

LA FINANCIÈRE CONSTANCE SICAV

Société d'Investissement à Capital Variable (SICAV)

Unaudited semi-annual Report as at December 31, 2019

R.C.S. Luxembourg B205470

Subscriptions shall only be valid if made on the basis of the KIID ("Key Investor Information Document") or the current prospectus accompanied by the most recent annual report as well as by the most recent semi-annual report if published more recently than the most recent annual report. No one is authorised to state other information than the one contained in the prospectus as well as in the documents herein mentioned, which are available to the public.

Copies of the complete prospectus and the latest financial reports of LA FINANCIÈRE CONSTANCE SICAV ("the Company") may be obtained, free of charge, upon request at the Company's registered office, 2, rue d'Arlon, L-8399 Windhof, Grand Duchy of Luxembourg.

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LA FINANCIÈRE CONSTANCE SICAV

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LA FINANCIÈRE CONSTANCE SICAV

Organisation of the Company

REGISTERED OFFICE	2, rue d'Arlon, L-8399 Windhof, Grand Duchy of Luxembourg
BOARD OF DIRECTORS	<p>Olivier ARMANGAU, Chairman, La Financière Constance Inc, 4529 rue Clark, Suite 300, Montréal (QC), H2T 2T3, Canada*</p> <p>Raoul CHEVIGNARD, Independent Director, Cicerone Luxembourg S.à r.l., 3, rue Dicks, L-4081 Esch-sur-Alzette, Grand Duchy of Luxembourg</p> <p>Gilles LABRY, Director, MAG ASSET MANAGEMENT SA, 18, boulevard Helvétique, CH-1207 Genève, Switzerland (until January 13, 2020)</p> <p>Fabien KURER, Director, MAG ASSET MANAGEMENT SA, 18, boulevard Helvétique, CH-1207 Genève, Switzerland (since January 14, 2020)</p>
MANAGEMENT COMPANY AND DOMICILIARY AGENT	Pure Capital S.A., 2, rue d'Arlon, L-8399 Windhof, Grand Duchy of Luxembourg
BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY	
CHAIRMAN	Guy POURVEUR, Managing Director, Pure Capital S.A
DIRECTORS	<p>Patrick VANDER EECKEN, Managing Director, Pure Capital S.A.</p> <p>Bernard PONS, Managing Director, Pure Capital S.A.</p>
CONDUCTING PERSONS OF THE MANAGEMENT COMPANY	<p>Thierry LEONARD, Managing Director, Pure Capital S.A.</p> <p>Bernard PONS, Managing Director, Pure Capital S.A</p> <p>Frédéric VENDITTI, Managing Director, Pure Capital S.A.</p>
DEPOSITARY BANK AND PAYING AGENT	Société Générale Bank & Trust S.A., 11, avenue Emile Reuter, L-2420 Luxembourg, Grand Duchy of Luxembourg
ADMINISTRATIVE, TRANSFER AND REGISTRAR AGENT	Société Générale Bank & Trust S.A., 11, avenue Emile Reuter, L-2420 Luxembourg, Grand Duchy of Luxembourg
INVESTMENT MANAGER	La Financière Constance, Inc, 4529 rue Clark, Suite 300, Montréal (QC), H2T 2T3, Canada*
PRINCIPAL DISTRIBUTOR	Pure Capital S.A., 2, rue d'Arlon, L-8399 Windhof, Grand Duchy of Luxembourg
CABINET DE REVISION AGREE	KPMG Luxembourg, <i>Société Coopérative</i> , 39, avenue John F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg

*Until September 30, 2019: 1010 Sherbrooke Ouest, Suite 1800, Montréal (QC), H3A 2R7, Canada

LA FINANCIÈRE CONSTANCE SICAV

General information

Before continuance in Luxembourg under the current undertaking for collective investment in transferable securities ("UCITS") format, **LA FINANCIÈRE CONSTANCE SICAV** (the "**Company**") was incorporated in Jersey, Channel Islands on July 2, 2008 as an open-ended investment company and commenced business on July 4, 2008. Its investment objective is to achieve a long term capital appreciation by investing in listed derivatives, mutual funds, hedge funds and currencies.

On July 8, 2015, a decision has been reached to migrate the Company to Luxembourg where it continues as société anonyme incorporated under the laws of Luxembourg in order that the Company can take the form as an UCITS which is an investment fund structure that is not available to Jersey incorporated companies.

As from March 18, 2016, the Company is listed on the official list of undertakings for collective investment pursuant to the law of December 17, 2010 concerning undertakings for collective investment, as amended (hereafter referred to as the "**2010 Law** ") and subject to the 2010 Law and to the law of August 10, 1915 on commercial companies, as amended (the "**1915 Law**"). It is subject in particular to the provisions of Part I of the 2010 Law, which relates specifically to UCITS, as defined by the Directive 2009/65/EC. However, such listing does not require any Luxembourg authority to approve or disapprove either the adequacy or the accuracy of the Prospectus (the "**Prospectus**") or the portfolio of securities held by the Company.

The Company is an investment company with variable share capital consisting of various sub-funds, each relating to a portfolio of specific assets made up of transferable securities and money market instruments within the meaning of the 2010 Law and the Grand-Ducal regulation of February 8, 2008 ("Transferable Securities" and "Money Market Instruments" respectively) as well as other eligible assets in compliance with article 41 of the 2010 Law denominated in various currencies. The characteristics and investment policies of each sub-fund are defined in Appendix III in the Prospectus dated May 2019.

