

# **BBVA DURBANA INTERNATIONAL FUND**

Société d'Investissement à Capital Variable  
à compartiments multiples

Annual Report and Audited Financial  
Statements as at  
December 31, 2018

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## DIRECTORS AND ADMINISTRATION

### REGISTERED OFFICE

BBVA DURBANA INTERNATIONAL FUND  
20, Boulevard Emmanuel Servais  
L - 2535 Luxembourg  
R.C.S. Luxembourg B 27 711

### BOARD OF DIRECTORS

#### MEMBERS

Lara Marin Fernandez  
Chairperson of the Board  
BBVA S.A.  
Calle Azul, 4  
E - 28050 Madrid

Edward De Burlet  
Independent Director  
54, rue Michel Gehrend  
L - 1619 Luxembourg

José Luis Rodríguez Álvarez (until July 11, 2018 included)  
20, Boulevard Emmanuel Servais  
L - 2535 Luxembourg

Juan Carlos Muñoz Galindo (since July 12, 2018 included)  
Executive Director  
BBVA Suiza S.A.  
Selnaustrasse, 32  
8001 Zurich  
Switzerland

### DEPOSITARY BANK

EDMOND DE ROTHSCHILD (EUROPE)  
20, Boulevard Emmanuel Servais  
L - 2535 Luxembourg

### DOMICILIARY, REGISTRAR, TRANSFER, PAYING, ADMINISTRATIVE AND LISTING AGENT

EDMOND DE ROTHSCHILD ASSET MANAGEMENT  
(LUXEMBOURG)  
20, Boulevard Emmanuel Servais  
L - 2535 Luxembourg

### PROMOTOR

BANCO BILBAO VIZCAYA ARGENTARIA, S.A.  
Calle Azul, 4  
E - 28050 Madrid, Spain

### GLOBAL DISTRIBUTOR

BBVA ASSET MANAGEMENT S.A. , S.G.I.I.C.  
Calle Azul, 4  
E - 28050 Madrid, Spain

### REVISEUR D'ENTREPRISES AGREE

KPMG Luxembourg, Société coopérative  
39, Avenue John F. Kennedy  
L - 1855 Luxembourg

### MANAGEMENT COMPANY

BBVA Asset Management S.A. S.G.I.I.C.  
Calle Azul, 4  
E - 28050 Madrid, Spain

### DIRECTORS OF THE MANAGEMENT COMPANY

José Manuel Pérez Huertas  
Luis Megías Pérez  
Ricardo Gutiérrez Jones  
Eduardo García Hidalgo  
Gabriel Martínez de Aguilar  
Ignacio Galar Arrondo

### INVESTMENT MANAGERS

BBVA ASSET MANAGEMENT S.A. S.G.I.I.C.  
Calle Azul, 4  
E - 28050 Madrid, Spain

### SUB-INVESTMENT MANAGERS

BBVA BANCOMERS.A. INSTITUCIÓN DE BANCA  
MÚLTIPLE.,GRUPO FINANCIERO BBVA BANCOMER  
Paseo de la Reforma 510  
Colonia Juárez,  
Delegación Cuauhtémoc  
Mexico D.F.

### FOR THE SUB-FUNDS:

*BBVA LATAM FIXED INCOME FUND,*  
*BBVA LATAM EQUITY FUND.*

**DIRECTORS AND ADMINISTRATION (continued)**

**SUB-INVESTMENT MANAGERS (continued)**

GARANTI PORTFÖY YÖNEMİTİ A.S.

Etiler Mah.

Cengiz Topel Cad. No:39/1 Kat:2,

34337, Besiktas, Istanbul, Turkey

GARANTI HİZMET YÖNETİMİ A.S.

Etiler Mah.

Cengiz Topel Cad. No:39/1 Kat:2,

34337, Besiktas, Istanbul, Turkey

FOR THE SUB-FUNDS:

*GARANTI TURKISH EQUITY FUND,*

*GARANTI TURKISH FIXED INCOME FUND.*

BBVA SUIZA, S.A.

Selnaustrasse,

32-36, 4th Floor

P.O.Box 3930

8021 Zurich, Switzerland

FOR THE SUB-FUNDS:

*BBVA PORTFOLIO STRATEGY 33 FUND,*

*BBVA PORTFOLIO STRATEGY 66 FUND,*

*BBVA PORTFOLIO STRATEGY 100 FUND,*

*BBVA PORTFOLIO EQUITY STRATEGY FUND,*

*BBVA FIXED INCOME PORTFOLIO FUND.*

**COUNTERPARTIES FOR DERIVATIVES  
INSTRUMENTS**

JP MORGAN

JPMorgan - Futures and Options

12th Floor, 125 London Wall,

London, EC2Y 5AJ

EDMOND DE ROTHSCHILD (EUROPE)

20, Boulevard Emmanuel Servais

L - 2535 Luxembourg

BANCO BILBAO VIZCAYA ARGENTARIA, S.A.

Calle Azul, 4

E - 28050 Madrid, Spain

## GENERAL INFORMATION

### 1 - INFORMATION TO THE SHAREHOLDERS

Annual reports and semi-annual reports are at the disposal of the shareholders with the administrative agent.

The periodical reports contain financial information regarding the BBVA DURBANA INTERNATIONAL FUND (the “SICAV” or the “Fund”), the composition and evolution of its assets and its consolidated situation.

The list of movements that took place in the composition of the securities portfolio for the financial year starting on January 1, 2018 are available for free with the head office of the administrative agent.

Subscriptions cannot be received on the basis of financial reports. Subscriptions are valid only if made on the basis of the current prospectus and Key Investors Information Document (“KIID”), supplemented by the last annual report and the most recent semi-annual report if published thereafter.

### 2 - NET ASSET VALUE PER SHARE

The accounts of every Sub-Fund are held in the currency corresponding to each of these Sub-Funds. The net asset value is calculated for each Sub-Fund and is expressed in the corresponding currency. The net asset value is calculated every bank business day in Luxembourg for all Sub-Funds except for the Sub-Funds AMURA, GLOBAL INVESTMENTS, DRIZA, RUMBO and SPINNAKER, which are calculated every first and third monday of each month on the basis of the last known quotations.

The net asset value of the shares of each Sub-Fund or Class is calculated by dividing the net assets of each Sub-

Fund or Class by the total number of shares of the Sub-Fund or Class in issue at that time. The net assets of the Sub-Fund or Class correspond to the difference between the total assets and total liabilities attributable to such Sub-Fund or Class.

The annual report shows all Sub-Funds with a Net Asset Value dated on December 31, 2018.

### 3 - INFORMATION TO SHAREHOLDERS IN SWITZERLAND

Edmond de Rothschild Asset Management (Suisse), S.A., was authorised by the Swiss Financial Market Supervisory Authority as Swiss representative of the SICAV and acts also as paying agent. The prospectus, the Key Investor Information Document, the articles, the annual and semi-annual reports of the SICAV, as well as the list of the purchases and sales which the SICAV has undertaken during the financial year, may be obtained, on simple request and free of charge, at the head office of the Swiss representative, Edmond de Rothschild Asset Management (Suisse), S.A., 18, rue de Hesse, CH-1204 Geneva.

The Total Expense Ratios (TER) as at December 31, 2018 for each Sub-Fund are calculated in accordance with the guidelines of the Swiss Funds and Asset Management Association (SFAMA), approved by the Swiss Financial Market Supervisory Authority.

#### **TER (Total Expense Ratio)**

The Total Expense Ratio (TER) represents the ratio of the total expenses, except transactions fees, annually supported by the Fund for each Sub-Fund.

The TER should be calculated as follows :

TER = Total charges of the Sub-Fund/Average net asset value of the Sub-Fund.

Average net asset value of the Sub-Fund = Amount of net assets over the year / Observation's number.

The TER is calculated for the preceding 12 months at the close of the annual report. In the case of newly launched Sub-Funds, the operating expenses are annualized.

Each Sub-Fund's TER are detailed in this Annual Report in the “TER” section.

## GENERAL INFORMATION (continued)

### 3 - INFORMATION TO SHAREHOLDERS IN SWITZERLAND (continued)

#### **TER (Total Expense Ratio) (continued)**

If a collective investment scheme invests at least 10% of its net assets as a fund of funds in other collective investment schemes (target funds) which publish a TER within the meaning of the present guidelines, a composite (synthetic) TER is to be calculated as of the closing date of the financial year or the end of the first half of the financial year. This corresponds to the sum of:

- the prorated TER of the individual target funds, weighted on the basis of their proportion in the net assets of the fund of funds as of the closing date,
- the issue and redemption commissions of the target funds actually paid, and
- the TER of the fund of funds minus the reimbursements received from the target funds during the reporting period.

If any of the target funds does not publish a TER pursuant to the present guidelines, the following procedure must be followed when disclosing the costs incurred by the fund of funds:

- Reference must be made to the fact that no composite (synthetic) TER can be determined for the respective portion of the fund of funds.
- A composite (synthetic) value must be indicated for the overall costs that the fund of funds is expected to incur. To this end

- a truncated (synthetic) TER is calculated which – weighted on the basis of the fund of fund's investment proportion – includes the TERs of all target funds for which the TER is determined as per the present guidelines (i.e. target funds with TER), and
- to this are added for each of the other target funds (i.e. target funds without TER) the issue and redemption commissions plus as precise as possible an estimate of the upper limit of the costs relevant for the TER. This value – weighted on the basis of the target funds' weighting in the fund of fund – must include the maximum management fee and the most recent performance-related management fee available for this target fund.

A TER has been calculated for the following Sub-Funds :

BBVA LATAM FIXED INCOME FUND  
 BBVA USD CORPORATE BOND FUND  
 BBVA EUR CORPORATE BOND FUND  
 BBVA GLOBAL EQUITY FUND  
 BBVA MULTI-ASSET MODERATE EUR FUND  
 BBVA MULTI-ASSET MODERATE USD FUND  
 BBVA GLOBAL BOND FUND  
 BBVA MULTI-ASSET FLEXIBLE FUND

## GENERAL INFORMATION (continued)

## 3 - INFORMATION TO SHAREHOLDERS IN SWITZERLAND (continued)

Performances of Sub-Funds distributed in Switzerland :

Sub-Funds	Classes of Shares	Sub-Classes	Date of launch	Performances *	
				N.A.V. as at 31.12.16	2016
BBVA LATAM FIXED INCOME FUND	A	USD	03/11/2003	59.83	12.65%
BBVA LATAM FIXED INCOME FUND	I	USD	31/07/2007	88.45	14.13%
BBVA USD CORPORATE BOND FUND	D	USD	29/05/2009	96.36	(1.87%)
BBVA EUR CORPORATE BOND FUND	P	EUR	13/03/2009	122.24	2.71%
BBVA GLOBAL EQUITY FUND	A	EUR	29/05/2009	189.15	3.22%
BBVA GLOBAL EQUITY FUND	A	USD	05/03/2013	110.18	0.22%
BBVA MULTI-ASSET MODERATE EUR FUND	A	EUR	05/03/2010	121.31	1.87%
BBVA MULTI-ASSET MODERATE USD FUND	A	USD	05/03/2010	111.21	1.28%
BBVA GLOBAL BOND FUND	A	EUR	05/03/2013	103.40	0.07%
BBVA GLOBAL BOND FUND	A	USD	20/05/2011	112.26	1.67%
BBVA MULTI-ASSET FLEXIBLE FUND	A	EUR	20/05/2011	110.91	(0.92%)
BBVA MULTI-ASSET FLEXIBLE FUND	A	USD	20/05/2011	101.12	0.08%

Sub-Funds	Classes of Shares	Sub-Classes	Date of launch	Performances *	
				N.A.V. as at 31.12.17	2017
BBVA LATAM FIXED INCOME FUND	A	USD	03/11/2003	65.65	9.73%
BBVA LATAM FIXED INCOME FUND	I	USD	31/07/2007	98.31	11.15%
BBVA USD CORPORATE BOND FUND	D	USD	29/05/2009	96.36	(0.48%)
BBVA EUR CORPORATE BOND FUND	P	EUR	13/03/2009	124.08	1.51%
BBVA GLOBAL EQUITY FUND	A	EUR	29/05/2009	201.55	6.56%
BBVA GLOBAL EQUITY FUND	A	USD	05/03/2013	133.67	21.32%
BBVA MULTI-ASSET MODERATE EUR FUND	A	EUR	05/03/2010	129.02	6.36%
BBVA MULTI-ASSET MODERATE USD FUND	A	USD	05/03/2010	123.25	10.83%
BBVA GLOBAL BOND FUND	A	EUR	05/03/2013	102.01	(1.34%)
BBVA GLOBAL BOND FUND	A	USD	20/05/2011	113.14	0.78%
BBVA MULTI-ASSET FLEXIBLE FUND	A	EUR	20/05/2011	111.83	0.83%
BBVA MULTI-ASSET FLEXIBLE FUND	A	USD	20/05/2011	103.98	2.83%

## GENERAL INFORMATION (continued)

Performances of Sub-Funds distributed in Switzerland :

Sub-Funds	Classes of Shares	Sub-Classes	Date of launch	Performances *	
				N.A.V.as at 31.12.18	2018
BBVA LATAM FIXED INCOME FUND	A	USD	03/11/2003	61.37	(6.51%)
BBVA LATAM FIXED INCOME FUND	I	USD	31/07/2007	93.11	(5.30%)
BBVA USD CORPORATE BOND FUND	D	USD	29/05/2009	91.39	(5.16)%
BBVA EUR CORPORATE BOND FUND	P	EUR	13/03/2009	121.78	(1.85%)
BBVA GLOBAL EQUITY FUND	A	EUR	29/05/2009	186.68	(7.38%)
BBVA GLOBAL EQUITY FUND	A	USD	05/03/2013	117.86	(11.83%)
BBVA MULTI-ASSET MODERATE EUR FUND	A	EUR	05/03/2010	123.75	(4.08%)
BBVA MULTI-ASSET MODERATE USD FUND	A	USD	05/03/2010	119.82	(2.78%)
BBVA GLOBAL BOND FUND	A	EUR	05/03/2013	99.40	(2.56%)
BBVA GLOBAL BOND FUND	A	USD	20/05/2011	113.46	0.29%
BBVA MULTI-ASSET FLEXIBLE FUND	A	EUR	20/05/2011	106.87	(4.44%)
BBVA MULTI-ASSET FLEXIBLE FUND	A	USD	20/05/2011	102.04	(1.87%)

\* Performances are historical and are not necessarily an indication of future results, they do not include redemption or subscription's commissions and fees.

## GENERAL INFORMATION (continued)

### 4 - RISK MANAGEMENT PROCESS (unaudited)

The Company will use a risk-management process which enables it to monitor and measure at any time the risk of each Sub-Fund's portfolio positions and their contribution to the overall risk profile of each Sub-Fund. The Company will employ a process for accurate and independent assessment of the value of any OTC derivative instruments.

While assessing the risks involved in the management of the assets of each Sub-Fund, the Fund will, in addition to the global exposure, monitor risks such as market risks, liquidity risks, counterparty risks and operational risks.

The Fund will calculate the global exposure of each Sub-Fund by using either the commitment conversion methodology ("CCM") or the Value-at-Risk methodology ("VaR or VaR approach") depending on the Fund's assessment of the risk profile of the various Sub-Funds resulting their investment policy.

For Sub-Funds using the CCM the positions on financial derivative instruments will be converted into equivalent positions on the underlying assets (as an alternative method the notional amount may be used). Any Sub-Fund's global exposure, limited to 100% of the Sub-Fund's total net assets will then equal the sum of the absolute value of each commitment, after consideration of possible effects of netting and hedging in accordance with applicable laws and regulations.

Other Sub-Funds which so indicate in the relevant Appendix of the Prospectus will measure their global exposure using the absolute VaR approach. The VaR approach permits the quantification of the maximum potential loss which might be generated by a Sub-Fund's portfolio in normal market conditions. The loss is thereby estimated on the basis of a given holding period and a certain confidence level.

The absolute VaR calculates a Sub-Fund's global exposure as a percentage of the Net Asset Value of the Sub-Fund and is measured against an absolute limit of 20% as defined by the CSSF. In the absence of a perceptible reference portfolio or benchmark the absolute VaR approach is generally an appropriate approach. Information on the reference portfolio of the relevant Sub-Fund may be obtained free of charge from the registered office of the Fund.

VaR reports for these Sub-Funds will be produced and monitored on a daily basis based on the following criteria:

- model used: historical simulation
- 1 month holding period;
- 99% confidence levels;
- stress testing and back testing will also be applied on an ad hoc basis.

The Sub-Funds using the VaR approach are also required to disclose the expected level of leverage. The leverage is thereby calculated by means of the CCM in accordance with CSSF Circular 11/512.

The methodology used by each Sub-fund and the expected level of leverage (if applicable) will be indicated in the Appendix of the relevant Sub-Fund in the prospectus. Upon request of an investor, the Fund will provide supplementary information relating to the quantitative limits that apply in the risk management of each Sub-Fund, to the methods chosen to this end and to the recent evolution of the risks and yields of the main categories of instruments.

All Sub-Funds follow the Commitment Approach except the following Sub-Funds which use an absolute VaR approach to monitor their global risk level:

#### **BBVA Global Equity Fund**

The expected level of leverage is between 100%-150% of the Net Asset Value. Higher levels of leverage are however possible. The highest leverage level should be approximately 250% of the Net Asset Value.

