

# **ALESSIA**

Société d'Investissement à Capital Variable

Annual report, including Audited  
Financial Statements as at  
December 31, 2021



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## DIRECTORS AND ADMINISTRATION

### REGISTERED OFFICE

2, Rue d'Arlon,  
L-8399 Windhof

### BOARD OF DIRECTORS OF THE COMPANY

#### Chairman

Carlo Alberto MONTAGNA  
The Director's office  
21st Century Building  
19, Rue de Bitbourg,  
L-1273 Luxembourg

#### Directors

Giuseppe DISTEFANO  
Founder and Investment Advisor  
Tyche Advisors S.àR.L.  
11, Boulevard Prince Henri  
L-1724 Luxembourg

Paul GUILLAUME  
Independent Director  
Altra Partners  
370, Route de Longwy,  
L-1940 Luxembourg

### DEPOSITARY

Edmond de Rothschild (Europe)  
4, Rue Robert Stumper  
L-2557 Luxembourg

### ADMINISTRATIVE AGENT, TRANSFERT AGENT AND REGISTRAR AGENT

Edmond de Rothschild Asset Management (Luxembourg)  
4, Rue Robert Stumper  
L-2557 Luxembourg

### CABINET DE REVISION AGREE

Deloitte Audit  
*Société à responsabilité limitée*  
20, Boulevard de Kockelscheuer  
L-1821 Luxembourg

### INVESTMENT ADVISER

TYCHE ADVISORS S.àR.L.  
11, Boulevard Prince Henri  
L-1724 Luxembourg

### DISTRIBUTORS IN ITALY

IW BANK S.p.A (until 11.03.2021)  
Piazzale Fratelli Zavattari, 12,  
I-20149 Milano

ALLFUNDS BANK S.A.  
Via Bocchetto 6,  
I-20123 Milano

### LOCAL PAYING AGENT IN ITALY

BANCA SELLA HOLDING S.p.A.,  
Piazza Gaudenzio Sella 1,  
I-13900 Biella

ALLFUNDS BANK S.A.  
Via Bocchetto 6,  
I-20123 Milano

### MANAGEMENT COMPANY

PURE CAPITAL S.A.  
2, Rue d'Arlon  
L-8399 Windoff

### INVESTMENT MANAGER

PURE CAPITAL S.A.  
2, Rue d'Arlon  
L-8399 Windoff

## GENERAL INFORMATION

ALESSIA (hereafter the "Company") was incorporated on March 10, 2008 for an unlimited period of time under the form of a Specialised Investment Fund ("SIF") subject to, and authorised under, the amended Law of February 13, 2007 on specialised investment funds established as a Luxembourg partnership limited by shares ("*société en commandite par actions*").

Through the extraordinary general meeting of the Shareholders held on November 19, 2009, the Company has been converted into an open-ended investment company organised under the laws of Luxembourg as a "*société d'investissement à capital variable*" ("SICAV"), under the form of a public limited liability company ("*société anonyme*") and governed by Part I of the amended Law of December 17, 2010 (the "2010 Law") relating to Undertakings for Collective Investment in Transferable Securities. The Directive 2014/91/EU of the European Parliament and of the Council of July 23, 2014 amending the Directive 2009/65/EC had been transposed by the law of May 10, 2016 coming into force on June 1, 2016 and amending the amended law of December 17, 2010.

At the date of the financial statements, the following Sub-Funds are open:

- Alessia - Absolute Return Macro (in EUR),
- Alessia - VOLCOR Beta Zero (in EUR).

At the date of the financial statements, the following classes of shares per Sub-Fund are in issue:

- Class I: shares denominated in EUR and dedicated to institutional investors;
- Class Q: shares denominated in EUR and dedicated to investors signing via Borsa Italiana (Italian Stock Exchange), directly by registering into the Register or by subscribing and holding the shares through a financial institution;
- Class R: shares denominated in EUR and dedicated to retail investors, through distributors and could be subject to a Subscription Fee as defined in the Subscription Agreement;
- Class T: shares denominated in EUR and dedicated to all retail investors through distributors subject to the Placement Fee as defined in the relevant Special Section of the prospectus.

The reference currency of the Company is EUR. Annual reports including audited financial statements and unaudited semi-annual reports comprise the combined financial statements of the Company expressed in EUR as well as individual information on each Sub-Fund expressed in the reference currency of each Sub-Fund.

The Net Asset Value per share of each Class of each Sub-Fund is determined every bank business day in Luxembourg (the "Valuation Day") in its reference currency.

Annual reports including audited financial statements are published within 4 months following the end of the accounting year and unaudited semi-annual reports are published within 2 months following the period to which they refer. The Company's accounting year ends on December 31, each year.

The Net Asset Value per share of each Class and the issue, redemption prices thereof as well as temporary suspension notices may be obtained at the Registered Office of the Company.

## GENERAL INFORMATION (continued)

The following documents may be obtained by Shareholders during normal business hours on any business day at the Registered Office of the Company:

- the Articles of Incorporation;
- the Depositary Bank Agreement and Central Administration Agreement;
- the annual reports including audited financial statements and unaudited semi-annual reports of the Company;
- the Prospectus and Key Investor Information Document ("KIID").

The above agreements may be amended from time to time by all the parties involved.

Key investor information documents and details of the remuneration policy are made available to investors under [www.alessia.lu](http://www.alessia.lu) or can be obtained from Pure

Capital S.A., 2 Route d'Arlon, L-8399  
Windhof, Luxembourg [www.purecapital.eu](http://www.purecapital.eu)

The Q Class Shares of the following Sub-funds are listed in ATFund, the Borsa Italiana's (Italian Stock Exchange) MTF dedicated to the trading of exchange traded funds :

- Alessia - Absolute Return Macro
- Alessia - VOLCOR Beta Zero.

Subscriptions cannot be received on the basis of financial reports. Subscriptions are valid only if made on the basis of the current prospectus, supplemented by the last annual report and the most recent semi-annual report if published thereafter.

## REPORT ON THE ACTIVITIES

### 1. Global Economy and the Covid pandemic impacts

2021 has been an exceptional year for both the economic growth and for the financial markets. Equity markets have outperformed the historical average returns thanks to the economic recovery from the pandemic recession combined with the exceptional monetary conditions. Further, in the USA the economic growth has been fueled by the exceptional expansionary fiscal policies. The decision of central banks to delay the withdrawal of the exceptional monetary measures put in place notwithstanding the economic recovery in act has helped both the equity markets, supported also by good company results, and the appraisal of fixed income products. Inflation expectations have, until the end of the year, downplayed by the two main central bankers and considered temporary to not compromise the recovery in act and to pursue the undeclared long-term objective of reducing the real public and private debt stock. Fresh data at the beginning of 2022 has shown that the inflation has resulted of not being temporary and that it's not possible to have expansionary fiscal and monetary policies for long periods without any impact on goods and services prices. The constraints on the offer of goods and services, the late return to job of the unemployed people combined with the increase in energy prices have further fueled the CPI.

The table below reports the exceptional of 2021 GDP growth.

Table 1. Estimated 2021 GDP Growth.

