

Portfolio Manager: CAROLINE MEBIUS
Up to 09/03/2025 CHRISTIAN SOPOV

The fund is a securities fund according to the Swedish Investment Funds Act (2004:46).

BASE CURRENCY



XACT OMXC25 ESG (UCITS ETF)

Exchange-traded fund, listed on Copenhagen Stock Exchange

Management Report

Investment Focus

The fund is an exchange-traded index fund with the objective to track the performance of the OMX Copenhagen 25 ESG Responsible Net Index as closely as possible. The fund is passively managed. Fund returns are determined by how the fund's investments in equities increase or decrease in value. The index will be replicated through physical replication. The method selected for replication means that the fund will invest directly in those equities included in the index. Tracking error is expected to be less than 0.2% under normal market conditions. The management fee, customer flows, index rebalancing and corporate events all result in transaction costs for the fund, which are not present in the index. These are the main factors that impact the fund's ability to replicate the index. OMX Copenhagen 25 ESG Responsible Net Index is a market-value weighted index consisting of the 25 most-traded equities on the Copenhagen Stock Exchange that meet the sustainability requirements of the index. The fund invests in equities included in this index. The fund follows an index that includes sustainability requirements. Companies that do not meet the defined requirements for sustainability are excluded from the index. The sustainability requirements include international standards and guidelines for the environment, social responsibility and corporate governance. The requirements also include the fund's exclusion of companies involved in the production or distribution of fossil fuels, military equipment, tobacco, alcohol, gambling, cannabis and pornography. The fund can invest in derivative instruments as part of the fund's investment focus. However, the use of derivative instruments is of such a nature that it only has a marginal impact on the fund's risk level. Additional information about the sustainability work and the funds index, may be found in the prospectus.

Activity level

The fund strives to keep deviations from the index as low as possible. The index will be replicated through physical replication. The method selected for replication means that the fund will invest directly in those equities included in the index. Management fees, customer flows, index rebalancing and company events result in fees and transaction costs for the fund. However, these costs are not charged to the index. The above factors result in fewer deviations from the index.

The activity level in a fund is calculated through the use of the tracking error measurement. Tracking error is defined as the volatility in the difference between the fund's returns and the returns of the benchmark index. Tracking error is calculated according to industry standards, is based on the monthly data and reflects the past 24 months. A higher deviation in returns from the benchmark index gives a higher tracking error. The level of the tracking error differs between different types of funds (actively-managed funds, index funds, etc.) and fund categories (e.g., equities or fixed income), given that the risk levels of the underlying markets differ from each other. The selection of the benchmark index is of importance for the level of the tracking error. We have therefore selected a benchmark index that is sustainability-oriented and thus more concentrated/"narrower" than the "broader", non-exclusive index.

Explanation of achieved tracking error

The fund's tracking error is slightly higher than the expected results for the management of the fund, which was primarily due to the extraordinarily large distribution in AP Möller Maersk during March 2023, where the fund's previous tax disadvantage (until the index change on 1 September 2023) relative to the benchmark index had a significant impact.

The fund changed its benchmark index in 2023, thus the historical return before that should be compared to the previous benchmark index.

Portfolio

The fund rose 4.5% in 2025*.

The portfolio consists of all of the equities included in OMX Copenhagen 25 ESG Responsible Net Index. Novo Nordisk, DSV och Danske Bank were the largest holdings in the fund at year-end. The three largest sectors were Manufacturing, Transportation and storage, Financial and insurance activities.

* Refer to fund statistics for comparable index.

Significant risks

The fund is an equity fund which means a higher risk, but also the potential for a higher return. The investments are concentrated to securities in Denmark, which means the risk can be higher than for an investment in a diversified global fund that distributes its investments over several regions. The fund's investments are made in a limited number of issuers, which means that the fund has a higher concentration risk than that of a fund that invests in a greater number of issuers.

The fund may invest in derivatives as part of its investment focus to increase returns in the fund and to create leverage. The volume of trading is limited where applicable and is expected to have a marginal impact on the fund's risk profile.

A sustainability risk is an environmental-, social-, or corporate governance-related event or condition that, should it occur, could cause an actual or potential significant adverse impact on a company's value. Accordingly, environmental-related, as well as social-, or governance-related events can arise from a company's own business operations or from events that occur independently of the company. The sustainability risks in the fund are systematically measured and followed up.

The sustainability risk in the fund is measured using Sustainalytics' methodology to assess sustainability risks. During the year, the overall sustainability risk for the fund is considered to be low and is 18.00 on a scale of 0 to 100.

Trading with derivatives

According to the fund rules, the fund may trade with derivatives as part of its investment focus. The fund did use this option during 2025. The fund has the option of lending securities. The fund did use this option during 2025. The fund may use other techniques and instruments. The fund did not use this option during 2025.

• Highest leverage during the financial year	1.4%
• Lowest leverage during the financial year	0.3%
• Average leverage during the financial year	0.5%

Sustainability

The fund promotes environmental or social characteristics. The appendix to this annual report includes the detailed sustainability-related disclosures that shall be provided by the fund pursuant to Article 8 in the EU regulation 2019/2088 on sustainability-related disclosures in the financial services sector (SFDR).

Information

Information on remuneration to employees can be found at the end of this report and at www.handelsbankenfonder.se, under Follow our work/Policies, guidelines and other information.

Shareholder commitments

Based on the Management Company's Policy for shareholder engagement and responsible investment and the Management Company's Voting policy, the Management Company carries out voting at shareholders'

XACT OMXC25 ESG (UCITS ETF), cont.

meetings, nomination committee work and dialogues held in-house with the portfolio companies or in collaboration with others. The Management Company's work in nomination committees is also regulated by the Guidelines for nomination committee work. It is our view that this work will improve governance and reduce sustainability risks in the portfolio companies, which in turn will result in positive value growth.

The Management Company ensures that relevant information is available as a basis for analysis and voting decisions. This information is provided through analyses from proxy advisors, as well as through market information, third-party analyses or contact with the company. The Management Company then makes independent decisions on those issues where voting or other decisions are to be taken.

The Management Company primarily votes at the general meetings where the funds own a minimum of 0.5% of the votes, where the companies constitute significant holdings in each fund, where the Management Company determines that a specific engagement effort is necessary in accordance with the Management Company's established sustainability objectives and commitments, at companies with which the Management Company holds dialogues in which the subject of the dialogue will be presented for a decision at the general meeting, companies affected by such initiatives and or collaborations that the Management Company has joined and which the Fund Company deems to be prioritized, as well as at other general meetings that address principal or controversial issues. The objective for impact funds is that the Management Company votes in all the companies in which these funds invest. The Management Company determines which equities will be lent. For example, equity lending does not occur in companies in which the Management Company has a seat on the nomination committee. In each individual case, the Management Company makes an assessment of whether or not an equity loan will be withdrawn. Securities lending revenues for the fund are weighed against opportunities for shareholder engagement at the general meeting.

Handelsbanken Fonder participates in all nomination committees where we have a sufficiently large ownership to be offered a seat. However, nomination committees are not common outside of the Nordics and the board composition can only be impacted by voting at the shareholders' meetings.

Within its shareholder engagement, Handelsbanken Fonder conducts

engagement dialogues with companies to encourage the company to enhance its sustainability work as well as with companies that we believe are not compliant with the international norms and conventions respected by the Management Company.

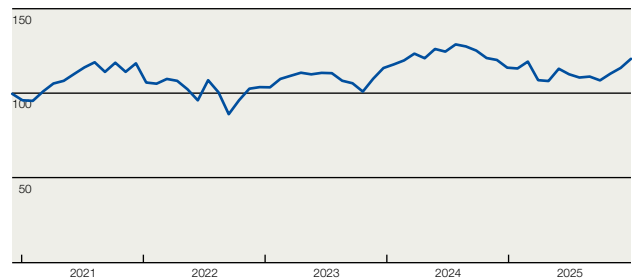
Engagement work is conducted primarily through direct dialogues between Handelsbanken Fonder and the companies, joint dialogues together with other investors, as well as in collaborations and initiatives with focus on specific sustainability issues.

There have been no conflicts of interest between the Management Company and the portfolio companies in conjunction with the fund's investments. Information about how the Management Company in general addresses conflicts of interest that may arise in conjunction with the fund's investments is available in the Management Company's Policy for shareholder engagement and responsible investment.

Read more about Handelsbanken Fonder's approach to ownership issues and about the Management Company's guidelines for responsible investment in the Company's Policy for shareholder engagement and responsible investment, the Management Company's Voting policy and the Guidelines for nomination committee work, which are available at www.handelsbankenfonder.se, under Follow our work/Policies, guidelines and other information.

The sustainability-related disclosures included as an appendix to the annual report provide additional information about the engagement work in the form of dialogue and corporate governance that has been undertaken by the Management Company during the year on behalf of the funds.

Fund performance*



* The graph is indexed with starting value 100. Performance is shown in the fund's base currency.

Fund facts - history

	1/1-31/12 2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Net asset value, DKK	198.02	189.43	189.08	170.52	193.64	164.03	121.51	-	-	-
The fund's total net flow, DKK m	837	2,085	172	466	551	566	121	-	-	-
Fund capital, DKK m	5,436	4,309	2,326	1,935	1,656	894	140	-	-	-
Number of units, 1000's	27,450	22,750	12,300	11,350	8,550	5,450	1,150	-	-	-
Total returns in %	4.5	0.2	10.9	-11.9	18.0	35.0	21.5	-	-	-
Index including dividends in %	4.8	0.3	11.6	-11.5	18.6	35.6	21.9	-	-	-
Tracking error, 2 yrs. %	0.1	0.3	0.3	0.2	0.1	-	-	-	-	-
Average yearly return, 2 yrs. %	2.3	5.4	-1.2	2.0	26.2	-	-	-	-	-
Comparison to index including dividends, %	2.5	5.8	-0.6	2.4	26.8	-	-	-	-	-
Average yearly return, 5 yrs. %	3.8	9.3	-	-	-	-	-	-	-	-
Comparison to index including dividends, %	4.2	9.8	-	-	-	-	-	-	-	-
Exchange rate DKK/SEK	1.45	1.53	1.49	1.50	1.38	1.35	1.41	-	-	-

Benchmark: OMX Copenhagen 25 ESG Responsible Net Index

Up to 2023-08-31: OMX Copenhagen 25 GI Index

The fund's benchmark represents a comparable reference with regard to the fund's investment focus, types of assets, markets or relevant sectors. In the event the fund issues dividends, performance is calculated with distributions added back. Refer to the last pages for definitions.

Fund facts - costs, refers to last 12 months

Max. allowed mgmt. costs in % according to fund rules	0.20
Collected mgmt. costs in % of average fund capital	0.20
Management fees and other administrative or operating costs, %	0.21
Transaction costs, DKK thousand	316
Transaction costs in % of turnover	0.01
Costs in DKK for a one-time subscription, 10 000 DKK	19.20
Costs in DKK for monthly savings, 100 DKK	1.31

Fund facts - other key figures, refers to the last 12 months

Turnover rate	0.28
Average difference between the listed unit value and the unit value, %	0.12
Largest difference between the listed unit value and the unit value, %	0.71
Share of turnover conducted via closely-related securities companies in %	2.61
Share of turnover conducted between funds managed by Handelsbanken Fonder AB, %	0.00

XACT OMXC25 ESG (UCITS ETF), cont.

