

# **YCAP FUND**

## **Société d'Investissement à Capital Variable**

R.C.S. Luxembourg B 172172

(Unaudited) Semi-Annual Report as at June 30, 2018

# YCAP FUND

YCAP TACTICAL INVESTMENT

YCAP EUROPEAN TACTICAL INVESTMENT

YCAP SEQUOIA\*

No subscription can be received on the basis of financial reports. Subscriptions are only valid if made on the basis of the current prospectus and relevant Key Investor Information Document ("KIID") which will be accompanied by a copy of the latest Annual Report and a copy of the latest available Semi-Annual Report, if published after such Annual Report.

\* This Sub-Fund was launched on March 2, 2018.

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\* This Sub-Fund was launched on March 2, 2018.

## Organisation

### BOARD OF DIRECTORS

#### Chairman

Mrs. Juliette Mayer  
Avocat à la Cour, Mayer Law Firm  
4, rue des Girondins  
L-1626 Luxembourg  
Grand Duchy of Luxembourg

#### Directors

Mr. Jean-Jacques Ohana  
Managing Director - YCAP Asset Management  
Chartered Financial Analyst  
37, avenue Pierre 1er de Serbie  
F-75008 Paris  
France

Mr. Frédéric Deflorenne  
13, rue Paul Goedert  
L-3330 Crauthem  
Grand Duchy of Luxembourg

### ADMINISTRATION

#### MANAGEMENT COMPANY

YCAP Asset Management  
37, avenue Pierre 1er de Serbie  
F-75008 Paris  
France

#### MANAGEMENT OF THE MANAGEMENT COMPANY

#### Chairman

Mr. Lionel Malca  
37, avenue Pierre 1er de Serbie  
F-75008 Paris  
France

#### General Manager

Mr. Jean-Jacques Ohana  
37, avenue Pierre 1er de Serbie  
F-75008 Paris  
France

#### INVESTMENT MANAGER

YCAP Asset Management  
37, avenue Pierre 1er de Serbie  
F-75008 Paris  
France

#### AUDITOR OF THE MANAGEMENT COMPANY

Maurice Lasry  
31, rue Parmentier  
92200 Neuilly sur Seine  
France

#### DEPOSITARY BANK

BNP Paribas Securities Services - Luxembourg Branch  
60, avenue J.F. Kennedy  
1855, Luxembourg  
Grand Duchy of Luxembourg

#### ADMINISTRATIVE AGENT AND DOMICILIARY AGENT

BNP Paribas Securities Services - Luxembourg Branch  
60, avenue J.F. Kennedy  
1855, Luxembourg  
Grand Duchy of Luxembourg

**Organisation (continued)****REGISTRAR, TRANSFER AND PAYING AGENT**

BNP Paribas Securities Services - Luxembourg Branch  
60, avenue J.F. Kennedy  
1855, Luxembourg  
Grand Duchy of Luxembourg

**AUDITOR**

PricewaterhouseCoopers, Société coopérative  
2, rue Gerhard Mercator, B.P.1443  
L-1014 Luxembourg  
Grand Duchy of Luxembourg

**PRIME BROKER**

Newedge UK Financial Limited  
10, Bishop Square  
London E1 6EG  
United Kingdom

**SWAP COUNTERPARTY**

JPMorgan Chase Bank, National Association  
1 Chaseside  
Bournemouth Dorset  
BH7 7DA  
United Kingdom

**REGISTERED OFFICE**

BNP Paribas Securities Services - Luxembourg Branch  
60, avenue J.F. Kennedy  
1855, Luxembourg  
Grand Duchy of Luxembourg

# YCAP FUND

## Statistics

|  |     | June 30, 2018 | December 31, 2017 | December 31, 2016 |
|--|-----|---------------|-------------------|-------------------|
| <b>YCAP TACTICAL INVESTMENT</b>          |     |               |                   |                   |
| <b>Net Asset Value</b>                   | EUR | 99,714,076.52 | 110,885,526.44    | 83,027,808.12     |
| <b>Net asset value per share</b>         |     |               |                   |                   |
| Class EUR A Shares                       | EUR | 118.50        | 125.82            | 117.09            |
| Class USD A Shares                       | USD | 108.26        | 113.24            | 103.73            |
| Class EUR B Shares                       | EUR | 105.47        | 112.56            | 105.62            |
| Class EUR E Shares                       | EUR | 112.36        | 118.88            | 108.75            |
| Class USD B Shares                       | USD | 119.31        | 124.97            | 115.28            |
| Class EUR F Shares                       | EUR | 99.70         | 105.49            | -                 |
| <b>Number of shares</b>                  |     |               |                   |                   |
| Class EUR A Shares                       |     | 219,593.25    | 214,250.20        | 592,747.33        |
| Class USD A Shares                       |     | 102,734.21    | 134,045.42        | 100,000.00        |
| Class EUR B Shares                       |     | 97,951.79     | 101,945.89        | 2,954.00          |
| Class EUR E Shares                       |     | 200.00        | 200.00            | 200.00            |
| Class USD B Shares                       |     | 617.74        | 28,017.74         | 31,600.00         |
| Class EUR F Shares                       |     | 539,140.68    | 539,140.68        | -                 |
| <b>YCAP EUROPEAN TACTICAL INVESTMENT</b> |     |               |                   |                   |
| <b>Net Asset Value</b>                   | EUR | 59,342,498.95 | 60,771,749.73     | -                 |
| <b>Net asset value per share</b>         |     |               |                   |                   |
| Class EUR A Shares                       | EUR | 96.24         | -                 | -                 |
| Class EUR F Shares                       | EUR | 103.06        | 105.54            | -                 |
| <b>Number of shares</b>                  |     |               |                   |                   |
| Class EUR A Shares                       |     | 1.00          | -                 | -                 |
| Class EUR F Shares                       |     | 575,814.70    | 575,814.70        | -                 |
| <b>YCAP SEQUOIA*</b>                     |     |               |                   |                   |
| <b>Net Asset Value</b>                   | EUR | 20,363,528.94 | -                 | -                 |
| <b>Net asset value per share</b>         |     |               |                   |                   |
| Class EUR A Shares                       | EUR | 98.52         | -                 | -                 |
| Class EUR C Shares                       | EUR | 98.36         | -                 | -                 |
| Class USD A Shares                       | USD | 99.23         | -                 | -                 |
| Class USD C Shares                       | USD | 99.08         | -                 | -                 |
| <b>Number of shares</b>                  |     |               |                   |                   |
| Class EUR A Shares                       |     | 126,271.90    | -                 | -                 |
| Class EUR C Shares                       |     | 100.00        | -                 | -                 |
| Class USD A Shares                       |     | 93,004.62     | -                 | -                 |
| Class USD C Shares                       |     | 100.00        | -                 | -                 |

\* This Sub-Fund was launched on March 2, 2018.

Combined Statement

Statement of Net Assets as at June 30, 2018

Statement of Operations and Changes in Net Assets for the period ended June 30, 2018

|   | Notes   | EUR                   |  | Notes   | EUR                   |
|---|---------|-----------------------|--|---------|-----------------------|
| <b>Assets</b>   |         |                       | <b>Income</b>  |         |                       |
| Investment in securities at cost                                  |         | 155,317,836.89        | Dividends (net of withholding taxes)                                 |         | 76,180.98             |
| Unrealised appreciation / (depreciation) on securities            |         | (815,484.48)          | Interest on bonds  |         | 306,451.13            |
| Investment in securities at market value                          | 3.c     | 154,502,352.41        | Bank interest  |         | 20,290.62             |
| Cash at bank  | 3.d     | 26,381,779.61         | Income on swaps  |         | 1,643.51              |
| Net unrealised appreciation on futures contracts                  | 3.c, 15 | 301,277.88            | Other income   |         | 47,084.88             |
| Dividends and interest receivable                                 |         | 298,849.12            | <b>Total income</b>  |         | <b>451,651.12</b>     |
| Formation expenses  | 3.h, 13 | 16,360.08             | <b>Expenses</b>  |         |                       |
| <b>Total assets</b>   |         | <b>181,500,619.10</b> | Management fees  | 5       | 291,411.18            |
| <b>Liabilities</b>  |         |                       | Depositary fees  | 5       | 15,440.62             |
| Bank overdraft  | 3.d     | 436,554.81            | Performance fees   | 5       | 3,254.49              |
| Accrued expenses  |         | 163,469.33            | Administration fees  | 5       | 57,211.40             |
| Payable for investment purchased                                  |         | 334,260.64            | Professional fees  |         | 74,120.41             |
| Payable on fund shares repurchased                                |         | 9,455.88              | Transaction costs  | 10      | 97,828.86             |
| Net unrealised depreciation on forward foreign exchange contracts | 3.c, 17 | 28,416.25             | Taxe d'abonnement  | 4       | 33,461.11             |
| Net unrealised depreciation on Total Return Swaps                 | 3.c, 16 | 1,088,863.79          | Bank interest and charges  |         | 67,461.10             |
| Dividend distribution and other liabilities                       |         | 19,493.99             | Expenses on options and swaps  |         | 16,406.18             |
| <b>Total liabilities</b>  |         | <b>2,080,514.69</b>   | Publication fees   |         | 16,955.05             |
| <b>Net assets at the end of the period</b>                        |         | <b>179,420,104.41</b> | Amortisation of formation expenses                                   | 3.h, 13 | 8,510.63              |
|   |         |                       | Director's fees  |         | 8,654.73              |
|   |         |                       | Other expenses   | 6       | 97,132.79             |
|   |         |                       | <b>Total expenses</b>  |         | <b>787,848.55</b>     |
|   |         |                       | <b>Net investment income / (loss)</b>                                |         | <b>(336,197.43)</b>   |
|   |         |                       | Net realised gain / (loss) on:                                       |         |                       |
|   |         |                       | Investments  |         | (508,362.73)          |
|   |         |                       | Foreign currencies transactions                                      | 3.f     | 645,391.81            |
|   |         |                       | Futures contracts  | 15      | (4,269,326.98)        |
|   |         |                       | Forward foreign exchange contracts                                   | 17      | (695,162.59)          |
|   |         |                       | Swaps  | 3.g     | (460,355.80)          |
|   |         |                       | <b>Net realised gain / (loss) for the period</b>                     |         | <b>(5,624,013.72)</b> |
|   |         |                       | Net change in unrealised appreciation / (depreciation) on:           |         |                       |
|   |         |                       | Investments  |         | (301,927.29)          |
|   |         |                       | Futures contracts  | 15      | (69,045.79)           |
|   |         |                       | Forward foreign exchange contracts                                   |         | 17,729.64             |
|   |         |                       | Swaps  | 3.g     | (1,081,123.55)        |
|   |         |                       | <b>Increase / (Decrease) in net assets as a result of operations</b> |         | <b>(7,058,380.71)</b> |
|   |         |                       | Proceeds received on subscription of shares                          |         | 22,200,445.16         |
|   |         |                       | Net amount paid on redemption of shares                              |         | (7,379,236.21)        |
|   |         |                       | Net assets at the beginning of the period                            |         | 171,657,276.17        |
|   |         |                       | <b>Net assets at the end of the period</b>                           |         | <b>179,420,104.41</b> |

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

YCAP TACTICAL INVESTMENT (in EUR)

Statement of Net Assets as at June 30, 2018

Statement of Operations and Changes in Net Assets for the period ended June 30, 2018

|   | Notes   | EUR                   |  | Notes   | EUR                   |
|---|---------|-----------------------|--|---------|-----------------------|
| <b>Assets</b>   |         |                       | <b>Income</b>  |         |                       |
| Investment in securities at cost                                  |         | 84,372,088.95         | Dividends (net of withholding taxes)                                 |         | 15,490.74             |
| Unrealised appreciation / (depreciation) on securities            |         | (224,660.36)          | Interest on bonds  |         | 13,585.75             |
| Investment in securities at market value                          | 3.c     | 84,147,428.59         | Bank interest  |         | 19,287.31             |
| Cash at bank  | 3.d     | 16,668,645.47         | Other income   |         | 47,084.88             |
| Net unrealised appreciation on futures contracts                  | 3.c, 15 | 255,435.79            | <b>Total income</b>  |         | <b>95,448.68</b>      |
| Dividends and interest receivable                                 |         | 25,873.22             | <b>Expenses</b>  |         |                       |
| Formation expenses  | 3.h, 13 | 15,719.47             | Management fees  | 5       | 261,326.63            |
| <b>Total assets</b>   |         | <b>101,113,102.54</b> | Depositary fees  | 5       | 5,650.40              |
| <b>Liabilities</b>  |         |                       | Performance fees   | 5       | 3,254.49              |
| Bank overdraft  | 3.d     | 375,239.77            | Administration fees  | 5       | 33,966.66             |
| Accrued expenses  |         | 110,063.88            | Professional fees  |         | 57,739.05             |
| Payable on fund shares repurchased                                |         | 9,455.88              | Transaction costs  | 10      | 62,213.40             |
| Net unrealised depreciation on forward foreign exchange contracts | 3.c, 17 | 23,666.57             | Taxe d'abonnement  | 4       | 17,809.65             |
| Net unrealised depreciation on Total Return Swaps                 | 3.c, 16 | 869,114.04            | Bank interest and charges  |         | 35,110.58             |
| Dividend distribution and other liabilities                       |         | 11,485.88             | Expenses on options and swaps  |         | 16,406.18             |
| <b>Total liabilities</b>  |         | <b>1,399,026.02</b>   | Publication fees   |         | 12,195.05             |
| <b>Net assets at the end of the period</b>                        |         | <b>99,714,076.52</b>  | Amortisation of formation expenses                                   | 3.h, 13 | 5,551.45              |
|   |         |                       | Director's fees  |         | 5,469.54              |
|   |         |                       | Other expenses   | 6       | 81,899.21             |
|   |         |                       | <b>Total expenses</b>  |         | <b>598,592.29</b>     |
|   |         |                       | <b>Net investment income / (loss)</b>                                |         | <b>(503,143.61)</b>   |
|   |         |                       | Net realised gain / (loss) on:                                       |         |                       |
|   |         |                       | Investments  |         | (608,779.44)          |
|   |         |                       | Foreign currencies transactions                                      | 3.f     | 118,247.34            |
|   |         |                       | Futures contracts  | 15      | (3,763,829.56)        |
|   |         |                       | Forward foreign exchange contracts                                   | 17      | (205,384.09)          |
|   |         |                       | Swaps  | 3.g     | (231,985.32)          |
|   |         |                       | <b>Net realised gain / (loss) for the period</b>                     |         | <b>(5,194,874.68)</b> |
|   |         |                       | Net change in unrealised appreciation / (depreciation) on:           |         |                       |
|   |         |                       | Investments  |         | 188,220.26            |
|   |         |                       | Futures contracts  | 15      | 94,310.94             |
|   |         |                       | Forward foreign exchange contracts                                   |         | 22,479.32             |
|   |         |                       | Swaps  | 3.g     | (896,364.59)          |
|   |         |                       | <b>Increase / (Decrease) in net assets as a result of operations</b> |         | <b>(5,786,228.75)</b> |
|   |         |                       | Proceeds received on subscription of shares                          |         | 1,860,364.59          |
|   |         |                       | Net amount paid on redemption of shares                              |         | (7,245,585.76)        |
|   |         |                       | Net assets at the beginning of the period                            |         | 110,885,526.44        |
|   |         |                       | <b>Net assets at the end of the period</b>                           |         | <b>99,714,076.52</b>  |

