



# **LYNX ACTIVE BALANCED FUND**

A SUB-FUND OF THE LYNX UCITS FUNDS ICAV

## **SEMI-ANNUAL REPORT AND UNAUDITED CONDENSED FINANCIAL STATEMENTS**

For the period from 1 January 2021 to 30 June 2021



# LYNX ACTIVE BALANCED FUND

## MANAGEMENT AND ADMINISTRATION

<b>Registered Office</b>	5 George's Dock International Financial Services Centre Dublin 1 Ireland
<b>Directors</b>	Brian Dunleavy* Fiona Mulhall** Marcus Andersson* (Resigned 17 May 2021) Henrik Landén (Appointed 17 May 2021)
<b>Manager</b>	KBA Consulting Management Limited 5 George's Dock International Financial Services Centre Dublin 1 Ireland
<b>Investment Manager and Distributor</b>	Lynx Asset Management AB Regeringsgatan 30-32 Box 7060 SE – 103 86 Stockholm Sweden
<b>Depositary</b>	HSBC Continental Europe 1 Grand Canal Square Grand Canal Harbour Dublin 2 Ireland
<b>Administrator</b>	HSBC Securities Services (Ireland) DAC 1 Grand Canal Square Grand Canal Harbour Dublin 2 Ireland
<b>Legal Counsel (as to Irish law)</b>	Matheson 70 Sir Rogerson's Quay Dublin 2 Ireland
<b>Independent Auditor</b>	KPMG Chartered Accountants 1 Harbourmaster Place International Financial Services Centre Dublin 1 Ireland
<b>Secretary</b>	KB Associates 5 George's Dock International Financial Services Centre Dublin 1 Ireland

\* Non-executive director.

\*\* Non-executive independent director.

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*Words and expressions defined in the Prospectus, unless the context otherwise requires, have the same meaning when used in this semi-annual report and financial statements.*

# INVESTMENT MANAGER'S REPORT

*For the period from 1 January 2021 to 30 June 2021*

## PERFORMANCE OVERVIEW

The Lynx Active Balanced Fund ended the first half of 2021 up 5.69 per cent as gains in equities and commodities outpaced losses in fixed income. The positive result brings annualized performance since inception to 9.14 per cent.

Anticipation of economies reopening around the globe impacted markets from equities to energies. Concerns over rising inflation also surfaced. As most developed economies have benefited from generally benign conditions over the past 40 years, uncertainty regarding how rising inflation may impact asset prices created some unease for investors. The resulting price action created both opportunities and challenges for the strategy as the models adapted to the new regime.

## MARKET DEVELOPMENTS

While most have been looking forward to the time when the COVID-19 pandemic is no longer capturing the headlines and driving markets, they will need to look beyond the first six months of 2021. However, unlike last year when shutdowns and quarantines were stifling economies and the humanitarian crisis seemed to get more dire by the day, the increasing availability of coronavirus vaccines as the year progressed resulted in an optimism that had been absent for most of 2020.

Access to these vaccines – and the robustness of vaccination programs – had a marked impact on economic activity. While some countries struggled to secure enough doses to control the spread of the virus, governments in most developed Western nations were able to begin lifting the most extreme pandemic restrictions as their populations became increasingly immunized. The spread of more contagious – and potentially vaccine-resistant – variants slowed the reopening in Europe late in June and lockdowns returned across Asia and Australia as the second quarter drew to a close, but significant advances were made and global growth accelerated as a result.

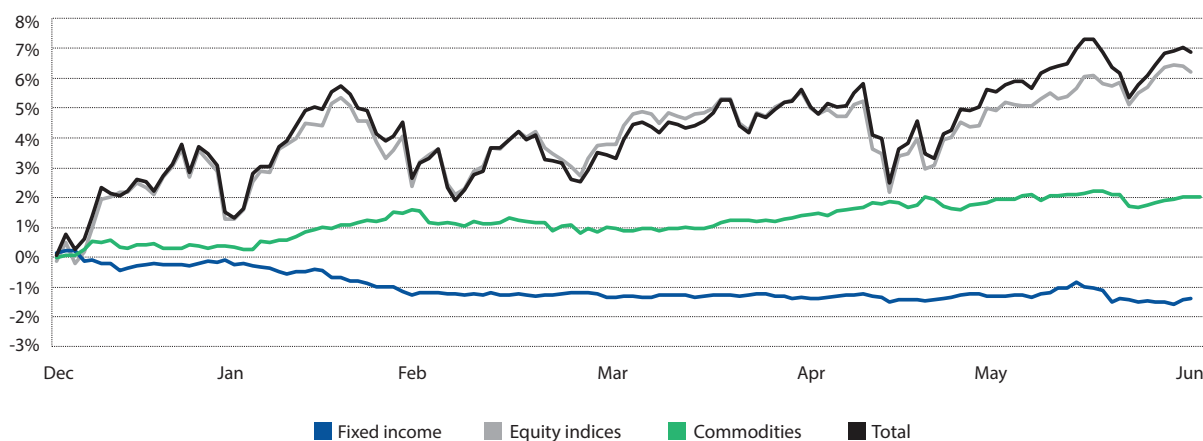
In the US, GDP climbed 6.4 per cent in the first quarter and higher frequency economic indicators signaled continued strength as the year progressed. Inflation similarly rose and the US Federal Reserve became slightly more hawkish as a result. Although the Fed indicated last year that they would be comfortable loosening their inflation target – particularly given rather anemic conditions in recent years – some governors revised their monetary policy expectations and dissented from the consensus opinion that price risks were transitory. Labor

force participation rates generally remained below pre-pandemic levels as expanded benefits contributed to fewer employees reentering the workforce. Meanwhile, the unemployment rate continued to decline but remained over 2 per cent higher than in February 2020 adding to the uncertainty surrounding policy.

The Eurozone contracted in the first quarter as vaccine availability on the continent was initially well below the UK and North America, although the tide shifted markedly as the year progressed and growth accelerated. Inflation rates generally exceeded expectations – approaching pre-pandemic levels – and the ECB began considering their options should it exceed their 2 per cent target for an extended period. Levels varied widely across the continent, although price pressures generally rose. As was the case in the US, unemployment rates remained elevated when compared to the pre-pandemic period, particularly on the periphery.

Dramatic declines in manufacturing during the depths of the crisis – and the resulting low inventory levels coming into the new year – created an opportunity for many Asian nations to benefit from the recovery. However, relatively slow vaccinations across the continent contributed to muted domestic demand and lower inflation levels than developed Western economies; rising commodity prices further hindered growth. Even those nations that experienced increasing price pressures were impacted by rising COVID-19 infection rates as a third wave began spreading across the region late in the period.

Expansionary monetary policy stayed in place across much of the globe as most central banks remained committed to keeping rates low at least through the end of 2021 and asset purchase programs continued. Prospects of increasing fiscal stimulus, including plans for infrastructure development, spawned optimism that governments would continue to support economic growth by any means necessary. Due in part to the ample liquidity bolstered by these accommodative policies, most global stock indices ended the first half of the year in positive territory; MSCI World, a global equity index, climbed 14.4 per cent. Major US indices closed at or near record highs, while European bourses similarly performed well after a relatively slow start; the S&P 500 and Euro Stoxx 50 indices each rose 14.4 per cent. With headwinds from rising COVID infection rates and speculation of tighter monetary policy in China and elsewhere in the region, Asian equity indices generally trailed US and European counterparts.



**Chart 1.** Contribution to performance by asset class during first six months, 2021.

The Japanese Nikkei index ended the period up 4.9 per cent while the Hang Seng index climbed 5.9 per cent.

