



January 2020

-3.5%

Five years

47.8%

ORIGO QUEST 1

Monthly Report January 2020

Fund Strategy

Origo Quest 1 is an alternative investment fund (AIF) that primarily invests in Nordic small and medium sized companies, with an emphasis on Sweden. In addition, the fund takes short positions in individual stocks and indices to optimize return and risk.

Our investment approach is based on an active, long-term, fundamental strategy focused on value-creating opportunities in small and medium sized companies. The portfolio is concentrated and could therefore deviate from the general market direction. The fund has a long bias (net exposure) over time. The goal is to deliver competitive risk-adjusted return over rolling five years.

Manager Comment

Global equities started the new year strongly, but backlashed following the change in news flow, dominated by weak macro figures and an increased risk that the corona virus will develop to a pandemic with material negative effects for the world economy. The world index closed at -0.3% while Nordic small caps (VINX Small Cap SEK GI) gained 0.5%.

Origo Quest 1 declined 3.5% in January. The long holdings showed a weak development, while the short positions contributed positively. December and January were characterised by extreme movements in many small caps, which is not an unusual pattern for the year end period. Invisio, which is a medium-sized long position in the fund, gained 40% after a reverse profit warning. Collector (short position) fell on the other hand with 40% following its communication that it had to do a major write-down and rights issue. Our assessment is that Collector's issues are company specific and has no bearing on other niche banks.

The annualised return since fund inception is now 9.4%, which could be compared with other equity-focused hedge funds (NHX Equities) which have yielded 5.5% on an annualised basis for the same period.

The fund's long portfolio is currently dominated by finance related companies with promising growth outlooks and attractive valuations (e.g. Hoist). Following finance, the second larg-

est share is industry-related companies with distinct structural growth possibilities within environment and energy efficiency solutions (e.g. Munters). Finally, the fund is exposed towards health, notably innovative tech companies that solves clear problems (e.g. Invisio).

The fund's hedge (short positions), is primarily built around four themes: retail companies with weak profit potentials (e.g. Boozt), companies that are structurally disfavoured and valued with a premium (e.g. Husqvarna), macro sensitive companies with a high dependency to raw material prices (e.g. Hexpol), and companies showing warning signs in the accounting and communication (e.g. ISS).

The Danish health care company Ambu is a new investment in the fund. We expect an accelerated organic growth for the upcoming years, driven by multiple new interesting product launches and a clear market demand for more efficient and safe medical equipment.

Fund Managers



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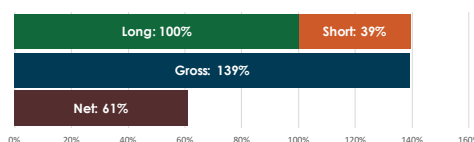


Carl Rydin
Portfolio Manager
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Return

Class	NAV	1 mo	2020	Start
A	178.92	-3.5%	-3.5%	87.1%
B	145.78	-3.5%	-3.5%	62.7%
C	184.44	-3.5%	-3.5%	47.4%

Exposure¹

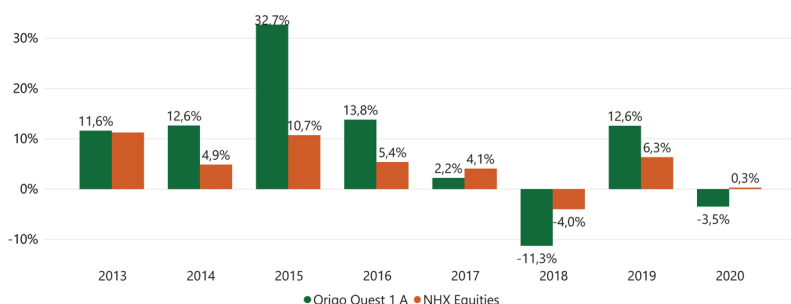


¹ The chart visualises the relation between the fund's long and short positions in equity and equity-like financial instruments in relation to the assets under management.

Top five holdings

Company	Value driver	% of fund
Hoist Finance	Expand	11.3%
Recipharm	Expand & Execute	9.7%
Alimak Group	Differentiate	9.2%
Lindab International	Transform	8.6%
Resurs Holding	Expand & Execute	8.6%
Total		47.4%

Annual return since inception²



² The return chart shows the annual return in share class A compared with the NHX Equities index (current month's index figures are preliminary). The fund launched on 31 January 2013. The figure for 2013 and the current year does not represent a full calendar year.



