

# TUNDRA FONDER

MONTHLY LETTER — SEPTEMBER 2014



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## Summary emerging and frontier markets – September 2014

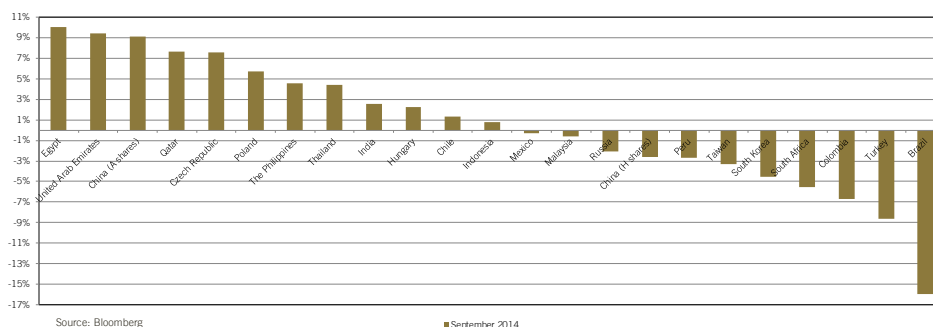
While emerging markets had a tough September (MSCI Emerging Markets Net -3.7%), frontier markets rose sharply (MSCI Frontier Markets xGCC Net +5.0%). Both in SEK. Frontier markets experienced the single best month so far this year with the exception of May. Year-to-date, frontier markets have risen 23.7%, substantially more than the return from both emerging market (15.1%) and developed markets (17.0%). As usual, the difference between the out- and underperformers was substantial. Noticeable is Bangladesh with a 21.1% return in September, followed by Argentina (+15.9%). Among the major frontier markets, Vietnam lost out with a -0.9% return during the month. Among emerging markets, a majority of the BRIC markets and several of the other major markets struggled in September. Brazil fell 16.2% after incumbent president Rousseff appears to have a good chance of being re-elected in the upcoming presidential election and the market can hence expect a policy similar to the one during the past years causing the country's economy to tumble. Also Russia and China fell in September, as well as Turkey, South Korea and South Africa. It is worthwhile noticing that the return spread in September between the 'new' (Sub-Sahara) and 'old' (South Africa) Africa amounted to 8.6% in favour of Sub-Sahara.

The fact that frontier economies are growing rapidly is not only noticeable in the equity markets – in Pew Research Center's latest survey among consumers in a large number of countries the optimism associated with the economic state of the consumer's own country has risen since the previous survey and has now reached an all time high. In for instance Nigeria, 72% of the participants believe the economy will be even stronger in 2015.

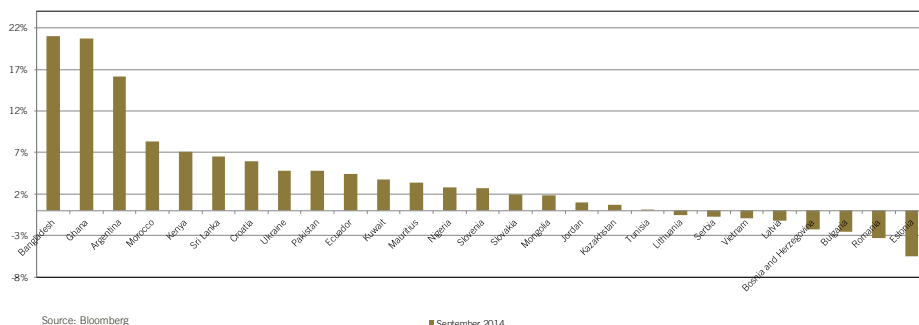
Inflows into equity funds focused on frontier markets continued and it is reasonable to expect 2014 inflows to hit an all time high level only topped by 2013 compared to the available history going back to 2008. During the first eight months of the year, inflows amounted to USD 2.0 billion according to EPFR. A majority of this ended up in actively managed funds given the weak relative performance of most frontier ETF and index trackers.

In the global news flow during the past month, we notice that Blackstone now has decided to start investing in Russia. Blackstone is not alone – a number of private equity funds have left the country over the past few years on the back of escalating corruption and state intervention. This is reflected in the development of Russian listed equity space, which has fallen 9% in the past year. Compare this with Vietnam, where private equity firms are lined up to expand their investments. For instance, we noticed media reports during the past month stating that Mekong Capital is looking for seed capital for its fourth and so far biggest private equity fund. Well known KKR and Standard Chartered has down similar moves. FTSE Vietnam Index Total Return has risen 44% (in SEK) over the past year.

### Emerging markets (SEK, total return)



### Frontier markets (SEK, total return)



## Monthly letter Tundra Frontier Opportunities (class A, SEK) – September 2014

Return	NAV (SEK)	1 month	YTD	1 year	Inception
Tundra Frontier Opportunities	149.1	4.1%	28.3%	42.4%	49.1%
Benchmark (MSCI FM xGCC Net (SEK))	5497.3	5.0%	23.7%	33.4%	36.4%

Facts	Risk and costs*
Inception date	2013-04-02
Inception price	100.00
Pricing	Daily
Manager	Tundra Fonder AB
Benchmark index	MSCI FM xGCC Net (SEK)
Bank account	SEB 5851-1078355
ISIN	SE0004211282
PPM	861229
Bloomberg	TUNDFRO SS
AuM	802.4 MSEK

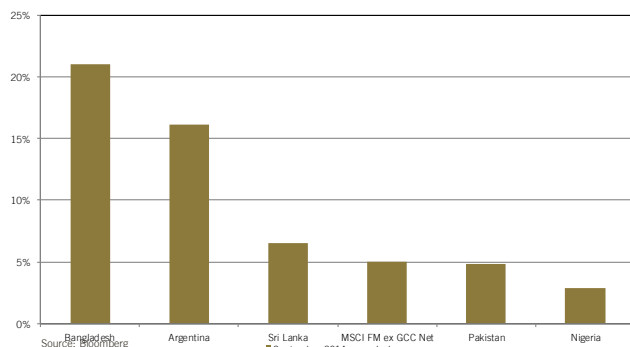
\* Risk indicators are based on monthly rolling 24 months of return data. Funds with inception date within 24 months use weekly return data since inception

Best performers in September		Worst performers in September	
	Return (SEK)		Return (SEK)
Searle Pakistan	43.9%	Kumba Iron Ore L	-18.5%
Bbva Banco Franc	43.6%	Vingroup Jsc	-15.2%
Shifa In Hospita	39.4%	Uchumi Supermark	-12.0%
Ypf Sa-D	36.2%	United Bank Afr	-10.6%
Grupo Galicia-B	33.1%	Fbn Holdings Plc	-8.5%

