

XACT FTSE RAFI Fundamental Euro Annual Report 2008

Annual Report – XACT Fonder 2008

Portfolio Manager: PÅR NÜRNBERG

PERFORMANCE 2008



Returns
in 2008

RISK



See final pages
for definitions

XACT FTSE RAFI Fundamental Euro

Exchange-traded fund listed on the Stockholm Stock Exchange

Management Report

This is a corrected version of the information found under the section "Investment Focus" in the original 2008 Annual Report.

Investment Focus

XACT FTSE RAFI Fundamental Euro is an exchange-traded equity fund, which is based on a so-called fundamental-weighted index. This means that the index is weighted based on the size of the ingoing companies' fundamental criteria, rather than market value as in a traditional capital-weighted index. The idea is that fundamental indices should provide less weight to potentially over-valued companies and greater weight to potentially under-valued companies.

Fund assets are invested in transferable securities included in FTSE RAFI Eurozone Index. Fund investments emulate the composition of FTSE RAFI Eurozone Index and in this way attain a value growth that is equivalent to this index, with a supplement for distributed dividends, net of collected management fees, paid dividend tax and any other transaction expenses.

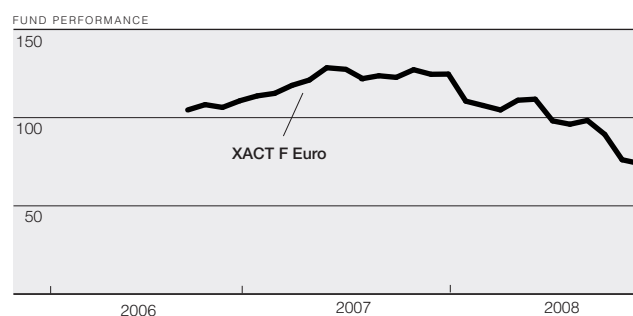
We assess the fund's risk as 3 on a five-grade scale, 1 for the lowest risk and 5 for the highest.

Portfolio

XACT FTSE RAFI Fundamental Euro fell 36.4% in 2008*. The portfolio included 304 companies at year-end. The largest holdings were Total, ENI and Deutsche Telekom. The index is re-weighted annually in March.

The objective of the fund is to provide higher returns than a comparable capital-weighted index over the long term.

* Refer to fund statistics for comparable index and fund performance compared to category average at Morningstar.



Trade with derivatives

According to fund rules, the fund may trade in derivatives to enhance the effectiveness of asset management. The fund did not use this option in 2008.

Loans in securities

According to fund rules, the fund has the option of lending and receiving deposits of equity. The fund did not use this option in 2008.

Large purchases and sales

PURCHASED	EURt	SOLD	EURt
CTA Ing Groep	1 304	Volkswagen	906
BSCH	588	Suez	713
AXA	530	EDF Electric de France	571
BNP Paribas	513	ENI	398
GDF Suez	503	Unilever Cert	384

*) 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.

Fund Statistics

	2008	2007	12Sept-31Dec
2006			
Net asset value, EUR	34.92	65.92	61.18
Fund capital, EURm	14	115	43
Ave. fund capital, EURm	47	91	17
Number of units, 1000's	400	1 750	700
Total returns in %, SEK	- 36.4		
Index incl. dividends in %, SEK	- 35.7		
Total returns in %, EUR	- 45.3	+8.7	+12.6
Index incl. dividends in %, EUR	- 44.8	+9.9	+12.9
Performance compared to Morningstar's category mean in % ¹⁾	- 2.9	+3.7	
Ave. yearly return, 2 yrs. in %, SEK	- 14.9		
Comparison to index incl. dividends, SEK	- 14.0		
Dividends per unit, EUR	1.80	0.57	—
Dividend distribution date	08June04	07June13	—
Max. allowed mgmt. costs in % according to fund rules	1.00	1.00	1.00
Collected mgmt. costs in % of average fund capital	0.65	0.65	0.59
Transaction costs, EURt	26	20	6
Transaction costs in % of turnover	0.1	0.1	0.1
TKA in % of average fund capital	1.4	1.1	0.6
TER in % of average fund capital	0.7	0.6	0.6
Redemption fee, %	0.0	0.0	0.0
Costs for one-time subscription EUR 1 000 of which incl. mgmt. costs	11.10 5.18	12.02 6.84	3.76 2.57
Turnover rate	0.3	0.1	0.1
Share of turnover conducted via closely-related securities companies in %	0	0	0

¹⁾ Shows fund performance compared to the average for all funds in the same category in SEK according to Morningstar's category breakdown.

Index: FTSE RAFI Eurozone GI.

Key figures for risk follow-up*

Total risk (%)	20.9	Active returns (%)	- 0.9
Total risk in index (%)	21.1	Information ratio	Negative
Index	FTSE RAFI Eurozone GI	Sharpe ratio	- 0.9
Tracking error (%)	0.3	Sharpe ratio in index	- 0.9

*) Risk statistics are based on historical monthly returns over two years. Refer to the final pages for definitions.