Despite sanguine growth forecasts and continued accommodative monetary policy, global yield curves flattened in the second quarter after steepening earlier in the period. Rising inflation data had the greatest impact on the US curve, particularly after the FOMC dot plot revealed two rate hike projections in 2023 – earlier than previously forecast – and more robust economic projections for the current year. Skepticism regarding future policy resulted in some price fluctuations, but after peaking at 1.75 per cent on March 31st, 10-year Treasury yields declined by 28 basis points to 1.47 per cent by the end of June. Even after the pullback, 10-year rates remained 55 basis points above where they were coming into the year. European interest rates also climbed but real rates in most countries remained negative; German 10-year bund rates climbed by 37 basis points, yet nominal yields remained below zero at -0.20 per cent. Speculation that the ECB would begin tapering their pandemic emergency purchase program (PEPP) contributed to climbing rate expectations during the period.

In commodities, rising demand for industrial metals and energies as economies reopened was met with extraordinarily tight inventories leading to speculation of another commodity “super-cycle.” Crude oil prices were particularly strong as voluntary Saudi Arabian production cuts – beyond levels previously negotiated within OPEC – and refinery closures in Texas during the first quarter contributed to the move; Brent crude rose 44 per cent during the period. Copper prices also rose significantly due to increasing industrial demand – specifically for electrical wiring and battery production – and decreasing South American production. Attempts by China to curb the appreciation – including pledging to release base metals from strategic national reserves – resulted in some weakness in June, although

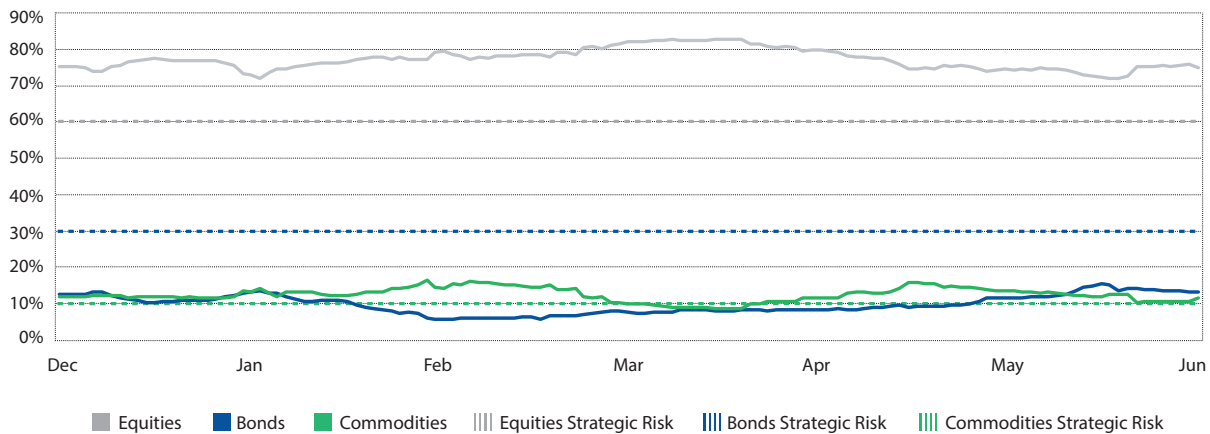
prices remained elevated, ending up over 22 per cent on the year.

### ANALYSIS OF THE RESULT

The Fund generated a profit in each of the first six months of 2021 to realize a total return of 5.69 per cent over the period. Largest gains were realized in global equity indices which contributed approximately 6.2 per cent to the return. Positioning in the US was particularly profitable as largest gains accrued in the S&P 500 and NASDAQ indices, although profits were generated across the globe. Equity exposure did not fluctuate dramatically during the period – ranging between 42 and 72 per cent – as the opportunity set remained reasonably strong throughout much of the year. Commodity markets also contributed positively, adding approximately 2.1 percent to the total return. Energies were especially profitable throughout the first six months as prices climbed on rising demand and tight supply. Similarly, industrial metals climbed on the “reopening trade,” although precious metals weakened as the pandemic began to ease. Conversely, fixed income weighed on performance, contributing a loss of approximately -1.3 per cent. Bonds and short-term interest rates were both unprofitable as losses were realized across regions. In the US, positions in 5-year and 10-year Treasuries were most challenging, while in Europe, long positions in the French notional bond and UK gilt generated the largest losses.

The table below illustrate a summary of returns by asset class.

<i>Return by Asset Class</i>	<i>2021</i>
Equity-related investments	6.2%
Fixed income-related investments	-1.3%
Commodity-related investments	2.1%
Other (fees, interest, etc)	-1.3%
<b>Total Return</b>	<b>5.7%</b>



**Chart 2** Risk proportions per asset class

## RISK AND EXPOSURE

Lynx Active Balanced Fund aims to maintain a relatively consistent level of portfolio volatility over time, targeting 8 per cent over the long-term. This target can range between 5 and 9 per cent depending on the perceived tactical opportunities in the markets. The risk level of the Fund at any given time is actively managed through the systematic techniques embedded in the investment process with the aim of reducing risk in adverse market environments.

Over time, Fund investors can expect that 60 per cent of the total portfolio risk will be allocated to equities, 30 per cent to fixed income and 10 per cent to commodities. These risk allocations tactically deviated from the strategic levels during the first six months of the year, in line with our active allocation approach as illustrated in Chart 2. As of midyear 2021, the risk allocations to the different asset classes were as follows: 75 per cent in equities, 13 per cent in bonds and 12 per cent in commodities. The table above shows the largest positions in equities and fixed income as of 30 June 2021 in terms of Value at Risk.

### Largest positions as per 30 June, 2021

	Value at Risk, %
<b>Equity Indices</b>	
Mini S&P 500, US	0.6
Mini Nasdaq, US	0.3
Mini S&P 400, US	0.3
<b>Fixed income</b>	
10-year bond, Australia	0.1
Euro Oat, France	0.1
5-year Treasury Note, US	0.0

## OFFICE ACCESS

As of the writing of this letter, we continue to follow governmental recommendations regarding access to our headquarters in Stockholm, Sweden. Employees cur-

rently have the ability to either work from Lynx' office (in accordance with restrictions regarding the number of employees present simultaneously) or remotely through secured connections. We have a Gigabit internet connection with fully mirrored backup which is tested daily and periodically test the robustness of our remote connectivity platform. Should conditions remain the same, we anticipate to welcome all employees as well as visitors back to the office - beginning in mid-August.

## OUTLOOK

We recently wrote about the potential for an inflationary environment to develop over the coming years and the challenges investors may face managing risk should this occur. Extraordinarily accommodative monetary policies are still in place from the aftermath of the global financial crisis and the compounding effect of recent stimulus has the potential to exacerbate fiscal imbalances globally. Government debt continues to rise and while quantitative easing mitigates the risk of a rate spike, it is only a matter of time before asset purchases are tapered and programs abolished.

The ability to tactically allocate capital between stocks and bonds could take on significantly greater importance should this environment materialize. Additionally, commodities could become a primary source of returns as industrial metals and energies tend to be influenced by inflationary pressures; the opportunities could be unlike any experienced over the past decade. In fact, given some production constraints on various commodities across the globe, increasing demand could outpace any supply response for a prolonged period.

As a systematic manager our job is not to predict what the world will be like months or years from now. Rather, our models attempt to forecast how market prices will move tomorrow based only on data that is available today. "History doesn't repeat itself, but it often

rhymes,” as the adage goes. Using history as our guide, we attempt to navigate through any regime and – to the extent that the future reflects the past – capitalize on the opportunities that emerge.

As always, Lynx remains committed to managing your capital responsibly and profitably. We are invested alongside our clients in every program we manage, aligning our interests directly with our investors. We hope to reward your confidence in us with differentiated, positive returns for the rest of 2021 and beyond.