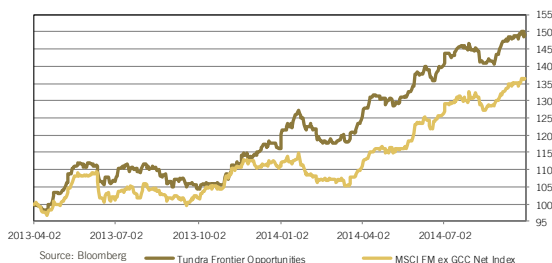
Five largest holdings	Portfolio weight	Country	P/E 2013A	P/E 2014E	Yield	Return 1 month (SEK)
John Keells Hldg	4.4%	Sri Lanka	20.9	21.0	1.3%	5.2%
Ypf Sa-D	4.0%	Argentina	41.3	24.4	0.3%	36.2%
Zenith Bank Plc	3.9%	Nigeria	8.5	7.7	7.2%	2.2%
Fbn Holdings Plc	3.9%	Nigeria	5.8	5.5	8.2%	-8.5%
Guaranty Trust	3.3%	Nigeria	9.7	9.1	5.7%	3.0%

Source: Bloomberg, Tundra Fonder

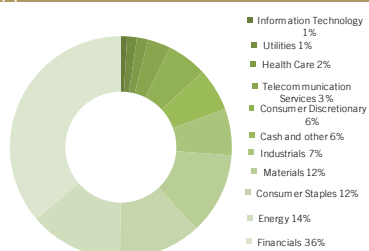
### Major frontier markets (SEK, total return)



### Tundra Frontier Opportunities vs index (since inception)



### Tundra Frontier Opportunities: Sector allocation



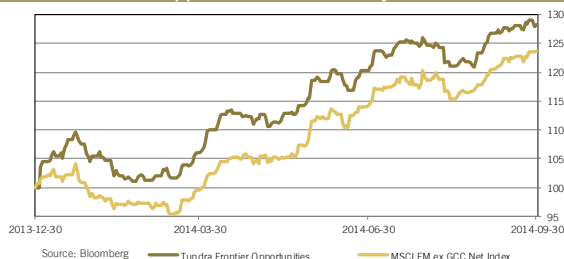
### The market

MSCI Frontier Markets xGCC Net (SEK) rose 5.0% during the month, compared to MSCI Emerging Markets Net (SEK), which fell 3.7%. Among individual markets Argentina (+16.2%) and Bangladesh (+21.1%) stood out in a positive manner while Vietnam (-0.9%) was the only frontier market showing a decline during September. Noteworthy was the Swedish Krona's weakening by 4% which added to performance throughout markets and also the reminder of historical low correlation between frontier and emerging markets.

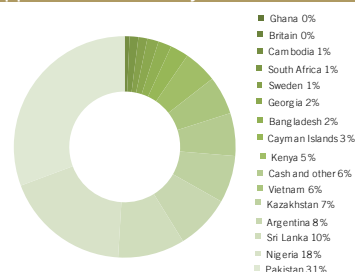
### The fund

The fund rose 4.1% during the month, compared to its benchmark which rose 5.0%. Our underweight in Argentina had a negative effect while stock selection in Pakistan alleviated that to some extent. Significant changes were made in the portfolio during the month. The most important change was our significant increase in exposure to Argentina. We conclude that our belief that a material depreciation of the peso in just over a month has been priced in to a significant extent as the discount of where depositary receipts in the US trade compared to underlying securities has increased to above 40%, compared to less than 20% just a month back. Combined with significant efforts in the slumbering energy sector, we sense the risk-reward has changed somewhat although the resolution could be turbulent. During the month we thus increased our Argentina exposure by 5 percentage points to just above 8%, focusing on Energy and Financials. We also sold our full holding in Bangladeshi GrameenPhone after a strong run-up. Instead we have increased our holdings in Lankesian consumer names where we see better risk-reward. We have also increased our positions in the Pakistani cement sector by adding three smaller names (Kohat, Pioneer and Maple Leaf). Pakistani cement companies stand out from a frontier perspective trading at a 70% discount to its peers on capacity metrics.

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



### Tundra Frontier Opportunities: Country allocation



## Monthly letter Tundra Nigeria & Sub-Sahara Fund (class A, SEK) – September 2014

Return	NAV (SEK)	1 month	YTD	1 year	Inception
Tundra Nigeria & Sub-Sahara Fund	102.3	1.0%	9.2%	15.7%	2.3%
Benchmark (S&P Africa Frontier TR Index (SEK))	15297.5	3.0%	17.2%	28.3%	17.1%

### Facts

Inception date	2013-05-20
Inception price	100
Pricing	Daily
Manager	Tundra Fonder AB
Benchmark index	S&P Africa Frontier TR Index(SEK)
Bank account	SEB 5851-1101667
ISIN	SE0005188091
PPM	878223
Bloomberg	TUNDNIG SS
AuM	32.9 MSEK

### Risk and costs\*

Active risk (Tracking error)	4.3%
Standard deviation	14.7%
Standard deviation, benchmark	15.3%
Beta	0.92
Information ratio	-2.36
Risk level	7 of 7 (refer to KIID for more info)
Management fee/year	2.5%

\*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 September

	Return (SEK)
Ghana Commercial	35.4%
Cal Bank	25.1%
Standard Charter	19.6%
Ecobank Transnat	13.5%
7-Up Bottling	13.1%

### Worst performers in September

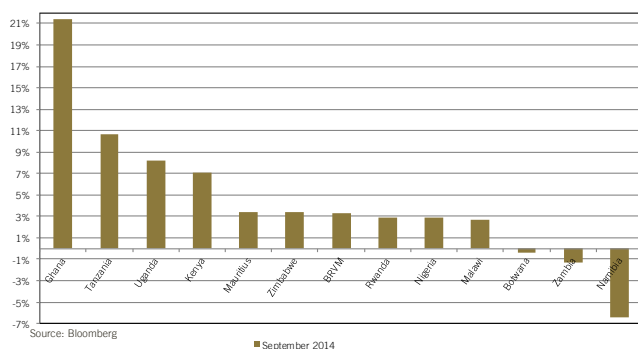
	Return (SEK)
Uchumi Supermark	-12.0%
United Bank Afr	-10.6%
Barclays Bank	-10.0%
Fbn Holdings Plc	-8.5%
Flour Mills Nig	-6.6%

### Five largest holdings

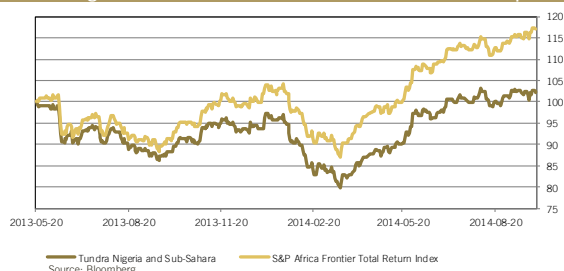
Holding	Portfolio weight	Country	P/E 2013A	P/E 2014E	Yield	Return 1 month (SEK)
Guaranty Trust	8.9%	Nigeria	9.7	9.1	5.7%	3.0%
Zenith Bank Plc	8.9%	Nigeria	8.5	7.7	7.2%	2.2%
Nigerian Brewer	7.8%	Nigeria	33.1	27.3	2.5%	2.0%
Fbn Holdings Plc	5.4%	Nigeria	5.8	5.5	8.2%	-8.5%
East African Bre	4.4%	Kenya	31.3	28.1	1.9%	3.4%

