

ENNISMORE SMALLER COMPANIES PLC
(An Investment Company With Variable Capital)

Annual Report and Audited Financial Statements
for the year ended 31 December 2018

ENNISMORE SMALLER COMPANIES PLC

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ENNISMORE SMALLER COMPANIES PLC

COMPANY DETAILS

DIRECTORS

Nicholas Durlacher (British) (Chairman)*
Lars Gårdö (Swedish)*
Matthew Minch (Irish)*
Geoff Oldfield (British)
Paul McNaughton (Irish)*
Andrew Blair (British)

INVESTMENT MANAGER

Ennismore Fund Management Limited
Kensington Cloisters
5 Kensington Church Street
London W8 4LD
United Kingdom

Telephone: +44 (0)20 7368 4200

E-Mail: es@ennismorefunds.com

DEPOSITARY

Northern Trust Fiduciary Services (Ireland) Limited
Georges Court
54-62 Townsend Street
Dublin 2
Ireland

SECRETARY

Northern Trust International Fund Administration
Services (Ireland) Limited
Georges Court
54-62 Townsend Street
Dublin 2
Ireland

REPRESENTATIVE OF THE FUND IN SWITZERLAND

Bastion Partners Office SA
Route de Chêne 61A
1208 Geneva
Switzerland

REGISTERED OFFICE

Georges Court
54-62 Townsend Street
Dublin 2
Ireland
Registered Number: 294512

REGISTRAR AND ADMINISTRATOR

Northern Trust International Fund Administration
Services (Ireland) Limited
Georges Court
54-62 Townsend Street
Dublin 2
Ireland

Telephone: +353 1 542 2000

INDEPENDENT AUDITORS

KPMG
Chartered Accountants, Statutory Audit Firm
90 South Mall
Cork
Ireland

LEGAL ADVISORS

McCann FitzGerald
Riverside One
Sir John Rogerson's Quay
Dublin 2
Ireland

PAYING AGENT OF THE FUND IN SWITZERLAND

Banque Heritage SA
Route de Chêne 61A
1208 Geneva
Switzerland

CORPORATE SERVICE PROVIDER

Bridge Consulting
Ferry House
48-53 Mount Street Lower,
Dublin 2,
Ireland

* Independent Directors

ENNISMORE SMALLER COMPANIES PLC

SUMMARY INFORMATION

ENNISMORE EUROPEAN SMALLER COMPANIES FUND PERFORMANCE

Year	Fund NAV ² GBP %	HSBC Index ³ GBP %	Fund NAV ² EUR%	HSBC Index ³ EUR%	MSCI Index ⁴ Loc Curr %
2018	4.0	(13.3)	2.9	(14.2)	(10.6)
2017	9.6	22.4	5.4	17.7	13.1
2016	14.5	19.2	(1.2)	2.9	7.2
2015	9.7	15.6	15.5	21.7	4.9
2014	6.4	(1.8)	14.0	5.2	4.7
2013	26.6	35.5	23.4	32.2	21.6
2012	8.4	20.2	11.6	23.6	15.6
2011	9.8	(20.7)	12.6	(18.6)	(9.3)
2010	18.4	21.9	22.8	25.9	6.8
2009	(1.6)	47.7	7.0	59.7	27.7
2008	(5.7)	(36.8)	(28.3)	(51.5)	(38.9)
2007	9.1	3.1	0.1	(5.5)	6.0
2006	8.4	30.5	10.6	33.2	19.1
2005	30.4	32.6	34.4	36.3	24.9
2004	23.5	24.6	22.9	24.4	12.2
2003	29.3	48.8	19.6	37.5	19.8
2002	6.2	(19.8)	(0.3)	(24.8)	(29.4)
2001	1.5	(18.3)	5.3	(15.6)	(16.4)
2000	35.6	(3.3)	34.3	(4.7)	(2.2)
1999 ¹	49.0	27.2	65.2	42.1	29.8
1999 ¹ – 2018	1253.3	463.6	950.8	335.6	101.0

¹Since inception on 27/1/99 ² Source: Administrator, Net Asset Value, net income reinvested for GBP A shares ³ Euromoney (formerly HSBC) Smaller European Total Return Index, Source: Bloomberg ⁴ MSCI Europe, local currencies, total return Source: Bloomberg. All performance figures net of fees.

ENNISMORE GLOBAL EQUITY FUND PERFORMANCE

Year	Fund NAV ² GBP %	Fund NAV ² GBP A %	Fund NAV ² EUR %	Fund NAV ² CHF %	Fund NAV ² EUR I %
2018	18.6	18.6	18.0	13.9	4.9
2017	1.3	1.3	(2.2)	5.4	–
2016	6.0	5.8	8.0	6.5	–
Since Launch ¹	27.4	27.1	24.6	27.8	4.9

¹Since inception of GBP, GBPA, EUR and CHF Share Classes on 03/10/2016, EUR I share class on 03/07/2018 ² Source: Administrator, Net Asset Value. All performance figures net of fees.

ENNISMORE SMALLER COMPANIES PLC

SUMMARY INFORMATION (continued)

FUND DETAILS

Ennismore Smaller Companies plc (the “Company”) was established on 8 October 1998, as an umbrella type investment company with segregated liability between sub-funds and with variable capital incorporated in Ireland in which different funds may be created from time to time. The Company is authorised by the Central Bank of Ireland (the “Central Bank”) as an Undertaking for Collective Investment in Transferable Securities in accordance with the provisions of the European Communities (Undertakings for Collective Investment in Transferable Securities) (“UCITS”) Regulations 2011 (“the UCITS Regulations”) and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015 (the “Central Bank UCITS Regulations”). This, however, does not constitute a warranty by the Central Bank as to the financial standing or creditworthiness of the Company and the Central Bank will not be liable by virtue of its authorisation of the Company, or by reason of its exercise of the functions conferred on it by the Companies Act 2014, for the performance or default of the Company.

The Company has two sub-funds, the Ennismore European Smaller Companies Fund and the Ennismore Global Equity Fund (each individually the “Fund” and collectively the “Funds”). The Ennismore European Smaller Companies Fund launched on 27 January 1999 with the issue of a single class of shares (GBP “A” shares). In January 2011 three additional share classes were issued: GBP “B” shares, EUR “A” shares and EUR “B” shares. The Ennismore Global Equity Fund launched on 3 October 2016 with the issue of four share classes: EUR, GBP, GBP A and CHF shares. A new share class launched on 2 July 2018, Class EUR I Shares in the Ennismore Global Equity Fund. The Initial Offer Period for a new share class, USD I Shares, closed at 5pm on 31 December 2018.

The fee rates and liquidity terms are the same for all share classes. The classes differ in that the performance fees are based on performance in the class currency and that the performance fee for “A” shares is calculated at share class level. For the other share classes an equalisation method is used.

The Funds are registered with the Financial Conduct Authority (“FCA”) in the UK. The Funds have been granted Reporting Status for the GBP, EUR and CHF denominated share classes for UK Capital Gains purposes.

INVESTMENT OBJECTIVE

The objective of the Ennismore European Smaller Companies Fund is to achieve capital growth by investing principally in small capitalisation European equity securities.

The objective of the Ennismore Global Equity Fund is to generate long term capital growth by investing principally in equity securities listed on stock exchanges in developed markets.

Both Funds aim to achieve positive absolute returns in each calendar year.

ENNISMORE SMALLER COMPANIES PLC

SUMMARY INFORMATION (continued)

DEALING

The dealing procedures should be read in conjunction with the following important notice section below. The Dealing Day is each Business Day. Applications for issue and repurchase of redeemable participating shares (“Shares”) must be received by the Administrator prior to 5.00pm (Dublin time) on the Business Day preceding a Dealing Day in order to be dealt with on that Dealing Day. Any applications received after 5.00pm (Dublin Time) on the Business Day immediately preceding the Dealing Day shall, unless otherwise determined by the Administrator, be processed on the next following Dealing Day.

Applications should be addressed to the Administrator:

Northern Trust International Fund Administration Services (Ireland) Limited
Georges Court
54-62 Townsend Street
Dublin 2
Ireland

Tel: +353 1 542 2000

Fax: +353 1 670 1181

IMPORTANT NOTICE

If you are interested in investing, please contact Eleanor Scott on +44 (0) 20 7368 4219 or email subs@ennismorefunds.com. The number of shares in issue Ennismore European Smaller Companies Fund is capped and we have a waiting list of clients that want to invest as and when capacity becomes available through redemptions. The Ennismore Global Equity Fund is currently open for new investment. Redemptions can be made through the Administrator, as described above.

CHARGES PAID BY THE FUNDS

Investment Management Fees

The Funds pay Ennismore Fund Management Ltd, (the “Investment Manager”) a fee of:

2% per annum of the NAV of the Funds payable monthly in arrears.

20% per annum performance fee on value added. The performance fee on Class A shares is calculated based on the excess of the Net Asset Value per “A” share at the end of the calendar year over the Net Asset Value per “A” share on the last dealing day of the latest year in which the performance fee was paid.

The performance fee on the other share classes is equal to 20% of the appreciation in the Net Asset Value per Share during that Calculation Period above the Base Net Asset Value per Share.

The Base Net Asset Value per Share is the greater of the Net Asset Value per Share at the time of issue of that share and the highest Net Asset Value per Share achieved as at the end of any previous Calculation Period (if any) during which such share was in issue.

The performance fee in respect of each Calculation Period will be calculated by reference to the Net Asset Value before deduction for any accrued performance fees. Any performance fee is paid annually in January for performance achieved in the previous calendar year. Please see note 11 for details of these fees.

ENNISMORE SMALLER COMPANIES PLC

SUMMARY INFORMATION (continued)

CHARGES PAID BY THE FUNDS (continued)

Administration Fees

Northern Trust International Fund Administration Services (Ireland) Limited (the “Administrator and Registrar”) is paid an administration charge and fees in respect of its duties as Administrator and Registrar by the Funds. The administration fee accrues and is calculated daily and paid monthly in arrears. It is charged at a rate of 0.07% per annum on the first £50 million of the Net Asset Value of each Fund on the last Dealing Day of each month and 0.06% per annum on the Net Asset Value of each Fund in excess of £50 million. This is subject to a minimum fee of £5,000 per month for each Fund with up to four Share Classes and £5,250 per month for each Fund with five or more Share Classes. The Administrator is also entitled to Shareholder dealing fees of £15 per Shareholder transaction and a Shareholder account fee of £15 per Shareholder account. The fees payable to the Administrator may be varied from time to time by agreement with the Company subject to the minimum disclosed above. Any such variation is notified to Shareholders. The fees are exclusive of value added tax (if any) payable by the Funds.

Depository Fees

Northern Trust Fiduciary Services (Ireland) Limited acts as Depository to the Funds (the “Depository”). The Depository is paid by each Fund with fees accruing and calculated daily and payable monthly in arrears. Fees are charged at a rate of 0.0225% per annum of the NAV of each Fund subject to a monthly minimum fee of £1,000.

Additionally, the Depository is entitled to be reimbursed for all sub-custody fees and charges (charged at normal commercial rates). The fees payable to the Depository may be varied from time to time by agreement with the Company. Any increase in the fees payable will be notified to Shareholders. The fees are exclusive of value added tax (if any) payable by the Funds.

CHARGES PAID TO THE FUND

Purchase or Redemption Charge

A redemption charge of 2% of redemptions from the Ennismore European Smaller Companies Fund is payable to that Fund. No charge is currently being made on subscriptions. This charge is intended to cover the costs of the Fund investing or divesting in the underlying markets as a consequence of investor activity. There is no purchase or redemption charge applicable to the Ennismore Global Equity Fund.

DIRECTORS

The Directors of the Company are as follows:

Nicholas Durlacher (British) (Chairman)

Mr Durlacher was Chairman of the Balancing and Settlement Code Company, ELEXON and the Panel overseeing the New Electricity Trading Arrangements in Great Britain from 2000 to 2010. He was also Chairman of EMX Co Ltd, the electronic messaging platform for unitised financial products within Europe from February 2000 to January 2007. He was formerly Chairman of The Securities and Futures Authority from 1995 to 31 March 2001. Between 1992 and 1995 he was Chairman of LIFFE, the world’s second largest derivative exchange, having been elected a member of the LIFFE board in 1984. Between 1986 and 1996 he was Chief Executive and then Chairman of BZW Futures Limited. Between 2016 and 2018, Mr Durlacher was Chairman of Xoserve owned by various UK Gas Transporter and Transmission Companies involved in services to the gas shipping and transportation industry in Great Britain.

ENNISMORE SMALLER COMPANIES PLC

SUMMARY INFORMATION (continued)

DIRECTORS (continued)

Lars Gårdö (Swedish)

Mr Gårdö has been a Senior Advisor of 3i (Nordic) plc. From 1993 to 2001, Mr Gårdö was President and Chief Executive Officer of Atle AB, a venture capital company quoted on the Stockholm Stock Exchange. From 1985 to 1993, Mr Gårdö was president of Ax Trade AB, a large publicly owned trading conglomerate. Between 1979 and 1984, Mr Gårdö was Executive Vice President of Hexagon AB, where he was responsible for finance and acquisitions. Mr Gårdö's positions prior to this include that of Financial Controller of the Agricultural Finance Corporation in Nairobi.

Matthew Minch (Irish)

Mr Minch has been a Director of Tilman Brewin Dolphin Ltd (formerly Tilman Asset Management Ltd) since 1995, and assumed the role of Chief Executive in June 2014. From 1989 to 1995, Mr Minch worked as a management consultant in the area of company restructuring and acquisition advice for a number of Irish companies, particularly in the food sector. Prior to that, he was Managing Director of Minch Norton plc, Ireland's largest malt manufacturer. Mr Minch is a fellow of the Chartered Institute of Management Accountants.

Geoff Oldfield (British)

Mr Oldfield founded the Investment Manager in 1998. Before that he was a Director and Senior Fund Manager at Baring Asset Management where he was responsible for European smaller companies. From 1993 to 1994, he worked at Enskilda Securities in Frankfurt researching and marketing German smaller companies. Prior to this, Mr Oldfield was a European Fund Manager at Gartmore and at Midland Montagu. He is a CFA Charterholder and an Associate of the Chartered Institute of Bankers.

Paul McNaughton (Irish)

Mr McNaughton was a Managing Director and former Global Head of Fund Administration and Custody for Deutsche Bank Group. Mr McNaughton was also Chief Executive of Deutsche Bank Group's fund administration and custody business in Ireland for ten years. Prior to this, Mr McNaughton held several senior management positions in the financial services industry in Ireland, including General Manager of IFSC operations with the Investment Bank of Ireland from 1987 to 1991. He is also currently a director of a number of Irish investment companies.

Andrew Blair (British)

Mr Blair joined Ennismore Fund Management in May 2004 as a Director and Chief Operating Officer. He started his career with Price Waterhouse in 1985, where he qualified as a chartered accountant. After 7 years, he moved to CAL Futures Ltd, a derivatives broker and fund manager. That business was acquired by Union PLC, where he became Group Finance Director. Subsequently, he worked for tapX Ltd as COO. He holds a BA in Accountancy Studies from Exeter University.

ENNISMORE SMALLER COMPANIES PLC
SUMMARY INFORMATION (continued)

FUND DEVELOPMENT – ENNISMORE EUROPEAN SMALLER COMPANIES FUND

Date	Fund Size (in millions)		NAV per GBP “A” Share	
	GBP	EUR	GBP	EUR
31/12/2018	393.5	438.4	132.82	147.98
31/12/2017	395.3	445.3	127.69	143.85
31/12/2016	365.5	428.2	116.52	136.50
31/12/2015	315.5	428.0	101.80	138.12
31/12/2014	286.1	368.6	92.79	119.57
31/12/2013	269.4	323.8	87.22	104.84
31/12/2012	209.8	258.6	68.89	84.94
31/12/2011	186.2	222.9	63.58	76.12
31/12/2010	99.3	115.9	57.90	67.57
31/12/2009	88.4	99.5	48.89	55.02
31/12/2008	146.9	151.9	49.69	51.40
31/12/2007	179.3	244.2	52.67	71.71
31/12/2006	177.5	263.6	48.28	71.66
31/12/2005	170.0	247.5	44.54	64.82
31/12/2004	128.7	181.7	34.15	48.24
31/12/2003	99.3	140.8	27.65	39.24
31/12/2002	68.7	105.3	21.49	32.98
31/12/2001	63.7	104.1	20.52	33.54
31/12/2000	60.4	95.2	20.21	31.84
31/12/1999	35.0	55.8	14.90	23.71
27/01/1999	9.9	14.2	10.00	14.35

FUND DEVELOPMENT – ENNISMORE GLOBAL EQUITY FUND

Date	Fund Size (in millions)		NAV per GBP “A” Share	
	GBP	EUR	GBP	EUR
31/12/2018	294.6	328.2	12.71	14.16
31/12/2017	166.7	187.79	10.72	12.08
31/12/2016	154.6	181.2	10.58	12.39
03/10/2016	51.3	58.7	10.00	11.44

ENNISMORE SMALLER COMPANIES PLC

DIRECTORS' REPORT

for the year ended 31 December 2018

The Directors present herewith their report, together with the audited financial statements for the year ended 31 December 2018.

Results

The results of operations for the year are set out in the Statement of Comprehensive Income on page 28.

Principal Activities

Ennismore Smaller Companies plc was established on 8 October 1998, as an umbrella type investment company with segregated liability between sub-funds and with variable capital incorporated in Ireland in which different funds may be created from time to time. The Company is authorised by the Central Bank of Ireland (the "Central Bank") as an Undertaking for Collective Investment in Transferable Securities in accordance with the provisions of the European Communities (Undertakings for Collective Investment in Transferable Securities) ("UCITS") Regulations 2011 ("the UCITS Regulations") and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015 (the "Central Bank UCITS Regulations"). This, however, does not constitute a warranty by the Central Bank as to the financial standing or creditworthiness of the Company and the Central Bank will not be liable by virtue of its authorisation of the Company, or by reason of its exercise of the functions conferred on it by the Companies Act 2014, for the performance or default of the Company. The Company has two sub-funds, the Ennismore European Smaller Companies Fund and the Ennismore Global Equity Fund. The Ennismore European Smaller Companies Fund launched 27 January 1999 with the issue of a single class of shares (GBP "A" shares). In January 2011 three additional share classes were issued: GBP "B" shares, EUR "A" shares and EUR "B" shares. The Ennismore Global Equity Fund launched 3 October 2016 with the issue of four share classes: EUR, GBP, GBP A and CHF shares. The Initial Offer Period for a new share class, EUR I Shares, closed at 5pm on 2 July 2018. The Initial Offer Period for a new share class, USD I Shares, closed at 5pm on 31 December 2018.

The fee rates and liquidity terms are the same for all share classes. The classes differ in that the performance fees are based on performance in the class currency and that the performance fee for "A" shares is calculated at share class level. For the other share classes an equalisation method is used.

Review of development of the business and future developments

A detailed review of the business and future developments is included in the Investment Manager's Report on pages 17 to 24. The Company will continue to act as an investment vehicle as set out in its Prospectus.

Analysis of key performance indicators

The analysis of the Company's key performance indicators ("KPIs") is contained in the Investment Manager's Report on pages 17 to 24.

ENNISMORE SMALLER COMPANIES PLC
DIRECTORS' REPORT
for the year ended 31 December 2018 (continued)

Directors' and Secretary's interests

The following Directors held shares in the Company at the year end:

Ennismore European Smaller Companies Fund

	No. of GBP Class A Shares 31/12/2018	No. of GBP Class A Shares 31/12/2017	No. of EUR Class A Shares 31/12/2018	No. of EUR Class A Shares 31/12/2017
Nicholas Durlacher*	6,190	6,190	-	-
Lars Gårdö**	5,802	5,730	541	536
Matthew Minch***	3,907	3,836	537	537
Geoff Oldfield****	130,957	130,442	-	-
Paul McNaughton	-	-	42,319	41,823
Andrew Blair*****	12,075	11,846	-	-

*of which 300 shares were held through his ISA administered by Rathbone (2017: 300)

** of which no shares were held through his own company; Dikarsbo Holding AB (2017:5,038)

***all shares registered under Fundsettle EOC Nominees (2017: all shares)

****of which 19,554 shares were held through his Self Invested Pension Plan administered by Sippdeal (2017: 19,554) and 6,597 shares were held through his ISA's administered by Killik & Co (2017: 6,597) and 26,312 shares are held by close family members (2017: 25,947)

***** of which 8,809 shares were held through this Self Invested Pension Plan administered by Sippdeal (2017: 8,580)

None of the Directors had a service contract with the Company. As at 31 December 2018, Geoff Oldfield had a beneficial interest in 130,957 (2017: 130,442) shares and a non-beneficial interest in 9,276 (2017: 15,196) shares through his connected persons. The Secretary did not hold any interest in the shares of the Company at any time during the year (2017: Nil).

Ennismore Global Equity Fund

	No. of GBP Class A Shares 31/12/2018	No. of GBP Class A Shares 31/12/2017	No. of GBP Class Shares 31/12/2018	No. of GBP Class Shares 31/12/2017
Nicholas Durlacher*	1,500	1,500	-	-
Lars Gårdö**	-	-	14,747	14,747
Matthew Minch	-	-	-	-
Geoff Oldfield***	1,095,395	1,048,992	-	-
Paul McNaughton	-	-	-	-
Andrew Blair	14,925	14,925	-	-

* all shares were held through his ISA administered by Rathbone

** all shares were held through his own company; Dikarsbo Holding AB

***of which 800,000 shares were held in his own name, 3,332 shares were held through his ISAs administered by Killik & Co and 292,063 shares are held by close family members (2017: of which 800,000 shares were held in his own name, 3,332 shares were held through his ISAs administered by Killik & Co and 245,659 shares held by close family members)

Transactions Involving Directors

The Board of Directors is not aware of any contracts or arrangements of any significance in relation to the business of the Company in which the Directors had any interest as defined in the Companies Act 2014 at any time during the year ended 31 December 2018 (2017: Nil) other than those disclosed in note 10 Related party transactions.

Directors' Fees

Directors' fees for the year are stated in note 10 of the financial statements.

ENNISMORE SMALLER COMPANIES PLC
DIRECTORS' REPORT
for the year ended 31 December 2018 (continued)

Connected Persons

The Central Bank UCITS Regulations require that if any transaction is carried out with a UCITS by a management company or depositary to the UCITS, the delegates or sub-delegates of the management company or depositary and any associated group of such a management company, depositary, delegate or sub-delegate ("Connected Persons") must be carried out as if negotiated at arm's length. Transactions must be in the best interests of the shareholders. The Directors are satisfied that there are arrangements (evidenced by written procedures) in place to ensure that the obligations set out in Regulation 41(1) of the Central Bank UCITS Regulations are applied to all transactions with connected persons, and are satisfied that transactions with connected persons entered into during the year complied with the obligations set out in Regulation 41(1) of the Central Bank UCITS Regulations.

Dividends

No distribution is being declared in respect of the year ended 31 December 2018 (2017: Nil).

Risk management objectives and policies

The principal risks and uncertainties faced by the Company are market price risk, credit risk, currency risk and liquidity risk, which are outlined in note 15 of the financial statements.

Directors

The Directors who served at any time during the year are as follows:

- Nicholas Durlacher
- Lars Gårdö
- Matthew Minch
- Geoff Oldfield
- Paul McNaughton
- Andrew Blair

Significant events during the year

The significant events affecting the Company during the year are disclosed in note 19 to the financial statements.

Significant events since year end

The significant events affecting the Company since year end are disclosed in note 20 to the financial statements.

Securities lending

No securities lending took place during the year ended 31 December 2018 (2017: GBP Nil).

Auditors

In accordance with Section 382(2) of the Companies Act 2014, the auditor, KPMG Chartered Accountants will continue in office.

ENNISMORE SMALLER COMPANIES PLC
DIRECTORS' REPORT
for the year ended 31 December 2018 (continued)

Corporate Governance

Regulation 13 of the European Communities (Directive 2006/46/EC) Regulation 2011, which took effect from 19 November 2009 requires the Company to include a corporate governance statement in the Director's Report. The Company is subject to corporate governance practices imposed by:

- (i) The Irish Companies Act 2014, which is available for inspection at the registered office of the Company; and may also be obtained at: <http://www.irishstatutebook.ie/home.html>.
- (ii) The Articles of Association of the Company which are available for inspection at the registered office of the Company at Georges Court, 54-62 Townsend Street, Dublin 2, Ireland; and
- (iii) The Central Bank of Ireland in their UCITS Regulations and Guidance Notes which can be obtained from the Central Bank of Ireland website at: <http://www.financialregulator.ie/industry-sectors/funds/Pages/default.aspx> and are available for inspection at the registered office of the Company.

