbanken Norge Index

Investment focus and types of assets

The fund is an index fund that tracks the performance of the Oslo Børs Benchmark Index (OSEBX) to attain returns that correspond as closely as possible to the returns of the index over time. The index aims to reflect the equity market in Norway and equities included in the index consist of a representative selection of equities listed in the Oslo Børs (Oslo stock market). The index is market-value weighted and is reviewed and adjusted twice each year. The index is reinvested, i.e., distributions paid for equities included in the index are reinvested in the index. The selection criteria and other adjustments in the composition of the index is regulated by the Oslo Börs Index Methodology. Additional information about the index is available at www.oslobors.no/ob_eng/Oslo-Boers/Products-and-services/Market-data/Equity-indices. Further information about the current composition of the index as well as the methodology for weighting and rebalancing is available in this link.

Equinor ASA's (previously Statoil) value in the index varies, but is substantial, which justifies the use of the higher limits for diversification as stated in Chapter 5, §7, second paragraph, in the Swedish Investment Funds Act (2004:46). As a result, Equinor can have an individual equity weighting of up to 35 percent in the index.

The index will be replicated through physical replication. The method selected for replication means that the fund will invest directly in those equities included in the index, i.e., full replication. Tracking error (deviations from index, refer above in the section *Tracking error* for a more detailed explanation, as well as below under the heading *The fund's management, activity level and returns*) is expected to be less than 0.2% under normal market conditions. The management fee, as well as customer flows, index rebalancing and corporate events result in transaction costs for the fund, which are not present in the index. These are the main factors that impact the fund's ability to replicate the index.

The fund is a securities fund (UCITS) that may invest its assets
- in transferable securities,
- in money market instruments
- in derivative instruments,
- in fund units (to a total maximum of 10% of the fund capital) and
- in an account at a credit institution.

The fund may be exposed to transferable securities that are not included in Oslo Børs Benchmark Index (OSEBX) over a limited period due to a redefining of the index, corporate events (e.g., new share issues, spin-offs and acquisitions) as well as a shortage of liquidity in a transferable security.

Underlying assets to derivative instruments may consist of or be related to
- such assets as referred to in Chapter 5, §1, second paragraph, first sentence in the Swedish Investment Funds Act,
- financial indices,
- rates of interest,
- exchange rates.

The fund may use derivative instruments (including OTC derivatives) as part of the fund's investment focus. However, the use of derivative instruments may not be of such a nature that they impact the fund's risk level in any significant manner.

When using OTC derivatives or other techniques and instruments to improve the effectiveness of the investment process, the fund may also be subject to a risk of loss as a result of the inability of the counterparty in the transaction to comply with its obligations prior to the settlement of the transaction. The selection of the counterparty is always conducted to obtain the best conditions possible.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The reason for the loan, which assets are subject to lending, the scope of the loan (maximum and expected), which counterparties the fund lends to (including terms), potential conflicts of interest, risk and risk management around lending, and how revenue from lending affects the fund's return are described in the general section under the heading "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*" Dividends are distributed in the B share classes. However, a B share class has not been launched to date. Normally, the dividends are paid out during March. Given that a B share class has not been launched, no goal has been established for the size of the dividend. The Management Company determines whether a dividend is to be paid. Once a B share class has been launched, additional information about the basis for distributions will be available in the fund rules.

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share classes	A1 SEK	A1 EUR	A1 NOK	A9 SEK	A9 EUR	A9 NOK	B1 SEK	B1 EUR
Fees %	0.3	0.3	0.3	0.1	0.1	0.1	0.3	0.3

The fund's management, activity level and returns

This fund is an index fund that tracks the Oslo Børs Benchmark Index (OSEBX) with the purpose of generating returns over time that correspond as closely as possible to the returns of the index. Given that the fund is an index fund, Oslo Børs Benchmark Index (OSEBX) represents the fund's benchmark index in the description of the activity level as indicated below.

The fund strives to keep deviations from the index as low as possible (for information on projected tracking error under normal market conditions, refer above under the heading *Investment focus and types of assets)*. The index will be replicated through full physical replication, which means that the fund invests directly in the equities included in the index. Management fees, customer flows, index rebalancing and company events result in fees and transaction costs for the fund. However, these costs are not charged to the index. The above factors result in fewer deviations from the index.

The fund's returns are shown below for the period that the fund has been in existence. However, since the fund does not have 24 months of monthly data, it is not possible to calculate the fund's tracking error. Thus, this information is not provided in the table below. Additional information about tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	20.94	-	-	-	-	-	-	-	-	-	-
Tracking error 2 yrs., %	-	-	-	-	-	-	-	-	-	-	-

The information refers to the A1 NOK share class (the differences in tracking error between the classes are insignificant).

Risk profile of fund

An investment in an equity fund is characterized by high risk as well as by the potential for high returns. As a result, the value of the fund can fluctuate significantly over time. The fund's investments are concentrated geographically to equities issued by companies in Norway. This results in risks that normally are higher than for an investment in a diversified global equity fund that distributes its investments over several regions. However, the fund's investments are made in companies in several sectors or branches, which reduces the risk in the fund over time. Given that the fund consists of different share classes, the changes in exchange rates can result in a differentiation in the risk classification between different share classes depending on the type of currency in which the share class is traded. The fund may invest in derivatives and does this to protect the value of the fund's underlying assets, to maintain the desired risk level in the fund portfolio or to minimize fund management costs. The trading volume is limited where applicable and is expected to have a marginal impact on the fund's risk profile.

Target group of the fund

The fund is suitable for the investor who would like to have an index fund that tracks the performance of the Oslo stock market at a low cost. The fund is most appropriate for an investor who has an investment horizon of 5 years or more.

Index of the fund

Pursuant to new EU regulations, an index administrator must apply for authorization and registration at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has not yet been registered at ESMA. Updated information about how the administrator will be registered will be provided as soon as the registration has occurred; however, no later than in the Information Brochure that is revised after May 2020.

The Management Company has developed a plan for those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. In the event the fund's index is no longer made available, the fund rules must be amended. Unit holders are protected in this type of change to the fund rules by the review conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☒ Sustainability dimensions are taken into consideration in the management of the fund.

☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: There are no companies included in the index followed by the fund that currently do not meet the Management Company's requirements in the sustainability area. In the future if a new or existing index company does not meet these requirements, the Management Company will change the index. As a result, during the transition period and until the change to the index has occurred, it is possible that companies in the index do not meet the Management Company's requirements in the sustainability area (refer to the Management policy for shareholder engagement and responsible investments, as well as the general information section of the information brochure, which are available at www.handelsbanken.se/funds).

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).

☒ Social aspects (e.g., human rights, employee rights and equal opportunity).

☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).

☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration.
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -
Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%

☒ Chemical and biological weapons
Management Company's comments: 0%

☒ Nuclear weapons
Management Company's comments: 0%

☒ Coal
Management Company's comments: A maximum of 5% of turnover from extraction of thermal coal, a maximum of 30% of turnover from coal power energy.

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ *Companies in which the fund detects an unwillingness to change or where the fund believes that the companies are unlikely to address the problems within an acceptable amount of time will be excluded for investment purposes.*
Management Company's comments: -

☒ Management Company Engagement

The Management Company exercises its investor influence to affect change in companies with regard to sustainability issues.
The Management Company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: We participate in a number of international initiatives relating to various sustainability matters where we see that we can make significant progress through a mutual dialogue.

☒ Investor influence through external service providers/consultants
Management Company's comments: Together with other capital owners/investors, we participate in mutual dialogues with companies through our service provider ISS ESG. Coordinating efforts in this manner is a strength and sends clear signals to the company that we expect the issues to be taken seriously and that a change must occur. The dialogues are based on suspected or verified breaches of international norms and conventions and focus primarily on principle areas of the UNGC: human rights, employee rights, labor practices, environment and anti-corruption.

☒ Voting at Annual General Meetings
Management Company's comments: -

Handelsbanken Sverige Index Criteria

Investment focus and types of assets

The fund is an index fund and its objective is to follow the performance of the SIX SRI Sweden Index GI as closely as possible. The fund invests in equities in accordance with this index. The index includes all of the companies registered in the Stockholm stock exchange, excluding those companies that do not meet the sustainability requirements (refer to the heading "*Sustainability requirements in the index*" for information about sustainability requirements). Equities included in the index refer to common stock in a company included in the index.

The index will be replicated through physical replication. The method selected for replication means that the fund invests directly in those equities included in the index, i.e., full replication. Tracking error (deviations from index, refer above in the section *Tracking error* for a more detailed explanation, as well as below under the heading *The fund's management, activity level and returns*) is expected to be less than 0.2% under normal market conditions. The management fee, as well as customer flows, index rebalancing and corporate events result in transaction costs for the fund, which are not present in the index. These are the main factors that impact the fund's ability to replicate the index. The index is rebalanced bi-annually. Additional information about the index is available at http://www.six.se/hubfs/SIX_Sites/SIX_Index/Rules__Regulations/Rules_and_Regulations_for_SIXSESRI.pdf?t=1490620488457.

The fund is a securities fund (UCITS). The fund is also an index fund that may invest in the following types of assets in accordance with Chapter 5, §7 in the Swedish Investment Funds Act:

- in Swedish and foreign transferable securities included in SIX SRI Sweden Index GI,
- in money market instruments,
- in units in funds (to a maximum of 10% of fund capital),
- in derivative instruments and
- in an account at a credit institution.

The fund may use derivative instruments (including OTC derivatives) as part of the fund's investment focus. The underlying assets to derivative instruments may consist of or be related to such assets as referred to in Chapter 5, §1, paragraph 2, first sentence of the Swedish Investment Funds Act, a financial index, interest rates, exchange rates, or foreign currencies.

The fund may invest in such transferable securities and money market instruments as referred to in Chapter 5, §5 of the Swedish Investment Funds Act.

The fund may use such techniques and instruments as designated in Chapter 25, §21 of the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds to increase returns and create leveraging in the fund.

Sustainability requirements in the index

SIX SRI Sweden Index GI is calculated by SIX in collaboration with ISS ESG. The companies that do not comply with the requirements for sustainable and responsible investments may not be included in the index. This includes companies involved in banned weapons or confirmed violations of international norms with regard to the environment, human rights, labor or anti-corruption. Certain business operations set limits for the amount of a company's turnover that may be related to the production/distribution associated with the business operations in question. In some cases, there is also a distinction made between production and distribution. The table below makes reference to these distinctions. Note that companies excluded from inclusion in the index due to confirmed violations of international norms are not listed in the table since the exclusion of these companies from the index is not attributable to the production/distribution of products or services.

Area	Maximum turnover production	distribution	Comments
Banned weapons*	0%	0%	
Nuclear weapons	0%	0%	
Weapons and war materials	5%	5%	
Alcohol**	5%	5%	
Tobacco	0%	5%	A limit of 0% applies to the production of tobacco.
Pornography	0%	5%	A limit of 0% applies to the production of pornography.
Commercial gambling activities**	5%	5%	
Fossil fuels**	5%	5%	
Tar sands Cannabis**	0% 5%	0% 5%	

* Cluster bombs, personnel mines, chemical and biological weapons.
**A limit of 50% of the turnover is applied to services within or for this area (e.g., marketing, key components, raw materials, mechanical and technical equipment, technology, IT and support services. An example of a company with services for an area included in the sustainability requirements is a company that manufactures carton containers that are then used in the packaging of alcohol.

To manage liquidity, which represents a very limited portion of the fund, investments may be made in funds or derivative instruments that are not analyzed from a sustainability perspective (to a maximum of 1% of fund capital).

Additional information about the sustainability dimensions taken into consideration in fund management and the methods used in the sustainability efforts are provided below. The sustainability requirements stated in the index are also provided in the sustainability profile of the fund, which is available at the Management Company's website, www.handelsbanken.se/funds and www.hallbarhetsprofilen.se.

Refer to the general information section of the information brochure for general information about the Management Company's work with responsible investments.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The reason for the loan, which assets are subject to lending, the scope of the loan (maximum and expected), which counterparties the fund lends to (including terms), potential conflicts of interest, risk and risk management around lending, and how revenue from lending affects the fund's return are described in the general section under the heading "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*" Dividends are distributed in the B share classes. Normally, the dividends are paid out during March. The goal is to annually distribute between 3 and 4% of the unit value by year-end. The Management Company determines whether a dividend is to be paid. Detailed information about the basis for dividend payments is contained in the fund rules.

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share classes	A1 SEK	A1 EUR	A1 NOK	A9 SEK	A9 EUR	A9 NOK	B1 SEK	B1 EUR
Fee %	0.65	0.65	0.65	0.2	0.2	0.2	0.65	0.65

The fund's management, activity level and returns

This fund is an index fund that tracks SIX SRI Sweden Index GI with the purpose of generating returns over time that correspond as closely as possible to the returns of the index. Given that the fund is an index fund, SIX SRI Sweden Index GI represents the fund's benchmark index in the description of the activity level as indicated below.

The fund strives to keep deviations from the index as low as possible (for information on projected tracking error under normal market conditions, refer above under the heading *Investment focus and types of assets)*. The index will be replicated through full physical replication, which means that the fund invests directly in the equities included in the index. Management fees, customer flows, index rebalancing and company events result in fees and transaction costs for the fund. However, these costs are not charged to the index. The above factors result in fewer deviations from the index.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	34.29	-4.92	6.99	8.17	9.62	16.24	26.45	18.41	-16.29	28.31	55.38
Tracking error 2 yrs., %	0.08	0.05	0.06	0.10	0.10	0.06	0.11	0.12	0.08	0.21	-

The information refers to the A1 SEK share class (the differences in tracking error between the classes are insignificant).

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

An investment in an equity fund is characterized by high risk as well as by the potential for high returns. As a result, the value of the fund can fluctuate significantly over time. The fund's investments are concentrated geographically to equities issued by companies in Sweden. This results in risks that are normally higher than for an investment in a diversified global equity fund that distributes its investments over several regions. However, the fund's investments are made in companies in several sectors or branches, which reduces the risk in the fund. Given that the fund consists of different share classes, changes in exchange rates can result in differences in the value and risk classification between the share classes based on the currency in which the share class is traded. The fund may invest in derivatives and does this to protect the value of the fund's underlying assets, to maintain the desired risk level in the fund portfolio or to minimize fund management costs. The volume of trading is limited where appropriate and is expected to have a marginal impact on the fund's risk profile.

Target group of the fund

The fund is suitable for the investor who would like a broad Sweden fund. The fund is most appropriate for an investor who has an investment horizon of 5 years or more and is prepared to take a somewhat higher risk.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has developed a plan for those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. In the event the fund's index is no longer made available, the fund rules must be amended. Unit holders are protected in this type of change to the fund rules by the review conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☒ Sustainability dimensions are taken into consideration in the management of the fund.
☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund is an index fund and its objective is to follow the performance of SIX SRI Sweden Index GI. The index excludes companies in accordance with the criteria below.

The fund may use ETFs and futures that are not analyzed from a sustainability perspective in its asset management up to a maximum of 1 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -
☐ Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -
Other
☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%
☒ Chemical and biological weapons
Management Company's comments: 0%
☒ Nuclear weapons
Management Company's comments: 0%
☒ Weapons and/or war materials
Management Company's comments: -
☒ Alcohol
Management Company's comments:
☒ Tobacco
Management Company's comments: 0% production, 5% distribution
☒ Commercial gambling activities -
Management Company's comments: -
☒ Pornography
Management Company's comments: 0% production, 5% distribution
☒ Fossil fuels (oil, gas, coal)
Management Company's comments: Tar sands 0%
☒ Coal
Management Company's comments: -
☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.
☒ The fund avoids investing in all companies identified as failing to comply with international norms.
Management Company's comments: -

☒ Management Company Engagement

The Management Company exercises its investor influence to affect change in companies with regard to sustainability issues. The Management Company has a dialogue with companies in order to influence them in a more sustainable direction.
☒ Investor influence in collaboration with other investors
Management Company's comments: We participate in a number of international initiatives relating to various sustainability matters where we see that we can make significant progress through a mutual dialogue.
☒ Investor influence through external service providers/consultants
Management Company's comments: Together with other capital owners/investors, we participate in mutual dialogues with companies through our service provider ISS ESG. Coordinating efforts in this manner is a strength and sends clear signals to the company that we expect the issues to be taken seriously and that a change must occur. The dialogues are based on suspected or verified breaches of international norms and conventions and focus primarily on principle areas of the UNGC: human rights, employee rights, labor practices, environment and anti-corruption.
☒ Voting at Annual General Meetings
Management Company's comments: -

Handelsbanken Sverige 100 Index Criteria

Investment focus and types of assets

The fund is an index fund that tracks the Solactive ISS ESG Screened Sweden 100 Tradable Index with the aim of generating returns that correspond as closely as possible to the returns of the index over time. Solactive ISS ESG Screened Sweden 100 Tradable Index aims to reflect the largest and most-traded equities on the Nasdaq OMX Stockholm Exchange (Stockholm stock exchange), excluding those companies that do not meet the sustainability requirements of the index (refer below to the heading "*Sustainability requirements in the index*" for information regarding the sustainability requirements).

The index will be replicated through physical replication. The method selected for replication means that the fund invests directly in those equities included in the index, i.e., full replication. Tracking error (deviations from index, refer above in the section *Tracking error* for a more detailed explanation, as well as below under the heading *The fund's management, activity level and returns*) is expected to be less than 0.2% under normal market conditions. The management fee, as well as customer flows, index rebalancing and corporate events result in transaction costs for the fund, which are not present in the index. These are the main factors that impact the fund's ability to replicate the index. The index is market-value weighted and is revised and adjusted twice each year. The index is reinvested, i.e., distributions paid out for equities included in the index are reinvested in the index, after adjustments for tax liabilities. Additional information concerning the composition of the index is available at https://www.solactive.com/indices.

The fund is a securities fund (UCITS). The fund is also an index fund that may invest in the following types of assets in accordance with Chapter 5, §7 in the Swedish Investment Funds Act:

- in transferable securities,
- in fund units (to a total maximum of 10% of the fund capital),
- in money market instruments,
- in derivative instruments and
- in an account at a credit institution.

The fund may use derivative instruments, including OTC derivatives, as part of its investment focus.

The underlying assets to derivative instruments may consist of or be related to

- such assets as referred to in Chapter 5, §1, paragraph 2, first sentence of the Swedish Investment Funds Act,
- a financial index,
- interest rates,
- exchange rates, or
- foreign currencies.

The fund may invest in such transferable securities and money market instruments as referred to in Chapter 5, §5 of the Swedish Investment Funds Act.

The fund may use such techniques and instruments as designated in Chapter 25, §21 of the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds to increase returns and create leveraging in the fund.

Sustainability requirements in the index

Solactive ISS ESG Screened Sweden 100 Tradable Index is calculated by Solactive AG in collaboration with ISS ESG. The companies that do not fulfil the sustainability requirements are excluded from the index. The excluded companies are those that are involved in systematic violations of international norms regarding the environment, human rights, working conditions, or anti-corruption. Limits are set for certain business operations with regard to the proportion of a company's turnover that may be related to the production/distribution associated with the business operations concerned. Those business operations subject to limits and the turnover limits applicable are provided in the table below.

Note that companies excluded in the index due to systematic violations of international norms are not included in the table as the exclusion of these companies from the index is not attributable to the production/distribution of products or services.

Area	Maximum turnover		Comments
	production	distribution	
Banned weapons*	0%	0%	
Nuclear weapons **	0%	0%	
Weapons and war materials***	5%	5%	
Alcohol***	5%	5%	
Tobacco ***	0%	5%	A limit of 0% applies to the production of tobacco
Pornography	0%	5%	A limit of 0% applies to the production of pornography
Commercial gambling***	5%	5%	
Fossil fuels***	5%	5%	A limit of 0% applies to the production and mining of tar sands
Cannabis***	5%	5%	

* Cluster weapons, anti-personnel mines, chemical and biological weapons.
** as well as depleted uranium
*** A limit of 50% of turnover is applied to services (e.g., marketing, key components, raw materials, machinery and technical equipment, technology, IT and support services, etc.) within or to this area. An example of a company with services to this area that is covered by the sustainability requirements is a company that manufactures cardboard cartons for the use of packaging alcohol.

Fund management may use ETFs and futures that are not analyzed from a sustainability perspective to a maximum of 3 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the funds.

Additional information about the sustainability dimensions taken into consideration in fund management and the methods used in the sustainability efforts are provided below. The sustainability requirements stated in the index are also provided in the sustainability profile of the fund, which is available at the Management Company's website, www.handelsbanken.se/funds and www.hallbarhetsprofilen.se.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The reason for the loan, which assets are subject to lending, the scope of the loan (maximum and expected), which counterparties the fund lends to (including terms), potential conflicts of interest, risk and risk management around lending, and how revenue from lending affects the fund's return are described in the general section under the heading "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*" Dividends are distributed in the B share classes. Normally, the dividends are paid out during March. The goal is to annually distribute between 3 and 4% of the unit value by year-end.

The Management Company determines whether a dividend is to be paid. Detailed information about the basis for dividend payments is contained in the fund rules.

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share classes	A1 SEK	A1 EUR	A1 NOK	A9 SEK	A9 EUR	A9 NOK	B1 SEK	B1 EUR
Fees %	0.2	0.2	0.2	0.1	0.1	0.1	0.2	0.2

The fund's management, activity level and returns

This fund is an index fund that tracks the Solactive ISS ESG Screened Sweden 100 Tradable Index with the purpose of generating returns over time that correspond as closely as possible to the returns of the index. Given that the fund is an index fund, Solactive ISS ESG Screened Sweden 100 Tradable Index represents the fund's benchmark index in the description of the activity level as indicated below.

The fund strives to keep deviations from the index as low as possible (for information on projected tracking error under normal market conditions, refer above under the heading *Investment focus and types of assets)*. The index will be replicated through full physical replication, which means that the fund invests directly in the equities included in the index. Management fees, customer flows, index rebalancing and company events result in fees and transaction costs for the fund. However, these costs are not charged to the index. The above factors result in fewer deviations from the index.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	31.34	-4.76	9.71	8.95	5.70	14.53	24.90	15.98	-	-	-
Tracking error 2 yrs., %	0.08	0.05	0.05	0.06	0.03	0.04	0.06	-	-	-	-

The information refers to the A1 SEK share class (the differences in tracking error between the classes are insignificant).

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

An investment in an equity fund is characterized by high risk as well as by the potential for high returns. As a result, the value of the fund can fluctuate significantly over time. The fund's investments are concentrated geographically to equities issued by companies in Sweden. This results in risks that normally are higher than for an investment in a diversified global equity fund that distributes its investments over several regions. The fund's investments are made in companies in several sectors or branches, which reduces the risk in the fund. Given that the fund consists of different share classes, changes in exchange rates can result in differences in the value and risk classification between the share classes based on the currency in which the share class is traded. The fund may invest in derivatives and does this to protect the value of the fund's underlying assets, to maintain the desired risk level in the fund portfolio or to minimize fund management costs. The volume of trading is limited where appropriate and is expected to have a marginal impact on the fund's risk profile.

Target group of the fund

The fund is suitable for the investor who would like to invest in a fund that follows the performance of the Stockholm stock exchange. The fund is most appropriate for an investor who has an investment horizon of 5 years or more and is prepared to take a relatively high risk.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has developed a plan for those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. In the event the fund's index is no longer made available, the fund rules must be amended. Unit holders are protected in this type of change to the fund rules by the review conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

Handelsbanken Sverige 100 Index Criteria - Sustainability information

☒ Sustainability dimensions are taken into consideration in the management of the fund.
☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund is an index fund and its objective is to track the performance of the Solactive ISS ESG Screened Sweden Small Cap Tradable Index. The index excludes companies in accordance with the criteria below. The fund may use ETFs and futures that are not analyzed from a sustainability perspective in its fund management up to a maximum of 3 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -

Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%

☒ Chemical and biological weapons
Management Company's comments: 0%

☒ Nuclear weapons
Management Company's comments: 0%

☒ Weapons and/or war materials
Management Company's comments: -

☒ Alcohol
Management Company's comments: -

☒ Tobacco
Management Company's comments: 0% production, 5% distribution

☒ Commercial gambling operations
Management Company's comments: -

☒ Pornography
Management Company's comments: 0% production, 5% distribution

☒ Fossil fuels (oil, gas, coal)
Management Company's comments: Production and extraction of tar sands 0%

☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ The fund avoids investing in all of the companies that have been identified as violating international norms.
Management Company's comments: -

☒ Management Company Engagement

The Management Company exercises its investor influence to affect change in companies with regard to sustainability issues. The Management Company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: We participate in a number of international initiatives relating to various sustainability matters where we see that we can make significant progress through a mutual dialogue.

☒ Investor influence through external service providers/consultants
Management Company's comments: Together with other capital owners/investors, we participate in mutual dialogues with companies through our service provider ISS ESG. Coordinating efforts in this manner is a strength and sends clear signals to the company that we expect the issues to be taken seriously and that a change must occur. The dialogues are based on suspected or verified breaches of international norms and conventions and focus primarily on principle areas of the UNGC: human rights, employee rights, labor practices, environment and anti-corruption.

☒ Voting at Annual General Meetings
Management Company's comments: -

Handelsbanken USA Index Criteria

Investment focus and types of assets

The fund is an index fund and its objective is to track the performance of the Solactive ISS ESG Screened USA Index as closely as possible. The index aims to reflect the equity markets for mid-sized and large listed companies in the US, excluding those companies that do not meet the sustainability requirements of the index (refer to the heading "*Sustainability requirements in the index"* for information regarding the sustainability requirements). The index will be replicated through physical replication, which means that the fund invests directly in a larger selection of the equities included in the index. The fund can also be invested in all of the equities included in the index. Tracking error (deviations from index, refer above in the section *Tracking error* for a more detailed explanation, as well as below under the heading *The fund's management, activity level and returns*) is expected to be less than 0.2% under normal market conditions. The management fee, as well as customer flows, index rebalancing and corporate events result in transaction costs for the fund, which are not present in the index. These are the main factors that impact the fund's ability to replicate the index. The index is market capitalization weighted and is revised and adjusted four times annually. The index is reinvested, i.e., distributions paid for equities included in the index are reinvested in the index after tax adjustments. Further information about the index is available at https://www.solactive.com/indices/.

The fund is a securities fund (UCITS). The fund is also an index fund that may invest in the following types of assets in accordance with Chapter 5, §7 in the Swedish Investment Funds Act:

- in transferable securities,
- in money market instruments,
- in derivative instruments,
- in fund units (to a total maximum of 10% of fund capital) and
- in an account at a credit institution.

The fund may use derivative instruments (including OTC derivatives) for the purpose of maintaining the fund's investment focus. The underlying assets to derivative instruments may consist of or be related to

- such assets as referred to in Chapter 5, §1, paragraph 2, first sentence of the Swedish Investment Funds Act,
- a financial index,
- interest rates,
- exchange rates, or
- foreign currencies.

The fund may invest in such transferable securities and money market instruments as referred to in Chapter 5, §5 of the Swedish Investment Funds Act.

The fund may use such techniques and instruments as designated in Chapter 25, §21 of the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds to increase returns and create leveraging in the fund.

Sustainability requirements in the index

Solactive ISS ESG Screened USA Index is calculated by Solactive AG in collaboration with ISS ESG. The companies that do not fulfil the sustainability requirements of the index are excluded from the index. The excluded companies are those that are involved in systematic violations of international norms regarding the environment, human rights, working conditions, or anti-corruption. Limits are set for certain business operations with regard to the proportion of a company's turnover that may be related to the production/distribution associated with business operations. Those business operations included and the turnover limits are provided in the table below.

Note that companies excluded in the index due to systematic violations of international norms are not included in the table as the exclusion of these companies from the index is not attributable to the production/distribution of products or services.

Area	Maximum turnover		Comments
	production	distribution	
Banned weapons*	0%	0%	
Nuclear weapons **	0%	0%	
Weapons and war materials***	5%	5%	
Alcohol***	5%	5%	
Tobacco ***	0%	5%	A limit of 0% applies to the production of tobacco
Pornography	0%	5%	A limit of 0% applies to the production of pornography
Commercial gambling***	5%	5%	
Fossil fuels***	5%	5%	A limit of 0% applies to the production and mining of tar sands
Cannabis***	5%	5%	

* Cluster weapons, anti-personnel mines, chemical and biological weapons.
** as well as depleted uranium

*** A limit of 50% of turnover is applied to services (e.g., marketing, key components, raw materials, machinery and technical equipment, technology, IT and support services, etc.) within or to this area. An example of companies with services to this area that covered by the sustainability requirements is a company that manufactures cardboard cartons for the use of packaging alcohol.

Fund management may use ETFs and futures that are not analyzed from a sustainability perspective to a maximum of 3 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the funds.

Additional information about the sustainability dimensions taken into consideration in fund management and the methods used in the sustainability efforts are provided below. The sustainability requirements stated in the index are also provided in the sustainability profile of the fund, which is available at the Management Company's website, www.handelsbanken.se/funds and www.hallbarhetsprofilen.se.

Refer to the general information section of the Information Brochure for general information about the Management Company's work with responsible investments.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The reason for the loan, which assets are subject to lending, the scope of the loan (maximum and expected), which counterparties the fund lends to (including terms), potential conflicts of interest, risk and risk management around lending, and how revenue from lending affects the fund's return are described in the general section under the heading "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*" Dividends are distributed in the B share classes. Normally, the dividends are paid out during March. The goal is to annually distribute between 2.5 and 3.5% of the unit value by year-end. The Management Company determines whether a dividend is to be paid. Detailed information about the basis for dividend payments is contained in the fund rules.

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share classes	A1 SEK	A1 EUR	A1 NOK	A9 SEK	A9 EUR	A9 NOK	B1 SEK	B1 EUR
Fees %	0.2	0.2	0.2	0.1	0.1	0.1	0.2	0.2

The fund's management, activity level and returns

This fund is an index fund that tracks the Solactive ISS ESG Screened USA Index with the purpose of generating returns over time that correspond as closely as possible to the returns of the index. Given that the fund is an index fund, Solactive ISS ESG Screened USA Index represents the fund's benchmark index in the description of the activity level as indicated below.

The fund strives to keep deviations from the index as low as possible (for information on projected tracking error under normal market conditions, refer above under the heading *Investment focus and types of assets)*. The index will be replicated through optimized (sample-based) physical replication, which means that the fund invests directly in the majority of the equities included in the index. Management fees, customer flows, index rebalancing and company events result in fees and transaction costs for the fund. However, these costs are not charged to the index. The above factors result in fewer deviations from the index.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	40.63	3.54	9.04	19.17	8.67	35.94	29.86	9.21	-	-	-
Tracking error 2 yrs., %	0.09	0.08	0.14	0.38	0.59	0.45	0.10	-	-	-	-

The information refers to the A1 SEK share class (the differences in tracking error between the classes are insignificant).

The value of the fund unit was adjusted on 16 June 2014, after a judgement in the administrative court in Falun. In accordance with the judgement, funds with US holdings should be imposed with the full US withholding tax (30%) as of 1 January 2012. The full US withholding tax was deducted as of 16 June 2014, until the administrative court of appeal in Sundsvall reversed the administrative court's judgement on 30 March 2015. At this time, the withholding tax that had been previously reserved was repaid to each fund. The management of the tax situation contributed to a higher tracking error for the period 2014-2017 than would otherwise have been the case. The tracking error in 2018 and 2019 is in line with the expected results for the management of the fund.

Risk profile of fund

An investment in an equity fund is characterized by high risk as well as by the potential for high returns. As a result, the value of the fund can fluctuate significantly over time. The fund's investments are concentrated geographically to the North American equity market. This results in risks that normally are higher than for an investment in a diversified global equity fund that distributes its investments over several regions. However, the fund's investments are made in companies in several sectors or branches, which reduces the risk in the fund. Given that investments are made in foreign equities denominated in currencies other than the fund's base currency, fund investments are associated with currency risk. Given that the fund consists of different share classes, changes in exchange rates can result in differences in the value and the risk classification between different share classes depending upon which currency the share class is traded. The fund may invest in derivatives and does this to protect the value of the fund's underlying assets, to maintain the desired risk level in the fund portfolio or to minimize fund management costs. The volume of trading is limited where appropriate and is expected to have a marginal impact on the fund's risk profile.

Target group of the fund

The fund is suitable for the investor who would like to invest in a fund that follows the US equity market. The fund is most appropriate for an investor who has an investment horizon of 5 years or more.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has established a plan that describes those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. Unit holders are protected by the review of the amended fund rules that is conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☒ Sustainability dimensions are taken into consideration in the management of the fund.
☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund is an index fund and its objective is to track the performance of the Solactive ISS ESG Screened USA Index. The index excludes companies in accordance with the criteria below.

The fund may use ETFs and futures that are not analyzed from a sustainability perspective in its asset management up to a maximum of 3 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -

Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%
☒ Chemical and biological weapons
Management Company's comments: 0%
☒ Nuclear weapons
Management Company's comments: 0%
☒ Weapons and/or war materials
Management Company's comments: -
☒ Alcohol
Management Company's comments: -
☒ Tobacco
Management Company's comments: 0% production, 5% distribution
☒ Commercial gambling
Management Company's comments: -
☒ Pornography
Management Company's comments: 0% production, 5% distribution
☒ Fossil fuels (oil, gas, coal)
Management Company's comments: Production and mining of tar sands, 0%
☒ Coal
Management Company's comments: -
☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.
☒ The fund avoids investing in all companies identified as failing to comply with international norms.
Management Company's comments: -

☒ Management Company Engagement

The Management Company exercises its investor influence to affect change in companies with regard to sustainability issues. The Management Company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: We participate in a number of international initiatives relating to various sustainability matters where we see that we can make significant progress through a mutual dialogue.

☒ Investor influence through external service providers/consultants
Management Company's comments: Together with other capital owners/investors, we participate in mutual dialogues with companies through our service provider ISS ESG. Coordinating efforts in this manner is a strength and sends clear signals to the company that we expect the issues to be taken seriously and that a change must occur. The dialogues are based on suspected or verified breaches of international norms and conventions and focus primarily on principle areas of the UNGC: human rights, employee rights, labor practices, environment and anti-corruption.

