

MONTHLY LETTER
AUGUST 2015



TUNDRA  FONDER

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August turned out to be a depressing story for equity investors worldwide. Emerging markets (MSCI Emerging Markets Net) fell 9.5% in SEK terms while developed markets (MSCI World Net) fell 7.1%. Vix, the implied volatility on US equity and frequently referred to as the fear index, hit its highest level since 2011. Worth noticing is also that pairwise correlation between individual stocks rose during the month as is often the case when macro or other systematic risk factors shoot up. A cocktail of concerns regarding the first rate hike by the Fed and turbulence in the world's second largest economy, China, cut risk appetite. Frontier markets did not escape this development and fell 5.0%. Year to date, frontier markets have now returned -2.8% (emerging markets -4.4%, developed markets +6.1%).

China triggered the recent sell off. Turbulence in the domestic stock market (the so called A share market) resulted in a 14.6% fall during the past month. Domestic investors have now witnessed a third of their equity portfolio being wiped out during the past quarter. Weak Chinese macro new flow contributed to the selling pressure – the PMI reading hit its lowest level in five month and certain sub components including new orders suggests an substantial deterioration the country's economy. PBOC surprisingly announced a 3% devaluation of the RMB and that the trading band vs the USD is widened.

The move added pressure to China's competitors on the export market the Vietnamese central bank responded by devaluing the Dong. The Vietnamese equity market responded negatively

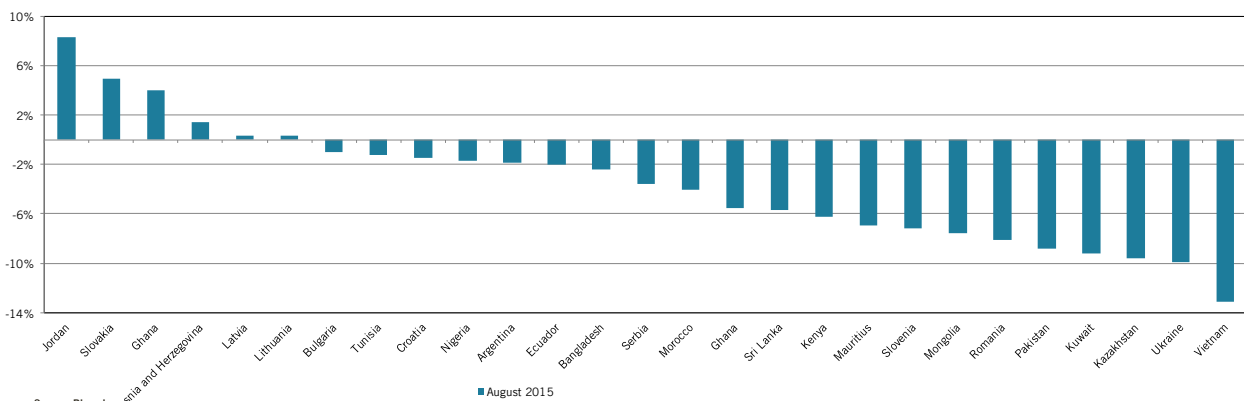
(-13.1%) and underperformed frontier peers during the month. The Kazakh currency, the Tenge, also fell victim to currency speculation resulting in a 22% devaluation. The oil exporting former Soviet satellite states have not only faced a weaker RMB but also a weak Rubel on the back of Western countries' sanctions put on Russia. Russia does in several cases represent a competitor on the export market alternatively a trading partner, resulting in Rubel sensitivity on the current account. The Kazakh equity market fell 9.6% in SEK terms during August. In early September, Sri Lanka joined the camp of the currency victims and let the USD crawling peg go and instead moving to a floating regime.

It was challenging finding individual frontier markets generating positive return during the month. All major markets ended the month in red and only a handful of the minor markets ended in green (among these Jordan and some of the Central European and Baltic markets).

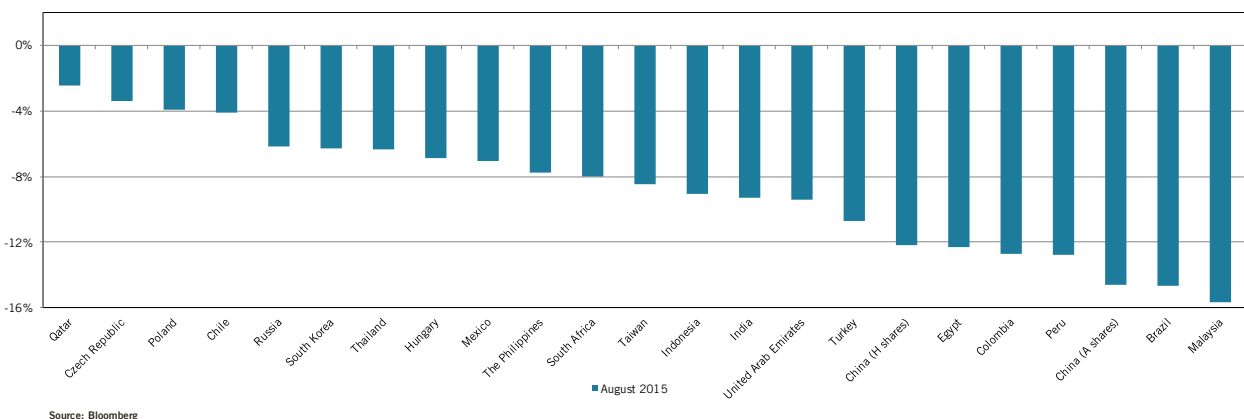
It hardly came as a surprise that equity funds witnessed outflows in August. Two thirds of the USD 33.4 billion redemptions from equity funds in August stemmed from emerging market funds according disclosure from EPFR. In line with every individual month since October 2014, frontier market funds witnessed redemption in July (the latest available data). In terms of asset under management, the current level is similar to that more than a year ago in terms of actively managed global frontier funds.

The current low valuation of frontier markets did not provide much protection. The 12 month forward P/E is not trading at 10.5 (P/B 1.4), levels witnessed in 2012.

Return frontier markets (SEK, total return)



Return emerging markets (SEK, total return)



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Return	NAV (SEK)	1 month	YTD	1 year	Inception
Tundra Frontier Opportunities	150.9	-3.5%	0.0%	5.3%	50.9%
Benchmark (MSCI FM xGCC Net (SEK))	5072.1	-5.0%	-2.8%	-3.1%	25.9%

Facts		Risk and costs*	
Inception date	2013-04-02	Active risk (Tracking error)	8.8%
Inception price	100.00	Standard deviation	10.3%
Pricing	Daily	Standard deviation, benchmark	11.4%
Manager	Tundra Fonder AB	Beta	0.61
Benchmark index	MSCI FM xGCC Net (SEK)	Information ratio	0.98
Bank account	SEB 5851-1078355	Risk level	7 of 7 (refer to KIID for more info)
ISIN	SE0004211282	Management fee/year	2.5%
PPM	861229		
Bloomberg	TUNDFRO SS		
AuM	379.7 MSEK		

