

**Annual report including audited financial statements  
as at 31st December 2017**

# **ECONOPOLIS FUNDS**

Société d'investissement à capital variable  
Luxembourg

R.C.S. Luxembourg B 174910

**CONVENTUM**  
ASSET MANAGEMENT

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# ECONOPOLIS FUNDS

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# ECONOPOLIS FUNDS

## Organisation

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**Registered Office:**

9, Boulevard Prince Henri  
L-1724 LUXEMBOURG  
(since 1st January 2017)

**Board of Directors:***Chairman*

Geert WELLENS  
ECONOPOLIS WEALTH MANAGEMENT N.V.  
Sneeuwbeslaan 20  
B-2610 WILRIJK  
(since 1st January 2017)

*Directors*

Maarten GEERDINK  
ECONOPOLIS WEALTH MANAGEMENT N.V.  
Sneeuwbeslaan 20  
B-2610 WILRIJK

Geert NOELS  
ECONOPOLIS WEALTH MANAGEMENT N.V.  
Sneeuwbeslaan 20  
B-2610 WILRIJK

**Management Company**

CONVENTUM ASSET MANAGEMENT  
Société Anonyme  
9, Boulevard Prince Henri  
L-1724 LUXEMBOURG  
(since 1st January 2017)

**Board of Directors of the  
Management Company****Chairman**

Ruth BÜLTMANN  
Independant director  
BÜLTMANN ADVISORY Sàrl  
40, Rue d'Ernster  
L-6977 OBERANVEN  
(since 26th May 2017)

Antoine CALVISI  
Independant director  
BANQUE DE LUXEMBOURG  
Société Anonyme  
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(until 26th May 2017)

**Directors**

Michèle BIEL  
General Manager  
CONVENTUM ASSET MANAGEMENT  
Société Anonyme  
9, Boulevard Prince Henri  
L-1724 LUXEMBOURG

## ECONOPOLIS FUNDS

### Organisation (continued)

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	<p>Ruth BÜLTMANN Managing Director BÜLTMANN ADVISORY Sàrl 40, Rue d'Ernster L-6977 OBERANVEN (until 26th May 2017)</p> <p>Fernand GRULMS Independant director 2, Rue Nic. Flener L-8228 MAMER</p> <p>Mario KELLER Administrateur de sociétés 14, Boulevard Royal L-2449 LUXEMBOURG (until 26th May 2017)</p>
<b>General Managers of the Management Company</b>	<p>Michèle BIEL General Manager CONVENTUM ASSET MANAGEMENT Société Anonyme 9, Boulevard Prince Henri L-1724 LUXEMBOURG</p> <p>Georges ENGEL General Manager CONVENTUM ASSET MANAGEMENT Société Anonyme 9, Boulevard Prince Henri L-1724 LUXEMBOURG</p> <p>Rita HERRMANN General Manager CONVENTUM ASSET MANAGEMENT Société Anonyme 9, Boulevard Prince Henri L-1724 LUXEMBOURG</p>
<b>Depository, Paying and Administrative Agent</b>	<p>BANQUE DE LUXEMBOURG 14, Boulevard Royal L-2449 LUXEMBOURG (since 1st January 2017)</p>
<b>Administrative Agent's Subcontractor</b>	<p>EUROPEAN FUND ADMINISTRATION 2, Rue d'Alsace L-1017 LUXEMBOURG</p>
<b>Cabinet de révision agréé</b>	<p>DELOITTE Audit Société à responsabilité limitée 560, Rue de Neudorf L-2220 LUXEMBOURG</p>

## **ECONOPOLIS FUNDS**

### **Organisation (continued)**

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**Investment Manager**

ECONOPOLIS WEALTH MANAGEMENT N.V.  
Sneeuwbeslaan 20  
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**Financial Agent in Belgium**

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28109, Alcobendas -Madrid- España

## ECONOPOLIS FUNDS

### General information

ECONOPOLIS FUNDS (the "Company") is an Investment Company with Variable Capital (*Société d'Investissement à Capital Variable*) with multiple Sub-Funds incorporated on 30 January 2013 under the laws of Luxembourg for an unlimited duration. The Company is subject to the provisions of Part I of the Law of 2010 and the Law of 1915.

ECONOPOLIS FUNDS has appointed CONVENTUM ASSET MANAGEMENT as Management Company under Chapter 15 of the Law of 2010.

ECONOPOLIS FUNDS is organised as an umbrella fund, which means it is comprised of several Sub-Funds each of which represents a separate pool of assets and liabilities and each with a distinct investment policy.

At the date of the financial statements, the Company offers the following Sub-Funds:

- ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL SUSTAINABLE expressed in EUR
- ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL EMERGING expressed in EUR
- ECONOPOLIS FUNDS - ECONOPOLIS TOTAL RETURN expressed in EUR
- ECONOPOLIS FUNDS - ECONOPOLIS GLOBAL EQUITY expressed in EUR
- ECONOPOLIS FUNDS - ECONOPOLIS EM GOVERNMENT BONDS expressed in EUR
- ECONOPOLIS FUNDS - ECONOPOLIS EMERGING MARKET EQUITIES (launched on 15th December 2017) expressed in EUR

The Board of Directors of the Company has decided to launch a new Sub-Fund ECONOPOLIS FUNDS - ECONOPOLIS EMERGING MARKET EQUITIES on 15th December 2017.

For the Sub-Funds currently offered for subscription, the following share classes may be issued:

Share class A : offered to individuals and legal entities with no minimum subscription amount.

Share class B : offered to individuals and legal entities with a minimum initial and subsequent subscription amount of EUR/USD 500,000 and 1,000 respectively. The Company may at its discretion waive the minimum initial subscription amount. B shares will be launched at a later stage upon decision of the Board of Directors.

Share class I : reserved for institutional investors, within the meaning of Article 174(2) of the Law of 2010 ("Institutional Investors") with a minimum initial and subsequent subscription amounts of EUR/USD 1 million and EUR/USD 10,000 respectively. The Company will not issue or give effect to any transfer of shares of such Category to any investor who may not be considered an Institutional Investor. The Company may, at its discretion, delay the acceptance of any subscription for Category I shares until such date as it has received sufficient evidence on the qualification of the investor as an Institutional Investor. If it appears, at any time, that a holder of Category I shares is not an Institutional Investor, the Company will either redeem the relevant shares in accordance with the provisions of chapter "Redemption of Shares", or convert such shares into shares of a Category which is not restricted to Institutional Investors and notify the relevant shareholder of such conversion. Should the holding of any Category I shareholder fall below the minimum initial subscription amount of EUR/USD 1 million, the Company may either redeem the relevant shares in accordance with the provisions of chapter "Redemption of Shares", or convert such shares into shares of a Category which has no such minimum initial subscription amount and notify the relevant shareholder of such conversion. The Company may at its discretion waive the minimum initial subscription amount.

Share class O : reserved for institutional investors, within the meaning of Article 174(2) of the Law of 2010 ("Institutional Investors") with no minimum subscription amount. The access to class O shares and each subscription into class O shares are subject to approval by the Investment Manager and subject to the overall control and supervision of the Board of Directors of the Company.

## **ECONOPOLIS FUNDS**

### **General information (continued)**

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The financial year begins on the first day of January and ends the last day of December.

The combined financial statements are expressed in EUR.

The Articles, the current Prospectus, the KIID(s) and annual report including audited financial statements and semi-annual report unaudited of the Company as well as agreements appointing the Management Company, the Investment Manager, the agreements signed by the Depositary and with the Administrative Agent, Registrar and Transfer Agent, Paying Agent and Domiciliary Agent are available for inspection at the registered office of the Company. Copy of these documents may be obtained by investors free charge.



## ECONOPOLIS FUNDS

### Report on activities of the Board of Directors

#### Econopolis Emerging markets government bonds Fund

Emerging market bonds started the year on stable footing. Nevertheless, there were **significant differences** in the universe. **Latin American countries** performed strongly, with Brazil and Chile being the top performers. On the other hand, **Mexico stood under severe pressure**. Quotes by the US president Donald Trump about high import taxes on Mexican products – and thus possibly starting a trade war with Mexico – had a negative impact on the Mexican peso. However, we believe this will not happen that easily.

The **weakest performer** in the emerging markets universe was the **Turkish lira**. Political issues, terrorist attacks, a huge deficit on the trade balance, a large amount of foreign short term debt and the war with Syria are all reasons which contributed to the weak performance of this currency over the last few months. Consequently, **we have no exposure to the Turkish lira in our fund**.

February was again a good month for emerging market bonds. **The compartment gained 2,7% over the past month**. The positive sentiment in the United States, where the Dow Jones reached record highs, clearly impacted emerging market bonds positively. Strong performances were observed in **the Brazilian real, the Russian ruble and the South African rand**. The fund's strongest performer was **Mexico**. After a strong correction in the past few months, bonds from this country gained approximately 6%. On the one hand, this was driven by **attractive valuations**. In February, we took some profits and **positioned the compartment more defensively**. We did this by increasing the weight of bonds in both euro and US dollar. No major changes were made to the maturities of the fund.

Globally, March was again a good month for emerging market bonds. Nevertheless, there were some weaker performers such as the **South African rand** and the **Uruguayan peso**. In South Africa, government bonds were under pressure following the dismissal of several political leaders by president Zuma, including the internationally well-respected minister of finance Pravin Gordhan. We opted to allocate the fund **more dynamically**. Hence, we lowered the weights of the euro and US dollar. In return, we added Mexican peso, Indonesian rupiah and currencies of Central European countries such as Poland and Hungary.

After a strong first quarter, April performance was more muted. Even though almost all emerging market bonds performed strongly in local currency. In several countries, we even saw interest rates come down significantly. The performance in euro was however often negative as **the euro gained against most other currencies**. The euro benefited amongst others from the victory of Emmanuel Macron in the first round of the French presidential elections. **Decreasing commodity prices** also impacted emerging market currencies negatively. The dismissal of the well-respected South African minister of Finance (and the subsequent political uncertainty) and the downgrade of his country's credit rating to 'junk' strongly impacted the South African rand. **We used this mini-crash to add some exposure to South Africa**. In the short run, the rand will remain volatile. However, a stabilization of the political situation might lead to a strong recovery.

Emerging market bonds again experienced a difficult month in May, driven by **lower exchange rates**. The decreasing US dollar influenced several Asian currencies such as the Indonesian rupiah, the Malaysian ringgit and the Indian rupee. Brazilian bonds dropped on the back of the corruption scandal involving **president Michel Temer**. These bonds lost all their gains of this year and even more. Brazil was slowly recovering from its severe recession. As such, political instability is the last thing investors want.

**Central European bonds contributed positively to the fund**. Bonds in both the Czech koruna, the Hungarian forint and the Polish zloty performed strongly. In the last couple of quarters, these bonds proved to be a good diversification as CEE currencies are less influenced by the decreasing US dollar.

## ECONOPOLIS FUNDS

### Report on activities of the Board of Directors (continued)

Emerging markets bonds looked to be set for a good month in June. However, **a correction in the last couple of days effectively erased all the gains that were built up during the month.** The correction was due to the comments of ECB president Draghi. He talked about 'reflation' and referred more distinctly than before to gradual 'tapering'. Consequently, interest rates in the Eurozone increased and the **euro** appreciated markedly versus almost all currencies.

In July, emerging markets suffered on the back of **a further depreciating US dollar (USD)**. Many emerging market currencies, in particular Asian ones, followed the downward move in the US dollar. The strong performance of Brazil (which is the biggest position in the fund) and euro-denominated emerging market bonds, were not fully able to compensate for this. Emerging market bonds have been under pressure over the past few months. It seems we will have to wait for a stabilization of the US dollar and receding fear for rate hikes in order to see an improving bond market. Nevertheless, **the fundamentals of emerging markets are sound and valuation is low. The fund is currently positioned defensively**, with an exposure to local currencies of below 60%. We will use further corrections in local currencies to increase our exposure to these currencies.

**In August, the Econopolis EM Government Bonds Fund increased by circa 0,5%.** After several weak months, emerging market bonds posted again a positive return. The latter was achieved despite the negative sentiment on equity markets, geopolitical uncertainty and a weakening US dollar. **Emerging market bonds denominated in euro were among the best performers in August.** Furthermore, bonds denominated in Russian ruble and Chilean peso increased strongly. It is worth noting that in Russia we do not invest in government bonds, but in bonds issued by **supranational agencies** such as e.g. the World Bank. This may result in a slightly lower yield, but the issuer is of significant higher quality, both financially and in terms of sustainability and ethics.

**September was again a good month for all risky bonds.** Corporate bonds, and in particular lower rated ones, performed strongly. Emerging market bonds in euro and the US dollar also did well. However, local currency denominated emerging market bonds performed less strongly. This has been the case for quite some time already. For us, **this was a sign to increase our positions in local currencies.** We added a.o. to our positions in Polish zloty and Malaysian ringgit. Furthermore, we decreased our position in euro denominated bonds in favor of US dollar denominated ones of the same issuers.

Emerging bonds remained approximately flat in October. The strong performance of Asian currencies and the US dollar **compensated** for the weak performance of South African, Mexican and Brazilian bonds. More surprising was that rising oil and commodity prices did not lead to appreciating currencies of big commodity exporters. **We lowered the weight of euro-denominated bonds** by selling South African and Turkish bonds in euro. Considering the internal issues in both countries, we decided to lower our exposure to these countries. We did however not fully liquidate our position as we believe that a lot of negative news is already incorporated in the prices. Furthermore, we switched some local currency-denominated South African government bonds to **South African rand (ZAR)** denominated bonds issued by an international institution. The latter has the highest possible rating (AAA) and is thus a safer investment than the South African government.

In November, the fund managers **further increased positions in local currency.** Cash in euro was reduced by some 5% in favor of foreign currencies. In particular, we increased our exposure to Hungary and Poland. Furthermore, **a Thai government bond was bought.** The economic fundamentals of this country are very appealing. As such, we added a qualitatively strong country to the fund. Furthermore, **a Peruvian bond in US dollar was sold.** At the time of the sale, the yield on this bond was 0,3% below that of similar US government bonds, whereas Peru is of lower credit quality. Therefore, we thought it was the perfect time to take profit on this position. In local currency, almost all bonds performed positively. However, **exchange rate movements cancelled this completely out.**

## ECONOPOLIS FUNDS

### Report on activities of the Board of Directors (continued)

December, most bonds and currencies advanced. South African bonds performed spectacularly in particular, with returns of over 10%. The election of **Cyril Ramaphosa** over current president Zuma's ex-wife as the new leader of ANC (South Africa's biggest political party) caused a revival in positivism surrounding the country. Investors hope that Ramaphosa will finally break with the years of corruption and economic decline. Chilean government bonds also performed strongly in December. Nevertheless, it was not a positive month for all currencies. The **Mexican peso** dropped on the back off (in our view exaggerated) uncertainty regarding the high inflation, the potential negative impact of the US tax reforms, the NAFTA negotiations and the upcoming elections. **Brazilian bonds** were also under some pressure as the vote about the necessary pension reforms was postponed to February next year. Reforming the current rich and unsustainable pension system is one of the cornerstones of president Temer's policy. Should he not succeed in this reform, a decrease in Brazil's credit rating seems the most plausible scenario.

**Political risks will be a key theme in 2018** as many elections are scheduled (a.o. in Mexico, Brazil, Hungary, Thailand, Colombia and Czech Republic). However, the South African story shows that markets often prices in very negative scenarios, providing room for positive surprises.

#### Econopolis Total Return Fund

The fund closed the first month of 2017 with a **slightly negative return of -0,15%**. The performance was negatively impacted by the **strong performance of the euro**, which increased by 2,5% compared to the US dollar. Despite the fact that we hedged part of our dollar exposure, there was still a negative impact on the return. Furthermore, the fund has a larger allocation to **European equities** compared to US equities. Moreover, **interest rates in Europe increased**. The German 10-year interest rate increased from 20 basis points to approximately 40 basis points by the end of the month. This was an additional headwind for the fund. The only asset class that performed strongly was **gold**. The value of gold increased by 5,5% as a result of increasing uncertainty in financial markets and the weaker US dollar. In January, **we increased the allocation to gold** to slightly above 3%.

After a somewhat hesitant start of the year, **equity markets increased strongly in February**. Solid macro numbers positively influenced the overall sentiment. This led to record highs for stock market indices in the United States and strongly performing equity markets elsewhere in the world. Furthermore, **long-term interest rates decreased**. This was surprising since a better sentiment in the market usually puts upward pressure on interest rates. **The question remains** if the current low long-term rates are sustainable in case the economy continues to stay strong and if inflation picks up. The biggest risk for the fund is that when equities and bonds keep moving in concert, it is difficult to **diversify the portfolio appropriately**. We attempt to do this by adding **different types of assets** that are less correlated to both bond and equity markets. In addition, we try to adapt both our interest rate and equity risk exposure in due time to manage the overall risk of the portfolio

Financial markets **started March strongly**. Equity markets continued their upwards trend since the elections in the United States and interest rates increased because of economic optimism and the continuing belief that the US economy will expand strongly under president Donald Trump. In contrast, **the US dollar decreased** in March, after its strong increase compared to almost any currency following the US elections. In March, the fund had a performance of -0,38%.

April was a positive month for risky assets such as credit spreads and equities. However, this led to **higher valuations**. Price earnings ratios have increased strongly and the attractiveness of equities starts to decrease. Consequently, **the fund currently has lowered its exposure to equities**. Until now, this move has been premature, but the geopolitical issues have not yet disappeared. Moreover, **the sensitivity of equity markets to a correction has increased** because of the extremely low realized and expected volatility and the earlier discussed high valuations.

In May, the Econopolis Total Return Fund decreased by circa 0,5%. The main reason was **the strong rally of the euro**, which lowered the value of positions in foreign currencies. The fund hedged a significant part of its exposure to **US dollar assets** with a forward contract. Nevertheless, there is still

## ECONOPOLIS FUNDS

### Report on activities of the Board of Directors (continued)

a net USD exposure and there are other foreign currencies in the fund, which are not hedged. As the euro increased stronger than both equities and bonds in foreign currencies, these positions contributed negatively. **The fund is positioned in a relatively defensive way, with limited exposure to equities.** The extreme calm on financial markets (low volatility) and high valuations makes us uncomfortable having a large exposure to equities.

In June, the broad European equity market lost some 2,5% in June. Meanwhile in the US, the S&P 500 gained some 0,5% in US dollar. This difference can be explained by **the strong appreciation of the euro compared to the US dollar.** The euro gained approximately 1,7% and thereby effectively puts pressure on profits realized by European countries in the US. Furthermore, **interest rates** impacted the performance differential. In the US, the 10-year interest rate increased from 2,2% to 2,3% whereas the German 10-year interest rate increased by 0,2% to almost 0,5% at the end of the month. These events negatively impacted the fund. **The fund remains defensively positioned.** Its duration (interest rate sensitivity) is limited thanks to hedges via bund and treasury futures. Furthermore, the fund's exposure to US dollar is partly hedged and the exposure to equities is limited. In addition we currently have a large cash position in the fund.

**In July, the euro had a significant impact on financial assets of European investors.** The euro appreciated by more than 3% compared to the US dollar and 2% compared to the British pound. Consequently, the positive returns on American stock markets resulted in negative returns in euro. **In the Total Return Fund, the exposure to US dollar is largely hedged.** Circa 20% of the fund's assets are denominated in US dollar (bonds and equities). However, our hedges reduce this exposure to 8%. Nonetheless, the fund is impacted by the strength of the euro. Next to the US dollar, the fund is also exposed to other currencies such the British pound, the Norwegian krone and emerging market currencies. In aggregate (including the US dollar hedge), the exposure to foreign currencies is slightly below 30%. As the euro appreciated against almost all other currencies, **this resulted in a headwind for the fund.**

Despite the relative limited swings on financial markets, **August was quite a stressful month.** The continuing threat of North Korea, the eclectic interventions of the US president and the slow progress in the Brexit negotiations did not allow for calmness on the markets. The S&P 500 moved sideways, but the European index lost circa 1%. **The euro continued to appreciate versus the US dollar,** this time by some 0,6%. Interest rates on German and US government bonds decreased both by approximately 18 basis points.

**For the fund, these are difficult circumstances to maneuver.** Currently, there is not really any asset class that looks particularly attractive (equities trade at high PE multiples while interest rates look set to increase in the near future). **Therefore we limit the risks in the fund** by having both low equity and interest risk exposure. Furthermore, a significant part of the currency exposure is hedged by selling forward US dollar. This way, the net exposure to US dollar is only 9%. The largest headwind for the fund is that the rest of the currency exposure (circa 20%) is unhedged.

