

# MONTHLY LETTER JULY 2016



TUNDRA  FONDER

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June was a strong month for global equity, which continued the upward trajectory after the initial Brexit sell-off. Risk appetite was boosted by better than expected macro number from China as well as the US combined with corporate earnings beating consensus. MSCI World Net rose 5.1% (SEK), VIX traded at the lowest level in a year and the gold price sold off after an initial run up during the beginning of the month. Frontier markets also rose during July (MSCI Frontier Markets xGCC Net +1.9% in SEK) but underperformed more developed markets. Similar to June, it was index heavy weight Nigeria (-13.4%) which became the party pooper for the asset class while a majority of the individual major frontier markets performed in line with or outperformed global equity.

Pakistan rose significantly during the month (+6.5%). The market continued to enjoy MSCI's decision to upgrade Pakistan to emerging market status. Positive sentiment also emanated from abating political tensions post election victory by the governing party in the Azad Jammu and Kashmir-region. IMF announced during July that the lender is revising up its FY17 growth forecast for Pakistan from 4.7% to 5.0% The revision was motivated by the CPEC, China's infrastructure investment program in Pakistan.

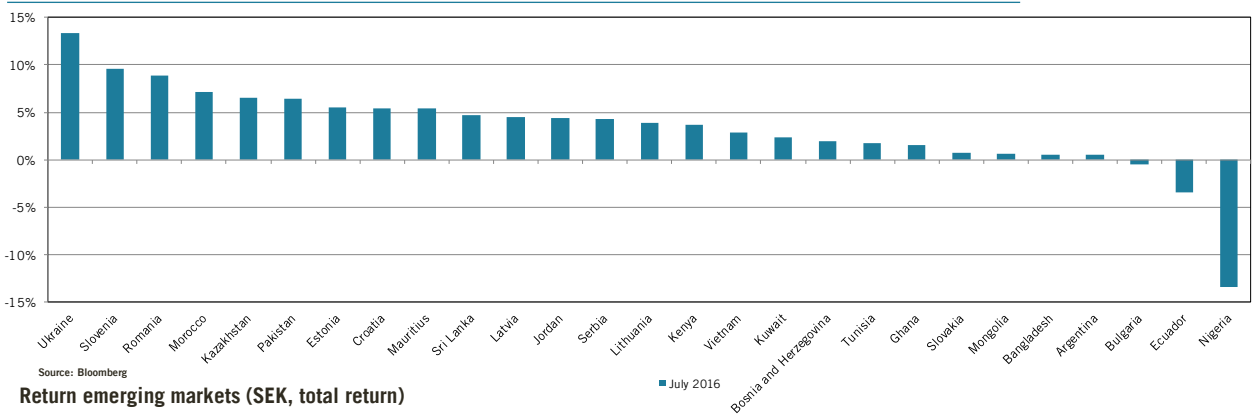
While Pakistan is enjoying growth acceleration, Nigeria is suffering from the opposite. The problems accumulated during July and the economic situation deteriorated. IMF downgraded the growth outlook to -1.8% during 2016. If IMF is right, this would be the first recession in two decades. In addition, inflation is escalating as the country is running short of food among other things and the latest inflation reading hit 16.5%, above market's expectations and the highest inflation in 11 years. The deteriorating economy is now also noticeable on a micro level as several companies have been

forced to profit warn. The crumbling economy has also taken a toll on the banking sector where the Central Bank of Nigeria took over Skye Bank, one of the smaller banks, as it struggled to meet capital requirements. Despite the June devaluation, CBN has not let the Naira trade at par with the market price and in July a second devaluation was effectively performed.

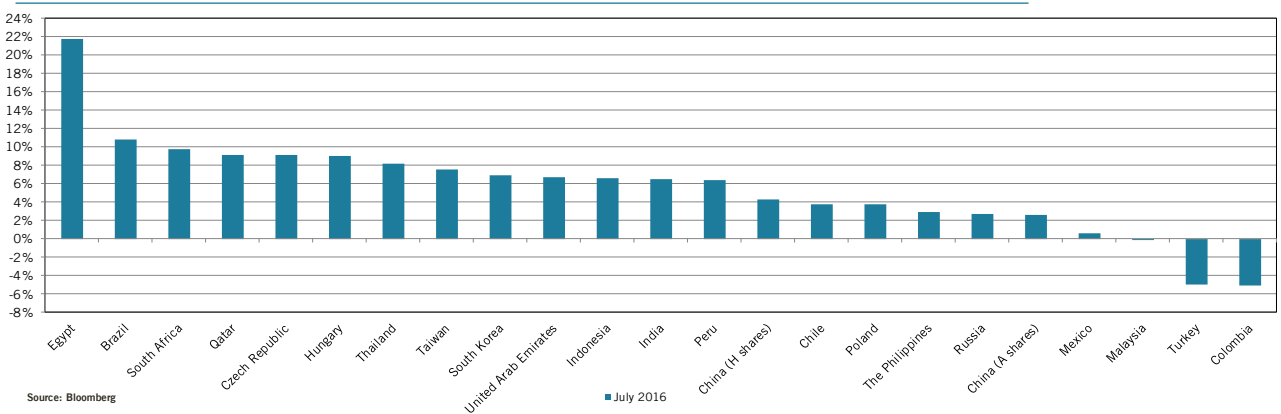
Vietnam ended the month at +2.9% after an initial run up followed by profit taking during the second half of the month. State Securities Council removed the Foreign Ownership Limits (FOL) for Vinamilk, the largest listed company in the country (market cap exceeding USD 8bn). That Vietnam intends to gradually remove the FOL, which has limited the portion of a company foreign investors may own, is well known and Vinamilk was not the first company to enjoy removal of the FOL. The fact that the regulator now executes on the reform and does not leave it as an empty promise is positive. The previous 49% ownership limit has now been completely removed. The Vietnamese equity market benefits from the fact that more large cap and liquid stocks become available for a broader audience as this increases the interest from foreign investors. Vinamilk should represent 3-5% of the global frontier index which will almost double the weight of Vietnam in the asset class. Positive during July was also the decision by the Dutch Permanent Court of Arbitration to not rule in favour of China's claim to some geopolitically important parts of the South China Sea. The case was brought to the court in 2013 by the Philippines, which similar to Vietnam, has an ongoing conflict regarding the region with China.

Among other markets performing well during July were also Morocco, Kazakhstan and Ukraine, all of which underperformed post the Brexit result.