☒ Voting at Annual General Meetings
Management Company's comments: -

FUND OF FUNDS

Handelsbanken Auto 25 Criteria

Investment focus and types of assets

The fund is a rules-based mixed fund and its objective is to offer a pre-determined allocation (target weightings) by investing in a limited number of funds, including equity and fixed income funds, in accordance with that which is stated below and with a rebalancing of the target weightings a minimum of once per quarter. The fund is a special fund (non-UCITS) and differs from a securities fund by being permitted to have larger holdings in individual funds.

The fund may invest in the following types of assets

- in transferable securities,
- in money market instruments
- in units in funds
- in derivative instruments, and
- in an account at a credit institution.

The fund is a rules-based mixed fund. A rule-based fund refers to a fund with a pre-determined allocation. Changes to the relative weighting in the holdings occur almost exclusively within the asset management to restore the fund's holdings to the pre-determined target weightings (refer below). Within the framework of the target weightings, the allocation of the funds is determined by means of the funds in which the asset manager invests the fund's assets (refer below for detailed information).

The fund's equity exposure is attained primarily through investments in funds with exposure to the Nordic and global equity markets. The fixed income exposure is attained primarily through investments in funds with exposure to the Swedish fixed income market. There are no restrictions to the investments with regard to sector or company size.

Twenty-five percent of the fund's value shall be invested in equity-related securities and equity funds (target weighting of equity exposure), of which a minimum of 20 percent shall be made in equity funds and 75 percent in interest-related securities and fixed income funds with exposure to the Swedish fixed income market (target weighting of fixed income exposure), of which a minimum of 70 percent shall be in fixed income funds. Fund holdings are rebalanced to correspond to the target weightings in conjunction with the turn of each quarter (February/March, May/June, August/September, November/December). In the event fund holdings are below or exceed any of the target weightings by +/- 2.5 percent between the quarterly rebalancing periods, the fund's holdings will be rebalanced to correspond to the target weightings.

Fifty percent of the target weighting in the equity exposure shall consist of funds/equity-related securities with exposure to the global equity markets and 50 percent shall consist of funds/equity related securities with exposure to the Nordic equity markets (target weighting of geographic equity exposure). Fund holdings are rebalanced to correspond to the target weighting for the geographic equity exposure in conjunction with the turn of each quarter (February/March, May/June, August/September, November/December). In the event fund holdings are below or exceed the geographic target weighting by +/- 2.5 percent between the quarterly rebalancing periods, the fund's holdings will be rebalanced to correspond to the geographic target weighting (50 percent).

Substantially all of the fund's investments will be made in a limited number of funds and collective investment undertakings. Investments in funds or collective investment undertakings associated with the Handelsbanken Group will total a minimum of 90 percent of the fund's value. Fund holdings shall normally consist of 5-6 funds, including fixed income and equity funds, associated with the Handelsbanken Group. Following the asset manager's basic analysis of the funds in which the fund's assets shall be invested, these holdings will no longer be subject to active asset management. The fund's assets shall be primarily invested in funds associated with the Handelsbanken Group. The fund may only invest in other funds that fulfil the sustainability requirements defined in the fund's sustainability information under the section, "*Exclusion*".

The investment focus means that a substantial portion of the fund's assets are invested in units of other funds, whereby the fund is a so-called fund of funds.

Within the scope of the stated target weightings, the fund's assets are invested as follows

Equity and fixed income exposure	
Equities	25.00% (+/- 2.5 percent)
Fixed income	75.00% (+/- 2.5 percent)
Region (equity exposure)	
Nordics	12.50% (+/- 2.5 percent)
Global	12.50% (+/- 2.5 percent)

Funds

Equity exposure	
XACT Nordic High Dividend Low Volatility (UCITS ETF)	2.50%
Handelsbanken Norden Index Criteria	10.00%
Handelsbanken Global Index Criteria	10.00%
Handelsbanken Global Småbolag Index Criteria	2.50%
Fixed income exposure	
Handelsbanken Kortränta SEK	37.50%
XACT Obligation (UCITS ETF)	37.50%

The fund may use derivative instruments (including OTC derivatives) for the purpose of maintaining the fund's investment focus. The underlying assets to derivative instruments may consist of or be related to such assets as referred to in Chapter 5, §1, paragraph 2, first sentence of the Swedish Investment Funds Act, a financial index, interest rates, exchange rates, or foreign currencies.

The fund may invest in such transferable securities and money market instruments as referred to in Chapter 5, §5 of the Swedish Investment Funds Act.

The fund may use such techniques and instruments as designated in Chapter 25, §21 of the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds to increase returns and create leveraging in the fund.

All of the income derived from the use of techniques and instruments to improve the effectiveness of the investment process is allocated to the fund, after the deduction of administrative expenses for the management of collateral and other costs. The fund's custodian institution manages collateral.

Sustainability requirements

The fund does not invest directly or indirectly (indirectly refers to the direct investments of the underlying funds) in:

- companies involved in banned weapons (cluster munitions, anti-personnel mines, biological and chemical weapons),
- companies involved in nuclear weapons,
- companies that produce tobacco products, pornography or explore, alternatively extract, tar sands,
- companies in which the turnover from distribution of tobacco products or pornography exceeds 5%, and
- companies in which the turnover from production or distribution of war materials, alcohol, commercial gambling, cannabis or fossil fuels exceed 5%.

The fund also excludes investments, directly or indirectly, in companies with systematic violations of international norms and conventions relating to human rights, work conditions, corruption and the environment. This provision is based on the 10 principles of the voluntary UN initiative, Global Compact.

A summary of the sustainability work in the fund is provided under the "*Sustainability information*" section below. All of the sustainability requirements stated are also available in the fund's sustainability profile on the Management Company's website, www.handelsbanken.se/funds and at www.hallbarhetsprofilen.se.

Refer to the general section of the Information Brochure for general information about the Management Company's work with responsible investments, etc.

To manage liquidity in the fund, the fund rules provide for the fund to make investments in exchange-traded funds (ETFs) that do not meet the sustainability requirements stated above (however, these are limited to a maximum of 5 percent of the fund's value). This option is not utilized.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The reason for the loan, which assets are subject to lending, the scope of the loan (maximum and expected), which counterparties the fund lends to (including terms), potential conflicts of interest, risk and risk management around lending, and how revenue from lending affects the fund's return are described in the general section under the heading "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*" Dividends are distributed in the B share classes. Normally, the dividends are paid out during March. The goal is to annually distribute between 2.5 and 3.5% of the unit value by year-end. The Management Company determines whether a dividend is to be paid. Detailed information about the basis for dividend payments is contained in the fund rules.

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share classes	A1 SEK	A9 SEK	B1 SEK
Fees %	0.6	0.3	0.6

Applicable value-added tax will be added to the fees stated above on each occasion.

The fund is compensated in full for the management fees and any performance-based fees in underlying funds managed by the Handelsbanken Group. The fund is not compensated for fees in the underlying
funds when units in funds are issued by companies external to the Handelsbanken Group.

In addition, there is a limit to the types of fees that may be charged for the fund to invest any of its assets in an underlying fund. A maximum fixed annual fee of 3% may be charged for the fixed management fees of the underlying funds in which the fund invests its assets. Any performance-based management fee for the underlying funds may not exceed 30% of the excess returns relative to each fund's benchmark (index or the equivalent) during each measurement period.

There are no subscription or redemption fees charged to the fund for investments in underlying funds.

The fund's management, activity level and returns

This fund is a rules-based fund and the allocation between equity exposure and fixed income exposure is pre-determined. The equity exposure is guided by Solactive ISS ESG Screened Nordic All Cap Index (10%), Handelsbanken Nordic High Dividend Low Volatility Criteria Index (SEK) (2.5%), Solactive ISS ESG Screened Global Markets Index (10%), Solactive ISS ESG Screened Developed Markets Small Cap Index (2.5%); and the fixed income exposure is guided by OMRX Treasury Bill Index (37.5%) and SHB Sweden All Bond Tradable Index (37.5%). The referenced indexes represent the fund's benchmark indexes in the description of the activity level as indicated below.

Given that the fund invests in fund units, there will be smaller deviations in returns relative to the fund's benchmark index. Further, the fund will occasionally have a slightly higher or lower proportion of equities than the index (maximum of 2.5%), which also contributes to the fund's tracking error. These two factors represent the primary explanations for the fund's tracking error.

The fund's returns are shown below for the period that the fund has been in existence. However, since the fund does not have 24 months of monthly data, it is not possible to calculate the fund's tracking error. Thus, this information is not provided in the table below. Additional information about tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	7.43	-	-	-	-	-	-	-	-	-	-
Tracking error 2 yrs., %	-	-	-	-	-	-	-	-	-	-	-

The information refers to the A1 SEK share class (the differences in tracking error between the classes are insignificant).

Risk profile of fund

The fund is a fund of funds in which the investment focus normally means an investment with low risk. The risk in the fund depends on the allocation between the equity and fixed income investment asset classes. An investment in equities and equity funds is normally associated with high risk and returns in the fund can vary significantly over time. An investment in interest-bearing securities or a fixed income fund is associated with interest rate risk, which means that when the general interest rate level rises, the value of the interest-bearing securities declines and has a negative impact on the fund's returns. A fund that invests in interest-bearing instruments with long residual fixed interest duration has a higher risk than a fund that invests in interest-bearing instruments with a shorter residual fixed interest duration. The fixed interest duration in the holdings can vary significantly over time. The fund may concentrate its investments by region and sector. As a result, the fund may have a higher risk than an investment in a diversified global fund that distributes its investments across several regions or sectors. Given that the fund's investments are made in foreign securities denominated in another currency other than the fund's base currency, an investment in the fund is exposed to currency risk. Investments in interest-bearing securities have a credit risk, given that the fund may incur a loss due to the inability of an issuer to comply with its obligations. The credit risk is higher when the fund's share of assets in interest-bearing securities issued by companies or states with low credit quality increases. The fund may invest in derivatives as part of its investment focus with the aim of protecting the value of the fund's underlying assets, to maintain the desired level of risk in the fund portfolio or to minimize management costs. The volume of trading is limited where applicable and is expected to have a marginal impact on the fund's risk profile.

Financial leverage

Derivative instruments can have a so-called leverage effect, which means that the fund's sensitivity to market fluctuations increase or decrease. Normally, the fund will not utilize derivative instruments given that the rules-based management in the fund does not require it. In the event that derivative instruments are utilized, it will be to a very limited extent. However, the fund may reach a financial leverage in accordance with applicable legislation and by adhering to the regulations for non-UCITS funds. The financial leverage, which is expressed as the relationship between the fund's exposure and

its net asset value, may total 200% calculated in accordance with both the gross method and the commitment approach. However, the Management Company has limited derivative exposure (leverage) to 5 percent of the fund's value after calculation of the total exposure.

Target group of the fund

The fund is suitable for the investor who would like to have a simple, pre-determined allocation that has a larger proportion of investments with exposure to the Swedish fixed income market and a smaller proportion of the investments with exposure to the Nordic and global equity markets. The fund is most appropriate for an investor who has an investment horizon of 2 years or more.

Handelsbanken Auto 25 Criteria - Sustainability information

☒ Sustainability dimensions are taken into consideration in the management of the fund.
☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund is a fund of funds, only invests in funds and does not invest directly in companies. Handelsbanken Auto 25 Criteria selects and invests in underlying funds that fulfil sustainability requirements comparable to those of the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration.
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -

Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%
☒ Chemical and biological weapons
Management Company's comments: 0%
☒ Nuclear weapons
Management Company's comments: 0%
☒ Weapons and/or war materials
Management Company's comments: -
☒ Alcohol
Management Company's comments: -
☒ Tobacco
Management Company's comments: 0% production, 5% distribution
☒ Commercial gambling operations
Management Company's comments: -
☒ Pornography
Management Company's comments: 0% production, 5% distribution
☒ Fossil fuels (oil, gas, coal)
Management Company's comments: tar sands 0%
☒ Coal
Management Company's comments: -
☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.
☒ The fund avoids investing in all companies identified as failing to comply with international norms.
Management Company's comments: -

☒ Management Company Engagement

The fund management company exercises its investor influence to affect change in companies with regard to sustainability issues.
The fund management company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: Refers to underlying funds.

☒ Investor influence through external service providers/consultants
Management Company's comments: Refers to underlying funds.

☒ Voting at Annual General Meetings
Management Company's comments: Refers to underlying funds.

Handelsbanken Auto 50 Criteria

Investment focus and types of assets

The fund is a rules-based mixed fund and its objective is to offer a pre-determined allocation (target weightings) by investing in a limited number of funds, including equity and fixed income funds, in accordance with that which is stated below and with a rebalancing of the target weightings a minimum of once per quarter. The fund is a special fund (non-UCITS) and differs from a securities fund by being permitted to have larger holdings in individual funds.

The fund may invest in the following types of assets

- in transferable securities,
- in money market instruments
- in units in funds
- in derivative instruments, and
- in an account at a credit institution.

The fund is a rules-based mixed fund. A rule-based fund refers to a fund with a pre-determined allocation. Changes to the relative weighting in the holdings occur almost exclusively within the asset management to restore the fund's holdings to the pre-determined target weightings (refer below). Within the framework of the target weightings, the allocation of the funds is determined by means of the funds in which the asset manager invests the fund's assets (refer below for detailed information).

The fund's equity exposure is attained primarily through investments in funds with exposure to the Nordic and global equity markets. The fixed income exposure is attained primarily through investments in funds with exposure to the Swedish fixed income market. There are no restrictions to the investments with regard to sector or company size.

Fifty percent of the fund's value shall be invested in equity-related securities and equity funds (target weighting of equity exposure), of which a minimum of 45 percent is in equity funds, and 50% is in interest-related securities and fixed income funds with exposure to the Swedish fixed income market (target weighting of fixed income exposure), of which a minimum of 45 percent shall be in fixed income funds. Fund holdings are rebalanced to correspond to the target weightings in conjunction with the turn of each quarter (February/March, May/June, August/September, November/December). In the event fund holdings are below or exceed any of the target weightings by +/- 2.5 percent between the quarterly rebalancing periods, the fund's holdings will be rebalanced to correspond to the target weightings.

Fifty percent of the target weighting in the equity exposure shall consist of funds/equity-related securities with exposure to the global equity markets and 50 percent shall consist of funds/equity related securities with exposure to the Nordic equity markets (target weighting of geographic equity exposure). Fund holdings are rebalanced to correspond to the target weighting for the geographic equity exposure in conjunction with the turn of each quarter (February/March, May/June, August/September, November/December). In the event fund holdings are below or exceed the geographic target weighting by +/- 2.5 percent between the quarterly rebalancing periods, the fund's holdings will be rebalanced to correspond to the geographic target weighting (50 percent).

The fund's investments will be made in a limited number of funds and collective investment undertakings. Investments in funds or collective investment undertakings associated with the Handelsbanken Group will total a minimum of 90 percent of the fund's value. Fund holdings shall normally consist of 5-6 funds, including fixed income and equity funds, associated with the Handelsbanken Group. Following the asset manager's basic analysis of the funds in which the fund's assets shall be invested, these holdings will no longer be subject to active asset management. The fund's assets shall be primarily invested in funds associated with the Handelsbanken Group. The fund may only invest in other funds that fulfil the sustainability requirements defined in the fund's sustainability information under the section, "*Exclusion*".

The investment focus means that a substantial portion of the fund's assets are invested in units of other funds, whereby the fund is a so-called fund of funds.

Within the scope of the stated target weightings, the fund's assets are invested as follows

Equity and fixed income exposure	
Equities	50.00% (+/- 2.5 percent)
Fixed income	50.00% (+/- 2.5 percent)
Region (equity exposure)	
Nordics	25.00% (+/- 2.5 percent)
Global	25.00% (+/- 2.5 percent)
Funds	
Equity exposure	
XACT Nordic High Dividend Low Volatility (UCITS ETF)	5.00%
Handelsbanken Norden Index Criteria	20.00%
Handelsbanken Global Index Criteria	20.00%
Handelsbanken Global Småbolag Index Criteria	5.00%
Fixed income exposure	
Handelsbanken Kortränta SEK	25.00%
XACT Obligation (UCITS ETF)	25.00%

The fund may use derivative instruments (including OTC derivatives) for the purpose of maintaining the fund's investment focus. The underlying assets to derivative instruments may consist of or be related to such assets as referred to in Chapter 5, §1, paragraph 2, first sentence of the Swedish Investment Funds Act, a financial index, interest rates, exchange rates, or foreign currencies.

The fund may invest in such transferable securities and money market instruments as referred to in Chapter 5, §5 of the Swedish Investment Funds Act.

The fund may use such techniques and instruments as designated in Chapter 25, §21 of the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds to increase returns and create leveraging in the fund.

All of the income derived from the use of techniques and instruments to improve the effectiveness of the investment process is allocated to the fund, after the deduction of administrative expenses for the management of collateral and other costs. The fund's custodian institution manages collateral.

Sustainability requirements

The fund does not invest directly or indirectly (indirectly refers to the direct investments of the underlying funds) in:

- companies involved in banned weapons (cluster munitions, anti-personnel mines, biological and chemical weapons),
- companies involved in nuclear weapons,
- companies that produce tobacco products, pornography or explore, alternatively extract, tar sands,
- companies in which the turnover from distribution of tobacco products or pornography exceeds 5%, and
- companies in which the turnover from production or distribution of war materials, alcohol, commercial gambling, cannabis or fossil fuels exceed 5%.

The fund also excludes investments, directly or indirectly, in companies with systematic violations of international norms and conventions relating to human rights, work conditions, corruption and the environment. This provision is based on the 10 principles of the voluntary UN initiative, Global Compact.

A summary of the sustainability work in the fund is provided under the "*Sustainability information*" section below. All of the sustainability requirements stated are also available in the fund's

sustainability profile on the Management Company's website, www.handelsbanken.se/funds and at www.hallbarhetsprofilen.se.

Refer to the general section of the Information Brochure for general information about the Management Company's work with responsible investments, etc.

To manage liquidity in the fund, the fund rules provide for the fund to make investments in exchange-traded funds (ETFs) that do not meet the sustainability requirements stated above (however, these are limited to a maximum of 5 percent of the fund's value). This option is not utilized.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The reason for the loan, which assets are subject to lending, the scope of the loan (maximum and expected), which counterparties the fund lends to (including terms), potential conflicts of interest, risk and risk management around lending, and how revenue from lending affects the fund's return are described in the general section under the heading "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*" Dividends are distributed in the B share classes. Normally, the dividends are paid out during March. The goal is to annually distribute between 2.5 and 3.5% of the unit value by year-end. The Management Company determines whether a dividend is to be paid. Detailed information about the basis for dividend payments is contained in the fund rules.

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share classes	A1 SEK	A9 SEK	B1 SEK
Fees %	0.6	0.3	0.6

Applicable value-added tax will be added to the fees stated above on each occasion.

The fund is compensated in full for the management fees and any performance-based fees in underlying funds managed by the Handelsbanken Group. The fund is not compensated for fees in the underlying funds when units in funds are issued by companies external to the Handelsbanken Group.

In addition, there is a limit to the types of fees that may be charged for the fund to invest any of its assets in an underlying fund. A maximum fixed annual fee of 3% may be charged for the fixed management fees of the underlying funds in which the fund invests its assets. Any performance-based management fee for the underlying funds may not exceed 30% of the excess returns relative to each fund's benchmark (index or the equivalent) during each measurement period.

There are no subscription or redemption fees charged to the fund for investments in underlying funds.

The fund's management, activity level and returns

This fund is a rules-based fund and the allocation between equity exposure and fixed income exposure is pre-determined. The equity exposure is guided by Solactive ISS ESG Screened Nordic All Cap Index (20%), Handelsbanken Nordic High Dividend Low Volatility Criteria Index (SEK) (5%), Solactive ISS ESG Screened Global Markets Index (20%), Solactive ISS ESG Screened Developed Markets Small Cap Index (5%); and the fixed income exposure is guided by OMRX Treasury Bill Index (25%) and SHB Sweden All Bond Tradable Index (25%). The referenced indexes represent the fund's benchmark indexes in the description of the activity level as indicated below.

Given that the fund invests in fund units, there will be smaller deviations in returns relative to the fund's benchmark index. Further, the fund will occasionally have a slightly higher or lower proportion of equities than the index (maximum of 2.5%), which also contributes to the fund's tracking error. These two factors represent the primary explanations for the fund's tracking error.

The fund's returns are shown below for the period that the fund has been in existence. However, since the fund does not have 24 months of monthly data, it is not possible to calculate the fund's tracking error. Thus, this information is not provided in the table below. Additional information about tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	15.29	-	-	-	-	-	-	-	-	-	-
Tracking error 2 yrs., %	-	-	-	-	-	-	-	-	-	-	-

The information refers to the A1 SEK share class (the differences in tracking error between the classes are insignificant).

Risk profile of fund

The fund is a fund of funds. The investment focus of the fund normally means an investment with moderately high risk. The risk in the fund depends on the allocation between the equity and fixed income investment asset classes. An investment in equities and equity funds is normally associated with high risk and returns in the fund can vary significantly over time. An investment in interest-bearing securities or a fixed income fund is associated with interest rate risk, which means that when the general interest rate level rises, the value of the interest-bearing securities declines and has a negative impact on the fund's returns. A fund that invests in interest-bearing instruments with long residual fixed interest duration has a higher risk than a fund that invests in interest-bearing instruments with a shorter residual fixed interest duration. The fixed interest duration in the holdings can vary significantly over time. The fund may concentrate its investments by region and sector. As a result, the fund may have a higher risk than an investment in a diversified global fund that distributes its investments across several regions or sectors. Given that the fund's investments are made in foreign securities denominated in another currency other than the fund's base currency, an investment in the fund is exposed to currency risk. Investments in interest-bearing securities have a credit risk, given that the fund may incur a loss due to the inability of an issuer to comply with its obligations. The credit risk is higher when the fund's share of assets in interest-bearing securities issued by companies or states with low credit quality increases. The fund may invest in derivatives as part of its investment focus with the aim of protecting the value of the fund's underlying assets, to maintain the desired level of risk in the fund portfolio or to minimize management costs. The volume of trading is limited where applicable and is expected to have a marginal impact on the fund's risk profile.

Financial leverage

Derivative instruments can have a so-called leverage effect, which means that the fund's sensitivity to market fluctuations increase or decrease. Normally, the fund will not utilize derivative instruments given that the rules-based management in the fund does not require it. In the event that derivative instruments are utilized, it will be to a very limited extent. However, the fund may reach a financial leverage in accordance with applicable legislation and by adhering to the regulations for non-UCITS funds. The financial leverage, which is expressed as the relationship between the fund's exposure and its net asset value, may total 200% calculated in accordance with both the gross method and the

commitment approach. However, the Management Company has limited derivative exposure (leverage) to 5 percent of the fund's value after calculation of the total exposure.

Target group of the fund

The fund is suitable for the investor who would like to have a simple, pre-determined allocation that has an equal proportion of investments with exposure to the Swedish fixed income market as with investments with exposure to the Nordic and global equity markets. The fund is most appropriate for an investor who has an investment horizon of 3 years or more.

Handelsbanken Auto 50 Criteria - Sustainability information

☒ Sustainability dimensions are taken into consideration in the management of the fund.
☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund is a fund of funds, only invests in funds and does not invest directly in companies. Handelsbanken Auto 50 Criteria selects and invests in underlying funds that fulfil sustainability requirements comparable to those of the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration.
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -

Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%
☒ Chemical and biological weapons
Management Company's comments: 0%
☒ Nuclear weapons
Management Company's comments: 0%
☒ Weapons and/or war materials
Management Company's comments: -
☒ Alcohol
Management Company's comments: -
☒ Tobacco
Management Company's comments: 0% production, 5% distribution
☒ Commercial gambling operations
Management Company's comments: -
☒ Pornography
Management Company's comments: 0% production, 5% distribution
☒ Fossil fuels (oil, gas, coal)
Management Company's comments: tar sands 0%
☒ Coal
Management Company's comments: -
☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ The fund avoids investing in all companies identified as failing to comply with international norms.
Management Company's comments: -

☒ Management Company Engagement

The fund management company exercises its investor influence to affect change in companies with regard to sustainability issues.
The fund management company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: Refers to underlying funds.

☒ Investor influence through external service providers/consultants
Management Company's comments: Refers to underlying funds.

☒ Voting at Annual General Meetings
Management Company's comments: Refers to underlying funds.

Handelsbanken Auto 75 Criteria

Investment focus and types of assets

The fund is a rules-based mixed fund and its objective is to offer a pre-determined allocation (target weightings) by investing in a limited number of funds, including equity and fixed income funds, in accordance with that which is stated below, and with a rebalancing of the target weightings a minimum of once per quarter. The fund is a special fund (non-UCITS) and differs from a securities fund by being permitted to have larger holdings in individual funds.

The fund may invest in the following types of assets

- in transferable securities,
- in money market instruments
- in units in funds
- in derivative instruments, and
- in an account at a credit institution.

The fund is a rules-based mixed fund. A rule-based fund refers to a fund with a pre-determined allocation. Changes to the relative weighting in the holdings occur almost exclusively within the asset management to restore the fund's holdings to the pre-determined target weightings (refer below). Within the framework of the target weightings, the allocation of the funds is determined by means of the funds in which the asset manager invests the fund's assets (refer below for detailed information).

The fund's equity exposure is attained primarily through investments in funds with exposure to the Nordic and global equity markets. The fixed income exposure is attained primarily through investments in funds with exposure to the Swedish fixed income market. There are no restrictions to the investments with regard to sector or company size.

Seventy-five percent of the fund's value shall be invested in equity-related securities and equity funds (target weighting of equity exposure), of which a minimum of 70 percent shall be made in equity funds, and 25 percent in interest-related securities and fixed income funds with exposure to the Swedish fixed income market (target weighting of fixed income exposure), of which a minimum of 20 percent shall be in fixed income funds. Fund holdings are rebalanced to correspond to the target weightings in conjunction with the turn of each quarter (February/March, May/June, August/September, November/December). In the event fund holdings are below or exceed any of the target weightings by +/- 2.5 percent between the quarterly rebalancing periods, the fund's holdings will be rebalanced to correspond to the target weightings.

Fifty percent of the target weighting in the equity exposure shall consist of funds/equity-related securities with exposure to the global equity markets and 50 percent shall consist of funds/equity related securities with exposure to the Nordic equity markets (target weighting of geographic equity exposure). Fund holdings are rebalanced to correspond to the target weighting for the geographic equity exposure in conjunction with the turn of each quarter (February/March, May/June, August/September, November/December). In the event fund holdings are below or exceed the geographic target weighting by +/- 2.5 percent between the quarterly rebalancing periods, the fund's holdings will be rebalanced to correspond to the geographic target weighting (50 percent).

The fund's investments will be made in a limited number of funds and collective investment undertakings. Investments in funds or collective investment undertakings associated with the Handelsbanken Group will total a minimum of 90 percent of the fund's value. Fund holdings shall normally consist of 5-6 funds, including fixed income and equity funds, associated with the Handelsbanken Group. Following the asset manager's basic analysis of the funds in which the fund's assets shall be invested, these holdings will no longer be subject to active asset management. The fund's assets shall be primarily invested in funds associated with the Handelsbanken Group. The fund may only invest in other funds that fulfil the sustainability requirements defined in the fund's sustainability information under the section, "*Exclusion*.

The investment focus means that a substantial portion of the fund's assets are invested in units of other funds, whereby the fund is a so-called fund of funds.

Within the scope of the stated target weightings, the fund's assets are invested as follows:

Equity and fixed income exposure		
Equities	75.00%	(+/- 2.5 percent)
Fixed income	25.00%	(+/- 2.5 percent)
Region (equity exposure)		
Nordics	37.50%	(+/- 2.5 percent)
Global	37.50%	(+/- 2.5 percent)

Funds	
Equity exposure	
XACT Nordic High Dividend Low Volatility (UCITS ETF)	7.50%
Handelsbanken Norden Index Criteria	30.00%
Handelsbanken Global Index Criteria	30.00%
Handelsbanken Global Småbolag Index Criteria	7.50%
Fixed income exposure	
Handelsbanken Kortränta SEK	12.50%
XACT Obligation (UCITS ETF)	12.50%

The fund may use derivative instruments (including OTC derivatives) for the purpose of maintaining the fund's investment focus. The underlying assets to derivative instruments may consist of or be related to such assets as referred to in Chapter 5, §1, paragraph 2, first sentence of the Swedish Investment Funds Act, a financial index, interest rates, exchange rates or foreign currencies.

The fund may invest in such transferable securities and money market instruments as referred to in Chapter 5, §5 of the Swedish Investment Funds Act.

The fund may use such techniques and instruments as designated in Chapter 25, §21 of the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds to increase returns and create leveraging in the fund.

All of the income derived from the use of techniques and instruments to improve the effectiveness of the investment process is allocated to the fund, after the deduction of administrative expenses for the management of collateral and other costs. The fund's custodian institution manages collateral.

Sustainability requirements

The fund does not invest directly or indirectly (indirectly refers to the direct investments of the underlying funds) in:

- companies involved in banned weapons (cluster munitions, anti-personnel mines, biological and chemical weapons),
- companies involved in nuclear weapons,
- companies that produce tobacco products, pornography or explore, alternatively extract, tar sands,
- companies in which the turnover from distribution of tobacco products or pornography exceeds 5%, and
- companies in which the turnover from production or distribution of war materials, alcohol, commercial gambling, cannabis or fossil fuels exceed 5%.

The fund also excludes investments, directly or indirectly, in companies with systematic violations of international norms and conventions relating to human rights, work conditions, corruption and the environment. This provision is based on the 10 principles of the voluntary UN initiative, Global Compact.

A summary of the sustainability work in the fund is provided under the "*Sustainability information*" section below. All of the sustainability requirements stated are also available in the fund's sustainability profile on the Management Company's website, www.handelsbanken.se/funds and at www.hallbarhetsprofilen.se.

Refer to the general section of the Information Brochure for general information about the Management Company's work with responsible investments, etc.

To manage liquidity in the fund, the fund rules provide for the fund to make investments in exchange-traded funds (ETFs) that do not meet the sustainability requirements stated above (however, these are limited to a maximum of 5 percent of the fund's value). This option is not utilized.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The reason for the loan, which assets are subject to lending, the scope of the loan (maximum and expected), which counterparties the fund lends to (including terms), potential conflicts of interest, risk and risk management around lending, and how revenue from lending affects the fund's return are described in the general section under the heading "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*" Dividends are distributed in the B share classes. Normally, the dividends are paid out during March. The goal is to annually distribute between 2.5 and 3.5% of the unit value by year-end. The Management Company determines whether a dividend is to be paid. Detailed information about the basis for dividend payments is contained in the fund rules.

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share classes	A1 SEK	A9 SEK	B1 SEK
Fees %	0.6	0.3	0.6

Applicable value-added tax will be added to the fees stated above on each occasion.

The fund is compensated in full for the management fees and any performance-based fees in underlying funds managed by the Handelsbanken Group. The fund is not compensated for fees in the underlying funds when units in funds are issued by companies external to the Handelsbanken Group.

In addition, there is a limit to the types of fees that may be charged for the fund to invest any of its assets in an underlying fund. A maximum fixed annual fee of 3% may be charged for the fixed management fees of the underlying funds in which the fund invests its assets. Any performance-based management fee for the underlying funds may not exceed 30% of the excess returns relative to each fund's benchmark (index or the equivalent) during each measurement period.

There are no subscription or redemption fees charged to the fund for investments in underlying funds.

The fund's management, activity level and returns

This fund is a rules-based fund and the allocation between equity exposure and fixed income exposure is pre-determined. The equity exposure is guided by Solactive ISS ESG Screened Nordic All Cap Index (30%), Handelsbanken Nordic High Dividend Low Volatility Criteria Index (SEK) (7.5%), Solactive ISS ESG Screened Global Markets Index (30%), Solactive ISS ESG Screened Developed Markets Small Cap Index (7.5%); and the fixed income exposure is guided by OMRX Treasury Bill Index (12.5%) and SHB Sweden All Bond Tradable Index (12.5%). The referenced indexes represent the fund's benchmark indexes in the description of the activity level as indicated below.

Given that the fund invests in fund units, there will be smaller deviations in returns relative to the fund's benchmark index. Further, the fund will occasionally have a slightly higher or lower proportion of equities than the index (maximum of 2.5%), which also contributes to the fund's tracking error. These two factors represent the primary explanations for the fund's tracking error.

The fund's returns are shown below for the period that the fund has been in existence. However, since the fund does not have 24 months of monthly data, it is not possible to calculate the fund's tracking error. Thus, this information is not provided in the table below. Additional information about tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	23.67	-	-	-	-	-	-	-	-	-	-
Tracking error 2 yrs., %	-	-	-	-	-	-	-	-	-	-	-

The information refers to the A1 SEK share class (the differences in tracking error between the classes are insignificant).

Risk profile of fund

The fund is a fund of funds in which the investment focus normally means an investment with moderately high risk. The risk in the fund depends on the allocation between the equity and fixed income investment asset classes. An investment in equities and equity funds is normally associated with high risk and returns in the fund can vary significantly over time. An investment in interest-bearing securities or a fixed income fund is associated with interest rate risk, which means that when the general interest rate level rises, the value of the interest-bearing securities declines and has a negative impact on the fund's returns. A fund that invests in interest-bearing instruments with long residual fixed interest duration has a higher risk than a fund that invests in interest-bearing instruments with a shorter residual fixed interest duration. The fixed interest duration in the holdings can vary significantly over time. The fund may concentrate its investments by region and sector. As a result, the fund may have a higher risk than an investment in a diversified global fund that distributes its investments across several regions or sectors. Given that the fund's investments are made in foreign securities denominated in another currency other than the fund's base currency, an investment in the fund is exposed to currency risk. Investments in interest-bearing securities have a credit risk, given that the fund may incur a loss due to the inability of an issuer to comply with its obligations. The credit risk is higher when the fund's share of assets in interest-bearing securities issued by companies or states with low credit quality increases. The fund may invest in derivatives as part of its investment focus with the aim of protecting the value of the fund's underlying assets, to maintain the desired level of risk in the fund portfolio or to minimize management costs. The volume of trading is limited where applicable and is expected to have a marginal impact on the fund's risk profile.

