

Simplicity.

SIMPLICITY

SMÅBOLAG GLOBAL

PROSPECTUS

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Simplicity Småbolag Global

Simplicity Småbolag Global is an actively managed equity fund that invests in small- to mid-cap companies globally.

Objective and Investment Policy

The fund is an actively managed equity fund that invests in shares issued by small- to mid-cap companies globally. The criterion for a company's size is that the market cap at the time of investment should not exceed USD 5 billion, or equivalent in other currency.

The investment strategy is based on a structured investment process with the ambition to identify the best performing stocks in different segments and geographical locations. We seek companies that perform well, have a positive historical development, sound cash flows and are undervalued according to our own analysis. To avoid disappointments among our holdings we conduct risk analysis to actively exclude low performing stocks. The fund's global investment mandate with a vast universe of stocks enables the fund to achieve a high level of diversification to lower the risk and volatility of the portfolio, compared to similar investments made with a geographically confined investment strategy.

The fund has no requirements nor ambitions to follow its benchmark index. The fund is actively managed and does not take into consideration an individual stock's weight in the underlying index. During certain market conditions, the fund may invest a considerably larger part of its portfolio in industries or regions compared to both its past, other comparable equity funds and its benchmark index. The goal is to achieve a positive return and exceed its benchmark index S&P Global Small Cap Index. The Fund may place its funds in transferable securities, fund units and money market instruments and may place up to 10 percent in unlisted shares. The Fund may place no more than 10 percent of the funds in fund units. The fund normally leaves no dividend, instead all revenues are reinvested in the fund. Deposits and withdrawals from the fund can usually be made every weekday.

Historical Return



The fund performance (return) is calculated net of the annual fee. The figures in all years are calculated in Swedish Kronor and with dividends reinvested in the Fund. Previous results are no guarantee of future results. The fund was launched on February 28, 2018.

Who should invest in the fund?

Simplicity Småbolag Global targets investors who believe in shares issued by small- to mid-cap companies globally. Simplicity's investment model is structured to utilize long trends and it is therefore important that our unit holders also have a long-term investment horizon, at least five years. Investors must be able to accept that large fluctuations may occur.

Risk Level / Potential Return



The risk/reward indicator illustrates the relationship between risk and potential returns from an investment in the fund. The indicator is based on how the fund's value has changed over the last five years. Since the fund does not have historical data for five years, data from S&P Global Small Cap Index has been used for the time missing. The fund belongs in category 6, which means high risk for both increases and decreases in the value of fund shares. Category 1 does not indicate a risk free investment. Over time the fund may shift to both the right and left on the indicator scale. This is because the indicator is based on historical data which is not a guarantee of future risk and returns. Our investment strategy means that the risk in our funds varies over time. During certain periods the risk is very high compared to the historical risk level and also compared to other funds in the same category.

Below is a description of the fund's specific risks that are due to its investment strategy.

MARKET RISK – The risk of securities decreasing in value as a result of changes in the market situation. A downturn in the market as a result of a downturn in the overall economic cycle, unexpected world events, natural disasters, etc. are examples of market risk. Investing in equities and equity funds always means exposure to market risk. Simplicity Småbolag Global must invest at least 75% of the assets in shares or equity-related instruments. This means that the fund always has a large exposure to underlying markets, which means that it will be very difficult to withstand a sharp decline in the overall equity market.

CURRENCY RISK – The risk of securities denominated in foreign currencies decrease in value as a result of changes in the exchange rate. The quantitative models used by Simplicity in its investment strategy does not take currency risks in to account. Reallocations are thus normally not performed due to currency risk.

LIQUIDITY RISK – The risk arises when the fund needs liquid assets but is unable to sell current holdings. Stocks in small cap companies have normally lower liquidity than stocks in large cap companies, which in turn increases the liquidity risk in funds that primarily invest in small cap companies. The liquidity risk in Simplicity Småbolag Global can therefore be higher than, for example, a fund that primarily invests in large cap companies which have a high turnover ratio of their shares. This increases the necessity of correct cash management and correct portfolio composition to effectively counter the increased liquidity risk.

DERIVATIVES – The fund may trade derivatives as part of the investment strategy. However, the fund will normally not trade derivative instruments and the possibility of using such instruments is therefore expected to not affect the Fund's risk profile. When calculating the total exposure in the fund, the so-called commitment method is applied which means that positions are converted to a corresponding position in the underlying assets.

The fund's grade of activity

Description of grade of activity

The fund is actively managed. The fund manager conducts continuous analysis and makes active decisions about the fund's holdings and composition. The manager regularly monitors and changes the portfolio in order to achieve the fund's objectives.

Benchmark

The fund's benchmark is S&P Global Small Cap Index, an index that tracks the total return of small and medium-sized companies globally.

The benchmark is relevant to the fund since it is a benchmark that reflects the fund's long-term investment policy, inter alia regarding geographical markets, companies' size and return and risk profile.

