

PORTFOLIO REPORT

EQUITY PERFORMANCE

HCM
HANDELS CAPITAL MANAGEMENT

October 2026

THE STUDENT UNION

CEO Comments

Dear readers,

In October, the portfolio returned 1.25% (benchmark 0.11%) and our equity portfolio returned 2.74% (0.85%). The main theme for the month was, of course, the Q3-reports, that turned out well for HCM on an aggregate level. Many of our holdings delivered strong numbers and we also see opportunities in other names whose strong reports we believe were not fully appreciated by the market.

The highlight of the month was having Christian Billinger join us at one of our meetings. Christian is based in London and worked as a buyside analyst for 9 years before starting Billinger Förvaltning in 2015. He shared his investment philosophy, his values and the lessons from 20 years of working professionally with equities. His talk was highly appreciated and gave us all new perspectives and insights.

We also took part in HHGS fair at Hyllan, which gave us a great opportunity to show who we are and to meet more students who share our passion for equities. As always, it was great to see so many people interested in talking to us, and we look forward to seeing many of you again soon.

Sincerely,

Viktor Löfving

Asset Manager's Comments

Dear readers,

September's market had little margin for error, and October tested it. The AI trade that had helped carry indices to record levels came under pressure as questions grew over how all the spending is being paid for. The Nasdaq Composite fell 5,3% and the semiconductor index fell about 15%. At home the market was choppy but ended slightly higher. With the Riksbank signalling that rate hikes could begin this year, the focus on valuation and risks increased.

During the month, the portfolio returned +1,25% against the benchmark's +0,11%. Equities delivered +2,74% against the equity benchmark's +0,85%. Outside of equities, alternative investments outperformed their benchmark, while corporate bonds, global bonds and money markets lagged theirs. The best performers in the month were Electrolux Professional (+14,8%), New Wave (+14,0%) and Netcompany (+10,8%). On the other end were Swedencare (-12,8%), Catella (-12,7%) and Alligo (-11,1%). We made no changes to the portfolio during the month.

Despite a busy reporting season, our strongest performers did not need it to get there. New Wave rose without a report in the month, while Electrolux Professional rose strongly into its report. Swedencare was the other side of the season. Europe and manufacturing kept growing at a double digit pace, but North America, supply chain issues and weaker European veterinary brands held growth to 2% against the 7% management had expected. The bigger question is trust. With an additional miss, a dropped full year target and a CEO transition ahead, communication will have to be backed by delivery before it carries weight.

With the third quarter behind us, we will reevaluate our holdings and weigh them against new cases.

Sincerely,

Tobias Cedersparr Forsén

Top Ten Equity Holdings

Company Name	% Portfolio	Value
Top ten holdings	65,9%	5 435 884
Investor AB A	10,1%	836 689
Asmodee Group	9,3%	766 361
Microsoft	7,5%	620 545
Ambea	7,4%	607 128
Beijer Ref	6,5%	533 800
MedCap	5,8%	478 345
New Wave	5,7%	467 360
BioGaia B	4,8%	397 320
Electrolux Professional	4,4%	364 700
Securitas	4,4%	363 636

Gainers and Losers

Five Largest Portfolio % Gainers	% Portfolio	% Gain
Microsoft	7,5%	2656,9%
MedCap	5,8%	437,7%
Ambea	7,4%	240,6%
Investor AB A	10,1%	132,8%
Asmodee Group	9,3%	81,1%

Five Largest Portfolio % Losers	% Portfolio	% Loss
Swedencare	4,0%	-53,7%
Catella	2,3%	-38,6%
CAG	2,7%	-23,6%
Exsitec	3,4%	-15,8%
Eastnine	3,1%	-15,1%

Total Portfolio Statistics

Return & Risk	Portfolio	Benchmark
Last Month	1,25%	0,11%
Year To Date	3,00%	8,08%
Last Twelve Months	2,81%	8,98%
Since Start (Nov 11)	126,00%	167,60%
Average Yearly Return	5,62%	6,82%
Months Active	179	179
Number of Positive Months	121	125
Number of Negative Months	58	54
Annualized Std. Dev. Last 12m	6,03%	6,82%
Sharpe Ratio Last 12m	0,17	1,05
Benchmark Correlation Last 12m	0,00	0,00

