

MONTHLY LETTER FEBRUARY 2017



TUNDRA  FONDER

Summary frontier markets	3
Tundra Frontier Opportunities Fund	4
Tundra Nigeria & Sub-Sahara Fund	5
Tundra Pakistan Fund	6
Tundra Rysslandsfond	7
Tundra Sustainable Frontier Fund	8
Tundra Vietnam Fund	9
Appendix I – Equity markets	10
Appendix II – Commodity markets	11
Appendix III – Currencies	12
Disclaimer	13

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.

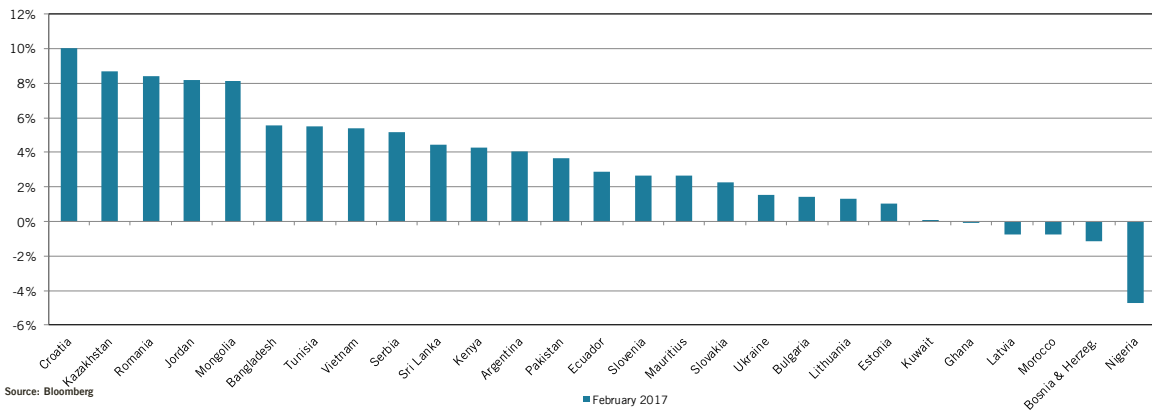
February was a strong month for equities globally and emerging as well as developed markets rose significantly during the month, +6.3% and 6.0% respectively. The market appears to have become used to President Trump's remarks and instead focused on indications that the global economy is improving. This was also reflected in rising metal prices although at modest pace, while interest rates were volatile but ended slightly down. As usual when the general risk appetite rises, frontier markets found it difficult to keep pace with other equity markets and the asset class ended the month at +3.2% in SEK terms. Frontier markets tend to be driven more by country specific factors rather than generally rising risk appetite. It should also be noted that market affecting news flow for frontier markets was limited during the past month. Index heavy Morocco (-0.8%) and Nigeria (-4.7%) contributed to frontier markets lagging. Year-to-date frontier markets have risen 4.9%.

All the major Asian frontier markets rose in February. Pakistan rose 3.7% in SEK terms while ending more or less unchanged in local currency terms. Preconditions were not the best as the local financial watchdog SECP remained firm to their stance of curbing informal margin financing, speculation on the upcoming court decision in the "Panama gate" case involving Prime Minister Sharif and a series of bomb blasts across Pakistan. In Vietnam, the positive macro development continued as evident from a rising PMI index, FDIs and international trade. Vietnam ended the month at +5.4% during February. Sri Lanka also rose during the month (4.4%) on the back of strong corporate results and steps in the right direction towards reducing the country's budget deficit.

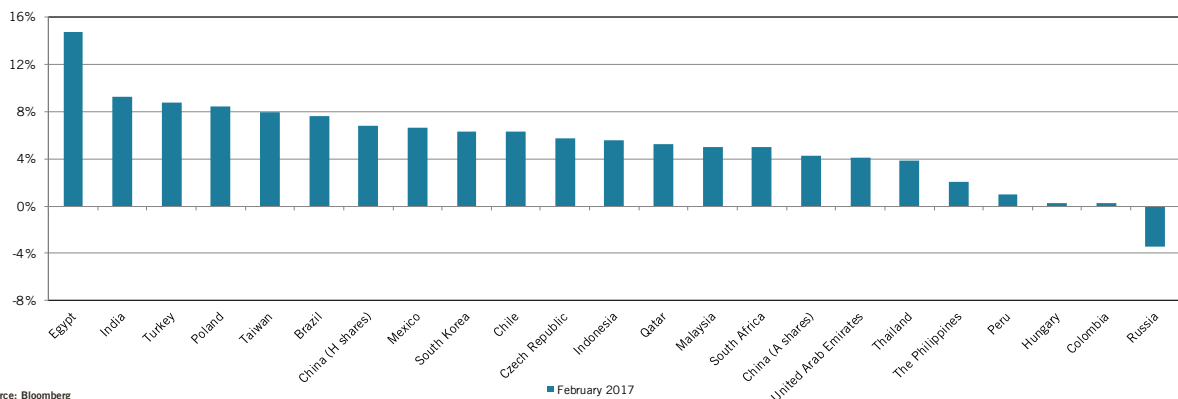
Africa continued to lag the rest of the frontier market universe in the light of the weak macroeconomic development. An exception however was Egypt, a new favourite market for Tundra, which rose an impressive 14.7%. Index heavy Nigeria and Morocco fell. East Africa's largest market, Kenya, rose 4.3% despite rising inflation, falling PMI and speculation that the country's largest listed company, Safaricom, will be split into two parts.

Frontier market funds enjoyed net inflows in January according to EPFR data after net redemptions in both November and December. Inflows however primarily targeted index funds.

Return frontier markets (SEK, total return)



Return emerging markets (SEK, total return)



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.



Monthly Letter February 2017

Tundra Frontier Opportunities Fund (class A, SEK)

Return	NAV (SEK)	1 month	YTD	1 year	Inception
Tundra Frontier Opportunities	172.2	5.3%	4.3%	27.5%	72.2%
Benchmark (MSCI FM xGCC Net (SEK))	5636.5	3.2%	4.9%	17.3%	39.9%

Facts		Risk and costs*	
Inception date	2013-04-02	Active risk (Tracking error)	8.6%
Inception price	100.00	Standard deviation	13.5%
Pricing	Daily	Standard deviation, benchmark	12.7%
Manager	Tundra Fonder AB	Beta	0.84
Benchmark index	MSCI FM xGCC Net (SEK)	Information ratio	0.34
Bank account	SEB 5851-1078355	Risk level	5 of 7 (refer to KIID for more info)
ISIN	SE0004211282	Management fee/year	2.5%
PPM	861229		
Bloomberg	TUNDFRO SS		
AuM	485.3 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

Best performers in February

	Return (SEK)
Juhayna Food	42.9%
Egypt Intl Ph.	39.0%
Obour Land	36.8%
Active Fine Chem	26.5%
Dat Xanh Real E.	24.3%

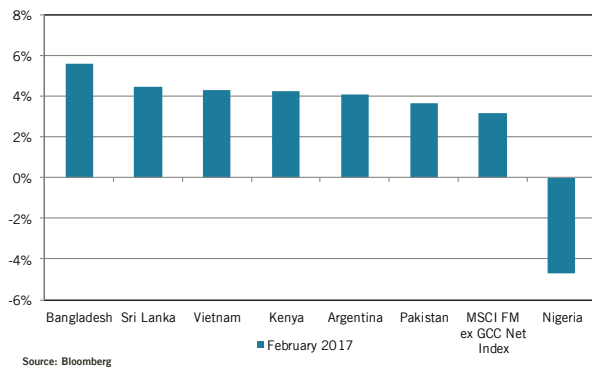
Worst performers in February

	Return (SEK)
Ferozesons Labs	-14.2%
Diamond Bank	-11.9%
Gul Ahmed Tex	-9.9%
Fbn Holdings Plc	-9.9%
Tri-Pack Films	-9.3%