The Company is not subject to the European Communities (Takeover Bids (Directive 2004/25/EC)) Regulations 2006 and therefore not required to include information relating to voting rights and other matters required by those Regulations and specified by the Companies Act 2014.

The Board of Directors is committed to maintaining the highest standards of corporate governance and is accountable to its shareholders for the governance of the Company's affairs.

The Board has put in place a framework for corporate governance which it believes is appropriate for a collective investment scheme and which will enable the Company to comply with the relevant provisions of the Irish Funds Industry Association Corporate Governance Code for Collective Investment Schemes and Management Companies (the "Code") which became effective on 1 January 2012 and is available at <http://www.irishfunds.ie/fs/doc/publications/corporate-governance-code-for-collective-investment-schemes-and-management-companies.pdf>.

Statement of Compliance

The Board of Directors voluntarily adopted the Code on 29 November 2012. The Company was in compliance with the Corporate Governance Code during the year and no exceptions were noted.

Accounting Records

The Directors are responsible for ensuring that adequate accounting records as outlined in Section 281 of the Companies Act 2014 are kept by the Company. To achieve this, the Directors of the Company have employed Northern Trust International Fund Administration Services (Ireland) Limited (the "Administrator") for the year ended 31 December 2018 in order to ensure that those requirements are complied with for purpose of keeping adequate accounting records. The accounting records are located at the office of the Administrator at Georges Court, 54-62 Townsend Street, Dublin 2, Ireland.

Internal control and risk management systems relating to the financial reporting process

The Board of Directors is responsible for ensuring that appropriate internal control and risk management procedures relating to the financial reporting process are in place. Those systems are designed to manage, rather than eliminate risks, and can provide only reasonable, not absolute, assurance against material misstatement or loss.

The Company is responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the Company and which enable it to ensure that the financial statements are prepared in accordance with accounting standards generally accepted in Ireland and which comply with the Companies Act 2014 and the UCITS Regulations.

ENNISMORE SMALLER COMPANIES PLC
DIRECTORS' REPORT
for the year ended 31 December 2018 (continued)

Internal control and risk management systems relating to the financial reporting process (continued)

The Company has procedures to ensure all relevant accounting records are properly maintained and are readily available, including production of annual and half-yearly financial statements. The annual and half-yearly financial statements of the Company are required to be approved by the Board of Directors of the Company and filed with the Central Bank.

The Company has appointed an independent administrator to maintain the accounting records. The Administrator is authorised and regulated by the Central Bank and is required to comply with rules issued by the Central Bank in the conduct of its business. The Board of Directors receives and considers reports from the Administrator on a regular basis. It also considers and evaluates reports by independent auditors concerning the operation of controls over its financial accounting and reporting process.

Shareholders' meetings and rights

The convening and conduct of Shareholders' meetings is governed by the Articles of Association of the Company and the Companies Act. Although the Directors may convene an extraordinary general meeting of the Company at any time, the Directors are required to convene an annual general meeting of the Company within eighteen months of incorporation and fifteen months of the date of the previous annual general meeting thereafter.

Shareholders representing not less than one-tenth of the paid up share capital of the Company may also request the Directors to convene a Shareholders' meeting. Not less than twenty one days' notice of every annual general meeting and any meeting convened for the passing of a special resolution must be given to shareholders, and fourteen days' notice must be given in the case of any other general meeting, unless the auditors of the Company and all the shareholders of the Company entitled to attend and vote agree to shorter notice.

Two members present either in person or by proxy constitute a quorum at a general meeting, provided that the quorum for a general meeting convened to consider any alteration to the class rights of shares is two shareholders holding or representing by proxy at least one third of the issued shares of the relevant fund or class.

Every holder of participating shares or non-participating shares present in person or by proxy who votes on a show of hands is entitled to one vote. On a poll, every holder of participating shares present in person or by proxy is entitled to one vote in respect of each share held by him and every holder of non-participating shares is entitled to one vote in respect of all non-participating shares held by him.

The Chairman of a general meeting of the Company, or at least two members present in person or by proxy, or any holder or holders of participating shares present in person or by proxy, representing at least one tenth of the shares in issue, having the right to vote at such meeting, may demand a poll.

Shareholders may resolve to sanction an ordinary resolution or special resolution at a Shareholders' meeting. An ordinary resolution of the Company or of the Shareholders of a particular fund or class requires a simple majority of the votes cast by the Shareholders voting in person or by proxy at the meeting at which the resolution is proposed. A special resolution of the Company, or of the Shareholders of a particular fund or class, requires a majority of not less than 75% of the Shareholders present in person or by proxy and voting in general meeting in order to pass a special resolution, including a resolution to amend the Articles of Association.

ENNISMORE SMALLER COMPANIES PLC
DIRECTORS' REPORT
for the year ended 31 December 2018 (continued)

Composition and operation of the Board of Directors

The business of the Company is managed by the Directors, who exercise all such powers of the Company except such powers as are required by the Companies Act or by the Articles of Association of the Company to be exercised by the Company in general meeting.

Unless otherwise determined by an ordinary resolution of the Company in a general meeting, the number of Directors may not be less than two. Currently the Board of Directors of the Company is composed of six Directors, being those listed on page 1 of these financial statements.

A Director may, and the Company Secretary of the Company on the requisition of a Director will, at any time summon a meeting of the Directors. Questions arising at any meeting of the Directors are determined by a majority of votes. In the case of an equality of votes, the Chairman has a second or casting vote. The quorum necessary for the transaction of business at a meeting of the Directors is two.

Audit Committee

The Company has an audit committee in place.

The Directors have delegated the day to day investment management and administration of the Company to the Investment Manager and to the Administrator respectively. The Directors have also appointed Northern Trust Fiduciary Services (Ireland) Limited as Depositary of the assets of the Company.

Directors' Remuneration

In line with the requirements of the UCITS Regulations, the Company is required to adopt remuneration policies which are consistent with the principles outlined in the UCITS V Directive. The remuneration policies are designed to ensure that any relevant conflicts of interest can be managed appropriately at all times and that the remuneration of the Company's senior staff is in line with the risk policies and objectives of the Funds it manages. The Remuneration Policy adopted by the Company applies to "Identified Staff". The Company's Identified Staff are its Directors who received, in aggregate GBP 83,444 (2017: GBP 75,000) in fixed remuneration. No variable remuneration was paid by the Company to its Identified Staff. Please refer to the remuneration disclosure on page 108 for more information. The Investment Manager also employs four portfolio managers and three senior managers whose activities have a material impact on the risk profile of the Company. Please refer to the remuneration disclosure on page 108 for more information.

Directors' compliance statement

The Directors acknowledge that they are responsible for securing the Company's compliance with the relevant obligations as set out in Section 225 of the Companies Act 2014.

The Directors confirm that:

- 1) A compliance policy document has been drawn up that sets out policies that in our opinion are appropriate to the Company, respecting compliance by the Company with its relevant obligations.
- 2) Appropriate arrangements or structures are in place that are, in our opinion, designed to secure material compliance with the Company's relevant obligations, and
- 3) During the financial year, the arrangements or structures referred to in (2) have been reviewed.

ENNISMORE SMALLER COMPANIES PLC
DIRECTORS' REPORT
for the year ended 31 December 2018 (continued)

Statement of Relevant Audit Information

The Directors confirm that during the financial year end 31 December 2018:

- 1) So far as the Directors are aware, there is no relevant audit information of which the Company's statutory auditors are unaware, and
- 2) The Directors have taken all the steps that they ought to have taken as Directors in order to make themselves aware of any relevant audit information and to establish that the Company's statutory auditors are aware of that information.

On behalf of the Board of Directors



Matthew Minch



Paul McNaughton

Date: 28 March 2019

ENNISMORE SMALLER COMPANIES PLC STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Directors are responsible for preparing the Directors' Report and financial statements, in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union (EU) and applicable law.

Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the assets, liabilities and financial position of the Company and of its changes in net assets attributable to holders of redeemable participating shares for that year. In preparing the financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable Accounting Standards have been followed, subject to any material departures disclosed and explained in the Financial Statements;
- assess the Company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

The Directors are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the assets, liabilities, financial position and profit or loss of the Company and enable them to ensure that its financial statements comply with the Companies Act 2014, the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48 (1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company. In this regard they have entrusted the assets of the Company to a trustee for safe-keeping. They are responsible for such internal controls as they determine necessary to enable the preparation of Financial Statements that are free from material misstatement, whether due to fraud or error, and to prevent and detect fraud and other irregularities. The Directors are also responsible for preparing a Directors' Report that complies with the requirements of the Companies Act 2014.

The Directors of the Investment Manager are responsible for the maintenance and integrity of the corporate and financial information included on the website of Ennismore Fund Management Limited. Legislation in the Republic of Ireland governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

On behalf of the Board of Directors



Matthew Minch



Paul McNaughton

Date: 28 March 2019

ENNISMORE SMALLER COMPANIES PLC
DEPOSITARY REPORT
to the Shareholders of Ennismore Smaller Companies plc

We, Northern Trust Fiduciary Services (Ireland) Limited, appointed Depositary to Ennismore Smaller Companies plc (the "Company") provide this report solely in favour of the Shareholders of the Company for the year ended 31 December 2018 ("Annual Accounting Period"). This report is provided in accordance with the UCITS Regulations – European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (SI No 352 of 2011), as amended which implemented Directive 2009/65/EU into Irish Law ("the Regulations"). We do not, in the provision of this report, accept nor assume responsibility for any other purpose or person to whom this report is shown.

In accordance with our Depositary obligation as provided for under the Regulations, we have enquired into the conduct of the Company for the Annual Accounting Period and we hereby report thereon to the shareholders of the Company as follows;

We are of the opinion that the Company has been managed during the Accounting Period, in all material respects:

- (i) in accordance with the limitations imposed on the investment and borrowing powers of the Company by the constitutional documents and by the Regulations; and
- (ii) otherwise in accordance with the provisions of the constitutional document and the Regulations.



For and on behalf of

Northern Trust Fiduciary Services (Ireland) Limited
Georges Court
54-62 Townsend Street
Dublin 2

Date: 28 March 2019

ENNISMORE SMALLER COMPANIES PLC

INVESTMENT MANAGER'S REPORT

to the Shareholders of Ennismore Smaller Companies plc

OVERVIEW

The Company had assets under management of GBP 688.5m as at 31st December 2018. Assets under management in the Ennismore Global Equity Fund and the Ennismore European Smaller Companies Fund were GBP 294.8m and GBP 393.7m respectively. Both Funds follow our established approach of value-based stock selection, using in-house research, on a long and short basis and are managed with the aim of delivering positive absolute returns in each calendar year.

The development of each of the Funds during the year is discussed below.

ENNISMORE EUROPEAN SMALLER COMPANIES FUND

Performance

The Net Asset Value (NAV) per share of the GBP Class A shares increased by 4.0% in 2018. This compares to decreases of 13.3% in the Euromoney Smaller European Total Return Index (in sterling) and of 10.6% in the MSCI Daily Total Return Index (in local currencies). The Fund's NAV per share for the EUR Class A shares increased by 3.0% while the Euromoney Smaller European Total Return Index decreased by 14.2% (in euros).

Performance for all share classes is shown in the following table.

Monthly Returns

	Share Class ²					HSBC Index ³		MSCI Index ⁴
	GBP A £	GBP A €	GBP B	EUR A	EUR B	GBP	EUR	(local)
NAV per Share¹	132.82	147.98	22.44	21.36	21.44			
Period	% Change					% Change		
December 18	0.2	-1.0	0.2	-0.7	-0.7	-5.3	-6.4	-5.3
November 18	2.3	2.2	2.3	2.2	2.3	-2.3	-2.5	-0.9
October 18	-1.0	-0.6	-1.0	-0.7	-0.7	-7.5	-7.0	-5.4
September 18	0.3	0.8	0.3	0.7	0.7	-1.8	-1.2	0.3
August 18	1.1	0.8	1.1	0.8	0.8	0.1	-0.3	-2.4
July 18	0.3	-0.6	0.3	-0.4	-0.4	2.1	1.3	3.3
June 18	2.0	1.2	2.0	1.1	1.2	-0.4	-1.1	-0.3
May 18	0.9	0.9	0.9	1.0	0.9	1.8	1.9	-0.5
April 18	0.7	0.6	0.7	0.6	0.6	3.7	3.7	4.9
March 18	0.0	1.0	0.0	1.0	1.0	-2.6	-1.9	-1.9
February 18	-0.8	-1.8	-0.8	-1.8	-1.8	-2.0	-3.2	-3.5
January 18	-2.0	-0.7	-2.0	-0.7	-0.7	0.5	2.0	1.1
2018	4.0	2.9	4.0	3.0	3.1	-13.3	-14.2	-10.6
Annualised return⁵	14.0	12.5	10.7	10.1	10.1	9.1	7.7	3.6
Since launch⁵	1253.3	950.8	124.4	113.6	114.4	463.6	335.6	101.0

¹Source: Administrator, Net Asset Value. ²Source: Administrator, Net Asset Value, net income reinvested. ³Source: Bloomberg, Euromoney (formerly HSBC) Smaller European Total Return Index. ⁴Source: Bloomberg, MSCI Europe Index, local currencies, total return. ⁵Since inception of GBP A share class on 27/01/99 to date, GBP B share class on 19/01/11 to date, EUR A and EUR B share classes on 31/01/11 to date. Note: All performance figures net of fees. Past performance is not a guide to future returns.

Comments below on performance refer to the NAV per share of the GBP Class A shares in sterling, exclude cash returns and are prior to expenses.

The Fund achieved its objective of delivering positive returns during the year for investors, notwithstanding the general decline in equity markets.

Long positions cost 2.7% of NAV and with an average weighting of 77% during the period, the implied return was -3.5%. The Fund's short exposure added 11.1% to NAV which, based on an average short exposure of 47%, implies that the underlying stocks decreased in value by an average of 23.6%.

ENNISMORE SMALLER COMPANIES PLC
INVESTMENT MANAGER'S REPORT
to the Shareholders of Ennismore Smaller Companies plc

ENNISMORE EUROPEAN SMALLER COMPANIES FUND (continued)

Monthly Returns (continued)

The largest contributions on the long side came from IntegraFin (+1.1%), Etsy, (+1.1%), Oslo Bors (+0.7%) and MSG LIFE (+0.4%). The major detractors in the long book included Costain Group (-1.4%), Cegedim (-1.3%), Kongsberg Automotive (-1.2%) and Sto (-1.1%).

Overall, the short book added 11.1% to NAV in the year with the largest contributions coming from IQE (+1.8%), RIB Software (+1.2%), a UK financial company (+1.2%) and a Swiss electronics manufacturer (+0.8%). The main detractors were a German financial services company (-1.4%), a UK retail distribution company (-1.1%), a European food services company (-0.8%).

Top Ten Holdings as at 31 December 2018*

	Company	Country	Sector	% of NAV	Performance Contribution (%)
1	JD Sports Fashion PLC	United Kingdom	Consumer Discretionary	5.5	0.2
2	METRO AG	Germany	Consumer Staples	4.6	0.3
3	Costain Group PLC	United Kingdom	Industrials	3.6	(1.4)
4	Oslo Bors VPS Holding ASA	Norway	Financials	3.2	0.7
5	Sto AG	Germany	Materials	2.7	(1.1)
6	Vossloh AG	Germany	Industrials	2.6	0.3
7	Renk AG	Germany	Consumer Discretionary	2.5	(0.4)
8	Tracsis PLC	United Kingdom	Information Technology	2.3	0.3
9	U and I Group PLC	United Kingdom	Real Estate	2.3	0.4
10	Cello Health PLC	United Kingdom	Consumer Discretionary	2.3	(0.4)
			Total	31.6	

* Excludes short exposure

Portfolio Activity

Our ten largest holdings account for 31.6% (2017: 32.0%) of the Fund's total NAV at the end of December. JD Sports is the largest position within the portfolio for the fifth year running, whilst 6 others from 2017 remain in the top 10, being METRO, Costain, Oslo Bors, Sto, Renk and Cello Health. Vossloh, a German rail infrastructure manufacturer, was a new position for the Fund in the year whilst our existing positions in both Tracsis and U and I Group returned to the top 10 due to positive performance. The 2018 top 10 entrants replaced Cegedim, Kongsberg Automotive and VIB Vermoegen. Cegedim's share price declined during the year but we maintained our holding. Our positions in Kongsberg Automotive and VIB Vermoegen were reduced during the year, the former also declining in value due to a fall in its share price.

ENNISMORE SMALLER COMPANIES PLC
INVESTMENT MANAGER'S REPORT
to the Shareholders of Ennismore Smaller Companies plc

ENNISMORE EUROPEAN SMALLER COMPANIES FUND (continued)

Portfolio Activity (continued)

Exposures by Country, Market Cap and Sector as a Percentage of NAV at 31 December 2018

Country	Gross%	Net%	Market Cap	Gross%	Net%	Sector	Gross%	Net%
Austria	1.8	0.8	>£2bn	35.8	7.5	Consumer Discretionary	32.7	12.0
Belgium	1.6	0.9	£700m - £2bn	10.7	-2.3	Consumer Staples	7.2	4.6
France	4.7	1.7	£200m - £700m	43.8	18.0	Energy	0.3	0.2
Germany	28.5	10.7	<£200m	20.7	15.4	Financials	11.1	7.5
Hong Kong	1.7	-1.7				Health Care	4.4	0.8
Ireland	0.8	0.7				Industrials	17.3	9.9
Italy	4.6	2.7				Information Technology	23.9	-3.3
Luxembourg	1.1	1.1				Materials	4.0	2.9
Netherlands	2.4	-0.1				Real Estate	8.0	2.8
Norway	6.3	6.2				Telecommunication	2.1	1.2
Sweden	1.8	0.0				Utilities	0.0	0.0
Switzerland	4.1	-3.2				Other	0.0	0.0
UK	44.9	20.0						
US	5.4	-0.6						
Other	1.3	-0.6						

Geographic analysis relates to country of incorporation or listing. This may not represent the underlying economic exposure of the operating business.

Portfolio as at 31 December 2018

Longs %	Shorts %	Gross Exposure %	Net Exposure %
74.8 (77.2)	36.2 (48.5)	111.0 (125.7)	38.6 (28.7)

Figures in brackets refer to 31 December 2017

The Fund's aggregate exposures are always a consequence of the investments that we make in individual companies and are not target levels that we set out to achieve. The net exposure of the portfolio decreased significantly over the year, primarily due to an increase in our short book, and is towards the lower end of the Fund's historic range. Gross exposure remains modest and, as always, the Fund has no external funding requirement.

ENNISMORE SMALLER COMPANIES PLC
INVESTMENT MANAGER'S REPORT
to the Shareholders of Ennismore Smaller Companies plc

ENNISMORE GLOBAL EQUITY FUND

Performance

For 2018, the Fund's NAV per share was up 18.6% in sterling, 18.0% in euro and up 13.9% in Swiss francs. In last year's report, we said we are not in this business to deliver single digit returns. We managed significantly better than that in 2018 and more importantly, we are happy with the Fund's overall performance since it launched.

Monthly Returns

	Share Class				
	GBP	GBP A	EUR	CHF	EUR I
NAV per share¹	12.74	12.71	12.46	12.78	10.49
Period	% Change				
December 18	-2.8	-3.0	-3.8	-4.1	-3.0
November 18	0.5	0.5	0.5	-0.2	0.4
October 18	0.8	0.8	1.1	1.5	0.6
September 18	0.9	0.9	1.4	2.1	0.9
August 18	4.0	4.0	3.7	1.2	3.8
July 18	1.8	1.9	1.1	1.1	2.2
June 18	5.9	5.9	5.3	6.1	
May 18	2.9	2.9	2.8	-0.6	
April 18	3.2	3.3	3.4	4.6	
March 18	-0.9	-0.9	-0.1	1.6	
February 18	5.8	5.9	5.0	4.5	
January 18	-3.1	-3.1	-5.3	1.0	
2018	18.6	18.6	18.0	13.9	4.9
Annualised return²	11.4	11.3	10.3	11.6	-
Since launch²	27.4	27.1	24.6	27.8	4.9

¹Source: Administrator, Net Asset Value. ²Since inception of GBP, GBP A, EUR and CHF share classes on 03/10/16, EUR I share class on 03/07/18. Note: All performance figures net of fees. **Past performance is not a guide to future returns.**

Long / Short Book Attribution for the Year by Share Class Currency

	GBP	EUR	CHF
2018	% Contribution		
Long	18.1	16.7	13.2
Short	9.8	9.8	9.5

Contribution is to Net Asset Value per Share and is prior to fees and expenses

We expect our long positions to compound value at double digit rates over our typical holding period, which is measured in years not months. In 2018 they contributed 18.1% (based on the GBP A share class). The implied return, based on an average exposure of 94%, was around 19.3%. The most significant contributor to the long book was Etsy Inc, adding 8.4% to NAV in 2018. Three other US names – Twitter Inc, Under Armour Inc and TripAdvisor Inc – contributed 3.1%, 2.6% and 2.4% respectively. Our position in Ryanair Holdings PLC cost 2.1% of NAV.

Our short book performed well, adding 9.8% to the Fund's NAV. Based on average short exposure of 48%, the implied return was around 20.4%. The gains were broadly spread across a number of positions. The main negative was, again, Wirecard AG which cost 2.7% of NAV.

ENNISMORE SMALLER COMPANIES PLC
INVESTMENT MANAGER'S REPORT
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ENNISMORE GLOBAL EQUITY FUND (continued)

Top Ten Holdings as at 31 December 2018*

	Company	Country	Sector	% of NAV	Performance Contribution (%)
1	METRO AG	Germany	Consumer Staples	7.3	1.3
2	SES SA	Luxembourg	Consumer Discretionary	7.2	1.8
3	Bayer AG	Germany	Health Care	5.4	(1.3)
4	Ryanair Holdings PLC	Ireland	Industrials	5.0	(2.1)
5	Schibsted ASA	Norway	Consumer Discretionary	4.9	1.6
6	Asos PLC	United Kingdom	Consumer Discretionary	4.6	(0.8)
7	Atos SE	France	Information Technology	4.5	0.3
8	Etsy INC	United States	Information Technology	4.5	8.4
9	Naspers LTD	South Africa	Consumer Discretionary	4.0	0.1
10	The Walt Disney Company	United States	Telecommunication	3.7	(0.3)
			Total	51.1	

* Excludes short exposure

Portfolio activity

The ten largest holdings account for 51.1% (2017: 57.0%) of the Fund's total NAV at the end of December, with 8 different names compared to 2017. It is therefore perhaps easier to first mention the two "remainders" being Schibsted and Etsy. Schibsted is the fifth largest position in 2018 (2017: 5th) with some increase in the holding over the year. We sold over 60% of our holding by number of shares in Etsy, our largest holding in 2017, however it retained its top ten position, due to a very strong share performance throughout the year. Six of the names, SES SA, Bayer AG, Ryanair, ATOS, Naspers and Walt Disney were new to the Fund this year. We also added to existing holdings in both ASOS and METRO AG, which resulted in the latter being the Fund's largest position at year end. Looking at the 8 names displaced from the top 10, we exited our position in TripAdvisor and sold most of our position in TPG Telecom Limited. The other positions, MTU, Under Armour, Twitter, Inmarsat, WM Morrison and Brentag remain holdings in the Fund.

Exposures by Country, Market Cap and Sector as a Percentage of NAV at 31 December 2018

Country	Gross%	Net%	Market Cap	Gross%	Net%	Sector	Gross%	Net%
United States	31.2	0.1	>\$10bn	35.3	10.2	Consumer Discretionary	36.4	25.6
Germany	25.6	15.7	\$5bn-\$10bn	47.7	37.2	Consumer Staples	11.6	9.9
United Kingdom	24.2	14.3	\$1bn-\$5bn	39.0	11.3	Energy	0.6	-0.6
France	8.9	4.8	<\$1bn	15.9	-6.2	Financials	6.6	3.6
Luxembourg	7.2	7.2				Health Care	11.2	0.3
Cayman Islands	5.2	-4.6				Industrials	20.2	12.1
Netherlands	5.2	4.4				Information Technology	37.6	1.8
Ireland	5.0	5.0				Materials	3.7	-3.7
Norway	4.9	4.9				Real Estate	1.4	-1.4
South Africa	4.6	3.4				Telecommunication	8.2	5.3
Italy	4.0	0.0				Utilities	0.4	-0.4
Other	11.9	-2.7				Other	0.0	0.0

Geographic analysis relates to country of incorporation or listing. This may not represent the underlying economic exposure of the operating business.

