

Annual report including audited financial statements as at 31st December 2017

IKC FUND

Investment Fund (F.C.P.), Luxembourg

R.C.S. Luxembourg K20



Management Company: SEB Fund Services S.A.
R.C.S. Luxembourg B 44 726

Notice

The sole legally binding basis for the purchase of units of the Fund described in this report is the latest valid sales prospectus with its terms of contract.

IKC FUND

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IKC FUND

Organisation

Management Company

SEB Fund Services S.A.
4, rue Peternelchen
L-2370 Howald

Board of Directors of the Management Company

Chairman

Göran FORS
Deputy Head of Investor Services
Large Corporates and Financial Institutions
Skandinaviska Enskilda Banken AB (publ), Sweden
(since 5th May 2017)

Gustaf UNGER

Head of Investor Services, Transaction Banking
Skandinaviska Enskilda Banken AB (publ), Sweden
(until 5th May 2017)

Directors

Göran FORS
Deputy Head of Investor Services
Large Corporates and Financial Institutions
Skandinaviska Enskilda Banken AB (publ), Sweden
(until 5th May 2017)

Claes-Johan GEIJER

Independent Director and Advisor
G Advisors S.à.r.l., Luxembourg
(since 13th January 2017)

Marie JUHLIN

Managing Director
SEB Fund Services S.A., Luxembourg

Jonas LINDGREN

Client Executive, Hedge Fund Coverage
Large Corporates and Financial Institutions
Skandinaviska Enskilda Banken AB (publ), Sweden

Conducting Officers

Marie JUHLIN, Managing Director
Jan HEDMAN, Deputy Managing Director
Shaneera BOOLELL GUNESH (spouse RASQUÉ),
Deputy Managing Director
(since 15th May 2017 until 31st December 2017)

Depositary

Skandinaviska Enskilda Banken S.A.
4, rue Peternelchen
L-2370 Howald

IKC FUND

Organisation (continued)

Central Administration Agent

SEB Fund Services S.A.
4, rue Peternelchen
L-2370 Howald

**Administration Agent,
Registrar and Transfer Agent**

European Fund Administration S.A.
2, rue d'Alsace
L-1122 Luxembourg

**Investment Manager, Placement
and Distribution Agent**

IKC Fonder AB
Rundelsgatan 14
SE-203 12 Malmö

Auditor

PricewaterhouseCoopers, Société coopérative
2, rue Gerhard Mercator
L-2182 Luxembourg

Paying Agents

In Sweden

Skandinaviska Enskilda Banken AB (publ)
Stärntorget 4
SE-169 79 Solna

In Luxembourg

Skandinaviska Enskilda Banken S.A.
4, rue Peternelchen
L-2370 Howald

IKC FUND

General information

IKC FUND (the "Fund") is an umbrella contractual common investment fund ("*Fonds Commun de Placement*") governed by Part I of the amended Luxembourg law of 17th December 2010 relating to Undertakings for Collective Investment. The Fund is set up in accordance with management regulations signed in Luxembourg with effect as of 12th June 2012 (the "Management Regulations").

The Fund is registered with the Luxembourg Register of Commerce ("RCS") under the number K20. The Management Regulations have been deposited with the RCS. A notice of the deposit of the Management Regulations was published on 12th June 2012 in the "*Mémorial, Recueil des Sociétés et Associations*" (the "*Mémorial C*"). Publications made after 1st June 2016 are available on the new platform called "*Recueil électronique des sociétés et associations* ("RESA")" accessible through the website of the RCS.

The main objective of each Sub-Fund is to invest in transferable securities and other eligible assets with the purpose of spreading investment risks and achieving long-term capital growth.

At the date of the financial statements, the following Sub-Funds are offered to investors:

IKC FUND - IKC WORLD WIDE OPPORTUNITIES	in SEK
IKC FUND - Lux 0 - 50	in SEK
IKC FUND - Lux 0 - 100	in SEK.

At the date of the financial statements, Class of Units IB SEK and IC SEK are available for subscription and are reserved to Institutional Investors.

The Net Asset Value of each Class of Units is calculated for as of each day on which banks are normally open for business in Luxembourg, except for 24th December in each year.

The Net Asset Value per Unit of each Class, as well as the Subscription Price and Redemption Price, may be obtained from the registered office of the Management Company and any newspaper the Management Company may determine from time to time.

The Fund's reporting period begins on 1st January and ends on 31st December of each year.

The audited annual reports and unaudited semi-annual reports comprise combined financial statements of the Fund expressed in SEK, being the reference currency of the Fund, and financial information on each Sub-Fund expressed in the reference currency of each Sub-Fund.

Copies of the Management Agreements, of the current prospectus, of the current KIID, of the latest reports of the Fund and all information concerning the Fund can be obtained free of charge at the office of the Management Company and the Placement and Distribution Agent.

Recovery at last

Looking back at the past ten years, the perhaps most interesting tendency has been how the market's expectations for future growth has consistently been too optimistic. Every year has started with high expectations which then are revised lower as either a political crisis or a premature - in hindsight - tightening of monetary policy has negatively affected growth. It is in this context that 2017 stands out. For the first time since the financial crisis we have seen a strong and broad-based recovery in growth. We regard it as broad-based in the sense that all sectors and all regions showed gains in unison. It is strong in the sense that a range of major leading indicators ended higher than in decades.

The economy's strength did not go unnoticed in the financial markets. As investors embraced the idea that growth was finally gaining speed, and the likelihood for another disappointment fell, equities began to rally. So much in fact, that valuations started to reach levels which in recent history have only been surpassed during the IT bubble of the late 90s.

At the time of writing, this is one of the few potential negatives for 2018. The fact that the equity markets have already discounted much of the good macroeconomic news means we expect to see somewhat lower equity returns than 2017. Furthermore, we also expect volatility to start rising as central banks continue to tighten monetary policy.

In the following paragraphs we describe the developments and our outlook for the financial markets, global growth and monetary policy.

Financial markets

As stated, 2017 was a strong year for risky assets in general and equities in particular. Global equities, measured in local currency, rose by nearly 20%, driven in large part by a strong recovery in earnings.

Despite the improving growth outlook, inflation expectations and longer dated yields ended up largely where they started at the beginning of 2017. This disconnect was caused by a string of surprisingly weak inflation numbers coming out of the US throughout 2017. As the labour market continued to tighten, however, the US Federal Reserve continued to hike rates in 2017 which ensured that the US yield curve flattened significantly. This development contrasted the strong growth outlook as a flattening, inverted, yield curve traditionally is seen as a sign of an imminent recession.

In a broader asset allocation context, the most interesting feature of 2017 was the low levels of volatility. The US S&P 500 implied equity volatility index (VIX) ended up averaging the lowest levels since the inception of the index and the S&P500 had only eight days when the index either fell or rose by more than 1%. We have to go all the way back to 1965 to find a year which replicates this pattern.

Global growth

During the summer of 2017, global growth started to accelerate significantly. All major PMIs (Purchasing Manager Index) and consumer confidence indicators started to rise in unison for the first time since the financial crisis. Not only was the strength concerted in the sense that all major leading indicators started to rise, it was also very strong. For example, US consumer confidence rose to the highest levels since 2001 and IFO, the leading indicator for Germany, posted its highest levels on record.