XACT Fonder AB has, by agreement with FTSE International Limited ("FTSE"), the right to use the index referenced below. XACT FTSE RAFI Fundamental Euro is not in any way sponsored, endorsed, sold or promoted by FTSE, the London Stock Exchange Plc (the "Exchange"), Financial Times ("FT"), or by Research Affiliates LLC ("RA"), and neither FTSE nor the Exchange nor FT nor RA makes any warranty or representation whatsoever, expressly or impliedly, either as to the results to be obtained from the use of the FTSE RAFI Eurozone Index and/or the figures at which the said index stands at any particular time on any particular day or otherwise. The index is compiled and calculated by FTSE in conjunction with RA. However, neither FTSE nor the Exchange nor FT nor RA shall be liable (whether in negligence or otherwise) to any person for any error in the index and neither FTSE nor the Exchange nor FT nor RA shall be under any obligation to advise any person of any error therein.

FTSE® is a trademark of the London Stock Exchange Plc and Financial Times Limited and is used by FTSE under license. Research Affiliates and Fundamental Index are trademarks of Research Affiliates LLC.

Annual Report – XACT Fonder 2008

XACT FTSE RAFI Fundamental Euro, cont

Income Statement, EURt

	2008	2007
INCOME AND CHANGES IN VALUE		
Changes in value for equity-related financial instruments	- 13 840	1 203
Dividends	1 788	2 734
Interest income	7	16
Currency exchange profits & losses, net	4	- 41
Other income	- 4	4
Total income and changes in value	- 12 045	3 916
EXPENSES		
Interest expense	2	—
Management Company expenses	317	580
Other expenses	7	—
Total expenses	326	580
Net income	- 12 371	3 336

Balance Sheet, EURt

	31 Dec 2008	% of fund value	31 Dec 2007	% of fund value
ASSETS				
Financial instruments with positive market value ^{Note 2)}	13 953	99.9	115 054	99.7
Bank and other liquid assets	—	—	266	0.2
Other short-term receivables	56	0.4	54	0.1
Total assets	14 009	100.3	115 374	100.0
LIABILITIES				
Other short-term liabilities	40	0.3	14	0.0
Total liabilities	40	0.3	14	0.0
Fund capital ^{Note 1)}	13 969	100.0	115 360	100.0

Note 1) for Balance Sheet

Changes in fund capital, EURt

	2008	2007
Fund capital at beginning of year	115 360	42 832
Units issued	11 757	70 172
Units redeemed	- 99 157	- 67
Profit according to Income Statement	- 12 371	3 336
Dividends to unit holders	- 1 620	- 913
Fund capital at year-end	13 969	115 360

Note 2) for Balance Sheet

Fund holdings in financial instruments

	Number	Market value in EURt	% of fund value
LISTED EQUITIES			
BELGIUM (EUR)			
AB Inbev Strip 08 (Beverages)	1 264	0.0	
AGFA-Gevaert (Hotels, restaurants & leisure)	3 152	6	0.0
Anheuser-Busch Inbev NV (Beverages)	1 792	30	0.2
Belgacom (Telephone operator)	1 272	35	0.2
Delhaize le Lion (Foods & pharmaceuticals retail trade)	1 392	62	0.4
Dexia New (Bank)	11 048	35	0.3
D'Ieteren (Wholesale trade)	40	3	0.0
Etn Fr Colruyt NV (Foods & pharmaceuticals retail trade)	56	9	0.1
Fortis Bryssel (Other financial business)	4 192	4	0.0
GBL (Other financial business)	496	28	0.2
KBC Ancora (Bank)	64	1	0.0
KBC Bancass (Bank)	1 064	23	0.2
Mobistar (Mobile telephone operator)	104	5	0.0
Nationale Portefeuille (Other financial business)	232	8	0.1
RTL Group (Media)	56	2	0.0
Sofina (Other financial business)	120	6	0.0
Solvay et Cie (Chemicals)	360	19	0.1
UCB (Pharmaceuticals)	864	20	0.1
Umicore (Metals & mines)	592	8	0.1
		304	2.2

	Number	Market value in EURt	% of fund value
FINLAND (EUR)			
Elisa (Telephone operator)	968	12	0.1
Fortum (Diversified infrastructure company)	1 984	30	0.2
Kemira (Chemicals)	728	4	0.0
Kesko B (Foods & pharmaceuticals retail trade)	1 104	20	0.1
Kone (Machinery)	456	7	0.1
Metso (Machinery)	760	6	0.0
M-Real (Paper & forestry products)	8 576	6	0.0
Neste Oil (Oil & gas)	736	8	0.1
Nokia (Computers & telecom equipment)	11 736	130	0.9
Outokumpu (Metals & mines)	1 056	9	0.1
Pohjola Bank (Bank)	1 064	10	0.1
Rautarukki (Metals & mines)	712	9	0.1
Sampo A (Insurance)	2 880	38	0.3
Sanoma (Media)	416	4	0.0
Stora Enso R (Paper & forestry products)	8 416	46	0.3
UPM-Kymmene (Paper & forestry products)	7 568	68	0.5
Wartsila B (Machinery)	600	13	0.1
		420	3.0