At the date of the present report, the following sub-funds are open:

- LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE STRATÉGIE
- LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE ALTERNATIVE OPTIONS

The financial year of the Company starts each year on 1 July and ends on the last day of June of each year.

The annual general meeting of shareholders will be held in Luxembourg, at the registered office of the Company or at any other place in the municipality of the registered office of the Company which will be specified in the convening notice to the meeting, on the second Thursday in the month of October at 4:00 p.m. (CET). If this day is not a Bank Business Day, the annual general meeting will be held on the next following Bank Business Day. Shareholders will meet upon the call of the Board of Directors of the SICAV in accordance with the provisions of Luxembourg law.

The financial statements of each sub-fund are expressed in its respective reference currency, whereas the consolidated accounts will be expressed in Euro.

The annual reports, which are made available within 4 (four) months after the end of the financial year, as well as the semi-annual reports, which are made public within 2 (two) months after the end of the half-year, are held at the shareholders' disposal at the registered office of the Company and of the Management Company.

The changes in portfolios may be obtained on simple request and free of charge at the company's registered office.

LA FINANCIÈRE CONSTANCE SICAV

Statement of net assets as at December 31, 2019

	COMBINED	CONSTANCE STRATÉGIE	CONSTANCE ALTERNATIVE OPTIONS
	EUR	EUR	EUR
ASSETS			
Investments in securities at market value (note 2)	10,106,895.04	4,114,901.81	5,991,993.23
Interest receivable on investments	4,327.87	-	4,327.87
Cash at banks	2,245,400.68	1,131,407.20	1,113,993.48
Formation expenses (note 2)	19,364.28	9,183.81	10,180.47
Other assets	1,222.12	-	1,222.12
Total assets	12,377,209.99	5,255,492.82	7,121,717.17
LIABILITIES			
Net unrealised loss on forward exchange contracts (note 9)	925.59	-	925.59
Net unrealised loss on futures (note 10)	15,621.94	180.00	15,441.94
Management company fees payable (note 3)	2,620.45	1,280.66	1,339.79
Investment management fees payable (note 4)	21,783.32	9,771.27	12,012.05
Taxes and expenses payable	78,278.27	41,809.88	36,468.39
Total liabilities	119,229.57	53,041.81	66,187.76
TOTAL NET ASSETS	12,257,980.42	5,202,451.01	7,055,529.41

The accompanying notes form an integral part of these financial statements.

LA FINANCIÈRE CONSTANCE SICAV

Statement of operations and changes in net assets for the period from July 1, 2019 to December 31, 2019

	COMBINED	CONSTANCE STRATÉGIE	CONSTANCE ALTERNATIVE OPTIONS
	EUR	EUR	EUR
INCOME			
Dividends, net (note 2)	1,851.10	-	1,851.10
Interest on bonds (note 2)	7,533.00	-	7,533.00
Bank interest	2,500.66	200.66	2,300.00
Other income (note 12)	20,252.50	-	20,252.50
Total income	32,137.26	200.66	31,936.60
EXPENSES			
Management company fees (note 3)	14,985.47	7,481.31	7,504.16
Investment management fees (note 4)	74,191.83	30,202.91	43,988.92
Administration, accounting and domiciliation fees (note 5)	33,090.08	14,891.56	18,198.52
Interest and bank fees	199.65	17.70	181.95
"Taxe d'abonnement" (note 6)	2,182.65	375.83	1,806.82
Depository fees (note 5)	28,551.25	14,347.57	14,203.68
Transfer agent fees	8,682.27	4,200.22	4,482.05
Professional fees	22,840.75	8,534.97	14,305.78
Transaction fees (note 11)	63,422.39	2,190.25	61,232.14
Amortization of formation expenses (note 2)	8,149.23	3,864.07	4,285.16
Other fees	26,687.67	14,961.65	11,726.02
Total expenses	282,983.24	101,068.04	181,915.20
NET INVESTMENT LOSS	-250,845.98	-100,867.38	-149,978.60
NET REALISED GAIN/LOSS			
- on investments	1,055,907.79	322,858.22	733,049.57
- on forward exchange contracts	67,439.65	-	67,439.65
- on options	70,167.89	-	70,167.89
- on futures	38,554.31	-900.00	39,454.31
Net realised gain/loss	981,223.66	221,090.84	760,132.82
CHANGE IN NET UNREALISED RESULT			
- on investments	-852,830.44	-51,370.55	-801,459.89
- on forward exchange contracts	4,751.31	-	4,751.31
- on options	29,062.76	-	29,062.76
- on futures	-10,146.94	-180.00	-9,966.94
- on currencies	647.80	-3,356.82	4,004.62
Change in net unrealised appreciation/depreciation	-828,515.51	-54,907.37	-773,608.14
RESULT OF OPERATIONS	152,708.15	166,183.47	-13,475.32
Subscriptions	1,466,646.03	1,466,646.00	0.03
Redemptions	-8,631,623.28	-1,760,644.15	-6,870,979.13
DECREASE OF NET ASSETS DURING THE PERIOD	-7,012,269.10	-127,814.68	-6,884,454.42
NET ASSETS AT THE BEGINNING OF THE PERIOD	19,270,249.52	5,330,265.69	13,939,983.83
NET ASSETS AT THE END OF THE PERIOD	12,257,980.42	5,202,451.01	7,055,529.41

The accompanying notes form an integral part of these financial statements.

