

# **ALESSIA**

Société d'Investissement à Capital Variable  
Annual Report and Audited Financial  
Statements as at  
December 31, 2019



---

**TABLE OF CONTENTS**

DIRECTORS AND ADMINISTRATION .....	4
GENERAL INFORMATION .....	5
REPORT ON THE ACTIVITIES.....	7
REPORT OF THE REVISEUR D'ENTREPRISES AGREE.....	9
COMBINED STATEMENT OF NET ASSETS .....	12
COMBINED STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS .....	13
Absolute Return Macro.....	14
STATEMENT OF NET ASSETS.....	14
STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS .....	15
STATISTICAL INFORMATION .....	16
CHANGES IN THE NUMBER OF SHARES, IN NET ASSETS AND IN NET ASSET VALUE PER SHARE .....	17
STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS.....	18
GEOGRAPHICAL CLASSIFICATION OF THE INVESTMENTS IN SECURITIES.....	20
ECONOMIC CLASSIFICATION OF THE INVESTMENTS IN SECURITIES .....	21
Volcor Beta Zero .....	22
STATEMENT OF NET ASSETS.....	22
STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS .....	23
STATISTICAL INFORMATION .....	24
CHANGES IN THE NUMBER OF SHARES, IN NET ASSETS AND IN NET ASSET VALUE PER SHARE .....	25
STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS.....	26
GEOGRAPHICAL CLASSIFICATION OF THE INVESTMENTS IN SECURITIES.....	28
ECONOMIC CLASSIFICATION OF THE INVESTMENTS IN SECURITIES .....	29
Absolute Return FX (merged on December 16, 2019).....	30
STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS .....	30
STATISTICAL INFORMATION AND CHANGES IN THE NUMBER OF SHARES, IN NET ASSETS AND IN NET ASSET VALUE PER SHARE.....	31
NOTES TO THE FINANCIAL STATEMENTS.....	32
ADDITIONAL INFORMATION (unaudited) .....	37

## DIRECTORS AND ADMINISTRATION

### REGISTERED OFFICE

15, Rue Notre Dame,  
L-2240 Luxembourg

### BOARD OF DIRECTORS OF THE COMPANY

#### Chairman

Carlo Alberto MONTAGNA  
THE DIRECTORS' OFFICE  
21st Century Building  
19, Rue de Bitbourg,  
L-1273 Luxembourg

#### Directors

Giuseppe DISTEFANO  
Founder and CIO  
ALESSIA  
15, Rue Notre Dame,  
L-2240 Luxembourg

Paul GUILLAUME  
Independent Director  
ALTRA PARTNERS  
370, Route de Longwy,  
L-1940 Luxembourg

### CONDUCTING PERSONS

Giuseppe DISTEFANO, Luxembourg  
Simon BERGMAN, Italy  
Stefan RENNO, Luxembourg (from April 16, 2019)

### DEPOSITARY

Edmond de Rothschild (Europe)  
20, Boulevard Emmanuel Servais,  
L-2535 Luxembourg

### ADMINISTRATIVE AGENT, TRANSFERT AGENT AND REGISTRAR AGENT

Edmond de Rothschild Asset Management (Luxembourg)  
20, Boulevard Emmanuel Servais,  
L-2535 Luxembourg

### CABINET DE REVISION AGREE

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

### INVESTMENT ADVISER

FAIR ADVISORY S.A.  
7, Via Lucchini,  
CH-6906 Lugano

### DISTRIBUTORS IN ITALY

IW BANK S.p.A  
Piazzale Fratelli Zavattari, 12,  
I-20149 Milano

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

ONLINE SIM S.p.A.  
Via Piero Capponi, 13,  
I-20145 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

### LEGAL ADVISERS AS TO LUXEMBOURG LAW

DECHERT (LUXEMBOURG) LLP  
1, Allée Scheffer  
P.O. Box 709,  
L-2520 Luxembourg

## 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.

Until January 14, 2020, the Company was self-managed SICAV in accordance with Article 27 of the 2010 Law. The Board of Directors has decided to appoint Pure Capital SA as UCITS Management Company. The appointment is effective from January 14, 2020.

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).

In accordance with the decision of the Board of Directors of the SICAV, the net assets of Alessia - Absolute Return FX ("Merging Sub-Fund") merged into Alessia - Absolute Return Macro ("Receiving Sub-Fund") on December 16, 2019.

Details of the merger is as follows:

<b>Merging Sub-Fund and share class</b>	<b>Merger ratio</b>	<b>Receiving Sub-Fund and share class</b>
Alessia - Absolute Return FX – Class R EUR	0.73643063	Alessia - Absolute Return Macro – Class R EUR
Alessia - Absolute Return FX – Class T EUR	1.00787896	Alessia - Absolute Return Macro – Class T EUR

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

- 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 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 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 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 <http://www.alessia.lu/en/fondi> and

<http://www.alessia.lu/en/avvertenze-regolamentari.php> (alternatively [www.alessia.lu](http://www.alessia.lu)).

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.

2019 global economy realised that expected growth rates were, substantially, not different from 2018. We identify four main topics for the year:

- The economic growth was moderate in USA but above 2% and below 0.5% in the Euro Area, where Q4 growth of 0.1% has been the lowest since Q1 2013 the time of the last contraction. Jobs growth kept on going in USA with unemployment reaching unprecedented low levels with good numbers in Europe too. The sick sectors of Europe are the automotive that is facing a big threat from electric vehicles together with the financial sector that continue to suffer because of the low interest rates and of the sluggish growth.
- The game changer of the year has been the attitude change by the FED that has switched from an aggressive stance of monetary tightening/normalization for preventing inflation to more accommodative policies to avoid a slowdown in the global growth threatened by the trade war between USA and China. The FED muted attitude has been possible thanks, also, to the lack of inflation signs and has been necessary due to critical liquidity problem in the financial markets.
- The USA China trade war and the leadership taken by the President Trump to review the trade relationship with China. At the end, there has not been any consequence on China growth and an agreement, for the so-called Phase 1, has been reached.
- Brexit has passed thanks to the determination and charisma of Boris Johnson.