Grade of activity

The Fund's grade of activity is described using the activity measure tracking error. Tracking error shows how much the Fund's return varies in relation to its benchmark. Tracking error is reported as a percentage and is calculated as the standard deviation of the difference between Fund and the benchmark index returns. The higher the tracking error, the greater is the average deviation. The calculation does not take into account whether the deviation is positive or negative.

The calculation of active risk is based on monthly data from the last two calendar years. Since the fund has been in existence for less than two years, tracking error has not been calculated for the fund.

Current Fees

Below is information about the current fees on the sale and redemption of fund shares, year 2018's management fee, including depositary costs, cost of supervision and auditors.

- Entry fee 0%
- Exit fee 0%
- Management fee, incl. depositary, supervision and auditing 1,50%

Maximum Fees

Below is information about the maximum fees on the sale and redemption of fund shares, management fee, including depositary costs, cost of supervision and auditors as stipulated by the Funds terms and conditions.

- Entry fee 0%
- Exit fee 0%
- Management fee, incl. depositary, supervision and auditing 1,6%

Depositary

Skandinaviska Enskilda Banken AB (publ.) ("SEB")

Legal Residence (HQ): Stockholm, Sweden

Corporate identity no. 502032-9081

Legal form of the depositary: Limited company

Main business of the depositary: Banking

The depositary shall, inter alia, monitor the Fund's cash flows, store the Fund's assets and execute the Company's instructions. Furthermore, the custodian shall ensure that the sale and redemption of fund shares, valuation of fund shares and use of the Fund's assets are in accordance with the law and the fund's terms and conditions. SEB AB has procedures for identifying, managing, monitoring and reporting potential conflicts of interests. Since the depositary is part of SEB AB, conflicts of interest can arise between the depositary's operations and other activities within

SEB and its subsidiaries. The depositary has a legal obligation to identify and manage such conflicts of interest as well as to report the conflicts of interest to the fund's investors.

Examples of activities that may involve conflicts of interest are:

(i) Provision of trustee registration, execution of fund management, establishment of unit ownership registers, analysis of securities loans, asset management, investment advice and/or other advisory services to the Fund;

(ii) Banking services, securities trading including currency trading, derivative trading, lending, brokerage, market making or other financial transactions with the Fund, either on its own account or on behalf of other clients.

For potential conflicts of interest to not affect the fund and its investors negatively, the custodian and other activities within SEB AB are functionally and organizationally separated. The Custodian's activities are always conducted based on the interests of the share owners and according to current market conditions.

SEB AB may delegate parts of the business to one or more external companies, including other depositary banks designated by the depositary from time to time. The data that may be delegated, according to the UCITS Directive and applicable Swedish regulation, is the storage and inventory. The depositary shall act with due diligence, diligence and care in its choice, continued engagement and supervision of the party to which the depositary functions have been delegated.

For the fund's current markets, the custodian has commissioned the following custodian banks to perform custodian functions:

Country	Depositary
Australia	HSBC Bank Australia Ltd
Austria	Raiffeisen Bank International AG
Belgium	KBC Bank NV
Brazil	Itaú Unibanco S.A.
Canada	RBC Investor & Treasury Services
Denmark	SEB AB, branch in Denmark
Finland	SEB AB, branch in Finland
France	Caceis Bank France
Germany	Deutsche Bank AG
Hong Kong	Deutsche Bank AG, Hong Kong Branch
India	HSBC Bank India
Ireland	HSBC Bank Plc
Italy	Intesa Sanpaolo S.P.A.
Japan	MUFG BANK, LTD
Netherlands	BNP Paribas Securities Services
Norway	SEB AB, branch in Norway
New Zealand	HSBC Bank New Zealand
Portugal	Millennium (Banco Comercial Portuges S.A)
Singapore	HSBC Bank Singapore
South Africa	First Rand Bank Limited
South Korea	Citibank Korea Inc.
Spain	BNP Paribas Securities Services Espana
Switzerland	Credit Suisse (Switzerland) Ltd.
UK	HSBC Bank Plc
USA	Brown Brothers Harriman & Co

Responsible Investments

Simplicity acts as a responsible asset manager by integrating sustainability into the fund's investment process. Read more about the company's policy for responsible investments at the fund company's website www.simplicity.se.

Sustainability Information

- Sustainability aspects are taken into account in the management of the fund.
- Sustainability aspects are not taken into account in the management of the fund.

Sustainability aspects taken into account in the management of the fund

- Environmental aspects (e.g. the companies' environmental and climate impact).
- Social aspects (e.g. human rights, employee rights and equal opportunity).
- Corporate governance aspects (e.g. shareholders' rights, issues relating to remuneration for senior executives, and anti-corruption work).
- Other sustainability aspects.