Source: Bloomberg, Tundra Fonder

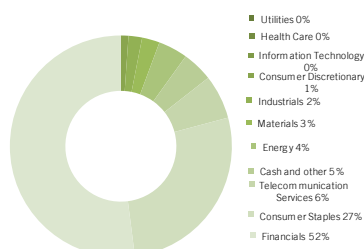
### African markets (SEK, total return)



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



### Tundra Nigeria & Sub-Sahara Fund: Sector allocation



### The market

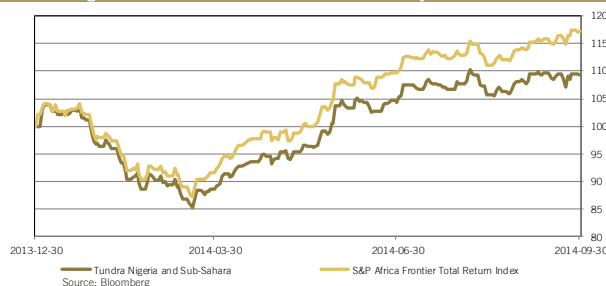
S&P Africa Frontier Total Return Index rose 3.0% in September, compared to developed markets (MSCI World Net) +1.2%, emerging markets (MSCI Emerging Markets Net) -3.7% and frontier markets (MSCI Frontier Markets xGCC Net) +5.0%. Nigeria gained 2.8% in September, adding up to +15.4% YTD. Kenya rose 7.1% in September and is up 35.6% YTD. Ghana turned into the best performing market in SSA after being among the worst YTD, and rose 20.7% in September but still down 15.5% YTD. (all changes in SEK)

The revision of Kenya's GDP increased it by 25%, as expected, to just south of USD 55 bln for 2013 as the country included new sectors in the GDP calculations. Kenyas' inflation slowed to 6.6% in September vs 8.4% in August helped by high inflation a year ago caused by the VAT hike. News flow in Nigeria was dominated by large transactions. Among others Qatar National Bank bought 25% in Ecobank and the PE-company Atlas Mara increased their stake in Union Bank of Nigeria to 30%. Unilever announced a USD 200m investment in increased production capacity to cater to the increasing consumption. All in all, larger deals worth around USD 1.5 bln were announced. Nigeria's GDP rose by 6.5% in the second quarter of 2014.

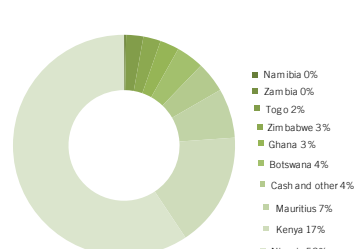
### The fund

The fund rose 1.0% in September, underperforming the benchmark rising 3.0%. The fund's holdings in 7-UP Bottling (Nigeria), Diamond Bank (Nigeria) and Standard Chartered Bank (Ghana), made the biggest positive contributions to the fund's relative performance. Worst contributors compared to the benchmark were Guinness Nigeria and Stanbic (Nigeria), which the fund doesn't own, and Flourmills (Nigeria). In September we decreased our overweights in Nigerian banks (e.g. FBN and Diamond) and instead increased our position in Standard Chartered Bank in Ghana. The market perception improved dramatically during the month as the government started support talks with IMF and issued a USD 1 bln Eurobond.

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



### Tundra Nigeria & Sub-Sahara Fund: Country allocation





## Monthly letter Tundra Pakistanfond (class A, SEK) – September 2014

Return	NAV (SEK)	1 month	YTD	1 year	Inception
Tundra Pakistanfond	227.3	8.1%	35.5%	61.6%	127.3%
Benchmark (MSCI Pakistan Net (SEK))	5451.3	4.8%	22.1%	38.5%	55.5%

Facts		Risk and costs*	
Inception date	2011-10-14	Active risk (Tracking error)	11.0%
Inception price	100.00	Standard deviation	20.9%
Pricing	Daily	Standard deviation, benchmark	19.5%
Manager	Tundra Fonder AB	Beta	0.91
Benchmark index	MSCI Pakistan Net (SEK)	Information ratio	1.70
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	TUNDPKSS		
AuM	440.7 MSEK		

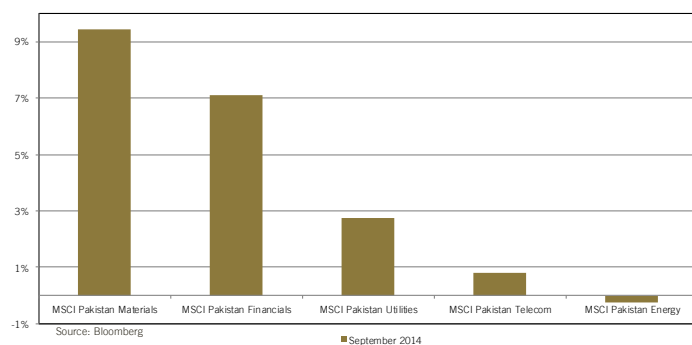
\* Risk indicators are based on monthly rolling 24 months of return data. Funds with inception date within 24 months use weekly return data since inception

Best performers in September	Return (SEK)	Worst performers in September	Return (SEK)
Searle Pakistan	43.9%	Noon Pakistan	-25.2%
Shifa In Hospita	39.4%	Bata Pakistan	-3.7%
Thal Ltd	27.1%	Oil & Gas Develo	-1.8%
Packages Ltd	25.4%	Pak State Oil	-0.3%
Akzo Nobel Pakis	22.7%	Meezan Bank Ltd	0.6%

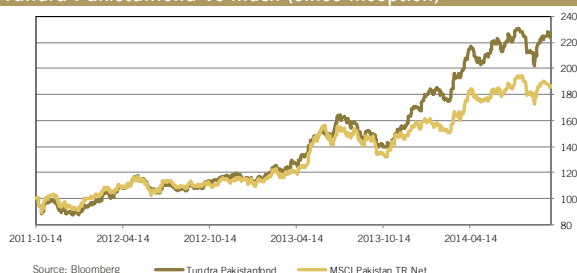
Five largest holdings	Portfolio weight	Country	P/E 2013A	P/E 2014E	Yield	Return 1 month (SEK)
Natl Bk Pakistan	5.7%	Pakistan	11.3	8.8	3.3%	8.1%
Mcb Bank Ltd	5.5%	Pakistan	14.4	12.4	4.5%	4.9%
Oil & Gas Develo	5.4%	Pakistan	9.9	8.5	3.6%	-1.8%
Pakistan Petrole	5.1%	Pakistan	9.9	8.8	5.5%	4.2%
K-Electric Ltd	5.0%	Pakistan	-	22.2	6.8%	2.7%