### 2. Financial Markets.

Notwithstanding there has not been any relevant change in the macronomic data compared to 2018, financial markets had a boom year with all equity indexes reaching unexpected high levels after having recovered from the 2018 losses.

The reasons of these performances could be found in the FED U-turn in its policies, a reduction of the Brexit risk and a general conviction that inflation is dead and interest rates will stay low for years and there is no need for monetary normalization but rather the themes for the futures could be the enlargement of the monetary base to face a structural slowdown in the monetary multiplication due to different reasons. A further subject on the table could be the monetization of government debts. In this context any asset giving a yield is a buy and this explain also the asset inflation that is keeping on going very fast.

Below we report the main financial index performances for 2018 and 2019.

#### Main financial Indexes performances.

INDEX	2019	2018
<b>S&amp;P 500</b>	28,88%	-13,97%
<b>Euro Stoxx50</b>	24,78%	-14,34%
<b>Ftse MIB</b>	28,28%	-16,15%
<b>MSCI EM</b>	15,42%	-16,63%
<b>Itraxx Co 5Y</b>	6,60%	-3,73%
<b>Euro MTS 3--5Y</b>	1,34%	-0,23%

As already reported above the low interest rate environment has continued to hit the financial sector again. As the graph below reports, the Eurostoxx Banks Index has underperformed the Euro Stoxx50 index of approx. 12%. There is an improvement compared to 2018 when the underperformance was of 19.25%.

## REPORT ON THE ACTIVITIES

### Euro Stoxx50 versus Euro Stoxx Banks 2019 Total Return



Source: Bloomberg

### 3. Sub-funds performance.

Based on the macroeconomic data observation our asset allocation has not been very performing since our expectations were for a for stable stock markets. Both sub-funds have performed slightly below zero.

### 4. Sub-funds merger and extraordinary corporate events.

With a resolution dated July 23, 2019, the Board of Directors of Alessia has decided to merge the sub-fund Alessia – Absolute Return FX in Absolute Return Macro for economic reasons, since the asset under management of the sub fund had reached an amount to be operated in an economically and efficient manner. The effective date for the merger was 16th December 2019.

With a resolution dated July 26, 2019, the Board of Directors of Alessia has decided to appoint Pure Capital SA, a CSSF regulated AIFM based in 2 Rue d'Arlon, L-8399 Windhof in Luxembourg, as its Management Company, Investment Manager and Domiciliary and Corporate Service Agent. The decision was taken to face increasing regulatory cost and risks on behalf of the investors. The decision has got all necessary regulatory approval and will become effective from January 14, 2020. The Extraordinary General Meeting of shareholders kept on January 8, 2020 after the closing of the financial year, has approved the statutory changes of the Company regarding the change of address of the Company to 2 Rue d'Arlon, L-8399 Windhof and the removal of Fair Advisory SA (Switzerland) as Investment Advisory of the Company.

The COVID 19 does not represent an unmanagable risk for the company that is operating normally. Due to the liquidity profile of the sub-funds there is no particular issue to face coming from the increased volatility of the financial markets caused by the COVID19 and the Board of Directors of the Company judges that no specific action is needed.

Luxembourg, April 7, 2020

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**  
15, Rue Notre Dame  
L-2240 Luxembourg  
Grand Duchy of Luxembourg

## Report of the *Réviseur d'Entreprises Agréé*

### Report on the audit of the Financial Statements

#### Opinion

We have audited the financial statements of ALESSIA (the "Company") and of each of its sub-funds, which comprise the combined statement of net assets as at December 31, 2019, the statement of net assets and the statement of investments in securities and other net assets of each of its sub-funds as at December 31, 2019, the combined statement of operations and changes in net assets and the statement of operations and changes in net assets of each of its sub-funds 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 ALESSIA and of each of its sub-funds as at December 31, 2019, 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 July 23, 2016 on the audit profession (Law of July 23, 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 July 23, 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 Company in accordance with International Ethics Standards Board for Accountants' Code of Ethics for Professional 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.

## **Report of the *Réviseur d'Entreprises Agréé* (continued)**

### **Other information**

The Board of Directors of the Company is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our report of *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 concluded 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 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 *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 of July 23, 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.

## Report of the *Réviseur d'Entreprises Agréé* (continued)

As part of an audit in accordance with the Law dated July 23, 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional scepticism 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's 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 *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 *Réviseur d'Entreprises Agréé*. However, future events or conditions may cause the Company 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

For Deloitte Audit, *Cabinet de Révision Agréé*



Elisabeth Layer, *Réviseur d'Entreprises Agréé*  
Partner

April 9, 2020

**COMBINED STATEMENT OF NET ASSETS**

December 31, 2019  
(in EUR)

**ASSETS**

Portfolio:	(see notes)	
- Cost		28,287,042.87
- Net unrealised result		1,256,404.54
		<b>29,543,447.41</b>
Cash:		
- Cash at banks	(see notes)	918,282.81
Other assets:		
- Receivable on subscriptions		527.30
- Interest receivable		25,203.49
- Dividend receivable		27,432.03
- Formation/reorganisation expenses, net	(see notes)	1,444.91
- Placement fees		58,868.72
- Unrealised gain on futures	(see notes)	10,965.99
		<b>30,586,172.66</b>

**LIABILITIES**

Bank overdraft:		
- Cash at banks		86,613.62
Other liabilities:		
- Payable on redemptions		33,155.97
- Taxes and expenses payable		96,778.90
- Unrealised loss on futures	(see notes)	10,664.38
		<b>227,212.87</b>

<b>NET ASSETS</b>		<b>30,358,959.79</b>
-------------------	--	----------------------

The notes are an integral part of these financial statements.

