

Alternative Fund SICAV-SIF (formerly Alpha Genesis Fund)

Société d'investissement à capital variable - Fonds d'investissement spécialisé

Annual report, including audited financial statements,
as at December 31, 2017

Alternative Fund SICAV-SIF (formerly Alpha Genesis Fund)

Société d'investissement à capital variable - Fonds d'investissement spécialisé

Annual report, including audited financial statements,
as at December 31, 2017

Alternative Fund SICAV-SIF (formerly Alpha Genesis Fund)

Annual report, including audited financial statements,
as at December 31, 2017

Alternative Fund SICAV-SIF (formerly Alpha Genesis Fund)

Table of contents

Organisation of the SICAV-SIF	4
General information	5
Management report	6
Independent auditor's report	8
Financial statements	
Statement of net assets	11
Statement of operations and changes in net assets	12
Number of shares outstanding and net asset value per share	13
Notes to the financial statements	14
Other information to Shareholders (unaudited appendix)	18

Alternative Fund SICAV-SIF (formerly Alpha Genesis Fund)

Organisation of the SICAV-SIF

REGISTERED OFFICE 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg

BOARD OF DIRECTORS OF THE SICAV-SIF

Chairman Mr Patricio DIEZ ROMERO-VALDESPINO, Head of USA and Latam, Cobas Asset Management, 848, Brickell Avenue, Suite 617, 33131 Miami, State of Florida, United States (since August 28, 2017)*

Members Mr Ronaldo LYRIO, Director, Genesis Investment Advisors LLC, 355 Alhambra Circle, Suite 1550, Coral Gables, 33134, State of Florida, United States (until October 6, 2017)

Mr Javier VALLS MARTINEZ, independent director, 19, rue de Bitbourg, L-1273 Luxembourg, Grand Duchy of Luxembourg

Mrs Gema MARTIN ESPINOSA, Head of International Business, Cobas Asset Management S.A., SGIIC, Calle José Abascal, 45, 3°, E-28003 Madrid, Spain (until October 6, 2017)

Xavier SCHMIT, Fund Governance Officer, FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg (since October 6, 2017)

DEPOSITARY BANK Pictet & Cie (Europe) S.A., 15A, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg

ADMINISTRATIVE COORDINATOR Alpha Genesis Capital LLC, 355 Alhambra Circle, Suite 1550, Coral Gables, 33134, State of Florida, United States (until October 1, 2017) (note 1)

INVESTMENT MANAGER Genesis Fund Management LLC, 355 Alhambra Circle, Suite 1550, Coral Gables, 33134, State of Florida, United States (until October 17, 2017)

Cobas Asset Management S.A., SGIIC, Calle José Abascal, 45, 3°, E-28003 Madrid, Spain (since October 18, 2017)

ALTERNATIVE INVESTMENT FUND MANAGER FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg (since September 13, 2017)

ADMINISTRATIVE, PAYING, TRANSFER, REGISTRAR AND DOMICILIARY AGENT FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg

INDEPENDENT AUDITOR Ernst & Young S.A., 35E, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg

LEGAL ADVISER IN LUXEMBOURG Elvinger Hoss Prussen, 2, place Winston Churchill, L-2014 Luxembourg, Grand Duchy of Luxembourg

*Alpha Genesis Capital LLC., 355 Alhambra Circle, Suite 1550, Coral Gables, 33134, State of Florida, United States (until August 28, 2017)

Alternative Fund SICAV-SIF (formerly Alpha Genesis Fund)

General information

Alternative Fund SICAV-SIF (formerly Alpha Genesis Fund) (the "SICAV-SIF") (note 1) publishes an annual report, including audited financial statements. This report includes financial information relating to the SICAV-SIF as well as the composition and progression of the price of its assets. Annual reports are published within six months following the close of the financial year.

The financial year of the SICAV-SIF ends on 31 December each year.

An audited annual report, an offering memorandum and a detailed schedule of changes in portfolio are prepared and made available to Shareholders at the registered office of the SICAV-SIF in respect of each financial year.

The Net Asset Value per share as well as the issue and redemption prices are made public at the registered office of the SICAV-SIF.