Given the strength in the economy over the second half of 2017, we are at a point where growth seems finally to have consolidated. The likelihood of a slowdown in growth has fallen significantly and if leading indicators are to be trusted the momentum seems set to continue going into 2018.

IKC FUND

Report on activities of the Investment Manager (continued)

Finally, it is also worth noting that global trade has once more started to rise. The growth rate in trade for large global exporters such as South Korea has left the single digit range which has dominated since 2011. This development will be especially beneficial for the Emerging Market space in particular.

Monetary policy

As growth strengthened in 2017, global central banks continued to tighten monetary policy. In contrast to the last five years this tightening fortunately did not have a negative impact on financial markets.

The US Federal Reserve hiked rates three times in 2017. This was in line with their projection, but more than what the market was pricing. This decision to hike was largely motivated by the strong labour market, which is projected to result in higher wage inflation, and a view that the low inflation readings of 2017 were caused by temporary factors. At the time of writing, early 2018, there has been no material change in the Fed's outlook and it is aiming for three hikes over the next 12 months.

The ECB announced it will continue to withdraw support through its purchases of bonds. There was some anxiety that this announcement would have a negative effect on the broader financial markets, but this didn't happen and the strong growth theme dominated. The development regarding the ECB announcement illustrated that central banks in general had less impact on financial markets in 2017 than they have had in the last couple of years.

Outlook for financial markets & economic growth

As of writing, we find it hard not to be constructive on the outlook for the global economy. We expect that all the positive leading indicators (questionnaires for firms and consumers) will translate into even higher growth rates for consumption and production in the coming months.

In line with the growing economy, we expect central banks to continue to tighten monetary policy. As the US economy is farthest ahead in the economic cycle, we expect this tightening to be driven by the Fed. We expect the ECB to follow the announced plan of reducing their bond purchases.

In terms of the financial markets, the outlook is more uncertain. As stated, much of the good news from 2017 has already been discounted and, as such, valuations are at levels from which we do not expect to see further multiple expansion. With that said, we believe the growth environment will remain conducive to earnings growth. We expect equities to deliver a higher return than all major fixed income alternatives; albeit lower than 2017.

Luxembourg, 5th March 2018

The Investment Manager

Note: The information in this report represents historical data and is not an indication of future results.



Audit report

To the Unitholders of
IKC FUND

Our opinion

In our opinion, the accompanying financial statements give a true and fair view of the financial position of IKC FUND and of each of its sub-funds (the "Fund") as at 31st December 2017, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

What we have audited

The Fund's financial statements comprise:

- the statement of net assets as at 31st December 2017;
- the statement of investments and other net assets as at 31st December 2017;
- the statement of operations and other changes in net assets for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies.

Basis for opinion

We conducted our audit in accordance with the Law of 23rd July 2016 on the audit profession (Law of 23rd July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier" (CSSF). Our responsibilities under those Law and standards are further described in the "Responsibilities of the "Réviseur d'entreprises agréé" for the audit of the financial statements" section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements. We have fulfilled our other ethical responsibilities under those ethical requirements.

Other information

The Board of Directors of the Management Company is responsible for the other information. The other information comprises the information stated in the annual report but does not include the financial statements and our audit report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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*Cabinet de révision agréé. Expert-comptable (autorisation gouvernementale n°10028256)
R.C.S. Luxembourg B 65 477 - TVA LU25482518*



Audit report (continued)

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Board of Directors of the Management Company for the financial statements

The Board of Directors of the Management Company is responsible for the preparation and fair presentation of the financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the Management Company determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors of the Management Company is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Management Company either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Responsibilities of the "Réviseur d'entreprises agréé" for the audit of the financial statements

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an audit report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of 23rd July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law of 23rd July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional scepticism throughout the audit.

We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control;
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Management Company;



Audit report (continued)

- conclude on the appropriateness of the Board of Directors of the Management Company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our audit report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our audit report. However, future events or conditions may cause the Fund to cease to continue as a going concern;
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

PricewaterhouseCoopers, Société coopérative
Represented by

Luxembourg, 9th April 2018

A handwritten signature in blue ink, consisting of several overlapping, sweeping lines that form a stylized representation of the name 'Philippe Sergiel'.

Philippe Sergiel

IKC FUND

Combined statement of net assets (in SEK)

as at 31st December 2017

Assets

Securities portfolio at market value	1,287,085,726.22
Cash at banks	34,095,134.20
Other liquid assets	16,113,923.39
Receivable on issues of units	1,398,874.98
Income receivable on portfolio	215,897.76
Other receivables	1,377,617.24
	<hr/>
Total assets	1,340,287,173.79
	<hr/>

Liabilities

Bank overdrafts	69,449.74
Other liquid liabilities	6,202,074.11
Payable on redemptions of units	3,849,394.51
Unrealised loss on futures contracts	610,390.09
Expenses payable	3,120,010.24
Payable on futures contracts	499,673.30
	<hr/>
Total liabilities	14,350,991.99
	<hr/>
Net assets at the end of the year	1,325,936,181.80
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The accompanying notes are an integral part of these financial statements.

IKC FUND

Combined statement of operations and other changes in net assets (in SEK)

from 1st January 2017 to 31st December 2017

Income	
Dividends, net	5,476,795.74
Interest on bonds and other debt securities, net	540,907.92
Interest on bank accounts	106,168.06
Other commissions received	5,103,743.17
Other income	3,440,182.52
Total income	14,667,797.41
Expenses	
Management fees	33,843,594.12
Depositary fees	509,258.06
Banking charges and other fees	32,313.84
Transaction fees	5,684,236.90
Central administration costs	1,576,193.56
Professional fees	301,128.07
Other administration costs	692,397.78
Subscription duty ("taxe d'abonnement")	129,610.00
Other taxes	726,039.20
Bank interest paid	275,214.96
Other expenses	344,301.09
Total expenses	44,114,287.58
Net investment loss	-29,446,490.17
Net realised gain/(loss)	
- on securities portfolio	82,882,044.62
- on futures contracts	-4,383,162.07
- on foreign exchange	-7,237,724.72
Realised result	41,814,667.66
Net variation of the unrealised gain/(loss)	
- on securities portfolio	107,989,063.28
- on futures contracts	-184,348.34
Result of operations	149,619,382.60
Subscriptions	73,770,331.89
Redemptions	-354,139,710.98
Total changes in net assets	-130,749,996.49
Total net assets at the beginning of the year	1,456,686,178.29
Total net assets at the end of the year	1,325,936,181.80

The accompanying notes are an integral part of these financial statements.

IKC FUND - IKC WORLD WIDE OPPORTUNITIES

Statement of net assets (in SEK)

as at 31st December 2017

Assets

Securities portfolio at market value	45,418,107.88
Cash at banks	3,106,067.62
Other liquid assets	502,096.05
Receivable on issues of units	7,124.20
Income receivable on portfolio	36,891.98
Other receivables	161,430.69
Total assets	49,231,718.42

Liabilities

Other liquid liabilities	116,311.90
Payable on redemptions of units	4,766.18
Unrealised loss on futures contracts	41,416.00
Expenses payable	179,612.14
Payable on futures contracts	77,542.90
Total liabilities	419,649.12
Net assets at the end of the year	48,812,069.30

Breakdown of net assets per unit class

Unit class	Number of units	Currency of unit class	NAV per unit in currency of unit class	Net assets per unit class (in SEK)
IC SEK	380,442.203	SEK	128.30	48,812,069.30
				48,812,069.30

The accompanying notes are an integral part of these financial statements.

