

MONTHLY LETTER

MARCH 2016



TUNDRA  FONDER

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Return (EUR)	1 month	YTD	1 year	Inception
Tundra Frontier Opportunities	-2.8%	-10.3%	-16.8%	17.2%
Benchmark (MSCI FM xGCC Net (EUR))	-1.9%	-3.9%	-16.7%	4.5%

Facts	Risk and costs*	
Inception date	2013-04-02	
Pricing	Daily	
Manager	Tundra Fonder AB	
Benchmark index	MSCI FM xGCC Net (EUR)	
ISIN	SE0006 789 897	
IBAN	SE445000000058648209218	
BIC	ESSESESS	
Custodian	SEB	
Auditor	PWC	
	Active risk (Tracking error)	7.6%
	Standard deviation	10.6%
	Standard deviation, benchmark	12.6%
	Beta	0.67
	Information ratio	-0.2
	Risk level	7 of 7 (refer to KIID for more info)
	Management fee/year (all inclusive)**	2.5%
	AuM	33.2 MEUR

* Risk indicators are based on monthly rolling 24 months of return data.

** The management fee includes variable custody fees, audit, legal and marketing expenses.

Best performers in March

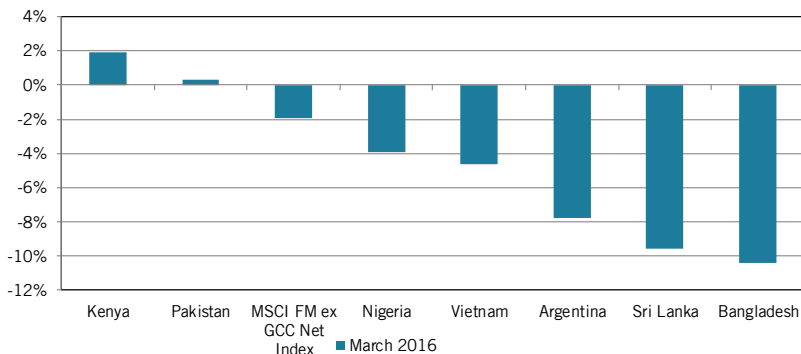
	Return (EUR)		Return (EUR)
United Bank Afr.	17.1%	Fbn Holdings Plc	-22.6%
Tpl Trakker Ltd	13.4%	Diamond Bank	-20.4%
Tbc Bank Jsc-Gdr	11.5%	Bbva Banco Franc	-12.0%
Georgia Health	7.9%	John Keells Hldg	-11.8%
Thal Ltd	6.9%	Shifa In Hospita	-11.2%

Five largest holdings

Holding	Portfolio weight	Country	P/E 15E	P/E 16E	Yield	Return 1 month (EUR)
Active Fine Chem	4.9%	Banglad.	-	-	-	-7.0%
Fpt Corp	4.5%	Vietnam	10.2	8.7	4.4%	-5.8%
Brac Bank Ltd	4.2%	Banglad.	13.5	10.6	3.4%	-0.8%
International Bran	4.1%	Pakistan	-	-	-	0.0%
Pak Elektron	4.1%	Pakistan	7.7	6.5	4.0%	3.2%

Source: Bloomberg, Tundra Fonder

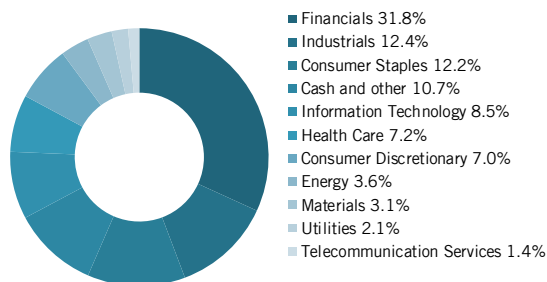
Major frontier markets (EUR, total return)



