

PORTFOLIO REPORT

EQUITY PERFORMANCE

HCM
HANDELS CAPITAL MANAGEMENT

June 2023

CEO and incoming CEO Comments

In June our equities returned -2,41%, and our comparison index returned 2,11%. Things were turned in June, as our best performers in the month was our worst performers last month, and vice versa.

Large caps continue to perform better than small caps. This might partly be explained by the raising rates. Large caps tend to be less vulnerable for rate changes, in both directions. Additionally, in the uncertainty that rapidly increased rates create, the risk appetite among investors is decreased. As a group, large caps are viewed less risky than small caps, creating a relatively greater buying pressure among the large cap names.

As we are a small cap tilted group of investors, we are watching the stock movements with great interest. A couple of our small cap holdings have been traded poorly this year, although their operations are continuously strong. In theory, this creates good long term investment opportunities. We watch new investment opportunities within the small cap space as well, believing this bad sentiment will open up for several good long term investment opportunities.

June is as always a calm month for HCM activities, as the summer break from studies starts. We do however continue to follow the market closely. In the near term, our focus will be on the Q2 reports. The first reports was released during June, and the market has been ruthless with the reactions. The slightest miss or sign of uncertainty has sent the stock down by double digits. Time will tell how the remainder of reports will be received by the market. However, we expect the market to be harsh.

Bianca Andersson & Ludwig Germunder

Report June 2023

Asset Manager's Comments

The strong momentum we had during May did unfortunately not follow us through June. During the month, OMXSGI returned 2,11%. Compared to OMXSGI, our equities traded -2,41% for the month.

The best performers were Electrolux Professional, Take-Two Interactive and Loomis. The worst performers were C-RAD, MedCap and Crayon.

The whole portfolio returned -1,42% in June; this is below our benchmark index which increased by 1,34% during the month. Global Bonds returned 1,45% compared to our benchmark which was down -0,96%. Corporate Bonds returned a negative -0,09%, while the benchmark returned -0,27%. Alternative Investments returned -2,09% compared to Barclays Hedge Fund Index which preliminary was up by 2,21%. However, it is important to note that our reported return in Alternative Investments is lagging with one month. This is due to the funds' NAV's updating after the last day of the month.