Source: Bloomberg, Tundra Fonder

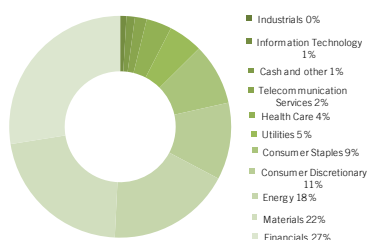
### Pakistani sector indices (SEK, total return)



### Tundra Pakistanfond vs index (since inception)



### Tundra Pakistanfond: Sector allocation



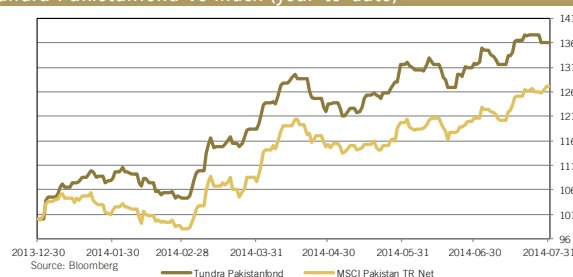
### The market

MSCI Pakistan Net (SEK) gained 4.8% during September compared to MSCI Emerging Markets Net (SEK) which lost 3.7%. Gradual reduction in investors' sensitivity towards political impasse which started in August by PTI's sit-in in Islamabad led the market to recover some lost ground. Foreign investors however remained indifferent to the political situation and were net buyers of USD 53m (up 47% M/M) while average traded value also increased 14% compared to the previous month. While the deadlock between PTI/PAT and the government has now entered into its seventh week, almost no violent incidences has eased the government's worries and brought back the focus to policy matters. However, new strategy of PTI to extend huge protesting rallies to other cities seems to be rejuvenating anti-government slogans. The macroeconomic situation however seems promising emanating from declining commodity prices which would have a positive impact on inflationary pressures amid improvement in the trade balance. Moreover, the government's re-initiation of privatization (USD 800m of OGDC GDRs in October) and launching of USD 500-1,000m SUKUKs (Islamic bonds) shall bode well, not just resulting in release of IMF's tranche but also in easing the Balance of Payment. Successful launch of GDRs and SUKUKs would help allay concerns of local investors of foreign selling in the market. We maintain our positive view on the macro situation of Pakistan but conclude that continued political deadlock can remain a drag on re-rating of the market in the short term.

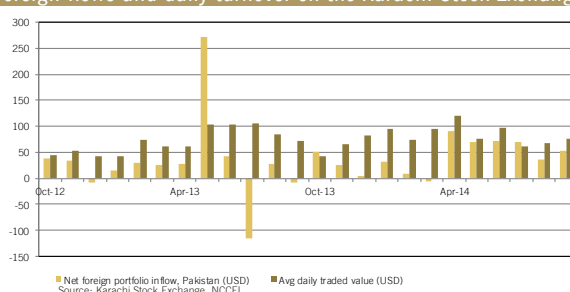
### The fund

The fund gained 8.1% (SEK) during the month outperforming the market which rose 4.8%. The fund had significant exposure to mid-cap stocks, which performed relatively well compared to blue chips. The bulk of outperformance came from off-benchmark bets in Thal and Searle (consumer sector), Shifa Hospitals (Health care) and Packages (Materials). However, our underweight in Utilities and Financials were among the negative contributors. The fund increased the exposure in Textile sector during the month while slightly reduced illiquid consumer names.

### Tundra Pakistanfond vs index (year-to-date)



### Foreign flows and daily turnover on the Karachi Stock Exchange



More information about our funds is available in the full prospectus or the KIID of each fund. Please contact us in case you would like us to send these documents to you.

## Monthly letter Tundra Rysslandsfond (class A, SEK) – September 2014

Return	NAV (SEK)	1 month	YTD	1 year	Inception
Tundra Rysslandsfond	90.1	-1.9%	-8.8%	-3.7%	-9.9%
Jmf-index (MSCI Russia Net (SEK))	3767.0	-2.0%	-10.1%	-9.3%	-2.4%

Facts		Risk and costs*	
Inception date	2011-10-14	Active risk (Tracking error)	5.9%
Inception price	100.00	Standard deviation	16.7%
Pricing	Daily	Standard deviation, benchmark	16.5%
Manager	Tundra Fonder AB	Beta	0.95
Benchmark index	MSCI Russia Net (SEK)	Information ratio	-0.06
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	10.1 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 September

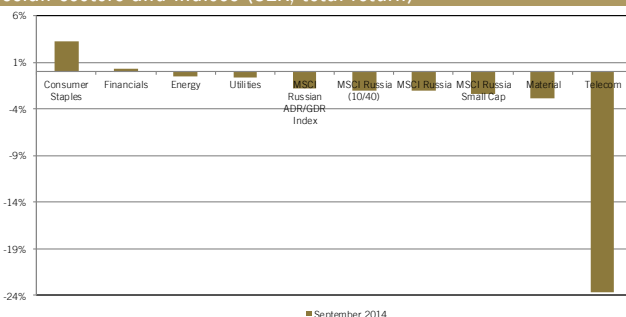
	Return (SEK)		Return (SEK)
Ibs-Regs Gdr	14.6%	Sistema Jscf	-66.3%
Lsr Group	12.2%	Moscow Exchange	-10.7%
Novatek Oao	7.6%	Aeroflot	-10.3%
Tbc Bank Jsc-Gdr	6.0%	Bank St Petersburg	-9.2%
Magnit	5.6%	Dixy Group	-6.4%

### Five largest holdings

Holding	Portfolio weight	Country	P/E 2013A	P/E 2014E	Yield	Return 1 month (SEK)
Lukoil Oao	9.6%	Russia	3.7	3.7	6.0%	-5.0%
Sberbank	9.0%	Russia	4.5	4.8	4.3%	-0.1%
Surgutneftegas	6.6%	Russia	3.6	3.9	2.3%	-1.2%
Norilsk Nickel	5.3%	Russia	17.5	9.1	6.7%	-1.9%
Mobile Telesyst	5.0%	Russia	7.8	7.0	5.0%	-5.8%

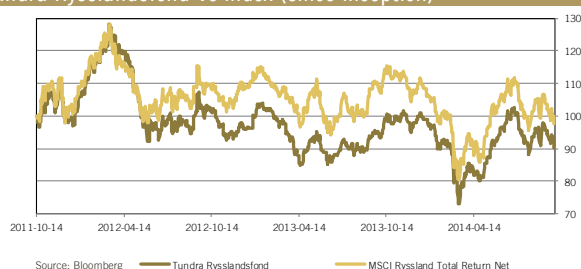
Source: Bloomberg, Tundra Fonder

### Russian sectors and indices (SEK, total return)



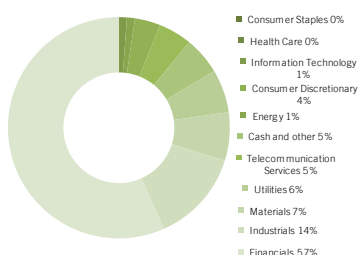
Source: Bloomberg

### Tundra Rysslandsfond vs index (since inception)



Source: Bloomberg — Tundra Rysslandsfond — MSCI Ryssland Total Return Net

### Tundra Rysslandsfond: Sector allocation



More information about our funds is available in the full prospectus or the KIID of each fund. Please contact us in case you would like us to send these documents to you.