## STATEMENT OF FINANCIAL POSITION

As at 30 June 2021

	<i>Notes</i>	<b>30 June 2021</b> <i>EUR</i>	<b>31 December 2020</b> <i>EUR</i>
<b>ASSETS</b>			
Financial assets at fair value through profit or loss	3,4		
-Transferable securities		32,525,646	30,600,513
-Financial derivative instruments		225,958	440,323
Cash and cash equivalents		1,338,625	863,691
Cash held as collateral		1,284,648	1,207,611
Subscriptions receivable		51,243	31,658
Due from brokers		3,179,506	3,163,985
Other assets and prepaid expenses		1,284	-
<b>TOTAL ASSETS</b>		<b>38,606,910</b>	<b>36,307,781</b>
<b>LIABILITIES</b>			
Financial liabilities at fair value through profit or loss	3,4		
-Financial derivative instruments		(150,381)	(217,310)
Redemptions payable		(11)	(46,937)
Audit fees payable		(16,600)	(10,417)
Administration fees payable	5(c)	(2,466)	(1,749)
Directors' fees payable	5(e)	(705)	(765)
Depositary fees payable	5(d)	(1,628)	(1,558)
Investment management fees payable	5(a)	(22,601)	(7,638)
Manager fees payable	5(b)	(2,352)	-
Other payables	6	(7,370)	(6,313)
<b>LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES)</b>		<b>(204,114)</b>	<b>(292,687)</b>
<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES</b>		<b>38,402,796</b>	<b>36,015,094</b>

*The accompanying notes are an integral part of these financial statements.*

## STATEMENT OF COMPREHENSIVE INCOME

For the period from 1 January 2021 to 30 June 2021

	<i>Notes</i>	<i>30 June 2021</i> <i>EUR</i>	<i>30 June 2020</i> <i>EUR</i>
<b>INVESTMENT INCOME</b>			
Net gains/(losses) on financial assets and financial liabilities at fair value through profit or loss	3	1,945,493	(3,808,809)
Net gains/(losses) on foreign exchange		402,714	178,850
<b>TOTAL INVESTMENT (LOSS)/INCOME</b>		<b>2,348,207</b>	<b>(3,629,959)</b>
<b>OPERATING EXPENSES</b>			
Transaction costs		(14,798)	(11,279)
Administration fees	5(c)	(14,959)	(37,214)
Depositary fees	5(d)	(12,339)	(10,789)
Investment management fees	5(a)	(133,910)	(135,188)
Directors' fees	5(e)	(9,442)	(6,669)
Audit fees		(6,183)	(5,334)
Manager fees	5(b)	(14,089)	-
Other expenses	7	(15,468)	(11,215)
<b>TOTAL OPERATING EXPENSES</b>		<b>(221,188)</b>	<b>(217,688)</b>
<b>OPERATING PROFIT/LOSS</b>		<b>2,127,019</b>	<b>(3,847,647)</b>
<b>FINANCE COSTS</b>			
Interest expense		(25,277)	(25,806)
<b>TOTAL FINANCE COSTS</b>		<b>(25,277)</b>	<b>(25,806)</b>
<b>INCREASE/(DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES FROM OPERATIONS</b>		<b>2,101,742</b>	<b>(3,873,453)</b>

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES

*For the period from 1 January 2021 to 30 June 2021*

	<i>30 June 2021</i> <i>EUR</i>	<i>30 June 2020</i> <i>EUR</i>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES AT THE BEGINNING OF THE PERIOD	36,015,094	37,076,813
Issue of redeemable participating shares	1,959,692	8,287,104
Redemptions of redeemable participating shares	(1,673,732)	(5,233,226)
Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations	2,101,742	(3,873,453)
<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES AT THE END OF THE PERIOD</b>	<b>38,402,796</b>	<b>36,257,238</b>

## STATEMENT OF CASH FLOWS

For the period from 1 January 2021 to 30 June 2021

	<b>30 June 2021</b>	<b>30 June 2020</b>
	<b>EUR</b>	<b>EUR</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net increase/(decrease) in net assets resulting from operations	2,101,742	(3,873,453)
Net (gains)/losses on financial assets and financial liabilities at fair value through profit or loss	(1,945,493)	3,808,809
Purchase of financial assets	(28,552,612)	(55,102,227)
Proceeds from sale of financial assets	26,525,659	56,752,728
Proceeds/(payments) on settlement of financial derivative instruments	2,194,749	(4,092,679)
(Increase)/decrease in due from brokers	(15,521)	528,615
(Increase)/decrease in cash held as collateral	(77,037)	588,297
(Increase) in other assets and prepaid expenses	(1,284)	(1,575)
Increase in administration fees payable	717	71
Increase in due to brokers	-	77,094
Increase in investment management fees payable	14,963	10,794
Increase/(decrease) in depositary fees payable	70	(277)
Increase/(decrease) in audit fees payable	6,183	(5,121)
(Decrease)/increase in directors' fees payable	(60)	2,833
Increase in Manager fees payable	2,352	-
Increase/(decrease) in other payables	1,057	(111)
<b>NET CASH PROVIDED BY/(USED IN) OPERATING ACTIVITIES</b>	<b>255,485</b>	<b>(1,306,202)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds on the issue of redeemable participating shares	1,940,107	8,485,791
Payment on redemption of redeemable participating shares	(1,720,658)	(5,234,084)
<b>NET CASH PROVIDED BY FINANCING ACTIVITIES</b>	<b>219,449</b>	<b>3,251,707</b>
Net increase in cash and cash equivalents	474,934	1,945,505
Cash and cash equivalents at beginning of the period	863,691	(952,254)
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>1,338,625</b>	<b>993,251</b>
<b>SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION:</b>		
Interest paid	(25,277)	(25,806)

## NOTES TO THE FINANCIAL STATEMENTS

For the period from 1 January 2021 to 30 June 2021

### 1. GENERAL

Lynx Active Balanced Fund (the “Fund”) is a sub-fund of Lynx UCITS ICAV (the “ICAV”). The ICAV is an open-ended Irish collective asset-management vehicle with registered number C184319 structured as an umbrella fund with segregated liability between sub-funds pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended) (the “UCITS Regulations”). As of 30 June 2021, the ICAV has established one other sub-fund, Lynx UCITS Fund.

The ICAV was incorporated on 11 December 2018 and the Fund commenced operation on 28 December 2018.

Any liability incurred on behalf of or attributable to the Fund of the ICAV shall be discharged solely out of the assets of the Fund. Notwithstanding the foregoing, there can be no assurance that should an action be brought against the ICAV in the courts of another jurisdiction, the segregated nature of the Fund would necessarily be upheld.

The investment objective of the Fund is to achieve long-term capital appreciation to a moderate risk level by providing dynamic long exposure to a diversified range of asset classes and financial instruments.

### 2. SIGNIFICANT ACCOUNTING POLICIES

#### Basis of preparation

The Directors have opted to prepare separate financial statements for the Fund in accordance with the Irish Collective Asset-management Vehicles Act 2015 (as amended) (the “ICAV Act”). The financial statements for Lynx UCITS Fund are available free of charge on request from the Manager. Any reference hereafter to the financial statements will mean the financial statements of the Fund of the ICAV.

These condensed financial statements for the period ended 30 June 2021 have been prepared in accordance with International Accounting Standard (“IAS”) 34 ‘Interim Financial Reporting’ and pursuant to the UCITS Regulations and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2019 (the “Central Bank UCITS Regulations”).

The condensed financial statements do not include all the information included in annual financial statements and should be read in conjunction with the last annual financial statements. The same accounting policies and methods of computation followed in the last annual financial statements have been used in the preparation of these interim financial statements. The last annual financial were prepared in accordance with International Financial Reporting Standards (“IFRS”) as adopted for use in the European Union (“EU”) and with the requirements of the ICAV Act and pursuant to the UCITS Regulations and the Central Bank UCITS Regulations.