Five largest holdings

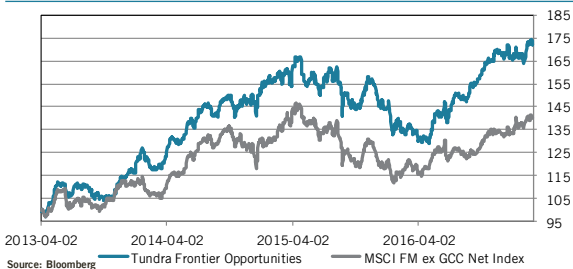
Holding	Portfolio weight	Country	P/E 2016E	P/E 2017E	Yield	Return 1 month (SEK)
Active Fine Chem	5.5%	Banglad.	-	-	-	26.5%
Ferozesons Labs	4.8%	Pakistan	-	19.5	-	-14.2%
Gb Auto	4.7%	Egypt	340.0	10.1	2.4%	3.5%
Fpt Corp	4.5%	Vietnam	9.8	8.5	4.8%	-
Brac Bank Ltd	4.4%	Banglad.	13.9	11.2	-	1.6%

Major frontier markets (SEK, total return)



Source: Bloomberg

Tundra Frontier Opportunities vs index (since inception)



Source: Bloomberg

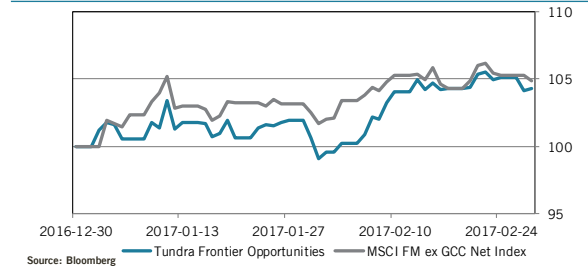
The market

MSCI Frontier Markets xGCC Net (SEK) increased 3.2% during the month, compared with MSCI Emerging Markets Net (SEK), which rose 6.3%. Adjusted for the US dollar gain of about 3% the underlying markets were unchanged. Among individual markets Croatia and Romania stood out with gains of 10% and 8% respectively. Nigeria and Morocco were the only major markets ending in red with declines of 4.7% and 1% respectively. It was a relatively uneventful month where the global news flow calmed down.

The fund

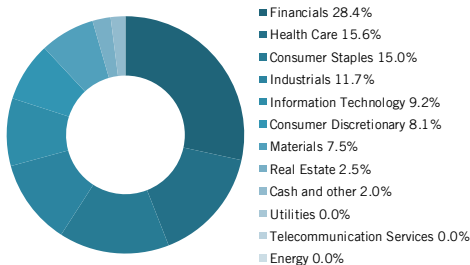
The fund rose 5.3% compared with the benchmark index which rose 3.2%. A large portion of the outperformance came from our exposure in Egypt, where the Egyptian pound strengthened almost 23% against the Swedish krona during the month. The gain should be seen against the background that the value of the Egyptian pound before the bounce had halved in value since Egypt let the currency float freely at the beginning of November. Significant positive contribution also came from Bangladesh, where one of the fund's larger holdings, the healthcare company Active Fine rose 26% during the month. Good stock picking in Vietnam and Sri Lanka also contributed positively to the relative performance. The relative performance was negatively affected by the fund's holdings in Pakistan where continued weak development of one of the fund's larger holdings, the pharmaceutical company Feroz (-14%), was the single most important reason. Underweights in Argentina and Romania also contributed negatively to relative returns. During the month, the fund continued to increase its positions in Egypt. After topping up our exposure in the vehicle manufacturer GB Auto is now the fund's third largest holding (almost 5%). The Fund also increased its exposure in the Vietnamese automotive retailer Savico and Feroz. The purchases were financed with selling primarily in Pakistan where the holdings in Karachi Electric and Pak Elektron were sold after strong share price runs.

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

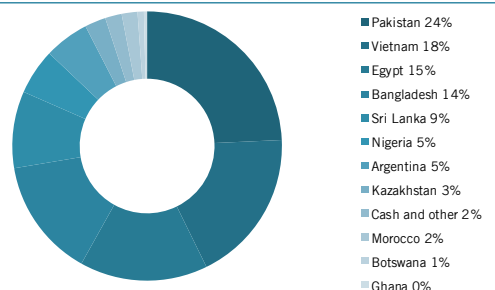


Source: Bloomberg

Tundra Frontier Opportunities: Sector allocation



Tundra Frontier Opportunities: Country allocation



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.



Monthly Letter February 2017

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

Return	NAV (SEK)	1 month	YTD	1 year	Inception
Tundra Nigeria & Sub-Sahara Fund	53.6	1.8%	-0.4%	-12.2%	-46.4%
Benchmark (S&P Africa Frontier TR Index (SEK))	9497.1	2.1%	-2.9%	-11.5%	-27.3%

Facts		Risk and costs*	
Inception date	2013-05-20	Active risk (Tracking error)	6.0%
Inception price	100	Standard deviation	23.8%
Pricing	Daily	Standard deviation, benchmark	20.5%
Manager	Tundra Fonder AB	Beta	1.13
Benchmark index	S&P Africa Frontier TR Index(SEK)	Information ratio	-0.76
Bank account	SEB 5851-1101667	Risk level	6 of 7 (refer to KIID for more info)
ISIN	SE0005188091	Management fee/year	2.5%
PPM	878223		
Bloomberg	TUNDNIG SS		
AuM	26.1 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 February

	Return (SEK)
Ghana Com. Bank	17.4%
Umeme Ltd	14.3%
Kcb Group Ltd	14.1%
CoOP Bank	13.4%
Equity Group	12.5%

Worst performers in February

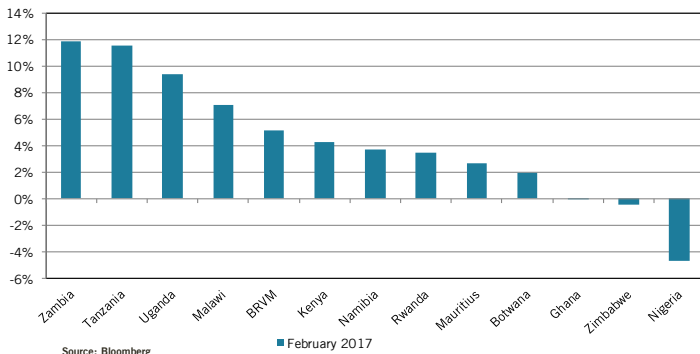
	Return (SEK)
Uac Of Nigeria	-17.4%
Diamond Bank	-11.9%
Fbn Holdings Plc	-9.9%
Nigerian Brewer	-7.8%
Zenith Bank Plc	-6.6%

Five largest holdings

Holding	Portfolio weight	Country	P/E 2016E	P/E 2017E	Yield	Return 1 month (SEK)
Guaranty Trust	9.5%	Nigeria	5.5	5.8	7.9%	4.0%
GlobalXMSCI Nig.	8.2%	Nigeria	-	-	-	-4.9%
Zenith Bank Plc	7.5%	Nigeria	4.1	4.1	12.1%	-6.6%
United Bank Afr	7.1%	Nigeria	2.8	3.0	10.6%	4.6%
Ghana Com. Bank	6.4%	Ghana	4.1	3.9	9.3%	17.4%

