

E. I. STURDZA FUNDS Plc

(An umbrella fund with variable share capital and segregated liability between sub-funds)

ANNUAL REPORT AND AUDITED FINANCIAL STATEMENTS

for the year ended 31 December 2015

E.I. Sturdza Funds Plc

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No notification pursuant to Sec. 310 of the German Capital Investment Code (Kapitalanlagegesetzbuch) has been filed for the Strategic Global Quality Fund and the Strategic European Smaller Companies Fund and the shares in the Strategic Global Quality Fund and the Strategic European Smaller Companies Fund may not be marketed to investors in the Federal Republic of Germany.

E.I. Sturdza Funds Plc

Company Information

Directors	L. Georges Gutmans Johannes Yntema Denise Kinsella* Brian Dillon Gavin Farrell *Independent Director All Directors are non-executive Directors
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Investment Adviser to - Strategic Euro Bond Fund, - Strategic Global Bond Fund and - Strategic US Momentum and Value Fund	Banque Baring Brothers Sturdza S.A. 112 Rue du Rhône C.P. 3024, 1211 Geneva 3 Switzerland
Investment Adviser to - Nippon Growth (UCITS) Fund	Evarich Asset Management Level 11, Aoyama Palacio Tower, 3-6-7 Kita-Aoyama Minato-ku Tokyo 107-0061 Japan
Investment Adviser to - Strategic Emerging Europe Fund	Armajaro Asset Management LLP 16 Charles Street London, W1J 5DS United Kingdom
Investment Adviser to - Strategic Europe Value Fund - Strategic Global Quality Fund	Lofoten Asset Management Limited 25 North Row London W1K 6DJ

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Company Information (continued)

Investment Adviser to - Strategic European Smaller Companies Fund	Pascal Investment Advisers SA. Rue du Rhône 116P.O. Box 3445 1211 Geneva 3 Switzerland
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Auditor	KPMG 1 Harbourmaster Place IFSC Dublin 1 Ireland
Listing Sponsor, Legal and Tax Advisers (Ireland)	Dillon Eustace 33 Sir John Rogerson's Quay Dublin 2 Ireland
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Swiss Representative and Paying Agent	Banque Baring Brothers Sturdza S.A.* 112 Rue du Rhone, C.P. 3024, 1211 Geneva 3 Switzerland

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Company Information (continued)

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*On 15 February 2016 Banque Baring Brothers Sturdza S.A changed its legal and company name to Banque Eric Sturdza SA.

E.I. Sturdza Funds Plc

Investment Manager's Report for the year ended 31 December 2015

Strategic China Panda Fund

The Investment Manager's Report has been compiled with the assistance of the Investment Adviser, LBN Advisers (Cayman) Limited (Non-discretionary adviser).

FUND PERFORMANCE

During the period under review the Net Asset Value (NAV) per share in the USD Class decreased by USD 33.77 from USD 2,268.74 to USD 2,234.97. In percentage terms the total return was -1.49%, some 6.33% higher than the benchmark MSCI China Index, which returned -7.82% during the period. In the EUR Class, the NAV per share decreased by EUR 26.78 from EUR 2,206.08 to EUR 2,179.30. In percentage terms the total return was -1.21%. In the GBP Class, the total return was -1.18%, the NAV per share decreased by GBP 26.34 over the period from GBP 2,235.51 to GBP 2,209.17.

MARKET OVERVIEW

If it was heavenly in the first half of 2015, then it was hell in the second half of the year for China stock markets. Boosted by easing measures and supportive messages from the government, Chinese equities, especially A shares, rallied in the first six months. MSCI China total return index spiked up nearly 30% at one stage only to collapse in the summer and end the year with a loss of 10%. After a strong 2014, A shares continued to outperform H shares with CSI300 up a modest 2.5% in 2015. Sector wise, properties, exporters, internet, utilities and yield plays outperformed.

In our view, policy missteps by the Chinese government one after another were to blame for the market turmoil last year. In the first quarter, the government encouraged people to buy equities. This led to rampant growth of stock margin financing to an alarming level that the government had to clamp down later on and triggered a stock market rout. The biggest blow to the market was not the clamp down. It was the subsequent uncoordinated stock market saving measures (government buying of stocks, ban on stock sale/short sale, etc) and unexpected Renminbi devaluation also spooked investors. An unintended consequence was that the HK market bore all the brunt of the policy missteps and was punished even more than the A share market. Being an open market unlike the A share market, HK clearly became the only means for foreign investors to express their negative view on China.

Macro wise, the Chinese economy remained largely in the doldrums with the Purchasing Managers Index struggling around the 50ish level most of the time. There was no obvious pick up in industrial and investment activities despite consecutive interest rate and reserve requirement ratio cuts in the year. In 2015, the Renminbi depreciated 4.6%. Nevertheless, it was not enough to boost export due to competitive currency devaluation by other countries. Exports remained in a declining trend after the unexpected Renminbi devaluation in the summer. Anti-corruption campaigns were still in full force and continued to suppress high end spending. Gaming revenue growth in Macau, a victim of anti-corruption campaign, continued to disappoint after a bad 2014. The only bright spot was the property market in which both transaction volume and prices started to see positive growth, thanks to monetary easing and the relaxation of restrictive administrative measures (such as home purchase limit removal and mortgage down payment cut).

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Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic China Panda Fund (continued)

PORTFOLIO STRATEGY

Given weak global and domestic growth, cyclical sectors will remain under pressure. Renminbi devaluation has emerged as a new earnings risk for companies which have currency mismatch between assets and liabilities. In this volatile environment, we prefer companies that benefit from Renminbi devaluation (typically exporters), have high earnings visibility, possess strong balance sheet/cash flow generation or offer high dividend yield. We would avoid high growth high P/E stocks as they are more susceptible to de-rating should growth disappoint. We are still not keen on A shares as valuation remains unattractive even after an almost 50% drop of major indices from the peak. ChiNext Composite Index, the small cap index which is widely punted by local investors, is still trading at over 60x P/E. Valuation aside, liquidity is another concern. The daily 10% up and down limit on a single stock is frequently hit these days and this is not good for liquidity management of a fund. We have sold down A share holdings from over 20% at the peak to now less than 4% and will remain light weighted unless valuations becomes attractive again. US ADRs were added to MSCI China with 10% weight last November. They will be further topped up in May this year. We see this a rerating catalyst for ADRs and look to bargain hunt quality names as the time draws closer, especially now that their valuation has come back down to a much more reasonable level since the recent stock market correction.

Service industry is set to play an increasingly important role in China's economy as it transforms from an investment centric to consumption centric economy. Education, internet and travel fall into this category. We have started building position in education but are hesitant on internet and travel stocks on potential near term earnings risk. Export plays with major production bases in China are also under our radar screen as they benefit from strong US dollar. We remain underweight financials as rising non performing loan ratios are an overhang for banks while falling investment returns and A share market plunge are negative for insurance stocks. We have no exposure to the oil sector but are looking to revisit this space as downside risk of oil price seems limited with the oil price hovering around US\$30 per barrel.

Most people would agree that China is cheap. With a market P/E of 7.5 times 2016 earnings, MSCI China is trading at a level close to the last trough during the 2008 financial crisis. It is the risk of further Renminbi depreciation that keeps investors at bay. Currently, we keep high cash levels in the portfolio but are ready to put the money to work if prices are right for the potential buy targets. Patient investors will be rewarded eventually.

MARKET OUTLOOK

The strong US dollar, China growth disappointment, Renminbi depreciation and oil price collapse were factors that haunted global equity markets, especially emerging markets, last year. We are of the opinion that they will continue to be in play in 2016, at least in the first half of the year. The US finally had its first rate hike in seven years last December. Simply put, the US has kick started the rate hike cycle as part of the normalization of monetary policy which has been too loose for too long.

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Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic China Panda Fund (continued)

MARKET OUTLOOK (CONTINUED)

The Chinese economy has failed to respond to fiscal and monetary easing so far. We doubt if more interest rate or reserve requirement ratio cuts will do the job. The never ending anti-corruption campaign has been a big reason for the lack of life in the economy. It has discouraged investment activities both at local government and corporate levels as no one wants to be under scrutiny by the central government. Unless the government changes its approach, the economy is unlikely to recover meaningfully even with stimulus measures. So far the government still shows no sign of changing its approach and this is not good for the economy in the short term. The oil price collapse was a big surprise in 2015 as the global economy was not in dire straits like 2008. The decision of Saudi Arabia to pump more oil to defend market share and drive out high cost shale oil producers was a big driver behind the oil price plunge. The industry dynamics remains tricky this year because Iran is likely to ramp up oil supply at a faster rate than production cuts by high cost oil producers and so the oil demand supply imbalance is unlikely to reverse in the near term. The Renminbi devalued 4.6% last year. It is widely expected that the Renminbi will depreciate another 5% or more this year. Competitive currency devaluation by other countries and a weak Chinese economy will continue to exert pressure on the Renminbi unless US Federal Reserve puts on hold an interest rate hike or the Chinese economy starts to turn around. Since the HK dollar is pegged to the US dollar, a strong US dollar not only makes HK an uncompetitive tourist destination but also puts HK property prices under mounting downward pressure in a rate hike cycle. We are negative on retailers and landlords/developers in HK.

The government has set 2016 GDP growth target in the range of 6.5 to 7%. This will make it the sixth year of growth deceleration. We expect the slowdown trend to extend into the next few years since China is in the midst of an economic adjustment (from investment centric to consumption centric). The government has recently announced supply-side reform which aims at taking out excess capacity by forcing the shut down of “zombie companies”. If executed well, this will be positive to the economy in the long term. In the near term, this is likely to pose further downside risk to the economy as company shut downs will lead to a rise in unemployment and more bad debt write-offs by banks.

Policy missteps have been a major de-rating catalyst of the China stock market since the second half of last year. The capability of the Chinese government to manage the capital market and real economy is called into question. The possibility of more unexpected policies by the Chinese government to maintain “domestic stability” cannot be ruled out. The HK stock market will inevitably continue to suffer collateral damage should that happen. On the flip side, if the Chinese government starts making sensible policies, H shares will see significant re-rating potential.

LBN Advisers (Cayman) Limited

E.I. Sturdza Strategic Management Limited

February 2016

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Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic Euro Bond Fund

The Investment Manager's report has been compiled with the assistance of the Investment Adviser, Banque Baring Brothers Sturdza SA (Discretionary adviser).

FUND PERFORMANCE

2015 was lower than expected. The first quarter was positively impacted by the combination of the first ECB's Quantitative Easing (QE) program, a decline in long-term government rates and tighter corporate spreads due to better risk appetite. However, higher volatility and liquidity concerns started to hurt both Government bonds and Credit markets during the rest of the year. The performance recovered during some periods which were mostly linked to Grexit risk abating and commodity prices stabilizing, especially oil prices. In this environment, performance was mainly negatively impacted by Credit which fared worse than Governments as energy exposure and liquidity concerns started to spread to the other sectors and ratings (mostly BBBs). The best months were October due to energy prices rebound and stabilization, followed by February & July which were linked to a strong recovery in Credit and lower long-term government rates. The worst months were June & September due to a combination of extreme volatility and credit spreads widening. In this difficult context, the Fund reached a negative performance of -2.5% YTD on December 31st (standard Acc. EUR share class) whilst the benchmark Euribor 3m had a negative performance of -0.03%.

MARKET OVERVIEW

In 2015, the Fund started the year with a size of EUR 111.7 million and increased progressively given continuous inflows. In July, it reached EUR 145.50 million following significant institutional orders and decreased to EUR 126.6 million at the end of December. During the first semester, investments in credits remained slightly unchanged till around 97% with peaks at 99% in June & July. Afterwards, the Credit Risk was slightly reduced in order to enhance the quality and liquidity of the Fund. The management of the modified duration of the Fund has been very active in 2015: the duration was kept around 2.5 in January, then increased progressively above 2.5 through April considering ECB QE announcement, deflation risk concerns and disappointing economic statistics, particularly in the US. In June, the modified duration was reduced to 2.1 due to a sharp increase in bond market volatility and the liquidity collapse, even in the most liquid markets, of government bonds. During the second semester, the modified duration was kept above 2.5 in order to benefit from higher government rates and carry from corporate issuers partially (or totally) state-owned being part of ECB's Public Sector Purchasing Program. Finally, the modified duration was decreased after the ECB meeting's disappointed market reaction, from 2.5 to around 2.25. Indeed, commodities prices collapse and China growth deceleration have increased deflation threat and pushed ECB to cut its deposit rate and lengthen the duration of its QE program but not as much as expected in December. The modified duration has been essentially increased by reducing dramatically the short position in Bonds during the second quarter and switching long credit positions in the 5-10y bucket vs 2-5y bucket partially hedged with Bobl futures in order to keep the duration close to 2.5. As the credit exposure was reduced during the second half of 2015, the S&P score of the Fund decreased from 83.90 points (31.12.2014) to 77.40 points at the end of December with a high-level of 82.5 points in June.

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Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic Euro Bond Fund (continued)

MARKET OVERVIEW (CONTINUED)

The fixed income markets, during this period, performed poorly except some Government bonds markets (Italy/Spain). They were positive until March before being impacted by increased volatility, credit and liquidity concerns. They have been dominated during the first quarter by deflation fears in Europe, disappointing economic data in the US and Central banks stimulus. Indeed, the ECB announced its first Quantitative Easing (QE) program in January. At the end of the quarter, economic data in Europe started to show signs of improvement and as a result, growth projections were revised higher despite unemployment remaining high. Then, the Greek drama started to push credit and periphery spreads wider. In this context, Eurozone government bonds markets volatility increased given reduced deflation concerns, better growth expectations and also on the basis of technical factors. During the second semester, Grexit and Greek default concerns being contained, the focus turned to China, the Federal Reserve (Fed) and ECB. Indeed, Equity and Credit markets started to enter in a correction phase after the People's Bank of China (PBoC) announced a devaluation of the yuan. Consequently, doubts about the pace of the Chinese growth forced the Fed to postpone its first rate hike from September to December and the ECB to cut its deposit rate and extend its QE program by 6 months. The consequence of thin market liquidity and higher volatility was an increase of 10y German Bond yields from 0.54% to 0.76% between January 1st and June 30th, with a low at 0.05% and a peak at 1.06%. Then, during the second semester, 10y German Bond yields decrease from 0.76% to 0.63% with a peak at 0.89%.

PORTFOLIO STRATEGY

In January, the Investment Advisor bought new Volkswagen and BMW issues in the primary market and increased the weight of Export-Import Bank of Korea, Wendel and Robert Bosch and added 2 new names; AstraZeneca and WPP, for their decent spread/quality and potential positive impact of ECB's QE. On the sell side, it decreased the exposure to the Oil & Gas sector and its exposure to Mexico and China by selling Pemex and reducing the weight of Sinopec. Furthermore, the whole position in the peripheral countries (the Italian Enel and the Spanish government ICO) was sold ahead of the ECB meeting, the Investment Advisor anticipating the QE being almost fully priced. The modified duration of the fund was increased from 2.2 to 2.5 in order to take profit of the yield curve bullish flattening. In February, the assets of the funds climbed from 116.2 to 120.6 million EUR. Most of the new inflows were invested in four new deals in the primary market, Nordea Bank 2025, Roche 2025, Mondelez 2022 and Coca Cola 2023. The exposure to the French BBB Wendel was increased and Wolters Kluwer 2018 was switched against the 2023 benchmark issue. In addition, Hutchison Whampoa was decreased as its management is becoming too aggressive in the European telecom sector M&A activity. The Modified Duration was extended from 2.5 to 2.8 in order to benefit from the European bull market before the first wave of purchases by the ECB. In March, the Fund took part in the Edenred exchange offer (purchase of the new 10y issue against the tender of the 2017 one), sold Nederlandse Gasunie 2017 and decreased the weight of Cnooc in order to reduce China in the country breakdown and Oil & Gas in the sector breakdown. Corporate bond trades slightly decreased the modified duration of the Fund from 2.8 to 2.6. In April, assets remained stable around EUR 120 million. The Fund participated in two new issues: Anheuser Busch InBev 2023 and Bristol Myers Squibb 2025. The reduced weight of Chinese Oil & Gas companies, which started in March, led to the sale of the remaining positions in Cnooc and Sinopec. Consequently exposure to China was reduced to 0% and the weight of Oil & Gas from 6.8% to 5.8%.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic Euro Bond Fund (continued)

PORTFOLIO STRATEGY (CONTINUED)

The modified duration of the Fund slightly increased from 2.6 to 2.7. In May, the Investment Advisor participated in four new issues given higher term premium: Adecco 22, General Electric 2023, Unilever 2023 and Tennet Holding 2021. These positions were mainly financed by the sale of remaining positions in Adecco 2018, Nederlandse Gasunie 2017 and by reducing positions in BMW 2025 and Roche 2025. The Investment Advisor decided to sell the remaining position in Amerca Movil given its tight spread. Consequently, exposure to Mexico was reduced to 0% and the weight of Telecom from 7.8% to 5.6%. The modified duration of the Fund slightly increased from 2.7 to 2.8. In June, the Investment Advisor bought Wal-Mart 2026 at 1.83% (Bond + 82bp) and sold Deutsche Bahn 2021 at 0.78% (Bond + 34bp). The Modified Duration was decreased from 2.8 to 2.1 given increased uncertainty due to the Greek crisis. In July, the Management style and the Investment Process stayed unchanged but the Investment Advisor improved the strategy of the Fund in order to be more efficient in terms of low volatility and low correlation between corporate spreads and the behaviour of stock markets. In this context, assets increased from EUR 114 to EUR 145 million following institutional inflows. They were mostly invested in the PSPP (ECB's Public Sector Purchasing Program) bonds or issuers that will be potentially included in a PSPP 2 buy-list. Consequently, the Investment Advisor sold or decreased the weight of the following bonds: Republic of Korea, Export-Import bank of Korea, Korea Gas (decreasing the weight of Korea from 9.7% to 3.3%), Adecco, Imerys and Wendel (all BBB rated). The Investment Advisor bought the following PSPP bonds: Enel (Italy), OeBB infrastruktur (Austria), BNG (Netherlands) and ICO (Spain). He also purchased issuers that have a high probability to be included in a probable PSPP 2 list: TenneT (Netherlands), Aéroports de Paris (France), Nederlandse Gasunie (Netherlands), EDF-RTE (France), BordGais-Ervia (Ireland), Deutsche Bahn (Germany) and Engie (EX-GDF-Suez, France). Finally, as a consequence of the amount of net subscriptions this month (+ 30 million EUR), the Investment Advisor also bought high-quality corporates such as Linde AG, BASF, SAP, Siemens, Anheuser-Busch and Telstra. The Investment Advisor also increased the weight of Telekom Austria (BBB rated but subsidiary of America Movil, A rated and the Austrian Government AA+ rated). Once fears of Grexit and Greek default decreased substantially, the Modified Duration of the Fund was increased from 2.1 to 2.7. In August, the assets of the fund remained stable around EUR 144 million. Following the strategy implemented in June and July, the Investment Advisor paid more attention to liquidity, issuer quality and the correlation between the behaviour of the stock markets and the Fund (through its investments in corporate spreads) in order to assign (more than in the past) to Strategic Euro Bond Fund the role of natural hedge against European equities.

- i) Higher liquidity: purchase of European government bonds and PSPP (ECB's Public Sector Purchase Program) bonds. The Investment Advisor bought five government bonds maturing in 2020: Belgium, Netherlands, France, Ireland and Finland, and also bought two PSPP issuers, the Austrian Asfinag and the Italian Enel.

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Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic Euro Bond Fund (continued)

PORTFOLIO STRATEGY (CONTINUED)

- ii) Higher credit quality / lower correlation to stock markets: huge decrease of BBB issuers, purchase of high-quality corporates and government-owned corporates that may be added by the ECB to its PSPP list. The Investment Advisor bought the Dutch Enxsis (Aa3/A+), Tennet (100% owned by Netherlands), EDF-RTE (85% owned by France), Sagess (100% owned by France) and Engie (ex-GDF Suez, 34% owned by France). The Investment Advisor sold the following BBB names: Wendel, Imerys, Edenred, Adecco, Mondelez, Wolters Kluwer, WPP, RCI Banque and Telekom Austria. Finally, the Investment Advisor also sold Wal Mart 2026 for duration purposes as 2026 is a too long maturity in the current environment.
- iii) Lower exposure to Asia/Pacific: the Hong Kong conglomerate Hutchison Whampoa has been sold, the exposure to Korea has been decreased (sale of KDB and Export-import bank of Korea) and the weight of the Australian mining Company BHP Billiton has been reduced due to the falling prices of iron ore and other commodities, the exposure of BHP to China and the increasing risk of recession in Australia.

The consequence of this intense trading activity is that, at month end, the exposure of the Fund to Eurozone Government bonds reached 7%, the exposure to PSPP reached 7.5% (i.e. 14.5% belong to the ECB's QE). The exposure to government-owned corporates was above 20% and the exposure to BBB (excluding Irish, Spanish and Italian governments and PSPP) has been reduced to –only- 3.5%. The exposure to Asia ex-Japan has been reduced to less than 0.5%. Following these trades, the Modified Duration has been held around 2.5-2.7 and the duration overlay policy has not been very active. In September, the Investment Advisor continued to focus on high quality and liquidity. The Investment Advisor also decreased the weight of bonds maturing between 2025 and 2026 in order to decrease the short future position in Bonds as a duration overlay policy – long 10y credits/short Bond future – does not add value in the current environment. The Investment Advisor bought Siemens 2021 and the Dutch PSPP Nederlandse WaterschapsBank 2019. The Investment Advisor sold the following 10y issues: Wal Mart 2026, BMS 2025, Roche 2025 and Nordea 2025. The Investment Advisor also sold Telekom Austria (decrease of BBB exposure), Sanofi (profit taking), BHP Billiton (decision to decrease the mining sector to 0%) and the remaining exposure to Korea Gas (exposure to Korea totally sold). As a result, the Modified Duration has been held around 2.5 and the duration overlay policy has been reduced as 9-10y corporate bonds were sold, a short Bobl future position was built and the short Bond future position reduced. In October, the assets of the fund decreased from EUR 142 to EUR 136 million. Following the strategy implemented since June, the Investment Advisor continued to favour high quality and liquidity. It focused attention on the decrease of the weight of bonds maturing between 2022 and 2025 in order to decrease the short future position in Bonds as a duration overlay policy – long 10y credits/short Bond future – does not add value in the current environment. The Investment Advisor sold Airbus 2024, Robert Bosch 2024, GlaxoSmithkline 2024, Air Liquide 2024, SAP 2023, Investor AB 2023, Unilever 2023, Coca Cola 2023, Bayer 2023, Anheuser Busch Inbev 2023 (+ SABMiller takeover issue), General Electric 2023, BASF 2023 and Cez 2021. The Investment Advisor also switched the following bonds, selling TeliaSonera 2021/buying TeliaSonera 2017, Shell 2022/Shell 2018, Telstra 2023/Telstra 2017, BMW 2025/BMW 2020 and Enel 2025/Enel 2020. The Investment Advisor bought the following PSPP names: Tyottomyysvakuutusrahasto 2019, KFW 2020, Snam 2016, Snam 2019 and Terna 2019.

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Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic Euro Bond Fund (continued)

PORTFOLIO STRATEGY (CONTINUED)

The Investment Advisor bought the following high-quality short term corporates: Klépierre March 2016, LVMH 2018, Linde 2018 and Enxsis 2020. Finally, due to the inversion of the Volkswagen spread curve, the Investment Advisor sold the 3 million EUR position in VW 2023 at 2.59% (asset swap + 175 bp) in order to switch into VW 2018 at 2.27% (asset swap + 228 bp). A few days later, after VW's spread rally, the Investment Advisor took profit on 1 million EUR VW 2018.

Consequently, at month end, the Fund held only 2 million EUR VW 2018 with the objective to sell it as soon as possible if the rally continues in November.

The two objectives of this intensive trading activity were reached at month end. First and foremost, the modified duration of the portfolio decreased from 5.5 to 4.3, allowing the Investment advisor to buy back the majority of the short Bond future position. Secondly, the average quality and liquidity of the portfolio increased sharply as 30% of the assets were invested in European governments and PSPP bonds, i.e. bonds included in the ECB's QE purchase list. In addition, almost 22% of the assets were invested in government-owned corporates that may be included in the PSPP list sooner or later by the ECB. If this should occur, more than 50% of the Fund would be on the ECB's buying list.

The Modified Duration of the Fund has been held around 2.5-2.7 and the duration overlay policy has been reduced as 8-10y corporate bonds were sold, the 5yr Bobl position increased and the majority of the short Bond future position bought back.

In November, the assets of the fund decreased to EUR 132 million. The Investment Advisor continued to favour high quality and liquidity. The Investment Advisor focused attention on the decrease of the weight of bonds maturing between 2022 and 2023 in order to decrease the short future position in Bonds as a duration overlay policy – long 10y credits/short Bond future – does not add value in the current environment. The Investment Advisor sold Engie 2023 and Allianz 2022. At the same time, The Investment Advisor bought the following high-quality short term corporates: Ford Credit Europe September 2016, Würth 2018, Siemens 2018, Wolters Kluwer 2018 and Terna 2018. Finally, as planned in October, The Investment Advisor took profit on the position of 2 million EUR VW 2018, sold at 1.6% (Bond + 190 bp, ASW + 168 bp). This position had been bought in September at 2.27% (Bond + 250 bp, ASW + 228 bp).

The Modified Duration of the Fund has been held around 2.5 and the duration overlay policy has been maintained with a short position of 250 Bobls and only 60 Bonds (instead of 280 in September and 350 in August).

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic Euro Bond Fund (continued)

PORTFOLIO STRATEGY (CONTINUED)

In December, the assets of the fund reached EUR 127 million. The Investment Advisor focused attention on the decrease of the weight of bonds maturing in 2021, selling Cez and reducing AstraZeneca (from EUR 3 to 1 million) in order to decrease the duration of the credit portfolio, allowing the Investment Advisor to decrease the short Bond position. The Modified Duration of the Fund has been slightly decreased after the ECB meeting from 2.5 to around 2.25 and the duration overlay policy has been maintained with a short position of 250 Bobls and only 50 Bonds instead of 60 last month. This short Bond position which has been dramatically reduced in Q3 and Q4 (short 50 Bond at Year end against 280 in September and 350 in August) should be maintained at this level as the Investment Advisor considers that the duration of government-owned corporates maturing in 2022-2024 (Nederlandse Gasunie, Sagess, Aéroports de Paris, EDF and Deutsche Bahn) must be hedged.

At the end of December 2015, the breakdown of the portfolio was as follows:

2.5% Cash

97.5% Corporates

Duration overlay: short positions of 250 Bobls and 50 Bonds in the futures market, equivalent of -44% of the duration of the portfolio. The average coupon was 2.99%, the average maturity 2.6 years and the average yield to maturity 0.56%. The average rating was still A- with a S&P score at 77.35 points. The average spread was 17 bps above asset swaps and 64 bps above German Government.

MARKET OUTLOOK

The Investment Advisor's forecast for 2016 is extremely cautious on corporate spreads and on liquidity of the credit market. The Investment Advisor will continue to focus investments on PSPP and high quality corporates. High beta names will be avoided except very short maturities with a "buy and hold until maturity" strategy. The Investment Advisor believes that the ECB will stay ultra-accommodative and that Mr Draghi will announce an increase of the ECB's QE in the coming months. The economic conditions are not really improving in the Eurozone with low growth and, more importantly (as it is the unique mandate of the ECB) zero inflation. Growth is a concern because the current conditions are disappointing despite the alignment of planets (low euro, low yields, low oil & commodity prices and ECB's QE). In this context, the modified duration of the Fund may be maintained around 2.2-2.4. The Investment Advisor will pursue this strategy and still believes that positive returns will be achievable as a result of the carry of PSPP bonds and high-quality corporates, their spread tightening potential, credit selection and active management of duration and yield curve.

Banque Baring Brothers Sturdza SA

E.I. Sturdza Strategic Management Limited

January 2016

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the year ended 31 December 2015

Nippon Growth (UCITS) Fund

The Investment Manager's report has been compiled with the assistance of the Investment Adviser, Evarich Asset Management (Non-discretionary adviser).

FUND PERFORMANCE

The net asset value per unit for the Nippon Growth (UCITS) Fund on a Japanese yen basis as of 30 December 2015 rose 3.2% compared with that of 31 December 2014, while the TOPIX increased 9.9% during the same period. Thus the fund underperformed the index largely. The fund put two new names (Otsuka and Fujitsu) into the portfolio with two stocks (Asahi Kasei and ANA Holdings) sold out. The underperformance of the fund against the index was mainly due to sector positioning.

The economic recovery in Japan was slow due to decelerating growth in China and other emerging economies, defensive stocks performed very well while resources related and economic sensitive stocks were poor. The best five performers among the TSE 33 sectors were fishery & forestry, pharmaceuticals, retail, foods and land transportation while the worst five sectors were steel, marine transportation, mining, securities and machinery.

MARKET OVERVIEW

At the beginning January 2015, the Japanese market continued its weak trend from the end of 2014, due to concerns over economic conditions in Europe, Greek political situations and resource producing countries. However the market recovered after the ECB announced its decision on quantitative easing. 10 years JGB yield came down to 0.195% on 20 January but it shot up suddenly to 0.395% on 4 February as favourable economic data were released at the end of January. Real GDP growth for 1Q 2015 was revised up strongly to 4.5% QoQ annualised, spring wage hike negotiations in April were settled with salary increase of 2.5% YoY, the highest growth since 1998, reflecting a tightening labour market.

In May, the stock market recorded its fifth consecutive month rise. On 24 June the Nikkei 225 rose to 20,952.7 exceeding the peak during the IT bubble for the first time in more than 18 years. The JPY against USD depreciated towards 125.6 at one point in June, but it looked like the yen weakness had gone too far given the trade balance and interest rate differential. Since July the market started to become very volatile as the result of external macro developments such as the Greek debt problems and a sharp decline in the Chinese market. In the middle of August the People's Bank of China (PBoC) announced a mini-devaluation of the CNY against the USD. As a result of the central bank cutting the renminbi's daily fixing rate for 3 days in a row, investors became anxious regarding the actual economy in China, and world markets started to fall. When China's August Caixin PMI, announced on 21 August, came out below consensus expectations, at the lowest level in six years and five months, world markets became increasingly risk-averse. The Nikkei 225 closed down 8.2% MoM in August, followed by another sharp decline of 8.0% MoM in September. In this environment the Fed postponed its interest hike program in September, China cut down interest rates continuously, which contributed to the recovery of the stock market in October and November. But when the Fed decided to raise interest rates for the first time in nine and a half years on 16 December and oil price continued to fall, the market became volatile again, the Nikkei 225 and the TOPIX closed the year at 19,033.7 (up 9.1% YoY) and 1,547.3 (up 9.9% YoY) respectively.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the year ended 31 December 2015

Nippon Growth (UCITS) Fund (continued)

MARKET OUTLOOK

World stock markets started the New Year on a very weak note triggered by weak economic data both in China and the USA. Continuous devaluation of the Chinese currency (renminbi) against the USD have led investors to speculate that Chinese economic conditions could be worse than reported. Escalating tensions between Saudi Arabia and Iran, and North Korea's nuclear test have exacerbated political instabilities across the world.

Investors are too cautious on Chinese economic growth. It would be understandable if Chinese authorities were tempted to devalue the renminbi against the USD to some extent in order to regain China's industrial competitiveness against other countries since renminbi has been too strong against euro, yen and emerging economies' currencies because of its peg system to the USD. The Chinese government set up the target of GDP growth for 2016-2020 at more than 6.5%. We think it can be achieved since China still has many options at their disposal which could stimulate its economy by both financial and fiscal policies.

According to an oil expert, although the sanction against Iran was waived in January their production increase would be 0.6 million barrels per day in 2016 while the other OPEC countries are expected to hold at current levels, the US should be forced to cut their production by at least 0.5 million barrels per day. The world oil demands are expected to expand 1.2-1.4 million barrels per day. Therefore the gap between supply and demand will become quite narrow. We estimate oil prices will rise to USD 40-50 per barrels at the end of 2016, from currently USD 30.

The Japanese economy is in better shape. Industrial production is expected to increase sharply from January 2016, a supplementary budget with 3.3 trillion yen for FY2015 will start to contribute from 1Q 2016. Sharp increases of capex are on the agenda, and consumption may recover in line with higher wage hikes. Net exports are expanding with manufacturers increasing productivity and numbers, energy imports are declining. We believe that Japan is well situated to be able to grow 2.0-2.5% versus market consensus of 1.0-1.5% for FY2016 (Apr. 2016-Mar.2017) with corporate profits expanding more than 10% YoY. The market should start to show a remarkable rally once international uncertainties are stabilised. It would not be surprising if the market rose 30-40% from here by the end of 2016. Market leaders should change dramatically from defensive sectors to economic sensitive domestic sectors.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the year ended 31 December 2015

Nippon Growth (UCITS) Fund (continued)

PORTFOLIO STRATEGY

The fund maintains high weightings in construction and real estate sectors which are expected to show another strong rally with replacement demands expanding sharply and 2020 Tokyo Olympics related projects starting. The fund is increasing its allocation to the machinery and IT service sectors with the conviction that capex will have to grow to seek higher productivity. The fund will also maintain high weightings in banks and commerce (mainly trading companies) sectors. On the other hand, defensive and hardware technology sectors should be avoided as these have high valuations and lower growth potential.

Evarich Asset Management

E.I. Sturdza Strategic Management Limited

January 2016

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic Europe Value Fund

The Investment Manager's Report has been compiled with the assistance of the Investment Adviser, Lofoten Asset Management Limited (Discretionary adviser).

FUND PERFORMANCE

During the period under review the net asset value (NAV) per share for the share classes of the Fund increased as follows:

The NAV per share of the EUR Class rose by EUR 40.72 to EUR 212.23. A total return of +23.74%. The NAV per share of the EUR Institutional Class rose by EUR 38.38 to EUR 184.58. A total return of +26.25%. The NAV per share of the CHF Class rose by CHF 29.97 to CHF 167.92. A total return of +21.73%. The NAV per share of the GBP Institutional Class rose by GBP 27.31 to GBP 135.77. A total return of +25.18%. The EUR R Share Class was launched on December 17th at a price of EUR 100. By year-end the price has risen to EUR 101.08. A total return of 1.08%. The EUR Institutional Distribution Class was launched on November 9th at a price of EUR 100. By year-end the price has risen to GBP 100.85. A total return of 0.85%. The USD Institutional Class was launched on December 2nd at a price of USD 100. By year-end the price has fallen USD 2.54 to USD 97.46, a decrease of 2.54%.

During the period under review the benchmark MSCI Europe Total Return Index increased by 8.22%. As such the EUR Institutional share class outperformed by 18.03%. The Investment Advisor would like to note that, although nice to see, this sort of outperformance is unusual.

MARKET OVERVIEW

European markets began the year in high spirits, driven largely by central bank policy. Indeed, the MSCI Europe was up over 15% by April as oil prices stabilized and the ECB declared it would buy sovereign bonds as part of its QE program. Conversely, talk of the Federal Reserve's first rate hike in nearly a decade saw the S&P500 trade sideways.

As the summer approached, fears of Greece leaving the Eurozone caused markets to retrace half of their gains, before concerns surrounding China and global growth resurfaced. In August, an unexpected devaluation of the renminbi saw global markets fall 10% in a week. Amidst global uncertainty, the Fed delayed their rate hike and volatility spiked.

The autumn saw renewed speculation of further easing by the ECB, with Mario Draghi quoted as saying the ECB would no longer "wait and see, but work and assess." European markets responded with strong gains in October, only to be disappointed by the announcement and sell off in December.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic Europe Value Fund (continued)

PORTFOLIO STRATEGY

The Fund employs a bottom up stock picking strategy with a strong preference for high quality business models as evidenced by high margins at the operating level and/or return on capital employed, ideally combined with a visible revenue stream. The aim is to buy these companies at a discount to the intrinsic value. As a result of this philosophy, the portfolio has a structural bias towards sectors such as consumer staples, consumer discretionary, healthcare, IT, media and support service sectors whilst normally avoiding commercial banks, insurance and commodity sectors.

Stock selection during the year delivered strong returns with half the holdings delivering a total return of greater than 28%. In fact, stock attribution was pleasingly broad based, with eleven stocks contributing more than 50bps in relative performance over the year. Galenica lead the way, advancing 123.7%, as earnings beat expectations both in the core with Ferinject growing strongly, as well as newer franchises where Injectafer and Velphoro performed well. The company also announced it would be splitting its specialty pharma business from its wholesale and retail business. This is a company we have held in the fund since 2011.

Cerved, a new position we established during its IPO in 2014, returned 81.7%, having underperformed in 2014. Cerved is the market leader in providing credit information to corporates and institutions in Italy. It has also in recent years developed fast growing businesses in both credit management and marketing solutions. Credit information is an immature market, but the last piece of the puzzle is inorganic growth. In an environment where smaller and medium banks are being encouraged to merge, this should throw up opportunities going forwards.

Pandora delivered a total return of 75% in 2015, we have owned the shares since 2011 and the affordable luxury jeweler has done very well. Last year product expansion and ongoing geographic expansion were key share price drivers. It has recently become somewhat of a market darling and so extra caution is necessary, however we feel there is more upside here yet.

Auto Trader was a new name for 2015 bought during the IPO. It returned a total 55.6% and 1.43% of alpha. Auto Trader is the UK and Ireland's leading online auto marketplace, generating most of its revenues from vehicle retailers. Its user friendly platform supports best-in-class analytics for both buyers and sellers, as it continues to roll out innovative solutions earnings growth will come organically. Display advertising will also help. We have had to sell the shares due to the valuation however.

SCA develops and produces hygiene and forestry products, as well as owning a significant piece of land. In 2015 a new CEO was appointed, the market now expects and is beginning to price in structural changes at the company. It has long been our view this would happen. Total return for the year was 54.7%.

Sage returned 39.9% in 2015. The business software solutions group outperformed on the back of strong earnings growth and the structural trend of businesses shifting operations to the cloud. It is our view that Sage's product will see it remain one of the leaders in this space.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic Europe Value Fund (continued)

PORTFOLIO STRATEGY (CONTINUED)

GrandVision is one of the two largest players in global corrective optical retailing, catering to the value end of the market, and operating largely in Europe, but also in LatAm and Asia. Scale allows it to operate through so-called tech centers', bringing production cost savings and improved distribution, and with the markets in which it works so fragmented, M&A remains a large opportunity. Another new name for 2015, GrandVision closed the year up 36.8%.

Visa returned 32.6% in 2015. Regardless of the payment method a consumer uses, 50% of transactions will eventually flow through Visa's network. A well-run company, with no debt, generating plenty of cash. We continue to hold the shares.

Another new name for 2015 was Intertrust. Intertrust provides trust and corporate services to funds, capital market and private clients. Based in Netherlands it has operations in Luxembourg, Guernsey, Cayman and RoW, with demand largely driven by increasing regulatory complexity. One of two global leaders, with 85% recurring revenues, margin improvement from cross-selling and ongoing portfolio management, and a good consolidation story to boot. Intertrust delivered a total return of 31.13% in 2015.

UBS has performed well for the fund, on the back of its strategy to shift towards being a wealth manager. 2015 saw a total return of 29.4%, generating alpha of 1.19%.

Wolters Kluwer was our 11th name to deliver more than 50bps of outperformance in 2015, with a total return of 25.87%. Long misunderstood as simply another professional publisher, Wolters has begun to perform these past two years. In 2015 it was driven by steadily improving organic growth as the print business becomes smaller and the product mix improves. Going forwards increasing operating leverage, ongoing cost control and a growing dividend should continue to support the shares.

The three worst contributions came from Fagron, Accor and SES. Fagron suffered due to a change in medical reimbursements in America and we underestimated the global competition pressures SES was exposed to in one of its divisions. Both positions performed well in the past, and have now been closed. Our fear on Accor was that they would allocate capital poorly and make expensive acquisitions. This came to pass and we have now closed the position.

Going into 2015, the Investment Advisor remained cautious of the market's growth expectations for Europe, and in particular expected a more volatile year than had been seen previously. Good stock selection saw the fund perform in line with its benchmark during the strong Q1 rally. Global indices then began to slide in Q2, and April would in time prove to be the highs. During the second half, the funds defensive nature, exposure to the dollar, and lack thereof to the Energy, Basic Materials and Auto sectors would help drive strong performance into the year end. In 2015, the EUR Class outperformed the index by 15.52% with a total return of 23.74%, while the EUR Institutional class returned 26.25%, outperforming by 18.03%.

As a bottom-up stock-picker, sector allocation is a consequence of the investment process rather than a driver of it. However, the funds overweighting in the healthcare and information technology sectors, and lack thereof to the energy and materials sectors, provided a sector allocation return of 5.09% for the year.

The funds net dollar turnover throughout the period was 38%, in-line with our three year plus holding period.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic Europe Value Fund (continued)

MARKET OUTLOOK

The Investment Advisor is becoming increasingly concerned about the global economic outlook. With the effects of the ongoing changes in China now beginning to ripple out, ongoing weakness in the commodity space, and the US expansion long in the tooth, we are beginning to see signs that tougher times are coming. With the US and European interest rates already so low, it will be difficult for policy makers to boost economic growth through traditional means. A potential recession could, as a result, be worse than expected.

In the Euro area, ongoing loose monetary policy should continue to support asset prices, though with purchases ending in 2017 the Investment Advisor expects investors will begin to question ECB intentions going forwards. We expect the US dollar to strengthen further. Our focus remains to find well managed companies where revenue growth and visibility are high, leverage is low, cash flows strong and return-on-invested-capital high.

We will look to reduce the funds exposure to cyclicalities, and may use other ways to supplement our defensive stance.

Lofoten Asset Management Limited

E.I. Sturdza Strategic Management Limited

February 2016

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic Global Bond Fund

The Investment Manager's report has been compiled with the assistance of the Investment Adviser, Banque Baring Brothers Sturdza SA (Discretionary adviser).

FUND PERFORMANCE

2015 was lower than expected. The first quarter was positively impacted by the combination of a flattening US Treasury Curve (5y to 30yr yields decreased by more than 20bps), disappointing US macro data and tighter corporate spreads supported by the chase for yield. During the second quarter, the Fund's performance was negatively impacted by a sharp increase in volatility and liquidity collapse linked to reduced deflation concerns, the Greek drama and technical factors. The second semester was mostly impacted by the Credit market (particularly, High Yield and Emerging markets commodities-linked issuers) which fared worse than Governments as energy sector rout and liquidity concerns started to spread to the other sectors and lowest Investment Grade ratings (mostly BBBs). The best months were January & July which were linked to lower long-term government rates and corporates spreads tightening. The worst months were February and June due mostly to a significant US Treasury Curve steepening following publication of encouraging US economic statistics supporting expectations for a first rate hike by the Fed since the financial crisis. YTD performances on December 31st: for the USD share class -1.52% and for the RMB share class a decrease of -3.44% whilst the benchmark, Merrill Lynch US Corp Large Cap 1-10yr Index, increased by 0.99%.