Risk and return measurements*

Total risk %	12.4	Active return %	-0.2
Total risk in index %	12.4	Information ratio	Negative
Benchmark	OMX Copenhagen 25 ESG Responsible Net Index	Sharpe ratio	-0.2
		Sharpe ratio in index	-0.2

* Risk statistics are based on historical monthly returns over two years. Refer to the last page for definitions. Total exposure in the fund is calculated in accordance with the commitment method.
Total exposure in the fund is calculated in accordance with the commitment method.

Income Statement, DKK thousand

	2025	2024
INCOME AND CHANGES IN VALUE		
Changes in value for transferable securities*	203,183	-170,849
Changes in value for other derivative instruments**	142	-1,803
Interest income	13	13
Dividends	94,109	79,540
Currency exchange profits and losses, net	3	-1
Other financial income	1,508	1,276
Other income	118	62
Total income and changes in value	299,076	-91,762
EXPENSES		
Management costs:		
- Remuneration to the Management Company	9,219	9,037
Interest expense	15	11
Other financial expenses	302	255
Other expenses	316	260
Total expenses	9,851	9,563
Net income	289,225	-101,324

*** Details of changes in value**

Capital gains	165,721	197,477
Capital losses	-167,660	-110,473
Unrealised gains/losses	205,122	-257,853
Sum	203,183	-170,849

**** Details of changes in value**

Capital gains	6,363	-
Capital losses	-6,832	-1,383
Unrealised gains/losses	612	-420
Sum	142	-1,803

Balance sheet, DKK thousand

	31 dec 2025	% of fund capital	31 dec 2024	% of fund capital
ASSETS				
Transferable securities	5,420,322	99.7	4,291,243	99.6
Total financial instruments with positive market value (Note 2)	5,420,322	99.7	4,291,243	99.6
Bank assets and other liquid assets	1,978	0.0	2,365	0.1
Prepaid expenses and accrued income	14,391	0.3	16,645	0.4
Other assets	9,873	0.2	-	-
Total assets	5,446,565	100.2	4,310,253	100.0
LIABILITIES				
Accrued expenses and prepaid income	931	0.0	783	0.0
Other liabilities	9,901	0.2	-	-
Total liabilities	10,832	0.2	783	0.0
Fund capital (Note 1)	5,435,733	100.0	4,309,470	100.0
ITEMS INCLUDED IN THE BALANCE SHEET				
Lended financial instruments	745,147	13.7	471,969	11.0
Collateral received for lended financial instruments	826,403	15.2	540,758	12.5
Collateral provided for other derivatives ¹⁾	1,277	0.0	1,228	0.0

1) Cash and cash equivalents DKK 1,277 t

Note 1) for Balance sheet

Changes in fund capital, DKK thousand

	2025	2024
Fund capital at beginning of year	4,309,470	2,325,699
Units issued	1,415,216	2,836,406
Units redeemed	-578,178	-751,311
Profit according to income statement	289,225	-101,324
Dividends to unit holders	0	0
Fund capital at the close of the period	5,435,733	4,309,470

Note 2) for Balance sheet

Fund holdings in financial instruments**Transferable securities admitted to trading on a regulated market or equivalent market outside the EEA****99.7**

	Number/Nominal amount in 1000's	Market value DKK t	% of fund capital
LISTED EQUITIES			
ADMINISTRATIVE AND SUPPORT SERVICE ACTIVITIES			
ISS	388,692	84,424	1.6
		84,424	1.6
ELECTRICITY, GAS, STEAM AND AIR CONDITIONING SUPPLY			
Dong Energy	1,377,441	168,530	3.1
		168,530	3.1
FINANCIAL AND INSURANCE ACTIVITIES			
AL Sydbank	137,799	78,545	1.4
Danske Bank	1,765,035	562,340	10.3
Jyske Bank	115,839	101,070	1.9
Nordea Bank (CPH)	790,011	95,236	1.8
Ringkjøbing Landbobank	63,135	97,102	1.8
Tryg	884,988	147,351	2.7
		1,081,643	19.9
MANUFACTURING			
Ambu B	523,746	46,090	0.8
Bavarian Nordic	220,149	42,015	0.8
Coloplast B	432,063	236,079	4.3
FLSmidth	113,643	50,571	0.9
GN Store Nord	376,065	40,145	0.7
Novo Nordisk B	2,610,495	849,063	15.6
Novonesis	972,279	396,495	7.3
Pandora	215,208	152,281	2.8
Rockwool B	263,520	59,397	1.1
Vestas Wind Systems	2,894,877	501,972	9.2
William Demant	272,304	58,600	1.1
		2,432,709	44.8
PROFESSIONAL, SCIENTIFIC AND TECHNICAL ACTIVITIES			
Genmab	171,288	347,201	6.4
Zealand Pharma	179,523	83,730	1.5
		430,930	7.9
TRANSPORTATION AND STORAGE			
A.P. Møller-Mærsk A	9,882	144,672	2.7
A.P. Møller-Mærsk B	9,882	144,672	2.7
DSV	504,531	814,818	15.0
		1,104,163	20.3
WHOLESALE AND RETAIL TRADE; REPAIR OF MOTOR VEHICLES AND MOTORCYCLES			
NKT	147,681	117,923	2.2
		117,923	2.2
Listed equities		5,420,322	99.7

Other financial instruments admitted to trading on a regulated market or equivalent market outside the EEA**0.0**

	Underlying Exposure DKK t	Market value DKK t	% of fund capital
STOCK INDEX FUTURES			
OMX Copenhagen 25 Future Jan 2026	14,971	0	0.0
Stock index futures		0	0.0
Total financial instruments with positive market value		5,420,322	99.7
Total financial instruments with negative market value		0	0.0
Net, other assets and liabilities		15,410	0.3
Total fund capital		5,435,733	100.0

The numbers in the tables are rounded to the nearest thousand and first decimal point, respectively, which may result in an amount in the summation of the columns that differs from the final total.

Compilation, Company and Group exposure*

Company/Group	% of fund capital
AP Møller Maersk	5.3

* The table provides the combined units of fund capital per issuer in percent, where the fund has holdings in more than one type of securities issued by the same issuer. Underlying securities are shown within parentheses.

XACT OMXC25 ESG (UCITS ETF), cont.

Information about the fund's securities lending

Volume of lent securities , DKK thousand:	745,147
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Volume of lent securities as a % of total lendable assets	13.7
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The ten largest issuers of collateral for securities lending per issuer, DKK thousand:

U.S.A.	469,689
United Kingdom	107,622
France	55,908
Amazon.com	7,068
National Grid	6,205
Barclays	6,171
Sigma Healthcare	6,153
ISS	6,153
Ceres Power Holdings	5,055
Pennon Group	4,888

The largest counterparties for securities lending, DKK thousand

Morgan Stanley & Co. International	222,153
Goldman Sachs International	168,674
Handelsbanken	120,767
HSBC Bank	120,399
Merrill Lynch International	64,626
J.P. Morgan Securities	57,235
BNP Paribas Financial Markets	40,128
UBS, London Branch	17,567
Barclays Capital Securities	14,854

Type and quality of collateral, DKK thousand

Equities, shares	190,151
Bonds and other interest-bearing instruments	636,252
	826,403

We accept government bonds and treasury bills issued by the United States, the British government, states within the eurozone (Austria, Belgium, Finland, France, Germany, Ireland, Italy, Luxembourg, the Netherlands, Portugal and Spain) as well as Australia, Canada, Denmark, Japan, New Zealand, Norway, Sweden and Switzerland. We also accept equities in major and well-known indexes as collateral.

Profile of the collateral's duration, DKK thousand:

Less than 1 day	-
1 Day to 1 Week	-
1 Week to 1 Month	-
1 Month to 3 Months	359
3 Months to 1 Year	8,670
Above 1 Year	627,223
Open Maturity	190,151
	826,403

The domicile of the counterparties, DKK thousand:

Frankrike	40,128
United Kingdom	665,509
Sweden	120,767
	826,403

Currency of the collateral , DKK thousand:

AUD	18,064
CAD	554
CHF	5,476
DKK	6,653
EUR	78,069
GBP	164,153
HKD	5,000
JPY	19,889
NZD	295
SEK	3
SGD	6,517
USD	521,730
	826,403

Settlement and clearing, DKK thousand:

Triparty	826,403
	826,403

The profile of the duration for securities lending is undetermined, but may be immediately terminated.

The collateral received is held by J.P. Morgan Bank Luxembourg S.A. or another group and is not reused.

Information about returns and expenses:

Securities lending for the full year generated a total revenue of DKK 1,508 thousand of which 80% was passed on to the fund and 20% to J.P. Morgan Bank Luxembourg S.A. in its role as the intermediary of securities lending.

Counterparties for securities lending during the year:

- Barclays Capital Securities
- BNP Paribas Financial Markets
- Goldman Sachs International
- Handelsbanken
- HSBC Bank
- J.P. Morgan Securities
- Merrill Lynch International
- Morgan Stanley & Co
- UBS, London Branch

The fund is in no respect sponsored, endorsed, sold or promoted by Nasdaq, Inc. or its subsidiary ("the Company"). The Company makes no warranty or representation whatsoever, expressed or implied, as to the results to be obtained from the use of the OMX Copenhagen 25 Index and/or the value at which the said index stands at any particular time. The Company shall not be liable to any person for any error in the OMX Copenhagen 25 Index and shall not be under any obligation to advise or notify any person of any error in the index.

OMX Copenhagen 25 Index is a brand name belonging to Nasdaq, Inc. and issued under license from Nasdaq, Inc

ANNEX IV

Periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852.

Product name: XACT OMXC25 ESG (UCITS ETF)

Legal entity identifier: 549300ECGUANYMFXNC22

Sustainable investment

means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

Environmental and/or social characteristics

Did this financial product have a sustainable investment objective?

Yes

It made **sustainable investments with an environmental objective**: ___ %

in economic activities that qualify as environmentally sustainable under the EU Taxonomy

in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

It made **sustainable investments with a social objective**: ___%

No

It promoted **Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 53.28% of sustainable investments

with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy

with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

with a social objective

It promoted E/S characteristics, but **did not make any sustainable investments**

Sustainability indicators

measure how the environmental or social characteristics promoted by the financial product are attained.



To what extent were the environmental and/or social characteristics promoted by this financial product met?

The fund has promoted environmental and/or social characteristics through sustainable investments and the application of exclusion criteria.

The fund's share of sustainable investments in 2025 amounted to 53.28%, based on an average outcome of the fund's sustainable investments per quarter.

Through these sustainable investments, the fund contributed to the following objectives (the information is based, where applicable, on a review of the fund's underlying fund investments):

Environmental objectives defined in the EU Taxonomy

Climate change mitigation.