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



## YCAP TACTICAL INVESTMENT (in EUR)

## Statement of Changes in Number of Shares

|                    | Number of shares in issue at<br>the beginning of the period | Number of shares<br>subscribed | Number of shares<br>redeemed | Number of shares in issue at<br>the end of the period |
|--------------------|---|--------------------------------|------------------------------|---|
| Class EUR A Shares | 214,250.20  | 10,557.05                      | (5,214.00)                   | 219,593.25  |
| Class USD A Shares | 134,045.42  | 1,534.21                       | (32,845.42)                  | 102,734.21  |
| Class EUR B Shares | 101,945.89  | 3,647.28                       | (7,641.38)                   | 97,951.79   |
| Class EUR E Shares | 200.00  | -                              | -                            | 200.00  |
| Class USD B Shares | 28,017.74   | -                              | (27,400.00)                  | 617.74  |
| Class EUR F Shares | 539,140.68  | -                              | -                            | 539,140.68  |

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

YCAP TACTICAL INVESTMENT (in EUR)

Securities Portfolio as at June 30, 2018

| Quantity/<br>Nominal  | Name                                 | Currency | Market value<br>in EUR | %<br>NAV     |
|---|--------------------------------------|----------|------------------------|--------------|
| <b>Transferable securities admitted to an official exchange listing</b> |                                      |          |                        |              |
| <b>Bonds and other debt instruments</b>                                 |                                      |          |                        |              |
| <b>Government</b>   |                                      |          |                        |              |
| 3,000,000.00  | US TREASURY N/B 1.125% 16-15/01/2019 | USD      | 2,555,230.49           | 2.56         |
|   |                                      |          | <b>2,555,230.49</b>    | <b>2.56</b>  |
| <b>Undertakings for collective investment</b>                           |                                      |          |                        |              |
| <b>Open-ended Funds</b>   |                                      |          |                        |              |
| 7,900.00  | ISHARES J.P. MORGAN USD EM BON       | USD      | 713,574.58             | 0.72         |
| 28,500.00   | MV GOLD MINERS UCITS ETF             | USD      | 568,999.19             | 0.57         |
|   |                                      |          | <b>1,282,573.77</b>    | <b>1.29</b>  |
| <b>Other transferable securities</b>                                    |                                      |          |                        |              |
| <b>Money market instruments</b>   |                                      |          |                        |              |
| <b>Government</b>   |                                      |          |                        |              |
| 4,500,000.00  | FRENCH BTF 0% 17-05/12/2018          | EUR      | 4,511,542.50           | 4.52         |
| 8,000,000.00  | FRENCH BTF 0% 17-07/11/2018          | EUR      | 8,017,240.00           | 8.04         |
| 15,000,000.00   | FRENCH BTF 0% 17-10/10/2018          | EUR      | 15,024,525.00          | 15.07        |
| 20,500,000.00   | FRENCH BTF 0% 17-12/09/2018          | EUR      | 20,524,702.50          | 20.58        |
| 10,500,000.00   | FRENCH BTF 0% 17-15/08/2018          | EUR      | 10,507,402.50          | 10.54        |
| 7,500,000.00  | FRENCH BTF 0% 18-22/05/2019          | EUR      | 7,539,637.50           | 7.56         |
| 12,000,000.00   | FRENCH BTF 0% 18-27/03/2019          | EUR      | 12,051,480.00          | 12.09        |
| 2,500,000.00  | US TREASURY BILL 0% 17-13/09/2018    | USD      | 2,133,094.33           | 2.14         |
|   |                                      |          | <b>80,309,624.33</b>   | <b>80.54</b> |
|   |                                      |          | <b>80,309,624.33</b>   | <b>80.54</b> |
| <b>Total securities portfolio</b>                                       |                                      |          | <b>84,147,428.59</b>   | <b>84.39</b> |

Financial derivative instruments as at June 30, 2018

| Quantity       | Name  | Currency | Commitment<br>in EUR | Unrealised<br>appreciation /<br>(depreciation)<br>in EUR |
|----------------|---|----------|----------------------|--|
| <b>Futures</b> |   |          |                      |  |
| 49.00          | AUST 10 YR BONDS FUTURE<br>17/09/2018       | AUD      | 4,011,341.49         | 57,206.46  |
| 7.00           | BRAZIL REAL FUTURE 31/07/2018               | USD      | 154,083.34           | (2,188.34)   |
| 5.00           | CAD CURRENCY FUTURES<br>18/09/2018          | USD      | 326,153.06           | (3,597.28)   |
| 17.00          | CAN 10YR BOND FUT. 19/09/2018               | CAD      | 1,513,214.18         | 16,713.87  |
| (48.00)        | CHF / USD CURRENCY FUTURE<br>17/09/2018     | USD      | 5,218,620.19         | (7,965.40)   |
| 6.00           | CHI AUD / USD 17/09/2018                    | USD      | 380,180.72           | (7,143.16)   |
| 3.00           | CONSUMER STAPLES SELECT<br>21/09/2018       | USD      | 133,176.31           | 2,672.26   |
| 21.00          | DJ US REAL ESTATE INDEX<br>21/09/2018       | USD      | 575,204.49           | 6,158.19   |
| 108.00         | DOLLAR INDEX SPOT 17/09/2018                | USD      | 8,727,413.82         | 71,234.64  |
| 6.00           | E-MINI MSCI EMERGING MARKETS<br>21/09/2018  | USD      | 273,213.14           | (18,603.06)  |
| 25.00          | ENERGY SELECT SECTOR<br>21/09/2018          | USD      | 1,641,257.33         | (6,141.06)   |
| (41.00)        | EURO FX CURR FUT (CME)<br>17/09/2018        | USD      | 5,151,776.16         | (15,347.31)  |
| 52.00          | EURO OAT FUTURE FRENCH GOVT<br>B 06/09/2018 | EUR      | 8,036,080.00         | 85,280.00  |
| 4.00           | EURO STOXX FOOD AND BEVERAGE<br>21/09/2018  | EUR      | 128,500.00           | 1,900.00   |
| 7.00           | EURO STOXX 50 - FUTURE<br>21/09/2018        | EUR      | 237,370.00           | (4,060.00)   |
| 3.00           | EURO-BTP FUTURE 06/09/2018                  | EUR      | 381,720.00           | (1,560.00)   |
| 60.00          | EURO-BUND FUTURE 06/09/2018                 | EUR      | 9,753,000.00         | 86,280.00  |
| 15.00          | FTSE 100 INDEX 21/09/2018                   | GBP      | 1,289,336.80         | 2,668.63   |
| 4.00           | HANG SENG INDEX 30/07/2018                  | HKD      | 627,208.66           | (393.02)   |
| 4.00           | HEALTH CARE SELECT SECT<br>21/09/2018       | USD      | 287,405.25           | (4,967.67)   |
| 12.00          | INR / USD 27/07/2018                        | USD      | 747,873.75           | (3,314.63)   |

| Quantity             | Name  | Currency | Commitment<br>in EUR | Unrealised<br>appreciation /<br>(depreciation)<br>in EUR |
|----------------------|---|----------|----------------------|--|
| (12.00)              | JPY CURRENCY FUTURE 17/09/2018              | USD      | 1,164,939.40         | 6,231.00   |
| 24.00                | LONG GILT FUTURE (LIFFE)<br>26/09/2018      | GBP      | 3,339,673.21         | (5,563.41)   |
| 13.00                | MATERIALS SELECT SECT<br>21/09/2018         | USD      | 684,099.18           | (31,065.05)  |
| 18.00                | MEXICAN PESO FUTURE 17/09/2018              | USD      | 383,187.02           | (2,578.05)   |
| 20.00                | MSCI EUROPE VALUE NR 21/09/2018             | EUR      | 442,600.00           | (4,800.00)   |
| 30.00                | MSCI TAIWAN INDEX 30/07/2018                | USD      | 995,931.65           | 6,937.60   |
| 5.00                 | NASDAQ E-MINI FUTURE 21/09/2018             | USD      | 605,263.16           | (10,800.39)  |
| 28.00                | NIKKEI 225 (SGX) 13/09/2018                 | JPY      | 2,407,602.01         | (25,946.52)  |
| 5.00                 | NZD / USD CURRENCY FUTURE<br>17/09/2018     | USD      | 289,923.34           | (10,363.58)  |
| 12.00                | RUSSELL 2000 E MINI INDEX FUT<br>21/09/2018 | USD      | 846,644.68           | (22,757.06)  |
| 6.00                 | RUSSELL 2000 MINI INDEX FUTURES<br>21/09/18 | USD      | 305,177.51           | (3,974.13)   |
| 7.00                 | RUSSIAN RUBLE FUT 17/09/2018                | USD      | 236,895.64           | (1,199.09)   |
| 5.00                 | SA RAND CURR (CME) 17/09/2018               | USD      | 154,383.11           | (4,871.31)   |
| 28.00                | SGX FTSE XINHUA FSP 30/07/2018              | USD      | 276,510.64           | (1,618.77)   |
| 90.00                | SGX S&P CNX NIFTY INDEX<br>26/07/2018       | USD      | 1,648,374.80         | (14,491.88)  |
| 21.00                | S&P / TSE 60 IX FUTURE 20/09/2018           | CAD      | 2,634,280.69         | 22,523.03  |
| 4.00                 | S&P 500 E-MINI FUTURE 21/09/2018            | USD      | 466,189.88           | (10,449.23)  |
| 68.00                | S&P/ASX 200 INDEX (AS51)<br>20/09/2018      | AUD      | 6,614,099.48         | 147,386.41   |
| 64.00                | STOXX EUR SMALL 200 IDX<br>FUTURES 21/09/18 | EUR      | 948,160.00           | (21,540.00)  |
| 12.00                | STOXX 600 BASIC RESSOURCES<br>21/09/2018    | EUR      | 283,020.00           | (16,980.00)  |
| 12.00                | STOXX 600 HEALTHCARE 21/09/2018             | EUR      | 432,360.00           | 5,700.00   |
| 82.00                | STOXX 600 OIL&GAS 21/09/2018                | EUR      | 1,418,600.00         | 1,325.00   |
| 120.00               | STOXX 600 REAL ESTATE (SX86P)<br>21/09/2018 | EUR      | 1,064,400.00         | (5,400.00)   |
| 9.00                 | STOXX 600 TELECOMMUNICATIONS<br>21/09/2018  | EUR      | 111,960.00           | (2,835.00)   |
| 48.00                | STOXX 600 UTILITIES INDEX<br>21/09/2018     | EUR      | 690,960.00           | 10,080.00  |
| 18.00                | STOXX 600(SXXP) 21/09/2018                  | EUR      | 340,650.00           | (1,980.00)   |
| 8.00                 | US LONG BOND FUT (CBT)<br>19/09/2018        | USD      | 993,533.47           | 1,927.11   |
| 18.00                | US 10YR NOTE FUT (CBT) 19/09/2018           | USD      | 1,852,918.50         | (1,445.33)   |
| 54.00                | US 5YR NOTE FUTURE (CBT)<br>28/09/2018      | USD      | 5,254,874.01         | (9,756.22)   |
| 2.00                 | USD/NOK 17/09/2018                          | USD      | 421,223.93           | (3,528.76)   |
| 4.00                 | UTILITIES SELECT SECTOR<br>21/09/2018       | USD      | 179,007.32           | 12,436.30  |
|                      |   |          |                      | <b>255,435.79</b>  |
| <b>Total Futures</b> |   |          |                      | <b>255,435.79</b>  |

| Purchase  | Sale | Maturity<br>Date | Commitment<br>in EUR | Unrealised<br>appreciation /<br>(depreciation)<br>in EUR |               |              |
|---|------|------------------|----------------------|--|---------------|--------------|
| <b>Forward foreign exchange contracts</b>       |      |                  |                      |  |               |              |
| 11,241,640.00                                   | USD  | 9,496,072.03     | EUR                  | 14/09/18   | 9,496,072.03  | 76,870.13    |
| 12,348,161.04                                   | EUR  | 14,618,000.00    | USD                  | 14/09/18   | 12,348,161.04 | (100,536.70) |
|   |      |                  |                      | <b>(23,666.57)</b>                                       |               |              |
| <b>Total Forward foreign exchange contracts</b> |      |                  |                      | <b>(23,666.57)</b>                                       |               |              |

| Name                       | Maturity<br>Date | Currency | Notional     | Unrealised<br>appreciation /<br>(depreciation)<br>in EUR |
|----------------------------|------------------|----------|--------------|--|
| <b>Total Return Swaps</b>  |                  |          |              |  |
| EU Itraxx Crossover        | 30/11/18         | EUR      | 6,100,000.00 | 0.00   |
| iBoxx EUR Corporates       | 20/09/18         | EUR      | 1,050,000.00 | 7,417.18   |
| iBoxx EUR High Yield       | 20/09/18         | EUR      | 2,000,000.00 | 16,193.06  |
| iBoxx EUR High Yield       | 20/09/18         | EUR      | 1,500,000.00 | 4,688.58   |
| iBoxx EUR High Yield       | 20/09/18         | EUR      | 6,600,000.00 | (23,936.16)  |
| iBoxx GBP Corporates       | 20/09/18         | GBP      | 1,050,000.00 | 5,979.14   |
| iBoxx USD High Yield       | 20/09/18         | USD      | 2,800,000.00 | 997.76   |
| iBoxx USD Investment Grade | 20/09/18         | USD      | 1,100,000.00 | 1,783.74   |