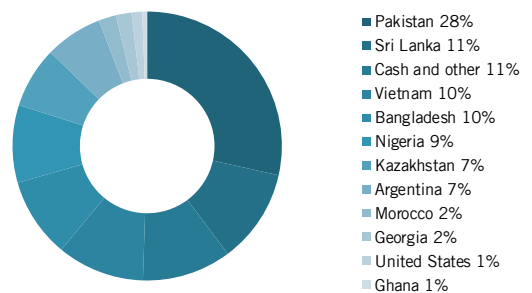
Fund Objective

The Fund intends to give financial exposure to economic development in emerging markets and frontier markets through equities. The Fund Management Company particularly focuses on those markets that have large population and low GDP. Therefore countries which are part of the MSCI Frontier Markets index (such as for example Kuwait) but that have an important weight are less likely to be considered for an investment. The Benchmark of the Fund is MSCI Frontier Markets ex GCC Index. At least 80 percent of the net asset value of the fund must be invested in equities and equity-related transferable securities issued by companies that have their registered office in emerging markets and/or frontier markets, or that conduct their principal operating activities in emerging markets and/or frontier markets. Up to 20 percent of the net asset value of the fund may be invested in equities and equity-related transferable securities issued by companies that are classified by MSCI as Developed Markets. Notwithstanding the above restrictions, the fund may always hold the cash and cash equivalents necessary to conduct management of the fund, but to a maximum of 20 percent of the net asset value of the fund. Given the risk profile of the fund the Fund Management Company wishes to particularly emphasize the importance of investing only capital that can be tied up for a very long period in this fund.

Tundra Frontier Opportunities: Sector allocation



Tundra Frontier Opportunities: Country allocation



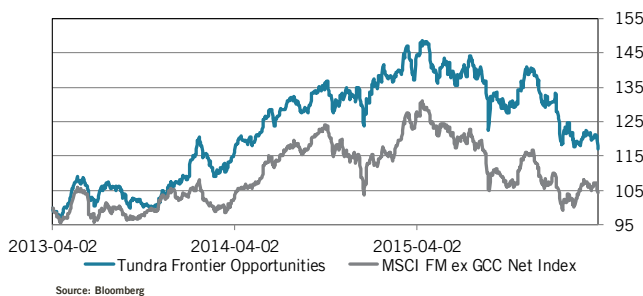
Monthly Market Comment

MSCI Frontier Markets xGCC Net (EUR) fell 1.9% during the month, compared to MSCI Emerging Markets Net (EUR), which rose 8.2%. Optimism about global commodity prices having bottomed out and the statement from the Fed on a more cautious rate hiking cycle sparked the major emerging markets. However, trading volumes were relatively modest, which indicates continued caution among investors and must be seen as a sign of weakness. Frontier markets, where most trading is still undertaken by local investors, could not keep up with the rise and were largely ignored when global investors covered short positions. Excluding the effects from the strong Krona most markets actually rose in local currency terms. Most frontier markets are relatively isolated economies, driven by other factors than the major emerging markets. Local investors' dominance in trading also means that they normally are not significantly affected by day to day movements in global equity markets. This past year, the concerns of global investors about the larger emerging markets have had a clear effect on risk appetite for frontier markets. A more positive sentiment towards emerging markets can therefore lead to an improvement in sentiment also for frontier markets and focus can return to the strong underlying growth we see in many companies.

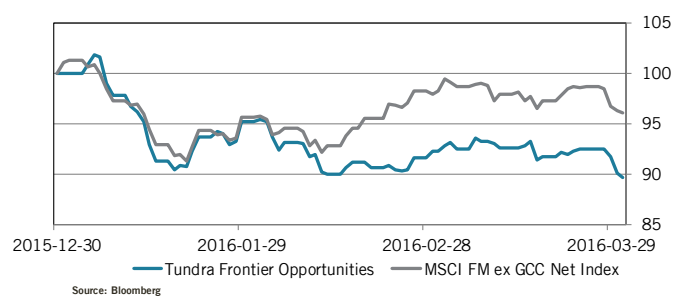
Monthly Fund Comment

The fund fell 2.8% during the month, compared with the market which fell 1.9%. Our overweights in Sri Lanka, Vietnam, Pakistan and Bangladesh had a negative impact on relative returns while the underweight in Argentina had a positive impact. Stock selection this month again turned positive and mitigated some of the negative relative returns. Especially Nigeria stood out positively after one of the fund's larger positions, United Bank of Africa, rose in a falling market. At a stock level we however concluded that it was another month where several of our longer term strongest conviction stories underperformed. During the last month we have spent a significant amount of time going through those of our portfolio holdings that have performed weakly. We note, however, that in most companies, the outlook has improved despite the sharp price declines. That makes us relatively optimistic about the remainder of the year.

Tundra Frontier Opportunities vs index (since inception)



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



Tundra Frontier Opportunities Fund – Monthly return (EUR)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2013				0.4%	7.8%	-5.8%	4.8%	-4.5%	-0.5%	1.4%	3.9%	2.2%	9.1%
2014	6.4%	-4.5%	4.0%	3.8%	5.5%	0.6%	3.5%	-0.9%	4.7%	-2.5%	-0.3%	0.7%	22.5%
2015	4.3%	0.5%	1.3%	0.6%	0.2%	-2.4%	-0.7%	-4.2%	-2.9%	5.5%	1.7%	-4.9%	-1.5%
2016	-5.0%	-2.8%	-2.8%										-10.3%

Source: Bloomberg

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Risks

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