GDP Real	2021F
USA	4.00%
Japan	2.60%
EuroZone	4.70%
UK	5.30%
China	8.30%
India	8.80%

Source : Tyche Advisors elaboration of data from various sources.

### 2. Financial markets

Developed countries equity markets, helped by the macroeconomic developments, by company results, investors blinded eyes on future inflation and a strong believe in central banks forecasts, had incredible performances. The table 2 below reports as the S&P 500 index had a performance of 28,7%, meanwhile the Euro Stoxx 50 had also a good positive result of 23,3%. The gap could be attributed to the extraordinary performance of the technological monster companies so called FANG (Alphabet, Fb, Amazon and Netflix) and Tesla and to a more aggressive fiscal policy from the US government compared to the Euro Area.

The MSCI Emerging Market Total Return Index had a negative performance of 2,5% due to the negative performance of the China constituent. In fact, China, counting for more than 40% of the index, had a negative performance of more than 20%. This was due to a slow down of the Chinese economy growth from the second quarter of the year after having almost well passed the 2020 pandemic.

The Euro-MTS 3-5 years fixed income ended flat just because of a bad end of year for the bond markets.

Table 2. 2021 Main Indexes performance and volatility

INDEX	Performance	1 Year volatility (%)
S&P 500	28,7%	14,33
Euro Stoxx50 TR	23,3%	17,28
MSCI EM TR USD	-2,5%	17,91
ITRAXX-Co 5Y Credit	3,9%	5,38
Euro MTS 3-5Y Gov Bond	-1,3%	0,99

Source: Tyche Advisors

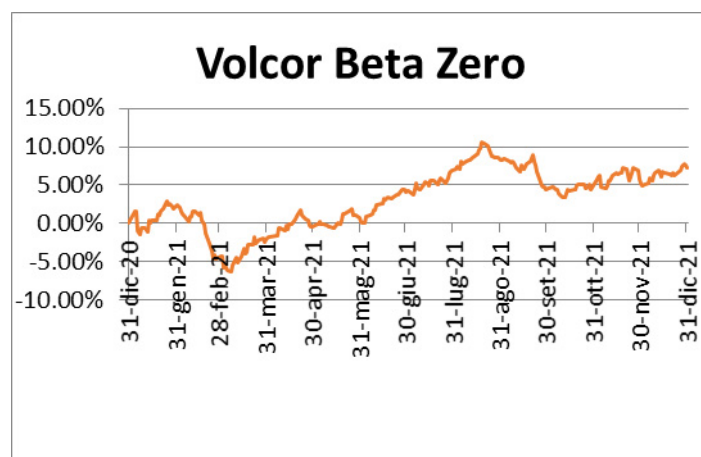
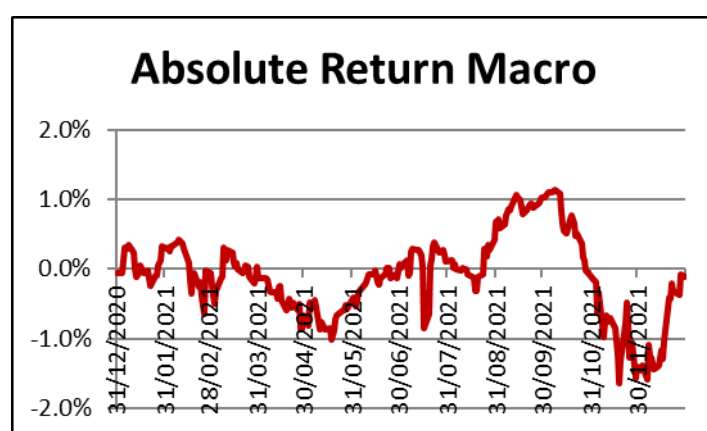
## REPORT ON THE ACTIVITIES

### 3. Alessia Sub-Funds performance.

The performance of our two Sub-Funds for the 2021 have been, overall, positive. Alessia-Absolute Return Macro has maintained his objective of a low volatility and has avoided significant drawdown during the period. Unfortunately, the yearly result was almost flat due to an unexpected raise of the fixed income markets during the last part of the year when the expectation of the advisor and of the investor manager were for an interest rate increase expectations with associate a negative impact on equity markets.

Alessia-Volcor Beta Zero result has been extremely positive and in line with the best peers of the European Equity Market Neutral Strategy. The net result of +7.27%, for the institutional class, had a major contribution from the stock selection. The beta exposure of the portfolio was on average slightly below 20%. The strategy of allocating on low beta “growth” stocks has been beyond the result,

#### Year to date cumulative performances



Source : Tyche Advisors

### 4. Outlook

The main theme for 2021 will be inflation: how the central banks will manage the relative expectations and how it will develop. The FED chairman Powell has, at the end of 2020, affirmed that the word “temporary” was not appropriate and that was ready to withdraw the extraordinary monetary stimulus and raise rates. The President of the ECB Lagarde has continued to affirm that she considered the price increase temporary and that any interest rate raise was off the table. The inflation data of the first weeks of 2022 has shown she was wrong and a U-turn and not only a correction on the Euro monetary policies are on the table. The question will be if the central bankers want to catch the late reaction with a big brake by tightening the monetary conditions or continue to have a soft and wait and see approach. Markets asked for lower interest rates in support of the equity, and not only, markets. Nowadays they expect that the central banks do not lose control of the inflation that could end in a recession.



## **REPORT ON THE ACTIVITIES**

In other countries, including UK, and mainly in east Europe the central bankers are acting, since last year, normally raising interest rates to face the inflationary momentum.

If the increase on consumer goods and services will stay for a while, we can expect an important increase of the official rates not only in the USA but also in Euro Area even before the pandemic bond buying program is ended. Financial markets will push the central bankers in the opposite direction of what they have asked for since the 2008 financial crisis. During that period, financial markets asked for lower interest rates in support of the equity, and not only, markets. Nowadays they expect that the central banks do not lose control of the inflation that could end in a recession.

In other countries, including UK, and mainly in east Europe the central bankers are acting, since last year, normally raising interest rates to face the inflationary momentum.

The impact could be negative on the equity indexes if the expectations are for a longer period of inflation with a consequent and evident impact on consumer purchasing power with a slowdown of the consumer component of the GDP that in US is estimated at 70%. In this late case corporates will not any longer capable of translating cost increases, coming from energy prices and salaries, on consumers.

Governments do not have reserves in their balance sheets for further expansionary fiscal policies since they must budget for higher interest costs and compensations for the very high energy prices.

Looking to the performance by sector the expectation is, after an underperformance that has last a decade, for an overperformance of the financial sector due to the higher interest rates, even if this could be compromised in case of bad financial markets and the consequent impact on the wealth division of the banks. If the pandemic will continue to retreat, there could be a hit to the health care sector companies and a slowdown of the economic growth could hit the traditional industrial sector. A slow down combined with higher interest rates could damage, heavily, the technological sector due to lower investments in new products.

Luxembourg, March 2022

The Board of Directors

Note: The information in this report represents historical data and is not an indication of future results.