#### **BBVA Global Bond Fund**

The expected level of leverage is between 300%-400% of the Net Asset Value. Higher levels of leverage are however possible. The highest leverage level should be approximately 500% of the Net Asset Value.

## GENERAL INFORMATION (continued)

## 4 - RISK MANAGEMENT PROCESS (unaudited)

VaR - 2018	Average VAR	Max. VAR	Min. VAR
<i>BBVA Global Equity Fund</i>	7.84%	9.80%	5.61%
<i>BBVA Global Equity Fund (unhedged)</i>	7.24%	8.52%	3.89%
<i>BBVA Global Bond Fund</i>	0.95%	1.43%	0.72%

  

<i>Actual leverage Exposure</i>	<i>Average</i>	<i>Max.</i>	<i>Min</i>
<i>BBVA Global Equity Fund</i>	27.07%	119.76%	6.17%
<i>BBVA Global Bond Fund</i>	172.53%	290.96%	110.76%

## 5 - REMUNERATION TO END 2018 (unaudited)

BBVA ASSET MANAGEMENT S.A. SGIIC ("BBVA AM") has a remuneration policy in place that applies to all its employees. It is compatible with the risk profile, risk propensity and strategy of BBVA AM and the Investment Funds it manages, and subject to regulations and legal documentation. The policy has been designed to prevent excessive risk assumption and to improve performance, while complying with the measures and procedures implemented to avoid conflicts of interest. It also follows the principles of the Group's remuneration policy, and is consistent with the Company's financial situation.

There are two main components to the remuneration. One is a fixed part that is considered sufficiently high with respect to the total, based on each employee's level of responsibility, duties and track record. It includes any other benefits or supplements that are generally paid to a particular group of employees and that do not depend on variable factors or on performance, such as contributions to pension schemes and other benefits. The other component is a variable incentive, which is completely flexible, and is linked to meeting previously established targets and prudent risk management.

The variable incentive model is calculated individually in accordance with employee's functional profile and a combination of indicators for the group, area and individual. These indicators are weighted according to financial and non-financial factors, with the greatest weight being given to the non-financial factors that take into account functional and risk management aspects.

The members of the identified staff, whose activity may have a material impact on the risk profile of the Investment Funds, or who exercise control functions, are eligible for a specific remuneration policy that includes multi-year indicators for calculating the variable component, to ensure the remuneration is aligned with the long-term interests of both the company and the managed portfolios. The policy distinguishes between 3 different groups in

assigning the indicators: staff belonging to the Investment area, whose incentives are more closely related to the performance of the Investment Funds by means of ratios that assign a weight to the risk-related return; staff belonging to the Control area, whose indicators mainly reflect how they perform their duties; and members responsible for other functions, with indicators more closely linked to the Company's results and efficiency.

In addition, the settlement and payment scheme for the members of the identified staff may include payment of 50% of the total variable component by delivery of shares of the Group's parent company, with 40% of the total deferred for a period of 3 years. At the end of this period, the deferred amount is adjusted on the basis of previously defined multi-yearly indicators. This adjustment may reduce the deferred portion to zero, but in no case may be used to increase it. During the entire deferral and retention period (the retention period lasting one year), the entire variable remuneration will be subject malus and clawback clauses for cases in which a member of the identified staff acts in an irregular or negligent manner that has a negative impact on BBVA AM's performance.

The Management Company's Remuneration Committee reviewed the policy's current text to adapt it to the objectives, without having proposed amendments to it, in force since December 18, 2017.

The total remuneration paid by BBVA Asset Management, S.A., S.G.I.I.C. to its employees in 2018 was as follows: fixed remuneration: 6.004.915 euros; variable remuneration: 2,567,083.43 euros. The number of employees benefiting was 200 as of 31/12/2018, all of whom 71 received variable remuneration. In addition, the aggregate remuneration of the 3 senior managers and 14 other members of the identified staff, whose professional activities have a material impact on the risk profile of the SGIIC and the managed Investment Funds (this staff being the members of the Board of Directors of BBVA Asset Management, S.A., S.G.I.I.C. and the staff of BBVA Asset Management, S. A., S.G.I.I.C. or Banco Bilbao Vizcaya Argentaria, S.A. who, during 2018, had the

## GENERAL INFORMATION (continued)

authority to direct or control the SGIIC's activities) was 686.250,80 euros in fixed remuneration and 237,529.31 in variable remuneration for the first and 1,193,969.67 euros of fixed remuneration and 527,884.61 euros of variable remuneration for the rest.

BBVA AM's remuneration policy is available at [www.bbvaassetmanagement.com](http://www.bbvaassetmanagement.com), including additional information.

The delegated managers have been asked for information on their remuneration policy for financial year 2018, in compliance with the provisions of the ESMA Guidelines related to the remuneration policy. With this information, the annual report of the affected sub funds will be completed with the following information, as applicable:

UCITS with Investment Management delegated:

BBVA Latam Fixed Income Fund / BBVA Latam Equity Fund

Fund's Management has been delegated to BBVA BANCOMER, S.A. The total amount of the remuneration received in the year 2018 by the 4 employees of BBVA BANCOMER, S.A, Institución de Banca Múltiple, Grupo Financiero Bancomer, which directly manage the funds amounts to 21,826,968 Mexican pesos, with 13,836,368 Mexican pesos of fixed remuneration and 7,990,600 Mexican pesos of variable remuneration.

GARANTI TURKISH FIXED INCOME FUND (in Liquidation) / GARANTI TURKISH EQUITY FUND (in liquidation)

Fund's Management has been delegated to GARANTI PORTFÖY YÖNEMİTİ A.S. The total amount of the remuneration received in the year 2018 by the 4 employees of GARANTI PORTFÖY YÖNEMİTİ A.S., which directly manage the funds amounts to 1,685,734 Turkish lira, with 1,261,909 Turkish lira of fixed remuneration and 423,825 Turkish lira of variable remuneration.

BBVA FIXED INCOME PORTFOLIO FUND / BBVA PORTFOLIO STRATEGY 33 FUND / BBVA PORTFOLIO STRATEGY 66 FUND / BBVA PORTFOLIO STRATEGY 100 FUND / BBVA PORTFOLIO EQUITY STRATEGY FUND

Fund's Management has been delegated to BBVA SUIZA, S.A. The total amount of the remuneration received in the year 2018 by the 4 employees of BBVA SUIZA, S.A., which directly manage the funds amounts to 1.021.085 CHF, with 704.943 CHF of fixed remuneration and 316.142 CHF of variable remuneration.

## REPORT ON THE ACTIVITIES

### BBVA LATAM FIXED INCOME FUND

#### Brazil

The Central Bank of Brazil held its benchmark Selic interest rate steady at 6.50%.

The inflation rate has been according to market expectation converging to 4%, inflation for the year 3.86%. Brazil's unemployment rate has been trending down since early-2017 but unemployment rate remains at high levels from an historical perspective.

The BRL appreciated 8.60% due to the win of Jair Bolsonaro, the pro-market candidate.

#### Mexico

The Central Bank of Mexico raises the overnight interest rate 50bps (25bps on November 2018 and 25pbs on December 2018) to held rates at 8.25% from 7.75%. The board was worried because of high inflation and uncertainty on the new government approach. The inflation for 2018 was 4.52% and GDP grew 2%.

The project of the new international airport of Mexico was cancelled; the effect of this action was a deterioration of the prices of the bonds and a depreciation of the MXN.

At the end of December the bond market rallied and the MXN appreciated because of the dissipation of uncertainty on the new administration and the messages sent by them with the fiscal plan announced for next year.

#### Chile

The economic activity maintained around 3% YoY, the GDP of the 3Q was published 2.8% expecting the economy to end at close to 4%. CPI in 2018 was 2.4% slightly below expectations.

The Central Bank of Chile (CBC) raised 25pbs its overnight rate on October from 2.50% to 2.75%, due to the international risks and volatility on prices on raw materials (on specific copper prices).

#### Peru

The GDP of the 3Q was published at 2.3% expecting the economy to end at close to 4%. CPI in 2018 was 2.19 % in line with market expectations.

The central bank of Peru kept interest rates unchanged at 2.75%.

#### Colombia

The GDP of the 3Q was published at 2.7%, the market expects to end around that number to the end of 2018. CPI in 2018 was 3.18 % below market expectations.

The central bank of Colombia kept interest rates unchanged at 4.25%.

#### Strategy

We maintain a neutral stance in Brazil duration and overweight Mexico due to the high carry of the interest rates and the economic outlook. Underweight the rest of Latam. Peru, Chile and Colombia's short fund.

We are out of Argentina and don't have exposure to FX.

### BBVA ALTERNATIVE SOLUTIONS FUND

#### Economic outlook

The expected global growth figures for 2018 and 2019 have been revised downwards in the second half of the year, in both developed and emerging countries, breaking the trend of the first months of 2018.

The rise in debt rates, the worsening of macro indicators and the deterioration of international trade relations have negatively affected stock markets, so after staying within a relatively narrow range from February to September, the World Index (in dollars) has broken that range downward, leading a strong setback and ending the year in a clearly negative territory (-9.8% in the 2S). The Volatility in December reached levels close to the annual highs of February, ending the year near the maximum area (+9.3pp in the 2S). Although developed markets had better behavior in the second and third quarter of the year, in the fourth quarter they have suffered a sharp decline, which has largely reduced the worst emerging behavior in the annual calculation. It is worth noting the better performance in the last half of the year of the most defensive sectors (utilities, pharmaceuticals and telecommunications), while in the negative side we find energy, materials, industrial, financial and technology.

Although there have been no surprises in the monetary policy of the main central banks in the last months of the year, expectations have changed in line with the progressive deterioration of financial markets and the economic outlook. Regarding fixed income, the winning assets in the 2S have been the 10-year bonds of both Germany and the U.S., despite the depreciation of the last one for the whole year. In U.S. highlights the flattening of the curve (including investment in the shortest terms). In credit, this environment leaves spikes in spreads, especially in the speculative segments, as well as peripheral risk premiums in the last half of the year.

## REPORT ON THE ACTIVITIES (continued)

The dollar has shown its strength in 2018 with a generalized appreciation, especially in the 2S and against the currencies of the most vulnerable countries (Turkey, Argentina). It has not been a good semester for commodities (Brent -32.4% in 2S), but gold has acted as a refuge asset.

### Portfolio activity

Regarding the portfolio, all the absolute return strategies have suffered in the second half of the year, especially those of Equity Market Neutral and Emerging Markets. The investment in alternative risk premium has brought diversification, especially in the worst market moments we have seen at the end of the year.

On the tactical side, the EUR/USD trades, as well as the different positions that we have been taking in equities, both in developed and emerging markets, have had positive returns in the period.

As a result, the profitability in the second semester has been -3.03%.

### Expectations

Regarding the coming months, we are cautious about the deterioration of the macroeconomic data and the instability caused by the commercial war, which continue to negatively affect the performance of the global stock exchanges, so a dynamic asset risk management will be key.

In accordance with the investment process of the fund, we will continue with a diversified fund portfolio in terms of the risk contribution of each of the strategies. The part of the portfolio invested in alternative risk premiums provides decorrelation with traditional assets, while the tactical positioning in different assets helps us to have greater adaptability and dynamism in the face of market volatility.

## BBVA USD CORPORATE BOND FUND

2018 has been a difficult year for markets with all assets classes yielding negative returns for the year. There have been several factors that contributed to having one the weakest years since the financial and European sovereign crisis in Credit markets.

We saw the return of volatility, which had been subdued in the past, with several spikes throughout the year, specially in February as a large spike in volatility collapsed some inverse-volatility funds causing a sharp sell-off in markets. Marco and political risk was also on the rise, with most of the turmoil center around Italy, Turkey, Argentina and the long-lasting Brexit. Concerns about a global macro slowdown combined with tightening monetary policies in developed

economies was a major theme throughout the year, specially in the last couple of months with a strong sell off in rates, from its peak in October, producing a drastic sell-off in markets in December.

The first half of the year continued to show the different paces of monetary policy between the US and Europe. Despite market expectations are less aggressive than the Fed's own projections, the different bias between the two central banks has made the differentials at the short-end of the curve to peak to historical levels.

The Fed raised rates in June, as expected, by 25bps to 1.75%-2.00%. It also signaled another two hikes for the year and three more in 2019 on the back of strong projections for growth and inflation.

The ECB announced in June that its purchase programmes will end by December 2018. Despite this announcement, the tone was taken as dovish given the recent weakness in economic data and the lack of inflationary pressures. In fact, the ECB will extend the purchased, albeit at a lower pace, from October till December. But more relevant were the comments on keeping the depo rate at these low levels at least through the summer of 2019. Consequently, postponing market expectation for the first hike from June to September 2019.

Two risks emerged during the quarter. First, increasing volatility in rates market with a sharp increase in rates, especially in the US especially in short part of the curve. This meant, negative returns for credit funds, despite credit spreads in the first two months holding well during the first two months of the year. Secondly, the increase likelihood of a trade war on the back of Trump's Administration new tariffs. Although a headline risk so far, this has dented investors sentiment towards risk as it is yet unclear what the extent and the implications of this new situation could be.

In terms of credit markets, spreads performance well in January with IG \$ index asset swap tightening to 60bp, from 70bp, despite increasing rates. Tighter spreads did not compensate the negative returns from raising yields. US\$ IG returns credit were negative on the month. BBVA USD Corp Bond Fund, yield -0.70% (gross) in the month, similar to the broad index.

In February, rates were range-bound but still have negative impact as yields were higher by month end. We started to see a widening trend in credit spreads on the back of an increased in equity volatility, moving back to 70bp in asset swap terms. Returns on US\$ IG in February were again negative, -0.80% (gross).

This weaker tone in credit markets continued in March, as the effect of a potential tariff warr pushed spread much wider, another 10bps to 83bp by quarter-end.

## REPORT ON THE ACTIVITIES (continued)

Rates were lower on the back of this weaker sentiment. As a result, returns were less negative than previous month with the Fund yielding close to -0.12% (gross) in the month.

In terms of activity, the Fund has maintained a similar structure throughout the quarter: 45% in senior financials, 40% in corporate senior and close to 15% in subordinated paper. Mostly in the short to medium part of the curve.

For the second half of the year, actions by major central banks were in line with market expectations. However, these expectations shifted towards the weaker side as economic data had been more inclined towards a global economic slowdown. The US Fed ended the year with its fourth interest rate hike in December, raising rates by 25bp to 2.25%-2.50%. The Fed tone remained constructive despite lower rate hike expectations for 2019 from three to two hikes.

During the second half of the year, rates in the US have been up and down and mainly driven by initially strong data and followed by concerns about slowdown combined with still constructive Fed. We saw a large sell-off in rates peaking in November with 2yr rates at 2.97% and 10yr at 3.24% dropping to 2.49% and 2.68% respectively with a strong flattening in the 2-10yr adding towards the concerns for recession.

These market concerns added pressure to Credit markets, making spreads to widened sharply by the end of the year. IG \$ widened by 63bp year-to-date with spreads for a 1-10yr index closing at 139bp vs 76bp against UST at the beginning of the year. The sell-off had been generic and across sectors and capital structures.

Despite the sell-off in credit, returns of the sector were positive during 2S2018, due to strong buying of US rates at the end of the year. During this period, BBVA USD Corporate Bond Fund had a gross return similar to the market, losing 18bp against its benchmark.

Year-to-date, IG \$ returned -0.26% whilst BBVA USD Corporate Bond Fund returned -0.65% (gross).

In terms of activity, due the large reduction in assets under management, we have increased the diversification for the Fund with excess liquidity been invested in UST whilst keeping at least 85% of the Fund invested in IG credit.

### BBVA EUROPEAN EQUITY FUND

After marking new historical highs at the end of January, the rebound in debt rates, the worsening of macro indicators and the deterioration of international trade relations have negatively affected the stock markets which after remaining within a range relatively narrow from February to September, the world index in dollars has broken down that range leading to a sharp decline and ending the year in clearly negative territory (-9.8% in the 2S and -11.2% in 2018). th all this, volatility in December reached levels close to the annual highs of February, ending the year near the maximums zone, at 25.4 (+ 9.3pp in the 2S and + 14.4pp in the year).

Although the developed stock exchanges were the ones that performed better in the second and third quarters, in Q4 they have suffered a sharp decline, which has largely reduced the relative performance against emerging markets in the annual calculation. Among the developed markets, both in the 2S (Stoxx600 -11.1%, Nikkei225 -10.3%, S & P500 -7.8%) and in the annual calculation (Stoxx600 -13.2%, Nikkei225 -12.1% , S & P500 -6.2%), we can highlight the bad performance of Europe (especially Germany and the periphery, most affected the first by fears about the commercial war to be a more exporting economy, and Spain and Italy more by idiosyncratic factors), followed by Japan, and with the USA in the lead. In emerging markets, Latam manages to end 2H in positive territory and is the best region in the annual calculation, while Asia finishes the year at the bottom, highlighting the bad performance of the Chinese stock exchange, and the good performance of Brazil and India (which they manage to end the year in positive terrain).

In recent months, 12-month earnings growth estimates have begun to be revised downwards in both the US and Europe. The expected earnings growth for 2018 is currently 24% in the US and 5.4% in Europe by 2018, while it is 8.5% and 10.7% for 2019 and 10.3% and 8.7% for 2020, respectively.

