



Adrigo Small & Midcap L/S



Targeted hedge fund
focused on Nordic small and medium-sized limited
companies

Prospectus 1 April 2020

The prospectus has been prepared in accordance with the Swedish Alternative Investment Fund Managers Act (2013:561), LAIF, and the Swedish Financial Supervisory Authority's Regulations (FFFS 2013:10) governing managers of alternative investment funds.

Manager

East Capital Asset Management S.A.
Corporate ID number: B 136.364

Board

Karine Hirn, chair
Peter Elam Håkansson, board member
Albin Rosengren, board member
Paul Carr, board member

Management

Paul Carr, CEO

Management Committee
Paul Carr, CEO and Conducting Officer
Robert Janssen, Conducting Officer
Max Isaksson, Conducting Officer

Portfolio manager

Adrigo Kapitalförvaltning, a division of East Capital Financial Services AB, 556988-2086

Auditors

KPMG AB with authorised public accountant Mårten Asplund as specifically responsible auditor. The auditor reviews, among other things, the financial statements that form the basis for the annual report for the fund.

The manager manages the following funds

The special fund Adrigo Hedge
The special fund Adrigo Small & Midcap L/S

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Adrigo Small & Midcap L/S

The fund's name is Adrigo Small & Midcap L/S and it was established on 1 December 2006.

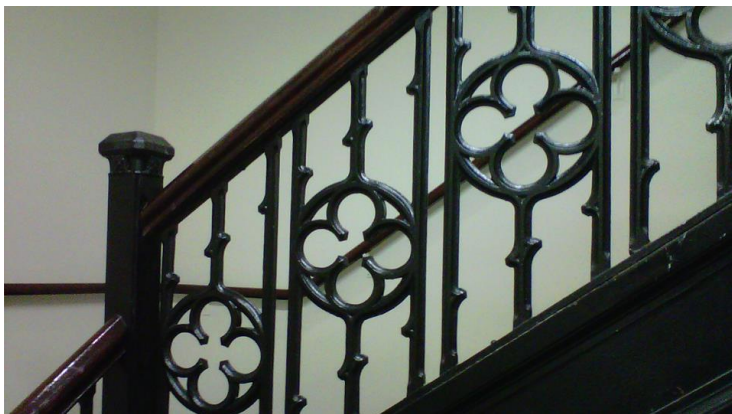
The fund is open for trading on the last banking day of each month. Notification of the purchase and sale of fund units must occur in writing no later than three banking days in advance at East Capital Asset Management S.A., which also provides information on the fund's most recently determined net asset value (NAV).

The net asset value is determined on the final banking day of each month and is published no later than on the fifth banking day thereafter. An indicative net asset value is also published at www.eastcapital.com on the first banking day of each week, calculated per the preceding banking day, except at the end of a month, when the official net asset value is determined as usual.

The lowest initial deposit in the fund is SEK 50,000 and then at least SEK 10,000 for each deposit.

Adrigo Small & Midcap L/S is a hedge fund focusing on investments in Nordic equities in the small and medium-sized companies segment.

The fund is a special fund pursuant to the Swedish Alternative Investment Fund Managers Act (2013:561), hereinafter referred to as LAIF, which means that it has less restricted investment rules than an ordinary unit trust. The fund rules, which are presented in this prospectus, are approved by the Swedish Financial Supervisory Authority, which also exercises ongoing supervision of the fund's operations.



Depository and primary broker

The fund's assets are invested with a depository approved by the Financial Supervisory Authority, whose task is to receive and store the fund's property and to ensure that the valuation, redemption and sale of fund units take place in accordance with the law, regulations and fund rules.

The fund's depository is SEB, Skandinaviska Enskilda Banken AB (publ).

Our working method

Our philosophy is to manage other people's money "as if it were our own". We have therefore invested considerable equity in the fund. Our aim is for the unitholders to receive a good absolute return at lower risk than in the stock market.

We consider equities to be an interesting asset class. There are good investment options in most stock markets, and we continuously strive to ensure good returns at limited risk by choosing the right equities.