ENNISMORE SMALLER COMPANIES PLC
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to the Shareholders of Ennismore Smaller Companies plc

ENNISMORE GLOBAL EQUITY FUND (continued)

Portfolio activity (continued)

Portfolio as at 31 December 2018

Longs %	Shorts %	Gross Exposure %	Net Exposure %
95.2 (88.7)	42.7 (43.4)	137.9 (132.1)	52.5 (45.3)

Figures in brackets refer to 31 December 2017

OUTLOOK

Brexit

There remains considerable uncertainty about both the timing and terms of the UK's departure from the EU. The directors of the Company and the Investment Manager have given consideration to the possible outcomes of Brexit and their impact on the business.

Potentially the most disruptive scenario would be an abrupt departure of the UK from the EU on 12 April 2019 with no agreement regarding either the terms of withdrawal, or any transition period to an agreed future relationship (a "No Deal Brexit"). However, even in this scenario no material adverse impact on the operations of the Company is expected. In particular:

- (a) The necessary arrangements between regulators are now in place to permit the Company to continue to delegate management of its investment portfolio to the UK based Investment Manager following a No Deal Brexit;
- (b) Both sub-funds have registered with the FCA under its Temporary Permissions Regime meaning that they will continue to be authorised for distribution in the UK;
- (c) The Company is incorporated and regulated in Ireland and will remain an EU regulated UCITS so there is no change from the perspective of non-UK resident investors.

Brexit may impact the activities of companies in which the Funds are invested. However, the portfolios are diversified and the Investment Manager has not sought to position the portfolio for any particular outcome of Brexit but has continued to follow its value-based approach to individual stock selection.

OUTLOOK FOR THE FUNDS

As always, Ennismore Fund Management will stick closely to our investment philosophy and process outlined below, we consider it to be well suited to the current environment.

INVESTMENT PHILOSOPHY AND PROCESS

We focus our research on smaller companies because we believe many are mispriced due to the lack of interest from brokers and investors. Banks' and brokers' research coverage on smaller and mid cap stocks is limited by the lower level of fees that they can earn from these companies, which tends to lead to greater pricing inefficiencies in the segment. Even so, relatively few of these stocks meet our stringent selection criteria.

The following list gives some examples of what we are looking for:

- **Great business franchises** - the smaller companies sector is their likely birthplace. To identify them at an early stage is the most financially rewarding part of our job as smaller company investors.

ENNISMORE SMALLER COMPANIES PLC
INVESTMENT MANAGER'S REPORT
to the Shareholders of Ennismore Smaller Companies plc

ENNISMORE GLOBAL EQUITY FUND (continued)

INVESTMENT PHILOSOPHY AND PROCESS (continued)

- **Highly entrepreneurial, flexible and equity focused management teams** - the best smaller company managers leave most of their large cap counterparts trailing.
- **Domination of market niches** - some smaller companies dominate their market to a degree that is unusual amongst large companies. Their significantly lower unit costs in areas such as product development and distribution can enable them to sustain high levels of profitability for long periods.
- **Strong exposure to a superior, yet under distributed product combined with high entry barriers** - investors can often benefit from fast growth whilst the risks are low despite the lack of diversification.

By focusing on strong business franchises and on attractive valuations we expect to generate positive returns independent of the fortunes of the asset class.

Ennismore has a stock picking approach emphasising detailed in-house fundamental analysis. Our ideal investments are high quality companies run for shareholders that are under researched, with accelerating earnings growth and the scope for a re-rating. We are opportunistic – we focus on areas where bargains are easiest to come by – as well as risk averse. Our investment process has four key features:

1. Focus on inefficiencies

As smaller companies generate low commission volumes for brokers, they are often under researched and mispriced. This makes them an ideal hunting ground. We systematically monitor Initial Public Offerings, underperformers and ‘fallen angels’ (high quality growth stocks that have been de-rated sharply). In order to ensure a margin of safety, we insist on significant mispricings that a clearly identifiable catalyst will correct.

2. Focus on high quality

We look for companies that are capable of creating high and sustainable returns. Our measure for this is an expected minimum Return on Net Operating Assets (RONOA) of 10% per annum over a business cycle. Most companies we invest in achieve returns of well over 20%.

What is RONOA?

$$\text{RONOA} = \frac{\text{Operating Profit}}{\text{Net Operating Assets}}$$

This ratio indicates what return the company's operating assets (i.e. its machines, stocks, buildings etc.) generate. By focusing on operating rather than pre-tax income, we ignore income from any cash balances and interest payments on any debt. A high and sustainable RONOA has important financial implications: the company generates a strong cash flow, enabling it to finance strong growth, accumulate cash or repay any debt quickly.

ENNISMORE SMALLER COMPANIES PLC
INVESTMENT MANAGER'S REPORT
to the Shareholders of Ennismore Smaller Companies plc

ENNISMORE GLOBAL EQUITY FUND (continued)

INVESTMENT PHILOSOPHY AND PROCESS (continued)

3. Focus on risk minimisation

In our fundamental research, we analyse what could go wrong under the headings operational, financial and valuation risk. A selection of the questions asked are:

Operational risk

- Is a high level of profitability sustainable? What stops others from imitating good products or services? Could strongly growing mass markets attract fierce competition from large companies?
- Is the 'company line' confirmed by independent sources, e.g. industry associations, customers, suppliers and competitors?
- Which costs are fixed and which costs are variable? What is the sensitivity to price and volume changes?
- At what stage in its cycle is the industry?
- Is the company growing organically or by acquisition?

Financial risk

- Is the level of debt comfortable in relation to future cash flows and expansion plans?
- Are there potential risks in the balance sheet? Are the accounting policies conservative? Are trade debtors and stocks moderate in relation to turnover and profits?

Valuation risk

- Is there a significant discount to the company's real value?
- Is this an established growth stock where a deteriorating earnings outlook would lead to a sharp de-rating?

Liquidity risk

Liquidity risk is an important consideration when deciding stock weightings in the portfolio. Naturally, the highest weightings are given to those positions that have the largest discount to their target price, but we take into account historic trading volumes and the level of the free float.

4. Due diligence and ongoing monitoring

Detailed due diligence and ongoing monitoring are important tools in order to safeguard strong returns. Limiting the number of stocks per Fund Manager gives us sufficient time to conduct an in-depth analysis of each position and to monitor positions on an ongoing basis.

ENNISMORE SMALLER COMPANIES PLC
INDEPENDENT AUDITOR'S REPORT
to the Members of Ennismore Smaller Companies plc

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Ennismore Smaller Companies plc ('the Company') for the year ended 31 December 2018 as set out on pages 28 to 102, which comprise the Statement of Comprehensive Income, Statement of Financial Position, Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares and Statement of Cash Flows, and related notes, including the summary of significant accounting policies set out in note 1. The financial reporting framework that has been applied in their preparation is Irish Law and International Financial Reporting Standards (IFRS) as adopted by the European Union (EU).

In our opinion, the accompanying financial statements:

- give a true and fair view of the assets, liabilities and financial position of the Company as at 31 December 2018 and of its increase in net assets attributable to holders of redeemable participating shares for the year then ended;
- have been properly prepared in accordance with IFRS as adopted by the EU; and
- have been properly prepared in accordance with the requirements of the Companies Act 2014, the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with ethical requirements that are relevant to our audit of financial statements in Ireland, including the Ethical Standard issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Going concern

We have nothing to report on going concern

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least twelve months from the date of approval of the financial statements. We have nothing to report in these respects.

Other information

The directors are responsible for the other information presented in the Annual report together with the financial statements. The other information comprises the information included in the directors' report, statement of directors' responsibilities, the depositary report, the investment manager's report, and the unaudited appendices to the financial statements. The financial statements and our auditor's report thereon do not comprise part of the other information.

ENNISMORE SMALLER COMPANIES PLC
INDEPENDENT AUDITOR'S REPORT
to the Members of Ennismore Smaller Companies plc (continued)

Other information (continued)

Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work we have not identified material misstatements in the other information.

Based solely on our work on the other information

- we have not identified material misstatements in the directors' report;
- in our opinion, the information given in the directors' report is consistent with the financial statements;
- in our opinion, the directors' report has been prepared in accordance with the Companies Act 2014.

Opinion on other matters prescribed by the Companies Act 2014

We have obtained all the information and explanations which we consider necessary for the purposes of our audit.

In our opinion the accounting records of the Company were sufficient to permit the financial statements to be readily and properly audited and the financial statements are in agreement with the accounting records.

Matters on which we are required to report by exception

The Companies Act 2014 requires us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions required by sections 305 to 312 of the Act are not made. We have nothing to report in this regard.

Respective responsibilities and restrictions on use

Responsibilities of directors for the financial statements

As explained more fully in the directors' responsibilities statement set out on page 15, the directors are responsible: for the preparation of the financial statements and for being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; 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 they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

ENNISMORE SMALLER COMPANIES PLC
INDEPENDENT AUDITOR'S REPORT
to the Members of Ennismore Smaller Companies plc (continued)

Auditor's responsibilities 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 an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (Ireland) 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.

A fuller description of our responsibilities is provided on IAASA's website at https://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description_of_auditors_responsibilities_for_audit.pdf.

The purpose of our audit work and to whom we owe our responsibilities

Our report is made solely to the Company's members, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Signature:



Karen Conboy

Date 28 March 2019

for and on behalf of

KPMG

Chartered Accountants, Statutory Audit Firm

90 South Mall

Cork

Ireland

ENNISMORE SMALLER COMPANIES PLC
STATEMENT OF COMPREHENSIVE INCOME
for the year ended 31 December 2018

		Ennismore European Smaller Companies Fund	Ennismore European Smaller Companies Fund	Ennismore Global Equity Fund	Ennismore Global Equity Fund	Company Total	Company Total
	Note	Year ended 31/12/2018 GBP	Year ended 31/12/2017 GBP	Year ended 31/12/2018 GBP	Year ended 31/12/2017 GBP	Year ended 31/12/2018 GBP	Year ended 31/12/2017 GBP
Bond interest income		321	-	11,981	-	12,302	-
Bank interest income		15,802	-	49,208	-	65,010	-
Dividend income		7,876,488	6,431,559	2,145,894	2,529,602	10,022,382	8,961,161
Net gain on financial assets and liabilities at fair value through profit or loss	4	28,924,802	55,421,372	42,534,799	9,397,757	71,459,601	64,819,129
Total revenue		36,817,413	61,852,931	44,741,882	11,927,359	81,559,295	73,780,290
Investment Management fee	10,11	(7,739,482)	(7,628,520)	(4,002,839)	(3,280,967)	(11,742,321)	(10,909,487)
Performance fee	10,11	(3,648,202)	(7,725,813)	(6,881,234)	(536,553)	(10,529,436)	(8,262,366)
Administration fee	11	(253,488)	(286,247)	(124,683)	(113,018)	(378,171)	(399,265)
Depository fee	11	(188,595)	(187,411)	(126,647)	(100,107)	(315,242)	(287,518)
Dividends paid on contracts for differences (CFDs)	14	(2,804,564)	(2,986,551)	(939,476)	(767,407)	(3,744,040)	(3,753,958)
Other expenses	5	(58,229)	(257,101)	(54,752)	(140,875)	(112,981)	(397,976)
Total operating expenses		(14,692,560)	(19,071,643)	(12,129,631)	(4,938,927)	(26,822,191)	(24,010,570)
Interest expense	1 (d)	(6,319,496)	(6,613,048)	(3,422,900)	(4,089,595)	(9,742,396)	(10,702,643)
Bond interest expense		-	(36,911)	-	(15,104)	-	(52,015)
Total finance costs		(6,319,496)	(6,649,959)	(3,422,900)	(4,104,699)	(9,742,396)	(10,754,658)
Increase in net assets attributable to Holders of Redeemable Participating Shares before tax		15,805,357	36,131,329	29,189,351	2,883,733	44,994,708	39,015,062
Withholding tax	1 (d), 2	(764,735)	(494,328)	(182,284)	(250,332)	(947,019)	(744,660)
Increase in net assets attributable to Holders of Redeemable Participating Shares		15,040,622	35,637,001	29,007,067	2,633,401	44,047,689	38,270,402

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

ENNISMORE SMALLER COMPANIES PLC
STATEMENT OF FINANCIAL POSITION
as at 31 December 2018

	Note	Ennismore European Smaller Companies Fund 31/12/2018 GBP	Ennismore European Smaller Companies Fund 31/12/2017 GBP	Ennismore Global Equity Fund 31/12/2018 GBP	Ennismore Global Equity Fund 31/12/2017 GBP	Company Total 31/12/2018 GBP	Company Total 31/12/2017 GBP
Current Assets							
Deposits with credit institutions	7	63,271,181	66,027,657	30,630,118	18,420,379	93,901,299	84,448,036
Cash held with counterparties	15 (b)	3,341,020	20,987,679	2,951,861	11,458,213	6,292,881	32,445,892
Cash equivalents	1 (i)	27,961,996	21,772,321	6,996,558	-	34,958,554	21,772,321
Debtors	6	68,619	52,439	6,754,436	6,785	6,823,055	59,224
		<u>94,642,816</u>	<u>108,840,096</u>	<u>47,332,973</u>	<u>29,885,377</u>	<u>141,975,789</u>	<u>138,725,473</u>
Financial assets at fair value through profit or loss							
Transferable Securities	1 (c)	258,795,732	264,665,420	232,376,872	140,962,244	491,172,604	405,627,664
Transferable Securities Pledged as Collateral	17	33,750,914	39,789,516	26,719,850	5,036,234	60,470,764	44,825,750
Unrealised gain on contracts for difference	1 (b)	14,963,106	11,821,782	5,486,839	1,285,501	20,449,945	13,107,283
Options	1 (n)	-	-	760,963	-	760,963	-
		<u>307,509,752</u>	<u>316,276,718</u>	<u>265,344,524</u>	<u>147,283,979</u>	<u>572,854,276</u>	<u>463,560,697</u>
Total Current Assets		<u>402,152,568</u>	<u>425,116,814</u>	<u>312,677,497</u>	<u>177,169,356</u>	<u>714,830,065</u>	<u>602,286,170</u>

ENNISMORE SMALLER COMPANIES PLC
STATEMENT OF FINANCIAL POSITION
as at 31 December 2018 (continued)

		Ennismore European Smaller Companies Fund	Ennismore European Smaller Companies Fund	Ennismore Global Equity Fund	Ennismore Global Equity Fund	Company Total	Company Total
	Note	31/12/2018	31/12/2017	31/12/2018	31/12/2017	31/12/2018	31/12/2017
		GBP	GBP	GBP	GBP	GBP	GBP
Current Liabilities							
Creditors	8	(6,474,093)	(8,855,476)	(11,464,353)	(1,058,581)	(17,938,446)	(9,914,057)
Financial liabilities at fair value through profit or loss							
Unrealised loss on contracts for difference	1 (b)	(1,984,175)	(20,940,620)	(6,255,219)	(9,403,606)	(8,239,394)	(30,344,226)
Unrealised Depreciation on Forward Foreign Currency Transactions	1 (m)	-	-	(180,734)	-	(180,734)	-
Total Current Liabilities		<u>(8,458,268)</u>	<u>(29,796,096)</u>	<u>(17,900,306)</u>	<u>(10,462,187)</u>	<u>(26,358,574)</u>	<u>(40,258,283)</u>
Net assets attributable to holders of redeemable participating shares		<u>393,694,300</u>	<u>395,320,718</u>	<u>294,777,191</u>	<u>166,707,169</u>	<u>688,471,491</u>	<u>562,027,887</u>

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

On behalf of the Board of Directors



Matthew Minch



Paul McNaughton

Date: 28 March 2019

ENNISMORE SMALLER COMPANIES PLC
STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO
HOLDERS OF REDEEMABLE PARTICIPATING SHARES
for the year ended 31 December 2018

	Ennismore European Smaller Companies Fund 31/12/2018 GBP	Ennismore European Smaller Companies Fund 31/12/2017 GBP	Ennismore Global Equity Fund 31/12/2018 GBP	Ennismore Global Equity Fund 31/12/2017 GBP	Company Total 31/12/2018 GBP	Company Total 31/12/2017 GBP
Net assets attributable to holders of redeemable participating shares at the beginning of the year	<u>395,320,718</u>	<u>365,509,177</u>	<u>166,707,169</u>	<u>154,635,468</u>	<u>562,027,887</u>	<u>520,144,645</u>
<i>Share Transactions</i>						
Amounts received on sale of shares	3,9 30,174,715	23,409,837	124,362,014	33,187,252	154,536,729	56,597,089
less: Amount paid on repurchase of shares	3,9 (46,841,755)	(29,235,297)	(25,299,059)	(23,748,952)	(72,140,814)	(52,984,249)
	<u>(16,667,040)</u>	<u>(5,825,460)</u>	<u>99,062,955</u>	<u>9,438,300</u>	<u>82,395,915</u>	<u>3,612,840</u>
Net increase in net assets attributable to holders of redeemable participating shares resulting from operations	<u>15,040,622</u>	<u>35,637,001</u>	<u>29,007,067</u>	<u>2,633,401</u>	<u>44,047,689</u>	<u>38,270,402</u>
Net assets attributable to redeemable participating shareholders at the end of the year	<u><u>393,694,300</u></u>	<u><u>395,320,718</u></u>	<u><u>294,777,191</u></u>	<u><u>166,707,169</u></u>	<u><u>688,471,491</u></u>	<u><u>562,027,887</u></u>

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

ENNISMORE SMALLER COMPANIES PLC
STATEMENT OF CASH FLOWS
for the year ended 31 December 2018

	Ennismore European Smaller Companies Fund Year ended 31/12/2018 GBP	Ennismore European Smaller Companies Fund Year ended 31/12/2017 GBP	Ennismore Global Equity Fund Year ended 31/12/2018 GBP	Ennismore Global Equity Fund Year ended 31/12/2017 GBP	Company Total Year ended 31/12/2018 GBP	Company Total Year ended 31/12/2017 GBP
Cash flows from operating activities:						
Net increase in net assets attributable to holders of redeemable participating shares from operations	15,040,622	35,637,001	29,007,067	2,633,401	44,047,689	38,270,402
Adjustments to reconcile net increase in net assets to cash provided by/(used in) operating activities:						
Movement in net financial assets recorded at fair value through profit or loss	(10,189,479)	(25,680,244)	(121,028,198)	(28,859,110)	(131,217,677)	(54,539,354)
Movement in debtors	(16,180)	337,227	(6,747,651)	437,020	(6,763,831)	774,247
Movement in creditors	(2,381,383)	(900,524)	10,405,772	(1,915,680)	8,024,389	(2,816,204)
Net cash provided by/(used in) operating activities	<u>2,453,580</u>	<u>9,393,460</u>	<u>(88,363,010)</u>	<u>(27,704,369)</u>	<u>(85,909,430)</u>	<u>(18,310,909)</u>
Cash flow from financial activities:						
Proceeds from issue of redeemable participating shares	30,174,715	23,409,837	124,362,014	33,187,252	154,536,729	56,597,089
Payments on redemption of redeemable participating shares	(46,841,755)	(29,235,297)	(25,299,059)	(23,748,952)	(72,140,814)	(52,984,249)
Net cash (used in)/provided by financing activities	<u>(16,667,040)</u>	<u>(5,825,460)</u>	<u>99,062,955</u>	<u>9,438,300</u>	<u>82,395,915</u>	<u>3,612,840</u>
Net (decrease)/increase in cash and cash equivalents	(14,213,460)	3,568,000	10,699,945	(18,266,069)	(3,513,515)	(14,698,069)
Opening cash and cash equivalents	108,787,657	105,219,657	29,878,592	48,144,661	138,666,249	153,364,318
Ending cash and cash equivalents	<u>94,574,197</u>	<u>108,787,657</u>	<u>40,578,537</u>	<u>29,878,592</u>	<u>135,152,734</u>	<u>138,666,249</u>

ENNISMORE SMALLER COMPANIES PLC
STATEMENT OF CASH FLOWS
for the year ended 31 December 2018 (continued)

	Ennismore European Smaller Companies Fund Year ended 31/12/2018 GBP	Ennismore European Smaller Companies Fund Year ended 31/12/2017 GBP	Ennismore Global Equity Fund Year ended 31/12/2018 GBP	Ennismore Global Equity Fund Year ended 31/12/2017 GBP	Company Total Year ended 31/12/2018 GBP	Company Total Year ended 31/12/2017 GBP
Cash and cash equivalents						
Deposits with credit institutions	63,271,181	66,027,657	30,630,118	18,420,379	93,901,299	84,448,036
Cash held with counterparties	3,341,020	20,987,679	2,951,861	11,458,213	6,292,881	32,445,892
Cash equivalents	27,961,996	21,772,321	6,996,558	-	34,958,554	21,772,321
Ending cash and cash equivalents	<u>94,574,197</u>	<u>108,787,657</u>	<u>40,578,537</u>	<u>29,878,592</u>	<u>135,152,734</u>	<u>138,666,249</u>
Supplementary information						
Bank interest received/paid	16,026	(29)	58,763	(126)	74,789	(155)
Dividends received	7,071,254	5,932,774	1,895,728	2,278,775	8,966,982	8,211,549

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

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018

1. Significant accounting policies

a) Statement of compliance and basis of preparation

The Financial Statements have been prepared in accordance with International Financial Reporting Standards as adopted by the European Union (“IFRS”).

The financial statements have been prepared in accordance with those accounting standards and Irish statute comprising the Companies Act 2014, the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011, as amended, and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015.

These financial statements have been prepared under the historical cost convention as modified by the revaluation of certain financial assets and financial liabilities at fair value through profit or loss.

The format of the Statement of Financial Position and the Statement of Comprehensive Income has been amended from those set out in the Companies Act 2014 to reflect the nature of the Company’s operations.

The Company has consistently applied the accounting policies used in the preparation of the financial statements throughout all periods presented.

The financial statements are prepared on a going concern basis.

Changes in significant accounting policies

The Fund has adopted the following standards that have been effective for annual periods beginning on or after 1 January 2018:

IFRS 9 Financial Instruments (replacement of IAS 39)

The nature and the impact of IFRS 9 Financial Instruments is described in point 1.o) below:

b) Use of estimates

The preparation of Financial Statements in accordance with IFRS requires the Board to make judgements, estimates and assumptions that affect the application of policies and the reported amounts of assets and liabilities, income and expense.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

All references to Net Assets throughout this document refer to Net Assets Attributable to Holders of Redeemable Participating Shares, unless otherwise noted.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods. The significant estimates made in these financial statements relate to the valuation of the Level 3 positions. Refer to note 15(c) and note 16 for details of these positions.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

1. Significant accounting policies (continued)

c) Financial Instruments at fair value through profit or loss

i) Classification:

IFRS 9 contains three principal classification categories for financial assets: measured at amortised cost, fair value through other comprehensive income (“FVOCI”) and fair value through profit or loss (“FVTPL”). The classification of financial assets under IFRS 9 is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics. IFRS 9 eliminates the previous IAS 39 categories of held to maturity, loans and receivables and available for sale. Under IFRS 9, derivatives embedded in contracts where the host is a financial asset in the scope of the standard are never separated. Instead, the hybrid financial instrument as a whole is assessed for classification.

IFRS 9 largely retains the existing requirements in IAS 39 for the classification and measurement of financial liabilities.

The adoption of IFRS 9 has not had a significant effect on the Fund’s accounting policies related to financial liabilities and derivative financial instruments.

ii) Recognition/derecognition

Purchases and sales of investments are recognised on the trade date – the date on which the Company becomes a party to the contractual provisions of the investment. Other Financial assets and financial liabilities are recognised on the date on which they are originated. Investments are derecognised when the rights to receive cash flows from the investments have expired or the Company has transferred all risks and rewards of ownership.

iii) Measurement

Financial assets and financial liabilities at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed in the Statement of Comprehensive Income. Financial assets and financial liabilities not at FVTPL are initially recognised at fair value plus directly attributable acquisition/issue costs. Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the “financial assets or financial liabilities at fair value through profit or loss” category are presented in the Statement of Comprehensive Income in the period in which they arise.

Contracts for differences (CFDs) which do not reset are valued at fair value with reference to the close of business market price of the underlying stock. All other CFDs are valued as the difference between the close of business market price at year end and the reset price. Margin is paid at each fair value point to/from the broker thereby determining the new reset price.

The Administrator may adjust the value of any such assets if, in relation to currency, marketability and such other considerations as it deems relevant, it considers that such adjustment is required to reflect the fair value thereof with the approval of the Depositary.

Realised gains and losses on disposal of investments held for trading and unrealised gains and losses on valuation of investments held for trading at year end are calculated on a first in first out (“FIFO”) basis and are included in the Statement of Comprehensive Income.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

1. Significant accounting policies (continued)

c) Financial instruments at fair value through profit or loss (continued)

iv) Fair value measurement

“Fair Value” is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Funds have access at that date. The fair value of a liability reflects its non-performance risk.

The fair value of financial instruments traded in active markets (such as publically traded derivatives and trading securities) is based on quoted market prices at the Statement of Financial Position date. The quoted market price used for financial assets held by the Company is the last traded price; the appropriate quoted market price for financial liabilities is the last traded price.