Methods used for the sustainability work

Positive screening

- Sustainability aspects are critical in the manager's choice of companies. The fund has specific and explicit criteria for positive selection of companies, based on environmental, social and business ethics issues. An analysis of the companies' sustainability work is critical to the selection of the companies in the fund.
 - The manager of the fund take sustainability issues into account. Sustainability issues are taken into account in the context of corporate economic analyses and investment decisions and play a part, but not necessarily a crucial one, in determining which companies are selected for inclusion in the fund.
- Other
- Other method of positive screening used by the fund.

Negative screening

The fund does not invest in companies that are involved in the following products and services. A maximum of 5% of the turnover in the company in which the investment is made may entail operations attributable to the specified product or service.

Products and services

- Cluster bombs, land mines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or munitions
- Alcohol
- Tobacco
- Commercial gambling operations
- Pornography
- Fossil fuels (oil, coal, gas)

Fund management company's comments: The fund excludes companies that extract fossil fuels.

International norms

The fund avoids investing in companies involved in violations of international norms and conventions (at least the UN Global Compact and OECD guidelines for multinational companies) in relation to the environment, human rights, labour practices, and business ethics.

- Companies where the fund detects no willingness to change or where, in the opinion of the fund, the companies will fail to get to grips with the problems within an acceptable timeframe are excluded for investment purposes.

The fund management company influences

The fund management company exercises its investor influence to influence companies on sustainability issues.

- The fund management company engages with companies with a view to influencing them to adopt a more sustainable approach.
- In-house investor influence

Fund rules – Simplicity Småbolag Global

§ 1 The legal position of the Fund

The name of the fund is Simplicity Småbolag Global, hereinafter called the Fund. The Fund is a securities fund as defined by the Swedish Investment Funds Act (2004:46) (IFA).

The Fund capital is owned jointly by the Fund's unit holders. The units of a share class have equal rights to the assets included in the Fund.

The Fund cannot acquire rights or incur obligations. The Fund Company referenced in § 2 represents the unit holders in matters related to the Fund, makes decisions regarding the property in the Fund and exercises the rights ensuing from the property.

Operations are conducted in accordance with these Fund Terms and Conditions, the Fund Company's articles of association, IFA and other applicable ordinances.

§ 2 Fund Manager

The Fund is managed by Simplicity AB, corporate identity no. 556611-4723, hereinafter referred to as the Fund Company.

§ 3 Depository and its tasks

The depository for the Fund's assets is Skandinaviska Enskilda Banken AB (publ), corporate identity no. 502032-9081.

The Depository shall execute the Fund Company's decisions regarding the Fund and shall also receive and hold the assets of the Fund. The Depository shall also ensure that decisions regarding the Fund made by the Fund Company, such as valuation, redemption and sales of fund units, comply with the law, regulations and these Fund Terms and Conditions.

The Depository shall act independently of the Fund Company and exclusively in the common interest of the unit holders.

§ 4 The nature of the Fund

The fund is an equity fund that invests in small and medium-sized companies with a global investment mandate. The companies in which the fund invests cannot, at the time of investment, have a market cap in excess of USD 5 billion or equivalent in other currency. At least 90% of the Fund's investments, with the exception of assets in accounts in credit institutions, shall be linked to global equities.

The overall financial objective of the Fund is to achieve a long term positive return and a higher risk adjusted return compared to its benchmark index. The fund's benchmark index is presented in the fund prospectus. The benchmark index is a global small cap index with a broad multi-market exposure.

§ 5 The Fund's investment orientation

The Fund may invest its assets in transferable securities, fund units, money market instruments, accounts with credit institutions and derivatives.

The fund manager uses quantitative models to statistically justify each transaction. At least 75 percent of the Fund's assets shall be invested in equities, equity-related transferable securities and equity-related financial instruments.

The Fund may invest a maximum 10 percent of the Fund's value in fund units or other mutual fund companies. The Fund may invest in derivatives referred to in Ch. 5, § 12, first paragraph, IFA, (OTC derivatives). The fund follows the fund company's responsible investments policy. More information regarding the fund company's responsible investments policy is available in the fund prospectus.

§ 6 Market places

The Fund's assets may be invested in a regulated market within the EEA or in an equivalent market outside the EEA. Trading may also be conducted on other markets within or outside the EEA that are regulated and open to the public.

§ 7 Special investment focus

The Fund's assets may be invested in transferable securities such as referred to in Ch. 5, § 5 IFA. The Fund's assets may not be invested in money market instruments as referred to in Ch. 5, § 5 IFA. The Fund may use derivatives in order to enable effective management to reduce costs and risks. The Fund may not use such derivatives referred to in Ch. 5, § 12, second paragraph, IFA, (OTC derivatives).

§ 8 Valuation

The value of one unit of the Fund is deduced from the total value of the Fund, divided by the total number of fund units in the Fund. Each fund unit must be of equal size.

The value of the Fund is calculated by deducting from the assets the liabilities linked to the Fund, including as yet unlevied taxes according to the Fund Company's stipulation as well as the charges stated in § 11 below.