The financial statements have been prepared on a going concern basis.

### 3. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	30 June 2021	31 December 2020
	EUR	EUR
<b>Financial assets at fair value through profit or loss</b>		
<i>Designated at fair value</i>		
Transferable securities		
-Treasury bills	25,805,945	23,888,035
-Treasury certificates	6,719,701	6,712,478
Financial derivative instruments		
-Forward contracts	159,143	295,391
-Future contracts	64,325	144,932
-Swaps	2,490	-
<b>Total financial assets at fair value through profit or loss</b>	<b>32,751,604</b>	<b>31,040,836</b>

**Financial liabilities at fair value through profit or loss**

Financial derivative instruments		
-Forward contracts	32,159	(133,242)
-Future contracts	118,222	(55,186)
-Swaps	-	(28,882)
<b>Total financial liabilities at fair value through profit or loss</b>	<b>150,381</b>	<b>(217,310)</b>

***Realized gains/(losses) on financial assets and financial liabilities at fair value through profit or loss***

(Losses) on treasury bills	(61,965)	(76,303)
(Losses) on treasury certificates	(26,693)	(30,652)
(Losses) on forward contracts	(405,106)	(406,413)
Gains/(losses) on swaps	737,635	(147,784)
Gains/(losses) on future contracts	1,862,220	(3,538,482)

<b>Net realized gains/(losses) on financial assets and financial liabilities at fair value through profit or loss</b>	<b>2,106,091</b>	<b>(4,199,634)</b>
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***Unrealized (losses)/gains on financial assets and financial liabilities at fair value through profit or loss***

(Losses)/gains on treasury bills	(18,930)	3,113
Gains on treasury certificates	5,769	18,457
(Losses)/gains on future contracts	(143,643)	447,505
(Losses)/gains on forward contracts	(35,166)	12,142
Gains/(losses) on swaps	31,372	(90,392)

<b>Net unrealized (losses)/gains on financial assets and financial liabilities at fair value through profit or loss</b>	<b>(160,598)</b>	<b>390,825</b>
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<b>Net gains/(losses) on financial assets and financial liabilities at fair value through profit or loss</b>	<b>1,945,493</b>	<b>(3,808,809)</b>
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**4. FAIR VALUE MEASUREMENT**

IFRS 13 'Fair value measurement' establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described in the table below.

Level 1	Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that the Fund has the ability to access at the measurement date;
Level 2	Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly, including inputs in markets that are not considered to be active;
Level 3	Inputs that are unobservable. This category includes all instruments for which the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

Inputs are used in applying the various valuation techniques and broadly refer to the assumptions that market participants use to make valuation decisions, including assumptions about risk. Inputs may include price information, volatility statistics, specific and broad credit data, liquidity statistics, and other factors. A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. However, the determination of what constitutes "observable" requires significant judgement by the Directors. The Directors consider observable data to be that market data which is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. The categorisation of a financial instrument within the hierarchy is based upon the pricing transparency of the instrument and does not necessarily correspond to the Directors' perceived risk of that instrument.

### Transferable securities

Transferable securities whose values are based on quoted market prices in active markets are classified within level 1. These include active treasury bills and certificates. The Directors do not adjust the quoted price for such instruments, even in situations where the Fund holds a large position and a sale could reasonably impact the quoted price.

Transferable securities that trade in markets that are not considered to be active, but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2.

Transferable securities classified within level 3 have significant unobservable inputs, as they trade infrequently or not at all. There are no level 3 investments held at financial period end.

### Financial derivative instruments

Financial derivative instruments can be exchange-traded or privately negotiated over-the-counter (“OTC”). Exchange-traded derivatives, such as future contracts are typically classified within level 1 or level 2 of the fair value hierarchy depending on whether or not they are deemed to be actively traded. OTC derivatives, such as forward contracts and swaps have inputs which can generally be corroborated by market data and are therefore classified within level 2.

The following table presents the financial instruments carried at fair value on the Statement of Financial Position by caption and by level within the valuation hierarchy as at 30 June 2021.

	Total	(Level 1)	(Level 2)	(Level 3)
	EUR	EUR	EUR	EUR
<b>Financial assets at fair value through profit or loss</b>				
Transferable securities				
-Treasury bills	25,805,945	25,805,945	-	-
-Treasury certificates	6,719,701	6,719,701	-	-
Financial derivative instruments				
-Forward contracts	159,143	-	159,143	-
-Future contracts	64,325	64,325	-	-
-Swaps	2,490	-	2,490	-
<b>Total financial assets at fair value through profit or loss</b>	<b>32,751,604</b>	<b>32,589,971</b>	<b>161,633</b>	<b>-</b>
<b>Financial liabilities at fair value through profit or loss</b>				
Financial derivative instruments				
-Forward contracts	(32,159)	-	(32,159)	-
-Future contracts	(118,222)	(118,222)	-	-
<b>Total financial liabilities at fair value through profit or loss</b>	<b>(150,381)</b>	<b>(118,222)</b>	<b>(32,159)</b>	<b>-</b>

The Fund recognises transfers between levels of the fair value hierarchy as at the end of the reporting period during which the change occurred.

There were no transfers between levels during the financial period from 1 January 2021 to 30 June 2021.

The following table presents the financial instruments carried at fair value on the Statement of Financial Position by caption and by level within the valuation hierarchy as at 31 December 2020.

	Total	(Level 1)	(Level 2)	(Level 3)
	EUR	EUR	EUR	EUR
<b>Financial assets at fair value through profit or loss</b>				
Transferable securities				
-Treasury bills	23,888,035	23,888,035	-	-
-Treasury certificates	6,712,478	6,712,478	-	-
Financial derivative instruments				
-Forward contracts	295,391	-	295,391	-
-Future contracts	144,932	144,932	-	-
<b>Total financial assets at fair value through profit or loss</b>	<b>31,040,836</b>	<b>30,745,445</b>	<b>295,391</b>	<b>-</b>

### Financial liabilities at fair value through profit or loss

Financial derivative instruments				
-Forward contracts	(133,242)	-	(133,242)	-
-Future contracts	(55,186)	(55,186)	-	-
-Swaps	(28,882)	-	(28,882)	-
<b>Total financial liabilities at fair value through profit or loss</b>	<b>(217,310)</b>	<b>(55,186)</b>	<b>(162,124)</b>	<b>-</b>

There were no transfers between levels during the year ended 31 December 2020.

### Financial assets and liabilities not measured at fair value

The financial assets and financial liabilities not measured at fair value through profit or loss are short-term financial assets and financial liabilities whose carrying amounts approximate fair value. Cash and cash equivalents are categorized as Level 1 and all other financial assets and financial liabilities not measured at fair value through profit or loss are categorized as Level 2 in the fair value hierarchy.

## 5. FEES AND EXPENSES

### (a) Investment Management fees

The Investment Manager shall be entitled to receive from the Fund, an investment management fee in relation to each class of shares calculated on a percentage of net assets attributable to such class of shares. Such fees are accrued daily and paid monthly in arrears at an annual rate as set out below:

Classes of shares	Investment management fee (per annum)
Class I1	0.90%
Class I2	0.60%
Class D1	1.20%
Class D2	0.75%
Class A	1.20%

The Investment Manager may from time to time and at its sole discretion and out of its own resources decide to rebate shareholders part or all of the investment management fees.

Any such rebate(s) may be applied in paying up additional shares to be issued to the shareholder(s).