Other environmental objectives

Achieving Sustainable Agriculture and Forestry (SDG 2 & 15), Contributing to Sustainable Energy Use (SDG 7), Promoting Sustainable Buildings (SDG 11), Optimizing Material Use (SDG 12), Mitigating Climate Change (SDG 13).

The fund has also promoted environmental characteristics through the exclusion of companies with activities linked to fossil fuels as well as companies with verified violations of international norms and conventions related to the environment. This is followed up with the indicators:

- Carbon footprint
- Greenhouse gas intensity
- Proportion of investments in companies that are active within the fossil fuels sector.

Social objectives

Ensuring Health (SDG 3).

The fund has also promoted the following social characteristics:

- Good Health and Well-being (SDG 3) through the exclusion of companies with activities linked to tobacco, cannabis and commercial gambling.
- Poverty reduction (SDG 1) through the exclusion of companies with activities linked to banned weapons and nuclear weapons.
- Gender equality (SDG 5) through the exclusion of companies with activities linked to pornography.
- Decent work and economic growth (SDG 8) through the exclusion of companies with activities linked to tobacco and pornography.
- The fund has also promoted social characteristics through the exclusion of companies that have been confirmed to act in violation of international norms and conventions related to human rights, labor law or anti-corruption and anti-bribery.

The fund is an index fund and the fund's index has been selected with the aim of achieving the environmental or social characteristics promoted by the fund through the exclusion criteria described above. The fund also promotes environmental and social characteristics through sustainable investments, although these investments are not an explicit part of the index methodology.

● ***How did the sustainability indicators perform?***

The sustainability indicators in the table below are a selection of the indicators used to measure the achievement of the environmental or social characteristics promoted by the fund.

The indicator “proportion of sustainable investments” shows the proportion of the fund that is considered to have sustainable investments that promote one or more of the environmental and/or social objectives.

The indicators “carbon footprint,” “greenhouse gas intensity,” and “proportion of investments in the fossil fuels sector” show emissions from the fund's investments, as well as the proportion of investments in high-emission sectors. Note that the fund management company excludes companies whose revenue is linked to fossil fuels by more than 5%. However, since the indicator ‘share of investments in the fossil fuel sector’ is calculated in such a way that companies with revenue below 5% are fully included in the calculation, the result may in some cases be misleading.

The indicator on violations of UN global agreements and OECD guidelines shows how the fund avoids investing in activities that are in conflict with international guidelines.

Calculation methodology:

All of the indicators shown below were calculated based on an average of the fund's investments per quarter.

The sustainability indicators in the table are not subject to approval by an auditor or review by a third party.

Metric	Value 2025	Value 2024	Value 2023	Value 2022
Share of sustainable investments (%)	53.28%	66.43%	63.10%	61.91%
Carbon footprint (Scope 1,2,3) (tCO ₂ eq/EURm)	724.36	666.29	345.50	256.08
GHG Intensity (Scope 1, 2, 3) (tCO ₂ eq/EURm)	1,247.28	1,184.91	720.26	648.00
UN Global Compact principles and OECD Guidelines for Multinational Enterprises: Share of investments in investee companies that have been involved in violations of the UN Global Compact principles and OECD Guidelines for Multinational Enterprises (%)	0.00%	0.00%	0.00%	0.00%
Share of investments in companies that are active within the fossil fuels sector (%)	0.00%	0.00%	0.00%	0.00%

● **...and compared to previous periods?**

Refer to the table above for a comparison to previous periods.

The fund applies exclusion criteria relating to international norms and conventions, as well as controversial sectors. In exceptional cases, an existing holding may be subject to a change in the analysis, in which case the holding will be sold as soon as possible. However, an exposure may exist during the short period between the changed signal and the sale.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

The objective of sustainable investments was to contribute to one or several environmental and/or social objectives through investments in economic activities or financial instruments. The objectives are defined based on the Sustainable Development Goals in Agenda 2030 and the EU Taxonomy. The objectives to which the fund contributed during the reference period are listed above.

According to the criteria established by Handelsbanken Fonder, an investment object must fulfill at least one of the following criteria in order to meet the requirement of contributing to an environmental or social objective:

- The company has a minimum of 25% of its revenue linked to an environmental or social objective that contributes to achieving the Sustainable Development Goals in Agenda 2030.
- The company has a minimum of 20% of its turnover aligned with the EU Taxonomy.
- The investment is a sustainable bond or a sustainability-linked bond whereby the financial and/or structural characteristics of the interest rate instrument are linked to pre-defined sustainability objectives.
- The company is considered as an "impact investment" within one of our impact categories.
- Funds that aim to reduce carbon dioxide emissions and other greenhouse gases and are reported in accordance with Article 9.3 of the SFDR must be managed in accordance with an index that is a registered EU benchmark for alignment with the Paris Agreement, known as a Paris Aligned Benchmark (PAB index), in order to be considered funds with sustainable investment objectives.

The fund is an index fund, and sustainable investments are not an explicit part of the index methodology.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Principal adverse impacts are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

To ensure that sustainable investments did not cause significant harm to environmental or social objectives, the following principles were applied:

1. Exclusion criteria for companies with operations linked to controversial sectors, specific PAI indicators such as fossil fuels, violations of international norms and conventions, as well as controversial weapons.
2. Determination that the investment was not considered to have significant adverse impacts on certain sustainability factors (PAI).
3. The assessment of which products and services the company was otherwise involved in and whether these could be considered to significantly counteract sustainable development.

How were the indicators for adverse impacts on sustainability factors taken into account?

Several of the indicators for adverse impacts on sustainability factors have been taken into account by the fund's exclusion of investments linked to the fossil fuels sector, banned weapons, and companies that have been confirmed to act in violation of international norms and conventions related to human rights, labor law, or anti-corruption and anti-bribery. For certain indicators, such as biodiversity and high-emission sectors, thresholds have been set. If the threshold is exceeded, the investment is not considered a sustainable investment.

Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights?

Through analysis and exclusion, the fund company excluded companies that were confirmed to be acting in violation of the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights.

The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the Union criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the Union criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.



How did this financial product consider principal adverse impacts on sustainability factors?

The fund company considers the principal adverse impacts for sustainability factors (PAI). This is done through the usage of the fund company's internal PAI tool, whereby potential adverse impacts are identified and analyzed. Certain indicators for adverse impacts on sustainability factors are taken into account by excluding certain investments linked to: fossil fuels, PAI 1.4; banned weapons, PAI 1.14; as well as companies with confirmed violations of international norms and conventions related to human rights, employee rights or anti-corruption and anti-bribery, PAI 1.10. Other adverse impacts on sustainability factors are managed through active corporate governance and dialogue.

For investments in other funds and within the scope the fund selection process, an analysis and assessment is carried out to determine how the fund manager of each fund satisfactorily ensures that adverse impacts on sustainability factors are taken into account.

For index funds, exclusions are made in accordance with the index methodology.

The indicators analyzed for the fund are presented below:

The reported outcome is calculated as an average based on the fund's exposure and the data available at the end of each quarter.

Adverse sustainability indicator & metric	Value 2025	Coverage 2025	Value 2024	Coverage 2024	Value 2023	Coverage 2023	Value 2022	Coverage 2022
1.1 GHG Emissions - Scope 1 GHG emissions (tCO2eq)	32,099.24	99.58%	29,686.94	99.94%	15,420.82	99.96%	14,066.20	99.85%
1.1 GHG Emissions - Scope 2 GHG emissions (tCO2eq)	1,144.31	99.58%	1,276.02	99.94%	644.69	99.96%	620.96	99.85%
1.1 GHG Emissions - Scope 3 GHG emissions (tCO2eq)	0.14	99.58%	0.27	99.94%	0.21	99.96%	51,644.27	99.85%
1.1 GHG Emissions - Scope 1+2 GHG emissions (tCO2eq)	0.01		0.03		0.01		14,687.13	
1.1 GHG Emissions - Scope 1+2+3 GHG emissions (tCO2eq)	432,006.72		427,087.64		102,022.39		66,331.42	
1.2 Carbon Footprint - Carbon Footprint Scope 1+2+3 (tCO2eq/EURm)	724.36	99.58%	666.29	99.94%	345.50	99.96%	256.08	99.85%
1.2 Carbon Footprint - Carbon Footprint Scope 1+2 (tCO2eq/EURm)	54.83	99.58%	48.22	99.94%	55.60	99.96%	56.70	99.85%
1.3 GHG intensity of investee companies - GHG Intensity Scope 1+2+3 (tCO2eq/EURm)	1,247.28	99.58%	1,184.91	99.94%	720.26	99.96%	648.00	99.85%
1.3 GHG intensity of investee companies - GHG Intensity Scope 1+2 (tCO2eq/EURm)	62.84	99.58%	50.56	99.94%	64.19	99.96%	81.53	99.85%
1.4 Exposure to companies active in the fossil fuel sector - Share of investments in companies active in the fossil fuel sector (%)	0.00%	99.58%	0.00%	99.94%	0.00%	99.96%	0.00%	99.85%
1.5 Share of non-renewable energy consumption and Production - Share of non-renewable energy consumption of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage (%)	49.06%	94.72%	49.35%	87.91%	49.73%	79.25%	48.66%	76.75%
1.5 Share of non-renewable energy consumption and Production - Share of non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage (%)	0.66%	26.09%	1.95%	20.67%	16.83%	16.69%	21.12%	18.87%
1.6 Energy consumption intensity per high impact climate sector - Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector (GWh/EURm)								
1.6 Energy consumption intensity per high impact climate sector - Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector (GWh/EURm) - A - AGRICULTURE, FORESTRY AND FISHING					0.00			
1.6 Energy consumption intensity per high impact climate sector - Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector (GWh/EURm) - B - MINING AND QUARRYING					0.00			
1.6 Energy consumption intensity per high impact climate sector - Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector (GWh/EURm) - C - MANUFACTURING	0.16		0.17		0.14		0.17	
1.6 Energy consumption intensity per high impact climate sector - Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector (GWh/EURm) - D - ELECTRICITY, GAS, STEAM AND AIR CONDITIONING SUPPLY	1.86		1.85		2.17		2.37	
1.6 Energy consumption intensity per high impact climate sector - Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector (GWh/EURm) - E - WATER SUPPLY; SEWERAGE, WASTE MANAGEMENT AND REMEDIATION ACTIVITIES					0.00			
1.6 Energy consumption intensity per high impact climate sector - Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector (GWh/EURm) - F - CONSTRUCTION					0.00			
1.6 Energy consumption intensity per high impact climate sector - Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector (GWh/EURm) - G - WHOLESALE AND RETAIL TRADE; REPAIR OF MOTOR VEHICLES AND MOTORCYCLES	0.15		0.14		0.06			
1.6 Energy consumption intensity per high impact climate sector - Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector (GWh/EURm) - H - TRANSPORTATION AND STORAGE	0.74		0.64		0.60		0.86	
1.6 Energy consumption intensity per high impact climate sector - Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector (GWh/EURm) - L - REAL ESTATE ACTIVITIES					0.00			
1.7 Activities negatively affecting biodiversity-sensitive areas - Share of investments in investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas (%)	0.00%	99.58%	0.00%	99.94%	0.00%	99.96%	0.00%	99.85%
1.8 Emissions to water - Tonnes of emissions to water generated by investee companies per million EUR invested, expressed as a weighted average (t/EURm)	0.00	2.74%	0.00	4.35%	0.00	0.00%	0.00%	0.00%
1.9 Hazardous waste ratio - Tonnes of hazardous waste generated by investee companies per million EUR invested, expressed as a weighted average (t/EURm)	0.14	99.58%	0.17	99.94%	0.40	92.36%	0.52	68.25%
1.10 Violations of UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises - Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (%)	0.00%	99.58%	0.00%	99.94%	0.00%	99.96%	0.00%	99.85%
1.11 Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises - Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance/complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (%)	35.79%	99.58%	55.71%	99.94%	60.25%	99.96%	75.16%	94.27%