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

## YCAP TACTICAL INVESTMENT (in EUR)

## Financial derivative instruments as at June 30, 2018

| Name  | Maturity Date | Currency | Notional      | Unrealised appreciation / (depreciation) in EUR |
|---|---------------|----------|---------------|---|
| Robotics                                      | 05/03/19      | EUR      | 1,001,478.26  | (27,228.83)                                     |
| Short Equities                                | 30/11/18      | USD      | 12,000,000.00 | 0.00  |
| US CDX HY                                     | 28/03/19      | EUR      | 10,000,000.00 | (273,867.13)                                    |
| YCAP Cross Asset Risk Off 266                 | 28/01/19      | EUR      | 10,007,040.27 | (515,738.26)                                    |
| YCAP GTAA Index                               | 18/05/19      | EUR      | 9,999,935.58  | (65,403.12)                                     |
|   |               |          |               | <b>(869,114.04)</b>                             |
| <b>Total Total Return Swap</b>                |               |          |               | <b>(869,114.04)</b>                             |
| <b>Total financial derivative instruments</b> |               |          |               | <b>(637,344.82)</b>                             |

## Summary of net assets

|  |                      | % NAV         |
|--|----------------------|---------------|
| Total securities portfolio             | 84,147,428.59        | 84.39         |
| Total financial derivative instruments | (637,344.82)         | (0.63)        |
| Cash at bank and bank overdraft        | 16,293,405.70        | 16.34         |
| Other assets and liabilities           | (89,412.95)          | (0.10)        |
| <b>Total net assets</b>                | <b>99,714,076.52</b> | <b>100.00</b> |

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

YCAP TACTICAL INVESTMENT (in EUR)

Portfolio Breakdowns

| Nature allocation                      | % of portfolio | % of net assets |
|--|----------------|-----------------|
| Money market instruments               | 95.44          | 80.54           |
| Bonds and other debt instruments       | 3.04           | 2.56            |
| Undertakings for collective investment | 1.52           | 1.29            |
|  | <b>100.00</b>  | <b>84.39</b>    |

| Sector allocation | % of portfolio | % of net assets |
|-------------------|----------------|-----------------|
| Government        | 98.48          | 83.10           |
| Open-ended Funds  | 1.52           | 1.29            |
|                   | <b>100.00</b>  | <b>84.39</b>    |

Top Ten Holdings

| Top Ten Holdings                     | Sector           | Market value<br>EUR | % of net assets |
|--------------------------------------|------------------|---------------------|-----------------|
| FRENCH BTF 0% 17-12/09/2018          | Government       | 20,524,702.50       | 20.58           |
| FRENCH BTF 0% 17-10/10/2018          | Government       | 15,024,525.00       | 15.07           |
| FRENCH BTF 0% 18-27/03/2019          | Government       | 12,051,480.00       | 12.09           |
| FRENCH BTF 0% 17-15/08/2018          | Government       | 10,507,402.50       | 10.54           |
| FRENCH BTF 0% 17-07/11/2018          | Government       | 8,017,240.00        | 8.04            |
| FRENCH BTF 0% 18-22/05/2019          | Government       | 7,539,637.50        | 7.56            |
| FRENCH BTF 0% 17-05/12/2018          | Government       | 4,511,542.50        | 4.52            |
| US TREASURY N/B 1.125% 16-15/01/2019 | Government       | 2,555,230.49        | 2.56            |
| US TREASURY BILL 0% 17-13/09/2018    | Government       | 2,133,094.33        | 2.14            |
| ISHARES J.P. MORGAN USD EM BON       | Open-ended Funds | 713,574.58          | 0.72            |

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

YCAP EUROPEAN TACTICAL INVESTMENT (in EUR)

Statement of Net Assets as at June 30, 2018

Statement of Operations and Changes in Net Assets for the period ended June 30, 2018

|  | Notes   | EUR                  |  | Notes   | EUR                   |
|--|---------|----------------------|--|---------|-----------------------|
| <b>Assets</b>  |         |                      | <b>Income</b>  |         |                       |
| Investment in securities at cost                       |         | 50,904,390.53        | Dividends (net of withholding taxes)                                 |         | 42,480.67             |
| Unrealised appreciation / (depreciation) on securities |         | (168,941.65)         | Bank interest  |         | 55.17                 |
| Investment in securities at market value               | 3.c     | 50,735,448.88        | Income on swaps  |         | 1,643.51              |
| Cash at bank   | 3.d     | 8,878,586.88         | <b>Total income</b>  |         | <b>44,179.35</b>      |
| Net unrealised appreciation on futures contracts       | 3.c, 15 | 45,842.09            | <b>Expenses</b>  |         |                       |
| Dividends and interest receivable                      |         | 52.59                | Management fees  | 5       | 0.23                  |
| Formation expenses                                     | 3.h, 13 | 640.61               | Depositary fees  | 5       | 7,833.87              |
| <b>Total assets</b>                                    |         | <b>59,660,571.05</b> | Administration fees  | 5       | 19,925.73             |
| <b>Liabilities</b>                                     |         |                      | Professional fees  |         | 13,317.62             |
| Bank overdraft   | 3.d     | 61,315.01            | Transaction costs  | 10      | 27,476.56             |
| Accrued expenses                                       |         | 30,754.61            | Taxe d'abonnement  | 4       | 14,640.49             |
| Net unrealised depreciation on Total Return Swaps      | 3.c, 16 | 219,749.75           | Bank interest and charges  |         | 27,850.64             |
| Dividend distribution and other liabilities            |         | 6,252.73             | Publication fees   |         | 4,760.00              |
| <b>Total liabilities</b>                               |         | <b>318,072.10</b>    | Amortisation of formation expenses                                   | 3.h, 13 | 2,959.18              |
| <b>Net assets at the end of the period</b>             |         | <b>59,342,498.95</b> | Director's fees  |         | 3,185.19              |
|  |         |                      | Other expenses   | 6       | 9,473.07              |
|  |         |                      | <b>Total expenses</b>  |         | <b>131,422.58</b>     |
|  |         |                      | <b>Net investment income / (loss)</b>                                |         | <b>(87,243.23)</b>    |
|  |         |                      | Net realised gain / (loss) on:                                       |         |                       |
|  |         |                      | Investments  |         | (193,502.85)          |
|  |         |                      | Foreign currencies transactions                                      | 3.f     | 1,643.97              |
|  |         |                      | Futures contracts  | 15      | (505,497.42)          |
|  |         |                      | Swaps  | 3.g     | (228,370.48)          |
|  |         |                      | <b>Net realised gain / (loss) for the period</b>                     |         | <b>(1,012,970.01)</b> |
|  |         |                      | Net change in unrealised appreciation / (depreciation) on:           |         |                       |
|  |         |                      | Investments  |         | (68,265.08)           |
|  |         |                      | Futures contracts  | 15      | (163,356.73)          |
|  |         |                      | Swaps  | 3.g     | (184,758.96)          |
|  |         |                      | <b>Increase / (Decrease) in net assets as a result of operations</b> |         | <b>(1,429,350.78)</b> |
|  |         |                      | Proceeds received on subscription of shares                          |         | 100.00                |
|  |         |                      | Net amount paid on redemption of shares                              |         | -                     |
|  |         |                      | Net assets at the beginning of the period                            |         | 60,771,749.73         |
|  |         |                      | <b>Net assets at the end of the period</b>                           |         | <b>59,342,498.95</b>  |

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

YCAP EUROPEAN TACTICAL INVESTMENT (in EUR)

Statement of Changes in Number of Shares

|                    | Number of shares in issue at the beginning of the period | Number of shares subscribed | Number of shares redeemed | Number of shares in issue at the end of the period |
|--------------------|--|-----------------------------|---------------------------|--|
| Class EUR A Shares | -  | 1.00                        | -                         | 1.00   |
| Class EUR F Shares | 575,814.70   | -                           | -                         | 575,814.70   |

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

YCAP EUROPEAN TACTICAL INVESTMENT (in EUR)

Securities Portfolio as at June 30, 2018

| Quantity/<br>Nominal  | Name                        | Currency | Market value<br>in EUR | %<br>NAV     |
|---|-----------------------------|----------|------------------------|--------------|
| <b>Transferable securities admitted to an official exchange listing</b> |                             |          |                        |              |
| <b>Undertakings for collective investment</b>                           |                             |          |                        |              |
| <b>Open-ended Funds</b>   |                             |          |                        |              |
| 5,897.00  | ISHARES HY CORP             | EUR      | 613,523.88             | 1.03         |
|   |                             |          | <b>613,523.88</b>      | <b>1.03</b>  |
| <b>Other transferable securities</b>                                    |                             |          |                        |              |
| <b>Money market instruments</b>   |                             |          |                        |              |
| <b>Government</b>   |                             |          |                        |              |
| 5,000,000.00  | FRENCH BTF 0% 17-05/12/2018 | EUR      | 5,012,825.00           | 8.45         |
| 5,000,000.00  | FRENCH BTF 0% 17-07/11/2018 | EUR      | 5,010,775.00           | 8.44         |
| 5,000,000.00  | FRENCH BTF 0% 17-10/10/2018 | EUR      | 5,008,175.00           | 8.44         |
| 5,000,000.00  | FRENCH BTF 0% 17-12/09/2018 | EUR      | 5,006,025.00           | 8.44         |
| 10,000,000.00   | FRENCH BTF 0% 17-15/08/2018 | EUR      | 10,007,050.00          | 16.86        |
| 10,000,000.00   | FRENCH BTF 0% 18-27/02/2019 | EUR      | 10,038,500.00          | 16.93        |
| 5,000,000.00  | FRENCH BTF 0% 18-27/03/2019 | EUR      | 5,021,450.00           | 8.46         |
| 5,000,000.00  | FRENCH BTF 0% 18-30/01/2019 | EUR      | 5,017,125.00           | 8.45         |
|   |                             |          | <b>50,121,925.00</b>   | <b>84.47</b> |
|   |                             |          | <b>50,121,925.00</b>   | <b>84.47</b> |
| <b>Total securities portfolio</b>                                       |                             |          | <b>50,735,448.88</b>   | <b>85.50</b> |

| Name  | Maturity Date | Currency | Notional     | Unrealised appreciation / (depreciation) in EUR |
|---|---------------|----------|--------------|---|
| SG EU Silver Economy                          | 16/01/19      | EUR      | 1,502,651.76 | (20,040.65)                                     |
| SG EU Value                                   | 11/01/19      | EUR      | 1,596,953.04 | (98,880.22)                                     |
| Short Equities                                | 03/04/19      | EUR      | 6,400,000.00 | (167,491.37)                                    |
|   |               |          |              | <b>(219,749.75)</b>                             |
| <b>Total Total Return Swap</b>                |               |          |              | <b>(219,749.75)</b>                             |
| <b>Total financial derivative instruments</b> |               |          |              | <b>(173,907.66)</b>                             |

Summary of net assets

|   |                      | %<br>NAV      |
|---|----------------------|---------------|
| <b>Total securities portfolio</b>             | <b>50,735,448.88</b> | <b>85.50</b>  |
| <b>Total financial derivative instruments</b> | <b>(173,907.66)</b>  | <b>(0.29)</b> |
| <b>Cash at bank and bank overdraft</b>        | <b>8,817,271.87</b>  | <b>14.86</b>  |
| <b>Other assets and liabilities</b>           | <b>(36,314.14)</b>   | <b>(0.07)</b> |
| <b>Total net assets</b>                       | <b>59,342,498.95</b> | <b>100.00</b> |