In 2H, the best performance of the most defensive sectors is noteworthy, such as utilities, pharmaceuticals and telecommunications, as well as the real estate sector, while the negative side energy, materials, industrial, financial, consumer discretionary and technology. In the annual calculation, the behavior is similar, highlighting on the positive side utilities, pharmaceuticals, discretionary consumption (except European cars), real estate and technology, and on the

## REPORT ON THE ACTIVITIES (continued)

negative side energy, materials, industrial, financial and American telecommunications companies.

In this so divided and volatile market we find quality companies, healthy balance sheets, good management teams and solid businesses that have fallen enormously to such an extent that we already have a severe recession (which in any case we see is unlikely to occur) incorporated into the stock prices. As a negative (or very negative) scenario is discounted in the price, we would need just a confirmation that things are not going so badly for the market to revalue. Let's not forget that the market always anticipates the economic cycle, so investing when the economy starts to go better and disinvesting when the economy starts to go worse is not necessarily a recipe for success, having anticipated the market beforehand. We also see the other side of the coin: many companies with highly indebted balance sheets and businesses of dubious quality have suffered slight drops, and the potential for the market to recognize that their profits could deteriorate more than expected is high. We try to avoid these companies by perceiving a latent risk that the market now seems to ignore. In a context like this is equities portfolio managers can and must demonstrate its added value. It is about dedicating time to the detailed analysis of the companies in the portfolio, and then progressively reap the benefits in the form of higher returns as we lengthen the term. This year our team has devoted all its efforts to detect good opportunities in the market, always looking for safety margin in investments, quality businesses, little debt and excellent management teams. Below we detail some of our main positions in the portfolios, since the best way to understand how we invest is explaining the analysis behind each investment decision in the portfolios.

### AHLSTROM MUNKSJÖ

Ahlstrom-Munksjö is a Finnish specialized paper producer for a wide range of industrial products. The current group is the result of the merger between Ahlstrom and Munksjö in 2017. The company capitalizes approximately 1,500 million euros.

Munksjö was founded in 1862 in Sweden and is known in the industry for being one of the most innovative producers in the specialized paper market in Europe. For its part, Ahlstrom, which started its paper production activity in 1921, is one of the largest industrial conglomerates in Finland.

In June 2018 the company announced the acquisition of Expera Specialty Solutions, a specialized paper company in the United States with presence in niche

markets of food, medicine or industrial sectors, with greater exposure to defensive segments and high added value. Expera maintains a very good positioning (number 1-2) in the segments in which it is present.

The group has four segments: decoration (special decoration papers), filtering (industrial filters), industrial solutions (insulators for engines, special cellulose) and specialties (packaging for beverages and food, metallized labels, medical papers, etc.). The segments with the highest sales weight are filtering and industrial solutions. In the first of these segments, the market grows from 3% to 5% per year and in the second from 2% to 3%.

What do we like about the company? Ahlstrom is a company of exceptional quality that operates in a very good business. Throughout 2018 we have held numerous meetings with the management team that have helped us estimate the benefits that this business can generate in the coming years. One of the pillars in our investment process is based on stressing the drawdown of each company in the portfolio, so that although we do not think at all that the business will deteriorate, we will always have to calculate a particularly adverse and quantified scenario the value of the stake in said scenario. We are also extremely cautious in calculating the synergies that the company can generate with the merger.

With these conservative numbers, we estimate that Ahlstrom will be able to generate in the future a 16% annual cash on its market capitalization even assuming that its historical growth from 3% to 4% will fall to 1.5% (which in any case we do not believe that it is going to happen, but it gives us margin of security). It is very difficult to find companies with this potential return and a risk so contained, and that is why it is one of our main bets in the European portfolios.

### ALTRAN

Altran is a leading French R&D and engineering consulting company. This consulting segment is growing at a high rate since it has not been outsourced as much as other functions because of its source of competitive advantages for companies.

Altran has grown organically from 5% to 6% in the last 5 years and has been accelerating this growth thanks to acquisitions in segments that they considered key. They have also sold their more traditional areas such as utilities, but low valued-added outsourcing continues to account for 20% of revenues.

## REPORT ON THE ACTIVITIES (continued)

It is the last acquisition in 2017 that causes a headache to Altran: Aricent. In 2018 they make a capital increase of 30% to pay € 1.7bn for this American R & D leader belonging to private equity KKR paying a 10x EBITDA multiple. The purchase is completed on December 1, 2017, and in the summer some operational problems begin to emerge in Aricent, which begins to weigh aggressively in the action, causing falls of more than 50% in just a few months. We incorporate it into portfolios in the summer, with falls of more than 40% from a year before.

Altran has been immersed in the transition for 5 years to have qualified personnel in Asia where labor costs are lower, raising margins. Aricent helps in this transition. Although their clients were mainly Americans, 81% of their employees are Indians. The percentage of Altran employees in India increases from 25% to 38%. In verticals, it gives them access to advanced communications and technology (45% of revenues), semis / industry (19%) and software / marketing design (20%).

In the case of Altran, the key is considered the rest of the business excluded. Market capitalization of 1700 million euros, when Aricent cost just 1700 million. In other words, the market assumes that in just 6 months Aricent, a leading R & D company in the US that generates an EBITDA of 170 million euros a year, is worth nothing. After carrying out a rigorous analysis, we believe that the company is in the process of crystallizing value in Aricent, and according to this it is evident year after year the potential for revaluation is very significant, since in the price we pay today for Altran seems to discount that the "problematic" acquired business is worth 0 euros, so even the most disastrous (and extremely unlikely) of the results is already reflected in the price, which gives us the peace of mind necessary to wait for that the value of a company that operates in a high quality niche, with entry barriers, growths of 5% to 6% per year and profitability with a free cash flow yield of 9 %.

### RENAULT

Last year the Automotive sector was at the center of a multitude of events unrelated to its industrial cycle, either due to policy (increased tariffs and protectionist dialectics) or regulatory changes (WLTP certification in Europe), which have exacerbated the concern for the sustainability of its benefits, once dynamics of a sector are added at a mature point in the cycle (sales slowdown in China, Europe and the US). We do not doubt that the car sector is at the peak of the cycle, what we question is whether the market has not been discounting a possible recession in some of the most

quality companies in the sector, facing the coming years after a huge restructuring in costs that had not taken in the previous recession. The good companies that have done their homework will undoubtedly reap the benefit of this effort in the coming years, and in some cases the valuations that the market places on their actions are meaningless.

Most of the automotive companies are already reflect a recession in their share price, but it is possible to observe how a market in flight of a sector is not capable of discriminating and a clear example is Renault. The French manufacturer leads the transition to the electric vehicle (with Renault Zoé and Nissan Leaf, the latter leading electric vehicle globally), has a strong position in emerging markets with a delayed economic cycle as Russia and Brazil, has opportunities for operational improvements increasing the use of modular platforms (it is the global manufacturer with less use of these processes) and has the opportunity to substantially improve the margins of AutoVaZ. Even so, its valuation, including the participation of Nissan, is negative and we understand this as an anomaly. We assume that the news of the arrest of Carlos Ghosn is not positive for Renault, but at the same time it accelerates the resolution of an alliance that the market does not like and an either outcome, a resolution or a full merger, will lead probably to higher value for the company.

Right now Renault is resilient as it has excess cash. The market assigns a value of 0 euros (negative in reality) to one of the leading brands in the sector and better positioned in the electrical transition. A company capable of generating 1,500 million annual cash flow, without debt and trading at 14,000 million, has a theoretical capacity to pay a normalized dividend of more than 10% per year, and believes that volatility has distorted the perceived intrinsic value. We do not know what will happen in the near term, but we are quite sure that buying Renault with a long-term vision is a sensible bet that offers a very attractive revaluation potential.

### AP MOLLER MAERSK

Maersk is a Danish multinational leader in the transport of goods with a 20% share worldwide and a market capitalization of around 25,000 million euros. Shipping has historically been a difficult business, very competitive, with very narrow margins and highly cyclical, as new capacity is continually being built, but Maersk is the world leader, has a debt-free balance after a restructuring carried out over the years, and where its competitors make losses, Maersk is able to generate positive cash flow (margins of 7% -9% when

## REPORT ON THE ACTIVITIES (continued)

the world industry is at 0%). Their fleet is young and they do not have important investment needs in the coming years, so they are perfectly prepared to withstand a depressed cycle if it were to occur, which is not our baseline scenario at all, but gives us the margin of safety necessary to face unforeseen events.

The industry has been consolidated, the leaders have created alliances to combine fleets and optimize costs, and for the first time in 10 years we have a Maersk with a healthy balance sheet, simplified structure and being an industry leader in margins.

Although transportation cycles will always exist and the short term is uncertain with geopolitical noise and commercial war, we see it quite possible that in a normal cycle Maersk can generate around 15% of free cash flow on its market capitalization, which in our opinion would imply a rise in the company equity value to levels that are practically double.

We have no way of knowing if the industry will normalize the cycle in 2019, 2020 or 2021 (we believe that 2020 is the year), but meanwhile the company's solid balance sheet position allows us to face this wait patiently, knowing that the margin of Security is high. If the cycle worsens from these levels all its competitors will enter losses, and Maersk's position will be strengthened in the medium term.

Historically, Maersk was a conglomerate with many businesses and a high level of indebtedness, now it is a clean story, well-managed and well-balanced, and the implicit multiple that we pay on the capital employed by the company is at a minimum level of more than 10 years, when in our judgment should be quoted at a premium given the deleveraging, efficiency gains, simplification of the business and consolidation of the industry.

### TARKETT

It is a French flooring company that sells mainly in the West. Its main products are vinyl (48% of income), carpets (20%), artificial grass for soccer fields (17%) and others. It is a very recurrent business (80% are renovations, little with the construction cycle) and with a mainly commercial destination (70%). Vinyl accounts for 8% of the installed floor although in regions such as Russia it is almost 35%. In the US and Europe it accounts for 15-18% of the market and growth. In the rest of the world it is less than 5% and the potential for growth is very high. The other two categories in which Tarkett is present are laminate floor / commercial carpets and commercial carpets that represent 11% and 6%. Vinyl continues to earn a share thanks to its technical and economic advantages. The

trend that many owners of apartments in large cities have to make "low cost" reforms, for example, to rent the house, suppose a boost to the sales of this type of land.

Tarkett is a family business managed in a very efficient way. The Decnoninck family controls slightly more than half of the capital. They have led a good management of the company and the goal is always to improve the return in the capital. A base of acquisitions has grown (more than 15 in the last 5 years) that has diluted capital returns in the short term. If intangible assets are excluded, we will have returns of 13% in recent years that will be considered as the growth environment of the industry and the stability of the results. This consolidation process of the vinyl segment has improved the pricing power of the major companies. This is the first plane of the action. The industry has grown in the last 7 years to 5% and it is estimated that it can continue growing at rates of 4% In this environment, Tarkett has achieved a 6% growth in sales and profits.

The valuation seems very attractive to us. The company started January 2018 at 35 euros per share and now trades at 17.50 euros, just half of the value. What happened? The market assumed that the rise in oil prices would erode margins. After the numerous conversations with the company, our conclusion is that, in effect, the margins will fall temporarily, but the company has the capacity to translate them, as well as the terms and margins in a period of approximately 10-12 months. The most interesting thing is that since October the price of oil has dropped to levels below 12 months completely eliminating this factor of uncertainty, and the action of Tarkett, far from recovering what has been lost, has continued to fall, this time by contagion of market. In short, we have a quality company that is worth half today a year ago, when the main issues of uncertainty that have led to the 50% drop from January to October have disappeared (and even now they represent a wind a favor for the company ). We believe that Tarkett can generate a return on a box of around 15% of its market capitalization in 2021, growing with its market at 4% - 5% and trading at a PER of 8x, it seems a clear example of opportunity generated by a volatile market that does not discriminate or analyze the principles of the company correctly in the short term.

During 2018, the fund underperformed its benchmark (-0.6%), obtaining a negative return of -11.56%.

## REPORT ON THE ACTIVITIES (continued)

In this period, it has maintained the level of investment around 97% of investment level. In the semester we sold the position or reduced weight in Shire (-5.8%), SES (-3.0%), Almirall (-2.6%), ASML (-1.4%), Ferrovial (-1.1%), ING (-1.1%), Astrazeneca (-1.0%), Roche (-1.0%), SAP (-0.9%), Barclays (-0.7%), and Reckit Benckiser (-0.6%) to enter or increase position in Altran (+4.8%), CGG (+3.2%), Ahlstrom (+3.1%), Bpost (+3.0%), Superdry (+2.8%), Unicredit (+2.8%), Ceconomy (+2.4%), Ryanair (+2.1%), Valeo (+1.8%), Orkla (+1.5%), Gamesa (+1.4%), UBS (+1.3%), Tarkett (+1.2%), Duerr (+1.1%), Renault (+1.0%), Shell (+0.9%), Johnson Matthey (+0.7%), Enel (+0.7%), CTT (+0.6%), Scandinavian Tobacco (+0.6%) and Carrefour (+0.5%). By sector, the fund maintains a significant underweight in the Financial and Pharmaceutical sector. On the other hand, it has an overweight in Cars, Food / Beverage / Tobacco and Industrial. In this semester, the volatility of the fund was 13.14%, in line with that of its benchmark. The expected global growth figures for 2018 (3.7%) and 2019 (3.5%) have been revised downwards in the second half of the year, in the hands of both developed and emerging countries, breaking the trend of the first months of 2018. The loss of momentum of global trade, as well as the financial and political uncertainty in some countries, may be behind this weakness. All in all, global monetary policy has remained restrictive. In U.S.A. growth remains solid (3.4% annualized in Q3) with a forecast of 2.9% for 2018. In any case, the impulse of the tax cuts seems to start to fall in 2S. Inflation moderates to 2.2% (general and core) after a 4Q of sharp falls in the price of oil. The Fed continues with its restrictive monetary policy (rates in the range 2.25% -2.50%) although it shows signs of a slower rate of hardening by 2019. In the eurozone, what seemed temporary factors in the 1H have been together others more persistent, explaining the weak economic growth (0.2% quarterly, 0.8% annualized in Q3) that can close 2018 in the environment of 1.9%. The quarterly GDP contractions in Germany and Italy stand out. Inflation in the eurozone stands at 1.9% (underlying 1%) and the ECB finalizes its purchasing program. In China, GDP slows down (6.5% year-on-year in Q3), to which the government has begun to respond with stimulus measures.

Semester of strong aversion to risk in the face of political and commercial uncertainties and doubts about global economic growth. Most stock markets fall, both emerging and developed, with a particular impact on Europe and emerging Asia. Volatility (VIX) rebounds + 9.3pp in 2S to 25.4 (+ 14.4pp in the year). In fixed income, the winning assets in the 2S have been the 10-year bonds of Germany and the US. Despite the depreciation of the latter for the whole year. In U.S.A.

highlights the flattening of the curve (including investment in the shortest stretch) that many see as a negative signal of the cycle. In credit, this environment leaves spikes in spreads, especially in the speculative segments, as well as peripheral risk premiums in the last half of the year. In currencies, the dollar has proved its worth in 2019 with a generalized appreciation, especially in the 2S and against the currencies of the most vulnerable countries (Turkey, Argentina). The EURUSD closes 2018 with a fall of 4.7% (-1.9% in 2S) to 1,145. Bad semester for raw materials (Brent falls by 32.4% in 2H and 20.4% in the year) except gold that acts as a refuge asset.

The fund supports analysis commissions. The fund manager receives a multitude of reports from local and international entities (over twenty), among which, based on criteria that include, among others, the quality of the analysis, the analyst's availability, the agility to issue pertinent reports potential events or that have happened in the markets, the solidity of the argumentation and the access to the valuation models used by the analysts, the manager selects semi-annually six analysis service providers that are identified as generators of added value for the fund and therefore susceptible to receive commissions for that service.

The managers use these analyzes as a source to generate, improve and diversify their investment decisions, allowing, among other things, to contrast and substantiate them in greater depth. The information that these analysis providers provide is, in many cases, inaccessible by other means to the manager (eg first-hand information on meetings of Central Banks, European Commission, national commissions of competition defense of the different countries to which belong fund companies, macroeconomic policy decision makers, companies not based in Spain ...). Finally, the frequency of the analysts' contact with the companies in which the fund invests, especially the foreign ones, is much higher than the one that the manager can perform on his / her own, which allows them to know more quickly any changes in the messages issued by companies to the investment community.

### BBVA EURO CORPORATE BOND FUND

2018 has been a difficult year for markets with all assets classes yielding negative returns for the year. There have been several factors that contributed to having one the weakest years since the financial and European sovereign crisis in Credit markets.

## REPORT ON THE ACTIVITIES (continued)

We saw the return of volatility, which had been subdued in the past, with several spikes throughout the year, specially in February as a large spike in volatility collapsed some inverse-volatility funds causing a sharp sell-off in markets. Marco and political risk was also on the rise, with most of the turmoil center around Italy, Turkey, Argentina and the long-lasting Brexit. Concerns about a global macro slowdown combined with tightening monetary policies in developed economies was a major theme throughout the year, specially in the last couple of months with a strong sell off in rates, from its peak in October, producing a drastic sell-off in markets in December.