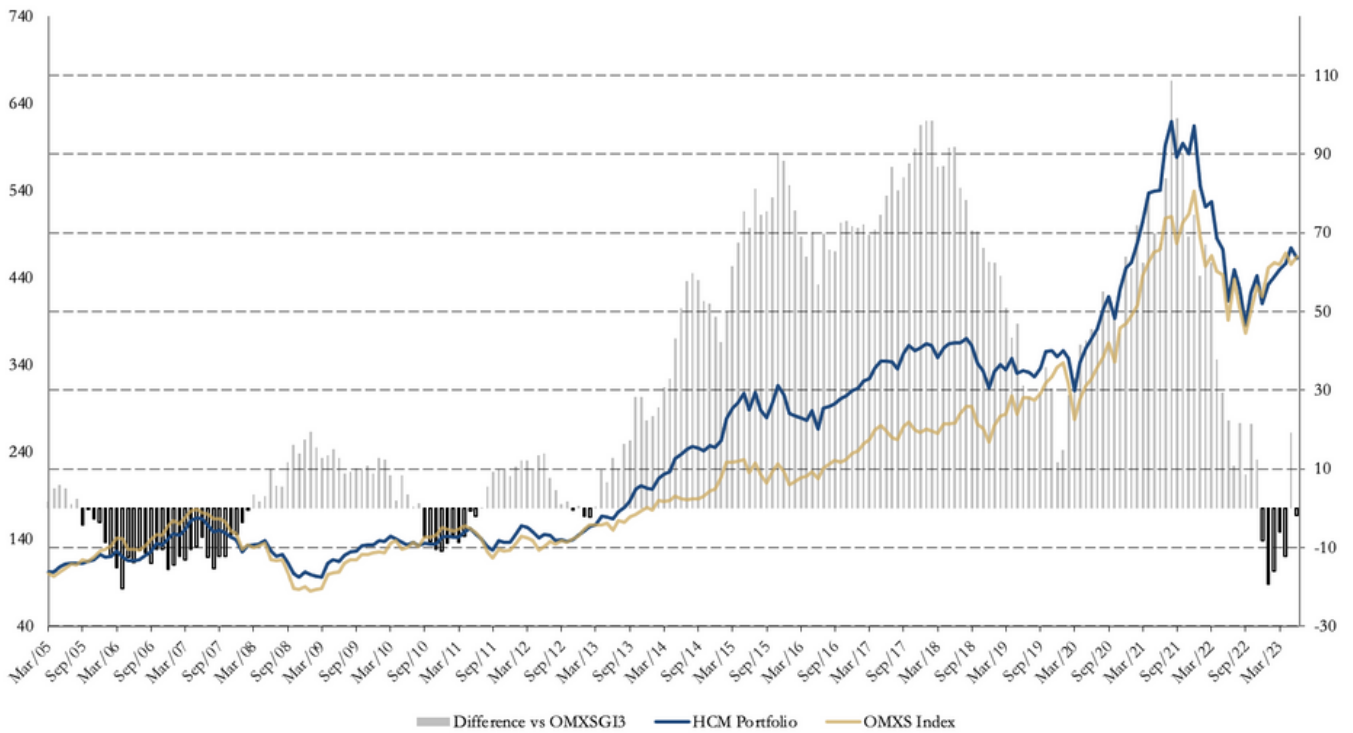
Sincerely, Ossian Malmberg

Top Ten Equity Holdings			Gainers and Losers		
Company Name	% Portfolio	Value	Five Largest Portfolio % Gainers	% Portfolio	% Gain
Top ten holdings	69,1%	3 963 121	Microsoft	10,6%	1874,7%
Investor AB A	12,6%	722 428	MedCap	5,3%	213,0%
Microsoft	10,6%	605 996	ChemoMetec	3,9%	110,7%
Evolution	10,0%	573 636	Kindred	6,5%	40,1%
Autostore	6,6%	377 014	Electrolux Professional	4,5%	38,7%
Kindred	6,5%	370 736			
MedCap	5,3%	302 500	Five Largest Portfolio % Losers	% Portfolio	% Loss
Electrolux Professional	4,5%	258 570	SmartEye	4,3%	-37,5%
Essity	4,5%	258 390	Nekkar	3,3%	-34,6%
SmartEye	4,3%	247 850	C-RAD	3,9%	-23,6%
Take-Two Interactive	4,3%	246 002	Paxman	3,5%	-21,5%
			Evolution	10,0%	-0,5%

Total Portfolio Statistics				
Return & Risk	Portfolio	Benchmark	Allocation	Weight
Last Month	-1,42%	1,34%	Alternative Investments	23,8%
Year To Date	5,93%	6,88%	Corporate Bonds	7,7%
Last Twelve Months	8,46%	10,90%	Global Bonds	10,5%
Since Start (Nov 11)	73,14%	105,35%	Money Market	15,7%
Average Yearly Return	4,85%	6,41%	Equities	42,3%
			Currency Exposure	1 Month
Months Active	139	139	SEK	75,7%
Number of Positive Months	94	99	USD	11,5%
Number of Negative Months	45	40	EUR	5,2%
			NOK	5,9%
Annualized Std. Dev. Last 12m	10,56%	11,36%	DKK	1,6%
Sharpe Ratio Last 12m	0,63	0,80		
Benchmark Correlation Last 12m	0,00	0,00		

Equity Portfolio Statistics				
Return & Risk	Portfolio	Benchmark	Best Performers	1 Month
Last Month	-2,41%	2,11%	Electrolux Professional	8%
Year To Date	12,77%	11,00%	Take-Two Interactive	6%
Last Twelve Months	11,94%	18,83%	Loomis	5%
Since Start (March 2005)	362,72%	364,60%	Worst Performers	1 Month
Average Yearly Return	8,72%	8,74%	C-RAD	-12%
			MedCap	-10%
Months Active	220	220	Crayon	-8%
Number of Positive Months	131	140	Currency Exposure	1 Month
Number of Negative Months	89	80	SEK	67,4%
			USD	14,7%
Annualized Std. Dev. Last 12m	24,09%	23,90%	EUR	0,0%
Sharpe Ratio Last 12m	0,42	0,71	NOK	14,0%
Benchmark Correlation Last 12m	0,88	0,00	DKK	3,8%

Equity Performance



Portfolio Performance