MARKET OVERVIEW

In 2015, the Fund started the year with a size of USD 115.5 million which increased to USD 125.4 million in February and remained relatively unchanged till end of June. During the second semester, the Fund assets decreased progressively and reached USD 95 million in December. The Investment Advisor was very active in the management of the modified duration of the Fund: the Investment Advisor kept it around 6 in January given economic data disappointments. Then, the Investment Advisor decreased it progressively to around 5.4 through May given reduced deflation fears, rebound in employment and some better economic activity figures. In June, the duration was reduced to below 5, given the sharp rise in bond market volatility and the liquidity collapse even in the most liquid markets i.e. government bonds. In July, the Investment Advisor paid more attention to the correlation between the behaviour of the stock markets and the Fund (through its investments in corporate spreads) in order to assign (more than in the past) to the Fund the role of natural hedge against US equities. Following this strategy, the modified duration was increased and kept around 5.6 till October once fears of Grexit and Greek default decreased substantially. This was done by increasing exposure to the long end of the curve (30 years) to above 12% of the portfolio but above 40% of the duration risk and by removing the duration overlay policy. During the second semester, the Credit exposure was significantly lowered by reducing BBB issuers, selling all BB issuers, a sharp decrease of oil & gas and cyclicals (autos) and cutting most of our exposure to Asia & EMEA. In November, the Investment Advisor decreased dramatically the modified duration of the Fund from 5.3 to 4 by reinstalling the duration overlay policy through short position in 2y and 5y note futures in order to favour a barbell strategy, favouring a flattening of the 2-30y and 5-30y slopes of the curve. The strategy to favour high quality and liquidity was kept unchanged in December.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic Global Bond Fund (continued)

MARKET OVERVIEW (CONTINUED)

The fixed income markets, during this period, performed poorly, except Treasuries and High grade corporate bonds. The markets performed very well until March before being impacted by increased volatility and liquidity concerns among the Greek drama. During the first quarter, they have been dominated by deflation fears in Europe, disappointing US economic data and Central banks stimulus. At the beginning of the second quarter, the Fed opened the door to a first rate increase in June but some FOMC members comments showed that US policy makers remained divided over whether they would raise interest rates. Whatever the date of this initial (or sole) rate increase: the most important point will remain the Fed's stance regarding the pace of normalization in its monetary policy. After having shifted to "patient" mode in June, the Federal Reserve kept unchanged its target interest rate till end of November, "international developments" and ECB QE announcement seem to have prevented Mrs Yellen to normalize the monetary policy earlier. Despite anticipation of further disinflation effects in the near term, the FOMC still expects inflation to rise gradually to its 2% goal over the medium term. During the year, the publication of encouraging US economic statistics (good non-farm payrolls, consumption and housing indicators) supported expectations for a first rate hike in September among most optimistic analysts or in early 2016 for those who believe that the US economy is still too fragile, that the Greek crisis and Chinese GDP slowdown are serious issues that could lead the Fed to postpone the normalization of its monetary policy. Moreover, risky markets (mostly Equity & High Yield) started to tumble in August, after the People's Bank of China (PBoC) announced a devaluation of the yuan. Consequently, doubts about the pace of Chinese growth arose to a level that could force the Fed to postpone its first rate hike from September to December. Indeed, the Fed kept its target rate unchanged in September and Mrs Yellen explained that higher rates would be appropriate later in the year but the first rate hike was postponed due to international developments (i.e. emerging markets and the Chinese slowdown). By delivering such an unclear message, she added more uncertainty in the markets. In a context of global growth concern linked to China and Emerging markets GDP slowdown, US macro remained resilient (unemployment rate 5%, first signs of wage inflation) and increased dramatically the probability of a Fed rate hike in December. The last FOMC meeting of the year revealed no surprise with a first rate hike in almost a decade (Fed Funds from 0%-0.25% to 0.25%-0.50%) and a relatively dovish comment by Chair Janet Yellen signalling gradual tightening in 2016 and confirming that the size of the Fed's balance sheet will not decrease "until normalization of the Fed Funds rate is well under way".

PORTFOLIO STRATEGY

In January, assets increased from USD 115.7 to 123.7 million. The Investment Advisor decided to amend dramatically the strategy of the fund with a significant diminution of credit risk and an increase of duration risk. Credit risk was decreased by selling Emerging Markets government agencies (Development Bank of Kazakhstan) and Emerging Market Oil & Gas issuers (whole exposure to Pemex, Ecopetrol and Petronas-Malaysia, decrease in the weight of Cnooc and Sinopec). Jaguar-Land Rover (rated BB-) was sold in order to decrease the weight of Crossover. Then, the whole position in the Peripheral European countries (the Italian Enel, the Portuguese EDP and the Kingdom of Spain issue) was sold ahead of the ECB meeting. The Investment Advisor thought that the QE was almost fully priced, but the impact of the victory of Syriza in Greece could push Peripheral spreads wider. Consequently, the risk/reward was too asymmetrical.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic Global Bond Fund (continued)

PORTFOLIO STRATEGY (CONTINUED)

Duration risk was increased through a “barbell” strategy, reinvesting the proceeds in AAA/AA+ rated very short term and very long term government agencies and government bonds. KFW 2016, Nedetherlands Waterschapsbank 2015, Rentenbank 2016 and Export Development Canada 2018 have been bought as short term investments and Temasek-Singapore 2042, US Treasuries 2024 and 2044 as long term bonds.

Finally, the excess cash was invested in short term corporates such as Honda 2015, Export-Import Bank of Korea 2017 and an increase in the weight of RCI Banque 2016.

In February, the Investment Advisor decreased Chinese and Hong Kong issuer weights, including China Uranium 2018, Sinopec 2018, Cnooc 2022 and Hutchison Whampoa 2022 (as its management was becoming too aggressive in the European telecom sector M&A activity). The proceeds were reinvested in Roche 2024 and US Treasuries 2024, 2025 and 2044. In March, assets did not move significantly, from USD 123.8 to 124.4 million. The Investment Advisor took the opportunity to buy a block of Sanofi 2021 (French Pharmaceutical Company) and decreased the weight of Nederlandse Waterschapsbank 2015.

In April, the Investment Advisor sold a small position in Time Warner Cable after the merger failure with Comcast and fears of a takeover by Charter Communication. The proceeds have been reinvested in US Treasury 2025.

In May, assets did not change significantly, from USD 123.7 to 123.3 million. Positions were kept unchanged during the month.

In June, the Investment Advisor bought two 10y issues, the new US Treasury 2.125% May 2025 and the new Singapore Telecom 3.25% June 2025.

In July, the Investment Advisor paid more attention to the correlation between the behaviour of the stock markets and the Fund (through its investments in corporate spreads) in order to assign (more than in the past) to the Fund the role of natural hedge against US equities. The Investment Advisor added some US Treasury 2045 for duration (above 5) and a substantial exposure to 30y treasuries (above 10% of the portfolio but above 35% of the duration risk) was the most efficient investment in line with this strategy.

In August, the assets decreased to USD 119 million. Following the strategy implemented in June and July. The Investment Advisor focused its attention to liquidity, issuer quality and the correlation between the behaviour of the stock markets and the Fund, through its investments in corporate spreads, in order to assign (more than in the past) to the fund the role of natural hedge against US equities.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic Global Bond Fund (continued)

PORTFOLIO STRATEGY (CONTINUED)

- i) Higher liquidity: purchase of US Treasuries, European government agencies and government-owned corporates, increase of high-quality corporate issuers. The Investment Adviser bought BNG 2016, General Electric 2017, Cisco 2017, Daimler 2017, Linde 2018, Toronto Dominion 2018, Microsoft 2018, Enel 2019, Oracle 2019, Merck 2019, Procter & Gamble 2019 and US Treasury 2045.
- ii) Higher credit quality / lower correlation to stock markets: huge decrease of BBB issuers, sale of BB, sharp decrease of oil & gas and cyclical (autos). The Investment adviser sold Pernod-Ricard, America Móvil, Grupo Bimbo, General Motors, Ford and Autozone.
- iii) Lower exposure to Asia: sale of KDB, Korean Resources Corp, Export-Import bank of Korea, Cnooc, Sinopec and China Uranium Development in order to decrease the weight of Korea to 1% and China to 0%.

In September, the Investment Advisor continued to improve the quality and the liquidity of the portfolio. The Investment Advisor sold Korea Hydro & Nuclear Power 2022, Korea Gas 2024 and Hutchison Whampoa 2022 (decrease of Asia), WPP 2021 (decrease of BBB) and Bimbo 2024 (decrease of Mexico). The Investment Advisor also sold the entire position in subordinated debt: Rabobank 2022 and EDF hybrid perpetual switched against the purchase of EDF senior 2019. The Investment Advisor also bought short-term bonds such as Volkswagen 2016, Orange 2016, Pfizer-Wyeth 2016, Siemens 2018 and Linde 2018. In October, the assets decreased to USD 112 million. The Investment Advisor kept its strategy and focus attention on decreasing the weight of bonds maturing between 2020 and 2022 in order to improve the barbell positioning of the Fund, i.e. overweight 0-3y and 30y v. underweight 3-10y. The decrease of 5-7y positions was also an opportunity to lower the weight of Qatar and Abu Dhabi (potentially hurt by the drop of oil prices) but also Poland and Czech Republic. Selling Qatar National Bank 2020, Mubadala 2021, Taqa 2021, Dolphin energy 2021, Republic of Poland 2022 and Cez 2022. At the same time, the Investment Advisor bought high quality corporates maturing within 2 years: General Electric July 2016, Orange September 2016, Engie 2017 and Nestlé 2017. Finally, increasing the position in US Treasury 2045 and rolled the 10y Treasury position, selling the remaining position maturing in 2024 and buying the 2025 benchmark issue. In November, the Investment Advisor continued to favour high quality and liquidity. Due to the drop of oil prices and the turmoil in Syria/Iraq, lowering the weight of Middle-East, selling the remaining positions in Qatar (Ras Laffan 2019 and Qatar National bank 2020) and decreasing the weight of Abu Dhabi (sale of Taqa). Consequently, the weight of Middle-East at month end was only 1.1% (small remaining position in Mubadala Abu Dhabi). In addition, selling Volkswagen 2016 (the same day taking profit on VW 2018 in Strategic Euro Bond Fund) and reduced the weight of EDC 2018, KfW 2016 and Rentenbank 2016 (approaching 5% of the portfolio). The proceeds of these sales were reinvested in two European Government agencies short term issues, the Spanish ICO 2016 and the Austrian OKB 2017. Finally, the Investment Advisor switched all the 10y US Treasury holdings into a small increase of the 30y position. During this month, the Czech electricity company CEZ made an early redemption of its 4.25% April 2022. In December, the assets decreased to USD 94.6 million. The Investment Advisor did not change the strategy as implemented since June, favouring high quality and liquidity.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic Global Bond Fund (continued)

PORTFOLIO STRATEGY (CONTINUED)

The only transactions made this month were sales of government-owned corporates and agencies (KfW, EDC, EDF, Rentenbank and Temasek) in order to decrease their weight from above 5% to below 5% of the assets. In terms of duration and duration overlay, the Investment Advisor maintained the modified duration of the Fund above 4, reaching 4.15 at Year end. At the end of December 2015, the breakdown of the portfolio was as follows:

3.6% Cash

96.4% USD bonds

96.6% Investment Grade, 0.0% BB

89.8% OECD, 6.6% non-OECD

55.1% Corporates & Financials, 13.9% US Treasuries, 27.4% Other Sovereign & Government Agencies. Duration overlay: short positions of 100 2y & 100 5y-T Notes in the futures market (Chicago Board of Trade), equivalent of -19.1% of the duration of the portfolio. The average coupon was 3.51%, the average maturity 6.1 years and the average yield to maturity 1.95%. The average spread was 51 bps above asset swaps and 63 bps above US Treasuries.

MARKET OUTLOOK

The Investment Advisor is still extremely cautious on corporate spreads and on liquidity of the credit market, continuing to focus on investments on high quality corporates and government agencies. High beta names will be avoided except very short maturities with a "buy and hold until maturity" strategy. High Yield and Emerging Markets will be avoided and the remaining Middle-East position (\$ 1 million Mubadala Abu Dhabi) will be sold in January 2016 once liquidity is back. Regarding the Fed's policy, the behaviour of the FOMC in 2016 is unclear: inflation is low, international issues are growing (Emerging markets, China in particular) and the Fed is expecting four rate hikes (25bp/Quarter) while markets only forecast 2 hikes (the 2y Treasury note yield reached 1.05% which is too low compared to the Fed dot-plots). One of the key drivers of markets in 2016 (both bonds and equities) will be Forex: the currency war is still in place as many central banks are still in ultra-dovish mode, including China and Japan. The dollar index (Bloomberg ticker DXY) is more than ever the major factor to follow and the weakening of the Yuan could lead to a less hawkish Fed behaviour and a more dovish ECB. In this context, the modified duration of the Fund may be maintained between 4 and 5 and the 30y Treasury position, partially hedged by a short 2y and 5y US T-note will be the key driver of the behaviour of the Fund in 2016. The Investment Advisor will consider investing in 30y TIPS (Inflation-linked Treasuries) but the timing of the investment will depend on the evolution of the inflation break-even of these bonds. The Fund Management team still believes that positive returns will be achievable as a result of the carry of government-owned bonds and high-quality corporates, their spread tightening potential, credit selection and active management of duration and yield curve.

Banque Baring Brothers Sturdza SA

E.I. Sturdza Strategic Management Limited

January 2016

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic US Momentum and Value Fund

The Investment Manager's Report has been compiled with the assistance of the Investment Adviser, Banque Baring Brothers Sturdza SA (Discretionary adviser).

FUND PERFORMANCE

Looking back at 2015, the fund returned -5.39%, against the performances of the Dow Jones Industrial Average at -2.23% and the S&P 500 at -0.73%. Since inception of the new legal structure (UCITS Fund) on June 28 2012, the fund returned 46.07% while the S&P produced 53.79% and the Dow Jones Industrial Average returned 38.27%.

MARKET OVERVIEW

The second half of 2015 acted as a counterbalance to the low-volatility, steady positive appreciation of the first half. The Pandora's box of an un-omnipotent Federal Reserve was de facto open with further evidence that inflation, whether core or non-core, was continuously lagging alongside measures of real economic activity, particularly in the so-called "old-economy". While strength in the job market continues to be a welcome sign of health, it is increasingly lonely in exhibiting steady improvement rather than diminishing rate of change. The decision by the Federal Reserve to proceed to the first Fed Funds rate increase in nine years thus came at somewhat of an awkward time, keeping in mind however the lack of alternatives at their disposal.

The Federal Reserve wasn't alone in its move to a marginally less dovish stance. Both the European Central Bank and the Bank of Japan, expected to significantly up the ante in terms of accommodation, came in slightly more measured, and particularly in the case of Mr Draghi, inflicting significant levels of volatility in the currency markets, and a dose of uncertainty for European stockmarkets. Further devaluation of the Renminbi, coupled with more evidence of weakness in Chinese economic activity, added fuel for global growth pessimism. While historically considered growth friendly, further unconstrained oil production by OPEC, as was reiterated at their semi-annual meeting, did not this time enthuse the financial world, as behind this increasing consumer surplus lies a more fractious and unstable geopolitical reality, further deflationary expectations formation, and mounting financial difficulties for energy companies worldwide. The liquidation of some high yield funds in the US certainly refocused investors on these difficulties, and on the conspicuous absence of a consumption boom to balance it out. As mentioned in our last commentary, an important key to further benign and positive US equity markets resided with the American consumer, and so far, the increasing savings rate has been counter-productive from a strict, immediate GDP sense.

The fund, while holding on to its relative outperformance in the third quarter, significantly underperformed in the last quarter, due to a mixture of allocation and selection headwinds. Most notably, a significant change in market perspectives and hence valuations impacted the healthcare portion of the portfolio, with some of it to date justified to a degree by fundamental developments (Valeant Pharmaceuticals, McKesson) while others, in our opinion, markedly less so (Universal Health Services, Team Health Holdings). Weakness in Chinese data also continued to pressure the outlook for consumer electronics (esp. Apple) and its supply chain (Avago, Skyworks, NXP Semiconductors), a situation at odds with what we considered the balance between valuation and mid-term growth drivers. Important positive catalysts such as the announcement of the Allergan (top position)-Pfizer combination disappointed in its market response, and so did the Jarden (top 10) acquisition by Newell-Rubbermaid.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic US Momentum and Value Fund (continued)

MARKET OVERVIEW (CONTINUED)

While the earnings growth rate of the companies held in the fund continues to be significantly superior to that of the market, the earnings surprises announced during the fourth quarter were not as stellar as in past quarters, a tendency broadly true throughout the market. We nevertheless believe that many of our companies remain in the position to deliver strong returns based on their current specific dynamics. As always, we intend on remaining in-line with our bottom-up process and concentrate our efforts on isolating the highest quality growth companies trading at reasonable valuations and capturing the earnings growth they deliver their shareholders.

PORTFOLIO STRATEGY

The strategy's aim is to achieve NAV appreciation above that of its benchmark index (S&P 500) by selecting companies with a stellar track record of persistent growth throughout varying cycles but which have attributes that are underappreciated by the market based on a wide set of fundamental valuation metrics. The fund aims at selecting companies which exhibit high levels of price and earnings momentum, at prices which are deemed undervalued compared to their growth perspectives. A central tenet of the strategy is to focus on the discrepancy between the market's valuation of a company's growth profile and both its actual realized and potential growth. The process makes full use of both quantitative screens and fundamental analysis to select the most attractive companies within the mandate's universe. The fund aims at maintaining a portfolio of at least 25 stocks, and exhibits sectoral diversification. The fund can be described as following a bottom-up selection process with top-down-conscious portfolio construction. It is thus a natural consequence of the strategy and process that specific sectors or otherwise defined groups of stocks exhibit a weighting discrepancy when compared to the benchmarks.

MARKET OUTLOOK

Our current outlook remains informed by the critical role of central banks and the interplay with a global economy showing increasing signs of fatigue.

Markets are still widely influenced by three interrelated themes of underwhelming GDP growth, worldwide Central Bank activism and the lack of yielding investment alternatives. However, the underlying components, that move these three themes, have evolved. Today, while absolute levels of stimulus remain important, the perceived marginal direction is one of disengagement in the U.S., caution in Europe and Japan, and awkward interference in the case of China. In the current mixture of the Emerging Markets (EM) slowdown, plunging energy prices, a strong U.S. Dollar, and as of today few counterbalancing forces registered, concerns over deflation are coming back to the fore - a worrying phenomenon in an indebted world in crucial need of inflation. As a result, risk-aversion is firmly back, and market dips, as of now, aren't perceived as the sound opportunities for redeployments as they used to be.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic US Momentum and Value Fund (continued)

MARKET OUTLOOK (CONTINUED)

At the time of writing, the Dow Jones Industrial Average is experiencing one of its worst January routs in decades, and earnings estimates and expectations have been sharply revised. Still, the backbone of the US economy, the consumer, should in all likelihood be in good shape as unemployment levels continue to come down and energy prices and a strong USD improve purchasing power. Its role will be key in defining the road ahead, and positive surprises could contribute to calming markets and defining this year's winners and losers. Looking forward, while the global environment remains difficult to interpret, we believe that a return of risk aversion will undoubtedly create investment opportunities, possibly to a level not experienced in the past 12-18 months. Overall, as suspected, we expect the environment to remain uncertain and US equities to be marked by volatility and risk-aversion. Developments on the international scene, and critically the Chinese economy, and the US dollar, will also be, we expect, key variables influencing our market.

Banque Baring Brothers Sturdza SA

E.I. Sturdza Strategic Management Limited

January 2016

E.I. Sturza Funds Plc

Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic Global Quality Fund

The Investment Manager's Report has been compiled with the assistance of the Investment Adviser, Lofoten Asset Management Limited (Discretionary adviser).

FUND PERFORMANCE

During the period under review the NAV per share of the USD Class rose USD 15.41 to USD 114.56. A total return of +15.54%. During the period under review the benchmark MSCI Daily Total Return Net World Index decreased by -0.87%. As such the fund outperformed by 16.41%. The Investment Adviser notes that although pleasant to see, this kind of performance is unusual.

MARKET OVERVIEW

Global equities had a broadly positive start to the year. Most were up over 10% by April, supported by the stabilizing oil prices, Eurozone, China and Japanese monetary policy. US equities were the laggard, trading sideways on the back of concerns over the strong dollar. Through the spring UK and European equities came under pressure as the Greek crisis escalated, while yields rose across major markets amid expectations of rate rises in America and the UK. Brazil was notably weak due to corruption scandals and anemic economic growth, some thing which would continue for the remainder of the year.

The summer saw a return to significant market volatility, driven by geopolitical worries and uncertainty regarding the economic slowdown in China. Then in August, China devalued the renminbi, triggering a sharp sell off as markets globally fell 10%+. This lead the Fed to delay their rate hike, exacerbating the situation. Despite seeing a little relief through November on decent US economic data and European monetary policy expectations, markets fell again into year end.

PORTFOLIO STRATEGY

The Fund employs a bottom up stock picking strategy with a strong preference for high quality business models as evidenced by high margins at the operating level and/or return on capital employed, ideally combined with a visible revenue stream. The aim is to buy these companies at a discount to the intrinsic value. As a result of this philosophy, the portfolio has a structural bias towards sectors such as consumer staples, consumer discretionary, healthcare, IT, media and support service sectors whilst normally avoiding commercial banks, insurance and commodity sectors.

Stock selection drove our performance in 2015, with the top ten holdings returning more than 19.8% and nine stocks generating more than 50 bps of alpha. Of these nine, Reynolds led the way advancing 48.8%. The US cigarette maker is a great example of a very well run, high quality compounder and last year announced a major deal to acquire Lorillard.

Google returned 42.4%. Now renamed Alphabet Inc., the company's key structural exposure is the shift to online spending, it generates a fantastic amount of cash and since Ruth Porat joined as CFO is becoming increasingly shareholder friendly. We have had to let the shares go on the grounds of valuation.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic Global Quality Fund (continued)

PORTFOLIO STRATEGY (CONTINUED)

Our position in Equifax appreciated 39.29% during the period. Equifax provides information and analytical tools to businesses, governments and consumers. We like Equifax's recurring topline and the recent double digit growth has been driven by managements shift towards becoming a more diversified risk management solutions provider.

Japan Tobacco delivered a total return of 32.4%, and 92bps of alpha. JT is another great compounder. It generated Yen 437 billion of free cash flow in 2015, sells its product at a premium to market reflecting the quality of its offering and operates at margins over 25%. In 2015 the company also announced it would be selling off its beverage division, leaving Yen 100billion in net proceeds. This should be returned to shareholders in time.

SCA develops and produces hygiene and forestry products, as well as owning a significant piece of land. In 2015 a new CEO was appointed and the market now expects, and is beginning to price in, structural changes at the company. It has long been our view this would happen. Total return for the year was 27.32%.

Sage Group provides business software, services and support to small and medium sized businesses. The shares saw a total return of 25.65% in 2015. The company outperformed on the back of strong earnings growth and the structural trend of businesses shifting operations to the cloud. It is our view that Sage's product will see it remain one of the leaders in this space.

Microsoft Corp. saw a total return of 19.84%. The company is in transition from selling software on perpetual licenses to selling software-as-a-service (SaaS), increasingly through the cloud and is about half way through the process. As the market comes to see the company in this new light, alongside the strong cash flow generation, good cost and capex control and shareholder returns, the stock should continue to appreciate.

International Flavours & Fragrances creates, manufactures and sells flavor and fragrance for the food, beverage, personal care and household products industries. It is the global number 3 in an industry with very high barriers to entry. In 2015 the share returned 20.2%, after having been hurt by FX and uncertainty around new management strategy.

Visa returned 19.13% in 2015. Regardless of the payment method a consumer uses, 50% of transactions will eventual flow through Visa's world. A well-run company, with no debt and generating plenty of cash, we continue to hold the shares.

The stocks which dragged on performance were Mead Johnson, Wirecard and Shire. We have exited both Mead Johnson, due to its China exposure and Wirecard, as it had reached our valuation. Shire we continue to hold. The core business is fine, there are several catalysts in the near term, and the high debt levels post the Baxalta deal should fall quickly given the ~\$6billion of free cash flow the combined entity is expected to generate. We believe the markets concerns with regard to its haemophilia division and potential tax liability are overdone and as a consequence so is the recent sell off in the shares.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the year ended 31 December 2015

Strategic Global Quality Fund (continued)

MARKET OUTLOOK

The Investment Advisor is becoming increasingly concerned about the global economic outlook. With the effects of the ongoing changes in China now beginning to ripple out, ongoing weakness in the commodity space and the US expansion long in the tooth, we are beginning to see signs that tougher times are coming. With the US and European interest rates already so low, it will be difficult for policy makers to boost economic growth through traditional means. A potential recession could as a result be worse than expected.

Growth in the United States is expected to slow alongside global trade and a strengthening US dollar. With the economic expansion seven years old and interest rates so low, any recession could be worse than expected. In the Euro area, the ECB's ongoing monetary stimulus program will keep rates low and support asset prices, however geopolitics and external shocks are growing concerns. European growth will also be dampened by high unemployment, political uncertainty and slowing global trade.

Lofoten Asset Management Limited

E.I. Sturdza Strategic Management Limited

February 2016

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the period ended 31 December 2015

Strategic European Smaller Companies Fund

The Investment Manager's report has been compiled with the assistance of the Investment Advisers, Pascal Investment Advisers SA (Non-discretionary adviser).

FUND PERFORMANCE

During the period under review, the net asset value per share of the EUR class decreased by EUR 7.15 from EUR 1,000 to EUR 992.85, a total return of -0.71%. The STOXX 600 Net Return Index decreased by 5.09% over the same period leading to a 4.38% outperformance for the first truncated exercise.

This 4.38% outperformance was achieved despite a -1.79% underperformance on the day of the launch resulting from the market friendly outcome of the UK elections and the absence of UK investments in the Fund's portfolio. Another notable piece of information comes from the gross performance of the portfolio which turns out to be positive: +1.66% since inception despite seeing its benchmark index declining by 5.09%.

Similar to the benchmark index, the Fund recorded 4 positive months (average performance: +3.28%) and 4 negative ones (average performance: -3.32%) that firmly coincides with the index patterns. The outperformance comes from the fact that the Fund was able to capture 74% of the upside and only suffered by 60% on the downside.

At the individual stock level, the biggest contributors to performance during the period were Aubay, Kardex and Alten while the most important detractors were Tom Tailor, Mersen and Jacquet Metal Services. 31 positions were initiated during the period: 17 of them were profitable this year despite the decline in financial markets and 14 of them were loss making leading to a profitable ratio of 55% despite declining markets.

MARKET OVERVIEW

The period under review covers the Fund's evolution from inception day, May 5th 2015 to December 31st, 2015 and saw the Fund's benchmark index, STOXX 600 Net Return Index declining by 5.09%.

Those 8 months were marked by astonishing volatility. The period can be divided equally between 4 months with an average positive performance of +4.43%: May: +2.81%, July: +4.01%, October: +8.08% and November: +2.81% and 4 months with an average decline of -5.45%: June: -4.49%, August: -8.10%, September: -4.19% and December: -5.03%.

As mentioned in the October monthly commentary: *"Equity markets have been since mid 2011 in a fairly unique configuration. On the one hand, sluggish economic growth impacts negatively EPS growth potential and, as a consequence, equity valuation multiples. On the other hand, the ever increasing global liquidity coupled with long dated interest rates "doomed" to stay low for an extended period of time are favorable for equity valuation multiples. In this environment, the market moves upwards when the growth prospects of monetary policy are perceived positively"*.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the period ended 31 December 2015

Strategic European Smaller Companies Fund (continued)

MARKET OVERVIEW (CONTINUED)

The exacerbated volatility this year was the result of additional threats that came to light in the course of 2015: Greek bailout (June), Chinese slowdown triggering a sharp fall in commodities prices (August), Volkswagen's emission scandal (September) and interest rate pick up in North America (December).

PORTFOLIO STRATEGY

The investment strategy deployed by the Investment Adviser remains unchanged and relies on the belief that, over time, a company's stock price converges with the company's intrinsic value, such a value being determined through an analysis of the discretionary free cash flows that the business generates, based upon normalized margins and normalized return on capital employed. Our screening concentrates on companies with understandable businesses and predictable earnings and cash flow streams. The Investment Adviser seeks to invest in securities of companies with reliable management, which are priced significantly below their intrinsic value.

One of the consequences of this strategy leads to structural and permanent underweighting in some sectors being financials, real estate, pharmaceuticals and commodity related companies.

The Investment Adviser believes that holding positions in fewer stocks allows its "best ideas" to have a meaningful impact on the Fund's performance. Accordingly, the portfolio might typically include investments in 20 to 30 stocks. As at December 31st, the five biggest holdings of the Fund are Lisi (France), Kendrion (Netherlands), Norma (Germany), Saf-Holland (Germany), and Mersen (France).

Another aspect of the strategy is based on disciplined investing i.e. the ability to wait patiently for the market to present opportunities in order to deploy capital in great businesses at appropriate discount to their intrinsic value. The recent market downturn proved to be a good example of that strategy and enabled the Fund to initiate 4 new positions at very attractive levels.

The average market capitalization of the Fund's 28 holdings stands at €1.1bn. As of 31st December 2015, consolidated multiples of the Portfolio for 2016 stand at 13.5x PE, 7.2x EV/EBITDA, with a Free Cash Flow Yield of 7.0% and a net debt/EBITDA ratio of 0.2x.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) for the period ended 31 December 2015

Strategic European Smaller Companies Fund (continued)

MARKET OUTLOOK

Since the beginning of the year, earnings revisions are negative in Europe but mostly centered on oil & gas, resources and emerging markets Industrials. Generally speaking, valuations across Europe are looking reasonable, but not yet “cheap”.

China macro and FX risk, plus commodity weakness, and the extent to which these will collectively spillover to the European macro and corporate earnings space should prolong the period of volatility that the Fund experienced since inception. The key risks revolve around the transmission potential across the credit and financial systems of the macro weaknesses.

Economic data can be volatile and market turbulence can weigh on some economic indicators for a while. But the regulators and policy makers have also drawn their lessons from the post-Lehman and euro crises. They are likely to be more vigilant against any potential systemic risks than they were before. Important to note that citing the downside risks to emerging markets growth, market volatility and geopolitical risks, and the need to “review and possibly reconsider our monetary policy stance at our next meeting in early March”, the ECB maintained its dovish stance mid-January.

The slowdown in China and the recessions in some emerging markets may dampen the export outlook and weigh on export-oriented industry. This should also prevent the acceleration of real economic growth that would otherwise be the result of the positive oil supply shock. Such an uncertain and volatile environment should favor companies with resilience, innovation, pricing power and ability to gain market shares, exactly the ones the Investment Adviser strives to find for the Fund's portfolio. Key words for 2016 should be volatility, flexibility, discipline, patience and stock picking.

Pascal Investment Advisers SA.

E.I. Sturdza Strategic Management Limited

January 2016

E.I. Sturdza Funds Plc

Directors' Report for the year ended 31 December 2015

The Directors submit their Annual Report and financial statements for the year ended 31 December 2015.

Activities, Business Review and Future Prospects

The Directors have directed the affairs of the Company in accordance with the Companies Act 2014. A detailed business review is outlined in the Investment Manager's Reports on pages 5-32.

Risk Management Objectives and Policies

The information in relation to the use by the Company of financial instruments and the financial risk management objectives and policies of the Company and the exposures of the Company to market risk (currency risk, interest rate risk and price risk), liquidity risk and credit risk are outlined in Note 7 to these financial statements.

Key performance indicators monitored by the Directors for each of the sub-funds include: NAV timeliness; NAV accuracy; Reconciliations (Cash and Assets); and the Incidents and Errors log.

Results and Dividends

The results for the year are shown in the Statement of Comprehensive Income on pages 45-48. Please see Note 12 of the financial statements for details of dividends approved during the year.

Directors

The Directors of the Company are detailed on page 2.

Directors' Responsibility Statement

The directors are responsible for preparing the Annual Report and company's 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 the directors have elected to prepare the financial statements in accordance with International Financial Reporting Standards ("IFRSs") as adopted by the 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 profits 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 the financial statements have been prepared in accordance with IFRS as adopted by the European union ("EU") and ensure that they contain additional information required by the Companies Act 2014; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business for a period of at least 12 months from 31 December 2015.

E.I. Sturdza Funds Plc

Directors' Report (continued) for the year ended 31 December 2015

Directors' Responsibility Statement (continued)

The directors are responsible for keeping adequate accounting records that 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 are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. Under the Central Bank's UCITS Regulations, the Directors are required to entrust the assets of the Company to the Custodian for safe-keeping. In carrying out this duty, the Company has delegated custody of the Company's assets to HSBC Institutional Trust Services (Ireland) Limited, 1 Grand Canal Square, Grand Canal Harbour, Dublin 2.

The Central Bank UCITS Regulations came into effect on 1 November 2015. The Central Bank UCITS Regulations consolidate into one location all of the requirements which the Central Bank imposes on UCITS, UCITS management companies and depositaries of UCITS. They supplement existing legislative requirements, in particular 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").

The directors are also responsible for preparing a Directors' Report that complies with the requirements of the Companies Act, 2014.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the Republic of Ireland governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Corporate Governance Statement

The Company is subject to compliance with the requirements of the Companies Act, 2014, the Central Bank UCITS Regulations and the Central Bank of Ireland (the "Central Bank") UCITS Notices and Guidance Notes, as applicable to the Company.

The European Communities (Directive 2006/46/EC) Regulations (S.I. 450 of 2009 and S.I. 83 of 2010) requires the inclusion of a corporate governance statement in the Directors' Report. Relevant information on the Company's governance arrangements for the year ended 31 December 2015 is set out below.

Presently, the Company is subject to corporate governance practices imposed by:

- i) The Memorandum and Articles of Association of the Company;
- ii) The Companies Act, 2014;
- iii) The European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 and the associated series of Central Bank UCITS Regulations and Guidance Notes ("UCITS Notes") issued by the Central Bank; and
- iv) The Irish Stock Exchange ("ISE") Code of Listing Requirements and Procedures.

Copies of all of the above are available for inspection at the Company's registered office at Taney Hall, Eglinton Terrace, Dundrum, Dublin 14, Ireland.

E.I. Sturdza Funds Plc

Directors' Report (continued) for the year ended 31 December 2015

Corporate Governance Statement (continued)

With effect from 1 January 2013, the Directors have adopted the Code on Corporate Governance for Collective Investment Schemes and Management Companies published by the Irish Fund Industry Association (the "IFIA Code"), following an assessment of the measures included in the IFIA Code as being consistent with its existing corporate governance principles and procedures for the financial year. This publication is available from the IFIA website (www.irishfunds.ie).

Internal control and risk management systems in relation to financial reporting

The Directors are responsible for establishing and maintaining adequate internal control and risk management systems in relation to the financial reporting process of the Company. Such systems are designed to manage, rather than eliminate, the risk of error or fraud in achieving the Company's financial reporting objectives and can only provide reasonable and not absolute assurance against material misstatement or loss.

The Board has procedures in place which are designed to ensure that all relevant accounting records are properly maintained and are readily available, including production of annual and half yearly financial statements. The Board has appointed the Administrator to maintain the adequate accounting records of the Company. The Administrator is authorised and regulated by the Central Bank and must comply with the rules imposed by the Central Bank. From time to time, the Board of Directors receives reports with respect to the Administrator's financial accounting and reporting routines.

The annual and half yearly financial statements of the Company are produced by the Administrator and reviewed by the Investment Manager. They are required to be approved by the Board and the annual and half yearly financial statements of the Company are required to be filed with the Central Bank. The annual financial statements of the Company are also required to be filed with the ISE.

The annual financial statements are required to be audited by an independent auditor who reports annually to the Board on their findings. As part of its review procedures, the Board receives presentations from relevant parties including consideration of IFRS accounting standards and their impact on the annual financial statements, and presentations and reports on the audit process. The Board evaluates and discusses significant accounting and reporting issues as the need arises.

Board composition and activities

The Directors of the Company meet regularly to review the business and affairs of the Company and they also discuss and evaluate significant accounting and reporting issues as the need arises. The minimum required number of directors is two, which is also the minimum number of directors required for a meeting to take place. Currently there are five non-executive Directors, one of whom is independent and two of whom do not hold an executive function with the Investment Manager or any of its affiliates. The Directors are listed on page 2.

The business of the Company is managed by the Directors, who are responsible for the Company's overall direction and strategy, including review of investment management performance, administration of the Company's funds and compliance with the Company's regulatory requirements. Custody of the Company's assets is maintained by an independent custodian, HSBC Institutional Trust Services (Ireland) Limited.

The Board meets at least four times a year, and more frequently if required, to review the operations of the Company, address matters of strategic importance and to receive reports from the Administrator, Custodian and the Investment Manager. During the past financial year the Board met nine times. A Director may convene a meeting of Directors at any time.

E.I. Sturdza Funds Plc

Directors' Report (continued) for the year ended 31 December 2015

Corporate Governance Statement (continued)

Board composition and activities (continued)

Questions arising at any meeting of the Directors are generally decided by consensus, but majority voting can be used if necessary to reach a decision. If there are an equal number of votes for or against a resolution the Chairman of the meeting can effectively decide the matter by exercising a second or casting vote.

In accordance with the requirements of the Central Bank's UCITS Regulations, all transactions carried out with the Company by the Promoter, Investment Manager, Custodian, Investment Advisers and associates/group companies ("connected parties") must be carried out as if negotiated at arm's length and be in the best interests of shareholders. The Directors are satisfied that there are arrangements (evidenced by written procedures) in place to ensure that the obligations set out in paragraph 1 of the Central Bank's UCITS Notice 14 are applied to all transactions with connected parties and transactions with connected parties entered into during the period complied with the obligations set out in paragraph 1 UCITS Notice 14.

Dealings with Shareholders

The convening and conduct of Shareholders' meetings are governed by Irish company law and the Memorandum and Articles of Association. Shareholders together holding 5 per cent or more in aggregate of the shares of the Company in issue may at any time request that the directors convene a meeting of Shareholders to consider any matters that may be proposed by the Shareholders requesting the meeting.

A meeting of Shareholders held in accordance with the provisions of the Memorandum and Articles of Association may by a 75% majority of those voting approve a change to the Memorandum and Articles of Association or a proposal to wind up the Company. A simple majority vote is required for most other proposals, including proposals to determine that the Directors shall retire, or to terminate any of its sub-funds, and any material change in the investment objective and policies or the investment restrictions set out in the Prospectus issued by the Company.

Twenty one clear days' notice at least of every meeting shall be given to Shareholders in the manner provided in the Memorandum and Articles of Association. At any general meeting a resolution put to the vote of the meeting shall be decided on a show of hands unless before or upon the declaration of the result of the show of hands a poll is demanded by the Chairman or by at least two Members present in person or by proxy or any Shareholder or Shareholders present in person or by proxy representing at least one tenth of the Shares in issue having the right to vote at the meeting. Unless a poll is so demanded, a declaration by the Chairman that a resolution has been carried, or carried unanimously, or by a particular majority, or lost, or not carried by a particular majority, and an entry to that effect in the book containing the minutes of the proceedings of the Company shall be conclusive evidence of the fact without proof of the number or proportion of the votes recorded in favour of or against such resolution.

If a poll is duly demanded, it shall be taken in such manner and at such place as the Chairman may direct (including the use of ballot or voting papers or tickets) and the result of a poll shall be deemed to be the resolution of the meeting at which the poll was demanded.

E.I. Sturdza Funds Plc

Directors' Report (continued) for the year ended 31 December 2015

Principal risks and uncertainties

The Company is an umbrella fund with segregated liability between sub funds. The principal risks facing the Company relate primarily to the holding of financial instruments and markets in which it invests. The most significant types of financial risk to which the Company is exposed are market risk, credit risk and liquidity risk. Market risk includes other price risk, currency risk and interest rate risk. Details of the risks associated with financial instruments are included in Note 7 to the financial statements.

Accounting records

The measures taken by the Directors to secure compliance with the Company's obligation to keep adequate accounting records are the use of appropriate systems and procedures and employment of competent service providers. The accounting records are kept at HSBC Securities Services (Ireland) Limited, 1 Grand Canal Square, Grand Canal Harbour, Dublin 2.

Legislation in the Republic of Ireland governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Directors' and Secretary's Interests in the Share Capital of the Company

The Company's Secretary did not hold any interest, beneficial or otherwise, in the share capital of the Company during or at the end of the year.

Directors' interests are disclosed in Note 11.

Significant events during the year

A new sub-fund, Strategic European Smaller Companies Fund was approved by the Central Bank of Ireland on 1 May 2015 and commenced operations on 5 May 2015.

The Directors of the Company, in consultation with the Investment Manager, decided to terminate the Strategic Emerging Europe Fund with effect from 21 July 2015 (the "Termination Date"). The decision to terminate the Strategic Emerging Europe Fund was communicated by the Company to all shareholders. It is proposed to file an application for the withdrawal of the Central Bank's approval of the Strategic Emerging Europe Fund in due course. Shareholders in the Fund as at the Termination Date received pro rata to the number of shares held by them net cash proceeds derived from the realisation of the investments of the Fund and any cash then forming part of the Fund so far as the same was available for the purpose of such distribution. Where there were assets remaining in the Fund as at the Termination Date which had not been realised, net cash proceeds were made available to the Shareholders as soon as possible thereafter. Alternatively, a Shareholder could request an in specie transfer of assets in lieu of cash proceeds.

The Directors of the Company resolved to amend the performance fee calculation for the Strategic US Momentum and Value Fund so that with effect from 30 September 2015 the performance fees crystallise on a quarterly basis.

E.I. Sturdza Funds Plc

Directors' Report (continued) for the year ended 31 December 2015

Significant events during the year (continued)

The China Panda Fund may now invest in China A shares through the Shanghai-Hong Kong Stock Connect Scheme (the "Connect Scheme"). The Connect Scheme is a securities trading and clearing links program developed by, amongst others, The Stock Exchange of Hong Kong Limited ("SEHK"), Shanghai Stock Exchange ("SSE"), Hong Kong Securities Clearing Company Limited ("HKSCC") and China Securities Depository and Clearing Corporation Limited ("ChinaClear"), with an aim to achieve mutual stock market access between mainland China and Hong Kong. Exposure to China A shares through the Shanghai-Hong Kong Stock Connect scheme will not be more than 50% of the Fund's Net Asset Value. The Connect Scheme commenced operations on 17 November 2014.

As at 31 December 2015, various positions within the Strategic China Panda Fund representing 5.79% of the Net Asset Value have been suspended from their primary and secondary markets. The Investment Manager, in conjunction with the Investment Adviser, has been monitoring available information relating to these positions and market events to determine fair value of the relevant securities within the calculation of the Net Asset Value of the Strategic China Panda Fund.

During the year, the following share classes were launched and listed on the Irish Stock Exchange:

Share Class	Launch Date	Date listed on Irish Stock Exchange
Strategic European Smaller Companies Fund –Euro Class	1 May 2015	6 May 2015
Strategic China Panda Fund-Euro Hedged Institutional Class	31 July 2015	6 August 2015
Strategic Europe Value Fund-Euro Institutional Distributing Class	10 November 2015	11 November 2015
Strategic Europe Value Fund-USD Institutional Class	2 December 2015	4 December 2015
Strategic Europe Value Fund-Euro R Class	17 December 2015	18 December 2015

During the year, the following share classes were created but were not launched:

Strategic European Smaller Companies Fund- Euro Class X Shares
Strategic European Smaller Companies Fund- USD Class Shares
Strategic European Smaller Companies Fund- CHF Class Shares

Events since the year end

The JPY Class A of the Nippon Growth (UCITS) Fund was reopened on 1 January 2016 for new investment.

With effect from 1 January 2016, the performance fee for JPY Class A of the Nippon Growth (UCITS) Fund was reduced to 12.5%.

On 15 February 2016 Banque Baring Brothers Sturdza S.A changed its legal and company name to Banque Eric Sturdza SA.

The CHF Institutional Class of Strategic Euro Bond Fund was delisted on 20 January 2016 as a result of the share class being fully redeemed.

In relation to the Strategic China Panda Fund securities that were suspended during the year, Sound Global Limited stock was sold on 22 January 2016 and Sihuan Phannaceuticals resumed trading on 29 February 2016.

As of 18 March 2016, the Depositary on behalf of the Company assumed the responsibilities of UCITS V reporting.

On 14 April 2016, the Central Bank of Ireland approved the launch of a new sub-fund.

E.I. Sturdza Funds Plc

Directors' Report (continued) for the year ended 31 December 2015

Independent Auditors

In accordance with section 383(2) of the Companies Act, 2014, the auditor KPMG, Chartered Accountants and Registered Auditors, will continue in office.

The Directors confirm to the best of their knowledge so far as each of the Directors is aware, there is no relevant audit information of which the Company's auditor is unaware and each Director has taken all the reasonable steps he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

By order of the Board

Brian Dillon

Denise Kinsella

19 April 2016

Report of the Custodian to the Shareholders

We have enquired into the conduct of E.I Sturdza Funds Plc for the year ended 31 December 2015, in our capacity as Custodian to the Company.

This report including the opinion has been prepared for and solely for the shareholders in the Company, as a body, in accordance with 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”), and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown.