To the Shareholders of  
ALESSIA SICAV  
2, Rue d'Arlon  
L-8399 Windhof  
Grand Duchy of Luxembourg

## REPORT OF THE *REVISEUR D'ENTREPRISES AGREE*

### Opinion

We have audited the financial statements of ALESSIA (the « Company ») and of each of its sub-funds, which comprise the statement of net assets and the statement of investments in securities and other net assets as at December 31, 2021 and the statement of operations and changes in net assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company and of each of its sub-funds as at December 31, 2021, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

### Basis for Opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession (Law of 23 July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the “*Commission de Surveillance du Secteur Financier*” (CSSF). Our responsibilities under the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the “Responsibilities of the *“réviseur d’entreprises agréé”* for the Audit of the Financial Statements” section of our report. We are also independent of the Fund in accordance with the International Code of Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements, and have fulfilled our other ethical responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Other information

The Board of Directors of the Company is responsible for the other information. The other information comprises the information stated in the annual report but does not include the financial statements and our report of the “*réviseur d’entreprises agréé*” thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report this fact. We have nothing to report in this regard.

## **Responsibilities of the Board of Directors of the Company for the Financial Statements**

The Board of Directors of the Company is responsible for the preparation and fair presentation of the financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the Company determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors of the Company is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Company either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

## **Responsibilities of the “réviseur d'entreprises agréé” for the Audit of the Financial Statements**

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of the “réviseur d'entreprises agréé” that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law dated 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law dated 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Company.
- Conclude on the appropriateness of Board of Directors of the Company use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of the "*réviseur d'entreprises agréé*" to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report of the "*réviseur d'entreprises agréé*". However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

For Deloitte Audit, *Cabinet de révision agréé*

Elisabeth Layer, *Réviseur d'entreprises agréé*  
Partner

April 07, 2022

**COMBINED STATEMENT OF NET ASSETS**

December 31, 2021  
(in EUR)

**ASSETS**

Portfolio:	(see notes)	
- Cost		21,484,539.43
- Net unrealised result		1,667,760.20
		<b>23,152,299.63</b>
Cash:		
- Cash at banks	(see notes)	1,541,085.79
Other assets:		
- Receivable on subscriptions		2,416.86
- Interest receivable		30,194.05
- Placement fees	(see notes)	9,898.64
- Unrealised gain on futures	(see notes)	40,373.44
		<b>24,776,268.41</b>

**LIABILITIES**

Other liabilities:		
- Payable on redemptions		5,511.91
- Taxes and expenses payable		117,253.35
- Unrealised loss on futures	(see notes)	105,510.00
		<b>228,275.26</b>

<b>NET ASSETS</b>		<b>24,547,993.15</b>
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The notes are an integral part of the financial statements.

**COMBINED STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2021  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>27,285,542.01</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net		310,414.11
- Bond interest, net	(see notes)	96,121.11
Other income		5,547.27
		<b>412,082.49</b>
<b>EXPENSES</b>		
Bank interest, net		14,857.11
Fees:		
- Management fee	(see notes)	352,191.78
- Performance fee	(see notes)	169.99
- Custodian fee and safekeeping charges		64,238.71
Other expenses:		
- Subscription tax	(see notes)	5,179.65
- Amortisation of formation/reorganisation expenses	(see notes)	536.68
- Audit fees		18,719.99
- Printing and publishing fees		14,213.40
- Transaction fees	(see notes)	63,503.97
- Administration and other expenses		121,272.43
		<b>654,883.71</b>
<b>NET OPERATING RESULT</b>		<b>(242,801.22)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	1,633,986.19
- Foreign exchange	(see notes)	848.40
<b>NET REALISED RESULT</b>		<b>1,392,033.37</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		218,482.83
- Futures		(59,200.86)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>1,551,315.34</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		4,391,417.94
Redemptions of shares		(8,680,282.14)
		<b>(4,288,864.20)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>24,547,993.15</b>

The notes are an integral part of the financial statements.

**STATEMENT OF NET ASSETS**

December 31, 2021  
(in EUR)

**ASSETS**

Portfolio:	(see notes)	
- Cost		3,971,324.56
- Net unrealised result		108,569.78
		<b>4,079,894.34</b>
Cash:		
- Cash at banks	(see notes)	697,601.27
Other assets:		
- Interest receivable		30,194.05
- Placement fees	(see notes)	3,485.08
- Unrealised gain on futures	(see notes)	40,373.44
		<b>4,851,548.18</b>

**LIABILITIES**

Other liabilities:		
- Payable on redemptions		5,394.00
- Taxes and expenses payable		36,908.39
- Unrealised loss on futures	(see notes)	9,750.00
		<b>52,052.39</b>

**NET ASSETS** **4,799,495.79**

Represented by:

221.4987 Shares of category I - EUR with a value of	EUR	134.97	per share
18,986.6846 Shares of category Q - EUR with a value of	EUR	107.87	per share
20,255.1287 Shares of category R - EUR with a value of	EUR	128.12	per share
1,276.8410 Shares of category T - EUR with a value of	EUR	99.02	per share

The notes are an integral part of the financial statements.

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2021  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>5,370,767.79</b>
<b>INCOME</b>		
Income from investments:		
- Bond interest, net	(see notes)	79,502.79
		<b>79,502.79</b>
<b>EXPENSES</b>		
Bank interest, net		3,933.45
Fees:		
- Management fee	(see notes)	93,525.00
- Performance fee	(see notes)	169.99
- Custodian fee and safekeeping charges		31,084.38
Other expenses:		
- Subscription tax	(see notes)	2,517.79
- Amortisation of formation/reorganisation expenses	(see notes)	536.68
- Audit fees		5,696.82
- Printing and publishing fees		4,755.17
- Transaction fees	(see notes)	7,464.68
- Administration and other expenses		26,516.68
		<b>176,200.64</b>
<b>NET OPERATING RESULT</b>		<b>(96,697.85)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	10,766.78
- Foreign exchange	(see notes)	835.83
<b>NET REALISED RESULT</b>		<b>(85,095.24)</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		38,750.86
- Futures		22,459.14
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(23,885.24)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		585,093.91
Redemptions of shares		(1,132,480.67)
		<b>(547,386.76)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>4,799,495.79</b>

The notes are an integral part of the financial statements.