IKC FUND - IKC WORLD WIDE OPPORTUNITIES

Statement of operations and other changes in net assets (in SEK)

from 1st January 2017 to 31st December 2017

<u>Income</u>	
Dividends, net	284,544.84
Interest on bank accounts	8,046.30
Other commissions received	33,280.84
Other income	771,395.47
Total income	1,097,267.45
<u>Expenses</u>	
Management fees	1,419,669.71
Depositary fees	55,032.46
Banking charges and other fees	6,035.03
Transaction fees	445,648.94
Central administration costs	379,753.09
Professional fees	10,739.84
Other administration costs	207,099.65
Subscription duty ("taxe d'abonnement")	4,718.79
Other taxes	6,546.09
Bank interest paid	22,875.29
Other expenses	4,583.50
Total expenses	2,562,702.39
Net investment loss	-1,465,434.94
<u>Net realised gain/(loss)</u>	
- on securities portfolio	4,893,327.90
- on futures contracts	666,206.15
- on foreign exchange	-703,814.38
Realised result	3,390,284.73
<u>Net variation of the unrealised gain/(loss)</u>	
- on securities portfolio	5,356,080.76
- on futures contracts	-15,595.29
Result of operations	8,730,770.20
Subscriptions	4,223,105.57
Redemptions	-6,964,034.04
Total changes in net assets	5,989,841.73
Total net assets at the beginning of the year	42,822,227.57
Total net assets at the end of the year	48,812,069.30

The accompanying notes are an integral part of these financial statements.

IKC FUND - IKC WORLD WIDE OPPORTUNITIES

Statistical information (in SEK)

as at 31st December 2017

Total net assets	Currency	31.12.2015	31.12.2016	31.12.2017
	SEK	53,857,432.60	42,822,227.57	48,812,069.30
Net asset value per unit	Currency	31.12.2015	31.12.2016	31.12.2017
IC SEK	SEK	118.13	106.43	128.30
Number of units	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
IC SEK	402,357.151	35,753.231	-57,668.179	380,442.203

The accompanying notes are an integral part of these financial statements.

IKC FUND - IKC WORLD WIDE OPPORTUNITIES

Statement of investments and other net assets (in SEK)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Transferable securities admitted to an official stock exchange listing</u>					
Shares					
EUR	800	ASML Holding NV	937,432.46	1,141,505.85	2.34
EUR	86	Hermes Intl SA	227,554.53	377,266.11	0.77
EUR	3,000	Vinci SA	2,310,065.98	2,511,175.25	5.14
			3,475,052.97	4,029,947.21	8.25
HKD	10,000	AAC Technologies Hgs Inc	1,122,150.89	1,459,979.25	2.99
HKD	240,000	Beijing Enterprises Wat Gr Ltd	1,565,742.78	1,520,724.44	3.12
HKD	11,000	Sunny Optical Tec Gr Co Ltd	895,937.13	1,150,911.91	2.36
HKD	7,500	Tencent Holdings Ltd	1,664,796.73	3,189,122.53	6.53
			5,248,627.53	7,320,738.13	15.00
JPY	8,400	Panasonic Co Ltd	991,884.04	1,006,936.41	2.06
JPY	5,700	Renesas Electronics Corp	448,580.72	543,888.68	1.11
JPY	5,500	Sony Corp	1,972,444.19	2,031,670.34	4.16
JPY	3,600	Start Today Co Ltd	889,009.44	896,052.63	1.84
JPY	12,400	Tokai Carbon Co Ltd	953,430.45	1,257,089.89	2.58
			5,255,348.84	5,735,637.95	11.75
PHP	105,300	Cirtek Hgs Philippines Corp Reg	621,043.01	793,120.19	1.63
PHP	246,800	SM Prime Holdings Inc	1,495,250.67	1,517,055.76	3.11
			2,116,293.68	2,310,175.95	4.74
SEK	70,120	BIMobject AB Reg	1,147,635.64	1,710,928.00	3.51
THB	149,500	Airports of Thailand PCL Nv DR	2,365,751.30	2,553,180.22	5.23
THB	575,000	Bangkok Chain Hospital PCL Units Non Voting DR	2,351,448.81	2,339,452.46	4.79
			4,717,200.11	4,892,632.68	10.02
USD	1,000	Albemarle Corp	1,074,553.26	1,046,933.12	2.14
USD	2,000	Alibaba Group Holding Ltd ADR repr 1 Share	1,891,778.23	2,823,092.94	5.78
USD	1,500	Apple Inc	1,870,933.04	2,078,025.95	4.26
USD	1,000	Electronic Arts Inc	915,378.29	860,042.18	1.76
USD	4,000	Eli Lilly & Co	2,844,734.67	2,765,625.82	5.67
USD	1,500	FMC Corp	1,077,016.02	1,162,358.54	2.38
USD	390	Intuitive Surgical Inc	971,098.34	1,165,114.02	2.39
USD	4,000	Micron Technology Inc	1,044,710.33	1,346,466.18	2.76
USD	5,000	Qudian Inc spons ADR repr 1 Share A	1,184,741.68	513,274.74	1.05
USD	2,500	Soc Quimica y Minera Chile SA ADR repr 1 Pref Shares B	1,129,718.04	1,215,036.74	2.49
USD	5,000	Square Inc A	1,052,178.05	1,419,077.78	2.91
USD	5,000	Taiwan Semiconduct Mfg Co Ltd ADR repr 5 Shares	1,430,152.98	1,622,914.16	3.32
USD	1,500	Visa Inc A	1,105,073.55	1,400,085.79	2.87
			17,592,066.48	19,418,047.96	39.78
Total investments in securities			39,552,225.25	45,418,107.88	93.05
Cash at banks				3,106,067.62	6.36
Other net assets/ (liabilities)				287,893.80	0.59
Total				48,812,069.30	100.00

The accompanying notes are an integral part of these financial statements.

IKC FUND - IKC WORLD WIDE OPPORTUNITIES

Industrial and geographical classification of investments as at 31st December 2017

Industrial classification

(in percentage of net assets)

Technologies	38.90 %
Healthcare	15.21 %
Industrials	10.37 %
Raw materials	9.59 %
Cyclical consumer goods	8.83 %
Financials	7.03 %
Utilities	3.12 %
Total	<u>93.05 %</u>

Geographical classification

(by domicile of the issuer)
(in percentage of net assets)

United States of America	27.14 %
Cayman Islands	18.71 %
Japan	11.75 %
Thailand	10.02 %
France	5.91 %
Philippines	4.74 %
Sweden	3.51 %
Taiwan	3.32 %
Bermuda	3.12 %
Chile	2.49 %
The Netherlands	2.34 %
Total	<u>93.05 %</u>

IKC FUND - Lux 0 - 50

Statement of net assets (in SEK) as at 31st December 2017

Assets

Securities portfolio at market value	43,921,940.81
Cash at banks	5,179,155.16
Other liquid assets	329,563.29
Receivable on issues of units	779,796.45
Income receivable on portfolio	81,797.48
Other receivables	82,450.16
Total assets	50,374,703.35

Liabilities

Other liquid liabilities	175,945.92
Payable on redemptions of units	399,100.66
Unrealised loss on futures contracts	6,753.62
Expenses payable	137,782.37
Total liabilities	719,582.57
Net assets at the end of the year	49,655,120.78

Breakdown of net assets per unit class

Unit class	Number of units	Currency of unit class	NAV per unit in currency of unit class	Net assets per unit class (in SEK)
IC SEK	431,657.408	SEK	115.03	49,655,120.78
				49,655,120.78

The accompanying notes are an integral part of these financial statements.