Contn

Adverse sustainability indicator & metric	Value 2025	Coverage 2025	Value 2024	Coverage 2024	Value 2023	Coverage 2023	Value 2022	Coverage 2022
1.12 Unadjusted gender pay gap - Average unadjusted gender pay gap of investee companies (%)	18.55%	18.31%	20.00%	0.83%	0.00%	0.00%		0.00%
1.13 Board gender diversity - Average ratio of female to male board members in investee companies (%)	43.23%	99.58%	42.61%	99.94%	41.70%	99.96%	36.50%	99.85%
1.14 Exposure to controversial weapons (anti-personnel mines, cluster munitions, chemical weapons and biological weapons) - Share of investments in investee companies involved in the manufacture or selling of controversial weapons (%)	0.00%	99.58%	0.00%	99.94%	0.00%	99.96%	0.00%	99.85%
2.4 Investments in companies without carbon emission reduction initiatives - Share of investments in investee companies without carbon emission reduction initiatives aimed at aligning with the Paris Agreement (%)	10.05%	99.58%	18.67%	99.94%	24.85%	99.96%	33.02%	99.85%
3.9 Lack of a human rights policy - Share of investments in entities without a human rights policy (%)	1.20%	99.58%	0.00%	99.94%	0.00%	94.66%	0.00%	87.85%
1.15 GHG Intensity - GHG intensity of investee countries (KtonCO2eq/EURm)		0.00%		0.00%	0.00	0.00%		0.00%
1.16 Investee countries subject to social violations - Number of investee countries subject to social violations (absolute number and relative number divided by all investee countries), as referred to in international treaties and conventions, United Nations principles and, where applicable, national law.		0.00%		0.00%	0.00%	0.00%		0.00%

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period which is: 2025-01-01 to 2025-12-31



What were the top investments of this financial product?

The reported outcome is calculated as an average based on the fund's exposure and the data available at the end of each quarter.

Largest investments	Sector	% Assets 2025	% Assets 2024	% Assets 2023	% Assets 2022	Country
DSV	Transportation and Storage	14.57%	12.23%	13.60%	12.96%	DK
Novo Nordisk B	Manufacturing	11.63%	14.45%	8.44%	15.08%	DK
Danske Bank	Financial and Insurance Activities	10.19%	7.78%	6.13%	4.83%	DK
Novozymes	Manufacturing	8.61%	8.63%	3.57%	3.69%	DK
Vestas Wind Systems	Manufacturing	7.44%	8.72%	10.44%	10.64%	DK



What was the proportion of sustainability-related investments?

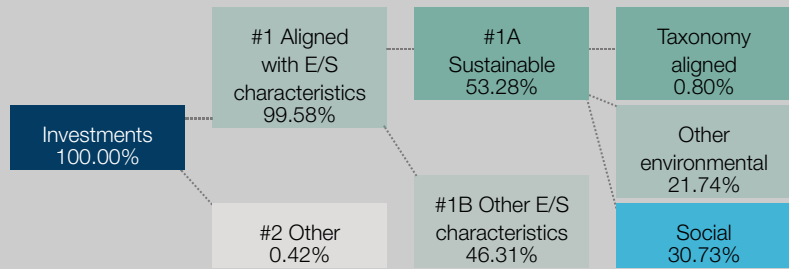
Asset allocation describes the share of investments in specific assets.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflects the “greenness” of investee companies today.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.

● *What was the asset allocation?*

The reported outcome is calculated as an average based on the fund's exposure and the data available at the end of each quarter.



#1 Aligned with E/S characteristics includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

#2 Other includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- Underkategorin **Nr1A Hållbara** omfattar miljömässigt och socialt hållbara investeringar.
- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● *In which economic sectors were the investments made?*

Sector/Industry code	Sector/Industry name	Sum
C	Manufacturing	45.21%
20	Manufacture of chemicals and chemical products	8.61%
21	Manufacture of basic pharmaceutical products and pharmaceutical preparations	13.16%
23	Manufacture of other non-metallic mineral products	1.50%
26	Manufacture of computer, electronic and optical products	0.83%
28	Manufacture of machinery and equipment n.e.c.	8.44%
32	Other manufacturing	12.66%
D	Electricity, Gas, Steam and Air Conditioning Supply	2.75%
35	Electricity, gas, steam and air conditioning supply	2.75%
G	Wholesale and Retail Trade; Repair of Motor Vehicles and Motorcycles	1.87%
46	Wholesale trade	1.87%
H	Transportation and Storage	20.30%
50	Water transport	5.73%
52	Warehousing, storage and support activities for transportation	14.57%
J	Information and Communication	0.00%
K	Financial and Insurance Activities	19.34%

Contn

Sector/Industry code	Sector/Industry name	Sum
64	Financial service activities, except insurance and pension funding	16.10%
65	Insurance, reinsurance and pension funding, except compulsory social security	3.24%
66	Activities auxiliary to financial services and insurance activities	0.00%
M	Professional, Scientific and Technical Activities	8.13%
72	Scientific research and development	8.13%
N	Administrative and Support Service Activities	1.57%
81	Services to buildings and landscape activities	1.57%

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules

Enabling activities directly enable other activities to make a substantial contribution to an environmental objective.

Transitional activities are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.



To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Where possible, companies have begun reporting on the extent to which their activities are compatible with the EU Taxonomy. In addition to reported data, estimated data is also available. The fund company has determined that this estimated data can be considered sufficiently reliable to be used to assess whether the company contributes to an environmental objective as defined in the EU Taxonomy and, on that basis, can be considered as a sustainable investment in line with SFDR Article 2 (17).

The report below is not subject to approval by an auditor or review by a third party.

The fund company's taxonomy reporting only includes taxonomy compliance reported by the companies themselves. The fund's share of taxonomy-compliant investments for 2025 amounted to 11.91% based on the companies' turnover.

- **Did the financial product invest in fossil gas and/or nuclear energy related activities that comply with the EU Taxonomy?**¹

Yes:

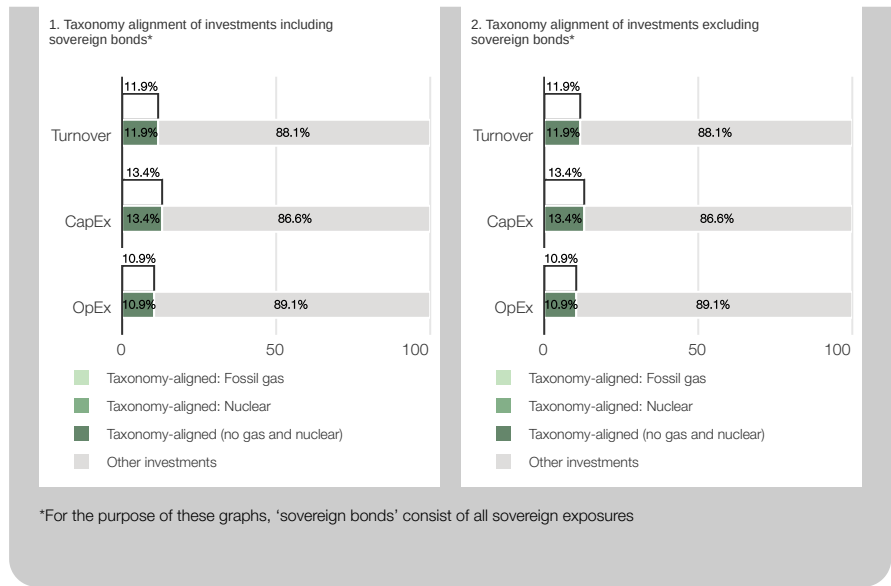
In fossil gas

In nuclear energy

No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.

¹ Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objective – see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214



• **What was the share of investments made in transitional and enabling activities?**

The fund's share of taxonomy-compliant investments for 2025 amounted to 0.22% in transitional activities and 7.51% in enabling activities.

• **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

For 2025, the fund's share of taxonomy-aligned investments amounted to 11.91%.

For 2024, the fund's share of taxonomy-aligned investments amounted to 13.33%.

For 2023, the fund reported taxonomy-compliant investments for the first time, which amounted to 4.21%.



are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.



What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?

The fund has the possibility to invest in economic activities that currently cannot be classified as aligned with the EU Taxonomy. This is partly due to the significant variations that presently exist in companies' reporting of the alignment of their activities with the EU Taxonomy.

During the reference period, the fund had 21.74% in sustainable investments with an environmental objective that were not aligned with the EU Taxonomy.

In addition, during the reference period, the fund had sustainable investments amounting to 0.80% which, based on estimated and/or reported data, the management company assesses as contributing to an environmental objective defined in the EU Taxonomy (but which therefore cannot be classified with sufficient certainty as aligned with the EU Taxonomy as such).



What was the share of socially sustainable investments?

During the reference period, the fund had 30.73% sustainable investments with a social objective.



What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?

During the reference period, the fund held cash and equity index derivatives for liquidity and risk management purposes. With regard to investments in listed equity index derivatives, these investments were made in sustainability-screened derivatives where feasible. For other investments mentioned, no environmental or social minimum safeguards were considered necessary.



What actions have been taken to meet the environmental and/or social characteristics during the reference period?

Exclusions

During the reference period, the fund was managed in line with its exclusion criteria. As a result, any holdings that no longer met the fund's sustainability requirements were sold during the period.

Engagement and Asset stewardship

During the reference period, fund management engaged in active asset stewardship with the aim of improving the sustainability efforts of the investment objects. The asset stewardship included dialogue and, where applicable, corporate governance work such as voting at shareholders' meetings and representation on nomination committees.

Engagement

During the reference period, the fund company carried out a total of 141 direct engagements between the fund company and companies. 4 of these were dialogues with companies that were holdings in this fund during all or part of the reference period. These dialogues aim to support continuous improvement in the companies' sustainability work and include issues such as managing the company's sustainability risks, preventing adverse impacts, and contributing to sustainable development. The dialogues can also be reactive and incident-driven.

In addition to direct dialogues, the fund company took part in collaborative engagements during the reference period, where 478 companies were approached together with other investors. 3 of these were dialogues with companies that were holdings in this fund during all or part of the reference period.

The fund company also took part in collaborative work during the reference period through participation in initiatives, investor appeals, and networks.