The first half of the year continued to show the different paces of monetary policy between the US and Europe. Despite market expectations are less aggressive than the Fed's own projections, the different bias between the two central banks has made the differentials at the short-end of the curve to peak to historical levels.

The Fed raised rates in June, as expected, by 25bps to 1.75%-2.00%. It also signaled another two hikes for the year and three more in 2019 on the back of strong projections for growth and inflation.

The ECB announced in June that its purchase programmes will end by December 2018. Despite this announcement, the tone was taken as dovish given the recent weakness in economic data and the lack of inflationary pressures. In fact, the ECB will extend the purchased, albeit at a lower pace, from October till December. But more relevant were the comments on keeping the depo rate at these low levels at least through the summer of 2019. Consequently, postponing market expectation for the first hike from June to September 2019.

German Bund acted as a safe haven given the headwinds for risk appetite. Increase tensions on tariffs and specially, for European markets, the sharp increase in political risk within Europe, specially on the back Italy's new policies proposed by its coalition government between Lega Nord and 5 Star Movement.

This had a significant impact on the market. Euro dropped 5% vs US\$, Bund moved back to 0.30% by quarter-end (from 0.56%). The impact on Italian BTPS and credit spreads were even more profound as the lack of liquidity in the market is making price clearance more difficult. For instance, in a matter of a week and half, the yield of 2yr BTPS moved from 0.28% to 2.50% back to 0.65%. The spread (vs Bunds) of 10yr BTPS closed the quarter at 237bp (+110bp), Spain's SPGB spread at +100bp (+35bp) and IG € credit swap

spread at 71bp (+15bp) with Italian names (specially banks) suffering the most.

We saw improvement in BTPS yields from its peak by the end of May. However, credit spreads have remain on the week side. Initially tighter on the first weeks of June but softer again as investor appetite in credit markets remains subdued, clearly a sign of investors' concern on the impact of ECB's tapering on credit markets.

New issues were halted during the sell-off of BTPS and did not build up in June. Volumes were subdued by the end of the quarter despite wider spreads. Demand for non-core senior bonds were less supportive and there were several deals postponed as well as a decent reprising on some sectors, such as hybrids. VW in June surprised the market with a €2.75bn dual-tranche hybrid deal, printing a €1.25bn PerpNC6 at 3.375% and a €1.5bn PerpNC10 at 4.625%. That was around 100bp new-issue premium.

Overall, we saw spreads much wider in the quarter. Senior IG around +15bp, T2 +40-50bp and hybrids around +100bp. Therefore, given such a weak performance on spreads, returns on € IG credit were negative in the quarter despite the support of lower yields on German yields.

BBVA Euro Corporate Bond Fund had a gross return for the quarter of -0.29%. That is just, 0.05% less than its benchmark, despite the Fund being over-exposed to Spanish credits which were affected by the sell-off on Italian names. The Fund had around 35% invested on Spanish names with limited exposure to Italy. The main positions have been concentrated on real estate, utilities, services as well on Santander and BBVA. Subordinated paper counts for c.20% of the Fund but with a shorter duration than market.

For the second half of the year, actions by major central banks were in line with market expectations. However, these expectations shifted towards the weaker side as economic data had been more inclined towards a global economic slowdown. The US Fed ended the year with its fourth interest rate hike in December, raising rates by 25bp to 2.25%-2.50%. The Fed tone remained constructive despite lower rate hike expectations for 2019 from three to two hikes.

During the second half of the year, rates in the US have been up and down and mainly driven by initially strong data and followed by concerns about slowdown combined with still constructive Fed. We saw a large sell-off in rates peaking in November with 2yr rates at 2.97% and 10yr at 3.24% dropping to 2.49% and 2.68% respectively with a strong flattening in the 2-10yr adding towards the concerns for recession.

## REPORT ON THE ACTIVITIES (continued)

These market concerns added pressure to Credit markets, making spreads to widened sharply by the end of the year. IG € widened by 63bp year-to-date with spreads for a 1-10yr index closing at 104bp in swap terms vs 41bp at the beginning of the year. The sell-off had been generic and across sectors and capital structures as investors were facing a weaker market sentiment towards risk assets with both Fed and ECB continued its reduction of balance sheet.

Returns of the sector were negative during 2S2018, due to a negative return of -0.56% during the last quarter the credit market sell-off intensified. During this period, BBVA Euro Corporate Bond Fund had a gross return similar to the market.

Year-to-date, IG € returned -1.09% whilst BBVA Euro Corporate Bond Fund returned -0.82% (gross) due its positioning preferring short-duration in lower capital structure.

In terms of activity, the Fund has maintained a similar structure throughout the year. In the 2S we increased exposure to CaixaBank, senior preferred, reducing exposure to Santander and UK names as reducing exposure to Bayer hybrids and ABN Tier 2 paper. We continued to prefer to gain exposure to credit spreads with short duration and lower ratings than to longer duration in credit. We continue to see value on the Spanish credits, mainly domestic names, and expect to maintain an overall similar structure on the portfolio.

### BBVA GLOBAL EQUITY FUND

Expected global growth from developed and emerging countries for 2018 and 2019 is revised downward in the second half of the year (3.7% and 3.5%, respectively). The loss of momentum of global trade as well as the financial and political uncertainty in some countries, may be behind this weakness. However, global monetary policy has remained restrictive.

The U.S. GDP growth remains solid (3.4% annualized in 3Q) with a forecast of 2.9% by 2018. The boost from tax cuts seems to start declining in the 2S. Inflation moderated to 2.2% (general and underlying) following a 4Q of sharp falls in the price of oil. The FED continues with its restrictive monetary policy (interest rates in the range 2.25% - 2.50%) but shows signs of a slower pace of tightening for 2019. In the Eurozone, we see weak temporary factors in the 1S followed by more poor persistent factors in the 2S that explain the weak economic growth (0.2% quarterly, annualized 0.8% in 3Q). Growth 2018 is expected at 1.9%. There are quarterly GDP contractions in

Germany and Italy. Inflation in the Eurozone stands at 1.9% (1% underlying) and the ECB ends its purchase program. In China, GDP slows (6.5% YOY in 3Q), so the Government begins to respond with stimulus measures.

In terms of benefits, 12 months EPS growth estimates have begun recently to be revised down both in the U.S. and Europe. Expected growth stands at 24% in USA and 5.4% in Europe for 2018, 8.5% and 10.7% for 2019 and 10.3% and 8.7% for 2020, respectively.

After hitting new highs at the end of January, the rise in the interest rates, the worsening of the macro indicators and the deterioration in international trade relations affect negatively the markets. After moving within a relatively narrow range from February to September, the MSCI All Country World Index loses the support of the range and falls sharply (- 9.8% in the 2S and - 11.2% in 2018). The volatility peaks and reaches levels close to the annual highs of February.

Although developed markets perform better in the 2Q and 3Q, they suffer a sharp decline in the 4Q. Among developed markets Europe lags, especially Germany and the periphery. The first is most affected by fears about trade war since it is an exporting economy whereas Spain and Italy are affected by idiosyncratic factors (2S returns are Stoxx600 - 11.1%, Nikkei225 - 10.3%, S& P500 - 7.8% and 2018 returns are Stoxx600 - 13.2%, Nikkei225 - 12.1%, S & P500 - 6.2%). In emerging markets Latam manages to finish the 2S on positive ground and is the best region on an annual basis. Asia ends year at the tail, China performs very poorly. Both Brazil and India have positive returns.

In the quarter the best sectors in US are utilities, real estate, consumer staples and health. In Europe the best sectors are communications, utilities, health and consumer staples. In Japan they are utilities, real estate and consumer staples. The sectors that underperform the benchmark in the US and Europe are energy, technology, industrials and consumer discretionary. In Europe materials also lag the index. In Japan the worst sectors are energy and communications.

The Fund maintains the following structure:

- A core compartment, invested in global quality funds, which have performed better than global equity indexes in the long term, thanks to their stock picking in their different styles of investment.
- An actively strategic managed portion, formed by geographic and thematic ideas. These themes are related to structural economic, political, and social changes, changes that have an impact in economy, society and culture.

## REPORT ON THE ACTIVITIES (continued)

The core portion combine two low relative risk funds: Robeco and MFS, with two other higher tracking error funds with specific investment styles: Mellon Global Long Term and MS Global Opportunities.

In the strategic part, we maintain a position in geographic ideas, a multifactor ETF (iShares MSCI World Multifactor), and a part dedicated to global themes related to:

- Technological Innovation: Fintech, Security, Technology, Biotech, Robotics and Health Innovation.
- Resource scarcity: Water, Metals and Mining, Timber and Climate Change.
- Demographics: Nutrition, Real Estate, Global Brands, and Premium Brands.

This quarter we performed the following operations in geographic ideas:

- We increased the weight in the Investec China Equities Fund, which combines China A and H Shares.

We also did some operations in global theme ideas that imply more defensive positions and add a reduced correlation to the global equities:

- We increased the exposure in Software, through the Franklin Technology Fund.
- We increased the weight in Health through the Blackrock Global Health Science Fund and the iShares Healthcare Innovation.
- We increased the weight of the Lazard Infrastructure Fund.
- We increased the weight of the Pictet Timber Fund.
- We increase the weight of the Candriam Biotech Fund.
- We increase the weight in Defensive Consumer through MS Global Brands Fund and Robeco Global Premium Equity Fund.
- We increased the weight of the iShares MSCI World Multifactor ETF.
- We added a new position to get exposure to Gold through the Blackrock World Gold mining Fund.

The fund finally finished the quarter with an approximate exposure to Ideas of 65.5%.

This quarter the return of the fund has been negative but above its benchmark. Top contributors were geographic ideas focused on Emerging Markets such as India, Asean, and Frontier. Infrastructure, REITS, Health care, Defensive Consumer and Water also contributed positively to return. Top detractors were theme ideas related to Timber, Cyclical Consumer, robotics, Fintech and Biotech.

In terms of perspectives for 2018 the dynamics of the stock exchanges have continued its deterioration and we continue observing signs of weakness in the behavior of other risky assets which points to a problematic market scenario for the coming months in terms of risk/return.

Our macro scenario points to a moderate slowdown. With all this in mind, we maintain a cautious view on risk assets general.

### BBVA MULTI-ASSET MODERATE USD FUND

#### Economic outlook

The expected global growth figures for 2018 and 2019 have been revised downwards in the second half of the year, in both developed and emerging countries, breaking the trend of the first months of 2018.

The rise in debt rates, the worsening of macro indicators and the deterioration of international trade relations have negatively affected stock markets, so after staying within a relatively narrow range from February to September, the World Index (in dollars) has broken that range downward, leading a strong setback and ending the year in a clearly negative territory (-9.8% in the 2S). The Volatility in December reached levels close to the annual highs of February, ending the year near the maximum area (+9.3pp in the 2S). Although developed markets had better behavior in the second and third quarter of the year, in the fourth quarter they have suffered a sharp decline, which has largely reduced the worst emerging behavior in the annual calculation. It is worth noting the better performance in the last half of the year of the most defensive sectors (utilities, pharmaceuticals and telecommunications), while in the negative side we find energy, materials, industrial, financial and technology.

Although there have been no surprises in the monetary policy of the main central banks in the last months of the year, expectations have changed in line with the progressive deterioration of financial markets and the economic outlook. Regarding fixed income, the winning assets in the 2S have been the 10-year bonds of both Germany and the U.S., despite the depreciation of the last one for the whole year. In U.S. highlights the flattening of the curve (including investment in the shortest terms). In credit, this environment leaves spikes in spreads, especially in the speculative segments, as well as peripheral risk premiums in the last half of the year.

## REPORT ON THE ACTIVITIES (continued)

The dollar has shown its strength in 2018 with a generalized appreciation, especially in the 2S and against the currencies of the most vulnerable countries (Turkey, Argentina). It has not been a good semester for commodities (Brent -32.4% in 2S), but gold has acted as a refuge asset.

### Portfolio activity

Regarding our portfolio, during the semester, we have been modifying our exposure to equities actively, beginning the period with greater weight in the risk asset and ending it with less exposure, moving in a range between 3-18%. In general, we have maintained a negative view of the performance of both the U.S. and European stock market tactically, with a slight preference for the U.S. stock market. Although we are positive about the long-term performance of emerging equities, we have been almost entirely the semester with the neutralized position tactically, although we ended the period with positive exposure to that asset.

Regarding fixed income, we maintain the bias to emerging debt in local currency. Tactically, we increased the duration in both the US and Europe and continue positioning in High Yield. In currencies, we highlight the highest exposure to Dollar and Yen, although the last one was closed at the end of September.

Regarding investments in CIIs, in the semester they have detracted profitability to the fund. The largest investments are the ETFs Vanguard S&P 500 and Lyxor S&P 500, and BGF Euro Short Duration Bond, DWS Floating Rate Notes and Betaminer I.

As a result, the profitability in the second semester has been -2.16%.

### Expectations

Regarding the coming months, we are cautious about the deterioration of the macroeconomic data and the instability caused by the commercial war, which continue to negatively affect the performance of the global stock exchanges, a dynamic asset risk management will be key. Strategically, we maintain the positive bias for emerging equities, short duration levels and controlled positions in high yield bonds.

## BBVA MULTI-ASSET MODERATE EUR FUND

### Economic outlook

The expected global growth figures for 2018 and 2019 have been revised downwards in the second half of the year, in both developed and emerging countries, breaking the trend of the first months of 2018.

The rise in debt rates, the worsening of macro indicators and the deterioration of international trade relations have negatively affected stock markets, so after staying within a relatively narrow range from

February to September, the World Index (in dollars) has broken that range downward, leading a strong setback and ending the year in a clearly negative territory (-9.8% in the 2S). The Volatility in December reached levels close to the annual highs of February, ending the year near the maximum area (+9.3pp in the 2S). Although developed markets had better behavior in the second and third quarter of the year, in the fourth quarter they have suffered a sharp decline, which has largely reduced the worst emerging behavior in the annual calculation. It is worth noting the better performance in the last half of the year of the most defensive sectors (utilities, pharmaceuticals and telecommunications), while in the negative side we find energy, materials, industrial, financial and technology.

Although there have been no surprises in the monetary policy of the main central banks in the last months of the year, expectations have changed in line with the progressive deterioration of financial markets and the economic outlook. Regarding fixed income, the winning assets in the 2S have been the 10-year bonds of both Germany and the U.S., despite the depreciation of the last one for the whole year. In U.S. highlights the flattening of the curve (including investment in the shortest terms). In credit, this environment leaves spikes in spreads, especially in the speculative segments, as well as peripheral risk premiums in the last half of the year.

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Regarding investments in CIIs, in the semester they have detracted profitability to the fund. The largest investments are the ETFs Vanguard S&P 500 and Lyxor S&P 500, and BGF Euro Short Duration Bond, DWS Floating Rate Notes and Betaminer I.

As a result, the profitability in the second semester has been -3.94%.

### Expectations

Regarding the coming months, we are cautious about the deterioration of the macroeconomic data and the instability caused by the commercial war, which continue to negatively affect the performance of the global stock exchanges, a dynamic asset risk management will be key. Strategically, we maintain the positive bias for emerging equities, short duration levels and controlled positions in high yield bonds.

## GLOBAL INVESTMENTS

The Manager informs the Board of Directors about the evolution of the markets in the second half of the year, in the terms reproduced below:

### SITUATION OF THE MARKETS

The second half of 2018 had a clearly bearish tone, a trend that has gained more strength during the final months of the year.

The accumulation of market risks, including increased trade tensions between China and the US, the difficulties to reach a Brexit agreement between UK and the EU or the Italian budget, have monopolized the attention of the investors. This, coupled with the progressive monetary normalization of central banks and the fear of a slowdown at the global level, has given rise to a very difficult year for the financial markets.

The third quarter of the year was overall not so negative; despite little progress in the main risks that concerned the market: a magnificent campaign results in the United States, the publication of developed indicators which decreased doubts about one possible global slowdown and a better performance of emerging markets made a movement of recovery in risky assets achievable.

However, during the last quarter of the year, pessimism marked the behaviour of the market, hurting investor sentiment in a very significant way. The appearance of the first signs of a global slowdown, along with the persistence of market risks, was added the temporary closure of the US Government, which altogether caused falls in global markets. Only the more lenient

message from the President to the FOMC and the approval of Italian budget by the European Commission managed to improve the mood of investors while slightly mitigating the fall.

In terms of physical assets, if in the third quarter saw new rises in oil prices, the last quarter saw a very significant and continuous fall, eventually closing the year with a decline of 20.4%.

Finally, in reference to the currency market, we highlight the strength of the dollar in respect to the euro. However, the American currency has tended to depreciate over the last part of the year due to moderation of the Fed rate hike expectations - thus promoting a possible recovery of the euro and a relative stabilization of the emerging currencies.

### STRATEGY

At the macroeconomic level, US growth for the third quarter is revised slightly downward, with a final growth of 3.4% annualized and a preview of a minor consumption. Even so, they remain very high numbers that may not be achieved in the fourth quarter. Data for recent months show some deterioration in the behavior of consumption and construction, although the manufacturing data remains strong.

In the euro area, the growth of the third quarter remains in quarterly 0.2% (0.8% annualized). Real activity index are shown solid, with advances in retail sales and industrial production. However, sentiment indicators worsen for both companies and households.