Alternative Fund SICAV-SIF (formerly Alpha Genesis Fund)

Management report

The Alpha Genesis Fund - Multi-Asset Strategy Fund (note 1) gained 10.06% through August 28, 2017 when Genesis Fund Management ceased to actively manage the SICAV-SIF following a Resolution of the Board of Directors of the SICAV-SIF on August 28, 2017. The sub-fund remained in cash for the remainder of the year.

Market Review

The third quarter of 2017 confirmed a positive outlook for the global economy. Earlier in the year, there was some positive signs but since July we have seen a synchronization in Developed economies growth, and the IMF is projecting a 3.8% GDP increase for the global economy in 2017. The US, EU, China and Japan all are expanding at the same time, a situation we have not seen in a long time. We have seen positive reading in both consumption and manufacturing data, but it is the latest, Manufacturing, that has been the main driver of the expansion. The big question is this the last leg of the cycle? The question is pertinent, but very difficult to answer as the main uncertainty for markets as we look forward are the unknown policies for both the US (Trump policies) and Europe (ECB). Overall core inflation remains low in both developed and emerging economies, financial conditions remain supportive, volatility is extremely subdued in historical terms, and so as result we have seen the so called "Goldilocks scenario " that has benefited most financial asset class's performance so far year to date.

In the US we can argue that the economy is performing well, but the political scenario remains complex. The markets continue to see a pro-business agenda that is helping feed the positive momentum, but the reality is that the Trump administration has failed to deliver on any significant policy promise so far. However, there is still some confidence he will deliver on some changes, the next big issue on the agenda is tax reform. This is a complex issue that will have to navigate through Congress on a very tight road, but analysts still see some sort of Bill by early 2018.

The dominant theme for fixed income investors remains the Fed and the trajectory of US rates. During the quarter, the policy makers confirmed they remain intent on normalization, not only via rate hikes but also as they will start shrinking their balance sheet as they gradually start phasing out reinvestments of maturing assets. So it will be a gradual process but one should not ignore the determination of Central Bankers. We do expect rates to continue to grind higher in the next 18 month and we also anticipate a steeper yield curve.

In Europe we have entered a calmer phase. Some of the political fears earlier in the year have been diminished by Macron's election in France, and the next big hurdle is expected to be the Italian elections early in 2018. Recently in Spain the issue of Catalan Independence has resurfaced in Spain, but the fact is we are going through an overall calm period for the region, economic activity has been above expectations - the big question is the ECB. Markets anticipate they might start pulling back on stimulus after their October meeting, but any action is expected to be slow and gradual. Markets have reacted to any talk of tapering, so that remains something we will have to monitor closely. Last but not least, Brexit negotiations are moving very slowly and the final outcome is not very clear.

Alternative Fund SICAV-SIF (formerly Alpha Genesis Fund)

Management report (continued)

The positive momentum in global economies has benefited emerging markets in general and Latin America is no different. Mexico remains under some pressure as the Trump administration continues to criticize NAFTA. Negotiations have started between US/Canada and Mexico to revise the treaty. Most of the region has seen an improved outlook and even Brazil - after one of the worst recessions ever - is showing signs that the economy is slowly starting to grow again. Commodity prices in general remain firm, and similar to what we have seen in Global markets, throughout most of the region growth has accelerated, the exception being Venezuela that continues to sink into political and economic chaos.

Portfolio Review

The portfolio is up 10.06% so far in 2017. It has benefited from the continuous good performance in High Grade and Latin American fixed income. The improvement in Fundamentals (economic outlook) and Technical (funds inflows) explain the strong year-to-date returns so far, and the portfolio has benefited accordingly. Volatility (annualized) has dropped to 3.49% from 11.58% in 2016; the Sharpe ratio has improved from 1.16 to 3.45. The third quarter repeated the same pattern that we have seen since January: a slow, constant grind higher with positive returns in every month so far.

During the period we did not make any relevant changes to the portfolio as we saw it as well positioned and it fully reflected our investment thesis. There were some normal rebalance trades but they were marginal and did not change metrics or risk profile. The lower amount of trading also reflects current market conditions, as markets in general have been dealing with historically low volatility levels. Although we reduced leverage throughout the period and the Modified Duration of 4.75, we were able to capture most of the asset class performance.