Responsibilities of the Custodian

Our duties and responsibilities are outlined in the Central Bank UCITS Regulations. One of those duties is to enquire into the conduct of the Company in each annual accounting period and report thereon to the shareholders.

Our report shall state whether, in our opinion, the Company has been managed in that period, in accordance with the provisions of the Company’s Memorandum and Articles of Association and the Central Bank UCITS Regulations. It is the overall responsibility of the Company to comply with these provisions. If the Company has not so complied, we as Custodian must state why this is the case and outline the steps which we have taken to rectify the situation.

Basis of Custodian Opinion

The Custodian conducts such reviews as it, in its reasonable opinion, considers necessary in order to comply with its duties as outlined in Central Bank UCITS Regulations and to ensure that, in all material respects, the Company has been managed (i) in accordance with the limitations imposed on its investment and borrowing powers by the provisions of its constitutional documentation and the appropriate regulations and (ii) otherwise in accordance with the Company’s constitutional documentation and the appropriate regulations.

Opinion

In our opinion, the Company has been managed during the year, in all material respects:

(i) in accordance with the limitations imposed on the investment and borrowing powers of the Company by the Memorandum & Articles of Association, the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 and the Central Bank UCITS Regulations; and

(ii) Otherwise in accordance with the provisions of the Memorandum & Articles of Association and the Regulations.

On behalf of

HSBC Institutional Trust Services (Ireland) Limited
1 Grand Canal Square
Grand Canal Harbour
Dublin 2
Ireland

19 April 2016

HSBC Institutional Trust Services (Ireland) Limited

1 Grand Canal Square, Grand Canal Harbour, Dublin 2, Ireland
Tel: 00353 1 635 6000 Fax: 00353 1 649 7542

Directors: Ronnie Griffin, Ciara Houlihan, Mark Synnott, John vanVerre (Dutch)

Registered in Dublin, Ireland: Reg No. 181767 V.A.T. 6581767L

HSBC Institutional Trust Services (Ireland) Limited is authorised by the Central Bank of Ireland under the Investment Intermediaries Act, 1995.

Independent Auditor's report to the members of E.I. Sturdza Funds Plc

We have audited the English language version of the financial statements of E.I. Sturdza Funds Plc ("the Company") for the year ended 31 December 2015 which comprise the Statement of Financial Position, Statement of Comprehensive Income, Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares, Statement of Cash Flows and the related notes. 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.

Opinions and conclusions arising from our audit

1 Our opinion on the financial statements is unmodified

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the Company as at 31 December 2015 and of its changes 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 European Union; 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.

2 Our conclusions on other matters on which we are required to report by the Companies Act 2014 are set out below

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.

In our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition we report, in relation to information given in the Corporate Governance Statement on pages 34-36 that:

- based on knowledge and understanding of the Company and its environment obtained in the course of our audit, no material misstatements in the information identified above have come to our attention; and
- based on the work undertaken in the course of our audit, in our opinion:
 - the description of the main features of the internal control and risk management systems in relation to the process for preparing the financial statements is consistent with the financial statements and has been prepared in accordance with the Companies Act 2014,
 - 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 for our consideration in the Corporate Governance Statement,
 - the Corporate Governance Statement contains the information required by the Companies Act 2014.

3 We have nothing to report in respect of matters on which we are required to report by exception

ISAs (UK & Ireland) require that we report to you if, based on the knowledge we acquired during our audit, we have identified information in the annual report that contains a material inconsistency with either that knowledge or the financial statements, a material misstatement of fact, or that is otherwise misleading.

Independent Auditor's report to the members of E.I. Sturdza Funds Plc (continued)

In addition, 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.

Basis of our report, responsibilities and restrictions on use

As explained more fully in the Directors' Responsibility Statement set out on pages 33-34, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view and otherwise comply with the Companies Act 2014. Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's Ethical Standards for Auditors.

An audit undertaken in accordance with ISAs (UK & Ireland) involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements.

In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Whilst an audit conducted in accordance with ISAs (UK & Ireland) is designed to provide reasonable assurance of identifying material misstatements or omissions it is not guaranteed to do so. Rather the auditor plans the audit to determine the extent of testing needed to reduce to an appropriately low level the probability that the aggregate of uncorrected and undetected misstatements does not exceed materiality for the financial statements as a whole. This testing requires us to conduct significant audit work on a broad range of assets, liabilities, income and expense as well as devoting significant time of the most experienced members of the audit team, in particular the engagement partner responsible for the audit, to subjective areas of the accounting and reporting.

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.

19 April 2016

Colm Clifford

for and on behalf of

KPMG

Chartered Accountants, Statutory Audit Firm

1 Harbourmaster Place

IFSC

Dublin 1

Ireland

E.I. Sturdza Funds Plc

Statement of Financial Position as at 31 December 2015

		Strategic China Panda	Strategic Euro Bond	Nippon Growth (UCITS)	Strategic Emerging Europe Fund ¹	Strategic Europe Value Fund	Strategic Global Bond Fund	Strategic US Momentum and Value Fund	Strategic Global Quality Fund	Strategic European Smaller Companies Fund
	Notes	Total 2015 EUR	Fund 2015 USD	Fund 2015 JPY	Fund 2015 USD	Fund 2015 EUR	Fund 2015 USD	Fund 2015 USD	Fund 2015 USD	Fund 2015 EUR
Assets										
Cash and cash equivalents		48,913,519	8,798,695	2,309,882	411,506,165	-	18,085,897	3,136,445	14,334,155	274,732
Financial assets at fair value through profit or loss	4									
- Transferable securities		1,721,267,562	145,050,864	122,213,555	21,558,306,996	-	888,020,486	90,650,310	308,095,280	12,470,123
- Financial derivative instruments		19,079,710	19,747,628	-	1,088,278	-	675,204	77,453	155,000	-
Subscription receivable		6,577,572	136,029	79,694	-	-	5,932,256	-	-	328,520
Due from broker		42,112,143	7,432,595	865,433	-	-	11,542	251,525	36,956,926	-
Dividends and interest receivable		3,270,158	62,926	1,592,956	27,725,869	-	483,088	878,575	104,487	20,294
Other receivables		86,488	32,448	4,378	882,446	-	13,827	4,603	6,977	22,564
Total assets		1,841,307,152	181,261,185	127,065,898	21,999,509,754	-	913,222,300	94,998,911	359,652,825	13,116,233
Liabilities										
Redemptions payable		4,416,646	12,797	71,496	220,374,843	-	2,563,617	-	7,986	-
Financial liabilities at fair value through profit or loss	4									
- Financial derivative instruments		2,171,732	170,494	178,089	75,457,379	-	459,270	65,054	791,990	11,231
Due to broker		35,066,718	6,260,566	-	-	-	-	-	31,825,396	-
Investment management fees payable	5	1,791,725	200,025	67,844	23,613,904	-	868,213	74,163	400,682	10,604
Performance fees payable	5	13,173,467	795,500	-	2	-	12,050,740	-	-	-
Administration fees payable	5	289,177	33,655	23,075	3,957,328	-	123,476	18,260	59,060	-
Custodian fees payable	5	147,700	16,066	11,026	1,897,646	-	54,197	8,624	28,604	-
Directors' fees payable		73,907	8,474	5,889	1,018,339	-	32,766	4,761	14,913	-
Interest payable		2,136	-	-	-	-	-	-	-	-
Sundry payables and accrued expenses		1,190,697	223,825	202,444	21,623,253	-	223,913	186,757	205,351	-
Total liabilities		58,323,905	7,721,402	559,863	347,942,694	-	16,376,192	357,619	33,333,982	21,835
Net assets attributable to holders of redeemable participating shares		1,782,983,247	173,539,783	126,506,035	21,651,567,060	-	896,846,108	94,641,292	326,318,843	13,094,398

⁽¹⁾Strategic Emerging Europe fund was terminated on 21 July 2015.

On behalf of the Board

Brian Dillon

Denise Kinsella

19 April 2016

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Financial Position as at 31 December 2014

		Strategic China Panda Fund 2014	Strategic Euro Bond Fund 2014	Nippon Growth (UCITS) Fund 2014	Strategic Emerging Europe Fund 2014	Strategic Europe Value Fund 2014	Strategic Global Bond Fund 2014	Strategic US Momentum and Value Fund 2014	Strategic Global Quality Fund 2014
	<i>Notes</i>	EUR	USD	EUR	JPY	USD	EUR	USD	USD
Assets									
Cash and cash equivalents		39,240,476	11,450,325	2,085,029	217,180,466	5,782,326	8,356,616	5,638,606	4,396,416
Financial assets at fair value through profit or loss	4								
- Transferable securities		1,127,870,076	309,766,236	107,624,600	21,251,077,504	64,572,574	242,453,765	108,366,676	3,465,987
- Collective investment schemes		-	-	-	-	-	-	-	-
- Financial derivative instruments		58,702,168	62,495,890	-	478,254	8,118,540	225,446	157,802	4,000
Subscription receivable		508,572	132,365	-	12,357,498	-	231,378	-	100,000
Due from broker		35,304,368	35,650,793	1,548,600	-	-	157,437	365,600	4,651,027
Dividends and interest receivable		3,039,946	99,407	1,440,206	8,976,610	284,977	101,511	1,223,768	130,375
Other receivables		101,136	81,806	4,382	922,934	6,649	6,603	5,486	7,474
Total assets		1,264,766,742	419,676,822	112,702,817	21,490,993,266	78,765,066	251,532,756	115,757,938	288,450,114
Liabilities									
Redemptions payable		1,436,097	1,239,704	-	47,129,138	-	9,136	-	94,091
Financial liabilities at fair value through profit or loss	4								
- Financial derivative instruments		2,855,317	502,507	922,533	73,688,264	96,724	14,730	41,094	1,066,193
Due to broker		44,217,669	50,615,576	-	-	-	-	-	2,905,490
Investment management fees payable	5	1,368,861	468,746	69,012	25,384,292	62,303	294,399	92,998	380,784
Performance fees payable	5	2,620,528	228	-	48,681	94,024	2,361,816	-	218,487
Administration fees payable	5	209,422	67,269	18,975	3,775,848	14,646	41,118	19,513	47,802
Custodian fees payable	5	101,244	31,783	9,073	1,816,138	8,016	19,950	9,280	23,177
Sundry payables and accrued expenses		834,591	178,700	118,701	20,663,454	87,962	95,433	134,207	177,584
Total liabilities		53,643,729	53,104,513	1,138,294	172,505,815	363,675	2,836,582	297,092	2,008,118
Net assets attributable to holders of redeemable participating shares		1,211,123,013	366,572,309	111,564,523	21,318,487,451	78,401,391	248,696,174	115,460,846	286,441,996

See accompanying notes to the financial statements

E.I. Sturza Funds Plc

Statement of Comprehensive Income for the year ended 31 December 2015

			Strategic China Panda Fund 2015 EUR	Strategic Euro Bond Fund 2015 EUR	Nippon Growth (UCITS) Fund 2015 JPY	Strategic Emerging Europe Fund ¹ 2015 USD	Strategic Europe Value Fund 2015 EUR	Strategic Global Bond Fund 2015 USD	Strategic US Momentum and Value Fund 2015 USD	Strategic Global Quality Fund 2015 USD	Strategic European Smaller Companies Fund 2015 ² EUR
	Notes										
Income from operating activities											
Dividend income		20,423,641	4,061,836	-	487,800,452	992,946	9,780,773	-	2,193,855	148,302	286,207
Other income		1,346,978	508,212	1,456	6,936,622	631,744	218,847	1,405	8,660	-	32,557
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss	4	89,554,158	(5,750,935)	505,004	(366,997,384)	5,885,508	109,918,513	(862,108)	(20,527,204)	928,976	298,817
Net gain/(loss) on foreign exchange		107,487	45,413	3,046	(644,390)	53,066	(19,486)	12,547	17,854	9,941	2,952
Total income/(expense) from operating activities		111,432,264	(1,135,474)	509,506	127,095,300	7,563,264	119,898,647	(848,156)	(18,306,835)	1,087,219	620,533
Expenses											
Investment management fees	5	18,471,720	3,446,145	840,413	305,068,095	208,208	6,362,759	1,063,647	4,753,557	71,028	336,071
Performance fees	5	17,102,160	1,164,929	-	4,695,974	2,632	14,061,589	-	1,718,191	-	390,290
Administration fees	5	1,774,697	328,696	158,230	28,314,151	36,673	581,387	141,892	368,905	-	29,023
Custodian fees	5	1,016,629	232,925	78,651	15,718,705	66,905	274,831	73,581	196,569	-	28,896
Directors' fees	5	293,552	46,799	24,331	4,652,481	4,189	105,476	22,852	62,961	-	4,929
Consulting fees	5	64,462	13,848	3,855	736,970	1,513	27,969	3,644	10,241	-	615
Audit fees	14	123,367	21,511	11,661	2,018,866	6,636	36,429	11,502	24,790	439	1,363
Legal and other professional fees		513,879	124,696	51,781	8,157,545	2,715	130,108	39,262	118,941	-	12,065
Termination expenses		88,044	-	-	-	97,156	-	-	-	-	-
Other expenses		983,284	349,259	92,636	13,968,490	178,262	82,265	94,673	93,539	17,322	39,459
Total expenses		40,431,794	5,728,808	1,261,558	383,331,277	604,889	21,662,813	1,451,053	7,347,694	88,789	842,711
Foreign exchange gain on translation	3(e)	93,330,015	-	-	-	-	-	-	-	-	-
Operating profit/(loss)		164,330,485	(6,864,282)	(752,052)	(256,235,977)	6,958,375	98,235,834	(2,299,209)	(25,654,529)	998,430	(222,178)

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Comprehensive Income (continued) for the year ended 31 December 2015

		Strategic China Panda Fund 2015 EUR	Strategic Euro Bond Fund 2015 EUR	Nippon Growth (UCITS) Fund 2015 JPY	Strategic Emerging Europe Fund ¹ 2015 USD	Strategic Europe Value Fund 2015 EUR	Strategic Global Bond Fund 2015 USD	Strategic US Momentum and Value Fund 2015 USD	Strategic Global Quality Fund 2015 USD	Strategic European Smaller Companies Fund 2015 ² EUR	
Finance costs											
Interest expense		22,572	9,665	6,354	115,692	160	2,606	-	1,707	72	2,230
Dividends to holders of redeemable participating shares	12	187,531	-	187,531	-	-	-	-	-	-	-
Increase/(decrease) in net assets attributable to holders of redeemable participating shares before tax		164,120,382	(6,873,947)	(945,937)	(256,351,669)	6,958,215	98,233,228	(2,299,209)	(25,656,236)	998,358	(224,408)
Withholding tax on dividend income		2,603,995	69,865	-	69,105,119	35,768	1,367,518	-	600,048	27,852	54,167
Increase/(decrease) in net assets attributable to holders of redeemable participating shares		161,516,387	(6,943,812)	(945,937)	(325,456,788)	6,922,447	96,865,710	(2,299,209)	(26,256,284)	970,506	(278,575)

¹Strategic Emerging Europe Fund terminated on 21 July 2015.

²For the period 5 May 2015 (commenced operations) to 31 December 2015

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Comprehensive Income for the year ended 31 December 2014

			Strategic China Panda Fund	Strategic Euro Bond Fund	Nippon Growth (UCITS) Fund	Strategic Emerging Europe Fund	Strategic Europe Value Fund	Strategic Global Bond Fund	Strategic US Momentum and Value Fund	Strategic Global Quality Fund
		Total 2014 EUR	2014 USD	2014 EUR	2014 JPY	2014 USD	2014 EUR	2014 USD	2014 USD	2014 ¹ USD
Income from operating activities	<i>Notes</i>									
Dividend income		14,381,577	5,446,432	-	416,950,000	2,741,646	3,977,179	-	1,630,100	-
Other income		236,835	116,819	5,652	646,746	2,770	125,475	4,835	9,109	-
Net (loss)/gain on financial assets and liabilities at fair value through profit or loss	4	(23,131,015)	(71,741,147)	4,219,956	1,048,048,491	(34,690,217)	26,391,677	4,838,914	20,788,445	(43,221)
Net gain/(loss) on foreign exchange		5,552,248	7,321,189	(2,962)	696,134	34,019	(37,566)	10,610	14,481	135
Total (expense)/income from operating activities		(2,960,355)	(58,856,707)	4,222,646	1,466,341,371	(31,911,782)	30,456,765	4,854,359	22,442,135	(43,086)
Expenses										
Investment management fees	5	13,649,842	6,020,927	626,098	254,958,920	750,348	2,649,310	993,415	3,538,180	277
Performance fees	5	2,908,373	90,970	-	4,078,844	372,835	2,358,316	-	224,328	-
Administration fees	5	1,331,686	535,319	117,716	23,653,424	98,534	241,198	139,241	289,142	-
Custodian fees	5	843,515	378,439	57,252	14,306,444	129,807	127,466	71,738	155,519	-
Directors' fees	5	237,883	90,645	20,262	4,348,300	20,078	43,941	23,614	54,138	-
Consulting fees	5	54,972	25,946	4,024	832,946	4,355	10,371	4,515	10,940	-
Audit fees	14	120,850	43,376	11,346	2,232,037	12,898	20,733	14,243	25,725	-
Legal and other professional fees		337,264	112,354	41,412	9,398,396	42,692	43,070	24,926	65,455	-
Other expenses		1,036,818	178,945	99,896	59,941,867	109,766	69,459	120,850	171,993	70
Total expenses		20,521,203	7,476,921	978,006	373,751,178	1,541,313	5,563,864	1,392,542	4,535,420	347
Foreign exchange gain on translation	3(e)	82,100,445	-	-	-	-	-	-	-	-
Operating profit/(loss)		58,618,887	(66,333,628)	3,244,640	1,092,590,193	(33,453,095)	24,892,901	3,461,817	17,906,715	(43,433)

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Comprehensive Income (continued) for the year ended 31 December 2014

		Strategic China Panda Fund 2014 EUR	Strategic Euro Bond Fund 2014 EUR	Nippon Growth (UCITS) Fund 2014 JPY	Strategic Emerging Europe Fund 2014 USD	Strategic Europe Value Fund 2014 EUR	Strategic Global Bond Fund 2014 USD	Strategic US Momentum and Value Fund 2014 USD	Strategic Global Quality Fund 2014 ¹ USD
Finance costs									
Interest expense		12,579	8,581	235,127	3,786	1,053	536	29	-
Dividends to holders of redeemable participating shares	12	228,057	-	228,057	-	-	-	-	-
Increase/(decrease) in net assets attributable to holders of redeemable participating shares before tax		58,378,251	(66,342,209)	1,092,355,066	(33,456,881)	24,891,848	3,461,281	17,906,686	(43,433)
Withholding tax on dividend income		1,462,426	91,204	64,250,417	321,038	376,723	-	417,084	-
Increase/(decrease) in net assets attributable to holders of redeemable participating shares		56,915,825	(66,433,413)	1,028,104,649	(33,777,919)	24,515,125	3,461,281	17,489,602	(43,433)

¹For the period 29 December 2014 (commenced operations) to 31 December 2014

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares for the year ended 31 December 2015

	Strategic China Panda Fund 2015 USD	Strategic Euro Bond Fund 2015 EUR	Nippon Growth (UCITS) Fund 2015 JPY	Strategic Emerging Europe Fund ¹ 2015 USD	Strategic Europe Value Fund 2015 EUR	Strategic Global Bond Fund 2015 USD	Strategic US Momentum and Value Fund 2015 USD	Strategic Global Quality Fund 2015 USD	Strategic European Smaller Companies Fund 2015 ² EUR
Net assets attributable to redeemable participating shares at beginning of year	366,572,309	111,564,523	21,318,487,451	78,401,391	248,696,174	115,460,846	286,441,996	5,056,567	-
Proceeds from redeemable participating shares issued:									
- USD Class	35,028,001	-	-	520,088	-	25,792,831	95,404,530	-	-
- Euro Class	-	-	-	-	224,610,326	-	-	-	38,614,662
- Hedged Euro Class	7,522,708	-	541,505,862	214,001	-	-	15,759,323	-	-
- Hedged Sterling Class	268,653	-	-	-	-	-	-	-	-
- Euro Distributing Class	-	1,358,175	-	-	-	-	-	-	-
- Euro Accumulating Class	-	7,329,445	-	-	-	-	-	-	-
- JPY Class B	-	-	4,529,249,995	-	-	-	-	-	-
- RMB Class	-	-	-	-	-	565,910	-	-	-
- EUR Institutional Class	-	48,849,185	-	-	360,302,015	-	-	-	-
- CHF Accumulating Class	-	5,531,757	-	-	-	-	-	-	-
- Euro Hedged Institutional Class	7,856,452	-	520,454,376	-	-	-	-	-	-
- JPY Class D Institutional	-	-	3,033,038,748	-	-	-	-	-	-
- Hedged CHF Class	-	-	-	-	-	-	17,684,707	-	-
- USD Institutional Class	17,578,010	-	-	-	10,245,696	-	38,198,533	7,172,598	-
- USD Select Institutional Class	-	-	-	12,347,493	-	-	-	-	-
- GBP Institutional Class	-	-	-	-	11,185,481	-	-	-	-
- GBP Hedged Institutional Class	-	-	442,393,456	-	-	-	-	-	-
- CHF Class	-	-	-	-	21,021,105	-	-	-	-
- Euro Retail Class	-	-	-	-	9,850	-	-	-	-
- Euro Institutional Distributing class	-	-	-	-	50,521,549	-	-	-	-
Total proceeds from redeemable participating shares issued	68,253,824	63,068,562	9,066,642,437	13,081,582	677,896,022	26,358,741	167,047,093	7,172,598	38,614,662

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares for the year ended 31 December 2015

	Strategic China Panda Fund 2015 USD	Strategic Euro Bond Fund 2015 EUR	Nippon Growth (UCITS) Fund 2015 JPY	Strategic Emerging Europe Fund ¹ 2015 USD	Strategic Europe Value Fund 2015 EUR	Strategic Global Bond Fund 2015 USD	Strategic US Momentum and Value Fund 2015 USD	Strategic Global Quality Fund 2015 USD	Strategic European Smaller Companies Fund 2015 ² EUR
Payment on the redemption of participating shares:									
- USD Class	(161,842,893)	-	-	(7,144,058)	-	(33,552,742)	(64,115,036)	-	-
- Hedged Euro Class	(43,565,696)	-	(1,028,308,784)	(13,130,704)	-	-	(21,822,505)	-	-
- Hedged Sterling Class	(468,393)	-	-	-	-	-	-	-	-
- Euro Distributing Class	-	(8,024,301)	-	-	-	-	-	-	-
- Euro Accumulating Class	-	(15,564,621)	-	-	-	-	-	-	-
- JPY Class A	-	-	(140,913,812)	-	-	-	-	-	-
- JPY Class B	-	-	(3,921,835,863)	-	-	-	-	-	-
- JPY Class C	-	-	(32,819,200)	-	-	-	-	-	-
- RMB Class	-	-	-	-	-	(11,326,344)	-	-	-
- EUR Institutional Class	-	(15,322,368)	-	-	(34,892,797)	-	-	-	-
- CHF Accumulating Class	-	(6,284,647)	-	-	-	-	-	-	-
- CHF Class	-	-	-	-	(11,889,952)	-	-	-	-
- JPY Class D Institutional	-	-	(2,135,799,578)	-	-	-	-	-	-
- USD Institutional Class	(48,280,811)	-	-	(1,663,026)	-	-	(364,424)	(105,273)	-
- USD Select Institutional Class	-	-	-	(76,467,632)	-	-	-	-	-
- GBP Institutional Class	-	-	-	-	(406,761)	-	-	-	-
- GBP Hedged Institutional Class	-	-	(414,248,897)	-	-	-	-	-	-
- CHF Institutional Class	-	(1,985,176)	-	-	-	-	-	-	-
- Hedged CHF Class	-	-	-	-	-	-	(14,611,997)	-	-
- Euro Class	-	-	-	-	(79,422,288)	-	-	-	(3,968,635)
- Euro Hedged Institutional Class	(184,745)	-	(734,179,906)	-	-	-	-	-	-
Total payment on the redemption of participating shares	(254,342,538)	(47,181,113)	(8,408,106,040)	(98,405,420)	(126,611,798)	(44,879,086)	(100,913,962)	(105,273)	(3,968,635)
(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations	(6,943,812)	(945,937)	(325,456,788)	6,922,447	96,865,710	(2,299,209)	(26,256,284)	970,506	(278,575)
Net assets attributable to redeemable participating shares at end of year	173,539,783	126,506,035	21,651,567,060	-	896,846,108	94,641,292	326,318,843	13,094,398	34,367,452

¹Strategic Emerging Europe Fund terminated on 21 July 2015.

²For the period 5 May 2015 (commenced operations) to 31 December 2015

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares for the year ended 31 December 2014

	Strategic China Panda Fund 2014 USD	Strategic Euro Bond Fund 2014 EUR	Nippon Growth (UCITS) Fund 2014 JPY	Strategic Emerging Europe Fund 2014 USD	Strategic Europe Value Fund 2014 EUR	Strategic Global Bond Fund 2014 USD	Strategic US Momentum and Value Fund 2014 USD	Strategic Global Quality Fund 2014 ¹ USD
Net assets attributable to redeemable participating shares at beginning of year	419,254,749	65,973,469	17,260,542,796	74,985,935	152,254,467	107,738,724	185,215,292	-
Proceeds from redeemable participating shares issued:								
- USD Class	137,202,516	-	-	9,692,602	-	22,238,323	63,599,382	-
- Euro Class	-	-	-	-	44,379,867	-	-	-
- Hedged Euro Class	41,068,982	-	2,612,995,571	16,850,467	-	-	24,689,222	-
- Hedged Sterling Class	439,605	-	-	-	-	-	-	-
- Euro Distributing Class	-	8,751,365	-	-	-	-	-	-
- Euro Accumulating Class	-	24,432,695	-	-	-	-	-	-
- JPY Class B	-	-	1,778,616,709	-	-	-	-	-
- RMB Class	-	-	-	-	-	6,150,471	-	-
- EUR Institutional Class	-	12,029,102	-	-	42,424,642	-	-	-
- CHF Accumulating Class	-	13,517,039	-	-	-	-	-	-
- Euro Hedged Institutional Class	-	-	587,596,275	-	-	-	-	-
- JPY Class D Institutional	-	-	2,647,173,815	-	-	-	-	-
- Hedged CHF Class	-	-	-	-	-	-	10,440,509	-
- USD Institutional Class	105,248,845	-	-	5,995,943	-	-	13,000,000	5,100,000
- USD Select Institutional Class	-	-	-	74,596,295	-	-	-	-
- GBP Institutional Class	-	-	-	-	5,946,529	-	-	-
- GBP Hedged Institutional Class	-	-	2,197,591,736	-	-	-	-	-
- CHF Institutional Class	-	6,569,821	-	-	-	-	-	-
- CHF Class	-	-	-	-	13,371,473	-	-	-
Total proceeds from redeemable participating shares issued	283,959,948	65,300,022	9,823,974,106	107,135,307	106,122,511	28,388,794	111,729,113	5,100,000

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares (continued) for the year ended 31 December 2014

	Strategic China Panda Fund 2014 USD	Strategic Euro Bond Fund 2014 EUR	Nippon Growth (UCITS) Fund 2014 JPY	Strategic Emerging Europe Fund 2014 USD	Strategic Europe Value Fund 2014 EUR	Strategic Global Bond Fund 2014 USD	Strategic US Momentum and Value Fund 2014 USD	Strategic Global Quality Fund 2014 ¹ USD
Payment on the redemption of participating shares:								
- USD Class	(181,971,570)	-	-	(3,774,154)	-	(11,164,081)	(24,141,049)	-
- Hedged Euro Class	(66,173,378)	-	(1,632,227,532)	(11,784,693)	(19,335,309)	-	(1,953,682)	-
- Hedged Sterling Class	(5,613,839)	-	-	-	-	-	-	-
- Euro Distributing Class	-	(4,407,573)	-	-	-	-	-	-
- Euro Accumulating Class	-	(10,354,109)	-	-	-	-	-	-
- JPY Class A	-	-	(115,079,663)	-	-	-	-	-
- JPY Class B	-	-	(2,432,728,089)	-	-	-	-	-
- JPY Class C	-	-	(25,412,486)	-	-	-	-	-
- RMB Class	-	-	-	-	-	(12,963,872)	-	-
- EUR Institutional Class	-	(1,004,695)	-	-	(9,224,410)	-	-	-
- CHF Accumulating Class	-	(2,285,692)	-	-	-	-	-	-
- CHF Class	-	-	-	-	(5,600,934)	-	-	-
- JPY Class D Institutional	-	-	(280,014,071)	-	-	-	-	-
- USD Institutional Class	(16,450,188)	-	-	(54,383,085)	-	-	-	-
- GBP Institutional Class	-	-	-	-	(35,276)	-	-	-
- GBP Hedged Institutional Class	-	-	(58,514,444)	-	-	-	-	-
- CHF Institutional Class	-	(4,673,422)	-	-	-	-	-	-
- Hedged CHF Class	-	-	-	-	-	-	(1,897,280)	-
- Euro Hedged Institutional Class	-	-	(2,250,157,815)	-	-	-	-	-
Total payment on the redemption of participating shares	(270,208,975)	(22,725,491)	(6,794,134,100)	(69,941,932)	(34,195,929)	(24,127,953)	(27,992,011)	-
(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations	(66,433,413)	3,016,523	1,028,104,649	(33,777,919)	24,515,125	3,461,281	17,489,602	(43,433)
Net assets attributable to redeemable participating shares at end of year	366,572,309	111,564,523	21,318,487,451	78,401,391	248,696,174	115,460,846	286,441,996	5,056,567

¹For the period 29 December 2014 (commenced operations) to 31 December 2014

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Cash Flows for the year ended 31 December 2015

	Total 2015 EUR	Total 2014 EUR
Cash flows from operating activities		
Increase in net assets attributable to holders of redeemable participating shares from operations	161,516,387	56,915,825
<i>Adjustment to reconcile increase in net assets attributable to redeemable participating shares to net cash used in operating activities:-</i>		
Net increase in receivables	(7,023,339)	(35,654,347)
Net increase in liabilities	2,383,212	38,101,157
Net increase in investments	(554,458,613)	(309,735,603)
Net cash outflow from operations	(397,582,353)	(250,372,968)
Cash flows from financing activities		
Proceeds on issue of participating redeemable shares	1,096,890,482	650,030,555
Payments on the redemption of redeemable participating shares	(689,635,086)	(405,449,324)
Net cash provided by financing activities	407,255,396	244,581,231
Net movement in cash and cash equivalents	9,673,043	(5,791,737)
Cash and cash equivalents at beginning of the year	39,240,476	45,032,213
Cash and cash equivalents at end of the year	48,913,519	39,240,476
Cash and cash equivalents at end of the year is comprised of :		
Cash and cash equivalents	48,913,519	39,240,476
Cash and cash equivalents at end of the year	48,913,519	39,240,476
Supplementary disclosure of cash flow information		
Interest received	7,322,623	6,828,668
Dividend received	19,908,621	14,151,939
Interest paid	(20,436)	(12,579)

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Notes to the Financial Statements for the year ended 31 December 2015

1. General Information

E.I. Sturdza Funds Plc (the “Company”) is an open-ended investment company with variable capital and segregated liability between sub-funds, incorporated in Ireland on 27 August 2008 under the Companies Act, 2014 with registration number 461518. The Company has been authorised by the Central Bank of Ireland as a UCITS pursuant to the Central Bank’s UCITS Regulations.

The Company is structured as an umbrella fund consisting of nine sub-funds as per the table below namely; Strategic China Panda Fund, Strategic Euro Bond Fund, Nippon Growth (UCITS) Fund, Strategic Emerging Europe Fund*, Strategic Europe Value Fund, Strategic Global Bond Fund, Strategic US Momentum and Value Fund, Strategic Global Quality Fund and Strategic European Smaller Companies Fund.

Certain share classes of each of the sub-funds were listed on the Irish Stock Exchange on the following dates:

	Strategic China Panda Fund	Strategic Euro Bond Fund	Nippon Growth (UCITS) Fund	Strategic Emerging Europe Fund*	Strategic Europe Value Fund	Strategic Global Bond Fund	Strategic US Momentum and Value Fund	Strategic Global Quality Fund	Strategic European Smaller Companies Fund
CHF Accumulating Class	-	28 Jan 2013	-	-	-	-	-	-	-
CHF Class	-	-	-	-	28 Jan 2013	-	-	-	-
CHF Hedged Class	-	-	-	-	-	-	5 Dec 2013	-	-
CHF Institutional Class	-	8 Apr 2014-	-	-	-	-	-	-	-
Euro Hedged Class	-	-	17 May 2013	-	-	-	5 Dec 2013	-	-
Euro Accumulating Class	-	28 Apr 2009	-	-	-	-	-	-	-
Euro Class	-	-	-	-	1 Nov 2010	-	-	-	6 May 2015
Euro Distributing Class	-	28 Apr 2009	-	-	-	-	-	-	-
Euro Hedged Institutional Class	6 Aug 2015	-	2 Apr 2013	-	-	-	-	-	-
Euro Institutional Class	-	7 Jan 2013	-	-	7 Jan 2013	-	-	-	-
GBP Hedged Institutional Class	-	-	7 Feb 2014	-	-	-	-	-	-
GBP Institutional Class	-	-	-	-	1 Jul 2014	-	-	-	-
Hedged Euro Class	2 Oct 2008	-	-	15 Oct 2010	-	-	-	-	-
Hedged Sterling Class	2 Oct 2008	-	-	-	-	-	-	-	-
JPY Class A	-	-	27 Oct 2009	-	-	-	-	-	-
JPY Class B Accumulating	-	-	18 Jan 2010	-	-	-	-	-	-
JPY Class C Distributing	-	-	5 Mar 2010-	-	-	-	-	-	-
JPY Class D Institutional	-	-	27 May 2013	-	-	-	-	-	-
RMB Class	-	-	-	-	-	18 Jul 2012	-	-	-
USD Class	2 Oct 2008	-	-	15 Oct 2010	-	12 Jun 2012	2 Jul 2012	-	-
USD Institutional Class	13 Mar 2014	-	-	13 Dec 2013	4 Dec 2015	-	30 Jun 2014	30 Dec 2014	-
USD Select Institutional Class	-	-	-	23 Apr 2014	-	-	-	-	-
Euro Institutional Distributing class	-	-	-	-	11 Nov 2015	-	-	-	-
Euro R Class	-	-	-	-	18 Dec 2015	-	-	-	-

*Strategic Emerging Europe Fund terminated on 21 July 2015.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

2. Basis of preparation

(a) Statement of compliance

The Financial Statements are prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU and interpretations adopted by the International Accounting Standards Board (IASB).

The accounting policies set out in note 3 have been applied in preparing the financial statements for the financial year ended 31 December 2015. The comparative information for the financial year ended 31 December 2014 presented in these financial statements have been prepared on consistent basis. These financial statements have been prepared on a going concern basis.

These financial statements are also prepared in accordance with the Companies Act, 2014.

(b) Basis of measurement

The financial statements have been prepared on an historical cost basis, except for financial instruments classified at fair value through profit or loss that have been measured at fair value.

(c) Functional and presentation currency

These financial statements are presented in Euro (€), which is the Company's functional currency (Note 3e).

(d) Use of estimates and judgments

The preparation of financial statements, in conformity with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year or in the year of the revision and future years if the revision affects both current and future years.

For financial instruments, where a quoted price is not available the Directors use a variety of techniques and make assumptions that are based on market conditions existing at the statement of financial position date, further details of which are outlined in Note 3(a)(iv) of the financial statements.

3. Significant Accounting Policies

The significant accounting policies adopted by the Company are as follows:

(a) Financial instruments

(i) Classification

The Company has classified its investments into the financial assets and liabilities at fair value through profit or loss category in accordance with International Accounting Standards ("IAS") 39.

This category has two sub-categories: financial assets and liabilities held for trading, and those designated as at fair value through profit or loss upon initial recognition. Financial assets or liabilities held for trading are acquired or incurred principally for the purpose of selling or repurchasing in the short term. All investments and derivative contracts have been categorised as held for trading.

(ii) Recognition and initial measurement

Financial assets and liabilities at fair value through profit and loss are recognised initially on the trade date at which the Company becomes a party to contracted provisions of the instruments. Other financial assets and liabilities are recognised on the date they are originated.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

3. Significant Accounting Policies (continued)

(a) Financial instruments (continued)

(ii) Recognition and initial measurement

Financial assets and liabilities at fair value through profit or loss are measured initially at fair value, with transaction costs recognised in the profit and loss. Financial assets or financial liabilities not at fair value through profit and loss are measured initially at fair value plus transaction costs that are directly attributable to its acquisition or issue.

(iii) Derecognition

A financial asset is derecognised when the Company no longer has control over the contractual rights that comprise that asset. This occurs when the contractual rights to the cash flow from the asset expire or when it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset. A financial liability is derecognised when it is extinguished or when the obligation specified in the contract is discharged, cancelled or expired. Assets held for trading that are sold are derecognised and corresponding receivables from the buyer for the payment are recognised as of the date the Company commits to sell the assets.

(iv) Subsequent measurement

After initial measurement, the Company measures financial instruments which are classified as at fair value through profit or loss, at their fair values. 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 fund has access at that date. The fair value of a liability reflects its non-performance risk.

When available the Company measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is considered to be “active” if transactions for that asset or liability take place with sufficient frequency and value to provide pricing information on an ongoing basis.

If a quoted market price is not available on a recognised stock exchange or from a reputable broker/counterparty, the fair value of the financial instruments may be estimated by the Directors using valuation techniques, including use of recent arm’s length market transactions, reference to the current fair value of another instrument that is substantially the same, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on the Directors’ best estimates and the discount rate used is a market rate at the Statement of Financial Position date applicable for an instrument with similar terms and conditions. Where other pricing models are used, inputs are based on market data available at the Statement of Financial Position date. Fair values for unquoted equity investments are estimated, if possible, using price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

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 included in the Statement of Comprehensive Income in the year in which they arise with the realised gains and losses calculated using a First-in, First-out method for the Strategic Emerging Europe Fund, Strategic Global Bond Fund, Strategic US Momentum and Value Fund, Strategic Global Quality Fund and Strategic European Smaller Companies Fund

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

3. Significant Accounting Policies (continued)

(a) Financial instruments (continued)

(iv) Subsequent measurement (continued)

Realised gains and losses are calculated using the average cost method for Strategic China Panda Fund, Strategic Euro Bond Fund, Nippon Growth (UCITS) Fund and Strategic Europe Value Fund. Net gain on financial assets and liabilities at fair value through profit or loss includes all realised and unrealised fair value changes and foreign exchange differences but excludes interest on cash and cash equivalents and dividend income.

Interest earned on fixed income securities is recorded on an effective interest rate basis (EIR) and is included as a gain on financial assets and liabilities at fair value through profit or loss for the Strategic Euro Bond Fund, the Strategic Emerging Europe Fund and the Strategic Global Bond Fund.

(v) Specific instruments

Forward foreign exchange contracts

Forward foreign exchange contracts are fair valued 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 foreign exchange contracts is calculated as the difference between the forward rate for the transaction specified in the contract and the forward rate on the valuation date as reported in published sources, multiplied by the face amount of the forward contract. Any resulting unrealised gains are recorded as assets and losses as liabilities in the Statement of Financial Position. Realised gains and losses are recognised in the Statement of Comprehensive Income at the time the forward foreign exchange contract settles. Realised and unrealised gains and losses applicable to forward foreign exchange contracts entered into at sub-fund level are allocated at sub-fund level.

Futures Contracts

During a period in which futures contracts are open, changes in the value of the contracts are recognised as unrealised gains and losses by marking-to-market on a daily basis to reflect the value of the contracts at the end of each day's trading. Futures contracts are valued at the settlement price established each day by the exchange on which they are traded and the Company's investment therein, representing unrealised gain or loss on the contracts, is included in the Statement of Financial Position and in the Statement of Comprehensive Income.

Commission charges to open such contracts are expensed at the time that the contracts are opened.

Options

Options are valued at fair value based on the closing price on the relevant valuation date provided by the relevant counterparty.

The premium on written call options exercised is added to the proceeds from the sale of the underlying security or foreign currency in determining the realised gain or loss. The premium on written put options exercised is subtracted from the cost of the securities or foreign currencies purchased. Premiums received from written options, which expire unexercised, are treated as realised gains. For unsettled positions, unrealised gains or losses are recognised in the Statement of Comprehensive Income.

Equitised participation notes

Equitised participation notes are valued at fair value based on the closing price of the underlying reference asset and prevailing spot currency exchange rate on the relevant valuation day. The notes represent an exposure to reference assets such as equity securities

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Notes to the Financial Statements (continued) for the year ended 31 December 2015

3. Significant Accounting Policies (continued)

(a) Financial instruments (continued)

(v) Specific instruments(continued)

Equitised participation notes (continued)

The Company purchases a fully equitised instrument traded over the counter and designed to replicate the performance of the underlying reference asset, similar to a total return swap but issued in note form and traded over the counter with a selected market counterparty. Although the fair value of the participation note varies dependent on the fair value of the underlying reference asset the participation note also bears a degree of credit risk in addition to the market risk of the underlying reference asset as a result of the exposure to the counterparty generated by the over the counter nature of the position.

As at the year end the Company maintained counterparty exposure with respect to equity participation notes with HSBC Bank plc and Morgan Stanley. Investments in equitised participation notes did not represent a significant proportion of the assets of the Company.

(vi) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in Note 7 when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

The Company holds master netting or similar agreements with HSBC Bank plc for the Strategic China Panda Fund, Strategic Euro Bond Fund, Nippon Growth (UCITS) Fund, Strategic Emerging Europe Fund, Strategic Europe Value Fund, Strategic Global Bond Fund, Strategic US Momentum and Value Fund, Strategic Global Quality Fund and Strategic European Smaller Companies Fund. The Company is considered to have a legally enforceable right to set-off recognised amounts as further described in Note 7 to the financial statements, however it is not expected to realise the relevant assets and settle the liabilities simultaneously and therefore has not offset the relevant financial assets and liabilities under such agreements.

(b) Cash and cash equivalents

Cash comprises cash on hand and demand deposits. Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to insignificant changes in value, and are held for the purpose of the meeting short-term cash commitments rather than for investments or other purposes.

(c) Taxation

Dividends, interest and capital gains (if any) received on investments made by the sub-funds may be subject to withholding taxes imposed by the country from which the investment income/gains are received and such taxes may not be recoverable by the sub-funds or its shareholders.

Income that is subject to such tax is recognised gross of the taxes and the corresponding withholding tax is recognised as a tax expense.

(d) Other income

Other income includes income received from security lending (Note 8), tax refunds and other miscellaneous income. Investments on loan under securities lending agreements continue to be recognised in the Statement of Financial Position as the Company continues to be exposed to all gains and losses arising from the ownership of the securities and are measured in accordance with the accounting policies for financial instruments held for trading.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

3. Significant Accounting Policies (continued)

(e) Foreign currency translation

(i) Functional and presentation currency

Items included in the Company's financial statements are measured and presented using the currency of the primary economic environment in which it operates (the 'functional currency'). The Euro is the functional as well as presentation currency for the Company.

The sub-funds functional and presentation currencies are as below:

	Functional currency	Presentation currency
Strategic China Panda Fund	USD	USD
Strategic Euro Bond Fund	EUR	EUR
Nippon Growth (UCITS) Fund	JPY	JPY
Strategic Emerging Europe Fund	USD	USD
Strategic Europe Value Fund	EUR	EUR
Strategic Global Bond Fund	USD	USD
Strategic US Momentum and Value Fund	USD	USD
Strategic Global Quality Fund	USD	USD
Strategic European Smaller Companies Fund	EUR	EUR

For the purpose of aggregating the financial statements of the sub-funds, the Statement of Financial Position figures for the Strategic China Panda Fund, the Nippon Growth (UCITS) Fund, Strategic Emerging Europe Fund, Strategic Global Bond Fund, Strategic US Momentum and Value Fund and Strategic Global Quality Fund have been translated to Euro at the exchange rate ruling at the year end, while the Statement of Comprehensive Income, Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares and Statement of Cash Flows have been translated at the average exchange rate for the year. The resulting gain or loss that arises at Company level has no effect on the Net Asset Value per share attributable to the individual sub-funds.