Source: Bloomberg, Tundra Fonder

African markets (SEK, total return)



The market

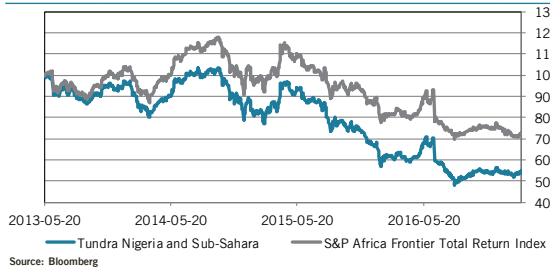
S&P Africa Frontier Total Return Index rose 2.1% in February, underperforming other frontier markets (MSCI Frontier Markets xGCC Net +3.2%). Nigeria fell 4.7%, while Kenya rose 4.3%. Best SSA performer in February was Zambia rising 11.9%, while Nigeria was the worst performer followed by Zimbabwe falling 0.6%. (All changes in SEK)

In February, Nigeria sold USD 1bn worth of 15-year Eurobonds at 7.875% interest rate and is expected to raise an additional USD 2.5bn from the World Bank and China. The funds are needed to cover the expected government deficit in 2017. A record high spread between the official and the black market Naira rate (official NGN315/USD vs black market peak of 520) prompted several statements from a number of government officials and in the end new guidelines from the Central bank (CBN) for how the FX market should function. The official rate is in reality the same, but CBN has increased availability of USD, which caused the black market rate to strengthen to around NGN460/USD. President Buhari has extended his (for unknown reasons) medical stay in London indefinitely. In his absence VP Osinbajo gains a lot of credit for his actions. Inflation in Kenya continues to rise, +7% in February, due to drought pushing food inflation. The result from a market dominance report on Safaricom (almost a 70% market share) leaked to the press. The report recommends that Safaricom and the very successful payment service M-pesa should be split into two separate companies. Safaricom will most likely resist any such move. PMI for February in Kenya fell to 50.1, the lowest levels since the index inception in March 2014. The indicator for the corporate business climate has been on a downwards sloping trend since the PMI highs of 57.7 in December 2014. The rate cap introduced in August 2016 and leading to a deteriorating credit growth has made a large negative impact.

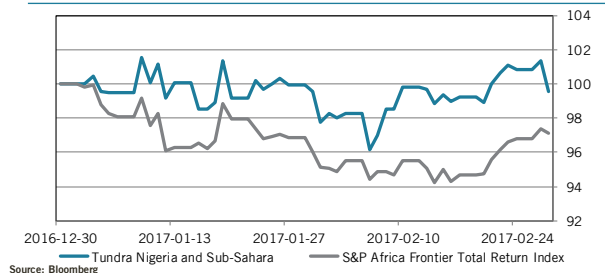
The fund

The fund rose 1.8% in February, underperforming its benchmark which rose 2.1%. On a country level, the fund gained most from the overweights in Nigeria and Ghana, while underweights in Kenya and Mauritius contributed most on the negative side. On a sector level, we gained relative to the benchmark from good stock picking within the Energy and the consumer sectors. No major changes were made in the portfolio during the month. (All changes in SEK)

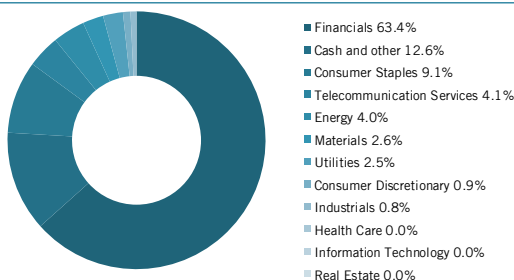
Tundra Nigeria & Sub-Sahara Fund vs index (since inception)



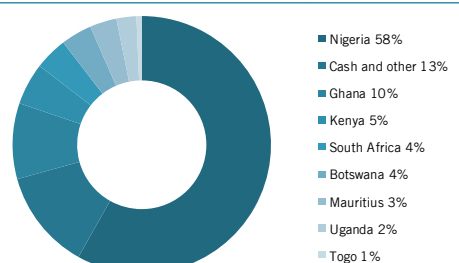
Tundra Nigeria & Sub-Sahara Fund vs index (year-to-date)



Tundra Nigeria & Sub-Sahara Fund: Sector allocation



Tundra Nigeria & Sub-Sahara Fund: Country allocation



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 Pakistan Fund	378.4	1.9%	-0.9%	44.2%	278.4%
Benchmark (MSCI Pakistan Net (SEK))	8609.8	3.7%	0.2%	57.5%	195.3%

Facts		Risk and costs*	
Inception date	2011-10-14	Active risk (Tracking error)	8.3%
Inception price	100.00	Standard deviation	17.5%
Pricing	Daily	Standard deviation, benchmark	21.2%
Manager	Tundra Fonder AB	Beta	0.77
Benchmark index	MSCI Pakistan Net (SEK)	Information ratio	0.08
Bank account	SEB 5851-1076190	Risk level	5 of 7 (refer to KIID for more info)
ISIN	SE0004211308	Management fee/year	2.5%
PPM	705806		
Bloomberg	TUNDPK SS		
AuM	1012.6 MSEK		

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

Best performers in February

	Return (SEK)		Return (SEK)
Century Paper	27.5%	Murree Brewery	-15.2%
Sui Northern	24.2%	Ferozsons Labs	-14.2%
Gharibwal Cemen	19.1%	Habib Sugar	-10.8%
Sui Southern	14.6%	Shezan Intl	0.0%
Nishat Mills Ltd	9.9%	Natl Bk Pakistan	0.5%

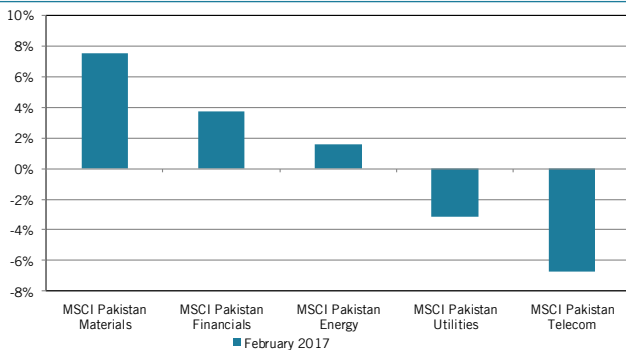
Worst performers in February

Five largest holdings

Holding	Portfolio weight	Country	P/E 2016E	P/E 2017E	Yield	month (SEK)
Habib Bank Ltd	6.7%	Pakistan	12.0	11.4	4.9%	7.6%
Pak State Oil	6.0%	Pakistan	11.2	7.7	3.7%	1.1%
United Bank Ltd	5.2%	Pakistan	10.3	9.3	5.3%	7.1%
Mcb Bank Ltd	4.8%	Pakistan	10.8	10.1	6.9%	-3.3%
IBL	4.8%	Pakistan	-	-	-	-

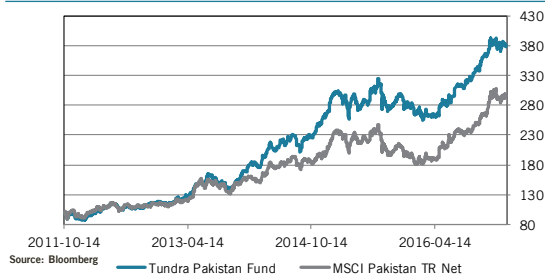
Source: Bloomberg, Tundra Fonder

Pakistan sector indices (SEK, total return)

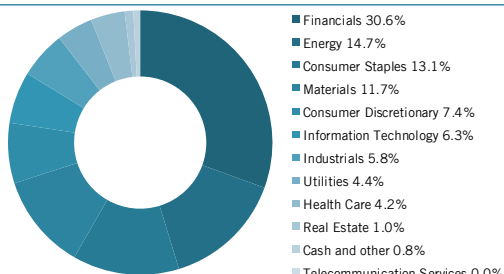


Source: Bloomberg

Tundra Pakistan Fund vs index (since inception)



Tundra Pakistan Fund: Sector allocation



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.