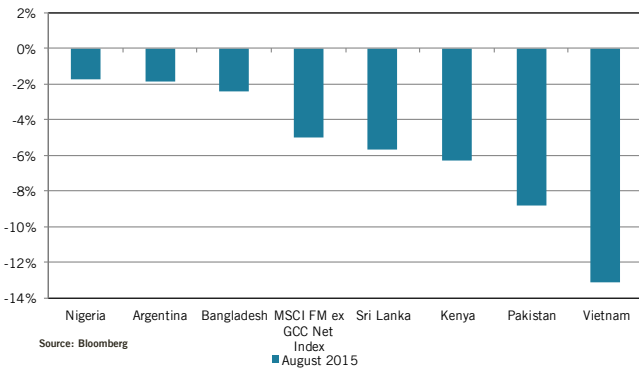
* Risk indicators are based on monthly rolling 24 months of return data. Funds with inception date within 24 months use weekly return data since inception

Best performers in August		Worst performers in August	
	Return (SEK)		Return (SEK)
Islami Bank Bang	32.9%	Kcell	-34.0%
Bbva Banco Franc	13.2%	Halyk Savings Bk	-25.6%
Ct Holdings Plc	11.7%	United Bank Afr	-22.7%
Cargills Ceylon	11.2%	Bim Son Cement J	-22.6%
Banco Macro Sa-B	7.8%	Petrovietnam Dri	-21.1%

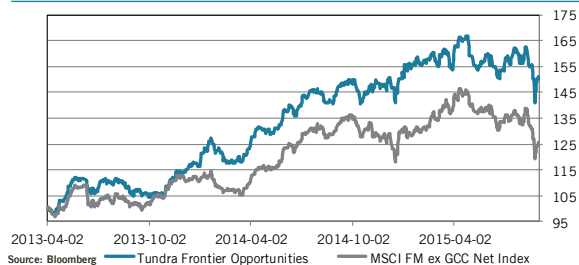
Five largest holdings						Return 1
Holding	Portfolio weight	Country	P/E 2014A	P/E 2015E	Yield	month (SEK)
Zenith Bank Plc	7.7%	Nigeria	4.9	4.8	1.5%	-5.3%
Brac Bank Ltd	6.7%	Banglad.	19.6	10.0	5.1%	-4.7%
Active Fine Chem	5.3%	Banglad.	-	-	0.9%	-8.4%
John Keells Hldg	4.3%	Sri Lanka	17.1	15.6	1.7%	-10.7%
Meezan Bank Ltd	3.8%	Pakistan	11.0	11.7	6.3%	7.1%

Source: Bloomberg, Tundra Fonder

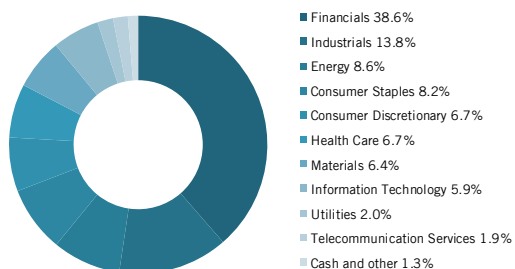
Major frontier markets (SEK, total return)



Tundra Frontier Opportunities vs index (since inception)



Tundra Frontier Opportunities: Sector allocation



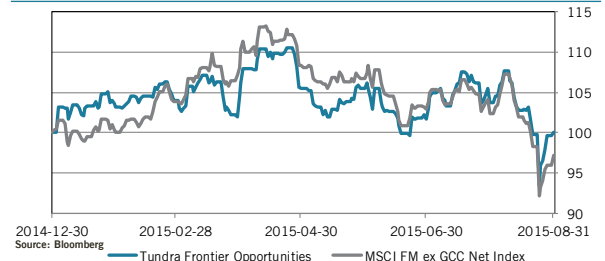
The market

MSCI Frontier Markets Index xGCC Net (SEK) fell 5.0% during the month, compared with MSCI Emerging Markets Net (SEK), which fell 9.5%. The month was characterized by the events in China and the aftermath of it. China's decision to allow the renminbi to depreciate 3% just before the middle of the month created public alarm on many equity and currency markets. It lowered expectations of an imminent rate hike by the FED, which meant that the dollar at a time during the month declined nearly 5% against EUR to eventually close down 1%. Many frontier markets use the dollar as a reference currency for their monetary policies, which reinforced the swings in the price movements during the month. Commodity dependent Kazakhstan devalued its currency, Tenge, 22% between August 18th and 20th. Even the currencies of countries which are less dependent on exports and benefit from lower commodity prices, such as Pakistan, however also suffered during the turmoil. August 24th the Pakistani Rupee weakened almost 2% vs the USD and almost 5% against the Euro. Hardest hit among the stock markets during the month was exports dependent Vietnam, which fell 13% but at one point was down nearly 20%. Vietnam reacted immediately on the Chinese action and let its currency, the Dong, depreciate 3% against the dollar during the month. Pakistan also joined the underperformers and fell sharply (-9%, of which half was due to a weaker currency), as did Kazakhstan (-10%). The best performing markets in August were the previous month's losers Argentina (-2%) and Nigeria (-2%) and Bangladesh once again provided a decent month, -2%, relative to other markets.

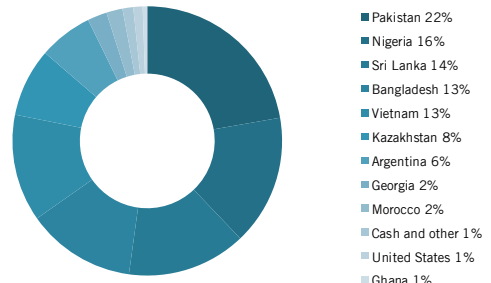
The fund

The fund fell 3.5%, compared with the benchmark index, which fell 5.0%. It was the worst possible conditions, with turbulent markets and significant outflows in the fund during the month, which in hindsight was handled well. It also meant significant reallocations where we chose to reduce the number of positions with about 1/3 and the percentage allocation of the remaining holdings were increased in accordance with conviction. A higher proportion of cash than normal and successful stock picking, especially in Pakistan, were the main reasons for the fund's excess return during the month.

Tundra Frontier Opportunities vs index (year-to-date)



Tundra Frontier Opportunities: Country allocation



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Tundra Nigeria & Sub-Sahara Fund (class A, SEK)

Return	NAV (SEK)	1 month	YTD	1 year	Inception
Tundra Nigeria & Sub-Sahara Fund	77.4	-6.9%	-11.7%	-23.6%	-22.6%
Benchmark (S&P Africa Frontier TR Index (SEK))	12231.7	-3.9%	-9.3%	-17.6%	-6.3%

Facts		Risk and costs*	
Inception date	2013-05-20	Active risk (Tracking error)	4.3%
Inception price	100	Standard deviation	19.7%
Pricing	Daily	Standard deviation, benchmark	19.0%
Manager	Tundra Fonder AB	Beta	1.01
Benchmark index	S&P Africa Frontier TR Index(SEK)	Information ratio	-1.61
Bank account	SEB 5851-1101667	Risk level	7 of 7 (refer to KIID for more info)
ISIN	SE0005188091	Management fee/year	2.5%
PPM	878223		
Bloomberg	TUNDNIG SS		
AuM	15,5 MSEK		

*Risk indicators are based on monthly rolling 24 months of return data. Funds with inception date within 24 months use weekly return data since inception.