Financial leverage

Derivative instruments can have a so-called leverage effect, which means that the fund's sensitivity to market fluctuations increase or decrease. Normally, the fund will not utilize derivative instruments given that the rules-based management in the fund does not require it. In the event that derivative instruments are utilized, it will be to a very limited extent. However, the fund may reach a financial leverage in accordance with applicable legislation and by adhering to the regulations for non-UCITS

funds. The financial leverage, which is expressed as the relationship between the fund's exposure and its net asset value, may total 200% calculated in accordance with both the gross method and the commitment approach. However, the Management Company has limited derivative exposure (leverage) to 5 percent of the fund's value after calculation of the total exposure.

Target group of the fund

The fund is suitable for the investor who would like to have a simple, pre-determined allocation that has a larger proportion of investments with exposure to the Nordic and global equity markets and a smaller proportion of the investments with exposure to the Swedish fixed income market. The fund is most appropriate for an investor who has an investment horizon of 5 years or more.

Handelsbanken Auto 75 Criteria - Sustainability information

☒ Sustainability dimensions are taken into consideration in the management of the fund.
☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund is a fund of funds, only invests in funds and does not invest directly in companies. Handelsbanken Auto 75 Criteria selects and invests in underlying funds that fulfil sustainability requirements comparable to those of the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration.
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -

Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%
☒ Chemical and biological weapons
Management Company's comments: 0%
☒ Nuclear weapons
Management Company's comments: 0%
☒ Weapons and/or war materials
Management Company's comments: -
☒ Alcohol
Management Company's comments: -
☒ Tobacco
Management Company's comments: 0% production, 5% distribution
☒ Commercial gambling operations
Management Company's comments: -
☒ Pornography
Management Company's comments: 0% production, 5% distribution
☒ Fossil fuels (oil, gas, coal)
Management Company's comments: tar sands 0%
☒ Coal
Management Company's comments: -
☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ The fund avoids investing in all companies identified as failing to comply with international norms.
Management Company's comments: -

☒ Management Company Engagement

The fund management company exercises its investor influence to affect change in companies with regard to sustainability issues.
The fund management company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: Refers to underlying funds.

☒ Investor influence through external service providers/consultants
Management Company's comments: Refers to underlying funds.

☒ Voting at Annual General Meetings
Management Company's comments: Refers to underlying funds.

Handelsbanken Auto 100 Criteria

Investment focus and types of assets

The fund is a rules-based fund and its objective is to offer a pre-determined allocation (target weightings) by investing in a limited number of funds, including equity and fixed income funds, in accordance with that which is stated below, and with a rebalancing of the target weightings a minimum of once per quarter. The fund is a special fund (non-UCITS) and differs from a securities fund by being permitted to have larger holdings in individual funds.

The fund may invest in the following types of assets
- in transferable securities,
- in money market instruments
- in units in funds
- in derivative instruments, and
- in an account at a credit institution.

The fund is a rules-based mixed fund. A rule-based fund refers to a fund with a pre-determined allocation. Changes to the relative weighting in the holdings occur almost exclusively within the asset management to restore the fund's holdings to the pre-determined target weightings (refer below). Within the framework of the target weightings, the allocation of the funds is determined by means of the funds in which the asset manager invests the fund's assets (refer below for detailed information).

The fund's assets shall be primarily invested in equity funds with exposure to the Nordic and global equity markets. There are no restrictions to the investments with regard to sector or company size.

Fifty percent of the fund's value shall be invested in equity-related securities/funds with exposure to the global equity market (of which a minimum of 45 percent is in funds) and 50 percent shall consist of equity-related securities/funds with exposure to the Nordic equity market (of which 45 percent is in funds) (target weighting of the geographic equity exposure). Fund holdings are rebalanced to correspond to the target weighting of the geographic equity exposures in conjunction with the turn of each quarter (February/March, May/June, August/September, November/December). In the event fund holdings are below or exceed any of the target weightings by +/- 2.5 percent between the quarterly rebalancing periods, the fund's holdings will be rebalanced to correspond to the target geographic weighting (50 percent).

The fund's investments will be made in a limited number of funds and collective investment undertakings. Investments in funds or collective investment undertakings associated with the Handelsbanken Group will total a minimum of 90 percent of the fund's value. Fund holdings shall normally consist of 4 equity funds associated with the Handelsbanken Group. Following the asset manager's basic analysis of the funds in which the fund's assets shall be invested, these holdings will no longer be subject to active asset management. The fund's assets shall be primarily invested in funds associated with the Handelsbanken Group. The fund may only invest in other funds that fulfil the sustainability requirements defined in the fund's sustainability information under the section, "*Exclusion*".

The investment focus means that a substantial portion of the fund's assets are invested in units of other funds, whereby the fund is a so-called fund of funds.

Within the scope of the stated target weightings, the fund's assets are invested as follows:

Equity and fixed income exposure		
Equities	100.00%	(+/- 2.5 percent)
Fixed income	0.00%	
Region (equity exposure)		
Nordics	50.00%	(+/- 2.5 percent)
Global	50.00%	(+/- 2.5 percent)

Funds

Equity exposure

XACT Nordic High Dividend Low Volatility (UCITS ETF)	10.00%
Handelsbanken Norden Index Criteria	40.00%
Handelsbanken Global Index Criteria	40.00%
Handelsbanken Global Småbolag Index Criteria	10.00%

Fixed income exposure

N/A

The fund may use derivative instruments (including OTC derivatives) for the purpose of maintaining the fund's investment focus. The underlying assets to derivative instruments may consist of or be related to such assets as referred to in Chapter 5, §1, paragraph 2, first sentence of the Swedish Investment Funds Act, a financial index, interest rates, exchange rates or foreign currencies.

The fund may invest in such transferable securities and money market instruments as referred to in Chapter 5, §5 of the Swedish Investment Funds Act.

The fund may use such techniques and instruments as designated in Chapter 25, §21 of the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds to increase returns and create leveraging in the fund.

All of the income derived from the use of techniques and instruments to improve the effectiveness of the investment process is allocated to the fund, after the deduction of administrative expenses for the management of collateral and other costs. The fund's custodian institution manages collateral.

Sustainability requirements

The fund does not invest directly or indirectly (indirectly refers to the direct investments of the underlying funds) in:

- companies involved in banned weapons (cluster munitions, anti-personnel mines, biological and chemical weapons),
- companies involved in nuclear weapons,
- companies that produce tobacco products, pornography or explore, alternatively extract, tar sands,
- companies in which the turnover from distribution of tobacco products or pornography exceeds 5%, and
- companies in which the turnover from production or distribution of war materials, alcohol, commercial gambling, cannabis or fossil fuels exceed 5%.

The fund also excludes investments, directly or indirectly, in companies with systematic violations of international norms and conventions relating to human rights, work conditions, corruption and the environment. This provision is based on the 10 principles of the voluntary UN initiative, Global Compact.

A summary of the sustainability work in the fund is provided under the "*Sustainability information*" section below. All of the sustainability requirements stated are also available in the fund's sustainability profile on the Management Company's website, www.handelsbanken.se/funds and at www.hallbarhetsprofilen.se.

Refer to the general section of the Information Brochure for general information about the Management Company's work with responsible investments, etc.

To manage liquidity in the fund, the fund rules provide for the fund to make investments in exchange-traded funds (ETFs) that do not meet the sustainability requirements stated above (however, these are limited to a maximum of 5 percent of the fund's value). This option is not utilized.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The reason for the loan, which assets are subject to lending, the scope of the loan (maximum and expected), which counterparties the fund lends to (including terms), potential conflicts of interest, risk and risk management around lending, and how revenue from lending affects the fund's return are described in the general section under the heading "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*" Dividends are distributed in the B share classes. Normally, the dividends are paid out during March. The goal is to annually distribute between 2.5 and 3.5% of the unit value by year-end. The Management Company determines whether a dividend is to be paid. Detailed information about the basis for dividend payments is contained in the fund rules.

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share classes	A1 SEK	A9 SEK	B1 SEK
Fees %	0.6	0.3	0.6

Applicable value-added tax will be added to the fees stated above on each occasion.

The fund is compensated in full for the management fees and any performance-based fees in underlying funds managed by the Handelsbanken Group. The fund is not compensated for fees in the underlying funds when units in funds are issued by companies external to the Handelsbanken Group.

In addition, there is a limit to the types of fees that may be charged for the fund to invest any of its assets in an underlying fund. A maximum fixed annual fee of 3% may be charged for the fixed management fees of the underlying funds in which the fund invests its assets. Any performance-based management fee for the underlying funds may not exceed 30% of the excess returns relative to each fund's benchmark (index or the equivalent) during each measurement period.

There are no subscription or redemption fees charged to the fund for investments in underlying funds.

The fund's management, activity level and returns

This fund is a rules-based fund, which means that the fund's allocation is pre-determined. The fund's exposure is guided by Solactive ISS ESG Screened Nordic All Cap Index (40%), Handelsbanken Nordic High Dividend Low Volatility Criteria Index (SEK) (10%), Solactive ISS ESG Screened Global Markets Index (40%), Solactive ISS ESG Screened Developed Markets Small Cap Index (10%). The referenced indexes represent the fund's benchmark indexes in the description of the activity level as indicated below.

Given that the fund invests in fund units, there will be smaller deviations in returns relative to the fund's benchmark index. Further, the fund will occasionally have a slightly higher or lower

proportion of equities than the index (maximum of 2.5%), which also contributes to the fund's tracking error. These two factors represent the primary explanations for the fund's tracking error.

The fund's returns are shown below for the period that the fund has been in existence. However, since the fund does not have 24 months of monthly data, it is not possible to calculate the fund's tracking error. Thus, this information is not provided in the table below. Additional information about tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	32.39	-	-	-	-	-	-	-	-	-	-
Tracking error 2 yrs., %	-	-	-	-	-	-	-	-	-	-	-

The information refers to the A1 SEK share class (the differences in tracking error between the classes are insignificant).

Risk profile of fund

An investment in a fund of funds with exposure to the equity market is associated with high risk as well as the potential for high returns. As a result, the value of the fund can vary significantly over time. The fund may concentrate its investments by region and sector. As a result, the fund may have a higher risk than an investment in a diversified global fund that distributes its investments across several regions or sectors. Given that the fund's investments are made in foreign securities denominated in another currency other than the fund's base currency, an investment in the fund is exposed to currency risk. The fund may invest in derivatives as part of its investment focus with the aim of protecting the value of the fund's underlying assets, to maintain the desired level of risk in the fund portfolio or to minimize management costs. The volume of trading is limited where applicable and is expected to have a marginal impact on the fund's risk profile.

Financial leverage

Derivative instruments can have a so-called leverage effect, which means that the fund's sensitivity to market fluctuations increase or decrease. Normally, the fund will not utilize derivative instruments given that the rules-based management in the fund does not require it. In the event that derivative instruments are utilized, it will be to a very limited extent. However, the fund may reach a financial leverage in accordance with applicable legislation and by adhering to the regulations for non-UCITS funds. The financial leverage, which is expressed as the relationship between the fund's exposure and its net asset value, may total 200% calculated in accordance with both the gross method and the commitment approach. However, the Management Company has limited derivative exposure (leverage) to 5 percent of the fund's value after calculation of the total exposure.

Target group of the fund

The fund is suitable for the investor who would like to have a simple, pre-determined allocation that has exposure to the Nordic and global equity markets. The fund is most appropriate for an investor who has an investment horizon of 5 years or more.

☒ Sustainability dimensions are taken into consideration in the management of the fund.
☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund is a fund of funds, only invests in funds and does not invest directly in companies. Handelsbanken Auto 100 Criteria selects and invests in underlying funds that fulfil sustainability requirements comparable to those of the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration.
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -

Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%
☒ Chemical and biological weapons
Management Company's comments: 0%
☒ Nuclear weapons
Management Company's comments: 0%
☒ Weapons and/or war materials
Management Company's comments: -
☒ Alcohol
Management Company's comments: -
☒ Tobacco
Management Company's comments: 0% production, 5% distribution
☒ Commercial gambling operations
Management Company's comments: -
☒ Pornography
Management Company's comments: 0% production, 5% distribution
☒ Fossil fuels (oil, gas, coal)
Management Company's comments: tar sands 0%
☒ Coal
Management Company's comments: -
☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ The fund avoids investing in all companies identified as failing to comply with international norms.
Management Company's comments: -

☒ Management Company Engagement

The fund management company exercises its investor influence to affect change in companies with regard to sustainability issues.
The fund management company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: Refers to underlying funds.

☒ Investor influence through external service providers/consultants
Management Company's comments: Refers to underlying funds.

☒ Voting at Annual General Meetings
Management Company's comments: Refers to underlying funds.

Handelsbanken Pension 40

Investment focus and types of assets

The fund is a rules-based mixed fund. The objective of the fund is to give exposure to the equity market to investors, who are saving for retirement and have retired or are intending to retire during the period of 2005-2014, while gradually lowering risk up to the time of retirement.

The fund is a securities fund (UCITS) that may invest in the following types of assets:

- in transferable securities,
- in money market instruments,
- in derivatives,
- in fund units, and
- in an account at a credit institution.

The fund is a rules-based mixed fund in which the equity exposure is attained through investments in funds and equity-related transferable securities with exposure to the Nordic and global equity markets. The fixed income exposure is attained through investments in funds and interest-related transferable securities with exposure to the Swedish fixed income market. Investments in an account at a credit institution are also included in the fixed income exposure, as appropriate, although regularly comprise a very limited portion of the fund's value. Given that the fund is rules-based, the fund's allocation is pre-determined with respect to the allocation between equity exposure and fixed income exposure as well as with the allocation within the scope of the equity exposure. The rules-based investments in the fund management specifically consist partly of changes to the relative weighting of the holdings that are made to return the fund's holdings to the pre-determined target weightings. (see below).

The fund's exposure is rules-based. The equity exposure shall be 25 percent (+/- 2.5 percentage points) and the fixed income exposure shall be 75 percent exposure (+/- 2.5 percentage points) of the fund's value.

The equity exposure in the fund shall consist of 50 percent exposure percent (+/- 2.5 percentage points) to an index that represents the global equity markets and a 50 percent exposure percent (+/- 2.5 percentage points) to an index that represents the Nordic equity markets (target weighting of equity exposure). If the equity exposure is under or exceeds the target weighting for the equity exposure (50 percent, +/- 2.5 percentage points), the fund's holdings will be rebalanced to be equivalent to the target weighting. The equity indexes that are guiding the equity exposure are Solactive ISS ESG Screened Nordic All Cap Index (12.50%) and Solactive ISS ESG Screened Global Markets Index (12.50%).

The fixed income exposure consists of exposure to an index that represents the Swedish fixed income market. The average residual fixed interest duration may total a maximum of seven years. The fixed income indexes that are guiding the fixed income exposure are HMNI Swe All Government Dur Const 6Y (HMSD6) (26.25%), HMNI Swe All Mortgage Dur Const 2.5Y (HMSMD25) (11.25%) and OMRXTBILL (37.50%).

The fund's investments occur primarily in funds and collective investment undertakings, whereby the equity exposure is attained through investments in index funds or other rules-based funds. Investments are made almost exclusively in Handelsbanken funds.

After the fund manager has conducted a basic analysis of which indexes the fund's assets shall be exposed to (and how this exposure shall be attained, which is primarily a question of which funds shall be used in fund management), these indexes will not be subject to any "active" analysis or "active" decisions for changes in fund management. However, there may be cases when the Management Company's assessment of which index best represents the current markets can change or that an index administrator takes the decision to significantly change the index or to no longer offer the index (see further under the heading *"Fund index"*). However, this will most likely only occur to a limited extent and, when this does occur, will be reflected in the fact sheet and information brochure

The fund may invest in derivative instruments, including OTC derivatives, as part of the investment focus of the fund.

The underlying assets to derivative instruments may constitute or be related to assets of such financial indices, interest rates, exchange rates, or foreign currencies pursuant to Chapter 5, § 1, Paragraph 2, first sentence of the Swedish Investment Funds Act.

The fund may invest in such transferable securities and money market instruments as referred to in Chapter 5, §5 of the Swedish Investment Funds Act.

The fund may use such techniques and instruments as designated in Chapter 25, §21 of the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds to increase returns and create leveraging in the fund.

Sustainability requirements

The fund may not invest, either directly or indirectly (indirect refers to the underlying funds' direct investments) in:

- companies involved in banned weapons (cluster munitions, anti-personnel mines, biological and chemical weapons),
- companies involved in nuclear weapons,
- companies that produce tobacco products, pornography or explore, alternatively extract, tar sands,
- companies in which the turnover from distribution of tobacco products or pornography exceeds 5%, and
- companies in which the turnover from production or distribution of war materials, alcohol, commercial gambling, cannabis or fossil fuels exceed 5%.

The fund also excludes investments, directly or indirectly, in companies with systematic violations of international norms and conventions relating to human rights, work conditions, corruption and the environment. This provision is based on the 10 principles of the voluntary UN initiative, Global Compact.

A summary of the sustainability work in the fund is provided under the "*Sustainability information*" section below. All of the sustainability requirements stated are also available in the fund's sustainability profile on the Management Company's website, www.handelsbanken.se/funds and at www.hallbarhetsprofilen.se.

Refer to the general section of the Information Brochure for general information about the Management Company's work with responsible investments, etc.

To manage liquidity in the fund, the fund rules provide for the fund to make direct investments in exchange-traded funds (ETFs) that do not meet the sustainability requirements stated above (however, these are limited to a maximum of 5 percent of the fund's value). This option is not utilized.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The reason for the loan, which assets are subject to lending, the scope of the loan (maximum and expected), which counterparties the fund lends to (including terms), potential conflicts of interest, risk and risk management around lending, and how revenue from lending affects the fund's return are described in the general section under the heading "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they

are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*"

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees (see below for exchange-traded funds), taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share classes	A1 SEK	A9 SEK	A12 SEK	A13 SEK
Fees %	0.5	0.25	0.0	0.35

Applicable value-added tax will be added to the fees stated above on each occasion.

The fund is compensated with an amount equivalent to the management fee in each underlying fund for holdings in units in other funds. The fund is compensated for holdings in other funds by an amount equivalent to the management fee in each of the underlying funds. The fund is also not impacted by any brokerage fees for trading with exchange-traded funds (ETFs).

In addition, there is a limit to the types of fees that may be charged for the fund to invest any of its assets in an underlying fund. A maximum fixed annual fee of 3% may be charged for the fixed management fees of the underlying funds in which the fund invests its assets. Any performance-based management fee for the underlying funds may not exceed 30% of the excess returns relative to each fund's benchmark (index or the equivalent) during each measurement period.

There are no subscription or redemption fees charged to the fund for investments in underlying funds.

The fund's management, activity level and returns

This fund is a rules-based fund and the allocation between equity exposure and fixed income exposure is pre-determined. The equity exposure is guided by Solactive ISS ESG Screened Nordic All Cap Index (12.5%) and Solactive ISS ESG Screened Global Markets Index (12.5%); and the fixed income exposure is guided by HMNI Swe All Government Dur Const 6Y (HMSD6) (26.25%), HMNI Swe All Mortgage Dur Const 2.5Y (HMSMD25) (11.25%) and OMRXTBILL (37.5%). The referenced indexes represent the fund's benchmark indexes in the description of the activity level as indicated below.

Given that the fund invests in fund units, there will be smaller deviations in returns relative to the fund's benchmark index. The reason for this is that the benchmark index of the underlying fund does not always correspond with the fund's benchmark index. Further, the fund will occasionally have a slightly higher or lower proportion of equities than the index (maximum of 2.5%), which also contributes to the fund's tracking error. These two factors represent the primary explanations for the fund's tracking error.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	7.77	-0.47	3.41	4.11	0.61	7.97	7.61	-	-	-	-
Tracking error 2 yrs., %	0.27	0.36	0.40	0.55	0.56	0.60	-	-	-	-	-

The information refers to the A1 SEK share class (the differences in tracking error between the classes are insignificant).

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

The fund is a mixed fund that normally implies an investment with moderately high risk. The risk in the fund is due to the fund's allocation between the equity and fixed income asset classes. An investment in equities and equity funds can be associated with high risk and can fluctuate significantly over time. An investment in interest-bearing securities or in a fixed income fund is associated with interest rate risk, which means that when the general interest rate rises, the value of the fixed income securities declines and can have a negative impact on the fund's returns. A fund that invests in interest-bearing instruments with a long residual fixed interest duration has a higher interest rate risk than a fund that invests in interest-bearing instruments with a shorter residual fixed interest duration. The fixed interest duration of the holdings in the fund can fluctuate significantly over time. The fund may make concentrated investments with regard to regions and sectors. This means that the risk in the fund can be higher than an investment in a diversified global fund that allocates its investments across several regions or sectors. Given that the fund's investments are made in foreign securities denominated in another currency other than the fund's base currency, an investment in the fund is associated with currency risk. An investment in an interest-bearing instrument results in a credit risk, as the fund can be affected by a loss due to an issuer not fulfilling its commitments. The credit risk is higher when the fund's proportion of assets in interest-bearing securities issued by companies or states with a lower credit quality increases. The fund may invest in derivatives as part of its investment focus to create returns in the fund or to create leverage. Investments in derivatives can increase the fund's sensitivity to market fluctuations.

Target group of the fund

The fund targets primarily investors born in the 1940s. The fund is adapted to pension savings, which means that as you age, the fund becomes safer by gradually switching investments from the equity market to the fixed income market.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has developed a plan for those measures that shall be taken if the fund's composite index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. Unit holders are protected by the review of the amended fund rules that is conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☒ Sustainability dimensions are taken into consideration in the management of the fund.

☐ Sustainability dimensions are not taken into consideration in the management of the fund.

Management Company's comments: The fund is a fund of funds, only invests in funds and does not invest directly in companies. Pension 40 selects and invests in underlying funds that fulfil sustainability requirements which correspond to those of the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).

☒ Social aspects (e.g., human rights, employee rights and equal opportunity).

☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).

☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration.
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -
Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%

☒ Chemical and biological weapons
Management Company's comments: 0%

☒ Nuclear weapons
Management Company's comments: 0%

☒ Weapons and/or war materials
Management Company's comments: -

☒ Alcohol
Management Company's comments: -

☒ Tobacco
Management Company's comments: 0% production, 5% distribution

☒ Commercial gambling operations
Management Company's comments: -

☒ Pornography
Management Company's comments: 0% production, 5% distribution

☒ Fossil fuels (oil, gas, coal)
Management Company's comments: tar sands 0%

☒ Coal
Management Company's comments: -

☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ The fund avoids investing in all companies identified as failing to comply with international norms.
Management Company's comments: -

☒ Management Company Engagement

The fund management company exercises its investor influence to affect change in companies with regard to sustainability issues.
The fund management company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: Refers to underlying funds.

☒ Investor influence through external service providers/consultants
Management Company's comments: Refers to underlying funds.

☒ Voting at Annual General Meetings
Management Company's comments: Refers to underlying funds.

Handelsbanken Pension 50

Investment focus and types of assets

The fund is a rules-based mixed fund. The objective of the fund is to give exposure to the equity market to investors who are saving for retirement and have retired or are intending to retire during the period of 2015-2024, while gradually lowering risk up to the time of retirement.

The fund is a securities fund (UCITS) that may invest in the following types of assets:

- in transferable securities,
- in money market instruments,
- in derivatives,
- in fund units, and
- in an account at a credit institution.

The fund is a rules-based mixed fund in which the equity exposure is attained through investments in funds and equity-related transferable securities with exposure to the Nordic and global equity markets. The fixed income exposure is attained through investments in funds and interest-related transferable securities with exposure to the Swedish fixed income market. Given that the fund is rules-based, the fund's allocation is pre-determined with respect to the allocation between equity exposure and fixed income exposure as well as with the allocation within the scope of the equity exposure. Investments in an account at a credit institution are also included in the fixed income exposure, as appropriate, although regularly comprise a very limited portion of the fund's value. The rules-based investments in the fund management specifically consist partly of a gradual reduction from equity exposure to fixed income exposure that follows an explicit rule related to the stated pension period, and partly in changes to the relative weighting of the holdings that are made to return the fund's holdings to the pre-determined target weightings. (see below).

The fund's exposure is rules-based. The equity exposure consists of a 50 percent exposure (+/- 2.5 percentage points) to an index that represents the global equity markets and a 50 percent (+/- 2.5 percentage points) to an index that represents the Nordic equity markets (target equity exposure). If the equity exposure is under or exceeds the target weighting for the equity exposure (50 percent, +/- 2.5 percentage points), the fund's holdings will be rebalanced to be equivalent to the target weighting. The equity indexes that guide the equity exposure are Solactive ISS ESG Screened Nordic All Cap Index (21.875%) and Solactive ISS ESG Screened Global Markets Index (21.875%).

The fixed income exposure consists of exposure to an index that represents the Swedish fixed income market. The average residual fixed interest duration may total a maximum of seven years. The fixed income indexes that guide the fixed income exposure are HMNI Swe All Government Dur Const 6Y (HMSD6) (19.6875%), HMNI Swe All Mortgage Dur Const 2.5Y (HMSMD25) (8.4375%) and OMRXTBILL (28.125%).

The fund's assets shall be allocated between equity exposure and fixed income exposure up until the time of retirement in accordance with the following: As of the year the first-born in the category (individuals born in the 1950s) turns 56 years old, the equity exposure shall be gradually weighted downward by 3.75 percent each year until the equity exposure is approximately 25 percent (+/- 5 percentage points). After this point, there will be no further reduction in the equity exposure.

The fund's composition of assets will change over time to adapt the fund's risk level to the remaining investment horizon.

Normally, the gradual reduction of the equity exposure as stated above will be completed during the first quarter of each year. The stated percentage weighting between each equity and fixed income index shall be updated no later than the beginning of the second quarter of each year, or at the earlier period in which the reduction is completed.

The fund's investments occur primarily in funds and collective investment undertakings, whereby the equity exposure is attained through investments in index funds or other rules-based funds. Investments are made almost exclusively in Handelsbanken funds.

After the fund manager has conducted a basic analysis of which indexes the fund's assets shall be exposed to (and how this exposure shall be attained, which is primarily a question of which funds shall be used in fund management), these indexes will not be subject to any "active" analysis or "active" decisions for changes in fund management. However, there may be cases when the Management Company's assessment of which index best represents the current markets can change or that an index administrator takes the decision to significantly change the index or to no longer offer the index (see further under the heading *"Fund index"*). However, this will most likely only occur to a limited extent and, when this does occur, will be reflected in the fact sheet and information brochure

The fund may invest in derivative instruments, including OTC derivatives, as part of the investment focus of the fund.

The underlying assets to derivative instruments may constitute or be related to assets of such financial indices, interest rates, exchange rates, or foreign currencies pursuant to Chapter 5, § 1, Paragraph 2, first sentence of the Swedish Investment Funds Act.

The fund may invest in such transferable securities and money market instruments as referred to in Chapter 5, §5 of the Swedish Investment Funds Act.

The fund may use such techniques and instruments as designated in Chapter 25, §21 of the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds to increase returns and create leveraging in the fund.

Sustainability requirements

The fund may not invest, either directly or indirectly (indirect refers to the underlying funds' direct investments) in:

- companies involved in banned weapons (cluster munitions, anti-personnel mines, biological and chemical weapons),
- companies involved in nuclear weapons,
- companies that produce tobacco products, pornography or explore, alternatively extract, tar sands,
- companies in which the turnover from distribution of tobacco products or pornography exceeds 5%, and
- companies in which the turnover from production or distribution of war materials, alcohol, commercial gambling, cannabis or fossil fuels exceed 5%.

The fund also excludes investments, directly or indirectly, in companies with systematic violations of international norms and conventions relating to human rights, work conditions, corruption and the environment. This provision is based on the 10 principles of the voluntary UN initiative, Global Compact.

A summary of the sustainability work in the fund is provided under the "*Sustainability information*" section below. All of the sustainability requirements stated are also available in the fund's sustainability profile on the Management Company's website, www.handelsbanken.se/funds and at www.hallbarhetsprofilen.se.

Refer to the general section of the Information Brochure for general information about the Management Company's work with responsible investments, etc.

To manage liquidity in the fund, the fund rules provide for the fund to make direct investments in exchange-traded funds (ETFs) that do not meet the sustainability requirements stated above (however, these are limited to a maximum of 5 percent of the fund's value). This option is not utilized.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The reason for the loan, which assets are subject to lending, the scope of the loan (maximum and expected), which counterparties the fund lends to (including terms), potential conflicts of interest, risk and risk management around lending, and how revenue from lending affects the fund's return are described

in the general section under the heading "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*"

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees (see below for exchange-traded funds), taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share classes	A1 SEK	A9 SEK	A12 SEK	A13 SEK
Fees %	0.5	0.25	0.0	0.35

Applicable value-added tax will be added to the fees stated above on each occasion.

The fund is compensated with an amount equivalent to the management fee in each underlying fund for holdings in units in other funds. The fund is compensated for holdings in other funds by an amount equivalent to the management fee in each of the underlying funds. The fund is also not impacted by any brokerage fees for trading with exchange-traded funds (ETFs).

In addition, there is a limit to the types of fees that may be charged for the fund to invest any of its assets in an underlying fund. A maximum fixed annual fee of 3% may be charged for the fixed management fees of the underlying funds in which the fund invests its assets. Any performance-based management fee for the underlying funds may not exceed 30% of the excess returns relative to each fund's benchmark (index or the equivalent) during each measurement period.

There are no subscription or redemption fees charged to the fund for investments in underlying funds.

The fund's management, activity level and returns

This fund is a rules-based fund and the allocation between equity exposure and fixed income exposure is pre-determined. The equity exposure is guided by Solactive ISS ESG Screened Nordic All Cap Index (21.875%) and Solactive ISS ESG Screened Global Markets Index (21.875%); and the fixed income exposure is guided by HMNI Swe All Government Dur Const 6Y (HMSD6) (19.6875%), HMNI Swe All Mortgage Dur Const 2.5Y (HMSMD25) (8.4375%) and OMRXTBILL (28.125%). The referenced indexes represent the fund's benchmark indexes in the description of the activity level as indicated below.

Given that the fund invests in fund units, there will be smaller deviations in returns relative to the fund's benchmark index. The reason for this is that the benchmark index of the underlying fund does not always correspond with the fund's benchmark index. Further, the fund will occasionally have a slightly higher or lower proportion of equities than the index (maximum of 2.5%), which also contributes to the fund's tracking error. These two factors represent the primary explanations for the fund's tracking error.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	14.89	-1.55	6.74	7.17	3.10	14.50	16.27	-	-	-	-
Tracking error 2 yrs., %	0.50	0.48	0.71	0.81	0.55	0.66	-	-	-	-	-

The information refers to the A1 SEK share class (the differences in tracking error between the classes are insignificant).

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

The fund is a mixed fund that normally implies an investment with moderately high risk. The risk in the fund is due to the fund's allocation between the equity and fixed income asset classes. An investment in equities and equity funds can be associated with high risk and can fluctuate significantly over time. An investment in interest-bearing securities or in a fixed income fund is associated with interest rate risk, which means that when the general interest rate rises, the value of the fixed income securities declines and can have a negative impact on the fund's returns. A fund that invests in interest-bearing instruments with a long residual fixed interest duration has a higher interest rate risk than a fund that invests in interest-bearing instruments with a shorter residual fixed interest duration. The fixed interest duration of the holdings in the fund can fluctuate significantly over time. The fund may make concentrated investments with regard to regions and sectors. This means that the risk in the fund can be higher than an investment in a diversified global fund that allocates its investments across several regions or sectors. Given that the fund's investments are made in foreign securities denominated in another currency other than the fund's base currency, an investment in the fund is associated with currency risk. An investment in an interest-bearing instrument results in a credit risk, as the fund can be affected by a loss due to an issuer not fulfilling its commitments. The credit risk is higher when the fund's proportion of assets in interest-bearing securities issued by companies or states with a lower credit quality increases. The fund may invest in derivatives as part of its investment focus to create returns in the fund or to create leverage. Investments in derivatives can increase the fund's sensitivity to market fluctuations.

Target group of the fund

The fund targets primarily investors born in the 1950s. The fund is adapted to pension savings, which means that as you age, the fund becomes safer by gradually switching investments from the equity market to the fixed income market.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has developed a plan for those measures that shall be taken if the fund's composite index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. Unit holders are protected by the review of the amended fund rules that is conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☒ Sustainability dimensions are taken into consideration in the management of the fund.

☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund is a fund of funds, only invests in funds and does not invest directly in companies. Pension 50 selects and invests in underlying funds that fulfil sustainability requirements which correspond to those of the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration.
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -
Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%
☒ Chemical and biological weapons
Management Company's comments: 0%
☒ Nuclear weapons
Management Company's comments: 0%
☒ Weapons and/or war materials
Management Company's comments: -
☒ Alcohol
Management Company's comments: -
☒ Tobacco
Management Company's comments: 0% production, 5% distribution
☒ Commercial gambling operations
Management Company's comments: -
☒ Pornography
Management Company's comments: 0% production, 5% distribution
☒ Fossil fuels (oil, gas, coal)
Management Company's comments: tar sands 0%
☒ Coal
Management Company's comments: -
☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ The fund avoids investing in all companies identified as failing to comply with international norms.
Management Company's comments: -

☒ Management Company Engagement

The fund management company exercises its investor influence to affect change in companies with regard to sustainability issues.
The fund management company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: Refers to underlying funds.

☒ Investor influence through external service providers/consultants
Management Company's comments: Refers to underlying funds.

☒ Voting at Annual General Meetings
Management Company's comments: Refers to underlying funds.