IKC FUND - Lux 0 - 50

Statement of operations and other changes in net assets (in SEK) from 1st January 2017 to 31st December 2017

<u>Income</u>	
Dividends, net	45,824.00
Interest on bonds and other debt securities, net	456,231.26
Interest on bank accounts	1,137.93
Other commissions received	80,779.57
Other income	712,412.23
Total income	1,296,384.99
<u>Expenses</u>	
Management fees	1,170,075.44
Depositary fees	52,217.77
Banking charges and other fees	4,222.97
Transaction fees	37,114.50
Central administration costs	382,487.27
Professional fees	12,281.86
Other administration costs	202,042.45
Subscription duty ("taxe d'abonnement")	4,090.26
Bank interest paid	11,973.11
Other expenses	2,784.37
Total expenses	1,879,290.00
Net investment loss	-582,905.01
<u>Net realised gain/(loss)</u>	
- on securities portfolio	6,983,970.86
- on futures contracts	-164,547.69
- on foreign exchange	53,764.09
Realised result	6,290,282.25
<u>Net variation of the unrealised gain/(loss)</u>	
- on securities portfolio	-4,702,101.78
- on futures contracts	-6,753.62
Result of operations	1,581,426.85
Subscriptions	12,000,557.77
Redemptions	-22,166,515.02
Total changes in net assets	-8,584,530.40
Total net assets at the beginning of the year	58,239,651.18
Total net assets at the end of the year	49,655,120.78

The accompanying notes are an integral part of these financial statements.

IKC FUND - Lux 0 - 50

Statistical information (in SEK)

as at 31st December 2017

Total net assets	Currency	31.12.2015	31.12.2016	31.12.2017
	SEK	54,440,697.84	58,239,651.18	49,655,120.78
Net asset value per unit	Currency	31.12.2015	31.12.2016	31.12.2017
IC SEK	SEK	109.96	111.75	115.03
Number of units	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
IC SEK	521,181.013	105,073.171	-194,596.776	431,657.408

The accompanying notes are an integral part of these financial statements.

IKC FUND - Lux 0 - 50

Statement of investments and other net assets (in SEK)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Transferable securities admitted to an official stock exchange listing</u>					
Shares					
SEK	14,490	Heba Fastighets AB B	1,684,690.43	1,604,767.50	3.23
Total shares			1,684,690.43	1,604,767.50	3.23
Bonds					
SEK	1,000,000	Amasten Holding AB FRN Sen 16/ 02.06.19	1,018,500.00	1,006,250.00	2.03
SEK	1,000,000	Gaming Innovation Group Ltd 7% Sen Reg S 144A 17/ 06.03.20	1,000,000.00	1,020,000.00	2.05
SEK	1,000,000	Heimstaden AB FRN 14/ 16.09.19	1,001,000.00	1,008,310.00	2.03
SEK	1,000,000	Marginalen Bank Bankaktiebolag VAR Sub 14/ 09.10.24	1,040,000.00	1,060,000.00	2.13
SEK	1,000,000	Opus Group AB FRN Sen Unsecured 13/ 20.11.18	1,032,500.00	1,025,000.00	2.06
SEK	1,000,000	SBB i Norden AB FRN Sen 17/ 03.04.20	1,000,000.00	1,021,670.00	2.06
SEK	1,000,000	Stendorren Fastigheter AB FRN Sen 15/ 18.02.18	1,014,500.00	1,005,000.00	2.02
SEK	1,000,000	Telia Co AB Step-up FRN Sub Reg S 17/ 04.10.77	1,000,000.00	1,038,070.00	2.09
Total bonds			8,106,500.00	8,184,300.00	16.47
<u>Money market instruments</u>					
Money market instruments					
SEK	1,000,000	Collector Bank 0% CP 17/ 05.03.18	999,494.70	999,494.70	2.01
SEK	1,000,000	Intrum Justitia AB 0% CP 17/ 28.02.18	999,685.10	999,685.10	2.01
SEK	1,000,000	Platzer Fastigheter Hg AB 0% CP 17/ 06.03.18	999,693.40	999,693.40	2.01
Total money market instruments			2,998,873.20	2,998,873.20	6.03
<u>Open-ended investment funds</u>					
Investment funds (UCITS)					
EUR	5,858.17	Fidelity Fds Global Financial Serv Y-ACC-EUR Cap	1,099,425.29	1,203,592.19	2.42
EUR	6,277.53	Fidelity Fds Global Industrials Y-ACC EUR Cap	1,098,740.54	1,095,363.53	2.21
EUR	1,143.444	JPMorgan Fds Europe Equity Plus C perf EUR Cap	2,142,827.26	2,455,377.02	4.94
			4,340,993.09	4,754,332.74	9.57
SEK	51,367.6265	IKC Avkastningsfond Units Cap	5,401,797.32	5,896,489.85	11.87
SEK	12,651.4905	IKC Fastighetsfond Units B Cap	1,349,999.99	1,718,831.50	3.46
SEK	7,618.1681	IKC Filippinerna Units C Cap	869,413.94	813,620.35	1.64
SEK	5,800	IKC GI Infrastructure B Cap	580,000.00	666,420.00	1.34
SEK	4,109.5448001	IKC Global Brand Units B Cap	572,332.32	837,566.33	1.69
SEK	6,000	IKC Global Healthcare B Cap	600,000.00	628,320.00	1.27
SEK	3,972.5271	IKC Sverige Flexibel Units Dist	514,778.12	795,697.18	1.60
SEK	1,280.191	JPMorgan Fds Systematic Alpha I SEK Hedged Cap	1,199,999.84	1,164,640.96	2.35
SEK	17,175.19	Jupiter Global Fd (The) Global Absolute Return D SEK HSC Cap	1,700,000.31	1,667,710.95	3.36
SEK	15,750.95	Legg Mason GI Fds Plc Brandywine GI Income Optimiser SEK Cap	1,700,000.03	1,717,956.12	3.46
SEK	4,704.876	Öhman Etisk Index Sverige A Cap	1,100,000.01	1,130,111.22	2.28
			15,588,321.88	17,037,364.46	34.32
USD	2,835.11	AXA Rosenb Eq Alpha Trust Global Small Cap Alpha A Cap	1,097,450.00	1,171,114.91	2.36
USD	4,311.67	F Templeton Inv Fds Temp GI Total Return Fd I Cap	1,101,974.34	1,026,766.25	2.07
USD	11,090.573	F&C Portfolios Fd BMO Responsible GI Em Mks Eq R Cap	1,062,660.00	1,192,068.06	2.40
USD	5,156.72	Fidelity Fds America Y-ACC-USD Cap	921,176.57	896,624.09	1.81
USD	15,513.13	Fidelity Fds World Y USD Cap	1,671,754.84	1,785,529.83	3.60

The accompanying notes are an integral part of these financial statements.