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

Year ended December 31, 2019  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>46,424,986.99</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	1,022,370.59
- Bond interest, net	(see notes)	230,384.76
Bank interest, net		2,135.17
Other income		288.44
		<b>1,255,178.96</b>
<b>EXPENSES</b>		
Bank interest, net		11,303.96
Fees:		
- Management fee	(see notes)	452,206.81
- Performance fee	(see notes)	77.74
- Custodian fee and safekeeping charges		101,511.94
Other expenses:		
- Annual tax	(see notes)	9,510.04
- Amortisation of formation/reorganisation expenses	(see notes)	911.68
- Audit and legal fees		75,453.62
- Printing and publishing fees		2,425.03
- Transaction fees	(see notes)	93,213.19
- Administration and other expenses		313,973.86
		<b>1,060,587.87</b>
<b>NET OPERATING RESULT</b>		<b>194,591.09</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	(2,224,226.50)
- Foreign exchange	(see notes)	201,835.04
<b>NET REALISED RESULT</b>		<b>(1,827,800.37)</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		1,767,530.81
- Futures		(28,667.40)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(88,936.96)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		14,964,998.88
Redemptions of shares		(30,942,089.12)
		<b>(15,977,090.24)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>30,358,959.79</b>

The notes are an integral part of these financial statements.

**STATEMENT OF NET ASSETS**

December 31, 2019  
(in EUR)

**ASSETS**

Portfolio:	(see notes)	
- Cost		6,174,855.98
- Net unrealised result		(72,904.53)
		<b>6,101,951.45</b>
Cash:		
- Cash at banks	(see notes)	370,474.95
Other assets:		
- Interest receivable		25,203.49
- Formation/reorganisation expenses, net	(see notes)	1,444.91
- Placement fees		8,935.29
- Unrealised gain on futures	(see notes)	9,995.99
		<b>6,518,006.08</b>

**LIABILITIES**

Bank overdraft:		
- Cash at banks		40.99
Other liabilities:		
- Payable on redemptions		15,412.50
- Taxes and expenses payable		38,343.30
- Unrealised loss on futures	(see notes)	10,664.38
		<b>64,461.17</b>

**NET ASSETS** **6,453,544.91**

Represented by:

8,769.1141 Shares of category I - EUR with a value of	EUR	128.15	per share
10,633.3664 Shares of category Q - EUR with a value of	EUR	102.69	per share
32,468.5192 Shares of category R - EUR with a value of	EUR	122.30	per share
2,753.0287 Shares of category T - EUR with a value of	EUR	97.01	per share

The notes are an integral part of these financial statements.

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

Year ended December 31, 2019  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>11,172,819.07</b>
<b>INCOME</b>		
Income from investments:		
- Bond interest, net	(see notes)	198,732.98
		<b>198,732.98</b>
<b>EXPENSES</b>		
Bank interest, net		2,693.91
Fees:		
- Management fee	(see notes)	128,837.28
- Performance fee	(see notes)	77.74
- Custodian fee and safekeeping charges		31,868.06
Other expenses:		
- Annual tax	(see notes)	3,189.33
- Amortisation of formation/reorganisation expenses	(see notes)	37.23
- Audit and legal fees		17,887.11
- Printing and publishing fees		1,132.58
- Transaction fees	(see notes)	14,039.78
- Administration and other expenses		68,474.69
		<b>268,237.71</b>
<b>NET OPERATING RESULT</b>		<b>(69,504.73)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	(106,235.28)
- Foreign exchange	(see notes)	186,955.72
<b>NET REALISED RESULT</b>		<b>11,215.71</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		13,011.75
- Futures		(18,251.01)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>5,976.45</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		1,197,878.45
Redemptions of shares		(5,923,129.06)
		<b>(4,725,250.61)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>6,453,544.91</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2019

**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	36,310.6863	16,583.3664	38,091.9430	1,006.1124
Subscriptions of shares	306.3654	0.0000	8,013.6338	1,746.9163
Redemptions of shares	(27,847.9376)	(5,950.0000)	(13,637.0576)	(0.0000)
<b>Shares outstanding at the end of the year</b>	<b>8,769.1141</b>	<b>10,633.3664</b>	<b>32,468.5192</b>	<b>2,753.0287</b>

<b>NET ASSET VALUE PER SHARE</b>	<b>EUR</b>	<b>EUR</b>	<b>EUR</b>	<b>EUR</b>
Highest	131.26 08/08/2019	105.19 08/08/2019	125.53 08/08/2019	100.30 27/03/2019
Lowest	127.66 03/01/2019	102.34 03/01/2019	122.30 31/12/2019	97.01 31/12/2019
<b>At the end of the year</b>	<b>128.15</b>	<b>102.69</b>	<b>122.30</b>	<b>97.01</b>

---

**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
31/12/2017	I - EUR	88,597.5774	11,564,118.24	EUR	130.52
	Q - EUR	13,111.1828	1,372,338.26	EUR	104.67
	R - EUR	53,171.1831	6,694,392.64	EUR	125.90
31/12/2018	I - EUR	36,310.6863	4,666,969.33	EUR	128.53
	Q - EUR	16,583.3664	1,708,634.77	EUR	103.03
	R - EUR	38,091.9430	4,697,733.22	EUR	123.33
	T - EUR	1,006.1124	99,481.75	EUR	98.88
31/12/2019	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