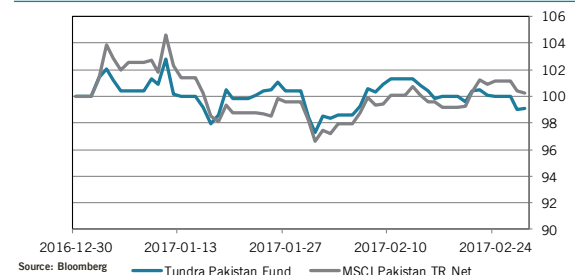
The market

MSCI Pakistan Net (SEK) increased 3.7% during February compared to MSCI Emerging Markets Net (SEK) which gained 6.3%. SECP's strict stance on in-house margin financing kept local investors at bay and resulted in lower trading activity as depicted by average daily traded value of USD 162m during February. Foreign investors selling eased to USD 30m compared to USD 111m in January. The market remained flatish however and most of the returns came from a 3% SEK depreciation. Despite several meetings with the brokers, SECP remained firm to their stance of curbing informal financing. However, SECP is rumoured to be working on a new margin financing facility (MFS) where a majority of the stocks in the market can be financed through official channels. The "Panama gate" case finally concluded hearings with all parties, however the Supreme Court decided to withhold the decision which gave rise to speculation on the potential outcome. In addition, a series of bomb blasts across Pakistan renewed concerns on the security situation. The army reacted immediately and launched new operations targeting the internal hideouts of terrorism. The IPO of Pakistan Stock Exchange is likely to take place in June 2017 when 20% of the stake will be offered to the general public. On the macro front, the balance of payment remains a cause of concern for the Finance Minister as the 7-months current account deficit stood at USD 4.7bn (up 90% Y/Y). Following oil price increases by the government, inflation touched 4.2% in February compared to 3.6% in January. A verdict in the Panama case (likely to be announced in March) and introduction of a new margin financing product will direct the market in the near term.

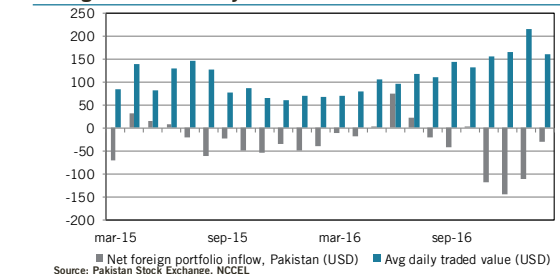
The fund

The fund increased 1.9% (SEK) in February compared to MSCI Pakistan Net (SEK) which increased 3.7%. Our off benchmark bets in Consumer Staples and Healthcare did not perform well for the fund. In addition, we saw interest picking up in MSCI stocks (where we are underweight), ahead of Pakistan entering MSCI Emerging Markets Index, in Financials and Materials which added to the negative relative returns. However, overweights in Utilities, Information Technology and Consumer Discretionary were positive contributors. The fund increased exposure in selective stocks in the consumer sectors and Materials during the month.

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



Foreign flows and daily turnover on the Pakistan Stock Exchange



Source: Pakistan Stock Exchange, NCCEL

Return	NAV (SEK)	1 month	YTD	1 year	Inception
Tundra Rysslandsfond	114.9	-1.4%	-3.3%	51.7%	14.9%
Benchmark (MSCI Russia Net (SEK))	4752.7	-3.4%	-6.9%	51.2%	23.1%

Facts		Risk and costs*	
Inception date	2011-10-14	Active risk (Tracking error)	8.8%
Inception price	100,00	Standard deviation	20.1%
Pricing	Daily	Standard deviation, benchmark	26.5%
Manager	Tundra Fonder AB	Beta	0.73
Benchmark index	MSCI Russia Net (SEK)	Information ratio	0.11
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	TUNDRY5S		
AuM	30.5 MSEK		

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

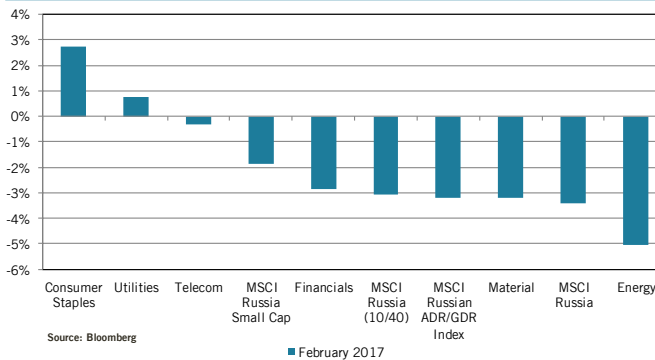
Best performers in February		Worst performers in February	
	Return (SEK)		Return (SEK)
Mail.Ru Grou-Gdr	24.8%	Rusal	-18.7%
Halyk Savings Bk	6.3%	Rosneft	-12.5%
Mobile Telesyste	5.8%	Tatneft	-11.2%
Novatek Pjsc	5.1%	Phosagro Pjsc	-10.8%
Norilsk Nickel	2.4%	Severstal	-7.8%

Five largest holdings

Holding	Portfolio weight	Country	P/E 2016E	P/E 2017E	Yield	Return 1 month (SEK)
Novatek Pjsc	8.8%	Russia	9.0	12.9	2.6%	5.1%
Gazprom	8.3%	Russia	3.4	3.6	6.2%	-5.3%
Magnit	7.6%	Russia	15.3	12.7	3.4%	0.2%
Norilsk Nickel	4.7%	Russia	11.4	10.3	8.4%	2.4%
Surgutnefteg-Prf	4.6%	Russia	20.0	4.3	2.3%	-1.9%

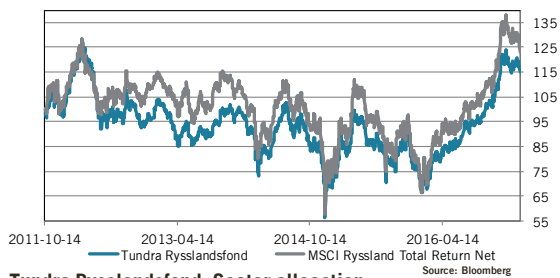
Source: Bloomberg, Tundra Fonder

Russian sectors and indices (SEK, total return)



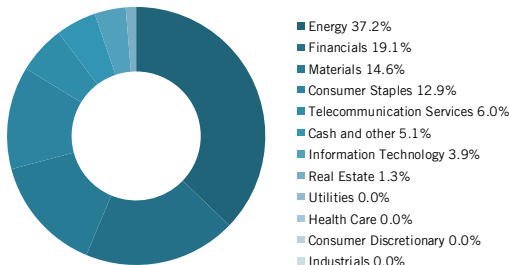
Source: Bloomberg

Tundra Rysslandsfond vs index (since inception)



Source: Bloomberg

Tundra Rysslandsfond: Sector allocation



The market

The Russian market (MSCI Russia Net) fell 3.4% in SEK during February. By comparison, MSCI Emerging Markets Net fell 6.3%. The Russian small cap index fell 1.9%.