Voting at shareholders' meetings

As a part of the fund company's asset stewardship, the fund company voted on behalf of the fund at 20 shareholders' meetings during the reference period.

Nomination committees

Through its ownership interests in managed funds, the fund company secured seats on 57 nomination committees and worked to put forward proposals for boards with strong expertise and diversity. During all or part of the reference period, the fund had holdings in 0 of these companies.



How did this financial product perform compared to the reference benchmark?

Reference benchmarks are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

● *How does the reference benchmark differ from a broad market index?*

The fund tracks an index with sustainability requirements. The sustainability requirements in the index mean that companies that do not meet the requirements for sustainable and responsible investments may not be included in the index. These companies include those involved in banned weapons or verified violations of international norms for the environment, human rights, labor law, as well as anti-corruption and anti-bribery.

● *How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?*

Reported below are the sustainability indicators of the fund and the index, as well as the fund's performance relative to a broad market index.

- ***How did this financial product perform compared with the reference benchmark?***

The fund is an index fund managed in line with its reference benchmark, OMX Copenhagen 25 ESG Responsible Net Index. This means that, in terms of sustainability indicators, the fund's performance is essentially consistent with the corresponding performance of the benchmark.

- ***How did this financial product perform compared with the broad market index?***

The fund has been compared against a relevant market cap-weighted index.

	XACT OMXC25 ESG (UCITS ETF)	Broad market index
Share of sustainable investments (%)	53,28%	51,70%
Carbon footprint (Scope 1,2,3) (tCO ₂ eq/EURm)	724,36	320,52
Greenhouse gas emissions (Scope 1,2,3) (tCO ₂ eq/EURm)	1 247,28	1 321,18
Share of investments in companies that are active within the fossil fuels sector (%)	0,00%	0,00%
Share of investments in investee companies that have been involved in violations of the UN Global Compact principles and OECD Guidelines for Multinational Enterprises (%)	0,00%	0,00%

Information from Handelsbanken Fonder AB

Management Company's Board of Directors, CEO, Auditors and Personnel

As of December 31, 2025

Handelsbanken Fonder AB

Board of Directors

CARL CEDERSCHIÖLD, Chairman

Executive Vice President, Svenska Handelsbanken AB (publ)

MALIN HEDMAN BJÖRKMO

Consultancy specializing in corporate governance and financial regulations

HELEN FASTH GILLSTEDT

Managing Director and owner of a management consultancy firm

LARS SEIZ

Strategic advisor in asset management

ÅSA HOLTMAN ÖHMAN

Employee representative for the Union of Financial Sector Employees, Regional section, CHK club, Svenska Handelsbanken AB (publ)

Chief Executive Officer

MAGDALENA WAHLQVIST ALVESKOG (as of January 21, 2026, Acting Chief Executive Officer EMMA VIOTTI).

Management Company's auditors

Elected at the Annual General Meeting

ÖHRLINGS PRICEWATERHOUSECOOPERS AB

Principal responsible auditor

PETER NILSSON

Certified auditor

VICTORIA MOBERG

Certified auditor

Personnel and organisation

The Management Company is a wholly-owned subsidiary of Svenska Handelsbanken AB (publ).

Key members of management within Handelsbanken Fonder AB are as follows:

Chief Executive Officer

MAGDALENA WAHLQVIST ALVESKOG
(as of January 21, 2026, Acting Chief Executive Officer EMMA VIOTTI)

Head of Risk

FREDRIK ALHEDEN

Head of Products and Communications

EMMA VIOTTI

Deputy Chief Executive Officer

EMMA VIOTTI
(as of January 21, 2026, CARINA ROECK HANSEN)

Head of Compliance

MONIKA JENKS

Chief Operating Officer

CARINA ROECK HANSEN

Head of Sales

STEFAN BLOMÉ

Head of Legal and Sustainability

ANNA LARRIS

CIO Active Asset Management

KATARINA PASCHAL

Head of Corporate Governance and Board secretary

STAFFAN RINGVALL

CIO Passive Asset Management and Asset Allocation

PÄR SJÖGEMARK

Head of Legal

FREDRIK KÖSTER

Head of Sustainability

AURORA SAMUELSSON

Post address: SE-106 70 STOCKHOLM

Telephone: +46-8-701 10 00

Information from Handelsbanken Fonder AB

Corporate Governance

Handelsbanken Fonder (the Management Company) exercises an active ownership role. The purpose is to participate so that the Company takes decisions that lead to a sustainable and positive value growth, which in turn benefit our unit holders. We view our ownership role from a long-term perspective, given that changes in companies often take time to implement. As a guideline for our actions, the Board of Directors of the Management Company has adopted a Policy for shareholder engagement and responsible investments. Our work is also guided by those principles established in the Swedish Corporate Governance Code. The Management Company's work in nomination committees is also regulated by the Guidelines for nomination committees.

An essential channel is the regular contacts that our portfolio managers have with those companies in which we invest or intend to invest. This provides a very good opportunity to present our views on the performance demonstrated by the companies. We emphasize good corporate governance, sustainability and transparency at the companies in which we invest.

The Management Company participates in a number of nomination committees where we have a sufficiently large ownership to be able to influence the recommendations to the composition of the board of directors. The board shall have extensive and relevant competence and its composition shall be characterized by different perspectives. We work actively for a more equal distribution of genders in the boards.

The management Company's ambition is to vote at the annual general meetings where we have significant ownership and where our votes could have a material impact, which is normally over approximately 0.5 per cent of the votes. We participate in a substantial number of annual meetings each year, in the Nordics, but also in other countries where we have a substantial ownership. In some cases, companies request a dialogue with shareholders prior to a proposal being presented at the annual meeting to gain support for the proposal by the major shareholders. The Management Company participates in such discussions to the extent we have been invited and presents our views that aim at achieving a favourable result for unit holders.

The Management Company's Policy for shareholder engagement and responsible investments is available on our website at: <https://www.handelsbanken.se/sv/om-oss/svenska-dotterbolag/handelsbanken-fonder/our-work>.

Responsible Investments

The Management Company's view is that responsible conduct is a fundamental prerequisite for long-term value creation in a company. Responsible investment is therefore a key condition for achieving our goal of delivering strong long-term returns.

The Management Company's main objective is to generate financial returns through fund management that supports the goals of the Paris Agreement and, while also contributing – within the scope of the Management Company's operations – as much as possible to the UN's 17 Sustainable Development Goals (SDGs) as defined in the 2030 Agenda. As a significant investor, the Management Company has an important role to play in, for example, the realisation of the Paris Agreement, driving capital towards investments that support the achievement of the SDGs, and the transition to sustainable development. This is reflected in our efforts towards:

- Net-zero greenhouse gas emissions from our overall investment portfolio by 2040
- Making investments that contribute to the goals of the 2030 Agenda

The Management Company has signed the UN Principles for Responsible Investment (UN PRI) through the bank, and both Handelsbanken and the Management Company support the voluntary UN Global Compact initiative. The Management Company has also signed the Net Zero Asset Managers Initiative. These initiatives and guidelines, together with the Management Company's Policy

for Shareholder Engagement and Responsible Investment, guide the Management Company's sustainability efforts. The policy describes, among other things, the sustainability practices applied in our fund management, exclusion, inclusion and engagement, as well as principles for our corporate governance. Read more about this under each fund's report and in the Management Company's Policy for Shareholder Engagement and Responsible Investments, available at [handelsbanken.se](https://www.handelsbanken.se).

Accounting and valuation principles

The Annual Report is drawn up in accordance with generally accepted accounting principles. The accounting principles for the securities funds are based on the Swedish Investment Funds Act (2004:46) and on the Alternative Investment Fund Managers Act (2013:561) for our non-UCITS funds, ESMA's guidelines. The principles are also based on the Swedish Investment Fund Association's Guidelines for Key Ratio Accounting of Swedish UCITS and non-UCITS funds as well the Financial Supervisory Authority's regulations regarding Swedish UCITS funds (FFFS 2013:9) and the Financial Supervisory Authority's regulations regarding alternative investment fund managers (FFFS 2013:10) for our non-UCITS funds. Further, applicable provisions in the Swedish Accounting Act are also applied. Accounting is based on the transaction date.

Valuation principles

Financial instruments, assets and liabilities are valued at market value.

Equities and equity-related instruments are valued primarily at the official closing price, thereafter at the latest trading price from the same day as the time of the valuation.

Interest-bearing securities are valued primarily at the bid price. Swedish government bonds and covered bonds are valued primarily at the median mid-yield.

Interest rate and currency derivatives that are not exchange-traded are valued in accordance with generally-accepted valuation models.

In the event a reliable price is unavailable, alternatively the instrument is not regularly traded, a valuation model can be utilized. This also applies when an instrument that is normally valued through the use of a market price is no longer deemed to have a reliable price.

Financial instruments, assets and liabilities that are revalued to the fund's portfolio currency are recalculated based on the official closing exchange rate on the balance sheet date.

More information

You will find the complete information brochure with fund rules, fact sheets and current share price performance on our website at www.handelsbanken.se/funds. For further information on the subscription and redemption of fund units, please contact your local Handelsbanken branch office.

Remuneration for employees at Handelsbanken Fonder AB

The principles for employee remuneration at Handelsbanken Fonder AB (the fund company) have remained unchanged for many years. The fund company has a low risk tolerance, and this is reflected in our view on remuneration. The fund company also views the employment of its staff from a long-term perspective. Salary growth and other remuneration varies over an employee's tenure with the fund company. The remuneration is a contributing factor to the fund company's growth in competitiveness and profitability, enabling the fund company to attract, retain and develop competent employees, and also ensures that competence development and succession planning are well-functioning.

Remuneration includes a base salary, salary allowances, customary fringe benefits, occupational pension, possible allocation within the scope of the profit-sharing plan Oktogonen, as well as possible allocation in the form of other variable remuneration to certain employee groups. Salary is determined on a local basis in accordance with Handelsbanken (the Handelsbanken Group) decentralised work practices and is based on the following predetermined salary factors: the nature of the work and level of complexity, competence, performance capacity and work results achieved, leadership for those who have responsibility for the development of staff, supply and demand for a specific type of competence on the regional market as well as serving as the bearer of Handelsbanken's corporate culture.

Variable remuneration in the fund company consists of two components: variable remuneration within the scope of the Group's common profit-sharing plan, Oktogonen, which includes all of the employees in the fund company; and variable remuneration external to this system that covers employees in certain positions. Variable remuneration in addition to Oktogonen is applied within the fund company when such remuneration is an established market practice and is thereby necessary to attain the company's business targets. Variable remuneration shall be applied with great caution so as not to impact the desired risk profile of the fund company or result in inconsistencies between the business activities and the risk profiles of the funds, the fund rules, the discretionary mandate, or the internal and external rules applicable to fund management. The fund company's board of directors determines the definitive amount of the variable remuneration after considering the decision made by the Central Board of Directors of Svenska Handelsbanken AB (PLC) for the total allocation of variable remuneration.