Financial instruments for which quotations are not readily available will be valued at fair value as determined by the Investment Manager, based on consultation with the Administrator, and the prices of these financial assets are reviewed and approved by the Directors. In determining fair value, the Investment Manager and the Administrator consider among other matters, the basis of cost, prices of recent transactions of the same securities in similar volume under appropriate market conditions, and the impact of any premium or discount which might for any reason be applied to value.

The Funds recognise transfers between levels of the fair value hierarchy at the beginning of the reporting period during which the change has occurred.

v) Financial assets at amortised cost

The amortised cost of a financial asset or financial liability is the amount at which the financial asset or financial liability is measured at initial recognition, minus principal repayments, plus or minus the cumulative amortisation using the effective interest method of any difference between the initial amount and the maturity amount, minus any reduction for impairment. These assets are subsequently measured at amortised cost using the effective interest method. Interest income is recognised in interest income calculated using the effective interest method, foreign exchange gains and losses are recognised in net foreign exchange loss and impairment is recognised in impairment losses on financial instruments in the statement of comprehensive income. Any gain or loss on derecognition is also recognised in profit or loss.

vi) Impairment

IFRS 9 replaces the ‘incurred loss’ model in IAS 39 with an ‘expected credit loss’ (ECL) model. The new impairment model applies to financial assets measured at amortised cost and debt investments at FVOCI, but not to investments at FVTPL. IFRS 9 requires the Company to record ECLs on all of its loans and receivables, either on a 12 month (simplified) or lifetime basis. Given the limited exposure of the Company to credit risk, this amendment has not had a material impact on the financial statements. The Company only holds receivables with no financing component and which have maturities of less than 12 months at amortised cost and therefore has adopted the simplified approach to ECLs.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

1. Significant accounting policies (continued)

c) Financial instruments at fair value through profit or loss (continued)

vii) Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Funds have a legal right to offset the amounts and they intend either to settle on a net basis or to realise the asset and settle the liability simultaneously.

Income and expenses are presented on a net basis for gains and losses from financial instruments at FVTPL and for foreign exchange gains and losses.

d) Income

Coupon income and expense are recognised in the Statement of Comprehensive Income for all debt instruments and are reflected in movement in fair value through profit or loss. Bond interest income and expense are recognised in the Statement of Comprehensive Income using the effective interest rate method.

Dividends are credited to the Statement of Comprehensive Income on the dates on which the relevant securities are listed as "ex-dividend". Dividend income is shown gross of any withholding taxes, which is disclosed separately in the Statement of Comprehensive Income, and net of any tax credits.

Bank interest income and expense is recognised on an accruals basis.

e) Functional and Presentation Currency

The Company's financial statements are presented in GBP Sterling ("GBP £"), which is the Company's functional currency. All amounts have been rounded to the nearest thousand, unless otherwise indicated.

Foreign currency transactions are translated into GBP £ on the Statement of Comprehensive Income using the exchange rates prevailing at the dates of the transactions. Assets and liabilities on the Statement of Financial Position are translated into GBP £ using exchange rates in effect at the reporting date.

f) Company total for financial statements

The total figures in the Statement of Comprehensive Income and Statement of Financial Position represent the sum of the Sub-Funds on a combined basis excluding the effects of cross-holdings if any and not a consolidated total. The assets of one Sub-Fund cannot be used to settle the liabilities of another. There are no investments by Sub-Funds in the units of other Sub-Funds at 31 December 2018 and 31 December 2017, or during the years then ended.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

1. Significant accounting policies (continued)

g) Redeemable Participating Shares

Redeemable participating shares are redeemable at the shareholder's option and are classified as financial liabilities. The redeemable shares can be purchased by the Company at any time for cash equal to a proportionate share of the Fund's Net Asset Value.

The redeemable shares are carried at the redemption amount that is payable at the Statement of Financial Position date if the shareholders exercised their right to have the Company repurchase their shares. In accordance with the Prospectus, the Company is contractually obliged to redeem shares at dealing prices.

h) Deposits held with credit institutions

Cash and bank balances comprise deposits with banks. Deposits are held at amortised cost and are presented in the Statement of Financial Position. Amortised cost approximates fair value.

i) Cash and cash equivalents

Cash and cash equivalents comprise highly liquid financial assets with maturities of three months or less from the date of acquisition that are subject to an insignificant risk of changes in their fair value and are used by the Funds in the management of short-term commitments, other than cash collateral provided in respect of derivatives and securities borrowing transactions.

j) Cash held with counterparties

Cash held with counterparties is collateral deposited against contracts for difference and foreign exchange forward contracts held with counterparties.

k) Transaction Costs

Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of a financial asset or financial liability. An incremental cost is one that would not have been incurred if the entity had not acquired, issued or disposed of the financial instrument.

l) Operating Expenses

The Company is responsible for all normal operating expenses including audit fees, stamp and other duties and charges incurred on the acquisition and realisation of investments. Operating expenses are recognised on an accruals basis.

m) Forward currency contracts

A forward currency contract involves an obligation to purchase or sell a specific currency at a future date at a price set at the time the contract is made. Forward foreign exchange contracts are measured at their value by reference to the forward price at which a new forward contract of the same size and maturity could be undertaken at the valuation date. The unrealised gain or loss on open forward currency contracts is calculated as the difference between the contract rate and this forward price and is recognised in the Statement of Comprehensive Income. Where a forward contract is purchased to hedge the currency risk of a specific class which is issued in a currency other than the functional currency of the Company, all gains or losses on that contract are allocated to that class.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

1. Significant accounting policies (continued)

n) Options Purchased

Exchange Traded Options are valued at the fair value based on the closing price on the relevant valuation date. Over the Counter Options are valued based on the closing price as provided by the relevant counterparty.

The premium on purchased put options exercised is subtracted from the proceeds of the sale of the underlying security or foreign currency in determining the realised gain or loss. The premium on purchased call options exercised is added to the cost of the securities or foreign currency purchased. Premiums paid from the purchase of the options which expire unexercised are treated as realised losses in the Profit and Loss Account.

o) Standards and amendments to existing standards effective 1 January 2018

IFRS 9 'Financial Instruments' became effective for annual periods beginning on or after 1 January 2018. It addresses the classification, measurement and derecognition of financial assets and liabilities and replaces the multiple classification and measurement models in IAS 39.

Classification and measurement of debt assets is driven by the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets. A debt instrument is measured at amortised cost if the objective of the business model is to hold the financial asset for the collection of the contractual cash flows and the contractual cash flows under the instrument solely represent payments of principal and interest ("SPPI").

A debt instrument is measured at fair value through other comprehensive income if the objective of the business model is to hold the financial asset both to collect contractual cash flows from SPPI and to sell. All other debt instruments must be recognised at fair value through profit or loss. An entity may however, at initial recognition, irrevocably designate a financial asset as measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency. Derivative and equity instruments are measured at fair value through profit or loss unless, for equity instruments not held for trading, an irrevocable option is taken to measure at fair value through other comprehensive income. IFRS 9 also introduces a new expected credit loss ("ECL") impairment model.

IFRS 9 has been applied retrospectively by the Company, except as outlined below. Comparative periods have not been restated. There were no differences in the carrying amount of the financial assets and liabilities resulting from the adoption of IFRS 9. The determination of the business model has been made on the basis of the facts and circumstances that existed at the date of initial application. Other than the above, the accounting policies have been applied consistently in the Company and did not result in a change to the measurement of financial instruments.

The Company's investment portfolio continues to be classified as fair value through profit or loss. There was no material impact on adoption from the application of the new impairment model. See page 40 for changes to the basis of measurement and classification at 1 January 2018.

Held for trading, now classified as FVTPL, includes all investments in transferable securities and all financial derivative instruments, these are split between assets and liabilities. Loans and receivables, now classified as amortised cost includes cash and cash equivalents, deposits with credit institutions, cash held with counterparties, debtors and creditors.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

1. *Significant accounting policies (continued)*

o) **Standards and amendments to existing standards effective 1 January 2018 (continued)**

<i>In thousands of GBP</i>	Original classification under IAS 39	New classification under IFRS 9	Original carrying amount under IAS 39	New carrying amount under IFRS 9
Financial assets				
Deposits from credit institutions	Loans and receivables	Amortised cost	84,448,036	84,448,036
Cash and cash equivalents	Loans and receivables	Amortised cost	21,772,321	21,772,321
Debtors	Loans and receivables	Amortised cost	59,224	59,224
Cash held with counterparties	Loans and receivables	Amortised cost	32,445,892	32,445,892
Equities	Designated as at FVTPL	Mandatorily at FVTPL	450,453,414	450,453,414
Derivative financial instruments	Held-for-trading	Mandatorily at FVTPL	13,107,283	13,107,283
Total financial assets			<u>602,286,170</u>	<u>602,286,170</u>

<i>In thousands of GBP</i>	Original classification under IAS 39	New classification under IFRS 9	Original carrying amount under IAS 39	New carrying amount under IFRS 9
Financial Liabilities				
Creditors	Amortised cost	Amortised cost	(9,914,057)	(9,914,057)
Derivative financial instruments	Held-for-trading	Mandatorily at FVTPL	(30,344,226)	(30,344,226)
Total financial liabilities			<u>(40,258,283)</u>	<u>(40,258,283)</u>

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

2. Taxation

The Company is an investment undertaking as defined in Section 739B of the Taxes Consolidation Act 1997, as amended. The Company will not be liable to tax in respect of its income and gains other than the occurrence of a chargeable event. Generally, a chargeable event arises on any distribution, redemption, repurchase, cancellation or transfer of shares on the ending of a “relevant period”. A “relevant period” being an eight year period beginning with the acquisition of shares by the shareholders, and each subsequent period of eight years being immediately after the preceding relevant period.

A gain on a chargeable event does not arise in respect of:

- (i) a Shareholder who is not an Irish resident and not ordinarily resident in Ireland at the time of the chargeable event, provided the necessary signed statutory declaration is held by the Company; or
- (ii) certain exempted Irish resident investors who have provided the Company with the necessary signed statutory declarations; or
- (iii) any transaction in relation to Shares held in a recognised clearing system as designated by the order of the Irish Revenue Commissioners; or
- (iv) certain transfers between spouses and former spouses; or
- (v) an exchange of Shares arising on a qualifying amalgamation or reconstruction of the Company with another Company; or
- (vi) an exchange of Shares representing one Sub-Fund for another Sub-Fund of the Company.

In the absence of an appropriate declaration, the Company will be liable to Irish Tax on the occurrence of a chargeable event. There were no chargeable events during the year under review.

Capital gains, dividends and interest received by the Funds may be subject to withholding taxes imposed by the country of origin, and such taxes may not be fully recoverable by the Funds or their Shareholders.

Additionally, the Funds may receive relevant distributions from companies resident in Ireland without the deduction of Dividend Withholding Tax (DWT).

3. Purchase or Redemption Charge

A redemption charge of 2% of redemptions from Ennismore European Smaller Companies Fund is payable to that Fund. No charge is currently being made on subscriptions. This charge is intended to cover the costs of the Fund investing or divesting in the underlying markets as a consequence of investor activity.

The charge which amounted to GBP 927,251 (2017: GBP 596,639) is netted against the amounts paid on repurchase of Shares in the Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders on page 31.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

4. Net gains/ (losses) on investments at fair value through profit or loss

Ennismore European Smaller Companies Fund

	Year ended	Year ended
	31/12/2018	31/12/2017
	GBP	GBP
The net gains on investments at fair value through profit or loss comprise:		
Gains realised on investments at fair value through profit or loss	37,837,240	58,908,646
Gains/(Losses) realised on CFDs	22,066,735	(26,232,075)
Total realised gains on investments at fair value through profit or loss	<u>59,903,975</u>	<u>32,676,571</u>
Net movement in unrealised (depreciation)/appreciation on investments at fair value for the year	(54,413,531)	16,000,409
Net movement in unrealised appreciation on CFDs	22,221,131	4,078,606
Total unrealised (losses)/gains on investments at fair value through profit or loss	<u>(32,192,400)</u>	<u>20,079,015</u>
Foreign exchange gains for the year	1,213,227	2,665,786
Net gains on investments at fair value through profit or loss	<u>28,924,802</u>	<u>55,421,372</u>

Ennismore Global Equity Fund

	Year ended	Year ended
	31/12/2018	31/12/2017
	GBP	GBP
The net gains on investments at fair value through profit or loss comprise:		
Gains realised on investments at fair value through profit or loss	33,475,348	8,923,216
Gains/(Losses) realised on CFDs	15,414,891	(3,050,268)
Total realised gains on investments at fair value through profit or loss	<u>48,890,239</u>	<u>5,872,948</u>
Net movement in unrealised (depreciation)/appreciation on investments at fair value for the year	(14,313,523)	11,227,691
Net movement in unrealised appreciation/(depreciation) on CFDs	7,817,982	(8,788,129)
Total unrealised (losses)/gains on investments at fair value through profit or loss	<u>(6,495,541)</u>	<u>2,439,562</u>
Foreign exchange gains for the year	140,101	1,085,247
Net gains on investments at fair value through profit or loss	<u>42,534,799</u>	<u>9,397,757</u>

The realised gain/loss from investments at fair value represents the difference between the transaction price, or the carrying amount of a financial instrument at the beginning of the year and its sale price/settlement price. The unrealised gain/loss represents the difference between the transaction price or carrying amount of a financial instrument at the beginning of the year and its carrying amount at the end of the year. Amounts move out of unrealised gain/loss into realised gain/loss once the investments are sold.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

5. Other Expenses

Ennismore European Smaller Companies Fund	Note	Year ended 31/12/2018 GBP	Year ended 31/12/2017 GBP
Other expenses			
Directors' fees	10	(41,722)	(37,500)
Directors' and officers' insurance		(3,345)	(3,176)
German tax fee	11	(3,096)	(5,657)
Audit fee	11	(11,943)	(10,875)
Swiss representative fees		(5,587)	(8,057)
Paying agent fees		(555)	(1,197)
Legal fees		-	(32,355)
Other		8,019	(158,284)
		<u>(58,229)</u>	<u>(257,101)</u>

Ennismore Global Equity Fund	Note	Year ended 31/12/2018 GBP	Year ended 31/12/2017 GBP
Other expenses			
Directors' fees	10	(41,722)	(37,500)
Directors' and officers' insurance		(3,345)	(4,348)
German tax fee	11	(3,096)	(7,521)
Audit fee	11	(11,943)	(10,875)
Swiss representative fees		(5,587)	(4,028)
Paying agent fees		(557)	(1,219)
Legal fees		(1,692)	(17,917)
Other		13,190	(57,467)
		<u>(54,752)</u>	<u>(140,875)</u>

Transaction costs for the year of GBP 886,722 (2017: GBP 1,353,527) have been included in the Statement of Comprehensive Income.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

6. Debtors

Ennismore European Smaller Companies Fund	31/12/2018	31/12/2017
	GBP	GBP
Accrued income	66,207	25,709
Sale of securities awaiting settlement	-	26,503
Other debtors	2,412	227
	<u>68,619</u>	<u>52,439</u>

Ennismore Global Equity Fund	31/12/2018	31/12/2017
	GBP	GBP
Accrued income	63,550	6,632
Subscriptions receivable	6,686,182	-
Other debtors	4,704	153
	<u>6,754,436</u>	<u>6,785</u>

On the adoption of IFRS 9, given the limited exposure of the Company to credit risk, no ECL provision was needed.

7. Deposits with credit institutions

All cash balances are held with The Northern Trust Company, (TNTC), which is a 100% indirect wholly owned subsidiary of Northern Trust Corporation which has an S&P credit rating of A+ (2017: A+). Please see note 15 (b) for details of the S&P credit ratings of counterparties where cash is held at year end.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

8 *Creditors*

Ennismore European Smaller Companies Fund	31/12/2018	31/12/2017
	GBP	GBP
Accrued expenses	(4,474,469)	(8,563,250)
Amounts payable on redemption of redeemable participating shares	(1,618,301)	-
Purchase of securities awaiting settlement	(208,094)	-
Other creditors	(173,229)	(292,226)
	<u>(6,474,093)</u>	<u>(8,855,476)</u>
Ennismore Global Equity Fund	31/12/2018	31/12/2017
	GBP	GBP
Accrued expenses	(7,508,412)	(979,802)
Redemptions payable	(1,565,194)	-
Other creditors	(2,390,747)	(78,779)
	<u>(11,464,353)</u>	<u>(1,058,581)</u>

9. *Share capital*

The Company has authorised share capital divided into 300,000,000 Shares of no par value and 30,000 Management Shares of EUR 1.2697 each. The Company has met the minimum capital requirement whereby the Company must, at all times, maintain a minimum capital requirement equivalent to EUR 300,000. The table on the next page shows the movement in shares as at 31 December 2018 and 31 December 2017 for both Funds.

Management shares

The issued share capital of Ennismore European Smaller Companies Fund includes EUR 8.8879 represented by 7 Management shares of EUR 1.2697 each, which have been issued to the Investment Manager and its nominees and on which EUR 2.2222 has been paid up. Management shares do not entitle the holders to any dividend and on a winding up, entitle the holder to receive the amount paid up thereon but not otherwise to participate in the assets of the Company. The Management shares do not form part of the net assets attributable to redeemable participating shareholders. They are thus disclosed by way of this note only. In the opinion of the Directors, this disclosure reflects the nature of the Company's business as an investment fund.

Each Shareholder shall have one vote in relation to any matter relating to the Company which is submitted to Shareholders for a vote by show of hands.

Each Share gives the holder one vote in relation to any matter relating to the Company which is submitted to Shareholders for a vote by poll. All Shares have equal voting rights.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

9. Share capital (continued)

Redeemable Participating Shares

The movement in the number of participating shares is as follows:

Ennismore European Smaller Companies Fund

	GBP "A"	GBP "B"	EUR "A"	EUR "B"
	2018	2018	2018	2018
Shares in issue at the beginning of the year	1,917,186	991,941	1,234,200	5,770,393
Subscriptions during the year	40,485	22,165	66,501	1,271,271
Redemptions during the year	(132,235)	(125,231)	(316,405)	(1,200,909)
Shares in issue at the end of the year	<u>1,825,436</u>	<u>888,875</u>	<u>984,296</u>	<u>5,840,755</u>

	GBP "A"	GBP "B"	EUR "A"	EUR "B"
	2017	2017	2017	2017
Shares in issue at the beginning of the year	1,909,244	991,941	1,149,507	6,245,414
Subscriptions during the year	53,739	-	191,200	754,018
Redemptions during the year	(45,797)	-	(106,506)	(1,229,039)
Shares in issue at the end of the year	<u>1,917,186</u>	<u>991,941</u>	<u>1,234,201</u>	<u>5,770,393</u>

Ennismore Global Equity Fund

	GBP	GBP "A"	EUR	CHF	EUR "I"*	USD "I"*
	2018	2018	2018	2018	2018	2018
Shares in issue at the beginning of the year	2,342,659	3,675,746	9,620,410	1,390,982	-	-
Subscriptions during the year	427,519	1,443,286	3,792,742	1,398,741	4,100,355	700,000
Redemptions during the year	(358,512)	(625,285)	(1,107,248)	(322,197)	-	-
Shares in issue at the end of the year	<u>2,411,665</u>	<u>4,493,748</u>	<u>12,305,904</u>	<u>2,467,525</u>	<u>4,100,355</u>	<u>700,000</u>

	GBP	GBP "A"	EUR	CHF	EUR "I"	USD "I"
	2017	2017	2017	2017	2017	2017
Shares in issue at the beginning of the year	1,365,831	3,866,735	9,521,654	1,368,695	-	-
Subscriptions during the year	1,143,956	474,126	1,459,112	406,325	-	-
Redemptions during the year	(167,128)	(665,115)	(1,360,356)	(384,038)	-	-
Shares in issue at the end of the year	<u>2,342,659</u>	<u>3,675,746</u>	<u>9,620,410</u>	<u>1,390,982</u>	<u>-</u>	<u>-</u>

* The Initial Offer Period for a new share class, EUR I Shares, closed at 5pm on 2 July 2018.

* The Initial Offer Period for a new share class, USD I Shares, closed at 5pm on 31 December 2018.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

10. Related party transactions

Mr Geoff Oldfield is a Director and Shareholder of the Funds. He is also a Director of Ennismore Fund Management Limited which is the Investment Manager of the Funds. Mr. Andrew Blair is a Director and Shareholder of the Funds. He is also a Director of Ennismore Fund Management Limited which is the Investment Manager of the Funds.

Mr Paul McNaughton is a Director of Bridge Consulting which provides staff seconded to the Company to act as Designated Persons under Central Bank Regulations.

The Directors earned GBP 83,444 (2017: GBP 75,000) during the year for providing their services, and at year end GBP 83,444 (2017: GBP 75,000) was due to the Directors. Mr. Oldfield and Mr. Blair do not receive a fee for their services as Directors of the Funds.

The following Directors held shares in the Company at year end:

Ennismore European Smaller Companies Fund

	No. of GBP	No. of GBP	No. of EUR	No. of EUR
	Class A Shares	Class A Shares	Class A Shares	Class A Shares
	31/12/2018	31/12/2017	31/12/2018	31/12/2017
Nicholas Durlacher*	6,190	6,190	-	-
Lars Gårdö**	5,802	5,730	541	536
Matthew Minch***	3,907	3,836	537	537
Geoff Oldfield****	130,957	130,442	-	-
Paul McNaughton	-	-	42,319	41,823
Andrew Blair*****	12,075	11,846	-	-

*of which 300 shares were held through his ISA administered by Rathbone (2017: 300)

** of which nil shares were held through his own company; Dikarsbo Holding AB (2017: 5,038)

***all shares registered under Fundsettle EOC Nominees (2017: all shares)

****of which 19,554 shares were held through his Self Invested Pension Plan administered by Sippdeal (2017: 19,554) and 6,597 shares were held through his ISA's administered by Killik & Co (2017: 6,597) and 26,312 shares are held by close family members (2017: 25,947)

***** as at 31 December 2018, 8,809 shares were held through this Self Invested Pension Plan administered by Sippdeal (2017: 8,580)

None of the Directors had a service contract with the Company. As at 31 December 2018 Geoff Oldfield had a beneficial interest in 130,957 (2017: 130,442) shares and a non-beneficial interest in 9,276 (2017: 15,196) shares through his connected persons. The Secretary did not hold any interest in the shares of the Company at any time during the year (2017: Nil).

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

10. Related party transactions (continued)

Ennismore Global Equity Fund

	No. of GBP Class A Shares 31/12/2018	No. of GBP Class A Shares 31/12/2017	No. of GBP Class Shares 31/12/2018	No. of GBP Class Shares 31/12/2017
Nicholas Durlacher*	1,500	1,500	-	-
Lars Gårdö**	-	-	14,747	14,747
Matthew Minch	-	-	-	-
Geoff Oldfield***	1,095,395	1,048,992	-	-
Paul McNaughton	-	-	-	-
Andrew Blair	14,925	14,925	-	-

* all shares were held through his ISA administered by Rathbone

** all shares were held through his own company; Dikarsbo Holding AB

***of which 800,000 shares were held in his own name and 3,332 shares were held through his ISAs administered by Killik & Co and 292,063 shares are held by close family members (2017: of which 800,000 shares were held in his own name and 245,659 shares are held by close family members)

The Investment Manager earned GBP 11,742,321 (2017: GBP 10,909,487) during the year for providing these services, and at year end GBP 1,148,835 (2017: GBP 884,590) was due to the Investment Manager. The Investment Manager earned a performance fee during the year of GBP 10,529,436 (2017: GBP 8,262,366) of which GBP 10,529,436 (2017: GBP 8,262,366) was payable at year end.

The Investment Manager held 68,083 GBP A Shares in Ennismore European Smaller Companies Fund and 242,100 GBP Shares in Ennismore Global Equity Fund as at 31 December 2018 (2017: 68,083 GBP A Shares in Ennismore European Smaller Companies Fund and 240,100 GBP Shares in Ennismore Global Equity Fund). Parties related to the Investment Manager held 17,866 GBP A Shares in Ennismore European Smaller Companies Fund and 352,628 GBP B Shares as at 31 December 2018 (2017: GBP 29,606 A Shares and 352,628 GBP B Shares) and held 94,340 GBP Shares in Ennismore Global Equity Fund (2017: 94,340 GBP B Shares).

11. Significant agreements

Investment Manager

Ennismore Fund Management Limited has been appointed to act as Investment Manager pursuant to the Investment Management Agreement dated 12 January 1999. The Funds pay the Investment Manager a basic investment management fee at an annual rate of 2% of the Net Asset Value of the Company (plus VAT, if any), which accrues daily and is payable monthly in arrears.