January 10, 2018

Established by the Investment Manager

Independent auditor's report

To the Shareholders of
Alternative Fund SICAV-SIF (formerly Alpha Genesis Fund)
Société d'investissement à capital variable incorporated in Luxembourg
15, avenue J.F. Kennedy
L-1855 Luxembourg
Grand Duchy of Luxembourg

Opinion

We have audited the financial statements of Alternative Fund SICAV-SIF (formerly Alpha Genesis Fund) (the "SICAV-SIF") which comprise the statement of net assets as at December 31, 2017, and the statement of operations and changes in net assets for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the SICAV-SIF as at December 31, 2017, and of the results of its operations and changes in its 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 (the "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 those Law and standards 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 SICAV-SIF in accordance with the 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.

Other information

The Board of Directors of the SICAV-SIF 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 the *"Réviseur d'Entreprises Agréé"* thereon.

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

Independent auditor's report (continued)

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

Responsibilities of the Board of Directors of the SICAV-SIF and those charged with governance for the financial statements

The Board of Directors of the SICAV-SIF is responsible for the preparation and fair presentation of these financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the SICAV-SIF 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 SICAV-SIF is responsible for assessing the SICAV-SIF'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 SICAV-SIF either intends to liquidate the SICAV-SIF 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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of the "Réviseur d'Entreprises Agréé" that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law 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.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Independent auditor's report (continued)

- 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 SICAV-SIF'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 SICAV-SIF.
- Conclude on the appropriateness of the Board of Directors of the SICAV-SIF 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 SICAV-SIF's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of the "Réviseur d'Entreprises Agréé" to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report of the "Réviseur d'Entreprises Agréé". However, future events or conditions may cause the SICAV-SIF 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.

Ernst & Young
Société anonyme
Cabinet de révision agréé



Jean-Marc Cremer

Luxembourg, June 1, 2018

Alternative Fund SICAV-SIF (formerly Alpha Genesis Fund)

Statement of net assets as at December 31, 2017

Alternative Fund SICAV-SIF - Alpha
Genesis Multi-Asset Strategy Fund
(note 1)

USD

ASSETS

Cash at banks (note 2.c)

50,421.10

50,421.10

LIABILITIES

"Taxe d'abonnement" payable (note 3)

2.52

Other fees payable (note 6)

3,948.23

3,950.75

TOTAL NET ASSETS AS AT DECEMBER 31, 2017

46,470.35

TOTAL NET ASSETS AS AT DECEMBER 31, 2016

5,294,298.05

TOTAL NET ASSETS AS AT DECEMBER 31, 2015

3,634,890.28

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

Alternative Fund SICAV-SIF (formerly Alpha Genesis Fund)

Statement of operations and changes in net assets for the year ended December 31, 2017

Alternative Fund SICAV-SIF - Alpha
Genesis Multi-Asset Strategy Fund
(note 1)

USD

NET ASSETS AT THE BEGINNING OF THE YEAR	5,294,298.05
INCOME	
Dividends, net (note 2.f)	12,759.56
Interest on bonds, net (note 2.f)	197,344.19
	210,103.75
EXPENSES	
Coordination fee (note 5)	40,673.96
Depository fee, bank charges and interest	35,391.65
Professional fees, audit fees and other expenses	23,757.97
Service fee	2,905.56
"Taxe d'abonnement" (note 3)	373.92
Transaction fees (note 2.g)	366.61
	103,469.67
NET INVESTMENT INCOME	106,634.08
Net realised gain on sales of investments	474,959.20
NET REALISED GAIN	581,593.28
Change in net unrealised depreciation:	
- on investments	-132,822.73
INCREASE IN NET ASSETS AS A RESULT OF OPERATIONS	448,770.55
Proceeds from subscriptions of shares	50,000.00
Cost of shares redeemed (note 1)	-5,746,598.25
NET ASSETS AT THE END OF THE YEAR	46,470.35

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

Alternative Fund SICAV-SIF (formerly Alpha Genesis Fund)

Number of shares outstanding and net asset value per share

Sub-fund	Class	Currency	Number of shares outstanding	Net asset value per share	Net asset value per share	Net asset value per share
			31.12.2017	31.12.2017	31.12.2016	31.12.2015
Alternative Fund SICAV-SIF - Alpha Genesis Multi-Asset Strategy Fund (note 1)	A	USD	396.26	117.27	114.92	98.15