### The market

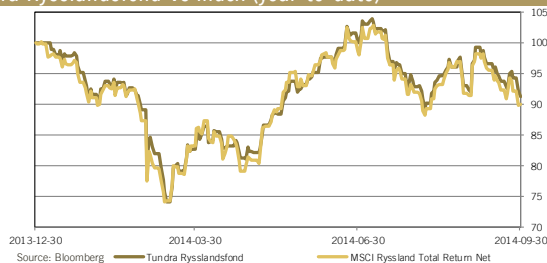
MSCI Russia Net fell 2.0% (SEK) in September, compared to other emerging markets (MSCI Emerging Markets Net), which fell 3.7%. In 2014, MSCI Russia Net has fallen 10.1% while MSCI Emerging Markets Net has risen 15.1% (SEK). Best subsector during September was Consumer Staples, which rose 3.2%. Worst subsector within MSCI Russia was Telecom, which fell 23.2%. The situation in Ukraine was relatively calm during the past month. The truce that exists has, with some exceptions, in principle prevailed. Peace talks between the government in Kiev and separatists in Eastern Ukraine have been ongoing for months. Nevertheless, it has been turbulent in the Russian market. Vladimir Yevtushenkov, who is the majority owner of the listed investment company Sistema, has been under house arrest for most of the month. Sistema is a holding company and has among others investments in two major listed subsidiaries, the oil company Bashneft and the mobile operator MTS. The charges against Yevtushenkov consists of alleged money laundering in connection with the acquisition of Bashneft. In late September, the prosecutor stated that they require Sistema's shares in Bashneft to be confiscated by the state. The chain of events has caused substantial worries in the stock market and Sistema's depositary receipts traded in London fell 70% (SEK) in September. Many compare the incident with the arrest of Mikhail Khodorkovsky in October 2003.

Capital flight from Russia has been increasing in 2014 primarily due to the situation in Ukraine. In connection with the arrest of Yevtushenkov capital flight has increased further. The ruble was in September at its lowest level ever compared to the USD (39.5). It has led to rumors of restrictions on capital flows similar to what Russia had during parts of the 1990s. However, both the Russian Ministry of Finance and the Central Bank denied any such plans.

### The fund

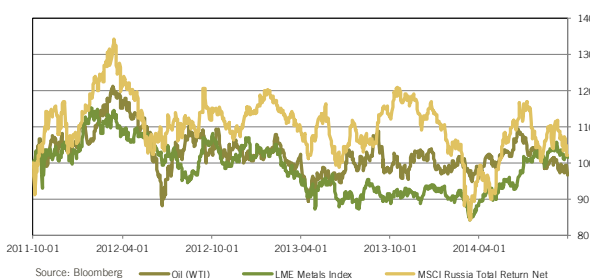
Tundra Rysslandsfond fell 1.9% in September, while the market as measured by the MSCI Russia Net fell 2.0% (SEK). Tundra Rysslandsfond has had exposure to Bashneft during the year, but sold the last shares in July. The position in Sistema was halved in August. At the end of September, the fund had 5% position in local MTS and barely 1% in local Sistema shares.

### Tundra Rysslandsfond vs index (year-to-date)



Source: Bloomberg — Tundra Rysslandsfond — MSCI Ryssland Total Return Net

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



Source: Bloomberg — Oil (WTI) — LME Metals Index — MSCI Russia Total Return Net

## Monthly letter Tundra Vietnam Fund (class A, SEK) – September 2014

Return	NAV (SEK)	1 month	YTD	1 year	Inception
Tundra Vietnam Fund	122.4	-1.4%	-	-	22.4%
Jm-Index (FTSE Vietnam Index Net (SEK))	2282.3	-0.9%	-	-	24.4%

Facts	Risk and costs*
Inception date	2014-05-06
Inception price	100,00
Pricing	Dagligen
Manager	Tundra Fonder AB
Benchmark index	FTSE Vietnam Index TR (SEK)
Bank account	SEB 5851-1103805
ISIN	SE0005797099
PPM	762823
Bloomberg	TUNDVIE SS
AuM	172.3 MSEK
	Active risk (Tracking error)
	Standard deviation
	Standard deviation, benchmark
	Beta
	Information ratio
	Risk level
	Management fee/year

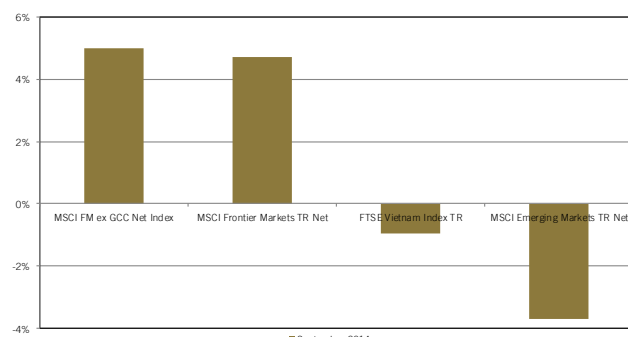
\* Due to the short history of the fund, risk data is not meaningful.

Best performers in September	Worst performers in September
Return (SEK)	Return (SEK)
Bim Son Cement J	76.3%
Pha Lai Thermal	18.8%
Pxp Vietnam-Usd	10.3%
Intl Gas Pdt Shp	10.0%
Danang Rubber Js	9.6%
Vingroup Jsc	-15.2%
Petrovietnam Gas	-10.5%
Fpt Corp	-6.6%
Bao Viet Holding	-6.2%
Hatien 1 Cement	-6.1%

Five largest holdings	Portfolio weight	Country	P/E 2013A	P/E 2014E	Yield	Return 1 month (SEK)
Masan Group Corp	7.0%	Vietnam	44.9	36.0	-	-0.3%
Petrovietnam Dri	6.4%	Vietnam	14.7	13.3	1.8%	1.7%
Vingroup Jsc	6.2%	Vietnam	5.5	14.4	2.9%	-15.2%
Hagl Jsc	5.9%	Vietnam	42.6	16.9	1.7%	0.8%
Hoa Phat Grp Jsc	5.8%	Vietnam	15.2	9.3	2.2%	2.4%