The management fee is calculated on the basis of the Net Asset Value of the Funds on the last Dealing Day of the relevant month. The Investment Manager is also entitled to a performance related management fee payable in arrears in respect of each calendar year, if the Funds meet certain performance objectives, as set out on the next page.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

11. Significant agreements (continued)

Performance fee in respect of the “A” shares:

The key principle underlying the performance fee is that a performance fee should only be charged on the generation of an absolute return and that any negative performance should be fully recouped before a performance fee is payable.

On the basis of this principle, the Directors have specified the following definition:

The “Benchmark” or “High Water Mark” is the value in pounds sterling for GBP “A” Shares or in Euros for EUR “A” Shares on the last Dealing or Valuation Day of each calendar year which the Net Asset Value per “A” Share on the same day must exceed in order for a performance fee to be paid. The method of calculating the Benchmark is set out below.

The Benchmark will be an amount equal to the Net Asset Value per “A” Share on the last Dealing Day of the latest year in which a performance fee was paid, or if no performance fee has previously been paid in respect of that type of share, the Benchmark will be the initial offer price for that type of Share.

If the Net Asset Value per “A” Share (before deducting the amount of any accrued liability for a performance fee) at the end of a calendar year exceeds the Benchmark, a performance fee is payable.

If the Net Asset Value per “A” Share at the end of a calendar year is lower than the Benchmark, no performance fee is payable.

When a performance fee is payable, it is calculated in the following way:

the Net Asset Value per “A” Share *less* the Benchmark
multiplied by
20%
multiplied by
the average of the number of “A” Shares in issue on each Dealing Day during the relevant calendar year.

The performance fee will accrue and be taken into account in the calculation of the Net Asset Value per “A” Share on each Dealing Day. If a Shareholder redeems “A” Shares prior to the end of a calendar year any accrued performance fee in respect of such “A” Shares will remain in the Fund to the benefit of remaining Shareholders if a performance fee is not payable in respect of that year.

The price of the GBP “A” Shares is also quoted in Euro. The performance fee charged in respect of these shares is based on the appreciation of the share price in GBP.

Performance Fee in respect of the other share classes:

The Investment Manager is also entitled to receive a performance fee from the Funds in respect of the other share classes calculated on a Share-by-Share basis so that each Share is charged a performance fee which equates precisely with that Share’s performance.

This method of calculation ensures that (i) any performance fee paid to the Investment Manager is charged only to those Shares which have appreciated in value, (ii) all holders of Shares have the same amount of capital per Share at risk in the Funds, and (iii) all Shares have the same Net Asset Value per Share.

The initial offer price of the Shares will be the starting price for the calculation of the relevant performance fee to which the provisions overleaf will apply.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

11. Significant agreements (continued)

Performance Fee in respect of the other share classes (continued):

The first calculation period for the performance fee shall begin following the end of the initial offer period for the Shares and finish on 31 December of that calendar year (the “Initial Calculation Period”). Thereafter, the performance fee in respect of each Share will be calculated in respect of each calendar year (each a “Subsequent Calculation Period”) (the Initial Calculation Period and each Subsequent Calculation Period are each a “Calculation Period”). The performance fee will be deemed to accrue on a daily basis as at each Valuation Day.

For each Calculation Period, the performance fee in respect of each Share will be equal to 20% of the appreciation in the Net Asset Value per Share during that Calculation Period above the Base Net Asset Value per Share. The Base Net Asset Value per Share is the greater of the Net Asset Value per Share at the time of issue of that Share and the highest Net Asset Value per Share achieved as at the end of any previous Calculation Period (if any) during which such Share was in issue. The performance fee in respect of each Calculation Period will be calculated by reference to the Net Asset Value before deduction for any accrued performance fees.

The performance fee will normally be payable to the Investment Manager in arrears within 14 calendar days of the end of each Calculation Period. However, in the case of Shares redeemed during a Calculation Period, the accrued Performance Fee in respect of those Shares will be payable within 14 calendar days after the date of redemption. In the event of a partial redemption, Shares will be treated as redeemed on a first in, first out (“FIFO”) basis.

Administrator

Northern Trust International Fund Administration Services (Ireland) Limited is paid an administration charge and fees in respect of its duties as Administrator and Registrar by the Funds. The administration charge accrues and is calculated daily and is paid monthly in arrears at a rate of 0.07% per annum on the first £50 million of the Net Asset Value of each Fund on the last Dealing Day of each month and 0.06% per annum on the Net Asset Value of each Fund in excess of £50 million. This is subject to a minimum fee of £5,000 per month for each Fund with up to four Classes of Shares and £5,250 per month for each Fund with five or more Classes of Shares. The Administrator is also entitled to Shareholder dealing fees of £15 per Shareholder transaction and a Shareholder account fee of £15 per Shareholder account. The fees payable to the Administrator may be varied from time to time by agreement with the Company subject to the minimum disclosed above. Any such variation will be notified to Shareholders. The fees are exclusive of value added tax (if any) payable by the Fund. The total Administrator fees charged for the year was GBP 378,171 (2017: GBP 399,265) of which GBP 71,500 (2017: GBP 34,167) was payable at 31 December 2018, which also includes Transfer agency fees charged for the year of GBP 18,328 (2017: GBP 62,545) of which GBP 3,372 (2017: GBP 4,835) was payable at 31 December 2018.

Depository

Northern Trust Fiduciary Services (Ireland) Limited acts as Depository to the Funds (the “Depository”). The Depository is paid by each Fund with fees accruing and calculated daily and payable monthly in arrears. Fees are charged at a rate of 0.0225% per annum of the NAV of each Fund subject to a monthly minimum fee of £1,000.

Additionally, the Depository is entitled to be reimbursed for all sub-custody fees and charges (charged at normal commercial rates). The fees payable to the Depository may be varied from time to time by agreement with the Company.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

11. Significant agreements (continued)

Depository (continued)

Any increase in the fees payable will be notified to Shareholders. The fees are exclusive of value added tax (if any) payable by the Funds. The total Depository fees charged for the year was GBP 146,254 (2017: GBP 131,266) of which GBP 44,019 (2017: GBP 13,965) was payable at 31 December 2018. The Sub-Custody fees charged for the year was GBP 168,988 (2017: GBP 156,252) of which GBP 28,017 (2017: GBP 17,427) was payable at 31 December 2018.

Auditor's Remuneration

For the years ended 31 December 2018 and 31 December 2017, the remuneration for all work carried out for the Company by the statutory auditor or the statutory audit firm is shown below:

Ennismore European Smaller Companies Fund

	31/12/2018	31/12/2017
	GBP	GBP
Audit of statutory accounts	(11,943)	(10,875)
Other non-audit services	(3,096)	(5,657)
Total fees	(15,039)	(16,532)

Ennismore Global Equity Fund

	31/12/2018	31/12/2017
	GBP	GBP
Audit of statutory accounts	(11,943)	(10,875)
Other non-audit services	(3,096)	(7,521)
Total fees	(15,039)	(18,396)

There were no other assurance services, tax advisory services or other non-audit services provided by the auditor of the Company

12. Financial instruments

The Funds may hold a number of financial instruments which comprise:

1. Equity shares held in accordance with the Funds' investment objectives and policies.
2. Cash, liquid resources and short term debtors and creditors that arise directly from its operations.
3. Contracts for differences (CFDs) - see note 1 for accounting policies in relation to valuation of CFDs.
4. Debt instruments with a minimum credit rating of A from Standard and Poors.
5. Options and Forward currency contracts are held at mandatorily at fair value through the profit or loss.

All financial assets and liabilities held at 31 December 2018 have been fair valued based on quoted market prices, with the exception of the instruments disclosed as Level 3 in the fair value hierarchy table in note 16.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

13. Use of Derivatives

At the discretion of the Directors, the Funds may use financial derivative instruments including, in particular, contracts for difference (CFDs) for investment purposes, to obtain short exposure to equity securities that the Investment Manager believes are overvalued or to reduce transaction costs. The Ennismore Global Equity Fund may also purchase equity options.

While the prudent use of such a derivative can be beneficial, derivatives also include risks different from, and in certain case greater than, the risks presented by more traditional investments.

The Funds may be leveraged through the use of financial derivative instruments which may give net market exposure to equities of up to 120% of Net Asset Value for the Ennismore European Smaller Companies Fund and up to 130% for the Ennismore Global Equity Fund.

Gross equity exposure is limited to 200% of NAV. Please refer to page 58 for the actual gross exposure for 2018.

The Investment Manager employs a risk management process which enables it to monitor and measure the risks attached to financial derivative instruments, and details of this process have been provided to the Central Bank. The Investment Manager will not utilise financial derivative instruments which have not been included in the risk management process until such time as a revised risk management process has been submitted and approved by the Central Bank.

14. Contracts for difference (CFDs)

The Funds use Contracts for Difference (CFDs). These are used primarily to obtain short exposure but long positions are also taken through the use of CFDs.

CFDs are agreements between the Company and third parties which allow the Company to acquire an exposure to the price movement of specific securities without actually purchasing the securities. Upon entering into a CFD, the Company is normally required to deposit with a broker an initial cash margin equal to a certain percentage of the contract amount.

Variation margin payments are made or received by the Company depending upon the fluctuation in the value of the underlying securities. While the contract or notional amounts reflect the involvement of the Company in these financial instruments, risks arise from possible adverse movements in foreign exchange rates and the prices of the underlying securities.

The total notional amount of CFDs held by the Funds at year end was GBP 284,572,354 (2017: GBP 266,527,355) (both long and short positions). The total dividends paid on CFDs for the year ended 31 December 2018 was GBP 3,744,040 (2017: GBP 3,753,958).

15. Risk management policies and procedures

In accordance with IFRS 7 “Financial Instruments: Disclosures”, this note details the way in which the Funds manage risks associated with the use of Financial Instruments.

Risk Management Process

As an investment company, the management of financial instruments is fundamental to management of the Funds’ business. The Funds’ risk management process is managed by Ennismore Fund Management Limited (“Ennismore”) in its capacity as Investment Manager.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

15. Risk management policies and procedures (continued)

Risk Management Process (continued)

The Administrator, values all financial derivative instruments positions on a daily basis as part of the determination of the daily NAV of the Funds.

The oversight of these functions is carried out both by the Depositary and by the Board of Directors. Ennismore is organised with distinct segregation of responsibility between portfolio managers and investment administration personnel.

Global Exposure on the investment portfolio is calculated using the Commitment Method as 100% of the market value of the equity securities underlying each financial derivative instrument on a delta adjusted basis.

The risks specific to the investment portfolio of the Funds are managed primarily by the relevant portfolio managers reporting to the Chief Executive of Ennismore.

Risk and operational matters are overseen by the Chief Operating Officer of the Investment Manager.

As defined in IFRS 7, risk can be separated into the following components: market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

Risk Management Process for the Funds

Each type of risk is discussed in turn and qualitative and quantitative analyses are provided where relevant to provide an understanding of the risk management methods used by the Investment Manager and the Board of Directors.

Ennismore European Smaller Companies Fund is managed with an absolute return objective and invests primarily in European equities issued by small capitalisation companies, although an element of the portfolio may be invested in large capitalisation equities and/or globally.

Ennismore Global Equity Fund will seek to achieve its capital growth objective primarily through exposure to equity securities, of companies that are listed or traded on Recognised Markets in developed markets on a global basis.

The Funds also use Exchange Traded Financial Derivative Instruments (“ET FDI”) and Over the Counter Financial Derivative Instruments (“OTC FDI”) to obtain long and short exposure to such equity securities.

The Investment Manager manages a diversified portfolio on behalf of the Funds which should serve to mitigate the impact on the Net Asset Value of the crystallisation of any risk affecting a particular market or company.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

15. Risk management policies and procedures (continued)

Risk Management Process (continued)

(a) Market risk

This is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and market price risk.

(i) Currency risk

Currency risk is defined as the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

This risk arises on financial instruments that are denominated in a currency other than the functional currency in which they are measured. Currency risk does not arise from financial instruments that are non-monetary items or from financial instruments denominated in the functional currency.

The net assets in the Funds as at 31 December 2018 and 31 December 2017 are denominated in currencies as shown below and on the next page.

At 31 December 2018, had the exchange rate between GBP and the currencies set out in the table on the below increased or decreased by 5%, which management considers reasonably possible fluctuations, with all other variables remaining constant, the income and net assets attributable to holders of redeemable participating preference shares would have increased or decreased by the amounts shown below and on the next page. The analysis is performed on the same basis for 31 December 2017.

Ennismore European Smaller Companies Fund

Currency	Total GBP	% of Fund GBP	Effect of currency exposure on profit and net assets		Total GBP	% of Fund GBP	Effect of currency exposure on profit and net assets	
			2018	2018			2017	2017
AUD Australian Dollar	285,488	0.07	14,274		3,881,462	0.98	194,073	
CAD Canadian Dollar	(88)	-	(4)		529,772	0.14	26,489	
DKK Danish Kroner	1,654	-	83		(41,289)	(0.01)	(2,064)	
EUR Euro	180,364,404	45.81	9,018,220		191,863,865	48.53	9,593,193	
HKD Hong Kong Dollar	1,567,803	0.40	78,390		1,912,269	0.48	95,613	
JPY Japanese Yen	779,651	0.20	38,983		(11,294)	(0.00)	(565)	
NZD New Zealand Dollar	-	-	-		53,508	0.01	2,675	
NOK Norwegian Krone	24,520,839	6.23	1,226,042		30,411,992	7.69	1,520,600	
GBP Pounds Sterling	172,015,391	43.69	-		151,786,711	38.41	-	
SEK Swedish Krona	3,406,319	0.87	170,316		3,413,996	0.86	170,700	
CHF Swiss Franc	560,021	0.14	28,001		(1,851,829)	(0.47)	(92,591)	
USD US Dollar	10,327,434	2.62	516,372		13,371,555	3.38	668,578	
ZAR South African Rand	(134,616)	(0.03)	(6,731)		-	-	-	
	<u>393,694,300</u>	<u>100.00</u>	<u>11,083,947</u>		<u>395,320,718</u>	<u>100.00</u>	<u>12,176,701</u>	

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

15. Risk management policies and procedures (continued)

Risk Management Process for the Funds (continued)

(a) Market risk (continued)

(i) Currency risk (continued)

Ennismore Global Equity Fund

Currency	Total GBP 2018	% of Fund GBP 2018	Effect of currency exposure on profit and net assets		Total GBP 2017	% of Fund GBP 2017	Effect of currency exposure on profit and net assets	
			GBP 2018	GBP 2017			GBP 2017	GBP 2017
AUD Australian Dollar	3,872,342	1.31	193,617	11,859,858	7.11	592,993		
CAD Canadian Dollar	1,904,484	0.65	95,224	1,710,572	1.03	85,529		
DKK Danish Kroner	(9)	-	-	-	-	-		
EUR Euro	192,601,419	65.34	9,630,071	46,433,691	27.85	2,321,685		
HKD Hong Kong Dollar	184,572	0.06	9,229	1,569,173	0.94	78,458		
JPY Japanese Yen	100,235	0.03	5,012	(27,684)	(0.02)	(1,384)		
NOK Norwegian Krone	14,365,092	4.87	718,255	9,908,504	5.94	495,425		
NZD New Zealand Dollar	-	-	-	188,629	0.11	9,431		
GBP Pounds Sterling	20,729,558	7.03	-	43,511,851	26.11	-		
SEK Swedish Krona	1,803,117	0.61	90,156	1,869,850	1.12	93,493		
CHF Swiss Franc	278,117	0.09	13,906	(207,780)	(0.12)	(10,389)		
USD US Dollar	47,732,917	16.19	2,386,645	49,890,505	29.93	2,494,525		
ZAR South African Rand	11,205,347	3.80	560,267	-	-	-		
	<u>294,777,191</u>	<u>100.00</u>	<u>13,702,382</u>	<u>166,707,169</u>	<u>100.00</u>	<u>6,159,766</u>		

NAV analysis

Ennismore European Smaller Companies Fund

	31/12/2018	31/12/2017
	GBP	GBP
GBP Share Classes	262,412,052	266,204,179
EUR Share Classes	131,282,248	129,116,539
	<u>393,694,300</u>	<u>395,320,718</u>

Ennismore Global Equity Fund

	31/12/2018	31/12/2017
	GBP	GBP
GBP Share Classes	87,860,937	64,637,700
EUR Share Classes	176,301,360	90,229,722
CHF Share Class	25,118,664	11,839,747
USD Share Class	5,496,230	-
	<u>294,777,191</u>	<u>166,707,169</u>

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

15. Risk management policies and procedures (continued)

Risk Management Process for the Funds (continued)

(a) Market risk (continued)

(i) Currency risk (continued)

Currency risk is monitored by the Investment Manager but is primarily a consequence of equity investment decisions made for the Funds. The Investment Manager does not seek to actively hedge currency exposures arising from its equity portfolio. The Ennismore Global Equity Fund has foreign exchange forward contracts at year end for the purpose of hedging the performance of certain share classes.

(ii) Interest rate risk

This is defined as the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. This risk arises on financial instruments whose fair value or future cash flows are affected by changes in interest rates.

The majority of the Funds' financial assets are equity shares and other instruments which neither pay interest nor have a maturity date. Due to the nature of its investments, the key components of market risk are market price risk and currency risk.

The Funds' exposure to interest rate risk is limited to the impact on rates of interest earned on its uninvested cash balances and a number of treasury bills positions that have maturities of less than 90 days and the indirect impact of interest rate changes on equity prices and foreign exchange rates.

A sensitivity analysis reflects how net assets attributable to holders of redeemable shares would have been affected by changes in the relevant risk variable that were reasonably possible at the reporting date. As noted above, due to the nature of the investments, the Company's exposure to interest bearing financial assets and liabilities is not considered significant. As a result, the Funds are not subject to significant amounts of risk due to fluctuations in prevailing levels of market interest rates.

(iii) Market price risk

This is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk and currency risk), whether those changes are caused by factors specific to an individual financial instrument or its issuer, or by other factors affecting similar financial instruments traded in the market.

The portfolio's exposure to market price risk is equivalent to the fair value of the investments held, together with the value of the securities underlying the OTC FDIs being on a delta adjusted basis for options held. This exposure to market risk is summarised in the table below:

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

15. Risk management policies and procedures (continued)

(a) Market risk (continued)

(iii) Market price risk (continued)

Exposure to market risk on the portfolio as at 31 December 2018 and 31 December 2017 was as follows:

Ennismore European Smaller Companies Fund

	31/12/2018	31/12/2017
	GBP	GBP
Transferable securities - equities	292,546,646	304,454,936
Contracts for difference - long (notional amount)	2,850,835	564,102
Contracts for difference - short (notional amounts)	<u>(143,077,594)</u>	<u>(191,702,956)</u>
Net market exposure	<u><u>152,319,887</u></u>	<u><u>113,316,082</u></u>

Ennismore Global Equity Fund

	31/12/2018	31/12/2017
	GBP	GBP
Transferable securities - equities	259,096,722	145,998,478
Contracts for difference - long (notional amount)	17,681,781	1,888,869
Contracts for difference - short (notional amounts)	(120,962,144)	(72,371,428)
Options	<u>(3,209,144)</u>	<u>-</u>
Net market exposure	<u><u>152,607,215</u></u>	<u><u>75,515,919</u></u>

The Funds' portfolios are based on fundamental research, and the Funds do not attempt to track a particular benchmark. Market risk is managed via adherence to the Funds' investment and borrowing restrictions, together with on-going monitoring of the individual investments held by the Funds. As such, the market price risk sensitivity analysis provided below and on the following page is for illustrative purposes only as part of the requirements of IFRS 7; neither the Investment Manager nor the Board of Directors use this analysis to manage risk.

If the HSBC European Smaller Total Return Index had increased by 10% and the portfolio had moved in line with that index, all other factors remaining equal, this would have increased the net assets attributable to the holders of redeemable participating preference shares by approximately GBP 12,164,949 (2017: GBP 9,049,930) for the Ennismore European Smaller Companies Fund and GBP 12,187,896 (2017: GBP 6,031,040) for the Ennismore Global Equity Fund.

Conversely, a 10% decline would have decreased net assets attributable to holders of redeemable participating preference shares by approximately GBP 12,164,949 (2017: GBP 9,049,930) for the Ennismore European Smaller Companies Fund and GBP 12,700,489 (2017: GBP 6,031,040) for the Ennismore Global Equity Fund.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

15. Risk management policies and procedures (continued)

(a) Market risk (continued)

(iii) Market price risk (continued)

The Directors consider that each of these movements in the index is reasonably possible. However, particularly given that the investment approach is not based upon benchmarking against any index, the actual trading result in the event of such a movement in the index is likely to be different from this and the difference may be material.

The sector exposure of the portfolio (calculated based on the fair value as a percentage of the NAV at year end) as at 31 December 2018 and 31 December 2017 is analysed in the table below:

Ennismore European Smaller Companies Fund

Sector	Exposure*			
	Gross 2018 %	Net 2018 %	Gross 2017 %	Net 2017 %
Consumer Discretionary	32.60	11.89	37.10	14.80
Consumer Staples	7.20	4.61	10.00	(1.43)
Energy	0.35	0.16	0.60	(0.60)
Financials	11.10	7.53	7.70	2.10
Health Care	4.43	0.82	5.70	3.80
Industrials	17.27	9.94	19.10	5.30
Information Technology	23.89	(3.27)	30.50	(2.90)
Materials	4.05	2.92	4.09	3.09
Real Estate	7.97	2.75	7.84	3.14
Telecommunication Services	2.14	1.22	3.06	1.37

Ennismore Global Equity Fund

Sector	Exposure*			
	Gross 2018 %	Net 2018 %	Gross 2017 %	Net 2017 %
Consumer Discretionary	36.38	25.59	37.06	23.24
Consumer Staples	11.65	9.95	14.73	3.89
Energy	0.58	(0.58)	0.42	(0.42)
Financials	6.59	3.62	4.81	2.07
Health Care	11.21	0.33	1.64	(0.04)
Industrials	20.19	12.12	17.70	9.41
Information Technology	37.43	1.82	39.30	2.04
Materials	3.71	(3.71)	2.10	(2.10)
Real Estate	1.44	(1.44)	2.28	(2.28)
Telecommunication Services	8.24	5.25	12.06	9.49
Utilities	0.43	(0.43)	-	-

* The exposure calculations are carried out by dividing the market value of equities, the market value of the equity positions underlying contracts for difference on a delta adjusted basis for options held by the Net Asset Value of the Fund; the gross exposure reflects the aggregate value of long and short exposure; the net exposure reflects the value of long exposure less short exposure.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

15. Risk management policies and procedures (continued)

(a) Market risk (continued)

(iii) Market price risk (continued)

The Investment Manager reviews the credit concentration of debt and equity securities based on industries and geographical location.

The gross market exposure of the Ennismore European Smaller Companies Fund portfolio, being the value of the equities and bonds held together with the equity exposure underlying contracts for difference, as at 31 December 2018 was 111.37% (2017: 125.69%). The gross market exposure of the Ennismore Global Equity Fund portfolio, being the value of the equities held together with the equity exposure underlying contracts for difference, as at 31 December 2018 was 136.02% (2017: 132.10%).

Please refer to the Portfolio of Investments (Audited) on pages 74 to 102 for the geographical exposure of the portfolio as at 31 December 2018 and 31 December 2017.

(b) Credit risk

This is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. This includes counterparty risk and issuer risk. In relation to the Funds, it can arise from receivables from another party, placing deposits with other entities and entering into derivatives contracts.

With the exception of Treasury Bills with less than three months' maturity the Funds have not invested in debt instruments and cash deposits have not been placed with maturities in excess of one month.

At 31 December the Company was invested in treasury bills with the following credit quality.

Ennismore European Smaller Companies Fund

Rating	31/12/2018	31/12/2017
	GBP	GBP
AAA	8,982,366	-
AA	18,979,630	21,772,321
Total	<u><u>27,961,996</u></u>	<u><u>21,772,321</u></u>

Ennismore Global Equity Fund

Rating	31/12/2018	31/12/2017
	GBP	GBP
AA	6,996,558	-
Total	<u><u>6,996,558</u></u>	<u><u>-</u></u>

As a consequence of its use of OTC FDIs, the Funds have an exposure to counterparty risk because the counterparty may become insolvent or otherwise incapable of meeting its obligations under an FDI contract. This includes the legal risk arising from a contract not being enforceable.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

15. Risk management policies and procedures (continued)

(b) Credit risk (continued)

The Funds maintain the following Counterparty Exposure and Overall Issuer Exposure limits:

Counterparty Exposure limit is 5% of NAV (increased to 10% for credit institutions authorised in an EEA member state or Switzerland); and Issuer Exposure limit is 20% of NAV.

The methods and calculation examples used by the Investment Manager to ensure compliance with these limits are detailed in the Risk Management Process Statement that is reviewed by the Board of Directors and is filed with the Central Bank at least annually.