	Number	Market value in EURt	% of fund value
FRANCE (EUR)			
Accor (Hotels, restaurants & leisure)	1 272	45	0.3
Aeroports de Paris (Corporate services)	72	3	0.0
Air France (Passenger airline)	2 776	25	0.2
Air Liquide (Chemicals)	1 074	70	0.5
Alcatel-Lucent (Computers & telecom equipment)	25 648	39	0.3
Alstom (Electrical equipment)	808	34	0.2
ArcelorMittal (Paris) (Metals & mines)	2 928	50	0.4
Arkema (Chemicals)	544	7	0.0
Atos Origin (IT consulting)	640	11	0.1
Autoroutes Paris Rhin Rhone (Road & train transportation)	64	3	0.0
AXA (Insurance)	20 880	331	2.4
BNP Paribas (Bank)	8 184	248	1.8
Bollore (Shipping)	72	6	0.0
Bouygues (Mobile telephone operator)	1 856	56	0.4
Cap Gemini (IT consulting)	960	26	0.2
Carrefour (Foods & pharmaceuticals retail trade)	5 696	157	1.1
Casino (Foods & pharmaceuticals retail trade)	424	23	0.2
Christian Dior (Clothing, shoes, accessories & luxury products)	504	20	0.1
Ciments Francais (Construction materials & equipment)	88	5	0.0
CNP Assurances (Other)	496	26	0.2
Credit Agricole (Bank)	9 750	78	0.6
Danone (Foods)	1 912	83	0.6
EADS (Aviation, space & military products)	3 552	43	0.3
EDF Electricite de France (Electrical equipment)	856	36	0.3
Eiffage EUR8 (Construction materials)	424	16	0.1
Eramet ORD (Other)	16	2	0.0
Essilor International (Healthcare equipment)	568	19	0.1
Esso SAF (Oil & gas)	48	3	0.0
Euler Hermes (Insurance)	96	3	0.0
Eurazeo (Industrial conglomerate)	160	5	0.0
Eutelsat Communications Promesses (Media)	368	6	0.0
Faurecia SA (Auto parts & accessories)	280	3	0.0
Fonciere De Regions (Construction company)	72	4	0.0
France Telecom (Telephone operator)	16 152	322	2.3
GDF Suez (Gas company)	7 440	263	1.9
Gecina (Real estate)	128	6	0.0
Hermes Intl (Hotels, restaurants & leisure)	176	18	0.1
Imerys (Other)	224	7	0.1
JC Decaux (Media)	256	3	0.0
Klepierre (Real estate)	298	5	0.0
Lafarge (Construction materials)	952	41	0.3
Lagardere (Media)	1 208	35	0.3
Legrand (Electrical equipment)	400	5	0.0
L'Oreal (Cosmetics & hygiene products)	936	58	0.4
LVMH (Clothing, shoes, accessories & luxury products)	1 424	68	0.5
Metropole TV- (M6) (Media)	784	11	0.1
Michelin (Auto parts & accessories)	904	34	0.2
Natixis (Bank)	12 616	16	0.1
Nexans (Electrical equipment)	256	11	0.1
Pagesjaunes Groupe (Other)	2 296	16	0.1
Pernod Ricard (Beverages)	768	41	0.3
Peugeot (Automobiles & motorcycles)	3 400	41	0.3
PPR (Department store)	896	42	0.3
Publicis (Media)	792	14	0.1