### PERSPECTIVE

In the short term, the accumulation of risks and the adversity of the global economic scenario have derived in a strong deterioration of the investor sentiment. It advises maintaining a cautious on equity positioning, in order to keep the underweight tactics in the short term. However, while the slowdown in major developed economies is apparent, we continue to believe that equity continues to be the asset that holds more value in the medium and long term and we do not believe that the economic cycle is coming to the end.

At the end of the period, the Sub-Fund's Net Asset Value was 3.824,075.79€. Net Asset Value per share closes 4Q18 at 96,7655€, decreasing -10.53%. The strategic portfolio keeps a 69.00% in active equities, the rest portfolio is invested in alternative investments (11.06%), fixed income assets (16.36%) and cash (3.24%). At the end of the 4Q18, the portfolio has no positions in derivatives.

## REPORT ON THE ACTIVITIES (continued)

### TABA DE INVERSIONES

The Manager informs the Board of Directors about the evolution of the markets in the second half of the year, in the terms reproduced below:

#### SITUATION OF THE MARKETS

The second half of 2018 had a clearly bearish tone, a trend that has gained more strength during the final months of the year.

The accumulation of market risks, including increased trade tensions between China and the US, the difficulties to reach a Brexit agreement between UK and the EU or the Italian budget, have monopolized the attention of the investors. This, coupled with the progressive monetary normalization of central banks and the fear of a slowdown at the global level, has given rise to a very difficult year for the financial markets.

The third quarter of the year was overall not so negative; despite little progress in the main risks that concerned the market: a magnificent campaign results in the United States, the publication of developed indicators which decreased doubts about one possible global slowdown and a better performance of emerging markets made a movement of recovery in risky assets achievable.

However, during the last quarter of the year, pessimism marked the behaviour of the market, hurting investor sentiment in a very significant way. The appearance of the first signs of a global slowdown, along with the persistence of market risks, was added the temporary closure of the US Government, which altogether caused falls in global markets. Only the more lenient message from the President to the FOMC and the approval of Italian budget by the European Commission managed to improve the mood of investors while slightly mitigating the fall.

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#### STRATEGY

At the macroeconomic level, US growth for the third quarter is revised slightly downward, with a final growth of 3.4% annualized and a preview of a minor

consumption. Even so, they remain very high numbers that may not be achieved in the fourth quarter. Data for recent months show some deterioration in the behavior of consumption and construction, although the manufacturing data remains strong.

In the euro area, the growth of the third quarter remains in quarterly 0.2% (0.8% annualized). Real activity index are shown solid, with advances in retail sales and industrial production. However, sentiment indicators worsen for both companies and households.

#### PERSPECTIVE

In the short term, the accumulation of risks and the adversity of the global economic scenario have derived in a strong deterioration of the investor sentiment. It advises maintaining a cautious on equity positioning, in order to keep the underweight tactics in the short term. However, while the slowdown in major developed economies is apparent, we continue to believe that equity continues to be the asset that holds more value in the medium and long term and we do not believe that the economic cycle is coming to the end.

With NAV Date 31.12.18, portfolio assets amount to 3,280,212.79 euros and net asset value per share closes at 105.8338 euros, decreasing -5.97% year to date. There is a 76% of the portfolio invested in shares and equity instruments, funds, alternative investments, ETF's, and cash. Additionally there is a 24% in a diversified bond portfolio. The portfolio is diversified in terms of regional exposure, with the greatest exposure in European issuers and euro currency.

### DRIZA

The Manager informs the Board of Directors about the evolution of the markets in the second half of the year, in the terms reproduced below:

#### SITUATION OF THE MARKETS

The second half of 2018 had a clearly bearish tone, a trend that has gained more strength during the final months of the year.

The accumulation of market risks, including increased trade tensions between China and the US, the difficulties to reach a Brexit agreement between UK and the EU or the Italian budget, have monopolized the attention of the investors. This, coupled with the progressive monetary normalization of central banks and the fear of a slowdown at the global level, has given rise to a very difficult year for the financial markets.

The third quarter of the year was overall not so negative; despite little progress in the main risks that concerned the market: a magnificent campaign results in the United States, the publication of developed

## REPORT ON THE ACTIVITIES (continued)

indicators which decreased doubts about one possible global slowdown and a better performance of emerging markets made a movement of recovery in risky assets achievable.

However, during the last quarter of the year, pessimism marked the behaviour of the market, hurting investor sentiment in a very significant way. The appearance of the first signs of a global slowdown, along with the persistence of market risks, was added the temporary closure of the US Government, which altogether caused falls in global markets. Only the more lenient message from the President to the FOMC and the approval of Italian budget by the European Commission managed to improve the mood of investors while slightly mitigating the fall.

In terms of physical assets, if in the third quarter saw new rises in oil prices, the last quarter saw a very significant and continuous fall, eventually closing the year with a decline of 20.4%.

Finally, in reference to the currency market, we highlight the strength of the dollar in respect to the euro. However, the American currency has tended to depreciate over the last part of the year due to moderation of the Fed rate hike expectations - thus promoting a possible recovery of the euro and a relative stabilization of the emerging currencies-.

### STRATEGY

At the macroeconomic level, US growth for the third quarter is revised slightly downward, with a final growth of 3.4% annualized and a preview of a minor consumption. Even so, they remain very high numbers that may not be achieved in the fourth quarter. Data for recent months show some deterioration in the behavior of consumption and construction, although the manufacturing data remains strong.

In the euro area, the growth of the third quarter remains in quarterly 0.2% (0.8% annualized). Real activity index are shown solid, with advances in retail sales and industrial production. However, sentiment indicators worsen for both companies and households.

### PERSPECTIVE

In the short term, the accumulation of risks and the adversity of the global economic scenario have derived in a strong deterioration of the investor sentiment. It advises maintaining a cautious on equity positioning, in order to keep the underweight tactics in the short term. However, while the slowdown in major developed economies is apparent, we continue to believe that equity continues to be the asset that holds more value in the medium and long term and we do not believe that the economic cycle is coming to the end.

During 4Q18 the strategic portfolio remained almost unchanged at 45% invested equity investments, 30% in fixed income, 17% in alternative investments and 8% in cash. The portfolio remained diversified in terms of regional exposure with greatest focus in European issuers. At the end of the period the Fund's Net Asset Value is 1.111 851.25 EUR. Net asset value per share closed at 112.1082 EUR. down 6.75% YTD.

### AMURA

The Manager informs the Board of Directors about the evolution of the markets in the second half of the year, in the terms reproduced below:

#### SITUATION OF THE MARKETS

The second half of 2018 had a clearly bearish tone, a trend that has gained more strength during the final months of the year.

The accumulation of market risks, including increased trade tensions between China and the US, the difficulties to reach a Brexit agreement between UK and the EU or the Italian budget, have monopolized the attention of the investors. This, coupled with the progressive monetary normalization of central banks and the fear of a slowdown at the global level, has given rise to a very difficult year for the financial markets.

The third quarter of the year was overall not so negative; despite little progress in the main risks that concerned the market: a magnificent campaign results in the United States, the publication of developed indicators which decreased doubts about one possible global slowdown and a better performance of emerging markets made a movement of recovery in risky assets achievable.

However, during the last quarter of the year, pessimism marked the behaviour of the market, hurting investor sentiment in a very significant way. The appearance of the first signs of a global slowdown, along with the persistence of market risks, was added the temporary closure of the US Government, which altogether caused falls in global markets. Only the more lenient message from the President to the FOMC and the approval of Italian budget by the European Commission managed to improve the mood of investors while slightly mitigating the fall.

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## REPORT ON THE ACTIVITIES (continued)

euro. However, the American currency has tended to depreciate over the last part of the year due to moderation of the Fed rate hike expectations - thus promoting a possible recovery of the euro and a relative stabilization of the emerging currencies-.

### STRATEGY

At the macroeconomic level, US growth for the third quarter is revised slightly downward, with a final growth of 3.4% annualized and a preview of a minor consumption. Even so, they remain very high numbers that may not be achieved in the fourth quarter. Data for recent months show some deterioration in the behavior of consumption and construction, although the manufacturing data remains strong.

In the euro area, the growth of the third quarter remains in quarterly 0.2% (0.8% annualized). Real activity index are shown solid, with advances in retail sales and industrial production. However, sentiment indicators worsen for both companies and households.

### PERSPECTIVE

In the short term, the accumulation of risks and the adversity of the global economic scenario have derived in a strong deterioration of the investor sentiment. It advises maintaining a cautious on equity positioning, in order to keep the underweight tactics in the short term. However, while the slowdown in major developed economies is apparent, we continue to believe that equity continues to be the asset that holds more value in the medium and long term and we do not believe that the economic cycle is coming to the end.

At the close of the period portfolio assets amount to 19.114.587 EUR. The net asset value per share closes at 128.57 (-4,57%). During the year 2018 the portfolio has been invested approximately 85% in equity investments, 15% in fixed income. On the equity side, we have maintained our allocation to this asset during the whole year. The portfolio is diversified throughout stock investments and mutual funds between Europe (55%), USA (20%) and Emerging markets (10%), on the fixed income side we are invested through funds (credit, governments) and direct investment. Although we believe volatility of investment assets will be higher than previous year, we are still positive with the cycle, expecting good performance of risky assets.

### BITACORA

The Manager informs the Board of Directors about the evolution of the markets in the second half of the year, in the terms reproduced below:

### SITUATION OF THE MARKETS

The second half of 2018 had a clearly bearish tone, a trend that has gained more strength during the final months of the year.

The accumulation of market risks, including increased trade tensions between China and the US, the difficulties to reach a Brexit agreement between UK and the EU or the Italian budget, have monopolized the attention of the investors. This, coupled with the progressive monetary normalization of central banks and the fear of a slowdown at the global level, has given rise to a very difficult year for the financial markets.

The third quarter of the year was overall not so negative; despite little progress in the main risks that concerned the market: a magnificent campaign results in the United States, the publication of developed indicators which decreased doubts about one possible global slowdown and a better performance of emerging markets made a movement of recovery in risky assets achievable.

However, during the last quarter of the year, pessimism marked the behaviour of the market, hurting investor sentiment in a very significant way. The appearance of the first signs of a global slowdown, along with the persistence of market risks, was added the temporary closure of the US Government, which altogether caused falls in global markets. Only the more lenient message from the President to the FOMC and the approval of Italian budget by the European Commission managed to improve the mood of investors while slightly mitigating the fall.

In terms of physical assets, if in the third quarter saw new rises in oil prices, the last quarter saw a very significant and continuous fall, eventually closing the year with a decline of 20.4%.

Finally, in reference to the currency market, we highlight the strength of the dollar in respect to the euro. However, the American currency has tended to depreciate over the last part of the year due to moderation of the Fed rate hike expectations - thus promoting a possible recovery of the euro and a relative stabilization of the emerging currencies.

### STRATEGY

At the macroeconomic level, US growth for the third quarter is revised slightly downward, with a final growth of 3.4% annualized and a preview of a minor consumption. Even so, they remain very high numbers that may not be achieved in the fourth quarter. Data for recent months show some deterioration in the behavior of consumption and construction, although the manufacturing data remains strong.

## REPORT ON THE ACTIVITIES (continued)

In the euro area, the growth of the third quarter remains in quarterly 0.2% (0.8% annualized). Real activity index are shown solid, with advances in retail sales and industrial production. However, sentiment indicators worsen for both companies and households.

### PERSPECTIVE

In the short term, the accumulation of risks and the adversity of the global economic scenario have derived in a strong deterioration of the investor sentiment. It advises maintaining a cautious on equity positioning, in order to keep the underweight tactics in the short term. However, while the slowdown in major developed economies is apparent, we continue to believe that equity continues to be the asset that holds more value in the medium and long term and we do not believe that the economic cycle is coming to the end.

At the close of 2018 portfolio assets amount to 10.396M eur. Net asset value per share closes at 142.35 euros, decreasing -10.42% ytd. There is a 100% of the portfolio invested in shares and equity instruments, funds and ETF's investments, and cash. The portfolio is diversified in terms of regional exposure with the greatest exposure in European issuers, American issuers and emerging issuers.

### RUMBO

The Manager informs the Board of Directors about the evolution of the markets in the second half of the year, in the terms reproduced below:

#### SITUATION OF THE MARKETS

The second half of 2018 had a clearly bearish tone, a trend that has gained more strength during the final months of the year.

The accumulation of market risks, including increased trade tensions between China and the US, the difficulties to reach a Brexit agreement between UK and the EU or the Italian budget, have monopolized the attention of the investors. This, coupled with the progressive monetary normalization of central banks and the fear of a slowdown at the global level, has given rise to a very difficult year for the financial markets.

The third quarter of the year was overall not so negative; despite little progress in the main risks that concerned the market: a magnificent campaign results in the United States, the publication of developed indicators which decreased doubts about one possible global slowdown and a better performance of emerging markets made a movement of recovery in risky assets achievable.

However, during the last quarter of the year, pessimism marked the behaviour of the market, hurting investor

sentiment in a very significant way. The appearance of the first signs of a global slowdown, along with the persistence of market risks, was added the temporary closure of the US Government, which altogether caused falls in global markets. Only the more lenient message from the President to the FOMC and the approval of Italian budget by the European Commission managed to improve the mood of investors while slightly mitigating the fall.

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### STRATEGY

At the macroeconomic level, US growth for the third quarter is revised slightly downward, with a final growth of 3.4% annualized and a preview of a minor consumption. Even so, they remain very high numbers that may not be achieved in the fourth quarter. Data for recent months show some deterioration in the behavior of consumption and construction, although the manufacturing data remains strong.

In the euro area, the growth of the third quarter remains in quarterly 0.2% (0.8% annualized). Real activity index are shown solid, with advances in retail sales and industrial production. However, sentiment indicators worsen for both companies and households.

### PERSPECTIVE

In the short term, the accumulation of risks and the adversity of the global economic scenario have derived in a strong deterioration of the investor sentiment. It advises maintaining a cautious on equity positioning, in order to keep the underweight tactics in the short term. However, while the slowdown in major developed economies is apparent, we continue to believe that equity continues to be the asset that holds more value in the medium and long term and we do not believe that the economic cycle is coming to the end.

Portfolio strategy in equity has not changed significantly during 2018. We closed 4Q18 with 31.48% in fixed income, 45.17% in equity, and 17.66% in alternative investment funds, keeping a 5.70% aprox. in cash. At the end of the 3Q18 the portfolio has no positions in derivatives. Fund's Net Asset Value was 1,822,221,92 Eur. Net asset value per share closed 4Q18 at 107,0007 Eur., decreasing -7.59% in this period.

## REPORT ON THE ACTIVITIES (continued)

### SEXTANTE

The Manager informs the Board of Directors about the evolution of the markets in the second half of the year, in the terms reproduced below:

#### SITUATION OF THE MARKETS

The second half of 2018 had a clearly bearish tone, a trend that has gained more strength during the final months of the year.

The accumulation of market risks, including increased trade tensions between China and the US, the difficulties to reach a Brexit agreement between UK and the EU or the Italian budget, have monopolized the attention of the investors. This, coupled with the progressive monetary normalization of central banks and the fear of a slowdown at the global level, has given rise to a very difficult year for the financial markets.

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However, during the last quarter of the year, pessimism marked the behaviour of the market, hurting investor sentiment in a very significant way. The appearance of the first signs of a global slowdown, along with the persistence of market risks, was added the temporary closure of the US Government, which altogether caused falls in global markets. Only the more lenient message from the President to the FOMC and the approval of Italian budget by the European Commission managed to improve the mood of investors while slightly mitigating the fall.

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Finally, in reference to the currency market, we highlight the strength of the dollar in respect to the euro. However, the American currency has tended to depreciate over the last part of the year due to moderation of the Fed rate hike expectations - thus promoting a possible recovery of the euro and a relative stabilization of the emerging currencies-.

#### STRATEGY

At the macroeconomic level, US growth for the third quarter is revised slightly downward, with a final growth of 3.4% annualized and a preview of a minor

consumption. Even so, they remain very high numbers that may not be achieved in the fourth quarter. Data for recent months show some deterioration in the behavior of consumption and construction, although the manufacturing data remains strong.

In the euro area, the growth of the third quarter remains in quarterly 0.2% (0.8% annualized). Real activity index are shown solid, with advances in retail sales and industrial production. However, sentiment indicators worsen for both companies and households.

#### PERSPECTIVE

In the short term, the accumulation of risks and the adversity of the global economic scenario have derived in a strong deterioration of the investor sentiment. It advises maintaining a cautious on equity positioning, in order to keep the underweight tactics in the short term. However, while the slowdown in major developed economies is apparent, we continue to believe that equity continues to be the asset that holds more value in the medium and long term and we do not believe that the economic cycle is coming to the end.

At the end of the period, the Sub-Fund's Net Asset Value was 2,076,438.82€. Net Asset Value per share closes 4Q18 at 87.84€, decreasing -34.23% in 4Q18 and -20.64% in 2018. The strategic portfolio keeps 87.84% in active equities, the rest of the portfolio is invested in fixed income (3.17%) and cash (8.99%). At the end of the 4Q18, the portfolio has kept opened positions in derivatives (short positions in Nasdaq 100) with a total exposure to -32.09 %.