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2019

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value	% 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>BONDS</b>						
<b>FINLAND</b>						
100,000.00	FORTUM OYJ 0.8750 19-23 27/02A	EUR	99,649.00	101.82	101,821.00	1.6
	<b>TOTAL FINLAND</b>		<b>99,649.00</b>		<b>101,821.00</b>	<b>1.6</b>
<b>FRANCE</b>						
200,000.00	COMPAGNIE DE SAINT 0.625 19-24 15/03A	EUR	199,226.00	101.77	203,544.00	3.1
100,000.00	LVMH MOET HENNESSY 0.125 19-23 28/02A	EUR	99,650.00	100.68	100,678.00	1.6
200,000.00	VIVENDI SA 0.0000 19-22 13/06A	EUR	199,340.00	99.99	199,970.00	3.1
	<b>TOTAL FRANCE</b>		<b>498,216.00</b>		<b>504,192.00</b>	<b>7.8</b>
<b>GERMANY</b>						
300,000.00	BUNDESREPUB. DE 0.0000 19-29 15/08A	EUR	312,090.00	101.83	305,478.00	4.7
100,000.00	GERMANY T-NOTE 0.00 19-21 10/09U	EUR	101,125.50	101.06	101,062.00	1.6
300,000.00	VOLKSWAGEN BK 0.625 18-21 08/09A	EUR	299,712.00	101.08	303,243.00	4.7
	<b>TOTAL GERMANY</b>		<b>712,927.50</b>		<b>709,783.00</b>	<b>11.0</b>
<b>HONG KONG</b>						
150,000.00	CNRC CAPITAL 1.871 16-21 07/12A	EUR	150,000.00	102.86	154,283.25	2.4
	<b>TOTAL HONG KONG</b>		<b>150,000.00</b>		<b>154,283.25</b>	<b>2.4</b>
<b>ITALY</b>						
200,000.00	ITALY 0.05 18-21 15/04S	EUR	200,667.00	100.30	200,608.00	3.1
300,000.00	ITALY 0.05 19-23 15/01S	EUR	299,211.00	99.50	298,501.50	4.6
100,000.00	ITALY 0.35 17-20 15/06S	EUR	100,286.00	100.27	100,265.50	1.6
400,000.00	ITALY 0.95 18-23 01/03S	EUR	411,428.24	102.18	408,726.00	6.3
300,000.00	ITALY 1.75 19-24 01/07S	EUR	320,434.05	105.33	315,978.00	4.9
600,000.00	ITALY 1.00 19-22 15/07S	EUR	615,671.25	102.29	613,731.00	9.5
	<b>TOTAL ITALY</b>		<b>1,947,697.54</b>		<b>1,937,810.00</b>	<b>30.0</b>
<b>NORWAY</b>						
100,000.00	NORSK HYDRO ASA 1.125 19-25 11/04A	EUR	99,265.00	102.66	102,661.50	1.6
	<b>TOTAL NORWAY</b>		<b>99,265.00</b>		<b>102,661.50</b>	<b>1.6</b>
<b>PORTUGAL</b>						
500,000.00	PORTUGAL REGS 5.125 14-24 15/10S	USD	454,575.95	112.37	500,907.10	7.8
	<b>TOTAL PORTUGAL</b>		<b>454,575.95</b>		<b>500,907.10</b>	<b>7.8</b>
<b>SPAIN</b>						
200,000.00	SPAIN 0.05 17-21 31/01A	EUR	201,073.00	100.54	201,088.00	3.1
75,000.00	SPAIN 4.85 10-20 31/10A	EUR	78,499.13	104.46	78,347.63	1.2
	<b>TOTAL SPAIN</b>		<b>279,572.13</b>		<b>279,435.63</b>	<b>4.3</b>
<b>THE NETHERLANDS</b>						
100,000.00	COCA-COLA HBC F 1.0000 19-27 14/05A	EUR	99,672.00	103.07	103,069.50	1.6
200,000.00	COOP RABOBANK 0.75 18-23 29/08A	EUR	199,326.00	102.48	204,956.00	3.2

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value	% of net assets
250,000.00	PETROBRAS 5.299 18-25 27/01S	USD	209,135.02	109.15	243,272.48	3.7
	<b>TOTAL THE NETHERLANDS</b>		<b>508,133.02</b>		<b>551,297.98</b>	<b>8.5</b>
	<b>UNITED STATES OF AMERICA</b>					
100,000.00	GENERAL MOTORS 2.2000 19-24 01/04A	EUR	99,965.00	105.52	105,518.50	1.6
200,000.00	SANOFI 0.00 19-22 21/03A	EUR	200,294.00	100.62	201,240.00	3.1
100,000.00	UNITED STATES TRE NT 1.5 19-21 31/10S	USD	89,483.25	99.85	89,016.32	1.4
600,000.00	US TREASURY N/B 1.3750 19-22 15/10S	USD	535,077.59	99.35	531,412.97	8.3
	<b>TOTAL UNITED STATES OF AMERICA</b>		<b>924,819.84</b>		<b>927,187.79</b>	<b>14.4</b>
	<b>TOTAL BONDS</b>		<b>5,674,855.98</b>		<b>5,769,379.25</b>	<b>89.4</b>
	<b>CONVERTIBLE BONDS</b>					
	<b>ITALY</b>					
200,000.00	ASTALDI SPA CV 4.875 17-24 21/06Q	EUR	200,000.00	15.58	31,169.20	0.5
	<b>TOTAL ITALY</b>		<b>200,000.00</b>		<b>31,169.20</b>	<b>0.5</b>
	<b>TOTAL CONVERTIBLE BONDS</b>		<b>200,000.00</b>		<b>31,169.20</b>	<b>0.5</b>
	<b>FLOATING RATES BONDS</b>					
	<b>GERMANY</b>					
200,000.00	VOLKSWAGEN BANK FL.R 18-21 08/12Q	EUR	200,000.00	100.54	201,076.00	3.1
	<b>TOTAL GERMANY</b>		<b>200,000.00</b>		<b>201,076.00</b>	<b>3.1</b>
	<b>THE NETHERLANDS</b>					
100,000.00	BAYER CAPITAL C FL.R 18-22 26/06Q	EUR	100,000.00	100.33	100,327.00	1.6
	<b>TOTAL THE NETHERLANDS</b>		<b>100,000.00</b>		<b>100,327.00</b>	<b>1.6</b>
	<b>TOTAL FLOATING RATES BONDS</b>		<b>300,000.00</b>		<b>301,403.00</b>	<b>4.7</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>6,174,855.98</b>		<b>6,101,951.45</b>	<b>94.6</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>6,174,855.98</b>		<b>6,101,951.45</b>	<b>94.6</b>
	Cash/(bank overdraft)				370,433.96	5.7
	Other assets and liabilities				(18,840.50)	(0.3)
	<b>TOTAL NET ASSETS</b>				<b>6,453,544.91</b>	<b>100.0</b>