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



### Return emerging markets (SEK, total return)



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# Monthly Letter July 2016

## Tundra Frontier Opportunities Fund (class A, SEK)

Return	NAV (SEK)	1 month	YTD	1 year	Inception
Tundra Frontier Opportunities	150.8	3.7%	3.2%	-4.6%	49.2%
Benchmark (MSCI FM xGCC Net (SEK))	5120.2	1.9%	5.0%	-4.8%	26.1%

Facts		Risk and costs*	
Inception date	2013-04-02	Active risk (Tracking error)	8.3%
Inception price	100.00	Standard deviation	13.4%
Pricing	Daily	Standard deviation, benchmark	12.8%
Manager	Tundra Fonder AB	Beta	0.84
Benchmark index	MSCI FM xGCC Net (SEK)	Information ratio	0.36
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	346.9 MSEK		

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

### Best performers in July

	Return (SEK)
Gul Ahmed Textile	23.4%
Cresud Sa	21.2%
Murree Brewery	19.4%
Shifa In Hospitals	18.4%
Brac Bank Ltd	18.2%

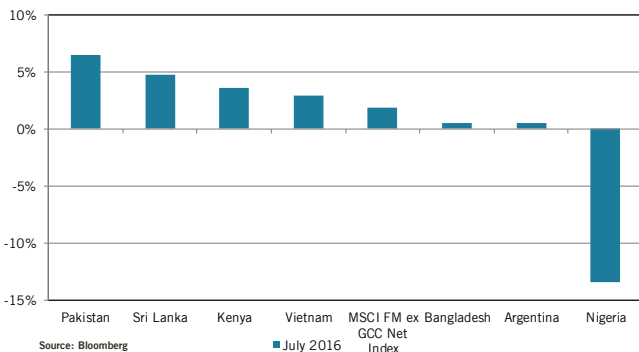
### Worst performers in July

	Return (SEK)
Diamond Bank	-36.9%
Fbn Holdings Plc	-21.7%
Saigon General	-15.9%
United Bank Afr.	-13.6%
Access Bank Plc	-13.4%

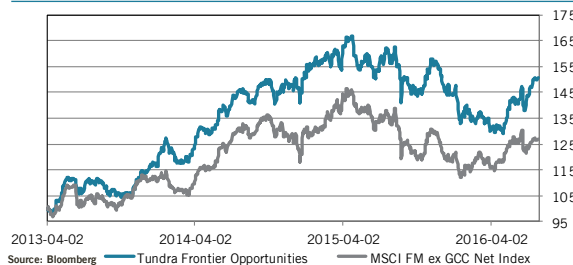
### Five largest holdings

Holding	Portfolio weight	Country	P/E 2015E	P/E 2016E	Yield	Return 1 month (SEK)
Brac Bank Ltd	5.5%	Banglad.	-	-	2.3%	18.2%
International Brands	5.4%	Pakistan	-	-	-	1.5%
Fpt Corp	4.2%	Vietnam	10.3	9.5	4.5%	-0.9%
Meezan Bank Ltd	4.0%	Pakistan	9.2	8.7	6.5%	11.6%
Active Fine Chem	4.0%	Banglad.	-	-	-	-0.1%

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



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



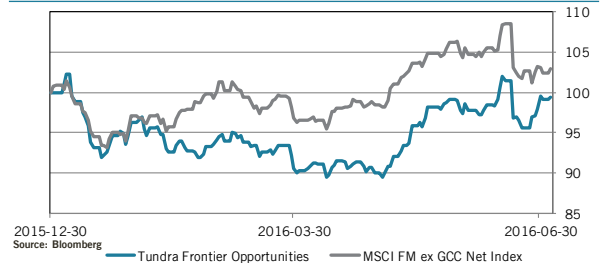
### The market

MSCI Frontier Markets xGCC Net (SEK) rose 1.9% during the month, compared with the MSCI Emerging Markets Net (SEK), which rose 5.9%. Nigeria continued to weigh down the index with a decline of 13% during the month. Foreign investors stayed away from Nigerian equities as the initial devaluation of the naira from 200 to 285 vs the USD was deemed insufficient. From the middle of the month the naira started weakening again and closed the month at around 320 to the USD. In our view the currency has now reached more realistic levels which mean the Nigerian stock market is approaching investable territory again. The distrust of foreign investors, however, remains deep. Sri Lanka was among the winners with a gain of 5% during the month. Thai Siam Cement's bid for cement company Holcim Lanka worth USD 400m is a reminder of the long-term value in the Sri Lankan stock market. A corresponding valuation applied to the only listed cement company, Tokyo Cement, would mean about 200% higher share price. As we look ahead, we note that we expect a gradual increase in activity, given that we enter reporting season. Given continued generally conservative valuations, we believe that reports can have a positive effect on markets. The main risk for our markets in the short term we believe are possible effects in case of weak global equity markets.

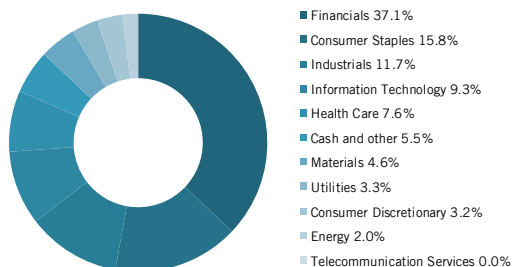
### The fund

The fund rose 3.7% during the month, compared to the market which rose 1.9%. Good stock selection in Pakistan and Argentina, and underweight in Nigeria affected relative performance positively, while the fund's underweight in Morocco detracted from relative returns. During the month, the fund added to positions in Vietnam Electric (subcontractor for the power industry) and Dat Xanh Group (real estate development). Both shares have underperformed due to upcoming rights issues. Vietnam Electric impending change of listing from Upcom (a smaller exchange in Vietnam for companies preparing for listing in HCMC or Hanoi) to HCMC is another possible positive trigger. The fund also added a new Argentine company, Grupo Supervielle (bank), which is valued at a significant discount relative to other Argentinian bank stocks. The fund sold its position in Vietnamese DHG Pharma after having been given the opportunity to sell its holding to a substantial premium to the market price.

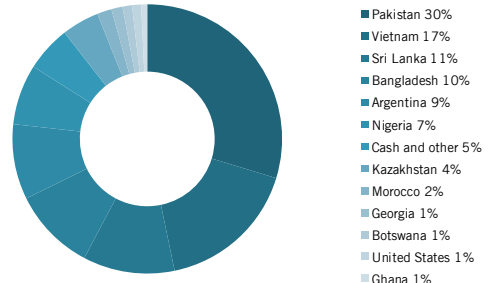
### Tundra Frontier Opportunities vs index (year-to-date)



### Tundra Frontier Opportunities: Sector allocation



### 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	55.2	-9.0%	-19.9%	-35.4%	-46.4%
Benchmark (S&P Africa Frontier TR Index (SEK))	9834.9	-5.2%	-14.9%	-23.8%	-25.8%

Facts		Risk and costs*	
Inception date	2013-05-20	Active risk (Tracking error)	5.5%
Inception price	100	Standard deviation	22.7%
Pricing	Daily	Standard deviation, benchmark	20.0%
Manager	Tundra Fonder AB	Beta	1.10
Benchmark index	S&P Africa Frontier TR Index(SEK)	Information ratio	-1.14
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	17.8 MSEK		

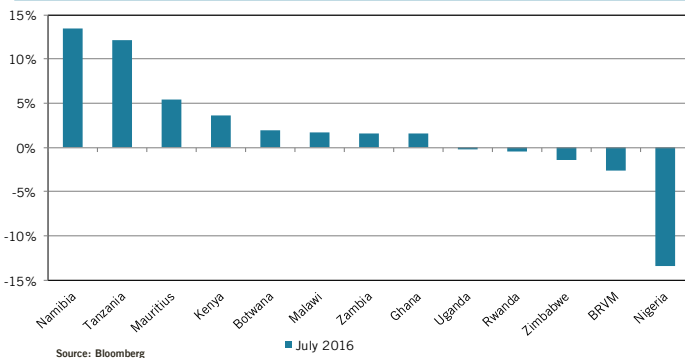
\*Risk indicators are based on monthly rolling 24 months of return data. Funds with inception date within 24 months use weekly return data since inception.