### SPINNAKER

The Manager informs the Board of Directors about the evolution of the markets in the second half of the year, in the terms reproduced below:

#### SITUATION OF THE MARKETS

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The accumulation of market risks, including increased trade tensions between China and the US, the difficulties to reach a Brexit agreement between UK and the EU or the Italian budget, have monopolized the attention of the investors. This, coupled with the progressive monetary normalization of central banks and the fear of a slowdown at the global level, has given rise to a very difficult year for the financial markets.

The third quarter of the year was overall not so negative; despite little progress in the main risks that

## REPORT ON THE ACTIVITIES (continued)

concerned the market: a magnificent campaign results in the United States, the publication of developed indicators which decreased doubts about one possible global slowdown and a better performance of emerging markets made a movement of recovery in risky assets achievable.

However, during the last quarter of the year, pessimism marked the behaviour of the market, hurting investor sentiment in a very significant way. The appearance of the first signs of a global slowdown, along with the persistence of market risks, was added the temporary closure of the US Government, which altogether caused falls in global markets. Only the more lenient message from the President to the FOMC and the approval of Italian budget by the European Commission managed to improve the mood of investors while slightly mitigating the fall.

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Finally, in reference to the currency market, we highlight the strength of the dollar in respect to the euro. However, the American currency has tended to depreciate over the last part of the year due to moderation of the Fed rate hike expectations - thus promoting a possible recovery of the euro and a relative stabilization of the emerging currencies-.

### STRATEGY

At the macroeconomic level, US growth for the third quarter is revised slightly downward, with a final growth of 3.4% annualized and a preview of a minor consumption. Even so, they remain very high numbers that may not be achieved in the fourth quarter. Data for recent months show some deterioration in the behavior of consumption and construction, although the manufacturing data remains strong.

In the euro area, the growth of the third quarter remains in quarterly 0.2% (0.8% annualized). Real activity index are shown solid, with advances in retail sales and industrial production. However, sentiment indicators worsen for both companies and households.

### PERSPECTIVE

In the short term, the accumulation of risks and the adversity of the global economic scenario have derived in a strong deterioration of the investor sentiment. It advises maintaining a cautious on equity positioning, in order to keep the underweight tactics in the short term. However, while the slowdown in major developed economies is apparent, we continue to believe that equity continues to be the asset that holds more value in the medium and long term and we do not believe that the economic cycle is coming to the end.

At the close of 2018 portfolio assets amount to 3.164 eur. Net asset value per share closes at 104.6134 euros, decreasing 4.02% year to date.

There is a 40% of the portfolio invested in shares and equity instruments, and the fixed income remained unchanged with the same focus on low risk, low volatility and low duration. The strategic portfolio keeps a high FX exposure: around 30-35% USD . This has contributed significantly the performance of the period.

### BBVA GLOBAL BOND FUND

During the second half of the year, the expected global growth figures for 2018 (3.7%) and 2019 (3.5%) have been revised downwards in the second half of the year, not only in developed countries but also in and emerging economies, breaking the trend of the first months of 2018. The momentum in global trade, as well as the financial and political uncertainty in some countries, may be behind this weakness.

Factors such as the US trade war with the rest of the world, as well as the difficulty to find an agreement for Brexit or the political instability in Europe caused mainly in Italy, have begun to generate doubts about the sustained growth at a global level.

Although there have been no surprises in the monetary policy of the main Central Banks in the last months of the year, expectations have changed in line with the progressive deterioration of financial markets and the economic outlook. On one hand, the Fed closed 2018 with a fourth rate hike of 25bp, up to the 2.25% -2.5% range and revised its projections for 2019 downwards, from three to two additional increases, as well as 2020, 2021 projections have been changed, although it was relatively optimistic with the US economy. The market, however, has stopped discounting additional rate hikes for next year. On the other hand, the ECB has maintained its roadmap for the withdrawal of monetary stimuli, announcing in December the end of asset purchases, but insists that the reinvestment of the balance sheet will continue. EBB also admit that the first rise of rates that will happen not before the fall of 2019. The market, however, barely discovers changes in interest rates for next year. BoJ maintains its stimuli although it begins to show signs that it can be gradually withdrawn.

During the last semester there has been a round-trip movement in the yields of the sovereign debt of the US, initially up by the short end of the curve, in response to strong macro data and expectations of rise in the Fed's rates, and subsequently downwards in the long tranche due to the refuge effect in a context of

## REPORT ON THE ACTIVITIES (continued)

strong risk aversion, the fall in the price of crude oil and, finally, the adjustment in the expectations of normalization of rates, after the highs recorded at the beginning of November at 2.97% in the 2-year rate and of 3.24% in the 10-year period, 2018 ends at levels of 2.49% and 2.68% respectively. In the German market we have also witnessed a flattening of the rate curve, with the 2-year moving rangely and ending at -0.61%, in the absence of surprises on the ECB roadmap, and the 10-year reaching maximum of 0.57% at the beginning of October and then falling to 0.24%. The movements in 10-year rates, on the other hand, have been highly conditioned by inflation expectations, which fall by 41bp in the US. to 1.72% and 40bp in Germany at 0.96%.

The peripheral debt has been affected by factors such as Italian politics, to a large extent, or the change of government in Spain, to a lesser extent, as well as the generalized aversion to risk and this has put pressure on risk spreads against Germany on the rise.

With reference to the FX, the Dollar has been the winning currency in general terms. On one hand against the EUR, and on the other against emerging markets and currencies related to commodities, all of this largely due to the expectations of slowing growth in China and the rest of the world.

During the period the positions of the fund have been very stable although during the third quarter as the returns reached maximum levels we took advantage to buy something of duration in the USA and we start to reduce our short position in EURUSD. During this period the profitability of the fund has been negative, being the positions in emerging markets, peripheral bonds and inflation-linked bonds in the different geographies the main detractors of yield and the long positions in Australia, New Zealand and USA as well as the short position of EURUSD the positions that have contributed the most.

Looking to 2019 we think that volatility will continue to rise due to the different causes that continue to generate uncertainty in markets such as the Brexit or the commercial war between the USA and China. We expect to see a stabilization of the price of oil around 60 \$ barrel which in our opinion can generate the improvement in the inflation bonds. In general, we expect rebounds in European debt yields after the withdrawal of stimulus from the ECB and slight upturns of the US debt as the data from that economy remains in line with what we have been observing. In reference to the EURUSD, we expect the EUR to gain positions towards levels closer to its theoretical value.

The fund closes the year with duration of 3.30 years.

### BBVA MULTI-ASSET FLEXIBLE FUND

#### Economic outlook

The expected global growth figures for 2018 and 2019 have been revised downwards in the second half of the year, in both developed and emerging countries, breaking the trend of the first months of 2018.

The rise in debt rates, the worsening of macro indicators and the deterioration of international trade relations have negatively affected stock markets, so after staying within a relatively narrow range from February to September, the World Index (in dollars) has broken that range downward, leading a strong setback and ending the year in a clearly negative territory (-9.8% in the 2S). The Volatility in December reached levels close to the annual highs of February, ending the year near the maximum area (+9.3pp in the 2S). Although developed markets had better behavior in the second and third quarter of the year, in the fourth quarter they have suffered a sharp decline, which has largely reduced the worst emerging behavior in the annual calculation. It is worth noting the better performance in the last half of the year of the most defensive sectors (utilities, pharmaceuticals and telecommunications), while in the negative side we find energy, materials, industrial, financial and technology.

Although there have been no surprises in the monetary policy of the main central banks in the last months of the year, expectations have changed in line with the progressive deterioration of financial markets and the economic outlook. Regarding fixed income, the winning assets in the 2S have been the 10-year bonds of both Germany and the U.S., despite the depreciation of the last one for the whole year. In U.S. highlights the flattening of the curve (including investment in the shortest terms). In credit, this environment leaves spikes in spreads, especially in the speculative segments, as well as peripheral risk premiums in the last half of the year.

The dollar has shown its strength in 2018 with a generalized appreciation, especially in the 2S and against the currencies of the most vulnerable countries (Turkey, Argentina). It has not been a good semester for commodities (Brent -32.4% in 2S), but gold has acted as a refuge asset.

#### Portfolio activity

Regarding our portfolio, during the semester, we have been modifying our exposure to equities actively, starting the period with greater weight in the risk asset and ending it with less exposure, moving in a range

## REPORT ON THE ACTIVITIES (continued)

between -15% and 15% . On the strategic side, we highlight the good performance of local emerging debt, which has been neutralized by the fall in global risk assets. The models have contributed as a whole, especially the short positioning in stock market and long positioning in the Dollar. In this period, the relative value strategies have drained profitability as a whole, with a mixed behavior in the individual performance, highlighting on the positive side the short of Italy against Europe.

As a result, the profitability in the second semester has been -2.29%.

### Expectations

Regarding next months, we keep a positive stance in equity, though slightly more cautious than in previous quarters. We will continue to control the deterioration in macroeconomic data, which might begin to give signs of weakness in the markets worldwide. The commercial tensions and political instability in the European periphery will still be key during the last months of the year, so a dynamic tactical control of equity exposure is crucial. For the time being, we maintain our preference for US equity market versus European one. As for fixed income side, we will stay cautious, both for duration and high yield bonds exposure.

### BBVA EURO CASH FUND

The last weeks of 2018 have been quite volatile in financial markets dominated by a risk off environment in several assets classes. There growing concerns about growth due to factors like Brexit, commercial wars, Europe slowdown and the end of the fiscal impulse in the United States which have taken attention from the markets. Rates in Europe continue to trade very stable at very low and negative levels in short term tenors without much volatility (except Italy). Euribor closes at -0.117% in 12 months and -0.31% in 3 month fixing, after a tiny move during 2019. The market is not discounting much move in policy rates for the next months having the Euribor future 3M at 0% at the end of 2020 which shows that the exit by the ECB will be very slow. Therefore Eurozone will have a hard time normalizing its monetary policy due to growth and inflation starting to trend downwards from the peaks in 2018.

The asset allocation of the fund has not had any significant changes. During the final weeks of 2018 we have tried to increase our exposure to fixed and floating rate credit bonds. After the widening in the credit spreads we have started to see buying opportunities in some names although liquidity is still quite poor. Some bonds with one maturity are trading

in positive territory and we are trying to buy when possible. In floaters space we are buying in primary market in maturities between 18-24 months.

In sovereign bond space we have around 50% of the portfolio invested in bills from Eurozone countries. Big majority is invested in Spanish and Italian bills; the latter ones have had the best performance in the period due to big improvement in Italian sentiment risk. We have been very active in those ones and have taken advantage of the slope of the curve investing mainly between 6-12 months maturities. In other Eurozone countries the slope remains very flat.

We have around 23% of the portfolio invested in inflation linked bonds which have suffered a lot due to risk off volatility in December although the main cause has been the sharp drop in oil prices. The market sold off and linkers fell well below 1% in breakeven terms in most tenors and European countries curves. We have increased our exposure afterwards because the bonds were too cheap related to fundamentals.

The fund performance has not been good in the period due to the fall of linker bonds that we have commented before. On the other hand Italian risk has performed very well after a very difficult year and we closed the year at levels around 0.20% (1yr tenor) after being well above 1% during the summer. The new Italian government has managed to calm markets for the moment by lowering their deficit limits for 2019. The running yield of the portfolio is -0.03% and has an average duration of 0.35. The fund has given -0.48% in 2018 net of fees a bit under the benchmark. We have a similar strategy for the beginning of 2019 with the same low and negative level of short term rates. There are several issues pending like Brexit, commercial war and European elections that could increase volatility as we have just witnessed during December.

### BBVA LATAM EQUITY FUND

(Returns in dollars unless otherwise specified)

2018 was a volatile year. Globally, geopolitical and trade tensions, reduced liquidity on tighter monetary conditions marked the year. As result, most, if not all, risky assets posted negative returns. In the region, political happenings were the norm as we had a very active election year. Developed markets posted the best return -7.83%, followed by world equities -8.61% and EM equities -14.37%. The BBVA Latam Equity Fund posted 1.09% vs -6.36% of its benchmark.

Within the region, Peru posted a 1.54% increase, followed by Brazil -0.06%, Colombia -11.44%,

## REPORT ON THE ACTIVITIES (continued)

Mexico -15.41%, Chile -18.91% and Argentina 50.79%. The Mexican peso was the best currency 0.04%, whereas the PEN lost 4.05%, COP -8.80%, CLP -12.70%, and BRL -17.11%. The LACI index posted a 13.50% drop.

Little appetite for emerging markets due to rising yields, a strong USD and political events were the norm this year. Mexico a very volatile second semester on the back of heightened political uncertainty with the new administration. On the opposite side, the expectations of new reforms under the Bolsonaro administration in Brazil made for rising asset prices.

On the economic front, the Brazilian economy seems to be on a moderate expansion path and expected to pick up in 2019. Meanwhile, the Mexican economy remains on a stable expansionary mode with sticky inflation. Chile posted the highest GDP growth in the region, whereas Peru's is rebounding and Colombia's remains subdued.

### Strategy

We maintain a neutral/ slightly UW stance in Brazil but biased to high-beta stocks to benefit from the increasing economic activity while protecting the portfolio from downside surprises. We expect corporate earnings to start showing the improving conditions. We keep Mexico OW, as well as Argentina. We believe the former the following quarters to prove positive but acknowledge increased volatility. In Argentina we believe the worst is now behind us and expect a selective recovery in certain names. Peru, Chile and Colombia's short fund the OW. We favor stocks with exposure to the local consumer and financials in Brazil, industrials and financials in Mexico and e-commerce, financials in Argentina.

## GARANTI TURKISH FIXED INCOME

### Fund Overview

The NAV per share of the fund's EUR Institutional Class at the end of December is 67.32 while it was 87.45 at the end of December 2017, indicating a 23% loss in 2018 Local Currency Bonds weight kept at the range of 90-100% in the year.

### Market Commentary & Outlook

In 2018 US dollar appreciated and caused a depreciation in the value of almost all risky assets in terms of dollar. It was a year of significant losses both for developed and developing countries' stock markets. After a very strong year, 2017, developed countries dropped by 10.44% in 2018. Loss was higher at developing countries with a percentage of 16.64.

Although risky assets were supported with the theme of "global synchronized growth" in 2017, expectations of

deceleration in global growth has increased and caused exits from risky assets in 2018. Expectation of vanishing impact of financial expansion of USA also caused concerns about deceleration in global growth.

FED raised interest rates for 4 times against increasing inflation and strong growth. This monetary tightening effected yield curve. In the short end 2 year bonds started the year at the level of 1.9%, in November it reached its highest level at 2.9%, completed year at the 2.5% while the long end of the curve flattened.

Domestic market was flat till April. In May increase in the risk premium affected all risky Lira assets and caused sell offs. Second wave happened in August with the hard depreciation of Turkish lira. This depreciation was the highest monthly depreciation since May 2001. Both the dimension and volume of the depreciation have influenced the inflation. Inflation was 10% for the first 4 months and completed the year with a percentage of 20.30. The domestic producer price index, the inflation rate which is more vulnerable for FX changes has peaked in third quarter with a rate of 46.15 percent and completed year at 33.64 thanks to appreciation of Turkish lira in the last quarter.

For 2019 US yield curve's shape is one of the biggest concerns of investors. expectation of deceleration in growth with almost turning negative yield curve effects risk appetite negatively. Trade wars are continuing to be a risk factor for markets.

### Relevant News

CBRT increased the weighted average funding cost from %12.75 to %24 due to deterioration in the inflation outlook and fast depreciation of TRY. Addition to that CBRT started an operational simplification and determined the Weekly Repo Interest as Policy Interest Rate. On the Financial Policy side, Ministry of Treasury and Finance announced the "New Economy Program" in September. Program prepared for periods between 2019-2021 and emphasizes on economical rebalancing, discipline and change. A little waiver of growth in GDP for economical consistency indicates the importance level of the program.

Due to the depreciation of TRY inflation rate increased and CBRT tightened the monetary policy. With the increase of the policy interest rate, interest rates on yield curve's both long and short end increased considerably. After the actions of policy makers TRY started to appreciate. Thanks to tax discounts and campaign against inflation, CPI decreased in third quarter, along with that interest rates decreased.

### Portfolio Allocation

Our allocation was between 90-95%.

## REPORT ON THE ACTIVITIES (continued)

### GARANTI TURKISH EQUITY FUND

#### Fund Overview

The NAV per share of the fund's EUR Institutional Class at the end of December 2018 is 83.84 while it was 140.79 at the end of December 2017, indicating a 40,5% loss in 2018.

Equity weight has been kept at the range of 80-100% during the year.

The fund will take the benefit by investing in companies having superior corporate governance and sound balance sheets.

#### Market Commentary & Outlook

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For 2019 US yield curve's shape is one of the biggest concerns of investors. Expectation of deceleration in growth with almost turning negative yield curve effects risk appetite negatively. Trade wars are continuing to be a risk factor for markets.

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#### Portfolio Allocation

Our allocation was between 90-95%.

### BBVA USD LONG TERM CORPORATE BOND FUND

2018 has been a difficult year for markets with all assets classes yielding negative returns for the year. There have been several factors that contributed to having one the weakest years since the financial and European sovereign crisis in Credit markets.