Annual Report – XACT Fonder 2008

XACT FTSE RAFI Fundamental Euro, cont

	Number	Market value in EURt	% of fund value		Number	Market value in EURt	% of fund value
Rallye (Foods & pharmaceuticals retail trade)	560	9	0.1	Italcementi (Construction materials)	744	7	0.0
Renault (Automobiles & motorcycles)	2 448	45	0.3	Italcementi Fabbriche (Construction materials)	1 776	9	0.1
Sagem (Computers & telecom equipment)	1 336	13	0.1	Italmobiliare (Construction company)	208	5	0.0
Saint-Gobain (Construction materials & equipment)	3 720	125	0.9	Lottomatica (Other)	248	4	0.0
Sanofi-Aventis (Pharmaceuticals)	5 352	243	1.7	Luxottica (Healthcare equipment)	528	7	0.0
Schneider (Electrical equipment)	1 344	71	0.5	Mediaset (Media)	8 432	34	0.2
SCOR (Other)	1 160	19	0.1	Mediobanca (Bank)	2 728	20	0.1
Sequana (Paper & forestry products)	544	2	0.0	Mediolanum (Other financial business)	1 168	4	0.0
Societe FFP (Automobiles & motorcycles)	72	2	0.0	Milano Assicurazioni (Insurance)	2 232	5	0.0
Société Générale (Bank)	5 072	183	1.3	Parmalat (Foods)	6 104	7	0.1
Sodexho Alliance (Hotels, restaurants & leisure)	1 080	43	0.3	Pirelli (Electrical equipment)	39 345	10	0.1
STMicroelectronics (Semi-conductor)	6 200	30	0.2	Premafin Finanziaria (Insurance)	13 824	17	0.1
Suez Environnement SA (Oil & gas)	2 112	25	0.2	Saipem (Machinery)	752	9	0.1
Technip-Coflexip (Energy recovery equipment & services)	544	12	0.1	Saras Raffinerie (Other)	1 976	5	0.0
Television Francais (Media)	1 232	13	0.1	Snam Rete Gas (Gas company)	5 768	23	0.2
Thales (Electrical equipment)	504	15	0.1	Telecom Italia S.p.A. AOR (Telephone operator)	196 704	226	1.6
Thomson Multimedia (Consumer durables)	6 512	6	0.0	Telecom Italia S.p.A. Risip (Telephone operator)	88 664	70	0.5
Total (Oil & gas)	17 832	694	5.0	Terna Trasmissione (Energy recovery equipment & services)	7 488	17	0.1
Unibail Rodamco (Real estate)	232	25	0.2	UBI Banca (Bank)	4 704	48	0.3
Valeo (Auto parts & accessories)	1 568	17	0.1	Unicredit (Bank)	63 728	111	0.8
Vallourec (Machinery)	224	18	0.1	Unipol Gruppo Finanziario (Insurance)	2 840	3	0.0
Wendel Investissement (Other financial business)	120	4	0.0	Unipol Gruppo Finanziario pref (Insurance)	19 408	15	0.1
Veolia Environ (Diversified infrastructure company)	2 080	46	0.3			1 887	13.5
Vinci (Construction company)	2 640	79	0.6	LUXEMBURG (EUR)			
Vivendi (Media)	8 880	207	1.5	SES Global (Media)	2 008	28	0.2
Zodiac NPV (Aviation, space & military products)	344	9	0.1			28	0.2
		4 500	32.2	NETHERLANDS (EUR)			
GREECE (EUR)				Aegon (Insurance)	22 632	102	0.7
Alpha Credit Bank (Bank)	1 856	12	0.1	Ahold (Foods & pharmaceuticals retail trade)	14 888	131	0.9
Bank of Piraeus Euro (Bank)	936	6	0.0	Akzo-Nobel (Chemicals)	1 608	47	0.3
Coca Cola Hellenic Bottling Company SA (Beverages)	384	4	0.0	ASML (Semi-conductor)	1 368	17	0.1
Eurobank (Bank)	1 576	9	0.1	Corio NV (Real estate)	464	15	0.1
Hellenic Petroleum (Oil & gas)	1 136	6	0.0	CSM NV (Foods)	808	9	0.1
Hellenic Telecom (Telephone operator)	2 232	27	0.2	CTA Ing Groep (Other financial business)	38 746	284	2.0
National Bank of Greece (Bank)	1 936	26	0.2	Fortis B (Other financial business)	4 200	4	0.0
OPAP/R (Electrical equipment)	1 544	32	0.2	Hagemeyer (Trade with industrial products)	6 896	33	0.2
Power Public/R (Energy recovery equipment & services)	736	8	0.1	Heineken (Beverages)	984	22	0.2
		130	0.9	Heineken Holding (Other)	832	17	0.1
IRELAND (EUR)				Hunter Douglas NV (Industrial conglomerate)	304	7	0.1
Allied Irish Banks (Bank)	6 352	11	0.1	Kon Bam Groep (Construction materials)	1 184	8	0.1
Anglo Irish Bank (Bank)	3 208	1	0.0	Koninklijke DSM NV (Chemicals)	1 976	36	0.3
Bank of Ireland (Bank)	10 864	9	0.1	KPN (Telephone operator)	10 728	111	0.8
CRH (Construction materials)	2 384	43	0.3	Nutreco NV (Foods)	368	9	0.1
Irish Life (Insurance)	2 680	4	0.0	Philips Electronics (Consumer durables)	6 872	95	0.7
Ryanair Holdings (Passenger airline)	2 768	8	0.1	Randstad Hld (Corporate services)	1 176	17	0.1
Smurfit Kappa (Construction materials)	2 608	5	0.0	SNS Reaal Groep NV (Other financial business)	864	3	0.0
		80	0.6	TNT (Air freight & courier services)	2 304	32	0.2
ITALY (EUR)				Unilever A (Foods)	9 168	159	1.1
A2A Azienda Energetica Municip (Energy recovery equipment & services)	5 136	7	0.0	Wereldhave (WEHA.AS) (Real estate)	200	13	0.1
Allianza Assicurazioni (Insurance)	3 384	20	0.1	Wolters Kluwer (Media)	1 688	23	0.2
Atlantia (Road & train transportation)	1 152	15	0.1			1 195	8.6
Autogrill (Leisure products)	792	4	0.0	PORTUGAL (EUR)			
Banca Carige SpA (Bank)	3 536	6	0.0	B. Spirito Santo (Bank)	760	5	0.0
Banca Monte dei Paschi di Siena (Bank)	29 128	44	0.3	Banco BPI (Bank)	2 721	5	0.0
Banca Popolare Di Milano (Bank)	3 104	13	0.1	Banco Comercial Portugues (Bank)	24 425	20	0.1
Banco Popolare (Bank)	5 904	29	0.2	Brisa Auto Estrada (Transportation infrastructure)	1 832	10	0.1
Benetton (Clothing, shoes, accessories & luxury products)	664	4	0.0	Cimpor SGPS (Other)	1 224	4	0.0
Buzzi Unicem (Construction materials)	424	5	0.0	Electricidade de Portugal (Electric power company)	13 600	37	0.3
Cattolica Assicurazioni (Insurance)	552	14	0.1	Galp Energia (Oil & gas)	1 024	7	0.1
Compagnie Industriali Riunite SpA (Media)	4 136	3	0.0	Jeronimo Martins SGPS (Foods & pharmaceuticals retail trade)	1 184	5	0.0
Edison Spa (Energy recovery equipment & services)	3 088	3	0.0	Portugal Telecom (Telephone operator)	7 504	46	0.3
Enel (Electric power company)	43 328	196	1.4	Sonae (Trade with industrial products)	9 120	4	0.0
Eni (Oil & gas)	23 800	398	2.9			142	1.0
Erg Spa (Oil & gas)	816	7	0.0	SPAIN (EUR)			
Fiat (Automobiles & motorcycles)	8 288	38	0.3	Abertis (Road & train transportation)	1 288	16	0.1
Finmeccanica (Aviation, space & military products)	2 782	30	0.2	Acciona (Construction company)	80	7	0.1
Fondiarria SAI (Insurance)	1 072	14	0.1	Acerinox (Metals & mines)	1 544	18	0.1
Fondiarria-SAI R (Insurance)	368	3	0.0	ACS (Construction company)	1 056	34	0.2
Generali Assicurazioni (Insurance)	9 016	176	1.3	Banco Espanol de Credito SA (Bank)	392	3	0.0
Hera (Diversified infrastructure company)	5 056	8	0.1	Banco Popular Espanol (Bank)	7 160	44	0.3
Ili - Istituto Finanziario Industriale (Financials)	2 264	11	0.1	Banco Sabadell (Bank)	5 648	27	0.2
IFIL Investments (Other)	8 032	15	0.1	Bankinter (Bank)	1 264	8	0.1
Intesa SanPaolo (Bank)	66 520	169	1.2	BBVA (Bank)	22 616	196	1.4
				BSCH (Bank)	54 472	368	2.6
				Compania Espanola de Petroleos SA (Oil & gas)	88	6	0.0
				Enagas (Oil & gas)	536	8	0.1