September featured a **renewed optimism regarding economic growth.** The European economy keeps growing and in the United States expectations are high regarding the tax reform plans of president Trump. Consequently, both global equity markets and interest rates rose. However, the biggest change was the fact that **the euro stopped appreciating** and that the US dollar advanced. At the beginning of the month, **we further lowered duration** of the fund by reducing long-dated government bonds and through buying short-term high yield corporate bonds. Furthermore, **we increased our exposure to the US dollar.** In September, **the fund gained 0,71%.**

In October, worldwide equity markets moved up slowly but steadily. Volatility remained low and interest rates decreased again. **The euro depreciated against the US dollar,** predominantly because the ECB wants to carefully reduce its asset purchase program. In October, plenty of companies reported quarterly results. Despite calmness at the index level, there was quite some dispersion at the company level. On the fixed income side we expect to see higher long-term interest rates before we start thinking about the next recession. As such, the fund has **limited duration** (interest rate

## ECONOPOLIS FUNDS

### Report on activities of the Board of Directors (continued)

sensitivity). Furthermore, we expect increasing interest rates to put pressure on price earnings multiples. Therefore, our equity exposure is relatively limited. **In October, the fund gained 0,96%.**

**In November, volatility returned somewhat** to financial markets. Intra-month, the VIX-index (a measure of the volatility in the S&P 500 index) increased from 9 to over 13. This small uptick was driven by the limited correction of US equities and was only short term.

The bond market remained calm in November. Despite the looming Federal Reserve balance sheet reduction, the yield on 10-year US government bonds remained more or less flat. **This remains stunning.** There is a healthy and growing world economy and a central bank announcing its balance sheet reduction by actually selling bonds. Nonetheless, interest rates do not significantly increase. The most plausible explanation is that the market is not focusing on the Fed or economic growth, but rather on the fact that even with these conditions inflation remains low. **To us, it seems only a matter of time before this happens.**

December was marked by a **dispersion in performance between European and American equity markets.** In Europe, the broad marked decreased by circa 1%. In contrast, the US market increased by approximately 1%. There is also a difference in interest rates between Europe and the US. In December, the German 10-year interest rate increased by circa 10bps to 45bps. In the US however, the 10-year rate remained flat at 2,4%. As such, Europe has a longer way to go towards a normalization of interest rates compared to the US.

Consequently, the fund holds a **hedge** that should pay out when German interest rates increase.

#### Econopolis Global Equity Fund

European stock markets ended January around the same level as at the end of 2016. The STOXX Europe 600 closed the month 0,3% lower. In the US, the S&P 500 increased by 1,9%. However, calculated in euro this resulted in a small loss of 0,3%. **We took a first position in optical retail chain GrandVision.** GrandVision has a strong position in Europe where it operates under banners such as Pearle, GrandOptical, Vision Express and Apollo-Optik. Furthermore, the group is active in several emerging markets.

In February, equity markets performed strongly. The STOXX Europe 600 increased by approximately 3%. Both the S&P 500 and the technology oriented Nasdaq gained almost 4% (in USD). In Europe, the **upcoming French elections** caused nervousness on the bond markets. According to leading indicators, the economic outlook is however improving in France, as well as in the rest of Europe. In the fund, we took profit on part of our position in dependency care company **Orpea**. We increased our position in **Colgate-Palmolive**. In addition, we sold **Varex Imaging** which was spun off from Varian Medical Systems. We also sold our position in biopharma company **Gilead** as this company remains under pressure. We took a first position in brewer **AB Inbev**. The valuation of the latter became attractive after a 15% correction since October.

Despite several political uncertainties, European equity markets **performed strongly** in March. Taking into account the lower valuation and higher expected earnings growth in 2017 compared to US equities, **we believe our overweight in European equities is justifiable.** We took some profit on our positions in **Apple** and **Volvo**, since the weight of these stocks increased after their recent rally. Moreover, we sold our small position in **Rolls-Royce**, as we saw little to no catalysts for this stock. We used the proceeds to add to our existing positions in brewer AB Inbev and chip maker Qualcomm. The earnings of **AB Inbev** should increase in the next quarters. **Qualcomm** is under pressure because of accusations of (alleged) abuse of its dominant position. However, we believe the correction of the stock is exaggerated.

In April, European stock markets **continued their upwards trend.** In the past month, we did not add new names to the fund. We slightly decreased the positions in **LVMH** and **Volvo** as both shares performed very strongly over the past couple of months. We sold half our position in technology company **IBM** after disappointing quarterly results. The company will probably not grow again before

### Report on activities of the Board of Directors (continued)

2018. We added to our positions in online travel expert Priceline Group, health care company Fresenius, network specialist Cisco and Schlumberger, a service provider to the oil and gas sector.

In May, both the European and US equity markets **continued their upward trend**. The STOXX Europe 600 gained 1,6%. In the past month, we analyzed several possible investments. However, we did not add any new names to the fund. **KPN** performed strongly on the back of solid quarterly results. Furthermore, the **Telecom sector** did well because of the consolidation on the German market, where there was a merger between United Internet and Drillisch. **Health Care** was also a strong contributor to returns via the strong performances of diabetes specialist Novo Nordisk, radiation and oncology specialist Varian Medical Systems and dependency care company Orpea. Cisco stood under pressure because of disappointing quarterly results. The share price of IBM suffered because Berkshire Hathaway decreased its position in the company.

**Equity markets suffered mostly in the last week of June** after comments from ECB president Mario Draghi. He suggested that the end of the ECB-stimulus program is approaching. After reducing our position in **IBM** earlier, we added to our position in the stock at lower levels in June. The low expectations, the launch of a new 'mainframe' platform and the expected higher profit contribution of the fast-growing activities from 2018 onwards should provide share price potential. In June, producers of consumer goods remained in the spotlight. Earlier this year, there was a failed takeover bid on **Unilever**. In June, hedge fund Third Point took a 1,3% stake in **Nestlé**. It urged the Swiss food giant to sell its holding in L'Oréal, accumulate debt to buy back own shares, sell non-core operations and put forward a profit margin of 18 to 20% for 2020. We expect Nestlé to only adhere to some of these demands. Nevertheless, Third Point's move will increase the pressure on Nestlé to perform. Both Unilever and Nestlé are part of the Global Equity Fund.

July was a calm month on European stock markets. The STOXX Europe 600 ended July 0,3% lower. In the US, the S&P 500 and the technology-oriented Nasdaq increased by respectively 2% and 3,4% in US dollar. **We sold our position in Amadeus**, a Spanish IT company. After its strong performance, we saw little potential for this stock. We replaced this position by **taking a first stake in Sabre Corp.**, which is the main competitor of Amadeus. The most important asset of Sabre is its booking platform for flights. Together with Worldspan, Sabre and Amadeus control a large part of the market for flight reservations. Furthermore, Sabre is a key player in software and solutions for airlines, hotels and other companies in the travel industry. After several weak quarters, Sabre should see its growth improve. Compared to Amadeus, Sabre has a weaker balance sheet and lower margins. However, it is significantly cheaper.

**August was a difficult month for European equity markets.** The STOXX Europe 600 closed the month circa 1% lower. In the US, the S&P 500 moved sideways whereas the technology-oriented Nasdaq increased by approximately 1,3%. **We sold our entire position in telecom operator KPN** when the share price rose somewhat after the publication of its half year results. KPN is still experiencing difficulties to grow, which is a drag on the share price. Furthermore, **we slightly decreased our position in Alphabet**. After its strong performance, the share price might take a breather. Moreover, the company has several antitrust issues with the European commission. **We took a first position in McKesson**. This company is the second largest distributor of (generic) drugs in the US. In the recent past, its results were under pressure due to a.o. the limited increase in prices of branded drugs. We think McKesson's results bottomed out and will start to grow again from current levels.

In Europe, the STOXX Europe 600 gained circa 3,9% in September on the back of easing tensions between the US and North Korea. Furthermore, the euro lost some earlier gains against the US dollar. In the US, the S&P 500 won some 2% in USD. The technology-oriented Nasdaq advanced by 1%. **In Europe, business confidence reached its highest level since 2007**. We did not add any new names to the fund. At the end of August, **Volvo's** management published its new margin objectives, which were applauded by investors. From now on, the company aims for an operating margin that shall exceed 10% measured over a business cycle. In its financial division, the group aims for a return

## ECONOPOLIS FUNDS

### Report on activities of the Board of Directors (continued)

on equity of 12-15%. These margins are very solid for a cyclical company like Volvo. Furthermore, the truck market is going strong.

October was a **positive month** for Western stock markets. The STOXX Europe 600 gained circa 1,6%, while the S&P 500 increased by 2,2% (3,8% in euro). The technology oriented Nasdaq won approximately 3,1% (4,7% in euro). In Germany, business confidence reached new highs. In the fund, **we took profit on our full position in Volvo** in anticipation of the release of their quarterly results. We reinvested the proceeds in several companies such as Cisco, Dufry, Fresenius, Roche, Saint-Gobain, Schlumberger and Varian Medical Systems.

In November, the STOXX Europe 600 lost circa 1,5%. In the US, the S&P 500 increased by some 2,9% (1% in euro). The technology-oriented Nasdaq advanced only 1,3% (-0,5% in euro) because of some **profit taking on technology companies** at the end of the month. Semiconductor producer Broadcom made an unsolicited 70 dollars per share (of which 60 dollars in cash) offer for **Qualcomm**. Qualcomm management rejected the offer because it was considered too low and because of regulatory uncertainty. **Ahold Delhaize** continued its positive momentum due to strong quarterly results and the mildly improving sector sentiment. **Fresenius** was under pressure because investors fear the results of its generic drug division will come under pressure. Moreover, revenue development at Akorn (Fresenius made an offer on this company) disappointed. **Priceline's** share price remained under pressure on the back of lower growth and margin pressure.

December was a relatively calm month for European stock markets. The STOXX Europe 600, the broad European equity market index, advanced by 0,75%. The S&P 500, the index of the 500 most important US companies, increased by slightly more than 1% (in US dollar). We used the inflow to add to our existing positions in AB Inbev, DSM, GrandVision, LVMH, Vinci and Vopak. In December, Fresenius and McKesson recovered from their earlier sharp decline. Schlumberger benefited from increasing oil prices. DS Smith, Telenor and Becton Dickinson were some of the weaker performers over the last month. However, Telenor had a very strong November and is one of the few European telecom companies that noted a solid return over 2017. Furthermore, DS Smith's decline was not unusual given its record highs in November. The relapse in Becton Dickinson was due to profit taking.

### Econopolis Patrimonial Emerging Fund

2017 started strongly for most emerging markets, despite all the commotion surrounding US president Trump and the debate about what effect his policies will have on several specific emerging countries. The Chinese president **Xi Jinping** gave a speech at the World Economic Forum in Davos. This marked the first time a Chinese leader attended this event. In **Brazil**, the central bank lowered the reference interest rate with 75 basis points. **Mexico** however stood under pressure after tensions rose with the US. Moreover, Ford announced that it would cancel its plans to build a new factory in Mexico.

Looking back at the past period, we see more and more signals of **stabilization** in emerging markets. Despite the positive performance over the last year, we must keep our focus. Hence, we slightly changed the asset allocation of the fund. **We decided to lower the weight of equities in the compartment to approximately 40%**. We will not hesitate to use a possible correction in the coming months to buy back some strong companies at attractive valuations. On the fixed income side, we also noted a strong performance. It took some time, but **the Mexican peso strongly recovered** from its correction of the past few months.

**In March, the fund increased by 0,7%**. This resulted in a return of **4,3%** in the first quarter of 2017. Several important events happened in March. In **Brazil**, the central bank notes pointed out that more rate cuts are coming if the reform momentum continues. In **Russia**, interest rates were lowered and the expectation is that this will happen again in the near future. In **South Korea**, president Park Geun-hye was forced out of office. New elections will be held shortly. Financial markets reacted positively to this news as it brings back on the agenda a structural reform plan of the so-called chaebol

## ECONOPOLIS FUNDS

### Report on activities of the Board of Directors (continued)

conglomerates. **In India**, the political party of prime minister Modi won one of the most important state elections. Again, this was positive news as it increases the probability of further reforms.

In April, the meeting between Chinese president Xi Jinping and US president Donald Trump clearly **improved the relationship between both countries**. In Asia, there were again tensions surrounding **North Korea**. Nevertheless, the South Korean KOSPI stock index jumped to the highest level in years. **In Brazil**, the central bank again lowered the interest rate with 100 basis points. We look forward to the next steps the government will take in reforming the social security system. The vote on these changes is expected to take place in May. This could be a positive catalyst for investor sentiment in Brazil. **The asset allocation of the fund remained unchanged**. On the equity side, part of the inflow was used to selectively buy some equities in order to keep the allocation at the same level. In Asia, we added to our positions in Sinopharm, NetEase, Naver and CK Hutchinson. In South Africa, we added to our position in MTN Group.

In South Korea, the liberal politician **Moon Jae-in** was elected as new president. He succeeds Park Geun-hye. She was forced out of office after suspicions of corruption. **The biggest news in May came from Brazil**. President Michel Temer was caught on tape discussing hush money to pay off a possible witness in what was already the country's biggest corruption scandal. As a consequence, Brazilian financial markets **stood under pressure**. Should the Brazilian real continue to drop, the central bank might be tempted to delay further interest rate cuts. On the positive side, other emerging countries were relatively unaffected by the situation in Brazil. As such, **this shows that investors start to look at emerging countries as individual entities** which each have their own dynamics and challenges.

In May, the asset allocation of the fund remained unchanged. On the equity side, we selectively increased our positions in Tenaris, NetEase, Sinopharm, Siam Cement, BRF and Tata Motors. On the fixed income side, we used the strong correction in Brazilian bonds to increase our position. Furthermore, at the beginning of May we lowered our position in **Qatar** after a rally in these bonds. Moreover, we added some **Indian bonds** to the fund.

July was another good month for emerging markets. However, **this positive performance was again partly wiped out by the strong appreciation of the euro**. As such, the fund's NAV decreased by circa 0,7%. In July, there was a lot of important news on of emerging markets. In **India**, the reform agenda of Narendra Modi continues with the long-awaited introduction of the GST (Goods & Services Tax). This far-reaching tax reform will bring a uniform system of indirect taxes and should end the current unclear system of local and regional taxes. The central bank of **South Africa** unexpectedly cut its interest rate by 0,25% to 6,75%, which marked the first rate cut in 5 years. We did not change the asset allocation of the fund.

In August, emerging markets moved up and down without a clear direction. **The fund gained 0,7%**. From a macro-economic point of view, August was a calm month, with the exception of the persistent tensions surrounding **North Korea**. It seems inevitable that this situation will continue to linger until some sort of temporary or final 'solution' will be found for this conflict. In any case, these tensions moved the gold price up in the past month. In general, **corporate results were relatively good** with relatively few surprises. This again confirms that the multiyear downward revisions are probably behind us and that we may expect higher earnings growth in the future. We did not alter the asset allocation of the fund.

Initially, emerging markets rallied in September. This was followed by a small correction and a new pickup thereafter. The geopolitical situation remained troubled with **North Korea** again in the picture. Financial markets did not panic as everyone expects a diplomatic solution for the issue in the end. Rating agency S&P lowered **China's** credit rating, but the impact will be limited in the short term. Still, it draws the attention to the needed further reforms in China. In Latin America, more and more positive signals are coming out of **Brazil**. This time, inflation reached a new low of 2,46%. As such, the central bank lowered its short-term interest rate by 100 basis points to 8,25%. The Brazilian Bovespa index reached an all-time high in local currency. On the equity side, **we liquidated our remaining (small)**



## ECONOPOLIS FUNDS

### Report on activities of the Board of Directors (continued)

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**positions in Tenaris, Yum! Brands, Kolao and Bumitama Agri.** Furthermore, we slightly added to our positions in Ctrip, China Everbright International, Naver, NetEase, Samsung Electronics and Naspers. On the fixed income side, we added to our position in the **Russian supermarket X5**. Another new name we added to the portfolio is the South African paper producer **Sappi**.

Emerging markets experienced a similar pattern as last month. Their initial increase was again followed by some consolidation by the end of the month. In Latin America, the focus was again on **Mexico** because of persisting uncertainty regarding NAFTA (North American Free Trade Agreement) negotiations with the US. On the one hand, it seems impossible to eliminate Mexico from the value chain in several sectors. The main event of October happened at the other side of the world, in the form of **the 19th congress of the Chinese Communist Party**. Traditionally, during this congress several leaders within the Party are replaced and the economic guidelines for the future are set. It is clear that **Xi Jinping** cemented his power and that he might remain at the head of the Party for a long time. Many observers already draw comparisons with Mao Zedong, who was the sole ruler during a prolonged period. Furthermore, the Party made it clear that quantitative growth is no longer the main objective. In contrast, the focus will now be on the quality of growth (less pollution, less inequality, better governance, etcetera). We did not significantly alter our positions.

At the end of November, the **Indian government** announced its plan to recapitalize the banking sector. This was one of the necessary reforms to position the country for higher structural growth in the future. Nevertheless, the many recent reforms may cause some turmoil in the short term. In **Russia**, the merger between Yandex.Taxi (a position in the compartment) and Uber was approved by the government. In **Mexico**, there was yet another round of NAFTA negotiations with the US. Again, no big conclusions can be drawn from these talks. The economic recovery in **Brazil** continues. The asset allocation was not altered. On the equity side, **we did some further fine-tuning**. We took profit on several Asian technology companies that performed very strongly year-to-date, such as Samsung Electronics, NetEase and TSMC. We added to positions in Ctrip, CCR, Magnit, Naspers, AmorePacific and Shoprite. On the fixed income side, we added to our position in **Sappi**. Moreover, **we took a first position in a Thai government bond**.

After a tight race, **Cyril Ramaphosa** was elected as the new leader of the South African government party ANC. As such, the 65-year old currently holds the best cards to succeed current president Jakob Zuma in 2019. Financial markets reacted positively to this news. However, it remains to be seen if Ramaphosa will be able to implement the necessary reforms. In **India**, the people yet again showed their faith in prime minister Narendra Modi as his BJP party won the December state election in both Gujarat and Himachal Pradesh. This lays the foundation for even more positive reforms in the future. In **Brazil**, the interest rate was cut to 7%. This should provide further support to the current economic revival. On the equity side, we took some profit in Yum China, Yandex, Localiza, Jeronimo Martins and NetEase. We re-initiated a position in **Mediatek** (a Taiwanese designer of chipsets). Furthermore, we took new positions in a.o. **Brilliance China Automotive** (BMW's Chinese joint venture partner) and **Goodbaby** (a Chinese producer of strollers and child car seats). On the fixed income side, we sold our position in Chinese Internet giant **Alibaba**.

### Econopolis Patrimonial Sustainable Fund

In January investors are waiting impatiently to hear about **the concrete plans of president Trump** on tax and health care reforms. In the past month, we **sold Reckitt Benckiser** as it did no longer meet our sustainability criteria. We took a **first position in optical retail chain GrandVision**. GrandVision has a strong position in Europe where it operates under banners such as Pearle, GrandOptical and Vision Express. Furthermore, the group is active in several emerging markets. On the fixed income side, **we bought a significant number of bonds**. We focused on corporate bonds with a **BBB-rating** and relative **short maturities**. We chose these short maturities because we believe interest rates would increase a bit in the next months. Furthermore, the decreasing US dollar had a negative impact whereas the Norwegian krone positively influenced the return.

## ECONOPOLIS FUNDS

### Report on activities of the Board of Directors (continued)

In February, equity markets performed strongly. The STOXX Europe 600 increased by approximately 3% and the S&P 500 gained almost 4% (in USD). In Europe, the **upcoming French elections** caused nervousness on the bond markets. According to leading indicators, the economic outlook is however improving in France, as well as in the rest of Europe. At the same time, volatility is at its lowest level in 15 years. Several political and economic factors could lead to a spike in volatility in the coming months. After the strong performance of the past few months, a correction is not to be excluded. Hence, **we lowered the weight of equities by approximately 6%**. We sold our small position in **Rolls-Royce** because the turnaround in the company might take long. We took a first position in brewer **AB Inbev**. The valuation of this company became attractive after a 15% correction since October. We are convinced its results will recover because of a more favorable market in Brazil, earnings growth and cost reductions. February was also a strong month for the fixed income side. We positioned the compartment more defensively by lowering the weight of BB-rated bonds. Furthermore, we added a significant number of bonds. We focused on **BBB-rated corporate bonds**. Moreover, we added **Dutch government bonds**. These were under pressure as investors fear that Geert Wilders might win the elections. The decrease of the German 10-year bond yield to 0,2% was the signal for us to lower the duration of the inflation-linked bonds in order to **decrease the sensitive to interest rates**.

Despite political uncertainty in March, European equity markets increased strongly. In March, the STOXX Europe 600 gained approximately 3%. US equity markets remained nearly flat in the past month. In February, **business confidence in Europe** reached its highest level in six years. Recent data suggests **a somewhat weaker first quarter in the US**. However, confidence indicators point to acceleration in economic growth. In March, the Federal Reserve increased its policy rate by 25 basis points to 0,75-1%. Given their undervaluation and higher expected earnings growth in 2017 compared to US equities, **we believe our overweight in European equities is justifiable**. On the fixed income side, we used corrections to increase several positions. Additionally, we used the correction in the **Norwegian krone** to increase our position in this currency, which we still see as cheaply valued.