Financial derivative instruments as at June 30, 2018

| Quantity             | Name                                     | Currency | Commitment<br>in EUR | Unrealised<br>appreciation /<br>(depreciation)<br>in EUR |
|----------------------|--|----------|----------------------|--|
| <b>Futures</b>       |  |          |                      |  |
| 55.00                | EURO OAT FUTURE FRENCH GOVT B 06/09/2018 | EUR      | 8,499,700.00         | 87,400.00  |
| 11.00                | EURO STOXX 50 - FUTURE 21/09/2018        | EUR      | 373,010.00           | (4,840.00)   |
| 2.00                 | EURO-BTP FUTURE 06/09/2018               | EUR      | 254,480.00           | (1,080.00)   |
| 74.00                | EURO-BUND FUTURE 06/09/2018              | EUR      | 12,028,700.00        | 97,830.00  |
| 21.00                | FTSE 100 INDEX 21/09/2018                | GBP      | 1,805,071.52         | (10,685.81)  |
| 19.00                | LONG GILT FUTURE (LIFFE) 26/09/2018      | GBP      | 2,643,907.96         | (4,817.10)   |
| 7.00                 | MSCI EUROPE VALUE NR 21/09/2018          | EUR      | 154,910.00           | (1,680.00)   |
| 83.00                | STOXX EUR SMALL 200 IDX FUTURES 21/09/18 | EUR      | 1,229,645.00         | (24,140.00)  |
| 18.00                | STOXX 600 BANK 21/09/2018                | EUR      | 144,360.00           | (2,790.00)   |
| 40.00                | STOXX 600 BASIC RESSOURCES 21/09/2018    | EUR      | 943,400.00           | (70,200.00)  |
| 89.00                | STOXX 600 OIL&GAS 21/09/2018             | EUR      | 1,539,700.00         | (4,005.00)   |
| 274.00               | STOXX 600 REAL ESTATE (SX86P) 21/09/2018 | EUR      | 2,430,380.00         | 2,790.00   |
| 69.00                | STOXX 600(SXXP) 21/09/2018               | EUR      | 1,305,825.00         | (17,940.00)  |
|                      |  |          |                      | <b>45,842.09</b>   |
| <b>Total Futures</b> |  |          |                      | <b>45,842.09</b>   |

| Name                      | Maturity Date | Currency | Notional     | Unrealised<br>appreciation /<br>(depreciation)<br>in EUR |
|---------------------------|---------------|----------|--------------|--|
| <b>Total Return Swaps</b> |               |          |              |  |
| EU Itraxx Crossover       | 30/11/18      | EUR      | 2,600,000.00 | 0.00   |
| iBoxx EUR Corporates      | 20/09/18      | EUR      | 1,000,000.00 | 1,426.18   |
| iBoxx EUR High Yield      | 20/09/18      | EUR      | 1,200,000.00 | (10,649.76)  |
| iBoxx GBP Corporates      | 20/09/18      | GBP      | 700,000.00   | (6,515.21)   |
| SG EU Low Vol             | 16/01/19      | EUR      | 1,388,668.15 | (16,163.40)  |
| SG EU Momentum            | 16/01/19      | EUR      | 2,308,343.35 | 72,156.00  |
| SG EU Quality             | 16/01/19      | EUR      | 1,281,430.45 | 26,408.68  |

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

YCAP EUROPEAN TACTICAL INVESTMENT (in EUR)

Portfolio Breakdowns

| Nature allocation                      | % of portfolio | % of net assets |
|--|----------------|-----------------|
| Money market instruments               | 98.79          | 84.47           |
| Undertakings for collective investment | 1.21           | 1.03            |
|  | <b>100.00</b>  | <b>85.50</b>    |

| Sector allocation | % of portfolio | % of net assets |
|-------------------|----------------|-----------------|
| Government        | 98.79          | 84.47           |
| Open-ended Funds  | 1.21           | 1.03            |
|                   | <b>100.00</b>  | <b>85.50</b>    |

Top Ten Holdings

| Top Ten Holdings            | Sector           | Market value<br>EUR | % of net assets |
|-----------------------------|------------------|---------------------|-----------------|
| FRENCH BTF 0% 18-27/02/2019 | Government       | 10,038,500.00       | 16.93           |
| FRENCH BTF 0% 17-15/08/2018 | Government       | 10,007,050.00       | 16.86           |
| FRENCH BTF 0% 18-27/03/2019 | Government       | 5,021,450.00        | 8.46            |
| FRENCH BTF 0% 18-30/01/2019 | Government       | 5,017,125.00        | 8.45            |
| FRENCH BTF 0% 17-05/12/2018 | Government       | 5,012,825.00        | 8.45            |
| FRENCH BTF 0% 17-07/11/2018 | Government       | 5,010,775.00        | 8.44            |
| FRENCH BTF 0% 17-10/10/2018 | Government       | 5,008,175.00        | 8.44            |
| FRENCH BTF 0% 17-12/09/2018 | Government       | 5,006,025.00        | 8.44            |
| ISHARES HY CORP             | Open-ended Funds | 613,523.88          | 1.03            |

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



YCAP SEQUOIA\* (in EUR)

Statement of Net Assets as at June 30, 2018

Statement of Operations and Changes in Net Assets for the period ended June 30, 2018

|   | Notes   | EUR                  |  | Notes | EUR                  |
|---|---------|----------------------|--|-------|----------------------|
| <b>Assets</b>   |         |                      | <b>Income</b>  |       |                      |
| Investment in securities at cost                                  |         | 20,041,357.41        | Dividends (net of withholding taxes)                                 |       | 18,209.57            |
| Unrealised appreciation / (depreciation) on securities            |         | (421,882.47)         | Interest on bonds  |       | 292,865.38           |
| Investment in securities at market value                          | 3.c     | 19,619,474.94        | Bank interest  |       | 948.14               |
| Cash at bank  | 3.d     | 834,547.26           | <b>Total income</b>  |       | <b>312,023.09</b>    |
| Dividends and interest receivable                                 |         | 272,923.31           | <b>Expenses</b>  |       |                      |
| <b>Total assets</b>   |         | <b>20,726,945.51</b> | Management fees  | 5     | 30,084.32            |
| <b>Liabilities</b>  |         |                      | Depositary fees  | 5     | 1,956.35             |
| Bank overdraft  | 3.d     | 0.03                 | Administration fees  | 5     | 3,319.01             |
| Accrued expenses  |         | 22,650.84            | Professional fees  |       | 3,063.74             |
| Payable for investment purchased                                  |         | 334,260.64           | Transaction costs  | 10    | 8,138.90             |
| Net unrealised depreciation on forward foreign exchange contracts | 3.c, 17 | 4,749.68             | Taxe d'abonnement  | 4     | 1,010.97             |
| Dividend distribution and other liabilities                       |         | 1,755.38             | Bank interest and charges  |       | 4,499.88             |
| <b>Total liabilities</b>  |         | <b>363,416.57</b>    | Other expenses   | 6     | 5,760.51             |
| <b>Net assets at the end of the period</b>                        |         | <b>20,363,528.94</b> | <b>Total expenses</b>  |       | <b>57,833.68</b>     |
|   |         |                      | <b>Net investment income / (loss)</b>                                |       | <b>254,189.41</b>    |
|   |         |                      | Net realised gain / (loss) on:                                       |       |                      |
|   |         |                      | Investments  |       | 293,919.56           |
|   |         |                      | Foreign currencies transactions                                      | 3.f   | 525,500.50           |
|   |         |                      | Forward foreign exchange contracts                                   | 17    | (489,778.50)         |
|   |         |                      | <b>Net realised gain / (loss) for the period</b>                     |       | <b>583,830.97</b>    |
|   |         |                      | Net change in unrealised appreciation / (depreciation) on:           |       |                      |
|   |         |                      | Investments  |       | (421,882.47)         |
|   |         |                      | Forward foreign exchange contracts                                   |       | (4,749.68)           |
|   |         |                      | <b>Increase / (Decrease) in net assets as a result of operations</b> |       | <b>157,198.82</b>    |
|   |         |                      | Proceeds received on subscription of shares                          |       | 20,339,980.57        |
|   |         |                      | Net amount paid on redemption of shares                              |       | (133,650.45)         |
|   |         |                      | Net assets at the beginning of the period                            |       | -                    |
|   |         |                      | <b>Net assets at the end of the period</b>                           |       | <b>20,363,528.94</b> |

\* This Sub-Fund was launched on March 2, 2018.

# YCAP FUND

## YCAP SEQUOIA\* (in EUR)

### Statement of Changes in Number of Shares

|                    | Number of shares in issue at the beginning of the period | Number of shares subscribed | Number of shares redeemed | Number of shares in issue at the end of the period |
|--------------------|--|-----------------------------|---------------------------|--|
| Class EUR A Shares | -  | 127,189.90                  | (918.00)                  | 126,271.90   |
| Class EUR C Shares | -  | 100.00                      | -                         | 100.00   |
| Class USD A Shares | -  | 93,524.78                   | (520.17)                  | 93,004.62  |
| Class USD C Shares | -  | 100.00                      | -                         | 100.00   |

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

YCAP SEQUOIA\* (in EUR)