As the stock market rises, we can increase equity exposure, but at the same time maintain a lower risk than the underlying stock markets. During periods of great uncertainty in the stock market, we may have more "short" equity exposures, i.e. positions sold against securities loans. We can also maintain higher liquidity, or use derivative strategies or interest rate instruments, to protect the value of the fund.

When choosing individual equities, we attach great importance to fundamental analysis and we always strive to create our own view of the company management and business model, including through our extensive contacts with the companies, and often their customers and competitors. We invest in undervalued equities where we have identified the conditions for a future value increase, and do not take index weight into account.

The industry or size of the companies does not influence our investment decisions, rather the quality of the investment situation and the potential return in relation to the risk. We invest primarily in the equities of small and medium-sized companies. We have a focused management model where the portfolio is normally more concentrated than a traditional equity fund.

We do not invest in companies where we do not understand the business concept or the valuation of the equity. During some periods, this may give us worse performance than a comparative stock market index, but we are convinced that we thereby also avoid unnecessary risk.

We focus our operations on the Nordic market, where we have a lot of experience and extensive knowledge of companies and investment conditions.

The fund's return is not compared to a market index, but to the risk-free interest rate, defined here as STIBOR 30 days.

Investment focus

The fund's investment focus is market-listed financial instruments in the Nordic countries, primarily equities and equity-related instruments in the small and medium-sized companies segment. To a lesser extent, and up to a maximum of 10 per cent of the fund's value, the fund may also invest in unlisted financial instruments issued by companies registered in the Nordic countries.

The fund's assets may be invested in the asset class transferable securities (equities), money market instruments, derivative instruments, fund units and in accounts with credit institutions.

The fund may sometimes hold a high level of liquidity, it can leverage its securities and it can use short-selling strategies, i.e. hold sold positions against securities loans.

A full account of the fund's investment options is presented in the fund rules.



Risk profile



An investment in the fund may both increase or decrease in value, and there are no guarantees that investors will be able to recover the full amount invested.

The fund's main focus is investments in Nordic equities and equity-related instruments in the small and medium-sized companies segment with a market capitalisation of less than SEK 55 billion. The fund may also leverage its holdings, use short-selling and utilise derivative strategies as part of its investment policy. Such investment options may, in certain market situations, involve a higher risk than, for example, a traditional equity fund. However, the fund's aim is to utilise these investment opportunities in such a way that the fund's risk level over time (measured as the standard deviation in the fund's return) is lower than the risk level in the equity markets in which the fund invests.

The fund rules, which constitute the rules for the fund's investments, include the following investment restrictions:

- No individual holding may constitute more than 30 per cent of the fund's value
- The total gross exposure (total long and short positions) may be in the range 50–250 per cent of the fund's value, and the net exposure may be in the range 0–150 per cent.
- Securities loans may constitute up to a maximum of 100 per cent of the fund's value
- Cash loans from banks or credit institutions may amount to a maximum of 100 per cent of the fund's value
- The proportion of unlisted holdings may not exceed 10 per cent of the fund's value

In most investment situations over time, the fund's investments will be well within these outer limits.

A full account of the fund's investment restrictions is presented in the fund rules.

Management fees

The fund shall pay a fixed management fee to the fund manager of no more than 1 per cent of the fund's value. The fee is calculated based on the value of the fund on the last banking day of each month, and the fund is charged 1/12 on the same day.

The fund shall also, on the last banking day of each month, pay the fund manager a performance-based management fee of no more than 20 per cent of the part of the fund's return that exceeds the benchmark interest rate, STIBOR 30 days. The fee is calculated collectively. Prior to the payment of performance-based remuneration, the fixed management fee must be deducted, as well as any underperformance of previous periods in relation to the benchmark interest rate.

Information about the fees applicable at any given time can be found in the detachable appendix to this prospectus and at East Capital Asset Management S.A. or at www.eastcapital.com.

A full account of the fund's management fees is presented in the fund rules.

At the end of this prospectus (before the fund rules), there is also a calculation example for the fund's charging of management fees.