Best performers in August

	Return (SEK)
Forte Oil Plc	31.8%
Uchumi Supermark	13.6%
Transnational Co	10.8%
Access Bank Plc	6.0%
Fnb Namibia Hold	4.6%

Worst performers in August

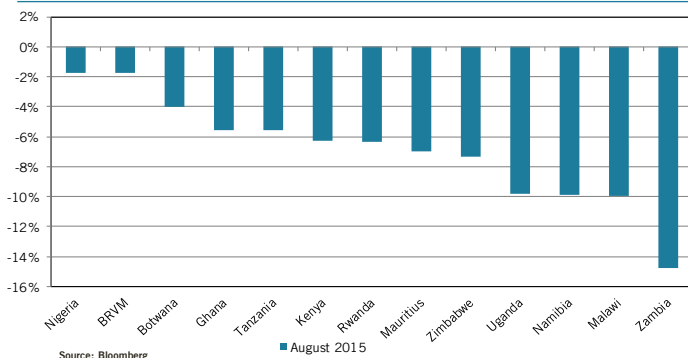
	Return (SEK)
Arm Cement Ltd	-23.5%
United Bank Afr	-22.7%
Seplat Petrol	-19.8%
Diamond Bank	-17.7%
Standard Charter	-16.8%

Five largest holdings

Holding	Portfolio weight	Country	P/E 2014A	P/E 2015E	Yield	Return 1 month (SEK)
Zenith Bank Plc	8.8%	Nigeria	4.9	4.8	1.5%	-5.3%
Guaranty Trust	8.2%	Nigeria	7.3	6.5	7.5%	-2.0%
Ecobank Transnat	5.3%	Togo	6.2	4.2	-	-4.7%
Diamond Bank	5.0%	Nigeria	2.3	3.0	2.9%	-17.7%
Uac Of Nigeria	4.8%	Nigeria	6.2	13.5	5.4%	-9.2%

Source: Bloomberg, Tundra Fonder

African markets (SEK, total return)



The market

S&P Africa Frontier Total Return Index decreased by 3.9% in August, outperforming other frontier markets (MSCI Frontier Markets xGCC Net -5%). Nigeria lost 1.7% in August, and is -12.4% YTD. Kenya fell even more, -6.3%, and is down 15.4% YTD. Nigeria was the best performing market in SSA while Zambia was the worst performer with a -14.8% return during the month. (all changes in SEK)

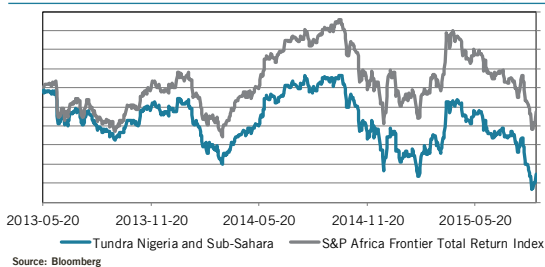
Normally the equity markets in Africa enjoy limited correlation with the rest of the world. China's devaluation of the Renminbi in August did however have substantial impact on African markets, particularly the already volatile currencies. Outside of that the news flow have been skewed to the positive with better results from banks in both Nigeria and Kenya, all time high electricity production in Nigeria and lower inflation in Kenya to name a few. On the negative, Q2 GDP growth in Nigeria came in much lower than expected at 2.35%, compared to the consensus estimate of 3.6% and 4% in the previous quarter. Lower growth in the manufacturing industry due to electricity shortage was one of the main culprits.

The fund

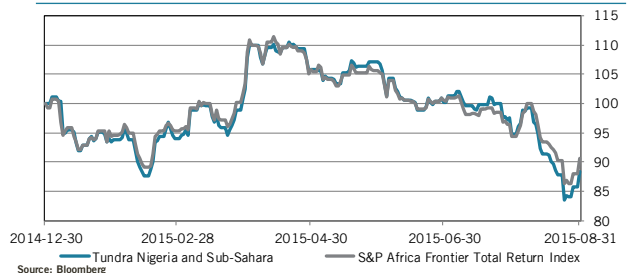
The fund lost 6.9% in August, worse than the benchmark return of -3.9%. The overweight in Nigerian Financials contributed negatively to relative performance. Additional underperformance stemmed from holdings in Ghana (where the currency depreciated substantially), Zimbabwe (where EcoNet continued to underperform) as well as the exposure in the Energy sector. Our continued overweight in Kenya recovered part of the underperformance.

During the past month, EcoNet was divested due to an ongoing deterioration of the regulatory environment. The company has fallen victim to the revenues strapped government's efforts to impose more taxes and other levies. Exposure to the Nigerian Consumer sector was reduced further as the outlook for spending in the country has deteriorated while valuations have not corrected accordingly. (all changes in SEK)

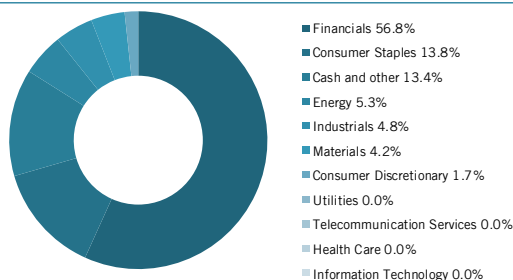
Tundra Nigeria & Sub-Sahara Fund vs index (since inception)



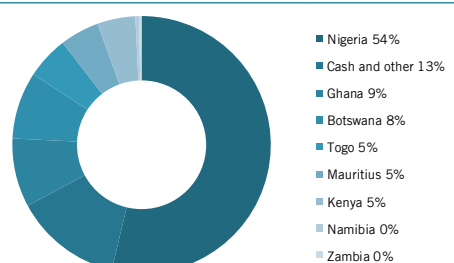
Tundra Nigeria & Sub-Sahara Fund vs index (year-to-date)



Tundra Nigeria & Sub-Sahara Fund: Sector allocation



Tundra Nigeria & Sub-Sahara Fund: Country allocation



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Return	NAV (SEK)	1 month	YTD	1 year	Inception
Tundra Pakistan Fund	297.0	-3.5%	10.3%	41.3%	197.0%
Benchmark (MSCI Pakistan Net (SEK))	6314.0	-8.8%	4.6%	21.4%	116.6%

Facts		Risk and costs*		
Inception date	2011-10-14	Active risk (Tracking error)		9.8%
Inception price	100.00	Standard deviation		20.6%
Pricing	Daily	Standard deviation, benchmark		20.2%
Manager	Tundra Fonder AB	Beta		0.90
Benchmark index	MSCI Pakistan Net (SEK)	Information ratio		2.38
Bank account	SEB 5851-1076190	Risk level	7 of 7 (refer to KIID for more info)	
ISIN	SE0004211308	Management fee/year		2.5%
PPM	705806			
Bloomberg	TUNDPK SS			
AuM	1231.3 MSEK			

*Risk indicators are based on monthly rolling 24 months of return data. Funds with inception date within 24 months use weekly return data since inception

Best performers in August

	Return (SEK)
Noon Pakistan	151.5%
Crescent Steel	24.8%
Efu Life Assuran	21.3%
Systems Ltd	15.9%
Searle Pakistan	12.4%

Worst performers in August

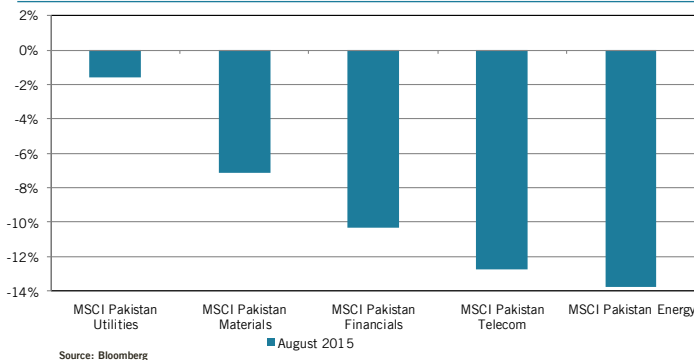
	Return (SEK)
Bata Pakistan	-18.7%
Packages Ltd	-16.8%
OGDC	-15.0%
Engro Polymer	-14.2%
Pak State Oil	-13.6%