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**STATISTICAL INFORMATION**

Year ended December 31, 2021

**SHARES**

	<b>I - EUR</b>	<b>Q - EUR</b>	<b>R - EUR</b>	<b>T - EUR</b>
Shares outstanding at the beginning of the year	0.1455	16,355.8587	24,850.1025	4,014.0206
Subscriptions of shares	221.3532	3,630.8259	550.4452	913.2193
Redemptions of shares	(0.0000)	(1,000.0000)	(5,145.4190)	(3,650.3989)
<b>Shares outstanding at the end of the year</b>	<b>221.4987</b>	<b>18,986.6846</b>	<b>20,255.1287</b>	<b>1,276.8410</b>

**NET ASSET VALUE PER SHARE**

	<b>EUR</b>	<b>EUR</b>	<b>EUR</b>	<b>EUR</b>
Highest	136.66 11/10/21	109.16 11/10/21	129.80 11/10/21	101.20 14/09/21
Lowest	132.89 19/11/21	106.21 19/11/21	126.19 19/11/21	97.66 19/11/21
<b>At the end of the year</b>	<b>134.97</b>	<b>107.87</b>	<b>128.12</b>	<b>99.02</b>

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**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
31/12/19	I - EUR	8,769.1141	1,123,755.97	EUR	128.15
	Q - EUR	10,633.3664	1,091,918.19	EUR	102.69
	R - EUR	32,468.5192	3,970,797.17	EUR	122.30
	T - EUR	2,753.0287	267,073.58	EUR	97.01
31/12/20	I - EUR	0.1455	19.66	EUR	135.12
	Q - EUR	16,355.8587	1,766,174.06	EUR	107.98
	R - EUR	24,850.1025	3,199,545.24	EUR	128.75
	T - EUR	4,014.0206	405,028.83	EUR	100.90
31/12/21	I - EUR	221.4987	29,895.31	EUR	134.97
	Q - EUR	18,986.6846	2,048,064.49	EUR	107.87
	R - EUR	20,255.1287	2,595,105.22	EUR	128.12
	T - EUR	1,276.8410	126,430.77	EUR	99.02

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2021

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value The notes are an integral part of these financial statements.	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>EQUITIES</b>						
<b>ITALY</b>						
1,903.00	EDILIZIACROBATICA S.P.A	EUR	33,615.20	17.55	33,397.65	0.7
	<b>TOTAL ITALY</b>		<b>33,615.20</b>		<b>33,397.65</b>	<b>0.7</b>
	<b>TOTAL EQUITIES</b>		<b>33,615.20</b>		<b>33,397.65</b>	<b>0.7</b>
<b>BONDS</b>						
<b>FINLAND</b>						
100,000.00	FORTUM OYJ 0.8750 19-23 27/02A	EUR	99,649.00	101.13	101,133.00	2.1
	<b>TOTAL FINLAND</b>		<b>99,649.00</b>		<b>101,133.00</b>	<b>2.1</b>
<b>FRANCE</b>						
100,000.00	AIR FRANCE - KLM 3.0 21-24 01/07A	EUR	96,798.00	98.36	98,361.50	2.0
200,000.00	COMPAGNIE DE SAINT 0.625 19-24 15/03A	EUR	199,226.00	101.67	203,339.00	4.2
100,000.00	LVMH MOET HENNESSY 0.125 19-23 28/02A	EUR	99,650.00	100.54	100,544.00	2.1
100,000.00	SANOFI SA 0.00 19-22 21/03A	EUR	100,147.00	100.07	100,068.50	2.1
200,000.00	VIVENDI SA 0.0000 19-22 13/06A	EUR	199,340.00	100.11	200,225.00	4.2
	<b>TOTAL FRANCE</b>		<b>695,161.00</b>		<b>702,538.00</b>	<b>14.6</b>
<b>GERMANY</b>						
100,000.00	DEUTSCHE LUFTHANSA A 3 20-26 01/12A	EUR	99,375.00	100.22	100,224.00	2.1
	<b>TOTAL GERMANY</b>		<b>99,375.00</b>		<b>100,224.00</b>	<b>2.1</b>
<b>ITALY</b>						
100,000.00	INFRASTRUTTURE WIREL 1.875 20-26 08/07A	EUR	99,809.00	103.44	103,438.50	2.2
200,000.00	ITALY 0.95 18-23 01/03S	EUR	205,714.12	101.56	203,119.00	4.2
300,000.00	ITALY 0.5000 20-26 01/02S	EUR	307,497.00	100.79	302,376.00	6.4
100,000.00	KEDRION SPA 3 17-22 12/07A	EUR	99,990.00	100.67	100,669.00	2.1
100,000.00	NEXI SPA 1.7500 19-24 31/10S	EUR	102,625.00	101.75	101,754.50	2.1
100,000.00	TELECOM ITALIA 2.75 19-25 15/04A	EUR	105,653.00	102.49	102,490.50	2.1
	<b>TOTAL ITALY</b>		<b>921,288.12</b>		<b>913,847.50</b>	<b>19.1</b>
<b>LUXEMBOURG</b>						
2,000,000.00	BEI 1.50 15-22 15/05A	NOK	199,730.24	100.21	199,939.15	4.2
	<b>TOTAL LUXEMBOURG</b>		<b>199,730.24</b>		<b>199,939.15</b>	<b>4.2</b>
<b>NORWAY</b>						
100,000.00	NORSK HYDRO ASA 1.125 19-25 11/04A	EUR	99,265.00	102.44	102,442.00	2.1
	<b>TOTAL NORWAY</b>		<b>99,265.00</b>		<b>102,442.00</b>	<b>2.1</b>
<b>PORTUGAL</b>						
100,000.00	GALP ENERGIA 2.0 20-26 15/01A	EUR	99,754.00	104.87	104,870.00	2.2

The notes are an integral part of the financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value The notes are an integral part of these financial statements.	% of net assets
500,000.00	PORTUGAL REGS 5.125 14-24 15/10S	USD	454,575.95	110.98	487,693.36	10.1
	<b>TOTAL PORTUGAL</b>		<b>554,329.95</b>		<b>592,563.36</b>	<b>12.3</b>
	<b>SPAIN</b>					
100,000.00	CELLNEX TELECOM SA 2.875 17-25 18/04A	EUR	106,999.00	106.87	106,866.00	2.2
	<b>TOTAL SPAIN</b>		<b>106,999.00</b>		<b>106,866.00</b>	<b>2.2</b>
	<b>THE NETHERLANDS</b>					
200,000.00	COOP RABOBANK 0.75 18-23 29/08A	EUR	199,326.00	101.60	203,204.00	4.3
100,000.00	DAVIDE CAMPARI-MILAN 1.25 20-27 06/10A	EUR	99,760.00	100.77	100,771.00	2.1
100,000.00	LOUIS DREYFUS COMP 2.3750 20-25 27/11A	EUR	100,000.00	106.60	106,597.00	2.2
150,000.00	PETROBRAS GLOBAL FIN 4.75 14-25 14/01A	EUR	165,675.00	109.95	164,923.50	3.4
	<b>TOTAL THE NETHERLANDS</b>		<b>564,761.00</b>		<b>575,495.50</b>	<b>12.0</b>
	<b>TOTAL BONDS</b>		<b>3,340,558.31</b>		<b>3,395,048.51</b>	<b>70.7</b>
	<b>FLOATING RATES BONDS</b>					
	<b>THE NETHERLANDS</b>					
100,000.00	BAYER CAPITAL C FL.R 18-22 26/06Q	EUR	100,000.00	100.20	100,202.50	2.1
105,050.00	RABOBANK FL.R 13-XX 29/03Q	EUR	131,028.71	137.92	144,881.28	3.0
	<b>TOTAL THE NETHERLANDS</b>		<b>231,028.71</b>		<b>245,083.78</b>	<b>5.1</b>
	<b>TOTAL FLOATING RATES BONDS</b>		<b>231,028.71</b>		<b>245,083.78</b>	<b>5.1</b>
	<b>OPEN-ENDED INVESTMENT FUNDS</b>					
	<b>IRELAND</b>					
1,000.00	UBS CMCI COMPOSITE SF ETF A USD	EUR	63,950.00	77.21	77,210.00	1.6
	<b>TOTAL IRELAND</b>		<b>63,950.00</b>		<b>77,210.00</b>	<b>1.6</b>
	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>		<b>63,950.00</b>		<b>77,210.00</b>	<b>1.6</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>3,669,152.22</b>		<b>3,750,739.94</b>	<b>78.1</b>
	<b>OTHER TRANSFERABLE SECURITIES</b>					
	<b>EQUITIES</b>					
	<b>ITALY</b>					
200,186.00	ASTALDI SPA (*)	EUR	0.00	0.00	0.00	0.0
	<b>TOTAL ITALY</b>		<b>0.00</b>		<b>0.00</b>	<b>0.0</b>
	<b>TOTAL EQUITIES</b>		<b>0.00</b>		<b>0.00</b>	<b>0.0</b>
	<b>TOTAL OTHER TRANSFERABLE SECURITIES</b>		<b>0.00</b>		<b>0.00</b>	<b>0.0</b>
	<b>INVESTMENT FUNDS</b>					
	<b>OPEN-ENDED INVESTMENT FUNDS</b>					
	<b>IRELAND</b>					
6,000.00	FL EURO SHORT MAT UCITS ETF	EUR	147,480.00	25.07	150,420.00	3.1