---

**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2019  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Italy	30.5
United States of America	14.4
Germany	14.1
The Netherlands	10.1
France	7.8
Portugal	7.8
Spain	4.3
Hong Kong	2.4
Finland	1.6
Norway	1.6
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>94.6</b>
Other assets/(liabilities) and liquid assets	5.4
<b>NET ASSETS</b>	<b>100.0</b>

---

**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2019  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Countries and central governments	58.1
Banks and other credit institutions	11.0
Holding and finance companies	7.2
Oil	5.3
Building and building materials	3.6
Graphic industry and publishing houses	3.1
Pharmaceutical and cosmetics industry	3.1
Energy and water supply	1.6
Textiles and clothing industry	1.6
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>94.6</b>
Other assets/(liabilities) and liquid assets	5.4
<b>NET ASSETS</b>	<b>100.0</b>

**STATEMENT OF NET ASSETS**

December 31, 2019  
(in EUR)

**ASSETS**

Portfolio:	(see notes)	
- Cost		22,112,186.89
- Net unrealised result		1,329,309.07
		<b>23,441,495.96</b>
Cash:		
- Cash at banks	(see notes)	547,807.86
Other assets:		
- Receivable on subscriptions		527.30
- Dividend receivable		27,432.03
- Placement fees		49,933.43
- Unrealised gain on futures	(see notes)	970.00
		<b>24,068,166.58</b>

**LIABILITIES**

Bank overdraft:		
- Cash at banks		86,572.63
Other liabilities:		
- Payable on redemptions		17,743.47
- Taxes and expenses payable		58,435.60
		<b>162,751.70</b>

**NET ASSETS****23,905,414.88**

Represented by:

192,578.3095 Shares of category I - EUR with a value of	EUR	101.69	per share
15,282.0000 Shares of category Q - EUR with a value of	EUR	115.35	per share
9,702.9999 Shares of category R - EUR with a value of	EUR	96.97	per share
17,172.4182 Shares of category T - EUR with a value of	EUR	94.30	per share

## STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS

Year ended December 31, 2019  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>32,756,475.89</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	1,022,370.59
Other income		0.17
		<b>1,022,370.76</b>
<b>EXPENSES</b>		
Bank interest, net		8,610.05
Fees:		
- Management fee	(see notes)	291,990.79
- Custodian fee and safekeeping charges		40,347.07
Other expenses:		
- Annual tax	(see notes)	5,646.89
- Audit and legal fees		47,879.15
- Printing and publishing fees		1,271.46
- Transaction fees	(see notes)	75,915.43
- Administration and other expenses		228,539.95
		<b>700,200.79</b>
<b>NET OPERATING RESULT</b>		<b>322,169.97</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	(2,062,664.21)
- Foreign exchange	(see notes)	8,084.31
<b>NET REALISED RESULT</b>		<b>(1,732,409.93)</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		1,687,081.56
- Futures		(40,630.00)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(85,958.37)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		13,650,456.98
Redemptions of shares		(22,415,559.62)
		<b>(8,765,102.64)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>23,905,414.88</b>

The notes are an integral part of these financial statements.

---

**STATISTICAL INFORMATION**

Year ended December 31, 2019

**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	180,216.0292	112,375.4725	3,711.8040	10,740.6792
Subscriptions of shares	108,668.9982	8,132.1352	10,086.1315	6,690.7994
Redemptions of shares	(96,306.7179)	(105,225.6077)	(4,094.9356)	(259.0604)
<b>Shares outstanding at the end of the year</b>	<b>192,578.3095</b>	<b>15,282.0000</b>	<b>9,702.9999</b>	<b>17,172.4182</b>

**NET ASSET VALUE PER SHARE**

	<b>EUR</b>	<b>EUR</b>	<b>EUR</b>	<b>EUR</b>
Highest	104.85 27/03/2019	118.93 27/03/2019	100.59 27/03/2019	98.58 05/02/2019
Lowest	99.56 27/06/2019	112.96 27/06/2019	95.33 27/06/2019	93.15 30/07/2019
<b>At the end of the year</b>	<b>101.69</b>	<b>115.35</b>	<b>96.97</b>	<b>94.30</b>

---

**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
31/12/2017	I - EUR	181,856.3133	17,718,033.47	EUR	97.43
	Q - EUR	16,619.0000	1,837,876.32	EUR	110.59
31/12/2018	I - EUR	180,216.0292	18,366,539.55	EUR	101.91
	Q - EUR	112,375.4725	12,992,672.21	EUR	115.62
	R - EUR	3,711.8040	363,613.83	EUR	97.96
	T - EUR	10,740.6792	1,033,650.30	EUR	96.24
31/12/2019	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