(ii) Foreign currency transactions

Monetary assets and liabilities denominated in currencies other than Euro are translated into Euro at the closing rates of exchange at each year end. Transactions during the year, including purchases and sales of securities, income and expenses, are translated at the rate of exchange prevailing on the date of the transaction. Foreign currency translation gains and losses are included in realised and unrealised gain and loss on investments, in the Statement of Comprehensive Income. Non-monetary assets and liabilities measured at fair value are re-translated into Euro at the prevailing foreign exchange rate on the date at which fair value is determined.

(f) Amounts due from and to brokers

Amounts due from and to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the Statement of Financial Position date, respectively.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

3. Significant Accounting Policies (continued)

(g) Dividend income

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

(h) Interest income and expense

Interest income and interest expense are recognised in the Statement of Comprehensive Income on an effective interest rate basis.

(i) Fees and Expenses

All expenses, including management and performance fees, are recognised in the Statement of Comprehensive Income on an accruals basis.

(j) Redeemable participating shares

Redeemable participating shares are redeemable at the shareholder’s option and are classified as financial liabilities. The participating shares can be put back to the sub-funds on any dealing day for cash equal to a proportionate share of the sub-fund’s Net Asset Value.

(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.

Transaction costs on the purchase of bonds and forwards are included on the purchase and sale price of the investment. They cannot be practically or reliably gathered as they are embedded in the cost of the investment and cannot be separately verified or disclosed.

Transaction costs on purchases and sales of equities, options and futures are included in net gains/(losses) on investments in the Statement of Comprehensive Income for each sub-fund.

(l) Standards, amendments and interpretations that are effective 1 January 2015 and have been adopted by the company

Amendment to IAS 24, ‘Related Party Disclosures’: Amendment to IAS 24, issued in December 2013, extends the definition of a related party to include a management entity that provides key management personnel services to the reporting entity. The amendment specifies that if key management personnel services are provided by a management entity, then the reporting entity is required to separately disclose the amounts incurred for the provision of key management personnel services that are provided by that management entity. However, the reporting entity is not required to look through the management entity and disclose compensation paid by the management entity to its employees and directors

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

3. Significant Accounting Policies (continued)

(l) Standards, amendments and interpretations that are effective 1 January 2015 and have been adopted by the company (continued)

Amendment to IAS 24 is effective for annual reporting periods beginning on or after 1 July 2014, with early adoption permitted. As the Company is already disclosing this information, the amendment does not have any impact on the Company.

(m) Accounting standards in issue that are not yet effective and have not been early adopted

IFRS 9, 'Financial Instruments' (effective 1 January 2018): IFRS 9, published in July 2014, will replace the existing guidance in IAS 39. It includes revised guidance on the classification and measurement of financial instruments, including a new expected credit loss model for calculating impairment on financial assets, and the new general hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from IAS 39.

IFRS 9 is effective for annual reporting periods beginning on or after 1 January 2018, with early adoption permitted. Based on the initial assessment, this standard is not expected to have a material impact on the Fund.

Amendments to IFRS 10, IFRS 12 and IAS 28: On 18 December 2014, the International Accounting Standards Board (IASB) issued Investment Entities: Applying the Consolidation Exception (amendments to IFRS 10, IFRS 12 and IAS 28). The amendments address the following issues that have arisen in applying the investment entities exception under IFRS 10 Consolidated Financial Statements:

-Exemption from preparing consolidated financial statements: the amendments clarify that the exemption from presenting consolidated financial statements applies to a parent entity that is a subsidiary of an investment entity, when the investment entity measures all of its subsidiaries at fair value.

-Subsidiary that provides services that support the investment entity's investment activities: the amendments clarify that only a subsidiary that is not an investment entity itself and provides support services to the investment entity is consolidated. All other subsidiaries of an investment entity are measured at fair value.

-Application of the equity method by a non-investment entity that has an interest in an associate or joint venture that is an investment entity: the amendments to IAS 28 Investments in Associates and Joint Ventures allow the investor, when applying the equity method, to retain the fair value measurement applied by the investment entity associate or joint venture to its interests in subsidiaries.

The amendments are applied retrospectively for annual periods beginning on or after 1 January 2016, with early adoption permitted. Based on the initial assessment, this standard is not expected to have a material impact on the Fund.

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Notes to the Financial Statements (continued) for the year ended 31 December 2015

3. Significant Accounting Policies (continued)

(m) Accounting standards in issue that are not yet effective and have not been early adopted (continued)

Amendments to IAS 1 Presentation of Financial Statements: In December 2014, the International Accounting Standards Board issued amendments to IAS 1 Presentation of Financial Statements and an exposure draft proposing amendments to IAS 7 Statement of Cash Flows as part of its Disclosure Initiative.

The following narrow-scope amendments have been made to IAS 1:

-Materiality and aggregation: clarifies that an entity should not obscure useful information by aggregating or disaggregating information; and that materiality considerations apply to the primary statements, notes and any specific disclosure requirements in IFRSs, i.e. disclosures specifically required by IFRSs need to be provided only if the information is material.

-Statement of Financial Position and Statement of Comprehensive Income: clarifies that the list of line items specified by IAS 1 for these statements can be disaggregated and aggregated as relevant. Additional guidance has been added on the presentation of subtotals in these statements.

-Presentation of items of other comprehensive income ("OCI"): clarifies that an entity's share of OCI of equity-accounted associates and joint ventures should be presented in aggregate as single line items based on whether or not it will subsequently be reclassified to profit or loss.

-Notes: clarifies that entities have flexibility when designing the structure of the notes and provides guidance on how to determine a systematic order of the notes. Also, unhelpful examples regarding the identification of significant accounting policy have been removed.

The amendments are applicable for annual periods beginning on or after 1 January 2016, with early adoption permitted. Based on the initial assessment, this standard is not expected to have a material impact on the Fund.

IFRS 15, 'Revenue from Contracts with Customers' (effective 1 January, 2018): IFRS 15 requires entities to recognise revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. This core principle is achieved through a five step methodology that is required to be applied to all contracts with customers.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

4. Financial Assets and Liabilities at Fair Value through Profit or Loss

	Total	Strategic China Panda Fund	Strategic Euro Bond Fund	Nippon Growth (UCITS) Fund	Strategic Emerging Europe Fund ¹	Strategic Europe Value Fund	Strategic Global Bond Fund	Strategic US Momentum and Value Fund	Strategic Global Quality Fund	Strategic European Smaller Companies Fund
	2015	2015	2015	2015	2015	2015	2015	2015	2015	2015
	EUR	USD	EUR	JPY	USD	EUR	USD	USD	USD	EUR
Financial Assets at Fair Value through Profit or Loss										
<i>Held for trading:</i>										
Transferable securities										
- Equity securities	1,515,589,952	145,050,864	-	21,558,306,996	-	888,020,486	-	308,095,280	12,470,123	33,742,936
- Debt securities	205,677,610	-	122,213,555	-	-	-	90,650,310	-	-	-
Financial derivatives										
- Equitised participation notes	18,182,145	19,747,628	-	-	-	-	-	-	-	-
- Forward foreign exchange contracts	41,977	-	-	1,088,278	-	33,642	-	-	-	-
- Future contracts	71,313	-	-	-	-	-	77,453	-	-	-
- Option contracts	784,275	-	-	-	-	641,562	-	155,000	-	-
Total financial assets at fair value through profit or loss	1,740,347,272	164,798,492	122,213,555	21,559,395,274	-	888,695,690	90,727,763	308,250,280	12,470,123	33,742,936
Financial Liabilities at Fair Value through Profit or Loss										
<i>Held for trading:</i>										
Financial derivatives										
- Forward foreign exchange contracts	(1,582,418)	(170,494)	(131,589)	(75,457,379)	-	(459,270)	(65,054)	(202,440)	(11,231)	-
- Future contracts	(46,500)	-	(46,500)	-	-	-	-	-	-	-
- Option contracts	(542,814)	-	-	-	-	-	-	(589,550)	-	-
Total financial liabilities at fair value through profit or loss	(2,171,732)	(170,494)	(178,089)	(75,457,379)	-	(459,270)	(65,054)	(791,990)	(11,231)	-
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss	89,554,158	(5,750,935)	505,004	(366,997,384)	5,885,508	109,918,513	(862,108)	(20,527,204)	928,976	298,817²

¹Strategic Emerging Europe Fund terminated on 21 July 2015.

²For the period 5 May 2015 (commenced operations) to 31 December 2015

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

4. Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)

	Total 2014 EUR	Strategic China Panda Fund 2014 USD	Strategic Euro Bond Fund 2014 EUR	Nippon Growth (UCITS) Fund 2014 JPY	Strategic Emerging Europe Fund 2014 USD	Strategic Europe Value Fund 2014 EUR	Strategic Global Bond Fund 2014 USD	Strategic US Momentum and Value Fund 2014 USD	Strategic Global Quality Fund 2014 USD
Financial Assets at Fair Value through Profit or Loss									
<i>Held for trading:</i>									
Transferable securities									
- Equity securities	920,031,422	309,766,236	-	21,251,077,504	51,640,159	242,453,765	-	277,879,664	3,465,987
- Debt securities	207,838,654	-	107,624,600	-	12,932,415	-	108,366,676	-	-
Financial derivatives									
- Equitised participation notes	58,333,386	62,491,392	-	-	8,115,338	-	-	-	-
- Forward foreign exchange contracts	163,614	4,498	-	478,254	3,202	65,995	106,466	-	-
- Future contracts	42,412	-	-	-	-	-	51,336	-	-
- Option contracts	162,756	-	-	-	-	159,451	-	4,000	-
Total financial assets at fair value through profit or loss	1,186,572,244	372,262,126	107,624,600	21,251,555,758	72,691,114	242,679,211	108,524,478	277,883,664	3,465,987
Financial Liabilities at Fair Value through Profit or Loss									
<i>Held for trading:</i>									
Financial derivatives									
- Forward foreign exchange contracts	(1,255,886)	(502,507)	(9,033)	(73,688,264)	(96,724)	(14,730)	-	(235,943)	-
- Future contracts	(913,500)	-	(913,500)	-	-	-	(41,094)	-	-
- Option contracts	(685,931)	-	-	-	-	-	-	(830,250)	-
Total financial liabilities at fair value through profit or loss	(2,855,317)	(502,507)	(922,533)	(73,688,264)	(96,724)	(14,730)	(41,094)	(1,066,193)	-
Net (loss)/gain on financial assets and liabilities at fair value through profit or loss	(23,131,015)	(71,741,147)	4,219,956	1,048,048,491	(34,690,217)	26,391,677	4,838,914	20,788,445	(43,221)¹

¹For the period 29 December 2014 (commenced operations) to 31 December 2014

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Notes to the Financial Statements (continued) for the year ended 31 December 2015

4. Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)

The following tables present the financial instruments carried on the Statement of Financial Position by caption and by level within the fair valuation hierarchy as at 31 December 2015 and 31 December 2014.

Strategic China Panda Fund	Level 1	Level 2	Level 3	Total
	2015	2015	2015	2015
	USD	USD	USD	USD
Financial Assets at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Equity securities	134,999,590	3,426,877	6,624,397	145,050,864
- Equitised participation notes	-	19,747,628	-	19,747,628
Total financial assets at fair value through profit or loss	134,999,590	23,174,505	6,624,397	164,798,492
Financial Liabilities at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Forward foreign exchange contracts	-	170,494	-	170,494
Total financial liabilities at fair value through profit or loss	-	170,494	-	170,494

The following table includes a roll forward of Level 3 reconciliation for the year ending 2015.

	2015
	Total
	USD
Opening Balance	-
Transfer from Level 1	13,244,228
Purchases	840,517
Sales/Settlements	(1,847,218)
Realised Gains/losses	490,238
Unrealised Gains/losses	(6,103,368)
Closing Balance	6,624,397

The Company considers transfers between levels to have occurred at the beginning of the reporting period.

Strategic China Panda Fund	Level 1	Level 2	Level 3	Total
	2014	2014	2014	2014
	USD	USD	USD	USD
Financial Assets at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Equity securities	298,038,317	11,727,919	-	309,766,236
- Equitised participation notes	-	62,491,392	-	62,491,392
- Forward foreign exchange contracts	-	4,498	-	4,498
Total financial assets at fair value through profit or loss	298,038,317	74,223,809	-	372,262,126

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

4. Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)

Strategic China Panda Fund	Level 1 2014 USD	Level 2 2014 USD	Level 3 2014 USD	Total 2014 USD
Financial Liabilities at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Forward foreign exchange contracts	-	502,507	-	502,507
Total financial liabilities at fair value through profit or loss	-	502,507	-	502,507
Strategic Euro Bond Fund	Level 1 2015 EUR	Level 2 2015 EUR	Level 3 2015 EUR	Total 2015 EUR
Financial Assets at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Debt securities	122,213,555	-	-	122,213,555
Total financial assets at fair value through profit or loss	122,213,555	-	-	122,213,555
Financial Liabilities at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Forward foreign exchange contracts	-	131,589	-	131,589
- Futures contracts	46,500	-	-	46,500
Total financial liabilities at fair value through profit or loss	46,500	131,589	-	178,089
Strategic Euro Bond Fund	Level 1 2014 EUR	Level 2 2014 EUR	Level 3 2014 EUR	Total 2014 EUR
Financial Assets at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Debt securities	107,624,600	-	-	107,624,600
Total financial assets at fair value through profit or loss	107,624,600	-	-	107,624,600
Financial Liabilities at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Forward foreign exchange contracts	-	9,033	-	9,033
- Futures contracts	913,500	-	-	913,500
Total financial liabilities at fair value through profit or loss	913,500	9,033	-	922,533

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

4. Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)

Nippon Growth (UCITS) Fund	Level 1 2015 JPY	Level 2 2015 JPY	Level 3 2015 JPY	Total 2015 JPY
Financial Assets at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Equity securities	21,558,306,996	-	-	21,558,306,996
- Forward foreign exchange contracts	-	1,088,278	-	1,088,278
Total financial assets at fair value through profit or loss	<u>21,558,306,996</u>	<u>1,088,278</u>	<u>-</u>	<u>21,559,395,274</u>
Financial Liabilities at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Forward foreign exchange contracts	-	75,457,379	-	75,457,379
Total financial liabilities at fair value through profit or loss	<u>-</u>	<u>75,457,379</u>	<u>-</u>	<u>75,457,379</u>
Nippon Growth (UCITS) Fund	Level 1 2014 JPY	Level 2 2014 JPY	Level 3 2014 JPY	Total 2014 JPY
Financial Assets at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Equity securities	21,251,077,504	-	-	21,251,077,504
- Forward foreign exchange contracts	-	478,254	-	478,254
Total financial assets at fair value through profit or loss	<u>21,251,077,504</u>	<u>478,254</u>	<u>-</u>	<u>21,251,555,758</u>
Financial Liabilities at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Forward foreign exchange contracts	-	73,688,264	-	73,688,264
Total financial liabilities at fair value through profit or loss	<u>-</u>	<u>73,688,264</u>	<u>-</u>	<u>73,688,264</u>

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

4. Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)

Strategic Emerging Europe Fund	Level 1 2014 USD	Level 2 2014 USD	Level 3 2014 USD	Total 2014 USD
Financial Assets at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Equity securities	38,664,376	12,975,783	-	51,640,159
- Debt securities	12,932,415	-	-	12,932,415
- Equitised participation notes	-	8,115,338	-	8,115,338
- Forward foreign exchange contracts	-	3,202	-	3,202
Total financial assets at fair value through profit or loss	51,596,791	21,094,323	-	72,691,114
Financial Liabilities at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Forward foreign exchange contracts	-	96,724	-	96,724
Total financial liabilities at fair value through profit or loss	-	96,724	-	96,724

The following table includes a roll forward of Level 3 reconciliation for the year ending 2014.

	2014 Total USD
Opening Balance	-
Transfer from Level 1	2,552,114
Purchases	1,114,350
Sales/Settlements	(259,627)
Realised Gains/losses	(158,963)
Unrealised Gains/losses	(3,247,874)
Closing Balance	-

The Company considers transfers between levels to have occurred at the beginning of the reporting period.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

4. Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)

Strategic Europe Value Fund	Level 1 2015 EUR	Level 2 2015 EUR	Level 3 2015 EUR	Total 2015 EUR
Financial Assets at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Equity securities	888,020,486	-	-	888,020,486
- Forward foreign exchange contracts	-	33,642	-	33,642
- Option contracts	641,562	-	-	641,562
Total financial assets at fair value through profit or loss	888,662,048	33,642	-	888,695,690
Financial Liabilities at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Forward foreign exchange contracts	-	459,270	-	459,270
Total financial liabilities at fair value through profit or loss	-	459,270	-	459,270
Strategic Europe Value Fund	Level 1 2014 EUR	Level 2 2014 EUR	Level 3 2014 EUR	Total 2014 EUR
Financial Assets at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Equity securities	242,453,765	-	-	242,453,765
- Forward foreign exchange contracts	-	65,995	-	65,995
- Option contracts	159,451	-	-	159,451
Total financial assets at fair value through profit or loss	242,613,216	65,995	-	242,679,211
Financial Liabilities at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Forward foreign exchange contracts	-	14,730	-	14,730
Total financial liabilities at fair value through profit or loss	-	14,730	-	14,730

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

4. Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)

Strategic Global Bond Fund	Level 1 2015 USD	Level 2 2015 USD	Level 3 2015 USD	Total 2015 USD
Financial Assets at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Debt securities	90,650,310	-	-	90,650,310
- Future contracts	77,453	-	-	77,453
Total financial assets at fair value through profit or loss	90,727,763	-	-	90,727,763
Financial Liabilities at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Forward foreign exchange contracts	-	65,054	-	65,054
Total financial liabilities at fair value through profit or loss	-	65,054	-	65,054
Strategic Global Bond Fund	Level 1 2014 USD	Level 2 2014 USD	Level 3 2014 USD	Total 2014 USD
Financial Assets at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Debt securities	108,366,676	-	-	108,366,676
- Future contracts	51,336	-	-	51,336
- Forward foreign exchange contracts	-	106,466	-	106,466
Total financial assets at fair value through profit or loss	108,418,012	106,466	-	108,524,478
Financial Liabilities at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Futures contracts	41,094	-	-	41,094
Total financial liabilities at fair value through profit or loss	41,094	-	-	41,094

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

4. Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)

Strategic US Momentum and Value Fund	Level 1 2015 USD	Level 2 2015 USD	Level 3 2015 USD	Total 2015 USD
Financial Assets at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Equity securities	308,095,280	-	-	308,095,280
- Option contracts	155,000	-	-	155,000
Total financial assets at fair value through profit or loss	308,250,280	-	-	308,250,280
Financial Liabilities at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Forward foreign exchange contracts	-	202,440	-	202,440
- Option contracts	589,550	-	-	589,550
Financial Liabilities at Fair Value through Profit or Loss	589,550	202,440	-	791,990
Strategic US Momentum and Value Fund	Level 1 2014 USD	Level 2 2014 USD	Level 3 2014 USD	Total 2014 USD
Financial Assets at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Equity securities	277,879,664	-	-	277,879,664
- Option contracts	4,000	-	-	4,000
Total financial assets at fair value through profit or loss	277,883,664	-	-	277,883,664
Financial Liabilities at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Forward foreign exchange contracts	-	235,943	-	235,943
- Option contracts	84,250	746,000	-	830,250
Financial Liabilities at Fair Value through Profit or Loss	84,250	981,943	-	1,066,193

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

4. Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)

Strategic Global Quality Fund	Level 1 2015 USD	Level 2 2015 USD	Level 3 2015 USD	Total 2015 USD
Financial Assets at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Equity securities	12,470,123	-	-	12,470,123
Total financial assets at fair value through profit or loss	12,470,123	-	-	12,470,123
Financial Liabilities at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Forward foreign exchange contracts	-	11,231	-	11,231
Financial Liabilities at Fair Value through Profit or Loss	-	11,231	-	11,231
Strategic Global Quality Fund	Level 1 2014 USD	Level 2 2014 USD	Level 3 2014 USD	Total 2014 USD
Financial Assets at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Equity securities	3,465,987	-	-	3,465,987
Total financial assets at fair value through profit or loss	3,465,987	-	-	3,465,987
Strategic European Smaller Companies Fund	Level 1 2015 EUR	Level 2 2015 EUR	Level 3 2015 EUR	Total 2015 EUR
Financial Assets at Fair Value through Profit or Loss				
<i>Held for trading:</i>				
- Collective investment schemes	2,998,733	-	-	2,998,733
- Equity securities	30,744,203	-	-	30,744,203
Total financial assets at fair value through profit or loss	33,742,936	-	-	33,742,936

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Notes to the Financial Statements (continued) for the year ended 31 December 2015

4. Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)

IFRS 13 requires disclosure of financial instruments based on a fair value hierarchy that prioritises the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

The three levels of the fair value hierarchy are described as follows:

Level 1	Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that the Company has the ability to access at the measurement date;
Level 2	Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly, including inputs in markets that are not considered to be active;
Level 3	Inputs that are unobservable.

Inputs are used in applying the various valuation techniques and broadly refer to the assumptions that market participants use to make valuation decisions, including assumptions about risk. Inputs may include price information, volatility statistics, specific and broad credit data, liquidity statistics, and other factors. A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. However, the determination of what constitutes "observable" requires significant judgment by the Company. The Company considers observable data to be that market data which is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. The categorisation of a financial instrument within the hierarchy is based upon the pricing transparency of the instrument and does not necessarily correspond to the Company's perceived risk of that instrument.

Investments

Investments whose values are traded based on quoted market prices in active markets, and are therefore classified within level 1, include active traded listed equities, certain U.S. government and sovereign obligations, and certain money market securities. The Company does not adjust the quoted price for such instruments, even in situations where the Company holds a large position and a sale could reasonably impact the quoted price.

Investments 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.

Investments classified within level 3 have significant unobservable inputs, as they trade infrequently or not at all. When observable prices are not available for these securities, the Directors use one or more valuation techniques (e.g., the market approach or the income approach) for which sufficient and reliable data is available. Within level 3, the use of the market approach generally consists of using comparable market transactions, while the use of the income approach generally consists of the net present value of estimated future cash flows, adjusted as appropriate for liquidity, credit, market and/or other risk factors.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

4. Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)

Pricing of Suspended Securities of Strategic China Panda Fund

The Strategic China Panda Fund invested in two securities which had both been suspended from trading for the specific reasons outlined below.

Sihuan Pharmaceuticals

Reason for suspension: Breach of listing rules and failure to file annual accounts within timeframe allowed by the Regulator.

On 28 August 2015 the price was written down by the Directors, in consultation with the Investment Manager, by 20% to HKD3.528. This was due to the MSCI China Index having dropped approximately 15% since the stock had been suspended.

On 18 December 2015 the Investment Manager recommended that an additional discount be applied to this position following ongoing correspondence with LBN Advisers Limited, the appointed Investment Advisor to the Fund. The recommended additional discount to be applied to the previously discounted price is 20% bringing the pricing of the position to HKD 2.8224. The price was written down by the Directors, in consultation with the Investment Manager.

The reasons for this additional discount were:

- i) A marked lack of any positive newsflow.
- i) The passage of time makes it increasingly likely that the share price will be significantly impacted when/if trading resumes.

Sihuan Pharmaceuticals resumed trading on 29 February 2016. This security is included as level 3 in the fair value hierarchy table as at 31 December 2015.

Sound Global Limited

Reason for suspension: Breach of listing rules and failure to file annual accounts within timeframe allowed by the Regulator.

On 24 July 2015 the price was written down by the Directors, in consultation with the Investment Manager, to HKD 4 representing a discount of 20% on the calculated replacement cost of the position following the assumption of a current price of HKD5 per share.

On 18 December 2015 the Investment Manager recommended a further discount be applied following ongoing correspondence with LBN Advisers Limited, the appointed Investment Advisor to the Fund. The recommended discount to be applied to the previously discounted price was 10%; bringing the valuation of the position to HKD3.6. The price was written down by the Directors, in consultation with the Investment Manager.

The reasons for this additional discount were:

- ii) A marked lack of any positive newsflow.
- iii) The passage of time makes it increasingly likely that the share price will be significantly impacted when/if trading resumes.

Sound Global Limited was sold on 22 January 2016. This security is included as level 2 in the fair value hierarchy table as at 31 December 2015.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

4. Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)

Derivative Instruments

Derivative instruments can be exchange-traded or privately negotiated over-the-counter ("OTC"). Exchange-traded derivatives, such as futures contracts and exchange traded option contracts, are typically classified within level 1 or level 2 of the fair value hierarchy depending on whether or not they are deemed to be actively traded.

OTC derivatives, such as generic forwards contracts, have inputs which can generally be corroborated by market data and are therefore classified within level 2. In instances where models are used, the value of an OTC derivative depends upon the contractual terms of, and specific risks inherent in, the instrument as well as the availability and reliability of observable inputs. Such inputs include market prices for reference securities, yield curves, credit curves, measures of volatility, prepayment rates and correlations of such inputs.

The fair value hierarchy for the Company's assets and liabilities not measured at fair value is level 1 for cash and cash equivalents and level 2 for subscriptions receivable, redemptions payable, due to/from broker and short-term receivables and payables. The fair value is not disclosed as carrying value is an approximation of the fair value given the short term nature of instruments.

5. Fees and Expenses

Investment Manager's Fees

The Investment Manager is entitled to a fee payable out of the assets of the relevant sub-fund an annual fee accrued at each Valuation Point and payable monthly in arrears at the following rates:

Classes	Strategic China Panda Fund	Strategic Euro Bond Fund	Nippon Growth (UCITS) Fund	Strategic Emerging Europe Fund
Hedged CHF Class	1.50%	-	1.50%	-
CHF Institutional Class	-	0.45%	-	-
CHF Accumulating Class	-	0.75%	-	-
CHF Hedged Institutional Class	1.00%	-	-	-
Euro Class	-	-	-	-
Euro R Class	-	1.10%	-	-
Hedged Euro Class	1.50%	-	1.50%	1.50%
Euro Distributing Class	-	0.75%	-	-
Euro Institutional Class	-	0.45%	-	-
Euro Accumulating Class	-	0.75%	-	-
Euro Hedged Institutional Class	1.00%	-	1.00%	1.00%
Euro Hedged R Class	-	-	2.20%	-
GBP Hedged Class	-	-	1.50%	-
Hedged Sterling Class	1.50%	-	-	-
Sterling Hedged Institutional Class	-	-	1.00%	-
JPY Class A	-	-	1.50%	-
JPY Class B Accumulating	-	-	1.50%	-
JPY Class C Distributing	-	-	1.50%	-
JPY Class D Institutional	-	-	1.00%	-
USD Class	1.50%	-	-	1.50%
USD Hedged R Class	-	1.10%	2.20%	-
USD Institutional Class	1.00%	-	-	1.00%
USD Select Institutional Class	-	-	-	0.55%
USD Hedged Class	-	-	1.50%	-

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

5. Fees and Expenses (continued)

Investment Manager's Fees (continued)

Classes	Strategic Europe Value Fund	Strategic Global Bond Fund	Strategic US Momentum and Value Fund	Strategic Global Quality Fund	Strategic European Smaller Companies Fund
CHF Class	1.50%	-	-	1.50%	-
Hedged CHF Class	-	-	1.50%	-	-
CHF Institutional Class	0.90%	-	-	1.00%	-
CHF Hedged Institutional Class	-	-	1.00%	-	-
Euro Class	1.50%	-	-	1.50%	1.50%
Euro R Class	2.20%	-	-	-	-
Hedged Euro Class	-	-	1.50%	-	-
Euro Institutional Class	0.90%	-	-	1.00%	-
Euro Hedged Institutional Class	-	-	1.00%	-	-
Euro Hedged R Class	-	-	2.20%	-	-
GBP Class	1.50%	-	-	1.50%	-
GBP Institutional Class	0.90%	-	-	1.00%	-
GBP Hedged Institutional Class	-	-	1.00%	-	-
RMB Class	-	0.90%	-	-	-
USD Class	1.50%	0.90%	1.50%	1.50%	-
USD Institutional Class	0.90%	-	1.00%	1.00%	-
USD R Class	2.20%	-	2.20%	-	-
Euro Institutional Distributing class	0.90%				

The Investment Manager may be paid different fees in respect of individual classes within a sub-fund.

In addition to the annual fee payable to the Investment Manager, the Investment Manager is entitled to a performance related fee ("Performance Fee") payable by each share class of the Strategic China Panda Fund, each share class of the Nippon Growth (UCITS) Fund, each share class except USD Select Institutional Class of the Strategic Emerging Europe Fund, each share class of the Strategic Europe Value Fund, each share class of Strategic US Momentum and Value Fund and each share class of the Strategic European Smaller Companies Fund. This Performance Fee will be taken into account on each Valuation Day on the calculation of the Net Asset Value and will be paid semi-annually in arrears as at each of 30 June and 31 December (each a "Crystallisation Date") in line with the performance fee calculation methodology as per the supplement to the prospectus for each sub-fund. The Directors of the Company have resolved to amend the performance fee calculation for the Strategic US Momentum and Value Fund so that with effect from 30 September 2015 the performance fees will crystallise on a quarterly basis. The Investment Manager is not entitled to a Performance Fee on any class of the Strategic Euro Bond Fund, Strategic Global Bond Fund and Strategic Global Quality Fund.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

5. Fees and Expenses (continued)

Investment Manager's Fees (continued)

For the Strategic China Panda Fund and Strategic Emerging Europe Fund, the performance fee equals to 20 per cent of the relative outperformance, if any, of the Net Asset Value per Share (before deducting the amount of any accrued liability for a Performance Fee) over the MSCI Daily Total Return China Panda Index USD and MSCI Emerging Markets Europe Index respectively.

In the Nippon Growth (UCITS) Fund, the performance fee equals to 20 per cent of the relative outperformance, if any, of the Net Asset Value per Share (before deducting the amount of any accrued liability for a Performance Fee) over the Topix Total Return Index.

In the Strategic Europe Value Fund, the performance fee equals to 10 per cent of the relative outperformance for the Euro Institutional Class, CHF Institutional Class, USD Institutional Class and GBP Institutional Class and 20 per cent of the relative outperformance for the GBP Class, USD Class, Euro R Class, USD R Class, CHF Class and Euro Class, if any, of the Net Asset Value per Share (before deducting the amount of any accrued liability for a Performance Fee) over the MSCI Europe Daily Return Index.

In the Strategic US Momentum and Value Fund, the performance fee equals to 15 per cent of the relative outperformance, if any, of the Net Asset Value per Share (before deducting the amount of any accrued liability for a Performance Fee) over the S&P 500 Index.

In the Strategic European Smaller Companies Fund, the Performance Fee is equal to 20 per cent of the relative outperformance, if any, of the Net Asset Value per Share (before deducting the amount of any accrued liability for a Performance Fee) over the STOXX Europe 600 Net Return Index.

The Performance Fee is calculated for each individual share tranche subscribed as at a relevant valuation point. For each subsequent subscription, the subscription amount is added to the Performance Fee as a separate share tranche.

Investment Management fees for the year ended 31 December 2015 amounted to EUR 18,471,720 (2014: EUR 13,649,842) of which EUR 1,791,725 (2014: EUR 1,368,861) was payable at year end.

Performance fees for the year ended 31 December 2015 amounted to EUR 17,102,160 (2014: EUR 2,908,373) of which EUR 13,173,467 (2014: EUR 2,620,528) was payable at year end.

Investment Adviser's Fees

All fees payable to any appointed Investment Adviser shall be paid by the Investment Manager out of the remuneration it receives pursuant to the terms of the Investment Management Agreement. All fees payable to any appointed sub-investment adviser shall be paid by the Investment Adviser out of the remuneration it receives pursuant to the terms of the Investment Management Agreement.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

5. Fees and Expenses (continued)

Administrator's Fees

The Administrator is entitled to a fee payable out of the assets of the Company an annual fee accrued at each Valuation Point and payable monthly in arrears at the following rates for Strategic Emerging Europe Fund, Strategic European Smaller Companies Fund and Strategic Global Quality Fund:

- 0.09% per annum of the Net Asset of each sub-fund on the portion of the Net Asset Value up to EUR 350 million;
- 0.05% per annum of the Net Asset of each sub-fund on the portion of the Net Asset Value in excess of EUR 350 million;

subject to a monthly minimum fee of EUR 2,000 borne by each sub-fund (plus VAT, if any thereon).

The following rates are for Strategic China Panda Fund, Strategic Euro Bond Fund, Nippon Growth (UCITS) Fund, Strategic Europe Value Fund, Strategic Global Bond Fund and Strategic US Momentum and Value Fund:

- 0.1% per annum of the Net Asset of each sub-fund on the portion of the Net Asset Value up to EUR 350 million;
- 0.075% per annum of the Net Asset of each sub-fund on the portion of the Net Asset Value in excess of EUR 350 million;

subject to a monthly minimum fee of EUR 4,000 and borne by each sub-fund (plus VAT, if any thereon).

The Administrator is also entitled to the following:

- a FATCA administration service fee of USD 4,100 per annum (2014: 4,985)
- a flat fee of EUR 5,000 for each set of financial statements prepared.
- a transaction fee in respect of shareholder dealing and registration services at a rate of EUR 50 per transaction including subscriptions, redemptions, transfers and conversions.
- reimbursement for reasonable out-of-pocket expenses incurred on behalf of each sub-fund which shall include legal fees, couriers' fees and telecommunication costs and expenses together with VAT, if any, thereon, subject to a minimum of EUR 300 per month.
- a flat fee of EUR 7,000 in the event of termination of the fund.
- an additional fee subject to a maximum of EUR 5,000 in the event of reorganisation of the fund.

The Administrator's fee for the year ended 31 December 2015 amounted to EUR 1,774,697 (2014: EUR 1,331,686) of which EUR 289,177 (2014: EUR 209,422) was payable at year end.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

5. Fees and Expenses (continued)

Custodian's Fees

The Custodian is entitled to receive out of the assets of the Company an annual fee, accrued at each Valuation Point and payable monthly in arrears, which shall not exceed

- 0.05% per annum of the Net Asset of each sub-fund on the portion of the Net Asset Value up to EUR 350 million;
- 0.003% per annum of the Net Asset of each sub-fund on the portion of the Net Asset Value in excess of EUR 350 million;

subject to a minimum monthly fee of EUR 2,000 and borne by each sub-fund (plus VAT, if any) thereon.

The Custodian is also entitled to be repaid all of its disbursements out of the assets of the relevant sub-fund, including legal fees, couriers' fees, transaction charges and telecommunication costs and expenses and the fees, transaction charges and expenses of any sub-custodian appointed by it which shall be at normal commercial rates together with VAT, if any, thereon. The Custodian fees for the year ended 31 December 2015 amounted to EUR 1,016,629 (2014: EUR 843,515) of which EUR 147,700 (2014: EUR 101,244) was payable at year end.

Directors' Fees

The Articles of Association authorise the Directors to charge a fee for their services at a rate determined by the Directors and the Directors may be entitled to special remuneration if called upon to perform any special or extra services to the Company. All Directors will be entitled to reimbursement by the Company of expenses properly incurred in connection with the business of the Company or the discharge of their duties.

The Directors fees for the year ended 31 December 2015 amounted to EUR 293,552 (2014: EUR 237,883) of which EUR 73,907 (2014: EUR Nil) was payable at year end.

Consulting Fees

The Company has appointed Bridge Consulting to provide services to assist the Directors in carrying out the management functions specified by the Central Bank of Ireland. From 17 July 2014, Bridge Consulting receives an annual fee for governance services of no more than EUR 50,000 increased from EUR 40,000, payable out of the assets of the Company, accrued weekly and payable quarterly in arrears.

The Consulting fees for the year ended 31 December 2015 amounted to EUR 64,462 (2014: EUR 54,972). The reason that this exceeds EUR 50,000 is due to the foreign exchange conversion across the sub-funds.

Legal Fees

The Company has appointed Dillon Eustace as legal adviser to the Company. The legal fees for the year ended 31 December 2015 amounted to EUR 135,920 (2014: EUR 115,121).

Company Secretarial Fees

The Company has appointed Chartered Corporate Services as company secretary to the Company. The Company Secretarial fees for the year ended 31 December 2015 amounted to EUR 19,993 (2014: EUR 31,339).

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

5. Fees and Expenses (continued)

Transaction costs

The below table provides a breakdown of the total transaction costs for the year ended 31 December 2015 and 2014.

	2015	2014
Strategic China Panda Fund	USD 2,515,950	USD 3,107,809
Strategic Euro Bond Fund	EUR 4,150	EUR 3,363
Nippon Growth (UCITS) Fund	JPY 13,803,223	JPY 10,809,246
Strategic Emerging Europe Fund	USD 525,721	USD 350,627
Strategic Europe Value Fund	EUR 2,586,452	EUR 690,797
Strategic Global Bond Fund	USD 21,231	USD 12,596
Strategic US Momentum & Value Fund	USD 424,738	USD 277,572
Strategic Global Quality Fund	USD 24,392	USD 6,925
Strategic European Smaller Companies Fund	EUR 42,310	-
Total	EUR 5,918,935	EUR 3,614,467

6. Share Capital

The authorised share capital of the Company is 500,000,000,000 shares of no par value initially designated as redeemable participating shares and 300,000 redeemable non-participating shares of no par value.

The Company's objective is managing the redeemable share capital to ensure a stable and strong base to maximise returns to all investors, and to manage liquidity risk arising from redemptions.

The Company is a self managed UCITS company and the minimum capital requirement is met by taking into account the participating and non-participating shares.

Non-participating shares do not entitle the holders thereof to any dividend and on a winding up entitle the holders thereof to receive the amount paid up thereon but do not otherwise entitle them to participate in the assets of the Company. The Directors have the power to allot shares in the capital of the Company on such terms and in such manner as they may think fit. The authorised share capital of the Company is 300,000 redeemable non-participating shares of no par value and 500,000,000,000 participating shares of no par value. There are two non-participating shares currently in issue. Non-participating shares have not been included in these financial statements.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

6. Share Capital (continued)

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

	At 1 January 2015	Shares Issued	Shares Redeemed	At 31 December 2015
Strategic China Panda Fund				
-USD Class	87,316.300	14,038.084	(68,265.744)	33,088.640
-Hedged Euro Class	31,865.842	2,878.417	(17,429.643)	17,314.616
-Hedged Sterling Class	318.603	80.464	(132.867)	266.200
-USD Institutional Class	95,313.843	17,820.802	(54,225.833)	58,908.812
-Euro Hedged Institutional Class	-	7,230.896	(180.000)	7,050.896
Strategic Euro Bond Fund				
-Euro Distributing Class	15,476.572	1,293.291	(7,739.647)	9,030.216
-Euro Accumulating Class	47,010.483	6,317.025	(13,633.282)	39,694.226
-EUR Institutional Class	17,796.745	48,091.648	(15,117.256)	50,770.137
-CHF Accumulating Class	23,666.910	5,998.630	(6,699.967)	22,965.573
-CHF Institutional Class	2,430.000	-	(2,030.000)	400.000
Nippon Growth (UCITS) Fund				
-Hedged Euro Class	26,784.637	3,516.269	(6,851.753)	23,449.153
-JPY Class A Class	4,822.401	-	(1,375.547)	3,446.854
-JPY Class B Class	85,708.619	49,976.505	(46,039.795)	89,645.329
-JPY Class C Class	400.000	-	(400.000)	-
-JPY Class D Institutional	114,743.115	52,762.783	(37,539.496)	129,966.402
-Euro Hedged Institutional Class	4,590.544	2,744.778	(4,110.850)	3,224.472
-Sterling Hedged Institutional Class	12,612.639	1,900.336	(1,711.982)	12,800.993
Strategic Emerging Europe Fund				
-USD Class	8,221.381	723.439	(8,944.820)	-
-Hedged Euro Class	14,336.135	271.712	(14,607.847)	-
-USD Institutional Class	2,081.395	-	(2,081.395)	-
-USD Select Institutional Class	74,854.608	16,561.364	(91,415.972)	-
Strategic Europe Value Fund				
-Euro Class	826,245.726	1,116,141.123	(397,220.179)	1,545,166.670
-EUR Institutional Class	438,819.379	2,093,700.422	(200,576.397)	2,331,943.404
-CHF Class	316,808.234	141,010.564	(81,262.471)	376,556.327
-Sterling Institutional Class	46,457.500	62,490.133	(2,351.000)	106,596.633
-Euro Institutional Distributing Class	-	505,364.797	-	505,364.797
-USD Institutional Class	-	108,630.000	-	108,630.000
-Euro Retail Class	-	98.500	-	98.500

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

6. Share Capital (continued)

	At 1 January 2015	Shares Issued	Shares Redeemed	At 31 December 2015
Strategic Global Bond Fund				
-USD Class	77,235.720	24,398.317	(32,058.473)	69,575.564
-RMB Class	31,369.052	517.700	(10,596.640)	21,290.112
Strategic US Momentum and Value Fund				
-USD Class	291,346.966	112,294.695	(77,707.285)	325,934.376
-Hedged Euro Class	36,961.575	24,597.748	(33,109.475)	28,449.848
-Hedged CHF Class	21,990.440	28,255.325	(23,520.416)	26,725.349
-USD Institutional Class	25,884.668	67,638.186	(687.528)	92,835.326
Strategic Global Quality Fund				
-USD Institutional Class	51,000.000	64,241.425	(936.455)	114,304.970
Strategic European Smaller Companies Fund				
- Euro Class	-	38,687.249	(4,072.451)	34,614.798
	At 1 January 2014	Shares Issued	Shares Redeemed	At 31 December 2014
Strategic China Panda Fund				
-USD Class	107,192.351	55,315.668	(75,191.719)	87,316.300
-Hedged Euro Class	39,931.359	12,574.640	(20,640.157)	31,865.842
-Hedged Sterling Class	1,649.397	108.051	(1,438.845)	318.603
-USD Institutional Class	-	112,967.043	(17,653.200)	95,313.843
Strategic Euro Bond Fund				
-Euro Distributing Class	11,396.545	8,257.867	(4,177.840)	15,476.572
-Euro Accumulating Class	34,751.799	21,298.717	(9,040.033)	47,010.483
-EUR Institutional Class	6,861.901	11,930.293	(995.449)	17,796.745
-CHF Accumulating Class	10,202.875	16,224.901	(2,760.866)	23,666.910
-CHF Institutional Class	-	8,000.000	(5,570.000)	2,430.000
Nippon Growth (UCITS) Fund				
-Hedged Euro Class	18,626.548	19,454.169	(11,296.080)	26,784.637
-JPY Class A Class	6,115.976	-	(1,293.575)	4,822.401
-JPY Class B Class	93,705.505	23,356.448	(31,353.334)	85,708.619
-JPY Class C Class	734.639	-	(334.639)	400.000
-JPY Class D Institutional	68,785.941	51,504.877	(5,547.703)	114,743.115
-Euro Hedged Institutional Class	15,161.250	3,661.382	(14,232.088)	4,590.544
-Sterling Hedged Institutional Class	-	12,919.880	(307.241)	12,612.639

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

6. Share Capital (continued)

	At 1 January 2014	Shares Issued	Shares Redeemed	At 31 December 2014
Strategic Emerging Europe Fund				
-USD Class	3,067.625	9,535.467	(4,381.711)	8,221.381
-Hedged Euro Class	12,674.733	12,744.222	(11,082.820)	14,336.135
-USD Institutional Class	52,712.540	5,971.445	(56,602.590)	2,081.395
-USD Select Institutional Class	-	74,854.608	-	74,854.608
Strategic Europe Value Fund				
-Euro Class	670,266.250	277,784.121	(121,804.645)	826,245.726
-EUR Institutional Class	194,420.080	311,772.551	(67,373.252)	438,819.379
-CHF Class	243,433.101	126,704.539	(53,329.406)	316,808.234
-Sterling Institutional Class	-	46,734.500	(277.000)	46,457.500
Strategic Global Bond Fund				
-USD Class	66,622.562	21,355.321	(10,742.163)	77,235.720
-RMB Class	37,988.703	5,770.481	(12,390.132)	31,369.052
Strategic US Momentum and Value Fund				
-USD Class	239,079.016	84,131.995	(31,864.045)	291,346.966
-Hedged Euro Class	5,276.455	34,639.433	(2,954.313)	36,961.575
-Hedged CHF Class	7,112.215	18,198.032	(3,319.807)	21,990.440
-USD Institutional Class	-	25,884.668	-	25,884.668
Strategic Global Quality Fund				
-USD Institutional Class	-	51,000.000	-	51,000.000

7. Risks Associated with Financial Instruments

Risk profile

The Company's risks are those set out in the Prospectus and each supplement and any consideration of risk here should be viewed in the context of the Prospectus which is the primary documentation governing the operations of the Company and any subscriptions and redemptions.