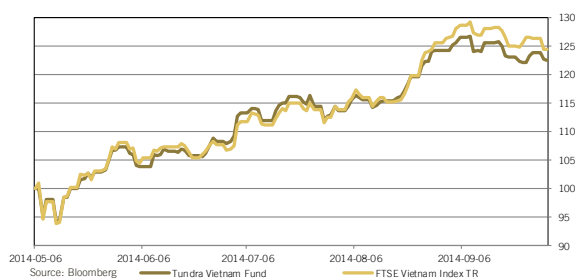
Source: Bloomberg, Tundra Fonder

### Various frontier market indices (SEK, total return)

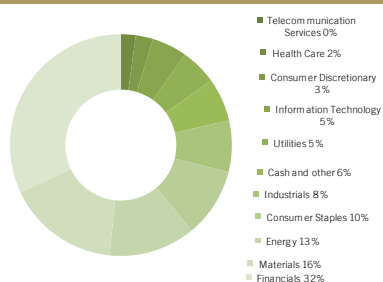


Source: Bloomberg

### Tundra Tundra Vietnam Fund vs index (since inception)



### Tundra Vietnam Fund: Sector allocation



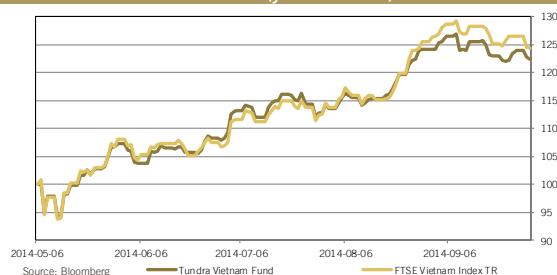
### The market

FTSE Vietnam Net (SEK) lost 0.9% in September compared to MSCI Emerging Markets Net (SEK) -3.7%. The market gave back the positive returns of last month after investors started taking profits as VNI Index touched a 6.5 year high. Average daily traded value surged to USD 210m with foreigners being the most active, driven by quarterly re-balancing of the two ETFs. However, foreigners net sold USD 53m worth of shares. Consumer, Real Estate and Energy sectors performed better while Financials remained under selling pressure throughout the month. Broad macro numbers released in September reaffirmed the growth trajectory of Vietnam. GDP growth during 3Q was 6.2% Y/Y, taking YTD GDP to 5.8% against initial estimates of 5.4%, mainly on the back of strong expansion (8.3% Y/Y) in the industrial and manufacturing sectors. Given 4Q has historically been the peak of industrial output, GDP growth can surpass the 6% mark. Price levels continue to be stable given several gasoline price cuts and weak recovery in retail consumption with YTD inflation standing at 2.25%. Trade balance remains in surplus to the tune of USD 2.5bn aligned with increasing industrial exports while imports mainly comprise of machinery and equipment supporting industrial production. FDI disbursement has increased 3.2% Y/Y (USD 9bn) and is expected to grow as many regional manufacturing giants (Samsung, LG, Wintek, Intel etc) are in a process of shifting production into Vietnam.

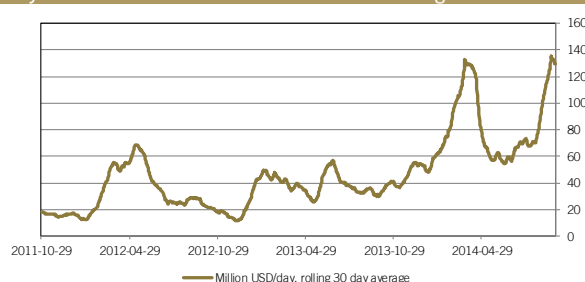
### The fund

The fund lost -1.4% compared to the benchmark which lost -0.9% during the month. Our underweight in blue chip names (PVD, HPG, HVG) and overweight in off benchmark bets in Utilities and Materials were the main reasons for the underperformance. However, the natural underweight in Financials partially compensated for the negative returns. The fund slightly increased its exposure in Real estate along with a few restricted stocks having no room for foreigners (FOL full stocks), such as FPT (the largest IT company in Vietnam) and Vina Milk. The restricted stocks normally trade at a premium of 7%. We now have around 10% exposure in FOL full stocks.

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



### Daily turnover on the Ho Chi Minh Stock Exchange





## Monthly letter Tundra QuAsia (class A, SEK) – September 2014

Return	NAV (SEK)	1 month	YTD	1 year	Inception
Tundra QuAsia	99.5	-1.7%	6.2%	5.8%	-0.5%
Benchmark (MSCI AC Asia x Japan Net (SEK))	2679.1	-2.1%	17.9%	22.1%	15.9%

Facts	Risk and costs*
Inception date	2013-05-07
Inception price	100
Pricing	Daily
Manager	Tundra Fonder AB
Benchmark index	MSCI AC Asia ex Japan Net (SEK)
Bank account	SEB 5851-1100377
ISIN	SE0005100492
PPM	640169
Bloomberg	TUNDQUA SS
AuM	17.9 MSEK
	Active risk (Tracking error)
	Standard deviation
	Standard deviation, benchmark
	Beta
	Information ratio
	Risk level
	Management fee/year

\*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 September

	Return (SEK)
Tech Pro Technol	20.2%
Cuckoo Electroni	9.4%
Kaisa Group	6.8%
Huadian Power-H	4.5%
Dbis Group Hldgs	4.0%

### Worst performers in September

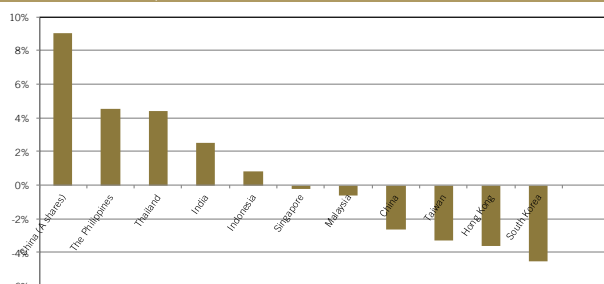
	Return (SEK)
Agile Property	-13.8%
Guangzhou R&F -H	-13.3%
Allahabad Bank	-11.7%
Country Garden	-10.8%
Taiwan Fertilize	-9.9%

### Five largest holdings

Holding	Portfolio weight	Country	P/E 2013A	P/E 2014E	Yield	Return 1 month (SEK)
Kaisa Group	1.4%	China	5.0	3.6	4.8%	6.8%
Huadian Power-H	1.4%	China	8.3	6.8	5.0%	4.5%
Kwq Property	1.4%	China	5.4	4.3	6.4%	-0.1%
Singapore Exch	1.4%	Singapore	23.1	23.9	4.0%	0.5%
Mtr Corp	1.3%	Hong Kong	21.0	17.1	3.0%	2.8%