IKC FUND - Lux 0 - 50**Statement of investments and other net assets (in SEK) (continued)**
as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
USD	612.776	Legg Mason Global Fds Plc Royce US Small Cap Opp Premier Cap	1,084,835.28	1,160,522.62	2.34
USD	1,701.29	NN (L) Global Conv Opportunities I Cap	2,204,843.09	2,109,677.15	4.25
			9,144,694.12	9,342,302.91	18.83
Total investment funds (UCITS)			29,074,009.09	31,134,000.11	62.72
Total investments in securities			41,864,072.72	43,921,940.81	88.45
Cash at banks				5,179,155.16	10.43
Other net assets/ (liabilities)				554,024.81	1.12
Total				49,655,120.78	100.00

The accompanying notes are an integral part of these financial statements.

Industrial and geographical classification of investments
as at 31st December 2017

Industrial classification

(in percentage of net assets)

Investment funds	62.72 %
Financials	19.53 %
Technologies	4.11 %
Telecommunications services	2.09 %
Total	<u>88.45 %</u>

Geographical classification

(by domicile of the issuer)
(in percentage of net assets)

Sweden	48.83 %
Luxembourg	29.41 %
Ireland	8.16 %
Malta	2.05 %
Total	<u>88.45 %</u>

IKC FUND - Lux 0 - 100

Statement of net assets (in SEK)

as at 31st December 2017

Assets

Securities portfolio at market value	1,197,745,677.53
Cash at banks	25,809,911.42
Other liquid assets	15,282,264.05
Receivable on issues of units	611,954.33
Income receivable on portfolio	97,208.30
Other receivables	1,133,736.39
Total assets	1,240,680,752.02

Liabilities

Bank overdrafts	69,449.74
Other liquid liabilities	5,909,816.29
Payable on redemptions of units	3,445,527.67
Unrealised loss on futures contracts	562,220.47
Expenses payable	2,802,615.73
Payable on futures contracts	422,130.40
Total liabilities	13,211,760.30
Net assets at the end of the year	1,227,468,991.72

Breakdown of net assets per unit class

Unit class	Number of units	Currency of unit class	NAV per unit in currency of unit class	Net assets per unit class (in SEK)
IB SEK	781.250	SEK	127.43	99,551.87
IC SEK	9,901,450.836	SEK	123.96	1,227,369,439.85
				1,227,468,991.72

The accompanying notes are an integral part of these financial statements.

IKC FUND - Lux 0 - 100

Statement of operations and other changes in net assets (in SEK)

from 1st January 2017 to 31st December 2017

<u>Income</u>	
Dividends, net	5,146,426.90
Interest on bonds and other debt securities, net	84,676.66
Interest on bank accounts	96,983.83
Other commissions received	4,989,682.76
Other income	1,956,374.82
Total income	12,274,144.97
<u>Expenses</u>	
Management fees	31,253,848.97
Depositary fees	402,007.83
Banking charges and other fees	22,055.84
Transaction fees	5,201,473.46
Central administration costs	813,953.20
Professional fees	278,106.37
Other administration costs	283,255.68
Subscription duty ("taxe d'abonnement")	120,800.95
Other taxes	719,493.11
Bank interest paid	240,366.56
Other expenses	336,933.22
Total expenses	39,672,295.19
Net investment loss	-27,398,150.22
<u>Net realised gain/(loss)</u>	
- on securities portfolio	71,004,745.86
- on futures contracts	-4,884,820.53
- on foreign exchange	-6,587,674.43
Realised result	32,134,100.68
<u>Net variation of the unrealised gain/(loss)</u>	
- on securities portfolio	107,335,084.30
- on futures contracts	-161,999.43
Result of operations	139,307,185.55
Subscriptions	57,546,668.55
Redemptions	-325,009,161.92
Total changes in net assets	-128,155,307.82
Total net assets at the beginning of the year	1,355,624,299.54
Total net assets at the end of the year	1,227,468,991.72

The accompanying notes are an integral part of these financial statements.

IKC FUND - Lux 0 - 100

Statistical information (in SEK)

as at 31st December 2017

Total net assets	Currency	31.12.2015	31.12.2016	31.12.2017
	SEK	1,802,248,530.33	1,355,624,299.54	1,227,468,991.72

Net asset value per unit	Currency	31.12.2015	31.12.2016	31.12.2017
IB SEK	SEK	121.29	113.45	127.43
IC SEK	SEK	120.25	111.42	123.96

Number of units	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
IB SEK	781.250	-	-	781.250
IC SEK	12,166,311.518	481,624.034	-2,746,484.716	9,901,450.836

The accompanying notes are an integral part of these financial statements.

IKC FUND - Lux 0 - 100

Statement of investments and other net assets (in SEK)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Transferable securities admitted to an official stock exchange listing</u>					
Shares					
EUR	10,000	ASML Holding NV	11,766,186.20	14,268,823.14	1.16
EUR	5,150	LVMH Moët Hennessy L Vuit SE	5,742,863.06	12,423,755.68	1.01
EUR	73,000	Vinci SA	35,971,020.66	61,105,264.35	4.98
			53,480,069.92	87,797,843.17	7.15
HKD	138,000	Tencent Holdings Ltd	42,039,269.06	58,679,854.60	4.78
PHP	146,932	Ayala Corp AC	25,031,324.53	24,445,985.68	1.99
PHP	3,380,200	Ayala Land Inc	24,075,560.55	24,711,685.99	2.01
PHP	11,537,000	Megaworld Corp	10,003,246.05	9,758,155.06	0.80
PHP	5,808,400	Metro Pacific Investments Corp	6,162,614.12	6,521,871.07	0.53
PHP	37,850	SM Investments Corp	6,002,886.96	6,142,231.76	0.50
PHP	2,932,200	SM Prime Holdings Inc	17,926,875.26	18,023,950.16	1.47
			89,202,507.47	89,603,879.72	7.30
SEK	715,148	BIMobject AB Reg	23,684,828.65	17,449,611.20	1.42
SEK	92,046	Evolution Gaming Group AB	25,561,475.42	53,432,703.00	4.35
SEK	30,187	ICA Gruppen AB	7,468,503.80	8,992,707.30	0.73
SEK	151,600	NetEnt AB Reg B	10,114,822.85	8,565,400.00	0.70
SEK	891,413	Victoria Park AB A	20,450,014.55	26,296,683.50	2.14
SEK	120,000	Victoria Park AB B	2,524,702.75	3,528,000.00	0.29
			89,804,348.02	118,265,105.00	9.63
USD	6,000	Adobe Systems Inc	6,770,904.81	8,607,298.16	0.70
USD	8,000	Albemarle Corp	9,073,164.96	8,375,464.97	0.68
USD	30,000	Alibaba Group Holding Ltd ADR repr 1 Share	34,543,259.27	42,346,394.14	3.45
USD	21,500	Apple Inc	27,359,401.34	29,785,038.57	2.43
USD	16,000	Electronic Arts Inc	11,679,972.32	13,760,674.80	1.12
USD	60,000	Itau Unibanco Hg SA spons ADR Repr 1 Share	7,106,196.95	6,385,236.02	0.52
USD	12,000	Microsoft Corp	7,138,410.35	8,402,970.61	0.69
USD	8,000	Soc Quimica y Minera Chile SA ADR repr 1Pref Shares B	3,900,263.26	3,888,117.57	0.32
USD	55,200	Visa Inc A	43,780,964.20	51,523,157.11	4.20
			151,352,537.46	173,074,351.95	14.11
Total shares			425,878,731.93	527,421,034.44	42.97
<u>Open-ended investment funds</u>					
Investment funds (UCITS)					
EUR	3,500	JPMorgan Inv Fds Global Dividend C EUR Cap	5,730,976.41	7,396,342.53	0.60
SEK	417,711.428	IKC Asien B Cap	42,456,089.30	46,616,595.36	3.80
SEK	646,597.6187	IKC Avkastningsfond Units Cap	69,884,753.42	74,222,940.65	6.05
SEK	249,571.7828	IKC Fastighetsfond Units B Cap	25,498,366.09	33,906,822.41	2.76
SEK	387,804.7834	IKC Filippinerna Units C Cap	43,012,154.77	41,417,550.87	3.37
SEK	194,447.5479	IKC GI Infrastructure B Cap	20,170,000.00	22,342,023.25	1.82
SEK	276,600	IKC Global Brand Units B Cap	39,099,281.49	56,373,846.00	4.59
SEK	190,700	IKC Global Healthcare B Cap	19,070,000.00	19,970,104.00	1.63
SEK	326,167.2028	IKC Opportunities A Cap	36,800,000.00	40,206,631.09	3.28
SEK	1,206,000	IKC Pension Variabel Cap	134,933,831.39	156,997,080.00	12.79
SEK	664,960.5217	IKC Sverige Flexibel Units Dist	98,069,273.45	133,191,592.50	10.85