Five largest holdings

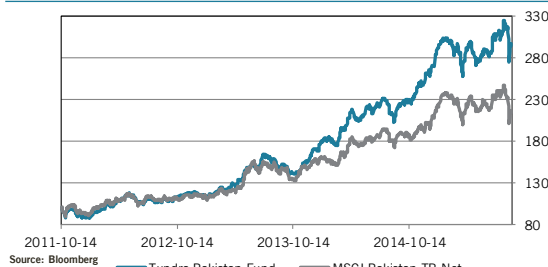
Holding	Portfolio weight	Country	P/E 2014A	P/E 2015E	Yield	Return 1 month (SEK)
Engro Corp	4.5%	Pakistan	20.3	10.1	1.3%	-4.3%
Pak State Oil	4.2%	Pakistan	3.9	9.8	3.2%	-13.6%
Mcb Bank Ltd	3.9%	Pakistan	11.6	10.7	6.1%	-11.3%
Nishat Mills Ltd	3.6%	Pakistan	-	-	3.9%	-7.2%
Meezan Bank Ltd	3.6%	Pakistan	11.0	11.7	6.3%	7.1%

Source: Bloomberg, Tundra Fonder

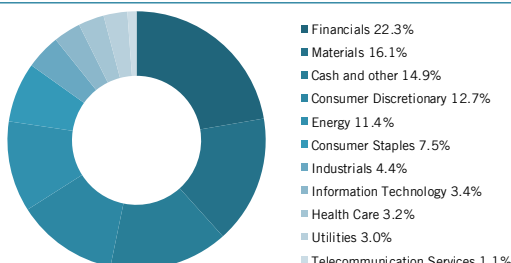
Pakistan sector indices (SEK, total return)



Tundra Pakistan Fund vs index (since inception)



Tundra Pakistan Fund: Sector allocation



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The market

MSCI Pakistan Net (SEK) fell by 8.8% during August'15 compared to MSCI Emerging Markets Net (SEK) which fell by 9.5%. Daily traded value declined to USD 127m in August from USD 146m in July. The rout in the regional markets also engulfed Pakistan resulting in increased volatility and lower turnover. Foreigners remained net sellers worth USD 61m. Some turbulence was also seen on the local political front, where the nation's fourth largest party MQM submitted their resignations in the National Assembly and arrest warrants were issued for PPP's key leaders. Moreover, the election tribunal results for the rigging inquiry for two important constituencies, including the seat of the current speaker of the National assembly, went in favour of PTI, and re-elections have been scheduled in October. On the macro front, IMF's 8th review was completed successfully and ADB okayed USD 1.2bn/annum assistance program, which is likely to continue for 5 years. PKR weakened by approximately 2.2% against the USD, and exports depicted a dip of 17% YoY in July, majorly hit by textile segment's lacklustre performance. July's inflation reading was a 12-year low at 1.8% which built expectations of another policy rate cut in mid-September.

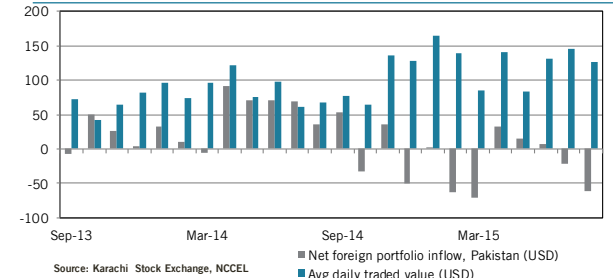
The fund

The fund fell 3.5% during the month, which was significantly better than the market, which fell 8.8%. Good stock selection in all sectors except Materials was the reason. Particularly strong was the stock selection in Financials where one of our largest holdings, Meezan Bank, rose 7% after a strong report in a weak market. Our positions in Health care (Searle, Feroz and Shifa Hospitals) also gave a strong relative contribution as well as our portfolio of Consumer staples, which rose 10% in a declining market. It was a tricky month where we had to deal with significant inflows towards the end of the month, which was carried out in a satisfactory manner. The fund did not add any new holdings over the month. In terms of sector allocations, we marginally weighted up the Energy sector and weighted down Health care.

Tundra Pakistan Fund vs index (year-to-date)



Foreign flows and daily turnover on the Karachi Stock Exchange



Return	NAV (SEK)	1 month	YTD	1 year	Inception
Tundra Rysslandsfond	80.4	-6.0%	16.7%	-12.6%	-19.7%
Jmf-index (MSCI Russia Net (SEK))	3396.0	-5.4%	17.7%	-11.7%	-12.0%

Facts		Risk and costs*	
Inception date	2011-10-14	Active risk (Tracking error)	9.4%
Inception price	100,00	Standard deviation	24.9%
Pricing	Daily	Standard deviation, benchmark	30.8%
Manager	Tundra Fonder AB	Beta	0.78
Benchmark index	MSCI Russia Net (SEK)	Information ratio	0.16
Bank account	SEB 5851-1076212	Risk level	7 of 7 (refer to KIID for more info)
ISIN	SE0004211274	Management fee/year	2.5%
PPM	741637		
Bloomberg	TUNDRYS SS		
AuM	13.4 MSEK		

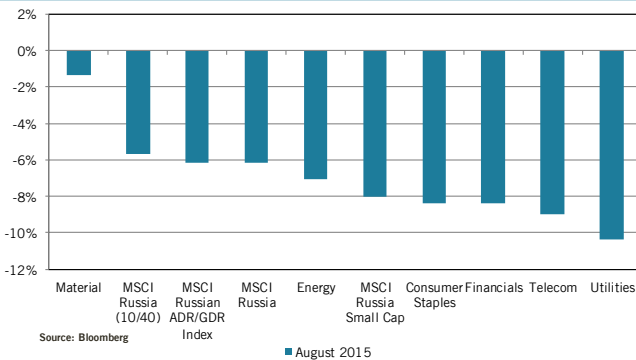
*Risk indicators are based on monthly rolling 24 months of return data. Funds with inception date within 24 months use weekly return data since it

Best performers in August		Worst performers in August	
	Return (SEK)		Return (SEK)
Phosagro Oao-Cls	9.5%	Halyk Savings Bk	-25.6%
Ak Transneft-Prf	7.2%	Eurasia Dril-Gdr	-21.4%
Mmc Norlisk Nick	5.1%	Dixy Group Pjsc	-11.3%
Novatek Oao	0.4%	Bank St Petersburg	-11.2%
Surgutneftg-Prf	0.4%	Sistema Jscf	-10.4%

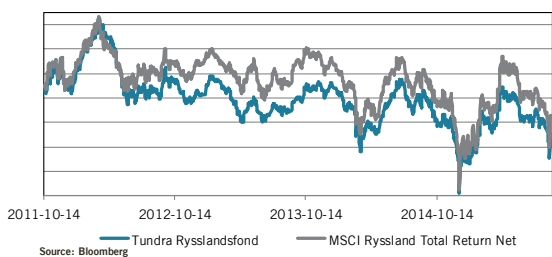
Five largest holdings						
Holding	Portfolio weight	Country	P/E 2014A	P/E 2015E	Yield	Return 1 month (SEK)
Sberbank	9.0%	Russia	5.9	9.0	0.6%	-3.4%
Gazprom Pao	9.0%	Russia	4.3	2.7	5.0%	-2.5%
Mmc Norlisk Nick	8.0%	Russia	8.0	7.9	2.7%	5.1%
Surgutneftgas	6.7%	Russia	1.4	4.1	1.9%	-5.4%
Lukoil Pjsc	5.8%	Russia	4.2	6.5	6.2%	-6.5%