In April, **European stock markets continued their upward trend**. The first round of the presidential elections in France did not bring any big surprises and recent indicators suggest that economic prospects are improving. In the US, the S&P 500 Index gained 1%. The technology oriented Nasdaq increased by 2,4%. Furthermore, the euro gained 2% compared to the US dollar. We did not add any new names to the fund. **We sold half our position in technology company IBM** after disappointing quarterly results. The company will probably not grow again before 2018. We added to our existing positions in brewer AB Inbev, health care company Novo Nordisk, Colgate-Palmolive (consumer staples company) and Schlumberger, a service provider to the oil and gas sector. On the fixed income side, we anticipated the first round of the French elections by buying **bonds of Electricité de France**. These performed strongly after the first round. We added **inflation linked bonds** after the drop in the oil price. Furthermore, we added some bonds in **Czech koruna** as the central bank decided to not hold the exchange rate artificially low anymore.

In May, **Western equity markets continued their upward trend**. The US dollar lost circa 3% compared to the **euro**. In the first quarter of 2017, economic growth was 0,7% in the US. This was the lowest number in 3 years and was mostly due to weak consumer spending. **We sold Qualcomm because the company did no longer meet our sustainability criteria**. We invested the proceeds in other technology companies, which were already in the portfolio. **Health care** was also a strong contributor to returns with the strong performances of Novo Nordisk and Varian Medical Systems. On the fixed income side, there were positive returns in local currency. However, the negative evolution of several currencies led to a slightly negative return in euro. **We lowered the weight of the US dollar** in favour of the euro and used the correction in the Norwegian krone to increase the position in this currency. Moreover, **we sold two bonds of Tencent and Qualcomm because of lowered sustainability scores**.

**European equity markets suffered mostly during the last week of June** as interest rates started to pick up. The ECB expects 2% economic growth this year, which would be the highest number since 2007. Core inflation remains subdued at around 1%, far below the ECB's 2% target. The US Federal Reserve increased its benchmark interest rate to 1-1,25%. Furthermore, it expects one more rate hike

## ECONOPOLIS FUNDS

### Report on activities of the Board of Directors (continued)

this year and three more in both 2018 and 2019. The fixed income side of the fund looked to be set for a good month. However, a correction in the last couple of days effectively erased all the gains that were built up during the month. The correction was due to **the comments of ECB president Draghi**. He talked about 'reflation' and referred more distinctly than before to 'tapering'. As a consequence, long dated bonds stood under pressure.

The STOXX Europe 600 finished July 0,3% lower. In the US, the S&P 500 and the technology-oriented Nasdaq gained respectively 2% and 3,4% (in USD). However, **the US dollar lost circa 3,5% versus the euro** on the back of speculation that the European Central Bank will reduce its expansionary monetary efforts. On the equity side, **we took profit on our complete position in Amadeus**. We replaced this position by taking **a stake in competitor Sabre Corp**. The fixed income side of the fund realized a slightly positive return. **Within fixed income, performance differed strongly between the different classes of bonds**. Corporate bonds, and the riskier ones in particular, performed strongly, whereas government bonds lagged. The majority of bonds denominated in foreign currencies (a.o. in USD) suffered on the back of the appreciation of the euro compared to most other currencies. **The focus of the fund remains on low maturities**.

**August was a difficult month for European equity markets**. In the US, the broad market moved sideways. On the equity side, **we sold our entire position in telecom operator KPN** when its share price rose somewhat after the publication of its half year results. We used corrections in GrandVision and Vopak to increase our existing positions. In August, the positive performance of the fixed income side was driven by **lower interest rates**. **Government bonds (in euro)** were clearly the best performing category within fixed income. In contrast, it was a difficult month for (lower quality) corporate bonds. This was not a big surprise, as their upwards potential is capped by high valuations.

In September, the STOXX Europe 600 gained circa 3,9% on the back of easing tensions between the US and North Korea. Furthermore, the euro lost some terrain against the US dollar. In the US, the S&P 500 won some 2% in USD. We did not add any new names to the equity side of the fund. We increased our positions in Adecco, Cisco, IBM, Nestlé, Pepsico, Roche and Sabre. On the fixed income side, we used the decline in interest rates in Germany and the US to decrease our positions in long-term bonds of these countries. We invested the proceeds in **lower-rated short-term corporate bonds**. This way, we traded in some interest rate risk (and thus the risk of losses if interest rates rise) for credit risk.

October was a positive month for stock markets. The STOXX Europe 600 gained circa 1,6%, while the S&P 500 increased by 2,2% (3,8% in euro). The technology oriented Nasdaq won approximately 3,1% (4,7% in euro). On the equity side, **we sold our position in truck company Volvo**. After its strong rally, we saw little upside potential for this cyclical stock. We invested the proceeds in a.o. Adecco, PepsiCo, Publicis, Roche, Saint-Gobain, SAP, Schneider Electric, Schlumberger, Solvay, Telenor, Varian Medical Systems and Vinci.

**For the sake of sustainability reasons, we made some changes to the fixed income side of the fund**. We sold our position in **Arconic**. The company's environmental score is as of recently too low, after it was too passive to prevent environmental damage and clean up historical pollution. We replaced Arconic by **Anglo American**. This company is also active in commodities, but has one of the highest sustainability scores in its sector. We also sold our positions in **BMW** and **Daimler**. These companies do no longer match our strict sustainability criteria because of their suspected involvement in a cartel.

In November, the STOXX Europe 600 lost circa 1,5%. In the US, the S&P 500 increased by some 2,9% (1% in euro). On the equity side, **we took a first position in utility Veolia**. This company delivers drinking water, water purification, energy and waste management. On the fixed income side, a significant number of transactions were done to invest the inflow. Within corporate bonds, we bought a.o. Akzo Nobel, EDF, Argan, Vestas, Amadeus and Sappi. In short, **a diversified mixture of sectors, quality and yield**.

## ECONOPOLIS FUNDS

### Report on activities of the Board of Directors (continued)

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December was a relatively calm month for European stock markets. In December, we used slight corrections in AB Inbev and Vopak to increase our existing positions. Moreover, we invested the inflow in Novo-Nordisk, Roche, Saint-Gobain, IBM, SAP and Schneider Electric. On the fixed income side, we invested the inflow in a diversified mix of government bonds (Norway, Chile in US dollar and Hungary) and corporate bonds. Furthermore, we subscribed to a new issue of **Kinepolis**. In order to not increase the interest rate risk of the fund, we compensated this purchase by selling a long-dated government bond.

#### **Econopolis Emerging Market Equity**

The Econopolis Emerging Market Equity fund was launched 15th of December 2017. Based upon a broad selection of emerging market equities the fund invested its capital but kept a cash buffer between 10% - 20%.

The portfolio has a significant weight in Asian equities and smaller weights in Latin American equities and Eastern Europe & African equities. The resulting performance of the fund was a small positive for the year (+0,18%) in 2017.

Luxembourg, 7th March 2018

The Board of Directors

Note: The information in this report represents historical data and is not an indication of future results.

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

To the Shareholders of  
ECONOPOLIS FUNDS

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the financial statements of ECONOPOLIS FUNDS (the "Company") and of each of its sub-funds, which comprise the statement of net assets and the statement of investments and other net assets as at 31st December 2017 and the statement of operations and other changes in net assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of ECONOPOLIS FUNDS and of each of its sub-funds as at 31st December 2017, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

#### Basis for Opinion

We conducted our audit in accordance with the Law of 23rd July 2016 on the audit profession (Law of 23rd July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier" (CSSF). Our responsibilities under those Law and standards are further described in the "Responsibilities of the *Réviseur d'Entreprises Agréé* for the Audit of the Financial Statements" section of our report. We are also independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements, and have fulfilled our other ethical responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Other information

The Board of Directors of the Company is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our report of *Réviseur d'Entreprises Agréé* thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially

## Report of the réviseur d'entreprises agréé (continued)

misstated. If, based on the work we have performed, we concluded that there is a material misstatement of this other information, we are required to report this fact. We have nothing to report in this regards.

### Responsibilities of the Board of Directors of the Company for the Financial Statements

The Board of Directors of the Company is responsible for the preparation and fair presentation of the financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the Company determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors of the Company is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Company either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

### Responsibilities of the *Réviseur d'Entreprises Agréé* for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of *Réviseur d'Entreprises Agréé* that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of 23rd July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Company.
- Conclude on the appropriateness of Board of Directors of the Company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of the *Réviseur d'Entreprises Agréé* to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date

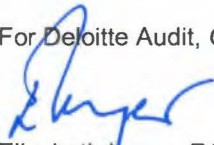
## Report of the réviseur d'entreprises agréé (continued)

of our report of *Réviseur d'Entreprises Agréé*. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

For Deloitte Audit, *Cabinet de Révision Agréé*



Elisabeth Loyer, *Réviseur d'Entreprises Agréé*  
Partner

22nd March 2018

## ECONOPOLIS FUNDS

### Combined statement of net assets (in EUR)

as at 31st December 2017

#### Assets

Securities portfolio at market value	223,619,525.87
Cash at banks	23,192,191.52
Other liquid assets	252,712.63
Formation expenses, net	21,185.36
Receivable cash collateral paid	15,000.00
Receivable on issues of shares	344,849.20
Income receivable on portfolio	1,707,852.13
Unrealised gain on futures contracts	53,262.56
Unrealised gain on forward foreign exchange contracts	17,687.11
Total assets	249,224,266.38

#### Liabilities

Bank overdrafts	43,431.93
Payable on redemptions of shares	521,930.20
Expenses payable	454,957.69
Other liabilities	9,368.36
Total liabilities	1,029,688.18
Net assets at the end of the year	248,194,578.20

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



## ECONOPOLIS FUNDS

### Combined statement of operations and other changes in net assets (in EUR)

from 1st January 2017 to 31st December 2017

#### **Income**

Dividends, net	1,448,259.51
Interest on bonds and other debt securities, net	3,701,694.90
Return on sukuk	20,903.62
Interest on bank accounts	8,645.71
Other commissions received	3,148.57
Other income	11,787.66
<b>Total income</b>	<b>5,194,439.97</b>

#### **Expenses**

Global fee	1,316,043.28
Performance fees	87,871.73
Depositary fees	152,468.95
Banking charges and other fees	40,600.49
Transaction fees	211,778.14
Central administration costs	192,507.14
Professional fees	34,834.26
Other administration costs	109,391.85
Subscription duty ("taxe d'abonnement")	22,272.83
Other taxes	1,170.00
Bank interest paid	100,910.11
Other expenses	29,770.92
<b>Total expenses</b>	<b>2,299,619.70</b>

Net investment income	2,894,820.27
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#### **Net realised gain/(loss)**

- on securities portfolio	1,529,227.99
- on option contracts	-42,195.96
- on futures contracts	-477,143.28
- on forward foreign exchange contracts	641,164.58
- on foreign exchange	-41,771.98
<b>Realised result</b>	<b>4,504,101.62</b>

#### **Net variation of the unrealised gain/(loss)**

- on securities portfolio	-1,565,959.09
- on futures contracts	106,568.89
- on forward foreign exchange contracts	17,687.11

<b>Result of operations</b>	<b>3,062,398.53</b>
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Dividends paid	-1,463,720.54
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Subscriptions	116,630,889.54
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Redemptions	-31,168,206.40
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<b>Total changes in net assets</b>	<b>87,061,361.13</b>
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<b>Total net assets at the beginning of the year</b>	<b>161,133,217.07</b>
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<b>Total net assets at the end of the year</b>	<b>248,194,578.20</b>
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The accompanying notes are an integral part of these financial statements.

## ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL SUSTAINABLE

### Statement of net assets (in EUR)

as at 31st December 2017

#### Assets

Securities portfolio at market value	67,267,643.78
Cash at banks	11,111,624.18
Formation expenses, net	696.79
Receivable on issues of shares	132,041.90
Income receivable on portfolio	566,420.57
Total assets	79,078,427.22

#### Liabilities

Bank overdrafts	1,036.86
Payable on redemptions of shares	321,812.40
Expenses payable	106,653.51
Total liabilities	429,502.77
Net assets at the end of the year	78,648,924.45

#### Breakdown of net assets per share class

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in EUR)
I Cap EUR	429,688.2088	EUR	109.46	47,034,409.03
I Dis EUR	119,414.0015	EUR	103.97	12,415,726.49
O Cap EUR	158,659.6208	EUR	99.34	15,761,474.79
O Dis EUR	34,601.5931	EUR	99.34	3,437,314.14
				78,648,924.45

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

## ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL SUSTAINABLE

### Statement of operations and other changes in net assets (in EUR)

from 1st January 2017 to 31st December 2017

#### **Income**

Dividends, net	237,163.37
Interest on bonds and other debt securities, net	970,105.20
Interest on bank accounts	1,852.63
Other income	4,511.79
Total income	1,213,632.99

#### **Expenses**

Global fee	302,035.64
Depositary fees	34,625.92
Banking charges and other fees	6,562.79
Transaction fees	48,430.76
Central administration costs	41,116.22
Professional fees	7,648.49
Other administration costs	32,339.87
Subscription duty ("taxe d'abonnement")	6,216.69
Other taxes	270.62
Bank interest paid	21,791.13
Other expenses	8,065.86
Total expenses	509,103.99

Net investment income	704,529.00
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#### **Net realised gain/(loss)**

- on securities portfolio	673,340.29
- on forward foreign exchange contracts	-878.59
- on foreign exchange	-52,067.27
Realised result	1,324,923.43

#### **Net variation of the unrealised gain/(loss)**

- on securities portfolio	-1,021,999.74
Result of operations	302,923.69

Dividends paid	-268,157.45
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Subscriptions	46,831,722.95
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Redemptions	-7,968,006.67
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Total changes in net assets	38,898,482.52
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Total net assets at the beginning of the year	39,750,441.93
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Total net assets at the end of the year	78,648,924.45
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The accompanying notes are an integral part of these financial statements.

## ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL SUSTAINABLE

### Statistical information (in EUR)

as at 31st December 2017

<b>Total net assets</b>	<b>Currency</b>	<b>31.12.2015</b>	<b>31.12.2016</b>	<b>31.12.2017</b>
	EUR	32,095,416.42	39,750,441.93	78,648,924.45
<b>Net asset value per share</b>	<b>Currency</b>	<b>31.12.2015</b>	<b>31.12.2016</b>	<b>31.12.2017</b>
I Cap EUR	EUR	104.58	108.53	109.46
I Dis EUR	EUR	102.92	105.15	103.97
O Cap EUR	EUR	-	-	99.34
O Dis EUR	EUR	-	-	99.34
<b>Number of shares</b>	<b>outstanding at the beginning of the year</b>	<b>issued</b>	<b>redeemed</b>	<b>outstanding at the end of the year</b>
I Cap EUR	254,644.1830	215,248.8937	-40,204.8679	429,688.2088
I Dis EUR	115,200.0000	38,213.9915	-33,999.9900	119,414.0015
O Cap EUR	-	158,659.6208	-	158,659.6208
O Dis EUR	-	34,601.5931	-	34,601.5931
<b>Dividends paid</b>	<b>Currency</b>	<b>Dividend per share</b>	<b>Ex-dividend date</b>	
I Dis EUR	EUR	2.09	09.05.2017	

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

# ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL SUSTAINABLE

## Statement of investments and other net assets (in EUR)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<b>Investments in securities</b>					
<b>Transferable securities admitted to an official stock exchange listing</b>					
<b>Shares</b>					
CHF	8,000	Adecco Group SA Reg	491,221.24	509,774.91	0.65
CHF	300	Givaudan SA Reg	507,486.32	577,471.38	0.73
CHF	8,150	LafargeHolcim Ltd Reg	391,181.56	382,794.89	0.49
CHF	7,200	Nestlé SA Reg	514,298.58	515,724.00	0.66
CHF	3,100	Roche Holding Ltd Pref	695,665.72	653,159.79	0.83
			2,599,853.42	2,638,924.97	3.36
DKK	14,000	Novo Nordisk AS B	553,883.74	628,766.84	0.80
EUR	6,600	Anheuser-Busch InBev SA	657,818.05	614,658.00	0.78
EUR	5,500	Bayerische Motorenwerke AG	435,096.06	477,565.00	0.61
EUR	12,500	Cie de Saint-Gobain SA	541,388.84	574,750.00	0.73
EUR	26,000	GrandVision NV	590,589.11	553,670.00	0.70
EUR	35,000	Koninklijke Ahold Delhaize NV	596,694.74	641,725.00	0.82
EUR	8,150	Koninklijke DSM NV	470,991.95	649,310.50	0.83
EUR	2,125	LVMH Moët Hennessy L Vuit SE	358,252.12	521,475.00	0.66
EUR	9,000	Publicis Groupe SA	570,579.02	509,850.00	0.65
EUR	7,000	SAP SE	566,843.82	654,150.00	0.83
EUR	9,000	Schneider Electric SE	574,247.33	637,740.00	0.81
EUR	4,325	Solvay SA	445,018.88	501,267.50	0.64
EUR	9,000	Unilever NV Certif of Shares	408,655.24	422,595.00	0.54
EUR	20,000	Veolia Environnement SA	409,620.00	425,500.00	0.54
EUR	7,000	Vinci SA	432,413.59	596,050.00	0.76
EUR	18,000	Vopak NV	722,020.33	658,260.00	0.84
			7,780,229.08	8,438,566.00	10.74
GBP	82,500	D S Smith Plc	391,213.71	480,889.09	0.61
NOK	31,300	Telenor ASA	480,126.64	560,497.16	0.71
USD	19,800	Cisco Systems Inc	536,365.49	631,502.69	0.80
USD	9,300	Colgate-Palmolive Co	594,145.24	584,323.60	0.74
USD	4,500	IBM Corp	610,279.99	574,917.77	0.73
USD	6,200	Pepsico Inc	594,819.99	619,148.10	0.79
USD	30,000	Sabre Corp	554,249.74	512,137.24	0.65
USD	10,200	Schlumberger Ltd	649,222.69	572,409.54	0.73
USD	7,000	Varian Medical Systems Inc	523,724.85	647,916.06	0.82
			4,062,807.99	4,142,355.00	5.26
<b>Total shares</b>			15,868,114.58	16,889,999.06	21.48
<b>Bonds</b>					
BRL	185,000	IBRD 11% Ser 1906 08/29.01.18	58,621.45	46,611.82	0.06
BRL	1,330,000	IBRD 11.75% Reg S Ser 11312 15/04.11.20	359,719.61	366,089.00	0.47
			418,341.06	412,700.82	0.53
CAD	325,000	Nederlandse Waterschapsbank NV 2.125% EMTN Reg S 13/22.01.18	224,628.78	216,031.77	0.27
CZK	16,000,000	Czech Republic 0% Ser 101 Sen 17/10.02.20	603,997.27	621,949.87	0.79
CZK	5,000,000	Czech Republic 0.45% Ser 97 15/25.10.23	188,567.36	189,293.42	0.24
CZK	6,500,000	Czech Republic 1.5% Ser 6Y 13/29.10.19	252,380.95	260,349.58	0.33
			1,044,945.58	1,071,592.87	1.36
EUR	250,000	Akzo Nobel NV 1.125% EMTN Reg S Sen 16/08.04.26	250,318.50	251,375.00	0.32
EUR	150,000	Akzo Nobel NV 1.75% EMTN Reg S Sen 14/07.11.24	160,650.00	158,679.00	0.20
EUR	450,000	Akzo Nobel NV 2.625% EMTN Sen 12/27.07.22	496,970.50	494,867.25	0.63
EUR	500,000	Alfa Laval Treasury Intl AB FRN EMTN Reg S Ser 1 14/12.09.19	501,763.37	502,567.50	0.64
EUR	200,000	Amadeus Capital Market 0% Ser 4 Sen Reg S 17/19.05.19	199,960.00	200,263.00	0.25