The valuation of traded securities, mutual funds, money-market instruments, investment in accounts with credit institutions and derivatives are carried at current market value. By market value means closing price or, if not available, the last bid price or, if not specified, last sales price.

If this market value cannot be obtained or, in the opinion of the Fund Company, it is misleading, they may be reported at the value decided on objective grounds by the Fund Company. With objective grounds means that a market value is obtained according to special valuation based on data for last paid price or indicative purchase price from market-makers if such are stipulated for the issuer. Where such information is lacking, or is not considered reliable by the Fund Company, the market value is established based on information from independent parties or by other external, independent sources. If the markets for certain securities are not active, valuation may be done by use of a generally accepted valuation method established in the market, such as cash flow analysis or comparison with other similar transactions that took place under market conditions during a similar period.

For such transferable securities referred to in Ch. 5, § 5 IFA a market value is determined according to a special valuation. Such special valuation may be derived using the following information:

- Market price from a non-regulated active market.
- Market price obtained from special valuation based on information such as last closing price or indicative buy price from market maker.
- Other established valuation methods such as cash flow analysis or comparison to other comparable transactions that have taken place during market conditions in nearby time.

The value per fund unit shall be determined by the fund company on each banking day.

§ 9 Sale and redemption of units

Units are sold and redeemed by the Fund Company. Sale (a unit holder's purchase) and redemption may normally take place on every banking day. The Fund is not open for the sale and redemption such banking days when the valuation of the Fund's assets not can be done in a way that ensures the unit holders' same right as a result of that one or more of the market places listed in § 6 that the Fund trades on, are fully or partly closed.

Subscriptions and redemptions should be made in SEK. The minimum sales amount is 100 SEK. Generally, subscriptions and redemptions of fund units can be executed daily.

A request for sale is made by paying a minimum amount of 100 SEK into the Fund Company's bank account or bank giro account.

A request for redemption of a unit in the Fund is made in writing or by fax to the Fund Company or, by separate agreement, electronically. The redemption request shall be in writing and shall be signed personally by the unit holder, except when electronic means are used.

A request that reaches the Fund Company by 08:00 CET at the latest on a full banking day, or 08:00 CET on a half banking day, is executed on the same day. Should a request be received by the Fund Company after 08:00 CET on a full banking day or after 08:00 CET on a half banking day, the Fund Company is entitled to execute the request on the same banking day or on the next banking day.

If funds for redemption must be procured through the sale of securities, such sale and redemption shall take place as soon as possible. If a sale could be essentially disadvantageous to other unit holders' interests, the Fund Company shall, following notification to the Swedish Financial Supervisory Authority, defer the sale.

In the case of redemption of units, payment is made no later than three (3) banking days after redemption has been executed.

The price of the unit in conjunction with sale and redemption is set at the end of the banking day on which the sale or redemption takes place. Sale and redemption thus take place at a rate unknown to the unit holder at the time the request for sale or redemption is made.

A request for redemption may only be revoked with the consent of the Fund Company.

The price in conjunction with the sale of a unit (a unit holder's purchase) shall be the unit value on the date the sale takes place. The redemption price of a unit shall be the value of the unit on the date redemption takes place. The unit value is published on the Fund Company's website (www.simplicity.se) and in a number of newspapers through the Swedish Investment Fund Association.

The Fund Company is entitled to close the Fund for the sale of units when the fund assets exceed one billion SEK (1,000,000,000), and to decide whether and when the Fund will be opened for sale of units after closure. All shareholders in the fund-share register shall be informed by letter of any closing and opening no later than 15 banking days before closing or opening.

§ 10 Closure of the Fund in extraordinary circumstances

The Fund may be closed for sale and redemption if extraordinary circumstances arise that prevent valuation of the Fund's assets from being made in a manner that assures equal rights for the unit holders.

§ 11 Fees and payment

Payment shall be made from the capital in the Fund to the Fund Company for its management of the Fund. Such compensation includes costs for the Depository, supervision and auditors. The payment is calculated daily on the Fund's value distributed on the respective share class at 1/365th part of the whole. The payment per year may not exceed what is stated below under the respective share class.

The payment to the Fund Company may not exceed 1.60 % per year.

Brokerage and other costs, as well as tax in conjunction with the Fund's purchase and sale of financial instruments, are charged to the Fund.

Applicable VAT will be payable on fees.

§ 12 Dividends

This fund does normally not pay any dividend. The Fund Company can, however, decide to pay out dividend to the unitholders if, according to the Fund Company, it is necessary to protect the unitholders' common interest. An example of such a situation could be that the current tax law means that the Fund has taxable income. The purpose of the dividend in this case is to transfer taxation of the Fund's return to the unit holders, whereby return is not taxed twice. Such dividend shall be paid out in such proportion, and on a date that is decided by the Fund Company to be most suitable.

For a dividend accruing to a unit the Fund Company shall, following a deduction for preliminary tax when applicable, acquire new units on behalf of the unit holder registered for the unit on the date set by the Fund Company.

