

Risk

Stockholm, 13 April 2023

The fund management company manages funds and institutional assignments with a variety of management styles. The objectives of the various assignments also vary. Every day, our management teams assess and manage various forms of risks, the most common being market, liquidity, credit and operational risks.

We want our operations to be characterized by a sound risk mindset and therefore all functions in the Fund Management Company work actively with various issues related to risk. The fund management company's Board of Directors is responsible for ensuring that the various risks are managed in accordance with applicable laws and regulations and in accordance with the company's instructions for risk management. To help them, they have a risk management function.

The risk management function shall ensure that the company has sufficient risk management processes in place where risks are effectively identified, escalated and mitigated. The risk management function continuously controls and reports that all funds and manager assignments are managed in accordance with the risk profile of the products. In order to secure independence from the portfolio management organisation, the risk management function shall report directly to the Fund Management Company's Board of Directors.

In addition, governance, risk management and various control processes that exist within the various functions are evaluated on an ongoing basis by the internal audit function. Internal audit also reports directly to the Fund Management Company's Board of Directors.