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

# ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL SUSTAINABLE

## Statement of investments and other net assets (in EUR) (continued)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
EUR	300,000	Amadeus Capital Market 0.125% EMTN Reg S Sen 16/06.10.20	299,490.00	300,216.00	0.38
EUR	100,000	Amadeus Capital Market 1.625% EMTN Reg S Sen 15/17.11.21	105,596.00	104,948.50	0.13
EUR	100,000	Anglo American Capital Plc 1.5% EMTN Reg S Sen 15/01.04.20	102,150.00	103,089.50	0.13
EUR	100,000	Anglo American Capital Plc 2.875% EMTN Sen 13/20.11.20	106,750.00	107,542.00	0.14
EUR	600,000	Anglo American Capital Plc 3.5% EMTN 12/28.03.22	654,450.00	666,948.00	0.85
EUR	500,000	Anheuser-Busch InBev SA FRN EMTN 14/29.03.18	501,340.55	500,425.00	0.64
EUR	700,000	Arcelik AS 3.875% Reg S Sen 14/16.09.21	734,580.00	746,053.00	0.95
EUR	200,000	AT&T Inc FRN Sen 17/04.09.23	202,480.00	203,604.00	0.26
EUR	500,000	Befimmo SICAFI SA FRN Sen 15/21.04.22	504,500.00	503,437.50	0.64
EUR	200,000	Belgium FRN Reg S Ser 70 13/02.05.18	199,610.84	200,382.00	0.25
EUR	200,000	BRF SA 2.75% Reg S Sen 15/03.06.22	205,200.00	207,855.00	0.26
EUR	100,000	Chile 1.625% 14/30.01.25	102,420.69	106,079.00	0.13
EUR	400,000	Czech Republic 3.875% EMTN 12/24.05.22	490,400.00	468,790.00	0.60
EUR	900,000	D S Smith Plc 2.25% EMTN Reg S Sen 15/16.09.22	953,324.00	959,044.50	1.22
EUR	150,000	Deutschland 1.5% 13/15.02.23	164,356.50	162,866.25	0.21
EUR	1,200,000	Deutschland ILB 11/15.04.18	1,314,215.55	1,299,282.47	1.65
EUR	150,000	Deutschland ILB Sen 15/15.04.26	159,855.85	170,121.34	0.22
EUR	1,300,000	Deutschland ILB Ser I/L 09/15.04.20	1,587,809.18	1,559,676.52	1.98
EUR	400,000	Deutschland ILB Ser I/L 12/15.04.23	429,273.57	455,435.87	0.58
EUR	400,000	Eandis Syst Operator CVBA 2% Sen Pr 1069 17/23.06.25	412,400.00	420,332.00	0.53
EUR	400,000	Electricité de France VAR EMTN Sub 13/29.01.Perpetual	419,274.00	424,804.00	0.54
EUR	450,000	Espana ILB Sen 14/30.11.19	474,954.73	477,800.84	0.61
EUR	200,000	Espana ILB Sen 16/30.11.21	214,172.79	215,786.41	0.27
EUR	100,000	Espana ILB Sen 17/30.11.27	101,189.90	106,117.70	0.13
EUR	100,000	Flemish Community 0.375% EMTN Reg S Sen 16/13.10.26	99,971.00	97,573.50	0.12
EUR	800,000	Flowserve Corp 1.25% Reg S Sen 15/17.03.22	801,410.00	791,996.00	1.01
EUR	100,000	France 0% OAT 16/25.05.22	99,380.00	100,676.00	0.13
EUR	100,000	Gas Natural Capital Mks SA 5.375% EMTN 11/24.05.19	115,479.00	107,601.00	0.14
EUR	500,000	Gas Natural Fenosa Fin BV VAR Reg S Sub 14/18.11.Perpetual	510,500.00	546,320.00	0.69
EUR	100,000	Gas Natural Fenosa Fin BV VAR Reg S Sub 15/24.04.Perpetual	96,250.00	105,343.00	0.13
EUR	400,000	General Electric Co FRN Sen 15/28.05.20	399,818.10	402,028.00	0.51
EUR	435,000	Greenyard NV 5% Sen 13/05.07.19	468,258.59	460,486.65	0.59
EUR	600,000	Hochtief AG 3.875% Sen 13/20.03.20	649,580.00	646,647.00	0.82
EUR	200,000	Hungary 3.875% EMTN Reg S Sen 05/24.02.20	222,480.00	217,375.00	0.28
EUR	100,000	Italia 0.35% T-Bills Ser 5Y 16/01.11.21	98,016.20	99,756.00	0.13
EUR	100,000	Italia ILB Ser 5Y 16/15.05.22	100,282.05	105,210.30	0.13
EUR	1,100,000	Kinopolis Group NV 2.9 % Sen Reg S 17/15.12.27	1,100,000.00	1,085,381.00	1.38
EUR	650,000	Koninklijke KPN NV VAR Reg S Sen Sub 13/14.09.Perpetual	686,555.00	677,114.75	0.86
EUR	350,000	KPN NV 5.625% 09/30.09.24	464,929.50	460,407.50	0.59
EUR	150,000	KPN NV 7.5% EMTN 09/04.02.19	179,443.50	162,432.75	0.21
EUR	300,000	Molnlycke Holding AB 1.75% Reg S Sen 15/28.02.24	312,919.00	310,576.50	0.39
EUR	100,000	Neste Corporation 4% Sen 12/18.09.19	104,370.25	106,769.00	0.14
EUR	350,000	Netherlands 1.75% Reg S 13/15.07.23	389,159.00	384,940.50	0.49
EUR	75,000	OEBB Infrastruktur AG 3% EMTN Ser 35 13/24.10.33	75,407.25	92,672.62	0.12
EUR	300,000	Oesterreich 1.65% Ser 1 14/21.10.24	332,127.00	330,300.00	0.42
EUR	500,000	OMV AG VAR EMTN Perpetual	532,571.88	510,205.00	0.65
EUR	200,000	OMV AG VAR Reg S Sub 15/09.12.Perpetual	232,640.00	251,422.00	0.32
EUR	200,000	OMV AG VAR Reg S Sub 15/09.12.Perpetual	221,450.00	228,114.00	0.29
EUR	550,000	Pirelli International Plc 1.75% EMTN Sen 14/18.11.19	550,929.97	562,831.50	0.72
EUR	200,000	Poland 0.875% EMTN Reg S Ser 40 15/14.10.21	206,272.00	206,825.00	0.26
EUR	150,000	Poland 3.375% EMTN Reg S Ser 33 12/09.07.24	167,640.14	177,027.75	0.22
EUR	400,000	Romania 2.75% EMTN Reg S Sen 15/29.10.25	427,500.00	435,140.00	0.55
EUR	200,000	Romania 3.875% EMTN Reg S Ser 2015-2 15/29.10.35	212,398.00	220,500.00	0.28
EUR	700,000	Sappi Papier Holdings GmbH 4% Reg S Sen 16/01.04.23	740,940.00	734,706.00	0.93
EUR	400,000	Schneider Electric SE 0.25% EMTN Sen 16/09.09.24	387,256.00	387,642.00	0.49
EUR	700,000	Sky Plc 1.5% EMTN Sen 14/15.09.21	729,969.00	731,787.00	0.93
EUR	200,000	Sky Plc 2.5% EMTN Ser 3 Sen Reg S 14/15.09.26	217,300.00	220,285.00	0.28
EUR	600,000	Slovakia 0% Ser 230 16/13.11.23	584,840.00	593,715.00	0.75
EUR	400,000	Solvay Finance SA VAR Reg S Sub 15/02.06.Perpetual	405,709.73	449,294.00	0.57
EUR	400,000	Solvay SA 1.625% Reg S Sen 15/02.12.22	421,672.00	420,714.00	0.53
EUR	100,000	Telecom Italia SpA 3.25% EMTN Sen 15/16.01.23	98,609.30	109,954.50	0.14
EUR	300,000	Telenor ASA 2.75% EMTN Sen 12/27.06.22	340,071.00	332,458.50	0.42
EUR	200,000	TenneT Holding BV 0.75% EMTN Sen Reg S 17/26.06.25	199,360.00	199,315.00	0.25
EUR	250,000	TenneT Holding BV 2.125% EMTN Reg S Ser 6 13/01.11.20	271,365.00	265,102.50	0.34

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

# ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL SUSTAINABLE

## Statement of investments and other net assets (in EUR) (continued)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
EUR	250,000	TenneT Holding BV 4.625% EMTN Ser 511/21.02.23	316,115.00	304,565.00	0.39
EUR	400,000	Tesco Corp Treasury Serv plc 2.125% EMTN Sen 13/12.11.20	418,642.00	419,634.00	0.53
EUR	400,000	Tesco Plc 1.375% EMTN Sen 14/01.07.19	407,024.00	407,622.00	0.52
EUR	500,000	Teva Pharmaceutical Fin II BV 0.375% Reg S Sen 16/25.07.20	498,361.00	476,852.50	0.61
EUR	700,000	Teva Pharmaceutical Fin II BV 1.125% Reg S Sen 16/15.10.24	671,088.00	608,223.00	0.77
EUR	200,000	UCB 4.125% EMTN Sen 13/04.01.21	222,728.00	220,909.00	0.28
EUR	200,000	UCB 5.125% EMTN 13/02.10.23	242,730.00	238,500.00	0.30
EUR	500,000	Unilever NV FRN EMTN Reg S Ser 42 15/03.06.18	499,942.11	500,695.00	0.64
EUR	300,000	Uruguay 7% Sen 03/28.06.19	340,350.00	326,340.00	0.41
EUR	800,000	Vestas Wind Systems A/S 2.75% Reg S Sen 15/11.03.22	838,848.54	853,476.00	1.08
EUR	479,000	VGP SA 3.9% Reg S Sen 16/21.09.23	474,210.00	501,716.58	0.64
EUR	316,000	VGP SA 5.1% 13/06.12.18	328,232.61	328,324.00	0.42
EUR	450,000	Voestalpine 4% EMTN Sen 12/05.10.18	488,854.00	463,090.50	0.59
EUR	500,000	Voestalpine VAR EMTN Sub Ser 2 13/31.10.Perpetual	549,300.00	548,167.50	0.70
			32,600,711.24	32,605,150.05	41.42
GBP	400,000	3i Group Plc 6.875% EMTN Ser 77312 98/09.03.23	592,764.21	552,619.08	0.70
GBP	200,000	United Kingdom 1.75% T-Gilt Sen 16/07.09.37	231,327.66	225,866.23	0.29
GBP	200,000	United Kingdom 1.75% T-Stock 13/22.07.19	229,859.24	229,884.00	0.29
			1,053,951.11	1,008,369.31	1.28
HUF	50,000,000	Hungary 7.5% Ser 20/A 04/12.11.20	190,582.92	192,824.53	0.24
INR	30,000,000	Intl Finance Corp 7.8% EMTN Ser GDIF Tr 68 14/03.06.19	413,684.62	401,861.33	0.51
MXN	8,000,000	EIB 7.5% EMTN Reg S Sen 17/09.06.22	384,833.68	334,911.67	0.43
MXN	10,600,000	IADB 7.5% Ser 155 07/05.12.24	655,385.03	437,872.19	0.56
MXN	7,700,000	IBRD 5.25% EMTN Ser 11223 15/18.05.25	383,656.04	271,011.91	0.34
			1,423,874.75	1,043,795.77	1.33
NOK	1,000,000	EIB 1.5% EMTN Sen 15/12.05.22	108,780.37	102,916.34	0.13
NOK	4,000,000	Norway 2% 12/24.05.23	457,627.37	424,757.30	0.54
NOK	6,500,000	Norway 3.75% 10/25.05.21	758,023.50	724,911.54	0.92
NOK	4,800,000	Norway 4.5% 08/22.05.19	550,945.28	516,049.09	0.66
			1,875,376.52	1,768,634.27	2.25
SEK	2,500,000	Volvo Treasury AB FRN EMTN Reg S Ser 302 13/26.02.18	271,469.40	254,702.30	0.32
USD	200,000	Anglo American Capital Plc 4.125% Reg S Sen 12/27.09.22	178,114.11	172,095.60	0.22
USD	200,000	AT&T Inc 4.3% Sen 13/15.12.42	178,927.51	157,727.44	0.20
USD	400,000	AT&T Inc 4.5% Sen 15/15.05.35	348,883.20	330,812.34	0.42
USD	200,000	AT&T Inc 5.45% Sen 17/01.03.47	188,294.46	178,457.76	0.23
USD	375,000	Canada 1.625% Sen 14/27.02.19	313,987.52	311,457.51	0.40
USD	150,000	Chile 2.25% Sen 12/30.10.22	125,981.90	123,387.60	0.16
USD	150,000	Embraer SA 5.15% Sen 12/15.06.22	135,663.03	133,670.32	0.17
USD	200,000	Hungary 5.375% Sen 13/21.02.23	198,615.66	185,705.96	0.24
USD	850,000	Hungary 6.375% Sen 11/29.03.21	828,097.70	787,020.65	1.00
USD	100,000	IBRD 4.75% Sen 1312 05/15.02.35	80,495.34	107,217.81	0.14
USD	1,100,000	Lenovo Group Ltd 4.7% Reg S Sen 14/08.05.19	1,007,933.88	932,451.18	1.19
USD	250,000	Microsoft Corp 3.75% Sen 15/12.02.45	201,849.27	218,937.63	0.28
USD	150,000	Microsoft Corp 4.45% Sen 15/03.11.45	151,146.07	146,431.28	0.19
USD	375,000	Poland 5.125% Sen 11/21.04.21	340,233.81	338,432.15	0.43
USD	900,000	Siemens Financieringsmaatsc NV 2.15% Reg S Sen 15/27.05.20	798,074.99	746,666.11	0.95
USD	500,000	US 2.25% T-Bonds Sen 16/15.08.46	392,455.33	375,710.43	0.48
			5,468,753.78	5,246,181.77	6.70
<b>Total bonds</b>			44,986,319.76	44,221,844.79	56.21

### Transferable securities dealt in on another regulated market

#### **Bonds**

CAD	600,000	Toyota Credit Canada Inc 2.75% MTN Sen 13/18.07.18	408,690.66	401,082.24	0.51
CLP	225,000,000	Chile 5.5% Sen 10/05.08.20	318,005.19	318,896.25	0.41

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

## ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL SUSTAINABLE

### Statement of investments and other net assets (in EUR) (continued)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
EUR	700,000	Cofinimmo SA 2% Ser Program 1041 16/09.12.24	699,587.00	693,763.00	0.88
EUR	200,000	ImmoBel 3% Sen 17/01.06.22	200,000.00	204,582.00	0.26
EUR	100,000	Molnlycke Holding AB 1.5% Reg S Sen 14/28.02.22	99,814.22	103,842.00	0.13
EUR	100,000	Molnlycke Holding AB 1.875% Reg S Sen 17/28.02.25	99,950.00	103,278.50	0.13
EUR	700,000	UCB 3.75% EMTN Sen 13/27.03.20	769,314.62	752,038.00	0.96
			1,868,665.84	1,857,503.50	2.36
USD	100,000	Royal Caribbean Cruises Ltd 5.25% Sen 12/15.11.22	97,612.42	91,597.62	0.12
USD	800,000	US ILB Sen T-Bonds 15/15.01.25	707,357.73	687,914.24	0.87
USD	550,000	US ILB T-Notes Ser D-2026 16/15.07.26	497,928.56	460,769.22	0.59
			1,302,898.71	1,240,281.08	1.58
<b>Total bonds</b>			3,898,260.40	3,817,763.07	4.86
<b><u>Other transferable securities</u></b>					
<b>Bonds</b>					
EUR	1,100,000	Argan 3.25% Sen 17/04.07.23	1,110,400.00	1,113,970.00	1.42
EUR	300,000	FNG Group NV 4.625% Reg S Sen 14/15.04.21	300,076.00	286,455.00	0.36
EUR	500,000	Matexi NV 3.75% Sub Ser 995 16/22.06.23	499,500.00	500,190.00	0.64
EUR	250,000	Vrije Univeriteit Brussel 1.653% Sk MTN Sen 15/30.10.35	225,035.77	233,977.50	0.30
<b>Total bonds</b>			2,135,011.77	2,134,592.50	2.72
<b><u>Money market instruments</u></b>					
<b>Money market instruments</b>					
NOK	2,000,000	Norway 0% T-Bills 17/21.03.18	217,672.48	203,444.36	0.26
<b>Total money market instruments</b>			217,672.48	203,444.36	0.26
Total investments in securities			67,105,378.99	67,267,643.78	85.53
Cash at banks				11,111,624.18	14.13
Bank overdrafts				-1,036.86	0.00
Other net assets/(liabilities)				270,693.35	0.34
<b>Total</b>				78,648,924.45	100.00

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



## ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL SUSTAINABLE

### Industrial and geographical classification of investments

as at 31st December 2017

#### Industrial classification

(in percentage of net assets)

Countries and governments	19.82 %
Financials	11.28 %
Raw materials	10.33 %
Industrials	8.93 %
Cyclical consumer goods	7.18 %
Non-cyclical consumer goods	6.46 %
Healthcare	5.34 %
Technologies	4.67 %
Telecommunications services	4.04 %
International institutions	2.64 %
Utilities	2.59 %
Energy	2.13 %
Local public administrations	0.12 %
Total	<u>85.53 %</u>

## ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL SUSTAINABLE

### Industrial and geographical classification of investments (continued)

as at 31st December 2017

#### Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

The Netherlands	12.07 %
United States of America	11.65 %
Belgium	11.14 %
United Kingdom	7.43 %
France	7.30 %
Germany	6.90 %
Austria	4.02 %
Norway	3.51 %
Switzerland	3.36 %
Czech Republic	1.96 %
Spain	1.91 %
Denmark	1.88 %
Hungary	1.76 %
Sweden	1.61 %
Hong Kong	1.19 %
Turkey	0.95 %
Canada	0.91 %
Poland	0.91 %
Romania	0.83 %
Slovakia	0.75 %
Curacao	0.73 %
Chile	0.70 %
Luxembourg	0.56 %
Brazil	0.43 %
Uruguay	0.41 %
Italy	0.40 %
Finland	0.14 %
Liberia	0.12 %
Total	<u>85.53 %</u>

## ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL EMERGING

### Statement of net assets (in EUR)

as at 31st December 2017

#### Assets

Securities portfolio at market value	53,445,265.75
Cash at banks	1,720,637.20
Formation expenses, net	480.76
Receivable on issues of shares	113,523.90
Income receivable on portfolio	470,967.82
Total assets	55,750,875.43

#### Liabilities

Bank overdrafts	100.25
Payable on redemptions of shares	50,750.10
Expenses payable	137,691.45
Other liabilities	9,368.36
Total liabilities	197,910.16
Net assets at the end of the year	55,552,965.27

#### Breakdown of net assets per share class

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in EUR)
I Cap EUR	333,886.3392	EUR	109.14	36,441,348.31
I Dis EUR	192,459.6383	EUR	99.30	19,111,616.96
				55,552,965.27

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

## ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL EMERGING

### Statement of operations and other changes in net assets (in EUR)

from 1st January 2017 to 31st December 2017

#### Income

Dividends, net	480,004.36
Interest on bonds and other debt securities, net	1,290,923.95
Return on sukuk	20,903.62
Interest on bank accounts	4,616.59
Other commissions received	313.51
Other income	6,790.13
Total income	1,803,552.16

#### Expenses

Global fee	466,357.87
Depository fees	34,909.46
Banking charges and other fees	17,044.31
Transaction fees	66,682.09
Central administration costs	38,236.97
Professional fees	7,336.57
Other administration costs	49,624.96
Subscription duty ("taxe d'abonnement")	5,782.94
Other taxes	370.07
Bank interest paid	8,964.00
Other expenses	13,741.05
Total expenses	709,050.29

Net investment income	1,094,501.87
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#### Net realised gain/(loss)

- on securities portfolio	283,625.67
- on forward foreign exchange contracts	999.50
- on foreign exchange	-22,360.14
Realised result	1,356,766.90

#### Net variation of the unrealised gain/(loss)

- on securities portfolio	-399,716.32
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Result of operations	957,050.58
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Dividends paid	-675,948.74
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Subscriptions	12,777,834.25
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Redemptions	-8,818,892.55
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Total changes in net assets	4,240,043.54
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Total net assets at the beginning of the year	51,312,921.73
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Total net assets at the end of the year	55,552,965.27
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The accompanying notes are an integral part of these financial statements.

## ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL EMERGING

### Statistical information (in EUR)

as at 31st December 2017

Total net assets	Currency	31.12.2015	31.12.2016	31.12.2017
	EUR	43,560,968.69	51,312,921.73	55,552,965.27
Net asset value per share	Currency	31.12.2015	31.12.2016	31.12.2017
I Cap EUR	EUR	95.72	106.95	109.14
I Dis EUR	EUR	92.48	100.29	99.30
Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
I Cap EUR	291,504.4847	67,963.8545	-25,582.0000	333,886.3392
I Dis EUR	200,799.0000	52,270.6383	-60,610.0000	192,459.6383
Dividends paid	Currency	Dividend per share	Ex-dividend date	
I Dis EUR	EUR	3.09	09.05.2017	

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

## ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL EMERGING

### Statement of investments and other net assets (in EUR)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<b>Investments in securities</b>					
<b>Transferable securities admitted to an official stock exchange listing</b>					
<b>Shares</b>					
BRL	215,000	CCR SA	990,984.19	872,758.79	1.57
BRL	85,000	Localiza Rent A Car SA	249,656.50	471,311.11	0.85
BRL	115,000	Odontoprev SA	364,824.68	459,887.14	0.83
			1,605,465.37	1,803,957.04	3.25
EUR	13,000	Jeronimo Martins SA Reg	183,642.44	210,535.00	0.38
HKD	135,000	Anta Sports Products Ltd	331,392.12	509,873.92	0.92
HKD	140,000	Brilliance China Auto Hgs Ltd	288,328.10	311,736.11	0.56
HKD	795,000	China Everbright Intl Ltd	853,482.17	945,244.41	1.70
HKD	121,000	China Mobile Ltd	1,115,947.64	1,021,638.93	1.84
HKD	70,000	CK Hutchison Holdings Ltd	832,094.99	731,610.35	1.32
HKD	399,000	CSPC Pharmaceutical Gr Ltd	333,738.88	670,799.44	1.21
HKD	700,000	First Pacific Co Ltd	538,477.73	395,263.49	0.71
HKD	350,000	Goodbaby Intl Hgs Ltd	148,821.91	159,969.85	0.29
HKD	180,000	Sinopharm Group Co Ltd H	726,489.12	648,189.51	1.17
			5,168,772.66	5,394,326.01	9.72
IDR	500,000	Indocement Tunggal Prakar Tbk	677,350.01	673,625.64	1.21
KRW	3,300	Amorepacific Corp Pref	436,893.09	426,957.83	0.77
KRW	6,400	Hyundai Motor Co Ltd	805,576.24	778,157.54	1.40
KRW	1,100	NAVER Corp	637,064.61	745,890.19	1.34
KRW	3,000	Samsung Life Insurance Co Ltd	290,577.98	291,107.61	0.52
			2,170,111.92	2,242,113.17	4.03
MXN	30,000	Coca-Cola Femsa SAB de CV Ser L	185,779.35	174,811.67	0.31
PHP	5,300,000	Metro Pacific Investments Corp	544,914.78	605,369.38	1.09
SGD	250,000	First Resources Ltd	298,683.21	291,256.18	0.52
TWD	36,000	MediaTek Inc	284,113.74	297,179.74	0.53
USD	4,700	Baidu Inc ADR repr 0.1 Share A	730,463.59	916,673.19	1.65
USD	80,000	BRF SA ADR repr 1 share	1,144,629.80	750,135.32	1.35
USD	21,000	Ctrip.Com Intl Ltd ADR Repr 1/8 Shares	896,199.86	771,203.73	1.39
USD	12,000	Fomento Econom Mexic SAB de CV ADR repr 10 Uts (10 B & 20 D)	836,145.20	938,335.35	1.69
USD	82,000	Goldcorp Inc	1,143,951.33	871,999.00	1.57
USD	54,000	Infosys Ltd spons ADR repr 1 Share	788,778.35	729,383.35	1.31
USD	37,395	Jardine Strategic Hgs Ltd	1,021,411.76	1,232,538.70	2.22
USD	5,000	JD.com Inc spons ADR repr 2 Shares A	160,446.18	172,461.17	0.31
USD	4,500	Magnit PJSC spons GDR repr 0.2 Share	153,792.08	102,489.90	0.18
USD	3,300	Netease Inc ADR Repr 1 Share	420,394.19	948,270.81	1.71
USD	700	Samsung Electronics Co Ltd spons GDR repr 0.5 Share	434,055.23	698,338.68	1.26
USD	38,000	Taiwan Semiconduct Mfg Co Ltd ADR repr 5 Shares	583,008.87	1,254,694.59	2.26
USD	19,700	Tata Motors Ltd spons ADR repr 5 Shares	575,164.64	542,514.89	0.98
USD	30,000	Yamana Gold Inc	273,387.60	77,944.79	0.14
USD	21,000	Yandex NV A	407,150.56	572,719.32	1.03
USD	8,000	Yum China Holdings Inc	197,285.15	266,611.15	0.48
			9,766,264.39	10,846,313.94	19.53
ZAR	110,800	MTN Group Ltd	1,208,179.88	1,017,872.45	1.83
ZAR	4,800	Naspers Ltd N	935,554.70	1,114,010.02	2.01
ZAR	41,000	Shoprite Holdings Ltd	513,046.52	609,891.03	1.10
			2,656,781.10	2,741,773.50	4.94
<b>Total shares</b>			23,541,878.97	25,281,261.27	45.51

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

# ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL EMERGING

## Statement of investments and other net assets (in EUR) (continued)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<b>Bonds</b>					
BRL	500	Brazil 10% Notas do T Nacional Ser F 10/01.01.21	147,460.83	129,208.93	0.23
BRL	1,500,000	Intl Finance Corp 7.5% EMTN Ser 1718 Sen 17/09.05.22	384,676.02	368,513.59	0.66
			532,136.85	497,722.52	0.89
CZK	15,000,000	Czech Republic 3.85% Ser 61 10/29.09.21	668,861.19	659,536.47	1.19
EUR	800,000	America Movil SAB de CV 1.5% Sen 16/10.03.24	804,800.00	829,452.00	1.49
EUR	400,000	Arcelik AS 3.875% Reg S Sen 14/16.09.21	412,044.00	426,316.00	0.77
EUR	600,000	Bharti Airtel Intl Netherld BV 3.375% 14/20.05.21	631,557.23	654,600.00	1.18
EUR	400,000	Brazil 2.875% Sen 14/01.04.21	416,200.00	427,500.00	0.77
EUR	500,000	Bulgarian Energy Hg EAD 4.25% Reg S Sen 13/07.11.18	495,694.18	514,795.00	0.93
EUR	500,000	Eesti Energia As 4.25% EMTN Reg-S 12/02.10.18	549,240.08	516,205.00	0.93
EUR	500,000	EP Energy AS 4.375% Reg S 13/01.05.18	528,763.82	507,030.00	0.91
EUR	600,000	Indonesia 2.625% EMTN Reg S Sen 16/14.06.23	623,489.00	648,627.00	1.17
EUR	100,000	Mexico 1.375% Sen 16/15.01.25	96,750.00	101,628.00	0.18
EUR	200,000	Mexico 1.625% EMTN Sen 15/06.03.24	197,780.00	209,000.00	0.38
EUR	400,000	Mexico 2.75% Sen 13/22.04.23	426,700.00	442,000.00	0.80
EUR	200,000	Morocco 4.5% Reg-S 10/05.10.20	223,250.00	222,729.00	0.40
EUR	700,000	OMV AG VAR EMTN Perpetual	746,464.29	714,287.00	1.29
EUR	700,000	ONGC Videsh Ltd 2.75% Reg S Sen 14/15.07.21	713,310.22	747,558.00	1.35
EUR	400,000	Poland 0.875% EMTN Reg S Ser 40 15/14.10.21	409,900.00	413,650.00	0.74
EUR	250,000	Prague (City of) 3.125% 13/03.07.23	248,669.02	278,055.00	0.50
EUR	200,000	Romania 2.375% EMTN Ser 2017-1 Sen Reg S 17/19.04.27	201,650.00	205,253.00	0.37
EUR	200,000	Romania 2.875% EMTN 14/28.10.24	216,700.00	221,497.00	0.40
EUR	200,000	Sappi Papier Holdings GmbH 4% Reg S Sen 16/01.04.23	212,046.67	209,916.00	0.38
EUR	400,000	Synthos Finance AB 4% Reg S Sen 14/30.09.21	400,062.25	418,122.00	0.75
EUR	300,000	Turkey 4.125% Sen Reg S Ser Intl 14/11.04.23	317,495.00	325,359.00	0.59
EUR	650,000	Turkey 5.125% Sen 10/18.05.20	719,250.00	712,903.75	1.28
			9,591,815.76	9,746,482.75	17.56
HUF	100,000,000	Hungary 2.5% Ser B 16/27.10.21	339,228.64	342,036.15	0.62
HUF	200,000,000	Hungary 6% Ser 23/A 07/24.11.23	734,895.87	816,473.58	1.47
			1,074,124.51	1,158,509.73	2.09
IDR	7,230,000,000	EIB 7.2% EMTN Reg S Sen 14/09.07.19	500,567.74	453,214.28	0.82
IDR	4,800,000,000	IADB 7.2% EMTN Ser 498 15/22.01.18	331,977.32	294,865.74	0.53
			832,545.06	748,080.02	1.35
INR	20,000,000	IBRD 5.75% Ser GDIF 16/28.10.19	277,828.62	260,576.69	0.47
INR	20,000,000	Intl Finance Corp 7.8% EMTN Ser GDIF Tr 68 14/03.06.19	289,985.29	267,907.56	0.48
			567,813.91	528,484.25	0.95
MXN	40,000	Mexico 5% Bonos Sen 14/11.12.19	187,049.82	162,306.58	0.29
MXN	160,000	Mexico 6.5% Bonos Ser M 11/09.06.22	963,087.97	652,783.40	1.17
MXN	100,000	Mexico 8.5% Bonos Ser M 20 09/31.05.29	618,426.44	451,559.58	0.81
			1,768,564.23	1,266,649.56	2.27
PHP	50,000,000	Philippines 6.25% Reg S Sen 11/14.01.36	873,693.08	941,536.55	1.69
PLN	1,500,000	Poland 1.75% Ser PS0721 Sen 16/25.07.21	344,501.70	353,473.80	0.64
PLN	1,750,000	Poland 2.25% Ser PS0422 16/25.04.22	388,842.77	415,571.55	0.75
PLN	2,000,000	Poland 5.75% Ser WS0922 02/23.09.22	570,266.05	547,653.58	0.99
			1,303,610.52	1,316,698.93	2.38
RUB	12,000,000	Intl Finance Corp 6.75% EMTN Ser 1679 Sen Reg S 17/03.02.20	194,553.52	175,715.48	0.32
RUB	32,000,000	Intl Finance Corp 8.75% Reg S Ser GMTN 15/17.12.18	488,717.49	473,992.40	0.85
RUB	20,000,000	X5 Finance BV 9.25% Sen Reg S 17/18.04.20	293,242.49	296,497.04	0.53
			976,513.50	946,204.92	1.70
THB	12,000,000	Ministry of Finance 1.875% Ser LB226A Sen 16/17.06.22	309,443.58	308,086.73	0.55
USD	200,000	Baidu Inc 3% Sen 15/30.06.20	180,593.67	167,337.30	0.30
USD	400,000	Baidu Inc 4.125% Sen 15/30.06.25	356,513.12	346,957.57	0.62
USD	350,000	Chile 2.25% Sen 12/30.10.22	309,584.90	287,904.40	0.52

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

## ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL EMERGING

### Statement of investments and other net assets (in EUR) (continued)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
USD	350,000	Embraer SA 5.15% Sen 12/15.06.22	295,588.46	311,897.41	0.56
USD	500,000	Entel SA 4.875% Reg S Sen Sk 13/30.10.24	429,533.80	438,468.59	0.79
USD	500,000	Hungary 6.375% Sen 11/29.03.21	504,775.50	462,953.32	0.83
USD	200,000	Korea Development Bank 2.625% Sen 17/27.02.22	186,646.50	164,221.18	0.30
USD	300,000	Korea Development Bank 3% Sen 12/14.09.22	285,195.32	249,510.76	0.45
USD	800,000	Lenovo Group Ltd 4.7% Reg S Sen 14/08.05.19	659,671.77	678,146.31	1.22
USD	850,000	Poland 3% Sen 12/17.03.23	768,087.47	721,103.81	1.30
USD	600,000	Tencent Holdings Ltd 2.875% EMTN Reg S Sen 15/11.02.20	526,102.70	503,063.66	0.91
USD	500,000	Tunisie (Republique) 5.75% Reg S Sen 15/30.01.25	440,493.87	416,515.38	0.75
			4,942,787.08	4,748,079.69	8.55
ZAR	6,000,000	EIB 8.5% EMTN Reg S Sen 14/17.09.24	416,543.26	412,485.93	0.74
ZAR	3,000,000	EIB 9% EMTN Reg-S Sen 08/21.12.18	165,109.32	204,885.16	0.37
ZAR	15,000,000	EIB 9% EMTN Sen 11/31.03.21	1,075,476.05	1,051,087.71	1.89
			1,657,128.63	1,668,458.80	3.00
<b>Total bonds</b>			25,099,037.90	24,534,530.92	44.17
<b>Sukuk</b>					
USD	600,000	Second Pakistan Intl Sukuk 6.75% Reg S 14/03.12.19	576,871.96	518,560.18	0.93
<b>Total sukuk</b>			576,871.96	518,560.18	0.93
<b><u>Transferable securities dealt in on another regulated market</u></b>					
<b>Shares</b>					
RUB	1,200	Magnit PJSC	164,591.85	110,091.87	0.20
USD	3,865	Magnit PJSC	524,861.93	354,587.58	0.64
<b>Total shares</b>			689,453.78	464,679.45	0.84
<b>Bonds</b>					
BRL	700	Brazil 10% T-Bills Ser F 12/01.01.18	235,555.76	175,662.97	0.32
CLP	800,000,000	Chile 5.5% Sen 10/05.08.20	1,130,679.27	1,133,853.34	2.04
USD	600,000	Cencosud SA 4.875% Reg-S Sen 12/20.01.23	423,559.59	524,858.22	0.94
<b>Total bonds</b>			1,789,794.62	1,834,374.53	3.30
<b><u>Open-ended investment funds</u></b>					
<b>Investment funds (UCITS)</b>					
USD	80,568.684	Aberdeen Global Indian Bond Fd I2 Cap	839,004.84	811,859.40	1.46
<b>Total investment funds (UCITS)</b>			839,004.84	811,859.40	1.46
Total investments in securities			52,536,042.07	53,445,265.75	96.21
Cash at banks				1,720,637.20	3.10
Bank overdrafts				-100.25	0.00
Other net assets/(liabilities)				387,162.57	0.69
<b>Total</b>				55,552,965.27	100.00

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



## ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL EMERGING

### Industrial and geographical classification of investments

as at 31st December 2017

#### Industrial classification

(in percentage of net assets)

Countries and governments	24.17 %
Technologies	14.89 %
Cyclical consumer goods	8.36 %
Financials	7.63 %
Non-cyclical consumer goods	7.56 %
Telecommunications services	7.13 %
International institutions	7.13 %
Industrials	4.68 %
Energy	4.07 %
Raw materials	3.30 %
Utilities	2.95 %
Healthcare	2.38 %
Investment funds	1.46 %
Local public administrations	0.50 %
Total	<u>96.21 %</u>

## ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL EMERGING

### Industrial and geographical classification of investments (continued)

as at 31st December 2017

#### Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

Hong Kong	7.29 %
Mexico	7.12 %
Brazil	6.48 %
Cayman Islands*	6.39 %
South Korea	6.04 %
Luxembourg	5.28 %
South Africa	4.94 %
Poland	4.42 %
Chile	4.29 %
United States of America	3.79 %
India	3.64 %
Bermuda*	3.49 %
Hungary	2.92 %
China	2.88 %
Taiwan	2.79 %
Philippines	2.78 %
The Netherlands	2.74 %
Turkey	2.64 %
Czech Republic	2.60 %
Indonesia	2.38 %
Canada	1.71 %
Austria	1.67 %
Russia	1.02 %
Bulgaria	0.93 %
Pakistan	0.93 %
Estonia	0.93 %
Romania	0.77 %
Tunisia	0.75 %
Sweden	0.75 %
Thailand	0.55 %
Singapore	0.52 %
Morocco	0.40 %
Portugal	0.38 %
Total	<u>96.21 %</u>

\* Cayman & Bermuda listings are ADR's listed on the US stock exchange. ADR's are quotations of foreign companies in the US. The fund may use ADR's due to liquidity reasons or if local access is restricted.

## ECONOPOLIS FUNDS - ECONOPOLIS TOTAL RETURN

### Statement of net assets (in EUR)

as at 31st December 2017

#### Assets

Securities portfolio at market value	66,928,494.19
Cash at banks	8,402,888.25
Other liquid assets	252,712.63
Formation expenses, net	6,529.82
Receivable cash collateral paid	15,000.00
Receivable on issues of shares	99,283.40
Income receivable on portfolio	450,276.44
Unrealised gain on futures contracts	53,262.56
Unrealised gain on forward foreign exchange contracts	17,687.11
Total assets	76,226,134.40

#### Liabilities

Payable on redemptions of shares	139,187.50
Expenses payable	120,407.63
Total liabilities	259,595.13
Net assets at the end of the year	75,966,539.27

#### Breakdown of net assets per share class

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in EUR)
I Cap EUR	307,715.8377	EUR	103.69	31,907,243.82
I Dis EUR	428,444.0000	EUR	102.84	44,059,295.45
				75,966,539.27

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

## ECONOPOLIS FUNDS - ECONOPOLIS TOTAL RETURN

### Statement of operations and other changes in net assets (in EUR)

from 1st January 2017 to 31st December 2017

#### Income

Dividends, net	428,021.49
Interest on bonds and other debt securities, net	970,739.32
Interest on bank accounts	1,735.86
Other commissions received	2,627.21
Total income	1,403,123.88

#### Expenses

Global fee	358,886.72
Performance fees	87,871.73
Depositary fees	43,500.99
Banking charges and other fees	8,197.99
Transaction fees	44,592.72
Central administration costs	43,725.90
Professional fees	9,342.74
Other administration costs	11,762.13
Subscription duty ("taxe d'abonnement")	7,310.87
Other taxes	378.55
Bank interest paid	65,919.30
Other expenses	4,595.81
Total expenses	686,085.45

Net investment income	717,038.43
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#### Net realised gain/(loss)

- on securities portfolio	109,904.85
- on option contracts	-42,195.96
- on futures contracts	-477,143.28
- on forward foreign exchange contracts	641,883.56
- on foreign exchange	8,158.14
Realised result	957,645.74

#### Net variation of the unrealised gain/(loss)

- on securities portfolio	-460,820.84
- on futures contracts	106,568.89
- on forward foreign exchange contracts	17,687.11

Result of operations	621,080.90
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Dividends paid	-438,821.60
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Subscriptions	38,180,852.06
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Redemptions	-11,588,421.80
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Total changes in net assets	26,774,689.56
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Total net assets at the beginning of the year	49,191,849.71
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Total net assets at the end of the year	75,966,539.27
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The accompanying notes are an integral part of these financial statements.

## ECONOPOLIS FUNDS - ECONOPOLIS TOTAL RETURN

### Statistical information (in EUR)

as at 31st December 2017

Total net assets	Currency	31.12.2015	31.12.2016	31.12.2017
	EUR	29,489,549.58	49,191,849.71	75,966,539.27
Net asset value per share	Currency	31.12.2015	31.12.2016	31.12.2017
I Cap EUR	EUR	98.79	102.56	103.69
I Dis EUR	EUR	99.09	102.82	102.84
Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
I Cap EUR	111,430.0000	275,980.8377	-79,695.0000	307,715.8377
I Dis EUR	367,280.0000	93,224.0000	-32,060.0000	428,444.0000
Dividends paid	Currency	Dividend per share	Ex-dividend date	
I Dis EUR	EUR	1.12	09.05.2017	

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

## ECONOPOLIS FUNDS - ECONOPOLIS TOTAL RETURN

### Statement of investments and other net assets (in EUR)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<b>Investments in securities</b>					
<b>Transferable securities admitted to an official stock exchange listing</b>					
<b>Shares</b>					
BRL	87,977	CCR SA	370,195.23	357,128.84	0.47
BRL	50,000	JBS SA	165,207.32	123,288.41	0.16
			535,402.55	480,417.25	0.63
CHF	6,470	Adecco Group SA Reg	385,676.97	412,280.46	0.54
CHF	2,000	Dufry AG Reg	264,110.94	247,707.53	0.33
CHF	2,958	Roche Holding Ltd Pref	693,275.90	623,240.86	0.82
			1,343,063.81	1,283,228.85	1.69
DKK	12,440	Novo Nordisk AS B	536,340.39	558,704.25	0.74
EUR	6,199	Anheuser-Busch InBev SA	629,111.77	577,312.87	0.76
EUR	2,730	ASML Holding NV	243,957.82	396,259.50	0.52
EUR	7,850	Bayerische Motorenwerke AG	678,101.70	681,615.50	0.90
EUR	88,209	Distribuidora Int de Alimenta	464,683.27	379,563.33	0.50
EUR	3,293	Henkel AG & Co KGaA Pref	371,855.45	363,382.55	0.48
EUR	7,289	Randstad Holding NV	328,611.99	373,488.36	0.49
EUR	3,607	SAP SE	263,266.55	337,074.15	0.44
EUR	8,157	Unilever NV Certif of Shares	327,455.69	383,011.94	0.50
EUR	7,311	Vinci SA	455,563.19	622,531.65	0.82
			3,762,607.43	4,114,239.85	5.41
GBP	12,956	Arrow Global Group Plc	46,385.20	57,898.66	0.08
GBP	94,700	D S Smith Plc	457,284.56	552,002.38	0.73
GBP	60,154	John Wood Group Plc	515,621.24	440,411.34	0.58
			1,019,291.00	1,050,312.38	1.39
HKD	427,666	China Everbright Intl Ltd	473,480.95	508,489.18	0.67
JPY	9,771	ABC-Mart Inc	526,425.21	467,350.40	0.62
JPY	14,738	Bridgestone Corp	486,275.20	570,694.09	0.75
JPY	5,740	East Japan Railway Co	465,874.94	466,558.87	0.61
JPY	33,104	Mazda Motor Corp	455,347.85	369,903.08	0.49
JPY	4,781	Nidec Corp	335,257.97	558,791.69	0.74
JPY	26,552	Recruit Holdings Co Ltd	260,934.06	549,609.96	0.72
			2,530,115.23	2,982,908.09	3.93
SGD	141,600	SATS Ltd	393,401.90	458,733.16	0.60
USD	3,211	Becton Dickinson & Co	529,103.06	572,383.45	0.75
USD	2	Berkshire Hathaway Inc A	383,609.55	495,648.93	0.65
USD	1,331	Brighthouse Financial Inc Reg	71,005.16	64,995.49	0.09
USD	14,261	Cisco Systems Inc	406,430.17	454,841.40	0.60
USD	8,430	Coca-Cola Co	320,936.79	322,078.86	0.42
USD	4,857	IBM Corp	672,816.86	620,527.91	0.82
USD	40,009	Infosys Ltd spons ADR repr 1 Share	556,267.09	540,405.53	0.71
USD	4,700	McKesson Corp	648,851.97	610,371.82	0.80
USD	9,349	Metlife Inc	392,141.11	393,625.72	0.52
USD	1,983	Netease Inc ADR Repr 1 Share	435,579.23	569,824.55	0.75
USD	3,355	Parker Hannifin Corp	387,807.43	557,597.45	0.73
USD	242	Priceline Group Inc (The)	330,533.31	350,196.18	0.46
USD	13,510	Qualcomm Inc	673,372.04	720,248.32	0.95
USD	36,000	Sabre Corp	646,182.78	614,564.68	0.81
USD	37,874	Vale SA spons ADR repr 1 Share	266,841.05	385,725.96	0.51
			6,721,477.60	7,273,036.25	9.57
<b>Total shares</b>			17,315,180.86	18,710,069.26	24.63