Annual Report – XACT Fonder 2008

XACT FTSE RAFI Fundamental Euro, cont

	Number	Market value in EURt	% of fund value
Fomento de Construcciones y Contratas (Construction materials)	432	10	0.1
Gas Natural SDG (Gas company)	824	16	0.1
Grupo Ferrival (Construction materials)	560	11	0.1
Iberdrola (Electric power company)	15 048	98	0.7
Iberia Lineas Aereas de Espana (Aviation, space & military products)	7 512	15	0.1
Inditex (Specialty retail trade)	720	23	0.2
Mapfre (Insurance)	3 738	9	0.1
Red Electrica Corporacion (Power company)	168	6	0.0
Repsol (Oil & gas)	10 568	160	1.1
Sacyr Vallermoso (Real estate)	633	4	0.0
Telecinko (Telephone operator)	520	4	0.0
Telefonica (Telephone operator)	21 472	340	2.4
Union Electrica Fenosa (Electric power company)	1 672	30	0.2
		1 461	10.5

GERMANY (EUR)

Adidas (Clothing, shoes, accessories & luxury products)	832	23	0.2
Allianz (Insurance)	4 160	312	2.2
Altana (Pharmaceuticals)	1 264	16	0.1
AMB Generali Holding (Insurance)	80	6	0.0
Arcandor (Department store)	1 408	4	0.0
BASF (Chemicals)	6 848	190	1.4
Bayer (Chemicals)	3 512	146	1.0
Baywa (Trade with industrial products)	224	6	0.0
Beiersdorf (Cosmetics & hygiene products)	240	10	0.1
Bilfinger Berger (Construction company)	288	11	0.1
BMW (Automobiles & motorcycles)	3 888	84	0.6
Celesio N (Healthcare services)	632	12	0.1
Commerz Bank (Bank)	7 040	47	0.3
Daimler (Automobiles & motorcycles)	11 368	304	2.2
Deutsche Bank (Bank)	5 376	150	1.1
Deutsche Börse (Other financial business)	296	15	0.1
Deutsche Post (Air freight & courier services)	7 552	90	0.6
Deutsche Telekom (Telephone operator)	35 952	386	2.8
DT Postbank (Bank)	320	5	0.0
E.ON (Electric power company)	11 752	334	2.4
Fraport (Transportation infrastructure)	176	5	0.0
Fresenius (Healthcare equipment)	88	3	0.0
Fresenius Medical Care (Healthcare services)	848	28	0.2
Fresenius pref (Healthcare equipment)	568	24	0.2
GEA Group (Industrial conglomerate)	752	9	0.1
Hannover Rueckversicherung (Insurance)	600	14	0.1
Heidelberg Cement AG (Construction materials)	104	3	0.0
Heidelberg Druckmaschinen (Machinery)	792	5	0.0
Henkel KGaA (Household products)	496	9	0.1
Henkel Pref (Household products)	1 384	31	0.2
Hochtief (Construction company)	392	14	0.1
Hypo Real Estate Holding (Real estate)	2 152	7	0.0
IKB Deutsche Industrie Bank (Bank)	3 504	4	0.0
Infineon (Semi-conductor)	11 640	11	0.1
K&S (Basic industry)	336	13	0.1
Lanxess (Chemicals)	864	12	0.1
Linde (Machinery)	600	36	0.3
Lufthansa (Passenger airline)	2 424	27	0.2
MAN (Machinery)	704	27	0.2
Merck KGAA (Pharmaceuticals)	536	35	0.2
Metro (Department store)	1 592	45	0.3
Münchener Rückversicherung (Insurance)	1 936	215	1.5
Porsche pref (Automobiles & motorcycles)	744	41	0.3