Best performers in July		Worst performers in July	
	Return (SEK)		Return (SEK)
New Mauritius Ho	8.7%	Diamond Bank	-36.9%
Fnb Namibia Hold	7.8%	Transnational Co	-33.9%
Cal Bank	5.8%	Lafarge Africa P	-32.0%
Ghana Commercial	5.4%	Stanbic Ibtc Hol	-27.0%
Mtn Group Ltd	4.8%	Ecobank Transant	-25.7%

Five largest holdings					Return 1	
Holding	Portfolio weight	Country	P/E 2015E	P/E 2016E	month (SEK)	
Zenith Bank Plc	9.1%	Nigeria	5.1	5.1	10.3%	-4.3%
Guaranty Trust	8.3%	Nigeria	7.1	6.7	7.3%	-7.7%
Letshego Holding	6.1%	Botswana	6.3	5.6	7.8%	-6.9%
Seplat Petrol	6.0%	Nigeria	6.0	71.7	6.0%	-19.4%
United Bank Afr.	5.1%	Nigeria	6.3	3.0	10.4%	-13.6%

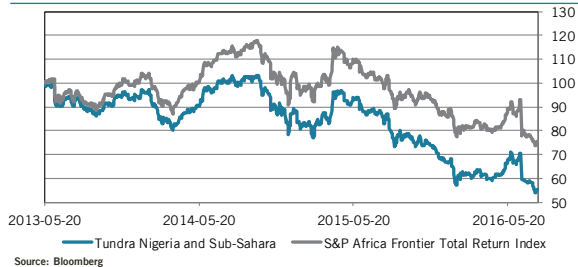
Source: Bloomberg, Tundra Fonder

### African markets (SEK, total return)



Source: Bloomberg

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



Source: Bloomberg

### The market

S&P Africa Frontier Total Return Index fell 5.2% in July. Africa underperformed other frontier markets (MSCI Frontier Markets xGCC Net +1.9%). Nigeria fell 13.4% (-31.7% YTD) while Kenya rose 3.6% (+8.8% YTD). Best performer in SSA was again Namibia rising 13.5%, while Nigeria was the worst performer. (All changes in SEK)

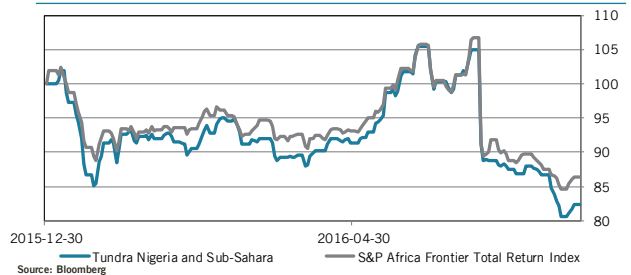
After Nigeria's devaluation in June when the Central Bank (CBN) announced that the market would set the value of the naira, the currency initially lost around 30% against the USD. Trading started with a wait-and-see-approach from investors, and CBN was about the only participant. As we wrote about in the previous monthly update, the initial fall in the currency was not enough to reengage foreign investors. After a series of investor meetings in New York and London, CBN came to the same conclusion and let the currency weaken further. At the end of July the naira traded around 320 per USD (compared to 198 before the devaluation). These levels are where we expect to see foreign interest starting to return, and it has although at an early stage.

Reporting season has also started and it is quite obvious that the last quarter was another difficult one, with the currency hitting the bottom line even before the devaluation.

### The fund

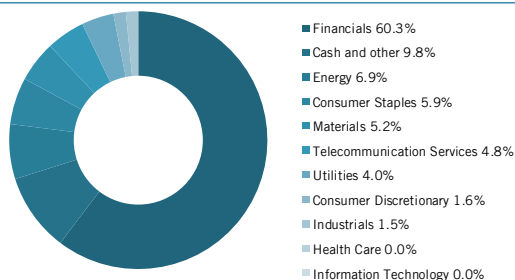
The continued weakening of the naira hit the fund performance in July as well, with the fund falling 9.0% while the benchmark fell 5.2%. Our structural overweight in Nigeria along with the underweight in Kenya largely explains the underperformance on a country level. On a sector level we gained on god stock selection in the Energy and Consumer sectors. Our overweight in Financials gave the largest negative contribution. During the month we halved our position in MTN after strong performance. (All changes in SEK)

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

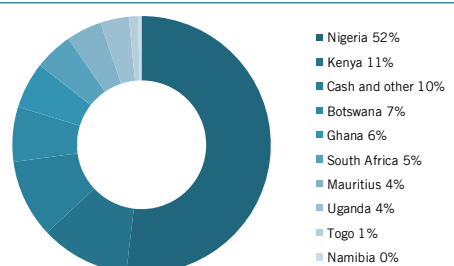


Source: Bloomberg

### 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	314.9	5.7%	12.7%	1.4%	211.9%
Benchmark (MSCI Pakistan Net (SEK))	6919.8	6.5%	21.7%	0.1%	137.9%

Facts		Risk and costs*	
Inception date	2011-10-14	Active risk (Tracking error)	8.0%
Inception price	100.00	Standard deviation	20.7%
Pricing	Daily	Standard deviation, benchmark	22.7%
Manager	Tundra Fonder AB	Beta	0.85
Benchmark index	MSCI Pakistan Net (SEK)	Information ratio	0.82
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	1107.9 MSEK		

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

### Best performers in July

	Return (SEK)
Gul Ahmed Textile	23.4%
Nishat Chunian	22.6%
Murree Brewery	19.4%
Shifa In Hospitals	18.4%
Lucky Cement	15.5%

### Worst performers in July

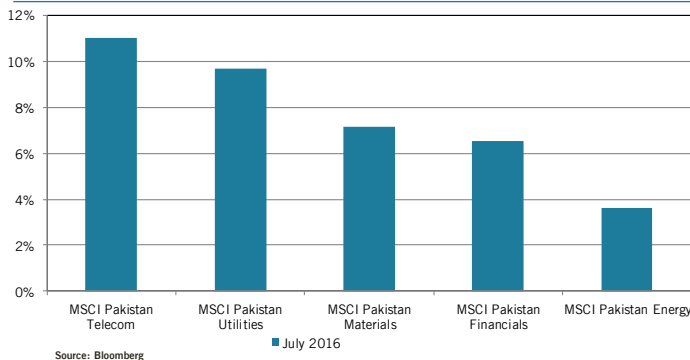
	Return (SEK)
Natl Foods	-3.2%
Bata Pakistan	-2.6%
Tpl Trakker Ltd	-2.3%
Century Paper	-2.0%
OGDC	-0.2%

### Five largest holdings

Holding	Portfolio weight	Country	P/E 2015E	P/E 2016E	Yield	Return 1 month (SEK)
Habib Bank Ltd	6.7%	Pakistan	9.1	9.6	6.4%	11.1%
United Bank Ltd	5.2%	Pakistan	8.7	8.5	6.9%	5.8%
K-Electric Ltd	5.1%	Pakistan	9.8	6.8	0.8%	3.1%
Nishat Mills Ltd	4.5%	Pakistan	-	8.5	3.7%	13.1%
Pak Elektron	4.4%	Pakistan	9.2	7.6	2.9%	11.9%