For the financial period ended 30 June 2021, investment management fees of EUR 133,910 (30 June 2020: EUR 135,188) were charged to the Fund of which EUR 22,601 (31 December 2020: EUR 7,638) was payable at the period end.

### (b) Manager fees

The Manager shall be entitled to receive from the ICAV, a manager fee calculated as a percentage of the net asset value ("NAV") of the ICAV. The Fund shall be responsible for its attributable portion of the fees payable to the Manager and fees shall be allocated to the sub-funds on a pro-rata basis. Such fees are accrued daily and paid monthly in arrears as set out below. The Investment Manager may take responsibility for payment of the fee to the Manager. These fees are subject to a minimum of EUR 52,000 per annum effective from 1 January 2021 for the initial two sub-funds of the ICAV. The Manager fees are as follows:

Net Asset Value of the ICAV	Fee payable to the Manager
€0 - €250 million ("M1")	0.03% per annum
€250Ml - €500Ml	0.0275% per annum
€500Ml - €750Ml	0.025% per annum
€750Ml - €1 billion (Bn")	0.0225% per annum
Above €1Bn	0.02% per annum

For the financial period ended 30 June 2021 the Managers' fee of EUR 14,089 (30 June 2020: EUR 14,993) were charged to the Fund of which EUR 2,352 (31 December 2020: EUR 2,940) was payable at the period end.



### (c) Administration fees

The Administrator is entitled to receive out of the assets of the Fund an administration fee, accrued and calculated daily and paid monthly in arrears, at a rate of up to 0.06% per annum of the Fund's NAV for the first EUR 500 million and 0.05% per annum of the Fund's NAV above EUR 500 million subject to a minimum annual fee of up to EUR 30,000 for the Fund. The Fund shall be responsible for the fees of and reasonable out-of-pocket expenses properly incurred by the Administrator.

For the financial period ended 30 June 2021, administration fees of EUR 14,959 (30 June 2020: EUR 37,214) were charged to the Fund of which EUR 2,466 (31 December 2020: EUR 1,749) was payable at the period end.

### (d) Depositary fees

The Depositary is entitled to an annual fee out of the assets of the Fund at a rate which shall not exceed 0.03% per annum of the NAV of the Fund, subject to a minimum fee EUR 36,000 per annum pro-rated between the sub-funds of the ICAV on the basis of the assets under administration of each sub-fund. This fee accrues and is calculated on each dealing day and paid monthly in arrears. The Depositary shall also be entitled to receive out of the assets of the Fund all agreed sub-custodian fees and transaction charges.

For the financial period ended 30 June 2021, depositary fees of EUR 12,339 (30 June 2020: EUR 10,789) were charged to the Fund of which EUR 1,628 (31 December 2020: EUR 1,558) was payable at the period end.

### (e) Directors' fees

The Directors may be entitled to a fee by way of remuneration for their services at a rate to be determined from time to time by the Directors. The Directors' remuneration will not exceed EUR 50,000 per annum in the aggregate or such other amount as may be determined by the Directors and notified to shareholders from time to time. Any Directors employed by the Investment Manager will waive their entitlement to fees. The Directors shall be entitled to be reimbursed by the ICAV for all reasonable disbursements and out-of-pocket expenses incurred by them, if any.

For the financial period ended 30 June 2021, directors' fees of EUR 9,442 (30 June 2020: EUR 6,669) were charged to the Fund of which EUR 705 (31 December 2020: EUR 765) was payable at the period end.

## 6. OTHER PAYABLES

	30 June 2021	31 December 2020
	EUR	EUR
Secretarial fees payable	1,322	1,958
Professional fees payable	1,322	1,958
Payroll services fees payable	406	379
VAT services fees payable	977	940
Financial reporting fees payable	678	677
Central bank levy payable	1,754	105
FATCA service fees payable	911	296
	<b>7,370</b>	<b>6,313</b>

## 7. OTHER EXPENSES

	30 June 2021	30 June 2021
	EUR	EUR
Out-of-pocket expenses	900	965
Financial reporting fees	4,114	2,723
Secretarial fees	2,428	2,289
Payroll services fees	608	538
Professional fees	2,428	2,289
Facility fees	1,237	778
VAT services fees	802	1,114
Central bank levy	1,649	-

Regulatory admin fees	173	86
FATCA services	930	289
Other expenses	199	144
	<b>15,468</b>	<b>11,215</b>

## 8. SHARE CAPITAL AND REDEEMABLE PARTICIPATING SHARES

The minimum authorized share capital of the ICAV is EUR 2 represented by subscriber shares of no par value. The maximum authorized share capital of the ICAV, as may be amended by the Directors from time to time and notified to shareholders, is 500,000,000,002 shares of no par value represented by 2 (two) subscriber shares of no par value and 500,000,000,000 (five hundred billion) shares of no par value, initially designated as unclassified shares. The Directors are empowered to issue up to 500,000,000,000 shares of no par value designated as shares of any class on such items as they think fit. Both subscriber shares are held by Lynx Asset Management AB.

The subscriber shares entitle the holders to attend and vote at general meetings of the ICAV but do not entitle the holders to participate in the profits or assets of the sub-funds of the ICAV except for a return of capital on a winding-up. The shares entitle the holders to attend and vote at general meetings of the ICAV and to participate in the profits and assets of the relevant sub-fund of the ICAV. There are no pre-emption rights attaching to the shares.

The issued redeemable participating share capital of the Fund, is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and in accordance with the offering documents are classified as financial liabilities. The movement in the number of redeemable participating shares for the period from 1 January 2021 to 30 June 2021 was as follows:

Share class	At the beginning of the financial period	Shares issued	Shares redeemed	At the end of the financial period
Class USD I1*	1,000	-	-	1,000
Class USD I2*	44,540	-	-	44,540
Class USD D1*	100	-	-	100
Class USD D2*	100	-	-	100
Class USD A1*	100	-	-	100
Class EUR I1	1,000	-	-	1,000
Class EUR I2	44,460	-	-	44,460
Class EUR D1	131	7	(10)	128
Class EUR D2	100	-	-	100
Class EUR A2	100	-	-	100
Class SEK I1*	52,374	-	-	52,374
Class SEK I2*	803,130	44,001	(8,677)	838,454
Class SEK D1*	323,641	35,463	(31,486)	327,618
Class SEK D2*	1,026,932	83,758	(98,614)	1,012,076
Class SEK A3*	1,000	-	-	1,000

\* Hedged share class

The amounts for the redeemable participating shares movements during the period from 1 January 2021 to 30 June 2021 were as follows:

	<b>Beginning net assets EUR</b>	<b>Amounts subscribed EUR</b>	<b>Amounts redeemed EUR</b>	<b>Amount of Profit/loss during the year EUR</b>	<b>Ending net assets EUR</b>
Class USD I1*	99,777	-	-	9,588	109,365
Class USD I2*	4,470,747	-	-	436,937	4,907,684
Class USD D1*	9,918	-	-	937	10,855
Class USD D2*	10,008	-	-	969	10,977
Class USD A1*	9,918	-	-	937	10,855
Class EUR I1	118,431	-	-	6,930	125,361
Class EUR I2	5,297,020	-	-	318,375	5,615,395
Class EUR D1	15,414	800	(1,188)	883	15,909
Class EUR D2	11,879	-	-	704	12,583
Class EUR A2	11,772	-	-	671	12,443
Class SEK I1*	614,374	-	-	30,517	644,891
Class SEK I2*	9,477,762	520,392	(103,586)	507,092	10,401,660
Class SEK D1*	3,773,839	426,423	(378,168)	181,876	4,003,970
Class SEK D2*	12,082,574	1,012,077	(1,190,790)	604,766	12,508,627
Class SEK A3*	11,661	-	-	560	12,221
	<b>36,015,094</b>	<b>1,959,692</b>	<b>(1,673,732)</b>	<b>2,101,742</b>	<b>38,402,796</b>

