



PALLADIUM FCP

MUTUAL FUND UNDER Luxembourg Law

R.C.S Luxembourg N° K1320

Semi-Annual Report and unaudited financial statements

as at December 31, 2017

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# PALLADIUM FCP

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## Table of Contents

|  |    |
|--|----|
| Organisation .....   | 3  |
| General Information .....  | 4  |
| Statement of Net Assets as at December 31, 2017.....   | 7  |
| Statement of Operations and Changes in Net Assets for the period ended December 31, 2017 ..... | 8  |
| Statement of changes in the number of units for the period ended December 31, 2017 .....       | 9  |
| Statistics .....   | 10 |
| Notes to the Financial Statements as at December 31, 2017 .....                                | 11 |
| Additional information regarding the Transparency of Securities Financing Transactions .....   | 14 |

# PALLADIUM FCP

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## Organisation

### Management Company:

Mediobanca Management Company S.A. (*until November 30, 2017: Duemme International Luxembourg S.A.*)  
2, boulevard de la Foire  
L-1528 Luxembourg  
Grand-Duchy of Luxembourg

### Board of Directors of the Management Company:

Fabio Ventola  
Chief Executive Officer  
2, boulevard de la Foire  
L-1528 Luxembourg  
Grand-Duchy of Luxembourg

Georges Gudenburg  
Independent Director  
44, rue de Contern  
L-5339 Moutfort  
Grand-Duchy of Luxembourg

Giovanni Lainati  
Independent Director  
42, am Bongert  
L-1270 Luxembourg  
Grand-Duchy of Luxembourg

### Depository Bank, Transfer and Registrar Agent and Administrative Agent:

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

### Delegated Investment Manager:

Duemme SGR S.p.A.  
Via Dante, 16  
I-20121 Milano  
Italy  
(*until November 30, 2017*)

Mediobanca SGR S.p.A.  
Piazzetta Bossi, 1  
I-20121 Milano  
Italy  
(*from December 1, 2017*)

### Distributors:

CheBanca! S.p.A.  
Viale Bodio, 37 - Palazzo, 4  
I-20158 Milano  
Italy

Allfunds Bank S.A. 6, Milan Branch  
Via Santa Margherita, 7  
I-20121 Milano  
Italy

Mediobanca S.p.A. (*until November 30, 2017: Banca Esperia S.p.A.*)  
Via Filodrammatici 5  
I-20121 Milano  
Italy

### Auditor of the Management Company and of the Fund:

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

### Legal Advisors:

Arendt & Medernach S.A.  
41A, avenue J.F. Kennedy  
L-2082 Luxembourg  
Grand-Duchy of Luxembourg

# PALLADIUM FCP

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## General Information

PALLADIUM FCP (the "Fund") is a Mutual Fund established in Luxembourg in accordance with Part I of the Law of December 17, 2010 on Undertakings for Collective Investment, as amended.

The Management regulations in force were signed on January 8, 2016. They have been published in the Official Gazette of Luxembourg Recueil Spécial des Sociétés et Associations by a reference to their entry in the Luxembourg Companies Register.

The assets of the Fund are the joint and indivisible property of the participants and are segregated from the assets of the Management Company. All the units have equal rights. No restrictions are established on the amount of the assets or on the number of units representing Fund's assets. The net assets of the Fund must amount to at least EUR 1,250,000.

### 1. Periodic reports

The accounting year of the Fund starts on July 1 and terminates on June 30.

The accounts of the Fund are maintained in EUR being the currency of the share capital. The financial statements relating to the only active sub-fund are expressed in the reference currency of the sub-fund.

### 2. Unitholders' information

#### a) Net asset value

The net asset value per class of units is available at the registered office of the Management Company of the Fund and is published in "Il sole 24 Ore".

#### b) Subscription and redemption prices

The subscription and redemption prices of each class of units are rendered public each day at the counters of the Depository Bank and in banks offering financial services.

#### c) Notification to the unitholders

The other information addressed to the unitholders are published in the "Mémorial" at Luxembourg if this publication is prescribed by the management regulations or the prospectus. Moreover, they might be published in any newspaper published in the Grand-Duchy of Luxembourg and other newspaper(s) that the Board of Directors of the Management Company may determine.

d) The list of changes in the portfolio is available free of charge upon request at the registered office of the Management Company of the Fund.