Oil prices were more or less unchanged during the month. The ruble strengthened during the month (6.1% against the SEK) which raised voices in Russia that the ruble is too strong for what the export industry can handle. This appreciation occurred despite the fact that the Russian Central bank bought USD 1.4bn in February to build reserves and to avoid the ruble strengthening too much.

The recession is over in Russia, but the economic recovery is very slow and gradual. An overly strong currency could very well jeopardize the economic recovery when Russia is so dependent on its exports, both for income generation but also for the job creation that export industries provides if we include the entire metal and mining sector in addition to the energy sector.

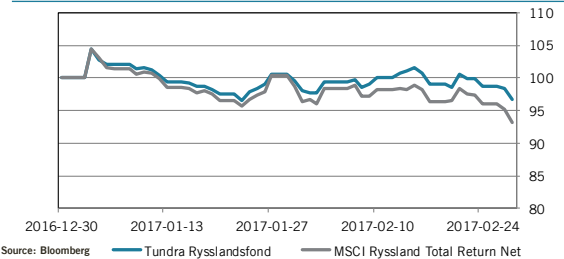
The Russian market was surprisingly weak despite generally rising equity markets globally with all-time-high in S&P500 as one example. It was mainly the export sectors, Energy and Materials, which fell the most. This due to the stronger currency.

Several secondary placings and an IPO with an aggregated value of USD 1.3bn contributed to the weak market development despite inflows into Russian equity funds. The negative signal effect from insiders reducing their holdings did not help either.

The fund

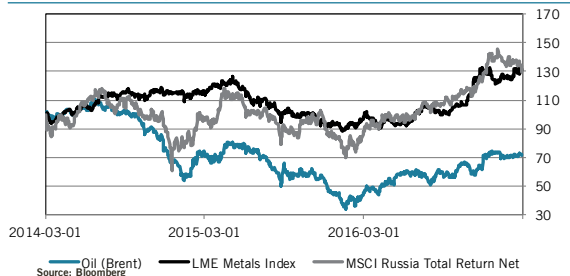
Tundra Rysslandsfond fell 1.4% in February, while the market, measured by the MSCI Russia Net, fell 3.4% (SEK). Year-to-date, the fund has fallen 3.3% while the benchmark is down 6.9%. The underweight in the energy sector, stock selection within Financials and the holding in Mail.ru explain the excess return over the month. During the month the fund's holding in the retailer Dixy was divested.

Tundra Rysslandsfond vs index (year-to-date)



Source: Bloomberg

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



Source: Bloomberg

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.



Monthly Letter February 2017

Tundra Sustainable Frontier Fund (class A, SEK)

Return	NAV (SEK)	1 month	YTD	1 year	Inception
Tundra Sustainable Frontier Fund	109.3	4.9%	4.0%	28.0%	9.3%
Benchmark (MSCI FM xGCC Net (SEK))	5636.5	3.2%	4.9%	17.3%	4.7%

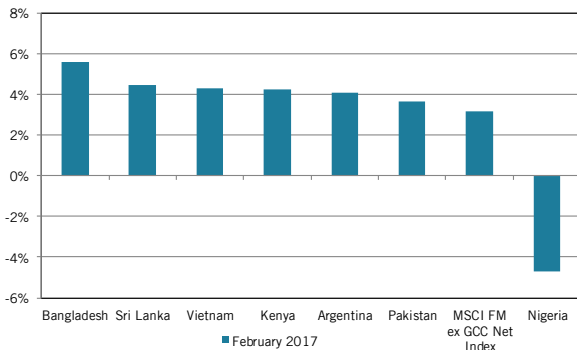
Facts		Risk and costs*	
Inception date	2015-08-03	Active risk (Tracking error)	-
Inception price	100.00	Standard deviation	-
Pricing	Daily	Standard deviation, benchmark	-
Manager	Tundra Fonder AB	Beta	-
Benchmark index	MSCI FM xGCC Net (SEK)	Information ratio	-
Bank account	SEB 5851-1107312	Risk level	5 of 7 (refer to KIID for more info)
ISIN	SE0005797206	Management fee/year	2.5%
PPM	-		
Bloomberg	TUNDSUS SS		
AuM	224.9 MSEK		

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

Best performers in February		Worst performers in February	
	Return (SEK)		Return (SEK)
Juhayna Food Ind	42.9%	Ferozesons Labs	-14.2%
Egypt Intl Pharm	39.0%	Diamond Bank	-11.9%
Obour Land	36.8%	Gul Ahmed Tex	-9.9%
Century Paper	27.5%	Tri-Pack Films	-9.3%
Dat Xanh Real	24.3%	Dien Quang Jsc	-7.2%

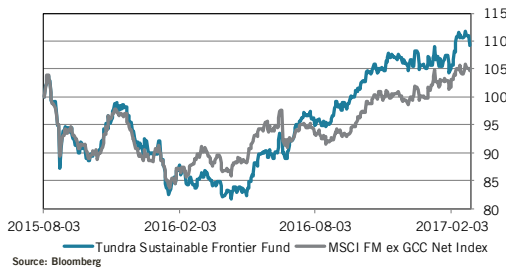
Five largest holdings					
Holding	Portfolio weight	Country	P/E 2016E	P/E 2017E	Yield
Gb Auto	5.5%	Egypt	340.0	10.1	2.4%
Ferozesons Labs	5.0%	Pakistan	-	19.5	-
Systems Ltd	4.2%	Pakistan	17.5	13.2	-
Fpt Corp	4.1%	Pakistan	-	-	4.8%
Masan Group	4.0%	Vietnam	17.9	14.7	-

Major frontier markets (SEK, total return)



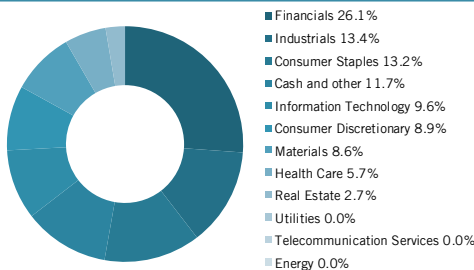
Source: Bloomberg

Tundra Sustainable Frontier Fund vs index (since inception)



Source: Bloomberg

Tundra Sustainable Frontier Fund: Sector allocation



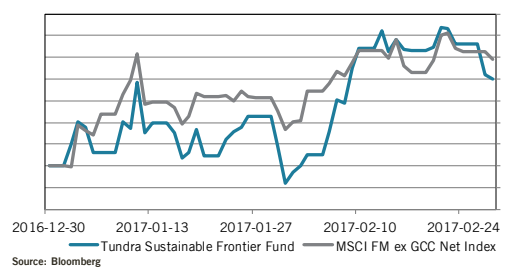
The market

MSCI Frontier Markets xGCC Net (SEK) increased 3.2% during the month, compared with MSCI Emerging Markets Net (SEK), which rose 6.3%. Adjusted for the US dollar gain of about 3% the underlying markets were unchanged. Among individual markets Croatia and Romania stood out with gains of 10% and 8% respectively. Nigeria and Morocco were the only major markets ending in red with declines of 4.7% and 1% respectively. It was a relatively uneventful month where the global news flow calmed down.