We saw the return of volatility, which had been subdued in the past, with several spikes throughout the year, specially in February as a large spike in volatility collapsed some inverse-volatility funds causing a sharp sell-off in markets. Macro and political risk was also on the rise, with most of the turmoil center around Italy, Turkey, Argentina and the long-lasting Brexit. Concerns about a global macro slowdown combined with tightening monetary policies in developed economies was a major theme throughout the year, specially in the last couple of months with a strong sell off in rates, from its peak in October, producing a drastic sell-off in markets in December.

The first half of the year continued to show the different paces of monetary policy between the US and Europe. Despite market expectations are less aggressive than the Fed's own projections, the different bias between the two central banks has made the differentials at the short-end of the curve to peak to historical levels.

The Fed raised rates in June, as expected, by 25bps to 1.75%-2.00%. It also signaled another two hikes for

## REPORT ON THE ACTIVITIES (continued)

the year and three more in 2019 on the back of strong projections for growth and inflation.

The ECB announced in June that its purchase programmes will end by December 2018. Despite this announcement, the tone was taken as dovish given the recent weakness in economic data and the lack of inflationary pressures. In fact, the ECB will extend the purchased, albeit at a lower pace, from October till December. But more relevant were the comments on keeping the depo rate at these low levels at least through the summer of 2019. Consequently, postponing market expectation for the first hike from June to September 2019.

In terms of credit markets, spreads performance well in January with IG specially in the long part of the curve. Index asset swap tightening to 145bp, from 168bp, despite increasing rates. Tighter spreads did not compensate the negative returns from raising yields. BBVA USD Long-Term Corp Bond Fund, yield -1.21% (gross) in the month.

In February, the increase in rates were less sharp than in January. Nevertheless, impacting negatively the Fund returns. Moreover, we started to see a widening trend in credit spreads on the back of an increased in equity volatility, moving back to 155bp in asset swap terms. Returns on the Fund in February were negative, -1.45% (gross).

This weaker tone in credit markets continued in March, as the effect of a potential tariff warr pushed spread much wider, back to 167bp by quarter-end. Rates were lower on the back of this weaker sentiment. As a result, returns were positive in the month. BBVA USD Long-Term Corporate Bond Fund yield close to +0.40% (gross).

In terms of activity, the Fund has maintained a similar structure throughout the quarter. Investing mainly in the 10yr and 20yr part of the curve. With a preference for financials.

For the second half of the year, actions by major central banks were in line with market expectations. However, these expectations shifted towards the weaker side as economic data had been more inclined towards a global economic slowdown. The US Fed ended the year with its fourth interest rate hike in December, raising rates by 25bp to 2.25%-2.50%. The Fed tone remained constructive despite lower rate hike expectations for 2019 from three to two hikes.

During the second half of the year, rates in the US have been up and down and mainly driven by initially strong data and followed by concerns about slowdown combined with still constructive Fed. We saw a large sell-off in rates peaking in November with 2yr rates at

2.97% and 10yr at 3.24% dropping to 2.49% and 2.68% respectively with a strong flattening in the 2-10yr adding towards the concerns for recession.

These market concerns added pressure to Credit markets, making spreads to widened sharply by the end of the year. IG \$ in the long-end (10-15yr) widened by 65bp year-to-date with spreads closing at 213bp vs 148bp against UST at the beginning of the year. The sell-off had been generic and across sectors and capital structures.

Despite the sell-off in credit, returns of the sector were positive during 2S2018, due to strong buying of US rates at the end of the year, closed to 1.10%. During this period, BBVA USD Long-Term Corporate Bond Fund improved its performance returning 1.21% (gross).

Year-to-date, Long-Term IG \$ returned -2.72% whilst BBVA USD Long-term Corporate Bond Fund returned -1.97% (gross). This better performance has been mainly due to its lower spread duration in credit, which has been around 2 years shorter throughout the year.

We continue to see outflows at BBVA USD Long-Term Corporate Bond Fund.. Therefore, most of the activity has been focused on generating liquidity whilst maintaining the diversification within the required limits.

### BBVA FIXED INCOME PORTFOLIO FUND

How we have been affected

The profitability in USD offered by the portfolio during 2018 has been positive. Profitability that we find attractive if we compare it with the main fixed income assets. Thus, the main indices of investment grade corporate bonds, emerging sovereign bonds, high yield corporate bonds and government bonds of developed countries closed the year with accumulated yields of -4%, -6%, -2% and 0.8% respectively.

During the year the most remarkable thing was that the Federal Reserve continued with the process of monetary normalization initiated in 2015, increasing official rates up to four times (0.25% each increase) to leave them at 2.5%. In response to the last meeting of the year of the Federal Reserve (December), the monetary normalization process would end next year 2019, where the different members of the Central Bank estimate on average that there will be two more increases of the rates, of 0.25% each , to, therefore, finalize this process with rates around 3%.

## REPORT ON THE ACTIVITIES (continued)

The estimate yield to maturity offered by the portfolio is around 6%, with a balanced positioning between short-term corporate bonds and US Treasury bonds

How we are positioned

We currently hold a conservative positioning, awaiting opportunities to arise on the fixed income market. We hold no investments whatsoever in fixed income instruments issued by emerging countries.

- Funds of short duration high-yield corporate bonds mainly from developed countries, accounting for almost 60% of total portfolio investment. They are offering an annual yield in the region of around 6% in USD.
- Long term US Treasury bonds via futures: They account for around 80% of total portfolio investment. In our opinion, they offer medium- and long-term value as hedge instruments against increases in financial market volatility or possible crises or deflationary shocks. Moreover, we think that there continue to be structural deflationary pressures.
- High cash levels and investment grade corporate short term funds. Waiting to invest in corporate bonds if offered yield rise further.

Modified duration of the portfolio is around 7.5 years.

### BBVA PORTFOLIO STRATEGY 33 FUND

2018 was a very difficult period for investors as equities and corporate instruments offered negative returns, caused by fears that the Federal Reserve could raise official rates more aggressively than expected. Trump's protectionist threats started materializing in March (steel and aluminum, China) and the risk of a trade war also impacted markets.

Investor sentiment has deteriorated specially in the last part of the year, despite the relatively positive trade (three-month truce in the application of new US tariffs to China), political (agreement between the EU and Italy on the new fiscal plan for 2019) and geopolitical news (OPEC and Russia agree to reduce crude production by 1.2Mbpd). However, economic pessimism has increased, given the confirmation of the path of monetary normalization by the main central banks, the lack of visibility on Brexit, the street protests in France and the partial closure of the American government. Thus, in the last months of the year there was a significant fall in equities (December registered one of the sharpest drops in history) and credit, as well as the price of commodities, including crude oil (accumulating a decrease of 20.4% in the year) due to doubts about the effective application of the cuts and the demand.

During the year, the portfolio was penalized by its sensitivity to equity markets, but performance of the portfolio benefited from the tactical management of the sensitivity to equities, as advantage was taken of the sharp corrections to buy these assets, which were then sold for substantial gains. Another positive factor was the good performance of the US stock market in relative terms (the region was the most defensive one in this adverse scenario), as the portfolio concentrate all its equity exposure in this country. The portfolio also took advantage of the sharp corrections experienced by US long-term sovereign fixed income during the first months of the year to make purchases of an asset that has performed very well since then.

Equity exposure during the quarter has ranged between 5% and 20%.

Our view on equity markets remains unchanged. After the significant drops in this asset in recent months, we should not dismiss the possibility of an upturn in the markets, which are currently greatly oversold. However, the volatility of risk assets may remain unchanged in 2019 among marked investor anxiety and valuations which are often still high.

Regarding corporate fixed income, despite the significant upturn of corporate debt spreads, we still consider lower-quality issuances to be risky because of the companies' high debt ratio (around record highs) against a backdrop of increased rates, which could translate into increased defaults.

We see value in European short-term debt and of higher-quality in dollars (as currency coverage pays about 3.5%).

Finally regarding US sovereign fixed income, we maintain a preference for long stretches of US sovereign debt, which represent a good option to protect the portfolio against an adverse market.

### BBVA PORTFOLIO STRATEGY 66 FUND

2018 was a very difficult period for investors as equities and corporate instruments offered negative returns, caused by fears that the Federal Reserve could raise official rates more aggressively than expected. Trump's protectionist threats started materializing in March (steel and aluminum, China) and the risk of a trade war also impacted markets.

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## REPORT ON THE ACTIVITIES (continued)

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Equity exposure during the quarter has ranged between 10% and 30%.

Our view on equity markets remains unchanged. After the significant drops in this asset in recent months, we should not dismiss the possibility of an upturn in the markets, which are currently greatly oversold. However, the volatility of risk assets may remain unchanged in 2019 among marked investor anxiety and valuations which are often still high.

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Equity exposure during the quarter has ranged between 20% and 50%.

Our view on equity markets remains unchanged. After the significant drops in this asset in recent months, we should not dismiss the possibility of an upturn in the markets, which are currently greatly oversold. However, the volatility of risk assets may remain unchanged in 2019 among marked investor anxiety and valuations which are often still high.

Regarding corporate fixed income, despite the significant upturn of corporate debt spreads, we still

## REPORT ON THE ACTIVITIES (continued)

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Finally regarding US sovereign fixed income, we maintain a preference for long stretches of US sovereign debt, which represent a good option to protect the portfolio against an adverse market.

### BBVA PORTFOLIO EQUITY STRATEGY FUND

The year turned out to be very different from what the markets had expected at the beginning of 2018. In January, consensus was expecting strong growth, low inflation, strong equities, low volatility, strong EM and strong EU. News were not been very compelling, FED continued hiking; ECB surprised in summer with its new calendar based-forward guidance; US data surprised on the upside, while Eurozone surprised to the downside; IMF lowered GDP forecast and Trump blamed FED for raising rates and so on.

During the year we have observed divergent movements in the markets, both at the regional and sectoral level with a low breadth in stock indices. US equities were up and outperformed, but Eurozone, EM and global equities lagged markets. On the global sector side, health care, technology and Utilities outperformed, while cyclicals such as Materials, Finance and Industrials were the lagged sectors.

The MSCI had its worst December return for global equities on record (since 1988), and the year turned to be the worst year since the 2008 GFC, and the sixth year on record.

The outlook is cloudy, because what will happens in the rest of the year and beyond depends on different issues, but it seems that the main source of volatility – so far- keeps going on the trade war China-US status, Brexit outcome and the impact of these issues on global growth.

The portfolio deliver negative returns in 2018. The performance were affected during the 4Q18 when global stock markets experienced high volatility and huge drawdowns. We finished the year with a more defensive bias with around 10% in cash. We are overweighting emerging Markets, we remain constructive on Technology (Nasdaq) and tactically we allocated resources on Europe.

Our main concern in 2019 is how growth will perform, and despite so far the consensus doesn't expect an immediate recession, we still believe this year will remain volatile and choppy, so we are willing to sacrifice performance for safeness and try to be more tactical trying to capture and profit from volatility.

### BBVA MULTI-ASSET DEFENSIVE EUR FUND

#### Economic outlook

The expected global growth figures for 2018 and 2019 have been revised downwards in the second half of the year, in both developed and emerging countries, breaking the trend of the first months of 2018.

The rise in debt rates, the worsening of macro indicators and the deterioration of international trade relations have negatively affected stock markets, so after staying within a relatively narrow range from February to September, the World Index (in dollars) has broken that range downward, leading a strong setback and ending the year in a clearly negative territory (-9.8% in the 2S). The Volatility in December reached levels close to the annual highs of February, ending the year near the maximum area (+9.3pp in the 2S). Although developed markets had better behavior in the second and third quarter of the year, in the fourth quarter they have suffered a sharp decline, which has largely reduced the worst emerging behavior in the annual calculation. It is worth noting the better performance in the last half of the year of the most defensive sectors (utilities, pharmaceuticals and telecommunications), while in the negative side we find energy, materials, industrial, financial and technology.

Although there have been no surprises in the monetary policy of the main central banks in the last months of the year, expectations have changed in line with the progressive deterioration of financial markets and the economic outlook. Regarding fixed income, the winning assets in the 2S have been the 10-year bonds of both Germany and the U.S., despite the depreciation of the last one for the whole year. In U.S. highlights the flattening of the curve (including investment in the shortest terms). In credit, this environment leaves spikes in spreads, especially in the speculative segments, as well as peripheral risk premiums in the last half of the year.

The dollar has shown its strength in 2018 with a generalized appreciation, especially in the 2S and against the currencies of the most vulnerable countries (Turkey, Argentina). It has not been a good semester

## REPORT ON THE ACTIVITIES (continued)

for commodities (Brent -32.4% in 2S), but gold has acted as a refuge asset.

### Portfolio activity

Regarding our portfolio, during the semester, we have been modifying our exposure to equities actively, beginning the period with greater weight in the risk asset and ending it with less exposure, moving in a range between 3-18%. In general, we have maintained a negative view of the performance of both the U.S. and European stock market tactically, with a slight preference for the U.S. stock market. Although we are positive about the long-term performance of emerging equities, we have been almost entirely the semester with the neutralized position tactically, although we ended the period with positive exposure to that asset.

Regarding fixed income, we maintain the bias to emerging debt in local currency. Tactically, we increased the duration in both the US and Europe and continue positioning in High Yield. In currencies, we highlight the highest exposure to Dollar and Yen, although the last one was closed at the end of September.

Regarding investments in CIIs, in the semester they have detracted profitability to the fund. The largest investments are DWS Floating Rate Notes, BGF Euro Short Duration Bond, Amundi 3M, Betaminer I and ETF Vanguard S&P 500.

As a result, the profitability in the second semester has been -1.99%.

### Expectations

Regarding the coming months, we are cautious about the deterioration of the macroeconomic data and the instability caused by the commercial war, which continue to negatively affect the performance of the global stock exchanges, a dynamic asset risk management will be key. Strategically, we maintain the positive bias for emerging equities, short duration levels and controlled positions in high yield bonds.



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To the Shareholders of  
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INTERNATIONAL SICAV  
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## REPORT OF THE REVISEUR D'ENTREPRISES AGREE

### *Report on the audit of the financial statements*

#### *Opinion*

We have audited the accompanying financial statements of BBVA DURBANA INTERNATIONAL SICAV ("the SICAV") and each of its Sub-Funds, which comprise the statement of net assets and the statement of investment in securities and other net assets as at December 31, 2018 and the statement of operations and changes in net assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of BBVA DURBANA INTERNATIONAL SICAV and each of its sub-funds as at December 31, 2018, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements.

#### *Basis for opinion*

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

#### *Other information*

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

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report this fact. We have nothing to report in this regard.

### *Responsibilities of the Board of Directors of the SICAV for the financial statements*

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



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

***Responsibilities of the Réviseur d'Entreprises agréé for the audit of the financial statements***

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the SICAV's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the SICAV.
- Conclude on the appropriateness of Board of Directors of the SICAV's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the SICAV or any of its sub-funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of "Réviseur d'Entreprises agréé" to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report of "Réviseur d'Entreprises agréé". However, future events or conditions may cause the SICAV or any of its sub-funds' except for the sub-funds Garanti Turkish Fixed Income Fund (in liquidation) and Garanti Turkish Equity Fund (in liquidation ) where a decision or an intention to close exists to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Luxembourg, April 30, 2019

KPMG Luxembourg  
Société coopérative  
Cabinet de révision agréé

S. Smets

## COMBINED STATEMENT OF NET ASSETS

December 31, 2018  
(in EUR)

### ASSETS

Portfolio:	(see notes)	
- Cost		514,446,743.08
- Net unrealised result		(11,085,871.24)
		<b>503,360,871.84</b>
Cash:		
- Cash at sight	(see notes)	48,467,321.60
- Margin deposits	(see notes)	600,000.00
Other assets:		
- Receivable on subscriptions		129,503.32
- Interest receivable		720,215.33
- Dividend receivable		121,545.72
- Formation/reorganisation expenses, net	(see notes)	12,785.09
- Receivable for investments sold		2,692,442.22
- Unrealised gain on futures	(see notes)	5,069,402.35
- Unrealised gain on forward foreign exchange contracts on currencies	(see notes)	19,124.76
- Unrealised gain on swaps contracts	(see notes)	1,152.82
- Other		4,356.51
		<b>561,198,721.56</b>

### LIABILITIES

Bank overdraft:		
- Cash at sight	(see notes)	2,934,534.73
- Margin call		34,991.03
Other liabilities:		
- Payable on Redemptions		1,578,412.86
- Taxes and expenses payable		1,996,471.44
- Payable for investments purchased		5,879,977.38
- Unrealised loss on futures	(see notes)	764,772.66
- Unrealised loss on forward foreign exchange contracts on currencies	(see notes)	354,441.45
		<b>13,543,601.55</b>

**NET ASSETS** **547,655,120.01**

**COMBINED STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

**NET ASSETS AT THE BEGINNING OF THE YEAR** **740,055,453.91**

**INCOME**

Income from investments:		
- Dividends, net	(see notes)	2,694,590.88
- Bond interest, net	(see notes)	2,982,148.63
- Option premium		1,136.68
Bank interest, net		183,222.19
Other income		241,405.62
		<b>6,102,504.00</b>

**EXPENSES**

Bank interest, net		176,110.47
Fees:		
- Global Fee	(see notes)	6,206,037.90
- Performance fee	(see notes)	45,836.85
- Depositary and Administration fees	(see notes)	1,286,455.55
Other expenses:		
- Annual tax	(see notes)	124,982.42
- Amortisation of formation/reorganisation expenses	(see notes)	11,398.48
- Audit and legal fees		215,637.97
- Printing and publishing fees		2,992.36
- Transaction fees	(see notes)	616,237.82
- Administration and other expenses		262,366.85
		<b>8,948,056.67</b>

**NET OPERATING RESULT** **(2,845,552.67)**

Net realised result on:		
- Sales of investments and futures	(see notes)	14,090,565.51
- Foreign exchange	(see notes)	7,285,211.66
- Swaps		(2,610.44)

**NET REALISED RESULT** **18,527,614.06**

Change in net unrealised appreciation/(depreciation) on:		
- Investments		(33,245,915.30)
- Forward foreign exchange contracts on currencies		895,704.39
- Futures		3,439,571.39
- Swaps contracts		1,152.82

**NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS** **(10,381,872.64)**

**MOVEMENTS IN CAPITAL**

Subscriptions of shares		206,655,038.11
Redemptions of shares		(395,932,613.34)
		<b>(189,277,575.23)</b>

**DIVIDEND PAID** (see notes) **(1,131,952.08)**

**EXCHANGE DIFFERENCE** (see notes) **8,391,066.05**

The notes are an integral part of these financial statements.