Source: Bloomberg, Tundra Fonder

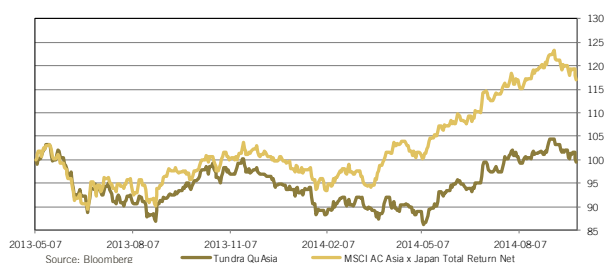
### Asian markets (SEK, total return)



Source: Bloomberg

■ September 2014

### Tundra QuAsia vs index (since inception)

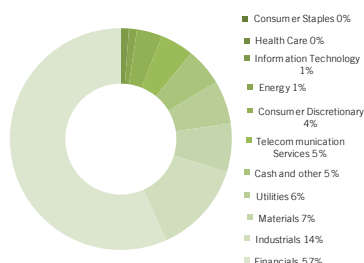


Source: Bloomberg

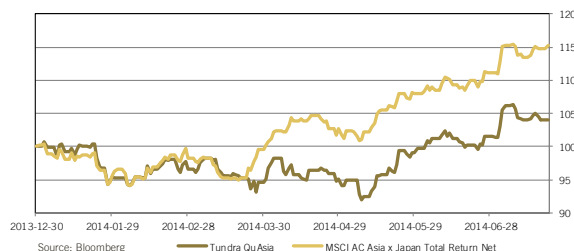
— Tundra QuAsia

— MSCI AC Asia x Japan Total Return Net

### Tundra QuAsia: Sector allocation



### Tundra QuAsia vs index (year-to-date)

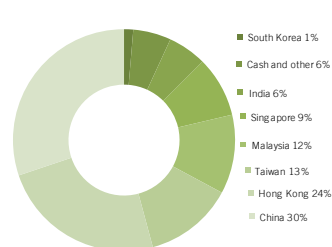


Source: Bloomberg

— Tundra QuAsia

— MSCI AC Asia x Japan Total Return Net

### Tundra QuAsia: Country allocation



## Appendix I – Equity markets

	Return SEK (%)			
	September	3 months	Year to date	12 months
<b>Emerging Markets</b>				
MSCI Emerging Markets TR Net	-3,7	4,1	15,1	17,7
Brazil	-16,0	-1,5	13,4	7,6
Chile	1,3	-0,6	3,4	-3,6
Colombia	-6,7	-1,1	16,2	4,3
The Philippines	4,5	12,2	40,0	33,7
India	2,5	10,3	40,4	55,3
Indonesia	0,8	11,5	41,7	35,2
China (A shares)	9,1	23,3	18,1	14,4
China (H shares)	-2,6	9,3	13,6	18,0
Malaysia	-0,6	4,4	12,3	16,7
Egypt	10,0	38,2	58,5	90,6
Mexico	-0,3	10,0	15,2	26,2
Peru	-2,7	6,1	26,7	29,5
Poland	5,7	5,1	11,3	16,7
Russia	-2,0	-8,8	-10,1	-9,3
South Africa	-5,6	0,7	14,8	18,0
South Korea	-4,5	0,0	8,3	13,2
Taiwan	-3,3	4,0	20,9	26,6
Thailand	4,4	16,0	39,6	25,7
Czech Republic	7,6	12,1	27,0	28,3
Turkey	-8,6	-4,9	17,7	3,1
Hungary	2,3	-6,0	-7,1	-12,0
United Arab Emirates	9,4	32,5	64,9	94,7
Qatar	7,7	26,9	43,7	54,3
Latin America	-9,9	1,9	13,6	11,6
<b>Frontier Markets</b>				
MSCI Frontier Markets 100 TR Net	4,7	9,5	37,8	46,7
MSCI Frontier Markets xGCC Net	5,0	8,3	23,7	33,4
Argentina	16,2	11,2	44,9	74,3
Bangladesh	21,1	36,5	79,7	89,1
Bosnia and Herzegovina	-2,3	-1,5	-5,5	-6,3
Bulgaria	-2,5	-4,0	14,2	37,5
Ecuador	4,4	8,8	21,5	29,1
Morocco	8,4	13,5	20,7	25,6
Estonia	-5,5	-10,6	-16,7	-19,5
Tunisia	0,2	7,0	16,3	15,9
Ghana	20,7	3,0	-15,5	-18,1
Kazakhstan	0,7	14,6	30,9	45,4
Kenya	7,1	14,3	35,6	38,8
Croatia	6,0	7,0	7,1	7,3
Kuwait	3,8	11,4	24,9	22,1
Latvia	-1,2	10,8	13,3	-1,5
Lithuania	-0,6	-2,1	8,3	11,2
Mauritius	3,4	4,3	11,0	21,5
Mongolia	1,8	9,0	-0,5	15,6
Nigeria	2,8	6,7	15,4	23,0
Pakistan	4,8	1,1	22,1	38,5
Jordan	1,0	-2,4	12,6	27,0
Romania	-3,3	-3,2	17,9	28,0
Serbia	-0,7	-0,5	5,5	24,2
Slovakia	1,9	19,0	30,4	12,7
Slovenia	2,7	-2,1	16,4	29,4
Sri Lanka	6,5	22,5	30,1	43,1
Ukraine	4,8	10,3	37,8	47,5
Vietnam	-0,9	16,6	36,9	44,0
<b>Developed Markets</b>				
MSCI World TR Net	1,2	5,5	17,0	26,6
Hong Kong	-3,6	5,0	15,0	18,8
Nasdaq	2,0	9,9	21,4	34,4
Nikkei 225	3,3	5,3	10,3	13,5
OMX Stockholm 30	1,4	1,6	7,5	13,6
S&P 500	2,4	8,5	20,2	32,3
Singapore	-0,2	6,5	17,2	17,6
STOXX Europe 600	0,1	0,3	10,2	19,4
<b>Sectors (Emerging Markets)</b>				
Financials	-3,9	6,5	16,3	17,9
Industrials	-1,0	4,5	14,0	17,8
Consumer Staples	-2,1	5,2	12,3	11,1
Energy	-7,0	-0,5	9,0	6,5
IT	-3,0	1,1	21,8	31,9
Utilities	-1,9	3,5	22,6	28,6
Healthcare	5,3	18,4	35,2	42,3
Materials	-5,7	-1,1	2,9	5,7
Consumer Discretionary	-7,0	0,9	14,0	17,1
Telecom	-0,9	14,3	17,9	18,8

