

## August 2009 - Rhenman Healthcare Equity L/S

### Monthly Update

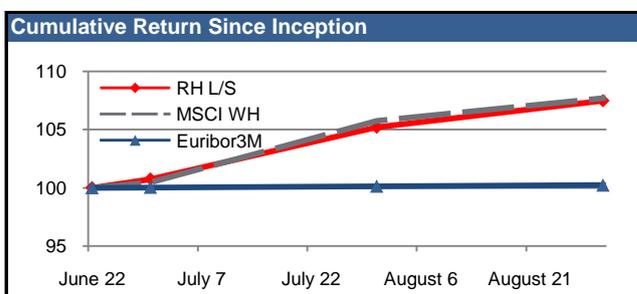
The fund continues to have positive returns but at a somewhat slower rate compared to July. Markets in August were still dominated by renewed bullish sentiment and favored cyclical companies due to an expected global rebound. Another three short positions were initiated during the period and we now have five short positions in total. Overall sentiment to our sector is neither positive nor negative, although it is fair to say that most investors are waiting for more detailed information on the US healthcare reform. We continue to believe that the reform will take place. The insurance sub-sector continues to be the biggest potential loser in the short term and therefore our exposure to managed care is limited.

Largest positive contributors to the fund's performance were Gerresheimer, Varian, CVS and Shire. On the negative side were Gilead, Wellpoint and Teva. It is worth pointing out that Gerresheimer was one of the major negative contributors last month, but the stock has now gained significant positive momentum.

For equity markets, September is one of the most difficult months but we are fairly optimistic for the rest of the year. Some of our most important positions have not participated in the recent summer rally, and therefore have significant upside potential should a sector rotation to defensive stocks take place.

Return	Rhenman Healthcare (EUR)	MSCI World Healthcare <sup>1</sup> (EUR)	3 Month Euribor
2009 August	2.17%	1.83%	0.09%
Since Inception <sup>2</sup>	7.47%	7.70%	0.22%
12m Rolling	-	-	-

1) Source: Bloomberg. 2) Fund Inception: June 22, 2009.



Risk	Rhenman Healthcare (EUR)	MSCI World Healthcare	MSCI World
Value at Risk, % <sup>2</sup>	2.09	-	-
Standard deviation, %	-	-	-
Correlation	-	-	-
Sharpe Ratio	-	-	-
Beta	-	-	-
Jensens Alfa	-	-	-

2) The fund was positioned on August 31 for a large percentual net fund inflow on September 1. Some fields are intentionally left blank as there are too few historical datapoints to be meaningful.

Exposure	Rhenman Healthcare (EUR)	Largest Long Positions (% of equity)	
Long <sup>2</sup>	125.1%	Abbott Laboratories	5.4%
Short <sup>2</sup>	8.2%	Baxter International Inc	4.8%
Gross <sup>2</sup>	133.3%	CVS Caremark Corp	4.5%
Net <sup>2</sup>	116.8%	Gilead Sciences Inc	4.4%
		Biogen Idec Inc	4.4%
Net <sup>4</sup>	89.1%		

4) Adjusted for net fund inflow.

### Monthly Performance (IC1 EUR, since inception, net of fees), %

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2009						0.75	4.41	2.17					7.47

### NAV (IC1 EUR)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2009						100.75	105.19	107.47				

### NAV (RC1 SEK)

Year	Jan	Feb	Mar	Apr	Maj	Jun	Jul	Aug	Sep	Okt	Nov	Dec
2009						99.74	99.92	101.00				

### NAV (RC2 SEK)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2009						99.74	99.98	101.12				

## Fund characteristics

- Target annual returns in excess of 15% (before fees) with a volatility below the stock market
- Long-term investment horizon but active trading around holdings
- Roughly equal allocation to small-, mid- and large-cap companies
- Typically 60–70 positions out of a 500 company universe
- Portfolio company size > USD 200 million
- Cash flow positive companies are predominant

## Key Data

• Base currency:	EUR
• Subscription/redemption frequency:	Monthly (T-3)
• Share classes:	(R) Retail class / (I) Institutional class
• Minimum initial investment:	RC1 = SEK 250 000 RC2 = SEK 2 500 000 IC1 = EUR 250 000
• Minimum top-up investment:	No minimum
• Management fee:	RC1 = 2 %, RC2 = 1,5 %, IC1 = 1,5 %
• Benchmark:	Euribor 90D
• Performance fee (quarterly):	20 % (high water mark)
• Soft close:	EUR 500m
• Hard close:	EUR 1bn
• Dividends:	R = Only capitalization I = Capitalization + Distribution
• Legal Structure:	Open-ended FCP (Fonds Commun de Placement) under Part II of the Luxembourg Law on Investment Funds (20 Dec, 2002)
• Fund Management Company:	SEB Fund Services S.A.
• Fund Promotor (Sponsor):	SEB Fund Services S.A.
• Investment Manager:	Rhenman & Partners Asset Management AB
• Placement and Distribution Agent:	Rhenman & Partners Asset Management AB
• Custodian Bank and Paying Agent:	Skandinaviska Enskilda Banken S.A.
• Prime Broker:	Skandinaviska Enskilda Banken AB (publ)
• External Auditor:	PricewaterhouseCoopers (PwC)
• Swedish registration:	Registration process initiated
• ISIN:	RC1 = LU0417597712, RC2 = LU0417590817, IC1 = LU0417598108
• Bloomberg ticker:	RC1 = RHLSRC1 LX, RC2 = RHLSRC2 LX, IC1 = RHLEIC1 LX
• Lipper Reuters ticker:	RC1 = 68014067, RC2 = 68015239, IC1 = 65147588
• Telekurs ticker:	RC1 = 10239523, RC2 = 10239528, IC1 = 10034579

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