Securities Portfolio as at June 30, 2018

| Quantity/<br>Nominal  | Name                                  | Currency | Market value<br>in EUR | %<br>NAV    | Quantity/<br>Nominal                   | Name                                  | Currency | Market value<br>in EUR | %<br>NAV     |
|---|---------------------------------------|----------|------------------------|-------------|--|---------------------------------------|----------|------------------------|--------------|
| <b>Transferable securities admitted to an official exchange listing</b> |                                       |          |                        |             |  |                                       |          |                        |              |
| <b>Bonds and other debt instruments</b>                                 |                                       |          |                        |             |  |                                       |          |                        |              |
| <b>Telecommunication</b>  |                                       |          |                        |             |  |                                       |          |                        |              |
| 300,000.00  | CENTURYLINK INC 5.8% 12-15/03/2022    | USD      | 255,663.57             | 1.26        | 300,000.00                             | PERSTORP HOLDING 7.625% 16-30/06/2021 | EUR      | 253,172.40             | 1.24         |
| 200,000.00  | DIGICEL GROUP 8.25% 12-30/09/2020     | USD      | 126,761.17             | 0.62        |  |                                       |          | <b>622,963.84</b>      | <b>3.06</b>  |
| 250,000.00  | DKT FINANCE 7% 18-17/06/2023          | EUR      | 253,593.75             | 1.25        | <b>Food services</b>                   |                                       |          |                        |              |
| 200,000.00  | MATTHORN TEL HLD 4.875% 15-01/05/2023 | EUR      | 200,887.00             | 0.99        | 500,000.00                             | CASINO GUICHARD 13-31/01/2049 FRN     | EUR      | 424,744.00             | 2.08         |
| 500,000.00  | SOFTBANK GRP COR 4% 18-20/04/2023     | EUR      | 516,450.00             | 2.53        | 200,000.00                             | PICARD 5.5% 17-30/11/2024             | EUR      | 188,840.00             | 0.93         |
| 200,000.00  | SPRINT NEXTEL 6% 12-15/11/2022        | USD      | 170,228.26             | 0.84        |  |                                       |          | <b>613,584.00</b>      | <b>3.01</b>  |
| 300,000.00  | WIND TRE SPA 2.625% 17-20/01/2023     | EUR      | 253,113.00             | 1.24        | <b>Metal</b>                           |                                       |          |                        |              |
|   |                                       |          | <b>1,776,696.75</b>    | <b>8.73</b> | 300,000.00                             | CSN RESOURCES 7.625% 18-13/02/2023    | USD      | 229,968.74             | 1.13         |
| <b>Cosmetics</b>  |                                       |          |                        |             | 200,000.00                             | FREEPORT-MCMORAN 4% 14-14/11/2021     | USD      | 167,872.90             | 0.82         |
| 300,000.00  | AVON PRODUCTS 6.35% 13-15/03/2020     | USD      | 254,378.83             | 1.25        | 200,000.00                             | NYRSTAR NETHERLA 6.875% 17-15/03/2024 | EUR      | 186,379.20             | 0.92         |
| 200,000.00  | CHS/COMMUNITY 8% 12-15/11/2019        | USD      | 167,444.65             | 0.82        |  |                                       |          | <b>584,220.84</b>      | <b>2.87</b>  |
| 600,000.00  | NEWCO SAB MIDCO 5.375% 17-15/04/2025  | EUR      | 586,605.36             | 2.89        | <b>Energy</b>                          |                                       |          |                        |              |
| 200,000.00  | NIDDA BONDCO 5% 17-30/09/2025         | EUR      | 183,508.29             | 0.90        | 200,000.00                             | ALPIQ HOLDING AG 13-15/05/2049        | CHF      | 153,016.78             | 0.75         |
| 300,000.00  | VALEANT PHARMA 7.5% 13-15/07/2021     | USD      | 261,444.91             | 1.28        | 200,000.00                             | ELEC DE FRANCE 13-29/12/2049 FRN      | USD      | 167,830.07             | 0.82         |
| 300,000.00  | VRX ESCROW CORP 4.5% 15-15/05/2023    | EUR      | 284,359.50             | 1.40        | 300,000.00                             | TRANSOCEAN INC 6.5% 10-15/11/2020     | USD      | 262,087.28             | 1.29         |
|   |                                       |          | <b>1,737,741.54</b>    | <b>8.54</b> |  |                                       |          | <b>582,934.13</b>      | <b>2.86</b>  |
| <b>Diversified services</b>   |                                       |          |                        |             | <b>Media</b>                           |                                       |          |                        |              |
| 300,000.00  | EUROPCAR GROUPE 5.75% 15-15/06/2022   | EUR      | 308,247.00             | 1.51        | 200,000.00                             | ALTICE FINANCING 5.25% 15-15/02/2023  | EUR      | 206,730.80             | 1.02         |
| 300,000.00  | HERTZ CORP 5.875% 13-15/10/2020       | USD      | 252,451.72             | 1.24        | 300,000.00                             | VIRGIN MEDIA FIN 4.5% 15-15/01/2025   | EUR      | 303,828.00             | 1.49         |
| 300,000.00  | HSS FIN 6.75% 14-01/08/2019           | GBP      | 231,312.26             | 1.14        |  |                                       |          | <b>510,558.80</b>      | <b>2.51</b>  |
| 250,000.00  | SOTHEBYS 4.875% 17-15/12/2025         | USD      | 206,093.96             | 1.01        | <b>Internet</b>                        |                                       |          |                        |              |
| 400,000.00  | VERISURE MIDHOLD 5.75% 17-01/12/2023  | EUR      | 389,290.00             | 1.92        | 250,000.00                             | NETFLIX INC 4.375% 16-15/11/2026      | USD      | 201,233.35             | 0.99         |
|   |                                       |          | <b>1,387,394.94</b>    | <b>6.82</b> | 300,000.00                             | UNITED GROUP 4.875% 17-01/07/2024     | EUR      | 306,127.50             | 1.50         |
| <b>Banks</b>  |                                       |          |                        |             |  |                                       |          | <b>507,360.85</b>      | <b>2.49</b>  |
| 500,000.00  | CAISSE FEDERALE 04-29/11/2049 FRN     | EUR      | 408,275.00             | 2.01        | <b>Real estate</b>                     |                                       |          |                        |              |
| 400,000.00  | ING GROEP NV 04-29/06/2049 FRN        | EUR      | 318,116.00             | 1.56        | 250,000.00                             | AT SECURITIES BV 17-31/12/2049        | USD      | 196,708.92             | 0.97         |
| 200,000.00  | LLOYDS BANK PLC 09-29/12/2049         | USD      | 210,378.02             | 1.03        | 300,000.00                             | WEWORK COS 7.875% 18-01/05/2025       | USD      | 247,312.75             | 1.21         |
| 300,000.00  | RTHSCLDS CON FIN 04-29/08/2049 FRN    | EUR      | 249,900.00             | 1.23        |  |                                       |          | <b>444,021.67</b>      | <b>2.18</b>  |
| 200,000.00  | USB REALTY CORP 06-29/12/2049 SR      | USD      | 155,667.85             | 0.76        | <b>Office &amp; Business equipment</b> |                                       |          |                        |              |
|   |                                       |          | <b>1,342,336.87</b>    | <b>6.59</b> | 300,000.00                             | ALMAVIVA 7.25% 17-15/10/2022          | EUR      | 296,262.62             | 1.45         |
| <b>Auto Parts &amp; Equipment</b>                                       |                                       |          |                        |             |  |                                       |          | <b>296,262.62</b>      | <b>1.45</b>  |
| 200,000.00  | ADIANT GLOBAL HO 4.875% 16-15/08/2026 | USD      | 154,597.23             | 0.76        | <b>Entertainment</b>                   |                                       |          |                        |              |
| 350,000.00  | FEDERAL-MOGUL HO 4.875% 17-15/04/2022 | EUR      | 362,900.30             | 1.78        | 300,000.00                             | ICAHN ENTER/FIN 6% 14-01/08/2020      | USD      | 260,320.76             | 1.28         |
| 300,000.00  | SELECTA GROUP BV 5.875% 18-01/02/2024 | EUR      | 293,527.20             | 1.44        |  |                                       |          | <b>260,320.76</b>      | <b>1.28</b>  |
| 200,000.00  | SUPERIOR IND INT 6% 17-15/06/2025     | EUR      | 196,346.00             | 0.96        | <b>Diversified machinery</b>           |                                       |          |                        |              |
| 300,000.00  | TESLA INC 5.3% 17-15/08/2025          | USD      | 229,647.55             | 1.13        | 300,000.00                             | VALLOUREC SA 2.25% 14-30/09/2024      | EUR      | 240,441.08             | 1.18         |
|   |                                       |          | <b>1,237,018.28</b>    | <b>6.07</b> |  |                                       |          | <b>240,441.08</b>      | <b>1.18</b>  |
| <b>Insurance</b>  |                                       |          |                        |             | <b>Private Equity</b>                  |                                       |          |                        |              |
| 300,000.00  | AXA SA 04-29/10/2049 FRN              | EUR      | 240,171.60             | 1.18        | 200,000.00                             | SCHUMANN SPA 7% 16-31/07/2023         | EUR      | 198,884.17             | 0.98         |
| 300,000.00  | GROUPAMA SA 14-28/05/2049 FRN         | EUR      | 333,219.90             | 1.64        |  |                                       |          | <b>198,884.17</b>      | <b>0.98</b>  |
| 300,000.00  | PRUDENTIAL PLC 4.375% 16-29/12/2049   | USD      | 201,706.99             | 0.99        | <b>Forest products &amp; Paper</b>     |                                       |          |                        |              |
| 550,000.00  | PRUDENTIAL PLC 5.25% 13-29/03/2049    | USD      | 434,387.18             | 2.13        | 200,000.00                             | LECTA SA 6.5% 16-01/08/2023           | EUR      | 197,810.00             | 0.97         |
|   |                                       |          | <b>1,209,485.67</b>    | <b>5.94</b> |  |                                       |          | <b>197,810.00</b>      | <b>0.97</b>  |
| <b>Financial services</b>   |                                       |          |                        |             | <b>Distribution &amp; Wholesale</b>    |                                       |          |                        |              |
| 300,000.00  | AMIGO LUXEMBOURG 7.625% 17-15/01/2024 | GBP      | 352,448.52             | 1.73        | 200,000.00                             | MAXEDA DIY 6.125% 17-15/07/2022       | EUR      | 182,837.00             | 0.90         |
| 300,000.00  | CABOT FINANCIAL 6.5% 14-01/04/2021    | GBP      | 341,510.15             | 1.68        |  |                                       |          | <b>182,837.00</b>      | <b>0.90</b>  |
| 471,000.00  | INTL PERSONAL FI 5.75% 14-07/04/2021  | EUR      | 436,868.99             | 2.14        | <b>Textile</b>                         |                                       |          |                        |              |
|   |                                       |          | <b>1,130,827.66</b>    | <b>5.55</b> | 200,000.00                             | CBR FASHION FIN 5.125% 17-01/10/2022  | EUR      | 171,907.82             | 0.84         |
| <b>Building materials</b>   |                                       |          |                        |             |  |                                       |          | <b>171,907.82</b>      | <b>0.84</b>  |
| 450,000.00  | ALDESA FINANCIAL 7.25% 14-01/04/2021  | EUR      | 417,375.00             | 2.05        |  |                                       |          | <b>17,371,031.66</b>   | <b>85.31</b> |
| 600,000.00  | COOPERATIVA MURA 6% 17-15/02/2023     | EUR      | 510,867.00             | 2.51        | <b>Shares</b>                          |                                       |          |                        |              |
| 200,000.00  | OBRASCON HUARTE 5.5% 15-15/03/2023    | EUR      | 201,351.00             | 0.99        | <b>Banks</b>                           |                                       |          |                        |              |
|   |                                       |          | <b>1,129,593.00</b>    | <b>5.55</b> | 1,500.00                               | JPMORGAN CHASE & CO                   | USD      | 133,870.07             | 0.67         |
| <b>Transportation</b>   |                                       |          |                        |             | 3,000.00                               | MORGAN STANLEY                        | USD      | 121,793.50             | 0.60         |
| 400,000.00  | AIR FRANCE-KLM 15-29/10/2049 FRN      | EUR      | 424,496.00             | 2.09        | 2,000.00                               | SOCIETE GENERALE                      | EUR      | 72,230.00              | 0.35         |
| 300,000.00  | CMA CGM SA 6.5% 17-15/07/2022         | EUR      | 279,759.00             | 1.37        |  |                                       |          | <b>327,893.57</b>      | <b>1.62</b>  |
| 300,000.00  | NAVIERA ARMAS SA 16-31/07/2023        | EUR      | 301,574.37             | 1.48        | <b>Electric &amp; Electronic</b>       |                                       |          |                        |              |
|   |                                       |          | <b>1,005,829.37</b>    | <b>4.94</b> | 600.00                                 | AMS AG                                | CHF      | 38,183.46              | 0.19         |
| <b>Chemical</b>   |                                       |          |                        |             |  |                                       |          |                        |              |
| 440,000.00  | ERA GROUP INC 7.75% 13-15/12/2022     | USD      | 369,791.44             | 1.82        |  |                                       |          |                        |              |

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

YCAP SEQUOIA\* (in EUR)

Securities Portfolio as at June 30, 2018

| Quantity/<br>Nominal                          | Name                                 | Currency | Market value<br>in EUR | %<br>NAV     |
|---|--------------------------------------|----------|------------------------|--------------|
| 20,000.00                                     | FITBIT INC - A                       | USD      | 111,858.16             | 0.55         |
| 5,000.00                                      | NEXANS SA                            | EUR      | 147,650.00             | 0.72         |
|   |                                      |          | <b>297,691.62</b>      | <b>1.46</b>  |
| <b>Financial services</b>                     |                                      |          |                        |              |
| 30,977.00                                     | BOLLORE                              | EUR      | 123,412.37             | 0.60         |
| 5,000.00                                      | BURFORD CAPITAL LTD                  | GBP      | 84,581.90              | 0.42         |
|   |                                      |          | <b>207,994.27</b>      | <b>1.02</b>  |
| <b>Diversified services</b>                   |                                      |          |                        |              |
| 10,000.00                                     | DIGNITY PLC                          | GBP      | 113,755.87             | 0.56         |
| 3,000.00                                      | INTERTRUST NV                        | EUR      | 45,660.00              | 0.22         |
|   |                                      |          | <b>159,415.87</b>      | <b>0.78</b>  |
| <b>Insurance</b>                              |                                      |          |                        |              |
| 1,000.00                                      | ASSURANT INC                         | USD      | 88,638.60              | 0.43         |
| 300.00  | BERKSHIRE HATHAWAY INC-CL B          | USD      | 47,959.40              | 0.24         |
|   |                                      |          | <b>136,598.00</b>      | <b>0.67</b>  |
| <b>Energy</b>                                 |                                      |          |                        |              |
| 10,000.00                                     | TRANSOCEAN LTD                       | USD      | 115,112.84             | 0.57         |
|   |                                      |          | <b>115,112.84</b>      | <b>0.57</b>  |
| <b>Computer software</b>                      |                                      |          |                        |              |
| 1,000.00                                      | MICROSOFT CORP                       | USD      | 84,458.91              | 0.41         |
|   |                                      |          | <b>84,458.91</b>       | <b>0.41</b>  |
| <b>Cosmetics</b>                              |                                      |          |                        |              |
| 1,000.00                                      | ZOETIS INC                           | USD      | 72,964.76              | 0.36         |
|   |                                      |          | <b>72,964.76</b>       | <b>0.36</b>  |
| <b>Distribution &amp; Wholesale</b>           |                                      |          |                        |              |
| 1,000.00                                      | PANDORA A/S                          | DKK      | 59,833.30              | 0.29         |
|   |                                      |          | <b>59,833.30</b>       | <b>0.29</b>  |
|   |                                      |          | <b>1,461,963.14</b>    | <b>7.18</b>  |
| <b>Undertakings for collective investment</b> |                                      |          |                        |              |
| <b>Open-ended Funds</b>                       |                                      |          |                        |              |
| 5,000.00                                      | FINANCIAL SELECT SECTOR SPDR         | USD      | 113,870.93             | 0.55         |
| 10,000.00                                     | ISHARES AGEING POPULATION            | USD      | 51,122.01              | 0.25         |
| 10,000.00                                     | ISHARES DIGITALISATION               | USD      | 57,033.96              | 0.28         |
| 1,000.00                                      | ISHARES DJ US REGIONAL BANKS         | USD      | 42,105.26              | 0.21         |
| 3,000.00                                      | ISHARES LISTED PRIVATE EQY           | USD      | 52,038.46              | 0.26         |
| 10,000.00                                     | ISHR HEALTHCARE INNOVATION           | USD      | 56,066.12              | 0.28         |
| 3,000.00                                      | SPDR S&P US ENERGY SELECT            | EUR      | 57,612.00              | 0.28         |
|   |                                      |          | <b>429,848.74</b>      | <b>2.11</b>  |
|   |                                      |          | <b>429,848.74</b>      | <b>2.11</b>  |
| <b>Mortgage backed securities</b>             |                                      |          |                        |              |
| <b>Building materials</b>                     |                                      |          |                        |              |
| 1,400,000.00                                  | ABENGOA ABENEWCO 0.25% 17-29/09/2022 | EUR      | 305,541.84             | 1.50         |
| 150,000.00                                    | ABG HOLDO 5% 17-28/02/2021           | USD      | 51,089.56              | 0.25         |
|   |                                      |          | <b>356,631.40</b>      | <b>1.75</b>  |
|   |                                      |          | <b>356,631.40</b>      | <b>1.75</b>  |
| <b>Total securities portfolio</b>             |                                      |          | <b>19,619,474.94</b>   | <b>96.35</b> |

| Purchase  | Sale             | Maturity Date | Commitment in EUR | Unrealised appreciation / (depreciation) in EUR |
|---|------------------|---------------|-------------------|---|
| 6,425,723.32 EUR                                | 7,550,000.00 USD | 28/09/18      | 6,425,723.32      | 4,166.22  |
|   |                  |               |                   | <b>(4,749.68)</b>                               |
| <b>Total Forward foreign exchange contracts</b> |                  |               |                   | <b>(4,749.68)</b>                               |
| <b>Total financial derivative instruments</b>   |                  |               |                   | <b>(4,749.68)</b>                               |

Summary of net assets

|   |                      | %<br>NAV      |
|---|----------------------|---------------|
| <b>Total securities portfolio</b>             | <b>19,619,474.94</b> | <b>96.35</b>  |
| <b>Total financial derivative instruments</b> | <b>(4,749.68)</b>    | <b>(0.02)</b> |
| <b>Cash at bank and bank overdraft</b>        | <b>834,547.23</b>    | <b>4.10</b>   |
| <b>Other assets and liabilities</b>           | <b>(85,743.55)</b>   | <b>(0.43)</b> |
| <b>Total net assets</b>                       | <b>20,363,528.94</b> | <b>100.00</b> |

\* This Sub-Fund was launched on March 2, 2018.