The fund

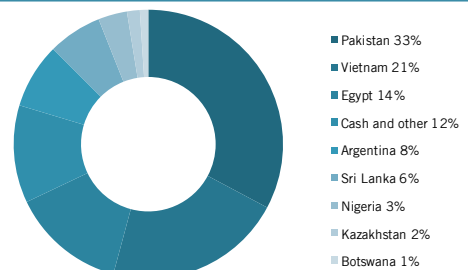
The fund rose 4.9% compared with the benchmark index, which rose 3.2%. A large portion of the outperformance came from our exposure in Egypt, where the Egyptian pound strengthened almost 23% against the Swedish krona during the month. The gain should be seen against the background that the value of the Egyptian pound before the bounce had halved in value since Egypt let the currency float freely at the beginning of November. Good stock picking in Vietnam and Sri Lanka also contributed positively to the relative performance. The relative performance was negatively affected by the fund's holdings in Pakistan where continued weak development of one of the fund's larger holdings, the pharmaceutical company Feroz (-14%), was the single most important reason. Underweights in Argentina and Romania also contributed negatively to relative returns. During the month, the fund continued to increase its positions in Egypt. After topping up our exposure the vehicle manufacturer GB Auto is now the fund's largest holding (just over 5%). The Fund also increased its exposure in the Vietnamese automotive retailer Savico and Feroz. The purchases were financed with selling primarily in Pakistan where the holdings in Karachi Electric and Pak Elektron were sold after strong share price runs.

Tundra Sustainable Frontier Fund vs index (year-to-date)



Source: Bloomberg

Tundra Sustainable Frontier Fund: Country allocation



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	157.8	4.5%	4.8%	24.1%	57.8%
Benchmark (FTSE Vietnam Index Net (SEK))	2356.1	4.3%	4.7%	14.9%	28.4%

Facts		Risk and costs*	
Inception date	2014-05-06	Active risk (Tracking error)	5.1%
Inception price	100,00	Standard deviation	17.0%
Pricing	Dagligen	Standard deviation, benchmark	18.5%
Manager	Tundra Fonder AB	Beta	0.89
Benchmark index	FTSE Vietnam Index TR (SEK)	Information ratio	1.80
Bank account	SEB 5851-1103805	Risk level	5 of 7 (refer to KIID for more info)
ISIN	SE0005797099	Management fee/year	2.5%
PPM	762823		
Bloomberg	TUNDVIE SS		
AuM	452.6 MSEK		

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

Best performers in February

	Return (SEK)
Thanh Cong Text.	40.7%
Dat Xanh Real Est.	24.3%
Gemadept Corp	24.2%
HCM City Infra.	16.2%
Tng Investment	15.9%

Worst performers in February

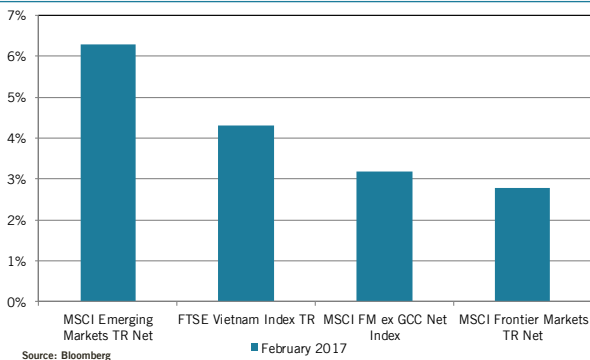
	Return (SEK)
Hung Vuong Corp	-29.0%
Hatien 1 Cement	-4.8%
Hoa Phat Grp Jsc	-4.2%
Vietnam Electric	-4.0%
Bank for For. Trade	-3.6%

Five largest holdings

Holding	Portfolio weight	Country	P/E 2016E	P/E 2017E	Yield month (SEK)	Return 1 month (SEK)
Hoa Phat Grp Jsc	6.7%	Vietnam	5.9	5.5	4.3%	-4.2%
Masan Group Corp	6.7%	Vietnam	17.9	14.7	-	0.7%
Vingroup Jsc	6.6%	Vietnam	34.2	20.3	-	8.5%
Fpt Corp	6.5%	Vietnam	9.8	8.5	4.8%	3.0%
Viet Nam Dairy	6.2%	Vietnam	21.5	20.6	4.2%	3.2%

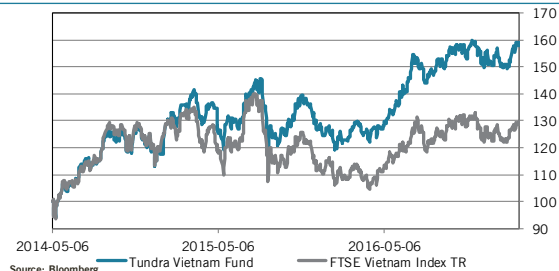
Source: Bloomberg, Tundra Fonder

Various frontier market indices (SEK, total return)



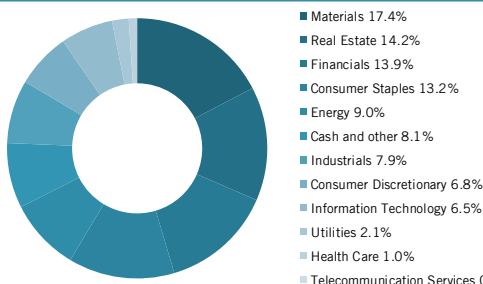
Source: Bloomberg

Tundra Vietnam Fund vs index (since inception)



Source: Bloomberg

Tundra Vietnam Fund: Sector allocation



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.

The market

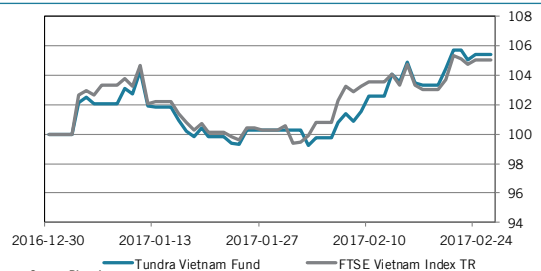
The Vietnamese stock market continued the rally from the previous month. FTSE Vietnam Net (SEK) rose 4.3% in February, compared to a 3.2% gain in MSCI Frontier Market xGCC Net (SEK) and a 6.3% jump in MSCI Emerging Market Net (SEK). Liquidity remained high with traded daily average being USD 159m (+36% vs January). Local investors were quite eager to buy in ahead of dividend season. Foreigners added to the excitement being net buyers of USD 29.6m in February. Even though the market is moving up with strong liquidity, margin positions have reduced in the last couple of weeks. We see this as a good indicator for further upside. Both large cap and mid cap stocks had a great run, especially companies with bright 2016 results and good dividend payment potential ahead. Sector wise Real Estate performed well as investors believe that the impressive pre-sales in 2015-2016 will result in strong earnings from the property players. Looking ahead the market will focus on the quarterly review of the FTSE benchmark in March when a large re-balancing is expected.

The positive macro environment that have been going on since 2016 continued, February PMI rose to 54.2 (vs 51.9 in January), telling us that the manufacturing sector expanded at a higher pace as manufacturers got back after the Lunar new year. FDI in the first two months of 2017 reached USD 3.4bln registered (+21.5%) and USD 1.55bln disbursed (+3.3%). Total export YTD was USD 27.3bln (+15.4%) compared to total imports at USD 27.4bln (+19.6%), resulting in a minor trade deficit of USD 46m. CPI increased slightly (0.23%) over January (+5% YoY), but is still under control. The government in its latest meeting reconfirmed that it remains committed to achieve the +6.7% GDP target for 2017.

