



BÖRSGRUPPEN

**PORTFOLIO MANAGEMENT**

Portfolio Report  
DECEMBER 2009



PORTFOLIO MANAGEMENT

MANAGER'S COMMENTS

December, while concluding the third millennium's first decade, ended on a positive note for the BG Portfolio, which posted a gain of 0.37%. Thus, the month also concluded the best year in the Portfolio's history, with a YoY gain of 30.16% and a value of SEK 610,567. Meanwhile, OMXS30 advanced 1.66% in a rebound from last month's decline. While most of the portfolio's holdings advanced during the month, Hennes & Mauritz and Vestas contributed with substantial declines, dampening the effect that gainers such as SSAB and AstraZeneca had on the overall value.

As per the decision in November, one third of our holdings in Hennes & Mauritz were sold during the month. In order to maintain the regulated weight of Large Cap companies, the position in AstraZeneca was doubled, making it the largest holding of the portfolio.

On the currency markets, the Swedish Krona strengthened against the Euro during the month, which had an adverse effect on our Danish and Euro holdings.

**Johan Edvardsson**  
Head of Portfolio Management

RETURN & RISK			
Returns	BG Portfolio	OMXS30	Barclay HFI
December 2009, %	0.37	1.66	1.76
YTD (081231-091231), %	30.16	43.69	23.62
LTM (081231-091231), %	30.16	43.69	23.62
Average yearly return since start, %	6.14	4.48	5.59
Months active	58	58	58
Number of positive months	34	36	40
Number of negative months	24	22	18
Risk measures and ratios			
Standard deviation, %	22.43	31.85	16.86
Sharpe ratio	0.161	0.061	0.182
Correlation with portfolio	-	0.86	0.64

ASSET ALLOCATION	
Asset	Weight, %
Equities	75.53
Cash	18.98
Commodities	5.49
FX	0.00
FI	0.00

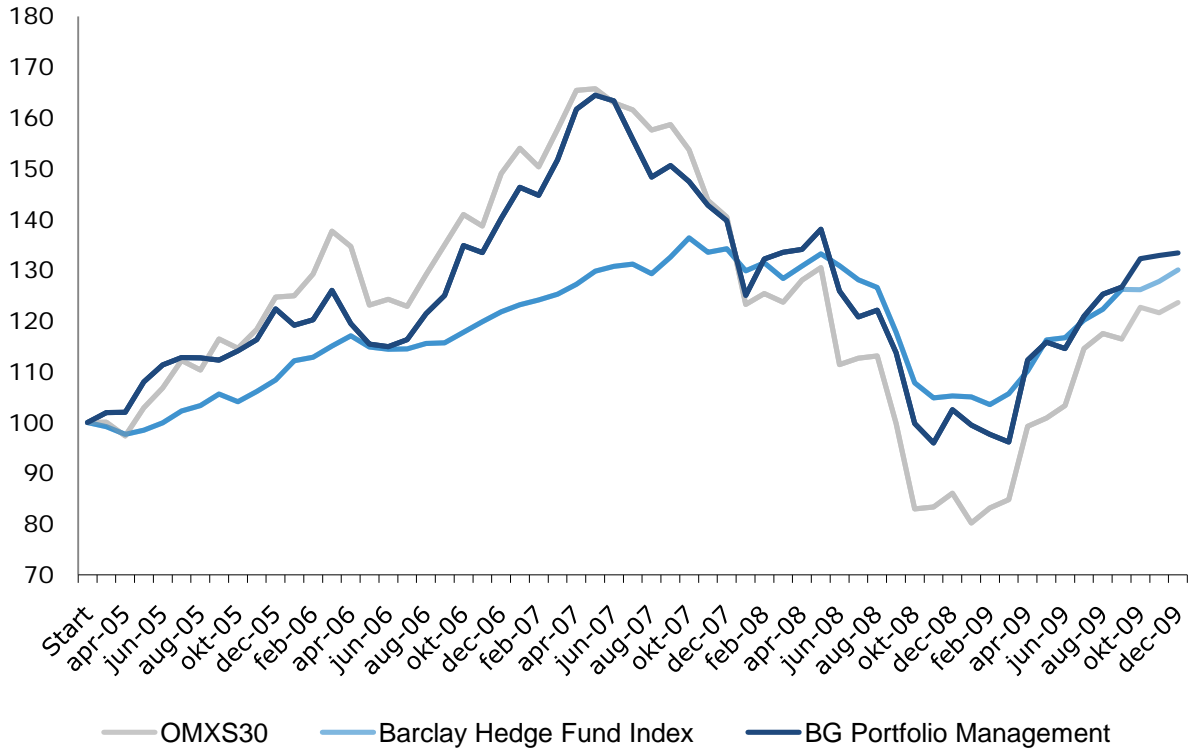
PERFORMERS	
Best	Worst
SSAB B	VWS
AZN	HM B
Cdty Fund	NOVO