The notes are an integral part of the financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value The notes are an integral part of these financial statements.	% of net assets
35,000.00	ISHARES CHINA CNY BOND UCITS ETF USD	USD	154,692.34	5.81	178,734.40	3.8
	<b>TOTAL IRELAND</b>		<b>302,172.34</b>		<b>329,154.40</b>	<b>6.9</b>
	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>		<b>302,172.34</b>		<b>329,154.40</b>	<b>6.9</b>
	<b>TOTAL INVESTMENT FUNDS</b>		<b>302,172.34</b>		<b>329,154.40</b>	<b>6.9</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>3,971,324.56</b>		<b>4,079,894.34</b>	<b>85.0</b>
	Cash/(bank overdraft)				697,601.27	14.5
	Other assets and liabilities				22,000.18	0.5
	<b>TOTAL NET ASSETS</b>				<b>4,799,495.79</b>	<b>100.0</b>

(\*) This security is the result of an exchange of position with the Astaldi SPA CV security but it's valued at 0

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**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2021  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Italy	19.8
The Netherlands	17.1
France	14.6
Portugal	12.3
Ireland	8.5
Luxembourg	4.2
Spain	2.2
Germany	2.1
Finland	2.1
Norway	2.1
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>85.0</b>
Other assets/(liabilities) and liquid assets	15.0
<b>NET ASSETS</b>	<b>100.0</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2021  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Countries and central governments	20.7
Investment funds	8.5
Oil	7.7
Banks and other credit institutions	7.3
Data transmission	6.5
Holding and finance companies	6.4
Building and building materials	4.9
Graphic industry and publishing houses	4.2
Pharmaceutical and cosmetics industry	4.2
Supranational organisations	4.2
Transportation	4.1
Textiles and clothing industry	2.1
Tobacco and alcohol	2.1
Energy and water supply	2.1
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>85.0</b>
Other assets/(liabilities) and liquid assets	15.0
<b>NET ASSETS</b>	<b>100.0</b>

**STATEMENT OF NET ASSETS**

December 31, 2021  
(in EUR)

**ASSETS**

Portfolio:	(see notes)	
- Cost		17,513,214.87
- Net unrealised result		1,559,190.42
		<b>19,072,405.29</b>

Cash:		
- Cash at banks	(see notes)	843,484.52

Other assets:		
- Receivable on subscriptions		2,416.86
- Placement fees	(see notes)	6,413.56
		<b>19,924,720.23</b>

**LIABILITIES**

Other liabilities:		
- Payable on redemptions		117.91
- Taxes and expenses payable		80,344.96
- Unrealised loss on futures	(see notes)	95,760.00
		<b>176,222.87</b>

<b>NET ASSETS</b>		<b>19,748,497.36</b>
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Represented by:

187,692.0394 Shares of category I - EUR with a value of	EUR	100.20	per share
4,337.0000 Shares of category Q - EUR with a value of	EUR	113.59	per share
1,297.6363 Shares of category R - EUR with a value of	EUR	94.17	per share
3,635.7330 Shares of category T - EUR with a value of	EUR	89.68	per share

The notes are an integral part of the financial statements.



**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2021  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>21,914,774.22</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net		310,414.11
- Bond interest, net	(see notes)	16,618.32
Other income		5,547.27
		<b>332,579.70</b>
<b>EXPENSES</b>		
Bank interest, net		10,923.66
Fees:		
- Management fee	(see notes)	258,666.78
- Custodian fee and safekeeping charges		33,154.33
Other expenses:		
- Subscription tax	(see notes)	2,661.86
- Audit fees		13,023.17
- Printing and publishing fees		9,458.23
- Transaction fees	(see notes)	56,039.29
- Administration and other expenses		94,755.75
		<b>478,683.07</b>
<b>NET OPERATING RESULT</b>		<b>(146,103.37)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	1,623,219.41
- Foreign exchange	(see notes)	12.57
<b>NET REALISED RESULT</b>		<b>1,477,128.61</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		179,731.97
- Futures		(81,660.00)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>1,575,200.58</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		3,806,324.03
Redemptions of shares		(7,547,801.47)
		<b>(3,741,477.44)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>19,748,497.36</b>

The notes are an integral part of the financial statements.

# STATISTICAL INFORMATION

Year ended December 31, 2021

## SHARES

	I - EUR	Q - EUR	R - EUR	T - EUR
Shares outstanding at the beginning of the year	206,187.8065	9,743.0000	3,868.8577	15,077.7169
Subscriptions of shares	40,257.5349	0.0000	0.0000	0.0000
Redemptions of shares	(58,753.3020)	(5,406.0000)	(2,571.2214)	(11,441.9839)
<b>Shares outstanding at the end of the year</b>	<b>187,692.0394</b>	<b>4,337.0000</b>	<b>1,297.6363</b>	<b>3,635.7330</b>

NET ASSET VALUE PER SHARE	EUR	EUR	EUR	EUR
Highest	103.29 19/08/21	117.10 19/08/21	97.26 19/08/21	92.98 19/08/21
Lowest	87.64 08/03/21	99.38 08/03/21	82.80 08/03/21	79.49 08/03/21
<b>At the end of the year</b>	<b>100.20</b>	<b>113.59</b>	<b>94.17</b>	<b>89.68</b>