LA FINANCIÈRE CONSTANCE SICAV

Number of shares outstanding and net asset value per share

Sub-funds	Class	Currency	Number of shares outstanding	Net asset value per share	Net asset value per share	Net asset value per share
			31.12.2019	31.12.2019	30.06.2019	30.06.2018
CONSTANCE STRATÉGIE	A	EUR	58,306.5094	89.23	86.90	88.88
CONSTANCE ALTERNATIVE OPTIONS	A	EUR	50,823.0737	122.60	122.67	125.00
CONSTANCE ALTERNATIVE OPTIONS	A	CHF	5,240.4449	93.47	93.69	96.12
CONSTANCE ALTERNATIVE OPTIONS	B	EUR	1,963.1064	93.55	93.74	95.84
CONSTANCE ALTERNATIVE OPTIONS	I	EUR	2,026.4654	94.03	94.00	96.43
CONSTANCE ALTERNATIVE OPTIONS	I*	USD	-	-	101.03	100.12

(*) This share class was suspended on December 6, 2019

			31.12.2019	30.06.2019	30.06.2018
Net asset value					
CONSTANCE STRATÉGIE		EUR	5,202,451.01	5,330,265.69	8,731,494.83
CONSTANCE ALTERNATIVE OPTIONS		EUR	7,055,529.41	13,939,983.83	18,810,299.07

LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE STRATÉGIE

Statement of investments and other net assets as at December 31, 2019 (expressed in EUR)

Description	Currency	Quantity	Market value (note 2)	% of net assets
INVESTMENT FUNDS				
<i>FRANCE</i>				
ECHQUIER AGENOR SRI MID CAP EUROPE PART I	EUR	91.86	262,681.94	5.05
MONETA MULTI CAPS C	EUR	400.00	117,276.00	2.25
			379,957.94	7.30
<i>IRELAND</i>				
MONTLAKE BUTLER CREDIT OPP UCITS FD EUR SICAV	EUR	4,500.00	498,214.80	9.58
OAKS EMERGING UMBRELLA FUND PLC OAKS FUND SICAV	EUR	20,000.00	310,680.00	5.97
			808,894.80	15.55
<i>LUXEMBOURG</i>				
EXANE 1 OVERDRIVE FD AC	EUR	10.00	139,113.91	2.67
EXANE FUNDS 2 EQUITY SELECT EUROPE A	EUR	8.00	184,285.60	3.54
LA FINANCIERE CONSTANCE SICAV - CONSTANCE ALTERNATIVE OPTIONS CLASS A CAP EUR (NOTE 2.12)	EUR	4,351.11	533,098.14	10.25
LA FINANCIERE CONSTANCE SICAV - CONSTANCE ALTERNATIVE OPTIONS CLASS B DIST RETAIL SICAV (NOTE 2.12)	EUR	10.00	934.90	0.02
LA FINANCIERE CONSTANCE SICAV - CONSTANCE ALTERNATIVE OPTIONS CLASS I INSTITUTION SICAV (NOTE 2.12)	EUR	1,009.99	94,909.04	1.82
MFS MERIDIAN FD EURP VALUE A1	EUR	8,000.00	402,160.00	7.73
ORBIS SICAV GLOBAL EQUITY FUND INVESTOR DIS	EUR	1,100.00	235,631.00	4.53
PPF ABSOLUTE LONG SHORT EUROPE I EUR CAP	EUR	6,201.18	652,674.47	12.56
PROTEA FUND SICAV CRAWFORD LAKE US EQ FUND	USD	4,000.00	403,242.72	7.75
SCHRODER INTL SELECTION FUND ASIAN TOT RET C EUR HEDG	EUR	200.00	51,211.74	0.98
SCHRODER INTL SELECTION FUND EUROP SPECIAL SIT A CAP	EUR	250.00	52,780.05	1.01
UNI-GLOBAL 100% MV EUROPE	EUR	50.00	176,007.50	3.38
			2,926,049.07	56.24
TOTAL INVESTMENTS			4,114,901.81	79.09
CASH AT BANKS			1,131,407.20	21.75
OTHER NET LIABILITIES			-43,858.00	-0.84
TOTAL NET ASSETS			5,202,451.01	100.00

The accompanying notes form an integral part of these financial statements.

LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE STRATÉGIE

Industrial classification of investments as at December 31, 2019

Industrial classification

(in % of net assets)

Investment funds	79.09
Cash at bank	21.75
Other net liabilities	-0.84
	100.00

LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE ALTERNATIVE OPTIONS

Statement of investments and other net assets as at December 31, 2019 (expressed in EUR)