Following a request to the Fund Company the dividend may instead be received in cash, paid into the unit holder's bank account following a deduction for preliminary tax when applicable.

Such request shall be submitted by the date the Fund Company has decided.

§ 13 The Fund's financial year

The Fund's financial year is the calendar year.

§ 14 Interim report and annual report, changes to Fund Terms and Conditions

The Fund Company shall publish an interim report for the first six months of the financial year within two months of the end of the half-year and an annual report on the Fund within four months of the end of the financial year. The documents shall be sent free of charge to any unit holders who so request and shall be available at the Fund Company and the Depository.

Changes to the Fund regulations may only be made following a decision by the board of the Fund Company and shall be submitted to the Swedish Financial Supervisory Authority for approval. Following approval of a change, the decision shall be available at the Fund Company and the Depository and shall be made public in the manner stated by the Swedish Financial Supervisory Authority.

§ 15 Pledging and assignment

Pledging of units shall be notified in writing to the Fund Company. Notification shall state the unit holder, the pledgee, which shares are covered by the pledge and any limitations on the scope of the pledge. Unit holders shall be informed in writing that the Fund Company has made a note regarding the pledge in the unit holders' register.

The pledge ceases when the pledgee has notified the Fund Company in writing thereof.

When the pledge has ceased, details regarding the pledge are removed.

The Fund Company is entitled to payment from the unit holder for registration of up to SEK 500.

§ 16 Limitation of liability

Each unit holder should study in detail the risks that are associated with the financial instruments in which the Fund invests as stated in the fact sheet and the information brochure.

The Fund Company is not liable for any loss arising from a legal enactment, official measure, act of war, strike, blockade, boycott, lockout or other similar circumstance, such as computer or telephone faults. The reservation regarding a strike, blockade, boycott and lockout also applies if the Fund Company is the object of or takes such a conflict measure.

Any losses that arise in other cases will not be compensated by the Fund Company if normal caution has been observed.

The Fund Company is not liable in any event for any indirect loss, nor is it liable for any loss caused by a custodial bank or other agent which the Fund Company has engaged with appropriate care. Nor is the Fund Company liable for any loss that could arise by reason of a restriction on disposition that could be applied against the Fund Company.

If the Fund Company is prevented from taking action as a result of circumstances stated in the second paragraph, such action shall be postponed until the impediment has ceased.

If, as a result of such a circumstance, the Fund Company is prevented from executing or receiving payment, the Fund Company shall not be under any obligation to pay penalty interest.

Notwithstanding the above, Ch. 2 § 21 IFA shall always apply.

In case the custodian bank or depository has lost financial instruments which is deposited with the custodian or the depository, the custodian shall without unnecessary delay return financial instruments of the same kind or issue a cash amount equivalent to the value of the financial instruments to the fund company on behalf of the fund. The custodian is not responsible for the loss of financial instruments caused by an external event outside the custodian's reasonable control and whose consequences were impossible to avoid even though all reasonable efforts were made, such as damage caused by Swedish or foreign lawmakers, Swedish or foreign government action, war event, strike, blockade, boycott, lockout or other similar circumstances. The reservation regarding strike, blockade, boycott and lockout applies even if the custodian is subject to or itself takes such a conflict. The depository is not responsible for any damage other than such damage as referred to in the first paragraph, unless the depository intentionally or negligently caused such other damage. The depository also does not respond to such other damage if circumstances referred to in the first paragraph exist.

The depository is not liable for damage caused by a Swedish or foreign stock exchange or other marketplace, registrar, clearing organization or other providing corresponding services and, in respect of any damage other than those referred to in the first paragraph, neither for damage caused by a custodian bank or other contractor that the depository with due diligence, proficiency and care hired and regularly supervised or if such organization was designated by the fund company. The depository is not responsible for damage caused by the insolvency of said organizations or contractors. However, a contract of storage of assets and ownership control does not separate the custodian from its liability for losses and other damages under the Securities Funds Act.

The depository is not liable for damage incurred by the fund company, the unitholders of the fund, the fund, or other in the event of restriction of disposition such as may apply to the depository in respect of securities. The depository is in no case responsible for indirect damage. In the case of obstruction for the depository to fully or partially implement action according to this agreement due to circumstances referred to in the first paragraph, the action shall be postponed until the obstruction has ceased. In the event of delayed payment, the depository shall not charge any interest on overdue payments. If interest is pledged, the depository shall pay interest at the interest rate applicable on the due date.

Should the depository, as a result of circumstances described in the first paragraph, be hindered to receive payment for the funds, the depository may charge interest as stipulated on the due date during the time reception of payment is hindered. The depository's liability is, notwithstanding the above, regulated according to Ch. 3 §§ 14-16 IFA.

§ 17 Permitted investors

The Fund is intended for the general public, but not to such investors whose subscription of units in the Fund is in conflict with the provisions of Swedish or foreign law or regulations.