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

Alternative Fund SICAV-SIF (formerly Alpha Genesis Fund)

Notes to the financial statements as at December 31, 2017

NOTE 1

GENERAL

ALTERNATIVE FUND SICAV-SIF (formerly ALPHA GENESIS FUND) (the "SICAV-SIF") is an umbrella open-ended investment company with limited liability, organised as a "société anonyme" and qualifies as a "Société d'Investissement à Capital Variable" ("SICAV") and a "Fonds d'Investissement Spécialisé" ("FIS") under the law of February 13, 2007 relating to specialised investment funds (the "SIF Law"). The SICAV-SIF was incorporated for an unlimited period on March 5, 2013 with an initial capital of 50,000 USD and its Articles were published in the Mémorial C, Recueil des Sociétés et Associations on March 18, 2013.

The SICAV-SIF is registered under number B 175779 with the *Registre de Commerce et des Sociétés*, where the Articles have been filed and are available for inspection. The SICAV-SIF exists for an indefinite period.

The minimum capital of the SICAV-SIF required by Luxembourg law is the equivalent in USD of EUR 1,250,000. As at December 31, 2017, the SICAV-SIF's capital is below the minimum capital foreseen by law. The Sole Shareholder expect to launch a new sub-fund within the SICAV-SIF which has been verbally approved by CSSF. The Sole Shareholder noted that the launch of this sub-fund will allow the SICAV-SIF to exceed the minimum capital required by law within a short time frame. The Sole Shareholder therefore resolved not to liquidate the SICAV-SIF at this stage.

The SICAV-SIF is an Alternative Investment Fund ("AIF") within the meaning of the Luxembourg law of July 12, 2013 on the Alternative Investment Fund Managers (the "AIFM Law"), and had registered itself for acting as AIFM with effect on June 12, 2014 pursuant to articles 3.2 and 3.3 of the AIFM Law. The SICAV-SIF had been registered by the *Commission de Surveillance du Secteur Financier* ("CSSF") for acting as an AIFM.

As at August 28, 2017, the Board of Directors of the SICAV-SIF has received a request for a redemption in kind for all of the shares issued by the sub-fund ALPHA GENESIS MULTI-ASSET STRATEGY FUND. Cobas Asset Management S.A., SGIIC has informed the Board of Directors of the SICAV-SIF of its interest to initiate the creation of a new sub-fund within the SICAV-SIF and that an application for the creation of such a new sub-fund has been submitted to the *Commission de Surveillance du Secteur Financier* (the "CSSF"). As at December 31, 2017, the new sub-fund ALTERNATIVE FUND SICAV-SIF - COBAS CONCENTRATED VALUE FUND is not activated.

As at September 13, 2017, the Board of Directors of the SICAV-SIF resolved to appoint Cobas Asset Management S.A. as Investment Manager in replacement of Genesis Fund Management LLC with effect from October 18, 2017.

As at September 13, 2017, the Board of Directors of the SICAV-SIF resolved to appoint FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg as Alternative Investment Fund Manager.

The SICAV-SIF ceased to use the services of the the Administrative Coordinator since October 1, 2017.

As at October 18, 2017, the Board of Directors of the SICAV-SIF resolved to change the denomination of the SICAV-SIF from ALPHA GENESIS FUND to ALTERNATIVE FUND SICAV-SIF and to change the denomination of the sub-fund to ALTERNATIVE FUND SICAV-SIF - ALPHA GENESIS MULTI-ASSET STRATEGY FUND.

Alternative Fund SICAV-SIF (formerly Alpha Genesis Fund)

Notes to the financial statements as at December 31, 2017 (continued)

As at December 31, 2017, the SICAV-SIF includes the following sub-fund:

- ALTERNATIVE FUND SICAV-SIF - ALPHA GENESIS MULTI-ASSET STRATEGY FUND, denominated in US dollar (USD).

NOTE 2

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Preparation and presentation of financial statements

The financial statements are prepared in accordance with generally accepted accounting principles and presented in accordance with the legal reporting requirements applicable in Luxembourg relating to undertakings for collective investment.