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2019

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value	% 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>AUSTRIA</b>						
25,455.00	VERBUND AG	EUR	1,153,867.12	44.74	1,138,856.70	4.8
	<b>TOTAL AUSTRIA</b>		<b>1,153,867.12</b>		<b>1,138,856.70</b>	<b>4.8</b>
<b>BELGIUM</b>						
16,300.00	UCB	EUR	1,136,824.93	70.90	1,155,670.00	4.8
	<b>TOTAL BELGIUM</b>		<b>1,136,824.93</b>		<b>1,155,670.00</b>	<b>4.8</b>
<b>FINLAND</b>						
54,500.00	FORTUM CORP	EUR	1,027,059.53	22.00	1,199,000.00	5.0
37,000.00	NESTE	EUR	1,098,504.10	31.02	1,147,740.00	4.8
	<b>TOTAL FINLAND</b>		<b>2,125,563.63</b>		<b>2,346,740.00</b>	<b>9.8</b>
<b>FRANCE</b>						
6,700.00	AEROPORTS DE PARIS-ADP-	EUR	1,175,342.68	176.10	1,179,870.00	4.9
77,000.00	CARREFOUR SA	EUR	1,258,640.79	14.95	1,151,150.00	4.8
7,346.00	PERNOD RICARD SA	EUR	1,206,698.79	159.40	1,170,952.40	4.9
11,300.00	SODEXO SA	EUR	1,105,487.38	105.65	1,193,845.00	5.1
	<b>TOTAL FRANCE</b>		<b>4,746,169.64</b>		<b>4,695,817.40</b>	<b>19.7</b>
<b>GERMANY</b>						
11,000.00	BEIERSDORF AG	EUR	1,054,262.01	106.65	1,173,150.00	4.9
8,500.00	DEUTSCHE BOERSE AG REG SHS	EUR	995,146.38	140.15	1,191,275.00	5.0
78,000.00	DEUTSCHE TELEKOM AG REG SHS	EUR	1,177,222.66	14.57	1,136,460.00	4.8
33,100.00	DEUTSCHE WOHNEN AG	EUR	1,297,712.72	36.42	1,205,502.00	5.0
127,511.00	E.ON AG REG SHS	EUR	1,166,765.63	9.52	1,214,414.76	5.2
43,000.00	RWE AG	EUR	1,164,298.00	27.35	1,176,050.00	4.9
25,049.00	VONOVIA SE	EUR	1,050,799.59	48.00	1,202,352.00	5.0
	<b>TOTAL GERMANY</b>		<b>7,906,206.99</b>		<b>8,299,203.76</b>	<b>34.8</b>
<b>PORTUGAL</b>						
315,000.00	EDP-ENERGIAS REG.SHS	EUR	970,508.76	3.86	1,217,160.00	5.1
	<b>TOTAL PORTUGAL</b>		<b>970,508.76</b>		<b>1,217,160.00</b>	<b>5.1</b>
<b>SPAIN</b>						
48,381.00	ENDESA	EUR	937,885.16	23.79	1,150,983.99	4.8
131,000.00	IBERDROLA SA	EUR	1,109,344.60	9.18	1,202,580.00	5.0
	<b>TOTAL SPAIN</b>		<b>2,047,229.76</b>		<b>2,353,563.99</b>	<b>9.8</b>
<b>THE NETHERLANDS</b>						
50,000.00	KONINKLIJKE AHOLD NV	EUR	1,006,046.70	22.30	1,114,750.00	4.7

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value	% of net assets
21,857.00	UNILEVER NV	EUR	1,019,769.36	51.23	1,119,734.11	4.6
	<b>TOTAL THE NETHERLANDS</b>		<b>2,025,816.06</b>		<b>2,234,484.11</b>	<b>9.3</b>
	<b>TOTAL EQUITIES</b>		<b>22,112,186.89</b>		<b>23,441,495.96</b>	<b>98.1</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>22,112,186.89</b>		<b>23,441,495.96</b>	<b>98.1</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>22,112,186.89</b>		<b>23,441,495.96</b>	<b>98.1</b>
	Cash/(bank overdraft)				461,235.23	1.9
	Other assets and liabilities				2,683.69	0.0
	<b>TOTAL NET ASSETS</b>				<b>23,905,414.88</b>	<b>100.0</b>

The notes are an integral part of these financial statements.

---

**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2019  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Germany	34.8
France	19.7
Finland	9.8
Spain	9.8
The Netherlands	9.3
Portugal	5.1
Belgium	4.8
Austria	4.8
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>98.1</b>
Other assets/(liabilities) and liquid assets	1.9
<b>NET ASSETS</b>	<b>100.0</b>

---

**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2019  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Energy and water supply	29.8
Holding and finance companies	10.1
Real estate	10.0
Oil	9.8
Pharmaceutical and cosmetics industry	9.7
Retail trade	9.5
Transportation	4.9
Tobacco and alcohol	4.9
Data transmission	4.8
Miscellaneous consumer goods	4.6
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>98.1</b>
Other assets/(liabilities) and liquid assets	1.9
<b>NET ASSETS</b>	<b>100.0</b>

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

Period from January 1, 2019 to December 16, 2019  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE PERIOD</b>		<b>2,495,692.03</b>
<b>INCOME</b>		
Income from investments:		
- Bond interest, net	(see notes)	31,651.78
Bank interest, net		2,135.17
Other income		288.27
		<b>34,075.22</b>
<b>EXPENSES</b>		
Fees:		
- Management fee	(see notes)	31,378.74
- Custodian fee and safekeeping charges		29,296.81
Other expenses:		
- Annual tax	(see notes)	673.82
- Amortisation of formation/reorganisation expenses	(see notes)	874.45
- Audit and legal fees		9,687.36
- Printing and publishing fees		20.99
- Transaction fees	(see notes)	3,257.98
- Administration and other expenses		16,959.22
		<b>92,149.37</b>
<b>NET OPERATING RESULT</b>		<b>(58,074.15)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	(55,327.01)
- Foreign exchange	(see notes)	6,795.01
<b>NET REALISED RESULT</b>		<b>(106,606.15)</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		67,437.50
- Futures		30,213.61
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(8,955.04)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		116,663.45
Redemptions of shares		(2,603,400.44)
		<b>(2,486,736.99)</b>
<b>NET ASSETS AT THE END OF THE PERIOD</b>		<b>0.00</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Period from January 1, 2019 to December 16, 2019

**SHARES**

	<b>R - EUR</b>	<b>T - EUR</b>
Shares outstanding at the beginning of the period	25,531.6031	1,625.6569
Subscriptions of shares	1,278.2677	0.0000
Redemptions of shares	(26,809.8708)	(1,625.6569)
<b>Shares outstanding at the end of the period</b>	<b>0.0000</b>	<b>0.0000</b>

**NET ASSET VALUE PER SHARE**

	<b>EUR</b>	<b>EUR</b>
Highest	93.21 14/08/2019	101.68 02/01/2019
Lowest	89.62 29/05/2019	97.62 29/05/2019
<b>At the end of the period</b>	<b>90.38** 16/12/2019</b>	<b>98.16** 16/12/2019</b>