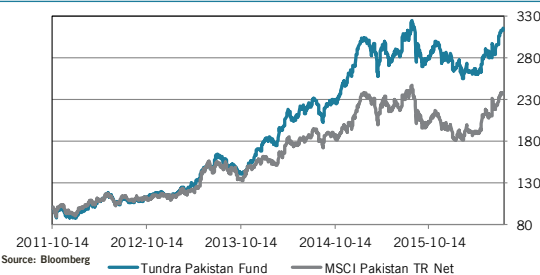
Source: Bloomberg, Tundra Fonder

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



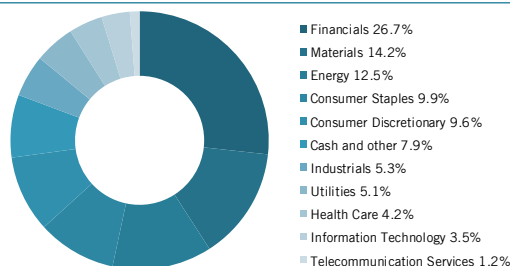
Source: Bloomberg

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



Source: Bloomberg

### Tundra Pakistan Fund: Sector allocation



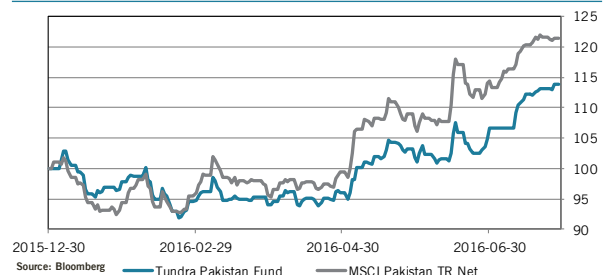
### The market

MSCI Pakistan Net (SEK) gained 6.5% during July, compared to MSCI Emerging Markets Net (SEK) which gained 5.9% and MSCI Frontier Markets xGCC Net (SEK) which rose 1.9%. Foreign investors continued their buying streak and poured in USD 23m in the market, resulting in considerable improvement in daily traded value to USD 117m. Improving political situation after ruling party won elections in AJK, high expectations from the upcoming result season and foreign buying kept market upbeat. On the macro front, Pakistan has been gradually moving towards stability with increasing production, lower energy prices and improving FDI. CPEC related activities are also kicking off as Foreign Direct Investment increased by 39% to USD 1.3bn during the first 11 months of FY16, with China's share at ~USD 600m. The government on the other hand is pushing hard to pursue the privatization agenda and has allowed the Privatization Commission to expedite with the divestment of Pakistan Steel Mills, PIA, KAPCO and power sector entities, likely to add significant contributions to the government's treasury. The pick-up in economic activities has resulted in July inflation to reach 4.1% and M2 growth of ~14%. Given inflationary pressures ahead, the State Bank maintained status quo in the latest monetary policy which makes us believe that the interest cycle is near its bottom. We expect market to hold up its performance as June-end result are made public. However, volatility in global markets amid receding international oil prices is a short term risk.

### The fund

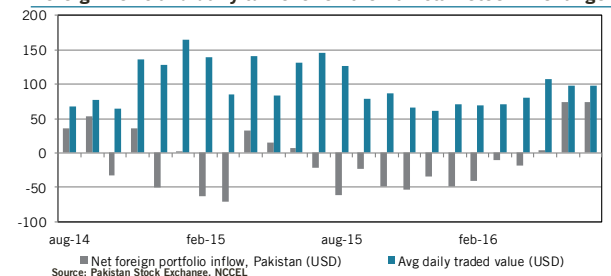
The fund gained 5.7% (SEK) during the month compared to the benchmark index return of 6.5% (SEK). Our off benchmark bets in Consumer Discretionary (NML, NCL, HUM), Consumer Staples (MUREB), Information Technology (SYS, Netsol) and Industrials (PAEL) performed well for the fund. Our underweights in some of the index heavy stocks in Materials, Utilities and Financials were the main drag on relative performance. No major changes in the fund were made during the month.

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



Source: Bloomberg

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



Source: Pakistan Stock Exchange, NCCEL

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Return	NAV (SEK)	1 month	YTD	1 year	Inception
Tundra Rysslandsfond	93.7	3.6%	21.5%	7.5%	-8.2%
Jmf-index (MSCI Russia Net (SEK))	3879.5	2.7%	25.1%	6.5%	-1.0%

Facts		Risk and costs*	
Inception date	2011-10-14	Active risk (Tracking error)	10.1%
Inception price	100,00	Standard deviation	23.9%
Pricing	Daily	Standard deviation, benchmark	28.7%
Manager	Tundra Fonder AB	Beta	0.78
Benchmark index	MSCI Russia Net (SEK)	Information ratio	0.02
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	18.9 MSEK		

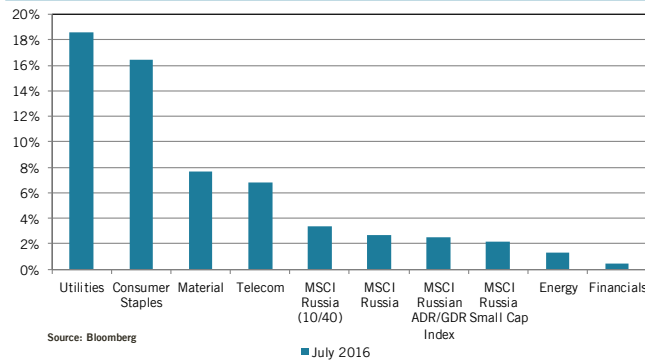
\*Risk indicators are based on monthly rolling 24 months of return data. Funds with inception date within 24 months use weekly return data since it

Best performers in July		Worst performers in July	
	Return (SEK)		Return (SEK)
Rusal	20.7%	Phosagro Pjsc	-3.7%
Severstal	15.3%	Rosneft	-3.5%
Sistema Pjsc Fc	13.7%	Tatneft	-3.1%
Novolipetsk Stee	12.3%	Novatek	-2.1%
Magnit	10.8%	Ak Transneft-Prf	-1.7%

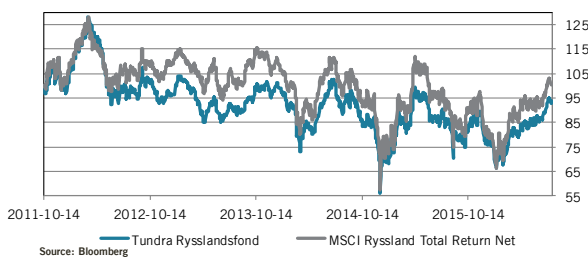
Five largest holdings						Return 1
Holding	Portfolio weight	Country	P/E 2015E	P/E 2016E	Yield	month (SEK)
Magnit	9.3%	Russia	16.5	15.8	2.6%	10.8%
Sberbank	9.0%	Russia	14.2	7.5	2.7%	2.3%
Gazprom	8.4%	Russia	2.8	3.4	6.6%	1.7%
Vaneck Vectors R	4.4%	Russia	-	-	-	4.6%
Surgutnefteg-Prf	3.9%	Russia	2.3	9.9	8.4%	-1.0%