Financial derivative instruments as at June 30, 2018

| Purchase                                  | Sale             | Maturity Date | Commitment in EUR | Unrealised appreciation / (depreciation) in EUR |
|---|------------------|---------------|-------------------|---|
| <b>Forward foreign exchange contracts</b> |                  |               |                   |   |
| 198,620.71 EUR                            | 230,000.00 CHF   | 28/09/18      | 198,620.71        | 57.74   |
| 60,412.15 EUR                             | 450,000.00 DKK   | 28/09/18      | 60,412.15         | (3.96)  |
| 9,268,108.00 USD                          | 7,891,297.54 EUR | 28/09/18      | 7,891,297.54      | (8,389.84)                                      |
| 1,059,462.92 EUR                          | 940,000.00 GBP   | 28/09/18      | 1,059,462.92      | (579.84)  |

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

## YCAP SEQUOIA (in EUR)

### Portfolio Breakdowns

| Nature allocation                      | % of portfolio | % of net assets |
|--|----------------|-----------------|
| Bonds and other debt instruments       | 88.54          | 85.31           |
| Shares                                 | 7.45           | 7.18            |
| Undertakings for collective investment | 2.19           | 2.11            |
| Mortgage backed securities             | 1.82           | 1.75            |
|  | <b>100.00</b>  | <b>96.35</b>    |

| Sector allocation      | % of portfolio | % of net assets |
|------------------------|----------------|-----------------|
| Cosmetics              | 9.22           | 8.90            |
| Telecommunication      | 9.06           | 8.73            |
| Banks                  | 8.51           | 8.21            |
| Diversified services   | 7.88           | 7.60            |
| Building materials     | 7.58           | 7.30            |
| Insurance              | 6.86           | 6.61            |
| Financial services     | 6.82           | 6.57            |
| Auto Parts & Equipment | 6.31           | 6.07            |
| Transportation         | 5.13           | 4.94            |
| Energy                 | 3.56           | 3.43            |
| Chemical               | 3.18           | 3.06            |
| Food services          | 3.13           | 3.01            |
| Metal                  | 2.98           | 2.87            |
| Media                  | 2.60           | 2.51            |
| Other                  | 17.18          | 16.54           |
|                        | <b>100.00</b>  | <b>96.35</b>    |

### Top Ten Holdings

| Top Ten Holdings                     | Sector               | Market value<br>EUR | % of net assets |
|--------------------------------------|----------------------|---------------------|-----------------|
| NEWCO SAB MIDCO 5.375% 17-15/04/2025 | Cosmetics            | 586,605.36          | 2.89            |
| SOFTBANK GRP COR 4% 18-20/04/2023    | Telecommunication    | 516,450.00          | 2.53            |
| COOPERATIVA MURA 6% 17-15/02/2023    | Building materials   | 510,867.00          | 2.51            |
| INTL PERSONAL FI 5.75% 14-07/04/2021 | Financial services   | 436,868.99          | 2.14            |
| PRUDENTIAL PLC 5.25% 13-29/03/2049   | Insurance            | 434,387.18          | 2.13            |
| CASINO GUICHARD 13-31/01/2049 FRN    | Food services        | 424,744.00          | 2.08            |
| AIR FRANCE-KLM 15-29/10/2049 FRN     | Transportation       | 424,496.00          | 2.09            |
| ALDESA FINANCIAL 7.25% 14-01/04/2021 | Building materials   | 417,375.00          | 2.05            |
| CAISSE FEDERALE 04-29/11/2049 FRN    | Banks                | 408,275.00          | 2.01            |
| VERISURE MIDHOLD 5.75% 17-01/12/2023 | Diversified services | 389,290.00          | 1.92            |

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

## Notes to the Financial Statements as at June 30, 2018

## Note 1. General Information

YCAP FUND (hereinafter also referred to as the "Company" or the "SICAV") was incorporated on October 10, 2012 as an investment company, qualifying as a "société d'investissement à capital variable" with multiple sub-funds under the laws of the Grand Duchy of Luxembourg, which envisages to invest in a diversified range of transferable securities and/or other liquid financial assets permitted by law, conforming to the investment policy of each particular sub-fund. The Articles are currently being published in the *Mémorial C, Recueil Spécial des Sociétés et Associations* of the Grand-Duchy of Luxembourg and the Company is registered with the Luxembourg Trade and Companies' Register under the number B 172172. The provisions of the Articles are binding on all Shareholders.

The Company is an Undertaking for Collective Investment in Transferable Securities (a "UCITS") for the purpose of the Council Directive 2009/65/EC ("UCITS Directive"). The Company is registered in the Grand Duchy of Luxembourg pursuant to Part I of the Luxembourg law of December 17, 2010 on undertakings for collective investment, as may be amended from time to time (the "UCI Law").

Included in this report are the securities portfolio and financial statements for this Sub-Fund. The Company shall be considered as one single legal entity. With regard to third parties, in particular towards the Company's creditors, each Sub-Fund shall be exclusively responsible for all liabilities attributable to it.

At the date of the annual report, the SICAV has 3 active Sub-Funds. The active Sub-Funds (hereafter "Sub-Funds") of YCAP FUND are:

- YCAP FUND - YCAP Tactical Investment
- YCAP FUND - YCAP European Tactical Investment
- YCAP FUND - YCAP Sequoia (launched on March 2, 2018)

YCAP FUND - YCAP Sequoia was launched on March 2, 2018.

As at June 30, 2018, the Company offered the following Shares in the Sub-Funds. Class EUR A and Class USD A Shares are listed on Luxembourg Stock Exchange.

| Sub-Fund Share Class                     | Currency | Launch Date       |
|--|----------|-------------------|
| <b>YCAP Tactical Investment</b>          |          |                   |
| Class EUR A Shares                       | EUR      | January 11, 2013  |
| Class USD A Shares                       | USD      | April 2, 2015     |
| Class USD B Shares                       | USD      | March 15, 2013    |
| Class EUR B Shares                       | EUR      | October 14, 2014  |
| Class EUR E Shares                       | EUR      | December 10, 2014 |
| Class EUR F Shares                       | EUR      | March 3, 2017     |
| <b>YCAP European Tactical Investment</b> |          |                   |
| Class EUR A Shares                       | EUR      | January 19, 2018  |
| Class EUR F Shares                       | EUR      | February 7, 2017  |
| <b>YCAP Sequoia*</b>                     |          |                   |
| Class EUR A Shares                       | EUR      | March 2, 2018     |
| Class EUR C Shares                       | EUR      | March 2, 2018     |
| Class USD A Shares                       | USD      | March 2, 2018     |
| Class USD C Shares                       | USD      | March 2, 2018     |

\*This Sub-Fund was launched on March 2, 2018.

## Notes to the Financial Statements as at June 30, 2018 (continued)

### Note 2. Investment Objective

The main objective of the Company is to seek capital appreciation by investing in a range of diversified transferable securities and/or other liquid financial assets permitted by law through the constitution of different professionally managed Sub-Funds.

Each Sub-Fund is managed in accordance with the investment powers and restrictions as specified in the Company's Prospectus.

YCAP Tactical Investment (previously Riskelia Tactical Investment) will build a long only and flexible portfolio, operating a dynamic asset allocation within worldwide stock index futures, i.e. Financial Indices as defined in article 9 of the Grand-Ducal Regulation of February 8, 2008 relating to certain definitions of the amended UCI Law, bond futures, gold certificates considered as Transferred Securities in the meaning of article 2 of the Grand-Ducal Regulation of February 8, 2008 relating to certain definitions of the amended UCI Law without embedded derivatives, future contracts and currencies in order to achieve optimum risk-adjusted return on capital invested.

### Note 3. Significant Accounting Policies

The financial statements as at June 30, 2018 have been established based upon the last available Net Asset Value ("NAV"), which was June 29, 2018 for the Sub-Funds.

#### a. Basis of Financial Statements

The financial statements have been prepared in accordance with the Luxembourg law on Undertakings for Collective Investment. The preparation of financial statements requires management to make estimates, and assumptions that may affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from these estimates.

#### b. Investment Transactions and Related Investment Income

Operating expenses are recognised on an accrual basis.

Transaction costs, when incurred, are recognised in the Statement of Operations and Changes in Net Assets.

#### c. Financial Investment in Securities and Valuation

The value of assets which are listed or dealt in on any stock exchange is based on the last available price on the stock exchange which is normally the principal market for such assets.

The value of assets dealt in on any other regulated market is based on the last available price.

In the event that any assets are not listed or dealt in on any stock exchange or on any other regulated market, or if, with respect to assets listed or dealt in on any stock exchange, or other regulated market as aforesaid, the price as determined is not representative of the fair market value of the relevant assets, the value of such assets will be based on the reasonably foreseeable sales price determined prudently and in good faith.

The liquidating value of future contracts, forwards or option contracts traded on exchanges or on other regulated markets shall be based upon the last available settlement prices of these contracts on exchanges and regulated markets on which the particular future contract, forward or options contracts are traded by the Company; provided that if a future contract, forward or options contract could not be liquidated on the day with respect to which Net Asset Value are being determined, the basis for determining the liquidating value of such contract shall be such value as the Board of Directors of the Company may deem fair and reasonable.

The value of money market instruments not listed or dealt in on any stock exchange or any other regulated market and with remaining maturity of less than 12 months and of more than 90 days is deemed to be the nominal value thereof, increased by any interest accrued thereon. Money market instruments with a remaining maturity of 90 days or less will be valued by the amortised cost method, which approximates market value.

All other securities and other assets will be valued at fair market value, as determined in good faith pursuant to procedures established by the Board of Directors of the Company or a committee appointed to that effect by the Board of Directors of the Company.

Total return swaps are marked to market at each NAV calculation date. The unrealised appreciation/(depreciation) is disclosed in the Statement of Net Assets under "Net unrealised appreciation/(depreciation) on Total Return Swaps contracts". Realised gains/(losses) and change in unrealised appreciation/depreciation as a result thereof are included in the Statement of Operations and Changes in Net Assets respectively under "Net realised gain/(loss) on Swaps" and "Net change in unrealised appreciation/(depreciation) on Swaps".

The value of all assets and liabilities not expressed in the Reference Currency of a Class or Sub-Fund will be converted into the Reference Currency of such Class or Sub-Fund at the rate of exchange determined at the relevant Valuation Day in good faith by or under procedures established by the Board of Directors of the Company.

## Notes to the Financial Statements as at June 30, 2018 (continued)

### Note 3. Significant Accounting Policies (continued)

#### d. Cash

The value of any cash on hand or in deposit, bills, demand notes and accounts receivables, prepaid expenses, dividends and interests matured but not yet received shall be valued at the par-value of the assets except however if it appears that such value is unlikely to be received. In such a case, subject to the approval of the Board of Directors of the Company, the value shall be determined by deducting a certain amount to reflect the true value of these assets.

#### e. Due from/to Brokers

Due from/to brokers consists primarily of cash collateral receivable/payable from the Sub-Fund's clearing brokers and various counterparties. Due from/to brokers are valued at cost.

#### f. Foreign Currency Translation

The books and records of the Sub-Fund are maintained in its base currency. Transactions in foreign currencies are translated at the foreign currency exchange rate in effect at the date of the transaction. Assets and liabilities denominated in foreign currencies are translated at the foreign currency closing exchange rate in effect at the end of the period.

Foreign currency exchange differences arising on translation and realised gains and losses on disposals or settlements of assets and liabilities are recognised in the Statement of Operations and Changes in Net Assets. Foreign currency exchange gains or losses relating to investments, derivative financial instruments, and all other foreign currency exchange gains or losses relating to monetary items, including cash and cash equivalents, are reflected in the net realised gain/(loss) or change in unrealised gain/(loss) on the Statement of Operations and Changes in Net Assets.