Purchase and sale of fund units

Sales and redemption of fund units take place on the last banking day of each month by written notification of this to East Capital Asset Management S.A. no later than three banking days in advance. The form for notification of sale or redemption of fund units is available from East Capital Asset Management S.A. or from the fund's website, www.eastcapital.com.

East Capital Asset Management SA and the website, www.eastcapital.com, provide information about the latest NAV for the fund and about the most recently determined indicative fund unit value.

There is no possibility of limiting purchase or redemption orders.

The fund may charge an entry load of no more than 5 per cent of the NAV upon entry, and an exit load of no more than 0.2 per cent of the NAV upon exit.

The fees applicable at any given time can be found in the detachable appendix to this prospectus. They are also published on the fund's website,

www.eastcapital.com, and can also be obtained from East Capital Asset Management S.A.

Delegated functions

East Capital Asset Management SA has outsourced management to Wahlstedt Sageryd Financial Services AB.

To the extent that the management is not delegated, it will be outsourced to FundRock Management Company S.A., which is supervised by CSSF in Luxembourg. FundRock Management Company S.A., in turn, employs European Fund Administration S.A. to perform the services.

East Capital Asset Management S.A. has outsourced the fund's portfolio management to Adrigo Asset Management, a division of East Capital Financial Services AB, corporate ID number 556988-2086.

The fund is available for trading through a number of Swedish and foreign distributors. For a complete list of distributors, visit www.eastcapital.com.

Primary broker

The fund uses SEB as primary broker and East Capital Asset Management S.A. has entered into an agreement with SEB regarding the services that SEB provides in its role as primary broker. SEB retains part of the fund's assets by administering the fund's trading in OTC derivatives.

Potential conflicts of interest have been identified in that SEB provides the fund with services in the management of financial instruments relating to OTC derivatives and valuation services, and is the fund's depository and one of East Capital Asset Management S.A.'s primary brokers. The conflicts of interest consist of SEB, in its role as a depository, controlling its other proprietary services that it provides to the fund.

The services are kept separate organisationally and operationally in that they are provided by different departments within SEB and there is therefore no interaction between the services. East Capital Asset Management S.A. therefore believes that potential conflicts of interest are handled and prevented effectively. East Capital Asset Management SA therefore assesses that Adrigo Small & Midcap L/S' unitholders will not be adversely affected by the fund's relationship with SEB.

Unitholder registry

Wahlstedt Sageryd Financial Services AB, on behalf of East Capital Asset Management S.A., maintains a register of all unitholders' holdings of units in the fund. Registration of units must take place as soon as possible after the sale or redemption of units, and is essential for the right to units in the fund and the resulting rights.

Outsourcing

East Capital Asset Management SA has commissioned Wahlstedt Sageryd Financial Services AB to provide back-office services on behalf of the fund. This includes the establishment of a unitholder register, calculation of the NAV price, securities management, risk controls and regulatory reporting.

East Capital Asset Management S.A. has outsourced the fund's portfolio management to Adrigo Asset Management, a division of East Capital Financial Services AB, corporate ID number 556988-2086.

Potential conflicts of interest as a result of outsourcing

The manager continuously investigates how conflicts of interest are to be avoided and, if conflicts of interest are identified, how these should be handled.

Distribution agreement

The fund is available for trading through a number of Swedish and foreign distributors. For a complete list of distributors, visit www.eastcapital.com.

Annual report and net asset value

The manager will submit an annual report for the fund within four months of the end of the financial year.

The report shall be sent free of charge to unitholders who request it and shall also be available from the manager and the depositary. The net asset value is published on the manager's website, but can also be published in other media.

Information for unitholders

All unitholders who have not opted out of this will receive a written annual report and semi-annual report for the fund. Unitholders who so wish may also receive a monthly electronic letter stating the fund's current value with comments on the fund's management and development. Receiving a monthly letter requires the unitholder to provide a valid e-mail address.