Source: Bloomberg, Tundra Fonder

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



### Tundra Rysslandsfond vs index (since inception)



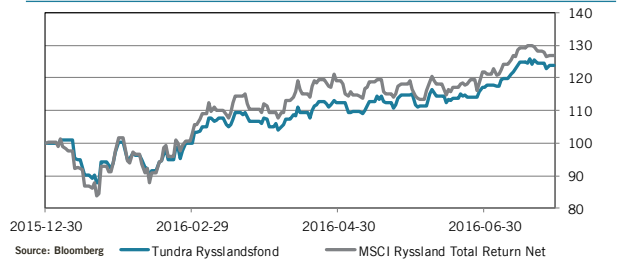
### The market

MSCI Russia Net (SEK) rose 2.7% in July compared to other emerging markets (MSCI Emerging Markets Net), which rose 5.9%. Best sectors during the month were Utilities, which rose 18.6%, and Consumer Staples, which rose 16.4%. Worst sector was Financials, which rose 0.5%. Small Cap Index rose 2.1%, but has still outperformed the benchmark by more than 38 percentage points since the beginning of the year. The crude oil price (Brent) fell as much as 12 % (USD) during the month. The Russian market was unexpectedly resilient considering this. The Russian ruble only depreciated 1.6 % against SEK despite the relatively sharp oil price fall. President Putin expressed his concern that the ruble is too strong, which can affect the course of the ruble ahead. Russia's Central Bank key interest rate was kept unchanged at 10.5%. There are expectations that rates could be lower going forward as inflation (currently just exceeding 7%) keeps falling. Macroeconomic data published during the month has been mixed and shows signs of stabilization of the economy rather than any acceleration. Industrial production for June was +1.7%, which was the strongest in 18 months, while PMI for July came in at 49.5 (51.5 in June) indicating a small contraction.

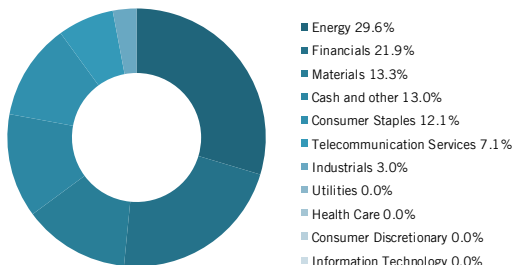
### The fund

Tundra Rysslandsfond rose 3.6% in July, while the market, measured by MSCI Russia Net, rose 2.7% (SEK). Successful stock picking within Financials, an underweight in Energy and an overweight in Materials were the main contributors to the outperformance. Within Financials, it was primarily the choice to invest in Sberbank's preferential share (rather than the index heavyweight ordinary) and no exposure to VTB that created outperformance.

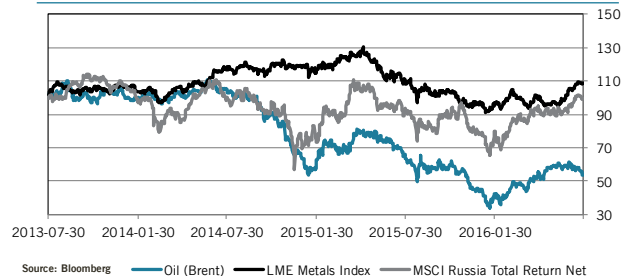
### Tundra Rysslandsfond vs index (year-to-date)



### Tundra Rysslandsfond: Sector allocation



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



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 July 2016

## Tundra Sustainable Frontier Fund (class A, SEK)

Return	NAV (SEK)	1 month	YTD	1 year	Inception
Tundra Sustainable Frontier Fund	97.5	3.9%	7.0%	-	-3.9%
Benchmark (MSCI FM xGCC Net (SEK))	5120.2	1.9%	5.0%	-	-5.6%

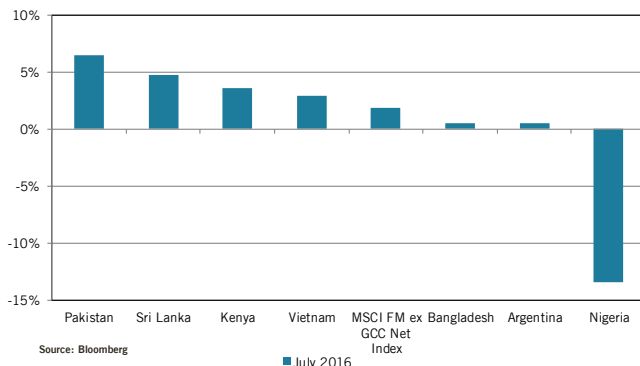
Facts		Risk and costs*	
Inception date	2015-08-03	Active risk (Tracking error)	-
Inception price	100.00	Standard deviation	-
Pricing	Daily	Standard deviation, benchmark	-
Manager	Tundra Fonder AB	Beta	-
Benchmark index	MSCI FM xGCC Net (SEK)	Information ratio	-
Bank account	SEB 5851-1107312	Risk level	7 of 7 (refer to KIID for more info)
ISIN	SE0005797206	Management fee/year	2.5%
PPM	-		
Bloomberg	TUNDSUS SS		
AuM	158.6 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

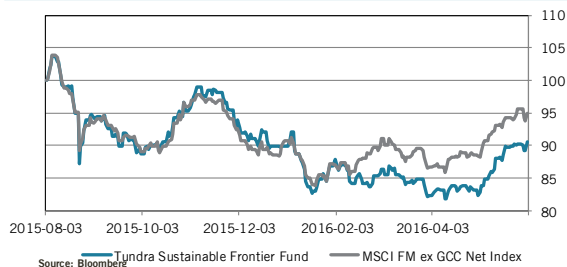
Best performers in July		Worst performers in July	
	Return (SEK)		Return (SEK)
Gul Ahmed Textile	23.4%	Diamond Bank	-36.9%
Nishat Chunian	22.6%	Saigon General	-15.9%
Cresud Sa	21.2%	United Bank Afr.	-13.6%
Netsol Technolog.	14.8%	Access Bank Plc	-13.4%
Hoa Phat Grp Jsc	13.6%	Letshego Holding	-6.9%

Five largest holdings					Return 1	
Holding	Portfolio weight	Country	P/E 2015E	P/E 2016E	Yield	month (SEK)
International Brands	5.5%	Pakistan	-	-	-	1.5%
Systems Ltd	3.9%	Pakistan	17.2	12.3	-	11.7%
Hoa Phat Grp Jsc	3.9%	Vietnam	9.3	8.1	4.4%	13.6%
Meezan Bank Ltd	3.7%	Pakistan	9.2	8.7	6.5%	11.6%
K-Electric Ltd	3.6%	Pakistan	9.8	6.8	0.8%	3.1%

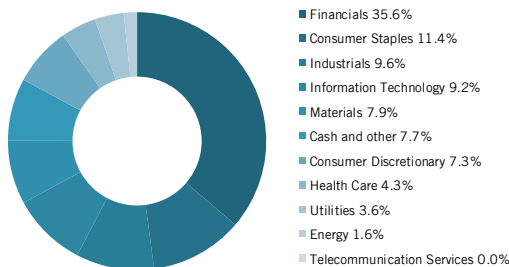
### Major frontier markets (SEK, total return)