\*Hedged share class

The movement in the number of redeemable participating shares for the period from 1 January 2020 to 30 June 2020 was as follows:

<b>Share class</b>	<b>At the beginning of the financial period</b>	<b>Shares issued</b>	<b>Shares redeemed</b>	<b>At the end of the financial period</b>
Class USD I1*	1,000	-	-	1,000
Class USD I2*	44,540	-	-	44,540
Class USD D1*	100	-	-	100
Class USD D2*	100	-	-	100
Class USD A1*	100	-	-	100
Class EUR I1	1,000	-	-	1,000
Class EUR I2	44,460	-	-	44,460
Class EUR D1	100	27	(5)	122
Class EUR D2	100	-	-	100
Class EUR A2	100	-	-	100
Class SEK I1*	52,374	-	-	52,374
Class SEK I2*	816,443	-	(10,000)	806,443
Class SEK D1*	487,618	194,039	(285,742)	395,915
Class SEK D2*	917,576	560,848	(205,472)	1,272,952
Class SEK A3*	1,000	-	-	1,000

\*Hedged share class

The amounts for the redeemable participating shares movements during the period from 1 January 2020 to 30 January 2020 were as follows:

	<b>Beginning net assets EUR</b>	<b>Amounts subscribed EUR</b>	<b>Amounts redeemed EUR</b>	<b>Amount of Profit/loss during the year EUR</b>	<b>Ending net assets EUR</b>
Class USD I1*	111,137	-	-	(9,725)	101,412
Class USD I2*	4,964,849	-	-	(427,636)	4,537,213
Class USD D1*	11,081	-	-	(985)	10,096
Class USD D2*	11,130	-	-	(966)	10,164
Class USD A1*	11,081	-	-	(985)	10,096
Class EUR I1	121,556	-	-	(11,064)	110,492
Class EUR I2	5,420,524	-	-	(485,974)	4,934,550
Class EUR D1	12,119	3,140	(515)	(1,307)	13,437
Class EUR D2	12,174	-	-	(1,100)	11,074
Class EUR A2	12,119	-	-	(1,119)	11,000
Class SEK I1*	606,882	-	-	(58,879)	548,003
Class SEK I2*	9,488,875	-	(102,534)	(910,296)	8,476,045
Class SEK D1*	5,633,438	2,177,910	(3,058,519)	(628,779)	4,124,050
Class SEK D2*	10,648,295	6,106,054	(2,071,658)	(1,333,501)	13,349,190
Class SEK A3*	11,553	-	-	(1,137)	10,416
	<b>37,076,813</b>	<b>8,287,104</b>	<b>(5,233,226)</b>	<b>(3,873,453)</b>	<b>36,257,238</b>

\* *Hedged share class*

## 9. TAXATION

Under current law and practice the ICAV qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act 1997 (as amended). On that basis, it is not chargeable to Irish tax on its income or gains.

However, Irish tax may arise on the happening of a “chargeable event”. A chargeable event includes any distribution payments to shareholders, any encashment, redemption, cancellation or transfer of shares and any deemed disposal of shares for Irish tax purposes arising as a result of the holding of shares for an eight year period or more.

A chargeable event does not include:

- (i) *A shareholder who is not an Irish resident and not ordinarily resident in Ireland at the time of the chargeable event provided the necessary signed statutory declarations are held by the ICAV and its Fund; or*
- (ii) *Certain exempted Irish resident investors who have provided the ICAV and its Fund with the necessary signed statutory declaration; or*
- (iii) *Any transactions in relation to shares held in a recognized clearing system as designated by order of the Revenue Commissioners of Ireland; or*
- (iv) *An exchange of shares in the ICAV for other shares in the ICAV; or*
- (v) *An exchange of shares arising on a qualifying amalgamation or reconstruction of the ICAV with another investment undertaking; or*
- (vi) *Certain exchanges of shares between spouses and former spouses.*

On the happening of a chargeable event, the ICAV shall be entitled to deduct the appropriate amount of tax on any payment made to a shareholder in respect of the chargeable event. On the occurrence of chargeable event where no payment is made by the ICAV to the shareholder, the ICAV may appropriate or cancel the required number of shares to meet the tax liability.

Dividends, interest and capital gains (if any) received on investments made by the Fund may be subject to withholding taxes imposed by the country from which the investment income/gains are received and such taxes may not be recoverable by the Fund or its shareholders.

## 10. SOFT COMMISSION AND DIRECT BROKERAGE SERVICES

There were no soft commissions or directed brokerage service arrangements in place during the period from 1 January 2021 to 30 June 2021 (30 June 2020: Nil).

## 11. NET ASSET VALUE TABLE

The below table provides an analysis of the number of shares held in the Fund by Lynx Asset Management AB, the Investment Manager during the period ended 30 June 2021:

Share class	Shares in issue	Net asset value	Net asset value per value
Class USD I1*	1,000	\$130,062	\$130.06
Class USD I2*	44,540	\$5,836,463	\$131.04
Class USD D1*	100	\$12,909	\$129.09
Class USD D2*	100	\$13,055	\$130.55
Class USD A1*	100	\$12,909	\$129.09
Class EUR I1	1,000	€125,361	€125.36
Class EUR I2	44,460	€5,615,395	€126.30
Class EUR D1	128	€15,909	€124.29
Class EUR D2	100	€12,583	€125.83
Class EUR A2	100	€12,443	€124.43
Class SEK I1*	52,374	Kr6,532,077	Kr124.72
Class SEK I2*	838,454	Kr105,358,011	Kr125.66
Class SEK D1*	327,618	Kr40,556,061	Kr123.79
Class SEK D2*	1,012,076	Kr126,699,398	Kr125.19
Class SEK A3*	1,000	Kr123,791	Kr123.79

\* Hedged share class.

The following table discloses the dealing Net Asset Value, the shares in issue and Net Asset Value per Share for each Share Class of the Fund as at 31 December 2020.

Share class	Shares in issue	Net asset value	Net asset value per share
Class USD I1*	1,000	\$122,526	\$122.53
Class USD I2*	44,540	\$5,490,077	\$123.26
Class USD D1*	100	\$12,180	\$121.80
Class USD D2*	100	\$12,289	\$122.89
Class USD A1*	100	\$12,180	\$121.80
Class EUR I1	1,000	€118,431	€118.43
Class EUR I2	44,460	€5,297,020	€119.14
Class EUR D1	131	€15,414	€117.66
Class EUR D2	100	€11,879	€118.79
Class EUR A2	100	€11,772	€117.72
Class SEK I1*	52,374	Kr6,169,788	Kr117.80
Class SEK I2*	803,130	Kr95,179,479	Kr118.51
Class SEK D1*	323,641	Kr38,192,840	Kr118.01
Class SEK D2*	1,026,932	Kr121,197,048	Kr118.02
Class SEK A3*	1,000	Kr117,100	Kr117.10

\* Hedged share class.

## 12. EXCHANGE RATES

The following foreign exchange rates were used to translate assets and liabilities into EUR at the period end:

	30 June 2021	31 December 2020
Australian Dollar	0.6309	0.6248
Canadian Dollar	0.6780	0.6372
Hong Kong Dollar	0.1083	0.1050
Japanese Yen	0.0076	0.0079
Pound Sterling	1.1651	1.1081
Swedish Krona	0.0987	0.0996
United States Dollar	0.8409	0.8143

## 13. RELATED PARTY TRANSACTIONS

IAS 24 'Related Party Disclosures' requires the disclosure of information relating to material transactions with parties who are deemed to be related to the reporting entity. The following transactions with related parties were entered into during the financial period.

Brian Dunleavy is a Director of the ICAV and an employee of the Manager.