## Risk Measurement and Global Exposure

The Management Company uses a risk management process that enables it to monitor and measure at any time the risk of the portfolio positions and their contribution to the overall risk profile of the sub-fund. In accordance with the law of December 17, 2010, as amended, and the applicable regulatory requirements of the Commission de Surveillance du Secteur Financier "CSSF", the Management Company reports to the CSSF on a regular basis on the risk management process. The Management Company ensures, based on appropriate and reasonable methods, that the overall risk associated with financial derivative instruments does not exceed the net asset value of the portfolio.

However, the overall risk exposure related to financial derivative instruments will not exceed the total net asset value of the Fund. This means that the global exposure relating to the use of financial derivative instruments may not exceed 100% of the net asset value of the Fund and, therefore, the overall risk exposure of the Company may not exceed 200% of its net asset value on a permanent basis.

# PALLADIUM FCP

## General Information (continued)

The Value at Risk (VaR) approach is used to monitor and measure the global exposure of the sub-fund PALLADIUM FCP - CRESCITA PROTETTA.

For the period ended December 31, 2017, the VaR methodology, the information on the utilization of the VaR limit (the lowest, the highest and the average VaR), the model and the parameters used for its calculation as well as the average level of leverage are detailed as follows:

|                                      |                                   |
|--------------------------------------|-----------------------------------|
| <b>Sub-Fund Name</b>                 | PALLADIUM FCP - CRESCITA PROTETTA |
| <b>Global Exposure - Methodology</b> | Absolute VaR                      |
| <b>Information on the VaR:</b>       |                                   |
| Regulatory Limit                     | 20%                               |
| VaR Model used                       | Historical Simulation             |
| Lowest VaR                           | 3.29%                             |
| Highest VaR                          | 4.49%                             |
| Average VaR                          | 4.16%                             |
| Historical Data Serie Size           | 123                               |
| Price Return Frequency               | Daily                             |
| Decay Factor                         | 1                                 |
| Time Horizon                         | 1 month                           |
| Confidence Level                     | 99%                               |
| <b>Leverage</b>                      |                                   |
| Expected Maximum level of leverage:  |                                   |
| Gross approach                       | 100%                              |
| Net approach                         | n/a                               |
| Average observed level of leverage:  |                                   |
| Gross approach                       | 102.25%                           |
| Net approach                         | n/a                               |

## Remuneration

The Remuneration Policy in place at Mediobanca Management Company S.A. (the "Management Company") is aimed at ensuring that any relevant conflicts of interest can be managed appropriately at all times and sets out practices for those categories of staff, including senior management, risk takers, control functions, and any employees receiving total remuneration that takes them into the same remuneration bracket as senior management and risk takers, whose professional activities have a material impact on the risk profile of the sub-fund, that are consistent with and promote sound and effective risk management and do not encourage risk-taking which is inconsistent with the risk profile, rules or instruments of incorporation of that sub-fund.

This Remuneration Policy is in line with the business strategy, objectives, values and interests of the Management Company, the Funds under management and the investors in those Funds and includes measures to avoid conflicts of interest. In addition, the remuneration policy adopted applies the principles laid out under the UCITS Directive.

### *Identified staff*

The UCITS Directive requires the Management Company to identify the categories of staff whose professional activities have a material impact on the risk profile of the sub-fund.

The identified staff for the purpose of this Remuneration Policy are Mr. Fabio Gabriele and Mr. Fabio Ventola as Conducting Officers of Mediobanca Management Company S.A., Mr. Stefano Biondi as Board Member of Mediobanca Management Company S.A., Mr. Georges Gudenburg and Mr. Giovanni Lainati as Independent Members of the Board of Mediobanca Management Company S.A., and Mrs. Elena Gabriele as Head of Internal Audit of the Parent Company (Mediobanca S.p.A.).

### *Structure of remuneration*

1. Fixed remuneration
2. Variable remuneration

## **General Information (continued)**

The Management Company dedicates itself to collective asset management by managing a fund portfolio. Therefore, the variable component is predominantly established on a quantitative basis according to the actual profitability of the Management Company, taking into account any risk alignments.

The amount of individual bonuses may vary at the discretion of the management, according to assessments made regarding compliance with the business model, the attainment of targets and the absence of any critical situations or other prejudicial factors (i.e. in relation to Risks, Compliance and Anti-Money Laundering and Human Resources).

To measure performance, this discretion will be accompanied by a performance measurement system introduced at the start of each financial year in line with the allocated budget. The system will be quantitative and qualitative in nature and will consider corrective elements linked to the areas of compliance referred to above. The guidelines for the incentive scheme are determined in accordance with the policies of Mediobanca S.p.A. and the Mediobanca Group.