### Tundra Sustainable Frontier Fund vs index (since inception)



### Tundra Sustainable Frontier Fund: Sector allocation



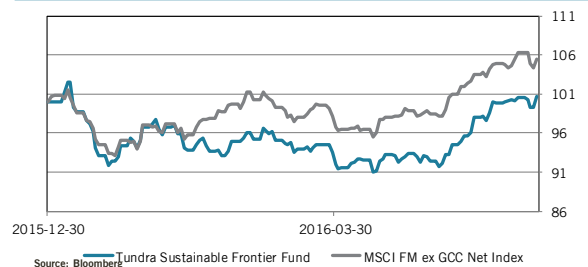
### The market

MSCI Frontier Markets Indices xGCC Net (SEK) rose 1.9% during the month, compared with the MSCI Emerging Markets Net (SEK), which rose 5.9%. Nigeria continued to weigh down the index with a decline of 13% during the month. Foreign investors stayed away from Nigerian equities as the initial devaluation of the naira from 200 to 285 vs the USD was deemed insufficient. From the middle of the month the naira started weakening again and closed the month at around 320 to the USD. In our view the currency has now reached more realistic levels which mean the Nigerian stock market is approaching investable territory again. The distrust of foreign investors, however, remains deep. Sri Lanka was among the winners with a gain of 5% during the month. Thai Siam Cement's bid for cement company Holcim Lanka worth USD 400m is a reminder of the long-term value in the Sri Lankan stock market. A corresponding valuation applied to the only listed cement company, Tokyo Cement, would mean about 200% higher share price. As we look ahead, we note that we expect a gradual increase in activity, given that we enter reporting season. Given continued generally conservative valuations, we believe that reports can have a positive effect on markets. The main risk for our markets in the short term we believe are possible effects in case of weak global equity markets.

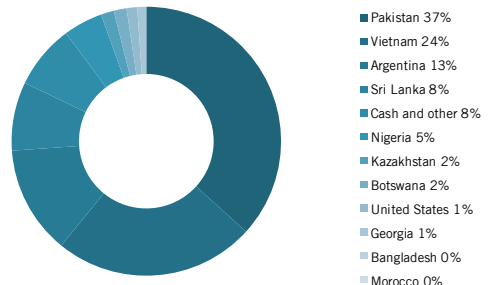
### The fund

The fund rose during the month 3.9%, compared to the market which rose 1.9%. Good stock selection in Pakistan and Argentina, and underweight in Nigeria affected relative performance positively, while the fund's underweight in Morocco detracted from relative returns. During the month, the fund added to positions in Vietnam Electric (subcontractor for the power industry) and Dat Xanh Group (real estate development). Both shares have underperformed due to upcoming rights issues. Vietnam Electric impending change of listing from Upcom (a smaller exchange in Vietnam for companies preparing for listing in HCMC or Hanoi) to HCMC is another possible positive trigger. The fund also added a new Argentine company, Grupo Supervielle (bank), which is valued at a significant discount relative to other Argentinian bank stocks. The fund sold its position in Vietnamese DHG Pharma after having been given the opportunity to sell its holding to a substantial premium to the market price.

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



### Tundra Sustainable Frontier Fund: Country allocation



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Return	NAV (SEK)	1 month	YTD	1 year	Inception
Tundra Vietnam Fund	149.4	2.6%	17.3%	5.5%	49.4%
Jmf-index (FTSE Vietnam Index Net (SEK))	2303.5	2.9%	9.0%	-7.6%	25.5%

Facts		Risk and costs*	
Inception date	2014-05-06	Active risk (Tracking error)	7.2%
Inception price	100,00	Standard deviation	18.9%
Pricing	Dagligen	Standard deviation, benchmark	19.1%
Manager	Tundra Fonder AB	Beta	0.92
Benchmark index	FTSE Vietnam Index TR (SEK)	Information ratio	1.37
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	478.1 MSEK		

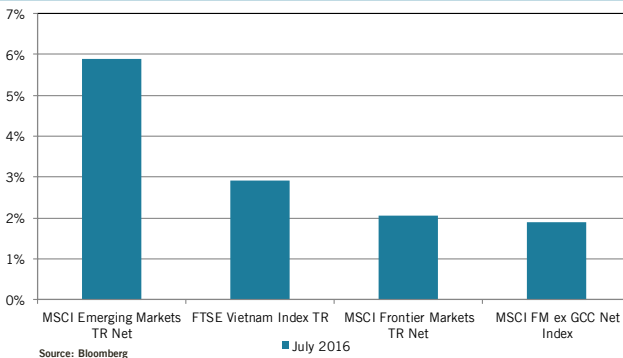
\*Risk indicators are based on monthly rolling 24 months of return data. Funds with inception date within 24 months use weekly return data since inception

Best performers in July		Worst performers in July	
	Return (SEK)		Return (SEK)
Hung Vuong Corp	16.9%	Thanh Cong Text.	-17.0%
Vndirect Securit	15.7%	Petrovietnam Drill.	-16.5%
Kinh Bac City Dev.	15.4%	Southern Rubber	-15.4%
Bank For Foreign	15.4%	Sao Ta Foods Jsc	-6.2%
Agriculture Print.	14.1%	Southern Gas Trading	-4.3%

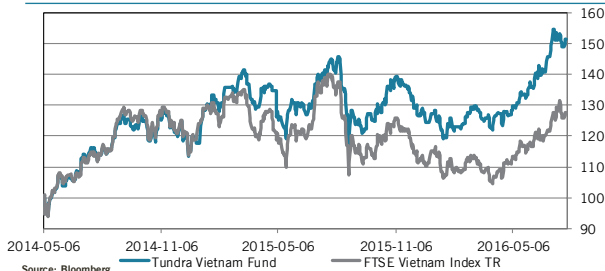
Five largest holdings						
Holding	Portfolio weight	Country	P/E 2015E	P/E 2016E	Yield	Return 1 month (SEK)
Hoa Phat Grp Jsc	7.5%	Vietnam	9.3	8.1	4.4%	13.6%
Vingroup Jsc	7.1%	Vietnam	36.9	31.8	-	4.3%
Masan Group Corp	6.8%	Vietnam	37.4	21.8	-	-2.7%
Saigon Securitie	6.1%	Vietnam	11.5	14.7	4.5%	11.3%
Petrovietnam Drill.	5.8%	Vietnam	5.1	23.9	3.6%	-16.5%

Source: Bloomberg, Tundra Fonder

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



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



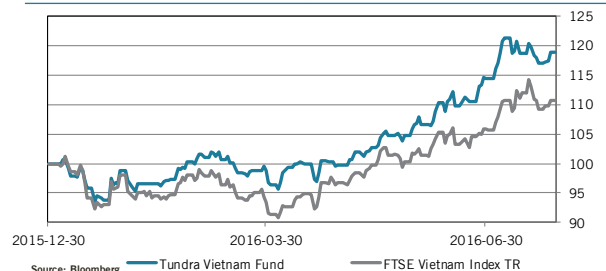
### The market

The broader Vietnamese equity index, VN-index, reached an 8-year-high in mid-July, following up the strong momentum from June. After having been up 8% at one point FTSE Vietnam Net (SEK) eventually gained 2.9% in July. Daily average trading value remained at a high level of USD 156m. Foreign investors remained significant net buyers with USD 57m. Sentiment in the market cooled down towards the end of the month, given that the oil price extended its correction heading towards USD 40/bbl. In addition, media started talking about high margin borrowing in the market (surpassed VND 30 trillion, an all-time high). This is traditionally a good reason for local investors to panic. The new government further strengthened the system clean up. It's now looking into the transactions in banks and SOEs made in the previous term that caused losses to the state. Vinamilk (VNM) finally got approval to lift its foreign ownership limit to 100% (from 49% previously). This is not the first case, yet the most important one for the market as VNM is one of foreign investors' favorites. It should also mean that Vietnam's weight in frontier indices can double in the next twelve months as VNM alone should get a 3-5% weight, possibly as early as November. In terms of macro, most indicators are on track. PMI was slightly reduced to 51.9 from 52.6 in June, but still in positive zone that marks improvement in the manufacturing sector. FDI got another USD 1.65bn registered in the month. Total registered FDI in 7M thereby reached +47% y-o-y while disbursed FDI jumped 17% y-o-y. An early estimate from the General Statistics Office showed a marginal net export of USD 100m in July. 7M total trade increased to USD 193bn, in which USD 1.8bn is net export. CPI remained at a low level in July (0.13% m-o-m, 2.39% y-o-y).