Marcus Andersson was a Director of the ICAV until 17 May 2021 and is a principal and a Director of the Investment Manager.

Henrik Landén is a Director of the ICAV and an employee of the Investment Manager.

The Money Laundering Reporting Officer ("MLRO") and the Secretary of the Fund are employees of KB Associates which is part of the same economic group as the Manager. During the period ended 30 June 2021, MLRO fees amounting to EUR 2,428 (30 June 2020: EUR 2,289) were charged to the Fund of which EUR 1,322 (31 December 2020: EUR 1,958) was outstanding at the period end. Secretary fees amounting to EUR 2,428 (30 June 2020: EUR 2,289) were charged to the Fund of which EUR 1,322 (31 December 2020: EUR 1,958) was outstanding at the period end.

KB Associates also provides VAT and payroll services to the Fund. VAT services fees amounting to EUR 802 (30 June 2020: EUR 1,114) were charged to the Fund and EUR 977 (31 December 2020: EUR 940) was outstanding at the period end and payroll services fees amounting to EUR 608 (30 June 2020: EUR 538) were charged to the Fund of which EUR 406 (31 December 2020: EUR 387) was outstanding at the period end.

The fees for the Directors, Investment Manager and the Manager are disclosed in Note 5 of the financial statements.

The below table provides an analysis of the number of shares held in the Fund by Lynx Asset Management AB, the Investment Manager during the period ended 30 June 2021:

Share class	30 June 2021 No of shares	31 December 2020 No of shares
Class USD I1*	1,000	1,000
Class USD I2*	10,000	10,000
Class USD D1*	100	100
Class USD D2*	100	100
Class USD A1*	100	100
Class EUR I1	1,000	1,000
Class EUR I2	10,000	10,000
Class EUR D1	100	100
Class EUR D2	100	100
Class EUR A2	100	100
Class SEK I1*	10,000	10,000
Class SEK I2*	265,000	265,000
Class SEK D1*	1,000	1,000
Class SEK D2*	1,000	1,000
Class SEK A3*	1,000	1,000

\* Hedged share class.

Marcus Andersson is a Director of Lynx Vinstandelsstiftelse. Lynx Vinstandelsstiftelse is a trust for the benefit of employees of Lynx Asset Management AB. As at 30 June 2021, Lynx Vinstandelsstiftelse held 37,321 (31 December 2020: 43,065) shares in Class I2 SEK of the Fund.

Lynx Asset Management AB & Lynx Vinstandelsstiftelse jointly holds 14.55% (31 December 2020: 14.95%) of the Fund's shares.

Henrik Landén holds 1,909 shares as of 30 June 2021.

With the exception of the above, there are no other related party transactions.

#### **14. TRANSACTIONS WITH CONNECTED PERSONS**

Regulation 43(1) of the Central Bank UCITS Regulations requires in effect that any transaction carried out with a UCITS by a management company or depositary to the UCITS, the delegates or sub-delegates of the management company or depositary, and any associated or group company of such a management company, depositary, delegate or sub-delegate ("connected persons") must be carried out as if negotiated at arm's length. Transactions must be in the best interests of the shareholders.

The Directors are satisfied that there are arrangements (evidenced by written procedures) in place, to ensure that the obligations set out in Regulation 43(1) of the Central Bank UCITS Regulations are applied to all transactions with connected persons, and are satisfied that transactions with connected persons entered into during the period complied with the obligations set out in Regulation 43(1) of the Central Bank UCITS Regulations.

#### **15. SIGNIFICANT EVENTS DURING THE PERIOD**

While the development of the COVID-19 pandemic has had a significant impact on the world, the Fund has been able to continue its investment activities as per normal. The Directors, the Manager and the Investment Manager have established procedures to address and mitigate the potential harm to people and the management of the Fund. The Directors are still following the situation carefully and in cooperation with the Manager and the Investment Manager, routines and processes are adjusted when necessary in order to manage the program effectively without risking the health of people or neglecting social responsibility.

An updated Prospectus of the ICAV and Supplement of the Fund was filed with the Central Bank of Ireland on 9 March 2021. This was updated to reflect the requirements of Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector under the Sustainable Finance Disclosure Regulation ("SFDR").

On 17 May 2021, Marcus Andersson resigned as a Director of the ICAV. On the same date, Henrik Landén was appointed a Director of the ICAV.

There were no other significant events during the period which need to be recorded in the financial statements.

#### **16. SUBSEQUENT EVENTS**

There were no material events subsequent to the Statement of Financial Position date which require disclosure in the financial statements.

#### **17. APPROVAL OF FINANCIAL STATEMENTS**

The financial statements were approved by the Board of Directors on 16 August 2021.

## SCHEDULE OF INVESTMENTS

As at 30 June 2021

Holdings	Description	Fair Value EUR	% of Net Asset Value
FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS			
<i>Fixed Income Securities</i>			
<b>Bermuda</b>			
2,300,000	Treasury Certificates 0% 09/09/2021	2,302,963	6.00
4,400,000	Treasury Certificates 0% 13/01/2022	4,416,738	11.50
		<b>6,719,701</b>	<b>17.50</b>
<b>France</b>			
1,500,000	French Discount Treasury Bill 0% 28/07/2021	1,500,743	3.91
3,500,000	French Discount Treasury Bill 0% 08/09/2021	3,504,550	9.13
2,120,000	French Discount Treasury Bill 0% 22/09/2021	2,123,265	5.53
2,500,000	French Discount Treasury Bill 0% 06/10/2021	2,504,475	6.52
3,500,000	French Discount Treasury Bill 0% 04/11/2021	3,508,575	9.14
1,000,000	French Discount Treasury Bill 0% 15/12/2021	1,003,230	2.61
3,300,000	French Discount Treasury Bill 0% 26/01/2022	3,313,794	8.63
2,100,000	French Discount Treasury Bill 0% 23/02/2022	2,109,513	5.49
1,000,000	French Discount Treasury Bill 0% 21/04/2022	1,005,660	2.62
3,700,000	French Discount Treasury Bill 0% 18/05/2022	3,722,218	9.69
1,500,000	French Discount Treasury Bill 0% 15/06/2022	1,509,922	3.93
		<b>25,805,945</b>	<b>67.20</b>
<b>Total Fixed Income Securities</b>		<b>32,525,646</b>	<b>84.70</b>
<i>Future Contracts<sup>1</sup></i>			
<b>Canada</b>			
10	Canada 10 Yr Bond future 21/09/2021	1,722	0.01
2	S&P/TSX 60 Index future 16/09/2021	507	-
		<b>2,229</b>	<b>0.01</b>
<b>Germany</b>			
19	Euro OAT future 08/09/2021	2,490	0.01
		<b>2,490</b>	<b>0.01</b>
<b>Singapore</b>			
26	MSCI Taiwan Index future 29/07/2021	13,118	0.03
		<b>13,118</b>	<b>0.03</b>
<b>United Kingdom</b>			
6	Long Gilt future 28/09/2021	2,190	0.01
		<b>2,190</b>	<b>0.01</b>
<b>United States</b>			
(142)	Euro Currency future 13/09/2021	323,563	0.84
11	Nasdaq 100 E-Mini future 17/09/2021	99,499	0.26
33	S&P 500 E-Mini future 17/09/2021	53,227	0.14
17	US 10YR Note future 21/09/2021	434	-