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**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
31/12/19	I - EUR	192,578.3095	19,582,439.67	EUR	101.69
	Q - EUR	15,282.0000	1,762,762.81	EUR	115.35
	R - EUR	9,702.9999	940,904.99	EUR	96.97
	T - EUR	17,172.4182	1,619,307.41	EUR	94.30
31/12/20	I - EUR	206,187.8065	19,258,990.27	EUR	93.41
	Q - EUR	9,743.0000	1,032,001.01	EUR	105.92
	R - EUR	3,868.8577	341,904.25	EUR	88.37
	T - EUR	15,077.7169	1,281,878.69	EUR	85.02
31/12/21	I - EUR	187,692.0394	18,807,591.03	EUR	100.20
	Q - EUR	4,337.0000	492,660.54	EUR	113.59
	R - EUR	1,297.6363	122,193.80	EUR	94.17
	T - EUR	3,635.7330	326,051.99	EUR	89.68

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2021

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value The notes are an integral part of these financial statements.	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>EQUITIES</b>						
<b>BELGIUM</b>						
9,187.00	UCB	EUR	879,156.44	100.35	921,915.45	4.7
	<b>TOTAL BELGIUM</b>		<b>879,156.44</b>		<b>921,915.45</b>	<b>4.7</b>
<b>FINLAND</b>						
15,500.00	KONE -B-	EUR	862,679.26	63.04	977,120.00	4.9
	<b>TOTAL FINLAND</b>		<b>862,679.26</b>		<b>977,120.00</b>	<b>4.9</b>
<b>FRANCE</b>						
7,600.00	BIOMERIEUX SA	EUR	872,928.31	124.90	949,240.00	4.8
18,000.00	DANONE SA	EUR	1,019,766.75	54.59	982,620.00	5.0
18,278.00	DASSAULT SYST.	EUR	691,056.73	52.31	956,122.18	4.8
98,700.00	ORANGE	EUR	961,523.31	9.41	929,063.10	4.7
4,580.00	PERNOD RICARD SA	EUR	932,972.11	211.50	968,670.00	4.9
10,472.00	SANOFI	EUR	836,752.30	88.58	927,609.76	4.7
2,420.00	TELEPERFORMANCE SE	EUR	908,188.28	392.00	948,640.00	4.8
	<b>TOTAL FRANCE</b>		<b>6,223,187.79</b>		<b>6,661,965.04</b>	<b>33.7</b>
<b>GERMANY</b>						
10,690.00	BEIERSDORF AG	EUR	1,027,233.87	90.38	966,162.20	4.9
16,600.00	FRESENIUS MEDICAL CARE AG & CO KGAA	EUR	1,009,809.40	57.14	948,524.00	4.8
7,356.00	SYMRISE AG	EUR	808,724.17	130.30	958,486.80	4.9
19,558.00	VONOVIA SE	EUR	884,684.45	48.50	948,563.00	4.8
	<b>TOTAL GERMANY</b>		<b>3,730,451.89</b>		<b>3,821,736.00</b>	<b>19.4</b>
<b>ITALY</b>						
176,546.00	SNAM SPA	EUR	865,188.39	5.30	935,693.80	4.7
	<b>TOTAL ITALY</b>		<b>865,188.39</b>		<b>935,693.80</b>	<b>4.7</b>
<b>LUXEMBOURG</b>						
8,850.00	EUROFINS SCIENTIFIC SE	EUR	896,426.01	108.80	962,880.00	4.9
	<b>TOTAL LUXEMBOURG</b>		<b>896,426.01</b>		<b>962,880.00</b>	<b>4.9</b>
<b>SPAIN</b>						
56,000.00	GRIFOLS SA -A-	EUR	1,406,061.26	16.88	945,000.00	4.8
	<b>TOTAL SPAIN</b>		<b>1,406,061.26</b>		<b>945,000.00</b>	<b>4.8</b>
<b>THE NETHERLANDS</b>						
76,000.00	DAVIDE CAMPARI-MILANO N.V.	EUR	741,736.88	12.86	976,980.00	5.0
4,888.00	DSM KONINKLIJKE	EUR	649,605.32	198.00	967,824.00	4.9
31,000.00	KONINKLIJKE AHOLD DELHAIZE NV	EUR	680,882.07	30.14	934,185.00	4.7

The notes are an integral part of the financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value The notes are an integral part of these financial statements.	% of net assets
9,335.00	WOLTERS KLUWER NV	EUR	577,839.56	103.60	967,106.00	4.9
	<b>TOTAL THE NETHERLANDS</b>		<b>2,650,063.83</b>		<b>3,846,095.00</b>	<b>19.5</b>
	<b>TOTAL EQUITIES</b>		<b>17,513,214.87</b>		<b>19,072,405.29</b>	<b>96.6</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>17,513,214.87</b>		<b>19,072,405.29</b>	<b>96.6</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>17,513,214.87</b>		<b>19,072,405.29</b>	<b>96.6</b>
	Cash/(bank overdraft)				843,484.52	4.3
	Other assets and liabilities				(167,392.45)	(0.9)
	<b>TOTAL NET ASSETS</b>				<b>19,748,497.36</b>	<b>100.0</b>

The notes are an integral part of the financial statements.

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**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2021  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
France	33.7
The Netherlands	19.5
Germany	19.4
Luxembourg	4.9
Finland	4.9
Spain	4.8
Belgium	4.7
Italy	4.7
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>96.6</b>
Other assets/(liabilities) and liquid assets	3.4
<b>NET ASSETS</b>	<b>100.0</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2021  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Pharmaceutical and cosmetics industry	28.8
Tobacco and alcohol	9.9
Chemicals	9.8
Data transmission	9.5
Foodstuffs and non-alcoholic drinks	5.0
Mechanical engineering and industrial equipment	4.9
Graphic industry and publishing houses	4.9
Biotechnology	4.8
Real estate	4.8
Internet and software services	4.8
Retail trade	4.7
Energy and water supply	4.7
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>96.6</b>
Other assets/(liabilities) and liquid assets	3.4
<b>NET ASSETS</b>	<b>100.0</b>

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

### SIGNIFICANT ACCOUNTING POLICIES

#### a) Presentation of the financial statements

The financial statements of the Company are prepared in accordance with the Luxembourg legal and regulatory requirements concerning Undertakings for Collective Investment ("UCI") and with generally accepted accounting principles in Luxembourg.