Changes to fund rules

Changes to the fund rules may only be made by decision of the manager's board, and shall be submitted to the Swedish Financial Supervisory Authority for approval. Once the changes have been approved, the decision must be available from the manager and the depositary and disclosed in the manner prescribed by the Swedish Financial Supervisory Authority. The changes may affect the fund's characteristics, such as fees and risk profile.

Tax rules

Since 1 January 2012, unitholders are taxed annually at a standard tax rate for their fund holdings. The standard income for private individuals is calculated as 0.4 per cent of the value of the units at the start of the calendar year. Standard income is capitalised in the income category and is taxed at 30 per cent.

The standard tax thus amounts to 0.12 per cent of the value of the fund units. A standard income below SEK 200 is not taxed if there is no other income. The annual standard income is reported in an income statement sent to the Swedish Tax Agency, but no tax deduction is made. In the event of a dividend from the fund, 30 per cent of the amount paid out is deducted as preliminary tax and the dividend amount is reported in an income statement sent to the Swedish Tax Agency. When redeeming fund units, a capital gain is taxed at 30 per cent and a loss may be deducted. The capital gain or

loss is reported in an income statement sent to the Swedish Tax Agency, but no tax deduction is made.

Other rules apply to legal persons and foreign taxpayers. The tax may be affected by individual circumstances and any party who is uncertain about any tax consequences should seek expert help.

Assets to cover liability for damages

To cover the risks of liability for damages due to errors or negligence in the activities conducted by the manager pursuant to chapter 3, section 1 of LAIF, the manager has additional funds in the capital base.

Equal treatment and legal consequences of investing in the fund

All unitholders in the fund are treated equally, which means that the units in the fund are equal in size and carry equal rights to the property included in the fund.

The fund falls within Swedish jurisdiction and is governed by Swedish law. This means that rules on the recognition and enforcement of judgments in accordance with Regulation 2001/44/EC on jurisdiction and the recognition and enforcement of judgments in civil and commercial matters (the Brussels I Regulation), the Convention on jurisdiction and the recognition and enforcement of judgments in civil and commercial matters (the Lugano Convention), Regulation 1346/2000/EC on insolvency proceedings (the Insolvency Regulation), the Convention between Denmark, Finland, Iceland, Norway and Sweden on bankruptcy (the Nordic Bankruptcy Convention) or the Convention on the Recognition and Enforcement of Foreign Arbitral Awards (the New York Convention) may be applicable.

Limitation of liability

Neither the manager nor the depositary is liable for losses incurred due to Swedish or foreign law, measures taken by Swedish or foreign authorities, acts of war, strikes, blockades, boycotts, lockouts or similar circumstances.

This reservation also applies to strikes, blockades, boycotts and lockouts even if the manager or the depositary is the target or instigator of such a conflict. Any losses incurred in other circumstances shall not be indemnified by the manager or the depositary if they have observed a general standard of care. The manager or depositary shall in no case be liable for indirect losses, unless the indirect losses were caused by gross negligence on the part of the manager or the depositary. The manager or depositary are also not liable for losses caused by unitholders or other parties violating laws, ordinances, regulations or fund rules. In this connection, unitholders are reminded that they are responsible for ensuring that documents submitted to the manager are accurate and duly signed, and that the manager is notified of any changes to the information provided.

The manager or depositary shall not be liable for losses caused by the Swedish or foreign regulated market or other marketplace, custodian, central securities depository, clearing organisation or other providers of similar services, nor by contractors engaged by the manager or depositary with appropriate care or who

were referred to the manager. The same applies to losses caused by the above organisations or contractors becoming insolvent. Neither the manager nor the depository is liable for losses incurred for the fund, unitholders in the fund or other parties as a result of restrictions on disposals of financial instruments to which the manager or depository may be subject.

If the manager or the depository encounters an obstacle that partially or completely prevents contractual action from being taken due to the circumstances specified above, the action may be delayed until the obstacle is removed. If, as a result of such circumstances, the manager or the depository is prevented from making or receiving payment, neither the manager, the depository nor the unitholder shall be liable to pay interest on overdue payments. The corresponding exemption from the obligation to pay interest on overdue payments also applies even if the manager, pursuant to section 10 of the fund rules, temporarily postpones the valuation, subscription or redemption of fund units.