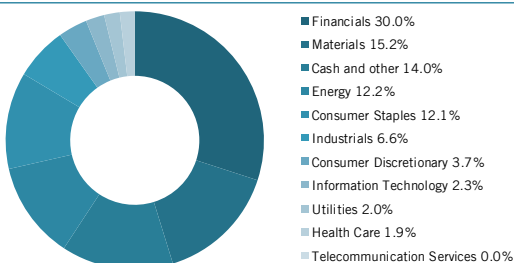
### The fund

The fund gained 2.6% during July, broadly in line with the benchmark index which gained 2.9% (SEK). Positive contributions came from our underweights in Consumer Staples (MSN), Consumer Discretionary (TTF) and certain Financials (HAG). In addition, our off benchmark bets in Consumer Staples (VNM) and Materials (HT1, BCC) also added to relative returns. Among negative contributors, our underweight in Financials (VCB, SSI, VIC) as well as our overweight in Energy (PVD) were the main culprits. The fund added exposure to manufacturers of equipment to the power industry during the month.

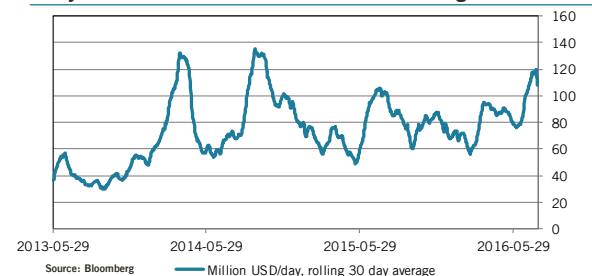
### Tundra Vietnam Fund vs index (year-to-date)



### Tundra Vietnam Fund: Sector allocation



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



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	Return SEK (%)			
	July	3 months	Year to date	12 months
<b>Emerging Markets</b>				
MSCI Emerging Markets TR Net	5,9	12,4	14,0	-0,4
Brazil	10,9	21,2	65,5	18,1
Chile	3,8	9,2	20,4	7,2
Colombia	-5,1	-2,5	20,3	-8,2
The P Philippines	2,9	19,2	17,4	4,9
India	6,5	16,6	9,9	-2,6
Indonesia	6,6	19,0	24,5	17,9
China (A shares)	2,6	5,9	-15,4	-21,2
China (H shares)	4,3	10,9	0,5	-10,8
Malaysia	0,0	2,3	7,4	-6,2
Egypt	21,8	15,0	17,4	-4,2
Mexico	0,6	-0,7	2,6	-9,9
Peru	6,4	17,4	60,7	25,1
Poland	3,7	-1,6	-3,2	-22,2
Russia	2,7	5,1	25,1	6,5
South Africa	9,7	13,4	28,2	-2,5
South Korea	7,0	12,5	12,0	11,7
Taiwan	7,5	21,2	18,4	5,3
Thailand	8,2	17,1	31,1	8,3
Czech Republic	9,1	5,4	8,1	-14,1
Turkey	-5,0	-11,1	4,9	-9,8
Hungary	9,0	6,6	21,4	24,6
United Arab Emirates	6,7	7,7	17,8	-11,2
Qatar	9,2	11,5	8,6	-6,3
Latin America	6,4	12,0	35,4	6,8
Asia	5,7	13,5	9,2	-1,1
EMEA	6,4	7,2	19,5	-4,6
<b>Frontier Markets</b>				
MSCI Frontier Markets 100 TR Net	2,1	5,5	2,8	-8,0
MSCI Frontier Markets xGCC Net	1,9	6,7	5,0	-4,8
Argentina	0,5	10,1	17,4	19,3
Bangladesh	0,6	17,2	6,4	-14,2
Bosnia and Herzegovina	1,9	2,5	4,9	-0,1
Bulgaria	-0,5	7,1	-5,7	-11,5
Ecuador	-3,5	0,4	-5,6	-15,2
Morocco	7,2	6,6	21,6	8,7
Estonia	5,5	8,8	23,3	29,2
Tunisia	1,8	-4,2	6,4	0,0
Ghana	1,5	1,3	-10,5	-20,6
Kazakhstan	6,5	25,7	4,8	-21,0
Kenya	3,6	5,8	8,8	5,5
Croatia	5,4	9,3	19,9	4,4
Kuwait	2,3	0,0	-6,0	-17,4
Latvia	4,5	5,3	11,7	47,0
Lithuania	3,9	4,2	0,0	-5,7
Mauritius	5,4	6,6	8,3	-7,8
Mongolia	0,6	22,4	-2,1	-11,1
Nigeria	-13,4	-21,2	-31,7	-37,0
Pakistan	6,5	22,3	21,7	0,1
Jordan	4,4	12,9	1,3	0,2
Romania	8,9	19,0	15,6	2,2
Serbia	4,3	10,2	1,8	-11,6
Slovakia	0,7	-3,4	10,6	28,4
Slovenia	9,6	5,8	0,8	-3,5
Sri Lanka	4,7	9,2	-6,5	-22,7
Ukraine	13,4	19,6	24,0	-18,8
Vietnam	2,9	12,6	9,0	-7,6
<b>Developed Markets</b>				
MSCI World TR Net	5,1	10,7	5,8	-0,1
Hong Kong	7,7	14,1	9,0	-2,7
Nasdaq	7,5	15,5	3,6	1,0
Nikkei 225	7,3	9,8	2,4	-3,2
OMX Stockholm 30	4,6	3,2	-0,5	-9,7
S&P 500	4,4	12,4	7,1	3,7
Singapore	1,0	6,9	7,0	-6,6
STOXX Europe 600	5,0	5,7	-0,5	-10,0
<b>Sectors (Emerging Markets)</b>				
Financials	6,1	11,8	11,3	-5,6
Industrials	5,4	7,7	6,2	-9,2
Consumer Staples	1,5	9,7	14,0	-0,4
Energy	3,5	5,1	22,1	-0,7
IT	7,0	20,5	16,3	11,7
Utilities	5,4	12,4	17,0	-2,0
Healthcare	5,0	11,9	6,2	-1,4
Materials	10,5	10,3	28,5	9,6
Consumer Discretionary	6,3	11,1	9,4	1,3
Telecom	5,7	11,4	13,2	-8,5