## Appendix II – Commodity markets

	Return in USD (%)			
	September	3 months	Year to date	12 months
<b>Soft commodities</b>				
Coffe	-1,2	11,8	68,6	70,1
Cocoa	2,5	5,0	21,7	25,0
Corn	-12,1	-24,6	-28,9	-33,3
Palm oil	11,1	-10,8	-14,0	-5,9
Rice	1,3	-12,3	-17,5	-15,8
Soya	-10,8	-21,1	-20,3	-20,9
Wheat	-15,2	-20,1	-24,9	-30,7
<b>Energy</b>				
Cool (cooking coal, China)	0,0	-20,7	-25,0	-21,8
Cool (steam coal, Australia)	-5,0	-6,8	-22,5	-16,2
Cool (steam coal, China)	1,4	-5,6	-19,2	-9,7
Natural Gas (Henry Hub)	1,4	-7,6	-6,9	15,8
Oil (Arabian Light)	-5,8	-12,2	-13,7	-10,3
Oil (Brent)	-8,3	-15,7	-14,9	-12,6
Oil (WTI)	-5,0	-13,5	-8,2	-10,9
<b>Fertilizers</b>				
Ammonia	12,3	23,1	42,2	30,6
Phosphorus	0,0	0,0	15,5	21,0
Potash	0,0	5,0	11,2	4,3
Sulfur	0,0	2,3	81,3	43,2
Urea	-2,0	7,2	-0,9	12,2
<b>Metals</b>				
Aluminum	-6,5	3,6	7,6	6,2
Gold	-6,1	-8,3	0,3	-9,2
Copper	-4,5	-5,0	-9,6	-8,7
Nickel	-13,2	-14,3	15,5	16,9
Palladium	-14,4	-8,1	8,9	6,6
Platinum	-8,6	-12,0	-4,5	-7,7
Silver	-12,7	-18,7	-13,5	-21,9
Steel	-5,7	-8,4	-14,8	-15,5
Zinc	-3,0	3,2	9,7	19,3

## Appendix III – Currencies

	SEK per 1 local currency				Change (%)			
	2014-09-30	2014-06-30	2013-12-30	2013-09-30	September	3 months	Year to date	12 months
Argentina (Peso)	0,8581	0,8247	0,9882	1,1068	3,7	4,0	-13,2	-22,5
Bangladesh (Taka)	0,0935	0,0864	0,0830	0,0825	4,1	8,1	12,7	13,2
Bosnia Hercegovina (Mark)	4,6689	4,6949	4,5514	4,4358	-0,1	-0,6	2,6	5,3
Brazil (Real)	2,9555	3,0290	2,7304	2,8912	-5,0	-2,4	8,2	2,2
Bulgaria (Lev)	4,6692	4,6945	4,5462	4,4343	0,0	-0,5	2,7	5,3
Chile (Peso) X100	0,0121	0,0121	0,0123	0,0127	2,1	-0,4	-1,4	-4,8
Colombia (Peso) x100	0,0036	0,0036	0,0033	0,0034	-1,4	0,0	6,8	6,2
Egypt (Pound)	10,123	0,9378	0,9286	0,9301	4,1	7,9	9,0	8,8
Euro	9,1146	9,1578	8,8575	8,6831	-0,7	-0,5	2,9	5,0
Philippines (Peso)	0,1608	0,1536	0,1451	0,1474	0,8	4,7	10,8	9,1
United Arab Emirates (Dirham)	19,690	18,261	17,542	17,451	4,0	7,8	12,2	12,8
Hong Kong (Dollar)	0,9314	0,8654	0,8308	0,8265	3,8	7,6	12,1	12,7
India (Rupee)	0,1171	0,1114	0,1041	0,1024	1,9	5,1	12,5	14,4
Indonesia (Rupiah) X100	0,0006	0,0006	0,0005	0,0006	-0,3	5,1	12,4	5,6
Japan (Yen) X100	0,0660	0,0662	0,0613	0,0653	-1,3	-0,4	7,6	1,1
Kazakhstan (Tenge)	0,0397	0,0365	0,0419	0,0417	4,1	8,8	-5,2	-4,6
Kenya (Shilling)	0,0809	0,0766	0,0746	0,0744	3,0	5,7	8,5	8,7
China (Renminbi)	1,1779	1,0812	1,0628	1,0472	4,1	8,9	10,8	12,5
Croatia (Kuna)	1,1952	1,2121	1,1662	1,1401	-0,3	-1,4	2,5	4,8
Kuwait (Dinar)	25,0631	23,7529	22,8253	22,6423	2,6	5,5	9,8	10,7
Latvia (Lati)	12,9950	13,0641	12,6604	12,3432	0,0	-0,5	2,6	5,3
Malaysia (Ringgit)	2,2045	2,0888	1,9557	1,9665	-0,1	5,5	12,7	12,1
Morocco (Dirham)	0,8254	0,8170	0,7901	0,7740	0,8	1,0	4,5	6,6
Mexico (Peso)	0,5386	0,5168	0,4929	0,4868	1,3	4,2	9,3	10,6
Mongolia (Togrog)	0,0039	0,0037	0,0039	0,0039	2,4	6,8	12	1,1
Nigeria (Naira)	0,0442	0,0412	0,0402	0,0396	3,1	7,4	10,0	11,5
Pakistan (Rupee)	0,0704	0,0679	0,0610	0,0604	3,1	3,7	15,5	16,6
Peru (new Sol)	2,5020	2,3967	2,3019	2,3015	2,4	4,4	8,7	8,7
Poland (Zloty)	2,1834	2,2085	2,1435	2,0544	0,7	-1,1	1,9	6,3
Qatar (Rial)	19,859	18,421	17,696	17,604	4,0	7,8	12,2	12,8
Romania (Lei)	2,0708	2,0943	1,9830	1,9450	-0,3	-1,1	4,4	6,5
Russia (Rubel)	0,1826	0,1974	0,1962	0,1979	-2,5	-7,5	-6,9	-7,7
Serbia (Dinar)	0,0768	0,0793	0,0774	0,0758	-1,0	-3,2	-0,9	1,3
Singapore (Dollar)	5,6693	5,3790	5,0840	5,1082	1,8	5,4	11,5	11,0
Sri Lanka (Rupee)	0,0554	0,0515	0,0492	0,0486	3,8	7,7	12,6	14,2
Sydafrika (rand)	0,6401	0,6311	0,6176	0,6381	-1,8	1,4	3,7	0,3
South Korea (Won)	0,0069	0,0066	0,0061	0,0060	-0,1	3,4	12,3	14,9
Taiwan (Dollar)	0,2377	0,2244	0,2150	0,2163	2,3	5,9	10,5	9,9
Thailand (Bhat)	0,2230	0,2068	0,1963	0,2052	2,4	7,8	13,6	8,7
Czech (Koruny)	0,3320	0,3345	0,3244	0,3377	0,8	-0,7	2,3	-1,7
Turkey (Lira)	3,1729	3,1652	3,0377	3,1721	-1,3	0,2	4,5	0,0
Ukraine (Hryvnia)	0,5584	0,5708	0,7819	0,7825	6,0	-2,2	-28,6	-28,6
Hungary (Forint)	0,0294	0,0297	0,0300	0,0292	1,3	-0,9	-2,0	0,7
USD	7,2317	6,7071	6,4429	6,4098	4,0	7,8	12,2	12,8
Vietnam (Dong) X1000	0,0003	0,0003	0,0003	0,0003	3,8	8,3	11,6	12,2

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