As at June 30, 2018 the exchange rates were as follow:

|       |   |          |     |       |   |            |     |
|-------|---|----------|-----|-------|---|------------|-----|
| 1 EUR | = | 1.580200 | AUD | 1 EUR | = | 129.323700 | JPY |
| 1 EUR | = | 1.535850 | CAD | 1 EUR | = | 10.444900  | SEK |
| 1 EUR | = | 1.159350 | CHF | 1 EUR | = | 1.591950   | SGD |
| 1 EUR | = | 0.884350 | GBP | 1 EUR | = | 1.167550   | USD |
| 1 EUR | = | 9.159950 | HKD | 1 EUR | = | 7.450700   | DKK |

#### g. Swaps

The financial derivative instruments (swaps) which are not listed on any official stock exchange or traded on any other organized market will be valued in a reliable and verifiable manner on a daily basis verified by a competent professional appointed by the Board of Directors of the Fund.

#### h. Formation Expenses and Organisation Costs

The Company shall pay formation expenses out of the assets attributable to each Class of Shares of each Sub-Fund, except if otherwise provided for specific Share Classes of specific Sub-Funds.

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

### Note 4. Taxation

#### Taxation of the Company

The Company is not liable for any Luxembourg tax on profits or income. The Company is, however, liable in Luxembourg to a taxe d'abonnement of 0.05% per annum of its NAV, such tax being payable quarterly on the basis of the value of the aggregate NAV of the Sub-Funds at the end of the relevant calendar quarter. No such tax is payable on the value of assets which consist of units or shares of other Luxembourg funds that have already been subject to such tax.

No stamp duty or other tax is payable in Luxembourg on the issue of Shares. No Luxembourg tax is payable on the realised capital appreciation of the assets of the Company.

A reduced taxe d'abonnement rate of 0.01% per annum or an exemption of the taxe d'abonnement will be applicable to certain Classes of Shares reserved to Institutional Investors within the meaning of article 129 (2) c) of the UCITS Law as well as to certain Sub-Funds investing exclusively in money market instruments.

The Company is liable to an initial capital tax of EUR 1,250 that was paid upon incorporation.

Investments income from dividends and interest received by the Company may be subject to withholding taxes at varying rates. Such withholding taxes are not usually recoverable. The Sub-Fund may be subject to certain other foreign taxes.



## Notes to the Financial Statements as at June 30, 2018 (continued)

### Note 4. Taxation (continued)

In addition, the Company will be liable to certain taxes in countries where the Company carries out its investment activities. These taxes are not recoverable by the Company in Luxembourg.

#### Taxation of Shareholders

Shareholders are not subject to capital gains, income or withholding tax in Luxembourg, except (i) Shareholders who are domiciled, resident or have a permanent establishment in Luxembourg, (ii) non-residents of Luxembourg who hold more than 10% of the Shares of the Company and who dispose of all or part of their holdings within six (6) months from the date of acquisition or (iii) in some limited cases, some former residents of Luxembourg who hold more than 10% of the Shares of the Company.

It is expected that Shareholders in the Company are resident for tax purposes in many different countries. Consequently, no attempt is made to summarise the taxation consequences for each investor of subscribing, converting, holding or redeeming or otherwise acquiring or disposing of Shares in the Company. These consequences will vary in accordance with the law and practice currently in force in a Shareholder's country of citizenship, residence, domicile and/or incorporation and with his personal circumstances. However, Shareholders who are resident in countries where the Company's Shares are publicly offered are informed about these consequences in country-specific supplements.

#### Taxation – General

Prospective investors should inform themselves of, and whether appropriate take advice on the laws and regulations in particular those relating to taxation (but also those relating to foreign exchange controls and being Prohibited Persons) applicable to the subscription; purchase, holding conversion and redemption of Shares in the country of their citizenship, residence or domicile and their current tax situation (in particular with regard to the EU Savings Directive) and the current tax status of the Company in Luxembourg.

### Note 5. Significant Agreement

#### Management Fees

The Company has appointed YCAP Asset Management to serve as its designated Management Company (the "Management Company"). The Company entered into an Agreement with the Management Company on October 16, 2012.

The Management Company is entitled to a Management Fee ("Management Fee"). From the first business day of the third year the Management fee rate will be 0.90% for Class A shares and 1.80% for Class B shares per annum. There are no Management Fee paid for the Class E and F shares. For YCAP FUND - YCAP Sequoia the Management fee rate will be 0.45% for Class A shares and 0.90% for Class C shares per annum.

The Management Fee will be calculated and accrued on each Valuation Day based on the maximum percentage per year of the average Net Asset Value attributable to the type of shares during the relevant period and is payable quarterly in arrears. Out of the Management Fee, the Management Company will pay the Investment Manager.

#### Depository Fees

The Company has appointed BNP Paribas Securities Services, Luxembourg Branch to act as the Depository of the Company assets (the "Depository"). Pursuant to a Depository, registrar and transfer agency, domiciliary, administration and listing agency agreement (the "Agreement") the Company assets including its cash and securities, which will be held either directly or through other financial institutions such as correspondent banks, subsidiaries or affiliates of the Depository.

The fees payable to the Depository will not exceed 0.006%, subject to a minimum of EUR 250 per month and per sub-fund. A one off charge of EUR 500 (subject to VAT) per sub-fund is charged upon liquidation or merger (EUR 1,000 for fund of hedge funds or illiquid assets)

#### Central Administration Fees

The Management Company, with the prior consent of the Board of Directors, has delegated its duties in relation to the central administration and domiciliation of the Company to BNP Paribas Securities Services, Luxembourg Branch (the "Central Administration"). The Central Administration is responsible for all administrative duties related to the administration of the Company, including the calculation of the NAV of the Shares and the provision of accounting services to the Company.

Referring to "BNP Paribas Securities Services Luxembourg Branch", the Central Administration is entitled to remuneration from the Company as a percentage of the NAV of the Company at rates set out in the Agreement, payable monthly in arrears and is also entitled to reimbursement of its out-of-pocket expenses. BNP Paribas Securities Services, Luxembourg Branch is also entitled to receive a minimum fee amounting to EUR 44,000 for the Company's first year of operating, and post the first year a fee amounting to EUR 88,000.

## Notes to the Financial Statements as at June 30, 2018 (continued)

## Note 5. Significant Agreement (continued)

## Central Administration Fees (continued)

The remuneration is as follows:

| Daily Net Asset Value (in EURO) | % per annum |
|---------------------------------|-------------|
| < 75 million                    | 0.05%       |
| 75 < 150 million                | 0.03%       |
| > 150 million                   | 0.01%       |

Other services to be rendered by the Central Administration will be charged, based on the pricing for a structure with one sub-fund as follows:

| Events  | Price (in EUR) | Frequency             |
|---|----------------|-----------------------|
| Additional sub-fund from the 3rd one                        | EUR 1,000      | Per sub-fund/per year |
| Additional Board Meeting                                    | EUR 1,500      | Per Board             |
| Holding of an Extraordinary General Meeting of Shareholders | EUR 2,500      | Per meeting           |
| Launch of a new sub-fund                                    | EUR 1,000      | Per launch            |
| Closing of a sub-fund                                       | EUR 1,500      | Per closing           |
| Legalisation of documents                                   | EUR 200        | Per request           |

## Performance Fees

In addition to the Management Fee, the Management Company may also be entitled to a Performance Fee with respect to each Performance Period.

The Performance Fee, payable annually at the rate specified in the relevant subfund's particular, is based on the appreciation of the Gross Net Asset Value per share being the Net Asset Value per share before the accrual of Performance Fees of a Sub-Fund or Class in excess of the HWM as defined below.

The Performance Fee in respect of each Sub-Fund or Class shall be calculated and shall accrue (if applicable) at each Valuation Day during each Performance Period, with such accrual being reversed to reflect a reduction in performance in any such period.

The High Watermark (the "HWM") is the highest Net Asset Value (after deduction for the avoidance of doubt of any Performance Fee to be paid) reached by such Share class as at the end of any preceding Performance Periods. If at the end of the Performance Period, no Performance Fee is due, the HWM for the following Performance Period would be unchanged.

If Performance Fee is activated during the existence of the fund, the initial HWM would be equal to the previous NAV.

In case of redemption, the performance fee accrued (if any) attributable to shares redeemed within the financial year, will be crystallized and paid annually to the Management Company.

The Performance Period for a Sub-Fund or Class shall commence on 1st January of each year and end on 31 December of that same year.

The first Performance Fee period shall nevertheless commence from the date of Performance Fee activation and end on December, 31st of that same year.

Following Performance Fee periods shall commence from January, 1st and end on December, 31st of that same year.

During the period ended June 30, 2018 the Sub-Fund YCAP TACTICAL INVESTMENT has paid EUR 3,254.49 of Performance Fees.

For YCAP FUND - YCAP Sequoia the Management company will receive a Performance fee, payable annually, equal to 10% of the appreciation of the Gross Net Asset Value per share (being the Net Asset Value per share before the accrual of Performance Fees) of a Class if it is greater than the HWM as defined below and if it is greater than the hurdle rate fixed at 5% above the outperformance.

The High Watermark (the "HWM") is the highest Net Asset Value (after deduction for the avoidance of doubt of any Performance Fee to be paid) reached by such Share class as at the end of any preceding Performance Periods. If at the end of the Performance Period, no Performance Fee is due, the HWM for the following Performance Period would be unchanged.

If Performance Fee is activated during the existence of the Sub-Fund, the initial HWM would be equal to the previous NAV.

Notes to the Financial Statements as at June 30, 2018 (continued)

Note 6. Other expenses

|                     | YCAP TACTICAL<br>INVESTMENT           | YCAP EUROPEAN<br>TACTICAL<br>INVESTMENT | YCAP SEQUOIA*                         |
|---------------------|---------------------------------------|---|---------------------------------------|
|                     | For the period ended<br>June 30, 2018 | For the period ended<br>June 30, 2018   | For the period ended<br>June 30, 2018 |
|                     | (in EUR)                              | (in EUR)                                | (in EUR)                              |
| CSSF                | 3,298.76                              | 3,298.76                                | 2,608.31                              |
| Insurance Fee       | 1,972.80                              | -                                       | -                                     |
| Translation Fees    | -                                     | 538.20                                  | -                                     |
| Transfer Agent Fees | 7,341.80                              | 5,636.11                                | 3,152.20                              |
| Withholding Tax     | 69,285.85                             |   |                                       |
|                     | <b>81,899.21</b>                      | <b>9,473.07</b>                         | <b>5,760.51</b>                       |

\*This Sub-Fund was launched on March 2, 2018.

Note 7. Share capital

The Company issues different Classes of Shares in each Sub-Fund, which may differ inter alia in their fee structure and distribution policy applying to them. Shares may be issued in one or more Classes in each Sub-Fund; each Class having features or being offered to different types of investors.

The Board of Directors may however decide that no such Classes will be available in any of the Sub-Funds or alternatively that such Class may only be purchased upon prior approval of the Board of Directors. Certain Classes of Shares are available only to the Management. All Shares are issued in un-certificated registered form.

All Shares must be fully paid-up; they are of no par value. They do not carry any preferential or pre-emptive rights and each Share, irrespective of the Class to which it belongs or its NAV, is entitled to one vote at all general meetings of Shareholders. Fractions of Shares are not entitled to a vote, but are entitled to participate in the net profits and in the proceeds of liquidation attributable to the relevant Class in the relevant Sub-Fund on a pro rata basis. The Company is entitled to receive any adjustment made upon the issue of fractional Shares.

The net proceeds from the subscriptions are invested in the specific portfolio of assets constituting the relevant Sub-Fund. The Board of Directors shall maintain for each Sub-Fund a separate portfolio of assets. Each portfolio of assets shall be invested for the exclusive benefit of the relevant Sub-Fund.

Subscription of Shares

Shares of each Class of the Sub-Fund are issued daily, at the relevant NAV per Share (the "Subscription Price") as determined as of each Valuation Day, on the basis of the last available closing prices in Luxembourg. The effective calculation of this daily NAV is effected on each Business Day following the Valuation Day. The initial Subscription Price is EUR 100 or USD 100 depending on the Class of Share.

Applications must be received by the Central Administration at the latest at 9.00 a.m. (Luxembourg time) the day preceding the Valuation Day.

Investment in Shares of the Sub-Fund shall be subject to the following Minimum initial subscription, Minimum additional subscription amount and Minimum holding requirements for the Sub-Funds YCAP TACTICAL INVESTMENT and YCAP EUROPEAN TACTICAL INVESTMENT:

| Type of Shares     | Minimum initial<br>subscription amount | Minimum additional<br>subscription amount | Minimum holding<br>requirement |
|--------------------|--|---|--------------------------------|
| Class EUR A Shares | EUR 500,000                            | EUR 10,000                                | EUR 500,000                    |
| Class USD A Shares | USD 500,000                            | USD 10,000                                | USD 500,000                    |
| Class EUR B Shares | EUR 1,000                              | EUR 1,000                                 | EUR 1,000                      |
| Class USD B Shares | USD 1,000                              | USD 1,000                                 | USD 1,000                      |
| Class EUR E Shares | none                                   | none                                      | None                           |
| Class EUR F Shares | EUR 500,000                            | EUR 10,000                                | EUR 500,000                    |

## Notes to the Financial Statements as at June 30, 2018 (continued)

### Note 7. Share capital (continued)

Investment in Shares of the Sub-Fund shall be subject to the following Minimum initial subscription, Minimum additional subscription amount and Minimum holding requirements for the Sub-Fund YCAP SEQUOIA:

| Type of Shares     | Minimum initial subscription amount | Minimum additional subscription amount | Minimum holding requirement |
|--------------------|-------------------------------------|--|-----------------------------|
| Class EUR A Shares | EUR 100,000                         | EUR 10,000                             | EUR 100,000                 |
| Class USD A Shares | USD 100,000                         | USD 10,000                             | USD 100,000                 |
| Class EUR C Shares | EUR 10,000                          | EUR 10,000                             | EUR 10,000                  |
| Class USD C Shares | USD 10,000                          | USD 10,000                             | USD 10,000                  |

Class EUR E Shares are only available for subscription by (i) the Management Company or any of their directors or employees; (ii) the Board of Directors; (iii) any person connected with any such person, (iv) any company, partnership or other person or entity controlled by or which is the controller of any such persons, (v) any company, partnership or other person or entity for which such a person (or any affiliate of such a person) has been appointed or acts as Investment Manager, or (vi) any nominee of any of the foregoing. The Board of Directors shall determine, in their sole discretion, a person's eligibility to subscribe for Class EUR E Shares.