Description	Currency	Quantity	Market value (note 2)	% of net assets
I. TRANSFERABLE SECURITIES AND DERIVATIVES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET				
OPTIONS				
<i>INTERNATIONAL</i>				
CALL SX5E/202001/3775	EUR	-40.00	-7,760.00	-0.11
CALL SX5E/202001/3800	EUR	-60.00	-6,360.00	-0.09
CALL SX5E/202002/3,900	EUR	-80.00	-6,560.00	-0.09
CALL SX5E/202002/3875	EUR	-60.00	-7,440.00	-0.11
CALL SX5E/202002/3925	EUR	-40.00	-2,120.00	-0.03
CALL SX5E/202003/3950	EUR	-80.00	-8,400.00	-0.12
CALL SX5E/202003/3975	EUR	-80.00	-6,000.00	-0.09
CALL SX5E/202004/4025	EUR	-80.00	-5,760.00	-0.08
CALL SX5E/202006/4000	EUR	-60.00	-8,580.00	-0.12
CALL SX5E/202006/4050	EUR	-80.00	-7,280.00	-0.10
CALL VIX/202001/17	USD	9.00	646.16	0.01
CALL VIX/202002/17	USD	-9.00	-1,463.25	-0.02
PUT SX5E/202001/2550	EUR	-10.00	-10.00	0.00
PUT SX5E/202001/2600	EUR	-50.00	-50.00	0.00
PUT SX5E/202001/2750	EUR	-30.00	-30.00	0.00
PUT SX5E/202001/2825	EUR	-20.00	-20.00	0.00
PUT SX5E/202001/3,50	EUR	-30.00	-120.00	0.00
PUT SX5E/202001/3,75	EUR	-20.00	-80.00	0.00
PUT SX5E/202002/3275	EUR	-80.00	-5,360.00	-0.08
PUT SX5E/202003/2850	EUR	-20.00	-580.00	-0.01
PUT SX5E/202003/2975	EUR	-20.00	-900.00	-0.01
PUT SX5E/202003/3050	EUR	-20.00	-1,200.00	-0.02
PUT SX5E/202003/3075	EUR	-20.00	-1,320.00	-0.02
PUT SX5E/202003/3100	EUR	-80.00	-5,760.00	-0.08
PUT SX5E/202003/3150	EUR	-60.00	-5,220.00	-0.07
PUT SX5E/202003/3175	EUR	-80.00	-7,680.00	-0.11
PUT SX5E/202003/3200	EUR	-60.00	-6,360.00	-0.09
PUT SX5E/202003/3225	EUR	-80.00	-9,280.00	-0.13
PUT SX5E/202003/3250	EUR	-80.00	-10,240.00	-0.15
PUT SX5E/202004/2850	EUR	-40.00	-2,160.00	-0.03
PUT SX5E/202004/2875	EUR	-80.00	-4,720.00	-0.07
PUT SX5E/202004/3000	EUR	-90.00	-8,010.00	-0.11
PUT SX5E/202004/3050	EUR	-80.00	-8,320.00	-0.12
PUT SX5E/202004/3100	EUR	-80.00	-9,840.00	-0.14
PUT SX5E/202005/2850	EUR	-90.00	-8,640.00	-0.12
PUT SX5E/202005/2900	EUR	-80.00	-8,880.00	-0.13
PUT SX5E/202006/2600	EUR	-60.00	-4,500.00	-0.06
PUT SX5E/202006/2700	EUR	-80.00	-7,920.00	-0.11
PUT SX5E/202006/2750	EUR	-70.00	-7,980.00	-0.11
PUT SX5E/202006/2800	EUR	-80.00	-10,480.00	-0.15
			-202,737.09	-2.87
TOTAL OPTIONS			-202,737.09	-2.87

The accompanying notes form an integral part of these financial statements.

LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE ALTERNATIVE OPTIONS

Statement of investments and other net assets as at December 31, 2019 (expressed in EUR) (continued)

Description	Currency	Quantity	Market value (note 2)	% of net assets
BONDS				
<i>AUSTRALIA</i>				
FRN NATIONAL AUSTRALIA BANK 19/04/2021	EUR	300,000.00	301,797.00	4.28
			301,797.00	4.28
<i>CANADA</i>				
FRN ROYAL BANK OF CANADA 06/08/2020	EUR	350,000.00	350,665.00	4.97
			350,665.00	4.97
<i>DENMARK</i>				
FRN DANSKE BANK AS 03/03/2020	EUR	300,000.00	300,060.00	4.25
			300,060.00	4.25
<i>FRANCE</i>				
FRN BNP PARIBAS 22/09/2022	EUR	300,000.00	303,840.00	4.31
			303,840.00	4.31
<i>GERMANY</i>				
FRN WL BANK 14/04/2020	EUR	300,000.00	300,015.00	4.25
			300,015.00	4.25
<i>NETHERLANDS</i>				
FRN DEUTSCHE TELEKOM INT FIN 03/04/2020	EUR	450,000.00	450,270.00	6.38
0.125% BMW FINANCE NV 03/07/2020	EUR	400,000.00	400,832.00	5.68
0.25% DAIMLER INTL FINANCE BV 11/05/2022	EUR	300,000.00	301,314.00	4.27
			1,152,416.00	16.33
<i>SWEDEN</i>				
FRN SCANIA CV AB 20/04/2020	EUR	400,000.00	400,188.00	5.67
			400,188.00	5.67
<i>UNITED KINGDOM</i>				
FRN CREDIT AGRICOLE 20/04/2022	EUR	300,000.00	303,009.00	4.29
			303,009.00	4.29
<i>UNITED STATES</i>				
FRN BANK OF AMERICA 21/09/2021	EUR	400,000.00	400,516.00	5.68
FRN GENERAL MILLS INC 15/01/2020	EUR	150,000.00	150,027.00	2.13
FRN MORGAN STANLEY 08/11/2022	EUR	300,000.00	301,578.00	4.27
FRN UNITED PARCEL SERVICE 15/07/2020	EUR	400,000.00	400,680.00	5.68
FRN WELLS FARGO & COMPANY 26/04/2021	EUR	300,000.00	301,779.00	4.28
0.5% BERKSHIRE HATHAWAY INC 13/03/2020	EUR	300,000.00	300,258.00	4.26
0.65% HONEYWELL INTERNATIONAL 21/02/2020	EUR	300,000.00	300,321.00	4.26
			2,155,159.00	30.56
TOTAL BONDS			5,567,149.00	78.91
TOTAL I.			5,364,411.91	76.04