	Return in USD (%)			
	July	3 months	Year to date	12 months
<b>Soft commodities</b>				
Coffe	-2,0	16,8	14,2	12,7
Cocoa	-4,9	-10,9	-11,5	-11,0
Corn	-7,9	-13,5	-9,0	-13,5
Palm oil	-4,0	-12,1	8,4	4,0
Rice	-5,7	-8,6	-14,1	-13,9
Soya	-14,2	-1,8	11,4	9,3
Wheat	-7,0	-16,8	-15,9	-21,3
<b>Energy</b>				
Cool (cooking coal, China)	0,0	5,2	14,1	-16,5
Cool (steam coal, South Africa)	10,3	21,2	33,1	13,2
Natural Gas (Henry Hub)	-7,0	24,8	22,8	0,1
Oil (Arabian Light)	-13,1	-5,7	32,0	-22,9
Oil (Brent)	-12,3	-9,5	19,4	-16,6
Oil (WTI)	-12,9	-8,3	15,0	-10,7
<b>Fertilizers</b>				
Ammonia	0,0	-10,9	-28,8	-38,0
Phosphorus	0,0	-3,0	-5,2	-3,0
Potash	0,0	-4,3	-26,2	-37,8
Sulfur	-7,1	-7,1	-40,9	-52,6
Urea	-4,4	-22,1	-24,9	-39,8
<b>Metals</b>				
Aluminum	-3,5	-5,2	4,2	-1,6
Gold	0,9	2,7	25,1	21,2
Copper	1,8	-2,4	4,1	-5,7
Nickel	9,6	9,6	19,0	-6,3
Palladium	17,2	12,4	28,6	14,4
Platinum	10,1	4,2	28,7	14,0
Silver	8,0	11,8	43,6	35,0
Steel	4,7	-18,1	30,8	19,1
Zinc	5,9	15,0	36,6	16,4

	SEK per 1 local currency				Change (%)			
	2016-07-29	2016-04-29	2015-12-30	2015-07-31	July	3 months	Year to date	12 months
Argentina (Peso)	0,5774	0,5618	0,6487	0,9285	2,3	2,8	-11,0	-37,8
Bangladesh (Taka)	0,105	0,1022	0,1074	0,1097	2,0	8,2	3,0	0,8
Bosnia Hercegovina (Mark)	4,8710	4,6893	4,7062	4,7899	1,7	3,9	3,5	1,7
Brazil (Real)	2,6382	2,3313	2,2272	2,4931	-0,1	13,2	24,0	5,8
Bulgaria (Lev)	4,8737	4,6885	4,7006	4,7899	1,4	4,0	3,7	1,8
Chile (Peso) X100	0,0190	0,0121	0,0119	0,0127	1,5	7,1	9,2	2,3
Colombia (Peso) x100	0,0028	0,0028	0,0027	0,0030	-3,2	0,1	6,1	-5,0
Egypt (Pound)	0,9760	0,9028	1,0753	1,0907	2,2	8,1	-9,2	-10,5
Euro	9,5375	9,1965	9,1666	9,4744	1,6	3,7	4,0	0,7
Philippines (Peso)	0,1836	0,1707	0,1784	0,1865	2,0	7,5	2,9	-1,5
United Arab Emirates (Dirham)	2,3598	2,1808	2,2923	2,3224	2,1	8,2	2,9	1,6
Hong Kong (Dollar)	1,174	1,0326	1,0863	1,1002	2,1	8,2	2,9	1,6
India (Rupee)	0,1291	0,1208	0,1268	0,1330	2,7	6,9	1,8	-2,9
Indonesia (Rupia) X100	0,0007	0,0006	0,0006	0,0006	2,7	8,6	8,0	4,7
Japan (Yen) X100	0,0820	0,0752	0,0699	0,0688	-0,3	9,1	17,4	19,1
Kazakhstan (Tenge)	0,0246	0,0245	0,0248	0,0454	-1,8	0,5	-1,0	-45,9
Kenya (Shilling)	0,0855	0,0793	0,0823	0,0833	1,8	7,8	3,8	2,6
China (Renminbi)	12,995	12,365	12,974	13,736	1,8	5,1	0,2	-5,4
Croatia (Kuna)	12,734	12,217	12,051	12,346	2,0	4,2	5,7	3,1
Kuwait (Dinar)	28,6403	26,6053	27,7378	28,1465	1,8	7,6	3,3	1,8
Latvia (Lati)	13,5638	13,0491	13,0980	13,3318	1,4	3,9	3,6	1,7
Malaysia (Ringgit)	2,1249	2,0514	1,9615	2,2265	0,8	3,6	8,3	-4,6
Morocco (Dirham)	0,8793	0,8343	0,8510	0,8691	1,6	5,4	3,3	1,2
Mexico (Peso)	0,4595	0,4663	0,4844	0,5295	0,0	-1,5	-5,1	-13,2
Mongolia (Togrog)	0,0042	0,0040	0,0042	0,0043	-1,5	5,8	-0,5	-2,1
Nigeria (Naira)	0,0275	0,0403	0,0423	0,0429	-8,8	-31,6	-34,9	-35,8
Pakistan (Rupee)	0,0827	0,0764	0,0803	0,0838	2,0	8,2	3,0	-1,3
Peru (new Sol)	2,5885	2,4376	2,4699	2,6731	0,3	6,2	4,8	-3,2
Polan (Zloty)	2,1793	2,0981	2,1620	2,2619	1,3	3,9	0,8	-3,7
Qatar (Rial)	2,3802	2,2006	2,3122	2,3426	2,1	8,2	2,9	1,6
Romania (Lei)	2,1363	2,0472	2,0327	2,1259	2,8	4,4	5,1	0,5
Russia (Rubel)	0,1307	0,1237	0,1144	0,1382	-1,6	5,7	14,2	-5,5
Serbia (Dinar)	0,0773	0,0749	0,0756	0,0780	1,5	3,3	2,3	-0,8
Singapore (Dollar)	6,3825	5,9588	5,9533	6,2161	1,4	7,1	7,2	2,7
Sri Lanka (Rupee)	0,0594	0,0548	0,0584	0,0638	1,9	8,4	1,6	-6,8
Sydafrika (rand)	0,6054	0,5629	0,5411	0,6727	4,8	7,6	11,9	-10,0
South Korea (Won)	0,0076	0,0070	0,0072	0,0073	3,7	8,7	6,4	4,8
Taiwan (Dollar)	0,2704	0,2482	0,2557	0,2693	2,7	8,9	5,8	0,4
Thailand (Bhat)	0,2479	0,2295	0,2339	0,2437	2,6	8,0	6,0	1,7
Czech (Koruny)	0,3526	0,3391	0,3406	0,3460	1,5	4,0	3,5	1,9
Turkey (Lira)	2,8525	2,8652	2,8846	3,0785	-3,4	-0,4	-1,1	-7,3
Ukraine (Hryvnia)	0,3494	0,3188	0,3504	0,4019	2,2	9,6	-0,3	-13,1
Hungary (Forint)	0,0304	0,0294	0,0294	0,0305	1,9	3,5	3,5	-0,4
USD	8,6674	8,0098	8,4198	8,5298	2,1	8,2	2,9	1,6
Vietnam (Dong) X1000	0,0004	0,0004	0,0004	0,0004	2,1	8,1	3,6	-0,6

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