The reference currency of the SICAV-SIF is the USD.

b) Formation expenses

Formation expenses are amortised on a straight line basis over a period of 5 years.

c) Valuation of assets

The assets of the SICAV-SIF are valued in accordance with the following principles:

(1) The securities admitted for listing on an official stock exchange or on another Regulated market are valued using the last known price unless this price is not representative.

(2) Securities not admitted to such listing or not on a regulated market and securities thus listed but whose last known price is not representative, are valued on the basis of the probable selling price, estimated prudently and in good faith.

(3) The value of any cash in hand or on deposit, bills and demand notes and accounts receivable, prepaid expenses, dividends and interest declared or accrued and not yet obtained, is constituted by the nominal value of the assets, unless it appears unlikely that this amount is obtained, in which case the value is determined after deducting the amount that the Board of Directors of the SICAV-SIF deems appropriate to reflect the true value of these assets.

(4) Money market instruments are valued using the amortised cost method at their nominal value plus any accrued interest or the "mark-to-market" method. When the market value is different to the amortised cost, the money market instruments are valued using the mark-to-market method.

(5) Securities expressed in a currency other than that of the reference sub-fund are converted to the currency of that sub-fund at the applicable exchange rate.

(6) Units/shares issued by open-ended-type undertakings for collective investment are valued:

- either on the basis of the last net asset value known by the Central Administration Agent, or
- on the basis of the net asset value estimated on the closest date to the compartment's valuation day.

Alternative Fund SICAV-SIF (formerly Alpha Genesis Fund)

Notes to the financial statements as at December 31, 2017 (continued)

(7) The value of companies that are not admitted for listing on an official or regulated market is determined using a valuation method proposed in good faith by the Board of Directors of the SICAV-SIF based on the last audited annual financial statements available, and/or on the basis of recent events that may have an impact on the value of the security in question and/or on any other available valuation. The choice of method and of the medium allowing the valuation will depend on the estimated relevance of the available data. The value is corrected according to any unaudited periodic financial statements available. If the Board of Directors of the SICAV-SIF deems that the price is not representative of the probable selling value of such a security, it will then estimate the value prudently and in good faith on the basis of the probable selling price.

(8) When it deems necessary, the Board of Directors of the SICAV-SIF establishes a valuation committee whose task is to estimate prudently and in good faith the value of certain securities.

As at December 31, 2017, the SICAV-SIF has only cash and no other investments.

d) Net realised gain/loss on sales of investments

The net realised gain/loss on sales of investments is calculated on the basis of the weighted average cost of the investments sold.

e) Cost of investment securities

The cost of investment securities in currencies other than the currency of the SICAV-SIF is translated into the currency of the sub-fund at the exchange rate applicable at purchase date.

f) Income

Dividends are recorded at ex-date. Interest is recorded on an accrual basis.

g) Transaction fees

The transaction fees represent the costs incurred by the SICAV-SIF in connection with purchases and sales of investments. They include brokerage fees as well as bank commissions, tax, depositary fees and other transaction fees, and are included in the statement of operations and change in net assets.

NOTE 3

TAXATION OF THE SICAV-SIF

The SICAV-SIF is subject to Luxembourg law in respect of its tax status. Under present law, the SICAV-SIF is not subject to any Luxembourg tax on income, capital gains nor to any withholding or estate tax.

The SICAV-SIF is subject to a subscription tax ("*taxe d'abonnement*") levied at the rate of 0.01% per annum based on the net asset value of the SICAV-SIF at the end of the relevant quarter, calculated and paid quarterly.

NOTE 4

INVESTMENT MANAGEMENT FEE

Until August 28, 2017, the Investment Managers were remunerated by the Administrative Coordinator for the performance of their duties. The Investment Manager appointed investment advisers from time to time whose remuneration was paid directly by the Investment Manager.

Alternative Fund SICAV-SIF (formerly Alpha Genesis Fund)

Notes to the financial statements as at December 31, 2017 (continued)

As at September 13, 2017, the Board of Directors of the SICAV-SIF resolved to appoint Cobas Asset Management S.A. as Investment Manager in replacement of Genesis Fund Management LLC with effect from October 18, 2017.

NOTE 5 COORDINATION FEE

Until August 28, 2017, the SICAV-SIF paid to the Administrative Coordinator a coordination fee not exceeding 1.25% per annum of the net assets of the SICAV-SIF calculated as of such Valuation Day and payable monthly in arrears.