The accompanying notes form an integral part of these financial statements.

LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE ALTERNATIVE OPTIONS

Statement of investments and other net assets as at December 31, 2019 (expressed in EUR) (continued)

Description	Currency	Quantity	Market value (note 2)	% of net assets
II. INVESTMENT FUNDS				
<i>IRELAND</i>				
ISHARES ETF EUR CORPORATE BOND FUND	EUR	1,000.00	139,248.90	1.97
ISHARES EURO COVERED BOND ETF	EUR	765.00	120,474.42	1.71
ISHARES II PLC - BARCLAYS EUR GOV BOND 3-5	EUR	1,000.00	173,530.00	2.46
ISHARES III EUR GOV 5-7YR	EUR	1,200.00	194,328.00	2.75
			627,581.32	8.89
TOTAL II.			627,581.32	8.89
TOTAL INVESTMENTS			5,991,993.23	84.93
CASH AT BANKS			1,113,993.48	15.79
OTHER NET LIABILITIES			-50,457.30	-0.72
TOTAL NET ASSETS			7,055,529.41	100.00

The accompanying notes form an integral part of these financial statements.

LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE ALTERNATIVE OPTIONS

Industrial classification of investments as at December 31, 2019

Industrial classification

(in % of net assets)

Bonds	78.91
Investment funds	8.89
Options	-2.87
Cash at bank	15.79
Other net liabilities	-0.72
	100.00

LA FINANCIÈRE CONSTANCE SICAV

Notes to the financial statements as at December 31, 2019

NOTE 1 - PRESENTATION OF THE FINANCIAL STATEMENTS

The financial statements of the Company are established in accordance with the Luxembourg legal and regulatory requirements concerning the Undertakings of Collective Investment.

The combined figures in the financial statements are expressed in Euro.

NOTE 2 - PRINCIPAL ACCOUNTING METHODS

The assets of each sub-fund of the Company are valued in accordance with the following principles:

1. The value of any cash at hand or on deposit, bills, demand notes and accounts receivable, prepaid expenses, dividends and interests matured but not yet received is valued at the par-value of the assets, except if it appears that such value is unlikely to be received. In such a case, subject to the approval of the Board of Directors, the value is determined by deducting a certain amount to reflect the true value of the assets.
2. The value of Transferable Securities, Money Market Instruments and/or financial derivative instruments listed on an official Stock Exchange or dealt in on a regulated market which operates regularly and is recognised and open to the public (a "Regulated Market(s)"), as defined by laws and regulations in force, is based on the latest available price and if such Transferable Securities are dealt in on several markets, on the basis of the latest known price on the stock exchange which is normally the principal market for such securities. If the latest known price is not representative, the value is determined based on a reasonably foreseeable sales price to be determined prudently and in good faith.
3. In the event that any Transferable Securities or/and Money Market Instruments are not listed or dealt in on any stock exchange or any other Regulated Market operating regularly, recognised and open to the public, as defined by the laws and regulations in force, the value of such assets is assessed on the basis of their foreseeable sales price estimated prudently and in good faith.
4. The liquidating value of derivative contracts not traded on exchanges or on other Regulated Markets shall mean their net liquidating value determined by the Board of Directors in a fair and reasonable manner, on a basis consistently applied for each different variety of contracts. The liquidating value of futures, forward and options contracts traded on exchanges or on other Regulated Markets is based upon the last available settlement prices of these contracts on exchanges and Regulated Markets on which the particular futures, forward or options contracts are traded by the Company; provided that if a futures, forward and options contract could not be liquidated on the day with respect to which net assets are being determined, the basis for determining the liquidating value of such contract is such value as the Board of Directors may deem fair and reasonable.
5. The value of Money Market Instruments not listed or dealt in on any stock exchange or any other Regulated Market and with remaining maturity of less than 12 (twelve) months and of more than 90 (ninety) days are deemed to be the nominal value thereof, increased by any interest accrued thereon. Money market instruments with a remaining maturity of 90 (ninety) days or less are valued by the amortised cost method, which approximates market value.
6. Units of UCITS and/or other UCI are valued at their last determined and available net asset value or, if such price is not representative of the fair market value of such assets, then the price is determined by the Board of Directors of the Management Company on a fair and equitable basis. Units or shares of a closed-ended UCI are valued at their last available stock market value.
7. All other securities and other assets are valued at fair market value, as determined in good faith pursuant to procedures established by the Board of Directors of the Management Company.

The Board of Directors, at its sole discretion, may permit some other method of valuation to be used if it considers that such valuation better reflects the fair value of any asset of the Company.