The Fund is not intended for such investors whose subscription or holding of shares in the Fund means that the Fund or the Fund Company is obliged to take registration measures or other measures which the Fund or Fund Company would not be obliged to take otherwise.

The Fund Company has the right to refuse subscription from such investor referred to in this paragraph.

The Fund Company may redeem the unit holder's holdings in the Fund to unitholder's contestation, if it should prove to unit holders subscribed for units in the Fund in conflict with the provisions of Swedish or foreign law or regulations or that the Fund Company due to the shareholder's subscription or holding in the Fund is obliged to take registration measures or other measures for the Fund or the Fund Company which the Fund or the Fund Company not would be obliged to take if the shareholder would not hold units in the Fund.

In case of any discrepancy between the Swedish-language version of this Fund terms and conditions and any translation thereof, the Swedish-language version shall prevail and the Fund terms and conditions shall be construed in accordance with the Swedish-language version.

General Information about Simplicity

The Management Company

Simplicity AB	556611-4723
Company founded on	2001.05.10
Equity	sek 3.000.000
Company Headquarters	Varberg
Owner	Simplicity Holding AB
Address	Södra Hamnvägen 12, 432 44 Varberg, Sweden
Phone	+46 340-219500
Fax number	+46 340-219509
Webpage	www.simplicity.se
E-mail	contact@simplicity.se
Supervisory authority	Finansinspektionen (The Swedish FSA)

Authorization to conduct fund activity was given by The Swedish Financial Supervisory Authority 2002.09.02 and the license was renewed in accordance with new legislation 2004.12.22.

Simplicity manages the following UCITS funds

- Simplicity Sverige
- Simplicity Småbolag Sverige
- Simplicity Norden
- Simplicity Småbolag Global
- Simplicity Likviditet
- Simplicity Företagsobligationer
- Simplicity Global Corporate Bond
- Simplicity Palma

Board

Chairman: Jonas Wollin – CEO, Rudholm Group Holding AB

Board member: Michael Lindengren – Chairman, Acrap AB

Board member: Ulf Ingemarson – CEO, Simplicity AB

Board member: Hans Bergqvist – Simplicity AB

Board member: Henrik Tingstorp – Simplicity AB

Senior Executives

Ulf Ingemarson – CEO, Fund Manager

Hans Bergqvist – Vice President, IT and Marketing Manager

Henrik Tingstorp – Vice President, Fund Manager

Johan Rönliden – Risk Manager

Auditor

Peter Nilsson – PwC AB

Third-party agreements

Simplicity AB has chosen to outsource its compliance function. Currently, this function is held by Harvest Advokatbyrå AB with lawyer Björn Wendleby as responsible. Simplicity AB has also chosen to outsource the independent internal audit function at the company to Lüscher & Co Revision AB with Leif Lüscher as responsible.

Amendments to fund rules

The fund rules may be amended only by decision of the management company's Board, and the decision must be submitted to the Swedish Financial Supervisory Authority for approval. Once the decision has been approved, it must be made available at the offices of the management company and the depository, and be published by such other means as the Swedish Financial Supervisory Authority instructs. Amendments may affect the fund's investment policy, fees and risk profile.

Register of unitholders

The fund company keeps records of all its shareholders and their current holdings. The unitholders current holdings are specified on their annual statement, which also include information for their tax returns.

Subscriptions of fund units

Subscriptions of fund units can be made daily in both the equity funds and fixed income funds, directly through the fund company or via any investment platform

where the company's funds are available. Fund units will not be issued until payment has been made to the fund. For distributors purchase of fund units can be made before payment, if stated in the distribution agreement. The checks that Simplicity must conduct under the Anti Money Laundering Act may also affect the timing of, and possibility to execute unit purchases. The price of the fund units is calculated in accordance with section 8 of the fund rules. Therefore, the price of the fund units is not known for the investor when the subscription request is made. It is not possible to limit purchase or redemption orders. Please note that the name, address and social security number or company registration number must be stated with the payment. New customers must disclose and submit the following documentation to the fund company:

Private Investors:

- Copy of current and valid ID; authenticated by signature, clarification of signature and date of signature.
- The form "Account Agreement – Private Individuals", filled and signed.

Legal Entities (Corporates, Institutions, etc.):

- Copy of Certificate of Registration
- Copy of current and valid ID of the contact person; authenticated by signature, clarification of signature and date of signature.
- Power of attorney if the contact person is not the authorized signatory of the legal entity.
- The form "Account Agreement – Legal Entity", filled out and signed by the authorized signatory of the legal entity.

Redemption of fund units

Redemption of fund units can be made daily in both the equity funds and the fixed income funds, directly through the fund company or via any investment platform where the company's funds are available. Cash is paid after the redemption has been effected, usually within three (3) banking days for our equity funds, Simplicity Företagsobligationer, Simplicity Global Corporate Bond and two (2) banking days for Simplicity Likviditet. The cash will be paid to the bank account instructed by the unitholder. If below documentation has not been provided before, it must be made in connection with the redemption order.