Source: Bloomberg, Tundra Fonder

Russian sectors and indices (SEK, total return)

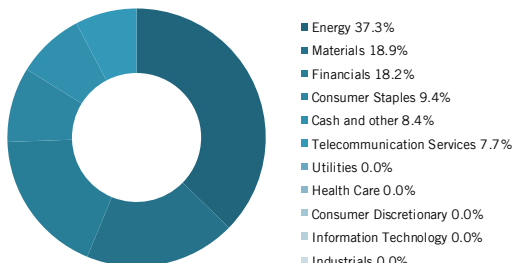


Tundra Rysslandsfond vs index (since inception)



Source: Bloomberg

Tundra Rysslandsfond: Sector allocation



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The market

MSCI Russia Net fell 5.4% (SEK), compared to other emerging markets (MSCI Emerging Markets Net), which fell 9.5%. Best sector during the month was Industrials, which fell 1.3%. Worst sector was Utilities, which fell 10.3%. The small cap index fell 8.0% during the month.

The crude oil price (Brent) was very volatile during August. Prices initially fell sharply (-18%) to rise more than 25% the last three trading days in August and finish the month up nearly 4% in USD. At the end of the month came an initiative by Venezuela on production cutbacks not only in OPEC but also the main producers outside of OPEC. An initiative to reduce excess production and the large aggregate short positions among financial players was enough to lift the prices.

Saudi Arabia seems indifferent to all proposals for production cuts as yet. Previously, we have seen how the number of drilling rigs in the US has fallen by over 40% in one year. Recently Lukoil (Russia's largest private oil company) reported that the number of meters drilled in Western Siberia has decreased by 40% compared with a year ago. Lukoil refers to the lack of funding as the reason that they cannot drill as much as planned. The lower oil price is impacting far more producers than shale gas producers in the United States, which has been known for some time.

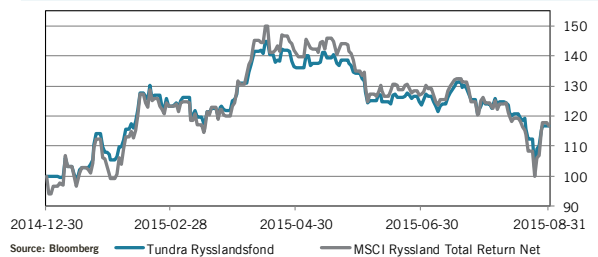
August was an unusual month as the Russian stock market outperformed emerging markets despite the turbulence worldwide. Typically, Russian equities fall more than other emerging markets when financial markets are in a turbulent situation.

The fund

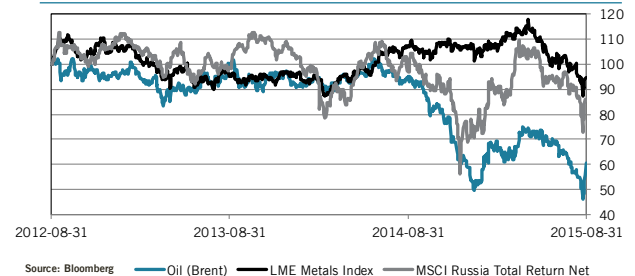
Tundra Rysslandsfond fell 6.0% in August, while the market as measured by MSCI Russia Net fell 5.5% (SEK).

The entire holding in Luxoft was divested in August as the share price has risen more than 80% in SEK year to date. Luxoft makes software development, primarily for the financial and automotive industries in the US and Europe with developers in Russia/Ukraine and other parts of Eastern Europe. Valuation is nevertheless high, which was the reason for the sale.

Tundra Rysslandsfond vs index (year-to-date)



MSCI Russia, oil price and LME Metals Index (USD)(rebased)



Source: Bloomberg



Monthly Letter August 2015

Tundra Sustainable Frontier Fund (class A, SEK)

Return	NAV (SEK)	1 month	YTD	1 year	Inception
Tundra Sustainable Frontier Fund	94.6	-	-	-	-5.4%
Benchmark (MSCI FM xGCC Net (SEK))	5072.1	-	-	-	-5.8%

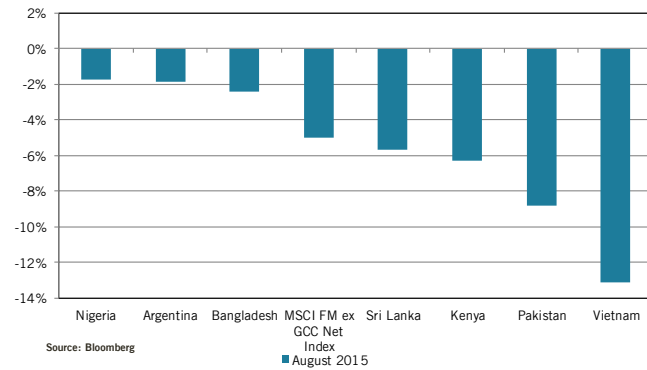
Facts		Risk and costs*	
Inception date	2015-08-03	Active risk (Tracking error)	-
Inception price	100.00	Standard deviation	-
Pricing	Daily	Standard deviation, benchmark	-
Manager	Tundra Fonder AB	Beta	-
Benchmark index	MSCI FM xGCC Net (SEK)	Information ratio	-
Bank account	SEB 5851-1107312	Risk level	7 of 7 (refer to KIID for more info)
ISIN	SE0005797206	Management fee/year	2.5%
PPM	-		
Bloomberg	TUNDUSUS		
AuM	104.6 MSEK		

*Risk indicators are based on monthly rolling 24 months of return data. Funds with inception date within 24 months use weekly return data since inception

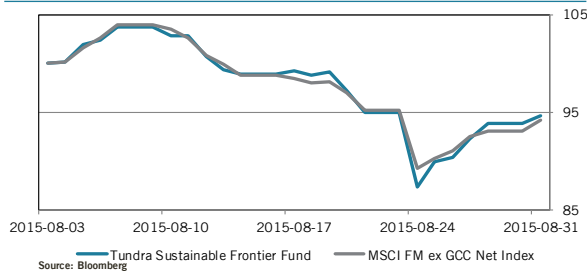
Best performers in August		Worst performers in August	
	Return (SEK)		Return (SEK)
Islami Bank Bang	15.9%	Kcell	-34.0%
Bbva Banco Franc	13.2%	Halyk Savings Bk	-25.6%
Ct Holdings Plc	7.8%	United Bank Afr	-22.7%
Cargills Ceylon	7.6%	Bim Son Cement J	-22.6%
Banco Macro Sa-B	7.1%	Dat Xanh Real Es	-18.4%

Five largest holdings					Return 1
Holding	Portfolio weight	Country	P/E 2014A	P/E 2015E	month (SEK)
Zenith Bank Plc	6.8%	Nigeria	4.9	4.8	-5.3%
Meezan Bank Ltd	4.7%	Pakistan	11.0	11.7	7.1%
John Keells Hldg	4.3%	Sri Lanka	17.1	15.6	-10.7%
Kmg Ep	4.3%	Kazakhst.	-	-	-15.1%
Fpt Corp	3.9%	Vietnam	10.6	9.6	-8.9%