LA FINANCIÈRE CONSTANCE SICAV

Notes to the financial statements as at December 31, 2019

Every other asset is assessed on the basis of the foreseeable realisation value which is estimated prudently and in good faith.

In the event that extraordinary circumstances render valuations as aforesaid impracticable or inadequate, the Company is authorised, prudently and in good faith, to follow other rules in order to achieve a fair valuation of its assets.

The value of the net assets per share of each class, as well as their issue, redemption and conversion prices are made available at the registered office of the Company every Bank Business Day.

Costs related to the establishment of any new sub-fund are borne by such new sub-fund and amortised over a period of one year from the date of the establishment of such sub-fund or over any other period as the Board of Directors of the Company determine, with a maximum of five years starting on the date of the sub-fund's establishment.

When a sub-fund is liquidated, any setting-up costs that have not yet been amortised are charged to the sub-fund being liquidated. All these expenses are accrued in each sub-fund at each net asset value calculation.

8. Translation of foreign currencies

Securities denominated in currencies other than the currency of the sub-fund are valued in such currency at the last known buy exchange rate.

The following exchange rates are used as at December 31, 2019:

1 EUR = 1.122500 USD

1 EUR = 1.087000 CHF

The acquisition cost of investments denominated in a currency other than that of the sub-funds in question are translated into the currency of the sub-fund at the exchange rate applicable on the acquisition date.

9. Net realised gain/loss on investments

The net realised gain or loss on investments is determined on the basis of the average cost of investments sold.

10. Change in net unrealised appreciation/depreciation

Unrealised appreciation or depreciation on all components of the statement of net assets at the end of the financial period are accounted for in the statement of operations and changes in net assets.

11. Income, expenses and accruals

Interest income is accounted on a day-to-day basis and dividends are booked on an ex-dividend basis. Interest and dividend are stated net of irrecoverable withholding taxes, if any.

LA FINANCIÈRE CONSTANCE SICAV

Notes to the financial statements as at December 31, 2019

12. Cross-investments

The value of cross-investments within the Company has not been deducted for the calculation of the combined total net assets of the Company.

The value of those cross-investments as at December 31, 2019 amounted to:

Investing sub-fund	Invested sub-fund	Currency	Market Value (in EUR)	% of net assets
CONSTANCE STRATÉGIE	CONSTANCE ALTERNATIVE OPTIONS CLASS A CAP EUR	EUR	533,098.14	10.25%
CONSTANCE STRATÉGIE	CONSTANCE ALTERNATIVE OPTIONS CLASS B DIST RETAIL SICAV	EUR	934.90	0.02%
CONSTANCE STRATÉGIE	CONSTANCE ALTERNATIVE OPTIONS CLASS I INSTITUTION SICAV	EUR	94,909.04	1.82%

The net assets at the end of the financial period of combined figures are EUR 11,629,038.34 without taking into account the cross-investments values.

NOTE 3 - MANAGEMENT COMPANY FEES

LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE STRATÉGIE

The Management Company is entitled to receive out of the net assets of the sub-fund a management company fee which is calculated as follows, and for any share class: max 0.12% of the total net assets per annum payable monthly and calculated on the average total net assets for the relevant month.

LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE ALTERNATIVE OPTIONS

The Management Company is entitled to receive out of the net assets of the sub-fund a management company fee which is calculated as follows, and for any share class up to 0.12% of the total net assets per annum payable monthly and calculated on the average total net assets for the relevant month.

The Management Company is entitled to an additional fee of up to 0.10% of the total net assets per annum of the A CHF Hedged and I USD Hedged share classes in relation to the Hedging process, payable monthly and calculated on the average total net assets for the relevant month.

All these expenses are accrued in each sub-fund at each net asset value calculation.

As of June 6, 2019, this additional fee is no longer paid to the Management Company.

The minimum management company fees amount to EUR 15,000.00 (excluding VAT) for each sub-fund.

NOTE 4 - INVESTMENT MANAGEMENT FEES

The Investment Manager is entitled to receive out of the net assets of each sub-fund an investment management fee which is calculated as follows:

LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE STRATÉGIE

Class A: 1.50% of the total net assets per annum payable monthly and calculated on the average total net assets for the relevant month.

LA FINANCIÈRE CONSTANCE SICAV

Notes to the financial statements as at December 31, 2019

LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE ALTERNATIVE OPTIONS

Class A: 1.00% of the total net assets per annum payable monthly and calculated on the average total net assets for the relevant month.

Class B: 1.25% of the total net assets per annum payable monthly and calculated on the average total net assets for the relevant month.

Class I: 0.85% of the total net assets per annum payable monthly and calculated on the average total net assets for the relevant month.

The Investment Manager is entitled to an additional fee of up to 0.10% of the total net assets per annum of the Class A, B and I CHF Hedged share classes, Class A and I USD Hedged share classes in relation to the hedging process, payable monthly and calculated on the average total net assets for the relevant month. These hedging fees have been waived by the Investment Manager as from the date of takeover until the end of the audit period.

As any sub-fund may invest its assets in other UCITS and/or other UCIs, there is a risk for the investor to bear the cost of a double fee structure.