#### b) Valuation of assets

- 1) The value of any cash in hand or on deposit, notes and bills payable on demand and accounts receivable, prepaid expenses and cash dividends declared and interest accrued but not yet collected, is deemed the nominal value of these assets unless it is improbable that it can be paid and collected in full; in which case, the values are arrived at after deducting such amounts as the Board of Directors of the Company may consider appropriate to reflect the true value of these assets;
- 2) Securities and Money Market Instruments listed on an official stock exchange or dealt on any other Regulated Market are valued at their last available price in Luxembourg on the Valuation Day, if the security or Money Market Instrument is traded on several markets, on the basis of the last known price on the main market of this security. If the last known price is not representative, valuation is based on the fair value at which it is expected it can be sold, as determined with prudence and in good faith by the Board of Directors of the Company;
- 3) Unlisted securities and securities or Money Market Instruments not traded on a stock exchange or any other Regulated Market as well as listed securities and securities or Money Market Instruments listed on a Regulated Market for which no price is available, or securities or Money Market Instruments whose quoted price is, in the opinion of the Board of Directors of the Company, not representative of actual market value, are valued at their last known price in Luxembourg or, in the absence of such price, on the basis of their probable realisation value, as determined with prudence and in good faith by the Board of Directors of the Company;

4) Securities or Money Market Instruments denominated in a currency other than the relevant Sub-Fund's valuation currency are converted at the exchange rate of the currency concerned applicable on the Valuation Day;

5) The liquidation value of futures, spot, forward or options contracts traded on stock exchanges or other Regulated Markets is based on the latest available price for these contracts on the stock exchanges and Regulated Markets on which these options, spot, forward or futures contracts are traded by the Company; provided that if an options or futures contract cannot be liquidated on the date on which the net assets are valued, the basis for determining the liquidation value of said contract shall be determined by the Board of Directors of the Company in a fair and reasonable manner or the Board would deem another time more appropriate (for example in order to use the same time to value foreign exchange positions and currency futures). Net unrealised gain or loss is recorded in the statement of net assets;

6) UCIs are valued on the basis of their last available net asset value in Luxembourg. This net asset value may be adjusted by applying the variation of a recognised index so as to reflect market changes since the last valuation;

7) Liquid assets and money market instruments are valued at their nominal value plus accrued interest, or on the basis of amortised costs;

8) Any other securities and assets are valued in accordance with the procedures put in place by the Board of Directors of the Company and with the help of specialist valuers, as the case may be, who will be instructed by the Board of Directors of the Company to carry out the said valuations.

#### c) Acquisition cost of securities in the portfolio

The acquisition cost of the securities held by each Sub-Fund that are denominated in a currency other than that of the Sub-Fund is converted to the Sub-Fund's currency at the exchange rates prevailing on the date of purchase.

The cost of acquiring the Company securities portfolio is equal to the sum of the acquisition costs of the securities portfolio of each Sub-Fund, converted into EUR at the exchange rate prevailing at the closing date.



## NOTES TO THE FINANCIAL STATEMENTS (continued)

### d) Net realised gain/(loss) on securities portfolio

The realised gains and losses on sales of investment securities are determined on the basis of the average acquisition cost of the securities sold and are recorded net in the Statement of Operations and Changes in net assets.

### e) Investment income

Dividend income is recognised on an ex-dividend basis net of withholding taxes.

Interest income accrued are recorded, net of any withholding tax.

### f) Formation expenses

Formation expenses were amortised on a straight line basis over a period of five years.

Formation expenses in relation to the launch of a new Sub-Fund shall be charged to such Sub-Fund alone and may be amortized over a maximum of five years with effect from the Sub-Fund's launch date.

### g) Valuation of futures contracts

Open futures contracts are valued at the last settlement or close price on the stock exchanges or regulated markets. Net unrealised gain or loss of open futures contracts is disclosed in the statement of net assets. Net variation of the unrealised gain or loss and net realised gain or loss are disclosed in the Statement of Operations and Changes in net assets.

### h) Exchange Rates as at December 31, 2021

1 EUR = 1.0379 CHF  
 1 EUR = 0.84121 GBP  
 1 EUR = 130.95 JPY  
 1 EUR = 15.1104 TRY  
 1 EUR = 1.378 USD  
 1 EUR = 10.0244 NOK

### i) Conversion of foreign currencies

Cash at banks, other net assets and liabilities and the market value of the securities in portfolio expressed in currencies other than the reference currency of the Sub-Fund are converted into this currency at the exchange rate as at December 31, 2021. Income and expenses expressed in currencies other than the reference currency of the Sub-Fund are converted into this currency at the exchange rate prevailing on the date of the transaction and forward foreign exchange. Net

realised gains or losses on foreign exchange are disclosed in the statement of operation and other changes in net assets.

### j) Combined financial statements

The combined financial statements of the Company are expressed in EUR and are equal to the sum of the corresponding captions in the financial statements of each Sub-Fund.

### k) Transaction fees

Transaction costs disclosed under the item "Transaction fees" in the expenses of the statement of operations and other changes in net assets are mainly composed of broker fees incurred by the Company and of fees relating to liquidation of transactions paid to the depositary as well as of transaction fees on financial instruments and derivatives.

## SUBSCRIPTION, REDEMPTION AND CONVERSION FEES

Subscription fees of up to 4% may be applied to shares of R class. The other classes (I, Q and T) are not subject to subscription fees.

A Contingent Redemption Fee may be applied on the redemption of Shares of Class T based on the term of the holding of these Shares by a relevant Investor, as follows:

Holding period of Shares of Class T (starting at the day where the Shares have been issued)	Contingent Redemption Fee (percentage of Net Asset Value on Redemption Date)
Up to 1 year	4%
After 1 year but up to 2 years	3%
After 2 year but up to 3 years	2%
After 3 year but up to 4 years	1%
After 4 years	0%

No redemption or conversion fees are levied by the Sub-Funds for the share classes I, Q and R.

The Shares of Class T is subject to the Placement Fee of 4% which is amortised at 1% p.a. over a 4-years period. Shares of Class T are automatically converted after the term of four years (representing the end of the Amortisation Period) into Shares of Class R.

No Subscription Fee or Conversion Fee is pursuant to this conversion.

## NOTES TO THE FINANCIAL STATEMENTS (continued)

### INVESTMENT MANAGEMENT AND PERFORMANCE FEES

#### 1) Investment Management

The Investment Manager is entitled to an annual investment management fee and to a performance fee.  
The Investment Management fee, is payable on a monthly basis.

Sub-Fund	Class I	Class Q	Class R	Class T
Alessia - Absolute Return Macro	1.25% p.a.	1.25% p.a.	1.75% p.a. (until July 31, 2021) 1.50% p.a.( from August 1, 2021)	1.75% p.a.
Alessia - VOLCOR Beta Zero	1.00% p.a.	1.00% p.a.	1.75% p.a.(until July 31, 2021) 1.50% p.a.(from August 1, 2021)	1.75% p.a.

#### 2) Performance fees

In application of the ESMA Guidelines on performance fees (ESMA34-39-992) and Circular CSSF 20/764, the table below displays the actual amount of performance fees charged by each relevant Share Class and the percentage of these fees based on the Share Class Net Asset Value ("NAV"). Only the Share Classes for which performance fees have been charged are shown below.

Sub-Fund	Share Class	Isin Code	Sub fund currency	Amount of performance fees as at 31/12/21 (in Sub-fund currency)	Average NAV of the Share Class (in Sub-fund currency)	% in the Share Class average NAV
Alessia – Absolute Return Macro	Class I (EUR) Capitalisation	LU0480371433	EUR	0.00	29,427.50	0.00
Alessia – Absolute Return Macro	Class Q (EUR) Capitalisation	LU1238726654	EUR	53.86	1,997,305.92	0.00
Alessia – Absolute Return Macro	Class R (EUR) Capitalisation	LU0352949456	EUR	101.64	2,786,716.28	0.00
Alessia – Absolute Return Macro	Class T (EUR) Capitalisation	LU1587249019	EUR	14.49	293,505.89	0.00

The performance fee is equivalent to 20% of the absolute value of the performance of the relevant Class based on the difference between the Net Asset Value per Share at the end of each year of the calendar year (before the calculation of the Performance Fee) and the Net Asset Value per Share at the end of the previous year of the calendar year in which a performance fee has been paid, multiplied by the number of Shares issued by that Class on the relevant

Valuation Day. If the difference is equal to zero or negative, no performance fee is levied.