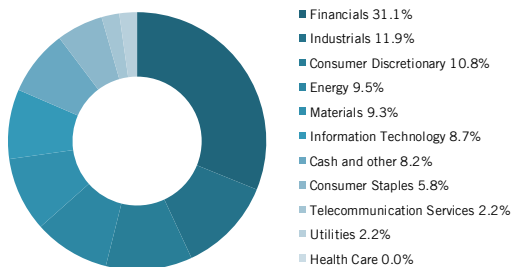
Major frontier markets (SEK, total return)



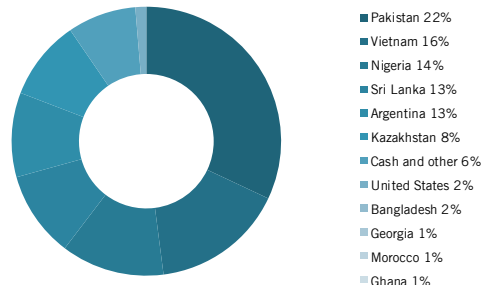
Tundra Sustainable Frontier Fund vs index (since inception)



Tundra Sustainable Frontier Fund: Sector allocation



Tundra Sustainable Frontier Fund: Country allocation



The market

MSCI Frontier Markets Index xGCC Net (SEK) fell 5.0% during the month, compared with MSCI Emerging Markets Net (SEK), which fell 9.5%. The month was characterized by the events in China and the aftermath of it. China's decision to allow the renminbi to depreciate 3% just before the middle of the month created public alarm on many equity and currency markets. It lowered expectations of an imminent rate hike by the FED, which meant that the dollar at a time during the month declined nearly 5% against EUR to eventually close down 1%. Many frontier markets use the dollar as a reference currency for their own monetary policies, which reinforced the swings in the price movements during the month. Commodity dependent Kazakhstan devalued its currency, Tenge, 22% between August 18th and 20th. Even the currencies of countries which are less dependent on exports and benefit from lower commodity prices, such as Pakistan, however also suffered in the turmoil. August 24th the Pakistani Rupee weakened almost 2% vs the USD and almost 5% against the Euro. Hardest hit by the stock markets during the month was exports dependent Vietnam, which fell 13% but at one time was down nearly 20%. Vietnam reacted immediately on the Chinese action and let its currency, the Dong, depreciate 3% against the dollar during the month. Pakistan also joined the underperformers and fell sharply (-9%, of which half was due to a weaker currency), and Kazakhstan (-10%). The best performing markets in August were the previous month's losers Argentina (-2%) and Nigeria (-2%) and Bangladesh once again provided a decent month, -2%, relative to other markets.

The fund

The world's first Frontier fund with a focus on sustainability was launched on August 3rd. From inception to month end it fell 5.4%, compared with the benchmark index, which fell 5.8%. The start-up month for a new fund is normally a bit special but we note that the allocation process worked well. With the exception of Bangladesh (delayed account opening), we have reached the positioning as intended. Successful stock picking in Pakistan was the single most important reason for the fund's relative performance. The ongoing work that is done within the ESG context (Environmental, Social & Governance) will be published quarterly in a separate report where the first report will be published in October.

Capital invested in a fund may either increase or decrease in value and it is not certain that you will be able to recover all of your investment. Historical return is no guarantee of future return. The value of invested capital may vary substantially due to the composition of the fund and the investment process used by the fund manager. The Full Prospectus, KIID etc. are available on our homepage. You can also contact us to receive the documents free of charge. Please contact us if you require any further information: +46 8-55 11 45 70.

Return	NAV (SEK)	1 month	YTD	1 year	Inception
Tundra Vietnam Fund	127.1	-10.3%	8.0%	2.4%	27.1%
Jmf-index (FTSE Vietnam Index Net (SEK))	2166.6	-13.1%	-1.1%	-6.0%	18.1%

Facts		Risk and costs*	
Inception date	2014-05-06	Active risk (Tracking error)	7.1%
Inception price	100,00	Standard deviation	26.4%
Pricing	Dagligen	Standard deviation, benchmark	30.0%
Manager	Tundra Fonder AB	Beta	0.86
Benchmark index	FTSE Vietnam Index TR (SEK)	Information ratio	0.96
Bank account	SEB 5851-1103805	Risk level	7 of 7 (refer to KIID for more info)
ISIN	SE0005797099	Management fee/year	2.5%
PPM	762823		
Bloomberg	TUNDVIE SS		
AuM	202.4 MSEK		

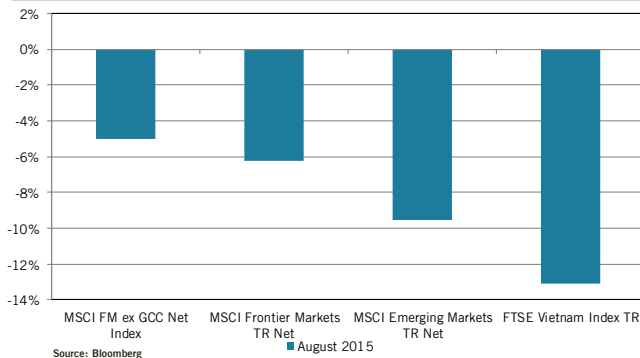
*Risk indicators are based on monthly rolling 24 months of return data. Funds with inception date within 24 months use weekly return data since inception

Best performers in August		Worst performers in August	
	Return (SEK)		Return (SEK)
Saigon Securitie	0.0%	Jap Viet Med Ins	-40.6%
Viet Nam Dairy P	-1.2%	Hung Vuong Corp	-30.7%
Petrovietnam Nho	-2.7%	Kinh Bac City De	-26.8%
Hatien 1 Cement	-2.8%	Nam Kim Steel Js	-23.3%
Sao Ta Foods Jsc	-2.8%	Bim Son Cement J	-22.6%

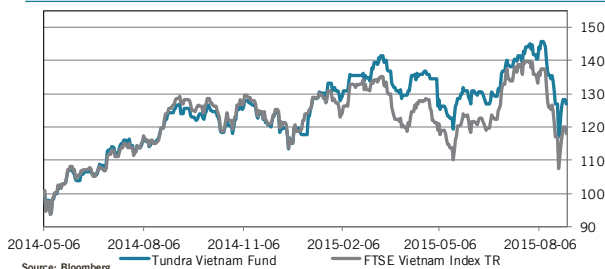
Five largest holdings						Return 1
Holding	Portfolio weight	Country	P/E 2014A	P/E 2015E	Yield	month (SEK)
Hoa Phat Grp Jsc	6.5%	Vietnam	7.0	7.8	2.2%	-8.7%
Vingroup Jsc	6.3%	Vietnam	16.8	22.1	-	-8.1%
Masan Group Corp	5.6%	Vietnam	57.0	29.7	-	-14.6%
Fpt Corp	5.1%	Vietnam	10.6	9.6	4.5%	-8.9%
Hatien 1 Cement	4.7%	Vietnam	43.3	12.0	-	-2.8%