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

## ECONOPOLIS FUNDS - ECONOPOLIS TOTAL RETURN

### Statement of investments and other net assets (in EUR) (continued)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<b>Closed-ended investment funds</b>					
GBP	472,074	HICL Infrastructure Co Ltd Dist	943,945.06	841,195.97	1.11
GBP	453,792	John Laing Infrastructu Fd Ltd GBP	722,879.88	629,720.98	0.83
			1,666,824.94	1,470,916.95	1.94
USD	661,244	NB GI Floating Rate Inc Fd Ltd USD Dist	576,847.42	528,620.76	0.70
			2,243,672.36	1,999,537.71	2.64
<b>Total closed-ended investment funds</b>					
<b>Investment certificates</b>					
USD	11,439	ETFS Metal Sec Ltd Certif Gold Perpetual	1,228,587.50	1,185,003.62	1.56
<b>Total investment certificates</b>			1,228,587.50	1,185,003.62	1.56
<b>Bonds</b>					
AUD	500,000	Australia ILB Ser CAIN407 09/20.09.25	486,549.15	458,373.70	0.60
BRL	350	Brazil ILB Lk IPCA Ser B 11/15.08.22	264,021.03	281,475.77	0.37
BRL	2,000,000	Intl Finance Corp 7.5% EMTN Ser 1718 Sen 17/09.05.22	512,901.37	491,351.45	0.65
			776,922.40	772,827.22	1.02
CZK	3,000,000	Czech Republic 0% Ser 101 Sen 17/10.02.20	115,337.58	116,615.60	0.15
EUR	600,000	Air Liquide Finance 1.25% EMTN Reg S Sen 15/03.06.25	604,080.50	623,988.00	0.82
EUR	200,000	Air Liquide Finance 1.25% EMTN Reg S Sen 16/13.06.28	216,702.00	204,452.00	0.27
EUR	250,000	Akzo Nobel NV 2.625% EMTN Sen 12/27.07.22	276,807.50	274,926.25	0.36
EUR	700,000	Autoroutes du Sud de la France 4% EMTN Sen 11/24.09.18	772,507.80	721,427.00	0.95
EUR	500,000	Befimmo SICAFI SA FRN Sen 15/21.04.22	504,500.00	503,437.50	0.66
EUR	200,000	Bekaert SA 5% EMTN 11/06.12.19	218,668.00	216,943.00	0.29
EUR	1,000,000	Czech Republic 3.875% EMTN 12/24.05.22	1,226,000.00	1,171,975.00	1.54
EUR	300,000	Deutschland 0.5% Sen 15/15.02.25	295,767.21	308,652.00	0.41
EUR	500,000	Deutschland 0.5% Sen 17/15.08.27	504,100.00	503,600.00	0.66
EUR	900,000	Deutschland ILB Ser I/L 09/15.04.20	1,098,468.34	1,079,776.06	1.42
EUR	700,000	Deutschland ILB Ser I/L 12/15.04.23	787,726.66	797,012.76	1.05
EUR	400,000	Electricité de France VAR EMTN Sub 13/29.01.Perpetual	411,600.00	424,804.00	0.56
EUR	300,000	Electricité de France VAR EMTN Sub 13/29.01.Perpetual	317,849.50	339,349.50	0.45
EUR	300,000	Engie SA 2.625% EMTN Sen 12/20.07.22	340,821.25	332,530.50	0.44
EUR	400,000	Espana ILB Sen 14/30.11.24	448,298.66	471,996.43	0.62
EUR	200,000	Espana ILB Sen 15/30.11.30	204,493.75	215,958.35	0.28
EUR	200,000	Espana ILB Sen 16/30.11.21	211,689.25	215,786.41	0.28
EUR	100,000	Flemish Community 0.375% EMTN Reg S Sen 16/13.10.26	99,971.00	97,573.50	0.13
EUR	200,000	Flowserve Corp 1.25% Reg S Sen 15/17.03.22	200,400.00	197,999.00	0.26
EUR	300,000	France ILB OAT 13/25.07.24	334,242.04	342,360.40	0.45
EUR	200,000	France ILB T-Bonds Reg S Ser OATe 16/01.03.21	213,694.25	215,176.36	0.28
EUR	600,000	France VAR OAT Inflation Index 02/25.07.32	1,142,875.38	1,180,795.45	1.55
EUR	400,000	Fresenius Finance Ireland PLC 0.875% Reg S Sen 17/31.01.22	401,714.00	407,200.00	0.54
EUR	200,000	Fresenius Finance Ireland PLC 1.5% Reg S Sen 17/30.01.24	204,000.00	206,982.00	0.27
EUR	500,000	Fresenius Finance Ireland PLC 3% Reg S Sen 17/30.01.32	500,455.00	541,367.50	0.71
EUR	700,000	IPIC GMTN Ltd 2.375% EMTN Reg S Ser 10 12/30.05.18	725,543.00	707,203.00	0.93
EUR	400,000	Italia 2% BTP 15/01.12.25	420,454.59	409,724.00	0.54
EUR	400,000	Italia ILB BOT 14/15.09.24	454,314.45	468,882.57	0.62
EUR	400,000	Italia ILB BPT 11/15.09.26	525,285.19	525,332.99	0.69
EUR	200,000	K+S Aktiengesellschaft 4.125% Reg S Sen Tr 2 13/06.12.21	223,140.00	221,909.00	0.29
EUR	100,000	Kinepolis Group NV 2.4% Sen 17/15.12.25	100,000.00	99,510.50	0.13
EUR	400,000	Koninklijke KPN NV VAR Reg S Sen Sub 13/14.09.Perpetual	421,777.00	416,686.00	0.55
EUR	300,000	Kraft Heinz Foods Co 1.5% Reg S Sen 16/24.05.24	303,848.00	306,081.00	0.40
EUR	200,000	Kraft Heinz Foods Co 2% Sen 15/30.06.23	210,090.00	211,519.00	0.28
EUR	300,000	La Lorraine Bakery Group NV 4% Sen 13/23.12.20	316,695.00	314,767.50	0.41
EUR	200,000	Mexico 1.375% Sen 16/15.01.25	185,750.00	203,256.00	0.27
EUR	800,000	Mexico 1.625% EMTN Sen 15/06.03.24	806,035.00	836,000.00	1.10
EUR	100,000	Mexico 4% Sen 15/15.03.15	84,375.00	96,372.50	0.13
EUR	1,900,000	Netherlands 0.5% Reg S 16/15.07.26	1,957,924.67	1,921,337.00	2.53
EUR	950,000	Netherlands 1.75% Reg S 13/15.07.23	1,047,016.02	1,044,838.50	1.38
EUR	250,000	Oesterreich 0% Reg S Sen 16/15.07.23	248,055.00	249,646.25	0.33

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

## ECONOPOLIS FUNDS - ECONOPOLIS TOTAL RETURN

### Statement of investments and other net assets (in EUR) (continued)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
EUR	300,000	Orpea SA 2.2% Sen 17/15.12.24	300,000.00	298,509.00	0.39
EUR	300,000	Pirelli International Plc 1.75% EMTN Sen 14/18.11.19	307,800.00	306,999.00	0.40
EUR	200,000	Priceline Group Inc (The) 0.8% Sen 17/10.03.22	200,460.00	202,645.00	0.27
EUR	600,000	Priceline Group Inc (The) 1.8% Sen 15/03.03.27	581,910.00	611,685.00	0.81
EUR	500,000	Sappi Papier Holdings GmbH 4% Reg S Sen 16/01.04.23	530,975.00	524,790.00	0.69
EUR	600,000	Siemens Financieringsmaatsc NV 2.875% EMTN Sen 13/10.03.28	704,043.50	711,825.00	0.94
EUR	400,000	Slovakia 0% Ser 230 16/13.11.23	387,214.00	395,810.00	0.52
EUR	200,000	Solvay Finance SA VAR 15/03.06.Perpetual	209,248.16	240,651.00	0.32
EUR	200,000	Solvay SA 1.625% Reg S Sen 15/02.12.22	210,872.00	210,357.00	0.28
EUR	800,000	South Africa 3.75% 14/24.07.26	834,490.00	866,608.00	1.14
EUR	200,000	Ste Autoroute Paris-Rhin-Rhone 4.875% EMTN 11/21.01.19	228,988.50	210,510.00	0.28
EUR	400,000	Tesco Corp Treasury Serv plc 2.125% EMTN Sen 13/12.11.20	418,968.00	419,634.00	0.55
EUR	700,000	Tesco Plc 1.375% EMTN Sen 14/01.07.19	699,978.38	713,338.50	0.94
EUR	100,000	Uruguay 7% Sen 03/28.06.19	111,100.00	108,780.00	0.14
EUR	700,000	Valeo SA 3.25% EMTN Sen 14/22.01.24	828,690.50	811,132.00	1.07
EUR	400,000	Voestalpine VAR EMTN Sub Ser 2 13/31.10.Perpetual	438,789.00	438,534.00	0.58
			26,561,262.05	26,700,942.28	35.15
GBP	400,000	United Kingdom 1.75% T Stock 12/07.09.22	533,785.27	471,910.24	0.62
GBP	400,000	Vodafone Group Plc 8.125% EMTN Reg S Ser 36 08/26.11.18	583,460.70	479,761.03	0.63
			1,117,245.97	951,671.27	1.25
MXN	50,000	Mexico 5.75% Bonos Ser M 15/05.03.26	231,481.63	188,525.14	0.25
MXN	260,000	Mexico 6.5% Bonos Ser M 11/10.06.21	1,275,147.92	1,070,392.03	1.41
			1,506,629.55	1,258,917.17	1.66
NOK	5,000,000	Norway 3% Ser 476 14/14.03.24	592,753.69	560,655.47	0.74
NOK	7,800,000	Norway 3.75% 10/25.05.21	911,393.91	869,893.85	1.15
			1,504,147.60	1,430,549.32	1.89
PLN	1,000,000	Poland 1.5% Ser PS0420 15/25.04.20	232,732.69	237,504.21	0.31
USD	300,000	Aircastle Ltd 5.5% Sen 15/15.02.22	285,863.26	268,398.63	0.35
USD	300,000	Arconic Inc 5.4% Sen 11/15.04.21	293,714.29	265,646.83	0.35
USD	600,000	AT&T Inc 4.75% Sen 15/15.05.46	539,006.75	487,194.90	0.64
USD	400,000	AT&T Inc 5.55% Sen 11/15.08.41	392,249.08	362,141.82	0.48
USD	300,000	CenturyLink Inc 5.625% Sen 13/01.04.20	274,705.91	252,571.09	0.33
USD	700,000	Diageo Capital Plc 2.625% Sen 13/29.04.23	628,182.64	583,200.23	0.77
USD	300,000	HCA Inc 3.75% Sen 14/15.03.19	268,921.34	253,486.70	0.33
USD	400,000	Hungary 6.375% Sen 11/29.03.21	403,820.40	370,362.66	0.49
USD	200,000	Lenovo Group Ltd 4.7% Reg S Sen 14/08.05.19	171,755.06	169,536.58	0.22
USD	500,000	Priceline Group Inc (The) 3.6% Sen 16/01.06.26	466,676.19	419,673.56	0.55
USD	300,000	South Africa 6.875% 09/27.05.19	269,526.82	263,514.59	0.35
USD	900,000	US 2.25% T-Bonds Sen 16/15.08.46	763,309.58	676,278.78	0.89
			4,757,731.32	4,372,006.37	5.75
ZAR	4,500,000	South Africa 8.75% Ser R2048 12/28.02.48	279,896.30	274,316.60	0.36
<b>Total bonds</b>			37,338,454.61	36,573,723.74	48.14
<b><u>Transferable securities dealt in on another regulated market</u></b>					
<b>Closed-ended investment funds</b>					
GBP	332,100	NB Distressed Debt Inv Fd Ltd New Global Class GBP Dist	311,350.44	293,642.66	0.39
GBP	547,973	Weiss Korea Opportunity Fd Ltd GBP Dist	943,296.52	1,120,253.77	1.47
<b>Total closed-ended investment funds</b>			1,254,646.96	1,413,896.43	1.86
<b>Bonds</b>					
CAD	1,550,000	Canada 0.75% Ser G658 Sen 17/01.05.19	1,042,562.32	1,018,251.06	1.34
EUR	100,000	ImmoBel 3% Sen 17/01.06.22	100,000.00	102,291.00	0.13
USD	400,000	Lennar Corp 4.5% Sen 14/15.11.19	379,402.32	342,414.13	0.45
USD	500,000	Royal Caribbean Cruises Ltd 5.25% Sen 12/15.11.22	486,214.75	457,988.09	0.60

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



## ECONOPOLIS FUNDS - ECONOPOLIS TOTAL RETURN

### Statement of investments and other net assets (in EUR) (continued)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
USD	600,000	US 2% T-Notes 15/15.08.25	538,267.57	487,154.95	0.64
USD	800,000	US ILB T-Notes Lk Inflation Index 14/15.01.24	743,595.67	716,929.40	0.94
USD	600,000	US VAR Lk Inflation Index 08/15.07.18	624,899.51	578,036.97	0.76
			2,772,379.82	2,582,523.54	3.39
<b>Total bonds</b>			3,914,942.14	3,703,065.60	4.86
<b><u>Other transferable securities</u></b>					
<b>Bonds</b>					
EUR	700,000	Argan 3.25% Sen 17/04.07.23	700,000.00	708,890.00	0.93
EUR	300,000	Matexi NV 3.75% Sub Ser 995 16/22.06.23	298,800.00	300,114.00	0.40
<b>Total bonds</b>			998,800.00	1,009,004.00	1.33
<b><u>Open-ended investment funds</u></b>					
<b>Investment funds (UCITS)</b>					
EUR	18	Exane Fds 1 Ceres A Cap	289,824.93	309,501.72	0.41
EUR	22,613.998	F&C Portfolios Fd Global Convertible Bond A Dist	446,743.53	441,425.24	0.58
			736,568.46	750,926.96	0.99
USD	53,941.921	Aberdeen Global Indian Bond Fd I2 Cap	570,703.03	543,551.83	0.72
<b>Total investment funds (UCITS)</b>			1,307,271.49	1,294,478.79	1.71
<b>Tracker funds (UCITS)</b>					
EUR	8,112	Source Mks Plc JPX-Nikkei 400 UCITS ETF Cap	918,429.25	1,039,715.04	1.37
<b>Total tracker funds (UCITS)</b>			918,429.25	1,039,715.04	1.37
Total investments in securities			66,519,985.17	66,928,494.19	88.10
Cash at banks				8,402,888.25	11.06
Other net assets/(liabilities)				635,156.83	0.84
<b>Total</b>				75,966,539.27	100.00

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

## ECONOPOLIS FUNDS - ECONOPOLIS TOTAL RETURN

### Industrial and geographical classification of investments

as at 31st December 2017

#### Industrial classification

(in percentage of net assets)

Countries and governments	29.30 %
Financials	11.58 %
Industrials	8.39 %
Cyclical consumer goods	8.32 %
Technologies	6.56 %
Investment funds	6.47 %
Raw materials	4.40 %
Non-cyclical consumer goods	3.50 %
Healthcare	3.03 %
Telecommunications services	2.63 %
Utilities	1.45 %
Real estate funds	1.11 %
International institutions	0.65 %
Energy	0.58 %
Local public administrations	0.13 %
Total	<u>88.10 %</u>

## ECONOPOLIS FUNDS - ECONOPOLIS TOTAL RETURN

### Industrial and geographical classification of investments (continued)

as at 31st December 2017

#### Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

United States of America	16.63 %
France	9.58 %
The Netherlands	7.27 %
Germany	5.65 %
United Kingdom	5.30 %
Guernsey	4.50 %
Japan	3.93 %
Belgium	3.19 %
Mexico	3.16 %
Ireland	2.89 %
Norway	1.89 %
South Africa	1.85 %
Italy	1.85 %
Luxembourg	1.71 %
Czech Republic	1.69 %
Switzerland	1.69 %
Spain	1.68 %
Austria	1.60 %
Jersey	1.56 %
Brazil	1.51 %
Canada	1.34 %
Cayman Islands*	0.93 %
Hong Kong	0.89 %
China	0.75 %
Denmark	0.74 %
India	0.71 %
Singapore	0.60 %
Liberia	0.60 %
Australia	0.60 %
Slovakia	0.52 %
Hungary	0.49 %
Bermuda*	0.35 %
Poland	0.31 %
Uruguay	0.14 %
Total	<u>88.10 %</u>

\* Cayman & Bermuda listings are ADR's listed on the US stock exchange. ADR's are quotations of foreign companies in the US. The fund may use ADR's due to liquidity reasons or if local access is restricted.

## ECONOPOLIS FUNDS - ECONOPOLIS GLOBAL EQUITY

### Statement of net assets (in EUR)

as at 31st December 2017

#### Assets

Securities portfolio at market value	17,506,582.16
Cash at banks	315,637.36
Formation expenses, net	4,561.79
Income receivable on portfolio	5,090.67
Total assets	17,831,871.98

#### Liabilities

Bank overdrafts	2.95
Expenses payable	46,809.29
Total liabilities	46,812.24
Net assets at the end of the year	17,785,059.74

#### Breakdown of net assets per share class

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in EUR)
I Cap EUR	131,708.5290	EUR	108.42	14,279,960.55
I Dis EUR	32,965.0000	EUR	106.33	3,505,099.19
				17,785,059.74

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

## ECONOPOLIS FUNDS - ECONOPOLIS GLOBAL EQUITY

### Statement of operations and other changes in net assets (in EUR)

from 1st January 2017 to 31st December 2017

#### Income

Dividends, net	302,672.90
Interest on bank accounts	5.20
Other income	485.74
Total income	303,163.84

#### Expenses

Global fee	126,097.87
Depositary fees	20,189.76
Banking charges and other fees	2,672.18
Transaction fees	18,234.24
Central administration costs	39,369.99
Professional fees	4,703.49
Other administration costs	4,665.83
Subscription duty ("taxe d'abonnement")	1,675.29
Other taxes	99.97
Bank interest paid	1,057.07
Other expenses	2,699.31
Total expenses	221,465.00

Net investment income	81,698.84
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#### Net realised gain/(loss)

- on securities portfolio	444,958.94
- on forward foreign exchange contracts	-9.96
- on foreign exchange	2,746.12
Realised result	529,393.94

#### Net variation of the unrealised gain/(loss)

- on securities portfolio	675,595.90
Result of operations	1,204,989.84

Dividends paid	-74,640.80
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Subscriptions	3,837,345.25
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Redemptions	-1,202,811.68
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Total changes in net assets	3,764,882.61
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Total net assets at the beginning of the year	14,020,177.13
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Total net assets at the end of the year	17,785,059.74
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The accompanying notes are an integral part of these financial statements.