NOTE 6 OTHER FEES PAYABLE

As at December 31, 2017, the other fees payable include mainly professional expenses and "taxe d'abonnement".

NOTE 7 DETAILS OF THE NET REALISED GAINS/LOSSES ON SALES OF INVESTMENTS

Details of the net realised gains/losses on sales of investments for the year ended December 31, 2017 were as follows:

		Realised gain	Realised loss	Net realised gain
ALTERNATIVE FUND SICAV-SIF - ALPHA GENESIS MULTI-ASSET STRATEGY FUND	USD	504,753.05	-29,793.85	474,959.20

NOTE 8 DETAILS OF THE NET CHANGE IN UNREALISED APPRECIATION/DEPRECIATION ON INVESTMENTS

Details of the net change in unrealised appreciation/depreciation on investments for the year ended December 31, 2017 were as follows:

		Change in unrealised appreciation	Change in unrealised depreciation	Change in net unrealised appreciation/depreciation
ALTERNATIVE FUND SICAV-SIF - ALPHA GENESIS MULTI-ASSET STRATEGY FUND	USD	95,315.91	-228,138.64	-132,822.73

NOTE 9 SUBSEQUENT EVENT

The Board of Directors of the SICAV-SIF received the approval by the CSSF for the creation of the sub-fund ALTERNATIVE FUND SICAV-SIF - COBAS CONCENTRATED VALUE FUND and resolved that the first NAV of the sub-fund is January 2, 2018.

As at January 22, 2018, all outstanding shares of the sub-fund Alternative Fund SICAV-SIF - Alpha Genesis Multi-Asset Strategy Fund have been redeemed. Following the full redemption of shares, the sub-fund has been liquidated.

Alternative Fund SICAV-SIF

Other information to Shareholders (unaudited appendix)

SECURITIES FINANCING TRANSACTIONS REGULATION ("SFTR")

As at December 31, 2017, the SICAV-SIF is in the scope of the requirements of the Regulation (EU) 2015/2365 on transparency of Securities Financing Transactions and of Reuse. Nevertheless, no corresponding transactions were carried out during the year referring to the financial statements.

Alternative Fund SICAV-SIF

Other information to Shareholders (unaudited appendix) (continued)

TRANSPARENCY WITH INVESTORS: INFORMATION RELATING TO RISK MANAGEMENT

Alternative Fund SICAV-SIF - Multi Strategy Fund has been in instance of liquidation since August 28, 2017 without NAV calculation until its closing and until the calculation of the final NAV.

The SICAV-SIF had been put in liquidation, waiting for the launch of a new fund in January 2018 and in order to avoid closing the Alternative Fund SICAV-SIF structure.

Hence, we cannot disclose information relating to risk management.

REMUNERATION OF THE MEMBERS OF THE AIFM

The Management Company has adopted a Remuneration Policy which is in accordance with the principles established by the law of 12 July 2013 ("the AIFM Law").

The table below shows the total amount of the remuneration for the financial year, split into fixed and variable remuneration, paid by the AIFM to its staff. The table has been prepared taking into consideration point 162 of section 14.1 of the ESMA remuneration guidelines relating to the confidentiality and data protection in presenting the remuneration information.

	Number of beneficiaries	Total remuneration (EUR)	Fixed remuneration (EUR)	Variable Remuneration (target or discretionary bonuses, parts remuneration) (EUR)
Total remuneration paid by the AIFM during the financial year	15	3	2	1

Additional explanation

- The beneficiaries reported is composed of the risk takers (including the 3 Conducting Officers based in Luxembourg) and the staff of the AIFM dedicated to AIFM activities for all the Funds under management, remunerated by the Management Company.
- The benefits have been attributed according to criteria such as level of seniority, hierarchic level, or other eligibility criteria, not taking into account performance criteria, and are thus excluded from the Fixed or Variable remuneration figures provided above.
- Total fixed and variable remuneration disclosed is based on apportionment of AUM represented by the SICAV-SIF
- The annual review for the Year ended 31 December 2017 had not been finalised as at the date of this report. The 2016 annual review outcome showed no exception.
- There have been no changes to the adopted remuneration policy since its implementation.