Remuneration Policy

The principles for the remuneration system of the fund company are established in a remuneration policy decided by the fund company's board of directors. The fund company's remuneration policy is based on the remuneration policy applicable to the Group but has been adapted to the fund company's specific business activities. Matters that concern the remuneration policy are prepared by a specially appointed remuneration committee within the Board prior to a decision by the Board of Directors.

The Board's remuneration committee consists of Board members Lars Seiz (committee chairman) and Helen Fasth Gillstedt. The composition and work of the committee are regulated in greater detail by the Board's rules of procedure, in addition to that which is stated in the remuneration policy. The remuneration committee has access to the information that may be required to carry out its tasks. The remuneration committee meets a minimum of three times per year.

The fund company's remuneration policy is reviewed annually or as necessary. The development of the proposal for the remuneration policy as well as the analysis of the risks associated with variable remuneration have followed the development within the Group and have involved relevant representatives in the fund company from senior management, the compliance and risk control functions as well as the fund company's human resources function. The fund company's current remuneration policy is based on the risk analysis prepared by the fund company's risk control function.

The CEO and relevant Heads within the fund company are responsible for identifying, evaluating and limiting remuneration risks as well as proposing the format of the remuneration system in line with the fund company's view on risks and the long term.

Risk Control and Compliance are responsible for identifying, monitoring, analysing and reporting key risks with the remuneration system. The responsibilities of the control functions and the information concerning the remuneration risks are specified further in the Board of Director's instructions for each function.

The responsibility of the internal auditing function and information about the remuneration system are provided in what is stated in general in the Board of Director's instructions for the internal audit.

Variable remuneration

Variable remuneration within the fund company (hereinafter "variable remuneration"), apart from the common Group profit-sharing plan Oktogonen (hereinafter "Oktogonen"), is only applicable when such remuneration is an established market practice and is necessary to reach the company's business objectives. The fund company's senior management group, including staff within the fund company's compliance and risk control functions, receive only fixed remuneration, apart from Oktogonen. This also applies to employees within the administration function and fund administration. The only categories of staff entitled to variable remuneration other than Oktogonen are the portfolio managers and assistant portfolio managers of actively managed equity and fixed income funds, as well as institutional sales employees. This means that portfolio managers of passive funds and asset allocation funds are only entitled to fixed remuneration, apart from Oktogonen.

The principles for variable remuneration adopted by the fund company are established to reflect the fund company's risk tolerance, to counteract excessive risk-taking and to be consistent with the current risk profiles of the funds (which are determined in the fund company's instructions for risk management from March 2023), fund rules, discretionary mandate as well as internal and external rules and regulations, without impacting the fund company's ability to attract and retain competent personnel.

The fund company's assessment with regard to provision and allocation of variable remuneration to the established remuneration pool within the fund company is based on risk-adjusted performance measures as well as current and future risks that are taken into account during this assessment. Results are charged with costs for capital. The risks in the business operations consist primarily of major market downturns, significant outflows from the funds and operational risks in the business operations.

In the preparation of the supporting documentation for decisions with regard to provision and allocation of variable remuneration, the fund company's results bear the relevant costs for the risks to which the fund company is exposed, including the costs required by the fund company to retain extra assets in accordance with the Alternative Investment Fund Managers Act (AIFMD 2013:561) to cover potential liability risks due to error or negligence in the business operations carried out as supported by the aforementioned legislation.

Given that the results upon which the variable remuneration is based bear the actual costs for the capital required for the business operations, it is ensured that the remuneration levels are consistent with the overall objectives of the fund company.

Variable remuneration within the fund company is based on the Group's salary-setting model and the factors upon which salary is based. In addition to the salary factors, there are also business-specific factors, with particular emphasis placed on sound risktaking, observance of good order and compliance.

The individual's performance relative to the benchmark and the products of comparable competitors is, among other factors, considered, and for institutional sales employees, factors such as customer satisfaction, market conditions, sales and cooperation are also considered. An allocation will be made if a provision for variable remuneration has been decided by the fund company's board and the Central Board. The human resources department compiles an annual analysis to identify those employees with work tasks that have a significant impact on the risk profile of the fund company or a managed fund (risk-takers). All employees subject to variable remuneration, apart from Oktogonen, are included in the definition of "risk-taker" and are subject to the rules regarding the deferral of remuneration.

Variable remuneration consists only of fund units. Fund managers and assistant fund managers entitled to this remuneration receive half of the variable remuneration in fund units within the funds managed by them (weighted equally if several funds are managed). In cases where the manager manages funds with restrictions preventing the manager from investing in the funds, for example a minimum deposit limit, the manager receives variable remuneration in other funds. The other half of the variable remuneration consists of fund units in a number of funds that represent the total assets under management in the fund company.

The parameters that are the basis for the decision on the amount of the deferred variable remuneration are based on the risks in the business operations and the size of the variable remuneration. For employees in institutional sales, variable remuneration consist of fund units in one or more funds. The fund company defers 40 to 60 percent of the variable remuneration over a minimum period of three years. In accordance with the fund company's policy, variable remuneration must not exceed 100 percent of the fixed remuneration. The established rules for the deferral of variable remuneration apply to all affected staff and managers.

An assessment is conducted annually during the deferral period to determine whether the remuneration shall be adjusted downward or discontinued entirely. The remuneration is discontinued or adjusted downward in the event that losses, higher risks or expenses arise during the deferral period, which includes taking into account the staff's compliance to external and internal rules. The discontinuation or downward adjustment should also occur in the event that payment cannot be justified when taking into account the fund company's financial situation, or if the Central Board has made a recommendation for the discontinuation or downward adjustment.

Both the deferred variable remuneration and the portion of the variable remuneration that is not deferred are subject to a retention period of one year. No downward adjustment or discontinuation assessments will be conducted during the retention period. The ownership rights to the units will be passed on to the individuals entitled to remuneration at the end of the retention period.

Specific information regarding Oktogonen

The Group's rules regarding Oktogonen apply, with the necessary changes, to all personnel in the fund company. The Group's rules provide for the payment of a cash allocation in the case when Handelsbanken has higher profitability than the average for comparable competitors in the bank's home markets and after an overall assessment of the bank's performance by the Central Board.

The following is applicable for specially regulated personnel who instead receive other remuneration than a direct cash allocation:

- Senior management: The entire Oktogonen remuneration for each individual within management shall consist of an allocation fund that has been selected by the fund company's board of directors. The entire remuneration shall be deferred for a period of up to four years, during which downward adjustment or discontinuation assessments shall be conducted.
- For such specially regulated personnel who are subject to other variable remuneration (active managed equity and fixed-income fund managers as well as institutional sales employees) and who have received such allocation during the year, the rules applicable to other variable remuneration shall apply to the Oktogonen allocation, including rules on deferral, retention, allocation in certain specific funds, and downward adjustment/discontinuation. If such specially regulated personnel have not received any other variable compensation, allocation to Oktogonen may be made in an allocation fund chosen by the board of the fund management company
- The fund managers of allocation funds or passive funds: The entire Oktogonen remuneration for each fund manager shall consist of an allocation fund that has been selected by the fund company's board of directors. The entire remuneration shall be deferred for a period of up to four years, during which downward adjustment or discontinuation assessments shall be conducted.

Sustainability-related disclosures

Pursuant to the provisions in Article 5 of Regulation (EU) 2019/2088 of the European Parliament and of the Council on sustainability-related disclosures in the financial services sector (SFDR), a fund management company must state how their remuneration policy is consistent with the requirement for the integration of sustainability risks. Sustainability risks refer to environmental, social or corporate governance related events or circumstances that, should it occur, would have an actual or potential significant adverse impact on the investment value. Sustainability risks are taken into consideration within the scope of the remuneration system primarily through the fund company's fund management – in accordance with the fund rules, the Prospectus and the fund company's Policy for Shareholder Engagement and Responsible Investment – by regularly taking sustainability risks into account in the fund management and by evaluating the fund managers' performance against indexes that include sustainability requirements. In addition, there is also the condition that variable remuneration to fund managers consists of fund units in funds that regularly integrate sustainability risks into its fund management pursuant to SFDR. Sustainability risks are also taken into consideration within the scope of the salary factors. Sustainability risks that are addressed incorrectly can result in lower remuneration (both fixed and variable remuneration) or a downward adjustment/discontinuation of variable remuneration.

Employee remuneration at Handelsbanken Fonder AB

The information below refers to the 2025 operational year	2025	2024
<p>1. Number of employees receiving fixed or variable remuneration payments during the financial year:</p> <p>Information reported refers to every individual who was employed and received fixed or variable remuneration at some time during the year (number of individuals)</p> <p>Total remuneration - of wich fixed remuneration 186 971 tkr - of wich variable remuneration 14 985 tkr</p>	157 persons	153 persons
	201 956 tSEK	192 669 tSEK
<p>2. The total amount of remuneration paid to specially regulated staff during the financial year distributed by the categories of employees as stated in FFFS 2013:9 Chapter 1, § 9, second paragraph 35*.</p>	154 085 tSEK	149 507 tSEK
<p>- Executive Management Group:</p> <p><i>The total remuneration paid to members of the Executive management group, that reports directly to CEO, is reported here.</i></p>	24 016 tSEK	22 801 tSEK
<p>- Employees in senior strategic positions:</p>	5 218 tSEK	23 124 tSEK
<p>- Employees with responsibility for control functions:</p> <p><i>Both responsible persons are part of the executive management.</i></p>	0 tSEK	0 tSEK
<p>- Risk-takers:</p> <p><i>The total remuneration paid to the risk-takers who are not included in the categories above are reported here. At the fund management company, this includes fund managers, assistant fund managers, analysts, and employees within institutional sales.</i></p>	115 003 tSEK	96 482 tSEK
<p>- Employees with total remuneration that amounts to, or exceeds, the total remuneration of any of the Group executives:</p> <p><i>Employees that are not classified under any of the categories above but who earn in line with the lowest paid Executive management group member are reported here.</i></p>	9 848 tSEK	7 100 tSEK
<p>3. Method for the calculation of remuneration and benefits to employees (FFFS 2013:9 and 2013:10):</p> <p><i>Remuneration and benefits to employees are regulated by the Management Company's remuneration rules, refer above under the heading, Remuneration to employees at Handelsbanken Fonder AB.</i></p>		
<p>4. The results of the reviews referred to in the Swedish Financial Supervisory Authority regulation regarding investment funds, FFFS 2013:9, Chapter 8a, §16, as well as any deviations that have arisen from the remuneration policy:</p> <p><i>Compliance and Risk Control have reviewed the application of the remuneration policy and have not identified any significant risks or deviations in its application. Compliance in general is deemed to be good.</i></p>		
<p>* The total amount of remuneration consists of payment in both Swedish kronor and euros, exchange rate as of 31 December 2025.</p>		

Definitions

Fund statistics

Average fund capital – Calculated as the mean value of the fund's net asset value during the year (or that portion of the year during which the fund existed). The fund's net asset value is calculated on a daily basis.

Average yearly return, 2, 5 and 10 years, respectively – The fund's average effective annual yield during the last 2, 5 or 10 years, respectively.