The Company's activities expose it to a variety of financial risks: market risk (including equity price risk, currency risk and interest rate risk), credit risk and liquidity risk. The Company's overall risk management process focuses on the unpredictability of financial markets and seeks to mitigate potential adverse effects on the Company's financial performance.

The Investment Manager seeks to mitigate the financial risk in the Company in its daily risk management process. From year to year, the Company's exposure to risk will alter as market conditions change and as the components of the portfolio change and are adjusted through trading, subscriptions and redemptions. With regard to the objectives, policies and processes for managing the risk, whilst adapting to the current market conditions, the approach will remain consistent from year to year.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

Risk profile (continued)

The Investment Manager has advised the Directors that the Commitment Approach to measuring position exposure is an adequate measure of risk and the global exposure and leverage of each sub-fund is calculated on this basis.

Limitations of sensitivity analyses

The sensitivity analyses in the notes below, of the risk factors, represent sensitivity analyses of the effect of movements in various risk variables on the Company's performance. In certain cases a linear relationship between movements in the risk variable and the Company's performance is assumed to create the sensitivity analyses. In reality, a linear relationship is unlikely. The various analysis shown are static scenarios and represent the effect on the Company of movements in a single risk variable. In reality, the Company is affected by dynamic movements in these risk variables and in a global context the risk variables have certain inter-relationships which cause dynamic movements in the variables. As a result, it should be noted that movements to the Company may be greater than that shown in the sensitivity analysis.

The analysis is that of a reasonably possible change in the relevant risk variable and not a worst case or best case analysis. IFRS 7, 'Financial Instruments Disclosure', does not require a sensitivity analysis of the worst case scenario, but states that analysis should be of reasonably possible changes. The analysis should not be taken to rule out a worst case scenario occurring in the future the impact of which is greater than the represented adverse movements in Company performance.

It should be noted that future exposures may differ from exposures at the Statement of Financial Position date.

The potential for changes in the fair value or cash flows of the sub-funds' investment portfolios is referred to as Market Risk. Categories of Market Risk include equity price risk, currency risk and interest rate risk.

(a) Market Risk

(i) Equity Price Risk

Equity price risk is the risk that the value of instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer or all factors affecting all instruments traded in the market. The equity securities held by the sub-funds are held at fair value with fair value changes recognised in the Statement of Comprehensive Income. All changes in market conditions will therefore directly affect net investment income for these sub-funds. The sub-funds manage this exposure to individual price movements of underlying positions by only making investments which are in line with the investment restrictions.

The investment restrictions aim to ensure that the sub-funds are not overly exposed to individual investments through spreading the investment across a significant number of investments, and ensuring that the investments that are made are subject to conditions such as being listed or traded on a recognised world exchange or are subject to market capitalisation requirements.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(a) Market Risk (continued)

(i) Equity Price Risk (continued)

The below table provides an analysis of the management's best estimate of the effect on net assets and profit/(loss) of the respective sub-fund due to a reasonably possible change in market indices, with all other variables held constant. In practice, the actual results may differ from the sensitivity analysis below and the difference could be material. Following is the analysis as at 31 December 2015 and 31 December 2014:

Sub-fund	Market index	Change in market index 31 December 2015	Portfolio Beta 31 December 2015	Effect on net assets and profit/(loss) 31 December 2015
Strategic China Panda Fund	MSCI DAILY TOTAL RETURN CHINA PANDA (in USD terms)	+5%	0.80	USD6,941,591
Strategic China Panda Fund	MSCI DAILY TOTAL RETURN CHINA PANDA (in USD terms)	-5%	0.80	USD(6,941,591)
Nippon Growth (UCITS) Fund	TOPIX TOTAL RETURN	+5%	0.99	JPY1,071,752,569
Nippon Growth (UCITS) Fund	TOPIX TOTAL RETURN	-5%	0.99	JPY(1,071,752,569)
Strategic Europe Value Fund	MSCI EUROPE NET TOTAL RETURN	+5%	0.85	EUR38,115,960
Strategic Europe Value Fund	MSCI EUROPE NET TOTAL RETURN	-5%	0.85	EUR(38,115,960)
Strategic US Momentum and Value Fund	S&P 500	+5%	0.94	USD15,336,986
Strategic US Momentum and Value Fund	S&P 500	-5%	0.94	USD(15,336,986)
Strategic Global Quality Fund	MSCI WORLD NET TOTAL RETURN	+5%	0.75	USD491,040
Strategic Global Quality Fund	MSCI WORLD NET TOTAL RETURN	-5%	0.75	USD(491,040)
Strategic European Smaller Companies Fund	STOXX EUROPE 600 NET RETURN	+5%	0.63	EUR1,082,575
Strategic European Smaller Companies Fund	STOXX EUROPE 600 NET RETURN	-5%	0.63	EUR(1,082,575)

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(a) Market Risk (continued)

(i) Equity Price Risk (continued)

Sub-fund	Market index	Change in market index 31 December 2014	Portfolio Beta 31 December 2014	Effect on net assets and profit/(loss) 31 December 2014
Strategic China Panda Fund	MSCI CHINA (in USD terms)	+5%	0.60	USD10,997,169
Strategic China Panda Fund	MSCI CHINA (in USD terms)	-5%	0.60	USD(10,997,169)
Nippon Growth (UCITS) Fund	TOPIX TOTAL RETURN	+5%	0.95	JPY1,012,628,154
Nippon Growth (UCITS) Fund	TOPIX TOTAL RETURN	-5%	0.95	JPY(1,012,628,154)
Strategic Emerging Europe Fund	MSCI EM EUROPE	+5%	0.49	USD1,920,834
Strategic Emerging Europe Fund	MSCI EM EUROPE	-5%	0.49	USD(1,920,834)
Strategic Europe Value Fund	MSCI EUROPE	+5%	0.80	EUR9,947,847
Strategic Europe Value Fund	MSCI EUROPE	-5%	0.80	EUR(9,947,847)
Strategic US Momentum and Value Fund	S&P 500	+5%	0.89	USD12,746,669
Strategic US Momentum and Value Fund	S&P 500	-5%	0.89	USD(12,746,669)

This analysis is not provided for the Strategic Euro Bond Fund and the Strategic Global Bond Fund as these sub-funds do not hold equity securities and therefore do not have a significant exposure to movement in equity prices.

(ii) Currency Risk

Currency risk is the risk that the fair value of a financial instrument will fluctuate because of changes in foreign exchange rates. The sub-funds may hold assets or liabilities denominated in currencies other than the functional currencies of the respective sub-funds. Each sub-fund may, therefore, be exposed to currency risk as the value of the assets and liabilities denominated in other currencies other than the functional currency may fluctuate as a result of movements in the exchange rates.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(a) Market Risk (continued)

(ii) Currency Risk (continued)

The sub-funds may enter into forward foreign exchange contracts to hedge the currency exposures of securities denominated in a currency other than the functional currency of the relevant sub-fund and to hedge against other changes in currency rates which may have an impact on a sub-fund. Forward foreign exchange contracts may be also used by the Investment Manager to hedge the currency exposure on behalf of investors invested in foreign currency share classes offered by each sub-fund in relation to the functional currency of that sub-fund.

Any financial instruments used to implement such strategies with respect to one or more classes shall be assets/liabilities of a sub-fund as a whole but will be attributable to the relevant class and the gains/losses on and the costs of the relevant financial instruments will accrue solely to the relevant class.

The table below outlines the sub-funds' net foreign currency risk exposure as at the Statement of Financial Position date.

Strategic China Panda Fund 31 December 2015

	Non-Monetary Asset	Monetary Asset and Liabilities	Forward FX Contract (notional amounts)	Total
	USD	USD	USD	USD
Euro	-	(136,493)	48,211,080	48,074,587
Great British Pound	-	2,635	866,696	869,331
Hong Kong Dollar	129,414,972	8,371,232	-	137,786,204
Swiss Franc	-	(219)	-	(219)
Total	129,414,972	8,237,155	49,077,776	186,729,903

31 December 2014

	Non-Monetary Asset	Monetary Asset and Liabilities	Forward FX Contract (notional amounts)	Total
	USD	USD	USD	USD
Euro	-	(195,585)	83,827,177	83,631,592
Great British Pound	-	8,200	1,094,299	1,102,499
Hong Kong Dollar	291,479,327	(13,281,625)	-	278,197,702
Total	291,479,327	(13,469,010)	84,921,476	362,931,793

The forward fx contract exposure amounts in the above table arise as a result of forward contracts entered into by Company to hedge currency risk exposure on the following non-base share classes.

	Total Net Assets 2015 USD	Total Net Assets 2014 USD
Hedged Euro Class	40,981,966	85,088,997
Hedged Sterling Class	867,288	1,110,016
Euro Hedged Institutional Class	7,230,052	-

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(a) Market Risk (continued)

(ii) Currency Risk (continued)

Strategic Euro Bond Fund 31 December 2015

	Monetary Asset and Liabilities	Forward FX Contract (notional amounts)	Total
	EUR	EUR	EUR
Swiss Franc	29,580	21,135,647	21,165,227
Great British Pound	(5,498)	-	(5,498)
US Dollar	(95,959)	-	(95,959)
Total	(71,877)	21,135,647	21,063,770

31 December 2014

	Monetary Asset and Liabilities	Forward FX Contract (notional amounts)	Total
	EUR	EUR	EUR
Swiss Franc	(1,862)	22,184,183	22,182,321
Great British Pound	(3,219)	-	(3,219)
US Dollar	(38,454)	-	(38,454)
Total	(43,535)	22,184,183	22,140,648

The forward fx contract exposure amounts in the above table arise as a result of forward contracts entered into by Company to hedge currency risk exposure on the following non-base share classes.

	Total Net Assets 2015 EUR	Total Net Assets 2014 EUR
CHF Accumulating class	20,729,790	20,105,167
CHF Institutional class	363,921	2,074,702

Nippon Growth (UCITS) Fund 31 December 2015

	Monetary Asset and Liabilities	Forward FX Contract (notional amounts)	Total
	JPY	JPY	JPY
Euro	(16,848,740)	3,839,860,791	3,823,012,051
Great British Pound	3,495,622	2,691,218,036	2,694,713,658
US Dollar	(3,148,089)	-	(3,148,089)
Swiss Franc	(23,173)	-	(23,173)
Total	(16,524,380)	6,531,078,827	6,514,554,447

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(a) Market Risk (continued)

(ii) Currency Risk (continued)

Nippon Growth (UCITS) Fund (continued) 31 December 2014

	Monetary Asset and Liabilities	Forward FX Contract (notional amounts)	Total
	JPY	JPY	JPY
Euro	(2,967,078)	4,973,526,068	4,970,558,990
Great British Pound	(17,314,368)	2,786,952,533	2,769,638,165
US Dollar	(1,610,441)	-	(1,610,441)
Total	(21,891,887)	7,760,478,601	7,738,586,714

The forward fx contract exposure amounts in the above table arise as a result of forward contracts entered into by Company to hedge currency risk exposure on the following non-base share classes.

	Total Net Assets 2015 JPY	Total Net Assets 2014 JPY
Hedged Euro Class	3,339,942,954	4,150,513,787
Euro Hedged Institutional Class	541,072,758	833,037,281
GBP Hedged Institutional Class	2,714,022,513	2,733,964,388

Strategic Emerging Europe Fund 31 December 2014

	Non-Monetary Asset	Monetary Asset and Liabilities	Forward FX Contract (notional amounts)	Total
	USD	USD	USD	USD
Czech Krona	3,360,598	4,954	-	3,365,552
Euro	14,976,060	(141,000)	12,986,253	27,821,313
Great British Pound	5,175,446	9,347	-	5,184,793
Hungarian Forint	-	25	-	25
Israeli Shekel	-	5,771	-	5,771
Polish Zloty	-	1,258	-	1,258
Turkish Lira	4,586,916	1,706	-	4,588,622
Total	28,099,020	(117,939)	12,986,253	40,967,334

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(a) Market Risk (continued)

(ii) Currency Risk (continued)

Strategic Emerging Europe Fund (continued)

The forward fx contract exposure amounts in the above table arise as a result of forward contracts entered into by Company to hedge currency risk exposure on the following non-base share classes.

	Total Net Assets 2014 USD
Hedged Euro Class	13,105,791

Strategic Europe Value Fund 31 December 2015

	Non-Monetary Asset	Monetary Asset and Liabilities	Forward FX Contract (notional amounts)	Total
	EUR	EUR	EUR	EUR
US Dollar	95,371,073	387,746	9,664,965	105,423,784
Great British Pound	249,631,837	183,960	19,463,956	269,279,753
Danish Krone	41,248,161	7,822	-	41,255,983
Swedish Krona	46,217,861	4,200	-	46,222,061
Swiss Franc	95,690,516	(1,317,731)	57,770,115	152,142,900
Total	528,159,448	(734,003)	86,899,036	614,324,481

31 December 2014

	Non-Monetary Asset	Monetary Asset and Liabilities	Forward FX Contract (notional amounts)	Total
	EUR	EUR	EUR	EUR
Norwegian Krone	-	168	-	168
US Dollar	19,596,674	238,318	-	19,834,992
Great British Pound	58,106,199	624,420	6,444,854	65,175,473
Hong Kong Dollar	-	54	-	54
Danish Krone	14,083,140	10,712	-	14,093,852
Swedish Krona	11,101,756	1,557	-	11,103,313
Swiss Franc	33,577,640	81,821	36,175,010	69,834,471
Japanese Yen	-	38	-	38
Total	136,465,409	957,088	42,619,864	180,042,361

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(a) Market Risk (continued)

(ii) Currency Risk (continued)

Strategic Europe Value Fund (continued)

The forward fx contract exposure amounts in the above table arise as a result of forward contracts entered into by Company to hedge currency risk exposure on the following non-base share classes.

	Total Net Assets 2015 EUR	Total Net Assets 2014 EUR
CHF Class	58,118,660	36,347,075
Sterling Class	19,646,940	6,487,980
USD Institutional Class	9,748,035	-

Strategic Global Bond Fund 31 December 2015

	Monetary Asset and Liabilities USD	Forward FX Contract (notional amounts) USD	Total USD
Euro	(121,818)	-	(121,818)
Great British Pound	(5,538)	-	(5,538)
Chinese Renminbi Yuan	-	22,303,487	22,303,487
Swiss Franc	(109)	-	(109)
Total	(127,465)	22,303,487	22,176,022

31 December 2014

	Monetary Asset and Liabilities USD	Forward FX Contract (notional amounts) USD	Total USD
Euro	(100,604)	-	(100,604)
Great British Pound	(3,897)	-	(3,897)
Chinese Renminbi Yuan	-	33,960,804	33,960,804
Total	(104,501)	33,960,804	33,856,303

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(a) Market Risk (continued)

(ii) Currency Risk (continued)

Strategic US Momentum and Value Fund 31 December 2015

	Monetary Asset and Liabilities	Forward FX Contract (notional amounts)	Total
	USD	USD	USD
Swiss Franc	47,014	14,156,118	14,203,132
Euro	(197,438)	16,465,761	16,268,323
Great British Pound	(8,129)	-	(8,129)
Total	(158,553)	30,621,879	30,463,326

31 December 2014

	Monetary Asset and Liabilities	Forward FX Contract (notional amounts)	Total
	USD	USD	USD
Swiss Franc	21,416	12,475,903	12,497,319
Euro	(162,592)	25,299,319	25,136,727
Great British Pound	(3,897)	-	(3,897)
Canadian Dollar	3,989	-	3,989
Total	(141,084)	37,775,222	37,634,138

The forward fx contract exposure amounts in the above table arise as a result of forward contracts entered into by Company to hedge currency exposure on the following non-base share classes.

	Total Net Assets 2015 USD	Total Net Assets 2014 USD
Hedged CHF Class	14,114,279	12,418,547
Hedged Euro Class	16,441,646	25,199,578

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(a) Market Risk (continued)

(ii) Currency Risk (continued)

Strategic Global Quality Fund 31 December 2015

	Non-Monetary Asset	Monetary Asset and Liabilities	Forward FX Contract (notional amounts)	Total
	USD	USD	USD	USD
Swiss Franc	499,382	1	-	499,383
Euro	1,524,132	470	-	1,524,602
Great British Pound	3,890,397	6,659	-	3,897,056
Japanese Yen	494,670	5,997	(498,102)	2565
Danish Krone	-	124	-	124
Swedish Krona	222,488	-	-	222,488
	6,631,069	13,251	(498,102)	6,146,218

Strategic Global Quality Fund 31 December 2014

	Non-Monetary Asset	Monetary Asset and Liabilities	Forward FX Contract (notional amounts)	Total
	USD	USD	USD	USD
Swiss Franc	149,072	1,267	-	150,339
Euro	451,221	(449,843)	-	1,378
Great British Pound	1,097,192	(641,921)	-	455,271
	1,697,485	(1,090,497)	-	606,988

Strategic European Smaller Companies Fund 31 December 2015

	Non-Monetary Asset	Monetary Asset and Liabilities	Forward FX Contract (notional amounts)	Total
	EUR	EUR	EUR	EUR
Great British Pound	-	(3,188)	-	(3,188)
Swiss Franc	4,861,846	176,731	-	5,038,577
US Dollar	-	(176)	-	(176)
	4,861,846	173,367	-	5,035,213

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(a) Market Risk (continued)

(ii) Currency Risk (continued)

At 31 December 2015, had any non-functional currencies strengthened by 5% in relation to the respective functional currency of each of the sub-funds, with all other variables held constant, net assets attributable to holders of redeemable participating shares would have increased by the amounts shown below.

Strategic China Panda Fund

	31 December 2015	31 December 2014
	USD	USD
Euro	2,403,729	4,181,580
Great British Pound	43,467	55,125
Hong Kong Dollar	6,889,310	13,909,885
Swiss Franc	(11)	-
Total	9,336,495	18,146,590

Strategic Euro Bond Fund

	31 December 2015	31 December 2014
	EUR	EUR
Swiss Franc	1,058,262	1,109,116
Great British Pound	(275)	(161)
US Dollar	(4,798)	(1,923)
Total	1,053,189	1,107,032

Nippon Growth (UCITS) Fund

	31 December 2015	31 December 2014
	JPY	JPY
Euro	191,150,603	248,527,950
Great British Pound	134,735,683	138,481,908
US Dollar	(157,404)	(80,522)
Swiss Franc	(1,159)	-
Total	325,727,722	386,929,336

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(a) Market Risk (continued)

(ii) Currency Risk (continued)

Strategic Emerging Europe Fund

31 December 2014

USD

Czech Krona	168,278
Euro	1,391,066
Great British Pound	259,240
Hungarian Forint	1
Israeli Shekel	288
Polish Zloty	63
Turkish Lira	229,431
Total	2,048,367

Strategic Europe Value Fund

31 December 2015

31 December 2014

EUR

EUR

Norwegian Krone	-	8
US Dollar	5,271,189	991,749
Great British Pound	13,463,988	3,258,774
Hong Kong Dollar	-	3
Danish Krone	2,062,799	704,693
Swedish Krona	2,311,103	555,166
Swiss Franc	7,607,145	3,491,723
Japanese Yen	-	2
	30,716,224	9,002,118

Strategic Global Bond Fund

31 December 2015

31 December 2014

USD

USD

Euro	(6,091)	(5,030)
Great British Pound	(277)	(195)
Chinese Renminbi Yuan	1,115,174	1,698,040
Swiss Franc	(5)	-
Total	1,108,801	1,692,815

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(a) Market Risk (continued)

(ii) Currency Risk (continued)

Strategic US Momentum and Value Fund

	31 December 2015	31 December 2014
	USD	USD
Swiss Franc	710,157	624,866
Euro	813,416	1,256,836
Great British Pound	(407)	(195)
Canadian Dollar	-	200
	<u>1,523,166</u>	<u>1,881,707</u>

Strategic Global Quality Fund

	31 December 2015	31 December 2014
	USD	USD
Swiss Franc	24,969	7,517
Euro	76,230	69
Great British Pound	194,853	22,763
Danish Krone	6	-
Swedish Krona	11,124	-
Japanese Yen	128	-
	<u>307,311</u>	<u>30,349</u>

Strategic European Smaller Companies Fund

	31 December 2015
	EUR
Swiss Franc	251,929
Great British Pound	(159)
US Dollar	(9)
	<u>251,761</u>

A 5% decrease in non-functional currencies in relation to the respective functional currency of each of the sub-funds, with all other variables held constant, would lead to a corresponding decrease in the net assets attributable to holders of redeemable participating shares by the exact amounts as shown in the above tables. The estimated movement is based on management's determination of a reasonably possible change in foreign exchange rates. In practice, the actual results may differ from the sensitivity analysis above and the difference could be material.

(iii) Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(a) Market Risk (continued)

(iii) Interest Rate Risk (continued)

The portfolio of investments held by the Strategic Euro Bond Fund and Strategic Global Bond Fund includes debt securities. Strategic Emerging Europe Fund has been terminated. The fair values of debt securities will fluctuate in response to changes in market interest rates. Increases and decreases in prevailing interest rates generally translate into decreases and increases in fair values of those instruments. Additionally fair values of interest rate sensitive instruments may be affected by the creditworthiness of the issuer, prepayment options, relative values of alternative investments, the liquidity of the instrument and other general market conditions. Fixed interest rate investments may be more sensitive to interest rate changes than variable rate investments.

The majority of the financial assets and liabilities held by the other sub-funds, Strategic China Panda Fund, Nippon Growth (UCITS) Fund, Strategic Europe Value Fund, Strategic US Momentum and Value Fund, Strategic Global Quality Fund and Strategic European Smaller Companies Fund are non-interest bearing. Interest bearing financial assets and liabilities include cash at bank which matures or reprices in the short-term, no longer than 3 months. As a result, these sub-funds are subject to limited exposure to fair value interest rate risk due to fluctuations in the prevailing levels of market interest rates.

The Investment Manager mitigates interest rate risk by constructing a diversified portfolio of debt securities with differing modified duration and term to maturity characteristics, which acts to reduce the sub-fund's overall exposure to interest rate risk. The Investment Manager constantly monitors its view of the sub-fund's exposure to interest rate risk and makes decisions accordingly about the composition of the sub-fund's portfolio of debt securities in order to ensure the interest rate risk in the portfolio is maintained at an appropriate level.

The following tables detail the sub-funds' exposure to interest rate risk at 31 December 2015. It includes the sub-funds' assets and liabilities at fair values, categorised by the earlier of contractual re-pricing or maturity date measured by the carrying value of assets and liabilities.

Strategic Euro Bond Fund

31 December 2015	Less than 1 year EUR	1-3 years EUR	More than 3 years EUR	Non-interest bearing EUR	Total EUR
Non interest bearing					
Derivative contracts (fair value)	-	-	-	(178,089)	(178,089)
Other assets and liabilities	-	-	-	2,160,687	2,160,687
Cash flow interest rate risk					
Debt securities	4,045,350	22,291,805	95,876,400	-	122,213,555
Cash at bank	2,309,882	-	-	-	2,309,882
Total	6,355,232	22,291,805	95,876,400	1,982,598	126,506,035

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(a) Market Risk (continued)

(iii) Interest Rate Risk (continued)

Strategic Euro Bond Fund (continued)

31 December 2014	Less than 1 year EUR	1-3 years EUR	More than 3 years EUR	Non-interest bearing EUR	Total EUR
Non interest bearing					
Derivative contracts (fair value)	-	-	-	(922,533)	(922,533)
Other assets and liabilities	-	-	-	2,777,427	2,777,427
Cash flow interest rate risk					
Debt securities	-	4,363,450	103,261,150	-	107,624,600
Cash at bank	2,085,029	-	-	-	2,085,029
Total	<u>2,085,029</u>	<u>4,363,450</u>	<u>103,261,150</u>	<u>1,854,894</u>	<u>111,564,523</u>

Strategic Emerging Europe Fund

31 December 2014	Less than 1 year USD	1-3 years USD	More than 3 years USD	Non-interest bearing USD	Total USD
Non interest bearing					
Equity securities	-	-	-	51,640,159	51,640,159
Derivative contracts (fair value)	-	-	-	8,021,816	8,021,816
Other assets and liabilities	-	-	-	24,675	24,675
Cash flow interest rate risk					
Debt securities	12,262,406	670,009	-	-	12,932,415
Cash at bank	5,782,326	-	-	-	5,782,326
Total	<u>18,044,732</u>	<u>670,009</u>	<u>-</u>	<u>59,686,650</u>	<u>78,401,391</u>

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(a) Market Risk (continued)

(iii) Interest Rate Risk (continued)

Strategic Global Bond Fund

31 December 2015	Less than 1 year USD	1-3 years USD	More than 3 years USD	Non-interest bearing USD	Total USD
Non interest bearing					
Derivative contracts (fair value)	-	-	-	12,399	12,399
Other assets and liabilities	-	-	-	842,138	842,138
Cash flow interest rate risk					
Debt securities	23,857,168	25,719,886	41,073,256	-	90,650,310
Cash at bank	3,136,445	-	-	-	3,136,445
Total	26,993,613	25,719,886	41,073,256	854,537	94,641,292

31 December 2014	Less than 1 year USD	1-3 years USD	More than 3 years USD	Non-interest bearing USD	Total USD
Non interest bearing					
Derivative contracts (fair value)	-	-	-	116,708	116,708
Other assets and liabilities	-	-	-	1,338,856	1,338,856
Cash flow interest rate risk					
Debt securities	3,517,804	4,796,535	100,052,337	-	108,366,676
Cash at bank	5,638,606	-	-	-	5,638,606
Total	9,156,410	4,796,535	100,052,337	1,455,564	115,460,846

For Strategic China Panda Fund, Nippon Growth (UCITS) Fund, Strategic Europe Value Fund, Strategic US Momentum and Value Fund, Strategic Global Quality Fund and Strategic European Smaller Companies Fund, the only interest bearing financial asset is cash and cash equivalents.

At 31 December 2015, should interest rates have increased by 50 basis points with all other variables remaining constant, the decrease in net assets attributable to holders of redeemable shares for the year for the Strategic Euro Bond Fund would amount to approximately EUR 1,356,570 (2014: EUR 1,189,252) arising substantially from the decrease in market values of debt securities. A decrease in interest rates of 50 basis points would have had an equal but opposite effect.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(a) Market Risk (continued)

(iii) Interest Rate Risk (continued)

At 31 December 2015, should interest rates have increased by 50 basis points with all other variables remaining constant, the decrease in net assets attributable to holders of redeemable shares for the year for the Strategic Emerging Europe Fund would amount to approximately EUR Nil (2014: EUR 2,457) arising substantially from the decrease in market values of debt securities. A decrease in interest rates of 50 basis points would have had an equal but opposite effect.

At 31 December 2015, should interest rates have increased by 50 basis points with all other variables remaining constant, the decrease in net assets attributable to holders of redeemable shares for the year for the Strategic Global Bond Fund would amount to approximately USD 1,948,982 (2014: EUR 2,156,497) arising substantially from the decrease in market values of debt securities. A decrease in interest rates of 50 basis points would have had an equal but opposite effect.

As described above, the Strategic China Panda Fund, Nippon Growth (UCITS) Fund, Strategic Europe Value Fund, Strategic US Momentum and Value Fund, Strategic Global Quality Fund and Strategic European Smaller Companies Fund have limited exposure to interest rate risk and therefore an interest rate sensitivity analysis has not been presented.

(b) Credit Risk and collateral provided

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Company. It arises principally from debt securities held and also from derivative financial assets, cash and cash equivalents and balances due from brokers. Credit risk is generally higher when a non-exchange traded financial instrument is involved because the counterparty for non-exchange traded financial instruments is not backed by an exchange clearing house.

Credit risk includes settlement risk which is the risk that a counterparty will not discharge an obligation to deliver a security or its value in cash when the Company has already delivered the security or its value in cash as per the agreement.

Credit risk associated with investing activities is managed by the Investment Manager as part of the overall investment process. To reduce the Company's counterparty credit exposures, securities trading is primarily conducted on authorised exchanges and on a delivery-versus-payment basis.

The assets which do not trade this way will be exposed to different forms of credit risk. When these securities are sold delivery is only made once the custodian has received payment. The trade will fail if either party fails to meet its obligation.

The Strategic Euro Bond Fund, Strategic Emerging Europe Fund and Strategic Global Bond Fund invest in debt securities which are subject to credit risk. The Investment Manager analyses the credit risk of the sub-fund's debt securities prior to purchase and continues to monitor developments in credit quality subsequently.

Balance due from brokers represent primarily sales transactions awaiting settlement and cash collateral from derivatives. Credit risk relating to unsettled transactions is considered small due to the short settlement period involved and the high quality of the brokers used.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(b) Credit Risk and collateral provided (continued)

As at 31 December 2015, 100% of the balance due from brokers was concentrated among one broker, HSBC Bank Plc, whose credit rating was AA-. The credit rating of the brokers are monitored on a quarterly basis.

Substantially all the assets and cash held by the Company is held with HSBC Bank Plc. Bankruptcy or insolvency by HSBC Bank Plc may cause the Company's rights with respect to the cash held to be delayed or limited.

The Investment Manager monitors the credit rating of HSBC Bank Plc on a monthly basis, as reported by Standard and Poor's, Moody's and Fitch. In addition, the Investment Manager monitors the financial position of HSBC Bank Plc on a quarterly basis by reviewing earnings releases. If the credit quality or the financial position of this bank deteriorates significantly the Investment Manager will recommend to the Board of Directors that the cash holdings be moved to another bank.

The Company will also be exposed to a credit risk in relation to the counterparties with whom it transacts or places margin or collateral in respect of transactions in financial derivative instruments and may bear the risk of counterparty default. The Investment Manager seeks to enter into netting agreements with counterparties that would allow receivables and payables to that counterparty to be offset. Additionally, certain sub-funds engage in securities lending activities which expose the sub-funds to credit risk. The maximum exposure of each sub-fund is equal to the value of the securities loaned at 31 December 2015 as described in Note 8. To mitigate this risk, the sub-funds take collateral which is in excess of the value of the securities loaned as disclosed in Note 8. The programme is indemnified by HSBC Bank plc in the event of broker default.

The below table provides an analysis of the Company's main financial assets at the Statement of Financial Position date that are exposed to credit risk together with the relevant counterparty's credit rating as reported by Standard and Poor's and Moody's.

Strategic China Panda Fund

At 31 December 2015

	Counterparty	Credit Rating	USD
Financial assets			
Equitised participation notes	HSBC Bank Plc	AA-	8,884,131
	Morgan Stanley	BBB+	10,863,497
Forward foreign exchange contracts	HSBC Bank Plc	AA-	(170,494)
Cash and cash equivalents	HSBC Bank Plc	AA-	8,798,695
Total			<u>28,375,829</u>

At 31 December 2014

	Counterparty	Credit Rating	USD
Financial assets			
Equitised participation notes	HSBC Bank Plc	AA-	56,233,507
	Morgan Stanley	A-	6,257,885
Forward foreign exchange contracts	HSBC Bank Plc	AA-	(498,009)
Cash and cash equivalents	HSBC Bank Plc	AA-	11,450,325
Total			<u>73,443,708</u>

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(b) Credit Risk and collateral provided (continued)

Strategic Euro Bond Fund

At 31 December 2015

	Counterparty	Credit Rating	EUR
Financial assets			
Forward foreign exchange contracts	HSBC Bank Plc	AA-	(131,589)
Futures	HSBC Bank Plc	AA-	(46,500)
Debt Securities		A	8,947,408
		A-	12,592,065
		A+	22,160,595
		A1	3,890,600
		A2	7,629,998
		AA	1,165,125
		AA-	12,798,615
		AA+	6,403,885
		Aa1	5,045,795
		AAA	12,378,220
		AAAu	1,160,150
		AAu	4,349,100
		Baa2	7,485,723
		BBB	7,647,076
		BBB+	4,230,300
		N.A.	4,328,900
Cash and cash equivalents	HSBC Bank Plc	AA-	2,309,882
Total			124,345,348

At 31 December 2014

	Counterparty	Credit Rating	EUR
Financial assets			
Forward foreign exchange contracts	HSBC Bank Plc	AA-	(9,033)
Futures	HSBC Bank Plc	AA-	(913,500)
Debt Securities		A	9,568,740
		A-	14,586,815
		A+	20,939,336
		A1	2,714,812
		A2	13,887,790
		A3	4,738,957
		AA	564,600
		AA-	10,594,445
		Aa1	3,986,327
		Aa3	6,303,030
		Baa2	10,776,498
		BBB	5,477,003
		BBB-	1,807,612
		BBB+	1,678,635
Cash and cash equivalents	HSBC Bank Plc	AA-	2,085,029
Total			108,787,096

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(b) Credit Risk and collateral provided (continued)

The Investment Manager actively invests in corporate bonds to reduce the credit risk inherent in the investment portfolio. Any investment in corporate bonds is actively monitored to ensure that the credit rating of these securities is maintained at the highest level and that the sovereign risk exposure is limited as far as possible.

The credit ratings for debt securities are assessed using the highest ratings for the relevant bonds as rated by Moody's, Fitch and Standard & Poor's.

Concentration of credit risk of the debt securities based on geographical location is disclosed in each relevant schedule of investments.

Nippon Growth (UCITS) Fund

At 31 December 2015

	Counterparty	Credit Rating	JPY
Financial assets			
Forward foreign exchange contracts	HSBC Bank Plc	AA-	(74,369,101)
Cash and cash equivalents	HSBC Bank Plc	AA-	411,506,165
Total			<u>337,137,064</u>

At 31 December 2014

	Counterparty	Credit Rating	JPY
Financial assets			
Forward foreign exchange contracts	HSBC Bank Plc	AA-	(73,210,010)
Cash and cash equivalents	HSBC Bank Plc	AA-	217,180,466
Total			<u>143,970,456</u>

Strategic Emerging Europe Fund

At 31 December 2014

	Counterparty	Credit Rating	EUR
Financial assets			
Equitised participation notes	Alpha Bank	CCC+	1,902,698
	Deutsche Bank	A	2,794,000
	Merrill Lynch	A	3,418,640
Forward foreign exchange contracts	HSBC Bank Plc	AA-	(93,522)
Debt securities		Caa2	670,009
		NA	12,262,406
Cash and cash equivalents	HSBC Bank Plc	AA-	5,782,326
Total			<u>26,736,557</u>

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(b) Credit Risk and collateral provided (continued)

Strategic Europe Value Fund

At 31 December 2015

	Counterparty	Credit Rating	USD
Financial assets			
Cash and cash equivalents	HSBC Bank Plc	AA-	18,085,897
Option contracts	HSBC Bank Plc	AA-	641,562
Forward foreign exchange contracts	HSBC Bank Plc	AA-	(425,628)
Total			<u>18,301,831</u>

At 31 December 2014

	Counterparty	Credit Rating	USD
Financial assets			
Cash and cash equivalents	HSBC Bank Plc	AA-	8,356,616
Option contracts	HSBC Bank Plc	AA-	159,451
Forward foreign exchange contracts	HSBC Bank Plc	AA-	51,265
Total			<u>8,567,332</u>

Strategic Global Bond Fund

At 31 December 2015

	Counterparty	Credit Rating	USD
Financial assets			
Forward foreign exchange contracts	HSBC Bank Plc	AA-	(65,054)
Futures contracts	HSBC Bank Plc	AA-	77,453
Debt securities		A	4,456,735
		A-	1,114,000
		A+	7,407,767
		A1	9,164,571
		A3	2,014,070
		AA	4,200,561
		AA-	8,597,544
		AA+	3,152,943
		AA+u	13,081,915
		Aa2	1,122,780
		Aa3	997,475
		AAA	19,327,894
		Baa2	3,255,030
		BBB	6,627,885
		BBB+	6,129,140
Cash and cash equivalents	HSBC Bank Plc	AA-	3,136,445
Total			<u>93,799,154</u>

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(b) Credit Risk and collateral provided (continued)

Strategic Global Bond Fund (continued)

At 31 December 2014	Counterparty	Credit Rating	USD
Financial assets			
Forward foreign exchange contracts	HSBC Bank Plc	AA-	106,466
Futures contracts	HSBC Bank Plc	AA-	10,242
Debt securities		A	9,014,467
		A-	9,910,052
		A+	12,324,186
		A1	2,793,062
		A3	5,054,540
		AA+	6,887,394
		Aa2	3,444,030
		Aa3	12,439,605
		Aaa	3,718,880
		Baa2	6,631,472
		BB	2,533,000
		BB+	6,909,850
		BBB	15,101,638
		BBB-	9,701,185
		BBB+	1,903,315
Cash and cash equivalents	HSBC Bank Plc	AA-	5,638,606
Total			114,121,990

Strategic US Momentum and Value Fund

At 31 December 2015

	Counterparty	Credit Rating	USD
Financial assets			
Forward foreign exchange contracts	HSBC Bank Plc	AA-	(202,440)
Option contracts	HSBC Bank Plc	AA-	(434,550)
Cash and cash equivalents	HSBC Bank Plc	AA-	14,334,155
Total			13,697,165

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(b) Credit Risk and collateral provided (continued)

Strategic US Momentum and Value Fund (continued)

At 31 December 2014

	Counterparty	Credit Rating	USD
Financial assets			
Forward foreign exchange contracts	HSBC Bank Plc	AA-	(235,943)
Option contracts	HSBC Bank Plc	AA-	(826,250)
Cash and cash equivalents	HSBC Bank Plc	AA-	5,777,574
Total			<u>4,715,381</u>

Strategic Global Quality Fund

At 31 December 2015

	Counterparty	Credit Rating	USD
Financial assets			
Forward foreign exchange contracts	HSBC Bank Plc	AA-	274,732
Cash and cash equivalents	HSBC Bank Plc	AA-	(11,231)
Total			<u>263,501</u>

At 31 December 2014

	Counterparty	Credit Rating	USD
Financial assets			
Cash and cash equivalents	HSBC Bank Plc	AA-	4,396,416
Total			<u>4,396,416</u>

Strategic European Smaller Companies Fund

At 31 December 2015

	Counterparty	Credit Rating	EUR
Financial assets			
Cash and cash equivalents	HSBC Bank Plc	AA-	926,124
Total			<u>926,124</u>

Amounts due from and to brokers

For the purpose of providing margin or collateral in respect of transactions in techniques and instruments, the Company may transfer, mortgage, charge or encumber any assets or cash forming part of the relevant Fund in accordance with normal market practice.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(b) Credit Risk and collateral provided (continued)

Amounts due from and to brokers (continued)

Collateral received and any investment of such collateral must meet the requirements of the Central Bank as set out in the Central Bank's UCITS Regulations. Collateral received on a title transfer basis should be held by the Custodian. For other types of collateral arrangement, the collateral can be held by a third party custodian which is subject to prudential supervision, and which is unrelated to the provider of the collateral.

Non-cash collateral cannot be sold, pledged or re-invested. Cash collateral may only be reinvested in:

- (i) deposits with relevant institutions;
- (ii) high-quality government bonds;
- (iii) reverse repurchase agreements provided the transactions are with credit institutions subject to prudential supervision and the Sub-Fund is able to recall at any time the full amount of cash on an accrued basis; and
- (iv) short-term money market funds as defined in the ESMA Guidelines on a Common Definition of European Money Market Funds

In addition, all reinvested cash collateral must be diversified in terms of country, market and issuers. This diversification requirement is deemed satisfied if the maximum exposure to any given issuer is 20% of the Fund's net asset value. Where the Fund is exposed to different counterparties, the different baskets of collateral should be aggregated to calculate the 20% limit of exposure to a single issuer.

The level of collateral required to be posted may vary by counterparty with which the Fund trades. The haircut policy applied to posted collateral will be negotiated on a counterparty basis and will vary depending on the class of asset received by the Fund, taking into account the credit standing and price volatility of the relevant counterparty.

Concentration Risk : Sector wise allocation of debt securities

The portfolio of investments held by the Strategic Euro Bond Fund and Strategic Global Bond Fund includes debt securities. The following table shows the allocation of debt securities by sectors at 31 December 2015 and 31 December 2014.

Sector	Strategic Euro Bond Fund 2015	Strategic Global Bond Fund 2015	Strategic Euro Bond Fund 2014	Strategic Global Bond Fund 2014
Basic materials	6.03%	3.84%	7.87%	2.88%
Communications	5.33%	6.79%	10.02%	6.39%
Consumer, Non-Cyclical	5.55%	12.03%	9.67%	7.31%
Consumer, Cyclical	14.49%	5.55%	12.07%	13.66%
Diversified	-	-	3.03%	1.86%
Energy	3.20%	-	4.81%	15.01%
Financial	10.95%	21.31%	9.58%	9.40%
Government	12.88%	29.21%	10.09%	19.98%
Industrial	10.15%	4.53%	8.38%	4.89%
Technology	3.49%	5.01%	4.84%	-
Utilities	27.93%	11.73%	19.64%	18.62%
	100.00%	100.00%	100.00%	100.00%

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(c) Liquidity Risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities.

The Company's Prospectus provides for the daily creation and cancellation of shares for Strategic China Panda Fund, Strategic Euro Bond Fund, Strategic Europe Value Fund, Strategic Global Bond Fund and Strategic US Momentum and Value Fund and weekly creation and cancellation of shares for Nippon Growth (UCITS) Fund, Strategic Emerging Europe Fund, Strategic Global Quality Fund and Strategic European Smaller Companies Fund and it is therefore exposed to the liquidity risk of meeting shareholder redemptions at any time. The Company therefore invests the majority of its assets in investments that are traded in an active market and can be readily disposed of.

The Company's financial instruments also comprise investments in derivative contracts traded over-the-counter, which are not traded in an organised public market and which generally may be illiquid. As a result, the Company may not be able to liquidate quickly some of its investments in these instruments at an amount close to its fair value in order to meet its liquidity requirements, or to respond to specific events such as deterioration in the credit worthiness of any particular issuer.

The Company has also obtained an overdraft facility in order to manage its short-term liquidity requirements. Details of the overdraft facility are outlined in Note 10.

All of the Company's financial liabilities at 31 December are payable within one month including liabilities on outstanding forward foreign currency contracts. Please see the following table for notional value of forward foreign currency contracts:

At 31 December 2015	Fair Value/ Notional Value EUR	Less than 1 month EUR	1 - 3 months EUR	More than 3 months EUR
Derivative financial liabilities settled net				
Forward foreign currency contracts (Notional Value):				
- Outflows	(256,520,278)	(256,061,663)	(458,615)	-
- Inflows	254,979,839	254,531,564	448,275	-
Total	(1,540,439)	(1,530,099)	(10,340)	-
At 31 December 2014	Fair Value/ Notional Value EUR	Less than 1 month EUR	1 - 3 months EUR	More than 3 months EUR
Derivative financial liabilities settled net				
Forward foreign currency contracts (Notional Value):				
- Outflows	(259,320,078)	(259,320,078)	-	-
- Inflows	260,378,401	260,378,401	-	-
Total	1,058,323	1,058,323	-	-

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(c) Liquidity Risk (continued)

As at 31 December 2015, various positions within the Strategic China Panda Fund representing 5.79% of the Net Asset Value have been suspended from their primary and secondary markets. The Investment Manager, in conjunction with the Investment Adviser, has been monitoring available information relating to these positions and market events to determine fair value of the relevant securities within the calculation of the Net Asset Value of the Strategic China Panda Fund.

(d) Derivatives

The Company engages in transactions in financial derivative instruments for the purpose of efficient portfolio management. Efficient portfolio management techniques include futures contracts, forward foreign exchange contracts, option contracts, securities lending and equitised participation notes. The counterparty for futures contracts, forward foreign exchange contracts, option contracts and securities lending is HSBC Bank Plc. The counterparties for the equitised participation notes are HSBC Bank Plc and Morgan Stanley.

(i) Forward foreign exchange contracts and futures

Forward foreign exchange contracts and futures are commitments either to purchase or sell a designated financial instrument, currency, commodity or an index at a specified future date for a specified price and may be settled in cash or another financial asset. Forward foreign exchange contracts are individually traded over-the-counter contracts and result in credit exposure to the counterparty.