Private Investors:

- Copy of current and valid ID; authenticated by signature, clarification of signature and date of signature.

Legal Entities:

- Copy of Certificate of Registration
- Copy of current and valid ID of the contact person; authenticated by signature, clarification of signature and date of signature.
- Power of attorney if the contact person is not the authorized signatory of the legal entity.

Cut-off times for subscription and redemption

Below stated cut-off times apply for latest subscription and redemption in Simplicity's funds during full banking days:

Fund	Subscription	Redemption
Simplicity Sverige	14.00	14.00
Simplicity Småbolag Sverige	14.00	14.00
Simplicity Norden	14.00	14.00
Simplicity Småbolag Global	08.00	08.00
Simplicity Likviditet	14.00	14.00
Simplicity Företagsobligationer	14.00	14.00
Simplicity Global Corporate Bond	14.00	14.00
Simplicity Palma	08.00 t-1	08.00 t-1

Below stated cut-off times apply for latest subscription and redemption for half banking days:

Fund	Buy	Sell
Simplicity Sverige	11.00	11.00
Simplicity Småbolag Sverige	11.00	11.00

Simplicity Norden	11.00	11.00
Simplicity Småbolag Global	08.00	08.00
Simplicity Likviditet	11.00	11.00
Simplicity Företagsobligationer	11.00	11.00
Simplicity Global Corporate Bond	11.00	11.00
Simplicity Palma	08.00 t-1	08.00 t-1

Tax rules

Mutual funds do not pay tax on income in Sweden. Mutual funds pay withholding tax on dividends received from their foreign shareholdings. The withholding tax rate varies from country to country. As a result of, among other things, legal uncertainty on the application of bilateral tax treaties as well as developments within the EU with regard to taxes, the final withholding tax can be both higher and lower than the preliminary tax deducted when dividends are received. Swedish unitholders pay income tax on a yearly-imputed income, calculated on the fund units' value at the beginning of the year, as well as on realized capital gains and any dividends from the fund units. The annual imputed income amounts to 0.4 % of the value at the beginning of the calendar year. This is taxed as capital income at 30 % for private investors and Swedish estates of deceased individuals. This in turn entails a tax exemption of 0,12 % per year. For example, a fund holding at the beginning of the year of 100.000 SEK generates a tax of 120 SEK $(100.000 * 0,4 \% * 30 \%)$. For legal entities the income is taxable as income from business operations. The tax rate is approximately 0,11 % per year. The fund company reports imputed income and capital gains to the tax authorities for individuals and estates of Swedish unitholders, while legal entities themselves need to calculate the imputed income and then make the tax payment. Individual circumstances can affect the tax. Unitholders who are uncertain about any tax implications should seek advice from a tax expert.

Risks associated with investing in mutual funds

Investing in mutual funds is always associated with a certain degree of risk taking. This risk stems primarily from the possibility of the investment decreasing in value. Generally, investing in equity funds carries a higher risk compared to investing in money market funds, corporate bond funds or mixed funds. For more information on the specific risk associated with the individual funds' investment strategies, please see each respective fund's KIID and risk profile.

Annual report and semiannual report

The fund company prepares annual reports and semiannual reports for each fund. These are offered upon request free of charge to unitholders no later than four months after the end of the fiscal year and two months after the middle of the year. The annual and interim reports are also published on the company's website.

Net asset value (NAV) of fund units

The most recent calculated net asset value (NAV) of a fund unit for each fund is published on the fund management company's website, www.simplicity.se.

Incorrect net asset value (NAV)

The valuation of fund holdings, and the calculation of the value of fund units, is a key task of any fund company's operation. Should it be found that the value of a fund unit is calculated incorrectly, Simplicity applies the Swedish Fund Association's guidelines for handling the compensation of incorrect NAV. This means that unitholders adversely affected by a material error are compensated

Marketing in countries outside of Sweden

Funds managed by Simplicity AB may be marketed in below countries:

Norway

- Simplicity Norden
- Simplicity Sverige
- Simplicity Småbolag Sverige
- Simplicity Småbolag Global
- Simplicity Företagsobligationer
- Simplicity Global Corporate Bond
- Simplicity Likviditet

Luxembourg

- Simplicity Norden
- Simplicity Företagsobligationer
- Simplicity Global Corporate Bond
- Simplicity Likviditet

Simplicity AB has entered into agreements with distributors in countries where the funds are marketed. The distributors assist end-user with all the information about sales/redemptions and information about the funds.

Complaints

CEO Ulf Ingemarson is responsible for complaints and claims at Simplicity and can be contacted at Simplicity AB's address and telephone. For more information regarding complaints, see the company's website.

Liability

Simplicity will reimburse unit holders for damages the fund company have inflicted on a UCITS-fund resulting from a breach of the Swedish Investment Funds Act or the fund rules.