Source: Bloomberg, Tundra Fonder

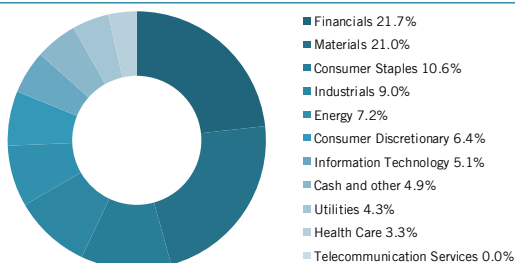
Various frontier market indices (SEK, total return)



Tundra Vietnam Fund vs index (since inception)



Tundra Vietnam Fund: Sector allocation



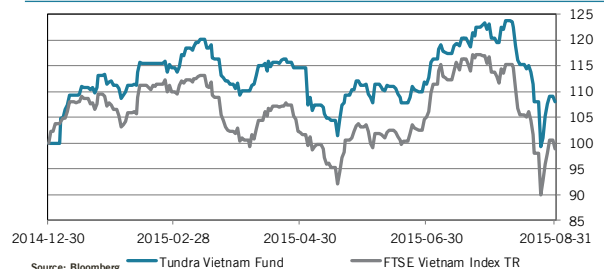
The market

The FTSE Vietnam TR (SEK) fell 13.1% during the month, compared with the MSCI Emerging Markets Net (SEK), which fell 9.5%. The main reason for the sharp decline in share prices was the course of events in China, where the devaluation of the renminbi by 2% caused great concern in Vietnam whose economy is more than 80% derived from net exports and where the perceived major competitor is still China. Vietnam's central bank reacted immediately with measures depreciating the Vietnamese Dong by 3%. The global equity market turmoil and highly leveraged local investors reinforced the downturn and at a time during the month, the stock market was down 20% to later recover. The global turmoil in FX and equity market turmoil overshadowed the fact that the details of how the Vietnamese stock market will gradually remove the foreign ownership limitations (FOL), the so-called "Circular 123", was published and was unexpectedly detailed. The opening of the Vietnamese stock market (currently foreign ownership limitations of 30-49% are imposed) has the opportunity to become an essential market influencing factor towards the end of the year. Further details of any remaining restrictions are to be published in September and October but provided these do not affect the opening substantially negative, we believe the market will gradually focus more and more on the FOL removals towards the end of the year and the start of next year.

The fund

The fund fell 10.3% during the month, compared with the market which fell 13.1%. The positive relative return was in equal parts attributable to sector allocations and stock selections. Our overweights in Energy, Healthcare and IT impacted positively, while our overweight in Industrials contributed negatively. Good stock selection in all sectors, except Materials (primarily Bim Son Cement which fell 23%), contributed positively. No major portfolio changes occurred during the period.

Tundra Vietnam Fund vs index (year-to-date)



Daily turnover on the Ho Chi Minh Stock Exchange



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	Return SEK (%)			
	August	3 months	Year to date	12 months
Emerging Markets				
MSCI Emerging Markets TR Net	-9,5	-17,7	-4,4	-6,0
Brazil	-14,6	-21,9	-24,5	-42,3
Chile	-4,1	-5,1	-3,9	-10
Colombia	-12,7	-19,9	-27,1	-44,1
The P Philippines	-7,8	-9,7	4,5	17,9
India	-9,3	-7,0	4,3	12,7
Indonesia	-9,1	-19,2	-15,6	-8,7
China (A shares)	-14,6	-32,5	3,6	69,2
China (H shares)	-12,2	-25,7	-0,2	10,6
Malaysia	-15,7	-20,0	-16,4	-20,1
Egypt	-12,3	-17,7	-12,6	-4,5
Mexico	-7,0	-9,9	-1,5	-8,1
Peru	-12,8	-21,7	-17,0	-13,8
Poland	-3,9	-10,2	-2,4	-4,1
Russia	-6,2	-13,4	16,7	-12,4
South Africa	-8,0	-10,5	-2,5	1,8
South Korea	-6,3	-17,2	-4,8	-10,2
Taiwan	-8,5	-17,5	-1,2	3,4
Thailand	-6,3	-12,9	-5,9	-1,4
Czech Republic	-3,4	0,4	7,7	5,3
Turkey	-10,7	-16,4	-20,5	-14,0
Hungary	-6,9	-3,8	35,0	30,0
United Arab Emirates	-9,4	-4,7	7,5	-2,4
Qatar	-2,5	-3,5	-1,4	4,0
Latin America	-11,0	-17,3	-15,8	-29,8
Asia	-10,3	-18,8	-2,1	2,4
EMEA	-7,8	-11,5	-0,9	-6,0
Frontier Markets				
MSCI Frontier Markets 100 TR Net	-6,3	-8,7	-3,0	-4,7
MSCI Frontier Markets xGCC Net	-5,0	-8,9	-2,8	-3,1
Argentina	-1,8	-15,2	5,0	20,1
Bangladesh	-2,4	6,3	8,5	32,4
Bosnia and Herzegovina	1,4	1,7	-0,2	4,5
Bulgaria	-1,0	-8,6	-25,6	-30,3
Ecuador	-2,0	-3,4	8,2	24,3
Morocco	-4,0	-1,1	-0,7	5,6
Estonia	4,0	8,9	20,3	15,1
Tunisia	-1,3	-0,3	7,7	18,7
Ghana	-5,6	-5,5	-13,5	15,8
Kazakhstan	-9,6	-21,3	-26,2	-40,3
Kenya	-6,3	-18,9	-15,4	0,0
Croatia	-1,5	3,5	8,6	10,6
Kuwait	-9,2	-8,8	-6,5	-10,6
Latvia	0,3	-1,2	8,3	6,0
Lithuania	0,3	0,5	9,4	10,8
Mauritius	-7,0	0,5	-2,5	2,7
Mongolia	-7,6	-3,3	-10,1	-10,0
Nigeria	-1,7	-16,8	-12,4	-27,6
Pakistan	-8,8	-2,5	4,6	21,4
Jordan	8,3	0,3	17,0	22,3
Romania	-8,1	1,6	14,2	9,8
Serbia	-3,6	-4,1	-9,9	-21,4
Slovakia	4,9	3,1	16,2	28,4
Slovenia	-7,2	-7,9	-0,3	-2,5
Sri Lanka	-5,7	5,8	-3,1	11,5
Ukraine	-10,0	-8,9	-9,1	-24,3
Vietnam	-13,1	-4,1	-1,1	-6,0
Developed Markets				
MSCI World TR Net	-7,1	-7,3	6,1	17,0
Hong Kong	-13,3	-16,8	5,2	11,8
Nasdaq	-7,4	-5,9	9,4	27,2
Nikkei 225	-6,3	-7,1	17,2	27,1
OMX Stockholm 30	-6,6	-8,6	5,1	11,4
S&P 500	-6,8	-6,6	3,8	20,1
Singapore	-12,1	-17,0	-9,9	-3,8
STOXX Europe 600	-7,6	-7,3	8,7	11,7
Sectors (Emerging Markets)				
Financials	-11,6	-20,6	-7,8	-4,0
Industrials	-8,7	-17,6	-3,1	-2,2
Consumer Staples	-7,8	-9,3	3,9	3,2
Energy	-10,1	-18,3	-1,8	-25,1
IT	-9,1	-19,7	-4,3	0,5
Utilities	-11,5	-18,1	-9,4	-10,5
Healthcare	-3,5	-9,4	7,0	19,1
Materials	-7,4	-18,6	-8,4	-18,8
Consumer Discretionary	-7,8	-15,9	-4,3	-7,2
Telecom	-10,0	-13,2	-2,3	-3,4