The accompanying notes are an integral part of these financial statements.

IKC FUND - Lux 0 - 100

Statement of investments and other net assets (in SEK) (continued) as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
SEK	45,786.946	UBS (Lux) Equity Fd China Opp P Cap	34,999,999.39	37,683,114.43	3.07
			563,993,749.30	662,928,300.56	54.01
Total investment funds (UCITS)			569,724,725.71	670,324,643.09	54.61
Total investments in securities			995,603,457.64	1,197,745,677.53	97.58
Cash at banks				25,809,911.42	2.10
Bank overdrafts				-69,449.74	-0.01
Other net assets/ (liabilities)				3,982,852.51	0.33
Total				1,227,468,991.72	100.00

The accompanying notes are an integral part of these financial statements.

Industrial and geographical classification of investments
as at 31st December 2017

Industrial classification

(in percentage of net assets)

Investment funds	54.61 %
Technologies	20.80 %
Financials	13.92 %
Industrials	4.98 %
Cyclical consumer goods	1.01 %
Raw materials	1.00 %
Non-cyclical consumer goods	0.73 %
Utilities	0.53 %
Total	<u>97.58 %</u>

Geographical classification

(by domicile of the issuer)
(in percentage of net assets)

Sweden	60.57 %
United States of America	9.82 %
Cayman Islands	8.23 %
Philippines	7.30 %
France	5.99 %
Luxembourg	3.67 %
The Netherlands	1.16 %
Brazil	0.52 %
Chile	0.32 %
Total	<u>97.58 %</u>

IKC FUND

Notes to the financial statements

as at 31st December 2017

Note 1 - Significant accounting policies

a) Presentation of the financial statements

The financial statements of the Fund are established in accordance with the Luxembourg legal and regulatory requirements concerning Undertakings for Collective Investment and with generally accepted accounting principles in Luxembourg.

The financial statements are presented on the basis of the Net Asset Value of the Sub-Funds calculated on 31st December 2017. In accordance with the prospectus, the last official trading Net Asset Values of the corresponding Sub-Funds have been calculated on 29th December 2017 as the Net Asset Values are not calculated on 31st December 2017. Nevertheless, an additional Net Asset Value has been calculated for the 31st December 2017 for reporting purposes which is disclosed in these financial statements.

b) Valuation

- 1) The value of any cash on hand or on deposit, bills and demand notes and accounts receivable, prepaid expenses, cash dividends and interest declared or accrued as aforesaid, and not yet received shall be deemed to be the full amount thereof, unless, however, the same is unlikely to be paid or received in full, in which case the value thereof shall be determined after making such discount as the Management Company may consider appropriate in such case to reflect the true value thereof.
- 2) Securities listed on Regulated Markets, which operate regularly and are recognised and open to the public, are valued at the last available price; in the event that there should be several such markets, on the basis of the last available price of the main market for the relevant security. Should the last available price for a given security not truly reflect its fair market value, then that security shall be valued on the basis of the probable sales price which the Management Company deems it is prudent to assume.
- 3) Securities not listed on Regulated Markets, which operate regularly and are recognised and open to the public, are valued on the basis of their last available price. Should the last available price for a given security not truly reflect its fair market value, then that security will be valued by the Directors on the basis of the probable sales price which the Management Company deems it is prudent to assume.
- 4) The liquidating value of futures, forward and options contracts (or any other derivative instruments) not traded on Regulated Markets or stock exchanges shall mean their net liquidating value determined, pursuant to the policies established in good faith by the Board of Directors of the Management Company, on a basis consistently applied for each different variety of contracts. The liquidating value of futures, forward and options contracts (or any other derivative instruments) traded on Regulated Markets or stock exchanges is based upon the last available settlement prices of these contracts on Regulated Markets or stock exchanges on which the particular futures, forward or options contracts (or any other derivative instruments) are traded by the Fund; provided that if a futures, forward or options contract (or any other derivative instruments) could not be liquidated on the day with respect to which net assets are being determined, the basis for determining the liquidating value of such contract is such value as the Board of Directors of the Management Company may deem fair and reasonable.
- 5) Shares or units in underlying open-ended investment funds are valued at their last available price.

IKC FUND

Notes to the financial statements (continued)

as at 31st December 2017

- 6) Liquid assets and money market instruments may be valued at nominal value plus any accrued interest or on an amortised cost basis. Securities valued at amortized cost are disclosed at cost value in the statement of investments, amortized interests are recorded as income receivable on portfolio in the statement of net assets. All other assets, where practice allows, may be valued in the same manner. Short-term investments that have a remaining maturity of one year or less may be valued at market value, or where market value is not available or not representative, at amortised cost.

c) Net realised gain/ (loss) on securities portfolio

The net realised gain/ (loss) on securities portfolio is determined on the basis of the average cost of securities sold.

d) Cost of securities

The acquisition cost of a security denominated in a currency other than that of the Sub-Fund is converted to the Sub-Fund's currency at the exchange rate prevailing on the date of purchase.

e) Exchange translation

Bank balances, other assets and liabilities and the value of securities held that are denominated in other currencies than the Sub-Fund's currency are converted at the prevailing exchange rate of the closing day. Income and expenses incurred in currencies other than the Sub-Fund's currency are converted at the prevailing exchange rate of the day of each transaction. Exchange gains and losses are disclosed in the statement of operations and other changes in net assets.