Where OTC FDIs have the same counterparty, the Investment Manager looks to set up contractual netting agreements with the counterparty. These enable the Fund to offset mark-to-market values of one OTC FDI with others contracted with the same counterparty.

The table below sets out the Funds' maximum credit exposure before taking into account the impact of any netting agreements which enable the Funds to offset assets and liabilities due to/from the same counterparty. The analysis is calculated on the basis of selected items on the Statement of Financial Position.

Ennismore European Smaller Companies Fund	31/12/2018	31/12/2017
	GBP	GBP
Deposits held with credit institutions	63,271,181	66,027,657
Cash held with counterparties	3,341,020	20,987,679
Cash equivalents	27,961,996	21,772,321
Derivatives	14,963,106	11,821,782
Other Debtors	68,619	52,439
	<u>109,605,922</u>	<u>120,661,878</u>
Ennismore Global Equity Fund	31/12/2018	31/12/2017
	GBP	GBP
Deposits held with credit institutions	30,630,118	18,420,379
Cash held with counterparties	2,951,861	11,458,213
Cash equivalents	6,996,558	-
Derivatives	6,247,802	1,285,501
Other Debtors	6,754,436	6,785
	<u>53,580,775</u>	<u>31,170,878</u>

Northern Trust Fiduciary Services (Ireland) Limited ("NTFSIL") is the appointed Depositary of the Company, responsible for the safe-keeping of assets. NTFSIL has appointed The Northern Trust Company ("TNTC") as its global sub-custodian. Both NTFSIL and TNTC are wholly owned subsidiaries of Northern Trust Corporation ("NTC"). As at 31 December 2018 NTC had a long term credit rating from Standard & Poor's of (A+).

TNTC (as global sub-custodian of NTFSIL) does not appoint external sub-custodians within the U.S., the U.K., Ireland and Canada. However, in all other markets, TNTC appoints local external sub-custodians.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

15. Risk management policies and procedures (continued)

(b) Credit risk (continued)

NTFSIL, in the discharge of its depositary duties, verifies the Company's ownership of Other Assets, (as defined under Other Assets in Art 22(5) of UCITS V Directive 2014/91/EU,) by assessing whether the Company holds the ownership based on information or documents provided by the Company or where available, on external evidence.

TNTC, in the discharge of its delegated depositary duties, holds in custody (i) all financial instruments that may be registered in a financial instruments account opened on the books of TNTC and (ii) all financial instruments that can be physically delivered to TNTC. TNTC ensures all financial instruments (held in a financial instruments account on the books of TNTC) are held in segregated accounts in the name of the Company, clearly identifiable as belonging to the Company, and distinct and separately from the proprietary assets of TNTC, NTFSIL and NTC.

In addition TNTC, as banker, holds cash of the Company on deposit. Such cash is held on the Statement of Financial Position of TNTC. In the event of insolvency of TNTC, in accordance with standard banking practice, the Company will rank as an unsecured creditor of TNTC in respect of any cash deposits. Insolvency of NTFSIL and or one of its agents or affiliates may cause the Company's rights with respect to its assets to be delayed.

The Board of Directors or its appointed delegates manages risk by monitoring the credit quality and financial position of the Depositary and such risk is further managed by the Depositary monitoring the credit quality and financial positions of sub-custodian appointments.

Cash held with counterparties is collateral deposited against CFD positions held with those counterparties. CFD counterparties as at 31 December 2018 were Goldman Sachs International, Skandinaviska Enskilda Banken and JP Morgan Securities Plc. The exposure to each of these counterparties at year end as a percentage of net asset value is disclosed below:

Ennismore European Smaller Companies Fund

	S&P Credit Rating	31/12/2018	31/12/2017	31/12/2018 GBP	31/12/2017 GBP
Goldman Sachs	A+	1.69%	1.41%	6,640,119	5,590,788
Skandinaviska Enskilda Banken	A+	2.46%	1.59%	9,679,832	6,278,054

Ennismore Global Equity Fund

	S&P Credit Rating	31/12/2018	31/12/2017	31/12/2018 GBP	31/12/2017 GBP
Goldman Sachs	A+	0.11%	0.09%	323,237	142,754
Skandinaviska Enskilda Banken	A+	0.63%	1.92%	1,859,007	3,197,355
JP Morgan Securities Plc	A+	0.00%	-	-	-

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

15. Risk management policies and procedures (continued)

(b) Credit risk (continued)

Financial assets and liabilities enforceable to master netting or similar agreements
31 December 2018

Ennismore European Smaller Companies Fund

				Gross amounts not offset in the Statement of Financial Position		
	Gross amounts of recognised assets /(liabilities)	Gross amounts offset in Statement of Financial Position	Net amounts presented in the Statement of Financial Position	Financial Instruments	Cash Collateral deposited / (received)	Net Amount
Derivatives assets						
Counterparty						
Goldman Sachs	8,566,257	-	8,566,257	(1,658,911)	-	6,907,346
Skandinaviska						
Enskilda Banken	6,396,849	-	6,396,849	(325,264)	-	6,071,585
Financial						
offset	-	-	-	360,895	-	360,895
	<u>14,963,106</u>	<u>-</u>	<u>14,963,106</u>	<u>(1,623,280)</u>	<u>-</u>	<u>13,339,826</u>
Derivatives liabilities						
Counterparty						
Goldman Sachs	(1,658,911)	-	(1,658,911)	1,658,911	-	-
Skandinaviska						
Enskilda Banken	(325,264)	-	(325,264)	325,264	-	-
Financial statement						
offset	-	-	-	(360,895)	-	(360,895)
	<u>(1,984,175)</u>	<u>-</u>	<u>(1,984,175)</u>	<u>1,623,280</u>	<u>-</u>	<u>(360,895)</u>
Derivatives net						
assets /						
(liabilities)	<u>12,978,931</u>	<u>-</u>	<u>12,978,931</u>	<u>-</u>	<u>-</u>	<u>12,978,931</u>

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

15. Risk management policies and procedures (continued)

(b) Credit risk (continued)

Financial assets and liabilities enforceable to master netting or similar agreements
31 December 2017

Ennismore European Smaller Companies Fund

	Gross amounts not offset in the Statement of Financial Position					
	Gross amounts of recognised assets /(liabilities)	Gross amounts offset in Statement of Financial Position	Net amounts presented in the Statement of Financial Position	Financial Instruments	Cash Collateral deposited / (received)	Net Amount
Derivatives assets						
Counterparty						
Goldman Sachs	9,629,452	-	9,629,452	(9,629,452)	-	-
Skandinaviska Enskilda Banken	2,192,330	-	2,192,330	(2,192,330)	-	-
Financial statement offset	-	-	-	779,158	-	779,158
	<u>11,821,782</u>	<u>-</u>	<u>11,821,782</u>	<u>(11,042,624)</u>	<u>-</u>	<u>779,158</u>
Derivatives liabilities						
Counterparty						
Goldman Sachs	(17,738,566)	-	(17,738,566)	9,629,452	8,109,114	-
Skandinaviska Enskilda Banken	(3,202,054)	-	(3,202,054)	2,192,330	1,009,724	-
Financial statement offset	-	-	-	(779,158)	-	(779,158)
	<u>(20,940,620)</u>	<u>-</u>	<u>(20,940,620)</u>	<u>11,042,624</u>	<u>9,118,838</u>	<u>(779,158)</u>
Derivatives net assets / (liabilities)						
	<u>(9,118,838)</u>	<u>-</u>	<u>(9,118,838)</u>	<u>-</u>	<u>9,118,838</u>	<u>-</u>

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

15. Risk management policies and procedures (continued)

(b) Credit risk (continued)

Financial assets and liabilities enforceable to master netting or similar agreements
31 December 2018

Ennismore Global Equity Fund

**Gross amounts not offset in
the Statement of Financial
Position**

	Gross amounts of recognised assets /(liabilities)	Gross amounts offset in Statement of Financial Position	Net amounts presented in the Statement of Financial Position	Financial Instruments	Cash Collateral deposited / (received)	Net Amount
Derivatives assets						
Counterparty						
Goldman Sachs	3,717,232	-	3,717,232	(3,717,232)	-	-
JP Morgan	1,234	-	1,234	-	-	1,234
Skandinaviska						
Enskilda Banken	2,529,336	-	2,529,336	(670,328)	-	1,859,008
Financial statement offset	-	-	-	345,780	-	345,780
	<u>6,247,802</u>	<u>-</u>	<u>6,247,802</u>	<u>(4,041,780)</u>	<u>-</u>	<u>2,206,022</u>
Derivatives liabilities						
Counterparty						
Goldman Sachs	(5,765,625)	-	(5,765,625)	3,717,232	2,048,393	(2,048,393)
JP Morgan	-	-	-	-	-	-
Skandinaviska						
Enskilda Banken	(670,328)	-	(670,328)	670,328	-	-
Financial statement offset	-	-	-	(345,780)	-	(345,780)
	<u>(6,435,953)</u>	<u>-</u>	<u>(6,435,953)</u>	<u>4,041,780</u>	<u>2,048,393</u>	<u>(2,394,173)</u>
Derivatives net assets / (liabilities)	<u>(188,151)</u>	<u>-</u>	<u>(188,151)</u>	<u>-</u>	<u>2,048,393</u>	<u>(188,151)</u>

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

15. *Risk management policies and procedures (continued)*

(b) Credit risk (continued)

Financial assets and liabilities enforceable to master netting or similar agreements
31 December 2017

Ennismore Global Equity Fund

**Gross amounts not offset
in the Statement of
Financial Position**

	Gross amounts of recognised assets /(liabilities)	Gross amounts offset in Statement of Financial Position	Net amounts presented in the Statement of Financial Position	Financial Instruments	Cash Collateral deposited / (received)	Net Amount
Derivatives assets						
Counterparty						
Goldman Sachs	618,407	-	618,407	(618,407)	-	-
Skandinaviska Enskilda Banken	667,094	-	667,094	(667,094)	-	-
Financial statement offset	-	-	-	187,612	-	187,612
	1,285,501	-	1,285,501	(1,097,889)	-	187,612
Derivatives liabilities						
Counterparty						
Goldman Sachs	(1,024,348)	-	(1,024,348)	618,407	405,941	-
Skandinaviska Enskilda Banken	(8,379,258)	-	(8,379,258)	667,094	7,712,164	-
offset	-	-	-	(187,612)	-	(187,612)
	(9,403,606)	-	(9,403,606)	1,097,889	8,118,105	(187,612)
Derivatives net assets / (liabilities)						
	(8,118,105)	-	(8,118,105)	-	8,118,105	-

(c) Liquidity risk

This is the risk that the Funds will encounter difficulty in meeting obligations associated with financial liabilities. The Funds' assets comprise mainly readily realisable securities. The main financial liability of the Funds are the redemption of redeemable participating shares. The Funds are exposed to daily cash redemptions of redeemable participating shares. As an open-ended investment company with variable capital, the Funds are required to sell shares back to shareholders at a price equivalent to the net asset value per share, less any applicable purchase or redemption charge.

To meet the redemption liability the Funds may be required to unwind positions in derivatives or sell securities. The Funds invest in small capitalisation equity securities and in less liquid markets, which may result in these positions being more difficult to unwind quickly.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

15. Risk management policies and procedures (continued)

(c) Liquidity risk

This could lead to investments being liquidated at less than fair value.

The Investment Manager reviews the liquidity of the portfolio on a daily basis. The Directors are also able, by the provisions in the Prospectus, to limit the number of redemptions on any given day to 10% of the total number of redeemable participating shares then in issue in order to facilitate the orderly disposition of securities in the interests of remaining shareholders.

The Funds invest in companies with smaller market capitalisations. The volumes trading for such investees on a daily basis can be small relative to the volumes of shares held by the Funds. The amount realisable should the Funds seek to dispose of its holdings on an individual day or short period could differ from the daily exchange price and such differences could be significant.

As at 31 December 2018 one of the Level 3 instruments was Ennismore European Smaller Companies Fund's equity holding in Trader Media East. As observable prices were not available for this security the Company used valuation techniques to derive fair value. The main inputs into the valuation model for this investment included net asset value, earnings multiples, discounted cash flows and the price of capital raising transactions. Given the level of uncertainty surrounding the financial position of Trader Media East, the investment was written off by the Fund in January 2013 and no value is attributed to it at 31 December 2018. As the valuation is based on unobservable inputs the actual amount that may be realised on this investment may differ significantly from the reported valuation.

(d) Concentration Risk

The Investment Manager reviews the credit concentration of debt and equity instruments based on the industries and geographical locations. Please refer to the Portfolio of Investments for information on same.

(e) Leverage Risk

The Funds may be leveraged through the use of financial derivative instruments which may give net market exposure to equities of up to 120% of Net Asset Value for the Ennismore European Smaller Companies Fund and up to 130% for the Ennismore Global Equity Fund. Gross equity exposure is limited to 200% of NAV. Please refer to page 58 for the actual gross exposure for 2018.

(f) Legal, Tax and Regulatory Risk

Legal, tax and regulatory changes could occur during the duration of the Company which may adversely affect the Company. Legal risk associated with the Financial Derivative Instruments that the Funds utilise is assessed as being low. CFDs are only contracted with regulated counterparties and a master agreement is entered into with each counterparty prior to dealing setting out the terms applying to each CFD.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

16. Fair Value Hierarchy

IFRS 13 Fair Value Measurement requires the Company to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1 – valued using quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 – valued using inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly or indirectly.
- Level 3 – valued using inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The table below analyses within the fair value hierarchy the Company's financial assets and liabilities measured at fair value at 31 December 2018 and 31 December 2017.

Ennismore European Smaller Companies Fund

31 December 2018	Level 1	Level 2	Level 3	Total Fair Value
	GBP'000	GBP'000	GBP'000	GBP'000
Financial Assets				
Financial Assets at Fair Value Through Profit or Loss:				
Equities	292,547	-	-	292,547
	<u>292,547</u>	<u>-</u>	<u>-</u>	<u>292,547</u>
Derivative Financial Instruments:				
Contracts for Difference	-	14,963	-	14,963
	<u>292,547</u>	<u>14,963</u>	<u>-</u>	<u>307,510</u>
Financial Liabilities				
Financial Liabilities at Fair Value Through Profit or Loss:				
Derivative Financial Instruments:				
Contracts for Difference	-	(1,984)	-	(1,984)
	<u>292,547</u>	<u>12,979</u>	<u>-</u>	<u>305,526</u>

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

16. Fair Value Hierarchy (continued)

Ennismore European Smaller Companies Fund

31 December 2017	Level 1	Level 2	Level 3	Total Fair Value
	GBP'000	GBP'000	GBP'000	GBP'000
Financial Assets				
Financial Assets at Fair Value Through Profit or Loss:				
Equities	304,455	-	-	304,455
	<u>304,455</u>	<u>-</u>	<u>-</u>	<u>304,455</u>
Derivative Financial Instruments:				
Contracts for Difference	-	11,822	-	11,822
	<u>304,455</u>	<u>11,822</u>	<u>-</u>	<u>316,277</u>
Financial Liabilities				
Financial Liabilities at Fair Value Through Profit or Loss:				
Derivative Financial Instruments:				
Contracts for Difference	-	(20,941)	-	(20,941)
	<u>304,455</u>	<u>(9,119)</u>	<u>-</u>	<u>295,336</u>

Ennismore Global Equity Fund

31 December 2018	Level 1	Level 2	Level 3	Total Fair Value
	GBP'000	GBP'000	GBP'000	GBP'000
Financial Assets				
Financial Assets at Fair Value Through Profit or Loss:				
Equities	259,097	-	-	259,097
	<u>259,097</u>	<u>-</u>	<u>-</u>	<u>259,097</u>
Derivative Financial Instruments:				
Contracts for Difference	-	5,487	-	5,487
Options	-	761	-	761
	<u>259,097</u>	<u>6,248</u>	<u>-</u>	<u>265,345</u>
Financial Liabilities				
Financial Liabilities at Fair Value Through Profit or Loss:				
Derivative Financial Instruments:				
Contracts for Difference	-	(6,255)	-	(6,255)
Open Forward Currency Transactions	-	(181)	-	(181)
	<u>259,097</u>	<u>(188)</u>	<u>-</u>	<u>258,909</u>

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

16. Fair Value Hierarchy (continued)

Ennismore Global Equity Fund

31 December 2017	Level 1 GBP'000	Level 2 GBP'000	Level 3 GBP'000	Total Fair Value GBP'000
Financial Assets				
Financial Assets at Fair Value Through Profit or Loss:				
Equities	145,998	-	-	145,998
	<u>145,998</u>	<u>-</u>	<u>-</u>	<u>145,998</u>
Derivative Financial Instruments:				
Contracts for Difference	-	1,286	-	1,286
	<u>145,998</u>	<u>1,286</u>	<u>-</u>	<u>147,284</u>
Financial Liabilities				
Financial Liabilities at Fair Value Through Profit or Loss:				
Derivative Financial Instruments:				
Contracts for Difference	-	(9,404)	-	(9,404)
	<u>145,998</u>	<u>(8,118)</u>	<u>-</u>	<u>137,880</u>

Investments whose values are based on quoted market prices in active markets, and therefore classified within Level 1, include active listed equities. The Company does not adjust the quoted price for these instruments.

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2. As Level 2 investments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.

Level 2 investments also include CFDs which are valued based on the market price of the underlying equity security.

During 2018 there were no transfers between Levels 1, 2 and 3 of the fair value hierarchy for financial assets and financial liabilities (2017: Nil). Financial assets would be transferred from Level 1 to Level 2 or Level 3 if they ceased to be traded during the year and fair values consequently obtained using valuation techniques from observable market inputs.

Financial assets would be transferred from Level 2 to Level 1 if certain securities were listed on a stock exchange during the year for the first time and were considered to be traded in an active market. Fair values for these instruments at the reporting date would be based on quoted market prices or binding dealer price quotations.

Neither of the above two scenarios applied to the Fund during 2018 or 2017. Transfers between levels are deemed to occur at the beginning of the year.

For assets and liabilities carried at amortised cost, their carrying values are a reasonable approximation of fair value. All assets and liabilities not held at fair value are classified as Level 2.

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

16. Fair Value Hierarchy (continued)

As at 31 December 2018 the Ennismore European Smaller Companies Fund held three Level 3 Investments (2017:3):

- a. Trader Media East: The shares in Trader Media East trade extremely infrequently. As observable prices are not available for this security the Company has used valuation techniques to derive fair value. Based on the uncertainty of its financial position, the investment was written off by the Fund in January 2013 and no value has been attributed to it since that date. As the valuation is based on unobservable inputs, the actual amount that may be realised on this investment may differ significantly from the reported valuation;
- b. Outsourcery PLC: The company went into administration in June 2016 with the immediate sale of its business and assets. The investment was written off by the Fund at the time and no value is expected to be returned to shareholders;
- c. Worldspreads Group: The company went into administration in March 2012. The investment was written off by the Fund at the time and no value is expected to be returned to shareholders.

17. Collateral positions

The following investments, held by the Depositary, in respect of the Ennismore European Smaller Companies Fund are pledged in favour of Goldman Sachs International as collateral for Contracts for Difference as at 31 December 2018:

	Nominal	Year ended 31/12/2018 Fair value GBP
Costain	1,684,000	5,313,020
Etsy	40,000	1,494,032
Gesco	35,000	684,849
Inmarsat	26,604	100,909
JD Sports Fashion	3,913,350	13,649,765
Kongsberg Automotive	6,900,000	4,786,325
WM Morrison Supermarkets	1,106,527	2,359,669
MTU Aero Engines	16,278	2,314,336
Renk AG NPV	18,000	1,526,774
Under Armour	109,646	1,521,235
		33,750,914

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

17. Collateral positions (continued)

The following investments, that were held by the Depositary, in respect of the Ennismore European Smaller Companies Fund were pledged in favour of Goldman Sachs International as collateral for Contracts for Difference as at 31 December 2017:

	Nominal	Year ended 31/12/2017 Fair value GBP
Ascential	97,200	374,512
Auto Trader	158,315	558,535
Costain	184,000	860,660
Domino's Pizza	173,803	600,837
Etsy	165,613	2,503,630
Inmarsat	26,000	127,608
JD Sports Fashion	3,913,350	13,156,683
Kongsberg Automotive	6,900,000	7,327,411
L'Occitane International	522,400	707,411
WM Morrison Supermarkets	1,288,900	2,834,291
MTU Aero Engines	36,912	4,895,209
Renk AG NPV	18,000	1,805,719
Tripadvisor	66,624	1,697,182
Tucows	15,733	814,708
Twitter	85,927	1,525,120
		<u>39,789,516</u>

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

17. Collateral positions (continued)

The following investments, held by the Depositary, in respect of the Ennismore Global Equity Fund are pledged in favour of Goldman Sachs International as collateral for Contracts for Difference as at 31 December 2018:

	Nominal	Year ended 31/12/2018 Fair value GBP
Admiral	75,500	1,545,485
ASOS	32,000	728,640
Booking	1,267	1,713,494
Constellation Software Inc	2,920	1,466,914
Etsy	96,517	3,604,989
GrandVision	52,150	895,447
Inmarsat	409,296	1,552,460
Moneysupermarket.com	176,000	484,880
Ryanair	39,000	376,308
SES	226,650	3,399,402
Takeaway.com	30,145	1,590,974
Twitter	59,931	1,352,400
Under Armour	200,000	2,774,811
Vossloh	32,580	1,241,363
Wizz Air	85,400	2,392,908
WM Morrison Supermarkets	750,000	1,599,375
		<u>26,719,850</u>

The following investments, held by the Depositary, in respect of the Ennismore Global Equity Fund are pledged in favour of Goldman Sachs International as collateral for Contracts for Difference as at 31 December 2017:

	Nominal	Year ended 31/12/2017 Fair value GBP
Etsy	96,517	1,459,081
Tripadvisor	31,700	807,527
Tucows	21,975	1,137,940
Twitter	91,931	1,631,686
		<u>5,036,234</u>

ENNISMORE SMALLER COMPANIES PLC
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

18. *Soft Commission arrangements*

Neither of the Funds entered into soft commission arrangements to pay for third party research. Further to the implementation of MiFID II on 3rd January 2018, the cost of third party research during the year has been met by the investment manager.

19. *Significant events during the year*

The Initial Offer Period for a new share class, EUR I Shares, closed at 5pm on 2 July 2018.

The Initial Offer Period for a new share class, USD I Shares, closed at 5pm on 31 December 2018.

A new Prospectus and Supplement to the Prospectus for Ennismore Global Equity Fund was noted by the central Bank 20 December 2018.

There have been no other events during the year, which, in the opinion of the Directors, may have had an impact on the financial statements for the year ended 31 December 2018.

20. *Post balance sheet events*

There have been no events subsequent to the year end, which, in the opinion of the Directors, may have had an impact on the financial statements for the year ended 31 December 2018.

21. *Contingent Liabilities and Commitments*

There were no contingent liabilities or commitments as at 31 December 2018 (2017: Nil), other than those disclosed in note 15.

22. *Approval of the financial statements*

The financial statements were approved by the Board of Directors on 28 March 2019.