	Number	Market value in EURt	% of fund value
Pro Sieben Sat1 (Media)	824	2	0.0
Rheinmetall (Industrial conglomerate)	104	2	0.0
RWE (Diversified infrastructure company)	2 816	179	1.3
Salzgitter (Metals & mines)	232	13	0.1
SAP (Software)	2 120	54	0.4
Siemens (Industrial conglomerate)	4 880	257	1.8
Suedzucker (Beverages)	696	8	0.1
ThyssenKrupp (Metals & mines)	3 960	75	0.5
Tui AG Namens Aktien (Hotels, restaurants & leisure)	4 000	32	0.2
Wacker Chemie AG (Chemicals)	40	3	0.0
Volkswagen (Automobiles & motorcycles)	1 080	270	1.9
Volkswagen Pref (Automobiles & motorcycles)	1 040	40	0.3
		3 704	26.5

AUSTRIA (EUR)

Erste Group Bank (Bank)	1 304	21	0.2
EVN (Other)	280	3	0.0
Immoeast Immobilie (Real estate)	1 448	1	0.0
Immofinanz Immobilien (Other financial business)	2 920	1	0.0
OMV (Oil & gas)	776	15	0.1
Raiffeisen International Bank Holding (Other financial business)	88	2	0.0
Telecom Austria (Telephone operator)	2 408	25	0.2
Uniga Versicherungen (Insurance)	264	5	0.0
Verbund (Energy recovery equipment & services)	176	6	0.0
Wienerberger (Construction materials)	576	7	0.0
Vienna Insurance (Insurance)	136	3	0.0
Voestalpine (Metals & mines)	928	14	0.1
		102	0.7

Total listed equities 13 953 99.9

Total holdings in financial instruments 13 953 99.9

Net, other assets and liabilities 16 0.1

Total fund capital 13 969 100.0

The figures in the columns under the heading "% of fund value" are rounded to the nearest tenth of a percent.

Compilation, issuers*

Issuer	% of fund capital	Issuer	% of fund capital
Volkswagen (Volkswagen, Volkswagen Pref)	2.2	Fresenius (Fresenius AG, Fresenius pref)	0.2
Telecom Italia (Telecom Ita AOR, Telecom Ita Rf)	2.1	Unipol SpA (Unipol, Unipol Pref)	0.1
Henkel KGaA (Henkel KGaA, Henkel Pref)	0.3	Fondiarria-SAI (Fondiarria Sai, Fondiarria-SAI Rf)	0.1
Interbrew (AB Inbev, AB InbevStrip08)	0.2	Italcementi (Italcementi, Italcementi Fa)	0.1
GBL (GBL, GBL Strip 07)	0.2	Fortis NV (Fortis, Fortis Ams, Fortis Strip07)	0.1

* 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.

Annual Report – XACT Fonder 2008

XACT FTSE RAFI Fundamental Euro, cont

Accounting Principles for funds at XACT Fonder AB

The funds' accounting principles are based on the Investment Fund Act (2004:46), the Swedish Investment Fund Association's guidelines for key ratio accounting of investment funds and the Swedish Financial Supervisory Authority's regulations on investment funds (FFFS 2008:11).

THE FOLLOWING KEY ACCOUNTING PRINCIPLES HAVE BEEN APPLIED:

Accounting is based on the transaction date.

The term "financial instrument" includes futures and options with regard to equities and equity index as well as futures, where the underlying instrument consists of receivables shown in SEK or another currency or is linked to an index rate.

Equities and standardised derivatives are valued first and foremost at the latest closing price, followed by the average of that day's latest bid- and selling price. Fixed income securities are valued first and foremost at the bid price.