**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
31/12/2017	R - EUR	28,868.7922	2,773,904.28	EUR	96.09
31/12/2018	R - EUR	25,531.6031	2,332,783.78	EUR	91.37
	T - EUR	1,625.6569	162,908.25	EUR	100.21
** 16/12/2019	R - EUR	8,666.8302	783,342.33	EUR	90.38
	T - EUR	937.6417	92,042.47	EUR	98.16

\*\* last valuation

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

### 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 Fund 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, 2019

1 EUR = 1.08556 CHF  
 1 EUR = 0.84682 GBP  
 1 EUR = 121.91 JPY  
 1 EUR = 6.6755 TRY  
 1 EUR = 1.1217 USD

### 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, 2019. 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)

### MANAGEMENT AND PERFORMANCE FEES

The Management Fee together with the Performance Fee is used to cover the costs of the Conducting

Persons, the Distributor(s), the Marketing Officer(s) and the Investment Adviser on a monthly basis in arrears. The annual rates for Management fee for each Sub-Fund are described below:

Sub-Fund	Class R	Class I	Class Q	Class T
Alessia - Absolute Return Macro	1.75%	1.25%	1.25%	1.75%
Alessia - Volcor Beta Zero	1.75%	1.00%	1.00%	1.75%
Alessia - Absolute Return FX (merged on 16 December 2019)	2.75% (until 31 May 2019)	-	-	2.75% (until 31 May 2019)
	2.0625% (from 1 <sup>st</sup> June 2019)	-	-	2.0625% (from 1 <sup>st</sup> June 2019)

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 quarter of the calendar year (before the calculation of the Performance Fee) and the Net Asset Value per Share at the end of the last quarter of the calendar year, 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 at the end of each quarter of the calendar year.

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

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

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 performance fee was recorded for the following Sub-Funds and amounted to:

Sub-Fund	Currency	Amount
Alessia - Absolute Return Macro	EUR	77.74
Alessia - Volcor Beta Zero	EUR	0.00
Alessia - Absolute Return FX (merged on 16 December 2019)	EUR	0.00

### SUBSCRIPTION DUTY ("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 duty ("*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 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.

---

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

The Board of Directors has decided to appoint Pure Capital SA as UCITS Management Company. The appointment is effective from January 14, 2020.

The Board of Directors has decided to appoint Tyche Advisory S.à.r.l as Investment Advisory of the Company. The appointment is effective from January 14, 2020.

The Extraordinary General Meeting of shareholders kept on January 8, 2020, has approved the change of address of the Company to 2 Rue d'Arlon, L-8399 Windhof and the removal of Fair Advisory SA (Switzerland) as Investment Advisory of the Company.

Starting the end of February 2020 we have experienced an increase of the volatility in the financial markets in which the sub-funds of the Company invest. This increase, even if exceptional, has been manageable and should not impact the operations of the company. It has got some effects on the performance of the sub-funds but fairly in line with the occurred turbulence. The Company has not got any massive relevant redemption since the end of the year and there has never been any problem to face redemptions. The going concern assumption used to prepare these financial statements has not been impacted by the COVID19 crisis in act. The management of the Company's investments will keep on going and no particular stress is expected. The unaudited daily NAV can be consulted on [www.alessia.lu](http://www.alessia.lu).

---

**FUTURES**

As at December 31, 2019, the following futures contract(s) was (were) outstanding :

**ALESSIA - Absolute Return Macro**

Sale / Purchase	Quantity	Contract(s)	Size	Price as at 31/12/2019	Commitment EUR	Unrealised result EUR	Brokers
<b>FUTURES ON EXCHANGE RATES</b>							
Purchase	7	EUR/USD (CME) 03/20	125,000	1.13 USD	780,065.97	9,995.99 <b>9,995.99</b>	Banca IMI Italie
<b>FUTURES ON INTEREST RATES</b>							
Purchase	10	EURO BUND FUTURE 03/20	1,000	170.49 EUR	1,043,720.00	(9,550.00)	Banca IMI Italie
Purchase	5	US 10 YEARS NOTE 03/20	1,000	128.42 USD	450,662.22	(1,114.38) <b>(10,664.38)</b>	Banca IMI Italie

The unrealised gain/(loss) result on the outstanding futures contract(s) as at December 31, 2019 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 31/12/2019	Commitment EUR	Unrealised result EUR	Brokers
<b>FUTURES ON INDEX</b>							
Sale	97	DJ EURO STOXX 50 03/20	10	3,729.00 EUR	3,632,795.50	970.00 <b>970.00</b>	Banca IMI Italie

The unrealised gain/(loss) result on the outstanding futures contract(s) as at December 31, 2019 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 2019 financial report according to the CSSF circular 11/512 (as amended by Circular CSSF 18/698)

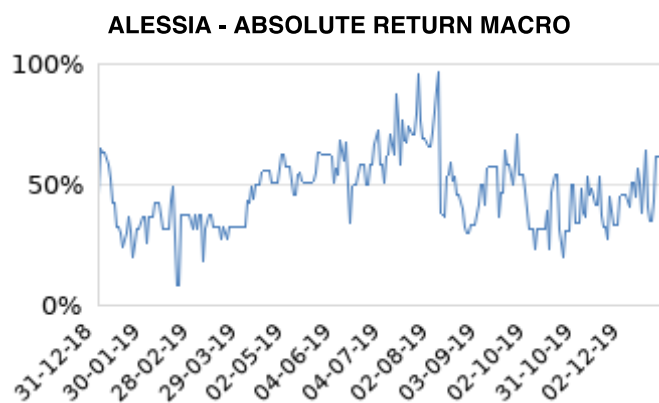
#### Alessia - Absolute Return Macro

The Sub-fund uses the commitment approach to monitor its global exposure.