4	US Long Bond future 21/09/2021	2,575	0.01
3	US Ultra Bond future 21/09/2021	1,892	-
		<b>481,190</b>	<b>1.25</b>
	<b>Total Future Contracts</b>	<b>501,217</b>	<b>1.31</b>
	<b>Forward Contracts<sup>1</sup></b>		
	SEK279,168,529 / EUR27,520,988 03/08/2021	30,518	0.08
	USD5,932,464 / EUR4,866,545 01/07/2021	121,863	0.31
	USD6,014,580 / EUR5,047,330 03/08/2021	6,762	0.02
	<b>Total Forward Contracts</b>	<b>159,143</b>	<b>0.41</b>
	<b>Swaps<sup>1</sup></b>		
52,458	Modified Strategy Agriculture and Livestock Index Swap 17/07/2019	2,490	-
		<b>2,490</b>	<b>-</b>
	<b>Total Financial Assets at Fair Value Through Profit or Loss</b>	<b>33,188,496</b>	<b>86.42</b>

Holdings	Description	EUR	Value
	<b>FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		
	<b>Future Contracts<sup>1</sup></b>		
	<b>Australia</b>		
40	Australia 10 Yr Bond future 15/09/2021	(5,228)	(0.01)
11	SPI 200 future 16/09/2021	(12,713)	(0.03)
		<b>(17,941)</b>	<b>(0.04)</b>
	<b>Germany</b>		
2	DAX Index future 17/09/2021	(13,013)	(0.04)
15	Euro Bobl future 08/09/2021	(440)	-
3	Euro Bund future 08/09/2021	(550)	-
12	Euro Schatz future 08/09/2021	(220)	-
91	STOXX EURO ESG-X future 17/09/2021	(28,210)	(0.07)
		<b>(42,433)</b>	<b>(0.11)</b>
	<b>Hong Kong</b>		
4	H-Shares Index future 29/07/2021	(4,228)	(0.01)
2	Hang Seng Index future 29/07/2021	(3,990)	(0.01)
		<b>(8,218)</b>	<b>(0.02)</b>
	<b>Italy</b>		
4	FTSE/MIB Index future 17/09/2021	(13,700)	(0.04)
		<b>(13,700)</b>	<b>(0.04)</b>
	<b>Singapore</b>		
88	FTSE China A50 Index future 29/07/2021	(2,823)	(0.01)
31	Nikkei 225 Index future 09/09/2021	(46,918)	(0.12)
		<b>(49,741)</b>	<b>(0.13)</b>

<b>Sweden</b>			
2	OMXS30 Index future 16/07/2021	(294)	-
		<b>(294)</b>	-
<b>United Kingdom</b>			
65	3MO Euro EURIBOR future 13/06/2022	(4,062)	(0.01)
120	90 Day Sterling future Jun 22 15/06/2022	(6,991)	(0.02)
31	FTSE 100 Index future 17/09/2021	(40,949)	(0.11)
		<b>(52,002)</b>	<b>(0.14)</b>
<b>United States</b>			
82	Euro Currency future 15/03/2021	(35,337)	(0.09)
5	Euro Currency future 15/03/2021	(7,569)	(0.02)
15	Euro Currency future 15/03/2021	(14,930)	(0.04)
35	Euro Currency future 15/03/2021	(50,504)	(0.13)
36	Euro Currency future 15/03/2021	(29,665)	(0.08)
34	Euro Currency future 15/03/2021	(954)	-
9	Euro Currency future 15/03/2021	(28,076)	(0.07)
60	US 2YR Note future 30/09/2021	(17,225)	(0.05)
40	US 5YR Note future 30/09/2021	(17,494)	(0.05)
		<b>(201,754)</b>	<b>(0.53)</b>
	<b>Total Future Contracts</b>	<b>(386,083)</b>	<b>(1.01)</b>
<b>Forward Contracts<sup>1</sup></b>			
	SEK275,239,449 / EUR27,205,671 01/07/2021	(32,159)	(0.08)
	<b>Total Forward Contracts</b>	<b>(32,159)</b>	<b>(0.08)</b>
	<b>Total Financial Liabilities at Fair Value Through Profit or Loss</b>	<b>(418,242)</b>	<b>(1.09)</b>
	<b>Total Financial Assets and Liabilities at Fair Through Profit or Loss</b>	<b>32,770,254</b>	<b>85.33</b>
	<b>Other net assets</b>	<b>5,632,542</b>	<b>14.67</b>
	<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<b>38,402,796</b>	<b>100.00</b>

<sup>1</sup> The counterparty for forward, future and swap contracts is Goldman Sachs.

<b>Analysis of Total Assets</b>	<b>Amount EUR</b>	<b>% of Total Asset</b>
Transferable securities admitted to an official stock exchange	25,805,945	66.84
Transferable securities traded on a regulated market	6,719,701	17.41
Financial derivative instruments traded over-the-counter	161,633	0.42
Financial derivative instruments traded on a regulated market	501,217	1.30
Cash and other current assets	5,418,414	14.03
<b>Total Asset</b>	<b>38,606,910</b>	<b>100.00</b>

## SCHEDULE OF PORTFOLIO CHANGES

For the period from 1 January 2021 to 30 June 2021

<b>All Purchases</b>	<b>Cost in EUR</b>
French Discount T-bill 0% 15/12/2021	1,005,840
French Discount T-bill 0% 21/04/2022	1,006,037
French Discount T-bill 0% 28/07/2021	1,504,185
French Discount T-bill 0% 15/06/2022	1,509,338
French Discount T-bill 0% 23/02/2022	2,112,260
French Discount T-bill 0% 22/09/2021	2,125,673
Treasury Certificates 0% 09/09/2021	2,305,266
French Discount T-bill 0% 06/10/2021	2,508,598
French Discount T-bill 0% 30/06/2021	3,008,080
French Discount T-bill 0% 26/01/2022	3,320,801
French Discount T-bill 0% 18/05/2022	3,722,401
Treasury Certificates 0% 13/01/2022	4,424,132

<b>All Sales</b>	<b>Proceeds in EUR</b>
French Discount T-bill 0% 03/03/2021	1,000,200
French Discount T-bill 0% 19/05/2021	1,000,210
French Discount T-bill 0% 14/07/2021	2,000,488
French Discount T-bill 0% 05/05/2021	2,120,452
French Discount T-bill 0% 24/03/2021	2,200,579
Treasury Certificates 0% 13/05/2021	2,300,517
French Discount T-bill 0% 10/02/2021	2,500,551
French Discount T-bill 0% 08/04/2021	3,000,492
French Discount T-bill 0% 24/02/2021	3,000,705
French Discount T-bill 0% 30/06/2021	3,000,732
Treasury Certificates 0% 11/03/2021	4,400,733

The portfolio changes reflect the aggregate purchases of a security exceeding one per cent of the total value of purchases and aggregate disposals of a security greater than one per cent of the total sales for the period. At a minimum the largest 20 purchases and largest 20 sales must be given. The full listing of the portfolio changes for the period is available, upon request, at no extra cost from the Administrator.

## APPENDIX (UNAUDITED)

### TOTAL EXPENSE RATIO

The Total Expense Ratio (“TER”) is calculated according to the following formula: (total expenses / AF)\* 100;

AF (= average fund assets)

	30 June 2021	30 June 2020
	%	%
Total Expense Ratio	1.11	1.12

### THE SECURITIES FINANCING TRANSACTION REGULATION DISCLOSURE

The Securities Financing Transactions Regulation (“SFTR”) introduces mandatory reporting for Securities

Financing Transactions (“SFTs”) and sets minimum disclosure and consent requirements on the re-use of collateral with the aim of improving transparency in the SFT market.

A SFT is defined as per Article 3(11) of the SFTR as:

- a repurchase transaction;
- securities or commodities lending and securities or commodities borrowing;
- any transaction having an equivalent economic effect, in particular a buy-sell back transaction or sell-buy back transaction; or
- a margin lending transaction.

As at 30 June 2021, the Fund held no SFTs and therefore SFT reporting requirements do not apply to the Fund.





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