The details of the remunerations of the staff and the remuneration policy are available free of charge upon request to the Management Company of the Fund.

# PALLADIUM FCP

## Statement of Net Assets as at December 31, 2017

|  | Notes | PALLADIUM FCP -<br>CRESCITA PROTETTA<br>EUR |
|--|-------|---|
| <b>Assets</b>                              |       |   |
| Cash at bank                               |       | 43,413.50                                   |
| Receivable on subscriptions                |       | 111,855.55                                  |
| Receivable on swaps                        | 7     | 17,373,270.28                               |
| Net unrealised gain on swap contracts      | 7     | 708,816.29                                  |
| <b>Total assets</b>                        |       | <b>18,237,355.62</b>                        |
| <b>Liabilities</b>                         |       |   |
| Accrued expenses                           |       | 89,459.20                                   |
| Payable on redemptions                     |       | 34,095.47                                   |
| Interests payable                          |       | 26.14                                       |
| <b>Total liabilities</b>                   |       | <b>123,580.81</b>                           |
| <b>Net assets at the end of the period</b> |       | <b>18,113,774.81</b>                        |

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

# PALLADIUM FCP

## Statement of Operations and Changes in Net Assets for the period ended December 31, 2017

|  | Notes | PALLADIUM FCP -<br>CRESCITA PROTETTA<br>EUR |
|--|-------|---|
| <b>Expenses</b>  |       |   |
| Investment management fees   | 4     | 100,499.62                                  |
| Management company fees  | 5     | 7,950.72                                    |
| Depository bank fees   | 5     | 4,161.85                                    |
| Administration fees  | 5     | 10,407.77                                   |
| Professionnal fees   |       | 45,766.94                                   |
| Subscription Tax   | 6     | 3,477.46                                    |
| Amortization of formation expenses                                   |       | 4,088.01                                    |
| Bank interests and charges   |       | 3,584.62                                    |
| Other expenses   | 9     | 29,991.58                                   |
| <b>Total expenses</b>  |       | <b>209,928.57</b>                           |
| <b>Net investment income / (loss)</b>                                |       | <b>(209,928.57)</b>                         |
| Net realised gain / (loss) on:                                       |       |   |
| Swaps  |       | 331,469.01                                  |
| Foreign exchange translations  |       | (1,474.20)                                  |
| <b>Net realised gain / (loss) for the period</b>                     |       | <b>120,066.24</b>                           |
| Net change in unrealised gain / (loss) on:                           |       |   |
| Swaps  |       | 505,908.60                                  |
| <b>Increase / (Decrease) in net assets as a result of operations</b> |       | <b>625,974.84</b>                           |
| Subscriptions  |       | 5,802,205.01                                |
| Redemptions  |       | (1,314,562.10)                              |
| Net assets at the beginning of the period                            |       | 13,000,157.06                               |
| <b>Net assets at the end of the period</b>                           |       | <b>18,113,774.81</b>                        |

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

# PALLADIUM FCP

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## Statement of changes in the number of units for the period ended December 31, 2017

|  | Number of units<br>at the beginning<br>of the period | Number of units<br>subscribed | Number of units<br>redeemed | Number of units<br>at the end<br>of the period |
|--|--|-------------------------------|-----------------------------|--|
| <b>PALLADIUM FCP - CRESCITA PROTETTA</b> |  |                               |                             |  |
| <i>Classic</i>                           | 116,664.01   | 22,725.68                     | 12,758.27                   | 126,631.42                                     |
| <i>Institutional</i>                     | 11,644.93  | 33,389.96                     | -                           | 45,034.89                                      |

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

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# PALLADIUM FCP

## Statistics

| Sub-fund                          | Date              | Number of Outstanding Units |               | Total Net Assets (in EUR) | Net Asset Value per Unit (in EUR) |               |
|-----------------------------------|-------------------|-----------------------------|---------------|---------------------------|-----------------------------------|---------------|
| PALLADIUM FCP - CRESCITA PROTETTA | June 30, 2016     | 127,365.37                  | Classic       | 12,896,225.83             | 99.63                             | Classic       |
|                                   |                   | 2,068.44                    | Institutional |                           | 99.90                             | Institutional |
|                                   | June 30, 2017     | 116,664.01                  | Classic       | 13,000,157.06             | 101.20                            | Classic       |
|                                   |                   | 11,644.93                   | Institutional |                           | 102.47                            | Institutional |
|                                   | December 31, 2017 | 126,631.42                  | Classic       | 18,113,774.81             | 104.99                            | Classic       |
|                                   |                   | 45,034.89                   | Institutional |                           | 107.01                            | Institutional |