HOLDINGS									
Position	Dir		Initial Value		Market Value		P/L		W
	Asset	Qty	P/Sh	V, SEK	P/Sh	V, SEK	Tot, SEK	Tot, %	%
SEK	L	-	-	-	-	115,883	-	-	18,98
Novo Nordisk B	L	90	279.00	37,753	332.00	40,741	2,988	7.92	6.67
Vestas Wind Systems	L	110	386.59	58,180	317.00	47,545	-10,634	-18.28	7.79
AstraZeneca	L	200	317.40	31,740	335.20	67,040	1,720	2.63	10.98
Axis	L	400	74.63	29,850	83.75	33,500	3,650	12.23	5.49
Hennes & Mauritz B	L	150	334.70	73,634	397.40	59,610	9,405	18.73	9.76
Intrum Justitia	L	510	86.16	43,943	89.75	45,772	1,830	4.16	7.50
Kungsleden	L	760	60.15	45,712	49.20	37,392	-8,320	-18.20	6.12
Meda A	L	680	51.12	34,764	64.50	43,860	9,096	26.16	7.18
Odd Molly International	L	270	108.06	29,175	144.00	38,880	9,705	33.26	6.37
SSAB B	L	420	108.17	45,430	111.50	46,830	1,400	3.08	7.67
<b>TOTAL EQUITIES</b>						<b>461,170</b>	<b>20,840</b>	<b>4.73</b>	<b>74.95</b>
Market Access Jim Rogers Commodity Index® Fund	L	150	19.90	30,831	21.84	33,514	2,683	8.70	5.49
<b>TOTAL</b>						<b>610,567</b>	<b>23,523</b>	<b>4.01</b>	



PORTFOLIO MANAGEMENT

MONTHLY RETURNS



%

Year	Total	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2005	22.33	-	-	1.96	0.02	5.89	3.12	1.26	-0.07	-0.36	1.61	1.97	5.16
2006	14.62	-2.59	0.88	4.84	-5.22	-3.35	-0.48	1.23	4.39	2.96	7.87	-1.02	5.04
2007	-0.34	4.35	-1.06	4.81	6.58	1.72	-0.72	-4.62	-4.76	1.54	-2.10	-3.19	-2.11
2008	-26.67	-10.54	5.75	1.02	0.42	2.94	-8.80	-4.09	1.11	-6.85	-12.25	-3.86	6.80
2009	30.16	-2.96	-1.78	-1.61	16.85	3.14	-1.09	5.53	3.60	1.12	4.43	0.47	0.37



PORTFOLIO MANAGEMENT

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**Johan Edvardsson**, *Head of Portfolio Management*, is together with the Chairman ultimately responsible for the portfolio strategy and performance as well as macro and FX analysis. Johan is in his final year studying towards a M.Sc. in Finance, at the School of Business, Economics and Law, while also studying Mandarin Chinese. He has been an exchange student at the National University of Singapore and University of Toronto. Previous work experience includes working part-time as a Junior Broker at Kaupthing Bank and interning at SEB Merchant Banking in New York. Aside from the engagement in Borsgruppen, Johan is currently working at HandelsConsulting.

**Aron Modig**, *Chairman of Borsgruppen*, is together with the Head of Portfolio Management ultimately responsible for the portfolio strategy and performance as well as macro analysis. Aron holds a M.Sc. in Economics and is in his last semester studying towards a M.Sc. in Management Accounting. He has spent one semester as an exchange student at the National University of Singapore and wrote his Master's thesis in Economics in Kenya. Other engagements include being an elected representative at the national level for the youth wing of a political party and working part-time as an equities reporter for SIX News Agency.