Handelsbanken Pension 60

Investment focus and types of assets

The fund is a rules-based mixed fund. The objective of the fund is to give exposure to the equity market to investors who are saving for retirement and intending to retire during the period of 2025-2034, while gradually lowering risk up to the time of retirement.

The fund is a securities fund (UCITS) that may invest in the following types of assets:

- in transferable securities,
- in money market instruments,
- in derivatives,
- in fund units, and
- in an account at a credit institution (a total maximum of 20% of fund capital).

The fund is a rules-based mixed fund in which the equity exposure is attained through investments in funds and equity-related transferable securities with exposure to the Nordic and global equity markets. The fixed income exposure is attained through investments in funds and interest-related transferable securities with exposure to the Swedish fixed income market. Given that the fund is rules-based, the fund's allocation is pre-determined with respect to the allocation between equity exposure and fixed income exposure as well as with the allocation within the scope of the equity exposure. Investments in an account at a credit institution are also included in the fixed income exposure, as appropriate, although regularly comprise a very limited portion of the fund's value. The rules-based investments in the fund management specifically consist partly of a gradual reduction from equity exposure to fixed income exposure that follows an explicit rule related to the stated pension period, and partly in changes to the relative weighting of the holdings that are made to return the fund's holdings to the pre-determined target weightings. (see below).

The fund's exposure is rules-based. The equity exposure consists of a 50 percent exposure (+/- 2.5 percentage points) to an index that represents the global equity markets and a 50 percent (+/- 2.5 percentage points) to an index that represents the Nordic equity markets (target equity exposure). If the equity exposure is under or exceeds the target weighting for the equity exposure (50 percent, +/- 2.5 percentage points), the fund's holdings will be rebalanced to be equivalent to the target weighting. The equity indexes that guide the equity exposure are Solactive ISS ESG Screened Nordic All Cap Index (40.625%) and Solactive ISS ESG Screened Global Markets Index (40.625%).

The fixed income exposure consists of exposure to an index that represents the Swedish fixed income market. The average residual fixed interest duration may total a maximum of seven years. The fixed income indexes that are guiding the fixed income exposure are HMNI Swe All Government Dur Const 6Y (HMSD6) (6.5625%), HMNI Swe All Mortgage Dur Const 2.5Y (HMSMD25) (2.8125%) and OMRXTBILL (9.375%).

The fund's assets shall be allocated between equity exposure and fixed income exposure up until the time of retirement in accordance with the following: As of the year the first-born in the category (individuals born in the 1960s) turns 56 years old, the equity exposure shall be gradually weighted downward by 3.75 percent each year until the equity exposure is approximately 25 percent (+/- 5 percentage points). After this point, there will be no further reduction in the equity exposure.

The fund's composition of assets will change over time to adapt the fund's risk level to the remaining investment horizon.

Normally, the gradual reduction of the equity exposure as stated above will be completed during the first quarter of each year. The stated percentage weighting between each equity and fixed income index shall be updated no later than the beginning of the second quarter of each year, or at the earlier period in which the reduction is completed.

The fund's investments occur primarily in funds and collective investment undertakings, whereby the equity exposure is attained through investments in index funds or other rules-based funds. Investments are made almost exclusively in Handelsbanken funds.

After the fund manager has conducted a basic analysis of which indexes the fund's assets shall be exposed to (and how this exposure shall be attained, which is primarily a question of which funds shall be used in fund management), these indexes will not be subject to any "active" analysis or "active" decisions for changes in fund management. However, there may be cases when the Management Company's assessment of which index best represents the current markets can change or that an index administrator takes the decision to significantly change the index or to no longer offer the index (see further under the heading *"Fund index"*). However, this will most likely only occur to a limited extent and, when this does occur, will be reflected in the fact sheet and information brochure

The fund may invest in derivative instruments, including OTC derivatives, as part of the investment focus of the fund.

The underlying assets to derivative instruments may constitute or be related to assets of such financial indices, interest rates, exchange rates, or foreign currencies pursuant to Chapter 5, § 1, Paragraph 2, first sentence of the Swedish Investment Funds Act.

The fund may invest in such transferable securities and money market instruments as referred to in Chapter 5, §5 of the Swedish Investment Funds Act.

The fund may use such techniques and instruments as designated in Chapter 25, §21 of the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds to increase returns and create leveraging in the fund.

Sustainability requirements

The fund may not invest, either directly or indirectly (indirect refers to the underlying funds' direct investments) in:

- companies involved in banned weapons (cluster munitions, anti-personnel mines, biological and chemical weapons),
- companies involved in nuclear weapons,
- companies that produce tobacco products, pornography or explore, alternatively extract, tar sands,
- companies in which the turnover from distribution of tobacco products or pornography exceeds 5%, and
- companies in which the turnover from production or distribution of war materials, alcohol, commercial gambling, cannabis or fossil fuels exceed 5%.

The fund also excludes investments, directly or indirectly, in companies with systematic violations of international norms and conventions relating to human rights, work conditions, corruption and the environment. This provision is based on the 10 principles of the voluntary UN initiative, Global Compact.

A summary of the sustainability work in the fund is provided under the "*Sustainability information*" section below. All of the sustainability requirements stated are also available in the fund's sustainability profile on the Management Company's website, www.handelsbanken.se/funds and at www.hallbarhetsprofilen.se.

Refer to the general section of the Information Brochure for general information about the Management Company's work with responsible investments, etc.

To manage liquidity in the fund, the fund rules provide for the fund to make direct investments in exchange-traded funds (ETFs) that do not meet the sustainability requirements stated above (however, these are limited to a maximum of 5 percent of the fund's value). This option is not utilized.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The reason for the loan, which assets are subject to lending, the scope of the loan (maximum and expected), which counterparties the fund lends to (including terms), potential conflicts of interest, risk and risk

management around lending, and how revenue from lending affects the fund's return are described in the general section under the heading "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*"

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees (see below for exchange-traded funds), taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share classes	A1 SEK	A9 SEK	A12 SEK	A13 SEK
Fees %	0.5	0.25	0.0	0.35

Applicable value-added tax will be added to the fees stated above on each occasion.

The fund is compensated with an amount equivalent to the management fee in each underlying fund for holdings in units in other funds. The fund is compensated for holdings in other funds by an amount equivalent to the management fee in each of the underlying funds. The fund is also not impacted by any brokerage fees for trading with exchange-traded funds (ETFs).

In addition, there is a limit to the types of fees that may be charged for the fund to invest any of its assets in an underlying fund. A maximum fixed annual fee of 3% may be charged for the fixed management fees of the underlying funds in which the fund invests its assets. Any performance-based management fee for the underlying funds may not exceed 30% of the excess returns relative to each fund's benchmark (index or the equivalent) during each measurement period.

There are no subscription or redemption fees charged to the fund for investments in underlying funds.

The fund's management, activity level and returns

This fund is a rules-based fund and the allocation between equity exposure and fixed income exposure is pre-determined. The equity exposure is guided by Solactive ISS ESG Screened Nordic All Cap Index (40.625%) and Solactive ISS ESG Screened Global Markets Index (40.625%); and the fixed income exposure is guided by HMNI Swe All Government Dur Const 6Y (HMSD6) (6.5625%), HMNI Swe All Mortgage Dur Const 2.5Y (HMSMD25) (2.8125%) and OMRXTBILL (9.375%). The referenced indexes represent the fund's benchmark indexes in the description of the activity level as indicated below.

Given that the fund invests in fund units, there will be smaller deviations in returns relative to the fund's benchmark index. The reason for this is that the benchmark index of the underlying fund does not always correspond with the fund's benchmark index. Further, the fund will occasionally have a slightly higher or lower proportion of equities than the index (maximum of 2.5%), which also contributes to the fund's tracking error. These two factors represent the primary explanations for the fund's tracking error.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	27.42	-3.20	10.55	10.21	5.32	19.41	23.64	-	-	-	-
Tracking error 2 yrs., %	0.93	0.83	1.19	1.25	0.89	0.97	-	-	-	-	-

The information refers to the A1 SEK share class (the differences in tracking error between the classes are insignificant).

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

The fund is a mixed fund that normally implies an investment with moderately high risk. The risk in the fund is due to the fund's allocation between the equity and fixed income asset classes. An investment in equities and equity funds can be associated with high risk and can fluctuate significantly over time. An investment in interest-bearing securities or in a fixed income fund is associated with interest rate risk, which means that when the general interest rate rises, the value of the fixed income securities declines and can have a negative impact on the fund's returns. A fund that invests in interest-bearing instruments with a long residual fixed interest duration has a higher interest rate risk than a fund that invests in interest-bearing instruments with a shorter residual fixed interest duration. The fixed interest duration of the holdings in the fund can fluctuate significantly over time. The fund may make concentrated investments with regard to regions and sectors. This means that the risk in the fund can be higher than an investment in a diversified global fund that allocates its investments across several regions or sectors. Given that the fund's investments are made in foreign securities denominated in another currency other than the fund's base currency, an investment in the fund is associated with currency risk. An investment in an interest-bearing instrument results in a credit risk, as the fund can be affected by a loss due to an issuer not fulfilling its commitments. The credit risk is higher when the fund's proportion of assets in interest-bearing securities issued by companies or states with a lower credit quality increases. The fund may invest in derivatives as part of its investment focus to create returns in the fund or to create leverage. Investments in derivatives can increase the fund's sensitivity to market fluctuations.

Target group of the fund

The fund targets primarily investors born in the 1960s. The fund is adapted to pension savings, which means that as you age, the fund becomes safer by gradually switching investments from the equity market to the fixed income market.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has developed a plan for those measures that shall be taken if the fund's composite index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. Unit holders are protected by the review of the amended fund rules that is conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☒ Sustainability dimensions are taken into consideration in the management of the fund.

☐ Sustainability dimensions are not taken into consideration in the management of the fund.

Management Company's comments: The fund is a fund of funds, only invests in funds and does not invest directly in companies. Pension 60 selects and invests in underlying funds that fulfil sustainability requirements which correspond to those of the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).

☒ Social aspects (e.g., human rights, employee rights and equal opportunity).

☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).

☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration.
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -
Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%

☒ Chemical and biological weapons
Management Company's comments: 0%

☒ Nuclear weapons
Management Company's comments: 0%

☒ Weapons and/or war materials
Management Company's comments: -

☒ Alcohol
Management Company's comments: -

☒ Tobacco
Management Company's comments: 0% production, 5% distribution

☒ Commercial gambling operations
Management Company's comments: -

☒ Pornography
Management Company's comments: 0% production, 5% distribution

☒ Fossil fuels (oil, gas, coal)
Management Company's comments: tar sands 0%

☒ Coal
Management Company's comments: -

☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ The fund avoids investing in all companies identified as failing to comply with international norms.
Management Company's comments: -

☒ Management Company Engagement

The fund management company exercises its investor influence to affect change in companies with regard to sustainability issues.
The fund management company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: Refers to underlying funds.

☒ Investor influence through external service providers/consultants
Management Company's comments: Refers to underlying funds.

☒ Voting at Annual General Meetings
Management Company's comments: Refers to underlying funds.

Handelsbanken Pension 70

Investment focus and types of assets

The fund is a rules-based mixed fund. The objective of the fund is to give exposure to the equity market to investors who are saving for retirement and intending to retire during the period of 2035-2044, while gradually lowering risk up to the time of retirement.

The fund is a securities fund (UCITS) that may invest in the following types of assets:

- in transferable securities,
- in money market instruments,
- in derivatives,
- in fund units, and
- in an account at a credit institution.

The fund is a rules-based mixed fund in which the equity exposure is attained through investments in funds and equity-related transferable securities with exposure to the Nordic and global equity markets. The fixed income exposure is attained through investments in funds and interest-related transferable securities with exposure to the Swedish fixed income market. Given that the fund is rules-based, the fund's allocation is pre-determined with respect to the allocation between equity exposure and fixed income exposure as well as with the allocation within the scope of the equity exposure. Investments in an account at a credit institution are also included in the fixed income exposure, as appropriate, although regularly comprise a very limited portion of the fund's value. The rules-based investments in the fund management specifically consist partly of a gradual reduction from equity exposure to fixed income exposure that follows an explicit rule related to the stated pension period, and partly in changes to the relative weighting of the holdings that are made to return the fund's holdings to the pre-determined target weightings. (see below).

The fund's exposure is rules-based. The equity exposure consists of a 50 percent exposure (+/- 2.5 percentage points) to an index that represents the global equity markets and a 50 percent (+/- 2.5 percentage points) to an index that represents the Nordic equity markets (target equity exposure). If the equity exposure is under or exceeds the target weighting for the equity exposure (50 percent, +/- 2.5 percentage points), the fund's holdings will be rebalanced to be equivalent to the target weighting. The equity indexes that guide the equity exposure are Solactive ISS ESG Screened Nordic All Cap Index (50%) and Solactive ISS ESG Screened Global Markets Index (50%).

The fund's assets shall be allocated between equity exposure and fixed income exposure up until the time of retirement in accordance with the following: As of the year the first-born in the category (individuals born in the 1970s) turns 56 years old, the equity exposure shall be gradually weighted downward by 3.75 percent each year until the equity exposure is approximately 25 percent (+/- 5 percentage points). After this point, there will be no further reduction in the equity exposure.

The fund's composition of assets will change over time to adapt the fund's risk level to the remaining investment horizon.

Normally, the gradual reduction of the equity exposure as stated above will be completed during the first quarter of each year. The stated percentage weighting between each equity and fixed income index shall be updated no later than the beginning of the second quarter of each year, or at the earlier period in which the reduction is completed.

The fund's investments occur primarily in funds and collective investment undertakings, whereby the equity exposure is attained through investments in index funds or other rules-based funds. Investments are made almost exclusively in Handelsbanken funds.

After the fund manager has conducted a basic analysis of which indexes the fund's assets shall be exposed to (and how this exposure shall be attained, which is primarily a question of which funds shall be used in fund management), these indexes will not be subject to any "active" analysis or "active" decisions for changes in fund management. However, there may be cases when the Management Company's assessment of which index best represents the current markets can change or that an index administrator takes the decision to significantly change the index or to no longer

offer the index (see further under the heading *"Fund index"*). However, this will most likely only occur to a limited extent and, when this does occur, will be reflected in the fact sheet and information brochure

The fund may invest in derivative instruments, including OTC derivatives, as part of the investment focus of the fund.

The underlying assets to derivative instruments may constitute or be related to assets of such financial indices, interest rates, exchange rates, or foreign currencies pursuant to Chapter 5, § 1, Paragraph 2, first sentence of the Swedish Investment Funds Act.

The fund may invest in such transferable securities and money market instruments as referred to in Chapter 5, §5 of the Swedish Investment Funds Act.

The fund may use such techniques and instruments as designated in Chapter 25, §21 of the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds to increase returns and create leveraging in the fund.

Sustainability requirements

The fund may not invest, either directly or indirectly (indirect refers to the underlying funds' direct investments) in:

- companies involved in banned weapons (cluster munitions, anti-personnel mines, biological and chemical weapons),
- companies involved in nuclear weapons,
- companies that produce tobacco products, pornography or explore, alternatively extract, tar sands,
- companies in which the turnover from distribution of tobacco products or pornography exceeds 5%, and
- companies in which the turnover from production or distribution of war materials, alcohol, commercial gambling, cannabis or fossil fuels exceed 5%.

The fund also excludes investments, directly or indirectly, in companies with systematic violations of international norms and conventions relating to human rights, work conditions, corruption and the environment. This provision is based on the 10 principles of the voluntary UN initiative, Global Compact.

A summary of the sustainability work in the fund is provided under the "*Sustainability information*" section below. All of the sustainability requirements stated are also available in the fund's sustainability profile on the Management Company's website, www.handelsbanken.se/funds and at www.hallbarhetsprofilen.se.

Refer to the general section of the Information Brochure for general information about the Management Company's work with responsible investments, etc.

To manage liquidity in the fund, the fund rules provide for the fund to make direct investments in exchange-traded funds (ETFs) that do not meet the sustainability requirements stated above (however, these are limited to a maximum of 5 percent of the fund's value). This option is not utilized.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The reason for the loan, which assets are subject to lending, the scope of the loan (maximum and expected), which counterparties the fund lends to (including terms), potential conflicts of interest, risk and risk management around lending, and how revenue from lending affects the fund's return are described in the general section under the heading "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*"

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees (see below for exchange-traded funds), taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share classes	A1 SEK	A9 SEK	A12 SEK	A13 SEK
Fees %	0.5	0.25	0.0	0.35

Applicable value-added tax will be added to the fees stated above on each occasion.

The fund is compensated with an amount equivalent to the management fee in each underlying fund for holdings in units in other funds. The fund is compensated for holdings in other funds by an amount equivalent to the management fee in each of the underlying funds. The fund is also not impacted by any brokerage fees for trading with exchange-traded funds (ETFs).

In addition, there is a limit to the types of fees that may be charged for the fund to invest any of its assets in an underlying fund. A maximum fixed annual fee of 3% may be charged for the fixed management fees of the underlying funds in which the fund invests its assets. Any performance-based management fee for the underlying funds may not exceed 30% of the excess returns relative to each fund's benchmark (index or the equivalent) during each measurement period.

There are no subscription or redemption fees charged to the fund for investments in underlying funds.

The fund's management, activity level and returns

This fund is a rules-based fund, which means that the fund's allocation is pre-determined. The fund's exposure is guided by Solactive ISS ESG Screened Nordic All Cap Index (50%) and Solactive ISS ESG Screened Global Markets Index (50%). The referenced indexes represent the fund's benchmark indexes in the description of the activity level as indicated below.

Given that the fund invests in fund units, there will be smaller deviations in returns relative to the fund's benchmark index. Further, the fund will occasionally have a slightly higher or lower proportion of equities than the index (maximum of 2.5%), which also contributes to the fund's tracking error. These two factors represent the primary explanations for the fund's tracking error.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	32.32	-3.87	11.49	10.93	5.16	19.75	23.39	-	-	-	-
Tracking error 2 yrs., %	1.02	0.87	1.11	1.19	0.90	0.93	-	-	-	-	-

The information refers to the A1 SEK share class (the differences in tracking error between the classes are insignificant).

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

The fund is a mixed fund that normally implies an investment with moderately high risk. The risk in the fund is due to the fund's allocation between the equity and fixed income asset classes. An investment in equities and equity funds can be associated with high risk and can fluctuate significantly over time. An investment in interest-bearing securities or in a fixed income fund is associated with interest rate risk, which means that when the general interest rate rises, the value of the fixed income securities declines and can have a negative impact on the fund's returns. A fund that invests in interest-bearing instruments with a long residual fixed interest duration has a higher interest rate risk than a fund that invests in interest-bearing instruments with a shorter residual fixed interest duration. The fixed interest duration of the holdings in the fund can fluctuate significantly over time. The fund may make concentrated investments with regard to regions and sectors. This means that the risk in the fund can be higher than an investment in a diversified global fund that allocates its investments across several regions or sectors. Given that the fund's investments are made in foreign securities denominated in another currency other than the fund's base currency, an investment in the fund is associated with currency risk. An investment in an interest-bearing instrument results in a credit risk, as the fund can be affected by a loss due to an issuer not fulfilling its commitments. The credit risk is higher when the fund's proportion of assets in interest-bearing securities issued by companies or states with a lower credit quality increases. The fund may invest in derivatives as part of its investment focus to create returns in the fund or to create leverage. Investments in derivatives can increase the fund's sensitivity to market fluctuations.

Target group of the fund

The fund targets primarily investors born in the 1970s. The fund is adapted to pension savings, which means that as you age, the fund becomes safer by gradually switching investments from the equity market to the fixed income market.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has developed a plan for those measures that shall be taken if the fund's composite index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. Unit holders are protected by the review of the amended fund rules that is conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☒ Sustainability dimensions are taken into consideration in the management of the fund.

☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund is a fund of funds, only invests in funds and does not invest directly in companies. Pension 70 selects and invests in underlying funds that fulfil sustainability requirements which correspond to those of the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration.
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -
Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%
☒ Chemical and biological weapons
Management Company's comments: 0%
☒ Nuclear weapons
Management Company's comments: 0%
☒ Weapons and/or war materials
Management Company's comments: -
☒ Alcohol
Management Company's comments: -
☒ Tobacco
Management Company's comments: 0% production, 5% distribution
☒ Commercial gambling operations
Management Company's comments: -
☒ Pornography
Management Company's comments: 0% production, 5% distribution
☒ Fossil fuels (oil, gas, coal)
Management Company's comments: tar sands 0%
☒ Coal
Management Company's comments: -
☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ The fund avoids investing in all companies identified as failing to comply with international norms.
Management Company's comments: -

☒ Management Company Engagement

The fund management company exercises its investor influence to affect change in companies with regard to sustainability issues.
The fund management company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: Refers to underlying funds.

☒ Investor influence through external service providers/consultants
Management Company's comments: Refers to underlying funds.

☒ Voting at Annual General Meetings
Management Company's comments: Refers to underlying funds.

Handelsbanken Pension 80

Investment focus and types of assets

The fund is a rules-based mixed fund. The objective of the fund is to give exposure to the equity market to investors who are saving for retirement and intending to retire during the period of 2045-2054, while gradually lowering risk up to the time of retirement.

The fund is a securities fund (UCITS) that may invest in the following types of assets:

- in transferable securities,
- in money market instruments,
- in derivatives,
- in fund units, and
- in an account at a credit institution.

The fund is a rules-based mixed fund in which the equity exposure is attained through investments in funds and equity-related transferable securities with exposure to the Nordic and global equity markets. The fixed income exposure is attained through investments in funds and interest-related transferable securities with exposure to the Swedish fixed income market. Given that the fund is rules-based, the fund's allocation is pre-determined with respect to the allocation between equity exposure and fixed income exposure as well as with the allocation within the scope of the equity exposure. Investments in an account at a credit institution are also included in the fixed income exposure, as appropriate, although regularly comprise a very limited portion of the fund's value. The rules-based investments in the fund management specifically consist partly of a gradual reduction from equity exposure to fixed income exposure that follows an explicit rule related to the stated pension period, and partly in changes to the relative weighting of the holdings that are made to return the fund's holdings to the pre-determined target weightings. (see below).

The fund's exposure is rules-based. The equity exposure consists of a 50 percent exposure (+/- 2.5 percentage points) to an index that represents the global equity markets and a 50 percent (+/- 2.5 percentage points) to an index that represents the Nordic equity markets (target equity exposure). If the equity exposure is under or exceeds the target weighting for the equity exposure (50 percent, +/- 2.5 percentage points), the fund's holdings will be rebalanced to be equivalent to the target weighting. The equity indexes that guide the equity exposure are Solactive ISS ESG Screened Nordic All Cap Index (50%) and Solactive ISS ESG Screened Global Markets Index (50%).

The fund's assets shall be allocated between equity exposure and fixed income exposure up until the time of retirement in accordance with the following: As of the year the first-born in the category (individuals born in the 1980s) turns 56 years old, the equity exposure shall be gradually weighted downward by 3.75 percent each year until the equity exposure is approximately 25 percent (+/- 5 percentage points). After this point, there will be no further reduction in the equity exposure.

The fund's composition of assets will change over time to adapt the fund's risk level to the remaining investment horizon.

Normally, the gradual reduction of the equity exposure as stated above will be completed during the first quarter of each year. The stated percentage weighting between each equity and fixed income index shall be updated no later than the beginning of the second quarter of each year, or at the earlier period in which the reduction is completed.

The fund's investments occur primarily in funds and collective investment undertakings, whereby the equity exposure is attained through investments in index funds or other rules-based funds. Investments are made almost exclusively in Handelsbanken funds.

After the fund manager has conducted a basic analysis of which indexes the fund's assets shall be exposed to (and how this exposure shall be attained, which is primarily a question of which funds shall be used in fund management), these indexes will not be subject to any "active" analysis or "active" decisions for changes in fund management. However, there may be cases when the Management Company's assessment of which index best represents the current markets can change or that an index administrator takes the decision to significantly change the index or to no longer

offer the index (see further under the heading *"Fund index"*). However, this will most likely only occur to a limited extent and, when this does occur, will be reflected in the fact sheet and information brochure

The fund may invest in derivative instruments, including OTC derivatives, as part of the investment focus of the fund.

The underlying assets to derivative instruments may constitute or be related to assets of such financial indices, interest rates, exchange rates, or foreign currencies pursuant to Chapter 5, § 1, Paragraph 2, first sentence of the Swedish Investment Funds Act.

The fund may invest in such transferable securities and money market instruments as referred to in Chapter 5, §5 of the Swedish Investment Funds Act.

The fund may use such techniques and instruments as designated in Chapter 25, §21 of the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds to increase returns and create leveraging in the fund.

Sustainability requirements

The fund may not invest, either directly or indirectly (indirect refers to the underlying funds' direct investments) in:

- companies involved in banned weapons (cluster munitions, anti-personnel mines, biological and chemical weapons),
- companies involved in nuclear weapons,
- companies that produce tobacco products, pornography or explore, alternatively extract, tar sands,
- companies in which the turnover from distribution of tobacco products or pornography exceeds 5%, and
- companies in which the turnover from production or distribution of war materials, alcohol, commercial gambling, cannabis or fossil fuels exceed 5%.

The fund also excludes investments, directly or indirectly, in companies with systematic violations of international norms and conventions relating to human rights, work conditions, corruption and the environment. This provision is based on the 10 principles of the voluntary UN initiative, Global Compact.

A summary of the sustainability work in the fund is provided under the "*Sustainability information*" section below. All of the sustainability requirements stated are also available in the fund's sustainability profile on the Management Company's website, www.handelsbanken.se/funds and at www.hallbarhetsprofilen.se.

Refer to the general section of the Information Brochure for general information about the Management Company's work with responsible investments, etc.

To manage liquidity in the fund, the fund rules provide for the fund to make direct investments in exchange-traded funds (ETFs) that do not meet the sustainability requirements stated above (however, these are limited to a maximum of 5 percent of the fund's value). This option is not utilized.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The reason for the loan, which assets are subject to lending, the scope of the loan (maximum and expected), which counterparties the fund lends to (including terms), potential conflicts of interest, risk and risk management around lending, and how revenue from lending affects the fund's return are described in the general section under the heading "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*"

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees (see below for exchange-traded funds), taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share classes	A1 SEK	A9 SEK	A12 SEK	A13 SEK
Fees %	0.5	0.25	0.0	0.35

Applicable value-added tax will be added to the fees stated above on each occasion.

The fund is compensated with an amount equivalent to the management fee in each underlying fund for holdings in units in other funds. The fund is compensated for holdings in other funds by an amount equivalent to the management fee in each of the underlying funds. The fund is also not impacted by any brokerage fees for trading with exchange-traded funds (ETFs).

In addition, there is a limit to the types of fees that may be charged for the fund to invest any of its assets in an underlying fund. A maximum fixed annual fee of 3% may be charged for the fixed management fees of the underlying funds in which the fund invests its assets. Any performance-based management fee for the underlying funds may not exceed 30% of the excess returns relative to each fund's benchmark (index or the equivalent) during each measurement period.

There are no subscription or redemption fees charged to the fund for investments in underlying funds.

The fund's management, activity level and returns

This fund is a rules-based fund, which means that the fund's allocation is pre-determined. The fund's exposure is guided by Solactive ISS ESG Screened Nordic All Cap Index (50%) and Solactive ISS ESG Screened Global Markets Index (50%). The referenced indexes represent the fund's benchmark indexes in the description of the activity level as indicated below.

Given that the fund invests in fund units, there will be smaller deviations in returns relative to the fund's benchmark index. Further, the fund will occasionally have a slightly higher or lower proportion of equities than the index (maximum of 2.5%), which also contributes to the fund's tracking error. These two factors represent the primary explanations for the fund's tracking error.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	32.17	-3.59	11.47	10.93	5.18	19.66	23.38	-	-	-	-
Tracking error 2 yrs., %	0.85	0.83	1.11	1.18	0.90	0.93	-	-	-	-	-

The information refers to the A1 SEK share class (the differences in tracking error between the classes are insignificant).

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

The fund is a mixed fund that normally implies an investment with moderately high risk. The risk in the fund is due to the fund's allocation between the equity and fixed income asset classes. An investment in equities and equity funds can be associated with high risk and can fluctuate significantly over time. An investment in interest-bearing securities or in a fixed income fund is associated with interest rate risk, which means that when the general interest rate rises, the value of the fixed income securities declines and can have a negative impact on the fund's returns. A fund that invests in interest-bearing instruments with a long residual fixed interest duration has a higher interest rate risk than a fund that invests in interest-bearing instruments with a shorter residual fixed interest duration. The fixed interest duration of the holdings in the fund can fluctuate significantly over time. The fund may make concentrated investments with regard to regions and sectors. This means that the risk in the fund can be higher than an investment in a diversified global fund that allocates its investments across several regions or sectors. Given that the fund's investments are made in foreign securities denominated in another currency other than the fund's base currency, an investment in the fund is associated with currency risk. An investment in an interest-bearing instrument results in a credit risk, as the fund can be affected by a loss due to an issuer not fulfilling its commitments. The credit risk is higher when the fund's proportion of assets in interest-bearing securities issued by companies or states with a lower credit quality increases. The fund may invest in derivatives as part of its investment focus to create returns in the fund or to create leverage. Investments in derivatives can increase the fund's sensitivity to market fluctuations.

Target group of the fund

The fund targets primarily investors born in the 1980s. The fund is adapted to pension savings, which means that as you age, the fund becomes safer by gradually switching investments from the equity market to the fixed income market.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has developed a plan for those measures that shall be taken if the fund's composite index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. Unit holders are protected by the review of the amended fund rules that is conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☒ Sustainability dimensions are taken into consideration in the management of the fund.

☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund is a fund of funds, only invests in funds and does not invest directly in companies. Pension 80 selects and invests in underlying funds that fulfil sustainability requirements which correspond to those of the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration.
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -
Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%
☒ Chemical and biological weapons
Management Company's comments: 0%
☒ Nuclear weapons
Management Company's comments: 0%
☒ Weapons and/or war materials
Management Company's comments: -
☒ Alcohol
Management Company's comments: -
☒ Tobacco
Management Company's comments: 0% production, 5% distribution
☒ Commercial gambling operations
Management Company's comments: -
☒ Pornography
Management Company's comments: 0% production, 5% distribution
☒ Fossil fuels (oil, gas, coal)
Management Company's comments: tar sands 0%
☒ Coal
Management Company's comments: -
☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ The fund avoids investing in all companies identified as failing to comply with international norms.
Management Company's comments: -

☒ Management Company Engagement

The fund management company exercises its investor influence to affect change in companies with regard to sustainability issues.
The fund management company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: Refers to underlying funds.

☒ Investor influence through external service providers/consultants
Management Company's comments: Refers to underlying funds.

☒ Voting at Annual General Meetings
Management Company's comments: Refers to underlying funds.

Handelsbanken Pension 90

Investment focus and types of assets

The fund is a rules-based mixed fund. The objective of the fund is to give exposure to the equity market to investors who are saving for retirement and intending to retire during the period of 2055-2064, while gradually lowering risk up to the time of retirement.

The fund is a securities fund (UCITS) that may invest in the following types of assets:

- in transferable securities,
- in money market instruments,
- in derivatives,
- in fund units, and
- in an account at a credit institution.

The fund is a rules-based mixed fund in which the equity exposure is attained through investments in funds and equity-related transferable securities with exposure to the Nordic and global equity markets. The fixed income exposure is attained through investments in funds and interest-related transferable securities with exposure to the Swedish fixed income market. Given that the fund is rules-based, the fund's allocation is pre-determined with respect to the allocation between equity exposure and fixed income exposure as well as with the allocation within the scope of the equity exposure. Investments in an account at a credit institution are also included in the fixed income exposure, as appropriate, although regularly comprise a very limited portion of the fund's value. The rules-based investments in the fund management specifically consist partly of a gradual reduction from equity exposure to fixed income exposure that follows an explicit rule related to the stated pension period, and partly in changes to the relative weighting of the holdings that are made to return the fund's holdings to the pre-determined target weightings (see below).

The fund's exposure is rules-based. The equity exposure consists of a 50 percent exposure (+/- 2.5 percentage points) to an index that represents the global equity markets and a 50 percent (+/- 2.5 percentage points) to an index that represents the Nordic equity markets (target equity exposure). If the equity exposure is under or exceeds the target weighting for the equity exposure (50 percent, +/- 2.5 percentage points), the fund's holdings will be rebalanced to be equivalent to the target weighting. The equity indexes that guide the equity exposure are Solactive ISS ESG Screened Nordic All Cap Index (50%) and Solactive ISS ESG Screened Global Markets Index (50%).

The fund's assets shall be allocated between equity exposure and fixed income exposure up until the time of retirement in accordance with the following: As of the year the first-born in the category (individuals born in the 1990s) turns 56 years old, the equity exposure shall be gradually weighted downward by 3.75 percent each year until the equity exposure is approximately 25 percent (+/- 5 percentage points). After this point, there will be no further reduction in the equity exposure.

The fund's composition of assets will change over time to adapt the fund's risk level to the remaining investment horizon.

Normally, the gradual reduction of the equity exposure as stated above will be completed during the first quarter of each year. The stated percentage weighting between each equity and fixed income index shall be updated no later than the beginning of the second quarter of each year, or at the earlier period in which the reduction is completed.

The fund's investments occur primarily in funds and collective investment undertakings, whereby the equity exposure is attained through investments in index funds or other rules-based funds. Investments are made almost exclusively in Handelsbanken funds.

After the fund manager has conducted a basic analysis of which indexes the fund's assets shall be exposed to (and how this exposure shall be attained, which is primarily a question of which funds shall be used in fund management), these indexes will not be subject to any "active" analysis or "active" decisions for changes in fund management. However, there may be cases when the Management Company's assessment of which index best represents the current markets can change or that an index administrator takes the decision to significantly change the index or to no longer

offer the index (see further under the heading *"Fund index"*). However, this will most likely only occur to a limited extent and, when this does occur, will be reflected in the fact sheet and information brochure

The fund may invest in derivative instruments, including OTC derivatives, as part of the investment focus of the fund.