Class EUR F shares are only available for subscription by the UCIs managed by the Management Company.

A subscription charge up to 0.50% of the relevant Subscription Price may be determined by the Board of Directors as being payable and levied on the Subscription Price.

#### Redemption of Shares

Shares in each Class of the Sub-Fund are redeemable on a daily basis, based on the NAV, minus a redemption adjustment (the "Redemption Price") calculated as of the daily Valuation (the "Redemption Valuation Day"). A written redemption request must be received by the Central Administration at the latest at 9.00 a.m. (Luxembourg time) the day preceding the Valuation Day.

A redemption charge of up to 0.50% of the relevant Redemption Price may be determined by the Board of Directors as being payable and levied on the Redemption Price.

Conversions are only allowed between any classes denominated in the same currency within the Sub-Fund.

Tables summarizing the activity in the Sub-Fund's shares for the period ended June 30, 2018 are described in the "Statement of Changes in Number of Shares" of the Financial Statements (page 4).

### Note 8. Distribution

It is not intended that the Company will pay dividends. However, the Company will pay dividends when a distributable surplus exists and if such payment is required for the purpose of obtaining certification as a distributing fund in the United Kingdom.

The Board of Directors may decide that dividends be directly reinvested by the purchase of additional Shares.

Dividends to be reinvested will be paid to the Registrar and Transfer Agent who will reinvest the money on instructions received from the Shareholders in additional Shares of the same class. Such Shares will be issued on the payment date at the NAV per Share of the relevant class.

### Note 9. Statement of Changes in Portfolio

A Statement of Changes in Portfolio for the period ended June 30, 2018 is available, free of charge, upon request from the Company's Central Administration.

### Note 10. Transaction Costs

Transaction costs have been defined as broker commission fees, market fees and taxes relating to purchase or sale of contracts for difference and future contracts.

Transaction costs for fixed income investments, forward foreign exchange contracts and other derivative contracts are included under the caption "Transaction costs" in the Statement of Operations and Changes in Net Assets.

### Note 11. Prospectus

The prospectus for the Company dated July 13, 2018 is available, upon request, from the Company's Central Administration.

## Notes to the Financial Statements as at June 30, 2018 (continued)

### Note 12. Cross liabilities

In accordance with Luxembourg law, each Sub-Fund is "ring-fenced" and considered to constitute a single pool of assets and liabilities, so that the rights of Shareholders and creditors in relation to each Sub-Fund should be limited to the assets of that Sub-Fund.

### Note 13. Formation expenses

The costs and expenses incurred in connection with the formation of the Company and the initial issue of Shares, including those incurred in the preparation and publication of the Prospectus, all legal and printing costs, certain launch expenses (including advertising costs) and preliminary expenses are estimated not to exceed EUR 100,000. They are being written off over a period not exceeding five (5) years from the formation of the Company and in such amounts in each year and in each Sub-Fund as determined by the Board of Directors on an equitable basis.

Charges relating to the creation of a new Sub-Fund shall be written off over a period not exceeding five (5) years against the assets of that Sub-Fund and in such amounts in each year as determined by the Board of Directors on an equitable basis. The newly created Sub-Fund shall not bear a pro rata Share of the costs and expenses incurred in connection with the formation of the Company and the initial issue of Shares, which have not already been written off at the time of the creation of the new Sub-Fund.

### Note 14. Efficient portfolio management

The Company may employ techniques and instruments relating to transferable securities and money market instruments for investment purposes as well as hedging and efficient portfolio management purposes.

Under no circumstances shall these operations cause a Sub-Fund to diverge from its investment objectives as laid down in the Prospectus.

To ensure that the portfolio is managed effectively and for hedging purposes, the Company may buy and sell call and put options and future contracts, and conclude exchange contracts, Contracts For Difference ("CFDs") on transferable securities, currencies or any other type of financial instruments, provided that these derivative instruments are traded on a regulated market operating regularly that is recognised and open to the public; however, these derivatives may also be traded over-the-counter ("OTC") provided that they are contracted with leading financial institutions specialising in this type of transaction.

During the year the Sub-Fund entered into forward foreign exchange contracts for the purpose of hedging currency risk on investment and cash holdings. The counterparty in respect of the forward foreign exchange contracts held at year end is BNP Paribas Securities Services-Luxembourg Branch.

The Company may invest in buying and selling derivatives. Credit derivatives products are used to insulate and transfer the credit risk associated with a base asset. They are two categories of credit derivatives: "financed" and "non-financed" depending on whether or not the protection seller has made an initial payment in relation to the base asset.

During the year, the Sub-Fund entered into Total Return Swaps contracts, the use of which help offset the Sub-Fund's exposure. The counterparty in respect of the Total Return Swaps held at year end is JP Morgan London.

### Note 15. Futures contracts

As at June 30, 2018, YCAP Tactical Investment sub-fund held futures contracts. The counterparty to these positions is BNP Paribas Securities Services Luxembourg Branch and the sub-fund held total cash collateral of EUR 2,594,190.52 at that date.

As at June 30, 2018, YCAP European Tactical Investment sub-fund held futures contracts. The counterparty to these positions is BNP Paribas Securities Services Luxembourg Branch and the sub-fund held total cash collateral of EUR 1,109,399.97 at that date.

### Note 16. Total Return Swaps

As at June 30, 2018, YCAP Tactical Investment sub-fund held Total Return Swaps. The counterparty for these positions is JP Morgan London and the sub-fund held total cash collateral of EUR 497,000.00 at that date.

As at June 30, 2018, YCAP European Tactical Investment sub-fund held Total Return Swaps. The counterparty for these positions are JP Morgan London and the sub-fund held total cash collateral of EUR 270,000.00 at that date.

### Note 17. Forward foreign exchange contracts

As at June 30, 2018, YCAP Tactical Investment sub-fund have entered into forward foreign exchange contracts. The counterparties to these positions is BNP Paribas Paris and the sub-fund held total cash collateral of EUR 370,000.00 at that date.

As at June 30, 2018, YCAP European Tactical Investment sub-fund have entered into forward foreign exchange contracts. The counterparties to these positions is BNP Paribas Securities Services Luxembourg Branch and the sub-fund held total cash collateral of EUR 22,000.00 at that date.

As at June 30, 2018, YCAP Sequoia sub-fund have entered into forward foreign exchange contracts. The counterparties to these positions is BNP Paribas Securities Services Luxembourg Branch and there no collateral for these positions.

### Note 18. Contingent liabilities

There are no contingent liabilities as at June 30, 2018.

## Unaudited informations

### Global risk exposure Method

#### Calculation methodology

The risk calculation method used for YCAP Fund SICAV is the calculation of the 99% VaR over a 20-day time horizon using the historical VaR method. Each day, the Fund's positions are calculated and normalized as percentage of the Fund's Net Assets. Thus, an ex ante VaR is calculated. The positions at each moment are simulated over a rolling history of 250 days using the historical VaR method. The 99% VaR is the 99% loss quantile, the second largest loss on a 250-day history. The VaR is then calculated over a 20-day time horizon by applying a multiplication factor "squared root (20)" to the daily VaR.

| Sub-fund name                     | VaR model    | Regulatory limit | Lowest utilization level of VaR | Highest utilization level of VaR | Average level of VaR | Confidence interval | Holding period | Maximum expected level of leverage | Average Leverage during the year* |
|-----------------------------------|--------------|------------------|---------------------------------|----------------------------------|----------------------|---------------------|----------------|------------------------------------|-----------------------------------|
| YCAP Tactical Investment          | Absolute VaR | 20%              | (4.29%)                         | (6.87%)                          | (5.63%)              | 99%                 | 20 days        | 200%                               | 178.66%                           |
| YCAP European Tactical Investment | Absolute VaR | 20%              | (4.06%)                         | (6.56%)                          | (5.17%)              | 99%                 | 20 days        | 150%                               | 114.16%                           |

\* The leverage is expressed as the sum of the absolute value of the notionals of the financial derivative instruments held in portfolio divided by the total net assets.

### Remuneration policy

The remuneration policy implemented by YCAP ASSET MANAGEMENT is compliant with the European and national rules on remuneration and governance as defined by (i) the UCITS Directive of the European Parliament of the Council n°2014/91/EC dated 23 July 2014, together with the « Guidelines on sound remuneration policies under the UCITS Directive » dated 14 October 2016, and (ii) the Directive 2011/61/UE of the European Parliament and of the Council of June 8th 2011 on Alternative Investment Fund Managers (the "AIFM Directive") .

The remuneration policy promotes a sound and effective management of risks and does not encourage excessive risk-taking. Fixed and variable components of total remuneration are appropriately balanced and the fixed component represents a sufficiently high proportion of the total remuneration to allow the operation of a fully flexible policy on variable remuneration components, including the possibility to pay no variable remuneration.

The remuneration policy is reviewed annually and is implemented by the Board of directors (« Conseil d'administration »).

In accordance with the proportionality principle, based on the size and complexity of our operations together with the maximum amount of variable remuneration that could be paid, YCAP Asset Management does not apply deferral requirements to variable remuneration.

### Remuneration disclosure

For the fiscal year ending 31 December 2017, the aggregate total remuneration for paid by YCAP Asset Management S.A. to all its staff amounted to EUR 794,630; of which EUR 39,709 represented the variable remuneration. The Management Company employed an average of 10.5 (full time equivalent) staff during this period.

The aggregate total remuneration paid by the Management Company to its Identified Staff amounted to EUR 92,266.

Please further note that due to the roles of Management Company staff, this remuneration was calculated in proportion of the net assets of the Fund out of the assets of all the funds under the governance of YCAP Asset Management S.A. (including both AIFs and UCITs funds).

Unaudited informations (continued)

Securities Financing Transactions and of reuse Regulation (SFTR)

| TOTAL RETURN SWAPS                                  | YCAP Tactical Investment Fund                   | YCAP European Tactical Investment Fund          |
|---|---|---|
| <b>Assets used</b>                                  |   |   |
| Notional exposure                                   | EUR 56,064,027.29                               | EUR 20,069,588.56                               |
| Notional exposure as a % of total net asset value   | 56.22%  | 33.82%  |
| Market value  | EUR -869,114.04                                 | EUR -219,749.75                                 |
| Market value as a % of total net asset value        | -0.87%  | -0.37%  |
| <b>Transactions classified by residual maturity</b> |   |   |
| Less than 1 day                                     | EUR 0.00  | EUR 0.00  |
| From 1 day to 1 week                                | EUR 0.00  | EUR 0.00  |
| From 1 week to 1 month                              | EUR 0.00  | EUR 0.00  |
| From 1 month to 3 months                            | EUR 8,677,640.76                                | EUR 5,591,541.81                                |
| From 3 months to 1 year                             | EUR 43,386,386.53                               | EUR 14,478,046.75                               |
| Above 1 year  | EUR 0.00  | EUR 0.00  |
| Open maturity                                       | EUR 0.00  | EUR 0.00  |
| <b>Largest 10 counterparties</b>                    |   |   |
| Name  | JP Morgan Securities PLC                        | JP Morgan Securities PLC                        |
| Gross volume for open trades                        | EUR 25,055,573.18                               | EUR 5,591,541.81                                |
| Domicile  | United Kingdom                                  | United Kingdom                                  |
| Name  | Société Générale Corporate & Investment Banking | Société Générale Corporate & Investment Banking |
| Gross volume for open trades                        | EUR 21,008,454.11                               | EUR 8,078,046.75                                |
| Domicile  | France  | France  |
| Name  | BNP Paribas Corporate & Institutional Banking   | BNP Paribas Corporate & Institutional Banking   |
| Gross volume for open trades                        | EUR 10,000,000.00                               | EUR 6,400,000.00                                |
| Domicile  | France  | France  |
| <b>Collateral paid</b>                              |   |   |
| Type  | Cash  | Cash  |
| Quality   | Very high                                       | Very high                                       |
| Currency  | EUR   | EUR   |
| <b>Classification by maturity</b>                   |   |   |
| Less than 1 day                                     | EUR 867,000.00                                  | EUR 292,000.00                                  |
| From 1 day to 1 week                                | EUR 0.00  | EUR 0.00  |
| From 1 week to 1 month                              | EUR 0.00  | EUR 0.00  |
| From 1 month to 3 months                            | EUR 0.00  | EUR 0.00  |
| From 3 months to 1 year                             | EUR 0.00  | EUR 0.00  |
| Above 1 year  | EUR 0.00  | EUR 0.00  |
| Open maturity                                       | EUR 0.00  | EUR 0.00  |
| <b>Revenue and expenditure components*</b>          |   |   |
| Revenue component of the fund:                      | 100% of the returns are attributed to the fund  |   |

\*TRS transaction costs are not separately identifiable