**Mikael Reinedahl**, *Vice Chairman of Borsgruppen*, is responsible for strategy and alternative investments. Mikael holds a B.Sc. in Finance from the School of Business, Economics and Law and has been an exchange student at KU Leuven. He is currently working as an Investment Research Analyst at Inpension Asset Management in Gothenburg, with focus on alternative investments. Previous work experience includes working part-time as a Junior Broker at Kaupthing Bank and interning at Inpension Asset Management.

**Daniel Olsson**, *Corporate Relations Borsgruppen*, is responsible for partner relationships in both the portfolio and Borsgruppen. Daniel is studying towards a B.Sc. in Finance from the School of Business, Economics and Law, and has worked with logistics and customer relations at AB Volvo.

**Victor Halvarsson**, *Member Relations Borsgruppen*, is responsible for analysis of the Consumer Discretionary and Consumer Staples sectors. Victor is in his second year of the Business Program at the School of Business, Economics and Law, pursuing a B.Sc. in Finance. He is an active private investor with focus on fundamental analysis.

**Borhan Shirazi**, *Treasurer of Borsgruppen*, is responsible for analysis of the Material and Utilities sectors. Borhan is pursuing a B.Sc. in Economics with a major in Finance at the School of Business, Economics and Law. Other engagements include being a member of the board of directors for the Young Shareholders' Association in Gothenburg and trading equity on his personal account.

**Erik Eikeland**, *Project Manager and Analyst*, is responsible for analysis of the IT and Telecom sectors. Erik is in his second year of the Business Program at the School of Business, Economics and Law, pursuing a B.Sc. in Finance. He is also working part-time at Swedbank.

**Rifat Eren**, *Analyst*, is responsible for analysis of the Financial sector and FX. Rifat is in his final year studying towards a M.Sc. in Finance at the Graduate School of Business. Previous work experience includes internships at SEB Merchant Banking in Stockholm and New York.

**Erik Geijer Haeggström**, *Analyst*, is responsible for analysis of Commodities and the Energy sector. Erik is in his second year of the Business Program at the School of Business, Economics and Law, pursuing a B.Sc. in Finance. Previous work experience includes spending two summers as an intern at Kaupthing Bank.

**Jonas Hartman**, *Analyst*, is responsible for analysis of the Health Care sector. Jonas is in his last year of the Business Program at the School of Business, Economics and Law, pursuing a B.Sc. in Finance.

**Karl Kwarnmark**, *Analyst*, is responsible for analysis of the Industrial sector. Karl is in his first year of the Business Program at the School of Business, Economics and Law, pursuing a B.Sc. in Finance. Previous experience includes a number of charity projects.



PORTFOLIO MANAGEMENT

## BENCHMARKS

### **OMX Stockholm 30 (OMXS30)**

*(Benchmark until spring 2008)*

OMX Stockholm 30 is OMX Nordic Exchange Stockholm's leading share index. The index consists of the 30 most actively traded stocks on the OMX Nordic Exchange Stockholm. The limited number of constituents guarantees that all the underlying shares of the index have excellent liquidity, which results in an index that is highly suitable as underlying for derivatives products. In addition OMXS30 is also used for structured products, e.g. warrants, index bonds, exchange traded funds such as XACT OMX™ and other non-standardized derivatives products. The composition of the OMXS30 index is revised twice a year. The OMXS30 Index is a market weighted price index. The base date for the OMX Stockholm 30 Index is September 30, 1986, with a base value of 125.

[http://www.nasdaqomxnordic.com/indexes/historical\\_prices/?Instrument=SSESE0000337842](http://www.nasdaqomxnordic.com/indexes/historical_prices/?Instrument=SSESE0000337842)

### **Barclay Hedge Fund Index**

*(Benchmark from spring 2008)*

The Barclay Hedge Fund Index is a measure of the average return of all hedge funds (excepting Funds of Funds) in the Barclay database. The index is simply the arithmetic average of the net returns of all the funds that have reported that month. The Barclay Hedge Fund Index is recalculated and updated real-time as soon as the monthly returns for the underlying funds are recorded. The number of funds that are currently included in the calculations for the most recent months can be found in the footnotes. Please note that the calculation for the number of funds is time-stamped and that the number of funds will continue to increase until all funds categorized within the sector have reported monthly returns.

[http://www.barclayhedge.com/research/indices/ghs/Hedge\\_Fund\\_Index.html](http://www.barclayhedge.com/research/indices/ghs/Hedge_Fund_Index.html)