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE EUROPEAN SMALLER COMPANIES FUND
as at 31 December 2018

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
	Equities: 74.03% (2017: 77.01%)		
	Australia: 0.00% (2017: 1.12%)		
	Austria: 1.28% (2017: 1.64%)		
	Industrials: 1.28% (2017: 1.64%)		
220,264	Strabag	5,071,087	1.28
	Total Austria	5,071,087	1.28
	Belgium: 1.25% (2017: 0.44%)		
	Consumer Discretionary: 0.08% (2017: 0.13%)		
13,085	Van de Velde	300,666	0.08
	Information Technology: 1.17% (2017: 0.31%)		
222,668	EVS Broadcast Equipment	4,636,774	1.17
	Total Belgium	4,937,440	1.25
	Bermuda: 0.36% (2017: 0.45%)		
	Telecommunication Services: 0.36% (2017: 0.45%)		
2,666,996	Asia Satellite Telecommunications	1,409,530	0.36
	Total Bermuda	1,409,530	0.36
	Canada: 0.00% (2017: 0.16%)		
	France: 3.19% (2017: 7.32%)		
	Consumer Discretionary: 0.00% (2017: 0.49%)		
	Health Care: 1.90% (2017: 4.68%)		
424,280	Cegedim	7,521,246	1.90
	Information Technology: 1.29% (2017: 2.15%)		
41,346	Atos	2,652,700	0.67
403,884	Groupe SFPI	783,034	0.20
37,153	Ingenico	1,652,038	0.42
	Total France	12,609,018	3.19

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE EUROPEAN SMALLER COMPANIES FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
	Germany: 19.57% (2017: 18.59%)		
	Consumer Discretionary: 2.60% (2017: 3.58%)		
29,960	Hornbach Baumarkt	458,228	0.12
115,488	Renk*	9,795,775	2.48
	Consumer Staples: 4.61% (2017: 2.78%)		
1,514,426	METRO	18,207,944	4.61
	Financials: 0.24% (2017: 0.00%)		
104,230	ProCredit	935,541	0.24
	Health Care: 0.67% (2017: 0.08%)		
48,766	Bayer	2,650,777	0.67
	Industrials: 5.38% (2017: 4.03%)		
78,571	Brenntag	2,658,727	0.67
160,822	Gesco	3,146,821	0.80
11,007	KSB	2,687,250	0.68
16,278	MTU Aero Engines*	2,314,336	0.59
273,852	Vossloh	10,434,311	2.64
	Information Technology: 0.34% (2017: 1.55%)		
90,823	SMA Solar Technology	1,352,422	0.34
	Materials: 3.48% (2017: 3.59%)		
146,737	STO	10,799,997	2.73
67,912	Uzin Utz	2,950,272	0.75
	Real Estate: 2.25% (2017: 2.98%)		
159,486	Defama	1,717,805	0.43
379,624	VIB Vermoegen	7,223,699	1.82
	Total Germany	77,333,905	19.57

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE EUROPEAN SMALLER COMPANIES FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
	Ireland: 1.92% (2017: 0.30%)		
	Financials: 1.17% (2017: 0.30%)		
3,527,680	IFG	4,603,622	1.17
1,347,866	Worldspreads Group	-	-
	Industrials: 0.75% (2017: 0.00%)		
306,044	Ryanair	2,952,993	0.75
	Total Ireland	<u>7,556,615</u>	<u>1.92</u>
	Italy: 3.65% (2017: 3.79%)		
	Consumer Discretionary: 0.22% (2017: 0.71%)		
916,102	Caltagirone Editore	855,160	0.22
	Financials: 1.96% (2017: 0.87%)		
183,343	Banca IFIS	2,540,866	0.64
216,402	Cerved	1,389,764	0.35
269,493	Gruppo MutuiOnline	3,836,373	0.97
	Industrials: 0.25% (2017: 0.80%)		
140,136	Openjobmetis Agenzia per il lavoro	1,006,259	0.25
	Information Technology: 1.22% (2017: 1.41%)		
954,644	BE	754,897	0.19
1,157,655	Piteco	4,052,415	1.03
	Total Italy	<u>14,435,734</u>	<u>3.65</u>
	Jersey: 0.15% (2017: 0.00%)		
	Consumer Discretionary: 0.00% (2017: 0.00%)		
2,027,654	Trader Media East	-	-
	Industrials: 0.15% (2017: 0.00%)		
21,785	Wizz Air	610,416	0.15
	Total Jersey	<u>610,416</u>	<u>0.15</u>

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE EUROPEAN SMALLER COMPANIES FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
	Luxembourg: 1.08% (2017: 0.23%)		
	Consumer Discretionary: 1.08% (2017: 0.23%)		
283,605	SES	4,253,638	1.08
	Total Luxembourg	4,253,638	1.08
	Netherlands: 1.14% (2017: 1.13%)		
	Industrials: 0.98% (2017: 0.90%)		
295,062	Intertrust	3,890,498	0.98
	Information Technology: 0.16% (2017: 0.23%)		
25,730,523	Jubii Europe	623,566	0.16
	Total Netherlands	4,514,064	1.14
	New Zealand: 0.00% (2017: 0.01%)		
	Norway: 6.21% (2017: 7.69%)		
	Consumer Discretionary: 2.75% (2017: 4.71%)		
11,247,810	Kongsberg Automotive*	7,802,272	1.97
57,593	Schibsted Class A	1,514,465	0.38
65,666	Schibsted Class B	1,563,009	0.40
	Energy: 0.25% (2017: 0.00%)		
916,544	Kvaerner	1,002,287	0.25
	Financials: 3.17% (2017: 2.98%)		
992,519	Oslo Bors VPS	12,509,653	3.17
	Industrials: 0.04% (2017: 0.00%)		
11,595	Wilh Wilhelmsen	169,484	0.04
	Total Norway	24,561,170	6.21

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE EUROPEAN SMALLER COMPANIES FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
	Sweden: 0.87% (2017: 1.25%)		
	Consumer Discretionary: 0.30% (2017: 0.45%)		
199,563	Nilorngruppen	1,203,576	0.30
	Financials: 0.00% (2017: 0.15%)		
	Industrials: 0.27% (2017: 0.65%)		
150,627	Momentum	1,073,854	0.27
	Information Technology: 0.30% (2017: 0.00%)		
169,000	Lime Technologies	1,182,389	0.30
	Total Sweden	3,459,819	0.87
	United Kingdom: 30.98% (2017: 28.62%)		
	Consumer Discretionary: 12.96% (2017: 12.72%)		
123,564	ASOS	2,813,552	0.71
587,491	SYSTEM 1	1,263,106	0.32
8,095,460	Cello Group	8,985,961	2.27
2,260,181	Findel	4,836,787	1.22
596,977	Headlam	2,447,606	0.62
1,272,574	Henry Boot	3,060,540	0.77
6,213,461	JD Sports Fashion*	21,672,552	5.48
61,280	Ted Baker	949,840	0.24
5,402,211	Up Global Sourcing	2,125,770	0.54
3,425,714	Walker Greenbank	3,134,528	0.79
	Consumer Staples: 2.02% (2017: 1.01%)		
1,759,347	Cake Box	2,876,532	0.73
215,003	Swallowfield	483,757	0.12
5,135,850	Venture Life	2,259,774	0.57
1,106,527	WM Morrison Supermarkets*	2,359,669	0.60
	Financials: 2.06% (2017: 0.14%)		
1,066,342	IG	6,078,149	1.54
358,153	Just - London	328,605	0.08
144,655	Secure Trust Bank	1,721,395	0.44

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE EUROPEAN SMALLER COMPANIES FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
United Kingdom: 30.98% (2017: 28.62%) (continued)			
Health Care: 0.05% (2017: 2.05%)			
171,537	Indivior	192,722	0.05
Industrials: 5.39% (2017: 5.58%)			
6,154,273	Arena Events	3,569,478	0.90
4,531,031	Costain*	14,295,403	3.62
1,169,051	Filta	2,466,698	0.63
7,894,677	Norman Broadbent	947,361	0.24
Information Technology: 4.73% (2017: 3.76%)			
1,782,348	D4t4 Solutions	3,288,432	0.83
2,175,999	Outsourcery	-	-
2,698,115	RM	5,477,173	1.39
1,554,589	Tracsis	9,249,805	2.34
19,541,752	Universe	664,420	0.17
Real Estate: 3.10% (2017: 2.51%)			
12,577	Mountview Estates	1,197,959	0.30
578,513	Palace Capital	1,828,101	0.47
4,403,187	U & I Group	9,202,661	2.33
Telecommunication Services: 0.67% (2017: 0.85%)			
698,077	Inmarsat*	2,647,806	0.67
Total United Kingdom		122,426,142	30.98
United States: 2.38% (2017: 4.27%)			
Consumer Discretionary: 0.62% (2017: 2.99%)			
109,646	Under Armour Class A	1,521,235	0.39
71,286	Under Armour Class B	905,068	0.23
Consumer Staples: 0.00% (2017: 0.49%)			
Information Tecchnology: 1.11% (2017: 0.79%)			
62,656	Etsy*	2,340,253	0.59
89,575	Twitter	2,021,345	0.52

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE EUROPEAN SMALLER COMPANIES FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
	United States: 2.38% (2017: 4.27%) (continued)		
	Telecommunication Services: 0.65% (2017: 0.00%)		
29,969	Walt Disney	2,580,167	0.65
	Total United States	9,368,068	2.38
	Total Equities	292,546,646	74.03
	Financial Derivative Instruments: 3.28% (2017: (2.30)%)		
	Contracts for Difference: 3.28% (2017: (2.30)%)		
	Australia: 0.07% (2017: (0.17)%)		
	Information Technology: 0.00% (2017: 0.00%)		
(31,358)	AU005	2,062	-
	Materials: 0.00% (2017: (0.12)%)		
	Telecommunication Services: 0.07% (2017: (0.05)%)		
(204,454)	AU003	283,667	0.07
	Total Australia	285,729	0.07
	Austria: 0.07% (2017: 0.21%)		
	Consumer Discretionary: 0.00% (2017: 0.15%)		
	Industrials: 0.07% (2017: 0.06%)		
(57,812)	AT010	263,613	0.07
	Total Austria	263,613	0.07
	Belgium: (0.03)% (2017: (0.01)%)		
	Consumer Staples: (0.03)% (2017: (0.01)%)		
(86,084)	BE005	(104,310)	(0.03)
	Total Belgium	(104,310)	(0.03)

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE EUROPEAN SMALLER COMPANIES FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
	Canada: 0.00% (2017: (0.05)%)		
	Cayman Islands: 0.04% (2017: (0.29)%)		
	Information Technology: 0.00% (2017: (0.09)%)		
	Real Estate: 0.04% (2017: (0.20)%)		
(2,905,510)	CI004	157,290	0.04
	Total Cayman Islands	157,290	0.04
	Denmark: 0.00% (2017: (0.01)%)		
	Finland: 0.00% (2017: 0.00%)		
	Industrials: 0.00% (2017: 0.00%)		
(1,954)	FI014	1,167	-
(8,476)	FI015	2,715	-
	Total Finland	3,882	-
	France: 0.20% (2017: (0.02)%)		
	Consumer Discretionary: 0.15% (2017: 0.00%)		
(5,076,040)	FR016	606,022	0.15
	Consumer Staples: 0.00% (2017: (0.01)%)		
	Industrials: 0.03% (2017: (0.01)%)		
(74,736)	FR015	97,938	0.02
(4,540)	FR017	27,346	0.01
	Information Technology: 0.02% (2017: 0.00%)		
(24,840)	FR018	67,550	0.02
	Total France	798,856	0.20

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE EUROPEAN SMALLER COMPANIES FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
	Germany: 0.94% (2017: 0.24%)		
	Consumer Discretionary: 0.28% (2017: 0.06%)		
(50,317)	DE068	171,620	0.04
(53,445)	DE069	165,211	0.04
(78,230)	DE043	(57,578)	(0.02)
(60,741)	DE051	247,599	0.06
(100,566)	DE064	608,208	0.15
	Industrials: 0.45% (2017: 0.29%)		
(56,151)	DE061	555,643	0.14
(219,730)	DE063	1,235,239	0.31
	Information Technology: 0.22% (2017: (0.14)%)		
(94,834)	DE019	671,927	0.18
(242,338)	DE047	154,437	0.04
(25,232)	DE065	(9,059)	-
	Telecommunication Services: 0.00% (2017: 0.03%)		
	Total Germany	<u>3,743,247</u>	<u>0.94</u>
	Greece: 0.00% (2017: 0.01%)		
	Guernsey: 0.05% (2017: 0.00%)		
	Industrials: 0.05% (2017: 0.00%)		
(253,259)	GG001	206,084	0.05
	Total Guernsey	<u>206,084</u>	<u>0.05</u>
	Ireland: 0.00% (2017: 0.00%)		
	Consumer Staples: 0.00% (2017: 0.00%)		
(23,147)	IE003	(5,458)	-
	Total Ireland	<u>(5,458)</u>	<u>-</u>
	Isle of Man: 0.00% (2017: 0.05%)		

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE EUROPEAN SMALLER COMPANIES FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
	Italy: 0.06% (2017: 0.21%)		
	Consumer Discretionary: 0.03% (2017: 0.00%)		
(238,785)	IT014	126,297	0.03
	Industrials: (0.01)% (2017: 0.21%)		
(1,998,970)	IT013	(74,240)	(0.02)
(42,563)	IT018	18,127	0.01
	Information Technology: 0.01% (2017: 0.00%)		
(82,489)	IT019	40,734	0.01
	Materials: 0.03% (2017: 0.00%)		
(12,189)	IT020	118,126	0.03
	Total Italy	<u>229,044</u>	<u>0.06</u>
	Japan: 0.20% (2017: 0.00%)		
	Industrials: 0.20% (2017: 0.00%)		
(6,945)	JP002	779,707	0.20
	Total Japan	<u>779,707</u>	<u>0.20</u>
	Jersey: 0.00% (2017: 0.02%)		
	Netherlands: 0.28% (2017: (0.07)%)		
	Consumer Discretionary: 0.16% (2017: 0.07%)		
(36,341)	NL014	288,307	0.07
(49,885)	NL011	353,726	0.09
	Consumer Staples: 0.00% (2017: (0.11)%)		
	Industrials: 0.12% (2017: (0.03)%)		
(297,427)	NL008	446,631	0.12
	Total Netherlands	<u>1,088,664</u>	<u>0.28</u>

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE EUROPEAN SMALLER COMPANIES FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
	Norway: 0.00% (2017: 0.00%)		
	Information Technology: 0.00% (2017: 0.00%)		
(52,484)	NO016	5,535	-
	Total Norway	5,535	-
	South Africa: (0.04)% (2017: 0.00%)		
	Financials: (0.04)% (2017: 0.00%)		
(9,570)	SA001	(136,085)	(0.04)
	Total South Africa	(136,085)	(0.04)
	South Korea: 0.07% (2017: 0.00%)		
	Health Care: 0.07% (2017: 0.00%)		
(6,015)	SK001	271,145	0.07
	Total South Korea	271,145	0.07
	Spain: 0.00% (2017: 0.14%)		
	Sweden: (0.01)% (2017: 0.17%)		
	Consumer Discretionary: (0.01)% (2017: 0.19%)		
	Consumer Staples: (0.01)% (2017: 0.00%)		
(23,720)	SE035	37,783	0.01
(21,896)	SE036	(78,092)	(0.02)
	Health Care: 0.00% (2017: (0.02)%)		
	Information Technology: 0.00% (2017: (0.00)%)		
(892,752)	SE037	13,640	-
	Total Sweden	(26,669)	(0.01)
	Switzerland: 0.14% (2017: (1.01)%)		
	Consumer Staples: 0.00% (2017: (0.57)%)		
	Health Care: (0.02)% (2017: (0.06)%)		
(15,464)	CH022	(92,376)	(0.02)

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE EUROPEAN SMALLER COMPANIES FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
Switzerland: 0.14% (2017: (1.01)%) (continued)			
Industrials: 0.02% (2017: (0.07)%)			
(1,798)	CH013	75,327	0.02
Information Technology: 0.14% (2017: (0.31)%)			
(41,550)	CH021	368,998	0.09
(163,117)	CH023	(253,345)	0.07
(42,287)	CH024	463,114	0.12
	Total Switzerland	561,718	0.14
United Kingdom: 1.07% (2017: (0.91)%)			
Consumer Discretionary: 0.12% (2017: 0.17%)			
(190,187)	GB119	128,631	0.03
(1,720,485)	GB120	(51,615)	(0.01)
(15,478,204)	GB098	352,664	0.09
(2,175,987)	GB107	(82,688)	(0.02)
(805,390)	GB111	120,809	0.03
Consumer Staples: 0.16% (2017: (0.25)%)			
(1,650,965)	GB121	(133,728)	(0.03)
(82,600)	GB100	456,961	0.12
(263,513)	GB122	289,046	0.07
Financials: 0.14% (2017: (0.41)%)			
(1,754,346)	GB101	503,062	0.13
3,107,177	Just - Ln	66,594	0.01
Industrials: 0.00% (2017: 0.82%)			
(692,728)	GB065	4,669	-
Information Technology: 0.49% (2017: (1.26)%)			
(261,140)	GB123	2,074,239	0.53
(10,063,977)	GB069	(151,752)	(0.04)
(1,875,457)	GB091	(46,886)	(0.01)
(34,104)	GB102	4,698	-
(1,204,745)	GB112	(7,228)	-
(190,455)	GB115	82,990	0.02
(212,466)	GB124	(765)	-

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE EUROPEAN SMALLER COMPANIES FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
United Kingdom: 1.07% (2017: (0.91)%) (continued)			
Materials: 0.11% (2017: 0.02%)			
(7,704,590)	GB096	418,438	0.11
Real Estate: 0.04% (2017: 0.00%)			
(1,697,550)	GB116	157,618	0.04
Total United Kingdom		4,185,757	1.07
United States: 0.17% (2017: (0.81)%)			
Consumer Discretionary: 0.01% (2017: (0.58)%)			
(24,335)	US070	14,300	-
(1,850)	US037	56,205	0.01
Consumer Staples: 0.00% (2017: (0.01)%)			
Financials: 0.00% (2017: 0.06%)			
Health Care: 0.05% (2017: 0.02%)			
(42,250)	US071	31,008	0.01
(80,158)	US072	14,514	-
(48,233)	US073	107,465	0.03
(116,289)	US063	45,138	0.01
Industrials: 0.05% (2017: (0.02)%)			
(13,151)	US053	198,199	0.05
Information Technology: 0.06% (2017: (0.26)%)			
(47,360)	US074	43,659	0.01
(22,709)	US024	67,221	0.02
(39,503)	US046	134,683	0.03
(7,892)	US065	(65,986)	(0.02)
(283,724)	US066	37,872	0.01
(21,895)	US075	43,126	0.01

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE EUROPEAN SMALLER COMPANIES FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
United States: 0.17% (2017: (0.81)%) (continued)			
Telecommunication Services: (0.00)% (2017: (0.02)%)			
(71,643)	US076	(69,018)	(0.02)
(216,917)	US077	(146,473)	(0.03)
(282,693)	US078	(56,598)	(0.01)
(199,629)	US051	215,867	0.05
Total United States		671,182	0.16
Unrealised Gain on Contracts for Difference		14,963,106	3.78
Unrealised Loss on Contracts for Difference		(1,984,175)	(0.50)
Net Unrealised Gain on Contracts for Difference		12,978,931	3.28
Total Financial Derivative Instruments		12,978,931	3.28
Total Value of Investments		305,525,577	77.62
Cash	(2017: 27.52%)	94,574,197	24.02
Other Net Liabilities	(2017: (2.23)%)	(6,405,474)	(1.64)
Net Assets Attributable to Holders of Redeemable Participating Shares		393,694,300	100.00
Analysis of Total Assets		31/12/2018	31/12/2017
		% OF TOTAL	% OF TOTAL
		ASSETS	ASSETS
Transferable securities admitted to official stock exchange listing or traded on a regulated market		72.74	71.75
OTC Financial derivative instruments (Unrealised gains)		3.72	2.60
Cash and Cash Equivalents		23.52	25.64
Other current assets		0.02	0.01
		100.00	100.00

The cash held with counterparties disclosed on the Statement of Financial Position is held with Goldman Sachs International and Skandinaviska Enskilda Banken.

The names of the equity securities underlying the contracts for difference are not disclosed due to the commercial sensitivity of short positions. Details of the underlying securities will be provided to shareholders on request.

*Please refer to Note 17 for details of securities pledged as collateral.

The counterparties for the contracts for differences are Goldman Sachs International, JP Morgan Securities Plc and Skandinaviska Enskilda Banken. Please refer to the Credit Risk analysis in Note 15 for more details.

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE GLOBAL EQUITY FUND
as at 31 December 2018

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
Equities: 89.09% (2017: 87.57%)			
Australia: 0.83% (2017: 7.80%)			
Information Technology: 0.64% (2017: 1.59%)			
304,502	carsales.com	1,851,494	0.64
Telecommunication Services: 0.19% (2017: 6.21%)			
156,398	TPG Telecom	556,745	0.19
Total Australia		2,408,239	0.83
Austria: 0.23% (2017: 0.47%)			
Industrials: 0.23% (2017: 0.47%)			
29,506	Strabag	679,310	0.23
Total Austria		679,310	0.23
Belgium: 0.25% (2017: 0.75%)			
Consumer Discretionary: 0.25% (2017: 0.75%)			
31,745	Van de Velde	729,433	0.25
Total Belgium		729,433	0.25
Canada: 0.82% (2017: 1.13%)			
Information Technology: 0.82% (2017: 1.13%)			
4,768	Constellation Software Inc*	2,395,289	0.82
Total Canada		2,395,289	0.82
Cayman Islands: 0.33% (2017: 0.00%)			
Telecommunication Services: 0.33% (2017: 0.00%)			
15,750	Autohome	967,433	0.33
Total Cayman Islands		967,433	0.33

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE GLOBAL EQUITY FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
	France: 6.82% (2017: 0.80%)		
	Health Care: 0.09% (2017: 0.80%)		
15,000	Cegedim	265,906	0.09
	Information Technology: 6.73% (2017: 0.00%)		
205,812	Atos	13,204,604	4.54
143,549	Ingenico	6,383,022	2.19
	Total France	19,853,532	6.82
	Germany: 16.27% (2017: 13.19%)		
	Consumer Discretionary: 0.00% (2017: 0.24%)		
	Consumer Staples: 2.91% (2017: 1.26%)		
704,662	METRO	8,472,152	2.91
	Health Care: 5.42% (2017: 0.00%)		
289,945	Bayer	15,760,560	5.42
	Industrials: 6.38% (2017: 10.66%)		
313,094	Brenntag	10,594,641	3.64
47,176	MTU Aero Engines	6,707,280	2.31
32,580	Vossloh*	1,241,363	0.43
	Information Technology: 1.56% (2017: 1.03%)		
303,918	SMA Solar Technology	4,525,566	1.56
	Total Germany	47,301,562	16.27
	Ireland: 4.97% (2017: 0.00%)		
	Industrials: 4.97% (2017: 0.00%)		
1,497,445	Ryanair*	14,448,724	4.97
	Total Ireland	14,448,724	4.97

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE GLOBAL EQUITY FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
	Italy: 1.99% (2017: 1.30%)		
	Consumer Discretionary: 0.00% (2017: 1.30%)		
	Financials: 1.99% (2017: 0.00%)		
72,145	Banca IFIS	999,824	0.34
746,449	Cerved	4,793,800	1.65
	Total Italy	5,793,624	1.99
	Jersey: 1.16% (2017: 0.00%)		
	Industrials: 1.16% (2017: 0.00%)		
120,061	Wizz Air*	3,364,109	1.16
	Total Jersey	3,364,109	1.16
	Luxembourg: 7.17% (2017: 1.25%)		
	Consumer Discretionary: 7.17% (2017: 1.25%)		
1,390,526	SES*	20,855,745	7.17
	Total Luxembourg	20,855,745	7.17
	Netherlands: 4.80% (2017: 2.38%)		
	Consumer Discretionary: 1.77% (2017: 0.00%)		
63,650	GrandVision*	1,092,908	0.38
76,648	Takeaway.com*	4,045,277	1.39
	Industrials: 3.03% (2017: 2.38%)		
668,853	Intertrust	8,819,067	3.03
	Total Netherlands	13,957,252	4.80
	New Zealand: 0.51% (2017: 0.11%)		
	Information Technology: 0.51% (2017: 0.11%)		
63,400	Xero	1,472,600	0.51
	Total New Zealand	1,472,600	0.51

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE GLOBAL EQUITY FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
Norway: 4.94% (2017: 5.95%)			
Consumer Discretionary: 4.94% (2017: 5.95%)			
276,716	Schibsted Class A	7,276,523	2.50
297,793	Schibsted Class B	7,088,191	2.44
	Total Norway	14,364,714	4.94
Portugal: 0.47% (2017: 0.00%)			
Consumer Staples: 0.47% (2017: 0.00%)			
148,550	Jeronimo Martins	1,378,680	0.47
	Total Portugal	1,378,680	0.47
South Africa: 3.97% (2017: 0.00%)			
Consumer Discretionary: 3.97% (2017: 0.00%)			
73,115	Naspers	11,542,566	3.97
	Total South Africa	11,542,566	3.97
Spain: 0.37% (2017: 0.00%)			
Industrials: 0.37% (2017: 0.00%)			
194,230	Zardoya Otis	1,082,625	0.37
	Total Spain	1,082,625	0.37
Sweden: 0.73% (2017: 1.23%)			
Consumer Staples: 0.73% (2017: 0.00%)			
68,315	Swedish Match	2,112,090	0.73
Financials: 0.00% (2017: 1.23%)			
	Total Sweden	2,112,090	0.73
United Kingdom: 17.54% (2017: 19.61%)			
Consumer Discretionary: 9.31 (2017: 8.49%)			
583,453	ASOS*	13,285,225	4.57
2,885,424	JD Sports Fashion	10,064,359	3.46
240,739	TED Baker	3,731,455	1.28