Collected management costs in % of average fund capital – Actual management fees collected. Expenses are calculated daily and represent costs for management, administration, marketing and distribution. Expressed in percent of the average fund capital and calculated on a rolling 12-month basis.

Costs for monthly savings SEK 100 – Total costs charged to a unit holder who had SEK 100 invested on the first banking day of each month during the year and retained the investment throughout the year. Calculated for the full year only and for funds and share classes that have existed during the full year. The corresponding amount for funds with EUR as the base currency is EUR 10. The corresponding amount for funds with NOK as the base currency is NOK 100.

Costs for one-time subscription SEK 10 000 – Total costs charged to a unit holder who had SEK 10 000 invested in the fund at the beginning of the year and retained the investment throughout the year. Calculated for the full year only and for funds and share classes that have existed during the full year. The corresponding amount for funds with EUR as the base currency is EUR 1 000. The corresponding amount for funds with NOK as the base currency is NOK 10 000.

Dividends per unit – The Management Company determines the amount of the dividend to be paid to fund unit holders of the distribution share class on an annual basis. Distributions are paid to those fund unit holders registered for distribution shares on the distribution date determined by the Management Company.

Duration – The duration of a fund is a measure of how sensitive the fund is to changes in interest rates. Simply stated, it is the weighted average of the residual maturity in the fund's investments. Measured in years or months.

Fund capital – The fund's net asset value on the closing date for the respective year.

Fund's total net flow – Subscriptions less redemptions in the fund, excluding reinvested dividends and any flows from mergers.

Index – The index used by the fund as its benchmark.

Index incl. dividends – Performance of the

fund's benchmark during the respective year. Performance is expressed in percent and is converted to the currency for each share class in those cases where the index is published in another currency. The table shows the index including dividends.

Management fees and other administrative or operating costs – The cost measurement includes management fee and refer to the ongoing costs in the fund, excluding transaction costs for securities, interest expenses, transaction-related tax expenses and any performance-based fees.

When the fund engages in security lending, 80% of the revenue earnings derived from the lending agreement is allocated to the fund whilst the remaining 20% is allocated to the securities lending agent. Given that the revenue allocation agreement increases the fund's costs, the remuneration paid to the securities lending agent will be included in the management fees and other administrative or operating costs.

The measure is based on the fees deducted from the fund during the period. It is expressed as a percentage of the average fund capital and calculated on a rolling 12-month basis.

A supplement for the underlying fund's most recently available management fees and other administrative or operating costs, after deducting for discounts received, will be added for funds that invest in other funds.

Net asset value – Net asset value expressed as the rate prevailing on the balance sheet date for the respective year.

Number of units – The number of outstanding units on the last banking day for the respective year. Reported in thousandths of units.

Other assets in the balance sheet contain receivables for unsettled trades, received after balance sheet date. This applies to both sold securities and issued fund shares.

Other costs in the income statement include transaction costs, taxes and bank costs.

Other financial costs in the income statement include expenses for security lending.

Other financial income in the income statement includes premiums for security lending and discounts for management costs in underlying funds.

Other income in the income statement refers to money paid back for bank charges and taxes.

Other liabilities in the balance sheet contain liabilities for unsettled trades, paid after balance sheet date. This applies to both

purchased securities and redemption of fund shares.

Other techniques and instruments – Techniques and instruments used to improve the effectiveness of fund management refers to the following: techniques and instruments are attributable to transferable securities and money market instruments used in a cost-effective manner to lower risks and expenses or to increase returns in the fund with a risk level that is consistent with the fund's risk profile and applicable rules for the distribution of risk. Example of techniques and instruments include securities lending and agreements on the repurchase of securities sold, i.e., repos and reverse repo transactions.

Share classes – A fund can have several share classes. Different share classes have different conditions, e.g., currency, with dividends or without, management fee or an initial minimum subscription amount. Fund capital is the same for the share classes and therefore information refers to the fund as a whole unless stated otherwise. Fund units within each individual share class are the same size and have the same rights to the assets included in the fund. The distribution in a distribution share class impacts the relationship between the value of units that are non-distribution and the value of the units that are distribution, with the value of the distribution fund units decreasing in relation to the size of the distribution.

Share of turnover conducted via closely related securities companies – The proportion of fund purchases and sales of financial instruments conducted by Handelsbanken in terms of value. Expressed in percent of the fund's total turnover.

Share of turnover conducted between funds managed by the same fund management company – The proportion of fund purchases and sales of financial instruments conducted on behalf of the securities fund from another fund managed by the same fund management company. Expressed in percent of the fund's total turnover.

Total returns – Reports how the value of a unit has changed during the respective year. If the fund has paid dividends during the year the change in value has been calculated as though the dividend or contribution before tax was added back on the distribution date. Annual return is measured in percent from the date of the previous year's closing date to the closing date for the respective year. Returns for the semi-annual review are reported for the first half of the current year.

Transaction costs – Expressed partly as an amount and partly as a percentage of the value of the financial instruments turned over. The value refers to the overall market value,

but for futures and future related instruments the value refers to the exposure value. Calculated on a rolling 12-month basis. Reported in the Income Statement under the heading "Other expenses". Examples of transaction costs are courtage and derivative costs.

Turnover rates (general principle) – The fund's turnover rate calculated, on the one hand, as the ratio between the lowest total amount for securities purchased or sold during the year and, on the other hand, as the average fund capital during the same period. With regard to equity funds, fixed income securities with a residual maturity of a maximum of 397 days at the time of acquisition are excluded from purchased or sold securities. The turnover rate is reported as the number of times turned over per year and is calculated on a rolling 12-month basis.

Turnover rate (leveraged funds) – If a fund has traded with derivative instruments during the period and the turnover calculation conducted in accordance with the general principle makes the turnover information appear misleading, the fund's turnover rate is also calculated by decreasing the total of purchased and sold financial instruments during the period by the total of the subscribed and redeemed units in the fund. This amount is divided by the fund's average fund capital during the period.

Volume of lent securities as a % of total lendable assets – Is the market value of lent securities as of the balance sheet date divided by the market value of the fund's financial instruments with positive market value.

Key figures for risk follow-up

In order to obtain relevant comparisons, dividends have been reinvested in the funds and their respective benchmarks. All key figures have also been calculated on the basis of the Annual effective yields. The values for the past two years have been used for the majority of the funds. A risk forecast has been made for more recent funds, with fund holdings as of balance sheet date as the basis. In these cases, historical data for relevant reference portfolios is used for the calculation of the risk forecast.

Active return states the annual over- or under effective return attained by the fund in comparison to its benchmark.

Active Share compares the equity fund's holdings with the holdings in its benchmark. The key figures are stated in percent, from 0% (exact same distribution as the index) to 100% (none of the holdings are included in the index). The measurement is calculated as one-half of the sum of the absolute deviations between a securities' weighting in the fund and its weight in the index.

Information ratio is a measure of the active returns attained by the fund when deviating from its benchmark. It is the ratio between the active returns and the tracking error. A negative information ratio means that the fund has underperformed its benchmark.

Index shows the average returns on the underlying market in which the fund invests.

Sharpe ratio/Sharpe ratio in index is a measure of the fund/index's return, taking into consideration the risk of the fund/index. A high return attained at a lower risk is better than an equivalent return attained at a high risk. Calculated, on the one hand, as the ratio between the return, less the risk-free interest (interest on government securities) and, on the other hand, as the total risk of the fund/index. The Sharpe ratio is the most relevant ratio for comparing.

Spread exposure is shown for fixed income funds, as of the closing date, and is a measure of credit risk. The spread exposure shows how much the fund will depreciate, in percent of the value of the fund, if the spread

between the value of a fixed income fund and government bonds is doubled. Calculated as capital-weighted credit duration multiplied by the spread of the instrument (differential) compared to the government yield curve.

Tracking error measures the standard deviation of the difference in the yields between the fund and its benchmark (the variation in the relative yields). The historical tracking error indicates how much the fund's yield has deviated from benchmark.

Total risk/Total risk in index is stated as the standard deviation for variations in the monthly yields of the fund/index. The higher the number, the higher the risk.

VaR is a parametric and is calculated in accordance with the covariance method. The covariance matrix is presented by the risk system and is updated on a monthly basis. The confidence level is 95% and the time horizon is one day.

Abbreviations

A number of abbreviations are used for certain securities in the table of contents:

ADR	American Depository Receipt	IR	Redemption Right
ADS	American Depository Share	KV	Convertible
BTA	Interim Share	NVDR	Non-Voting Depository Receipt
CB	Callable Bond	PERP	Perpetual
ETF	Exchange Traded Fund	Pref	Preference Share
f/r	Foreign Registered	SDB	Swedish Deposit Certificate
FRN	Floating Rate Note	TO	Warrants
GDR	Global Depository Receipt	TR	Subscription Right

Sustainability Definitions

Clarification of abbreviations and designations in the sustainability report.

Agenda 2030 – was adopted by the UN in 2015 with the aim of achieving long-term sustainable economic, social and environmental development in order to eradicate extreme poverty, to reduce inequality and injustice in the world and to combat climate change. Agenda 2030 contains 17 sustainable development goals (SDG) and 169 targets. The goals are: No poverty; Zero hunger; Good health and well-being; Quality education; Gender equality; Clean water and sanitation; Affordable and clean energy; Decent work and economic growth; Industry, innovation and infrastructure; Reduced inequality; Sustainable cities and communities; Responsible consumption and production; Climate action; Life below water; Life on land; Peace and justice and strong institutions; Partnerships for the goals. For additional information, see globalamalen.se.

Sustainable investing – Pursuant to the SFDR regulation, a sustainable investment is defined as an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not cause significant harm to any other environmental or social objective, while ensuring that the investee companies follow good governance practices. A description of how these three components are defined by the Management Company is provided in the document SFDR – Definitions and description of methodology, which is available at: [Follow our work | Handelsbanken](#).

Carbon intensity – Handelsbanken Fonder measures the emissions in relation to EVIC (Enterprise Value Including Cash), a value that is largely governed by the stock market value of the holdings. As a result, the carbon intensity can decrease or increase depending on the market valuation of a company, even though the absolute emissions are the same. The Management Company takes into account both direct and indirect emissions in the companies' value chains, i.e., Scope 1, 2 and 3. It is a challenge to also include Scope 3, since in many cases companies do not report these emissions and use estimates instead.

Paris Agreement – The world's countries came to a new agreement at the climate meeting in Paris in December 2015, which is binding for all countries to apply as of 2020. The governments agreed to hold the increase in the global average temperature to well below 2°C above pre-industrial levels and pursue efforts to limit the temperature increase to 1.5°C above pre-industrial levels.

Principle Adverse Impact Indicators (PAI) – EU regulation SFDR places requirements on fund management companies to take into account PAI, i.e., principal adverse impacts on sustainability factors. A description of how the Management Company takes into account PAI is provided in the document SFDR – Definitions and description of methodology, which is available at: [Follow our work | Handelsbanken](#).