The fund

The fund gained 4.5% (SEK) during the month compared to the benchmark index which gained 4.3%. The overweight in Energy was the main driver of positive relative performance. In addition, our off-benchmark bets in Consumer Discretionary, Information Technology and Materials also added to the outperformance. Underweights in index heavy stocks in Consumer staples (GTN), Financials (HAG, STB) and Real Estate (FLC) contributed negatively to the fund. The fund reduced its exposure to Energy while increasing the exposure to consumer stocks during the month.

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



Source: Bloomberg

Daily turnover on the Ho Chi Minh Stock Exchange



Source: Bloomberg

	Return SEK (%)			
	February	3 months	Year to date	12 months
Emerging Markets				
MSCI Emerging Markets TR Net	6,3	6,7	8,3	36,6
Brazil	7,6	14,1	15,2	105,9
Chile	6,3	5,1	7,4	28,1
Colombia	0,2	6,4	0,3	30,9
The Philippines	2,0	3,3	4,3	8,9
India	9,2	8,1	10,2	33,3
Indonesia	5,6	5,7	2,1	17,2
China (A shares)	4,3	-4,1	5,2	20,8
China (H shares)	6,8	3,8	10,2	38,4
Malaysia	5,0	3,3	4,6	5,9
Egypt	14,7	13,6	8,8	16,6
Mexico	6,6	4,1	5,3	3,9
Peru	10	4,8	6,5	59,1
Poland	8,4	22,9	15,8	26,5
Russia	-3,4	2,9	-6,9	51,2
South Africa	5,0	8,0	4,3	34,8
South Korea	6,3	9,3	10,7	38,2
Taiwan	8,0	6,2	9,5	38,4
Thailand	3,8	4,4	4,1	28,3
Czech Republic	5,7	6,2	4,5	17,5
Turkey	8,8	9,5	8,9	0,4
Hungary	0,3	6,9	1,1	46,8
United Arab Emirates	4,1	4,5	14	16,6
Qatar	5,2	8,0	2,9	19,2
Latin America	6,8	10,1	11,1	55,7
Asia	6,6	5,3	9,4	33,5
EMEA	3,3	7,3	19	32,4
Frontier Markets				
MSCI Frontier Markets 100 TR Net	2,8	6,9	5,9	19,4
MSCI Frontier Markets xGCC Net	3,2	5,4	4,9	17,3
Argentina	4,1	13,9	19,1	17,8
Bangladesh	5,6	6,6	4,7	20,0
Bosnia & Herzegovina	-1,2	-9,3	-6,8	-1,7
Bulgaria	1,4	3,8	1,1	40,9
Ecuador	2,9	5,3	5,0	9,8
Morocco	-0,8	9,0	1,7	42,7
Estonia	10	4,3	3,7	15,6
Tunisia	5,5	2,1	3,6	0,0
Ghana	-0,1	5,7	-10	-16,9
Kazakhstan	8,7	26,8	27,8	59,9
Kenya	4,3	-14,2	-9,4	-3,3
Croatia	10,1	12,5	14,0	50,9
Kuwait	0,1	12,9	10,3	28,1
Latvia	-0,8	-2,6	1,5	23,3
Lithuania	1,3	3,0	3,4	5,0
Mauritius	2,6	0,7	2,2	16,6
Mongolia	8,1	13,4	2,1	-6,7
Nigeria	-4,7	-5,8	-7,5	-26,1
Pakistan	3,7	12,3	0,2	57,5
Jordan	8,2	2,9	3,2	13,1
Romania	8,4	13,0	12,0	43,8
Serbia	5,2	8,6	2,4	43,7
Slovakia	2,3	-0,6	-2,3	0,3
Slovenia	2,7	3,7	1,1	-4,8
Sri Lanka	4,4	-4,9	-1,7	9,7
Ukraine	1,5	15,8	19,6	55,6
Vietnam	5,4	-0,2	4,7	14,9
Developed Markets				
MSCI World TR Net	6,0	5,5	4,9	28,0
Hong Kong	5,2	0,7	9,5	30,9
Nasdaq	7,0	7,2	7,9	34,9
Nikkei 225	4,3	3,7	4,5	26,9
OMX Stockholm 30	3,1	8,0	5,3	20,2
S&P 500	7,0	5,3	5,2	29,1
Singapore	5,7	6,8	10,6	26,3
STOXX Europe 600	4,4	6,5	3,0	16,3
Sectors (Emerging Markets)				
Financials	7,8	7,6	8,6	44,1
Industrials	7,7	5,5	8,5	21,9
Consumer Staples	6,4	3,5	5,5	17,1
Energy	2,3	5,4	2,0	50,2
IT	6,0	7,9	11,3	47,9
Utilities	6,7	5,4	7,5	23,6
Healthcare	6,7	1,1	5,9	12,9
Materials	4,6	10,3	11,5	54,7
Consumer Discretionary	8,2	7,3	9,0	27,3
Telecom	3,2	2,7	3,8	15,2

	Return in USD (%)			
	February	3 months	Year to date	12 months
Soft commodities				
Coffe	-5,9	-4,6	2,7	24,9
Cocoa	-7,6	-18,6	-8,6	-34,1
Corn	1,8	5,1	6,2	-3,9
Palm oil	-10,5	-5,4	-9,0	10,5
Rice	-2,6	-4,3	-0,7	-11,5
Soya	0,1	-1,3	3,2	17,2
Wheat	2,4	6,8	8,8	-12,4
Energy				
Coal (cooking coal, China)	0,7	0,7	1,3	117,1
Coal (steam coal, South Africa)	-2,6	0,4	0,1	60,4
Natural Gas (Henry Hub)	-11,0	-17,2	-25,5	62,1
Oil (Arabian Light)	3,9	19,7	-0,8	85,8
Oil (Brent)	-0,2	10,1	-2,2	54,5
Oil (WTI)	2,3	9,2	0,5	60,0
Fertilizers				
Ammonia	3,1	46,7	32,0	6,5
Phosphorus	0,0	-4,5	0,0	-20,5
Potash	0,0	3,9	0,0	6,0
Sulfur	0,0	7,1	7,1	-21,1
Urea	-7,6	6,2	-4,3	-5,9
Metals				
Aluminum	5,8	11,1	13,6	22,3
Gold	3,8	6,9	9,5	2,0
Copper	-0,3	2,5	7,9	27,2
Nickel	10,3	-2,4	9,6	28,9
Palladium	2,2	-0,4	13,2	55,9
Platinum	3,8	13,2	14,1	10,4
Silver	5,3	11,6	15,6	24,2
Steel	3,1	10,5	5,4	75,5
Zinc	-1,2	4,6	9,7	60,1