Unitholders may in some cases still be entitled to damages, despite what is stated above, pursuant to chapter 8, sections 28–31, and chapter 9, section 22 of LAIF.

The fund's transfer or dissolution

The fund may be dissolved or transferred pursuant to a decision by the board of directors of the company that manages the fund, or if the depository makes such a decision after taking over the fund's management. The depository shall take over the management of the fund if the Swedish Financial Supervisory Authority revokes the authorisation of the company managing the fund, if this company has entered into liquidation or been declared bankrupt. The Swedish Financial Supervisory Authority's approval is required for the transfer of the fund. If the fund is dissolved, the unitholders shall be informed of this in writing with at least three months' notice. If the fund is transferred, the unitholders shall be informed of this in writing no later than in connection with the transfer.

Sustainability information

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

Sustainability considerations that are taken into account in the management of the fund

- Environmental considerations (e.g. companies' impact on the environment and climate)
- Social considerations (e.g. human rights, workers' rights and equal treatment).
- Corporate governance considerations (e.g. unitholders' rights, questions about remuneration for senior executives and countering corruption).
- Other sustainability considerations.

Methods used for the sustainability work

Fund selections

Sustainability considerations are crucial to the manager's selection of companies.

The fund has specific and explicit criteria for selecting companies based on environmental, social and business ethics considerations. Analysis of the companies' sustainability work is crucial for selecting the companies for the fund.

The fund manager takes sustainability issues into account.

Sustainability considerations are taken into account in financial company analyses and investment decisions, which have an impact but need not influence which companies are selected for the fund.

The fund manager's comment:

Adrigo always strives to deliver the best possible risk-adjusted return for our unitholders by assessing the investment against our sustainability guidelines in order to reduce unjustified risk. There are investments that require extra caution, as the expected return does not always justify the risk. Such companies can make good profits, but are also associated with operational risks and may thus be subject to stricter regulation in the future. We attach importance to conditions that may be of great importance to the value of the company, either directly or indirectly, such as a damaged reputation.

From its analysis work, Adrigo sees that active CSR work at the companies is not only to be regarded as a cost, but also as a way of improving and developing the companies for the benefit of the unitholders, and is thus a component that contributes to better future returns for the unitholders in Adrigo. Our guidelines are an integral part of the analysis process, both before and after an investment in a security. We think that every investment opportunity must be assessed independently and based on its nature, and we attach greater importance to a company's intentions and current actions than its history.

Miscellaneous

Another method that the fund applies to its selections.

Fund rejections

The fund does not invest in companies associated with the following products and services. A maximum of five per cent of the revenue of the company where the investment is made may concern activities attributable to the specified product or service.

Products and services

- Cluster bombs, anti-personnel mines
- Chemical and biological weapons
- Nuclear weapons
- Weapons and/or munitions
- Alcohol
- Tobacco
- Commercial gambling
- Pornography
- Coal
- Uranium

International standards

The fund avoids investing in companies that are involved in violations of international standards and conventions (at least the UN Global Compact and the OECD Guidelines for Multinational Enterprises) regarding the environment, human rights, working conditions and business ethics.

- The fund avoids investing in all identified companies that do not comply with international standards.

Fund manager influence

The fund manager uses its ownership influence to influence companies on sustainability issues.

The fund manager maintains contact with companies to encourage them to move in a more sustainable direction.

- Corporate impact on its own

The fund manager's comment: We regularly meet the companies in which we invest, and discuss and follow up on their sustainability work in these meetings.

- Company impact in collaboration with other investors

The fund manager's comment: As part of our participation in UNPRI, we spread the message of our sustainability work when we meet with investors.

- Company influence through external suppliers/consultants

The fund manager's comment: The company addresses the issue of sustainability work with the companies to which we have outsourced work.

Follow-up of the sustainability work

The follow-up of sustainability work and the issues of importance during the previous financial year are identified in the funds' annual report or in a separate report.

Further information

Further information can be found on the fund's website, www.eastcapital.com.