Some funds have holdings in financial instruments that are not listed on an authorised marketplace. In general, if this type of financial instrument is subject to regular trade organised in some other way, then the price quotation existing in that market will be used. If some form of regular trade is non-existent, the Management Company will value the instrument by applying the appropriate principles of the Eu-

ropean Private Equity & Venture Capital Association (EVCA). In general, the price quotations for securities that are not maintained in a price follow-up system shall be obtained on a regular basis from a counterparty in the market. These prices will be validated against a theoretically-determined price on a regular basis.

Securities purchased in connection with a new share issue and for which current price information is not available prior to the opening of public trading of the securities will first and foremost use the purchase price as the valuation price.

If, however, there is reason to believe that the value set for the instrument is no longer representative due to information received by the Management Company (e.g., at new share issues, in reports from the company in question, or through other news in the market), then the Management Company will conduct a new valuation.

At the time of this revaluation, available information and established valuation methods will be used, taking into consideration the current situation.

Both realised and unrealised changes in the value of equity-related instruments will be reported in the Income Statement under the heading "Changes in value for equity-related financial instruments".

Both realised and unrealised changes in the value of interest-related instruments (not discount instruments) will be reported in the Income Statement under the heading "Changes in value for interest-related financial instruments".

Interest for interest-related instruments and changes in value for discount instruments will be reported in the Income Statement under the heading "Interest Income".

Both realised and unrealised changes in the value of currency accounts and currency futures will be reported in the Income Statement under the heading "Currency exchange

profits and losses, net". Currency changes in the holdings of financial instruments are not included in the item "Currency exchange profits", but are included in the reported "Changes in value for financial instruments".

Foreign distributions in the Income Statement are net after deducting for non-refundable dividend taxes.

Further, the regulations of the Swedish Accounting Act will be applied wherever applicable. Given that the fund is exchange-traded, the key figure "Costs for monthly savings, SEK 100" is not applicable.

XACT Fonder AB

The Board of Directors and the Chief Executive Officer of XACT Fonder AB hereby submit the Annual Report for XACT FTSE RAFI Fundamental Euro, which is administered by the company. Stockholm, February 12, 2009

MICHAEL SOHLMAN
Chairman

CLAES NORLÉN

DAG TJERNSMO

LARS WEDIN

HENRIK NORÉN
Chief Executive Officer

Auditors' report

To unit holders in XACT FTSE RAFI Fundamental Euro, registration number 515602-1122:

In the capacity as the auditors of XACT Fonder AB, registration number 556582-4504, we have audited the Annual Report, accounting records and Management Company's administration of XACT FTSE RAFI Fundamental Euro for the financial year 2008. The Management Company is responsible for these accounts and the administration as well as for the application of the Investment Fund Act and the Swedish Financial Supervisory Authority's regulations when preparing the Annual Report. Our responsibility is to express an opinion on the Annual Report and the administration based on our audit.

We conducted our audit in accordance with generally accepted auditing standards in Sweden. Those standards require that we plan and perform the audit to obtain reasonable assurance that the Annual Report is free of material misstatement. Handelsbanken's internal audit department has examined the accounting records, the Annual Report and administration throughout the year and reports regarding these audits have been submitted to us. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the accounts. An audit also includes assessing the accounting principles used and their application

by the Management Company when preparing the Annual Report as well as evaluating the overall presentation of information in the Annual Report. We have examined significant decisions, actions taken and circumstances in the fund in order to be able to determine if the Management Company has acted in contravention of the Investment Fund Act or the fund rules. We believe that our audit provides a reasonable basis for our opinion set out below.

The Annual Report has been prepared in accordance with the Investment Fund Act and the Swedish Financial Supervisory Authority's regulations.

In our opinion, the Management Company has not acted in contravention of the Investment Fund Act or the fund rules.

Stockholm, March 3, 2009

KPMG AB
STEFAN HOLMSTRÖM
Authorized Public Accountant

Information from XACT Fonder

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

Board of Directors for XACT Fonder AB

Elected at 2008 Annual General Meeting:

MICHAEL SOHLMAN, *Chairman*,
Executive Director of the Nobel Foundation

CLAES NORLÉN
Executive Vice President of Handelsbanken
and Head of Handelsbanken Asset Management

DAG TJERNSMO
Executive Vice President of Handelsbanken
and Head of Handelsbanken Norway

LARS WEDIN, Stockholm

Chief Executive Officer

HENRIK NORÉN

Management Company's auditors

Elected at 2008 Annual General Meeting:

KPMG AB, STEFAN HOLMSTRÖM

Personnel and organisation

The Board of Directors for the Management Company is responsible for the funds in question. The Management Company is a wholly-owned subsidiary of Handelsbanken.

Key management within XACT Fonder are as follows:

Chief Executive Officer

HENRIK NORÉN

Head of Administration

JACOB STERNIUS

Head of Marketing & Information

ELISABETH HALLMAN DAHLGREN

Address: 106 70 STOCKHOLM

Telephone: 08-701 40 00

Trading with fund units

Trading in ETFs (Exchange-Traded Funds) has all the features of trading in equities, but has nothing in common with investing in traditional mutual funds. Fund units are traded on the stock market in the same way as equities. Generally accepted brokerage fees are paid for each transaction. As with equities, prices are set in real time and the transaction occurs through the stock exchange. Unlike most funds, the Management Company does not act as the counterparty in the trade of ETFs. A transaction is made at the market price and does not need to be at the fund unit's current NAV.