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

# PALLADIUM FCP

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## Notes to the Financial Statements as at December 31, 2017

### Note 1. General Information

PALLADIUM FCP (the "Fund") was created as of January 8, 2016 as a mutual investment fund ("Fonds Commun de Placement") under the Luxembourg law for an unlimited duration. The Fund is registered in the Grand Duchy of Luxembourg as an Undertaking for Collective Investment (a "UCI") pursuant to Part I of the law of December 17, 2010 as amended (the "2010 Law").

As at December 31, 2017, the Fund offered the following sub-fund:

- PALLADIUM FCP - CRESCITA PROTETTA

For the time being, the sub-fund may offer the following classes of units:

- Classic Class (hereafter "C"): offered to retail investors.

- Institutional Class (hereafter "I"): offered to institutional investors holding the units as part of their own assets or acting on behalf of individual or corporates entities.

### Note 2. Exchange rate as at December 31, 2017

The exchange rate used for the translation of the sub-fund's assets and liabilities not denominated in the reference currency of the sub-fund is as follows:

1 EURO (EUR) = 1.20050 US Dollar (USD)

### Note 3. Significant accounting policies

The financial statements are presented in accordance with Luxembourg regulations relating to Undertakings for Collective Investment in transferable securities.

#### 3.1 Foreign exchange translation

The accounts of the sub-fund are denominated in the currency in which its net asset value is calculated.

The financial statements have been drawn up in the accounting currency of the sub-fund. Assets and liabilities expressed in currencies other than the accounting currency of the sub-fund are converted into that currency at the exchange rates prevailing on the closing date.

Income and expenses expressed in currencies other than the accounting currency of the sub-fund are converted into that currency at the exchange rates prevailing on the transaction date.

#### 3.2 Presentation of the financial statements

The financial statements are presented on the basis of the latest net asset value calculated during the financial period. In accordance with the prospectus, the net asset value was calculated using the stock market prices and the latest exchange rates known at the time of calculation.

#### 3.3 Valuation of investments

The Net Asset Value per each class of units is determined on the day specified for the sub-fund (the "Valuation Day") on the basis of the value of the underlying investments of the sub-fund, determined as follows:

Total Return Swaps ("TRS") are over-the-counter financial contracts used to gain exposure to fluctuations (positive or negative depending on the direction of the transaction) in financial instruments, baskets of financial instruments or indices without having to own or borrow the underlying financial instruments.

TRS are valued by reference to the market value of the underlying assets, taking into account the costs inherent to the transaction.

# PALLADIUM FCP

## Notes to the Financial Statements as at December 31, 2017 (continued)

### Note 3. Significant accounting policies (continued)

#### 3.3 Valuation of investments (continued)

All other securities and other assets are valued at fair market value as determined in good faith pursuant to procedures established by the Management Company.

### Note 4. Investment management fees

The investment management fees are payable to the Management Company in compensation of its investment management services. Such fees are payable quarterly and are calculated on the basis of the average net asset value of each class of units for the relevant quarter.

As at December 31, 2017, the annual investment management fees rates per class of units are as follows:

| Classes of Units | Investment management fees |
|------------------|----------------------------|
| C Class          | 1.40%                      |
| I Class          | 0.70%                      |

During the initial ramp-up period and whenever the Basket Portfolio value is below the Protected Value, the management fees applied to each class of units can be reduced to 0.35%.

### Note 5. Depositary bank, Management Company, administration and risk management fees

The Management Company is entitled to receive a management fee of a maximum of 0.10% per annum, calculated on the average quarterly net asset value of the Fund for its activity as Management Company.

As remuneration for services rendered to the Fund in their respective capacities, the Depositary bank receives from the Fund, a fee of a maximum of 0.75% per annum. Depositary bank fees are payable quarterly and are calculated on the basis of the average net asset value of the Fund for the relevant quarter.

A fee of a maximum of 0.80% per annum calculated on the average quarterly net asset value of the Fund is charged to the Fund for central administration services.

Moreover, for its risk management activities, the Management Company is entitled to receive from the Fund a fee of 0.025% per annum, payable quarterly and calculated on the average quarterly net asset value of the Fund.