The underlying assets to derivative instruments may constitute or be related to assets of such financial indices, interest rates, exchange rates, or foreign currencies pursuant to Chapter 5, § 1, Paragraph 2, first sentence of the Swedish Investment Funds Act.

The fund may invest in such transferable securities and money market instruments as referred to in Chapter 5, §5 of the Swedish Investment Funds Act.

The fund may use such techniques and instruments as designated in Chapter 25, §21 of the Financial Supervisory Authority's regulations (FFFS 2013:9) for securities funds to increase returns and create leveraging in the fund.

Sustainability requirements

The fund may not invest, either directly or indirectly (indirect refers to the underlying funds' direct investments) in:

- companies involved in banned weapons (cluster munitions, anti-personnel mines, biological and chemical weapons),
- companies involved in nuclear weapons,
- companies that produce tobacco products, pornography or explore, alternatively extract, tar sands,
- companies in which the turnover from distribution of tobacco products or pornography exceeds 5%, and
- companies in which the turnover from production or distribution of war materials, alcohol, commercial gambling, cannabis or fossil fuels exceed 5%.

The fund also excludes investments, directly or indirectly, in companies with systematic violations of international norms and conventions relating to human rights, work conditions, corruption and the environment. This provision is based on the 10 principles of the voluntary UN initiative, Global Compact.

A summary of the sustainability work in the fund is provided under the "*Sustainability information*" section below. All of the sustainability requirements stated are also available in the fund's sustainability profile on the Management Company's website, www.handelsbanken.se/funds and at www.hallbarhetsprofilen.se.

Refer to the general section of the Information Brochure for general information about the Management Company's work with responsible investments, etc.

To manage liquidity in the fund, the fund rules provide for the fund to make direct investments in exchange-traded funds (ETFs) that do not meet the sustainability requirements stated above (however, these are limited to a maximum of 5 percent of the fund's value). This option is not utilized.

Techniques and instruments (securities lending)

The fund has the right to lend securities in order to streamline management. The reason for the loan, which assets are subject to lending, the scope of the loan (maximum and expected), which counterparties the fund lends to (including terms), potential conflicts of interest, risk and risk management around lending, and how revenue from lending affects the fund's return are described in the general section under the heading "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*"

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees (see below for exchange-traded funds), taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share classes	A1 SEK	A9 SEK	A12 SEK	A13 SEK
Fees %	0.5	0.25	0.0	0.35

Applicable value-added tax will be added to the fees stated above on each occasion.

The fund is compensated with an amount equivalent to the management fee in each underlying fund for holdings in units in other funds. The fund is compensated for holdings in other funds by an amount equivalent to the management fee in each of the underlying funds. The fund is also not impacted by any brokerage fees for trading with exchange-traded funds (ETFs).

In addition, there is a limit to the types of fees that may be charged for the fund to invest any of its assets in an underlying fund. A maximum fixed annual fee of 3% may be charged for the fixed management fees of the underlying funds in which the fund invests its assets. Any performance-based management fee for the underlying funds may not exceed 30% of the excess returns relative to each fund's benchmark (index or the equivalent) during each measurement period.

There are no subscription or redemption fees charged to the fund for investments in underlying funds.

The fund's management, activity level and returns

This fund is a rules-based fund, which means that the fund's allocation is pre-determined. The fund's exposure is guided by Solactive ISS ESG Screened Nordic All Cap Index (50%) and Solactive ISS ESG Screened Global Markets Index (50 %). The referenced indexes represent the fund's benchmark indexes in the description of the activity level as indicated below.

Given that the fund invests in fund units, there will be smaller deviations in returns relative to the fund's benchmark index. Further, the fund will occasionally have a slightly higher or lower proportion of equities than the index (maximum of 2.5%), which also contributes to the fund's tracking error. These two factors represent the primary explanations for the fund's tracking error.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	31.99	-3.22	11.94	11.08	-	-	-	-	-	-	-
Tracking error 2 yrs., %	0.80	0.78	1.06	-	-	-	-	-	-	-	-

The information refers to the A1 SEK share class (the differences in tracking error between the classes are insignificant).

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

The fund is a mixed fund that normally implies an investment with moderately high risk. The risk in the fund is due to the fund's allocation between the equity and fixed income asset classes. An investment in equities and equity funds can be associated with high risk and can fluctuate significantly over time. An investment in interest-bearing securities or in a fixed income fund is associated with interest rate risk, which means that when the general interest rate rises, the value of the fixed income securities declines and can have a negative impact on the fund's returns. A fund that invests in interest-bearing instruments with a long residual fixed interest duration has a higher interest rate risk than a fund that invests in interest-bearing instruments with a shorter residual fixed interest duration. The fixed interest duration of the holdings in the fund can fluctuate significantly over time. The fund may make concentrated investments with regard to regions and sectors. This means that the risk in the fund can be higher than an investment in a diversified global fund that allocates its investments across several regions or sectors. Given that the fund's investments are made in foreign securities denominated in another currency other than the fund's base currency, an investment in the fund is associated with currency risk. An investment in an interest-bearing instrument results in a credit risk, as the fund can be affected by a loss due to an issuer not fulfilling its commitments. The credit risk is higher when the fund's proportion of assets in interest-bearing securities issued by companies or states with a lower credit quality increases. The fund may invest in derivatives as part of its investment focus to create returns in the fund or to create leverage. Investments in derivatives can increase the fund's sensitivity to market fluctuations.

Target group of the fund

The fund targets primarily investors born in the 1990s. The fund is adapted to pension savings, which means that as you age, the fund becomes safer by gradually switching investments from the equity market to the fixed income market.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has developed a plan for those measures that shall be taken if the fund's composite index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. Unit holders are protected by the review of the amended fund rules that is conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☒ Sustainability dimensions are taken into consideration in the management of the fund.

☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund is a fund of funds, only invests in funds and does not invest directly in companies. Pension 90 selects and invests in underlying funds that fulfil sustainability requirements which correspond to those of the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration.
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -
Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%
☒ Chemical and biological weapons
Management Company's comments: 0%
☒ Nuclear weapons
Management Company's comments: 0%
☒ Weapons and/or war materials
Management Company's comments: -
☒ Alcohol
Management Company's comments: -
☒ Tobacco
Management Company's comments: 0% production, 5% distribution
☒ Commercial gambling operations
Management Company's comments: -
☒ Pornography
Management Company's comments: 0% production, 5% distribution
☒ Fossil fuels (oil, gas, coal)
Management Company's comments: tar sands 0%
☒ Coal
Management Company's comments: -
☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ The fund avoids investing in all companies identified as failing to comply with international norms.
Management Company's comments: -

☒ Management Company Engagement

The fund management company exercises its investor influence to affect change in companies with regard to sustainability issues.
The fund management company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: Refers to underlying funds.

☒ Investor influence through external service providers/consultants
Management Company's comments: Refers to underlying funds.

☒ Voting at Annual General Meetings
Management Company's comments: Refers to underlying funds.

OTHER

Handelsbanken Realränta

Investment focus and types of assets

The fund is a fixed income fund that aims to provide returns as protection from future inflation in Sweden. Investments in the fund occur primarily in real and nominal government bonds as well as in Treasury bills, issued in SEK, that are included in the OMRX Real Return Bond Index (OMRXREAL). The issuing states shall have a minimum credit rating of AA- in accordance with Standard & Poor's rating scale.

The average residual fixed interest period for the fund's investments is between two and fifteen years. The fund is managed with an average fixed interest period that is close to the average fixed interest period in OMRXREAL.

The fund is a securities fund (UCITS) that may invest in the following types of assets

- in interest-bearing transferable securities,
- in money market instruments,
- in units in investment funds and equivalent foreign collective investment undertakings that invest in transferable Swedish fixed income securities and money market instruments (to a total maximum of 10% of fund capital),
- in derivative instruments and
- in an account at a credit institution.

The fund invests in real and nominal government bonds as well as Treasury bills. Transferable securities and money market instruments shall be issued in SEK with a combined average duration in the fund of a minimum of 2 years (730 days) and a maximum of 15 years (5,475 days).

Investments in derivatives shall have underlying assets consisting of or attributed to transferable fixed income securities, money market instruments, financial indices, interest rates, exchange rates or foreign currencies. The fund may invest in derivatives, including OTC derivatives, as part of the fund's investment focus within the risks stated in the duration interval. According to Chapter 5, §8 of the Swedish Investment Funds Act, the fund has authorization to invest more than 35% of the fund capital in bonds and other debt instruments issued by the Swedish government.

The fund's management, activity level and returns

The fund is a fixed income fund that invests primarily in real and nominal government bonds as well as in Treasury bills, issued in SEK, that are included in the OMRXREAL Index. OMRXREAL is the fund's benchmark index. The benchmark index is relevant as it reflects the fund's investment universe as described in the fund's investment focus.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section Tracking error. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Returns, %	-3.06	0.25	1.09	0.74	6.72	1.35	6.69	-5.57	0.65	11.97
Tracking Error 2 yrs., %	0.29	0.24	0.60	0.58	0.24	0.32	0.34	0.71	0.82	-

The information refers to the A1 SEK share class (the differences in tracking error between the classes are insignificant).

The fund's tracking error is in line with the results expected for the management of the fund. The fund has taken the risk that is considered to be appropriate to attain the fund's return target. The fund's tracking error in the past year has been slightly higher than in previous years. 2020 was dominated by significant volatility in the fixed income markets as a result of the pandemic. Credit spreads, in particular, widened significantly during H1. Central banks used interest rate cuts and quantitative easing to support the markets. The tracking error rose as a result of the increased market volatility.

Share classes and fees

The terms and conditions for the share classes are provided in the fund rules. Dividends are distributed in the B share classes. Normally, the dividends are paid out during March. The goal is to annually distribute between 1.5% and 2.5% of the unit value from the most recent year-end. The Management Company determines whether a dividend is to be paid. Detailed information about the basis for dividend payments is contained in the fund rules.

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share class	**A1 SEK**	**A9 SEK**	**A10 SEK**	**B1 SEK**	**B9 SEK**	**B10 SEK**
Fee %	0.4	0.2	0.1	0.4	0.2	0.1

Management of collateral

Because the fund has the right to lend securities in order to streamline management and/or to utilize OTC derivatives, it is exposed to counterparty risk. To manage these counterparty risks, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under *Techniques and instruments (securities lending) and management of collateral*.

Risk profile of the fund

An investment in the fund is characterized by low risk. An investment in fixed income securities or in a fixed income fund is associated with interest rate risk, which means that when the general interest rate rises, the value of the fixed income securities declines and can have a negative impact on the fund's returns. A fund that invests in interest-bearing instruments with a long residual fixed interest duration has a higher interest rate risk than a fund that invests in interest-bearing instruments with a shorter residual fixed interest duration. The average residual fixed interest duration over time for holdings in the fund is 2-15 years. The fund's investments are concentrated to real and nominal government bonds and treasury bills listed in SEK. This means that the risk in the fund can be higher than an investment in a diversified global fund that distributes its investments across several regions, sectors or issuers. An investment in an interest-bearing instrument results in a credit risk, as the fund can be affected by a loss due to an issuer not fulfilling its commitments. The credit risk is higher when the fund's proportion of assets in interest-bearing securities issued by companies or states with a low credit quality increases. The fund only invests in interest-bearing investments with high credit worthiness, so-called investment grade. The fund may invest in derivatives as part of its investment focus to increase returns in the fund or to create leverage. Investments in derivatives can increase the fund's sensitivity to market fluctuations.

Target group of the fund

The fund is suitable for investors interested in a long-term interest-linked savings with inflation protection. The recommended investment horizon is a minimum of two years

☒ Sustainability dimensions are taken into consideration in the management of the fund.

☐ Sustainability dimensions are not taken into consideration in the management of the fund.

Management Company's comments: Sustainability analysis is an integrated part of the portfolio managers' investment analysis. The fund is sustainable due to the investment focus which invests primarily in real and nominal government bonds as well as Treasury bills. As a result of the fund's investment focus, the fund is not permitted to exclude companies involved in certain sectors or to use investor influence in the companies' sustainability issues.

Sustainability dimensions that are taken into consideration in fund management

☒ Environmental aspects (e.g., the companies' environmental and climate impact).

☒ Social aspects (e.g., human rights, employee rights and equal opportunity).

☐ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).

☐ Other sustainability dimensions.

Methods used in sustainability efforts

☒ Inclusion

☐ Sustainability dimensions are key to the fund manager's selection of companies.

The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.

Management Company's comments: -

☒ The fund manager takes sustainability into consideration.

Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund, but are not decisive factors.

Management Company's comments: -

Other

☐ Other inclusionary methods used by the fund.

Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%, refers to the fund's investments in corporate bonds.

☒ Chemical and biological weapons
Management Company's comments: 0%, refers to the fund's investments in corporate bonds.

☒ Nuclear weapons
Management Company's comments: 0%, refers to the fund's investments in corporate bonds.

☒ Weapons and/or war materials
Management Company's comments: -

☒ Alcohol
Management Company's comments: -

☒ Tobacco
Management Company's comments: -

☒ Commercial gambling
Management Company's comments: -

☒ Pornography
Management Company's comments: -

☒ Fossil fuels (oil, gas, coal)
Management Company's comments: The fund excludes corporate bonds that finance production and/or distribution associated with mining of fossil fuels. The fund takes a restrictive position to services related to these operations. The fund also takes a restrictive position with regard to companies involved in power generation from fossil fuels. Additional information is available under the heading "Sustainability strategies with the potential of investing in transition companies".

☒ Cannabis
Management Company's comments: -

Other: Given that the fund's investment focus does not permit investments in bonds issued by companies, the fund does not have any investments with exposure to the products and services mentioned above.

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, work conditions and business ethics.

☒ The fund avoids investing in all companies identified as violating international norms.
Management Company's comments: -

EXCHANGE-TRADED FUNDS (XACT FUNDS)

XACT BEAR (ETF)

Investment focus and types of assets

The fund is a leveraged non-UCITS exchange-traded fund that differs from a securities fund in that it has so-called leveraging. The objective of the fund is to provide a daily return equivalent to approximately 150% of the daily opposite change in the OMXS30™ Index before management fees and other transaction costs. This means that when the OMXS30™ falls by 1% on the market in one day, XACT Bear should rise by approximately 1.5%. The index consists of the 30 most-traded shares on the Nasdaq OMX Nordic Exchange Stockholm (Stockholm stock exchange). The fund's capital consists of liquid assets and sold futures contracts (OMXS30™ futures) equivalent to approximately 150% of the fund's value. A daily rebalancing of the fund's futures holdings occurs to ensure that the fund maintains an exposure of -150% of the fund capital.

The fund is a non-UCITS fund that may invest its assets

- in transferable securities,
- in fund units (to a total maximum of 10% of the fund capital),
- in money market instruments,
- in derivative instruments and
- in an account at a credit institution.
-

Underlying assets to derivative instruments may consist of or be related to

- such assets as referred to in Chapter 5, §1, second paragraph, first sentence in the Swedish Investment Funds Act,
- financial indices,
- rates of interest,
- exchange rates, or
- foreign currencies.

The fund aims for negative exposure to the OMXS30™ Index equivalent to 150% of the fund's value. This exposure is generated by holdings in the abovementioned assets, primarily in derivative instruments and investments in accounts. In accordance with its fund rules, the fund may contract loans in financial instruments, although this option is not used. The Financial Supervisory Authority has approved an exception to Chapter 5, Section 6, Paragraph 1, first bullet point of the Swedish Investment Funds Act, which allows the fund to invest up to 100% of fund assets in money market instruments issued or guaranteed by the Swedish state. However, letters of credit must be provided from at least six different issues and those derived from one and the same issue may not exceed 30% of the fund's total value.

When using OTC derivatives or other techniques and instruments to improve the effectiveness of the investment process, the fund may also be subject to a risk of loss as a result of the inability of the counterparty in the transaction to comply with its obligations prior to the settlement of the transaction. The selection of the counterparty is always conducted to obtain the best conditions possible.

All of the income derived from the use of techniques and instruments to improve the effectiveness of the investment process is allocated to the fund, after the deduction of administrative expenses for the management of collateral and other costs. The fund's custodian institution manages collateral.

Management of collateral

In the event the fund utilizes OTC derivatives, it is exposed to a counterparty risk. To manage these counterparty risks, as appropriate, the Management Company pledges and receives securities as

collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Fees

The Management Company does not charge any subscription or redemption fees when the funds are traded on the stock exchange. A maximum fee of 1.5% of the fund's net asset value, with a minimum fee of SEK 30,000, will be charged for the subscription and redemption of units in the primary market. The applicable subscription and redemption fees amount to the fee levels stated above. A maximum fee of 2% of the market value will be charged for the redemption of fund units totaling less than a block, with a minimum fee of SEK 100. The applicable fee in these instances amounts to the fee level stated above. All of these subscription and redemption fees are allocated to the Management Company.

In accordance with the fund rules, the management fee may not exceed 0.6% per year. The applicable management fee is equivalent to the maximum management fee permitted in the fund rules. Transaction expenses, such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments, are paid from the fund's assets.

The fund's management, activity level and returns

The fund pursues a negative exposure to the OMXS30™ Index equivalent to approximately 150% of the fund's value. Thus, the OMXS30™ Index represents the fund's benchmark index in the description of the activity level as indicated below.

The fund has a daily negative exposure of 150% to the OMXS30™ Index. The size of the fund's tracking error stems in part from the leverage towards the benchmark index, as well as from how much the benchmark index fluctuates each day during the year. The higher the volatility of the benchmark index, the higher the tracking error will be.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	-35.87	4.36	-13.33	-21.50	-10.29	-19.63	-29.55	-22.73	8.34	-32.19	-55.05
Tracking error 2 yrs., %	39.32	28.18	24.57	36.97	35.11	22.76	30.06	37.91	39.50	46.42	-

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

Fund investments consist primarily of investments in accounts and in derivative instruments with a negative exposure to the Nasdaq OMXS30™ Index equivalent to approximately 150% of the fund's value. Thus, the expected daily performance in the fund is equivalent to 150% of the movement in the index in the opposite direction. Accordingly, investments in the fund are characterized by high risk as well as the potential for high returns. As a result, the value of the fund can vary significantly over time. The fund's investments are concentrated geographically to equities issued by companies in Sweden. This results in risks that normally are higher than for an investment in a diversified global equity fund that distributes its investments over several regions. However, the fund's investments are made in companies in several sectors or branches, which reduces the risk in the fund. The fund may invest in derivatives as part of its investment focus to create returns in the fund or create leverage. The investment in derivatives also means that the fund has an increased sensitivity to market fluctuations.

Financial leverage

Derivative instruments can have a so-called leverage effect, which means that the fund's sensitivity to market fluctuations increase or decrease. The fund has the objective of having a negative exposure to stock market performance and sells (short positions) OMXS30 ™ futures equivalent to approximately

150% of the fund's value. The fund strives to have a negative leverage of 1.5 of the daily percentage change in the underlying market. In accordance with current legislation and by adhering to the regulations for non-UCITS funds, the fund may reach a financial leverage. The financial leverage, which is expressed as the relationship between the fund's exposure and its net asset value, may total 260% calculated in accordance with both the gross method and the commitment approach.

A movement in the stock market during the trading day will require an adjustment (rebalancing) of the holdings in futures through additional purchases or sales of futures contracts. Thus, the exposure will always remain as close to -150% of the fund's value as possible for the opening of the next trading day. The investor's risk as well as potential for return is thereby in proportion to the current value of the fund units that day, rather than the amount initially invested. Transaction fees and costs for clearing and collateral management are associated with the management of futures.

A leverage on a daily basis is different from a leverage over a longer period. Fund returns over a longer period will be the result of the changes in the period, rather than the entire period's returns multiplied by the leverage amount. The fund's results can fluctuate significantly relative to the returns of the index over the mid- to long term.

Target group of the fund

The fund is suitable for investors who would like to have a *negative* exposure of 150% of the Stockholm stock exchange's *daily* performance at a low cost. The fund is most appropriate for investors who are prepared to take a high risk and who understand the risks with leveraged products as well as the effects of daily rebalancing.

Detailed information about the fund, portfolio composition and current fund net asset value is published daily on XACT's homepage at: www.xact.se.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has developed a plan for those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. In the event the fund's index is no longer made available, the fund rules must be amended. Unit holders are protected in this type of change to the fund rules by the review conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☐ Sustainability dimensions are taken into consideration in the management of the fund.
☒ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund only invests in derivative instruments, treasury bills and liquid assets.

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%

☒ Chemical and biological weapons
Management Company's comments: 0%

☒ Nuclear weapons
Management Company's comments: 0%

☒ Coal
Management Company's comments: A maximum of 5% of turnover from extraction of thermal coal, a maximum of 30% of turnover from coal power energy.

XACT BEAR 2 (ETF)

Investment focus and types of assets

The fund is a leveraged non-UCITS exchange-traded fund that differs from a securities fund in that it has so-called leveraging. The objective of the fund is to provide a daily return equivalent to approximately 200% of the daily opposite change in the OMXS30™ Index before management fees and other transaction costs. This means that when the OMXS30™ falls by 1% on the market in one day, XACT Bear 2 should rise by approximately 2%. The index consists of the 30 most-traded shares on the Nasdaq OMX Nordic Exchange Stockholm (Stockholm stock exchange). The fund's capital consists of liquid assets and sold futures contracts (OMXS30™ futures) equivalent to approximately 200% of the fund's value. A daily rebalancing of the fund's futures holdings occurs to ensure that the fund maintains an exposure of -200% of the fund capital.

The fund is a non-UCITS fund that may invest its assets

- in transferable securities,
- in money market instruments,
- in derivative instruments,
- in fund units (to a total maximum of 10% of the fund capital) and
- in an account at a credit institution.

Underlying assets to derivative instruments may consist of or be related to

- such assets as referred to in Chapter 5, §1, second paragraph, first sentence in the Swedish Investment Funds Act,
- financial indices,
- rates of interest,
- exchange rates, or
- foreign currencies.

The fund aims for negative exposure to the OMXS30™ Index equivalent to 200% of the value of the fund. This exposure is generated by holdings in the abovementioned assets, primarily in derivative instruments and investments in accounts. In accordance with its fund rules, the fund may contract loans in financial instruments, although this option is not used. The Financial Supervisory Authority has approved an exception to Chapter 5, Section 6, Paragraph 2, first bullet point of the Swedish Investment Funds Act, which allows the fund to invest up to 100% of fund assets in money market instruments issued or guaranteed by a state, a municipality, or by a government or municipal authority in a country within the EEA or by an intergovernmental agency in which one or several Member States within the EEA are members. However, letters of credit must be provided from at least six different issues and those derived from one and the same issue may not exceed 30% of the fund’s total value.

When using OTC derivatives or other techniques and instruments to improve the effectiveness of the investment process, the fund may also be subject to a risk of loss as a result of the inability of the counterparty in the transaction to comply with its obligations prior to the settlement of the transaction. The selection of the counterparty is always conducted to obtain the best conditions possible.

All of the income derived from the use of techniques and instruments to improve the effectiveness of the investment process is allocated to the fund, after the deduction of administrative expenses for the management of collateral and other costs. The fund’s custodian institution manages collateral.

Management of collateral

In the event the fund utilizes OTC derivatives, it is exposed to a counterparty risk. To manage these counterparty risks, as appropriate, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company’s management of collateral, which securities are accepted and how they are valued, refer to the general section under “*Techniques and instruments (securities lending, etc.) and management of collateral*”.

Fees

The Management Company does not charge any subscription or redemption fees when the funds are traded on the stock exchange. A maximum fee of 1.5% of the fund's net asset value, with a minimum fee of SEK 30,000, will be charged for the subscription and redemption of units in the primary market. The applicable subscription and redemption fees amount to the fee levels stated above. A maximum fee of 2% of the market value will be charged for the redemption of fund units totaling less than a block, with a minimum fee of SEK 100. The applicable fee in these instances amounts to the fee level stated above. All of these subscription and redemption fees are allocated to the Management Company.

In accordance with the fund rules, the management fee may not exceed 0.6% per year. The applicable management fee is equivalent to the maximum management fee permitted in the fund rules. Transaction expenses, such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments, are paid from the fund's assets.

The fund's management, activity level and returns

The fund pursues a negative exposure to the OMXS30™ Index equivalent to approximately 200% of the fund's value. Thus, the OMXS30™ Index represents the fund's benchmark index in the description of the activity level as indicated below.

The fund has a daily negative exposure of 200% to the OMXS30™ Index. The size of the fund's tracking error stems in part from the leverage towards the benchmark index, as well as from how much the benchmark index fluctuates each day during the year. The higher the volatility of the benchmark index, the higher the tracking error will be.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	-44.94	5.75	-17.42	-29.11	-14.93	-25.84	-37.75	-30.33	6.18	-41.95	-
Tracking error 2 yrs., %	47.22	33.78	29.34	44.18	42.05	27.24	35.98	45.19	46.98	-	-

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

Fund investments consist primarily of investments in accounts and in derivative instruments with a negative exposure to the Nasdaq OMXS30™ Index equivalent to approximately 200% of the fund's value. Thus, the expected daily performance in the fund is equivalent to 200% of the movement in the index in the opposite direction. Accordingly, investments in the fund are characterized by high risk as well as the potential for high returns. As a result, the value of the fund can vary significantly over time. The fund's investments are concentrated geographically to equities issued by companies in Sweden. This results in risks that normally are higher than for an investment in a diversified global equity fund that distributes its investments over several regions. However, the fund's investments are made in companies in several sectors or branches, which reduces the risk in the fund. The fund may invest in derivatives as part of its investment focus to create returns in the fund or create leverage. The investment in derivatives also means that the fund has an increased sensitivity to market fluctuations.

Financial leverage

Derivative instruments can have a so-called leverage effect, which means that the fund's sensitivity to market fluctuations increase or decrease. The fund has the objective of having a negative exposure to stock market performance and sells (short positions) OMXS30 ™ futures equivalent to approximately 200% of the fund's value. The fund strives to have a negative leverage of 2.0 of the daily percentage change in the underlying market. In accordance with current legislation and by adhering to the regulations for non-UCITS funds, the fund may reach a financial leverage. The financial leverage, which is expressed as the relationship between the fund's exposure and its net asset value, may total 310% calculated in accordance with both the gross method and the commitment approach.

A movement in the stock market during the trading day will require an adjustment (rebalancing) of the holdings in futures through additional purchases or sales of futures contracts. Thus, the exposure will always remain as close to -200% of the fund's value as possible for the opening of the next trading day. The investor's risk as well as potential for return is thereby in proportion to the current value of the fund units that day, rather than the amount initially invested. Transaction fees and costs for clearing and collateral management are associated with the management of futures.

A leverage on a daily basis is different from a leverage over a longer period. Fund returns over a longer period will be the result of the daily changes in the period, rather than the entire period's returns multiplied by the leverage amount. The fund's results can fluctuate significantly relative to the returns of the index over the mid- to long term.

Target group of the fund

The fund is suitable for investors who would like to have a *negative* exposure of 200% of the Stockholm stock exchange's *daily* performance at a low cost. The fund is most appropriate for investors who are prepared to take a high risk and who understand the risks with leveraged products as well as the effects of daily rebalancing.

Detailed information about the fund, portfolio composition and current fund net asset value is published daily on XACT's homepage at: www.xact.se.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has developed a plan for those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. In the event the fund's index is no longer made available, the fund rules must be amended. Unit holders are protected in this type of change to the fund rules by the review conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☐ Sustainability dimensions are taken into consideration in the management of the fund.
☒ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund only invests in derivative instruments, treasury bills and liquid assets.

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%

☒ Chemical and biological weapons
Management Company's comments: 0%

☒ Nuclear weapons
Management Company's comments: 0%

☒ Coal
Management Company's comments: A maximum of 5% of turnover from extraction of thermal coal, a maximum of 30% of turnover from coal power energy.

XACT BULL (ETF)

Investment focus and types of assets

The fund is a leveraged non-UCITS exchange-traded fund that differs from a securities fund in that it has so-called leveraging. The objective of the fund is to provide a daily return equivalent to approximately 150% of the daily change in the OMXS30™ Index before management fees and other transaction costs. This means that when the OMXS30™ rises by 1% on the market in one day, XACT Bull should rise by approximately 1.5%. The index consists of the 30 most-traded shares on the Nasdaq OMX Nordic Exchange Stockholm (Stockholm stock exchange). The fund's capital consists of liquid assets and futures contracts (OMXS30™ futures) equivalent to approximately 150% of the fund's value. A daily rebalancing of the fund's futures holdings occurs to ensure that the fund maintains an exposure of 150% of the fund capital.

The fund is a non-UCITS fund that may invest its assets

- in transferable securities,
- in fund units (to a total maximum of 10% of the fund capital),
- in money market instruments,
- in derivative instruments and
- in an account at a credit institution.

Underlying assets to derivative instruments may consist of or be related to

- such assets as referred to in Chapter 5, §1, second paragraph, first sentence in the Swedish Investment Funds Act,
- financial indices,
- rates of interest,
- exchange rates, or
- foreign currencies.

The fund aims for positive exposure to the OMXS30™ Index equivalent to 150% of the fund's value. This exposure is generated by holdings in the abovementioned assets, primarily in derivative instruments and investments in accounts. In accordance with its fund rules, the fund may contract loans in financial instruments, although this option is not used. The Financial Supervisory Authority has approved an exception to Chapter 5, Section 6, Paragraph 1, first bullet point of the Investment Funds Act, which allows the fund to invest up to 100% of fund assets in money market instruments issued or guaranteed by the Swedish state. However, letters of credit must be provided from at least six different issues and those derived from one and the same issue may not exceed 30% of the fund's total value.

When using OTC derivatives or other techniques and instruments to improve the effectiveness of the investment process, the fund may also be subject to a risk of loss as a result of the inability of the counterparty in the transaction to comply with its obligations prior to the settlement of the transaction. The selection of the counterparty is always conducted to obtain the best conditions possible.

All of the income derived from the use of techniques and instruments to improve the effectiveness of the investment process is allocated to the fund, after the deduction of administrative expenses for the management of collateral and other costs. The fund's custodian institution manages collateral.

Management of collateral

In the event the fund utilizes OTC derivatives, it is exposed to a counterparty risk. To manage these counterparty risks, as appropriate, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Fees

The Management Company does not charge any subscription or redemption fees when the funds are traded on the stock exchange. A maximum fee of 1.5% of the fund's net asset value, with a minimum fee of SEK 30,000, will be charged for the subscription and redemption of units in the primary market. The applicable subscription and redemption fees amount to the fee levels stated above. A maximum fee of 2% of the market value will be charged for the redemption of fund units totaling less than a block, with a minimum fee of SEK 100. The applicable fee in these instances amounts to the fee level stated above. All of these subscription and redemption fees are allocated to the Management Company.

In accordance with the fund rules, the management fee may not exceed 0.6% per year. The applicable management fee is equivalent to the maximum management fee permitted in the fund rules. Transaction expenses, such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments, are paid from the fund's assets.

The fund's management, activity level and returns

The fund pursues a positive exposure to the OMXS30™ Index equivalent to 150% of the fund's value. Thus, the OMXS30™ Index represents the fund's benchmark index in the description of the activity level as indicated below.

The fund has a daily exposure of 150% to the OMXS30™ Index. The size of the fund's tracking error stems in part from the leverage towards the benchmark index, as well as from how much the benchmark index fluctuates each day during the year. The higher the volatility of the benchmark index, the higher the tracking error will be.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	46.05	-11.12	10.27	12.73	1.40	19.13	37.28	21.22	-20.92	35.15	75.54
Tracking error 2 yrs., %	8.14	5.94	5.61	8.01	7.39	4.92	6.78	8.79	8.73	9.14	-

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

Fund investments consist primarily of investments in accounts and in derivative instruments with exposure to the Nasdaq OMXS30™ Index equivalent to approximately 150% of the fund's value. Thus, the expected daily performance in the fund is equivalent to 150% of the movement in the index. Accordingly, investments in the fund are characterized by high risk as well as the potential for high returns. As a result, the value of the fund can vary significantly over time. The fund's investments are concentrated geographically to equities issued by companies in Sweden. This results in risks that normally are higher than for an investment in a diversified global equity fund that distributes its investments over several regions. However, the fund's investments are made in companies in several sectors or branches, which reduces the risk in the fund. The fund may invest in derivatives as part of its investment focus to create returns in the fund or create leverage. The investment in derivatives also means that the fund has an increased sensitivity to market fluctuations.

Financial leverage

Derivative instruments can have a so-called leverage effect, which means that the fund's sensitivity to market fluctuations increase or decrease. The fund has the objective of having a positive exposure to stock market performance and purchases (long positions) OMXS30 ™ futures equivalent to approximately 150% of the fund's value. The fund strives to have a leverage of 1.5 of the daily percentage change in the underlying market. In accordance with current legislation and by adhering to the regulations for non-UCITS funds, the fund may reach a financial leverage. The financial leverage, which is expressed as the relationship between the fund's exposure and its net asset value, may total 260% calculated in accordance with both the gross method and the commitment approach.

A movement in the stock market during the trading day will require an adjustment (rebalancing) of the holdings in futures through additional purchases or sales of futures contracts. Thus, the exposure will always remain as close to 150% of the fund's value as possible for the opening of the next trading day. The investor's risk as well as potential for return is thereby in proportion to the current value of the fund units that day, rather than the amount initially invested. Transaction fees and costs for clearing and collateral management are associated with the management of futures.

A leverage on a daily basis is different from a leverage over a longer period. Fund returns over a longer period will be the result of the daily changes in the period, rather than the entire period's returns multiplied by the leverage amount. The fund's results can fluctuate significantly relative to the returns of the index over the mid- to long term.