Forward foreign exchange contracts result in exposure to market risk based on changes in market prices relative to contracted amounts. Market risks arise due to the possible movement in foreign currency exchange rates, indices, and securities' values underlying these instruments. In addition, because of the low margin deposits normally required in relation to notional contract sizes, a high degree of leverage may be typical of a futures or forward trading account. As a result, a relatively small price movement in an underlying of a futures or forward contract may result in substantial losses to the Company. Forward contracts are generally traded over-the-counter and therefore are subject to greater liquidity risk.

If prices fluctuate during a single day's trading beyond those limits, the Company could be prevented from promptly liquidating unfavourable positions and thus could be subject to substantial losses.

Notional amounts are the underlying reference amounts to stock exchange indices, equities and foreign currencies upon which the fair value of the forward contracts traded by the Company are based. While notional amounts do not represent the current fair value and are not necessarily indicative of the future cash flows of the Company's forward foreign exchange, the underlying price changes in relation to the variables specified by the notional amounts affect the fair value of these derivative financial instruments.

Strategic China Panda Fund

As at 31 December 2015, the sub-fund held the following forward foreign exchange contracts:

Bought amount	Sold amount	Maturity date	Unrealised gain/(loss) USD
EUR 37,705,247	USD (41,118,138)	29/01/2016	(138,643)
EUR 6,653,784	USD (7,256,052)	29/01/2016	(24,466)
GBP 587,627	USD (874,082)	29/01/2016	(7,385)
			<u>(170,494)</u>

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(d) Derivatives (continued)

(i) Forward foreign exchange contracts and futures (continued)

Strategic China Panda Fund (continued)

As at 31 December 2014, the sub-fund held the following forward foreign exchange contracts:

Bought amount	Sold amount	Maturity date	Unrealised gain/(loss) USD
EUR 69,234,943	USD (84,329,684)	30/01/2015	(502,507)
GBP 702,307	USD (1,089,801)	30/01/2015	4,498
			<u>(498,009)</u>

Strategic Euro Bond Fund

As at 31 December 2015, the sub-fund held the following forward foreign exchange contracts:

Bought amount	Sold amount	Maturity date	Unrealised gain/(loss) USD
CHF 22,586,424	EUR (20,900,332)	29/01/2016	(129,319)
CHF 396,504	EUR (366,904)	29/01/2016	(2,270)
			<u>(131,589)</u>

As at 31 December 2014, the sub-fund held the following forward foreign exchange contracts:

Bought amount	Sold amount	Maturity date	Unrealised gain/(loss) USD
CHF 24,175,510	EUR (20,117,389)	30/01/2015	(8,188)
CHF 2,494,567	EUR (2,075,827)	30/01/2015	(845)
			<u>(9,033)</u>

Nippon Growth (UCITS) Fund

As at 31 December 2015, the sub-fund held the following forward foreign exchange contracts:

Bought amount	Sold amount	Maturity date	Unrealised gain/(loss) USD
JPY 146,351,947	EUR (1,113,582)	29/01/2016	951,284
EUR 26,422,220	JPY (3,481,531,803)	29/01/2016	(31,576,023)
JPY 21,076,094	EUR (160,367)	29/01/2016	136,994
EUR 4,260,119	JPY (561,335,853)	29/01/2016	(5,091,079)
GBP 15,188,120	JPY (2,730,008,313)	29/01/2016	(38,790,277)
			<u>(74,369,101)</u>

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(d) Derivatives (continued)

(i) Forward foreign exchange contracts and futures (continued)

Nippon Growth (UCITS) Fund (continued)

As at 31 December 2014, the sub-fund held the following forward foreign exchange contracts:

Bought amount	Sold amount	Maturity date	Unrealised gain/(loss) USD
EUR 28,465,920	JPY (4,183,713,184)	30/01/2015	(55,767,838)
EUR 136,906	JPY (19,878,032)	30/01/2015	(24,836)
EUR 5,694,139	JPY (836,882,964)	30/01/2015	(11,155,438)
GBP 491,317	JPY (91,211,358)	30/01/2015	478,254
GBP 14,442,518	JPY (2,702,003,073)	30/01/2015	(6,740,152)
			<u>(73,210,010)</u>

Strategic Emerging Europe Fund

As at 31 December 2014, the sub-fund held the following forward foreign exchange contracts:

Bought amount	Sold amount	Maturity date	Unrealised gain/(loss) USD
EUR 11,150,000	USD (13,591,293)	30/01/2015	(96,724)
USD 511,518	EUR (420,000)	30/01/2015	3,202
			<u>(93,522)</u>

Strategic Europe Value Fund

As at 31 December 2015, the sub-fund held the following forward foreign exchange contracts:

Bought amount	Sold amount	Maturity date	Unrealised gain/(loss) USD
CHF 1,547,195	EUR (1,433,319)	29/01/2016	(10,482)
CHF 61,272,097	EUR (56,698,092)	29/01/2016	(350,814)
GBP 424,995	EUR (579,449)	29/01/2016	(2,702)
GBP 13,917,689	EUR (18,982,481)	29/01/2016	(95,272)
USD 245,986	EUR (224,515)	29/01/2016	1,817
USD 10,258,264	EUR (9,406,807)	29/01/2016	31,825
			<u>(425,628)</u>

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(d) Derivatives (continued)

(i) Forward foreign exchange contracts and futures (continued)

Strategic Europe Value Fund (continued)

As at 31 December 2014, the sub-fund held the following forward foreign exchange contracts:

Bought amount	Sold amount	Maturity date	Unrealised gain/(loss) USD
CHF 43,490,006	EUR (36,189,740)	30/01/2015	(14,730)
GBP 5,007,991	EUR (6,378,859)	30/01/2015	65,995
			<u>51,265</u>

Strategic Global Bond Fund

As at 31 December 2015, the sub-fund held the following forward foreign exchange contracts:

Bought amount	Sold amount	Maturity date	Unrealised gain/(loss) USD
CNH 147,178,643	USD (22,368,540)	29/01/2016	(65,054)
			<u>(65,054)</u>

As at 31 December 2014, the sub-fund held the following forward foreign exchange contracts:

Bought amount	Sold amount	Maturity date	Unrealised gain/(loss) USD
CNH 211,720,020	USD (33,854,338)	30/01/2015	106,466
			<u>106,466</u>

Strategic US Momentum and Value Fund

As at 31 December 2015, the sub-fund held the following forward foreign exchange contracts:

Bought amount	Sold amount	Maturity date	Unrealised gain/(loss) USD
CHF 14,163,454	USD (14,302,849)	29/01/2016	(146,732)
EUR 15,150,152	USD (16,521,468)	29/01/2016	(55,708)
			<u>(202,440)</u>

As at 31 December 2014, the sub-fund held the following forward foreign exchange contracts:

Bought amount	Sold amount	Maturity date	Unrealised gain/(loss) USD
CHF 12,387,774	USD (12,560,188)	30/01/2015	(84,285)
EUR 20,895,334	USD (25,450,977)	30/01/2015	(151,658)
			<u>(235,943)</u>

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(d) Derivatives (continued)

(i) Forward foreign exchange contracts and futures (continued)

Strategic Global Quality Fund

As at 31 December 2015, the sub-fund held the following forward foreign exchange contracts:

Bought amount	Sold amount	Maturity date	Unrealised gain/(loss) USD
USD 486,872	JPY (59,800,000)	03/02/2016	(11,231)
			<u>(11,231)</u>

(ii) Options

As at 31 December 2015, the Company maintained exposure to the following option positions within the portfolio for the Strategic Europe Value Fund:

March 2016	Strike price: 1900	Put Options on S&P 500 Index	260 contracts
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As at 31 December 2014, the Company maintained exposure to the following option positions within the portfolio for the Strategic Europe Value Fund:

March 2015	Strike price: 1,850	Put Options on S&P 500 Index	100 contracts
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As at 31 December 2015, the Company maintained exposure to the following option positions within the portfolio for the Strategic US Momentum and Value Fund:

January 2016	Strike price: 155	Call Options on Becton Dickinson	200 contracts
January 2016	Strike price: 55	Call Options on Carmax	1000 contracts
January 2016	Strike price: 310	Call Options on Allergan	(150) contracts
January 2016	Strike price: 315	Call Options on Allergan	(300) contracts
January 2016	Strike price: 400	Call Options on Amerco	(100) contracts
January 2016	Strike price: 150	Call Options on Avago Technologies	(150) contracts
January 2016	Strike price: 62.5	Call Options on Carmax	(1000) contracts
January 2016	Strike price: 55	Call Options on Jarden	(750) contracts
January 2016	Strike price: 57.5	Call Options on Jarden	(600) contracts

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(d) Derivatives (continued)

(ii) Options (continued)

As at 31 December 2014, the Company maintained exposure to the following option positions within the portfolio for the Strategic US Momentum and Value Fund:

January 2015	Strike price: 115	Call Options on Apple	(100) contracts
January 2015	Strike price: 285	Call Options on Actavis	(100) contracts
January 2015	Strike price: 150	Call Options on Copa Holdings Class A	200 contracts
January 2015	Strike price: 80	Call Options on Nxp Semiconductor	(100) contracts
March 2015	Strike price: 125	Call Options on Apple	(450) contracts
June 2015	Strike price: 600	Call Options on Autozone	(160) contracts

The Investment Manager considers the residual risk inherent in holding option positions to be insignificant.

The options held represent a hedge within the portfolio to the risk factor exposures to which the Strategic Europe Value Fund and Strategic US Momentum and Value Fund are exposed. As a consequence the Investment Manager considers these option positions to be covered option positions.

(iii) Equitised participation notes

Equitised participation notes are valued at fair value based on the closing price of the underlying reference asset and prevailing spot currency exchange rate on the relevant valuation day. The notes represent an exposure to reference assets such as equity securities. The Company purchases a fully equitised instrument traded over the counter and designed to replicate the performance of the underlying reference asset, similar to a total return swap but issued in note form and traded over the counter with a selected market counterparty. Although the fair value of the participation note varies dependent on the fair value of the underlying reference asset the participation note also bears a degree of credit risk in addition to the market risk of the underlying reference asset as a result of the exposure to the counterparty generated by the over the counter nature of the position.

At 31 December 2015, Strategic China Panda Fund held equitised participation notes and as at 31 December 2014, Strategic Emerging Europe Fund and Strategic China Panda Fund held equitised participation notes, details of these are disclosed in the Schedule of Investments of each sub-fund.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(d) Derivatives (continued)

(iv) Offsetting Financial Instruments

Strategic China Panda Fund

31 December 2015

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements, are detailed in the following table.

Description of type of Financial Liabilities	Gross amount of recognised Financial Liabilities USD	Gross amount of Financial Assets offset in the Statement of Financial Position USD	Net amount of Financial Liabilities presented in the Statement of Financial Position USD	Gross amounts not offset in the Statement of Financial Position		Net amount USD
				Financial instrument USD	Cash Collateral pledged USD	
Derivatives	(170,494)	-	(170,494)	-	-	(170,494)
	(170,494)	-	(170,494)	-	-	(170,494)

31 December 2014

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table.

Description of type of Financial Assets	Gross amount of recognised Financial Assets USD	Gross amount of Financial Liabilities offset in the Statement of Financial Position USD	Net amount of Financial Assets presented in the Statement of Financial Position USD	Gross amounts not offset in the Statement of Financial Position		Net amount USD
				Financial instrument USD	Cash Collateral received USD	
Derivatives	4,498	-	4,498	(4,498)	-	-
	4,498	-	4,498	(4,498)	-	-

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(d) Derivatives (continued)

(iv) Offsetting Financial Instruments (continued)

Strategic China Panda Fund (continued)

31 December 2014 (continued)

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements, are detailed in the following table.

Description of type of Financial Liabilities	Gross amount of recognised Financial Liabilities USD	Gross amount of Financial Assets offset in the Statement of Financial Position USD	Net amount of Financial Liabilities presented in the Statement of Financial Position USD	Gross amounts not offset in the Statement of Financial Position		Net amount USD
				Financial instrument USD	Cash Collateral pledged USD	
Derivatives	(502,507)	-	(502,507)	4,498	498,009	-
	(502,507)	-	(502,507)	4,498	498,009	-

Strategic Euro Bond Fund

31 December 2015

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements, are detailed in the following table.

Description of type of Financial Liabilities	Gross amount of recognised Financial Liabilities EUR	Gross amount of Financial Assets offset in the Statement of Financial Position EUR	Net amount of Financial Liabilities presented in the Statement of Financial Position EUR	Gross amounts not offset in the Statement of Financial Position		Net amount EUR
				Financial instrument EUR	Cash Collateral pledged EUR	
Derivatives	(178,089)	-	(178,089)	-	-	(178,089)
	(178,089)	-	(178,089)	-	-	(178,089)

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(d) Derivatives (continued)

(iv) Offsetting Financial Instruments (continued)

Strategic Euro Bond Fund (continued)

31 December 2014

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table.

Description of type of Financial Liabilities	Gross amount of recognised Financial Liabilities EUR	Gross amount of Financial Assets offset in the Statement of Financial Position EUR	Net amount of Financial Liabilities presented in the Statement of Financial Position EUR	Gross amounts not offset in the Statement of Financial Position		Net amount EUR
				Financial instrument EUR	Cash Collateral received EUR	
Derivatives	(922,533)	-	(922,533)	-	922,533	-
	(922,533)	-	(922,533)	-	922,533	-

Nippon Growth (UCITS) Fund

31 December 2015

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table.

Description of type of Financial Assets	Gross amount of recognised Financial Assets JPY	Gross amount of Financial Liabilities offset in the Statement of Financial Position JPY	Net amount of Financial Assets presented in the Statement of Financial Position JPY	Gross amounts not offset in the Statement of Financial Position		Net amount JPY
				Financial instrument JPY	Cash Collateral received JPY	
Derivatives	1,088,278	-	1,088,278	(1,088,278)	-	-
	1,088,278	-	1,088,278	(1,088,278)	-	-

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(d) Derivatives (continued)

(iv) Offsetting Financial Instruments (continued)

Nippon Growth (UCITS) Fund (continued)

31 December 2015 (continued)

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements, are detailed in the following table.

Description of type of Financial Liabilities	Gross amount of recognised Financial Liabilities JPY	Gross amount of Financial Assets offset in the Statement of Financial Position JPY	Net amount of Financial Liabilities presented in the Statement of Financial Position JPY	Gross amounts not offset in the Statement of Financial Position		Net amount JPY
				Financial instrument JPY	Cash Collateral pledged JPY	
Derivatives	(75,457,379)	-	(75,457,379)	1,088,278	-	(74,369,101)
	(75,457,379)	-	(75,457,379)	1,088,278	-	(74,369,101)

31 December 2014

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table.

Description of type of Financial Assets	Gross amount of recognised Financial Assets JPY	Gross amount of Financial Liabilities offset in the Statement of Financial Position JPY	Net amount of Financial Assets presented in the Statement of Financial Position JPY	Gross amounts not offset in the Statement of Financial Position		Net amount JPY
				Financial instrument JPY	Cash Collateral received JPY	
Derivatives	478,254	-	478,254	(478,254)	-	-
	478,254	-	478,254	(478,254)	-	-

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(d) Derivatives (continued)

(iv) Offsetting Financial Instruments (continued)

Nippon Growth (UCITS) Fund (continued)

31 December 2014 (continued)

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements, are detailed in the following table.

Description of type of Financial Liabilities	Gross amount of recognised Financial Liabilities JPY	Gross amount of Financial Assets offset in the Statement of Financial Position JPY	Net amount of Financial Liabilities presented in the Statement of Financial Position JPY	Gross amounts not offset in the Statement of Financial Position		Net amount JPY
				Financial instrument JPY	Cash Collateral pledged JPY	
Derivatives	(73,688,264)	-	(73,688,264)	478,254	-	(73,210,010)
	(73,688,264)	-	(73,688,264)	478,254	-	(73,210,010)

Strategic Emerging Europe Fund

31 December 2014

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table.

Description of type of Financial Assets	Gross amount of recognised Financial Assets USD	Gross amount of Financial Liabilities offset in the Statement of Financial Position USD	Net amount of Financial Assets presented in the Statement of Financial Position USD	Gross amounts not offset in the Statement of Financial Position		Net amount USD
				Financial instrument USD	Cash Collateral received USD	
Derivatives	3,202	-	3,202	(3,202)	-	-
	3,202	-	3,202	(3,202)	-	-

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(d) Derivatives (continued)

(iv) Offsetting Financial Instruments (continued)

Strategic Emerging Europe Fund (continued)

31 December 2014 (continued)

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements, are detailed in the following table.

Description of type of Financial Liabilities	Gross amount of recognised Financial Liabilities USD	Gross amount of Financial Assets offset in the Statement of Financial Position USD	Net amount of Financial Liabilities presented in the Statement of Financial Position USD	Gross amounts not offset in the Statement of Financial Position		Net amount USD
				Financial instrument USD	Cash Collateral pledged USD	
Derivatives	(96,724)	-	(96,724)	3,202	-	(93,522)
	(96,724)	-	(96,724)	3,202	-	(93,522)

Strategic Europe Value Fund

31 December 2015

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table.

Description of type of Financial Assets	Gross amount of recognised Financial Assets EUR	Gross amount of Financial Liabilities offset in the Statement of Financial Position EUR	Net amount of Financial Assets presented in the Statement of Financial Position EUR	Gross amounts not offset in the Statement of Financial Position		Net amount EUR
				Financial instrument EUR	Cash Collateral received EUR	
Derivatives	675,204	-	675,204	(459,270)	-	215,934
	675,204	-	675,204	(459,270)	-	215,934

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(d) Derivatives (continued)

(iv) Offsetting Financial Instruments (continued)

Strategic Europe Value Fund (continued)

31 December 2015 (continued)

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements, are detailed in the following table.

Description of type of Financial Liabilities	Gross amount of recognised Financial Liabilities EUR	Gross amount of Financial Assets offset in the Statement of Financial Position EUR	Net amount of Financial Liabilities presented in the Statement of Financial Position EUR	Gross amounts not offset in the Statement of Financial Position		Net Amount EUR
				Financial instrument EUR	Cash Collateral pledged EUR	
Derivatives	(459,270)	-	(459,270)	459,270	-	-
	(459,270)	-	(459,270)	459,270	-	-

31 December 2014

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table.

Description of type of Financial Assets	Gross amount of recognised Financial Assets EUR	Gross amount of Financial Liabilities offset in the Statement of Financial Position EUR	Net amount of Financial Assets presented in the Statement of Financial Position EUR	Gross amounts not offset in the Statement of Financial Position		Net amount EUR
				Financial instrument EUR	Cash Collateral received EUR	
Derivatives	225,446	-	225,446	(14,730)	-	210,716
	225,446	-	225,446	(14,730)	-	210,716

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(d) Derivatives (continued)

(iv) Offsetting Financial Instruments (continued)

Strategic Europe Value Fund (continued)

31 December 2014 (continued)

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements, are detailed in the following table.

Description of type of Financial Liabilities	Gross amount of recognised Financial Liabilities EUR	Gross amount of Financial Assets offset in the Statement of Financial Position EUR	Net amount of Financial Liabilities presented in the Statement of Financial Position EUR	Gross amounts not offset in the Statement of Financial Position		Net amount EUR
				Financial instrument EUR	Cash Collateral pledged EUR	
Derivatives	(14,730)	-	(14,730)	14,730	-	-
	(14,730)	-	(14,730)	14,730	-	-

Strategic Global Bond Fund

31 December 2015

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table.

Description of type of Financial Assets	Gross amount of recognised Financial Assets USD	Gross amount of Financial Liabilities offset in the Statement of Financial Position USD	Net amount of Financial Assets presented in the Statement of Financial Position USD	Gross amounts not offset in the Statement of Financial Position		Net amount USD
				Financial instrument USD	Cash Collateral received USD	
Derivatives	77,453	-	77,453	(65,054)	-	12,399
	77,453	-	77,453	(65,054)	-	12,399

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(d) Derivatives (continued)

(iv) Offsetting Financial Instruments (continued)

Strategic Global Bond Fund (continued)

31 December 2015 (continued)

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements, are detailed in the following table.

Description of type of Financial Liabilities	Gross amount of recognised Financial Liabilities USD	Gross amount of Financial Assets offset in the Statement of Financial Position USD	Net amount of Financial Liabilities presented in the Statement of Financial Position USD	Gross amounts not offset in the Statement of Financial Position		Net amount USD
				Financial instrument USD	Cash Collateral pledged USD	
Derivatives	(65,054)	-	(65,054)	65,054	-	-
	(65,054)	-	(65,054)	65,054	-	-

31 December 2014

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table.

Description of type of Financial Assets	Gross amount of recognised Financial Assets USD	Gross amount of Financial Liabilities offset in the Statement of Financial Position USD	Net amount of Financial Assets presented in the Statement of Financial Position USD	Gross amounts not offset in the Statement of Financial Position		Net amount USD
				Financial instrument USD	Cash Collateral received USD	
Derivatives	157,802	-	157,802	(41,094)	-	116,708
	157,802	-	157,802	(41,094)	-	116,708

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(d) Derivatives (continued)

(iv) Offsetting Financial Instruments (continued)

Strategic Global Bond Fund (continued)

31 December 2014 (continued)

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements, are detailed in the following table.

Description of type of Financial Liabilities	Gross amount of recognised Financial Liabilities USD	Gross amount of Financial Assets offset in the Statement of Financial Position USD	Net amount of Financial Liabilities presented in the Statement of Financial Position USD	Gross amounts not offset in the Statement of Financial Position		Net amount USD
				Financial instrument USD	Cash Collateral pledged USD	
Derivatives	(41,094)	-	(41,094)	41,094	-	-
	(41,094)	-	(41,094)	41,094	-	-

Strategic US Momentum and Value Fund

31 December 2015

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table.

Description of type of Financial Assets	Gross amount of recognised Financial Assets USD	Gross amount of Financial Liabilities offset in the Statement of Financial Position USD	Net amount of Financial Assets presented in the Statement of Financial Position USD	Gross amounts not offset in the Statement of Financial Position		Net amount USD
				Financial instrument USD	Cash Collateral received USD	
Derivatives	155,000	-	155,000	(155,000)	-	-
	155,000	-	155,000	(155,000)	-	-

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(d) Derivatives (continued)

(iv) Offsetting Financial Instruments (continued)

Strategic US Momentum and Value Fund (continued)

31 December 2015 (continued)

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements, are detailed in the following table.

Description of type of Financial Liabilities	Gross amount of recognised Financial Liabilities USD	Gross amount of Financial Assets offset in the Statement of Financial Position USD	Net amount of Financial Liabilities presented in the Statement of Financial Position USD	Gross amounts not offset in the Statement of Financial Position		Net amount USD
				Financial instrument USD	Cash Collateral pledged USD	
Derivatives	(791,990)	-	(791,990)	155,000	-	(636,990)
	(791,990)	-	(791,990)	155,000	-	(636,990)

31 December 2014

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table.

Description of type of Financial Assets	Gross amount of recognised Financial Assets USD	Gross amount of Financial Liabilities offset in the Statement of Financial Position USD	Net amount of Financial Assets presented in the Statement of Financial Position USD	Gross amounts not offset in the Statement of Financial Position		Net amount USD
				Financial instrument USD	Cash Collateral received USD	
Derivatives	4,000	-	4,000	(4,000)	-	-
	4,000	-	4,000	(4,000)	-	-

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

7. Risks Associated with Financial Instruments (continued)

(d) Derivatives (continued)

(iv) Offsetting Financial Instruments (continued)

Strategic US Momentum and Value Fund (continued)

31 December 2014 (continued)

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements, are detailed in the following table.

Description of type of Financial Liabilities	Gross amount of recognised Financial Liabilities USD	Gross amount of Financial Assets offset in the Statement of Financial Position USD	Net amount of Financial Liabilities presented in the Statement of Financial Position USD	Gross amounts not offset in the Statement of Financial Position		Net amount USD
				Financial instrument USD	Cash Collateral pledged USD	
Derivatives	(1,066,193)	-	(1,066,193)	4,000	1,062,193	-
	(1,066,193)	-	(1,066,193)	4,000	1,062,193	-

Strategic Global Quality Fund

31 December 2015

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table.

Description of type of Financial Liabilities	Gross amount of recognised Financial Liabilities USD	Gross amount of Financial Assets offset in the Statement of Financial Position USD	Net amount of Financial Liabilities presented in the Statement of Financial Position USD	Gross amounts not offset in the Statement of Financial Position		Net amount USD
				Financial instrument USD	Cash Collateral pledged USD	
Derivatives	(11,231)	-	(11,231)	-	-	(11,231)
	(11,231)	-	(11,231)	-	-	(11,231)

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

8. Securities lending

The Company on behalf of Strategic China Panda Fund, Strategic Euro Bond Fund, Nippon Growth (UCITS) Fund, Strategic Emerging Europe Fund, Strategic Europe Value Fund, Strategic Global Bond Fund, Strategic US Momentum and Value Fund, Strategic Global Quality Fund and Strategic European Smaller Companies Fund is engaged in a securities lending program in accordance with an agreement with HSBC Bank plc (the “Bank”), a related party to the Custodian, as securities lending agent dated 22 September 2014. The Company can lend securities with a value of up to 15% of the net asset value of each fund. The Company receives collateral in the form of government securities, equities, certificates of deposit and cash against the loaned securities.

The Company is entitled to 70% of such securities lending income and the Bank is entitled to 30% of the securities lending income as its fee under the agreement. The Bank meets any additional custody charges and other operating costs incurred under this agreement out of its own fee.

Collateral held on behalf of the Company will be a minimum margin of between 102.5% and 105% of the value of the securities on loan. At 31 December 2015, the aggregate value of the securities on loan and the corresponding collateral held by the sub-funds are shown below:

Fund Name	Aggregate value of securities on loan EUR	*Aggregate value of collateral held EUR
Strategic China Panda Fund	6,982,680	10,718,130
Nippon Growth (UCITS) Fund	2,022,134	2,135,211
Strategic Europe Value Fund	1,034,522	1,093,965
Total	10,039,336	13,947,306

** Collateral held in the form of other securities*

At 31 December 2014, the aggregate value of the securities on loan and the corresponding collateral held by the sub-funds are shown below:

Fund Name	Aggregate value of securities on loan EUR	*Aggregate value of collateral held EUR
Strategic China Panda Fund	8,915,658	9,531,103
Nippon Growth (UCITS) Fund	1,491,578	1,579,235
Total	10,407,236	11,110,338

** Collateral held in the form of other securities*

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

9. Net gain/(loss) from efficient portfolio management techniques

The below tables list the net gains and losses from derivatives which are used for efficient portfolio management for the year ended 31 December 2015 and 31 December 2014.

31 December 2015	Total EUR	Strategic China Panda Fund USD	Strategic Euro Bond Fund EUR	Nippon Growth (UCITS) Fund JPY	Strategic Emerging Europe Fund USD
Forward foreign exchange contracts	(10,625,681)	(8,089,307)	2,315,229	(621,157,938)	(799,598)
Futures contracts	(2,814,553)	-	(1,365,112)	(19,868,511)	(4,754)
Option contracts	5,443,550	-	-	-	-
Net (loss)/gain	(7,996,684)	(8,089,307)	950,117	(641,026,449)	(804,352)

31 December 2015	Strategic Europe Value Fund EUR	Strategic Global Bond Fund USD	Strategic US Momentum and Value Fund USD	Strategic Global Quality Fund USD	Strategic European Smaller Companies Fund EUR
Forward foreign exchange contracts	2,974,878	(497,111)	(3,039,243)	(4,637)	610
Futures contracts	-	(1,342,993)	(84,774)	-	(2,462)
Option contracts	(55,787)	-	6,068,473	-	-
Net gain/(loss)	2,919,091	(1,840,104)	2,944,456	(4,637)	(1,852)

31 December 2014	Total EUR	Strategic China Panda Fund USD	Strategic Euro Bond Fund EUR	Nippon Growth (UCITS) Fund JPY
Forward foreign exchange contracts	(13,360,143)	(13,428,680)	258,525	230,725,952
Futures contracts	(14,221,246)	(10,047,904)	(4,482,121)	(17,743,253)
Option contracts	688,456	1,386,928	-	-
Swaps	(287,063)	-	-	-
Net (loss)/gain	(27,179,996)	(22,089,656)	(4,223,596)	212,982,699

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

9. Net gain/(loss) from efficient portfolio management techniques (continued)

31 December 2014	Strategic Emerging Europe Fund USD	Strategic Europe Value Fund EUR	Strategic Global Bond Fund USD	Strategic US Momentum and Value Fund USD
Forward foreign exchange contracts	(2,840,730)	664,484	(476,279)	(4,291,046)
Futures contracts	-		(2,556,127)	(92,500)
Option contracts	-	(354,790)	-	(9,000)
Swaps	-	(287,063)	-	-
Net (loss)/gain	(2,840,730)	22,631	(3,032,406)	(4,392,546)

The below table lists the income earned on the securities lending transactions for the year ended 31 December 2015 (2014: EUR 140,031).

	2015	2014
Strategic China Panda Fund	USD 305,591	USD 80,779
Nippon Growth (UCITS) Fund	JPY 2,442,319	JPY 65,881
Strategic Europe Value Fund	EUR 90,364	EUR 78,403
Total	EUR 385,587	EUR 140,031

10. Overdraft facility

The Company has entered into the following overdraft facilities with HSBC Bank plc:

Strategic China Panda Fund – the lower of US\$55,000,000 or 10% of the net value of assets under custody with the Custodian. Interest is charged on the facility at the HSBC Bank Plc's currency overdraft rate.

Strategic Euro Bond Fund – the lower of US\$15,000,000 or 10% of the net value of assets under custody with the Custodian. Interest is charged on the facility at the HSBC Bank Plc's currency overdraft rate.

Nippon Growth (UCITS) Fund – the lower of US\$5,000,000 or 10% of the net value of assets under custody with the Custodian. Interest is charged on the facility at the HSBC Bank Plc's currency overdraft rate.

Strategic Emerging Europe Fund – the lower of US\$12,000,000 or 10% of the net value of assets under custody with the Custodian. Interest is charged on the facility at the HSBC Bank Plc's currency overdraft rate.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

10. Overdraft facility (continued)

Strategic Europe Value Fund – the lower of US\$30,000,000 or 10% of the net value of assets under custody with the Custodian. Interest is charged on the facility at the HSBC Bank Plc's currency overdraft rate.

Strategic Global Bond Fund – the lower of US\$17,000,000 or 10% of the net value of assets under custody with the Custodian. Interest is charged on the facility at the HSBC Bank Plc's currency overdraft rate.

Strategic US Momentum and Value Fund – the lower of US\$25,000,000 or 10% of the net value of assets under custody with the Custodian. Interest is charged on the facility at the HSBC Bank Plc's currency overdraft rate.

Strategic Global Quality Fund – the lower of US\$10,000,000 or 10% of the net value of assets under custody with the Custodian. Interest is charged on the facility at the HSBC Bank Plc's currency overdraft rate.

Strategic European Smaller Companies Fund – the lower of US\$8,000,000 or 10% of the net value of assets under custody with the Custodian. Interest is charged on the facility at the HSBC Bank Plc's currency overdraft rate.

The assets and cash balances held by the Custodian, HSBC Institutional Trust Services (Ireland) Limited, are held as collateral for the above overdraft facilities.

11. Related Parties and Connected Parties

(i) Related Parties

The below table provides an analysis of related party transactions for the year ended 31 December 2015:

<u>Name</u>	<u>Relationship</u>	<u>Transaction type</u>	<u>Fees paid</u>
E.I. Sturdza Strategic Management Limited	Investment Manager, Promoter & Common Directors	Investment management services	See note 5
Banque Baring Brothers Sturdza S.A.	Investment Adviser/Shareholder	Investment adviser services	See note 5
Dillon Eustace	Common Director/Partner	Legal and tax advice	See note 5

L. Georges Gutmans, Gavin Farrell and Johannes Yntema, Directors of the Company, are also Directors of the Investment Manager and other investment funds managed by the Investment Manager. Brian Dillon is a Director of the Company and also a partner of Dillon Eustace, the Irish Legal and Irish Tax Adviser of the Company. Denise Kinsella is a Director of Pâris Bertrand Sturdza Investments Plc, which is managed by Banque Pâris Bertrand Sturdza SA. Banque Pâris Bertrand Sturdza SA is a corporate affiliate of the Investment Manager. Johannes Yntema is a Director of Banque Baring Brothers Sturdza SA, Investment Adviser to the Strategic Euro Bond Fund, Strategic Global Bond Fund and Strategic US Momentum and Value Fund.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

11. Related Parties and Connected Parties (continued)

Related party shareholding

The below table provides an analysis of the number of shares held in the Company by related parties as at 31 December 2015.

<u>Name</u>	<u>Relationship</u>	<u>Share Class</u>	<u>No of Shares</u>	
			<u>2015</u>	<u>2014</u>
Strategic China Panda Fund				
Banque Baring Brothers Sturdza SA*	Investment Adviser to other sub-funds	USD Class	10,209.18	14,828.21
		Hedged Euro Class	5,185.86	10,553.63
		Hedged Sterling Class	39.22	86.93
		Euro Hedged Institutional Class	480.90	Nil
Banque Pâris Bertrand Sturdza SA	A corporate affiliate of the Investment Manager and Banque Baring Brothers Sturdza SA	USD Class	43.94	55.14
		Hedged Euro Class	1408.48	1,408.48
L.Georges Gutmans	Director	Hedged Euro Class	20.62	20.62
Strategic Euro Bond Fund				
Banque Baring Brothers Sturdza SA*	Investment Adviser	Euro Distributing Class	8,980.46	14,726.81
		Euro Accumulating Class	37,429.19	43,422.32
		Euro Institutional Class	8,006.22	4,675.44
		CHF Accumulating Class	22,498.58	22,387.85
		CHF Institutional Class	400.00	2,430.00
Nippon Growth (UCITS) Fund				
Banque Baring Brothers Sturdza SA*	Investment Adviser to other sub-funds	JPY Class A	3,247.12	4,678.09
		JPY Class B	69,138.01	79,161.53
		JPY Class C	Nil	400.00
		Hedged Euro Class	14,782.22	15,430.06
		JPY Class D Institutional	11,203.64	Nil
Strategic Emerging Europe Fund				
Banque Baring Brothers Sturdza SA*	Investment Adviser to other sub-funds	USD Class	Nil	7,964.98
		Hedged Euro Class	Nil	7,540.21
L.Georges Gutmans	Director	Hedged Euro Class	Nil	19.66
Michel Danechi	Lead Investment Adviser at Investment Adviser of Strategic Emerging Europe Fund	USD Institutional Class	Nil	192.74

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

11. Related Parties and Connected Parties (continued)

Related party shareholding (continued)

The below table provides an analysis of the number of shares held in the Company by related parties as at 31 December 2015 (continued).

<u>Name</u>	<u>Relationship</u>	<u>Share Class</u>	<u>No of Shares</u> <u>2015</u>	<u>2014</u>
Strategic Europe Value Fund				
Banque Baring Brothers Sturdza SA*	Investment Adviser to other sub-funds	Euro Class	665,321.17	568,292.40
		EUR Institutional Class	248,898.93	128,100.00
		CHF Class	349,303.33	307,734.63
		Euro Institutional Distributing Class	44,660.78	Nil
		Euro Retail Class	98.50	Nil
L.Georges Gutmans	Director	CHF Class	840.00	Nil
The Guardian Angel Trust	A trust for beneficiaries related to L. Georges Gutmans (Director of the Company)	CHF Class	299.78	Nil
Jan Willem Goudriaan	Family member of William Vinke (PM to Investment Advisor of Strategic Europe Value Fund)	Euro Class	190.00	387.78
Azure Trust Company Limited	Trust company of William Vinke (PM of Investment Advisor of Strategic Europe Value Fund,beneficiary of this trust)	Euro Institutional Class	1,756.71	Nil
		Euro Class	Nil	1,508.99
DB Retirement Investment Scheme	Pension plan of Rosemary Diana Rachel Bichard (wife of PM of Investment Advisor of Strategic Europe Value Fund)	Euro Class	296.91	296.91

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

11. Related Parties and Connected Parties (continued)

Related party shareholding (continued)

The below table provides an analysis of the number of shares held in the Company by related parties as at 31 December 2015 (continued).

<u>Name</u>	<u>Relationship</u>	<u>Share Class</u>	<u>No of Shares</u>	
			<u>2015</u>	<u>2014</u>
Strategic Global Bond Fund				
Banque Baring Brothers Sturdza SA*	Investment Adviser	USD Class	64,906.03	76,091.40
		RMB Class	598.75	8,955.37
Banque Pâris Bertrand Sturdza SA	A corporate affiliate of the Investment Manager and Banque Baring Brothers Sturdza SA	RMB Class	440.32	197.62
Strategic US Momentum and Value Fund				
Banque Baring Brothers Sturdza SA*	Investment Adviser	USD Class	247,610.88	210,429.60
		Hedged Euro Class	15,129.49	36,302.29
		Hedged CHF Class	25,242.28	20,248.32
		USD Institutional Class	67,831.45	6,000
Strategic Global Quality Fund				
Banque Baring Brothers Sturdza SA*	Investment Adviser	USD Institutional Class	76,504.62	36,500.00
E.I. Sturdza Strategic Management Limited	Investment Manager	USD Institutional Class	10,000.00	1,000.00
Willem Vinke	PM to Investment Adviser of Strategic Global Quality Fund	USD Institutional Class	5,000.00	5,000.00
WPV Family Investment Trust	A trust for beneficiaries related to Willem Vinke (PM to Investment Adviser of Strategic Global Quality Fund)	USD Institutional Class	5,000.00	5,000.00
L.Georges Gutmans	Director	USD Institutional Class	2,500.00	2,500.00
The Guardian Angel Trust	A trust for beneficiaries related to L. Georges Gutmans (Director of the Company)	USD Institutional Class	1,000.00	1,000.00

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

11. Related Parties and Connected Parties (continued)

Related party shareholding (continued)

The below table provides an analysis of the number of shares held in the Company by related parties as at 31 December 2015 (continued).

Strategic European Smaller Companies Fund

Banque Baring Brothers Sturdza SA*	Investment Adviser	Euro Class	34,088.55	Nil
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*These shares are held by Banque Baring Brothers Sturdza SA as part of a nominee account.

Mr A Danechi, father of Michel Danechi, lead investment adviser at the Investment Adviser of the Strategic Emerging Europe Fund, disposed of his entire holdings in the Strategic Emerging Europe Fund during the reporting period.

None of the other directors hold any disclosable interest in the Company.

12. Distributions

The Directors are empowered to declare and pay distributions on any class of shares in the Company.

For the Strategic China Panda Fund it is intended that dividends will be declared for Hedged Sterling Class on an annual basis in line with the completion of the preparation of the audited and interim financial statements. It is not the intention to distribute dividends to investors in the USD class, Institutional Class or Hedged Euro Class. For the Strategic Euro Bond Fund it is intended that distributions will be declared for the Distributing Class on a semi-annual basis in line with the completion of the preparation of the audited and interim financial statements. It is not the intention to distribute dividends to investors in the Accumulating Class, Institutional Class and R Class.

For the Nippon Growth (UCITS) Fund it is intended that dividends would be declared for the JPY Class C Distributing on an annual basis in line with the completion of the preparation of the audited and interim financial statements. It is not the intention to distribute dividends to investors in the JPY Class A or JPY Class B Accumulating, Institutional Class, Hedged Class and R Class. For the Strategic Emerging Europe Fund, Strategic Europe Value Fund, Strategic Global Bond Fund, Strategic US Momentum and Value Fund and Strategic Global Quality Fund it is not the current intention of the Directors that dividends be recommended for payment to Shareholders in the Fund.

The dividends declared and paid during year ended 31 December 2015 were as follows.

Fund	Share Class	Date	Dividend per share EUR	Gross amount EUR
Strategic Euro Bond Fund	Euro Distributing Class	18 May 2015	13.59	187,531

The dividends declared and paid during year ended 31 December 2014 were as follows.

Fund	Share Class	Date	Dividend per share EUR	Gross amount EUR
Strategic Euro Bond Fund	Euro Distributing Class	5 September 2014	16.29	228,057

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

13. Comparative figures

The comparative figures for the Statement of Financial Position are as at 31 December 2014. The comparative figures for the Statement of Comprehensive Income, Statement of Changes in Net Assets Attributable to Holders of Redeemable Shares and Statement of Cash Flows are for the year ended 31 December 2014.

14. Auditors' Remuneration

Fees and expenses paid to statutory auditors, KPMG Ireland, in respect of the financial year are as follows:

	2015	2014
	EUR	EUR
Audit of financial statements	79,500	79,500
Other assurance services	-	-
Tax advisory services	25,583	23,066
Other non-audit services	-	-
	<u>105,083</u>	<u>102,566</u>

The fees in the above table are calculated exclusive of VAT.

15. Taxation

Under current law and practice the Company qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended. As such, it is not chargeable to Irish tax on its income or gains.

However, Irish tax may arise on the happening of a "chargeable event". A chargeable event includes any distribution payments to shareholders or any encashment, redemption, cancellation or transfer of shares.

No Irish tax will arise on the Company in respect of chargeable events in respect of:

(a) a shareholder who is neither an Irish resident nor ordinarily resident in Ireland for tax purposes, at the time of the chargeable event, provided appropriate valid declarations in accordance with the provisions of the Taxes Consolidation Act, 1997, as amended, are held by the Company; and

(b) certain exempted Irish tax resident shareholders who have provided the Company with the necessary signed statutory declarations and the Company is not in possession of any information which would reasonably suggest that the information contained therein is no longer materially correct.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

16. Significant matters arising during the year

A new sub-fund, Strategic European Smaller Companies Fund was approved by the Central Bank of Ireland on 1 May 2015 and commenced operations on 5 May 2015.

The Directors of the Company, in consultation with the Investment Manager, decided to terminate the Strategic Emerging Europe Fund with effect from 21 July 2015 (the “Termination Date”). The decision to terminate the Strategic Emerging Europe Fund was communicated by the Company to all shareholders. It is proposed to file an application for the withdrawal of the Central Bank’s approval of the Strategic Emerging Europe Fund in due course. Shareholders in the Fund as at the Termination Date received pro rata to the number of shares held by them net cash proceeds derived from the realisation of the investments of the Fund and any cash then forming part of the Fund so far as the same was available for the purpose of such distribution. Where there were assets remaining in the Fund as at the Termination Date which had not been realised, net cash proceeds were made available to the Shareholders as soon as possible thereafter. Alternatively, a Shareholder could request an in specie transfer of assets in lieu of cash proceeds.

The Directors of the Company resolved to amend the performance fee calculation for the Strategic US Momentum and Value Fund so that with effect from 30 September 2015 the performance fees crystallise on a quarterly basis.

The China Panda Fund may now invest in China A shares through the Shanghai-Hong Kong Stock Connect Scheme (the “Connect Scheme”). The Connect Scheme is a securities trading and clearing links program developed by, amongst others, The Stock Exchange of Hong Kong Limited (“SEHK”), Shanghai Stock Exchange (“SSE”), Hong Kong Securities Clearing Company Limited (“HKSCC”) and China Securities Depository and Clearing Corporation Limited (“ChinaClear”), with an aim to achieve mutual stock market access between mainland China and Hong Kong. Exposure to China A shares through the Shanghai-Hong Kong Stock Connect scheme will not be more than 50% of the Fund’s Net Asset Value. The Connect Scheme commenced operations on 17 November 2014.

In November 2015 the Company appointed HSBC Bank Plc, Luxembourg Branch, as paying agent in Luxembourg.

During the year, the following share classes were launched and listed on the Irish Stock Exchange:

Share Class	Launch Date	Date listed on Irish Stock Exchange
Strategic European Smaller Companies Fund – Euro Class	1 May 2015	6 May 2015
Strategic China Panda Fund-Euro Hedged Institutional Class	31 July 2015	6 August 2015
Strategic Europe Value Fund-Euro Institutional Distributing Class	10 November 2015	11 November 2015
Strategic Europe Value Fund-USD Institutional Class	2 December 2015	4 December 2015
Strategic Europe Value Fund-Euro Retail Class	17 December 2015	18 December 2015

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) for the year ended 31 December 2015

16. Significant matters arising during the year (continued)

During the year, the following share classes were created but were not launched:

Strategic European Smaller Companies Fund- Euro Class X Shares
Strategic European Smaller Companies Fund- USD Class Shares
Strategic European Smaller Companies Fund- CHF Class Shares

JPY Class C Shares of Nippon Growth UCITS Fund was temporarily delisted on 19 October 2015 as a result of the share class being fully redeemed. The temporary delisting is valid for one year.