### Note 6. Subscription Tax

The Fund is not liable to any Luxembourg tax on profits or income, nor are distributions paid by the Fund liable to any Luxembourg withholding tax. The Fund is, however, liable in Luxembourg to a tax of 0.05% per annum of its net asset value, such tax being payable quarterly on the basis of the value of the aggregate net assets of the sub-fund at the end of the relevant calendar quarter. The Fund is liable to a tax of 0.01% per annum of the net asset value on Institutional Classes. No stamp duty or other tax is payable in Luxembourg on the issue of units. No Luxembourg tax is payable on the realised capital appreciation of the assets of the Fund.

### Note 7. Financial derivative instruments

#### Total Return Swaps

As at December 31, 2017, the sub-fund PALLADIUM FCP - CRESCITA PROTETTA was engaged in total return swap contracts with Mediobanca.

| Description                    | Sell/Buy | Ccy | Maturity date | Market Value in EUR  |
|--------------------------------|----------|-----|---------------|----------------------|
| Total Return Equity Swap -TRS- | Buy      | EUR | 18/03/2019    | 12,792,015.63        |
| Total Return Equity Swap -TRS- | Buy      | EUR | 18/03/2019    | 4,659,014.73         |
| <b>Total</b>                   |          |     |               | <b>17,451,030.36</b> |

# PALLADIUM FCP

## Notes to the Financial Statements as at December 31, 2017 (continued)

### Note 7. Financial derivative instruments (continued)

The balance of EUR 17,373,270.28 accounted for as receivable on swaps in the statement of net assets is composed of the funding cost of the swaps.

The underlying exposure obtained through the total return swap contracts consists of a basket of securities. As at December 31, 2017, the underlying exposure is as follows:

| Description   | Isin Code    | Class C | Class I | Total  |
|---|--------------|---------|---------|--------|
| iShares Core Euro Government Bond UCITS ETF         | IE00B4WXJJ64 | 11.61%  | 11.81%  | 11.62% |
| iShares MSCI Europe UCITS ETF                       | IE00B1YZSC51 | 12.43%  | 12.65%  | 12.45% |
| iShares Core S&P 500 UCITS ETF                      | IE00B5BMR087 | 18.27%  | 18.59%  | 18.29% |
| iShares S&P 500 EUR Hedged UCITS ETF                | IE00B3ZW0K18 | 16.45%  | 16.74%  | 16.47% |
| iShares MSCI Europe Minimum Volatility UCITS ETF    | IE00B86MWN23 | 16.69%  | 16.98%  | 16.70% |
| iShares Core MSCI Japan IMI UCITS ETF               | IE00B4L5YX21 | 3.45%   | 3.51%   | 3.45%  |
| iShares Core MSCI Pacific ex-Japan UCITS ETF        | IE00B52MJY50 | 5.22%   | 5.31%   | 5.22%  |
| iShares Core MSCI Emerging Markets IMI UCITS ETF    | IE00BKM4GZ66 | 5.53%   | 5.62%   | 5.53%  |
| iShares Dow Jones-UBS Commodity Swap UCITS ETF (DE) | DE000A0H0728 | 1.98%   | 2.01%   | 1.98%  |
| iShares Developed Markets Property Yield UCITS ETF  | IE00B1FZS350 | 3.66%   | 3.72%   | 3.66%  |

The remaining portion of the basket is composed of cash as of December 31, 2017.

### Note 8. Collateral

As at December 31, 2017, the collateral received in order to reduce the counterparty risk linked to the total return swap contracts is detailed below:

| Sub-fund                          | Sub-fund currency | Counterparty | Type of collateral | Market value of collateral received in EUR |
|-----------------------------------|-------------------|--------------|--------------------|--|
| Palladium FCP - Crescita Protetta | EUR               | Mediobanca   | Securities         | 8,944,663.89                               |
|                                   |                   |              | Cash               | 9,075,533.97                               |
|                                   |                   |              |                    | <b>18,020,197.86</b>                       |

### Note 9. Other expenses

The other expenses amounting to EUR 29,991.58 consist mainly in risk monitoring fees, transfer agency fees, operating fees, regulatory fees and OTC valuation fees.

# PALLADIUM FCP

## Additional information regarding the Transparency of Securities Financing Transactions

The Fund is subject to the Regulation (EU) 2015/2365 on Transparency of Securities Financing Transactions and of Reuse and amending Regulation (EU) No 648/2012 of the European Parliament ("SFTR").