Target group of the fund

The fund is suitable for investors who would like to have an exposure of 150% of the Stockholm stock exchange's daily performance at a low cost. The fund is most appropriate for investors who are prepared to take a high risk and who understand the risks with leveraged products as well as the effects of daily rebalancing.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has developed a plan for those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. In the event the fund's index is no longer made available, the fund rules must be amended. Unit holders are protected in this type of change to the fund rules by the review conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☐ Sustainability dimensions are taken into consideration in the management of the fund.

☒ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund only invests in derivative instruments, treasury bills and liquid assets.

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%

☒ Chemical and biological weapons
Management Company's comments: 0%

☒ Nuclear weapons
Management Company's comments: 0%

☒ Coal
Management Company's comments: A maximum of 5% of turnover from extraction of thermal coal, a maximum of 30% of turnover from coal power energy.

XACT BULL 2 (ETF)

Investment focus and types of assets

The fund is a leveraged non-UCITS exchange-traded fund that differs from a securities fund in that it has so-called leveraging. The objective of the fund is to provide a daily return equivalent to approximately 200% of the daily positive change in the OMXS30™ Index before management fees and other transaction costs. This means that when the OMXS30™ rises by 1% on the market in one day, XACT Bull 2 should rise by approximately 2%. The index consists of the 30 most-traded shares on the Nasdaq OMX Nordic Exchange Stockholm (Stockholm stock exchange). The fund's capital consists of liquid assets and futures contracts (OMXS30™ futures) equivalent to approximately 200% of the fund's value. A daily rebalancing of the fund's futures holdings occurs to ensure that the fund maintains an exposure of 200% of the fund capital.

The fund is a non-UCITS fund that may invest its assets
- in transferable securities,
- in money market instruments,
- in derivative instruments,
- in fund units (to a total maximum of 10% of the fund capital) and
- in an account at a credit institution.

Underlying assets to derivative instruments may consist of or be related to
- such assets as referred to in Chapter 5, §1, second paragraph, first sentence in the Swedish Investment Funds Act,
- financial indices,
- rates of interest,
- exchange rates, or
- foreign currencies.

The fund aims for positive exposure to the OMXS30™ Index equivalent to 200% of the fund's value. This exposure is generated by holdings in the abovementioned assets, primarily in derivative instruments and investments in accounts. In accordance with its fund rules, the fund may contract loans in financial instruments, although this option is not used. The Financial Supervisory Authority has approved an exception to Chapter 5, Section 6, Paragraph 2, first bullet point of the Swedish Investment Funds Act, which allows the fund to invest up to 100% of fund assets in money market instruments issued or guaranteed by a state, a municipality, or by a government or municipal authority in a country within the EEA or by an intergovernmental agency in which one or several Member States within the EEA are members. However, letters of credit must be provided from at least six different issues and those derived from one and the same issue may not exceed 30% of the fund's total value.

When using OTC derivatives or other techniques and instruments to improve the effectiveness of the investment process, the fund may also be subject to a risk of loss as a result of the inability of the counterparty in the transaction to comply with its obligations prior to the settlement of the transaction. The selection of the counterparty is always conducted to obtain the best conditions possible.

All of the income derived from the use of techniques and instruments to improve the effectiveness of the investment process is allocated to the fund, after the deduction of administrative expenses for the management of collateral and other costs. The fund's custodian institution manages collateral.

Management of collateral

In the event the fund utilizes OTC derivatives, it is exposed to a counterparty risk. To manage these counterparty risks, as appropriate, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Fees

The Management Company does not charge any subscription or redemption fees when the funds are traded on the stock exchange. A maximum fee of 1.5% of the fund's net asset value, with a minimum fee of SEK 30,000, will be charged for the subscription and redemption of units in the primary market. The applicable subscription and redemption fees amount to the fee levels stated above. A maximum fee of 2% of the market value will be charged for the redemption of fund units totaling less than a block, with a minimum fee of SEK 100. The applicable fee in these instances amounts to the fee level stated above. All of these subscription and redemption fees are allocated to the Management Company.

In accordance with the fund rules, the management fee may not exceed 0.6% per year. The applicable management fee is equivalent to the maximum management fee permitted in the fund rules. Transaction expenses, such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments, are paid from the fund's assets.

The fund's management, activity level and returns

The fund pursues a positive exposure to the OMXS30™ Index equivalent to 200% of the fund's value. Thus, the OMXS30™ Index represents the fund's benchmark index in the description of the activity level as indicated below.

The fund has a daily exposure of 200% to the OMXS30™ Index. The size of the fund's tracking error stems in part from the leverage towards the benchmark index, as well as from how much the benchmark index fluctuates each day during the year. The higher the volatility of the benchmark index, the higher the tracking error will be.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	64.77	-15.19	13.70	14.97	0.24	25.19	51.08	26.67	-29.98	46.56	-
Tracking error 2 yrs., %	16.18	11.74	11.01	15.88	14.64	9.62	13.07	17.21	17.60	-	-

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

Fund investments consist primarily of investments in accounts and in derivative instruments with exposure to the Nasdaq OMXS30™ Index equivalent to approximately 200% of the fund's value. Thus, the expected daily performance in the fund is equivalent to 200% of the movement in the index. Accordingly, investments in the fund are characterized by high risk as well as the potential for high returns. As a result, the value of the fund can vary significantly over time. The fund's investments are concentrated geographically to equities issued by companies in Sweden. This results in risks that normally are higher than for an investment in a diversified global equity fund that distributes its investments over several regions. However, the fund's investments are made in companies in several sectors or branches, which reduces the risk in the fund. The fund may invest in derivatives as part of its investment focus to create returns in the fund or create leverage. The investment in derivatives also means that the fund has an increased sensitivity to market fluctuations.

Financial leverage

Derivative instruments can have a so-called leverage effect, which means that the fund's sensitivity to market fluctuations increase or decrease. The fund has the objective of having a positive exposure to stock market performance and purchases (long positions) OMXS30 ™ futures equivalent to approximately 200% of the fund's value. The fund strives to have a leverage of 2.0 of the daily percentage change in the underlying market. In accordance with current legislation and by adhering to the regulations for non-UCITS funds, the fund may reach a financial leverage. The financial

leverage, which is expressed as the relationship between the fund's exposure and its net asset value, may total 310% calculated in accordance with both the gross method and the commitment approach.

A movement in the stock market during the trading day will require an adjustment (rebalancing) of the holdings in futures through additional purchases or sales of futures contracts. Thus, the exposure will always remain as close to 200% of the fund's value as possible for the opening of the next trading day. The investor's risk as well as potential for return is thereby in proportion to the current value of the fund units that day, rather than the amount initially invested. Transaction fees and costs for clearing and collateral management are associated with the management of futures.

A leverage on a daily basis is different from a leverage over a longer period. Fund returns over a longer period will be the result of the daily changes in the period, rather than the entire period's returns multiplied by the leverage amount. The fund's results can fluctuate significantly relative to the returns of the index over the mid- to long term.

Target group of the fund

The fund is suitable for investors who would like to have an exposure of 200% of the Stockholm stock exchange's *daily* performance at a low cost. The fund is most appropriate for investors who are prepared to take a high risk and who understand the risks with leveraged products as well as the effects of daily rebalancing.

Detailed information about the fund, portfolio composition and current fund net asset value is published daily on XACT's homepage at: www.xact.se.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has developed a plan for those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. In the event the fund's index is no longer made available, the fund rules must be amended. Unit holders are protected in this type of change to the fund rules by the review conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

XACT BULL 2 (ETF) - Sustainability information

☐ Sustainability dimensions are taken into consideration in the management of the fund.
☒ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund only invests in derivative instruments, treasury bills and liquid assets.

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

- ☒ Cluster bombs, personnel mines
  Management Company's comments: 0%
- ☒ Chemical and biological weapons
  Management Company's comments: 0%
- ☒ Nuclear weapons
  Management Company's comments: 0%
- ☒ Coal
  Management Company's comments: A maximum of 5% of turnover from extraction of thermal coal, a maximum of 30% of turnover from coal power energy.

XACT Norden (UCITS ETF)

Investment focus and types of assets

The fund is an exchange-traded index fund and its objective is to follow the performance of the Handelsbanken Nordic ESG Index as closely as possible. The index consists of a selection of about 30 of the most-traded companies on the Nordic stock exchanges that meet the sustainability requirements of the index. The sustainability requirements provide that companies with high sustainability ratings are included in the index (inclusion), while companies that are involved in verified violations of international norms, as well as companies operating within controversial sectors, are excluded in the index (exclusion). When exceptional conditions arise in the market to which the index relates, the fund has been granted permission by the Swedish Financial Supervisory Authority, pursuant to Chapter 5, §7 of the Swedish Investment Funds Act (2004:46), to invest up to 35% of the fund capital in transferable securities issued by a single issuer or issuers within a single corporate group when required to ensure that the holdings correspond to the issuer or the corporate group's proportion of the Handelsbanken Nordic ESG Index. The index is market-value weighted and is revised and adjusted four times each year. The index is reinvested, i.e., distributions paid out for equities included in the index are reinvested in the index. Additional information concerning the index is available at https://borsrum.handelsbanken.se/Handelsbankens-Index/. Further information about the current composition of the index as well as the method for weighting and rebalancing is available on these sites.

The index will be replicated through physical replication. The method selected for replication means that the fund will invest directly in those equities included in the index, i.e., full replication. Tracking error (deviations from index, refer above in the section *Tracking error* for a more detailed explanation, as well as below under the heading *The fund's management, activity level and returns*) is expected to be less than 0.3% under normal market conditions. The management fee, as well as customer flows, index rebalancing and corporate events result in transaction costs for the fund, which are not present in the index. These are the main factors that impact the fund's ability to replicate the index.

The fund is a securities fund (UCITS) that may invest its assets
- in transferable securities,
- in money market instruments
- in derivative instruments,
- in fund units (to a total maximum of 10% of the fund capital) and
- in an account at a credit institution.

Underlying assets to derivative instruments may consist of or be related to
- such assets as referred to in Chapter 5, §1, second paragraph, first sentence in the Swedish Investment Funds Act,
- financial indices,
- rates of interest,
- exchange rates, or
- foreign currencies.

The fund may use derivative instruments (including OTC derivatives) as part of the fund's investment focus. However, the use of derivative instruments may not be of such a nature that they impact the fund's risk level in any significant manner.

The fund may use such techniques and instruments to increase returns and create leverage in the fund as stated in Chapter 25, §21 of the Swedish Financial Supervisory Authority's regulations (FFFS 2013:9) regarding securities funds.

When using OTC derivatives or other techniques and instruments to improve the effectiveness of the investment process, the fund may also be subject to a risk of loss as a result of the inability of the counterparty in the transaction to comply with its obligations prior to the settlement of the transaction. The selection of the counterparty is always conducted to obtain the best conditions possible.

All of the income derived from the use of techniques and instruments to improve the effectiveness of the investment process is allocated to the fund, after the deduction of administrative expenses for the management of collateral and other costs. Any collateral shall be managed by the fund's custodian institution.

Nordic Swan Ecolabel

Xact Norden is an index fund with the Nordic Swan Ecolabel. The fund tracks an index in which all of the obligatory requirements with regard to exclusion and inclusion of companies in accordance with Nordic Swan's criteria are established in the index methodology. The fund's index is calculated by Handelsbanken with data regarding the sustainability criteria from ISS ESG.

The aim of Nordic Swan Ecolabelled funds is that the Management Company shall use the capital and ownership to influence the companies in which the fund invests to develop a more sustainable direction. The fund shall fulfil 25 obligatory requirements relating to exclusion, inclusion, transparency and engagement.

A Nordic Swan Ecolabelled fund provides that:

- the fund and its index must fulfil requirements to refrain from investing in certain branches and companies that are particularly problematic.
- the fund and its index must fulfil the requirements of the sustainability analysis for conceivable investments and thereby prioritize the better companies.
- the Management Company shall state which holdings are included in the fund and annually report what sustainability work has been conducted.
- the Management Company is encouraged to work for active ownership and drive the engagement activities on behalf of the fund for the companies included in the portfolio.

The Nordic Swan Ecolabel on a fund does not mean that all of the companies in the fund are sustainable, are problem-free or lack challenges.

For further information refer to svanen.se/spararen.

Sustainability requirements in the index

Handelsbanken Nordic ESG Index is calculated by Svenska Handelsbanken AB (PLC). Data regarding the sustainability requirements in the index is delivered by ISS ESG. Inclusion in the index requires that the company be one of the 150 most-traded companies on the Nordic stock exchanges as well as that the company meet the sustainability requirements in the index.

In the first phase of the sustainability requirements, companies that do not meet the requirements for sustainability and responsible investment may not be included in the index. These companies include those that are involved in banned weapons or verified violations of international norms for the environment, human rights, work conditions or anti-corruption. The sustainability requirements also include limits on the extent of a company's turnover that may be related to production/distribution associated with specific business operations that are listed in further detail in the table below.

In the second phase, the sustainability requirements mean that of the 30 companies selected, a minimum of 75% of the index as measured in the total market value must have a high sustainability rating, measured as the Prime rating (best in class) in accordance with the ISS Oekom Corporate Ratings Methodology.

Area	Maximum turnover		Comments
	production	distribution	
Banned weapons*	0%	0%	
Nuclear weapons	0%	0%	
Weapons and war materials**	5%	5%	
Alcohol**	5%	5%	

Tobacco**	0%	5%	A limit of 0% applies to production of tobacco
Pornography	0%	5%	A limit of 0% applies to production of pornography
Cannabis**	5%	5%	
Commercial gambling**	5%	5%	
Fossil fuels incl. uranium**	5%	5%	
Tar sands	0%	0%	

* Cluster weapons, anti-personnel mines, chemical and biological weapons.
** A limit of 50% of turnover is applied to services within or to this area.

Fund management may use ETFs and futures that are not analyzed from a sustainability perspective to a maximum of 0.5 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the funds.

Additional information about the sustainability dimensions taken into consideration in asset management and the methods used in the sustainability work are provided below (refer to the heading "*Sustainability information*"). The sustainability requirements stated in the index are also provided in the sustainability profile of the fund, which is available at the Management Company's website, www.handelsbanken.se/funds, www.xact.se and www.hallbarhetsprofilen.se.

Refer to the general information section of the Information Brochure for general information about the Management Company's work with responsible investments.

Management of collateral

In the event the fund utilizes OTC derivatives, it is exposed to a counterparty risk. To manage these counterparty risks, as appropriate, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Fees

The Management Company does not charge any subscription or redemption fees when the funds are traded on the stock exchange. A maximum fee of 0.04% of the fund's net asset value, with a minimum fee of EUR 3,200, will be charged for the subscription and redemption of units in the primary market. The applicable subscription and redemption fees amount to the fee levels stated above. A maximum fee of 2% will be charged for subscription and redemption against cash. The applicable fee in these instances amounts to the fee level stated above. A maximum fee of 2% (with a minimum fee of EUR 10) will be charged for redemption on the primary market when the number of units do not total a full block. All of these subscription and redemption fees are allocated to the Management Company.

In accordance with the fund rules, the management fee may not exceed 0.15% per year. The applicable management fee is equivalent to the maximum management fee permitted in the fund rules. Transaction expenses, such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments, are paid from the fund's assets.

The fund's management, activity level and returns

This fund is an exchange-traded fund that tracks the Handelsbanken Nordic ESG Index with the purpose of generating returns over time that correspond as closely as possible to the returns of the index. Given that the fund is an index fund, Handelsbanken Nordic ESG Index represents the fund's benchmark index in the description of the activity level as indicated below.

The fund strives to keep deviations from the index as low as possible (for information on projected tracking error under normal market conditions, refer above under the heading *Investment focus and types of assets)*. The index is replicated through full physical replication, which means that the fund

invests directly in the equities included in the index. Management fees, customer flows, index rebalancing and company events result in fees and transaction costs for the fund. However, these costs are not charged to the index. The above factors result in fewer deviations from the index.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	26.70	-4.96	11.26	1.31	10.53	16.73	26.36	16.92	-15.92	16.55	28.01
Tracking error 2 yrs., %	0.20	0.21	0.14	0.09	0.07	0.22	0.33	0.26	0.20	0.21	-

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

An investment in an equity fund is characterized by high risk as well as by the potential for high returns. As a result, the value of the fund can fluctuate significantly over time. The fund's investments are concentrated geographically to equities issued by companies in the Nordics. This results in risks that normally are higher than for an investment in a diversified global equity fund that distributes its investments over several regions. However, the fund's investments are made in companies in several sectors or branches, which reduces the risk in the fund. Given that the fund's investments are made in foreign equities denominated in a currency other than the fund's base currency, an investment in the fund is associated with currency risk. The fund may invest in derivatives and does this to protect the value of the fund's underlying assets, to maintain the desired risk level in the fund portfolio or to minimize fund management costs. The volume of trading is limited where appropriate and is expected to have a marginal impact on the fund's risk profile.

Target group of the fund

The fund is suitable for the investor who would like to have an exchange-traded equity index fund at a low cost that follows the performance of about 30 of the most-traded companies on the Nordic exchanges that meet the sustainability requirements of the index. The fund is most appropriate for investors who are prepared to take a high risk and have an investment horizon of 5 years or more.

Detailed information about the fund, portfolio composition and current fund net asset value is published daily on XACT's homepage at: www.xact.se.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has developed a plan for those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. In the event the fund's index is no longer made available, the fund rules must be amended. Unit holders are protected in this type of change to the fund rules by the review conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☒ Sustainability dimensions are taken into consideration in the management of the fund.
☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund tracks an index that excludes and includes companies based on sustainability. Fund management may use ETFs and futures that are not analyzed from a sustainability perspective to a maximum of 0.5 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the funds.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☒ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☒ The fund manager takes sustainability into consideration
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: A minimum of 75% of the fund/index' value must be invested in companies with high sustainability ratings.

Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%.
☒ Chemical and biological weapons
Management Company's comments: 0%.
☒ Nuclear weapons
Management Company's comments: 0%.
☒ Weapons and/or war materials
Management Company's comments: -
☒ Alcohol
Management Company's comments: -
☒ Tobacco
Management Company's comments: 0% production, 5% distribution
☒ Commercial gambling operations
Management Company's comments: -
☒ Pornography
Management Company's comments: 0% production, 5% distribution
☒ Fossil fuels (oil, gas, coal)
Management Company's comments: Tar sands 0%
☒ Coal
Management Company's comments: -
☒ Uranium
Management Company's comments: -
☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ The fund avoids investing in all of the companies that have been identified as violating international norms.
Management Company's comments: -

☒ Management Company Engagement

The Management Company exercises its investor influence to affect change in companies with regard to sustainability issues. The Management Company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: We participate in a number of international initiatives relating to various sustainability matters where we see that we can make significant progress through a mutual dialogue.

☒ Investor influence through external service providers/consultants
Management Company's comments: Together with other capital owners/investors, we participate in mutual dialogues with companies through our service provider ISS ESG. Coordinating efforts in this manner is a strength and sends clear signals to the company that we expect the issues to be taken seriously and that a change must occur. The dialogues are based on suspected or verified breaches of international norms and conventions and focus primarily on principle areas of the UNGC: human rights, employee rights, labor practices, environment and anti-corruption.

☒ Voting at Annual General Meetings
Management Company's comments: -

XACT Nordic High Dividend Low Volatility (UCITS ETF)

Investment focus and types of assets

The fund is an exchange-traded index fund and its objective is to follow the performance of the Handelsbanken Nordic High Dividend Low Volatility Criteria Index (SEK) to attain a return that corresponds as closely as possible to the performance of this index.

Handelsbanken Nordic High Dividend Low Volatility Criteria Index (SEK) consists of equities in Nordic companies, excluding those companies that do not meet the sustainability requirements of the index, that are selected based on specific fundamental characteristics as well as the equity's risk and liquidity. (refer to the heading *Sustainability requirements in the index* for information regarding the sustainability requirements). The composition of the index is constructed to select those companies with the highest dividend yield and the lowest historical volatility. An individual company's weighting in the index is set in proportion to a mix of these parameters and the company's liquidity.

The composition of the index is normally adjusted bi-annually with regard to the transferable securities included and the percentage of the index. The selection criteria and other adjustments to the composition of the index are governed in the Handelsbanken Nordic High Dividend Low Volatility Criteria Index (SEK) Methodology.

Further information about the index is available at http://borsrum.handelsbanken.se/Handelsbankens-Index/. Additional information about the current composition of the index as well as the method for weighting and rebalancing is also available at this site.

The index will be replicated through physical replication. The method selected for replication means that the fund will invest directly in the equities included in the index, i.e., full replication. Tracking error (deviations from index, refer above in the section *Tracking error* for a more detailed explanation, as well as below under the heading *The fund's management, activity level and returns*) is expected to be less than 0.2% under normal market conditions. The management fee, customer flows, index rebalancing and corporate events all result in transaction costs for the fund, which are not present in the index. These are the main factors that impact the fund's ability to replicate the index.

The fund is a securities fund (UCITS) that may invest its assets
- in transferable securities,
- in money market instruments
- in derivative instruments,
- in fund units (to a total maximum of 10% of the fund capital) and
- in an account at a credit institution.

The fund may be exposed to transferable securities that are not included in Handelsbanken Nordic High Dividend Low Volatility Criteria Index (SEK) over a limited period due to a redefining of the index, corporate events (e.g., new share issues, spin-offs and acquisitions) as well as a shortage of liquidity in a transferable security.

Underlying assets to derivative instruments may consist of or be related to
- such assets as referred to in Chapter 5, §1, second paragraph, first sentence in the Swedish Investment Funds Act,
- financial indices,
- rates of interest or
- exchange rates.

The fund may use derivative instruments (including OTC derivatives) as part of the fund's investment focus. However, the use of derivative instruments may not be of such a nature that they impact the fund's risk level in any significant manner.

When using OTC derivatives or other techniques and instruments to improve the effectiveness of the investment process, the fund may be subject to a risk of loss as a result of the inability of the counterparty in the transaction to comply with its obligations prior to the settlement of the transaction. The selection of the counterparty is always conducted to obtain the best conditions possible. All of the income derived from the use of techniques and instruments to improve the effectiveness of the investment process is allocated to the fund, after the deduction of administrative expenses for the management of collateral and other costs. The fund's custodian institution manages collateral.

Sustainability requirements in the index

Handelsbanken Nordic High Dividend Low Volatility Criteria Index (SEK) is calculated by Handelsbanken. The companies that do not meet the requirements for sustainability and responsible investments will be excluded from the index. The excluded companies are those that are involved in banned weapons or systemic violations of international norms for the environment, human rights, working conditions, or anti-corruption. Limits are set for certain business operations with regard to the proportion of a company's turnover that may be related to the production/distribution associated with the concerned business operations. In some cases, there is also a distinction made between production and distribution. The table below makes reference to these distinctions. Note that companies excluded from inclusion in the index due to confirmed violations of international norms are not listed in the table since the exclusion of these companies from the index is not attributable to the production/distribution of products or services.

Area	Maximum turnover		Comments
	production	distribution	
Banned weapons*	0%	0%	
Nuclear weapons	0%	0%	
Weapons and war materials	5%	5%	
Alcohol	5%	5%	
Tobacco	0%	5%	A limit of 0% applies to the production of tobacco.
Pornography	0%	5%	A limit of 0% applies to the production of pornography.
Commercial gambling activities**	5%	5%	
Fossil fuels**	5%	5%	
Tar sands Cannabis**	0% 5%	0% 5%	

* Cluster bombs, personnel mines, chemical and biological weapons.
** A limit of 50% of the turnover is applied to services within or for this area (e.g., marketing, key components, raw materials, mechanical and technical equipment, technology, IT and support services, etc.).

Fund management may use ETFs and futures that are not analyzed from a sustainability perspective to a maximum of 3 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the funds.

Additional information about the sustainability dimensions taken into consideration in fund management and the methods used in the sustainability efforts are provided below. The sustainability requirements stated in the index are also provided in the sustainability profile of the fund, which is available at the Management Company's website, www.handelsbanken.se/funds and www.hallbarhetsprofilen.se.

Refer to the general information section of the information brochure for general information about the Management Company's work with responsible investments.

Management of collateral

In the event the fund utilizes OTC derivatives, it is exposed to a counterparty risk. To manage these counterparty risks, as appropriate, the Management Company pledges and receives securities as

collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*" Dividends are distributed in the B share classes. Normally, the dividends are paid out of four each year during the months of March, May, September respectively November. The goal is to annually distribute 4,5% of the unit value by year-end. The Management Company determines whether a dividend is to be paid. Detailed information about the basis for dividend payments is contained in the fund rules.

The Management Company does not charge any subscription or redemption fees when the funds are traded on the stock exchange. A maximum fee of 1% of the fund's net asset value, with a minimum fee of SEK 30,000, will be charged for the subscription and redemption of units in the primary market. The applicable subscription and redemption fees amount to the fee levels stated above. A maximum fee of 2% will be charged for subscription and redemption against cash. The applicable fee in these instances amounts to the fee level stated above. A maximum fee of 2% (with a minimum fee of SEK 300) will be charged for redemption on the primary market when the number of units do not total a full block. All of these subscription and redemption fees are allocated to the Management Company.

The current management fee is the same as the highest management fee for each share class. Transaction costs such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments are paid out of the fund.

Share classes	A1 SEK	B1 SEK
Fees %	0.3	0.3

The fund's management, activity level and returns

This fund is an exchange-traded index fund that tracks the Handelsbanken Nordic High Dividend Low Volatility Criteria Index (SEK) with the purpose of generating returns over time that correspond as closely as possible to the returns of the index. Given that the fund is an index fund, Handelsbanken Nordic High Dividend Low Volatility Criteria Index (SEK) represents the fund's benchmark index in the description of the activity level as indicated below.

The fund strives to keep deviations from the index as low as possible (for information on projected tracking error under normal market conditions, refer above under the heading *Investment focus and types of assets)*. The index is replicated through full physical replication, which means that the fund invests directly in the securities included in the index. Management fees, customer flows, index rebalancing and company events result in fees and transaction costs for the fund. However, these costs are not charged to the index. The above factors result in fewer deviations from the index.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	29.69	1.06	-	-	-	-	-	-	-	-	-
Tracking error 2 yrs., %	0.10	-	-	-	-	-	-	-	-	-	-

The information refers to the B1 SEK share class (the differences in tracking error between the classes are insignificant).

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

An investment in an equity fund is characterized by high risk as well as by the potential for high returns. As a result, the value of the fund can fluctuate significantly over time. The fund's investments are concentrated geographically to the Nordic countries. This results in risks that normally are higher than those for an investment in a diversified global equity fund that distributes its investments over several regions. Given that the fund's investments are made in foreign equities denominated in a currency other than the fund's base currency, fund investments are associated with currency risk. The fund may invest in derivatives as part of its investment focus, although the use of derivative instruments are not of such a nature that they impact the fund's risk level in any significant manner.

Target group of the fund

The fund is suitable for the investor who would like to have a low-cost exchange-traded equity index fund that follows the performance of the Handelsbanken Nordic High Dividend Low Volatility Criteria Index (SEK). The fund is most appropriate for investors who have an investment horizon of 5 years or more.

Detailed information about the fund, portfolio composition and current fund net asset value is published daily on XACT's homepage at: www.xact.se.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has developed a plan for those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. In the event the fund's index is no longer made available, the fund rules must be amended. Unit holders are protected in this type of change to the fund rules by the review conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☒ Sustainability dimensions are taken into consideration in the management of the fund.
Management Company's comments: The fund is an index fund that has the objective of tracking the performance of the Handelsbanken Nordic High Dividend Low Volatility Criteria Index. The index excludes companies in accordance with the criteria below.
Fund management may use ETFs and futures that are not analyzed from a sustainability perspective to a maximum of 3 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the funds.

☐ Sustainability dimensions are not taken into consideration in the management of the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues.
An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -
Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%
☒ Chemical and biological weapons
Management Company's comments: 0%
☒ Nuclear weapons
Management Company's comments: 0%
☒ Weapons and/or war materials
Management Company's comments: -
☒ Alcohol
Management Company's comments: -
☒ Tobacco
Management Company's comments: 0% production, 5% distribution
☒ Commercial gambling activities
Management Company's comments: -
☒ Pornography
Management Company's comments: 0% production, 5% distribution
☒ Fossil fuels (oil, gas, coal)
Management Company's comments: Tar sands 0%
☒ Coal
Management Company's comments: -
☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ The fund avoids investing in all companies identified as failing to comply with international norms.

☒ Management Company Engagement

The Management Company exercises its investor influence to affect change in companies with regard to sustainability issues. The Management Company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: We participate in a number of international initiatives relating to various sustainability matters where we see that we can make significant progress through a mutual dialogue.

☒ Investor influence through external service providers/consultants
Management Company's comments: Together with other capital owners/investors, we participate in mutual dialogues with companies through our service provider ISS ESG. Coordinating efforts in this manner is a strength and sends clear signals to the company that we expect the issues to be taken seriously and that a change must occur. The dialogues are based on suspected or verified breaches of international norms and conventions and focus primarily on principle areas of the UNGC: human rights, employee rights, labor practices, environment and anti-corruption.

☒ Voting at Annual General Meetings
Management Company's comments: -

XACT Obligation (UCITS ETF)

Investment focus and types of assets

The fund is an exchange-traded fund with the objective of following the performance of the SHB Sweden All Bond Tradable Index. Handelsbanken Sweden All Bond Tradable Index is a market-weighted index that aims to reflect the Swedish market for covered mortgage bonds as well as bonds issued by states and municipalities with benchmark status. The index is rebalanced on a monthly basis and dividends are regularly reinvested in the index. The index is created with a focus on liquidity and also complies with the UCITS Directive requirements for the purposes of risk spread requirements and weighting limitations, among others.

Additional information about the index, such as the composition of the index as well as the weighting method and rebalancing, is available at www.handelsbanken.se/index.

The index will be replicated through physical replication. The chosen method for the replication means that the fund invests directly in the securities included in the index, i.e., full replication. Tracking error (deviations from index, refer above in the section *Tracking error* for a more detailed explanation, as well as below under the heading *The fund's management, activity level and returns*) is expected to be less than 0.2% under normal market conditions. The management fee, as well as customer flows, index rebalancing and corporate events all result in transaction costs for the fund, which are not present in the index. These are the main factors that impact the fund's ability to replicate the index.

The fund is a securities fund (UCITS) that may invest its assets
- in transferable securities,
- in money market instruments,
- in derivative instruments,
- in fund units (to a maximum of 10% of fund capital), and
- in an account at a credit institution.

The fund may use derivative instruments (including OTC derivatives) as part of the fund's investment focus. The underlying assets to derivative instruments may consist of or be related to such assets as referred to in Chapter 5, §1, paragraph 2, first sentence of the Swedish Investment Funds Act, a financial index, interest rates, exchange rates or foreign currencies.

The Management Company ensures that an indicative NAV (iNAV) is calculated and published regularly during the opening hours of the stock market. The iNAV will be updated every third minute on the Management Company's webpage for exchange-traded funds at www.xact.se. The value of the iNAV is based on the composition files published daily by the Management Company at www.xact.se and include information on the latest set fund net asset value (NAV), the fund's cash assets and the fund's holdings. These components taken together provide the fund's exposure to the market and thus how the fund's market value will also fluctuate given movements in the underlying holdings.

In those cases where the fund makes use of OTC derivatives or other techniques and instruments for the purpose of improving the effectiveness of the investment process, the fund may be subject to a risk of loss as a result of the inability of the counterparty in the transaction to comply with its obligations prior to the settlement of the transaction (counterparty risk). The selection of the counterparty is always conducted to obtain the best conditions possible. All of the income derived from the use of techniques and instruments to improve the effectiveness of the investment process is allocated to the fund, after the deduction of administrative expenses for the management of collateral and other costs. The fund's custodian institution manages collateral.

Management of collateral

In those cases where the fund utilizes OTC derivatives, it is exposed to counterparty risk. Where appropriate, the Management Company pledges and receives securities as collateral on behalf of the fund to manage these counterparty risks. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Fees

The Management Company does not charge a subscription or redemption fee when funds are traded in the stock market. A maximum fee of 0.04% of the net asset value, with a minimum fee of SEK 30,000, will be deducted for the subscription and redemption of units at the Management Company as remuneration for the costs incurred by the Management Company in conjunction with the subscription or redemption. A maximum fee of 2%, with a minimum fee of SEK 100, will be charged for the redemption of less than an entire block on the primary market. A maximum fee of 0.5%, with a minimum fee of SEK 300, will be charged for subscription and redemption against settlement in cash. The applicable fee in these instances amounts to the aforementioned fee level. The current subscription and redemption fees total the stated fee levels. All subscription and redemption fees are paid to the Management Company.

In accordance with the fund rules, the management fee may not exceed 0.1% per year. The applicable management fee is equivalent to the maximum management fee permitted in the fund rules. Transaction expenses for the purchase and sale of financial instruments, such as brokerage fees, taxes, etc., are paid from the fund's assets.

The fund's management, activity level and returns

This fund is an exchange-traded UCITS fund with the objective of tracking the performance of the SHB Sweden All Bond Tradable Index. Thus, the SHB Sweden All Bond Tradable Index represents the fund's benchmark index in the description of the activity level as indicated below.

The fund strives to keep deviations from the index as low as possible (for information on projected tracking error under normal market conditions, refer above under the heading *Investment focus and types of assets)*. The index is replicated through full physical replication, which means that the fund invests directly in the equities included in the index. Management fees, customer flows, index rebalancing and company events result in fees and transaction costs for the fund. However, these costs are not charged to the index. The above factors result in fewer deviations from the index.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	1.00	0.90	0.27	-	-	-	-	-	-	-	-
Tracking error 2 yrs., %	0.08	0.02	-	-	-	-	-	-	-	-	-

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of the fund

Investments in the fund are characterized by low risk as well as the potential for lower expected returns. An investment in interest-bearing securities or in a fixed income fund is primarily associated with interest rate risk, which means that when the general interest rate level rises, the value of fixed income securities decline and has a negative impact on fund returns. A fund that invests in interest-bearing instruments with a long residual fixed interest duration has a higher interest rate risk than a fund that invests in interest-bearing instruments with a shorter residual fixed interest duration. The fund's average residual fixed interest duration can vary significantly over time. The fund tracks the Handelsbanken Sweden All Bond Tradable Index. The Handelsbanken Sweden All Bond Tradable Index is a market-weighted index with the aim of reflecting the Swedish market for covered mortgage bonds as well as bonds issued by states and municipalities. The fund's geographic concentration results in a higher than normal risk for the fund relative to an investment in a diversified global fixed income fund that distributes its investments over several regions. The fund may invest in derivatives and does this to protect the value of the fund's underlying assets, to maintain the desired risk level in the fund portfolio or to minimize fund management costs. An investment in an interest-bearing instrument results in a credit risk given that the fund can be affected by a loss when an issuer does not fulfil its obligations. The credit risk is higher when the fund's portion of assets in interest-bearing securities issued by companies or states with lower credit quality increases. The fund invests only in interest-bearing investments of high credit worthiness, so-called investment grade.