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE GLOBAL EQUITY FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
United Kingdom: 17.54% (2017: 19.61%) (continued)			
Consumer Staples: 2.28% (2017: 4.42%)			
3,107,498	WM Morrison Supermarkets*	6,626,739	2.28
Financials: 2.18% (2017: 1.08%)			
162,728	Admiral*	3,331,042	1.15
489,490	IG	2,790,093	0.96
211,967	Just - London	194,480	0.07
Health Care: 0.25% (2017: 0.00%)			
645,257	Indivior	724,946	0.25
Information Technology: 0.39% (2017: 1.05%)			
418,910	Moneysupermarket.com*	1,154,097	0.39
Telecommunication Services: 3.13% (2017: 4.57%)			
2,175,407	Inmarsat*	8,251,319	2.84
192,525	Rightmove	832,189	0.29
Total United Kingdom		50,985,944	17.54
United States: 14.92% (2017: 31.60%)			
Consumer Discretionary: 3.58% (2017: 21.52%)			
1,945	Booking*	2,630,423	0.90
359,792	Under Armour Class A*	4,991,775	1.72
220,334	Under Armour Class C*	2,797,425	0.96
Consumer Staples: 0.00% (2017: 3.63%)			
Information Technology: 7.62% (2017: 6.45%)			
347,520	Etsy*	12,980,154	4.46
11,488	Tucows	541,747	0.19
382,221	Twitter*	8,625,181	2.97

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE GLOBAL EQUITY FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
United States: 14.92% (2017: 31.60%) (continued)			
Telecommunication Services: 3.72% (2017: 0.00%)			
125,868	Walt Disney	10,836,546	3.72
Total United States		43,403,251	14.92
Total Equities		259,096,722	89.09
Financial Derivative Instruments: (0.06)% (2017: (4.87)%)			
Contracts for Difference: (0.26)% (2017: (4.87)%)			
Australia: 0.00% (2017: (0.69)%)			
Information Technology: 0.00% (2017: 0.00%)			
(126,657)	AU005	8,330	-
Materials: 0.00% (2017: (0.49)%)			
Telecommunication Services: 0.00% (2017: (0.20)%)			
(325,128)	AU003	(7,190)	-
(199,720)	AU006	(8,833)	-
Total Australia		(7,693)	-
Austria: 0.01% (2017: 0.01%)			
Industrials: 0.01% (2017: 0.01%)			
(5,000)	AT010	22,811	0.01
Total Austria		22,811	0.01
Belgium: 0.03% (2017: 0.03%)			
Consumer Staples: 0.03% (2017: 0.03%)			
(70,138)	BE005	77,666	0.03
Total Belgium		77,666	0.03

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE GLOBAL EQUITY FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
	Bermuda: 0.07% (2017: 0.00%)		
	Consumer Discretionary: 0.07% (2017: 0.00%)		
(1,988,000)	BM006	191,164	0.07
	Total Bermuda	191,164	0.07
	Canada: ((0.17)% (2017: (0.19)%)		
	Consumer Staples: 0.00% (2017: (0.09)%)		
	Financials: 0.00% (2017: (0.08)%)		
	Health Care: (0.17)% (2017: 0.00%)		
(441,200)	CA009	(488,279)	(0.17)
	Industrials: 0.00% (2017: (0.02)%)		
	Total Canada	(488,279)	(0.17)
	Cayman Islands: 0.00% (2017: (0.44)%)		
	Financials: 0.01% (2017: 0.00%)		
(114,300)	CI008	30,206	0.01
	Industrials: 0.25% (2017: 0.00%)		
(6,237,500)	CI009	741,338	0.25
	Information Technology: (0.20)% (2017: (0.13)%)		
(377,550)	CI005	(565,014)	(0.19)
(125,150)	CI010	(23,585)	(0.01)
	Real Estate: (0.06)% (2017: (0.31)%)		
(1,586,000)	CI004	(262,712)	(0.09)
(180,734)	CI007	87,905	0.03
	Total Cayman Islands	8,138	-

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE GLOBAL EQUITY FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
	France: 0.08% (2017: 0.00%)		
	Industrials: 0.02% (2017: 0.00%)		
(6,453)	FR015	3,184	-
(8,557)	FR017	39,477	0.02
	Information Technology: 0.04% (2017: 0.00%)		
(125,629)	FR018	112,760	0.04
	Telecommunication Services: 0.02% (2017: 0.00%)		
(584,000)	FR016	56,349	0.02
	Total France	211,770	0.08
	Germany: 0.37% (2017: (1.67)%)		
	Consumer Discretionary: 0.21% (2017: (0.36)%)		
(9,782)	DE068	142,518	0.05
(77,948)	DE051	435,970	0.15
(14,775)	DE069	25,534	0.01
	Consumer Staples: (0.03)% (2017: 0.00%)		
1,063,560	METRO	(100,235)	(0.03)
	Financials: 0.05% (2017: 0.00%)		
(21,205)	DE070	154,938	0.05
	Industrials: 0.08% (2017: 0.06%)		
(13,715)	DE061	163,470	0.06
(8,127)	DE062	54,748	0.02
(11,880)	DE066	(398)	-
	Information Technology: 0.06% (2017: (1.37)%)		
(32,143)	DE019	118,433	0.04
(5,889)	DE047	22,835	0.01
(2,544)	DE065	43,623	0.01
(5,326)	DE067	11,407	-
	Total Germany	1,072,843	0.37

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE GLOBAL EQUITY FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
	Guernsey: 0.02% (2017: 0.00%)		
	Energy: 0.02% (2017: 0.00%)		
(1,162,407)	GG001	58,120	0.02
	Total Guernsey	58,120	0.02
	Isle of Man: 0.01% (2017: 0.11%)		
	Consumer Discretionary: 0.01% (2017: 0.11%)		
(35,000)	US036	25,832	0.01
	Total Isle of Man	25,832	0.01
	Italy: (0.05)% (2017: 0.00%)		
	Consumer Discretionary: (0.03)% (2017: 0.00%)		
(16,747)	IT014	8,877	-
(214,660)	IT016	(77,069)	(0.03)
(585,960)	IT017	8,653	-
	Materials: (0.02)% (2017: 0.00%)		
(93,153)	IT020	(57,242)	(0.02)
	Total Italy	(116,781)	(0.05)
	Japan: 0.03% (2017: (0.02)%)		
	Industrials: 0.03% (2017: (0.02)%)		
(17,106)	JP002	100,384	0.03
	Total Japan	100,384	0.03
	Liberia: (0.01)% (2017: 0.00%)		
	Consumer Discretionary: (0.01)% (2017: 0.00%)		
(7,181)	LR001	(18,690)	(0.01)
	Total Liberia	(18,690)	(0.01)

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE GLOBAL EQUITY FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
	Mauritius: 0.00% (2017: 0.00%)		
	Consumer Discretionary: 0.00% (2017: 0.00%)		
(4,899)	MU001	11,140	-
	Total Maritius	11,140	-
	Netherlands: 0.05% (2017: (0.13)%)		
	Consumer Discretionary: 0.01% (2017: 0.00%)		
(3,200)	NL014	25,382	0.01
	Consumer Staples: 0.00% (2017: (0.01)%)		
	Industrials: 0.04% (2017: (0.12)%)		
(9,795)	NL015	71,813	0.02
(34,620)	NL008	58,786	0.02
	Total Netherlands	155,981	0.05
	Norway: 0.00% (2017: 0.00%)		
	Information Technology: 0.00% (2017: 0.00%)		
(5,105)	NO016	539	-
	Total Norway	539	-
	South Africa: (0.12)% (2017: 0.00%)		
	Financials: (0.12)% (2017: 0.00%)		
(28,701)	SA001	(341,516)	(0.12)
	Total South Africa	(341,516)	(0.12)
	South Korea: (0.05)% (2017: 0.00%)		
	Health Care: (0.05)% (2017: 0.00%)		
(18,737)	SK001	(149,895)	(0.05)
	Total South Korea	(149,895)	(0.05)

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE GLOBAL EQUITY FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
	Spain: 0.00% (2017: 0.01%)		
	Sweden: (0.11)% (2017: 0.03%)		
	Consumer Discretionary: 0.00% (2017: 0.00%)		
(8,980)	SE038	3,340	-
	Consumer Staples: (0.03)% (2017: 0.00%)		
(24,790)	SE036	(78,619)	(0.03)
	Financials: (0.08)% (2017: 0.00%)		
28,762	Avanza Bank	(235,999)	(0.08)
	Information Technology: 0.00% (2017: 0.03%)		
	Total Sweden	<u>(311,278)</u>	<u>(0.11)</u>
	Switzerland: 0.10% (2017: (0.25)%)		
	Consumer Discretionary: 0.03% (2017: 0.00%)		
(2,694)	CH025	82,123	0.03
	Consumer Staples: 0.00% (2017: (0.13)%)		
	Health Care: 0.03% (2017: (0.01)%)		
(3,125)	CH022	78,605	0.03
	Industrials: 0.00% (2017: (0.02)%)		
(251)	CH013	16,872	-
	Information Technology: 0.04% (2017: (0.09)%)		
(5,975)	CH021	81,378	0.03
(3,552)	CH024	36,495	0.01
(25,336)	CH023	(11,099)	-
	Materials: 0.00% (2017: 0.00%)		
(1,465)	CH026	(5,602)	-
	Total Switzerland	<u>278,772</u>	<u>0.10</u>

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE GLOBAL EQUITY FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
United Kingdom: 0.17% (2017: (0.01)%)			
Consumer Discretionary: (0.02)% (2017: (0.04)%)			
(92,175)	GB119	60,552	0.02
(286,900)	GB125	(30,097)	(0.01)
(402,698)	GB120	(30,203)	(0.01)
(464,682)	GB111	(69,703)	(0.02)
Consumer Staples: 0.01% (2017: (0.07)%)			
(7,500)	GB100	41,520	0.01
Financials: 0.02% (2017: (0.03)%)			
1,816,433	Just - London	43,100	0.02
Industrials: 0.00% (2017: 0.05%)			
Information Technology: 0.18% (2017: 0.02%)			
(67,730)	GB123	295,303	0.10
(379,043)	GB091	64,816	0.02
(58,310)	GB102	62,100	0.02
(994,014)	GB106	117,294	0.04
(17,310)	GB115	7,590	-
Materials: 0.00% (2017: 0.06%)			
(24,390,085)	GB096	(51)	-
Utilities: (0.02)% (2017: 0.00%)			
(62,280)	GB118	(55,317)	(0.02)
Total United Kingdom		506,904	0.17
United States: (0.71)% (2017: (1.66)%)			
Consumer Discretionary: 0.03% (2017: (0.09)%)			
(77,500)	US070	45,545	0.02
(7,400)	US037	24,578	0.01
Consumer Staples: 0.01% (2017: (0.07)%)			
(10,870)	US080	38,322	0.01
Financials: 0.00% (2017: 0.10%)			

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE GLOBAL EQUITY FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
United States: (0.71)% (2017: (1.66)%) (continued)			
Health Care: (0.06)% (2017: 0.02%)			
(74,780)	US081	29,528	0.01
(138,883)	US071	104,079	0.04
(252,903)	US072	(113,187)	(0.04)
(12,710)	US082	15,550	0.01
(381,574)	US073	68,992	0.02
(363,764)	US063	(282,747)	(0.10)
Industrials: 0.08% (2017: (0.11)%)			
(9,410)	US083	(32,941)	(0.01)
(36,831)	US053	260,453	0.09
Information Technology: (0.14)% (2017: (1.38)%)			
(11,660)	US084	25,817	0.01
(182,500)	US074	(121,800)	(0.04)
(58,416)	US024	155,498	0.05
(233,483)	US046	116,214	0.04
(24,519)	US065	(295,489)	(0.10)
(652,363)	US066	(317,576)	(0.11)
45,571	US067	57,108	0.02
(68,215)	US075	(25,175)	(0.01)
Materials: 0.00% (2017: 0.00%)			
(9,660)	US069	(10,240)	-
Utilities: (0.04)% (2017: 0.00%)			
(100,000)	US085	(120,918)	(0.04)
Telecommunication Services: (0.59)% (2017: (0.09)%)			
(223,150)	US076	(214,973)	(0.07)
(675,690)	US077	(1,183,095)	(0.41)
(880,700)	US078	(573,950)	(0.20)
(439,339)	US051	262,831	0.09
Total United States		(2,087,576)	(0.71)

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE GLOBAL EQUITY FUND
as at 31 December 2018 (continued)

HOLDINGS	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS			
Virgin Islands: 0.01% (2017: 0.00%)						
Information Technology: 0.01% (2017: 0.00%)						
(7,059)	VI001	31,263	0.01			
Total Virgin Islands		31,263	0.01			
Unrealised Gain on Contracts for Difference		5,486,839	1.85			
Unrealised Loss on Contracts for Difference		(6,255,219)	(2.11)			
Net Unrealised Loss on Contracts for Difference		(768,380)	(0.26)			
Options Purchased: 0.26% (2017: 0.00%)						
Description	Base Currency	Strike Price	No. of Contracts	Maturity Date	Fair Value GBP	% of Net Assets
Wirecard Put 120	EUR	13.3400	300	20/09/2019	359,209	0.12
Wirecard Put 140	EUR	14.9200	300	15/03/2019	401,754	0.14
Total Options Purchased					760,963	0.26
Open Forward Currency Transactions: (0.06)% (2017: 0.00%)						
Currency Sold	Currency Bought	Currency Rate	Maturity Date	Unrealised Gain GBP	% of Net Assets	
Class EUR I						
GBP 226,825	EUR 252,340	0.8989	31/01/2019	(115)	-	
GBP 39,088,537	EUR 43,306,456	0.9026	31/01/2019	(180,619)	(0.06)	
Total Open Forward Currency Transactions					(180,734)	(0.06)
Total Financial Derivative Instruments					(188,151)	(0.06)

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO OF INVESTMENTS (Audited)
ENNISMORE GLOBAL EQUITY FUND
as at 31 December 2018 (continued)

FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	FAIR VALUE GBP	% OF NET ASSETS
Total Value of Investments	258,908,571	87.83
Cash (2017: 17.93%)	40,578,537	13.77
Other Net Liabilities (2017: (0.63)%)	(4,709,917)	(1.60)
Net Assets Attributable to Holders of Redeemable Participating Shares	294,777,191	100.00
Analysis of Total Assets	31/12/2018	31/12/2017
	% OF TOTAL	% OF TOTAL
	ASSETS	ASSETS
Transferable securities admitted to official stock exchange listing or traded on a regulated market	83.10	82.49
OTC Financial derivative instruments (Unrealised gains)	1.75	0.62
Cash and Cash Equivalents	12.99	16.88
Other current assets	2.16	0.01
	100.00	100.00

The cash held with counterparties disclosed on the Statement of Financial Position is held with Goldman Sachs International.

The names of the equity securities underlying the contracts for difference are not disclosed due to the commercial sensitivity of short positions. Details of the underlying securities will be provided to shareholders on request.

*Please refer to Note 17 for details of securities pledged as collateral.

The counterparties for the contracts for differences are Goldman Sachs International, JP Morgan Securities Plc and Skandinaviska Enskilda Banken. Please refer to the Credit Risk analysis in Note 15 for more details.

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO CHANGES (Unaudited)
ENNISMORE EUROPEAN SMALLER COMPANIES FUND
as at 31 December 2018

TOP PURCHASES	VALUE GBP
METRO	25,083,243
Vossloh	18,621,192
Costain	6,406,269
IG	5,951,359
Integrafin	5,813,199
Ryanair	4,909,680
STO	4,876,703
Galliford Try	4,409,322
SES	4,316,327
Findel	4,240,504
IFG	4,099,574
Bayer	4,079,875
EVS Broadcast Equipment	3,877,863
Banca IFIS	3,660,835
Atos	3,359,019
D4t4 Solutions	3,354,302
ASOS	3,068,484
Northgate	3,035,151
Twitter	2,944,986
Intertrust	2,938,211
Walt Disney	2,729,491
Ingenico	2,575,079
Headlam	2,474,962
Walker Greenbank	2,466,778
Auto Trader	2,086,919
Venture Life	2,054,340
Cake Box	1,908,236
Palace Capital	1,856,980
Secure Trust Bank	1,727,521

Statement of Changes in the composition of the Portfolio of Investments during the reporting period is provided to ensure that Shareholders can identify changes in the investments held by the Company. This statement presents the aggregate purchases of transferable securities (excluding treasury bills) exceeding 1.00% of the total value of purchases for the period. At a minimum the largest 20 purchases are listed above. If the Company entered into less than twenty purchases during the reporting period, then all transactions are presented.

This statement of Portfolio Changes does not include transactions in contracts for difference and does not, therefore, reflect any changes in the Company's short equity exposure.

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO CHANGES (Unaudited)
ENNISMORE EUROPEAN SMALLER COMPANIES FUND
as at 31 December 2018 (continued)

TOP SALES	VALUE GBP
METRO	19,761,289
Integrafin	10,175,622
IGE+XAO Group	8,354,410
Servelec	8,012,674
Vossloh	7,626,894
Etsy	6,826,731
msg life	5,757,486
Galliford Try	5,360,146
TPG Telecom	4,912,683
Guerbet	4,814,894
Twitter	4,612,764
Under Armour Class A	4,183,351
Northgate	3,868,901
VIB Vermoegen	3,548,412
4imprint Group	3,444,311
TripAdvisor	3,261,280
Auto Trader	2,970,842
Schibsted Class B	2,855,131
MTU Aero Engines	2,832,757
Intertrust	2,561,090
Kongsberg Automotive	2,276,162
Boston Beer Co	2,130,701

A Statement of Changes in the composition of the Portfolio of Investments during the reporting period is provided to ensure that Shareholders can identify changes in the investments held by the Company. This statement presents the aggregate sales of transferable securities (excluding treasury bills) exceeding 1.00% of the total value of sales for the period. At a minimum the largest 20 sales are listed above. If the Company entered into less than twenty sales during the reporting period, then all transactions are presented.

This statement of Portfolio Changes does not include transactions in contracts for difference and does not, therefore, reflect any changes in the Company's short equity exposure.

Copies of all portfolio changes are available, free of charge, from the registered office of the Company.

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO CHANGES (Unaudited)
ENNISMORE GLOBAL EQUITY FUND
as at 31 December 2018

TOP PURCHASES	VALUE GBP
SES	18,528,140
Ryanair	18,516,387
Bayer	18,504,270
ASOS	15,436,172
Naspers	13,547,837
Atos	13,376,570
Walt Disney	11,451,186
Intertrust	9,997,034
Twitter	9,844,001
METRO	9,493,176
Ingenico	7,948,656
Auto Trader Group	6,253,943
Brenntag	6,097,775
Schibsted Class B	5,763,756
Inmarsat	5,316,952
SMA Solar Technology	5,026,567
SINA	4,675,167
Cerved	4,590,082
Etsy	4,577,472
JD Sports Fashion	3,859,315
GrandVision	3,467,544
Takeaway.com	3,409,287
TED Baker	3,373,412
Wizz Air	3,254,381
Constellation Software Inc	2,969,259
TPG Telecom	2,889,718
IG	2,732,356
Admiral	2,510,528

A Statement of Changes in the composition of the Portfolio of Investments during the reporting period is provided to ensure that Shareholders can identify changes in the investments held by the Company. This statement presents the aggregate purchases of transferable securities (excluding treasury bills) exceeding 1.00% of the total value of purchases for the period. At a minimum the largest 20 purchases are listed above. If the Company entered into less than twenty purchases during the reporting period, then all transactions are presented.

This statement of Portfolio Changes does not include transactions in contracts for difference and does not, therefore, reflect any changes in the Company's short equity exposure.

ENNISMORE SMALLER COMPANIES PLC
PORTFOLIO CHANGES (Unaudited)
ENNISMORE GLOBAL EQUITY FUND
as at 31 December 2018 (continued)

TOP SALES	VALUE GBP
Etsy	20,820,251
TPG Telecom	15,477,971
Twitter	14,000,587
TripAdvisor	12,071,216
Auto Trader Group	9,568,623
Under Armour Class A	8,083,176
Boston Beer Co	6,721,294
MTU Aero Engines	5,149,104
Intertrust	4,771,836
Avanza Bank	3,916,621
Schibsted Class B	3,781,805
METRO	3,577,111
DFS Furniture	3,466,419
SINA	3,076,816
Constellation Software Inc	2,729,007
Amazon.com	2,671,428
GrandVision	2,651,016
Naspers	2,241,244
Inmarsat	2,190,462
L'Occitane International	2,105,362
Scout24	1,841,160
Domino's Pizza	1,798,750
Tucows	1,719,242
carsales.com	1,658,953

A Statement of Changes in the composition of the Portfolio of Investments during the reporting period is provided to ensure that Shareholders can identify changes in the investments held by the Company. This statement presents the aggregate sales of transferable securities (excluding treasury bills) exceeding 1.00% of the total value of sales for the period. At a minimum the largest 20 sales are listed above. If the Company entered into less than twenty sales during the reporting period, then all transactions are presented.

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ENNISMORE SMALLER COMPANIES PLC
UNAUDITED NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018

1. NAV per redeemable participating shares (Unaudited)

Fair Value Reconciliation

Ennismore European Smaller Companies Fund

	31/12/2018	31/12/2017	31/12/2016
	GBP	GBP	GBP
Net Asset Value per fair value prices	393,694,300	395,320,718	365,509,177
Number of redeemable participating shares in issue:			
GBP "A"	1,825,436	1,917,186	1,909,244
GBP "B"	888,875	991,941	991,941
EUR "A"	984,296	1,234,201	1,149,507
EUR "B"	5,840,755	5,770,393	6,245,414
Net Asset Value per redeemable participating share			
GBP "A"	31/12/2018 GBP 132.82	31/12/2017 GBP 127.69	31/12/2016 GBP 116.52
GBP "B"	GBP 22.44	GBP 21.57	GBP 19.69
EUR "A"	EUR 21.36	EUR 20.73	EUR 19.53
EUR "B"	EUR 21.44	EUR 20.79	EUR 19.59

Ennismore Global Equity Fund

	31/12/2018	31/12/2017	31/12/2016
	GBP	GBP	GBP
Net Asset Value per fair value prices	294,777,191	166,707,169	154,635,468
Number of redeemable participating shares in issue:			
GBP	2,411,665	2,342,659	1,365,831
GBP "A"	4,493,748	3,675,746	3,866,735
EUR	12,305,904	9,620,410	9,521,654
CHF	2,467,525	1,390,982	1,368,695
EUR "I"	4,100,355	-	-
USD "I"	700,000	-	-
Net Asset Value per redeemable participating share			
GBP	31/12/2018 GBP 12.74	31/12/2017 GBP 10.74	31/12/2016 GBP 10.60
GBP "A"	GBP 12.71	GBP 10.72	GBP 10.58
EUR	EUR 12.46	EUR 10.56	EUR 10.80
CHF	CHF 12.78	CHF 11.22	CHF 10.65
EUR "I"	EUR 10.49	-	-
USD "I"	USD 10.00	-	-

ENNISMORE SMALLER COMPANIES PLC
UNAUDITED NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018 (continued)

2. Exchange rates (Unaudited)

The exchange rates used in the annual report for conversion to GBP at 31 December 2018 are:

Australian Dollar	1.8091	Hong Kong Dollar	9.9715	Swedish Krona	11.2915
Canadian Dollar	1.7395	Japanese Yen	139.7330	Swiss Franc	1.2555
Danish Krone	8.3140	Norwegian Krone	11.0283	Turkish Lira	6.7754
Euro	1.1141	Polish Zloty	4.7846	US Dollar	1.2736

The exchange rates used in the annual report for conversion to GBP at 31 December 2017 are:

Australian Dollar	1.7295	Hong Kong Dollar	10.5749	Swedish Krona	11.0757
Canadian Dollar	1.6949	Japanese Yen	152.3873	Swiss Franc	1.3183
Danish Krone	8.3876	Norwegian Krone	11.0646	Turkish Lira	5.1291
Euro	1.1265	Polish Zloty	4.7005	US Dollar	1.3528

3. Remuneration Disclosure (Unaudited)

In line with the requirements of the UCITS Regulations, the Company is required to adopt remuneration policies which are consistent with the principles outlined in the UCITS V Directive. The remuneration policies are designed to ensure that any relevant conflicts of interest can be managed appropriately at all times and that the remuneration of its senior staff is in line with the risk policies and objectives of the Funds it manages. The Remuneration Policy adopted by the Company in March 2017 applies to “Identified Staff”. Portfolio management is delegated to the Investment Manager. The Investment Manager's staff are subject to a remuneration code that complies with the Alternative Investment Fund Managers Directive, details of which are available on its website www.ennismorefunds.com. The Investment Manager employs 3 senior managers (2017: 3) and 4 portfolio managers (2017: 4) whose activities have a material impact on the risk profile of the Company. The remuneration paid or payable by the Investment Manager to those staff in respect of their services to the Company comprised both fixed and variable remuneration and was in aggregate:

Fixed remuneration: £834,396 (2017: £783,784)

Variable remuneration: £10,858,940 (2017: £8,055,789)

Variable remuneration includes deferred remuneration relating to performance in the year as determined at the time of the award. The value ultimately payable is subject to ex-post adjustment.