17. Subsequent Events

The JPY Class A of the Nippon Growth (UCITS) Fund, which had previously been closed to subscriptions, was reopened on 1 January 2016 for new investment.

With effect from 1 January 2016, the performance fee for JPY Class A of the Nippon Growth (UCITS) Fund was reduced to 12.5%.

On 15 February 2016 Banque Baring Brothers Sturdza S.A changed its legal and company name to Banque Eric Sturdza SA.

The CHF Institutional Class of Strategic Euro Bond Fund was delisted on 20 January 2016 as a result of the share class being fully redeemed.

In relation to the Strategic China Panda Fund securities that were suspended during the year, Sound Global Limited stock was sold on 22 January 2016 and Sihuan Phannaceuticals resumed trading on 29 February 2016.

As of 18 March 2016, the Depositary on behalf of the Company assumed the responsibilities of UCITS V reporting.

On 14 April 2016, the Central Bank of Ireland approved the launch of a new sub-fund.

18. Approval of the Financial Statements

The financial statements were approved and authorised for issue by the Board of Directors on 19 April 2016.

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) as at 31 December 2015

Strategic China Panda Fund

Holding	Financial Assets at Fair Value through Profit or Loss	Fair Value USD	% of Net Assets
Transferable Securities			
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market			
Equity Securities			
Cayman Islands			
140,743	JD.com	4,541,073	2.61
473,900	Vipshop Holdings (25,000 : Citigroup)*	7,236,453	4.17
		11,777,526	6.78
China			
2,049,000	China Life Insurance	6,622,811	3.82
2,888,500	China State Construction International	5,016,608	2.89
2,121,600	Fuyao Glass Industry Group (314,000 : Nomura International Plc)*	5,113,674	2.95
2,377,000	Great Wall Motor	2,769,553	1.60
13,424,600	Li Ning (756,500 : Macquarie Bank London & 2,565,926 : UBS AG)*	7,275,173	4.19
2,494,500	Ping An Insurance Company of China H Shares	13,840,273	7.97
31,371	Qihoo 360 Technology	2,284,123	1.32
9,783,000	SITC International	5,188,079	2.99
7,377,400	Sound Global**	3,426,877	1.97
832,000	Tencent Holdings	16,371,402	9.43
4,674,600	Texhong Textile Group	3,534,555	2.04
25,200	YY ADR	1,574,244	0.91
3,432,960	ZTE Corp	7,831,477	4.51
		80,848,849	46.59
Hong Kong			
1,209,200	AIA Group	7,270,709	4.19
415,200	ASM Pacific Technology (20,000 : Macquarie Bank London)*	3,262,626	1.88
1,168,000	China Overseas Land & Investment	4,099,250	2.36
304,000	China Resources Land	886,492	0.51
223,000	CK Hutchison Holdings	3,009,742	1.73
3,470,000	CSPC Pharmaceutical Group	3,546,070	2.04
15,347,995	Far East Consortium International (1,000,000 : Macquarie Bank London)*	5,842,065	3.37
780,000	Galaxy Entertainment Group	2,460,742	1.42

*Securities on loan

**Suspended securities

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic China Panda Fund (continued)

Holding	Financial Assets at Fair Value through Profit or Loss	Fair Value USD	% of Net Assets
Transferable Securities (continued)			
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market			
Equity Securities (continued)			
Hong Kong (continued)			
12,657,500	International Housewares Retail	1,861,853	1.07
5,260,400	Luen Thai	746,628	0.43
10,680,500	Nexteer Automotive (1,000,000 : Macquarie Bank London)*	11,879,319	6.85
18,190,100	Sihuan Pharmaceutical**	6,624,397	3.82
1,457,387	Sino-Ocean Land Holdings	934,596	0.54
		52,424,489	30.21
Total Transferable Securities			
(31 December 2014: USD 309,766,236 - 84.50%)		145,050,864	83.58
Financial Derivative Instruments at positive fair value			
OTC Financial Derivative Instruments			
Equitised participation notes			
China			
	HSBC Bank plc (Chongqing Changan Automobile B Shares)		
4,027,258	Lepo 0.000001 Warrants 21/12/2022	8,884,131	5.12
	Morgan Stanley (China Merchants Shekou Industrial Zone		
1,669,796	Co Ltd) Warrants 29/12/2017	5,369,079	3.09
		14,253,210	8.21
Ireland			
	Morgan Stanley (Chongqing Changan Automobile B Shares)		
405	Warrants 05/07/2016	893	-
	Morgan Stanley Asia Product (Midea Group A Shares)		
1,085,900	Warrants 11/04/2016	5,493,525	3.17
		5,494,418	3.17
Total Financial Derivative Instruments at positive fair value (31 December 2014: USD 62,495,890 - 17.06%)		19,747,628	11.38
Total Financial Assets at fair value through profit or loss		164,798,492	94.96

*Securities on loan

**Suspended securities

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic China Panda Fund (continued)

Holding	Financial Liabilities at Fair Value through Profit or Loss	Fair Value USD	% of Net Assets
Financial Derivative Instruments at negative fair value			
OTC Financial Derivative Instruments			
Forward Foreign Currency Contracts			
Depreciation in Foreign Currency Contracts (Note 7)		(170,494)	(0.10)
		(170,494)	(0.10)
Total Financial Derivative Instruments at negative fair value (31 December 2014: USD (502,507) – (0.14)%)			
		(170,494)	(0.10)
Total Financial Liabilities at fair value through profit or loss			
		(170,494)	(0.10)
Total Financial Assets and Liabilities at fair value through profit or loss			
		164,627,998	94.86
Cash and cash equivalents*		8,798,695	5.07
Other Assets and Liabilities		113,090	0.07
Total Net Assets Attributable to Holders of Redeemable Participating Shares			
		173,539,783	100.00
Analysis of Total Assets			
Transferable securities		145,050,864	80.02
OTC financial derivative instruments		19,747,628	10.90
Cash and cash equivalents		8,798,695	4.85
Other Assets (inclusive of derivative collateral of USD Nil)		7,663,998	4.23
Total Assets		181,261,185	100.00

* Cash and cash equivalents are held with HSBC Bank Plc (AA-).

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic Euro Bond Fund

Holding	Financial Assets at Fair Value through Profit or Loss	Fair Value EUR	% of Net Assets
Transferable Securities			
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market			
Debt Securities			
Australia			
1,000,000	Telstra Corp 4.75% 21/03/2017	1,056,305	0.84
		1,056,305	0.84
Austria			
1,000,000	Autobahn Schnell (BR) 1.75% 21/10/2020	1,073,535	0.85
2,000,000	OEBB Infrastruktur (BR) 3.5% 19/10/2020	2,294,710	1.81
1,500,000	Telekom Finanzmanagement (BR) 3.125% 03/12/2021	1,643,572	1.30
		5,011,817	3.96
Belgium			
2,000,000	Belgium Kingdom (Ser 58) 3.75% 28/09/2020	2,351,900	1.86
		2,351,900	1.86
Finland			
2,000,000	Finnish Government 0.375% 15/09/2020	2,033,910	1.61
1,000,000	Tyottomyysvakuutusrahast 0.375% 23/09/2019	1,001,730	0.79
		3,035,640	2.40
France			
3,000,000	Aéroports De Paris (BR) 1.5% 24/07/2023	3,060,420	2.42
1,500,000	Essilor International 1.75% 09/04/2021	1,568,422	1.24
2,000,000	France (Govt Of) 0% 25/05/2020	1,997,200	1.58
1,000,000	Klepierre (BR) 4.25% 16/03/2016	1,007,790	0.79
2,000,000	Lvmh Moet Hennessy Vuitton (BR) 4% 06/04/2018	2,173,430	1.72
500,000	RCI Banque (BR) 2.25% 29/03/2021	519,363	0.41
5,000,000	RTE EDF Transport (BR) 2.875% 12/09/2023	5,550,025	4.39
1,000,000	Sagess (BR) 3.125% 21/10/2022	1,165,125	0.92
		17,041,775	13.47
Germany			
2,500,000	Daimler (BR) 2.625% 02/04/2019	2,674,287	2.11
6,000,000	KfW (BR) 0.125% 01/06/2020	6,017,040	4.76
2,000,000	Linde 1.75% 17/09/2020	2,115,970	1.67
		10,807,297	8.54

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic Euro Bond Fund (continued)

Holding	Financial Assets at Fair Value through Profit or Loss	Fair Value EUR	% of Net Assets
Transferable Securities (continued)			
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market			
Ireland			
1,500,000	Ervia (BR) 3.625% 04/12/2017	1,594,838	1.26
2,000,000	Ireland (Govt of) Treasury (REG) 4.5% 18/04/2020	2,372,000	1.88
		3,966,838	3.14
Italy			
5,000,000	Enel Finance International 4.875% 11/03/2020	5,842,150	4.62
1,000,000	SNAM 4.375% 07/11/2016	1,021,940	0.81
1,189,000	SNAM 5% 18/01/2019	1,349,937	1.07
1,500,000	Terna (BR) 2.875% 16/02/2018	1,580,723	1.25
1,000,000	Terna (BR) 4.875% 03/10/2019	1,159,495	0.91
		10,954,245	8.66
Netherlands			
2,000,000	Bk Nederlandse Gemeenten (BR) 1.875% 06/06/2019	2,130,420	1.68
3,000,000	BMW Finance (BR) 0.5% 21/01/2020	2,977,845	2.35
2,000,000	Deutsche Bahn Finance (BR) 3% 08/03/2024	2,302,570	1.82
4,500,000	Enexis Holding 1.875% 13/11/2020	4,720,590	3.73
2,000,000	Linde Finance (BR) 3.125% 12/12/2018	2,168,160	1.71
4,000,000	Neder Waterschapsbank (BR) 1.625% 23/08/2019	4,230,760	3.34
5,000,000	Nederlandse Gasunie 2.625% 13/07/2022	5,509,025	4.36
1,000,000	Netherlands Government 3.5% 15/07/2020	1,160,150	0.92
2,500,000	Shell International Finance 4.375% 14/05/2018	2,743,225	2.17
2,500,000	Siemens Financieringsmat (BR) 5.625% 11/06/2018	2,831,975	2.24
1,000,000	Siemens Financieringsmat 1.75% 12/03/2021	1,058,625	0.84
1,000,000	Tennet 0.875% 04/06/2021	1,001,525	0.79
4,500,000	Tennet 2.125% 01/11/2020	4,801,658	3.80
1,500,000	Wolters Kluwer (BR) 6.375% 10/04/2018	1,708,200	1.35
4,000,000	Wuerth Finance International (BR) 3.75% 25/05/2018	4,328,900	3.42
		43,673,628	34.52
Spain			
2,000,000	Institut Credito Oficial (REG S) (BR) 6% 08/03/2021	2,522,100	1.99
		2,522,100	1.99
Sweden			
2,000,000	Teliasonera (BR) 4.75% 07/03/2017	2,106,050	1.66
		2,106,050	1.66

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic Euro Bond Fund (continued)

Holding	Financial Liabilities at Fair Value through Profit or Loss	Fair Value EUR	% of Net Assets
Transferable Securities (continued)			
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market			
Switzerland			
3,000,000	Syngenta Finance 1.875% 11/02/2021	3,083,730	2.44
		3,083,730	2.44
United Kingdom			
1,000,000	Astrazeneca Plc 0.875% 24/11/2021	1,000,755	0.79
2,000,000	FCE Bank Plc (BR) 1.625% 09/09/2016	2,015,620	1.59
3,000,000	Rolls-Royce Plc 2.125% 18/06/2021	3,154,275	2.50
		6,170,650	4.88
United States			
2,000,000	IBM 1.875% 06/11/2020	2,119,450	1.68
2,000,000	Oracle 2.25% 10/01/2021	2,148,810	1.70
3,000,000	Pepsico Inc 1.75% 28/04/2021	3,141,990	2.48
3,000,000	Toyota Motor Credit Corp (REG) 1% 10/09/2021	3,021,330	2.39
		10,431,580	8.25
Total Transferable Securities			
(31 December 2014: EUR 107,624,600 – 96.47%)		122,213,555	96.61
Total Financial Assets at fair value through profit or loss		122,213,555	96.61
Financial Derivative Instruments at negative fair value			
Financial Derivative Instruments dealt on a regulated market			
Futures		Notional value	
(250)	Euro-Bobl Future Mar 16 08/03/2016	(32,649,687)	(17,500) (0.02)
(50)	Euro-Bund Future Mar 16 08/03/2016	(7,866,938)	(29,000) (0.02)
		(46,500)	(0.04)

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic Euro Bond Fund (continued)

Holding	Financial Liabilities at Fair Value through Profit or Loss	Fair Value EUR	% of Net Assets
Financial Derivative Instruments at negative fair value			
OTC Financial Derivative Instruments			
Forward Foreign Currency Contracts			
Depreciation in Foreign Currency Contracts (Note-7)		(131,589)	(0.10)
		(131,589)	(0.10)
Total Financial Derivative Instruments at negative fair value (31 December 2013: EUR (922,533) – (0.83)%)		(178,089)	(0.14)
Total Financial Liabilities at fair value at fair value through profit or loss		(178,089)	(0.14)
Total Financial Assets and Liabilities at fair value through profit or loss		122,035,466	96.47
Cash and cash equivalents*		2,309,882	1.82
Other Assets and Liabilities		2,160,687	1.71
Total Net Assets Attributable to Holders of Redeemable Participating Shares		126,506,035	100.00
Analysis of Total Assets			
Transferable securities		122,213,555	96.18
Cash and cash equivalents		2,309,882	1.82
Other assets (inclusive of derivative collateral of EUR 865,433)		2,542,461	2.00
Total Assets		127,065,898	100.00

*Cash and cash equivalents are held with HSBC Bank Plc (AA-).

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Nippon Growth (UCITS) Fund

Holding	Financial Assets at Fair Value through Profit or Loss	Fair Value JPY	% of Net Assets
Transferable Securities			
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market			
Japan			
63,000	Daiwa House Industry	220,689,000	1.02
250,000	Fujifilm	1,270,000,000	5.87
380,000	Fujitsu	230,622,000	1.06
420,000	GS Yuasa	189,839,995	0.88
160,000	H.I.S.	650,399,999	3.00
280,000	Haseko	377,440,000	1.74
1,100,000	IHI	370,699,991	1.71
780,000	Iino Kaiun Kaisha	392,339,995	1.81
160,000	Isuzu Motors	210,240,001	0.97
850,000	Itochu	1,225,700,005	5.66
480,000	Kajima	347,520,001	1.61
95,000	Keihin	203,110,002	0.94
1,220,000	Kobe Steel	162,260,000	0.75
55,000	LIXIL Group	148,499,999	0.69
570,000	Makino Milling Machine	523,259,997	2.42
980,000	Marubeni	612,597,989	2.83
144,000	Mitsubishi	292,032,004	1.35
130,000	Mitsubishi Chemical	100,659,001	0.46
108,000	Mitsubishi Estate	272,538,004	1.26
1,570,000	Mitsubishi UFJ Financial Group	1,188,647,002	5.49
600,000	Mitsui OSK Lines	184,200,001	0.85
4,680,000	Mizuho Financial Group	1,139,580,000	5.26
210,000	Nabtesco	520,380,004	2.40
930,000	Nachi-Fujikoshi	518,940,000	2.40
2,200,000	NEC	846,999,995	3.91
350,000	Nissan Motor	447,824,996	2.07
970,000	Nomura Holdings	658,727,004	3.04
120,000	Otsuka Corp	715,200,004	3.30
27,000	Rohm	166,859,997	0.77
140,000	Sekisui Chemical	222,739,998	1.03
1,250,000	Sojitz	320,000,003	1.48
70,000	Sumitomo Forestry	115,010,003	0.53
84,000	Sumitomo Metal Mining	124,278,001	0.57
240,000	Sumitomo Mitsui Financial Group	1,105,440,001	5.11
2,460,000	Sumitomo Mitsui Trust Holdings	1,134,060,010	5.24
152,000	Sumitomo Realty & Development	528,199,998	2.44
800,000	Taisei Corp	640,000,003	2.96

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Nippon Growth (UCITS) Fund (continued)

Holding	Financial Liabilities at Fair Value through Profit or Loss	Fair Value JPY	% of Net Assets
Transferable Securities (continued)			
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market			
Japan (continued)			
460,000	Tokyo Tatemono	608,580,005	2.81
720,000	Tokyu	691,199,995	3.19
1,000,000	Tokyu Fudosan Holdings	762,000,002	3.52
1,500,000	Toyo Engineering (66,000 : Bank of Nova Scotia & 150,000 : UBS AG)*	467,999,994	2.16
59,000	Toyota Motor	441,791,999	2.04
400,000	Yamada Denki (380,000 : BNP Paribas)*	209,199,998	0.97
		21,558,306,996	99.57
Total Transferable Securities			
(31 December 2014: JPY 21,251,077,504 – 99.69%)		21,558,306,996	99.57
Financial Derivative Instruments at positive fair value			
OTC Financial Derivative Instruments			
Forward Foreign Currency Contracts			
Appreciation in Foreign Currency Contracts (Note 7)		1,088,278	0.01
		1,088,278	0.01
Total Financial Derivative Instruments at positive fair value (31 December 2014: JPY 478,254 - Nil%)		1,088,278	0.01
Total Financial Assets at Fair Value through Profit or Loss			
		21,559,395,274	99.58
Financial Derivative Instruments at negative fair value			
OTC Financial Derivative Instruments			
Forward Foreign Currency Contracts			
Depreciation in Foreign Currency Contracts (Note 7)		(75,457,379)	(0.35)
		(75,457,379)	(0.35)

*Securities on loan

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Nippon Growth (UCITS) Fund (continued)

Holding	Financial Liabilities at Fair Value through Profit or Loss	Fair Value JPY	% of Net Assets
Financial Derivative Instruments at negative fair value (continued)			
Total Financial Derivative Instruments at negative fair value (31 December 2014: JPY (73,688,264) – (0.35)%)		(75,457,379)	(0.35)
Total Financial Liabilities at fair value through profit or loss		(75,457,379)	(0.35)
Total Financial Assets and Liabilities at fair value through profit or loss		21,483,937,895	99.23
Cash and cash equivalents*		411,506,165	1.90
Other Assets and Liabilities		(243,877,000)	(1.13)
Total Net Assets Attributable to Holders of Redeemable Participating Shares		21,651,567,060	100.00
Analysis of Total Assets			
Transferable securities		21,558,306,996	97.99
OTC financial derivative instruments		1,088,278	0.01
Cash and cash equivalents		411,506,165	1.87
Other assets (inclusive of derivative collateral of JPY Nil)		28,608,315	0.13
Total Assets		21,999,509,754	100.00

*Cash and cash equivalents are held with HSBC Bank Plc (AA-).

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic Europe Value Fund

Holding	Financial Assets at Fair Value through Profit or Loss	Fair Value EUR	% of Net Assets
Transferable Securities			
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market			
Equity Securities			
Belgium			
207,000	Anheuser-Busch InBev	23,680,800	2.64
		23,680,800	2.64
Britain			
1,096,000	Diageo	27,629,233	3.08
1,832,000	Smith & Nephew	30,050,778	3.35
		57,680,011	6.43
Denmark			
229,500	Pandora	26,812,269	2.99
164,000	William Demant Holding	14,435,892	1.61
		41,248,161	4.60
France			
388,000	Accor	15,521,940	1.73
		15,521,940	1.73
Germany			
302,000	Bayer	34,971,600	3.90
217,000	Beiersdorf (12,261 : Nomura International Plc)*	18,262,720	2.04
304,000	Henkel	26,940,480	3.00
287,000	SAP	21,060,060	2.35
		101,234,860	11.29
Ireland			
431,000	Shire	27,494,992	3.07
		27,494,992	3.07
Isle of Man			
4,280,000	Optimal Payments	21,605,188	2.41
		21,605,188	2.41

*Securities on loan

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic Europe Value Fund (continued)

Holding	Financial Assets at Fair Value through Profit or Loss	Fair Value EUR	% of Net Assets
Transferable Securities (continued)			
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market			
Italy			
2,650,000	Cerved Information Solutions	20,405,000	2.28
		20,405,000	2.28
Netherlands			
1,118,000	Grandvision	30,923,880	3.45
282,000	Heineken Holding	20,022,000	2.23
1,300,000	Intertrust	26,338,000	2.94
2,250,000	Reed Elsevier	34,965,000	3.90
1,212,000	Wolters Kluwer	37,529,580	4.18
		149,778,460	16.70
Spain			
668,000	Amadeus IT Holding	27,177,580	3.03
		27,177,580	3.03
Sweden			
818,000	Svenska Cellulosa	21,990,469	2.45
740,000	Swedish Match	24,227,392	2.70
		46,217,861	5.15
Switzerland			
6,200	Galenica	8,969,927	1.00
465,000	Nestle	31,863,473	3.55
348,000	Novartis	27,764,604	3.10
1,510,000	UBS	27,092,512	3.02
		95,690,516	10.67
United Kingdom			
504,000	British American Tobacco	25,807,764	2.88
1,830,000	Carphone Warehouse Group	12,424,657	1.39
484,000	InterContinental Hotels Group	17,468,823	1.95
364,250	LivaNova	19,911,171	2.22
418,000	Reckitt Benckiser Group	35,650,727	3.97
3,210,000	Sage Group	26,305,443	2.93
634,000	Unilever	25,194,231	2.81
		162,762,816	18.15

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic Europe Value Fund (continued)

Holding	Financial Assets at Fair Value through Profit or Loss	Fair Value EUR	% of Net Assets
Transferable Securities (continued)			
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market			
United States			
420,000	Philip Morris International	33,995,212	3.79
904,000	Qiagen	22,703,960	2.53
544,000	Reynolds American	23,115,367	2.58
248,000	Visa	17,707,762	1.97
		<hr/> 97,522,301	<hr/> 10.87
Total Transferable Securities			
(31 December 2014: EUR 242,453,765 - 97.49%)		<hr/> 888,020,486	<hr/> 99.02
Financial Derivative Instruments at positive fair value			
Financial Derivative Instruments dealt on a regulated market			
Covered Option Contract			
260	S&P 500 Index 1900 Put 18/03/2016	641,562	0.07
		<hr/> 641,562	<hr/> 0.07
OTC Financial Derivative Instruments			
Forward Foreign Currency Contracts			
Appreciation in Foreign Currency Contracts (Note 7)		33,642	-
		<hr/> 33,642	<hr/> -
Total Financial Derivative Instruments at positive fair value (31 December 2014: EUR 225,446 – 0.09%)		<hr/> 675,204	<hr/> 0.07
Total Financial Assets at fair value through profit or loss		<hr/> 888,695,690	<hr/> 99.09

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic Europe Value Fund (continued)

Holding	Financial Liabilities at Fair Value through Profit or Loss	Fair Value EUR	% of Net Assets
Financial Derivative Instruments at negative fair value			
OTC Financial Derivative Instruments			
Forward Foreign Currency Contracts			
Depreciation in Foreign Currency Contracts (Note 7)		(459,270)	(0.05)
		(459,270)	(0.05)
Total Financial Derivative Instruments at negative fair value (31 December 2014: EUR (14,730) - (0.01)%)			
		(459,270)	(0.05)
Total Financial Liabilities at fair value through profit or loss			
		(459,270)	(0.05)
Total Financial Assets and Liabilities at fair value through profit or loss			
		888,236,420	99.04
Cash and cash equivalents*		18,085,897	2.02
Other Assets and Liabilities		(9,476,209)	(1.06)
Total Net Assets attributable to the Holders of Redeemable Participating Shares			
		896,846,108	100.00
Analysis of Total Assets			
Transferable securities		888,020,486	97.24
Financial derivative instruments dealt on a regulated market		641,562	0.07
OTC financial derivative instruments		33,642	-
Cash and cash equivalents		18,085,897	1.98
Other assets (inclusive of derivative collateral of EUR 11,542)		6,440,713	0.71
Total Assets		913,222,300	100.00

*Cash and cash equivalents are held with HSBC Bank Plc (AA-).

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic Global Bond Fund

Holding	Financial Assets at Fair Value through Profit or Loss	Fair Value USD	% of Net Assets
Transferable Securities			
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market			
Debt Securities			
Austria			
3,000,000	Oekb Oest Kontroll Bank 5% 25/04/2017	3,152,943	3.33
		3,152,943	3.33
Canada			
4,000,000	Export Development Canada (REG) 1.5% 03/10/2018	4,004,524	4.23
2,000,000	Toronto-Dominion Bank 1.625% 13/03/2018	2,000,198	2.11
		6,004,722	6.34
France			
3,500,000	Electricite De France 6.5% 26/01/2019	3,918,950	4.14
3,500,000	Engie 1.625% 10/10/2017	3,473,942	3.67
3,500,000	Lafarge 6.5% 15/07/2016	3,602,760	3.81
2,000,000	Orange 2.75% 14/09/2016	2,018,059	2.13
3,000,000	RCI Banque 4.6% 12/04/2016	3,025,125	3.20
3,000,000	Sanofi (REG) 4% 29/03/2021	3,207,842	3.39
		19,246,678	20.34
Germany			
4,000,000	KFW (REG) 5.125% 14/03/2016	4,033,768	4.26
4,000,000	Landwirtsch. Rentenbank (REG) 5% 08/11/2016	4,135,484	4.37
3,500,000	Linde (BR) 1.5% 18/04/2018	3,488,817	3.69
		11,658,069	12.32
Ireland			
1,923,000	GE Capital International Funding 0.964% 15/04/2016	1,924,260	2.03
		1,924,260	2.03
Italy			
3,000,000	ENEL Finance International 5.125% 07/10/2019	3,255,030	3.44
		3,255,030	3.44

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic Global Bond Fund (continued)

Holding	Financial Assets at Fair Value through Profit or Loss	Fair Value USD	% of Net Assets
Transferable Securities (continued)			
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market			
Netherlands			
1,000,000	BK Nederlandse Gemeenten (BR) 5.125% 05/10/2016	1,030,545	1.09
500,000	Siemens Financieringsmat 1.45% 25/05/2018	497,585	0.52
		1,528,130	1.61
Poland			
1,000,000	Republic of Poland 5% 23/03/2022	1,114,000	1.18
		1,114,000	1.18
Singapore			
1,000,000	SingTel Group Treasury P (REG) 3.25% 30/06/2025	997,475	1.06
4,500,000	Temasek Financial I 3.375% 23/07/2042	4,111,020	4.34
		5,108,495	5.40
Spain			
3,000,000	Institut Credito Oficial (BR) 5% 14/11/2016	3,081,915	3.26
		3,081,915	3.26
United Arab Emirates			
1,000,000	MDC-GMTN 5.5% 20/04/2021	1,122,780	1.19
		1,122,780	1.19
United States			
2,000,000	Cisco Systems 3.15% 14/03/2017	2,049,390	2.16
2,000,000	Daimler Finance NA 2.4% 10/04/2017	2,014,070	2.13
2,000,000	General Electric Capital 2.9% 09/01/2017	2,033,144	2.15
1,000,000	Goldman Sachs Group 4% 03/03/2024	1,029,166	1.09
1,500,000	Merck Sharp & Dohme 5% 30/06/2019	1,655,470	1.75
2,000,000	Microsoft 1.625% 06/12/2018	2,012,553	2.13
1,000,000	Nestle Holdings 1.375% 21/06/2017	992,720	1.05
2,500,000	Oracle 2.375% 15/01/2019	2,536,209	2.68
2,000,000	Procter & Gamble 1.9% 01/11/2019	2,011,747	2.13
2,000,000	Roche Holding (REG S) 3.35% 30/09/2024	2,048,860	2.16
5,000,000	US Treasury Bond 3% 15/05/2045	4,979,883	5.26
3,000,000	US Treasury Bond 3% 15/11/2044	2,990,801	3.16
5,000,000	US Treasury Bond 3.125% 15/08/2044	5,111,230	5.40
1,000,000	Walt Disney Company (REG) 2.35% 01/12/2022	982,793	1.04
1,000,000	Wyeth 5.5% 15/02/2016	1,005,252	1.06
		33,453,288	35.35

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic Global Bond Fund (continued)

Holding	Financial Liabilities at Fair Value through Profit or Loss	Fair Value USD	% of Net Assets
Transferable Securities (continued)			
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market			
Total Transferable Securities (31 December 2014: USD 108,366,676 – 93.86%)		90,650,310	95.79
Financial Derivative Instruments at positive fair value			
Financial Derivative Instruments dealt on a regulated market			
Futures	Notional Value		
(100) US 2YR Note (CBT) Future March 16 31/03/2016	(21,762,609)	39,172	0.04
(100) US 5YR Note (CBT) Future March 16 31/03/2016	(11,870,313)	38,281	0.04
		77,453	0.08
Total Financial Derivative Instruments at positive fair value (31 December 2014: USD 157,802 - 0.14%)		77,453	0.08
Total Financial Assets at fair value through profit or loss		90,727,763	95.87
Financial Derivative Instruments at negative fair value			
OTC Financial Derivative Instruments			
Forward Foreign Currency Contracts			
Depreciation in Foreign Currency Contracts (Note 7)		(65,054)	(0.07)
		(65,054)	(0.07)
Total Financial Derivative Instruments at negative fair value (31 December 2014: USD (41,094) – (0.04)%)		(65,054)	(0.07)
Total Financial Liabilities at fair value through profit or loss		(65,054)	(0.07)

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic Global Bond Fund (continued)

Holding	Financial Liabilities at Fair Value through Profit or Loss	Fair Value USD	% of Net Assets
<hr/>			
Total Financial Assets and Liabilities at fair value through profit or loss		90,662,709	95.80
Cash and cash equivalents*		3,136,445	3.31
Other Assets and Liabilities		842,138	0.89
<hr/>			
Total Net Assets Attributable to Holders of Redeemable Participating Shares		94,641,292	100.00
<hr/>			
Analysis of Total Assets			
Transferable securities		90,650,310	95.42
Financial derivative instruments dealt on a regulated market		77,453	0.08
Cash and cash equivalents		3,136,445	3.30
Other assets (inclusive of derivative collateral of USD 251,525)		1,134,703	1.20
Total Assets		94,998,911	100.00
<hr/>			

*Cash and cash equivalents are held with HSBC Bank Plc (AA-).

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic US Momentum and Value Fund

Holding	Financial Assets at Fair Value through Profit or Loss	Fair Value USD	% of Net Assets
Transferable Securities			
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market			
Equity Securities			
Denmark			
100,100	NXP Semiconductors	8,433,425	2.58
		8,433,425	2.58
Singapore			
35,000	Avago Technologies	5,080,250	1.56
		5,080,250	1.56
United States			
18,100	Advance Auto Parts	2,724,231	0.84
19,300	Alaska Air Group	1,553,843	0.48
54,850	Allergan	17,140,625	5.25
41,550	Alliance Data Systems	11,491,484	3.52
13,425	Alphabet	10,444,784	3.20
28,950	AMERCO	11,276,025	3.46
89,100	AO Smith	6,825,951	2.09
112,900	Apple	11,883,854	3.64
3,800	Autozone	2,819,258	0.86
98,000	Bank of the Ozarks	4,847,080	1.49
50,900	Becton Dickinson	7,843,181	2.40
25,850	Biogen Idec	7,919,147	2.43
100,000	Carmax	5,397,000	1.65
41,000	Casey's General Stores	4,938,450	1.51
11,613	Chemed	1,739,627	0.53
135,500	Cognizant Technology Solutions	8,132,710	2.49
222,400	Comcast	12,550,032	3.85
14,500	CR Bard	2,746,880	0.84
73,700	CVS Caremark	7,205,649	2.21
80,000	Ecolab	9,150,400	2.80
108,400	Edwards Lifesciences	8,561,432	2.62
110,989	Encore Capital Group	3,227,560	0.99
34,588	Eplus	3,225,677	0.99
85,600	Express Scripts Holdings	7,482,296	2.29
207,027	Grand Canyon Education	8,305,923	2.55
59,500	j2 Global	4,898,040	1.50
174,500	Jarden Corp	9,967,440	3.06
222,200	Kroger	9,294,626	2.85

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic US Momentum and Value Fund (continued)

Holding	Financial Assets at Fair Value through Profit or Loss	Fair Value USD	% of Net Assets
Transferable Securities (continued)			
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market			
United States (continued)			
15,000	Mastercard	1,460,400	0.45
51,500	McKesson	10,157,345	3.11
49,800	Monster Beverage	7,418,208	2.27
86,829	PRA Group	3,012,098	0.92
7,230	Priceline.com	9,217,889	2.83
21,500	Quintiles Transnational Holdings	1,476,190	0.45
74,300	Signature Bank	11,395,391	3.49
146,400	Skyworks Solutions	11,247,912	3.45
26,450	SPDR S&P 500 ETF Trust	5,392,891	1.65
28,000	SVB Financial Group	3,329,200	1.02
184,600	Team Health Holdings	8,102,094	2.48
96,800	Universal Health Services	11,566,632	3.55
93,000	Visa	7,212,150	2.21
		294,581,605	90.27
Total Transferable Securities			
(31 December 2014: USD 277,879,664 – 97.01%)		308,095,280	94.41
Financial Derivative Instruments at positive fair value			
Financial Derivative Instruments dealt on a regulated market			
Covered Option Contracts			
200	Becton Dickinson Call 15/01/2016	35,000	0.01
1,000	Carmax Put 15/01/2016	120,000	0.04
		155,000	0.05
Total Financial Derivative Instruments at positive fair value (31 December 2014: USD 4,000 - Nil%)		155,000	0.05
Total Financial Assets at fair value through profit or loss		308,250,280	94.46

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic US Momentum and Value Fund (continued)

Holding	Financial Liabilities at Fair Value through Profit or Loss	Fair Value USD	% of Net Assets
Financial Derivative Instruments at negative fair value			
Financial Derivative Instruments dealt on a regulated market			
Covered Option Contracts			
(450)	Allergan Call 15/01/2016	(255,000)	(0.08)
(100)	Amerco Call 15/01/2016	(36,750)	(0.01)
(150)	Avago Technologies Call 15/01/2016	(28,800)	(0.01)
(1,000)	Carmax Call 15/01/2016	(2,000)	-
(1,350)	Jarden Call 15/01/2016	(267,000)	(0.08)
		(589,550)	(0.18)
OTC Financial Derivative Instruments			
Forward Foreign Currency Contracts			
	Depreciation in Foreign Currency Contracts (Note 7)	(202,440)	(0.06)
		(202,440)	(0.06)
Total Financial Derivative Instruments at negative fair value (31 December 2014: USD (1,066,193) - (0.37)%)			
		(791,990)	(0.24)
Total Financial Liabilities at fair value through profit or loss			
		(791,990)	(0.24)
Total Financial Assets and Liabilities at fair value through profit or loss			
		307,458,290	94.22
Cash and cash equivalents*			
		14,334,155	4.39
Other Assets and Liabilities			
		4,526,398	1.39
Total Net Assets attributable to the Holders of Redeemable Participating Shares			
		326,318,843	100.00

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic US Momentum and Value Fund (continued)

	Fair Value USD	% of Net Assets
Analysis of Total Assets		
Transferable securities	308,095,280	85.66
Financial derivative instruments dealt on a regulated market	155,000	0.04
Cash and cash equivalents	14,334,155	3.99
Other assets (inclusive of derivative collateral of USD 11,112,440)	37,068,390	10.31
Total Assets	359,652,825	100.00

*Cash and cash equivalents are held with HSBC Bank Plc (AA-).

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic Global Quality Fund

Holding	Financial Assets at Fair Value through Profit or Loss	Fair Value USD	% of Net Assets
Transferable Securities			
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market			
Belgium			
3,860	Anheuser-Busch InBev ADR	482,500	3.68
		482,500	3.68
Britain			
18,450	Diageo	505,155	3.86
27,345	Smith & Nephew	487,167	3.72
		992,322	7.58
Germany			
3,450	Beiersdorf	315,351	2.41
		315,351	2.41
Ireland			
6,360	Medtronic	489,211	3.74
5,710	Shire	395,624	3.02
		884,835	6.76
Japan			
13,300	Japan Tobacco	494,670	3.78
		494,670	3.78
Netherlands			
4,900	Heineken Holding	377,854	2.89
13,790	Wolters Kluwer	463,773	3.54
		841,627	6.43
Sweden			
7,620	Svenska Cellulosa	222,488	1.70
		222,488	1.70
Switzerland			
6,710	Nestle	499,381	3.81
		499,381	3.81

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic Global Quality Fund (continued)

Holding	Financial Assets at Fair Value through Profit or Loss	Fair Value USD	% of Net Assets
Transferable Securities (continued)			
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market			
United Kingdom			
8,910	British American Tobacco	495,527	3.78
6,920	Reckitt Benckiser Group	641,015	4.90
28,392	Reed Elsevier	501,214	3.83
55,740	Sage Group	496,109	3.79
8,540	Unilever	368,586	2.81
		<hr/> 2,502,451	<hr/> 19.11
United States			
635	Alphabet	481,889	3.68
5,460	Altria Group	317,827	2.43
5,490	Colgate-Palmolive	365,744	2.79
3,040	Equifax	338,565	2.59
1,330	International Flavors & Fragrances	159,121	1.22
5,210	Mastercard	507,246	3.87
11,470	Microsoft	636,356	4.86
8,120	Philip Morris International	713,829	5.45
13,460	Qiagen	367,154	2.80
15,420	Reynolds American	711,633	5.43
8,190	Visa	635,134	4.85
		<hr/> 5,234,498	<hr/> 39.97
Total Transferable Securities			
(31 December 2014: USD 3,465,987 – 68.54%)		<hr/> 12,470,123	<hr/> 95.23
Total Financial Assets at fair value			
through profit or loss		<hr/> 12,470,123	<hr/> 95.23

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic Global Quality Fund (continued)

Holding	Financial Liabilities at Fair Value through Profit or Loss	Fair Value USD	% of Net Assets
Financial Derivative Instruments at negative fair value			
OTC Financial Derivative Instruments			
Forward Foreign Currency Contracts			
Depreciation in Foreign Currency Contracts (Note 7)		(11,231)	(0.09)
		(11,231)	(0.09)
Total Financial Derivative Instruments at negative fair value (31 December 2014: USD Nil - Nil%)			
		(11,231)	(0.09)
Total Financial Liabilities at fair value through profit or loss			
		(11,231)	(0.09)
Total Financial Assets and Liabilities at fair value through profit or loss			
		12,458,892	95.14
Cash and cash equivalents*		274,732	2.10
Other Assets and Liabilities		360,774	2.76
Total Net Assets attributable to the Holders of Redeemable Participating Shares			
		13,094,398	100.00
Analysis of Total Assets			
Transferable securities		12,470,123	95.07
Cash and cash equivalents		274,732	2.10
Other assets (inclusive of derivative collateral of USD Nil)		371,378	2.83
Total Assets		13,116,233	100.00

* Cash and cash equivalents are held with HSBC Bank Plc (AA-).

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic European Smaller Companies Fund

Holding	Financial Assets at Fair Value through Profit or Loss	Fair Value EUR	% of Net Assets
Transferable Securities			
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market			
Collective Investment Schemes			
Luxembourg			
984	Amundi Money Market Fund (UCITS)	999,680	2.91
14,187	BNP Paribas Insticash	1,999,053	5.82
		<u>2,998,733</u>	<u>8.73</u>
Equity Securities			
Austria			
14,000	Andritz	630,700	1.84
		<u>630,700</u>	<u>1.84</u>
Belgium			
20,517	Barco	1,263,847	3.68
		<u>1,263,847</u>	<u>3.68</u>
Finland			
104,800	Metsa Board	718,928	2.09
		<u>718,928</u>	<u>2.09</u>
France			
22,750	1000mercis	851,760	2.48
95,000	Albioma	1,420,250	4.13
25,000	Alten	1,335,250	3.89
82,351	Aubay	1,513,612	4.40
50,000	Beneteau	645,500	1.88
151,700	Fermentalg	911,717	2.65
50,000	Jacquet Metal Service	715,000	2.08
76,500	Lisi	1,908,675	5.55
94,815	Mersen	1,611,855	4.69
41,653	Serge Ferrari Group	425,694	1.24
20,000	SPIE	339,400	0.99
13,850	STEF	880,306	2.56
49,046	Tarkett	1,411,789	4.11
		<u>13,970,808</u>	<u>40.65</u>

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic European Smaller Companies Fund (continued)

Holding	Financial Assets at Fair Value through Profit or Loss	Fair Value EUR	% of Net Assets
Transferable Securities (continued)			
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market			
Germany			
25,000	Gfk	772,375	2.25
32,800	NORMA Group	1,678,376	4.88
54,000	SLM Solutions Group	1,026,000	2.99
150,000	Tom Tailor Holding	781,500	2.27
		<hr/> 4,258,251	<hr/> 12.39
Italy			
28,300	Brembo	1,264,444	3.68
26,000	Moncler	335,920	0.98
		<hr/> 1,600,364	<hr/> 4.66
Luxembourg			
130,000	SAF-Holland	1,623,700	4.72
		<hr/> 1,623,700	<hr/> 4.72
Netherlands			
74,923	Kendrion	1,815,759	5.28
		<hr/> 1,815,759	<hr/> 5.28
Switzerland			
52,368	Ascom Holdings	765,342	2.23
14,300	Kardex (REG)	1,025,234	2.98
8,236	Komax Holding (REG)	1,475,437	4.29
9,235	Rieter Holding	1,595,833	4.64
		<hr/> 4,861,846	<hr/> 14.14
Total Transferable Securities			
(31 December 2014: EUR Nil – Nil%)		<hr/> 33,742,936	<hr/> 98.18

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) as at 31 December 2015

Strategic European Smaller Companies Fund (continued)

Holding	Financial Assets at Fair Value through Profit or Loss	Fair Value EUR	% of Net Assets
Total Financial Assets and Liabilities at fair value through profit or loss			
		33,742,936	98.18
Cash and cash equivalents*			
		926,124	2.70
Other Assets and Liabilities			
		(301,608)	(0.88)
Total Net Assets Attributable to Holders of Redeemable Participating Shares			
		34,367,452	100.00
Analysis of Total Assets			
Transferable securities		33,742,936	96.57
Cash and cash equivalents		926,124	2.65
Other assets (inclusive of derivative collateral of EUR Nil)		271,128	0.78
Total Assets		34,940,188	100.00

* Cash and cash equivalents are held with HSBC Bank Plc (AA-).