Fund rules
Adrigo Small & Midcap L/S [to be attached]

Management fees

A. Fees and remuneration

Remuneration to the fund manager is paid partly in the form of fixed remuneration and partly in the form of performance-based remuneration.

Fixed management fees amount to 1 per cent on an annual basis, which is charged to the fund at 1/12 (or 0.083 per cent) of the fund's value on the last banking day of each month. The fixed remuneration includes costs for storing the fund's assets, supervision fees for the Swedish Financial Supervisory Authority and auditing of the fund. Brokerage and other costs related to the purchase and sale of securities are paid directly by the fund. On the same day that a fixed management fee is charged, the fund is charged, where applicable, a performance-based management fee for the past month. Both fees are paid to the company that manages the fund.

In the example, the performance-based management fee is 20 per cent of the month's excess returns. Excess returns means that the month's change in the value of the fund (after deduction of the fixed management fee and with adjustment for any dividend paid), the total return, is compared to a benchmark interest rate ("risk-free interest rate", defined here as STIBOR 30 days, on the last banking day of the previous month). If the fund's total return calculated thus during the month is greater than the benchmark interest rate, the difference constitutes excess returns. In the event of a negative difference, underperformance is reported for the month in question.

In the example, the benchmark interest rate for all months is assumed to be 0.225 per cent (interest rate of 2.7 per cent multiplied by 30/360, based on the assumption of 30 days in a month). The performance-based management fee is calculated collectively.

To find out what cumulative total return the fund must achieve in order to collect collective performance-based fees, a threshold value is used, also called a high water mark (HWM). Each month, the HWM is calculated with the month's percentage change for the fund's benchmark index. If the fund's unit price after fixed costs exceeds the high water mark that month, 20 per cent of these excess returns are paid as performance-based remuneration. The HWM is then raised to this new higher rate so that remuneration for excess returns is paid only once.

If the fund's cumulative return for a given month falls below the HWM, no performance-based remuneration is paid until the fund's unit price once again exceeds the HWM.

Any parties investing after the fund has experience a period of underperformance does not have to pay performance-based remuneration until the fund as a whole recovers the underperformance.

When fees are calculated, these are rounded to two decimal places (rounding up if the third decimal is five or greater, otherwise down). To make the examples below clearer, some calculations have been rounded to whole krona and percentage figures, which is why minor rounding differences may occur in the example.

The fund in the example below is open for the sale and redemption of fund units on the last banking day of each month. Entry and exit loads are SEK 0.

The example below illustrates how the performance-based remuneration for East Capital Asset Management S.A. is calculated.

The example assumes that deductions are made for fixed management fees as well as costs for the fund's ongoing management, and that subscription occurs at the end of a month when performance-based fees are paid. The example assumes that Investor A subscribes for units in Adrigo Small & Midcap L/S for SEK 1 million on 31 August.

Since all unitholders are treated equally, only one investor is used as an example.

B. Calculation examples for performance-based fee

1. September

In September, the value of the fund increases by 3 per cent. The benchmark interest rate is 2.7 per cent (full year). The calculation of the performance-based remuneration and the unitholder's fund value is shown below.

A's initial investment
SEK 1,000,000

Value before performance-based remuneration
 $1,000,000 \times (1 + 3\%) = \text{SEK } 1,030,000$

A's threshold rate of return
 $1,000,000 \times (1 + 2.7\% / 12) = \text{SEK } 1,002,250$

Performance forming the basis of performance-based remuneration
 $1,030,000 - 1,002,250 = \text{SEK } 27,750$

Performance-based fee
 $20\% \times 27,750 = \text{SEK } 5,550$

A's value after deduction for performance-based remuneration

$1,030,000 - 5,550 = \text{SEK } 1,024,450$

2. October

In October, the value of the fund decreases by 2 per cent.

The threshold is calculated based on the fund unit value that was applicable the last time performance-based remuneration was paid. No performance-based fee is paid this month.

