

Tangent Equity Fund

A specialized fund registered in Sweden

Objective and strategy

The principal objective of the Tangent Equity Fund is to achieve a high return for investors by actively managing a portfolio of equities while carefully balancing risks. The Fund's investments are based on in-depth company analysis, primarily of small and midsize companies in the Nordic region.

The Fund utilizes fundamental analysis based on Redeye's analysis, which stresses growth companies. Fundamental valuations are combined with active risk management in the portfolio, which is designed to both increase and decrease risk-taking during certain periods of time. Normally the Fund is fully invested, but it may modify its exposure to equities to between 70 and 130 percent of its assets.

The objective is a concentrated portfolio of investments in a smaller number of assets than a traditional equity fund, regardless of each share's weight in the index. The Fund is guided by an active search for investments with the potential to outperform the Fund's comparative index, OMX SPI.

The Tangent Equity Fund is a specialized fund that may invest in equity-related securities, money market instruments, derivatives and accounts with credit institutions.

Risk

A concentrated portfolio may entail a higher risk than a traditional equity fund. With a more concentrated approach, the Fund also has a higher degree of company-specific risk. Higher volatility than the stock market as a whole is likely. Because it is able to modify its exposure, the Fund's total risk level may vary substantially in any given year.

Historical performance

The Tangent Equity Fund's inception date is August 31, 2007. As of July 31, 2011, the fund showed a performance of 63,47 percent since inception. In comparison, the fund's benchmark index, OMXSPI, had declined by -14,23 percent during the same period. In addition, the OMXSBGI (a broad, dividend adjusted, OMX stock market index) suffered declines of -2,15 percent during the corresponding period.

Who should invest in the Fund?

The Tangent Equity Fund is designed for investors who want an actively managed fund or an alternative to discretionary management. For the Fund to fully achieve its objective will require an investment horizon of 3-5 years, and Fund investors must be prepared to accept significant fluctuations in their return.

Fees

The Fund Management Company charges a fixed management fee. Commissions and other expenses resulting from the purchase and sale of securities and other financial instruments are paid directly by the Fund.

Fees charged by the Fund: (percent of Fund unit value)

Annual management fee 2% (1/12 of which is charged at the end of each month)

Dividend

A dividend is paid in April of each year provided the Fund has a taxable profit. The dividend is reinvested in new Fund units. Upon request – and after tax withholding, if applicable – dividends may instead be paid to Fund investors.

Tax rules

Taxation of the Fund: The Fund is taxed on its income, but may deduct the dividend paid to Investors. To avoid double taxation, the Fund pays a dividend and therefore does not pay tax.

Taxation of Fund Investors: Preliminary tax is withheld on dividends (not applicable to legal entities). Capital gains/losses are reported to the Swedish tax authorities, but taxes are not deducted. Note: Only 70 percent of capital losses on unlisted funds is deductible.

Fund performance

Investors can monitor the Fund's performance daily through the Fund's website, www.tangentfonden.se or www.morningstar.se and monthly through reports from the Tanglin Equity Fund.

Purchase and sale of Fund units

Fund units may be purchased from the Fund Management Company at the end of each month. Information on subscriptions is obtained from the Fund Management Company. Subscription requests must be received by the Fund Management Company no later than three business days before the end of the month. Requests must be submitted using the special application form available from the Fund Management Company or obtained on the Fund's website, www.tangentfonden.se. Proceeds must be deposited in the account for customer funds designated by the Fund Management Company no later than one business day before the end of the month. Payment instructions are indicated on the Fund's application form.

The sales price is the value of the Fund units at the close of the last business day of each month. No fees are charged on the sale of Fund units.

The minimum initial investment in the Fund is SEK 50,000, with additional investments permitted in multiples of SEK 10,000.

Redemption requests are accepted at the end of each month. Requests to redeem Fund units must be received by the Fund Management Company no later than ten business days before the end of the month. No fees are charged for Fund unit redemptions, and the redemption price is the value of the Fund units at the close of the last business day of the month. Proceeds are paid out no later than seven business days after the redemption date. Limits are not accepted on redemptions.

Supplementary information:

Fund:	Tangent, a specialized fund authorized by the Swedish Financial Supervisory Authority, institute number 60207, inception date August 31, 2007 www.tangentfonden.se info@tangentfonden.se
Fund Management Company	Tanglin Asset Management AB Tunnelgatan 5 SE-111 37 Stockholm, Sweden Visiting address: Sveavägen 38, 7th floor Telephone: +46 8 545 28 551 www.tanglin.se info@tanglin.se The Company is authorized by the Swedish Financial Supervisory Authority, institute number 58158 The Company received the Swedish Financial Supervisory Authority's approval to engage in fund management operations on November 17, 2006
Senior staff:	Daniel Lindkvist, Lead Manager Ante Nilsson, President Mats Nilsson, Administrative Manager Anders Nyberg, Manager



FUND FACTS July 2011

Board of Directors:	Nils Wedborn, Chairman Lars Isacson Anders Nyberg Ante Nilsson, President	Mats Nilsson
Registered address:	Stockholm, Sweden	
Custodian:	Skandinaviska Enskilda Banken Sergels Torg 2 SE-106 40 Stockholm, Sweden	
Complaints:	Mats Nilsson Administrative Manager	
Auditors:	PricewaterhouseCoopers AB Olof Herolf, Authorized Public Accountant	

Tangent is a Swedish-registered specialized fund authorized by the Swedish Financial Supervisory Authority. The Fund's fact sheet is designed to provide general information on the Fund's management. Before purchasing Fund units, investors are encouraged to review the Fund's information brochure. Further information, along with the information brochure, annual and semi-annual reports, and monthly investor letters, can be obtained on the Fund's website or ordered from Tanglin Asset Management AB.