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) for the year ended 31 December 2015

Strategic China Panda Fund

Top 20 Purchases

Investments	Cost USD
Ping An Insurance Company of China H Shares	22,431,298
BOCI Financial Products (Gree Electric Appliances A Shares) P Note 07/01/2016	18,200,928
Vipshop Holdings ADR	17,056,555
China Life Insurance	14,541,297
Tencent Holdings	14,028,259
Hong Kong Exchanges & Clearing	13,766,046
BOCI Financial Products (China CYTS Tours Holding) P Note 04/01/2016	13,737,083
Baidu ADR	13,076,405
China Overseas Land & Investment	12,978,215
BOC Hong Kong Holdings	11,551,415
JD.com ADR	11,213,765
BOCI Financial Products (Kweichow Moutai A Shares) P Note 16/03/2016	9,451,290
ZTE Corp	9,449,089
China Resources Land	9,386,186
CSPC Pharmaceutical Group	9,313,354
Gree Electric Appliances A Shares Warrants 31/01/2015	7,710,592
BOCI Financial Products (SAIC Motor A Shares) P Note 19/08/2015	7,686,760
AIA Group	7,543,231
Bank of China	7,430,219
HSBC Bank Plc (Kweichow Moutai A Shares (SSC)) Warrants 04/12/2024	7,428,858

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) for the year ended 31 December 2015

Strategic China Panda Fund (continued)

Top 20 Sales

Investments	Proceeds USD
Tencent Holdings	36,570,349
Bank of China	20,773,941
Gree Electric Appliances A Shares Warrants 31/01/2015	19,347,685
China Resources Land	17,720,311
China Overseas Land & Investment	16,301,281
BOCI Financial Products (Gree Electric Appliances A Shares) P Note 07/01/2016	15,961,013
BOCI Financial Products (China CYTS Tours Holding) P Note 04/01/2016	15,746,283
HSBC Bank plc (Chongqing Changan Automobile B Shares) Lepo 0.000001 Warrants 21/12/2022	15,123,127
Nexteer Automotive	14,131,596
Hong Kong Exchanges & Clearing	13,897,114
China Shipping Container Lines	13,420,532
Sinotrans	12,645,014
China Shipping Development	12,387,143
BOCI Financial Products (Kweichow Moutai A Shares) P Note 16/03/2016	12,269,344
China Everbright International	12,229,619
BOC Hong Kong Holdings	12,104,571
Samsonite International	11,104,593
Beijing Enterprises Water Group	10,119,657
Baidu ADR	9,738,835
Sinopec Shanghai Petrochemical	9,676,681

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) for the year ended 31 December 2015

Strategic Euro Bond Fund

Top 20 Purchases

Investments	Cost EUR
KFW (BR) 0.125% 01/06/2020	6,021,329
Enel Finance International 4.875% 11/03/2020	6,006,513
RTE EDF Transport (BR) 2.875% 12/09/2023	5,691,022
Tennet 2.125% 01/11/2020	4,855,561
Wuerth Finance International (BR) 3.75% 25/05/2018	4,421,800
Neder Waterschapsbank (BR) 1.625% 23/08/2019	4,247,019
GDF Suez (BR) 3% 01/02/2023	4,015,145
BMW Finance (BR) 1% 21/01/2025	3,973,140
Nederlandse Gasunie 2.625% 13/07/2022	3,306,802
Volkswagen International (BR) 5.375% 22/05/2018	3,295,675
Astrazeneca Plc 0.875% 24/11/2021	3,044,671
Aeroports De Paris (BR) 1.5% 24/07/2023	3,015,177
Roche Finance Europe (BR) 0.875% 25/02/2025	3,003,400
Volkswagen International Finance (BR) 0.875% 16/01/2023	2,972,460
BMW Finance (BR) 0.5% 21/01/2020	2,958,185
Siemens Financieringsmat (BR) 5.625% 11/06/2018	2,913,408
Shell International Finance 4.375% 14/05/2018	2,813,162
Enel Finance International 1.966% 27/01/2025	2,591,482
Institut Credito Oficial (REG S) (BR) 6% 08/03/2021	2,557,462
Unilever (BR)1% 03/06/2023	2,480,375

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) for the year ended 31 December 2015

Strategic Euro Bond Fund (continued)

Top 20 Sales

Investments	Proceeds EUR
Export-Import Bank of Korea 2% 30/04/2020	4,755,873
EADS Finance (BR) 2.375% 02/04/2024	4,396,344
Wendel (BR) 5.875% 17/09/2019	4,306,784
Allianz Finance II (BR) 3.5% 14/02/2022	4,153,565
GDF Suez (BR) 3% 01/02/2023	4,069,200
Institut Credito Oficial (REG S) (BR) 6% 08/03/2021	4,023,839
BMW Finance (BR) 1% 21/01/2025	3,784,547
Investor (BR) 4.5% 12/05/2023	3,758,517
CEZ 5% 19/10/2021	3,667,908
WPP Finance (BR) 3% 20/11/2023	3,390,474
Volkswagen International (BR) 5.375% 22/05/2018	3,336,655
Enel Finance International 4.875% 11/03/2020	3,108,880
Roche Finance Europe (BR) 0.875% 25/02/2025	2,909,158
America Movil SAB De CV 3% 12/07/2021	2,846,596
Telekom Finanzmanagement (BR) 3.125% 03/12/2021	2,811,786
Tennet 3.875% 21/02/2018	2,760,247
BASF SE (Ser 10Y) (BR) 2% 05/12/2022	2,709,312
BHP Billiton Finance (BR) 2.25% 25/09/2020	2,697,330
Volkswagen International Finance (BR) 0.875% 16/01/2023	2,683,346
Korea Gas 2.375% 15/04/2019	2,664,328

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) for the year ended 31 December 2015

Nippon Growth (UCITS) Fund

Top 20 Purchases

Investments	Cost JPY
Otsuka Corp	753,098,523
Fujifilm	411,561,804
Sumitomo Mitsui Financial Group	363,046,252
Itochu	357,713,487
Nabtesco	355,206,181
Sumitomo Mitsui Trust Holdings	330,151,809
Nomura Holdings	323,938,104
Mitsubishi UFJ Financial Group	314,595,879
Mizuho Financial Group	303,903,855
Sumitomo Realty & Development	301,144,549
Tokyu Fudosan Holdings	260,714,631
Makino Milling Machine	240,236,881
IHI	233,361,152
Toyo Engineering	223,563,991
Nachi-Fujikoshi	223,409,358
Fujitsu	218,056,152
H.I.S.	215,132,356
Marubeni	211,988,025
Tokyo Tatemono	198,213,974
Tokyu	193,811,989

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) for the year ended 31 December 2015

Nippon Growth (UCITS) Fund (continued)

Top 20 Sales

Investments	Proceeds JPY
Mizuho Financial Group	479,538,163
Itochu	475,895,761
Marubeni	389,264,439
Sumitomo Mitsui Financial Group	383,202,330
Taisei Corp	382,246,629
Fujifilm	370,506,082
Mitsubishi UFJ Financial Group	367,276,645
Nissan Motor	278,493,722
ANA Holdings	241,347,175
Kajima	202,942,778
IHI	185,961,100
Tokyo Tatemono	170,486,651
Mitsubishi Estate	168,007,825
H.I.S.	167,951,856
NEC	162,236,793
Mitsubishi	159,461,227
LIXIL Group	154,502,449
Sumitomo Mitsui Trust Holdings	148,747,177
Tokyu Fudosan Holdings	144,195,586
Haseko	141,655,259

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) for the year ended 31 December 2015

Strategic Emerging Europe Fund

Top 20 Purchases

Investments	Cost USD
Amundi Money Market Fund	10,000,000
Eurasia Drilling GDR	4,968,713
Soda Sanayii	3,449,717
Raiffeisen Bank International	3,266,154
Petropavlovsk	2,680,902
Bank of Georgia Holdings	2,415,348
Rosneft Oil GDR Reg Shares	2,363,247
Dragon Oil	2,235,343
Akbank TAS	2,152,796
Novolipetsk Steel GDR Reg Shares	2,143,114
Powszechna Kasa Oszczednosci Bank Polski	1,840,978
Gazprom OAO Spons ADR	1,835,804
Turkiye Halk Bankasi	1,616,929
Enka Insaat ve Sanayi	1,577,249
Alpha Bank	1,532,034
Yandex Class A	1,320,445
Bank Millennium	1,153,004
Global Yatirim Holding	1,057,901
Emaar Properties PJSC	927,294
Afren Plc (REG S) 6.625% 09/12/2020 (Defaulted)	860,827

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) for the year ended 31 December 2015

Strategic Emerging Europe Fund (continued)

Top 20 Sales

Investments	Proceeds USD
Amundi Money Market Fund	10,001,524
Austria Technologie & Systemtechnik	7,582,935
Gazprom OAO Spons ADR	7,306,511
Septinvest 10% 31/03/2015	7,000,000
Surgutneftegaz	6,207,929
Petropavlovsk 2010 Convertible 4% 18/03/2015	6,015,667
X5 Retail Group GDR	5,695,584
Eurasia Drilling GDR	5,296,633
Sberbank of Russia Spon ADR	4,985,125
Raiffeisen Bank International	4,401,225
Kazmunaigas Exploration GDR	4,135,703
KCell JSC Reg Shrs GDR	4,071,136
Ceske Energeticke Zavody	3,353,327
Merrill Lynch International (Transgaz SA Medias) Warrants 01/11/2017	3,255,546
Soda Sanayii	3,119,963
Petropavlovsk	2,903,514
Rosneft Oil GDR Reg Shares	2,791,754
Hellenic Exchanges	2,741,833
Aegean Airlines	2,728,732
Bank of Georgia Holdings	2,620,449

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) for the year ended 31 December 2015

Strategic Europe Value Fund

Top 20 Purchases

Investments	Cost EUR
UBS	41,121,284
Philip Morris International	32,426,315
Shire	31,745,232
Reed Elsevier	29,969,806
Accor	28,675,105
Visa	26,797,753
Reckitt Benckiser Group	26,010,053
Bayer	25,899,195
Henkel	25,099,003
Diageo	24,074,650
Wolters Kluwer	23,505,412
Grandvision	23,473,706
Reynolds American	23,340,999
Sorin	23,014,886
Nestle	22,622,011
Novartis	22,291,654
SAP	21,010,038
Pandora	20,879,859
LivaNova	20,847,171
Smith & Nephew	20,590,209

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) for the year ended 31 December 2015

Strategic Europe Value Fund (continued)

Top 20 Sales

Investments	Proceeds EUR
UBS	27,643,893
Sorin	22,251,849
Visa	20,909,585
Imperial Tobacco Group	20,050,764
Auto Trader Group	18,505,528
Playtech	15,876,995
Galenica	15,383,538
Michael Page International	15,275,863
Wirecard	12,589,896
SES	12,341,330
Pandora	11,952,928
Bolsas Y Mercados Espanoles	10,564,650
Safran	10,128,375
Anheuser-Busch InBev	8,940,499
Arseus	8,804,917
Accor	8,636,656
Sanofi	8,596,248
Novo Nordisk	8,069,855
Philip Morris International	7,756,225
Carlsberg	6,689,469

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) for the year ended 31 December 2015

Strategic Global Bond Fund

Top 20 Purchases

Investments	Cost USD
Landwirtsch. Rentenbank (REG) 5% 08/11/2016	5,444,833
KFW (REG) 5.125% 14/03/2016	5,366,511
US Treasury Bond 3% 15/05/2045	5,102,330
Export Development Canada (REG) 1.5% 03/10/2018	5,081,458
US Treasury Note 2% 15/08/2025	5,021,538
Neder Waterschapsbank (REG) 0.375% 14/12/2015	5,004,627
Electricite De France 6.5% 26/01/2019	4,625,925
US Treasury Note 2.25% 15/11/2024	4,125,699
Linde (BR) 1.5% 18/04/2018	3,534,269
Engie 1.625% 10/10/2017	3,518,010
ENEL Finance International 5.125% 07/10/2019	3,370,445
Sanofi (REG) 4% 29/03/2021	3,341,567
US Treasury Bond 3% 15/11/2044	3,312,744
Institut Credito Oficial (BR) 5% 14/11/2016	3,258,933
Oekb Oest Kontroll Bank 5% 25/04/2017	3,186,867
Oracle 2.375% 15/01/2019	2,548,337
US Treasury Note 2% 15/02/2025	2,517,131
Roche Holding (REG S) 3.35% 30/09/2024	2,135,753
RCI Banque 4.6% 12/04/2016	2,110,656
Export-Import Bank Korea (REG) 4% 11/01/2017	2,105,267

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) for the year ended 31 December 2015

Strategic Global Bond Fund (continued)

Top 20 Sales

Investments	Proceeds USD
ENEL Finance International 5.125% 07/10/2019	5,108,166
QNB Finance 2.875% 29/04/2020	5,107,830
Neder Waterschapsbank (REG) 0.375% 14/12/2015	5,001,514
US Treasury Note 2% 15/08/2025	4,917,084
US Treasury Note 2.25% 15/11/2024	4,136,415
Cez 4.25% 03/04/2022	3,734,445
Ecopetrol 5.875% 18/09/2023	3,730,611
Autozone 3.7% 15/04/2022	3,634,002
CNOOC Finance 2012 3.875% 02/05/2022	3,599,830
Electricite De France VAR PERP	3,545,719
Grupo Bimbo SAB De CV 3.875% 27/06/2024	3,461,329
Taq Abu Dhabi National Energy 5.875% 13/12/2021	3,434,042
Republic of Poland 5% 23/03/2022	3,398,111
Spain Government International Bond 4% 06/03/2018	3,306,000
EDP Finance BV 5.25% 14/01/2021	3,184,771
China Uranium Developement 3.5% 08/10/2018	3,115,933
General Motors 4.875% 02/10/2023	3,113,842
Ford Motor Credit 4.375% 06/08/2023	3,090,578
Rabobank Nederland 3.95% 09/11/2022	3,034,158
Sinopec GRP Oversea 2013 2.5% 17/10/2018	2,791,611

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) for the year ended 31 December 2015

Strategic US Momentum and Value Fund

Top 20 Purchases

Investments	Cost USD
Amundi Money Market Fund (UCITS)	105,000,000
SPDR S&P 500 ETF Trust	43,533,707
S&P 500 Index	41,900,000
Union Pacific	26,355,084
Alphabet	20,100,414
Allergan	18,871,109
Skyworks Solutions	18,742,281
Jarden Corp	17,526,420
Universal Health Services	16,041,390
Visa	15,464,405
Google	14,253,664
Carmax	13,938,750
Canadian Pacific Railway	12,403,710
Avago Technologies	12,361,529
Cognizant Technology Solutions	12,333,472
Grand Canyon Education	11,898,356
Team Health Holdings	11,332,350
Monster Beverage	11,325,639
Edwards Lifesciences	11,302,782
Alliance Data Systems	11,266,226

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) for the year ended 31 December 2015

Strategic US Momentum and Value Fund (continued)

Top 20 Sales

Investments	Proceeds USD
Amundi Money Market Fund (UCITS)	105,010,342
S&P 500 Index	41,980,400
SPDR S&P 500 ETF Trust	37,917,203
Walt Disney	22,257,897
Union Pacific	20,047,637
Cognizant Technology Solutions	19,787,236
Polaris Industries	17,763,795
Constellation Brands	17,752,117
Avago Technologies	17,701,615
Mastercard	17,700,426
Autozone	15,623,833
Valeant Pharmaceuticals International	14,889,550
Actavis	14,885,116
Thermo Fisher Scientific	14,852,835
Google	14,730,717
BlackRock	14,245,071
Alphabet	13,058,230
Skyworks Solutions	12,073,631
Canadian Pacific Railway	11,177,325
Vanguard S&P 500 ETF	10,791,306

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) for the year ended 31 December 2015

Strategic Global Quality Fund

Top 20 Purchases

Investments	Cost USD
Philip Morris International	686,064
Visa	668,842
Nestle	575,072
Microsoft	548,608
Japan Tobacco	508,829
Shire	502,917
Medtronic	481,329
Reckitt Benckiser Group	475,543
Diageo	469,926
Reynolds American	446,672
Smith & Nephew	426,622
Anheuser-Busch InBev ADR	419,810
Alphabet	396,175
Heineken Holding	362,080
British American Tobacco	354,657
Mastercard	352,007
Reed Elsevier	344,634
Qiagen	336,746
Sage Group	318,020
Google	298,797

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) for the year ended 31 December 2015

Strategic Global Quality Fund (continued)

Top 20 Sales

Investments	Proceeds USD
Google	327,550
Visa	285,777
Moody's	226,774
Imperial Tobacco Group	225,602
Nestle	225,275
Mead Johnson Nutrition	179,187
Amadeus IT Holding	169,445
Anheuser-Busch InBev	161,567
Novo Nordisk	159,133
Wirecard	148,615
Philip Morris International	140,784
Procter & Gamble	137,609
Sorin	135,788
Diageo	96,725
Japan Tobacco	90,242
Shire	83,785
Mastercard	78,200
Carlsberg	76,649
Altria Group	75,461
Reynolds American	46,350

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) for the year ended 31 December 2015

Strategic European Smaller Companies Fund

Top 20 Purchases

Investments	Cost EUR
Amundi Money Market Fund (UCITS)	6,500,000
BNP Paribas Insticash	4,000,000
Mersen	2,354,973
Kendrion	2,278,103
Lisi	2,197,234
NORMA Group	2,003,972
Gfk	1,985,717
Albioma	1,973,871
SAF-Holland	1,922,136
Rieter Holding	1,857,042
Ascom Holdings	1,741,915
Tom Tailor Holding	1,739,227
Tarkett	1,700,034
Jacquet Metal Service	1,446,329
Aubay	1,425,178
Komax Holding (REG)	1,397,122
Alten	1,378,108
Kardex (REG)	1,335,694
Barco	1,324,280
Brembo	1,309,432

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) for the year ended 31 December 2015

Strategic European Smaller Companies Fund (continued)

Top 20 Sales

Investments	Proceeds EUR
Amundi Money Market Fund (UCITS)	5,499,713
BNP Paribas Insticash	1,999,934
Datalogic	1,101,894
Gfk	1,010,662
Ascom Holdings	947,893
Bucher Industries (REG) Shares	828,662
Valtech (REG)	762,828
Kardex (REG)	618,423
Metsa Board	539,451
STEF	456,354
NORMA Group	454,322
Tarkett	441,366
Aubay	434,166
Rieter Holding	431,080
Albioma	429,644
Jacquet Metal Service	428,802
Tom Tailor Holding	374,985
Beneteau	352,253
Kendrion	307,834
Alten	304,606

E.I. Sturdza Funds Plc

Appendix I (unaudited) (continued)

Exchange Rates

The following exchange rates were used to translate assets and liabilities into functional currency United States Dollar (USD) at 31 December 2015 for the Strategic China Panda Fund.

Currency	31 December 2015	31 December 2014
Euro	1.0861	1.2104
Hong Kong Dollar	0.1290	0.1290
Singapore Dollar	0.7062	0.7556
Great British Pound	1.4748	1.5585
Swiss Franc	0.9983	-

The following exchange rates were used to translate assets and liabilities into functional currency Euro (EUR) at 31 December 2015 for the Strategic Euro Bond Fund.

Currency	31 December 2015	31 December 2014
Swiss Franc	0.9192	0.8317
Great British Pound	1.3579	-
US Dollar	0.9207	-

The following exchange rates were used to translate assets and liabilities into functional currency Japanese Yen (JPY) at 31 December 2015 for the Nippon Growth (UCITS) Fund.

Currency	31 December 2015	31 December 2014
Euro	0.0077	0.0069
Great British Pound	0.0056	0.0054
US Dollar	0.0083	0.0083
Swiss Franc	0.0083	-

The following exchange rates were used to translate assets and liabilities into functional currency United States Dollar (USD) at 31 December 2015 for the Strategic Emerging Europe Fund.

Currency	31 December 2015	31 December 2014
Czech Krona	-	0.0437
Euro	-	1.2104
Hungarian Forint	-	0.0038
Israeli Shekel	-	0.2567
Polish Zloty	-	0.2822
Turkish Lira	-	0.4284
Great British Pound	-	1.5585

E.I. Sturdza Funds Plc

Appendix I (unaudited) (continued)

Exchange Rates (continued)

The following exchange rates were used to translate assets and liabilities into functional currency Euro (EUR) at 31 December 2015 for Strategic Europe Value Fund.

Currency	31 December 2015	31 December 2014
Danish Krone	0.1340	0.1343
Hong Kong Dollar	-	0.1065
Japanese Yen	-	0.0069
Norwegian Krone	-	0.1104
Swedish Krona	0.1091	0.1055
Swiss Franc	0.9192	0.8317
U.K. Pound	1.3579	1.2876
U.S. Dollar	0.9207	0.8262

The following exchange rates were used to translate assets and liabilities into functional currency United States Dollar (USD) at 31 December 2015 for Strategic Global Bond Fund.

Currency	31 December 2015	31 December 2014
Euro	1.0861	1.2104
Swiss Franc	0.9983	-
Great British Pound	1.4748	-

The following exchange rates were used to translate assets and liabilities into functional currency United States Dollar (USD) at 31 December 2015 for Strategic US Momentum and Value Fund.

Currency	31 December 2015	31 December 2014
Euro	1.0861	1.2104
Swiss Franc	0.9983	1.0066
Great British Pound	1.4748	-

The following exchange rates were used to translate assets and liabilities into functional currency United States Dollar (USD) at 31 December 2015 for Strategic Global Quality Fund.

Currency	31 December 2015	31 December 2014
Swiss Franc	0.9983	1.0066
Great British Pound	1.4748	1.5585
Danish Krone	0.1455	-
Japanese Yen	0.0083	-
Euro	1.0861	-

E.I. Sturdza Funds Plc

Appendix I (unaudited) (continued)

Exchange Rates (continued)

The following exchange rates were used to translate assets and liabilities into functional currency Euro (EUR) at 31 December 2015 for Strategic European Smaller Companies Fund.

Currency	31 December 2015
Swiss Franc	0.9192
Great British Pound	1.3579
U.S. Dollar	0.9207

Soft Commission Arrangements

The Investment Manager has entered into soft commission arrangements with brokers in respect of which certain goods and services used to support the investment decision process were received. The Investment Manager does not make direct payment for these services but does transact an agreed amount of business with the brokers on behalf of the Company and commission is paid on these transactions. The Investment Manager considers these arrangements are to the benefit of the Company and has satisfied itself that it obtains best execution on behalf of the Company and the brokerage rates are not in excess of customary institutional full service brokerage rates.

The Strategic China Panda Fund has entered into an Agreement with CIMB. The Strategic Europe Value Fund has entered into an Agreement with Bloomberg CSA. The Strategic US Momentum and Value Fund has entered into Agreements with Knight Capital Europe Limited and Bloomberg Tradebook Europe Limited.

As at 31 December 2015, Strategic China Panda Fund held the below balance in accordance with the Agreement:

CIMB	HKD41,570.74 (31 December 2014: HKD216,318.21)
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As at 31 December 2015, Strategic Europe Value Fund held the below balances in accordance with the Agreements:

Bloomberg CSA	EUR24,671 (31 December 2014: EUR21,855)
JP Morgan	USD46,296.01 (31 December 2014: USDNil)

As at 31 December 2015, Strategic US Momentum & Value Fund held the below balances in accordance with the Agreements:

Knight Capital Europe Limited	USD16,581.24 (31 December 2014: USD3,604.58)
Bloomberg Tradebook Europe	USD26,576.47 (31 December 2014: USD11,945.04)

As at 31 December 2015, Strategic Global Quality Fund held the below balances in accordance with the Agreements:

Bloomberg CSA	EUR24,671 (31 December 2014: EURNil)
JP Morgan	USD46,296.01 (31 December 2014: USDNil)

E.I. Sturdza Funds Plc

Appendix I (unaudited) (continued)

	Strategic China Panda Fund 2015 USD	Strategic Euro Bond Fund 2015 EUR	Nippon Growth (UCITS) Fund 2015 JPY	Strategic Europe Value Fund 2015 EUR
Net Asset Value				
USD Class	73,952,122	-	-	-
Euro Class	-	-	-	327,928,096
Hedged Euro Class	40,981,966	-	3,339,942,954	-
Hedged Sterling Class	867,288	-	-	-
Euro Distributing Class	-	9,223,913	-	-
Euro Accumulating Class	-	44,928,224	-	-
JPY Class A	-	-	347,855,139	-
JPY Class B	-	-	7,586,161,071	-
EUR Institutional Class	-	51,260,187	-	430,430,904
CHF Accumulating Class	-	20,729,790	-	-
CHF Class	-	-	-	58,118,660
Euro Hedged Institutional Class	7,230,052	-	541,072,758	-
JPY Class D Institutional	-	-	7,122,512,625	-
USD Institutional Class	50,508,355	-	-	9,748,035
CHF Institutional Class	-	363,921	-	-
GBP Hedged Institutional Class	-	-	2,714,022,513	-
GBP Institutional Class	-	-	-	19,646,940
Euro Institutional Distributing Class	-	-	-	50,963,516
Euro Retail Class	-	-	-	9,957
	Strategic Global Bond Fund 2015 USD	Strategic US Momentum and Value Fund 2015 USD	Strategic Global Quality Fund 2015 USD	Strategic European Smaller Companies Fund 2015 EUR
Net Asset Value				
USD Class	72,417,092	248,706,173	-	-
Hedged Euro Class	-	16,441,646	-	-
RMB Class	22,224,200	-	-	-
Hedged CHF Class	-	14,114,279	-	-
USD Institutional Class	-	47,056,745	13,094,398	-
Euro Class	-	-	-	34,367,452

E.I. Sturdza Funds Plc

Appendix I (unaudited) (continued)

	Strategic China Panda Fund 2015 USD	Strategic Euro Bond Fund 2015 EUR	Nippon Growth (UCITS) Fund 2015 JPY	Strategic Europe Value Fund 2015 EUR
Net asset value per share				
USD Class	US\$2,234.97	-	-	-
Euro Class	-	-	-	€212.23
Hedged Euro Class	€2,179.30	-	€1,090.94	-
Hedged Sterling Class	£2,209.17	-	-	-
Euro Distributing Class	-	€1,021.45	-	-
Euro Accumulating Class	-	€1,131.86	-	-
JPY Class A	-	-	JPY100,920	-
JPY Class B	-	-	JPY84,624	-
EUR Institutional Class	-	€1,009.65	-	€184.58
CHF Accumulating Class	-	CHF982.03	-	CHF167.92
Euro Hedged Institutional Class	€944.12	-	€1,285.25	-
JPY Class D Institutional	-	-	JPY54,803.00	-
USD Institutional Class	US\$857.40	-	-	US\$97.46
CHF Institutional Class	-	CHF989.86	-	-
GBP Hedged Institutional Class	-	-	£1,195.89	-
GBP Institutional Class	-	-	-	£135.77
Euro Institutional Distributing Class	-	-	-	€100.85
Euro Retail Class	-	-	-	€101.08
	Strategic Global Bond Fund 2015 USD	Strategic US Momentum and Value Fund 2015 USD	Strategic Global Quality Fund 2015 USD	Strategic European Smaller Companies Fund 2015 EUR
Net asset value per share				
USD Class	US\$1,040.84	US\$763.06	-	-
Hedged Euro Class	-	€532.10	-	-
RMB Class	US\$1,043.87	-	-	-
CHF Hedged Class	-	CHF529.02	-	-
USD Institutional Class	-	US\$506.88	US\$114.56	-
Euro Class	-	-	-	€992.85

E.I. Sturdza Funds Plc

Appendix I (unaudited) (continued)

	Strategic China Panda Fund 2014 USD	Strategic Euro Bond Fund 2014 EUR	Nippon Growth (UCITS) Fund 2014 JPY	Strategic Emerging Europe Fund 2014 USD	Strategic Europe Value Fund 2014 EUR
Net Asset Value					
USD Class	198,097,204	-		6,336,788	-
Euro Class	-	-	-	-	141,705,993
Hedged Euro Class	85,088,997	-	4,150,513,787	13,105,791	-
Hedged Sterling Class	1,110,016	-	-	-	-
Euro Distributing Class	-	16,429,946	-	-	-
Euro Accumulating Class	-	54,578,872	-	-	-
JPY Class A	-	-	471,627,515	-	-
JPY Class B	-	-	7,031,061,176	-	-
JPY Class C	-	-	31,874,810	-	-
EUR Institutional Class	-	18,375,836	-	-	64,155,126
CHF Accumulating Class	-	20,105,167	-	-	-
CHF Class	-	-	-	-	36,347,075
Euro Hedged Institutional Class	-	-	833,037,281	-	-
JPY Class D Institutional	-	-	6,066,408,494	-	-
USD Institutional Class	82,276,092	-	-	1,515,174	-
CHF Institutional Class	-	2,074,702	-	-	-
GBP Hedged Institutional Class	-	-	2,733,964,388	-	-
USD Select Institutional Class	-	-	-	57,443,638	-
GBP Institutional Class	-	-	-	-	6,487,980
	Strategic Global Bond Fund 2014 USD	Strategic US Momentum and Value Fund 2014 USD	Strategic Global Quality Fund 2014 USD		
Net Asset Value					
USD Class	81,564,710	234,979,851	-		
Hedged Euro Class	-	25,199,578	-		
RMB Class	33,896,136	-	-		
Hedged CHF Class	-	12,418,547	-		
USD Institutional Class	-	13,844,020	5,056,567		

E.I. Sturdza Funds Plc

Appendix I (unaudited) (continued)

	Strategic China Panda Fund 2014	Strategic Euro Bond Fund 2014	Nippon Growth (UCITS) Fund 2014	Strategic Emerging Europe Fund 2014	Strategic Europe Value Fund 2014
Net asset value per share					
USD Class	US\$2,268.74	-	-	US\$770.76	-
Euro Class	-	-	-	-	€171.51
Hedged Euro Class	€2,206.08	-	€1,068.64	€755.57	-
Hedged Sterling Class	£2,235.51	-	-	-	-
Euro Distributing Class	-	€1,061.60	-	-	-
Euro Accumulating Class	-	€1,160.99	-	-	-
JPY Class A	-	-	JPY97,799	-	-
JPY Class B	-	-	JPY 82,034	-	-
JPY Class C	-	-	JPY 79,687	-	-
EUR Institutional Class	-	€1,032.54	-	-	€146.20
CHF Accumulating Class	-	CHF1,021.45	-	-	-
CHF Class	-	-	-	-	CHF 137.95
Euro Hedged Institutional Class	-	-	€1,251.45	-	-
JPY Class D Institutional	-	-	JPY 52,869	-	-
USD Institutional Class	US\$863.20	-	-	US\$727.96	-
CHF Institutional Class	-	CHF1,026.60	-	-	-
GBP Hedged Institutional Class	-	-	£1,160.96	-	-
USD Select Institutional Class	-	-	-	US\$767.40	-
GBP Institutional Class	-	-	-	-	£108.46
	Strategic Global Bond Fund 2014	Strategic US Momentum and Value Fund 2014	Strategic Global Quality Fund 2014		
Net asset value per share					
USD Class	US\$1,056.05	US\$806.53	-		
Hedged Euro Class	-	€563.27	-		
RMB Class	US\$1,080.56	-	-		
CHF Hedged Class	-	CHF561.00	-		
USD Institutional Class	-	US\$534.83	US\$99.15		

E.I. Sturdza Funds Plc

Appendix I (unaudited) (continued)

	Strategic China Panda Fund 2013 USD	Strategic Euro Bond Fund 2013 EUR	Nippon Growth (UCITS) Fund 2013 JPY	Strategic Emerging Europe Fund 2013 USD	Strategic Europe Value Fund 2013 EUR
Net Asset Value					
USD Class	274,821,672	-	-	3,323,139	-
Euro Class	-	-	-	-	102,614,672
Hedged Euro Class	137,752,339	-	2,851,004,234	18,523,917	-
Hedged Sterling Class	6,680,738	-	-	-	-
Euro Distributing Class	-	11,876,873	-	-	-
Euro Accumulating Class	-	39,002,342	-	-	-
JPY Class A	-	-	585,307,649	-	-
JPY Class B	-	-	7,522,594,671	-	-
JPY Class C	-	-	57,285,488	-	-
EUR Institutional Class	-	-	-	-	25,074,960
CHF Accumulating Class	-	8,265,662	-	-	-
CHF Class	-	-	-	-	24,564,835
Euro Hedged Institutional Class	-	6,828,592	2,703,157,043	-	-
JPY Class D Institutional	-	-	3,541,193,711	-	-
USD Institutional Class	-	-	-	53,138,879	-
	Strategic Global Bond Fund 2013 USD	Strategic US Momentum and Value Fund 2013 USD			
Net Asset Value					
USD Class	67,837,333	177,300,198			
Hedged Euro Class	-	3,772,206			
RMB Class	39,901,391	-			
Hedged CHF Class	-	4,142,888			

E.I. Sturdza Funds Plc

Appendix I (unaudited) (continued)

	Strategic China Panda Fund 2013	Strategic Euro Bond Fund 2013	Nippon Growth (UCITS) Fund 2013	Strategic Emerging Europe Fund 2013	Strategic Europe Value Fund 2013
Net asset value per share					
USD Class	US\$2,563.82	-	-	US\$1,083.29	-
Euro Class	-	-	-	-	€153.10
Hedged Euro Class	€2,505.07	-	€1,057.04	€1,063.21	-
Hedged Sterling Class	£2,444.57	-	-	-	-
Euro Distributing Class	-	€1,042.15	-	-	-
Euro Accumulating Class	-	€1,122.31	-	-	-
JPY Class A	-	-	JPY95,701	-	-
JPY Class B	-	-	JPY80,279	-	-
JPY Class C	-	-	JPY77,978	-	-
EUR Institutional Class	-	€995.15	-	-	€128.97
CHF Accumulating Class	-	CHF993.47	-	-	-
CHF Class	-	-	-	-	CHF123.75
Euro Hedged Institutional Class	-	-	€1,231.29	-	-
JPY Class D Institutional	-	-	JPY51,481	-	-
USD Institutional Class	-	-	-	US\$1,008.09	-
	Strategic Global Bond Fund 2013	Strategic US Momentum and Value Fund 2013			
Net asset value per share					
USD Class	US\$1,018.23	US\$741.60			
Hedged Euro Class	-	€519.14			
RMB Class	US\$1,050.35	-			
CHF Hedged Class	-	CHF518.72			

E.I. Sturdza Funds Plc

Supplementary Information (unaudited)

1. Total expense ratio

The total expense ratio for each share class of each sub-fund for the year ended 31 December 2015 and 31 December 2014 is as follows:

	31 December 2015	31 December 2014
Strategic China Panda Fund		
USD Class	2.57%	1.83%
Hedged Euro Class	2.12%	1.82%
Hedged Sterling Class	2.18%	1.99%
USD Institutional Class	1.77%	1.41%
Euro Hedged Institutional Class	2.70%	-
Strategic Euro Bond Fund		
Euro Distributing Class	1.08%	1.13%
Euro Accumulating Class	1.08%	1.13%
EUR Institutional Class	0.78%	0.83%
CHF Accumulating Class	1.08%	1.13%
CHF Institutional Class	0.78%	0.83%
Nippon Growth (UCITS) Fund		
Hedged Euro Class	2.05%	2.14%
JPY Class A	2.04%	2.08%
JPY Class B	2.08%	2.08%
JPY Class C	2.04%	2.08%
Euro Hedged Institutional Class	1.54%	1.61%
JPY Class D Institutional	1.55%	1.58%
GBP Hedged Institutional Class	1.55%	1.62%
Strategic Emerging Europe Fund		
USD Class	-	3.49%
Hedged Euro Class	-	3.12%
USD Institutional Class	-	1.50%
USD Select Institutional Class	-	0.95%
Strategic Europe Value Fund		
Euro Class	5.12%	3.07%
EUR Institutional Class	3.14%	2.14%
CHF Class	4.74%	3.06%
GBP Institutional Class	2.98%	2.06%
Euro Institutional Distributing Class	1.55%	-
Euro Retail Class	2.63%	-
USD Institutional Class	1.41%	-
Strategic Global Bond Fund		
USD Class	1.22%	1.25%
RMB Class	1.22%	1.25%

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Supplementary Information (unaudited) (continued)

1. Total expense ratio (continued)

The total expense ratio for each share class of each sub-fund for the year ended 31 December 2015 and 31 December 2014 is as follows (continued):

	31 December 2015	31 December 2014
Strategic US Momentum and Value Fund		
USD Class	2.29%	1.87%
Hedged Euro Class	2.40%	2.02%
Hedged CHF Class	2.18%	2.20%
USD Institutional Class	1.76%	1.59%
Strategic Global Quality Fund		
USD Institutional Class	1.25%	1.25%
Strategic European Smaller Companies Fund		
Euro Class	2.99%	-

The total expense ratio (excluding performance-related fee paid to the Manager) for each share class of each sub-fund for the year ended 31 December 2015 and 31 December 2014 is as follows:

	31 December 2015	31 December 2014
Strategic China Panda Fund		
USD Class	1.93%	1.82%
Hedged Euro Class	1.93%	1.81%
Hedged Sterling Class	1.93%	1.82%
USD Institutional Class	1.43%	1.32%
Euro Hedged Institutional Class	1.43%	-
Strategic Euro Bond Fund		
Euro Distributing Class	1.08%	1.13%
Euro Accumulating Class	1.08%	1.13%
EUR Institutional Class	0.78%	0.83%
CHF Accumulating Class	1.08%	1.13%
CHF Institutional Class	0.78%	0.83%
Nippon Growth (UCITS) Fund		
Hedged Euro Class	2.04%	2.08%
JPY Class A	2.04%	2.08%
JPY Class B	2.04%	2.08%
JPY Class C	2.04%	2.08%
Euro Hedged Institutional Class	1.54%	1.58%
JPY Class D Institutional	1.54%	1.58%
GBP Hedged Institutional Class	1.54%	1.58%

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Supplementary Information (unaudited) (continued)

1. Total expense ratio (continued)

The total expense ratio (excluding performance-related fee paid to the Manager) for each share class of each sub-fund for the year ended 31 December 2015 and 31 December 2014 is as follows (continued):

	31 December 2015	31 December 2014
Strategic Emerging Europe Fund	-	
USD Class	-	1.90%
Hedged Euro Class	-	1.90%
USD Institutional Class	-	1.41%
USD Select Institutional Class	-	0.95%
Strategic Europe Value Fund		
Euro Class	1.74%	1.78%
EUR Institutional Class	1.14%	1.18%
CHF Class	1.74%	1.78%
GBP Institutional Class	1.14%	1.19%
Euro Institutional Distributing Class	1.14%	-
Euro Retail Class	2.44%	-
USD Institutional Class	1.14%	-
Strategic Global Bond Fund		
USD Class	1.22%	1.25%
RMB Class	1.22%	1.25%
Strategic US Momentum and Value Fund		
USD Class	1.77%	1.81%
Hedged Euro Class	1.77%	1.81%
Hedged CHF Class	1.77%	1.81%
USD Institutional Class	1.27%	1.31%
Strategic Global Quality Fund		
USD Institutional Class	1.25%	1.25%
Strategic European Smaller Companies Fund		
Euro Class	1.84%	-

The total expense ratio for performance related fee paid to the Manager for each share class of each sub-fund for the year ended 31 December 2015 and 31 December 2014 is as follows:

	31 December 2015	31 December 2014
Strategic China Panda Fund		
USD Class	0.64%	0.01%
Hedged Euro Class	0.19%	0.01%
Hedged Sterling Class	0.24%	0.17%
USD Institutional Class	0.34%	0.09%
Euro Hedged Institutional Class	1.27%	-

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Supplementary Information (unaudited) (continued)

1. Total expense ratio (continued)

The total expense ratio for performance related fee paid to the Manager for each share class of each sub-fund for the year ended 31 December 2015 and 31 December 2014 is as follows (continued):

	31 December 2015	31 December 2014
Strategic Euro Bond Fund		
Euro Distributing Class	-	-
Euro Accumulating Class	-	-
EUR Institutional Class	-	-
CHF Accumulating Class	-	-
CHF Institutional Class	-	-
Nippon Growth (UCITS) Fund		
Hedged Euro Class	0.01%	0.06%
JPY Class A	-	-
JPY Class B	0.04%	-
JPY Class C	-	-
Euro Hedged Institutional Class	0.01%	0.03%
JPY Class D Institutional	0.01%	-
GBP Hedged Institutional Class	0.01%	0.04%
Strategic Emerging Europe Fund		
USD Class	-	1.59%
Hedged Euro Class	-	1.22%
USD Institutional Class	-	0.09%
USD Select Institutional Class	-	-
Strategic Europe Value Fund		
Euro Class	3.39%	1.29%
EUR Institutional Class	2.00%	0.96%
CHF Class	3.01%	1.28%
GBP Institutional Class	1.85%	0.87%
Euro Institutional Distributing Class	0.41%	-
Euro Retail Class	0.20%	-
USD Institutional Class	0.28%	-
Strategic Global Bond Fund		
USD Class	-	-
RMB Class	-	-
Strategic US Momentum and Value Fund		
USD Class	0.53%	0.06%
Hedged Euro Class	0.64%	0.21%
Hedged CHF Class	0.41%	0.39%
USD Institutional Class	0.49%	0.28%

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Supplementary Information (unaudited) (continued)

1. Total expense ratio (continued)

The total expense ratio for performance related fee paid to the Manager for each share class of each sub-fund for the year ended 31 December 2015 and 31 December 2014 is as follows (continued):

	31 December 2015	31 December 2014
Strategic Global Quality Fund		
USD Institutional Class	-	-
Strategic European Smaller Companies Fund		
Euro Class	1.15%	-

The total expense ratio calculations are prepared in accordance with the requirements of the Swiss Funds & Asset Management Association Guidelines.

2. Fund performance data

The percentage total return of one share, of each share class from inception as calculated in accordance with the Swiss Fund and Asset Management Association is detailed below:

	Inception to 31 December 2015		Inception to 31 December 2014	
	Fund	Index	Fund	Index
Strategic China Panda Fund				
USD Class	123.50%	52.16%	126.87%	65.08%
Hedged Euro Class	117.93%	52.16%	120.61%	65.08%
Hedged Sterling Class	120.92%	52.16%	123.55%	65.08%
USD Institutional Class	(14.26)%	9.69%	(13.68)%	19.00%
Euro Hedged Institutional Class	(5.59)%	(9.90)%	-	-
Strategic Euro Bond Fund				
Euro Distributing Class	2.15%	4.04%	6.16%	4.07%
Euro Accumulating Class	13.19%	4.04%	16.10%	4.07%
EUR Institutional Class	0.96%	0.39%	3.25%	0.42%
CHF Accumulating Class	(1.80)%	0.38%	2.15%	0.41%
CHF Institutional Class	(1.01)%	0.12%	2.66%	0.15%
Nippon Growth (UCITS) Fund				
Hedged Euro Class	9.09%	29.70%	6.86%	15.74%
JPY Class A	66.16%	95.80%	61.02%	74.73%
JPY Class B	69.25%	83.16%	64.07%	63.45%
JPY Class C	-	-	59.37%	71.77%
Euro Hedged Institutional Class	28.53%	63.97%	25.15%	46.32%
JPY Class D Institutional	9.61%	40.84%	5.74%	25.69%
GBP Hedged Institutional Class	19.59%	35.32%	16.10%	20.76%

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Supplementary Information (unaudited) (continued)

2. Fund performance data (continued)

	Inception to 31 December 2015		Inception to 31 December 2014	
	Fund	Index	Fund	Index
Strategic Emerging Europe Fund				
USD Class	-	-	(22.92)%	(42.75)%
Hedged Euro Class	-	-	(24.44)%	(42.75)%
USD Institutional Class	-	-	(27.20)%	(32.07)%
USD Select Institutional Class	-	-	(23.26)%	(25.48)%
Strategic Europe Value Fund				
Euro Class	112.23%	55.00%	71.51%	43.23%
EUR Institutional Class	84.58%	35.21%	46.20%	24.94%
CHF Class	67.92%	33.79%	37.95%	23.62%
GBP Institutional Class	35.77%	8.88%	8.46%	0.60%
Euro Institutional Distributing Class	0.85%	(2.90)%	-	-
Euro Retail Class	1.08%	0.28%	-	-
USD Institutional Class	(2.54)%	(4.93)%	-	-
Strategic Global Bond Fund				
USD Class	4.08%	11.43%	5.61%	10.25%
RMB Class	4.39%	8.97%	8.06%	7.81%
Strategic US Momentum and Value Fund				
USD Class	46.07%	53.79%	54.39%	54.92%
Hedged Euro Class	6.42%	14.50%	12.65%	15.34%
Hedged CHF Class	5.80%	14.50%	12.20%	15.34%
USD Institutional Class	1.38%	4.23%	6.97%	4.99%
Strategic Global Quality Fund				
USD Institutional Class	14.56%	2.48%	(0.85)%	3.38%
Strategic European Smaller Companies Fund				
Euro Class	(0.71)%	(5.88)%	-	-

Past performance is no indication of current or future performance and the performance data does not take account of commissions and costs incurred on the issue and redemption of units.

3. Publications

The Articles of Association of the Company, the Prospectus, the Supplements and Key Investor Information Documents for each sub fund and the annual and semi-annual reports of the Company can be obtained, free of charge from the Swiss Representative and Paying Agent, UK Facilities Agent, French Centralising Correspondent, German Paying Agent and Information Agent, Austrian Paying Agent, Information Agent and Tax Representative, Swedish Paying Agent, Spanish Representative, Italian Paying Agent, Luxembourg Paying Agent, the Distributor and the Administrator.