Value before performance-based remuneration
 $1,024,450 \times (1 - 2\%) = \text{SEK } 1,003,961$

A's threshold rate of return
 $1,024,450 \times (1 + 2.7\% / 12) = \text{SEK } 1,026,755$

Performance forming the basis of performance-based remuneration
 $1,003,961 - 1,026,755 = \text{SEK } -22,794$

Performance-based fee
 $20\% \times 0 = \text{SEK } 0$

A's value after deduction for performance-based remuneration

$$1,003,961 - 0 = \text{SEK } 1,003,961$$

3. November

In November, the value of the fund increases by 1 per cent.

At the end of the month, the threshold rate of return is higher than the unitholder's fund value. Therefore, no performance-based fee is paid in line with the high water mark principle, even though there was a positive return during the month.

Value before performance-based remuneration
 $1,003,961 \times (1 + 1\%) = \text{SEK } 1,014,001$

A's threshold rate of return
 $1,026,755 \times (1 + 2.7\% / 12) = \text{SEK } 1,029,065$

Performance forming the basis of performance-based remuneration
 $1,014,001 - 1,029,065 = \text{SEK } -15,064$

Performance-based fee
 $20\% \times 0 = \text{SEK } 0$

A's value after deduction for performance-based remuneration

$$1,014,001 - 0 = \text{SEK } 1,014,001$$

4. December

In December, the value of the fund increases by 3 per cent. The unitholder's fund value exceeds the threshold rate of return and thus a performance-based fee is paid for the month.

Value before performance-based remuneration
 $1,014,001 \times (1 + 3\%) = \text{SEK } 1,044,421$

A's threshold rate of return
 $1,029,065 \times (1 + 2.7\% / 12) = \text{SEK } 1,031,380$

Performance forming the basis of performance-based remuneration
 $1,044,421 - 1,031,380 = \text{SEK } 13,041$

Performance-based fee
 $20\% \times 13,041 = \text{SEK } 2,608$

A's value after deduction for performance-based remuneration

$$1,044,421 - 2,608 = \text{SEK } 1,041,813$$

Adrigo Small & Midcap L/S

THE FUND'S FEES

The following fees apply to the fund Adrigo Small & Midcap L/S as of the date stated at the top of this page. If the fund's fees are subsequently adjusted, a new fee appendix (with a new date of publication) will be published immediately and attached to the Prospectus as of this date. The new fee appendix replaces the older fee appendix as of its date of publication.

The fee appendix applicable at any given time is published on the fund's website, www.eastcapital.com, and can also be requested from the fund manager, East Capital Asset Management S.A.

Entry load

When selling fund units, an entry load of no more than 5 per cent of the sale price, calculated pursuant to section 9 of the fund rules, may be deducted. The charge accrues to the fund manager. The current entry load is 0 per cent.

Exit load

When redeeming fund units, an exit load of no more than 0.2 per cent of the redemption price, calculated pursuant to section 9 of the fund rules, may be deducted. The charge accrues to the fund. The current exit load is 0 per cent.

Transfer fee

In the event that a fund unit is transferred to another party, the fund manager is entitled to charge the fund unitholder a maximum fee of SEK 1,500.

Fixed management fee

Pursuant to section 10 of the fund rules, the fund manager may charge an annual fee of no more than 1 per cent of the fund's value as a fixed management fee. The fee is charged monthly at 1/12 per cent. The current fixed management fee is 1 per cent.

Performance-based management fee

Pursuant to section 11 of the fund rules, the fund manager may, in addition to the fixed management fee, charge a performance-based management fee of no more than 20 per cent of the past month's excess returns, defined as the fund's change in value less the fixed management fee less a benchmark interest rate (STIBOR 30 days), and with deduction for any previous periods' cumulative underperformance. If the benchmark interest rate, STIBOR 30 days, is negative, the benchmark interest rate is set at 0 for the calculation of performance-based remuneration. The current performance-based management fee is 20 per cent.

For an exact definition of fixed and performance-based management fees, see section 11 of the fund rules. For a definition of the fund's value, see section 8 of the fund rules, and for entry and exit loads, see section 9 of the fund rules