At the date of the financial statements, the prevailing exchange rates on the closing day were as follows:

1	SEK	=	0.1190113	CHF	Swiss Franc
			0.1017253	EUR	Euro
			0.0903126	GBP	Pound Sterling
			0.9548081	HKD	Hong Kong Dollar
			13.7603525	JPY	Japanese Yen
			2.3907918	MXN	Mexican Peso
			6.1006327	PHP	Philippine Peso
			0.1632809	SGD	Singapore Dollar
			3.9817009	THB	Thailand Baht
			0.4631086	TRY	New Turkish Lira (1 TRY=1,000,000 TRL)
			0.1221568	USD	US Dollar

f) Combined financial Statements

The combined financial statements of the Fund are expressed in SEK and are equal to the sum of the corresponding captions in the financial statements of each Sub-Fund.

g) Formation expenses

Expenses incurred in connection with the establishment of the Fund and the creation of the Sub-Funds are amortised over a period of five years.

IKC FUND

Notes to the financial statements (continued)

as at 31st December 2017

If the launch of a Sub-Fund occurs after the launch date of the Fund, the costs of formation in relation to the launch of the new Sub-Fund is charged to such Sub-Fund alone and may be amortised over a maximum of 5 years with effect from the Sub-Fund's launch date.

Amortisation of formation expenses is included in the caption "Other expenses" in the statement of operations and other changes in net assets.

h) Investment income

Dividend income is recognised on an ex-dividend basis and is recorded net of withholding taxes.

Interest income is accrued on a pro rata temporis basis, net of any withholding tax.

i) Other liquid assets / Other liquid liabilities

The captions "Other liquid assets" and "Other liquid liabilities" are mainly composed of cash accounts held at brokers.

j) Transaction fees

Transaction costs disclosed under the caption "Transaction fees" in the expenses of the statement of operations and other changes in net assets are mainly composed of broker fees incurred by the Fund relating to purchases or sales of securities, of fees relating to liquidation of transactions paid to the Depositary and of transaction fees on financial and on derivatives instruments.

k) Futures contracts

Futures contracts are posted off-balance sheet and are valued at the last available price applicable to the asset. Unrealised gain/ (loss) is disclosed in the statement of net assets. Net variation of the unrealised gain/ (loss) and net realised gain/ (loss) are disclosed in the statement of operations and other changes in net assets.

The net realised gain/ (loss) on futures contracts is determined based on the FIFO Method.

Note 2 - Subscription, redemption and conversion fees

A subscription, redemption and conversion charge not exceeding 2% of the fixed price at which Units are offered, may be added for the purpose of compensating the Placement and Distribution Agent and financial intermediaries who assist in placing the Units.

Note 3 - Management fee

The Investment Manager receives the following Investment Management Fee per annum of the net assets of the Sub-Fund, accrued daily and payable monthly in arrears.

The effective annual rates for the unit class currently offered are as follows:

IKC FUND

Notes to the financial statements (continued)

as at 31st December 2017

Sub-Funds	IC SEK Unit Class	IB SEK Unit Class
- IKC FUND - IKC WORLD WIDE OPPORTUNITIES	2.50%	-
- IKC FUND - Lux 0 - 50	1,50% (since 1st June 2017)	-
- IKC FUND - Lux 0 - 100	2.00% (until 31st May 2017) 2.35%	1.40%

The Management Company receives a management fee not exceeding 0.10% per annum of the net assets of the Sub-Funds, accrued daily and payable monthly in arrears with a minimum annual management fee per Sub-Fund of EUR 25,000. Furthermore, the Management Company receives an annual fee of EUR 12,000 per Sub-Fund for the provision of risk management services.

Note 4 - Management fees of the related party's target funds

The management fee of the related party's target funds in which the sub-fund IKC FUND - Lux 0 - 100 invests, is disclosed in the following table:

UCITS/ UCIs	ISIN	Weight (%)	Management fee (%)
IKC Asien B Cap	SE0005468790	3.80	1.90
IKC Avkastningsfond Units Cap	SE0004544823	6.05	0.60
IKC Fastighetsfond Units B Cap	SE0006600250	2.76	0.60
IKC Filippinerna Units C Cap	SE0005468766	3.37	0.90
IKC Global Brand Units B Cap	SE0008092373	4.59	1.40
IKC GI Infrastructure B Cap	SE0008434955	1.82	0.70
IKC Opportunities A Cap	SE0004330892	3.28	2.20
IKC Pension Variabel Cap	SE0004330884	12.79	2.20
IKC Sverige Flexibel Units Dist	SE0003116730	10.85	1.20
IKC Global Healthcare B Cap	SE0007412986	1.63	0.70
Total		50.94	

Note 5 - Trailer fees

Management fee retrocessions received by the Fund in relation to its investments in certain target funds are disclosed as "Commissions received" in the statement of operations and other changes in net assets.

Note 6 - Central administration costs

Out of the Sub-Fund's assets, an administration fee consisting of a flat fee of EUR 25,000 p.a. plus a variable fee of maximum 0.040% p.a. is payable to the Central Administration Agent. The fees will be accrued on a daily basis, based on the net assets of the Sub-Fund and will be paid out monthly in arrears.

IKC FUND

Notes to the financial statements (continued)

as at 31st December 2017

The Central Administration Agent is furthermore entitled to receive out of the Sub-Fund's assets, in respect of the register and transfer agent functions, a fee of EUR 10,000 for up to two active Classes of Units and EUR 3,000 for each additional active Class of Units in accordance with Luxembourg customary banking practice, accrued daily and payable monthly in arrears. The Central Administration Agent will also be compensated for all reasonable out of pocket expenses.

Note 7 - Depositary Fees

The Depositary receives a depositary fee determined as an annual percentage calculated per market on a monthly basis based on the Sub-Funds assets and paid monthly in arrears.

The Depositary also receives a supervisory fee of 0.0075% p.a. (until 31st May 2017) and 0.010% (since 1st June 2017) p.a. calculated on the Net Asset Value of the Sub-Funds. In addition, the Depositary is entitled to be reimbursed out of the assets of the Sub-Funds for its reasonable out of pocket expenses and disbursements.

Note 8 - Subscription duty ("Taxe d'abonnement")

The Fund is governed by Luxembourg law.

Pursuant to the legislation and regulations which are prevailing, the Fund is subject to an annual "*taxe d'abonnement*" of 0.05% which is payable quarterly and calculated on the basis of the net assets of each Sub-Fund on the last day of each quarter.

The rate of this tax is reduced to 0.01% of the value of the net assets for Sub-Funds or Classes of units reserved for institutional investors.

According to Article 175 (a) of the amended Law of 17th December 2010 the net assets invested in Undertakings for Collective Investments already subject to the "*taxe d'abonnement*" are exempt from this tax.

Note 9 - Capped expenses

The Investment Manager of the Fund, IKC Fonder AB, has committed with effect from the launch date of the Sub-Funds and until further notice to the Fund and the Management Company, to cap the following fees at a level of 0.25% p.a. of the net assets of the Sub-Funds. Any residual due above this level will be paid by the Investment Manager directly to the Fund.

Fees in scope ("the Fees"):

- Central Administration fees (including the administration fee, and the fee in respect of the register and transfer agent functions);
- Other Administration fees (including the fee for risk management and out of pocket expenses)
- Depositary fees
- Formation expenses;
- Taxe d'abonnement;
- Audit fees;
- CSSF fees.