	SEK per 1 local currency				Change (%)			
	2017-02-28	2016-11-30	2016-12-30	2016-02-29	February	3 months	Year to date	12 months
Argentina (Peso)	0,5831	0,5807	0,5702	0,5401	5,9	0,4	2,3	8,0
Bangladesh (Taka)	0,137	0,176	0,147	0,1091	3,1	-3,3	-0,9	4,3
Bosnia Hercegovina (Mark)	4,9005	4,9866	4,8738	4,7527	15	-1,7	0,5	3,1
Brazil (Real)	2,9019	2,7223	2,7819	2,1300	4,4	6,6	4,3	36,2
Bulgaria (Lev)	4,8968	4,9950	4,8730	4,7561	15	-2,0	0,5	3,0
Chile (Peso) X100	0,0139	0,0137	0,0135	0,0123	2,7	16	2,8	13,0
Colombia (Peso) x100	0,0031	0,0030	0,0030	0,0026	3,1	2,9	2,3	11,8
Egypt (Pound)	0,5711	0,5136	0,4992	1,0930	23,0	11,2	14,4	-47,8
Euro	9,5682	9,7776	9,5751	9,3119	1,3	-2,1	-0,1	2,8
Philippines (Peso)	0,1796	0,1855	0,1826	0,1801	2,2	-3,2	-1,7	-0,3
United Arab Emirates (Dirham)	2,4577	2,5095	2,4654	2,3289	3,2	-2,1	-0,3	5,5
Hong Kong (Dollar)	1,628	1,884	1,676	1,1000	3,1	-2,2	-0,4	5,7
India (Rupee)	0,1353	0,1348	0,1333	0,1250	5,0	0,4	1,5	8,3
Indonesia (Rupia) X100	0,0007	0,0007	0,0007	0,0006	3,4	-0,5	0,7	5,8
Japan (Yen) X100	0,0806	0,0808	0,0774	0,0757	4,1	-0,2	4,1	6,5
Kazakstan (Tenge)	0,0285	0,0271	0,0271	0,0244	5,5	5,2	5,2	16,8
Kenya (Shilling)	0,0877	0,0905	0,0883	0,0842	4,1	-3,1	-0,7	4,2
China (Renminbi)	13,144	13,379	13,039	13,055	3,4	-1,8	0,8	0,7
Croatia (Kuna)	12,876	12,961	12,618	12,198	2,0	-0,7	2,0	5,6
Kuwait (Dinar)	29,5611	30,2157	29,6144	28,4353	3,1	-2,2	-0,2	4,0
Latvia (Lati)	13,6220	13,9001	13,5535	13,2358	1,5	-2,0	0,5	2,9
Malaysia (Ringgit)	2,0327	2,0638	2,0165	2,0352	2,9	-1,5	0,7	-0,1
Morocco (Dirham)	0,8956	0,9142	0,8942	0,8637	2,1	-2,0	0,2	3,7
Mexico (Peso)	0,4499	0,4498	0,4369	0,4741	7,2	0,0	3,0	-5,1
Mongolia (Togrog)	0,0037	0,0037	0,0036	0,0042	2,8	-2,2	0,4	-13,2
Nigeria (Naira)	0,0286	0,0293	0,0287	0,0430	0,2	-2,1	-0,3	-33,4
Pakistan (Rupee)	0,0861	0,0879	0,0868	0,0816	3,1	-2,0	-0,7	5,5
Peru (new Sol)	2,7624	2,7002	2,6983	2,4284	3,3	2,3	2,4	13,8
Polan (Zloty)	2,2229	2,1945	2,1626	2,1118	1,9	1,3	2,8	3,8
Qatar (Rial)	2,4788	2,5313	2,4868	2,3494	3,1	-2,1	-0,3	5,5
Romania (Lei)	2,1151	2,1692	2,0998	2,0811	0,8	-2,5	0,7	1,6
Russia (Rubel)	0,1544	0,1438	0,1472	0,1141	6,1	7,4	4,9	35,4
Serbia (Dinar)	0,0773	0,0794	0,0772	0,0754	1,6	-2,5	0,2	2,6
Singapore (Dollar)	6,4524	6,4317	6,2590	6,0821	4,0	0,3	3,1	6,1
Sri Lanka (Rupee)	0,0595	0,0619	0,0605	0,0591	2,4	-3,9	-1,6	0,7
Sydafrika (rand)	0,6885	0,6550	0,6591	0,5409	6,3	5,1	4,5	27,3
South Korea (Won)	0,0080	0,0079	0,0075	0,0069	6,0	1,3	6,3	15,5
Taiwan (Dollar)	0,2942	0,2892	0,2801	0,2569	5,5	1,7	5,0	14,5
Thailand (Bhat)	0,2586	0,2581	0,2527	0,2400	3,8	0,2	2,3	7,7
Czech (Koruny)	0,3543	0,3611	0,3524	0,3437	1,5	-1,9	0,5	3,1
Turkey (Lira)	2,4835	2,6826	2,5700	2,8863	7,4	-7,4	-3,4	-14,0
Ukraine (Hryvnia)	0,3319	0,3608	0,3317	0,3180	2,7	-8,0	0,1	4,4
Hungary (Forint)	0,0311	0,0312	0,0308	0,0300	2,1	-0,6	1,0	3,5
USD	9,0262	9,2173	9,0555	8,5539	3,1	-2,1	-0,3	5,5
Vietnam (Dong) X1000	0,0004	0,0004	0,0004	0,0004	2,4	-2,5	-0,3	3,4

Important: Please read this information/disclaimer

This presentation is issued by Tundra Fonder AB ("Tundra"). The information – assumptions, opinions, valuations, recommendations etc – presented in this publication have been compiled by Tundra. The publication is based on generally available information from sources that Tundra believes to be reliable. However, Tundra cannot guarantee the accuracy of this information. This presentation – as well as all or parts of its content – may not be duplicated or distributed under any circumstances without the written permission of Tundra.

Use of information

This presentation is intended exclusively for the use of Tundra's clients in Sweden and is thus not intended for any individual or company in the USA, Canada, Japan or Australia, or in any other country where the publication or availability of the material is prohibited or restricted in any way.

The Fund or the Fund Company Tundra Fonder is not registered under the United States Securities Act of 1933, the United States Investment Company Act of 1940, or any other applicable law of the United States. Therefore fund units may not be offered, sold or in any other way distributed to physical or legal persons in the United States of America. It is the responsibility of individuals or entities acquainting themselves with this presentation to inform themselves of and comply with these regulations. A legal entity may be prevented from investing in Tundra's fund by law or internal regulations. Foreign law may prevent investments to be made from outside of Sweden. Tundra will not verify that investments from outside of Sweden are made in accordance with foreign law and Tundra will not accept responsibility for any such investments. It is the responsibility of persons reading this presentation to inform themselves of, and to follow these rules. Should any such person or company nonetheless accept offers from Tundra, of whatever kind they may be, it may be disregarded. No part of this presentation should be construed as a solicitation or recommendation to conduct or make use of any type of investment or to enter into any other transactions. The opinions expressed in this presentation reflect the present views of the participants and may thus be subject to change. The information in this presentation does not take into account the specific investment goal, financial situation or needs of any specific recipient. The information should not be regarded as a personal recommendation or investment advice. The client should always seek adequate professional advice before taking any investment decision and each such investment decision is taken independently by the client and at the client's own risk. Tundra accepts no liability whatsoever for any direct or consequential loss of any kind arising from the use of this presentation. Tundra's employees may hold, indirect or indirect investments mentioned in this presentation.

The state of the origin of the Fund is Sweden. This document may only be distributed in or from Switzerland to qualified investors within the meaning of Art. 10 Para. 3,3bis and 3ter CISA. The representative in Switzerland is ACOLIN Fund Service AG, Stadelhoferstrasse 18, CH-8001 Zurich, whilst the Paying Agent is Bank Vontobel Ltd, Gotthardstrasse 43, CH-8022 Zurich. The Basic documents of the fund as well as the annual report may be obtained free of charge at the registered office of the Swiss Representative

Risks

Investments in financial instruments are associated with risk and an investment may both increase and decrease in value or even become worthless. Historical returns are no guarantee of future returns. International investments, particularly those on new markets in developing and growth countries (such as Eastern Europe (including Russia), Asia, Latin America and Africa), are normally associated with a higher level of risk than investments in Swedish or other developed markets' securities. These risks include both political and economic uncertainty in other countries as well as currency fluctuations. These risks are particularly high on new markets since these countries may have relatively unstable governments and immature markets and economies.