Table 1: Global exposure for the period from January 2, 2019 – December 31, 2019, daily observations:

Minimum Global Exposure	Maximum Global Exposure	Average Global Exposure
8.36%	96.55%	47.35%

Chart 1: Global Exposure Evolution for the period from January 2, 2019 – December 31, 2019, daily observations:



#### Alessia – Volcor Beta Zero

The Sub-fund uses the commitment approach to monitor its global exposure.

Table 2: Global exposure for the period from January 2, 2019 – December 31, 2019, daily observations:

Minimum Global Exposure	Maximum Global Exposure	Average Global Exposure
14.43%	62.44%	40.78%

Chart 2: Global Exposure Evolution for the period from January 2, 2019 – December 31, 2019, daily observations:



## ADDITIONAL INFORMATION (unaudited) (continued)

### Alessia – Absolute Return FX

The Sub-fund has been merged into Alessia – Absolute Return Macro on December 16<sup>th</sup>, 2019. The data reported relate to the period until that date. It used an absolute Value-at-Risk (VaR) approach to monitor its global exposure. The Type of VaR: Monthly VaR, 99.00% confidence. Historical simulation of 3 years.

The Prospectus of Alessia has set a cap of 20.00% Value at Risk of the Sub-fund.

Table 3: VaR analysis for the period from January 2, 2019 – December 16, 2019, daily observations:

Minimum VaR	Maximum VaR	Average VaR	VaR Cap
0.25%	11.97%	4.64%	20.00%

Chart 3: VaR analysis for the period from December 16, 2018 – December 16, 2019, daily observations:

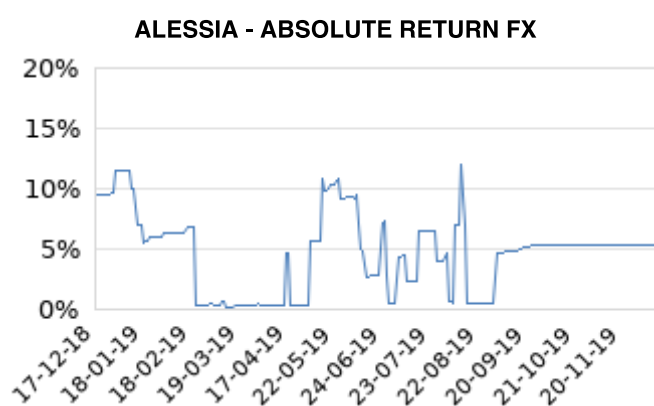
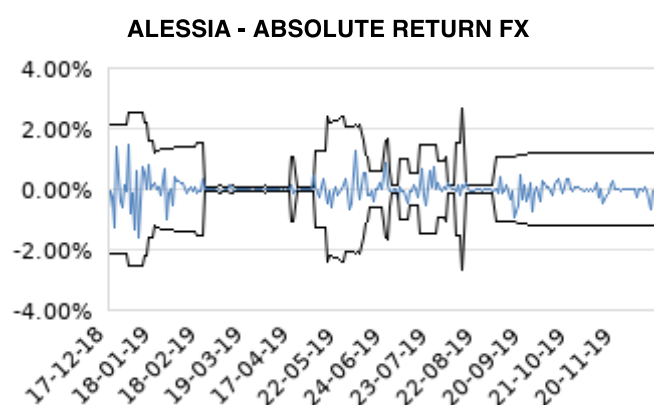


Chart 4: Var back-testing for the period from December 16, 2019 – December 16, 2019, daily observations:



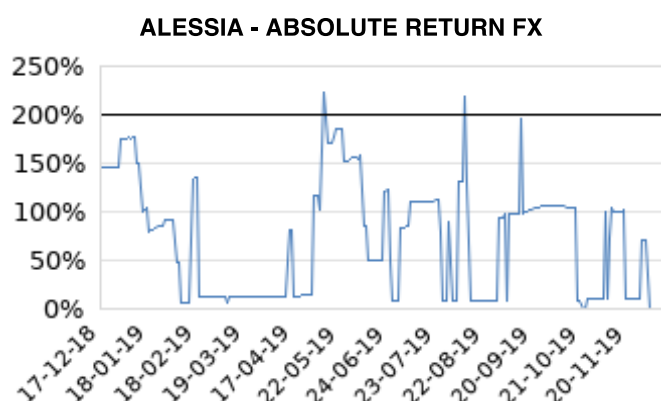
Number of observations:	252
Number of violations:	2

Table 4: Leverage for the period from December 16, 2018 – December 16, 2019, daily observations:

Minimum Leverage	Maximum Leverage	Average Leverage
0.00%	223.82%	69.27%

## ADDITIONAL INFORMATION (unaudited) (continued)

Chart 5: Leverage for the period from December 16, 2019 – December 16, 2019, daily observations:



### Global exposure definition

Global exposure is defined as the sum of the contract values of the derivatives products held by the relevant Sub-fund expressed as a percentage of its assets.

### Leverage definition

Leverage is defined as the sum of the notional values of the derivatives products held by the relevant Sub-fund expressed as a percentage of its assets.

## 2. Remuneration

The Board of Directors of Alessia has adopted a remuneration policy in accordance with the amended law of 17 December 2010 on UCITS; EU Directive 2009/65/EC in reference to UCITS V and ESMA Guidelines.

The Remuneration Policy covers senior management, risk takers and persons whose professional activities may have a material impact on the risk profiles of the Sub-funds ("covered persons"). The Board of Directors has identified the covered persons.

Covered persons receive a fixed remuneration and, in certain circumstances, a variable component. Alessia does not provide discretionary pension benefits. Directors (for their activity as director) and persons having a control function do not receive variable remuneration.

The Board reviews this policy and its implementation at least annually and if changes in the covered persons require it.

### Remuneration distribution

	Head Count	Fixed Remuneration	Variable Remuneration
Covered persons:	5*	-	-
Breakdown:			
Board of Directors	3	EUR 42,000	-
Conducting persons:	3	EUR 201,503	EUR 35,000

\* One of the covered persons is allocated to two different categories based on his functions.

**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. No corresponding transactions were carried out during the reporting period.