Winding up of fund or transfer of fund business

If the fund company decides to transfer the fund's management to another fund company, with the consent of the Swedish Financial Supervisory Authority, all shareholders will be informed accordingly. The management of the fund will immediately be taken over by the custodian if the Financial Supervisory Authority withdraws the fund company's license or if the fund company becomes liquidated or bankrupt. The depository must then transfer management to another management company approved by the Swedish Financial Supervisory Authority. Otherwise, the fund must be dissolved through its assets being sold and the net proceeds being distributed to the unitholders.

Processing of personal data

All processing of personal data is within the scope of the Personal Information Act and the confidentiality rules applicable to fund operations. Personal data provided to Simplicity AB are processed in computer systems to the extent necessary to fulfill the fund company's obligation to hold shareholder registers, to provide services related to the fund company's activities and identity checks. Personal data is also collected in order for Simplicity AB to fulfill other legal obligations and for marketing purposes, statistics and analysis. The information may have been provided in connection to the conclusion of an agreement, or otherwise in connection to customer or contractual relations. The data may be supplemented or checked using public records such as SPAR. The processing of personal data takes place in the context of the Personal Data Act and the confidentiality rules applicable to fund operations. Personal data may also be used for administrative or marketing purposes by companies that Simplicity use for such activities. If you do not want to receive promotional material, you can notify Simplicity at the company's mailing address. You can also send a request for correction of personal data if current information is incomplete or incorrect, as well as request information about what personal data the company has stored about you.

Information brochures, KIID and financial advice

According to the Swedish Investment Funds Act, current information brochures and KIID for each mutual fund shall be available. The content shall include the fund rules and the information needed to assess the fund's activities. Information brochures and KIID are prepared in accordance with the Swedish Financial Supervisory Authority's regulations and current law. The information provided in information brochures, KIID or in other material published by the company shall not be considered as the Fund company's recommendation to acquire fund units. Each investor, private or institutional, is to make its own assessment of the risks that may be associated with an investment in any of the funds. Simplicity give no advice on the suitability to invest at a certain time, but rather limits the marketing to historical information about the development of the funds and the opportunities and risks associated with its security investments. The information is general and not intended as individual advice. In some parts of the material, information referred to as "statistical studies" and "simulations" are presented. These include test results obtained by using algorithms that govern purchase and sale decisions in placement models on historical data. Simplicity AB cannot ensure the accuracy of these historical databases and, therefore, cannot ensure that the results mentioned are correct. There are no guarantees for an investment in Simplicity's funds not leading to capital loss. Historical returns are no guarantee of future returns. The money invested in the fund can both increase and decrease in value and it is not certain that you regain your invested capital.

Ownership policy

Simplicity applies as ownership policy for the funds not to exercise active ownership control except in ESG related issues, exceptional cases and if the Board finds it justified. The fund company's contact person in ownership issues is CEO Ulf Ingemarson. For detailed information, see Simplicity's website, www.simplicity.se.

Remuneration policy

The Board of Simplicity AB has established a compensation policy that covers all employees of the fund company. The compensation policy is designed in accordance with the Swedish Financial Supervisory Authority's regulations. The compensation system should promote sound business, efficient risk management and counteract excessive risk taking. The compensation system will encourage long-term stability in Simplicity's operations. The employees at Simplicity AB will be compensated with a fixed salary. In addition, variable compensation can be added. The company shall base a performance-based compensation on employee performance as well as the result account for by the affected business unit and overall company. All employees entitled to variable compensation have a fixed salary at a level that makes it possible to set the variable compensation to zero. Thus, the variable compensation can be zero for a single individual at low profitability or deficiencies in goal achievement. For an employee exercising a non-material influence on the company's risk level, a so-called specially regulated person, payment of a decided variable salary shall be postponed for at least three years for at least 40 percent of the payment. For specially regulated employees whose variable remuneration amounts to a particularly high amount, the Company shall postpone at least 60 % of the compensation. The Company may pay or transfer the deferred compensation once a year, evenly distributed over the period of the compensation being postponed. In case the Company's Board of Directors intends to grant and pay variable compensation, the Company shall consider how these may affect

long-term earnings. When the Company determines the basis for compensations, it should be noted that the subsequent results may be affected by current and future risks. In its performance measurement, the company shall consider the actual costs of holding the capital and liquidity arising from the activity that the profit measurement relates to. For more information on compensation, please refer to the Funds Annual Reports and Simplicity Annual Report. The fund company's compensation policy can be provided free of charge upon the shareholders' request.

Swedish Investment Fund Association

Simplicity is a member of the Swedish Investment Fund Association. Simplicity follows the guidelines set up by the association.

Translation

This is a translation of the Swedish information brochure and fund rules. In case of any discrepancy between the Swedish-language version and any translation thereof, the Swedish-language version shall prevail and the Fund terms and conditions shall be construed in accordance with the Swedish-language version.

Publication

This information brochure is accurate as of July 9, 2020.