Expenses supported by the Investment Manager of the Fund are disclosed in "Other income" in the statement of operations and other changes in net assets.

IKC FUND

Notes to the financial statements (continued)

as at 31st December 2017

Note 10 - Futures contracts

As at 31st December 2017, the Fund was committed in the following futures contracts:

IKC FUND - IKC WORLD WIDE OPPORTUNITIES

	Number of contracts	Denomination	Currency	Exposure (in SEK)	Unrealised result (in SEK)
Purchase	1	Nikkei 225 Index FUT 03/ 18 OSE	JPY	1,653,300.67	-8,580.09
Purchase	2	Nasdaq 100 Stock Index FUT 03/ 18 CME E-Mini	USD	2,098,532.38	-27,511.44
Purchase	1	S&P 500 Index FUT 03/ 18 CME E-Mini	USD	1,095,313.56	-5,324.47
					<u>-41,416.00</u>

IKC FUND - Lux 0 - 50

	Number of contracts	Denomination	Currency	Exposure (in SEK)	Unrealised result (in SEK)
Sale	2	S&P 500 Index FUT 03/ 18 CME E-Mini	USD	-2,190,627.13	-6,753.62
					<u>-6,753.62</u>

IKC FUND - Lux 0 - 100

	Number of contracts	Denomination	Currency	Exposure (in SEK)	Unrealised result (in SEK)
Purchase	15	Nikkei 225 Index FUT 03/ 18 OSE	JPY	24,799,510.04	-128,700.77
Purchase	23	Nasdaq 100 Stock Index FUT 03/ 18 CME E-Mini	USD	24,133,122.34	-316,381.40
Purchase	22	S&P 500 Index FUT 03/ 18 CME E-Mini	USD	24,096,898.41	-117,138.30
					<u>-562,220.47</u>

Note 11 - Changes in the investment portfolio

The statement of changes in the investment portfolio for the period covered by the report is available free of charge upon request from the registered office of the Management Company of the Fund.

Note 12 - Swing pricing

Under certain circumstances investment and/ or disinvestment costs may have an adverse effect on the unitholders interests in a Sub-Fund.

In order to prevent this effect, called "dilution", the Directors have the authority to allow for the Net Asset Value per Unit to be adjusted by effective dealing and other costs and fiscal charges which would be payable on the effective acquisition or disposal of assets in the relevant Sub-Fund if the net capital activity exceeds, as a consequence of the sum of all subscriptions, redemptions or conversions in such a Sub-Fund, such threshold percentage (the "Threshold") as may be determined from time to time by the Directors, of the Sub-Fund's total net assets on a given Valuation Day.

IKC FUND

Notes to the financial statements (continued)

as at 31st December 2017

If the net capital activity for a given Valuation Day leads to a net inflow of assets in excess of the Threshold in the relevant Sub-Fund, the Net Asset Value used to process all subscriptions, redemptions or conversions in such a Sub-Fund is adjusted upwards by the swing factor that shall be determined from time to time by the Directors but will not exceed 2% of the relevant Net Asset Value.

If the net capital activity for a given Valuation Day leads to a net outflow of assets in excess of the Threshold in the relevant Sub-Fund, the Net Asset Value used to process all subscriptions, redemptions or conversions in such a Sub-Fund is adjusted downwards by the swing factor that shall be determined from time to time by the Directors but will not exceed 2% of the relevant Net Asset Value.

There was no "Swing Pricing" applied for the Net Asset Value as at 31st December 2017 for the Sub-Funds.

Note 13 - Withholdings tax refund

The Management Company of the Fund has instigated proceedings to reclaim tax withheld by certain Member States of the European Union on dividend payments it has received. The decision to initiate proceedings against any particular Member State is the result of an analysis of the likely costs and potential benefits of doing so. The likelihood of successfully reclaiming such amounts together with the estimated time to complete proceedings varies across Member States.

On 1st December 2015, the Management Company has claimed withholding tax in France for IKC FUND for the year 2013 and 2014.

On 1st December 2016, the Management Company has claimed withholding tax in France for IKC FUND for the year 2015.

On the 9th June 2017, the claim withholding tax in France allowed a refund of

- EUR 562.39 for the Sub-fund IKC FUND - Lux 0 - 50;
- EUR 91,418.72 for the Sub-fund IKC FUND - Lux 0 - 100;
- EUR 2,779.96 for the Sub-fund IKC FUND - IKC WORLD WIDE OPPORTUNITIES.

On the 26th June 2017, the claim withholding tax in France allowed a refund of

- EUR 297.70 for the Sub-fund IKC FUND - Lux 0 - 50;
- EUR 108,984.01 for the Sub-fund IKC FUND - Lux 0 - 100;
- EUR 2,728.02 for the Sub-fund IKC FUND - IKC WORLD WIDE OPPORTUNITIES.

These amounts are disclosed in "Other income" in the Statement of operations and other changes in net assets.

IKC FUND

Additional information (unaudited)

as at 31st December 2017

1 - Risk management

As required by Circular CSSF 11/ 512, the Board of Directors of the Management Company needs to determine the global risk exposure of the Fund by applying either the commitment approach or the VaR ("Value at Risk") approach.

The Board of Directors of the Management Company decided to adopt the commitment approach as a method of determining the global exposure.

2 - Remuneration disclosure

SEB Fund Services S.A. (SEB) as AIFM (Alternative Investment Fund Manager)/ Management Company has implemented a Remuneration policy that is designed to encourage good performance and behavior, and seeks to achieve a balanced risk-taking that goes in line with shareholders'/ unitholders' expectations.

In SEB, there is clear distinction between the criteria for setting fixed remuneration (e.g. base pay, pension and other benefits) and variable remuneration (e.g. short- and long-term variable remuneration). The individual total remuneration corresponds to requirements on task complexity, management and functional accountability and also related to the individual's performance.

SEB provides a sound balance between fixed and variable remuneration and aligns the payout horizon of variable pay with the risk horizon. This implies that certain maximum levels and deferral arrangements apply for different categories of employees.

The amount below represents the proportion of the total remuneration on calendar year 2017 and adjusted according to the number of full time employees during the year 2017 and identified staff (i.e. the aggregate amount of remuneration broken down by senior management and members of staff of the AIFM/ Management Company whose actions have a material impact on the risk profile of the funds). This amount is further proportioned to the total net asset value of each fund, taking into account UCITS and non-UCITS.

	TNA as of 31st December 2017*	% of total TNA managed by AIFM / Management Company	Fixed Remuneration *		Variable Remuneration *		Number of beneficiaries **
			All Employees	Identified Staff	All Employees	Identified Staff	All Employees
IKC FUND	134,760,880.86	1.54	22,144.05	8,371.51	604.57	339.66	15.17

* All amounts are in Euro

Fixed Remuneration (incl. fixed salary, allowances, pension)

Variable Remuneration (incl. short term incentives and long term incentives)

** Average Full Time Equivalent

IKC FUND

Additional information (unaudited) (continued)
as at 31st December 2017

3 - Information concerning the transparency of securities financing transactions and of reuse of cash collateral (regulation EU 2015/2365, hereafter 'SFTR')

At the date of the financial statements, the Fund is not in the scope of the publication requirements of SFTR. No transactions were carried out during the reporting period.