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The Fund in Brief

- Focus on Nordic Small Caps in a phase of change
- Engaged owners and active management approach
- Has historically provided a good return to a lower risk
- Alternative strategy that can contribute to diversification and thus less market dependent

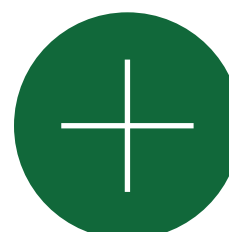
Value Creation Model

Differentiate

Business model
Technology
Service

Transform

Transformation
M&A, Spin-offs
Capital structure



Expand

Expansion
Geography, Products
Organic, M&A

Execute

Management / Board
Strategy / Targets
Sustainability

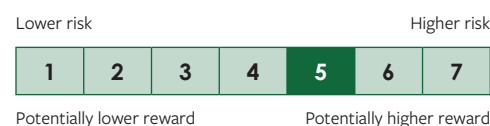
Detailed return

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2020	-3.5%												-3.5%
2019	5.2%	3.1%	-2.4%	5.5%	0.2%	-1.3%	5.1%	-2.4%	-2.0%	-1.6%	1.0%	2.1%	12.6%
2018	-2.6%	-4.3%	-1.6%	1.3%	-0.8%	0.0%	2.7%	0.4%	-1.3%	0.4%	1.4%	-6.9%	-11.3%
2017	3.4%	2.9%	-3.4%	-0.9%	0.2%	-0.2%	0.1%	-2.0%	4.1%	-2.2%	-3.7%	4.1%	2.2%
2016	-6.1%	4.5%	3.5%	3.1%	0.7%	-0.7%	-0.5%	5.0%	5.2%	0.7%	-1.5%	-0.2%	13.8%
2015	0.7%	7.0%	-3.3%	2.9%	3.5%	-4.1%	2.4%	2.7%	-2.2%	8.0%	4.9%	6.9%	32.7%
2014	4.5%	3.4%	-4.7%	3.5%	4.6%	1.1%	-0.3%	-1.6%	-2.2%	1.1%	4.3%	-1.1%	12.6%
2013		1.3%	-1.0%	-0.2%	1.2%	-2.0%	0.7%	2.2%	3.3%	2.3%	1.1%	2.2%	11.6%

Key Figures³

36 months	Annual return	Volatility	Beta
Origo Quest 1 A	-1.6%	10.1%	0.35
Risk-free interest (OMRXTBILL90)	-0.7%	0.1%	0.00
Equity Hedge Fund Index (NHX Equities)	1.9%	4.2%	0.29
Swedish Equity Index (OMXSGI)	12.3%	12.5%	1.00
Swedish Small Cap Index (CSRX)	16.1%	12.1%	0.87

Risk / Reward Profile



³ The key figures compare the fund with some chosen indices. The fund does however not have an official benchmark index. Volatility shows how returns vary over time. Beta shows adherence to each market. Sharpe and Treynor are measures that show risk-adjusted returns.

More information

Further information about the fund's characteristics and risks as well as the conditions to invest in the fund can be found in the prospectus and fund rules, which are available at www.origocapital.se.

If you have questions, please contact us at: info@origocapital.se

Origo Quest 1 is a Swedish special fund under the Swedish Act (2013:561) on Alternative Investment Fund Managers, which means that it has somewhat more free investment rules than ordinary UCITS funds. The fund is managed by Origo Capital AB, which is licensed by the Swedish Financial Supervisory Authority to manage alternative investment funds, and is thus under the supervision of the Authority.

Sustainability

We consider sustainability factors in the management of the fund and are members of Swesif. Read more about our sustainability work on www.origocapital.se.



Risk Information

Past performance does not guarantee future performance. The value of your investment may rise as well as fall and there is no guarantee you will recover your original investment. An investment in Origo Quest 1 should be seen as a long-term investment.

The calculations of the fund's return, risk, holdings etc. represent class A in SEK as per the last business day of the current calendar month, unless otherwise stated. When calculating past performance in Class A and B, we consider the applicable model for individual calculation of performance fee, which may result in investors being allotted compensatory fund units in connection with payment of performance fees. NAV may therefore not be representative of past performance for these share classes. The share classes are presented from the respective start: 2013-01-31 (A), 2014-03-31 (B) and 2014-12-30 (C), which means that the first year for each class does not represent a full calendar year. See www.origocapital.se for more information and a glossary.