Allocation	Weight
Alternative Investments	22,2%
Corporate Bonds	6,4%
Global Bonds	10,9%
Money Market	8,8%
Equities	51,7%

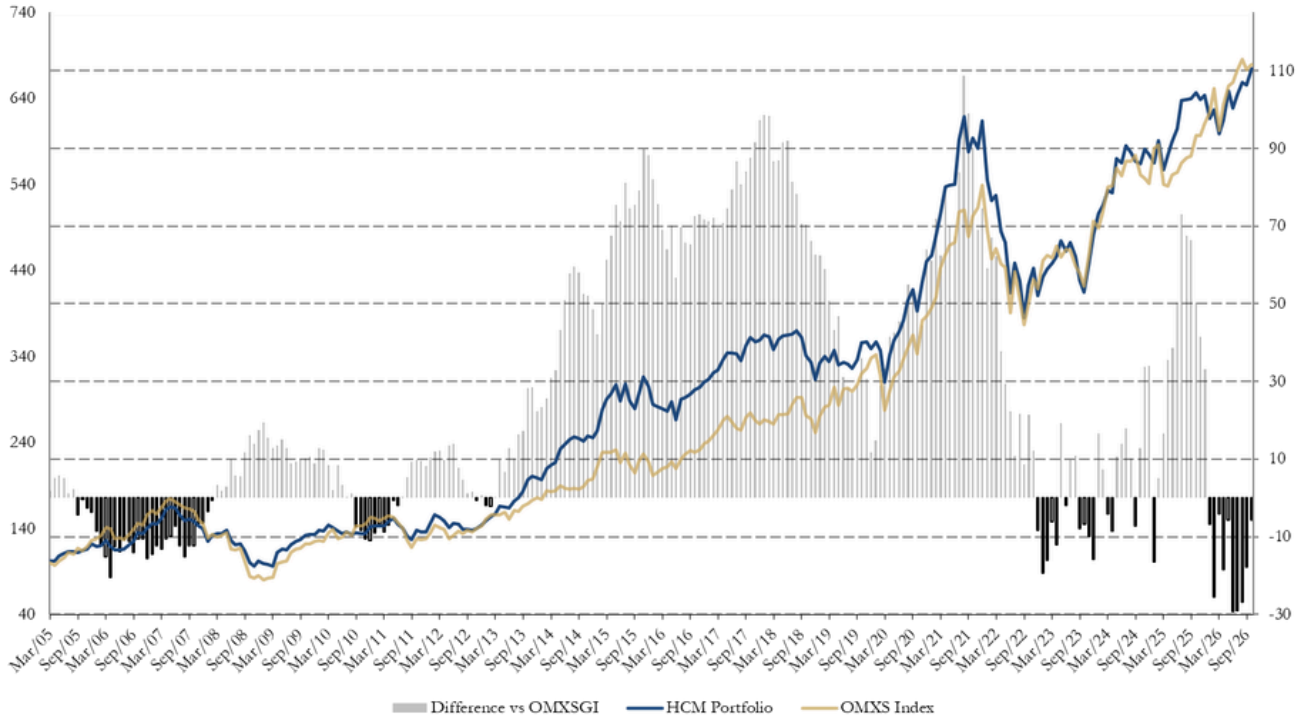
Currency Exposure	Weight
SEK	87,3%
USD	3,9%
EUR	6,7%
NOK	0,0%
DKK	2,1%

Equity Portfolio Statistics

Return & Risk	Portfolio	Benchmark
Last Month	2,74%	0,85%
Year To Date	4,70%	11,32%
Last Twelve Months	4,16%	13,87%
Since Start (March 2005)	573,99%	579,63%
Average Yearly Return	9,21%	9,25%
Months Active	260	260
Number of Positive Months	155	166
Number of Negative Months	105	94
Annualized Std. Dev. Last 12m	10,30%	11,27%
Sharpe Ratio Last 12m	0,23	1,07
Benchmark Correlation Last 12m	0,62	0,00

Best Performers	1 Month
Electrolux Professional	14,8%
New Wave	14,0%
Netcompany	10,8%
Worst Performers	**1 Month**
Swedencare	-12,8%
Catella	-12,7%
Alligo	-11,1%
Currency Exposure	**Weight**
SEK	87,3%
USD	3,9%
EUR	6,7%
NOK	0,0%
DKK	2,1%

Equity Performance



Portfolio Performance