## ECONOPOLIS FUNDS - ECONOPOLIS GLOBAL EQUITY

### Statistical information (in EUR)

as at 31st December 2017

Total net assets	Currency	31.12.2015	31.12.2016	31.12.2017
	EUR	8,368,442.77	14,020,177.13	17,785,059.74
Net asset value per share	Currency	31.12.2015	31.12.2016	31.12.2017
I Cap EUR	EUR	94.32	100.31	108.42
I Dis EUR	EUR	94.32	100.27	106.33
Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
I Cap EUR	102,606.0000	33,037.5290	-3,935.0000	131,708.5290
I Dis EUR	37,178.0000	3,335.0000	-7,548.0000	32,965.0000
Dividends paid	Currency	Dividend per share	Ex-dividend date	
I Dis EUR	EUR	2.08	09.05.2017	

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

## ECONOPOLIS FUNDS - ECONOPOLIS GLOBAL EQUITY

### Statement of investments and other net assets (in EUR)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<b><u>Investments in securities</u></b>					
<b><u>Transferable securities admitted to an official stock exchange listing</u></b>					
<b>Shares</b>					
CHF	4,250	Adecco Group SA Reg	244,479.70	270,817.92	1.52
CHF	4,000	Dufry AG Reg	486,296.10	495,415.06	2.79
CHF	250	Givaudan SA Reg	413,603.67	481,226.15	2.71
CHF	6,500	LafargeHolcim Ltd Reg	299,981.51	305,296.54	1.72
CHF	6,000	Nestlé SA Reg	408,958.53	429,770.00	2.42
CHF	4,000	Novartis AG Reg	331,160.96	281,726.71	1.58
CHF	2,500	Roche Holding Ltd Pref	579,628.80	526,741.77	2.96
			2,764,109.27	2,790,994.15	15.70
DKK	10,000	Novo Nordisk AS B	454,313.07	449,119.17	2.52
EUR	4,750	Anheuser-Busch InBev SA	473,166.85	442,367.50	2.49
EUR	4,500	Bayerische Motorenwerke AG	360,504.80	390,735.00	2.20
EUR	10,500	Cie de Saint-Gobain SA	416,587.26	482,790.00	2.71
EUR	7,500	Fresenius SE & Co KGaA	474,974.52	488,025.00	2.74
EUR	22,500	GrandVision NV	507,867.07	479,137.50	2.69
EUR	27,500	Koninklijke Ahold Delhaize NV	528,327.73	504,212.50	2.83
EUR	6,600	Koninklijke DSM NV	342,589.42	525,822.00	2.96
EUR	2,050	LVMH Moët Hennessy L Vuit SE	316,365.10	503,070.00	2.83
EUR	4,800	Orpea SA	343,014.44	471,840.00	2.65
EUR	6,500	Publicis Groupe SA	393,269.23	368,225.00	2.07
EUR	6,000	SAP SE	425,549.30	560,700.00	3.15
EUR	6,500	Schneider Electric SE	367,162.05	460,590.00	2.59
EUR	3,500	Solvay SA	305,703.77	405,650.00	2.28
EUR	7,000	Unilever NV Certif of Shares	300,127.52	328,685.00	1.85
EUR	5,900	Vinci SA	357,349.30	502,385.00	2.82
EUR	11,800	Vopak NV	469,835.27	431,526.00	2.43
			6,382,393.63	7,345,760.50	41.29
GBP	80,000	D S Smith Plc	371,960.42	466,316.69	2.62
NOK	22,500	Telenor ASA	346,851.18	402,913.30	2.27
USD	500	Alphabet Inc A	318,965.98	438,605.99	2.47
USD	3,000	Apple Inc	301,278.42	422,775.53	2.38
USD	2,550	Becton Dickinson & Co	379,074.91	454,555.52	2.56
USD	16,000	Cisco Systems Inc	416,914.65	510,305.20	2.87
USD	6,000	Colgate-Palmolive Co	374,490.15	376,982.97	2.12
USD	3,500	IBM Corp	475,689.14	447,158.26	2.51
USD	3,250	McKesson Corp	431,503.33	422,065.62	2.37
USD	3,750	Pepsico Inc	334,840.15	374,484.74	2.11
USD	270	Priceline Group Inc (The)	385,493.00	390,714.74	2.20
USD	9,000	Qualcomm Inc	428,469.35	479,810.13	2.70
USD	27,000	Sabre Corp	494,354.81	460,923.51	2.59
USD	8,000	Schlumberger Ltd	524,388.16	448,948.66	2.52
USD	3,750	United Technologies Corp	327,073.05	398,374.07	2.24
USD	4,600	Varian Medical Systems Inc	308,212.95	425,773.41	2.39
			5,500,748.05	6,051,478.35	34.03
Total investments in securities			15,820,375.62	17,506,582.16	98.43
Cash at banks				315,637.36	1.77
Bank overdrafts				-2.95	0.00
Other net assets/(liabilities)				-37,156.83	-0.20
Total				17,785,059.74	100.00

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

## ECONOPOLIS FUNDS - ECONOPOLIS GLOBAL EQUITY

### Industrial and geographical classification of investments

as at 31st December 2017

#### Industrial classification

(in percentage of net assets)

Healthcare	20.09 %
Technologies	18.67 %
Industrials	16.68 %
Non-cyclical consumer goods	13.82 %
Raw materials	12.29 %
Cyclical consumer goods	12.09 %
Energy	2.52 %
Telecommunications services	2.27 %
Total	<u>98.43 %</u>

#### Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

United States of America	31.51 %
Switzerland	15.70 %
France	15.67 %
The Netherlands	12.76 %
Germany	8.09 %
Belgium	4.77 %
United Kingdom	2.62 %
Curacao	2.52 %
Denmark	2.52 %
Norway	2.27 %
Total	<u>98.43 %</u>



## ECONOPOLIS FUNDS - ECONOPOLIS EM GOVERNMENT BONDS

### Statement of net assets (in EUR)

as at 31st December 2017

#### Assets

Securities portfolio at market value	11,101,305.83
Cash at banks	748,498.94
Income receivable on portfolio	214,699.24
Total assets	12,064,504.01

#### Liabilities

Payable on redemptions of shares	10,180.20
Expenses payable	31,013.32
Total liabilities	41,193.52
Net assets at the end of the year	12,023,310.49

#### Breakdown of net assets per share class

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in EUR)
I Cap EUR	29,591.0000	EUR	107.18	3,171,581.16
I Dis EUR	82,660.0000	EUR	107.09	8,851,729.33
				12,023,310.49

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

## ECONOPOLIS FUNDS - ECONOPOLIS EM GOVERNMENT BONDS

### Statement of operations and other changes in net assets (in EUR)

from 1st January 2017 to 31st December 2017

#### **Income**

Interest on bonds and other debt securities, net	469,926.43
Interest on bank accounts	435.43
Other commissions received	207.85
Total income	470,569.71

#### **Expenses**

Global fee	62,540.53
Depository fees	18,346.03
Banking charges and other fees	6,123.22
Transaction fees	5,303.63
Central administration costs	29,108.38
Professional fees	4,609.57
Other administration costs	10,786.12
Subscription duty ("taxe d'abonnement")	1,069.07
Other taxes	50.79
Bank interest paid	2,833.14
Other expenses	503.19
Total expenses	141,273.67

Net investment income	329,296.04
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#### **Net realised gain/(loss)**

- on securities portfolio	17,398.24
- on foreign exchange	16,118.91
Realised result	362,813.19

#### **Net variation of the unrealised gain/(loss)**

- on securities portfolio	-420,239.70
Result of operations	-57,426.51

Dividends paid	-6,151.95
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Subscriptions	6,819,136.08
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Redemptions	-1,590,073.70
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Total changes in net assets	5,165,483.92
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Total net assets at the beginning of the year	6,857,826.57
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Total net assets at the end of the year	12,023,310.49
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The accompanying notes are an integral part of these financial statements.

## ECONOPOLIS FUNDS - ECONOPOLIS EM GOVERNMENT BONDS

### Statistical information (in EUR)

as at 31st December 2017

Total net assets	Currency	31.12.2016	31.12.2017	
	EUR	6,857,826.57	12,023,310.49	
Net asset value per share	Currency	31.12.2016	31.12.2017	
I Cap EUR	EUR	106.79	107.18	
I Dis EUR	EUR	106.79	107.09	
Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
I Cap EUR	2,300.0000	42,096.0000	-14,805.0000	29,591.0000
I Dis EUR	61,920.0000	20,740.0000	-	82,660.0000
Dividends paid	Currency	Dividend per share	Ex-dividend date	
I Dis EUR	EUR	0.09	09.05.2017	

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

## ECONOPOLIS FUNDS - ECONOPOLIS EM GOVERNMENT BONDS

### Statement of investments and other net assets (in EUR)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<b>Investments in securities</b>					
<b>Transferable securities admitted to an official stock exchange listing</b>					
<b>Bonds</b>					
BRL	725	Brazil 10% Notas do T Nacional Ser F 10/01.01.21	188,502.44	187,352.94	1.56
BRL	250	Brazil ILB Lk IPCA Ser B 11/15.08.22	185,023.70	201,054.12	1.67
BRL	1,150,000	Intl Finance Corp 7.5% EMTN Ser 1718 Sen 17/09.05.22	296,827.77	282,527.08	2.35
			670,353.91	670,934.14	5.58
CZK	7,500,000	Czech Republic 1.5% Ser 6Y 13/29.10.19	293,242.41	300,403.37	2.50
EUR	200,000	Brazil 2.875% Sen 14/01.04.21	208,080.00	213,750.00	1.78
EUR	75,000	Hungary 6% Reg S 11/11.01.19	85,800.00	79,818.75	0.66
EUR	200,000	Indonesia 2.875% GMTN Reg S Ser 12 14/08.07.21	210,619.00	217,713.00	1.81
EUR	100,000	Mexico 1.375% Sen 16/15.01.25	93,030.89	101,628.00	0.85
EUR	100,000	Mexico 4% Sen 15/15.03.15	82,000.00	96,372.50	0.80
EUR	250,000	Morocco 4.5% Reg-S 10/05.10.20	279,570.00	278,411.25	2.32
EUR	100,000	Peru 2.75% Sen 15/30.01.26	111,449.00	111,562.50	0.93
EUR	50,000	Poland 3.375% EMTN Reg S Ser 33 12/09.07.24	58,620.00	59,009.25	0.49
EUR	275,000	Romania 3.875% EMTN Reg S Ser 2015-2 15/29.10.35	298,022.65	303,187.50	2.52
EUR	100,000	South Africa 3.75% 14/24.07.26	104,875.00	108,326.00	0.90
EUR	300,000	Turkey 4.35% Reg S Sen 13/12.11.21	326,220.00	328,537.50	2.73
EUR	150,000	Turkey 5.125% Sen 10/18.05.20	164,547.75	164,516.25	1.37
EUR	100,000	Uruguay 7% Sen 03/28.06.19	117,131.50	108,780.00	0.90
			2,139,965.79	2,171,612.50	18.06
HUF	47,500,000	Hungary 2.5% Ser B 16/27.10.21	159,687.08	162,467.17	1.35
HUF	13,000,000	Hungary 2.5% Ser C 15/22.06.18	42,861.72	42,384.17	0.35
HUF	50,000,000	Hungary 5.5% Ser B 13/24.06.25	191,571.40	203,552.97	1.69
HUF	35,000,000	Hungary 6% Ser 23/A 07/24.11.23	133,976.78	142,882.87	1.19
			528,096.98	551,287.18	4.58
IDR	4,750,000,000	EBRD 7.375% EMTN Sen 14/15.04.19	322,727.94	297,999.79	2.48
IDR	6,800,000,000	IADB 7.2% EMTN Ser 498 15/22.01.18	463,153.41	417,726.46	3.47
			785,881.35	715,726.25	5.95
INR	17,500,000	Intl Finance Corp 6.45% EMTN Tr 00148 15/30.10.18	245,817.90	229,464.42	1.91
INR	15,400,000	Intl Finance Corp 7.8% EMTN Ser GDIF Tr 68 14/03.06.19	214,779.33	206,288.82	1.72
			460,597.23	435,753.24	3.63
MXN	68,000	Mexico 5% Bonos Sen 14/11.12.19	314,885.58	275,921.19	2.30
MXN	80,000	Mexico 5.75% Bonos Ser M 15/05.03.26	352,106.41	301,640.23	2.51
MXN	70,000	Mexico 6.5% Bonos Ser M 11/10.06.21	338,259.51	288,182.47	2.40
MXN	30,000	Mexico 7.75% Bonos Ser M 13/23.11.34	160,010.84	127,975.67	1.06
MXN	25,000	Mexico 8.5% Bonos Ser M 10 09/13.12.18	117,820.84	107,211.22	0.89
			1,283,083.18	1,100,930.78	9.16
PLN	200,000	Poland 1.75% Ser PS0721 Sen 16/25.07.21	45,933.56	47,129.84	0.39
PLN	850,000	Poland 2% Ser PS0421 15/25.04.21	192,485.54	202,417.41	1.68
PLN	1,150,000	Poland 2.25% Ser PS0422 16/25.04.22	257,782.73	273,089.88	2.27
PLN	250,000	Poland 4% Ser DS1023 12/25.10.23	59,460.35	63,915.62	0.53
PLN	400,000	Poland 5.75% Ser 0429 08/25.04.29	115,225.17	119,280.33	0.99
PLN	400,000	Poland FRN Ser WZ 0118 07/25.01.18	91,752.39	95,973.29	0.80
			762,639.74	801,806.37	6.66
RUB	6,000,000	EBRD 6% EMTN Sen 17/24.07.23	88,527.22	85,874.27	0.71
RUB	4,000,000	Intl Finance Corp 6.75% EMTN Ser 1679 Sen Reg S 17/03.02.20	63,624.34	58,571.83	0.49
RUB	29,500,000	Intl Finance Corp 8.75% Reg S Ser GMTN 15/17.12.18	456,921.64	436,961.75	3.63
			609,073.20	581,407.85	4.83
THB	3,000,000	Ministry of Finance 1.875% Ser LB226A Sen 16/17.06.22	77,360.89	77,021.68	0.64
USD	200,000	Brazil 4.875% Sen 10/22.01.21	182,275.26	176,957.99	1.47
USD	100,000	Brazil 7.125% 06/20.01.37	90,888.99	100,830.67	0.84

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

## ECONOPOLIS FUNDS - ECONOPOLIS EM GOVERNMENT BONDS

### Statement of investments and other net assets (in EUR) (continued)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
USD	100,000	Hungary 6.375% Sen 11/29.03.21	100,955.09	92,590.67	0.77
USD	40,000	Mexico 3.5% Sen Tr 28 14/21.01.21	36,656.35	34,474.75	0.29
USD	25,000	Poland 6.37% 09/15.07.19	23,053.28	22,079.67	0.18
USD	200,000	Romania 4.375% EMTN Reg S Ser 2013-1 13/22.08.23	183,899.14	178,727.56	1.49
USD	200,000	Uruguay 8% Sk GI Sen 05/18.11.22	218,871.76	200,995.13	1.67
USD	100,000	Uruguay VAR PIK Sen 03/15.01.33	116,541.36	119,686.05	1.00
			953,141.23	926,342.49	7.71
UYU	1,500,000	Intl Finance Corp 12.25% GMTN Ser 1628 Sen 16/05.10.21	49,748.69	48,443.05	0.40
UYU	2,000,000	Uruguay ILB Sen 06/14.09.18	120,336.21	138,890.08	1.16
			170,084.90	187,333.13	1.56
ZAR	2,300,000	EIB 8.5% EMTN Reg S Sen 14/17.09.24	137,308.90	158,119.61	1.32
ZAR	1,700,000	EIB 9% EMTN Reg-S Sen 08/21.12.18	120,426.33	116,101.59	0.97
ZAR	2,600,000	EIB 9% EMTN Sen 11/31.03.21	152,111.79	182,188.53	1.52
ZAR	1,250,000	South Africa 10.5% Ser R186 Sen 98/21.12.26	97,543.15	93,962.73	0.78
ZAR	700,000	South Africa 6.75% Sen Ser R208 06/31.03.21	42,732.79	45,994.81	0.38
ZAR	2,200,000	South Africa 8.875% Ser R2035 Sen 15/28.02.35	143,509.84	139,748.85	1.16
			693,632.80	736,116.12	6.13
<b>Total bonds</b>			9,427,153.61	9,256,675.10	76.99
<b><u>Transferable securities dealt in on another regulated market</u></b>					
<b>Bonds</b>					
BRL	225	Brazil ILB NTNB Ser B Lk IPCA 09/15.08.20	164,070.92	180,410.42	1.50
CLP	120,000,000	Chile 5.5% Sen 10/05.08.20	178,853.56	170,078.00	1.41
CZK	3,250,000	Czech Republic 2.4% Ser 89 14/17.09.25	142,108.91	137,092.57	1.14
MYR	2,200,000	Malaysia 3.8% Ser 16/0001 16/17.08.23	450,925.85	452,056.04	3.76
PHP	22,000,000	Philippines 4.95% 10/15.01.21	424,482.70	377,287.61	3.14
USD	100,000	Indonesia 6.625% 07/17.02.37	104,010.30	106,756.88	0.89
USD	75,000	Peru 7.125% Sen 09/30.03.19	73,927.56	66,570.02	0.55
			177,937.86	173,326.90	1.44
<b>Total bonds</b>			1,538,379.80	1,490,251.54	12.39
<b><u>Open-ended investment funds</u></b>					
<b>Investment funds (UCITS)</b>					
USD	35,168.485	Aberdeen Global Indian Bond Fd I2 Cap	367,870.93	354,379.19	2.95
<b>Total investment funds (UCITS)</b>			367,870.93	354,379.19	2.95
Total investments in securities			11,333,404.34	11,101,305.83	92.33
Cash at banks				748,498.94	6.23
Other net assets/(liabilities)				173,505.72	1.44
<b>Total</b>				12,023,310.49	100.00

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

## ECONOPOLIS FUNDS - ECONOPOLIS EM GOVERNMENT BONDS

### Industrial and geographical classification of investments

as at 31st December 2017

#### Industrial classification

(in percentage of net assets)

Countries and governments	68.41 %
International institutions	20.97 %
Investment funds	2.95 %
Total	<u>92.33 %</u>

#### Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

United States of America	13.97 %
Mexico	11.10 %
Brazil	8.82 %
Poland	7.33 %
Luxembourg	6.76 %
Hungary	6.01 %
Uruguay	4.73 %
Turkey	4.10 %
Romania	4.01 %
Malaysia	3.76 %
Czech Republic	3.64 %
South Africa	3.22 %
United Kingdom	3.19 %
Philippines	3.14 %
Indonesia	2.70 %
Morocco	2.32 %
Peru	1.48 %
Chile	1.41 %
Thailand	0.64 %
Total	<u>92.33 %</u>

## ECONOPOLIS FUNDS - ECONOPOLIS EMERGING MARKET EQUITIES

### Statement of net assets (in EUR)

as at 31st December 2017

#### Assets

Securities portfolio at market value	7,370,234.16
Cash at banks	892,905.59
Formation expenses, net	8,916.20
Income receivable on portfolio	397.39
Total assets	8,272,453.34

#### Liabilities

Bank overdrafts	42,291.87
Expenses payable	12,382.49
Total liabilities	54,674.36
Net assets at the end of the period	8,217,778.98

#### Breakdown of net assets per share class

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in EUR)
A Cap EUR	1,250.0000	EUR	100.16	125,197.15
I Cap EUR	26,915.0000	EUR	100.17	2,696,013.79
I Dis EUR	53,650.0000	EUR	100.59	5,396,568.04
				8,217,778.98

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

## ECONOPOLIS FUNDS - ECONOPOLIS EMERGING MARKET EQUITIES

### Statement of operations and other changes in net assets (in EUR)

from 15th December 2017 to 31st December 2017

#### **Income**

Dividends, net	397.39
Total income	397.39

#### **Expenses**

Global fee	124.65
Depositary fees	896.79
Transaction fees	28,534.70
Central administration costs	949.68
Professional fees	1,193.40
Other administration costs	212.94
Subscription duty ("taxe d'abonnement")	217.97
Bank interest paid	345.47
Other expenses	165.70
Total expenses	32,641.30

Net investment loss	-32,243.91
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#### **Net realised gain/(loss)**

- on forward foreign exchange contracts	-829.93
- on foreign exchange	5,632.26
Realised result	-27,441.58

#### **Net variation of the unrealised gain/(loss)**

- on securities portfolio	61,221.61
Result of operations	33,780.03

Dividends paid	-
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Subscriptions	8,183,998.95
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Redemptions	-
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Total changes in net assets	8,217,778.98
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Total net assets at the beginning of the period	-
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Total net assets at the end of the period	8,217,778.98
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The accompanying notes are an integral part of these financial statements.