Any sub-fund, that invests a substantial proportion of its assets in other UCITS and/or other UCIs, shall disclose the maximum level of the management fees that may be charged both to the sub-fund itself and to the UCITS, and/or other UCIs in which it intends to invest. The maximum management fees shall be 3.50%.

When the Company invests in the units of other UCITS and/or other UCIs that are managed, directly or by delegation, by the same management company or by any other company, with which the management company is linked by common management or control, or by a substantial direct or indirect holding, that management company or other company may not charge subscription or redemption fees on account of the Company's investment in the units of such other UCITS and/or UCIs.

NOTE 5 - DEPOSITARY BANK, CENTRAL ADMINISTRATION AGENT AND REGISTRAR AGENT FEES

The Company pays to the Depositary Bank, the Administrative Agent and the Registrar Agent a maximum annual fee of 0.30% based on the total net assets of the sub-fund, which is payable on a monthly basis and which does not include any transaction related fees and costs of sub-custodians or similar agents. The Depositary Bank, the Administrative Agent as well as the Registrar Agent are also entitled to be reimbursed of reasonable out of pocket expenses which are not included in the above mentioned rate. The amount paid by the Company to the Depositary Bank, the Administrative Agent and the Registrar Agent is mentioned in the annual report of the Company. Investors may consult the relevant agreements during usual business hours at the registered office of the Company.

The minimum central administration fees and NAV calculation fees amount to EUR 21,012.50 (excluding VAT) (EUR 21,537.80 (excluding VAT) from January 1, 2020) for each sub-fund.

The minimum registrar agent fees amount to EUR 8,405.00 (excluding VAT) (EUR 8,615.12 from January 1, 2020) for each sub-fund.

The minimum depositary fees and trustee fees amount to EUR 26,266.00 (excluding VAT) (EUR 26,922.00 from January 1, 2020) for each sub-fund.

NOTE 6 - SUBSCRIPTION TAX ("TAXE D'ABONNEMENT")

Under current law and practice, the Company is liable, to an annual subscription tax of 0.05% (except those sub-funds or share classes, which may benefit from the lower rate of 0.01% as more fully described in article 174 of the 2010 Law). No such tax is due on the portion of the assets of the Company invested in other Luxembourg UCITS or UCIs (if any) provided that such assets subject to the subscription tax. This tax is payable quarterly and calculated on the basis of the Company's net assets at the end of the relevant quarter.

LA FINANCIÈRE CONSTANCE SICAV

Notes to the financial statements as at December 31, 2019

NOTE 7 - PERFORMANCE FEES

LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE STRATÉGIE

No performance fees.

LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE ALTERNATIVE OPTIONS

The Investment Manager is entitled to a performance fee when the sub-fund exhibits a positive absolute performance during the calendar year, subject to an Absolute High Water Mark.

The performance fee amounts to 10.00% of the sub-fund's performance.

The Absolute High Water Mark is the greater of (i) the net asset value per share at the end of any calendar year where a performance fee has been paid or (ii) the initial offer price per share.

The performance fees are payable in arrears at the end of the calendar year. It is calculated and accrued in the net asset value on a daily basis.

At the period ended December 31, 2019, the sub-fund LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE ALTERNATIVE OPTIONS did not pay performance fees.

NOTE 8 - OPTIONS CONTRACTS

As at December 31, 2019, the sub-fund LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE ALTERNATIVE OPTIONS has the following options contracts outstanding:

Currency	Quantity	Description	Commitment value (in EUR)*	Market value (in EUR)
EUR	-40	CALL SX5E/202001/3775	-516,830.71	-7,760.00
EUR	-60	CALL SX5E/202001/3800	-519,077.79	-6,360.00
EUR	-10	PUT SX5E/202001/2550	374.52	-10.00
EUR	-30	PUT SX5E/202001/3050	4,494.18	-120.00
EUR	-50	PUT SX5E/202001/2600	1,872.58	-50.00
EUR	-30	PUT SX5E/202001/2750	2,247.09	-30.00
EUR	-20	PUT SX5E/202001/2825	1,498.06	-20.00
EUR	-20	PUT SX5E/202001/3075	3,745.15	-80.00
EUR	-60	CALL SX5E/202002/3875	-375,264.03	-7,440.00
EUR	-80	CALL SX5E/202002/3900	-365,526.64	-6,560.00
EUR	-40	CALL SX5E/202002/3925	-130,331.22	-2,120.00
EUR	-80	PUT SX5E/202002/3275	149,806.00	-5,360.00
EUR	-80	CALL SX5E/202003/3950	-362,530.52	-8,400.00
EUR	-80	CALL SX5E/202003/3975	-278,639.16	-6,000.00
EUR	-80	PUT SX5E/202003/3100	122,840.92	-5,760.00
EUR	-80	PUT SX5E/202003/3250	221,712.88	-10,240.00
EUR	-80	PUT SX5E/202003/3175	164,786.60	-7,680.00
EUR	-80	PUT SX5E/202003/3225	200,740.04	-9,280.00
EUR	-20	PUT SX5E/202003/3050	25,467.02	-1,200.00
EUR	-60	PUT SX5E/202003/3150	112,354.50	-5,220.00
EUR	-20	PUT SX5E/202003/2850	11,235.45	-580.00
EUR	-20	PUT SX5E/202003/2975	18,725.75	-900.00
EUR	-60	PUT SX5E/202003/3200	137,072.49	-6,360.00
EUR	-20	PUT SX5E/202003/3075	27,714.11	-1,320.00
EUR	-80	CALL SX5E/202004/4025	-236,693.48	-5,760.00
EUR	-40	PUT SX5E/202004/2850	38,949.56	-2,160.00
EUR	-80	PUT SX5E/202004/2875	83,891.36	-4,720.00
EUR	-80	PUT SX5E/202004/3100	176,771.08	-9,840.00
EUR	-90	PUT SX5E/202004/3000	141,566.67	-8,010.00
EUR	-80	PUT SX5E/202004/3050	149,806.00	-8,320.00
EUR	-90	PUT SX5E/202005/2850	131,454.77	-8,640.00
EUR	-80	PUT SX5E/202005/2900	134,825.40	-8,880.00