The performance fee is retained in reserve as of each Valuation Day and is accrued and paid annually.

The first year is from the date of commencement of business of the relevant Class until the end of the first calendar year following the launch of that Class.

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**NOTES TO THE FINANCIAL STATEMENTS (continued)**

The subsequent Performance Periods start from the beginning of each following calendar year until the end of the considered year.

The payment of a performance fee is subject to a high water mark.

If the Net Asset Value is lower than the high water mark, no provision for the Performance Fee is made.

At the date of the financial statements, a crystal performance fee was recorded for Alessia - Absolute Return Macro and amounted to 169.99 EUR.

There is no performance fee for Alessia - VOLCOR Beta Zero.

**SUBSCRIPTION TAX ("*TAXE D'ABONNEMENT*")**

The Company is governed by Luxembourg law.

Pursuant to the legislation and regulations in force, the Company is subject to an annual subscription tax ("*taxe d'abonnement*") of 0.05% which is payable quarterly and calculated on the basis of the net assets of each Sub-Fund on the last day of each quarter.

However, a reduced annual rate of 0.01% is applied to classes of shares reserved for institutional investors.

Pursuant to Article 175 (a) of the amended law of 17th December 2010 the net assets invested in Undertakings for Collective Investment already subject to the "*taxe d'abonnement*" are exempt from this tax.

**STATEMENT OF CHANGES IN INVESTMENTS**

The statement of changes in investments for the reporting financial year is available free of charge upon request at the Registered Office of the Company and the Depositary.

**SUBSEQUENT EVENTS**

Alessia Sub-Funds haven't and hadn't any exposure to Russia and Ukraine assets.

The recent crisis had no impact on the Company performances beyond of what could be expected when there is market volatility.

No extraordinary measure has been taken.

**SUBSEQUENT EVENT**

## FUTURES

As at December 31, 2021, the following futures contract(s) was (were) outstanding :

### ALESSIA - Absolute Return Macro

Sale / Purchase	Quantity	Contract(s)	Size	Price as at 31/12/21	Commitment EUR	Unrealised result EUR	Brokers
<b>FUTURES ON EXCHANGE RATES</b>							
Purchase	5	EUR/USD (CME) 03/22	125,000	1.14 USD	549,305.68	3,213.44 <b>3,213.44</b>	Banca IMI Italie
<b>FUTURES ON INDEX</b>							
Sale	2	DAX INDEX GERMANY 03/22	25	15,856.00 EUR	792,800.00	(9,750.00) <b>(9,750.00)</b>	Banca IMI Italie
<b>FUTURES ON INTEREST RATES</b>							
Sale	5	EURO BOBL FUTURE 03/22	1,000	133.24 EUR	511,130.00	5,000.00	Banca IMI Italie
Sale	3	EURO BUXL FUTURE 03/22	1,000	206.74 EUR	478,360.50	32,160.00 <b>37,160.00</b>	Banca IMI Italie

The unrealised gain/(loss) result on the outstanding futures contract(s) as at December 31, 2021 for ALESSIA - Absolute Return Macro is included in the statement of net assets of the Sub-Fund.

### ALESSIA - Volcor Beta Zero

Sale / Purchase	Quantity	Contract(s)	Size	Price as at 31/12/21	Commitment EUR	Unrealised result EUR	Brokers
<b>FUTURES ON INDEX</b>							
Sale	152	DJ EURO STOXX 50 03/22	10	4,287.50 EUR	6,533,583.20	(95,760.00) <b>(95,760.00)</b>	Banca IMI Italie

The unrealised gain/(loss) result on the outstanding futures contract(s) as at December 31, 2021 for ALESSIA - Volcor Beta Zero is included in the statement of net assets of the Sub-Fund.

## ADDITIONAL INFORMATION (unaudited)

### 1. Risk Management

Information for the 2021 financial report according to the CSSF circular 11/512 (as amended by Circular CSSF 18/698)

#### **Alessia - Absolute Return Macro**

The methodology used for the calculation of the global risk of the UCITS is determined by the commitment approach as dictated by the guidelines of ESMA 10-788. As the Management Company is using for a limited part derivatives instruments for the management of the UCITS, the global risk related to the positions on financial derivatives instruments (included those embedded within transferable securities and/or money market instruments) is determined by the commitment approach.

The Management Company of the Company, after a risk profile assessment, decided to adopt the commitment approach to determine the global market risk exposure for the Sub-Fund Alessia - Absolute Return Macro.

As of 31 December 2021, the net commitment of the Sub-Fund amounted 47,14%.

#### **Alessia – VOLCOR Beta Zero**

The methodology used for the calculation of the global risk of the UCITS is determined by the commitment approach as dictated by the guidelines of ESMA 10-788. As the Management Company is using for a limited part derivatives instruments for the management of the UCITS, the global risk related to the positions on financial derivatives instruments (included those embedded within transferable securities and/or money market instruments) is determined by the commitment approach.

The Management Company of the Company, after a risk profile assessment, decided to adopt the commitment approach to determine the global market risk exposure for the Sub-Fund Alessia – VOLCOR Beta Zero.

As of 31 December 2021, the net commitment of the Sub-Fund amounted 33,08%.

## ADDITIONAL INFORMATION (unaudited) (continued)

### 2. Remuneration

European Directive 2014/91/EU amending Directive 2009/65/EC on undertakings for collective investment in transferable securities, which is applicable to the Company, came into force on 18 March 2016. It is implemented in national law under the Luxembourg Act of 10 May 2016 implementing Directive 2014/9+/EU. The Company is required to publish information relating to the remuneration paid by Management Company in the annual report. The total remuneration paid by the Management Company and by the Investment Company during the financial year ended is as follows

#### Remuneration distribution

	Number Beneficia riest	Total remuneration paid	Fixed Remuneration paid	Variable remuneration paid	Amount paid directly by the Ucits itself to the Managemen t Company (including management company fees, performance fees, domiciliaion fees and hedging fees)
Total remuneration paid by the Management Company and by the Investment Company during the financial year to executives and senior :	6	3,237,807.58 EUR	1,267,807.58 EUR	1,970,000.00 EUR	112.493,40 EUR
Total remuneration paid by the Management Company and by the Investment Company during the financial year to other staff	14	1,539,778.36 EUR	1,018,278.36 EUR	521,500.00 EUR	

**ADDITIONAL INFORMATION (unaudited) (continued)**

**3. Information concerning the transparency of securities financing transactions and reuse of cash collateral (Regulation EU/2015/2365, “SFTR”)**

As of the date of the financial statements, the Company is not in the scope of the publication requirements of SFTR.