Target group of the fund

The fund is suitable for the investor who would like an exchange-traded fund at a low cost which follows the performance of an index based on a basket of bonds that represent the Swedish market for covered mortgage bonds as well as bonds issued by states and municipalities. The fund is most appropriate for an investor who has an investment horizon of 2 years or more.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has developed a plan for those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. In the event the fund's index is no longer made available, the fund rules must be amended. Unit holders are protected in this type of change to the fund rules by the review conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

XACT Obligation (UCITS ETF) - Sustainability information

☐ Sustainability dimensions are taken into consideration in the management of the fund.

☒ Sustainability dimensions are not taken into consideration in the management of the fund.

Management Company's comments: The fund does not invest in individual companies, but only invests in Swedish government bonds and covered mortgage bonds. Based on this investment focus, sustainability dimensions are not taken into consideration in the management of the fund.

The fund does not have any exposure to companies involved in the controversial business activities stated below.

☒ **Exclusion**

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%

☒ Chemical and biological weapons
Management Company's comments: 0%

☒ Nuclear weapons
Management Company's comments: 0%

☒ Weapons and/or war materials
Management Company's comments: -

☒ Alcohol
Management Company's comments: -

☒ Tobacco
Management Company's comments: 0% production, 5% distribution

☒ Commercial gambling activities
Management Company's comments: -

☒ Pornography
Management Company's comments: 0% production, 5% distribution

☒ Fossil fuels (oil, gas, coal)
Management Company's comments: Tar sands 0%

☒ Coal
Management Company's comments: -

☒ Cannabis
Management Company's comments: -

XACT OBX (UCITS ETF)

Investment focus and types of assets

The fund is an exchange-traded index fund and its objective is to follow the performance of the OBX Index as closely as possible. OBX Index is a market-value weighted financial index consisting of the 25 most liquid equities on the Oslo stock exchange. The composition of the index is normally adjusted every six months with regard to the transferable securities included and the percentage of the index to ensure consistency with market performance. The selection criteria and other adjustments to the composition of the index are governed by the Oslo Börs Index Methodology.

Equinor ASA's (previously Statoil) value in the index fluctuates, but is significant, which justifies the use of the higher limits for diversification as stated in Chapter 24, §11, first paragraph, 1b of the Swedish Financial Supervisory Authority's regulations (FFFS 2013:9) regarding securities funds. As a result, Equinor can be up to 35% of the weighting in the index as an individual equity. Additional information about the index is available at www.oslobors.no/ob_eng/Oslo-Boers/Products-and-services/Market-data/Equity-indices. Further information about the current composition of the index as well as the method for weighting and rebalancing is also available on this site.

The index will be replicated through physical replication. The method selected for replication means that the fund invests directly in those equities included in the index, i.e., full replication. Tracking error (deviations from index, refer above in the section *Tracking error* for a more detailed explanation, as well as below under the heading *The fund's management, activity level and returns*) is expected to be less than 0.2% under normal market conditions. The management fee, as well as customer flows, index rebalancing and corporate events all result in transaction costs for the fund, which are not present in the index. These are the main factors that impact the fund's ability to replicate the index.

The fund is a securities fund (UCITS) that may invest its assets

- in transferable securities,
- in money market instruments
- in derivative instruments,
- in fund units (to a total maximum of 10% of the fund capital) and
- in an account at a credit institution.

The fund may be exposed to transferable securities that are not included in OBX Index over a limited period due to a redefining of the index, corporate events (e.g., new share issues, spin-offs and acquisitions) as well as a shortage of liquidity in transferable securities.

Underlying assets to derivative instruments may consist of or be related to

- such assets as referred to in Chapter 5, §1, second paragraph, first sentence in the Swedish Investment Funds Act,
- financial indices,
- rates of interest or
- exchange rates.

The fund may use derivative instruments (including OTC derivatives) as part of the fund's investment focus. However, the use of derivative instruments may not be of such a nature that they impact the fund's risk level in any significant manner.

When using OTC derivatives or other techniques and instruments to improve the effectiveness of the investment process, the fund may be subject to a risk of loss as a result of the inability of the counterparty in the transaction to comply with its obligations prior to the settlement of the transaction. The selection of the counterparty is always conducted to obtain the best conditions possible. All of the income derived from the use of techniques and instruments to improve the effectiveness of the investment process is allocated to the fund, after the deduction of administrative expenses for the management of collateral and other costs. Any collateral shall be managed by the fund's custodian institution.

Management of collateral

In the event the fund utilizes OTC derivatives, it is exposed to a counterparty risk. To manage these counterparty risks, as appropriate, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Fees

The Management Company does not charge any subscription or redemption fees when the funds are traded on the stock exchange. In accordance with the fund rules, a maximum fee of 0.04% of the fund's net asset value, with a minimum fee of NOK 30,000, will be charged for the subscription and redemption of units in the primary market. The current subscription and redemption fees total the stated fee levels. A maximum fee of 2% will be charged for subscription and redemption against cash. The applicable fee in these instances amounts to the fee level stated above. A maximum fee of 2% (with a minimum fee of NOK 100) will be charged for redemption on the primary market when the number of units do not total a full block. All of the subscription and redemption fees are allocated to the Management Company.

In accordance with the fund rules, the management fee may not exceed 0.3% per year. The applicable management fee is equivalent to the maximum management fee permitted in the fund rules. Transaction expenses, such as brokerage fees, taxes, etc. are paid from the fund's assets for the purchase and sale of financial instruments.

The fund's management, activity level and returns

This fund is an exchange-traded index fund that tracks the OBX Index with the purpose of generating returns over time that correspond as closely as possible to the returns of the index. Given that the fund is an index fund, OBX Index represents the fund's benchmark index in the description of the activity level as indicated below.

The fund strives to keep deviations from the index as low as possible (for information on projected tracking error under normal market conditions, refer above under the heading *Investment focus and types of assets)*. The index is replicated through full physical replication, which means that the fund invests directly in the equities included in the index. Management fees, customer flows, index rebalancing and company events result in fees and transaction costs for the fund. However, these costs are not charged to the index. The above factors result in fewer deviations from the index.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	18.33	1.53	13.69	26.51	-6.36	2.20	10.86	16.14	-11.63	9.76	85.73
Tracking error 2 yrs., %	0.03	0.03	0.05	0.06	0.06	0.08	0.11	0.10	0.12	0.15	-

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

An investment in an equity fund is characterized by high risk as well as by the potential for high returns. As a result, the value of the fund can fluctuate significantly over time. Investments in equity funds are characterized by high risk as well as the potential for high returns. As a result, the value of the fund can vary significantly over time. The fund's investments are concentrated geographically to equities issued by companies in Norway. As a result, the risk in the fund is normally higher than for an investment in a diversified global equity fund that distributes its investments over several regions. However, the fund invests in companies within several sectors or branches, which over time contributes to reducing the risk in the fund.

The fund may invest in derivatives and does this with the aim of protecting the value of the fund's underlying assets, to maintain the desired risk level in the fund portfolio or to minimize costs for fund

management. The volume of trading is limited where appropriate and is expected to have a marginal impact on the fund's risk profile.

Target group of the fund

The fund is suitable for the investor who would like to have an exchange-traded equity index fund at a low cost that follows the performance of the OBX Index, which consists of 25 companies and aims to be a liquid reflection of the investment universe of the Oslo stock exchange. The fund is most appropriate for investors who have an investment horizon of 5 years or more.

Detailed information about the fund, portfolio composition and current fund net asset value is published daily on XACT's homepage at: www.xact.se.

Index of the fund

Pursuant to new EU regulations, an index administrator must apply for authorization and registration at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has not yet been registered at ESMA. Updated information about how the administrator will be registered will be provided as soon as the registration has occurred; however, no later than in the Information Brochure that is revised after May 2020.

The Management Company has developed a plan for those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. In the event the fund's index is no longer made available, the fund rules must be amended. Unit holders are protected in this type of change to the fund rules by the review conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

This Product is not in any way sponsored, endorsed, sold or promoted by Oslo Børs ASA ("Oslo Børs") and Oslo Børs makes no warranty or representation whatsoever, express or implied, either as to the results to be obtained from the use of the Oslo Børs index and/or the figure at which the said Oslo Børs index stands at any particular time on any particular day or otherwise. Furthermore, Oslo Børs makes no warranty of merchantability or fitness for a particular purpose or use with respect to the Oslo Børs index or Oslo Børs Marks. The Oslo Børs index is compiled and calculated solely by an indexer on behalf of Oslo Børs, and Oslo Børs does not guarantee the accuracy and/or the completeness of the Oslo Børs index or any data included therein. Oslo Børs shall not be liable (whether in negligence or otherwise) to any person for any error, omissions or interruptions in the Oslo Børs index and Oslo Børs shall not be under any obligation to advise any person of any error therein. All rights to the trademark OBX® are vested in Oslo Børs and are used under license from Oslo Børs.

☒ Sustainability dimensions are taken into consideration in the management of the fund.
☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: There are no companies included in the index followed by the fund that currently do not meet the Management Company's requirements in the sustainability area. In the future, if a new or existing index company does not meet these requirements, the Management Company will change the index. As a result, during the transition period and until the change to the index has occurred, it is possible that companies in the index do not meet the Management Company's requirements in the sustainability area (refer to the Management Company's policy for shareholder engagement and responsible investments, as well as the general information section of the information brochure, which are available at www.handelsbanken.se/funds).

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues.
An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -

Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%.
☒ Chemical and biological weapons
Management Company's comments: 0%.
☒ Nuclear weapons
Management Company's comments: 0%
☒ Coal
Management Company's comments: A maximum of 5% of turnover from extraction of thermal coal, a maximum of 30% of turnover from coal power energy.

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.
☒*Companies in which the fund detects an unwillingness to change or where the fund believes that the companies are unlikely to address the problems within an acceptable amount of time will be excluded for investment purposes.*
Management Company's comments: -

☒ Management Company Engagement

The Management Company exercises its investor influence to affect change in companies with regard to sustainability issues.
The Management Company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: We participate in a number of international initiatives relating to various sustainability matters where we see that we can make significant progress through a mutual dialogue.

☒ Investor influence through external service providers/consultants
Management Company's comments: Together with other capital owners/investors, we participate in mutual dialogues with companies through our service provider ISS ESG. Coordinating efforts in this manner is a strength and sends clear signals to the company that we expect the issues to be taken seriously and that a change must occur. The dialogues are based on suspected or verified breaches of international norms and conventions and focus primarily on principle areas of the UNGC: human rights, employee rights, labor practices, environment and anti-corruption.

☒ Voting at Annual General Meetings
Management Company's comments: -

XACT OBX BEAR (UCITS ETF)

Investment focus and types of assets

The fund is an exchange-traded securities fund and its objective is to give a daily exposure that corresponds as closely as possible, but does not exceed, 200% of the daily opposite change in the OBX Index. This means that if the index declines by 1%, the value of the fund increases by approximately 2%, and if the index rises by 1%, the value of the fund decreases by approximately 2%. This objective does not constitute a guarantee by the fund or the Management Company that a certain return will be achieved.

OBX Index is a market-value weighted financial index consisting of the 25 most liquid equities on the Oslo stock exchange. The composition of the index is normally adjusted every six months with regard to the transferable securities included and the percentage of the index to ensure consistency with market performance. The selection criteria and other adjustments to the composition of the index are governed by the Oslo Börs Index Methodology.

OBX index reflects the Norwegian stock market in which the oil sector in general and Equinor ASA (previously Statoil) in particular have significant weightings. Equinor ASA's value in the index fluctuates, but is significant, which justifies the use of the higher limits for diversification as stated in Chapter 24, §11, first paragraph, 1b of the Swedish Financial Supervisory Authority's regulations (FFFS 2013:9) regarding securities funds. As a result, Equinor can be up to 35% of the weighting in the index as an individual equity. Additional information about the index is available at www.oslobors.no/ob_eng/Oslo-Boers/Products-and-services/Market-data/Equity-indices. Further information about the current composition of the index as well as the method for weighting and rebalancing is also available on this site.

The fund is a securities fund (UCITS) that may invest its assets

- in transferable securities,
- in money market instruments
- in derivative instruments,
- in fund units (to a total maximum of 10% of the fund capital) and
- in an account at a credit institution.

The fund aims for negative exposure to the OBX Index equivalent to, but not exceeding, 200% of the fund's value. Exposure will normally be between 190% - 200% of the fund's value. This exposure is generated through holdings in the aforementioned assets, which consists primarily of derivative instruments, money market instruments and investments in an account.

Fund holdings are adjusted each banking day if the value of the OBX Index has more than marginal changes. The fund purchases derivative instruments when the index rises and sells derivative instruments when the index falls, with the aim of maintaining negative exposure to the index that corresponds to, but does not exceed, 200% of the fund's value. Since the fund aims to have negative exposure equivalent to 200% of its value, the fund has greater daily fluctuations than the OBX Index. The investor's risk and the potential for returns are proportionate to the current value of the fund units and not to the value when the investment was made.

There is a difference between a leverage calculated on a daily basis and a leverage calculated over a longer period. Over a longer period, fund returns will arise from the results of the daily changes during the period, and not the entire period's returns multiplied by the leverage. Fund results can vary significantly relative to the returns of the index over the medium- to long-term. Additional information about how a leveraged fund works is available at www.xact.se.

The fund may be exposed to transferable securities that are not included in OBX Index over a limited period due to a redefining of the index, corporate events (e.g., new share issues, spin-offs and acquisitions) as well as a shortage of liquidity in transferable securities.

Underlying assets to derivative instruments may consist of or be related to

- such assets as referred to in Chapter 5, §1, second paragraph, first sentence in the Swedish Investment Funds Act,
- financial indices,
- rates of interest or
- exchange rates.

The fund may use derivative instruments (including OTC derivatives) as part of the fund's investment focus.

When using OTC derivatives or other techniques and instruments to improve the effectiveness of the investment process, the fund may be subject to a risk of loss as a result of the inability of the counterparty in the transaction to comply with its obligations prior to the settlement of the transaction. The selection of the counterparty is always conducted to obtain the best conditions possible.

All of the income derived from the use of techniques and instruments to improve the effectiveness of the investment process is allocated to the fund, after the deduction of administrative expenses for the management of collateral and other costs. Any collateral shall be managed by the fund's custodian institution.

The fund has received authorization by the Swedish Financial Supervisory Authority in accordance with Chapter 5, §8 of the Swedish Investment Funds Act. Bonds and other debt instruments invested by the fund under Chapter 5, §8 of the Swedish Investment Funds Act shall originate from a minimum of six different issues, and those derived from one and the same issue may not exceed 30% of the fund's value. Those issuers or guarantors that issue or guarantee debt instruments in which the fund invests more than 35% of the fund's value will the Swedish and Norwegian governments.

Management of collateral

In the event the fund utilizes OTC derivatives, it is exposed to a counterparty risk. To manage these counterparty risks, as appropriate, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Fees

The Management Company does not charge any subscription or redemption fees when the funds are traded on the stock exchange. In accordance with the fund rules, a maximum fee of 1.5% of the fund's net asset value, with a minimum fee of NOK 30,000, will be charged for the subscription and redemption of units in the primary market. The current subscription and redemption fees total the stated fee levels. A maximum fee of 2% of the market value, with a minimum fee of NOK 100, will be charged for redemption of fund units that do not total an entire block. The applicable fee in these instances amounts to the aforementioned fee level. All of these subscription and redemption fees are allocated to the Management Company.

In accordance with the fund rules, the management fee may not exceed 0.8% per year. The applicable management fee is equivalent to the maximum management fee permitted in the fund rules. Transaction expenses, such as brokerage fees, taxes, etc. are paid from the fund's assets for the purchase and sale of financial instruments.

The fund's management, activity level and returns

The fund pursues a negative exposure to the OBX Index that corresponds to, but does not exceed, 200% of the fund's value. Thus, the OBX Index represents the fund's benchmark index in the description of the activity level as indicated below.

The fund has a daily negative exposure of 200% to the OBX Index. The size of the fund's tracking error stems in part from the leverage towards the benchmark index, as well as from how much the

benchmark index fluctuates each day during the year. The higher the volatility of the benchmark index, the higher the tracking error will be.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	-22.12	-2.42	-35.99	-24.84	-20.46	-12.14	-39.62	-26.61	6.56	-39.39	-72.19
Tracking error 2 yrs., %	32.74	34.30	29.23	35.29	32.79	29.88	38.56	48.18	58.50	64.03	-

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

Fund investments primarily occur in an account and in derivatives and have a negative exposure to Oslo Börs OBX equivalent to 200% of the fund's value. As a result, the expected daily performance in the fund is equivalent to 200% of the opposite movement in the index. Accordingly, an investment in the fund is characterized with high risk as well as the potential for high returns and the value of the fund can vary significantly over time.

The fund's investments are concentrated geographically to equities issued by companies in Norway. This results in risks that normally are higher than for an investment in a diversified global equity fund that distributes its investments over several regions. However, the fund's investments are made in companies in several sectors or branches, which reduces the risk in the fund.

The fund may invest in derivatives as part of its investment focus to create returns in the fund or create leverage. Investments in derivatives mean that the fund has an increased sensitivity to market fluctuations.

Target group of the fund

The fund is suitable for investors who would like to have a negative exposure of, but not exceeding, 200% of the Oslo stock exchange's daily performance at a low cost. The fund is most appropriate for investors who are prepared to take a high risk and who understand the risks with leveraged products as well as the effects of daily rebalancing.

Detailed information about the fund, portfolio composition and current fund net asset value is published daily on XACT's homepage at: www.xact.se.

Index of the fund

Pursuant to new EU regulations, an index administrator must apply for authorization and registration at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has not yet been registered at ESMA. Updated information about how the administrator will be registered will be provided as soon as the registration has occurred; however, no later than in the Information Brochure that is revised after May 2020.

The Management Company has developed a plan for those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. In the event the fund's index is no longer made available, the fund rules must be amended. Unit holders are protected in this type of change to the fund rules by the review conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

This Product is not in any way sponsored, endorsed, sold or promoted by Oslo Børs ASA ("Oslo Børs") and Oslo Børs makes no warranty or representation whatsoever, express or implied, either as to the results to be obtained from the use of the Oslo Børs index and/or the figure at which the said Oslo Børs index stands at any particular time on any particular day or otherwise. Furthermore, Oslo Børs makes no warranty of merchantability or fitness for a particular purpose or use with respect to the Oslo Børs index or Oslo Børs Marks. The Oslo Børs index is compiled and calculated solely by an indexer on behalf of Oslo Børs, and Oslo Børs does not guarantee the accuracy and/or the completeness of the Oslo Børs index or any data included therein. Oslo Børs shall not be liable (whether in negligence or

otherwise) to any person for any error, omissions or interruptions in the Oslo Børs index and Oslo Børs shall not be under any obligation to advise any person of any error therein. All rights to the trademark OBX® are vested in Oslo Børs and are used under license from Oslo Børs.

XACT OBX BEAR (UCITS ETF) - Sustainability information

☐ Sustainability dimensions are taken into consideration in the management of the fund.

☒ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund only invests in derivative instruments, treasury bills and liquid assets.

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%

☒ Chemical and biological weapons
Management Company's comments: 0%

☒ Nuclear weapons
Management Company's comments: 0%

☒ Coal
Management Company's comments: A maximum of 5% of turnover from extraction of thermal coal, a maximum of 30% of turnover from coal power energy.

XACT OBX BULL (UCITS ETF)

Investment focus and types of assets

The fund is an exchange-traded securities fund and its objective is to give a daily exposure that corresponds as closely as possible, but does not exceed, 200% of the daily change in the OBX Index. This means that if the index rises by 1%, the value of the fund increases by approximately 2%, and if the index declines by 1%, the value of the fund decreases by approximately 2%. This objective does not constitute a guarantee by the fund or the Management Company that a certain return will be achieved.

OBX Index is a market-value weighted financial index consisting of the 25 most liquid equities on the Oslo stock exchange. The composition of the index is normally adjusted every six months with regard to the transferable securities included and the percentage of the index to ensure consistency with market performance. The selection criteria and other adjustments to the composition of the index are governed by the Oslo Börs Index Methodology.

OBX index reflects the Norwegian stock market in which the oil sector in general and Equinor ASA (previously Statoil) in particular have significant weightings. Equinor ASA's value in the index fluctuates, but is significant, which justifies the use of the higher limits for diversification as stated in Chapter 24, §11, first paragraph, 1b of the Swedish Financial Supervisory Authority's regulations (FFFS 2013:9) regarding securities funds. As a result, Equinor can be up to 35% of the weighting in the index as an individual equity. Additional information about the index is available at www.oslobors.no/ob_eng/Oslo-Boers/Products-and-services/Market-data/Equity-indices. Further information about the current composition of the index as well as the method for weighting and rebalancing is also available on this site.

The fund is a securities fund (UCITS) that may invest its assets

- in transferable securities,
- in money market instruments
- in derivative instruments,
- in fund units (to a total maximum of 10% of the fund capital) and
- in an account at a credit institution.

The fund aims for positive exposure to the OBX Index equivalent to, but not exceeding, 200% of the fund's value. Exposure will normally be between 190% - 200% of the fund's value. This exposure is generated through holdings in the aforementioned assets, which consist primarily of derivative instruments, money market instruments and investments in an account.

Fund holdings are adjusted each banking day if the value of the OBX Index has more than marginal changes. The fund purchases derivative instruments when the index rises and sells derivative instruments when the index falls, with the aim of maintaining positive exposure to the index that corresponds to, but does not exceed, 200% of the fund's value. Since the fund aims to have exposure equivalent to 200% of its value, the fund has greater daily fluctuations than the OBX Index. The investor's risk and the potential for returns are proportionate to the current value of the fund units and not to the value when the investment was made.

There is a difference between a leverage calculated on a daily basis and a leverage calculated over a longer period. Over a longer period, fund returns will arise from the results of the daily changes during the period, and not the entire period's returns multiplied by the leverage. Fund results can vary significantly relative to the returns of the index over the medium- to long-term. Additional information about how a leveraged fund works is available at www.xact.se.

The fund may be exposed to transferable securities that are not included in OBX Index over a limited period due to a redefining of the index, corporate events (e.g., new share issues, spin-offs and acquisitions) as well as a shortage of liquidity in transferable securities.

Underlying assets to derivative instruments may consist of or be related to

- such assets as referred to in Chapter 5, §1, second paragraph, first sentence in the Swedish Investment Funds Act,
- financial indices,
- rates of interest or
- exchange rates.

The fund may use derivative instruments (including OTC derivatives) as part of the fund's investment focus. However, the use of derivative instruments may not be of such a nature that they impact the fund's risk level in any significant manner.

When using OTC derivatives or other techniques and instruments to improve the effectiveness of the investment process, the fund may be subject to a risk of loss as a result of the inability of the counterparty in the transaction to comply with its obligations prior to the settlement of the transaction. The selection of the counterparty is always conducted to obtain the best conditions possible.

All of the income derived from the use of techniques and instruments to improve the effectiveness of the investment process is allocated to the fund, after the deduction of administrative expenses for the management of collateral and other costs. Any collateral shall be managed by the fund's custodian institution.

The fund has received authorization by the Swedish Financial Supervisory Authority in accordance with Chapter 5, §8 of the Swedish Investment Funds Act. Bonds and other debt instruments invested by the fund under Chapter 5, §8 of the Swedish Investment Funds Act shall originate from a minimum of six different issues, and those derived from one and the same issue may not exceed 30% of the fund's value. Those issuers or guarantors that issue or guarantee debt instruments in which the fund invests more than 35% of the fund's value will the Swedish and Norwegian governments.

Management of collateral

In the event the fund utilizes OTC derivatives, it is exposed to a counterparty risk. To manage these counterparty risks, as appropriate, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Fees

The Management Company does not charge any subscription or redemption fees when the funds are traded on the stock exchange. In accordance with the fund rules, a maximum fee of 1.5% of the fund's net asset value, with a minimum fee of NOK 30,000, will be charged for the subscription and redemption of units in the primary market. The current subscription and redemption fees total the stated fee levels. A maximum fee of 2% of the market value, with a minimum fee of NOK 100, will be charged for redemption of fund units that do not total a full block. The applicable fee in these instances amounts to the aforementioned fee level. All of these subscription and redemption fees are allocated to the Management Company.

In accordance with the fund rules, the management fee may not exceed 0.8% per year. The applicable management fee is equivalent to the maximum management fee permitted in the fund rules. Transaction expenses, such as brokerage fees, taxes, etc. are paid from the fund's assets for the purchase and sale of financial instruments.

The fund's management, activity level and returns

The fund pursues a positive exposure to the OBX Index that corresponds to, but does not exceed, 200% of the fund's value. Thus, the OBX Index represents the fund's benchmark index in the description of the activity level as indicated below.

The fund has a daily exposure of 200% to the OBX Index. The size of the fund's tracking error stems in part from the leverage towards the benchmark index, as well as from how much the benchmark

index fluctuates each day during the year. The higher the volatility of the benchmark index, the higher the tracking error will be.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	28.94	-2.93	31.39	35.15	-9.12	1.03	29.41	24.24	-29.42	16.91	158.30
Tracking error 2 yrs., %	10.88	11.37	10.11	12.16	11.17	10.04	12.67	16.61	20.23	21.35	-

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

Fund investments primarily occur in an account and in derivatives and have an exposure to Oslo Börs OBX equivalent to 200% of the fund's value. As a result, the expected daily performance in the fund is equivalent to 200% of the movement in the index. Accordingly, an investment in the fund is characterized with high risk as well as the potential for high returns and the value of the fund can vary significantly over time.

The fund's investments are concentrated geographically to equities issued by companies in Norway. This results in risks that normally are higher than for an investment in a diversified global equity fund that distributes its investments over several regions. However, the fund's investments are made in companies in several sectors or branches, which reduces the risk in the fund.

The fund may invest in derivatives as part of its investment focus to create returns in the fund or create leverage. Investments in derivatives mean that the fund has an increased sensitivity to market fluctuations.

Target group of the fund

The fund is suitable for investors who would like to have an exposure of, but not exceeding, 200% of the Oslo Stock exchange's daily performance at a low cost. The fund is most appropriate for investors who are prepared to take a high risk and who understand the risks with leveraged products as well as the effects of daily rebalancing.

Detailed information about the fund, portfolio composition and current fund net asset value is published daily on XACT's homepage at: www.xact.se.

Index of the fund

Pursuant to new EU regulations, an index administrator must apply for authorization and registration at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has not yet been registered at ESMA. Updated information about how the administrator will be registered will be provided as soon as the registration has occurred; however, no later than in the Information Brochure that is revised after May 2020.

The Management Company has developed a plan for those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. In the event the fund's index is no longer made available, the fund rules must be amended. Unit holders are protected in this type of change to the fund rules by the review conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

This Product is not in any way sponsored, endorsed, sold or promoted by Oslo Børs ASA ("Oslo Børs") and Oslo Børs makes no warranty or representation whatsoever, express or implied, either as to the results to be obtained from the use of the Oslo Børs index and/or the figure at which the said Oslo Børs index stands at any particular time on any particular day or otherwise. Furthermore, Oslo Børs makes no warranty of merchantability or fitness for a particular purpose or use with respect to the Oslo Børs index or Oslo Børs Marks. The Oslo Børs index is compiled and calculated solely by an indexer on behalf of Oslo Børs, and Oslo Børs does not guarantee the accuracy

and/or the completeness of the Oslo Børs index or any data included therein. Oslo Børs shall not be liable (whether in negligence or otherwise) to any person for any error, omissions or interruptions in the Oslo Børs index and Oslo Børs shall not be under any obligation to advise any person of any error therein. All rights to the trademark OBX® are vested in Oslo Børs and are used under license from Oslo Børs.

☐ Sustainability dimensions are taken into consideration in the management of the fund.

☒ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund only invests in derivative instruments, treasury bills and liquid assets.

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%

☒ Chemical and biological weapons
Management Company's comments: 0%

☒ Nuclear weapons
Management Company's comments: 0%

☒ Coal
Management Company's comments: A maximum of 5% of turnover from extraction of thermal coal, a maximum of 30% of turnover from coal power energy.

XACT OMXC25 (UCITS ETF)

Investment focus and types of assets

The fund is an exchange-traded index fund and its objective is to follow the performance of the OMX Copenhagen 25 Index as closely as possible. OMX Copenhagen 25 Index is a market-value weighted index consisting of the 25 most-traded equities on the Copenhagen Stock Exchange. The index applies weight restrictions from individual issuers (capping). The composition of the index is normally adjusted bi-annually with regard to the transferable securities included as well as the percentage of the index to ensure sensitivity to market performance. The selection criteria and other adjustments to the composition of the index are governed by the Nasdaq OMX Copenhagen 25 Index Methodology.

Additional information about the index is available at: https://indexes.nasdaqomx.com/Resource/Index/Methodology and http://business.nasdaq.com/intel/indexes/index.html. Additional information about the current composition of the index as well as the method for weighting and rebalancing is also available on these websites.

The index will be replicated through physical replication. The method selected for replication means that the fund invests directly in those equities included in the index, i.e., full replication. Tracking error (deviations from index, refer above in the section *Tracking error* for a more detailed explanation, as well as below under the heading *The fund's management, activity level and returns*) is expected to be less than 0.2% under normal market conditions. The management fee, customer flows, index rebalancing and corporate events all result in transaction costs for the fund, which are not present in the index. These are the main factors that impact the fund's ability to replicate the index.

The fund is a securities fund (UCITS) that may invest its assets

- in transferable securities,
- in money market instruments
- in derivative instruments,
- in fund units (to a total maximum of 10% of the fund capital) and
- in an account at a credit institution.

The fund may be exposed to transferable securities that are not included in the OMXC25 CAP Index over a limited period due to a redefining of the index, corporate events (e.g., new share issues, spin-offs and acquisitions) as well as a shortage of liquidity in a transferable security.

Underlying assets to derivative instruments may consist of or be related to

- such assets as referred to in Chapter 5, §1, second paragraph, first sentence in the Swedish Investment Funds Act,
- financial indices,
- rates of interest or
- exchange rates.

The fund may use derivative instruments (including OTC derivatives) as part of the fund's investment focus. However, the use of derivative instruments may not be of such a nature that they impact the fund's risk level in any significant manner.

When using OTC derivatives or other techniques and instruments to improve the effectiveness of the investment process, the fund may be subject to a risk of loss as a result of the inability of the counterparty in the transaction to comply with its obligations prior to the settlement of the transaction. The selection of the counterparty is always conducted to obtain the best conditions possible.

All of the earnings arising from the use of techniques and instruments to improve the effectiveness of the investment process will be allocated to the fund after deductions for administrative expenses for any collateral management and other expenses. Any collateral shall be managed by the fund's Custodian Institution.

Management of collateral

In the event the fund utilizes OTC derivatives, it is exposed to a counterparty risk. To manage these counterparty risks, as appropriate, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Share classes and fees

A description of the various unit classes is available above under "*Share classes – Nomenclature, conditions, etc.*"

Dividends are distributed in the B share classes. Dividends are normally paid in March. The objective is to annually pay between 3 and 4% of the unit's value at the time of the Management Company's decision regarding dividends. The Management Company determines whether a dividend is to be paid. Detailed information about the basis for the distribution is provided in the fund rules.

The Management Company does not charge any subscription or redemption fees when the funds are traded on the stock exchange. A maximum fee of 1.0% of the fund's net asset value, with a minimum fee of DKK 30,000, will be charged for the subscription and redemption of units in the primary market. The current subscription and redemption fees total the stated fee levels. A maximum fee of 2% will be charged for subscription and redemption against cash. The applicable fee in these instances amounts to the fee level stated above. A maximum fee of 2% (with a minimum fee of DKK 300) will be charged for redemption on the primary market when the number of units do not total a full block. All of the subscription and redemption fees are allocated to the Management Company.

In accordance with the fund rules, the management fee may not exceed 0.3% per year. The current management fee is stated in the table below. Transaction costs such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments are paid out of the fund's assets.

Share class	A1 DKK	B1 DKK
Fee %	0.2	0.2

The fund's management, activity level and returns

This fund is an exchange-traded index fund that tracks the OMX Copenhagen 25 Index with the purpose of generating returns over time that correspond as closely as possible to the returns of the index. Given that the fund is an index fund, OMX Copenhagen 25 Index represents the fund's benchmark index in the description of the activity level as indicated below.

The fund strives to keep deviations from the index as low as possible (for information on projected tracking error under normal market conditions, refer above under the heading *Investment focus and types of assets)*. The index is replicated through full physical replication, which means that the fund invests directly in the equities included in the index. Management fees, customer flows, index rebalancing and company events result in fees and transaction costs for the fund. However, these costs are not charged to the index. The above factors result in fewer deviations from the index.

A description of tracking error is provided in the above section *Tracking error*.

Given that the fund was launched in February 2019, there is not sufficient information about the fund's returns or tracking error. Thus, this information has not been reported.

Risk profile of fund

An investment in an equity fund is characterized by high risk as well as by the potential for high returns. As a result, the value of the fund can fluctuate significantly over time. The fund's investments are concentrated geographically to a limited number of equities issued in Denmark. This results in risks that normally are higher than for an investment in a diversified global equity fund that distributes its investments over several regions. The fund may invest in derivatives as part of its investment focus, although the use of derivatives is of such a nature that it is only expected to have a marginal impact on the fund's risk profile.