A Securities Financing Transaction ("SFT") is defined per Article 3(11) of the SFTR as:

- a repurchase transaction or a reverse repurchase transaction;
- a securities or commodities lending and securities or commodities borrowing;
- a buy-sell back transaction or sell-buy back transaction;
- a margin lending transaction.

The regulation also covers transactions that are commonly referred to as total return swaps.

The Fund only held total return swap contracts as at December 31, 2017.

### Global data

The following table reflects the amount of assets engaged in the total return swap contracts expressed as an absolute amount in EUR and as a percentage of the Fund's net assets as at December 31, 2017:

|                    | Absolute amount<br>EUR | % of<br>Net Assets |
|--------------------|------------------------|--------------------|
| Total return swaps | 17,451,030.36          | 96.34              |
| <b>Total</b>       | <b>17,451,030.36</b>   | <b>96.34</b>       |

### Concentration data

The following table reflects the ten largest securities received as collateral in relation to total return swap contracts as at December 31, 2017:

| Issuer name                        | Securities received as collateral at market value<br>in EUR |
|------------------------------------|---|
| iShares V Public Limited Company   | 2,400,934.24  |
| iShares III Public Limited Company | 1,750,825.86  |
| iShares II Public Limited Company  | 1,538,823.00  |
| iShares Public Limited Company     | 1,175,750.10  |
| iShares VI Public Limited Company  | 1,159,473.23  |
| iShares VII Public Limited Company | 701,253.36  |
| iShares Diversified Commodity Swap | 217,604.10  |
| <b>Total</b>                       | <b>8,944,663.89</b>   |

The counterparty to the total return swap contracts is Mediobanca.

### Aggregate transaction data for each type of SFT and Swaps

The following table reflects the absolute market value of all collateral received for the total return swap contracts by type and quality of collateral as at December 31, 2017:

|                    | Shares                  |                   |                     |
|--------------------|-------------------------|-------------------|---------------------|
|                    | Investment Grade<br>EUR | High Yield<br>EUR | Not Rated<br>EUR    |
| Total return swaps | -                       | -                 | 8,944,663.89        |
| <b>Total</b>       | -                       | -                 | <b>8,944,663.89</b> |

\*As at December 31, 2017 the collateral received by the Fund amounts to EUR 18,020,197.86 composed by cash for an amount of EUR 9,075,533.97 and not rated securities for an amount of EUR 8,944,663.89.

# PALLADIUM FCP

## Additional information regarding the Transparency of Securities Financing Transactions (continued)

### Aggregate transaction data for each type of SFT and Swaps (continued)

The following table reflects the absolute market value by currency of all collateral received the total return swap contracts as at December 31, 2017 reflected in EUR:

|                    | EUR<br>EUR           | USD<br>EUR          |
|--------------------|----------------------|---------------------|
| Total return swaps | 15,373,248.54        | 2,646,949.32        |
| <b>Total</b>       | <b>15,373,248.54</b> | <b>2,646,949.32</b> |

The following table reflects absolute market value of all collateral received for total return swap contracts by maturity tenor as at December 31, 2017:

|              | On demand<br>EUR    | 1 to 7 days<br>EUR | 8 to 30<br>days<br>EUR | 31 to 90 days<br>EUR | Greater than 90<br>days but less than<br>one year<br>EUR | Greater than<br>one year<br>EUR | Open<br>transactions<br>EUR |
|--------------|---------------------|--------------------|------------------------|----------------------|--|---------------------------------|-----------------------------|
| Cash         | -                   | -                  | -                      | -                    | -  | -                               | 9,075,533.97                |
| Shares       | 8,944,663.89        | -                  | -                      | -                    | -  | -                               | -                           |
| <b>Total</b> | <b>8,944,663.89</b> | -                  | -                      | -                    | -  | -                               | <b>9,075,533.97</b>         |

As at December 31, 2017, the counterparty to the total return swap contracts is established in the United Kingdom. All trades open at the end of the period have been transacted through bilateral settlement.

### Data on collateral reuse

The Fund does not reuse the collateral.

### Safekeeping of collateral received and granted by the Fund as part of SFT and Swaps trading

All the collateral received in relation to total return swap transactions is held by BNP Paribas Securities Services Luxembourg Branch as at December 31, 2017.

### Data on return and cost for each type of SFT and Swaps

The following table reflects the return and cost attributable to the total return swap contracts for the period ended December 31, 2017:

|                    | Cost<br>EUR | Return<br>EUR |
|--------------------|-------------|---------------|
| Total return swaps | -           | 100%          |