## ECONOPOLIS FUNDS - ECONOPOLIS EMERGING MARKET EQUITIES

### Statistical information (in EUR)

as at 31st December 2017

Total net assets	Currency	31.12.2017
	EUR	8,217,778.98

Net asset value per share	Currency	31.12.2017
A Cap EUR	EUR	100.16
I Cap EUR	EUR	100.17
I Dis EUR	EUR	100.59

Number of shares	outstanding at the beginning of the period	issued	redeemed	outstanding at the end of the period
A Cap EUR	-	1,250.0000	-	1,250.0000
I Cap EUR	-	26,915.0000	-	26,915.0000
I Dis EUR	-	53,650.0000	-	53,650.0000

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

## ECONOPOLIS FUNDS - ECONOPOLIS EMERGING MARKET EQUITIES

### Statement of investments and other net assets (in EUR)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<b><u>Investments in securities</u></b>					
<b><u>Transferable securities admitted to an official stock exchange listing</u></b>					
<b>Shares</b>					
BRL	6,000	Ambev SA	32,238.96	32,092.69	0.39
BRL	21,500	BRF SA	198,720.82	197,789.30	2.41
BRL	62,500	CCR SA	251,177.85	253,708.95	3.09
BRL	13,100	Localiza Rent A Car SA	71,075.66	72,637.36	0.88
BRL	24,500	Odontoprev SA	95,558.30	97,975.96	1.19
BRL	5,000	Ultrapar Participacoes SA	93,280.18	94,257.20	1.15
			742,051.77	748,461.46	9.11
EUR	5,800	Jeronimo Martins SA Reg	92,796.74	93,931.00	1.14
HKD	54,000	Anta Sports Products Ltd	193,882.86	203,949.57	2.48
HKD	90,000	Brilliance China Auto Hgs Ltd	187,764.51	200,401.79	2.44
HKD	128,000	China Everbright Intl Ltd	151,004.73	152,190.29	1.85
HKD	18,500	China Mobile Ltd	154,537.17	156,200.99	1.90
HKD	15,000	CK Hutchison Holdings Ltd	156,139.89	156,773.65	1.91
HKD	118,000	CSPC Pharmaceutical Gr Ltd	200,512.75	198,381.79	2.41
HKD	204,000	First Pacific Co Ltd	118,781.95	115,191.08	1.40
HKD	28,400	Fuyao Glass Industry Gr Co Ltd	95,582.12	99,698.02	1.21
HKD	246,000	Goodbaby Intl Hgs Ltd	111,095.15	112,435.95	1.37
HKD	43,200	Sinopharm Group Co Ltd H	150,075.01	155,565.48	1.89
HKD	1,800	Tencent Holdings Ltd	77,608.44	77,859.45	0.95
HKD	31,000	Travelsky Technology Ltd H	75,945.53	77,449.27	0.94
			1,672,930.11	1,706,097.33	20.75
IDR	89,200	Indocement Tunggal Prakar Tbk	112,797.95	120,174.81	1.46
IDR	303,000	Telekom Indonesia (PT) Tbk Ser B	80,236.98	82,573.31	1.00
			193,034.93	202,748.12	2.46
KRW	640	Amorepacific Corp (New)	150,804.74	151,890.37	1.85
KRW	900	Hanssem Co Ltd	128,251.13	126,263.54	1.54
KRW	1,200	Hyundai Motor Co Ltd	144,637.01	145,904.54	1.78
KRW	300	LG Household & Health Care Ltd Pref	160,487.38	163,207.32	1.99
KRW	260	NAVER Corp	177,928.59	176,301.32	2.15
KRW	200	NCsoft Corp	67,754.54	69,756.71	0.85
KRW	2,060	Samsung Life Insurance Co Ltd	199,033.68	199,893.89	2.43
			1,028,897.07	1,033,217.69	12.59
MXN	25,000	Fomento Econom Mexic SAB de CV Units 1B & 4D Shares	197,077.55	196,734.93	2.39
PHP	825,400	Metro Pacific Investments Corp	92,510.26	94,277.71	1.15
RUB	1,100	Yandex NV A Reg	30,361.04	30,147.92	0.37
SGD	57,900	First Resources Ltd	68,205.87	67,454.93	0.82
TWD	24,000	MediaTek Inc	190,109.06	198,119.83	2.41
USD	2,800	Autohome Inc A spons AD repr 1 Share A	148,282.60	150,789.86	1.83
USD	1,200	Baidu Inc ADR repr 0.1 Share A	240,028.47	234,044.22	2.85
USD	5,400	Ctrip.Com Intl Ltd ADR Repr 1/8 Shares	203,257.48	198,309.53	2.41
USD	18,600	Goldcorp Inc	197,233.75	197,794.90	2.41
USD	7,400	Infosys Ltd spons ADR repr 1 Share	101,347.46	99,952.53	1.22
USD	9,900	Jardine Strategic Hgs Ltd	330,803.09	326,303.87	3.97
USD	3,200	JD.com Inc spons ADR repr 2 Shares A	111,677.78	110,375.15	1.34
USD	360	Netease Inc ADR Repr 1 Share	110,498.68	103,447.72	1.26
USD	200	Samsung Electronics Co Ltd spons GDR repr 0.5 Share	195,618.69	199,525.34	2.43
USD	13,100	Taiwan Semiconduct Mfg Co Ltd ADR repr 5 Shares	436,875.64	432,539.45	5.26

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

## ECONOPOLIS FUNDS - ECONOPOLIS EMERGING MARKET EQUITIES

### Statement of investments and other net assets (in EUR) (continued)

as at 31st December 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
USD	3,400	Tata Motors Ltd spons ADR repr 5 Shares	91,724.84	93,632.01	1.14
USD	2,400	Yandex NV A	63,966.01	65,453.64	0.80
USD	2,140	Yum China Holdings Inc	73,994.31	71,318.48	0.87
			2,305,308.80	2,283,486.70	27.79
ZAR	20,300	MTN Group Ltd	178,444.53	186,487.46	2.27
ZAR	1,050	Naspers Ltd N	238,231.10	243,689.69	2.97
ZAR	8,700	Shoprite Holdings Ltd	122,481.97	129,415.90	1.57
			539,157.60	559,593.05	6.81
<b>Total shares</b>			7,152,440.80	7,214,270.67	87.79
<b><u>Transferable securities dealt in on another regulated market</u></b>					
<b>Shares</b>					
RUB	1,700	Magnit PJSC	156,571.75	155,963.49	1.90
<b>Total shares</b>			156,571.75	155,963.49	1.90
Total investments in securities			7,309,012.55	7,370,234.16	89.69
Cash at banks				892,905.59	10.87
Bank overdrafts				-42,291.87	-0.51
Other net assets/(liabilities)				-3,068.90	-0.05
Total				8,217,778.98	100.00

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

## ECONOPOLIS FUNDS - ECONOPOLIS EMERGING MARKET EQUITIES

### Industrial and geographical classification of investments

as at 31st December 2017

#### Industrial classification

(in percentage of net assets)

Technologies	21.09 %
Cyclical consumer goods	20.84 %
Non-cyclical consumer goods	13.64 %
Financials	10.90 %
Industrials	6.76 %
Telecommunications services	5.17 %
Healthcare	4.30 %
Raw materials	3.87 %
Energy	1.97 %
Utilities	1.15 %
Total	<u>89.69 %</u>

#### Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

South Korea	15.02 %
Cayman Islands*	13.23 %
Brazil	9.11 %
Hong Kong	8.07 %
Bermuda*	7.81 %
Taiwan	7.67 %
South Africa	6.81 %
China	5.30 %
Indonesia	2.46 %
Canada	2.41 %
Mexico	2.39 %
India	2.36 %
Russia	1.90 %
The Netherlands	1.17 %
Philippines	1.15 %
Portugal	1.14 %
United States of America	0.87 %
Singapore	0.82 %
Total	<u>89.69 %</u>

\* Cayman & Bermuda listings are ADR's listed on the US stock exchange. ADR's are quotations of foreign companies in the US. The fund may use ADR's due to liquidity reasons or if local access is restricted.

### **Notes to the financial statements**

as at 31st December 2017

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#### **Note 1 - Significant accounting policies**

##### **a) Presentation of the financial statements**

The financial statements of the Company are prepared in accordance with Luxembourg legal and regulatory requirements concerning undertakings for collective investment and with generally accepted accounting principles in Luxembourg.

##### **b) Valuation of assets**

The value of any cash on hand or on deposit, notes and bills payable on demand and accounts receivable, prepaid expenses and cash dividends and interest declared or accrued but not yet collected, shall be deemed the full amount thereof, unless it is improbable that it can be collected; in which case, the value thereof will be arrived at after deducting such amounts as the Board of Directors of the Company may consider appropriate to reflect the true value of these assets.

All transferable securities and money market instruments quoted or dealt in on an official stock exchange or on any other Regulated Market will be valued at the last price known in Luxembourg on the applicable Valuation Day and, if the relevant transferable security and money market instrument is traded on several markets, on the basis of the last known price on the main market of this security. If the last known price is not representative, valuation will be based on the fair value at which it is expected it can be resold, as determined with prudence and in good faith by the Board of Directors.

Futures contracts and options are valued based on their closing price the previous day on the market concerned. Prices used are settlement prices on forward markets.

Unlisted securities or securities not traded on a stock exchange or any other Regulated Market, will be valued based on the fair value at which it is expected they can be resold, as determined with prudence and in good faith by the Board of Directors.

Financial derivative instruments which are not listed on any official stock exchange or traded on any other Regulated Market will be valued in a reliable and verifiable manner on a daily basis and in accordance with market practice.

Securities denominated in a currency other than the Sub-Fund's reference currency will be translated at the average exchange rate of the currency concerned.

Shares or units of UCITS and other UCIs will be valued on the basis of their last available net asset value as reported by such undertakings.

##### **c) Acquisition cost of securities in the portfolio**

The acquisition cost of the securities held by each Sub-Fund that are denominated in currencies other than the reference currency of the Sub-Fund is converted into this currency at the exchange rate prevailing on the date of purchase.

##### **d) Net realised gain/(loss) on securities portfolio**

The realised gains and losses on sales of securities portfolio are calculated on the basis of the average acquisition cost and are disclosed net in the statement of operations and other changes in net assets.

##### **e) Investment portfolio income**

Dividend income is recorded at the ex-date, net of any withholding tax.

### Notes to the financial statements (continued)

as at 31st December 2017

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Interest income accrued is recorded, net of any withholding tax.

**f) Return on sukuk**

Sukuk are certificates of investments or securities representing the rights and obligations of its holders on an underlying asset. Their remuneration (which is capped) is based on performance of the assets. The remuneration of sukuk is variable depending on the profits earned on the assets or on the income of the issuer.

**g) Valuation of forward foreign exchange contracts**

Forward foreign exchange contracts are valued at forward market rates for the remaining period from valuation date to the maturity of the contracts. Net unrealised gain or loss is disclosed in the statement of net assets. Net variation of the unrealised gain or loss and net realised gain or loss are disclosed in the statement of operations and other changes in net assets.

**h) Valuation of futures contracts**

Open futures contracts are valued at the last settlement or close price on the stock exchanges or regulated markets. Net unrealised gain or loss of open contracts is disclosed in the statement of net assets. Net variation of the unrealised gain or loss and net realised gain or loss are disclosed in the statement of operations and other changes in net assets.

**i) Valuation of option contracts**

Premiums paid on the purchase of options are disclosed under the item "Option contracts at market value" in the statement of net assets and are presented as cost in the statement of investments and other net assets. Premiums received on issued options are disclosed under the item "Short option contracts at market value" in the statement of net assets and are presented as cost received in the statement of investments and other net assets. Option contracts outstanding at the date of the financial statements are valued at the last settlement or closing price on the stock exchanges or regulated markets. Net variation of the unrealised gains or losses and net realised gains or losses are disclosed in the statement of operations and other changes in net assets.

**j) Formation expenses**

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

If the launch of a Sub-Fund occurs after the launch date of the Fund, the formation expenses related to the launch of the new Sub-Fund is charged to such Sub-Fund alone and may be amortised over a maximum of five years with effect as from the Sub-Fund's launch date.

**k) Conversion of foreign currencies**

Cash at banks, other net assets, liabilities and the market value of the securities in portfolio expressed in currencies other than the reference currency of the Sub-Fund are converted into this currency at the exchange rate prevailing on the date of the financial statements. Income and expenses expressed in currencies other than the reference currency of the Sub-Fund are converted into this currency at the exchange rate prevailing on the date of the transaction. Net realised gains or losses on foreign exchange are disclosed in the statement of operations and other changes in net assets.

## ECONOPOLIS FUNDS

### Notes to the financial statements (continued)

as at 31st December 2017

#### l) Combined financial statements

The combined financial statements of the Company are expressed in EUR and are equal to the sum of the corresponding items in the financial statements of each Sub-Funds converted into this currency at the exchange rates prevailing at the of the financial statements.

#### m) Transaction fees

Transaction costs disclosed under the item "Transaction fees" in the expenses of the statement of operations and other changes in net assets are mainly composed of broker fees incurred by the Company paid to the depositary as well as of transaction fees on financial instruments and derivatives.

Transaction costs on bonds and sukuk are included in the cost of the investments.

#### Note 2 - Global fee

The aggregate fee payable by the Company to the Management Company, the Investment Management and distributors is as follows :

	Classe A & B	Classe I	Classe O
ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL SUSTAINABLE	1.20% per annum maximum	0.60% per annum maximum	0.10% per annum maximum
ECONOPOLIS FUNDS - ECONOPOLIS PATRIMONIAL EMERGING	1.50% per annum maximum	0.80% per annum maximum	0.10% per annum maximum
ECONOPOLIS FUNDS - ECONOPOLIS TOTAL RETURN	1.00% per annum maximum	0.50% per annum maximum	0.10% per annum maximum
ECONOPOLIS FUNDS - ECONOPOLIS GLOBAL EQUITY	1.45% per annum maximum	0.75% per annum maximum	0.10% per annum maximum
ECONOPOLIS FUNDS - ECONOPOLIS EM GOVERNMENT BONDS	1.20% per annum maximum	0.60% per annum maximum	0.10% per annum maximum
ECONOPOLIS FUNDS - ECONOPOLIS EMERGING MARKET EQUITIES (launched on 15th December 2017)	1.40% per annum maximum	0.80% per annum maximum	0.10% per annum maximum

The Global fee is payable quarterly and calculated on the average net assets of the Sub-Fund for the quarter in question.

With effect of 15th January 2018, the Investment Manager renounce of the management fee for ECONOPOLIS FUNDS - ECONOPOLIS EMERGING MARKET EQUITIES.

#### Note 3 - Management fees of the target funds

The management fee of the target funds in which the Sub-Fund invests rises to maximum 2.50% p.a., calculated on the net assets invested in the target fund.

## ECONOPOLIS FUNDS

### Notes to the financial statements (continued)

as at 31st December 2017

#### Note 4 - Management fee retrocession

Management fee retrocessions received by the Company and related to its investments in UCITS or other UCIs are disclosed under the "Other commissions received" in the statement of operations and other changes in net assets.

#### Note 5 - Performance fee

The performance fee is due and payable quarterly to the Investment Manager based on the comparison between the performance of the Sub-Fund and the benchmark index (EURIBOR 3M) as follows:

1. For each net asset value for which the Sub-Fund's performance exceeds the benchmark index (Euribor 3M) (i.e. the Hurdle Rate), a maximum fee of 10% of the realised outperformance shall be payable under the conditions stipulated in paragraph 3 below.
2. The Sub-Fund's performance is equal to the positive difference between the last calculated net asset value and the highest of all preceding net asset values calculated.
3. The outperformance fee is only payable in the case when (1) the increase in the net asset value exceeds that of the Hurdle Rate and (2) the calculated net asset value per share is greater than the preceding highest net asset value calculated (High Watermark principle); in which case the outperformance fee is applied to the difference between the last calculated net asset value per share and either the preceding highest net asset value calculated or the Hurdle Rate, multiplied by the number of shares outstanding on the day of the last net asset value.

At the date of the financial statements, the performance fee was recorded for ECONOPOLIS FUNDS - ECONOPOLIS TOTAL RETURN and amounted to EUR 87,871.73.

Others Sub-Funds are not subject to Performance fee.

#### Note 6 - Central administration costs

The item "Central administration costs" disclosed in the statement of operations and other changes in net assets is composed of administrative agent fees.

#### Note 7 - Subscription, redemption and conversion fees

Maximum subscription fee of 3% of the net asset value for the benefit of the distributors or any agent active in the placement of the shares.

Maximum redemption fee of 3% of the net asset value for the benefit of the Sub-Fund. The redemption fee shall be identical for all redemption requests received on the same Valuation Day.

There is no conversion fees.

#### Note 8 - Subscription duty ("*taxe d'abonnement*")

The Company is governed by Luxembourg law.

Pursuant to the legislation and regulations in force, the Company is subject to an annual subscription duty "*taxe d'abonnement*" of 0.05% which is payable quarterly and calculated on the basis of the net assets of each sub-fund on the last day of each quarter.



## ECONOPOLIS FUNDS

### Notes to the financial statements (continued)

as at 31st December 2017

The rate of the annual subscription duty "*taxe d'abonnement*" is reduced to 0.01% per annum in respect of Categories of shares which are only held by Institutional Investors

Pursuant to Article 175 (a) of the amended law of 17th December 2010, the net assets invested in undertakings for collective investment already subject to the "*taxe d'abonnement*" are exempt from this tax.

#### Note 9 - Forward foreign exchange contracts

As at 31st December 2017, the following Sub-Fund is committed in the following forward foreign exchange contract with BANQUE DE LUXEMBOURG S.A. :

##### ECONOPOLIS FUNDS - ECONOPOLIS TOTAL RETURN

Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in EUR)
EUR	5,011,526.51	USD	6,000,000.00	12.01.2018	17,687.11
					<u>17,687.11</u>

In order to reduce counterparty risk on forward foreign exchange exposure and from a minimum transfer amount of one hundred thousand Euros,

- BANQUE DE LUXEMBOURG pays to the Sub-Fund cash collateral, if the unrealised result is positive: thus, cash collateral received is recorded in the caption "Cash at banks" in the Statement of net assets. The amount received and to be redeemed to BANQUE DE LUXEMBOURG is recorded in the caption "Redeemable cash collateral received",
- BANQUE DE LUXEMBOURG receives cash collateral, if the unrealised result is negative: thus, cash collateral paid is recorded under the caption "Cash at banks" in the Statement of net assets. The amount paid and to be received by the Company from BANQUE DE LUXEMBOURG is recorded in the caption "Receivable cash collateral paid".

#### Note 10 - Futures contracts

As at 31st December 2017 the following Sub-Fund is committed in the following futures contracts with SOCIETE GENERALE NEWEDGE UK LTD :

##### ECONOPOLIS FUNDS - ECONOPOLIS TOTAL RETURN

	Number of contracts	Denomination	Currency	Exposure (in EUR)	Unrealised result (in EUR)
Sale	40	Euro Bund 10 Years FUT 03/18 EUX	EUR	-6,467,200.00	50,400.00
Sale	20	US Treasury Note 10 Years FUT 03/18 CBOT	USD	-2,065,984.51	2,862.56
					<u>53,262.56</u>

#### Note 11 - Changes in investments

The statement of changes in investments for the reporting period is available free of charge at the registered office of the Management Company.

### Notes to the financial statements (continued)

as at 31st December 2017

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#### Note 12 - Events

With effect on 1st January 2017, the Board of Directors has decided to appoint :

- CONVENTUM ASSET MANAGEMENT as Management Company in replacement of EDMOND DE ROTHSCHILD ASSET MANAGEMENT (Luxembourg) ;
- CONVENTUM ASSET MANAGEMENT as Domiciliary Agent in replacement of EDMOND DE ROTHSCHILD (Europe) ;
- BANQUE DE LUXEMBOURG as Depositary in replacement of EDMOND DE ROTHSCHILD (Europe) ;
- BANQUE DE LUXEMBOURG as Primary Paying Agent and Administrative Agent in replacement of EDMOND DE ROTHSCHILD ASSET MANAGEMENT (Luxembourg) ;
- BANQUE DE LUXEMBOURG as Registrat Agent in replacement of EDMOND DE ROTHSCHILD ASSET MANAGEMENT (Luxembourg).

## **ECONOPOLIS FUNDS**

### **Additional information (unaudited)**

as at 31st December 2017

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#### **1 - Risk management**

As required by Circular CSSF 11/512, the Board of Directors of the Company needs to determine the global risk exposure of the Company by applying either the commitment approach or the VaR ("Value at Risk") approach.

In terms of risk management, the Board of Directors of the Company decided to adopt the commitment approach as a method of determining the global exposure.

#### **2 - Remuneration**

CONVENTUM ASSET MANAGEMENT has been appointed Management Company of ECONOPOLIS FUNDS.

The Management Company has delegated the investment management to ECONOPOLIS WEALTH MANAGEMENT N.V..

The Management Company has implemented a remuneration policy, which aligns with its principles of internal governance, based on its size and internal organisation as well as the nature, scope and complexity of its activities.

The annual remuneration of the conducting officers and employees of the Management Company is independent of both the evolution of its mandates under management and any related performance criteria.

Annual remuneration comprises a contractual fixed amount and a variable component. The ratio of the fixed amount to the variable component is significantly weighted in favour of the fixed amount.

During the fiscal year 2017, a total remuneration of EUR 1,223 mio has been paid to an average of 15 employees with a variable component weighted 12.59%.

Total remuneration paid to the 3 identified risk takers was EUR 0,394 mio, with a variable component weighted 19,02%.

The remuneration policy of the Management Company is reviewed each year and its implementation is assessed annually by an independent body.

The details of the remuneration policy of the Management Company are available on the internet site [www.conventum.lu](http://www.conventum.lu) and hard copy can be made available free of charge on request.

#### **3 - Information concerning the transparency of securities financing transactions and of reuse of cash collateral (regulation EU 2015/2365, hereafter "SFTR")**

At the date of the financial statements, the Company is not in the scope of the publication requirements of SFTR. No transactions were carried out during the reporting period.