Target group of the fund

The fund is suitable for the investor who would like to have low-cost exchange-traded index fund that tracks the performance of the OMX Copenhagen 25 Index. The index consists of the 25 largest companies on the Copenhagen Stock Exchange and aims to be a liquid reflection of the stock exchange's investment universe. The fund is most appropriate for an investor who has an investment horizon of 5 years or more.

Detailed information about the fund, portfolio composition and current fund net asset value is published daily on XACT's homepage at: www.xact.se.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has developed a plan for those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. In the event the fund's index is no longer made available, the fund rules must be amended. Unit holders are protected in this type of change to the fund rules by the review conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☒ Sustainability dimensions are taken into consideration in the management of the fund.

☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: There are no companies included in the index followed by the fund that currently do not meet the Management Company's requirements in the sustainability area. In the future if a new or existing index company does not meet these requirements, the Management Company will change the index. As a result, during the transition period and until the change to the index has occurred, it is possible that companies in the index do not meet the Management Company's requirements in the sustainability area (refer to the Management Company's policy for shareholder engagement and responsible investments, as well as the general information section of the information brochure, which are available at www.handelsbanken.se/funds).

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).

☒ Social aspects (e.g., human rights, employee rights and equal opportunity).

☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).

☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration.
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -
Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%

☒ Chemical and biological weapons
Management Company's comments: 0%

☒ Nuclear weapons
Management Company's comments: 0%

☒ Coal
Management Company's comments: A maximum of 5% of turnover from extraction of thermal coal, a maximum of 30% of turnover from coal power energy.

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ *Companies in which the fund detects an unwillingness to change or where the fund believes that the companies are unlikely to address the problems within an acceptable amount of time will be excluded for investment purposes.*
Management Company's comments: A norm-based screening is conducted twice per year to identify those companies that do not meet international norms for the environment, human rights, labor practices, anti-corruption and controversial weapons.

☒ Management Company Engagement

The Management Company exercises its investor influence to affect change in companies with regard to sustainability issues.
The Management Company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: We participate in a number of international initiatives relating to various sustainability matters where we see that we can make significant progress through a mutual dialogue.

☒ Investor influence through external service providers/consultants
Management Company's comments: Together with other capital owners/investors, we participate in mutual dialogues with companies through our service provider ISS ESG. Coordinating efforts in this manner is a strength and sends clear signals to the company that we expect the issues to be taken seriously and that a change must occur. The dialogues are based on suspected or verified breaches of international norms and conventions and focus primarily on principle areas of the UNGC: human rights, employee rights, labor practices, environment and anti-corruption.

☒ Voting at Annual General Meetings
Management Company's comments: -

XACT OMXS30™ (UCITS ETF)

Investment focus and types of assets

The fund is an exchange-traded index fund and its objective is to follow the performance of the OMXS30™ Index as closely as possible. The index consists of the 30 most-traded shares on the Nasdaq OMX Nordic Exchange Stockholm (Stockholm stock exchange). The index is market-value weighted and is rebalanced twice each year.

Additional information is available at http://business.nasdaq.com/intel/indexes/index.html and https://indexes.nasdaqomx.com/Resource/Index/Methodology. Additional information about the current composition of the index as well as the method for weighting and rebalancing is available on these sites.

The index will be replicated through physical replication. The method selected for replication means that the fund invests directly in those equities included in the index, i.e., full replication. Tracking error (deviations from index, refer above in the section *Tracking error* for a more detailed explanation, as well as below under the heading *The fund's management, activity level and returns*) is expected to be less than 0.2% under normal market conditions. The management fee, as well as customer flows, index rebalancing and corporate events all result in transaction costs for the fund, which are not present in the index. These are the main factors that impact the fund's ability to replicate the index.

The fund is a securities fund (UCITS) that may invest its assets

- in transferable securities,
- in money market instruments
- in derivative instruments,
- in fund units (to a total maximum of 10% of the fund capital) and
- in an account at a credit institution.

Underlying assets to derivative instruments may consist of or be related to

- such assets as referred to in Chapter 5, §1, second paragraph, first sentence in the Swedish Investment Funds Act,
- financial indices,
- rates of interest,
- exchange rates, or
- foreign currencies.

The fund may use derivative instruments (including OTC derivatives) as part of the fund's investment focus. However, the use of derivative instruments may not be of such a nature that they impact the fund's risk level in any significant manner.

The fund may use such techniques and instruments to increase returns and create leverage in the fund as stated in Chapter 25, §21 of the Swedish Financial Supervisory Authority's regulations (FFFS 2013:9) regarding securities funds.

When using OTC derivatives or other techniques and instruments to improve the effectiveness of the investment process, the fund may also be subject to a risk of loss as a result of the inability of the counterparty in the transaction to comply with its obligations prior to the settlement of the transaction. The selection of the counterparty is always conducted to obtain the best conditions possible.

All of the income derived from the use of techniques and instruments to improve the effectiveness of the investment process is allocated to the fund, after the deduction of administrative expenses for the management of collateral and other costs. Any collateral shall be managed by the fund's custodian institution.

Management of collateral

In the event the fund utilizes OTC derivatives, it is exposed to a counterparty risk. To manage these counterparty risks, as appropriate, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Fees

The Management Company does not charge any subscription or redemption fees when the funds are traded on the stock exchange. A maximum fee of 0.04% of the fund's net asset value, with a minimum fee of SEK 30,000, will be charged for the subscription and redemption of units in the primary market. The current subscription and redemption fees total the stated fee levels. A maximum fee of 2% will be charged for subscription and redemption against cash. The applicable fee in these instances amounts to the fee level stated above. A maximum fee of 2% (with a minimum fee of SEK 100) will be charged for redemption on the primary market when the number of units do not total a full block. All of the subscription and redemption fees are allocated to the Management Company.

In accordance with the fund rules, the management fee may not exceed 0.1% per year. The applicable management fee is equivalent to the maximum management fee permitted in the fund rules. Transaction expenses, such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments, are paid from the fund's assets.

The fund's management, activity level and returns

This fund is an exchange-traded index fund that tracks the OMXS30™ Index with the purpose of generating returns over time that correspond as closely as possible to the returns of the index. Given that the fund is an index fund, OMXS30™ Index represents the fund's benchmark index in the description of the activity level as indicated below.

The fund strives to keep deviations from the index as low as possible (for information on projected tracking error under normal market conditions, refer above under the heading *Investment focus and types of assets)*. The index is replicated through full physical replication, which means that the fund invests directly in the equities included in the index. Management fees, customer flows, index rebalancing and company events result in fees and transaction costs for the fund. However, these costs are not charged to the index. The above factors result in fewer deviations from the index.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	30.49	-7.16	7.64	9.22	2.10	13.62	25.06	15.97	-11.89	24.49	49.09
Tracking error 2 yrs., %	0.08	0.07	0.05	0.04	0.04	0.02	0.02	0.03	0.04	0.17	-

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

An investment in an equity fund is characterized by high risk as well as by the potential for high returns. As a result, the value of the fund can fluctuate significantly over time. The fund's investments are concentrated geographically to equities issued by companies in Sweden. This results in risks that normally are higher than for an investment in a diversified global equity fund that distributes its investments over several regions. However, the fund's investments are made in companies in several sectors or branches, which reduces the risk in the fund. The fund may invest in derivatives and does this to protect the value of the fund's underlying assets, to maintain the desired risk level in the fund portfolio or to minimize fund management costs. The volume of trading is limited where appropriate and is expected to have a marginal impact on the fund's risk profile.

Target group of the fund

The fund is suitable for the investor who would like to have an exchange-traded equity index fund at a low cost that follows the performance of the largest companies on Nasdaq OMX Nordic Exchange Stockholm. The fund is most appropriate for investors who have an investment horizon of 5 years or more.

Detailed information about the fund, portfolio composition and current fund net asset value is published daily on XACT's homepage at: www.xact.se.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has developed a plan for those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. In the event the fund's index is no longer made available, the fund rules must be amended. Unit holders are protected in this type of change to the fund rules by the review conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☒ Sustainability dimensions are taken into consideration in the management of the fund.
☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: There are no companies included in the index followed by the fund that currently do not meet the Management Company's requirements in the sustainability area. In the future, if a new or existing index company does not meet these requirements, the Management Company will change the index. As a result, during the transition period and until the change to the index has occurred, it is possible that companies in the index do not meet the Management Company's requirements in the sustainability area (refer to the Management Company's policy for shareholder engagement and responsible investments, as well as the general information section of the information brochure, which are available at www.handelsbanken.se/funds).

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues.
An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -

Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%
☒ Chemical and biological weapons
Management Company's comments: 0%
☒ Nuclear weapons
Management Company's comments: 0%
☒ Coal
Management Company's comments: A maximum of 5% of turnover from extraction of thermal coal, a maximum of 30% of turnover from coal power energy.

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ *Companies in which the fund detects an unwillingness to change or where the fund believes that the companies are unlikely to address the problems within an acceptable amount of time will be excluded for investment purposes*
Management Company's comments: A norm-based screening is conducted twice per year to identify companies that do not meet international norms for the environment, human rights, labor practices, anti-corruption and controversial weapons.

☒ Management Company Engagement

The Management Company exercises its investor influence to affect change in companies with regard to sustainability issues.
The Management Company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: We participate in a number of international initiatives relating to various sustainability matters where we see that we can make significant progress through a mutual dialogue.
☒ Investor influence through external service providers/consultants
Management Company's comments: Together with other capital owners/investors, we participate in mutual dialogues with companies through our service provider ISS ESG. Coordinating efforts in this manner is a strength and sends clear signals to the company that we expect the issues to be taken seriously and that a change must occur. The dialogues are based on suspected or verified breaches of international norms and conventions and focus primarily on principle areas of the UNGC: human rights, employee rights, labor practices, environment and anti-corruption.
☒ Voting at Annual General Meetings
Management Company's comments: -

XACT Svenska Småbolag (UCITS ETF)

Investment focus and types of assets

The fund is an exchange-traded index fund that tracks the Solactive ISS ESG Screened Sweden Small Cap Tradable Index. The objective of the fund is to provide returns that over time correspond as closely as possible to those of the index. The fund's index aims to reflect approximately 100 of the most liquid equities in the Swedish small cap market, excluding those companies that do not meet the sustainability requirements of the index (regarding sustainability requirements, refer below to the section *Sustainability requirements in the index*). The index is market-value weighted and is revised and adjusted twice each year. The index is reinvested, i.e., distributions paid out for equities included in the index are reinvested in the index, after adjustments for tax liabilities. Additional information concerning the composition of the index is available at https://www.solactive.com/indices.

The index will be replicated through physical replication. The method selected for replication means that the fund invests directly in those equities included in the index, i.e., full replication. Tracking error (deviations from index, refer above in the section *Tracking error* for a more detailed explanation, as well as below under the heading *The fund's management, activity level and returns*) is expected to be less than 0.5% under normal market conditions. The management fee, as well as customer flows, index rebalancing and corporate events result in transaction costs for the fund, which are not present in the index. These are the main factors that impact the fund's ability to replicate the index.

The fund is a securities fund (UCITS) that may invest its assets

- in transferable securities,
- in money market instruments,
- in derivative instruments,
- in fund units (to a maximum of 10% of fund capital), and
- in an account at a credit institution.

The fund may use derivative instruments (including OTC derivatives) as part of the fund's investment focus. The underlying assets to derivative instruments may consist of or be related to such assets as referred to in Chapter 5, §1, paragraph 2, first sentence of the Swedish Investment Funds Act, a financial index, interest rates, exchange rates or foreign currencies.

The Management Company ensures that an indicative NAV (iNAV) is calculated and published regularly during the opening hours of the stock market. The iNAV will be updated every third minute on the Management Company's webpage for exchange-traded funds at www.xact.se. The value of the iNAV is based on the composition files published daily by the Management Company at www.xact.se and include information on the latest set fund net asset value (NAV), the fund's cash assets and the fund's holdings. These components taken together provide the fund's exposure to the market and thus how the fund's market value will also fluctuate given movements in the underlying holdings.

When the fund makes use of OTC derivatives or other techniques and instruments for the purpose of improving the effectiveness of the investment process, the fund may be subject to a risk of loss as a result of the inability of the counterparty in the transaction to comply with its obligations prior to the settlement of the transaction (counterparty risk). The selection of the counterparty is always conducted to obtain the best conditions possible.

All of the income derived from the use of techniques and instruments to improve the effectiveness of the investment process is allocated to the fund, after the deduction of administrative expenses for the management of collateral and other costs. The fund's custodian institution manages any collateral.

Sustainability requirements in the index

Solactive ISS ESG Screened Sweden Small Cap Tradable Index is calculated by Solactive in collaboration with ISS ESG. The companies that do not fulfil the requirements for sustainability and responsible investment are excluded from the index. The excluded companies are those that are involved in systematic violations of international norms regarding the environment, human rights,

working conditions, or anti-corruption. Limits are set for certain business operations with regard to the proportion of a company's turnover that may be related to the production/distribution associated with the business operations concerned. In certain cases, a distinction is also made between production and distribution. Those business operations included and the applicable turnover limits are provided in the table below. Note that companies excluded in the index due to systematic violations of international norms are not included in the table as the exclusion of these companies from the index is not attributable to the production/distribution of products or services.

Area	Maximum turnover		Comments
	production	distribution	
Banned weapons*	0%	0%	
Nuclear weapons **	0%	0%	
Weapons and war materials***	5%	5%	
Alcohol***	5%	5%	
Tobacco ***	0%	5%	A limit of 0% applies to the production of tobacco
Pornography	0%	5%	A limit of 0% applies to the production of pornography
Commercial gambling***	5%	5%	
Fossil fuels***	5%	5%	A limit of 0% applies to the production and mining of tar sands
Cannabis***	5%	5%	

* Cluster weapons, anti-personnel mines, chemical and biological weapons.
** as well as depleted uranium
*** A limit of 50% of turnover is applied to services (e.g., marketing, key components, raw materials, machinery and technical equipment, technology, IT and support services, etc.) within or to this area. An example of a company with services to this area that is covered by the sustainability requirements is a company that manufactures cardboard cartons for the use of packaging alcohol.

Fund management may use ETFs and futures that are not analyzed from a sustainability perspective to a maximum of 3 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the funds.

Additional information about the sustainability dimensions taken into consideration in asset management and the methods used in the sustainability work are provided below. The sustainability requirements stated in the index are also provided in the sustainability profile of the fund, which is available at the Management Company's website, www.handelsbanken.se/funds and www.hallbarhetsprofilen.se.

Refer to the general information section of the Information Brochure for general information about the Management Company's work with responsible investments.

Management of collateral

In those cases when the fund utilizes OTC derivatives, the fund will be exposed to counterparty risk. To manage these counterparty risks, as appropriate, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Management Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Fees

The Management Company does not charge a subscription or redemption fee when funds are traded in the stock market. A maximum fee of 1.0% of the net asset value, with a minimum fee of SEK 30,000, will be deducted for the subscription and redemption of units at the Management Company as remuneration for the costs incurred by the Management Company in conjunction with the subscription or redemption. A maximum fee of 2%, with a minimum fee of SEK 100, will be charged for the redemption of less than an entire block on the primary market. A maximum fee of 2%, with a

minimum fee of SEK 300, will be charged for subscription and redemption against settlement in cash. The current subscription and redemption fees total the stated fee levels. All subscription and redemption fees are paid to the Management Company.

In accordance with the fund rules, the management fee may not exceed 0.3% per year. The applicable management fee is equivalent to the maximum management fee permitted in the fund rules. Transaction expenses for the purchase and sale of financial instruments, such as brokerage fees, taxes, etc., are paid from the fund's assets.

The fund's management, activity level and returns

This fund is an exchange-traded index fund that tracks the Solactive ISS ESG Screened Sweden Small Cap Tradable Index with the purpose of generating returns over time that correspond as closely as possible to the returns of the index. Given that the fund is an index fund, Solactive ISS ESG Screened Sweden Small Cap Tradable Index represents the fund's benchmark index in the description of the activity level as indicated below.

The fund strives to keep deviations from the index as low as possible (for information on projected tracking error under normal market conditions, refer above under the heading *Investment focus and types of assets)*. The index is replicated through full physical replication, which means that the fund invests directly in the equities included in the index. Management fees, customer flows, index rebalancing and company events result in fees and transaction costs for the fund. However, these costs are not charged to the index. The above factors result in fewer deviations from the index.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	40.40	0.10	8.14	-	-	-	-	-	-	-	-
Tracking error 2 yrs., %	1.39	0.94	-	-	-	-	-	-	-	-	-

The fund's tracking error is in line with the expected results for the management of the fund. However, it should be noted that the fund has been a physically replicated index fund since the autumn of 2019. As a result, the tracking error can be expected to be significantly lower going forward.

Risk profile of the fund

An investment in an equity fund is characterized by high risk as well as by the potential for high returns. As a result, the value of the fund can fluctuate significantly over time. The fund's investments are concentrated geographically to equities issued by smaller companies in Sweden. This results in risks that are normally higher than for an investment in a diversified global equity fund that distributes its investments over several regions. The fund's investments are made in companies in several sectors or branches, which reduces the risk in the fund. The fund's liquidity risk is deemed to be moderately high due to the fund's size in relation to the size or turnover of the markets and securities in which the fund invests. This can impact the fund's ability to execute the purchase and sale of securities under stressful market conditions. The fund may invest in derivatives and does this to protect the value of the fund's underlying assets, to maintain the desired risk level in the fund portfolio or to minimize fund management costs.

Target group of the fund

The fund is suitable for the investor who would like an exchange-traded index fund with exposure to liquid small caps in Sweden at a low cost. The fund is most appropriate for an investor who is prepared to take a high risk and has an investment horizon of 5 years or more.

Detailed information about the fund, the composition of the portfolio and the latest set fund net asset value is published daily on Xact's website at: www.xact.se.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has established a plan that describes those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. Unit holders are protected by the review of the amended fund rules that is conducted by the Financial Supervisory Authority as well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☒ Sustainability dimensions are taken into consideration in the management of the fund.
☐ Sustainability dimensions are not taken into consideration in the management of the fund.

Management Company's comments: The fund is an index fund and its objective is to track the performance of the Solactive ISS ESG Screened Sweden Small Cap Tradable Index. The index excludes companies in accordance with the criteria below. The fund may use ETFs and futures that are not analyzed from a sustainability perspective in its fund management up to a maximum of 3 percent of the fund's value to manage distributions, corporate events as well as withdrawals and deposits in the fund.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☐ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues.
An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☐ The fund manager takes sustainability into consideration
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: -

Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%.
☒ Chemical and biological weapons
Management Company's comments: 0%
☒ Nuclear weapons
Management Company's comments: 0%
☒ Weapons and/or war materials
Management Company's comments: -
☒ Alcohol
Management Company's comments: -
☒ Tobacco
Management Company's comments: 0% production, 5% distribution
☒ Commercial gambling operations
Management Company's comments: -
☒ Pornography
Management Company's comments: 0% production, 5% distribution
☒ Fossil fuels (oil, gas, coal)
Management Company's comments: Production and extraction of tar sands 0%
☒ Coal
Management Company's comments: -
☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.

☒ The fund avoids investing in all of the companies that have been identified as violating international norms.

☒ Management Company Engagement

The Management Company exercises its investor influence to affect change in companies with regard to sustainability issues. The Management Company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: We participate in a number of international initiatives relating to various sustainability matters where we see that we can make significant progress through a mutual dialogue.

☒ Investor influence through external service providers/consultants
Management Company's comments: Together with other capital owners/investors, we participate in mutual dialogues with companies through our service provider ISS ESG. Coordinating efforts in this manner is a strength and sends clear signals to the company that we expect the issues to be taken seriously and that a change must occur. The dialogues are based on suspected or verified breaches of international norms and conventions and focus primarily on principle areas of the UNGC: human rights, employee rights, labor practices, environment and anti-corruption.

☒ Voting at Annual General Meetings
Management Company's comments: -

XACT Sverige (UCITS ETF)

Investment focus and types of assets

The fund is an exchange-traded index fund and its objective is to follow the performance of SIX Sweden ESG Selection Index GI as closely as possible. The index consists of a selection of the most-traded equities on the Nasdaq Stockholm Stock Exchange that fulfil the sustainability requirements in the index. The sustainability requirements mean partly that companies with high sustainability ratings are included (inclusion) in the index, and partly that companies involved in verified violations of international norms as well as companies operating within controversial sectors may not be included (exclusion) in the index. Given that there are exceptional circumstances in the market represented by the index, the fund may invest a maximum of 35 percent of the fund capital in equities or debt instruments issued by one individual issuer or issuers within one and the same corporate group, if this is required for the holdings to correspond to the issuers portion of SIX Sweden ESG Selection Index GI, in accordance with Chapter 5, §7, second paragraph of the Swedish Investment Funds Act and following approval by the Financial Supervisory Authority. The index is market-value weighted and is revised and adjusted twice each year. The index is reinvested, i.e., distributions paid for equities included in the index are reinvested in the index. Additional information about the index is available at www.six.se/six-index. Additional information about the current composition of the index as well as the method for weighting and rebalancing is available at this site.

The index will be replicated through physical replication. The method selected for replication means that the fund invests directly in those equities included in the index, i.e., full replication. Tracking error (deviations from index, refer above in the section *Tracking error* for a more detailed explanation, as well as below under the heading *The fund's management, activity level and returns*) is expected to be less than 0.2% under normal market conditions. The management fee, as well as customer flows, index rebalancing and corporate events result in transaction costs for the fund, which are not present in the index. These are the main factors that impact the fund's ability to replicate the index.

The fund is a securities fund (UCITS) that may invest its assets

- in transferable securities,
- in money market instruments
- in derivative instruments,
- in fund units (to a total maximum of 10% of the fund capital) and
- in an account at a credit institution.

Underlying assets to derivative instruments may consist of or be related to

- such assets as referred to in Chapter 5, §1, second paragraph, first sentence in the Swedish Investment Funds Act,
- financial indices,
- rates of interest,
- exchange rates, or
- foreign currencies.

The fund may use derivative instruments (including OTC derivatives) as part of the fund's investment focus. However, the use of derivative instruments may not be of such a nature that they impact the fund's risk level in any significant manner.

The fund may use such techniques and instruments to increase returns and create leverage in the fund as stated in Chapter 25, §21 of the Swedish Financial Supervisory Authority's regulations (FFFS 2013:9) regarding securities funds.

When using OTC derivatives or other techniques and instruments to improve the effectiveness of the investment process, the fund may also be subject to a risk of loss as a result of the inability of the counterparty in the transaction to comply with its obligations prior to the settlement of the transaction. The selection of the counterparty is always conducted to obtain the best conditions possible.

All of the income derived from the use of techniques and instruments to improve the effectiveness of the investment process is allocated to the fund, after the deduction of administrative expenses for the management of collateral and other costs. Any collateral shall be managed by the fund's custodian institution.

Nordic Swan Ecolabel

Xact Sverige is an index fund with the Nordic Swan Ecolabel. The fund tracks an index in which all of the obligatory requirements with regard to exclusion and inclusion of companies in accordance with Nordic Swan's criteria are established in the index methodology. The fund's index is calculated by SIX with data regarding the sustainability criteria from ISS ESG.

The aim of Nordic Swan Ecolabelled funds is that the Management Company shall use the capital and ownership to influence the companies in which the fund invests to develop a more sustainable direction. The fund shall fulfil 25 obligatory requirements relating to exclusion, inclusion, transparency and engagement.

A Nordic Swan Ecolabelled fund provides that:

- the fund and its index must fulfil requirements to refrain from investing in certain branches and companies that are particularly problematic.
- the fund and its index must fulfil the requirements of the sustainability analysis for conceivable investments and thereby prioritize the better companies.
- the Management Company shall state which holdings are included in the fund and annually report what sustainability work has been conducted.
- the Management Company is encouraged to work for active ownership and drive the engagement activities on behalf of the fund for the companies included in the portfolio.

The Nordic Swan Ecolabel on a fund does not mean that all of the companies in the fund are sustainable, are problem-free or lack challenges.

For further information refer to svanen.se/spararen.

Sustainability requirements in the index

SIX Sweden ESG Selection Index GI is calculated by SIX Financial Information Sweden AB. A company is required to be one of the 120 most-traded companies in the Stockholm stock exchange and must fulfil the sustainability requirements of the index to be included in the index.

As a first step, the sustainability requirements provide that companies may not be included in the index if they do not fulfil the requirements for sustainable and responsible investments. These companies are those involved in forbidden weapons or systematic violations of international norms regarding the environment, human rights, working conditions, or anti-corruption. The sustainability requirements also include limits on the amount of a company's turnover that may be related to the production/distribution associated with specific business operations as provided in the table below.

As a second step, the sustainability requirements provide that the 70 companies with the highest sustainability ratings in accordance with the ISS-Oekom Corporate Ratings methodology are selected to be included in the index. As a minimum, 50% of the index companies, as measured in the total market value of the index, must have a strong sustainability rating. In the event the 50% limit is not fulfilled, companies with the lowest sustainability ratings will be excluded until the limit is attained. As a result, the index may have fewer than 70 companies.

Area	Maximum turnover production	distribution	Comments
Banned weapons *	0%	0%	
Nuclear weapons	0%	0%	
Weapons and war materials **	5%	5%	
Alcohol **	5%	5%	
Tobacco **	0%	5%	A limit of 0% applies to the production of tobacco
Pornography	0%	5%	A limit of 0% applies to the production of pornography
Commercial gambling activities **	5%	5%	
Fossil fuels incl. uranium**	5%	5%	
Tar sands Cannabis	0% 5%	0% 5%	

* Cluster weapons, anti-personnel mines, chemical and biological weapons.
** A limit of 50% of turnover applies to services within or to this area.

In the event fund assets are invested in derivative instruments or ETFs, the financial instruments must fulfil the corresponding sustainability requirements that are applicable for the fund's index.

Additional information about the sustainability dimensions taken into consideration in asset management and the methods used in the sustainability work are provided below (refer to the heading "*Sustainability information*"). The sustainability requirements stated in the index are also provided in the sustainability profile of the fund, which is available at the Management Company's website, www.handelsbanken.se/funds and www.hallbarhetsprofilen.se.

Refer to the general information section of the Information Brochure for general information about the Management Company's work with responsible investments.

Management of collateral

In the event the fund utilizes OTC derivatives, it is exposed to a counterparty risk. To manage these counterparty risks, as appropriate, the Management Company pledges and receives securities as collateral on behalf of the fund. For a description of the Company's management of collateral, which securities are accepted and how they are valued, refer to the general section under "*Techniques and instruments (securities lending, etc.) and management of collateral*".

Distribution

The fund distributes dividends. Dividends are normally paid in June. The objective is to annually pay between 3% and 4% of the unit's value at the time of the Management Company's decision regarding dividends. Further information on the basis for the distribution is provided in the fund rules.

Fees

The Management Company does not charge any subscription or redemption fees when the funds are traded on the stock exchange. A maximum fee of 0.04% of the fund's net asset value, with a minimum fee of SEK 30,000, will be charged for the subscription and redemption of units in the primary market. The applicable subscription and redemption fees amount to the fee levels stated above. A maximum fee of 2% will be charged for subscription and redemption against cash. The applicable fee in these instances amounts to the fee level stated above. A maximum fee of 2% (with a minimum fee of SEK 100) will be charged for redemption on the primary market when the number of units do not total a full block. All of the subscription and redemption fees are allocated to the Management Company.

In accordance with the fund rules, the management fee may not exceed 0.15% per year. The applicable management fee is the maximum management fee permitted in the fund rules.

Transaction expenses, such as brokerage fees, taxes, etc. for the purchase and sale of financial instruments, are paid from the fund's assets.

The fund's management, activity level and returns

This fund is an exchange-traded index fund that tracks SIX Sweden ESG Selection Index GI with the purpose of generating returns over time that correspond as closely as possible to the returns of the index. Given that the fund is an index fund, SIX Sweden ESG Selection Index GI represents the fund's benchmark index in the description of the activity level as indicated below.

The fund strives to keep deviations from the index as low as possible (for information on projected tracking error under normal market conditions, refer above under the heading *Investment focus and types of assets)*. The index is replicated through full physical replication, which means that the fund invests directly in the equities included in the index. Management fees, customer flows, index rebalancing and company events result in fees and transaction costs for the fund. However, these costs are not charged to the index. The above factors result in fewer deviations from the index.

The fund's returns and tracking error are shown in the table below. A description of tracking error is provided in the above section *Tracking error*. Information on how the fund's returns have related to the returns of the benchmark index is available in the fund's fact sheet.

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Returns, %	31.22	-4.47	9.92	9.01	5.85	14.72	25.21	16.18	-13.47	25.63	48.44
Tracking error 2 yrs., %	0.07	0.06	0.04	0.05	0.05	0.03	0.04	0.04	0.05	0.14	-

The fund's tracking error is in line with the expected results for the management of the fund.

Risk profile of fund

An investment in an equity fund is characterized by high risk as well as by the potential for high returns. As a result, the value of the fund can fluctuate significantly over time. The fund's investments are concentrated geographically to equities issued by companies in Sweden. This results in risks that normally are higher than for an investment in a diversified global equity fund that distributes its investments over several regions. However, the fund's investments are made in companies in several sectors or branches, which reduces the risk in the fund. The fund may invest in derivatives and does this to protect the value of the fund's underlying assets, to maintain the desired risk level in the fund portfolio or to minimize fund management costs. The volume of trading is limited where appropriate and is expected to have a marginal impact on the fund's risk profile.

Target group of the fund

The fund is suitable for the investor who would like to have an exchange-traded equity index fund at a low cost that follows the performance of the 120 most-traded companies on the Stockholm stock exchange, which also meet the sustainability requirements. The fund is most appropriate for investors who are prepared to take a high risk and have an investment horizon of 5 years or more.

Detailed information about the fund, portfolio composition and current fund net asset value is published daily on XACT's homepage at: www.xact.se.

Index of the fund

New EU regulations are applicable as of January 1, 2018, whereby an administrator responsible for controlling the provision of a reference value must be approved and registered at ESMA no later than May 1, 2020. The index of the fund is provided by an administrator that has been registered at ESMA.

The Management Company has developed a plan for those measures that shall be taken if the fund's index is no longer made available or is changed significantly. In such an event, the Management Company shall use another index that is deemed to be suitable for the fund. In the event the fund's index is no longer made available, the fund rules must be amended. Unit holders are protected in this type of change to the fund rules by the review conducted by the Financial Supervisory Authority as

well as by being informed of the change by the Management Company (Chapter 4, §§ 9, 9a and 9b of the Swedish Investment Funds Act [2004:46]).

☒ Sustainability dimensions are taken into consideration in the management of the fund.
☐ Sustainability dimensions are not taken into consideration in the management of the fund.
Management Company's comments: The fund follows an index that excludes and includes companies based on sustainability criteria.

Sustainability dimensions that are taken into consideration in the management of the fund

☒ Environmental aspects (e.g., the companies' environmental and climate impact).
☒ Social aspects (e.g., human rights, employee rights and equal opportunity).
☒ Corporate governance aspects (e.g., shareholders' rights, issues relating to remuneration for senior executives and anti-corruption efforts).
☐ Other sustainability dimensions.

Methods used in sustainability efforts

☒ Inclusion

☐ Sustainability dimensions are crucial to the fund manager's selection of companies.
The fund has specific and communicated criteria for the selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability efforts is crucial to the selection of companies in the fund.
Management Company's comments: -

☒ The fund manager takes sustainability into consideration
Sustainability dimensions are taken into consideration in corporate financial analyses and when making investment decisions that have an impact in determining which companies will be selected for inclusion in the fund but are not decisive factors.
Management Company's comments: A minimum of 50% of the fund/index' value must be invested in companies with a high sustainability rating.
Other

☐ Other inclusionary methods used by the fund.
Management Company's comments: -

☒ Exclusion

The fund does not invest in companies involved in the following products and services. A maximum of five percent of the turnover in the company in which the investment is made may include operations attributable to the specified product or service.

Products and services

☒ Cluster bombs, personnel mines
Management Company's comments: 0%
☒ Chemical and biological weapons
Management Company's comments: 0%
☒ Nuclear weapons
Management Company's comments: 0%
☒ Weapons and/or war materials
Management Company's comments: -
☒ Alcohol
Management Company's comments: -
☒ Tobacco
Management Company's comments: 0% production,
5% distribution
☒ Commercial gambling operations
Management Company's comments: -
☒ Pornography
Management Company's comments: 0% production,
5% distribution
☒ Fossil fuels (oil, gas, coal)
Management Company's comments: Tar sands 0%
☒ Coal
Management Company's comments: -
☒ Uranium
Management Company's comments: -
☒ Cannabis
Management Company's comments: -

International norms

The fund avoids investing in companies that violate international norms and conventions (at the very least the UN Global Compact and OECD guidelines for multinational companies) with regard to the environment, human rights, labor practices and business ethics.
☒ The fund avoids investing in all of the companies that have been identified as violating international norms.
Management Company's comments: -

☒ Management Company Engagement

The Management Company exercises its investor influence to affect change in companies with regard to sustainability issues.
The Management Company has a dialogue with companies in order to influence them in a more sustainable direction.

☒ Investor influence in collaboration with other investors
Management Company's comments: We participate in a number of international initiatives relating to various sustainability matters where we see that we can make significant progress through a mutual dialogue.

☒ Investor influence through external service providers/consultants
Management Company's comments: Together with other capital owners/investors, we participate in mutual dialogues with companies through our service provider ISS ESG. Coordinating efforts in this manner is a strength and sends clear signals to the company that we expect the issues to be taken seriously and that a change must occur. The dialogues are based on suspected or verified breaches of international norms and conventions and focus primarily on principle areas of the UNGC: human rights, employee rights, labor practices, environment and anti-corruption.

☒ Voting at Annual General Meetings
Management Company's comments: -