When you own equities, you may purchase or sell them to the party who offers the highest price on the market, which is exactly the same for ETFs. To ensure that it is always possible to trade fund units, XACT Fonder has agreements with market makers who set bid- and ask prices for the funds on an ongoing basis.

Abbreviations

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

ADR	American Depository Receipt	KV2	Convertible
ADS	American Depository Share	Pref	Preference share
BTA	Paid subscription shares	SDB	Swedish Deposit Certificate
ETF	Exchange Traded Fund	TO	Warrants
FRN	Floating Rate Note		
GDR	Global Depository Receipt		

Ownership policy

Given that the purpose of the fund is to follow a specific index, the Management Company has decided to not actively exercise its ownership role over fund holdings.

Additional information

You will find additional information about our funds on our websites at: www.handelsbanken.se/fonder and www.xact.se. The websites include complete information brochures with fund rules, simplified prospectus and current share price performance.

Definitions

Fund statistics

Fund statistics for 2004-2008 are reported in table form to the extent available.

Share of turnover conducted via closely-related securities companies – In terms of value, the number of fund purchases and sales of securities mediated by Handelsbanken. Calculated, on the one hand, as the ratio between the total of those purchases and sales executed by Handelsbanken and, on the other hand, as the total of all purchases and sales during the year. Expressed in percent. Shown only for the full year.

Net asset value (NAV) – Net asset value expressed as the rate in SEK reported in the annual accounts for the respective year.

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

Dividend distribution date – Ex-dividend date, i.e. the first day trading begins without the dividend, two days before the record date at VPC. Settlement is usually made 3-4 banking days after this date.

Fund capital – Fund capital in the annual accounts for the respective year. Expressed in millions of SEK.

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. Expressed in millions of SEK.

Average yearly return, 2 and 5 years, respectively – The fund's average effective annual yield during the last 2 or 5 years. Not calculated for funds in existence for less than 2 or 5 years, respectively.

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 shows the index including dividends.

Redemption fee – Fee charged or may be charged for the redemption of units. Calculated as a percentage of the amount withdrawn.

Costs for one-time subscription SEK 10 000 – The 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.

Max. allowed mgmt. costs in % according to fund rules – Maximum management fee allowed according to the fund rules. Expressed in percent of the average fund capital per year. The cost is calculated on a daily basis.

Turnover rate – The fund's turnover rate calculated, on the one hand, as the ratio between the lowest total amount for purchased or sold securities 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 one year at the time of acquisition are excluded from purchased or sold securities. Reported as the number turned over per year. Calculated on a rolling 12-month basis.

TER (Total Expense Ratio) – Total management fees as well as any additional fees, excluding transaction costs and dividend tax charged to the fund during the year. Expressed in percentage of the fund's average fund capital. Calculated on a rolling 12-month basis.

TKA (Totalkostnadsandel/Total Cost Ratio) – Total management fees, transaction fees, interest expenses, other expenses and dividend charged to the fund during the year. Expressed in percentage of the fund's average fund capital. Calculated on a rolling 12-month basis.

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 was added back on the distribution date. Performance is measured in percent from the date of the previous year's annual accounts to the date of the annual accounts for the respective year.

Transaction costs – Expenses for brokerage fees that have been charged to the fund during

the year. Expressed in thousands of SEK. Transaction fees are included in the acquisition and sales values. Calculated on a rolling 12-month basis. Brokerage fees for derivatives are reported separately in the Income Statement.

Transaction costs in % of turnover – Expenses for brokerage fees that have been charged to the fund during the year. Expressed in percent of the value of the securities turned over and to which the transaction fees pertain. Calculated on a rolling 12-month basis.

Dividends per unit – Dividends per unit that were distributed to unit holders during the respective year.

Collected mgmt. costs in % of average fund capital – Actual management fees collected in percent of the average fund capital. Calculated on a rolling 12-month basis.

Key figures for risk follow-up

In order to obtain relevant comparisons, dividends have been reinvested in the funds and their comparable index. 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 the fund's holdings as of December 31, 2008 as the basis. XACT Fonder uses the BarraOne risk model from MSCI Barra for the calculation of the risk forecast. Barra's risk model is a fundamental multiple-factor for the equity model that uses style and industry factors, while the fixed income model uses the yield curve and credit spreads as factors.

Total risk/Total risk 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.

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

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

Sharpe ratio/Sharpe ratio index is a measure of the fund/index's return, taking into account the risk of the fund. 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. The Sharpe ratio is most relevant to compare the yields of various markets, while taking risk into account.

Information ratio is a measure of the active returns attained by the fund by 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 which index or indices have been used to calculate active return and the information ratio.

A fund's historic performance is not a guarantee of future returns. The money you invest in a fund can both increase and decrease in value and it is not guaranteed that you will recover the entire invested amount.