	Return in USD (%)			
	August	3 months	Year to date	12 months
Soft commodities				
Coffe	-3,8	-4,4	-26,9	-38,4
Cocoa	-3,3	0,6	4,4	-3,6
Corn	-1,6	2,0	-12,9	-7,6
Palm oil	-16,8	-22,3	-29,8	-24,7
Rice	3,2	24,9	2,1	-5,6
Soya	-5,6	-2,0	-13,1	-14,4
Wheat	-3,9	-2,4	-22,4	-22,2
Energy				
Cool (cooking coal, China)	-3,1	-3,1	-14,5	-15,3
Cool (steam coal, South Africa)	-5,1	-13,2	-15,5	-23,0
Natural Gas (Henry Hub)	-1,0	1,8	-13,1	-33,8
Oil (Arabian Light)	-9,5	-21,2	-11,9	-53,3
Oil (Brent)	3,7	-17,4	-6,5	-47,5
Oil (WTI)	4,4	-18,4	-9,1	-48,7
Fertilizers				
Ammonia	0,0	2,2	-26,4	-19,3
Phosphorus	0,0	5,6	4,8	3,9
Potash	-1,9	-9,0	-14,5	-14,9
Sulfur	0,0	3,8	6,2	0,7
Urea	-0,4	-9,4	-17,8	-19,1
Metals				
Aluminum	-0,9	-7,9	-13,7	-23,5
Gold	3,5	-4,8	-5,8	-11,9
Copper	-1,8	-14,6	-18,8	-26,5
Nickel	-8,9	-20,3	-33,3	-46,5
Palladium	-1,7	-22,6	-25,1	-33,5
Platinum	2,7	-9,2	-16,7	-29,1
Silver	-0,9	-12,6	-10,2	-24,8
Steel	-4,2	-17,9	-33,3	-39,3
Zinc	-5,6	-17,3	-17,2	-23,3

	SEK per 1 local currency				Change (%)			
	2015-08-31	2015-05-29	2014-12-30	2014-08-29	August	3 months	Year to date	12 months
Argentina (Peso)	0,925	0,9449	0,9063	0,8275	-1,7	-3,4	0,7	10,3
Bangladesh (Taka)	0,1091	0,1092	0,0995	0,0898	-0,6	-0,2	9,6	21,4
Bosnia Hercegovina (Mark)	4,8553	4,7713	4,8241	4,6715	1,4	1,8	0,6	3,9
Brazil (Real)	2,3430	2,6729	2,9161	3,1100	-6,0	-12,3	-19,7	-24,7
Bulgaria (Lev)	4,8592	4,7756	4,8175	4,6687	1,4	1,8	0,9	4,1
Chile (Peso) X100	0,0123	0,0137	0,0128	0,0118	-3,4	-10,8	-4,1	3,6
Colombia (Peso) x100	0,0028	0,0034	0,0033	0,0036	-6,2	-17,2	-14,7	-23,2
Egypt (Pound)	10836	1144	10827	0,9724	-0,7	-2,8	0,1	11,4
Euro	9,4857	9,3468	9,4165	9,1811	0,1	1,5	0,7	3,3
Philippines (Peso)	0,1813	0,1906	0,1732	0,1595	-2,8	-4,8	4,7	13,7
United Arab Emirates (Dirham)	2,3095	2,3132	2,1100	1,8932	-0,6	-0,2	9,5	22,0
Hong Kong (Dollar)	10945	10958	0,9990	0,8972	-0,5	-0,1	9,6	22,0
India (Rupee)	0,1276	0,1331	0,1223	0,1149	-4,1	-4,1	4,3	11,0
Indonesia (Rupiah) X100	0,0006	0,0006	0,0006	0,0006	-4,3	-6,1	-3,3	1,4
Japan (Yen) X100	0,0700	0,0684	0,0649	0,0668	1,6	2,2	7,8	4,7
Kazakhstan (Tenge)	0,0353	0,0457	0,0424	0,0382	-22,4	-22,8	-16,8	-7,7
Kenya (Shilling)	0,0816	0,0871	0,0855	0,0786	-2,1	-6,4	-4,6	3,8
China (Renminbi)	13,298	13,709	12,494	13,18	-3,2	-3,0	6,4	17,5
Croatia (Kuna)	12,584	12,337	12,297	11,985	1,9	2,0	2,3	5,0
Kuwait (Dinar)	28,0717	28,0356	26,4574	24,4132	-0,3	0,1	6,1	15,0
Latvia (Lati)	13,5247	13,2898	13,4058	12,9925	1,4	1,8	0,9	4,1
Malaysia (Ringgit)	2,0233	2,3166	2,2158	2,2061	-9,1	-12,7	-8,7	-8,3
Morocco (Dirham)	0,8738	0,8641	0,8573	0,8191	0,5	1,1	1,9	6,7
Mexico (Peso)	0,5068	0,5525	0,5258	0,5314	-4,3	-8,3	-3,6	-4,6
Mongolia (Togrog)	0,0043	0,0045	0,0041	0,0038	-1,0	-4,3	3,4	11,0
Nigeria (Naira)	0,0426	0,0427	0,0422	0,0429	-0,6	-0,2	1,0	-0,5
Pakistan (Rupee)	0,0814	0,0833	0,0769	0,0683	-2,9	-2,3	5,8	19,2
Peru (new Sol)	2,6209	2,6917	2,5889	2,4441	-2,0	-2,6	1,2	7,2
Poland (Zloty)	2,2462	2,2707	2,1997	2,1692	-0,7	-1,1	2,1	3,6
Qatar (Rial)	2,3293	2,3342	2,1281	1,9095	-0,6	-0,2	9,5	22,0
Romania (Lei)	2,1450	2,1014	2,0999	2,0763	0,9	2,1	2,1	3,3
Russia (Rubel)	0,1315	0,1623	0,1376	0,1173	-4,9	-19,0	-4,5	-29,8
Serbia (Dinar)	0,0790	0,0775	0,0781	0,0775	1,4	2,0	1,2	2,0
Singapore (Dollar)	6,0097	6,3038	5,8640	5,5687	-3,3	-4,7	2,5	7,9
Sri Lanka (Rupee)	0,0630	0,0634	0,0590	0,0534	-1,2	-0,6	6,7	18,0
Sydafrika (rand)	0,6396	0,6991	0,6697	0,6519	-4,9	-8,5	-4,5	-1,9
South Korea (Won)	0,0072	0,0077	0,0071	0,0069	-1,6	-6,5	1,7	4,6
Taiwan (Dollar)	0,2597	0,2768	0,2442	0,2323	-3,6	-6,2	6,3	11,8
Thailand (Bhat)	0,2366	0,2521	0,2356	0,2177	-2,9	-6,1	0,4	8,7
Czech (Koruny)	0,3515	0,3404	0,3398	0,3293	1,6	3,3	3,5	6,8
Turkey (Lira)	2,9149	3,1906	3,3270	3,2148	-5,3	-8,6	-12,4	-9,3
Ukraine (Hryvnia)	0,3812	0,4036	0,4899	0,5268	-5,1	-5,5	-22,2	-27,6
Hungary (Forint)	0,0303	0,0302	0,0299	0,0290	-0,7	0,3	1,2	4,4
USD	8,4827	8,4962	7,7499	6,9536	-0,6	-0,2	9,5	22,0
Vietnam (Dong) X1000	0,0004	0,0004	0,0004	0,0003	-3,5	-3,1	4,2	15,0

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