Sustainable Finance Disclosure Regulation – EU regulation 2019/2088 (Regulation on sustainability-related disclosures in the financial services sector, SFDR) aims to strengthen consumer protection through enhanced sustainability information. The new regulation places higher demands on fund management companies with regard to the transparent disclosure of sustainability efforts and in this manner makes it easier for consumers to compare financial products and make well-founded investment decisions. For additional information, see the document SFDR – Definitions and description of methodology, which is available at: [Follow our work | Handelsbanken](#).

Sustainable risk – The sustainability risk in the fund is measured using Sustainalytics' methodology to assess sustainability risks. The sustainability risk in the fund is reported with a number on a scale between 0 - 100. The sustainability risk is defined according to the following scale:

Negligible	Low	Medium	High	Severe
0-10	10-20	20-30	30-40	40+

Taxonomy – The EU taxonomy is a tool for classifying which financial and economic activities are environmentally sustainable. The purpose is to ensure that companies, the financial sector and decision-makers use common guidelines when considering which economic activities are environmentally sustainable. The taxonomy includes six environmental objectives: climate change mitigation, climate change adaptation, the sustainable use and protection of water and marine resources, the transition to a circular economy pollution prevention and control and the protection and restoration of biodiversity and ecosystems. In order for a certain economic activity to be classified as environmentally sustainable, it must make a substantial contribution to one or several of six established environmental objectives, not cause significant harm to any of the other objectives, and meet certain minimum sustainability requirements.

PRI – The UN's initiative for responsible investments. The objective is to increase knowledge and understanding about the meaning of sustainable development within the investment industry. We are committed to following PRI's six principles by:

1. Incorporating ESG issues into our investment analysis and decision-making processes.
2. Being active owners and incorporating ESG issues into our ownership policies and practices.
3. Work to secure greater disclosure on environmental and societal issues, as well as on corporate governance at the investee companies.
4. Promoting the implementation of these principles within the investment industry.
5. Collaborating to enhance the effectiveness in implementing the principles.
6. Reporting our activities and progress towards the implementation of the principles.

UN Global Compact – The UN's initiative in which member companies commit to pursue their business operations responsibly, in line with the Global Compact's ten principles for human rights, employee rights, the environment and anti-corruption.

Reporting principles

Direct dialogues – Engagement dialogues that the Management Company pursues through direct contact with the company.

Number of direct dialogues – Based on the fund holdings during the year.

Pooled engagements – Together with other investors through an external party, we participate in dialogues with companies in so-called pooled engagements. The basis for these dialogues is either proactive and target specific thematic areas, or reactive and target companies with suspected or verified violations regarding international norms and conventions within the environment, human rights, employee rights and anti-corruption.

Number of pooled engagements – Based on holdings in the fund during the year.

Initiatives and investor campaigns – are often thematic or focus on sustainability issues within a certain sector, not reported per fund but at Management Company level in an annual reporting, available at www.handelsbankenfonder.se/Follow-our-work/Reporting.

Number of nomination committees – Nomination committees where the Management Company has participated and presented proposals at the shareholders' meetings during the year. Based on holdings in the fund during the year.

Number of votes at shareholders' meetings – Votes at shareholders' meetings during the year for fund holdings at the time of the shareholders' meeting. Refers to both ordinary annual general meetings and any extraordinary shareholders' meetings.

Handelsbanken | Fonder

Styrelsen och verkställande direktören för Handelsbanken Fonder AB får härmed avge årsberättelse för XACT OMXC25 ESG (UCITS ETF) med organisationsnummer 515602-9067. Signatursida följer.

Handelsbanken | Fonder

Stockholm den 9 mars 2026

Carl Cederschiöld
ORDFÖRANDE

Malin Hedman Björkmo

Helen Fasth Gillstedt

Lars Seiz

Åsa Holtman Öhman

Emma Viotti
TILLFÖRORDNAD VERKSTÄLLANDE DIREKTÖR

Vår revisionsberättelse har avgivits den 9 mars 2026.

Öhrlings PricewaterhouseCoopers AB
Huvudansvarig revisor
Peter Nilsson
Auktoriserad revisor

Öhrlings PricewaterhouseCoopers AB
Victoria Moberg
Auktoriserad revisor

Revisionsberättelse

Till andelsägarna i Värdepappersfonden XACT OMXC25 ESG (UCITS ETF), org.nr 515602-9067

Rapport om årsberättelse

Uttalande

Vi har i egenskap av revisorer i Handelsbanken Fonder Aktiefond, organisationsnummer 556418-8851, utfört en revision av årsberättelsen för Värdepappersfonden XACT OMXC25 ESG (UCITS ETF) för år 2025, med undantag för hållbarhetsinformationen på sidor 5-14.

Enligt vår uppfattning har årsberättelsen upprättats i enlighet med lagen om värdepappersfonder samt Finansinspektionens föreskrifter om värdepappersfonder och ger en i alla väsentliga avseenden rättvisande bild av Värdepappersfond XACT OMXC25 ESG (UCITS ETF):s finansiella ställning per den 31 december 2025 och av dess finansiella resultat för året enligt lagen om värdepappersfonder samt Finansinspektionens föreskrifter om värdepappersfonder.

Grund för uttalande

Vi har utfört revisionen enligt International Standards on Auditing (ISA) och god revisionssed i Sverige. Vårt ansvar enligt dessa standarder beskrivs närmare i avsnittet *Revisorns ansvar*. Vi är oberoende i förhållande till fondbolaget enligt god revisors sed i Sverige och har i övrigt fullgjort vårt yrkesetiska ansvar enligt dessa krav.

Vi anser att de revisionsbevis vi har inhämtat är tillräckliga och ändamålsenliga som grund för vårt uttalande.

Annan information än årsberättelsen

Den andra informationen består av hållbarhetsinformationen på sidorna 5-14 ('hållbarhetsinformationen'). Det är fondbolaget som har ansvaret för denna andra information. Vårt uttalande avseende årsberättelsen omfattar inte denna information och vi gör inget uttalande med bestyrkande avseende denna andra information.

I samband med vår revision av årsberättelsen är det vårt ansvar att läsa den information som identifierats ovan och överväga om informationen i väsentlig utsträckning är oförenlig med årsberättelsen. Vid denna genomgång beaktar vi även den kunskap vi i övrigt inhämtat under revisionen samt bedömer om informationen i övrigt verkar innehålla väsentliga felaktigheter.

Om vi, baserat på det arbete som har utförts avseende denna information, drar slutsatsen att den andra informationen innehåller en väsentlig felaktighet, är vi skyldiga att rapportera detta. Vi har inget att rapportera i det avseendet.

Fondbolagets ansvar

Det är fondbolaget som har ansvaret för att årsberättelsen upprättas och att den ger en rättvisande bild enligt lagen om värdepappersfonder samt Finansinspektionens föreskrifter om värdepappersfonder. Fondbolaget ansvarar även för den interna kontroll som det bedömer är nödvändig för att upprätta en årsberättelse som inte innehåller några väsentliga felaktigheter, vare sig dessa beror på oegentligheter eller misstag.

Revisorns ansvar

Våra mål är att uppnå en rimlig grad av säkerhet om huruvida årsberättelsen som helhet inte innehåller några väsentliga felaktigheter, vare sig dessa beror på oegentligheter eller misstag, och att lämna en revisionsberättelse som innehåller våra uttalanden. Rimlig säkerhet är en hög grad av säkerhet, men är ingen garanti för att en revision som utförs enligt ISA och god revisions sed i Sverige alltid kommer att upptäcka en väsentlig felaktighet om en sådan finns. Felaktigheter kan uppstå på grund av oegentligheter eller misstag och anses vara väsentliga om de enskilt eller tillsammans

rimligen kan förväntas påverka de ekonomiska beslut som användare fattar med grund i årsberättelsen.

Som del av en revision enligt ISA använder vi professionellt omdöme och har en professionellt skeptisk inställning under hela revisionen. Dessutom:

- identifierar och bedömer vi riskerna för väsentliga felaktigheter i årsberättelsen, vare sig dessa beror på oegentligheter eller misstag, utformar och utför granskningsåtgärder bland annat utifrån dessa risker och inhämtar revisionsbevis som är tillräckliga och ändamålsenliga för att utgöra en grund för våra uttalanden. Risker för att inte upptäcka en väsentlig felaktighet till följd av oegentligheter är högre än för en väsentlig felaktighet som beror på misstag, eftersom oegentligheter kan innefatta agerande i maskopi, förfalskning, avsiktliga utelämnanden, felaktig information eller åsidosättande av intern kontroll.
- skaffar vi oss en förståelse av den del av fondbolagets interna kontroll som har betydelse för vår revision för att utforma granskningsåtgärder som är lämpliga med hänsyn till omständigheterna, men inte för att uttala oss om effektiviteten i den interna kontrollen.
- utvärderar vi lämpligheten i de redovisningsprinciper som används och rimligheten i fondbolagets uppskattningar i redovisningen och tillhörande upplysningar.
- utvärderar vi den övergripande presentationen, strukturen och innehållet i årsberättelsen, däribland upplysningarna, och om årsberättelsen återger de underliggande transaktionerna och händelserna på ett sätt som ger en rättvisande bild.

Vi måste informera fondbolaget om bland annat revisionens planerade omfattning och inriktning samt tidpunkten för den. Vi måste också informera om betydelsefulla iakttagelser under revisionen, däribland de eventuella betydande brister i den interna kontrollen som vi identifierat.

Revisorns yttrande avseende den lagstadgade hållbarhetsinformationen

Det är fondbolaget som har ansvaret för hållbarhetsinformationen på sidorna 5-14 och för att den är upprättad i enlighet med lag om värdepappersfonder.

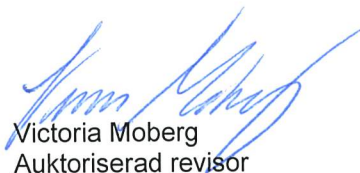
Vår granskning av hållbarhetsinformationen för fonden har skett enligt FAR:s rekommendation RevR 12 Revisorns yttrande om den lagstadgade hållbarhetsrapporten. Detta innebär att vår granskning av hållbarhetsinformationen har en annan inriktning och en väsentligt mindre omfattning jämfört med den inriktning och omfattning som en revision enligt International Standards on Auditing och god revisionssed i Sverige har. Vi anser att denna granskning ger oss tillräcklig grund för vårt uttalande.

Hållbarhetsinformationen har lämnats i årsberättelsen.

Stockholm, den 9 mars 2026
Öhrlings PricewaterhouseCoopers AB



Peter Nilsson
Auktoriserad revisor
Huvudansvarig revisor



Victoria Moberg
Auktoriserad revisor

[The prospectus, fund rules and fact sheets for each fund are available in the mutual fund price list at handelsbanken.se/funds.](#)

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About risk

Historical yields are not a guarantee of future returns. A fund can both increase and decrease in value and it is not guaranteed that you will recover the entire invested amount. Note that a fund with risk level 5-7, as stated in the fund's fact sheet (KID), can vary greatly in value due to the fund's composition and management methodology. Summary of investors' rights, prospectus, fund rules and KID are available under each fund at [handelsbanken.se/funds](#).