LA FINANCIÈRE CONSTANCE SICAV

Notes to the financial statements as at December 31, 2019

Currency	Quantity	Description	Commitment value (in EUR)*	Market value (in EUR)
EUR	-60	CALL SX5E/202006/4000	-249,426.99	-8,580.00
EUR	-80	CALL SX5E/202006/4050	-233,697.36	-7,280.00
EUR	-60	PUT SX5E/202006/2600	58,424.34	-4,500.00
EUR	-80	PUT SX5E/202006/2700	104,864.20	-7,920.00
EUR	-80	PUT SX5E/202006/2800	140,817.64	-10,480.00
EUR	-70	PUT SX5E/202006/2750	107,485.81	-7,980.00
USD	9	CALL VIX/202001/17	3 915.37	646.16
USD	-9	CALL VIX/202002/17	-5,939.42	-1,463.25
Total			-794,497.79	-202,737.09

*Commitment value: number of contracts * notional contract size * market value of underlying equity share * delta

NOTE 9 - FORWARD EXCHANGE CONTRACTS

As at December 31, 2019, the sub-fund LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE ALTERNATIVE OPTIONS has the following forward exchange contracts outstanding:

Currency	Purchase	Currency	Sale	Counterparty	Maturity	Unrealised loss (in EUR)
CHF	485,750.00	EUR	-447,894.00	Société Générale Paris	January 31, 2020	-894.80
USD	43,500.00	EUR	-39,251.43	Société Générale Paris	January 31, 2020	-572.95
EUR	39,220.64	USD	-43,500.00	Société Générale Paris	January 31, 2020	542.16
Total						-925.59

NOTE 10 - FUTURES CONTRACTS

As at December 31, 2019, the sub-fund LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE STRATÉGIE has the following future contract outstanding:

Description	Currency	Maturity	Commitment (in EUR)	Unrealised gain/loss (in EUR)
Purchase of 6 EURO STOXX 50 0320	EUR	March 20, 2020	223,740.00	-180
Total			223,740.00	-180

As at December 31, 2019, the sub-fund LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE ALTERNATIVE OPTIONS has the following futures contracts outstanding:

Description	Currency	Maturity	Commitment (in EUR)	Unrealised gain/loss (in EUR)
Sell of 18 CBOE VIX IN 0220	USD	February 19, 2020	-221,006.68	-3,928.73
Purchase of 12 CBOE VIX IN 0120	USD	January 22, 2020	147,314.03	-1,443.21
Purchase of 51 EURO STOXX 50 0320	EUR	March 20, 2020	1,901,790.00	-10,070.00
Total			1,828,097.35	-15,441.94

NOTE 11 - TRANSACTION FEES

The depositary transaction fees for the period ended December 31, 2019 amount to EUR 2,190.25 for the sub-fund LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE STRATÉGIE and amount to EUR 61,232.14 for the sub-fund LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE ALTERNATIVE OPTIONS. They are booked in the statement of operations and changes in net assets.

LA FINANCIÈRE CONSTANCE SICAV

Notes to the financial statements as at December 31, 2019

NOTE 12 - OTHER INCOME

Other Income includes mainly the income equalisation results. Income equalisation is a method used by funds to ensure incoming and outgoing investors do not affect the value of shares for the remaining investors. At issue and redemption of shares, an appropriate portion of the issue proceeds and redemption payout is credited or debited respectively to the income equalisation account. The amount transferred to/from income equalisation account is determined according to the pro-rata share of the different realised income and expenditure. Capital sums paid for income equalisation are returned to investors as an average amount per share and similarly income equalisation on redemptions is averaged leaving no scope for an investor to create an artificial return due to income equalisation.

NOTE 13 - SUBSEQUENT EVENTS

By means of a circular resolution dated January 14, 2020, the Board of Directors decided to co-opt Mr. Fabien Kurer with professional address to 18, Boulevard Helvétique, CH-1205 Genève, as administrator, in replacement of Mr. Gilles Labry, with effect from January 14, 2020.

As of February 14, 2020, the Investment Manager fees for the sub-fund LA FINANCIÈRE CONSTANCE SICAV - CONSTANCE STRATÉGIE are 1.75%.

LA FINANCIÈRE CONSTANCE SICAV

Appendix

SECURITIES FINANCING TRANSACTIONS REGULATION ("SFTR")

Concerning the transparency of securities financing transactions and of reuse of cash collateral (regulation EU 2015/2365, hereafter "SFTR") and at the date of the financial statements, the Company is not in the scope of the publication requirements of SFTR. No transactions were carried out during the reporting period.