**COMBINED STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE END OF THE YEAR</b>	<b>547,655,120.01</b>
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**STATEMENT OF NET ASSETS**December 31, 2018  
(in USD)**ASSETS**

Portfolio:	(see notes)	
- Cost		4,076,531.83
- Net unrealised result		(269,376.98)
		<b>3,807,154.85</b>

Cash:		
- Cash at sight	(see notes)	423,062.95

Other assets:		
- Interest receivable		28,068.94
		<b>4,258,286.74</b>

**LIABILITIES**

Other liabilities:		
- Taxes and expenses payable		12,322.48
		<b>12,322.48</b>

<b>NET ASSETS</b>		<b>4,245,964.26</b>
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**Class A**

Net asset value per share	<b>61.37</b>
Shares outstanding	<b>24,156.646</b>

**Class I**

Net asset value per share	<b>93.11</b>
Shares outstanding	<b>15,166.000</b>

**Class X**

Net asset value per share	<b>85.56</b>
Shares outstanding	<b>15,794.008</b>

The notes are an integral part of these financial statements.

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in USD)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>5,158,861.53</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	387.89
- Bond interest, net	(see notes)	329,554.48
Bank interest, net		1,947.98
		<b>331,890.35</b>
<b>EXPENSES</b>		
Fees:		
- Global Fee	(see notes)	36,186.01
- Depositary and Administration fees	(see notes)	12,060.67
Other expenses:		
- Annual tax	(see notes)	1,121.12
- Audit and legal fees		1,284.55
- Printing and publishing fees		436.23
- Transaction fees	(see notes)	934.43
- Administration and other expenses		9,099.62
		<b>61,122.63</b>
<b>NET OPERATING RESULT</b>		<b>270,767.72</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	42,407.99
- Foreign exchange	(see notes)	(143,816.91)
<b>NET REALISED RESULT</b>		<b>169,358.80</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(373,315.97)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(203,957.17)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		676,135.69
Redemptions of shares		(1,385,075.79)
		<b>(708,940.10)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>4,245,964.26</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class A</b>	<b>Class I</b>	<b>Class X</b>
Shares outstanding at the beginning of the year	31,606.765	16,927.518	15,794.008
Subscriptions of shares	72.436	7,300.000	0.000
Redemptions of shares	(7,522.555)	(9,061.518)	(0.000)
<b>Shares outstanding at the end of the year</b>	<b>24,156.646</b>	<b>15,166.000</b>	<b>15,794.008</b>

**NET ASSET VALUE PER SHARE**

	<b>USD</b>	<b>USD</b>	<b>USD</b>
Highest	70.33	105.42	96.42
	01.25.18	01.25.18	01.25.18
Lowest	57.67	87.12	79.93
	09.05.18	09.05.18	09.05.18
<b>At the end of the year</b>	<b>61.37</b>	<b>93.11</b>	<b>85.56</b>

TER (total expense ratio)

	Class A	Class I
TER (total expenses ratio)	2.35	1.04

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**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A	40,012.881	2,394,024.84	USD	59.83
	Class I	22,039.518	1,949,451.04	USD	88.45
	Class X	15,794.008	1,271,036.83	USD	80.48
12.31.17	Class A	31,606.765	2,074,910.01	USD	65.65
	Class I	16,927.518	1,664,181.50	USD	98.31
	Class X	15,794.008	1,419,770.02	USD	89.89
12.31.18	Class A	24,156.646	1,482,608.31	USD	61.37
	Class I	15,166.000	1,412,034.93	USD	93.11
	Class X	15,794.008	1,351,321.02	USD	85.56

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in USD)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>BONDS</b>						
<b>BRAZIL</b>						
2,000	BRAZIL -DY- 0.00 10-17 28/04S	BRL	471,965.99	1,094.49	564,782.56	13.30
2,000	BRAZIL -DY- 0.00 10-23 01/01S	BRL	483,774.91	1,096.61	565,879.12	13.34
2,000	BRAZIL -DY- 0.00 14-25 01/01S	BRL	569,176.84	1,093.03	564,029.68	13.28
1,000	BRAZIL -DY- 10.00 13-19 01/01S	BRL	287,536.56	1,048.52	270,531.22	6.37
<b>TOTAL BRAZIL</b>			<b>1,812,454.30</b>		<b>1,965,222.58</b>	<b>46.29</b>
<b>COLOMBIA</b>						
630,000,000	COLOMBIA 10.00 08-24 24/07A	COP	293,967.40	117.76	228,452.86	5.38
766,000,000	COLOMBIA B 7.00 12-22 04/05A	COP	232,403.56	104.06	245,445.53	5.78
<b>TOTAL COLOMBIA</b>			<b>526,370.96</b>		<b>473,898.39</b>	<b>11.16</b>
<b>MEXICO</b>						
17,000	MEX BONOS DESARR FIX 10.00 05-24 05/12S	MXN	126,522.86	106.51	91,942.25	2.17
20,000	MEXICAN BONOS 5.75 15-26 05/03S	MXN	113,716.39	84.64	85,955.22	2.02
38,000	MEXICAN BONOS 6.50 11-22 09/06S	MXN	223,812.66	94.13	181,618.62	4.28
80,000	MEXICAN BONOS 7.50 06-27 03/06S	MXN	405,286.30	93.21	378,621.81	8.91
32,300	MEXICAN BONOS 7.75 11-31 29/05S	MXN	218,945.56	92.59	151,851.69	3.58
24,000	MEXICAN BONOS 7.75 11-42 13/11S	MXN	147,026.69	88.48	107,825.93	2.54
34,000	MEXICAN BONOS 8.50 09-38 18/11S	MXN	253,120.52	96.42	166,457.86	3.92
27,000	MEXICAN BONOS -M20 8.00 03-23 07/12S	MXN	178,205.30	97.84	134,143.53	3.16
<b>TOTAL MEXICO</b>			<b>1,666,636.28</b>		<b>1,298,416.91</b>	<b>30.58</b>
<b>PERU</b>						
200,000	PERU 8.20 06-26 12/08S	PEN	71,070.29	117.60	69,616.97	1.64
<b>TOTAL PERU</b>			<b>71,070.29</b>		<b>69,616.97</b>	<b>1.64</b>
<b>TOTAL BONDS</b>			<b>4,076,531.83</b>		<b>3,807,154.85</b>	<b>89.67</b>
<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>			<b>4,076,531.83</b>		<b>3,807,154.85</b>	<b>89.67</b>
<b>TOTAL INVESTMENTS IN SECURITIES</b>			<b>4,076,531.83</b>		<b>3,807,154.85</b>	<b>89.67</b>
Cash/(bank overdraft)					423,062.95	9.96
Other assets and liabilities					15,746.46	0.37
<b>TOTAL NET ASSETS</b>					<b>4,245,964.26</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

# **GEOGRAPHICAL CLASSIFICATION OF THE INVESTMENTS IN SECURITIES**

December 31, 2018

(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Brazil	46.29
Mexico	30.58
Colombia	11.16
Peru	1.64
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>89.67</b>
Other assets/(liabilities) and liquid assets	10.33
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Countries and central governments	89.67
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>89.67</b>
Other assets/(liabilities) and liquid assets	10.33
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in EUR)**ASSETS**

Portfolio:	(see notes)	
- Cost		1,212,759.33
- Net unrealised result		(36,890.70)
		<b>1,175,868.63</b>

Cash:		
- Cash at sight	(see notes)	178,278.38

Other assets:		
- Interest receivable		(111.44)
		<b>1,354,035.57</b>

**LIABILITIES**

Bank overdraft:		
- Cash at sight	(see notes)	530.22

Other liabilities:		
- Taxes and expenses payable		4,396.90
- Unrealised loss on futures	(see notes)	15.00
		<b>4,942.12</b>

<b>NET ASSETS</b>		<b>1,349,093.45</b>
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**Class A (EUR)**

<b>Net asset value per share</b>		<b>116.04</b>
<b>Shares outstanding</b>		<b>11,626.247</b>

The notes are an integral part of these financial statements.

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>2,002,446.18</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	1,114.90
- Bond interest, net	(see notes)	20.37
Other income		1,874.86
		<b>3,010.13</b>
<b>EXPENSES</b>		
Bank interest, net		433.54
Fees:		
- Global Fee	(see notes)	6,650.44
- Performance fee	(see notes)	122.18
- Depositary and Administration fees	(see notes)	10,093.98
Other expenses:		
- Annual tax	(see notes)	364.95
- Audit and legal fees		446.06
- Printing and publishing fees		34.48
- Transaction fees	(see notes)	2,984.45
- Administration and other expenses		2,650.07
		<b>23,780.15</b>
<b>NET OPERATING RESULT</b>		<b>(20,770.02)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	18,187.28
- Foreign exchange	(see notes)	85.12
<b>NET REALISED RESULT</b>		<b>(2,497.62)</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(69,226.66)
- Futures		(1,305.29)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(73,029.57)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		3,484.11
Redemptions of shares		(583,807.27)
		<b>(580,323.16)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>1,349,093.45</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class A (EUR)</b>
Shares outstanding at the beginning of the year	16,472.438
Subscriptions of shares	30.136
Redemptions of shares	(4,876.327)
<b>Shares outstanding at the end of the year</b>	<b>11,626.247</b>

**NET ASSET VALUE PER SHARE**

	<b>EUR</b>
Highest	123.60 01.29.18
Lowest	115.47 12.17.18
<b>At the end of the year</b>	<b>116.04</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A (EUR)	19,515.614	2,314,347.15	EUR	118.59
12.31.17	Class A (EUR)	16,472.438	2,002,446.18	EUR	121.56
12.31.18	Class A (EUR)	11,626.247	1,349,093.45	EUR	116.04

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>BONDS</b>						
<b>SPAIN</b>						
45,000	SPAI LETR DEL TESO ZCP 10-05-19	EUR	45,105.03	100.16	45,115.25	3.34
67,000	SPAI LETR DEL TESO ZCP 12-07-19	EUR	67,154.31	100.23	67,165.92	4.98
73,000	SPAI LETR DEL TESO ZCP 14-06-19	EUR	73,172.25	100.20	73,182.52	5.43
	<b>TOTAL SPAIN</b>		<b>185,431.59</b>		<b>185,463.69</b>	<b>13.75</b>
	<b>TOTAL BONDS</b>		<b>185,431.59</b>		<b>185,463.69</b>	<b>13.75</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>185,431.59</b>		<b>185,463.69</b>	<b>13.75</b>
<b>MONEY MARKET INSTRUMENTS</b>						
<b>SPAIN</b>						
55,000	SPAI LETR DEL TESO ZCP 16-08-19	EUR	55,151.00	100.26	55,155.17	4.09
	<b>TOTAL SPAIN</b>		<b>55,151.00</b>		<b>55,155.17</b>	<b>4.09</b>
	<b>TOTAL MONEY MARKET INSTRUMENTS</b>		<b>55,151.00</b>		<b>55,155.17</b>	<b>4.09</b>
<b>INVESTMENT FUNDS</b>						
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>IRELAND</b>						
106,138	ABSOLUTE INSG FD PLC EME DEBT -B2P-	EUR	124,292.85	1.07	113,376.83	8.41
920	GLG INV VI PLC EUROPEAN EQ ALT -IN-	EUR	106,563.31	115.63	106,324.21	7.88
524	LYXOR NEWCIT IRL 1 WNT C2	EUR	52,658.14	101.40	53,138.16	3.94
66,752	ME GLG EQ ABS ACCUM -I- HEDG EUR	EUR	106,082.28	1.61	107,170.34	7.94
	<b>TOTAL IRELAND</b>		<b>389,596.58</b>		<b>380,009.54</b>	<b>28.17</b>
<b>LUXEMBOURG</b>						
245	BETAMINER I-A EUR ACC	EUR	245,000.00	966.90	236,890.50	17.56
7,189	INV GL TARG RET -A- CAP	EUR	75,418.24	10.44	75,051.56	5.56
647	PICTET TR-DIVERSIFIED ALPHA-J EUR	EUR	73,627.38	106.75	69,053.97	5.12
8,488	SEBF1 ASS SEL-IC- CAP	EUR	87,027.46	9.49	80,585.07	5.97

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
915	SISF EU ALPH AR -C- CAP	EUR	101,507.08	102.36	93,659.13	6.94
	<b>TOTAL LUXEMBOURG</b>		<b>582,580.16</b>		<b>555,240.23</b>	<b>41.15</b>
	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>		<b>972,176.74</b>		<b>935,249.77</b>	<b>69.32</b>
	<b>TOTAL INVESTMENT FUNDS</b>		<b>972,176.74</b>		<b>935,249.77</b>	<b>69.32</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>1,212,759.33</b>		<b>1,175,868.63</b>	<b>87.16</b>
	Cash/(bank overdraft)				177,748.16	13.18
	Other assets and liabilities				(4,523.34)	(0.34)
	<b>TOTAL NET ASSETS</b>				<b>1,349,093.45</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

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**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Luxembourg	41.15
Ireland	28.17
Spain	17.84
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>87.16</b>
Other assets/(liabilities) and liquid assets	12.84
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Investment funds	69.32
Countries and central governments	17.84
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>87.16</b>
Other assets/(liabilities) and liquid assets	12.84
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in USD)**ASSETS**

Portfolio:	(see notes)	
- Cost		2,705,292.23
- Net unrealised result		(53,778.08)
		<b>2,651,514.15</b>

Cash:		
- Cash at sight	(see notes)	87,473.11

Other assets:		
- Interest receivable		24,795.36
		<b>2,763,782.62</b>

**LIABILITIES**

Other liabilities:		
- Taxes and expenses payable		9,818.72
		<b>9,818.72</b>

<b>NET ASSETS</b>		<b>2,753,963.90</b>
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**Class D**

<b>Net asset value per share</b>		<b>91.39</b>
<b>Shares outstanding</b>		<b>30,134.312</b>

The notes are an integral part of these financial statements.

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in USD)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>7,465,744.62</b>
<b>INCOME</b>		
Income from investments:		
- Bond interest, net	(see notes)	148,848.62
Bank interest, net		1,858.77
		<b>150,707.39</b>
<b>EXPENSES</b>		
Fees:		
- Global Fee	(see notes)	34,660.03
- Depositary and Administration fees	(see notes)	13,429.72
Other expenses:		
- Annual tax	(see notes)	1,946.39
- Audit and legal fees		1,209.55
- Printing and publishing fees		250.27
- Transaction fees	(see notes)	2,108.32
- Administration and other expenses		9,985.16
		<b>63,589.44</b>
<b>NET OPERATING RESULT</b>		<b>87,117.95</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	(178,355.14)
- Foreign exchange	(see notes)	(16.28)
<b>NET REALISED RESULT</b>		<b>(91,253.47)</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(55,726.76)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(146,980.23)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Redemptions of shares		(4,405,900.44)
		<b>(4,405,900.44)</b>
<b>DIVIDEND PAID</b>	(see notes)	<b>(158,900.05)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>2,753,963.90</b>

The notes are an integral part of these financial statements.

**TER (total expense ratio)**

	<b>Class D</b>
TER (total expenses ratio)	1.42

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class D</b>
Shares outstanding at the beginning of the year	77,474.058
Subscriptions of shares	0.000
Redemptions of shares	(47,339.746)
<b>Shares outstanding at the end of the year</b>	<b>30,134.312</b>

**NET ASSET VALUE PER SHARE**

USD

Highest	95.74 01.03.18
Lowest	90.47 11.08.18
<b>At the end of the year</b>	<b>91.39</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class D	150,996.339	14,620,125.87	USD	96.82
12.31.17	Class D	77,474.058	7,465,744.62	USD	96.36
12.31.18	Class D	30,134.312	2,753,963.90	USD	91.39

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in USD)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET						
BONDS						
FRANCE						
150,000	BNP PARIBAS 3.25 13-23 03/03S	USD	152,165.85	98.26	147,394.50	5.35
50,000	SANOFI 3.3750 18-23 19/06S	USD	49,719.00	100.60	50,298.00	1.83
	<b>TOTAL FRANCE</b>		<b>201,884.85</b>		<b>197,692.50</b>	<b>7.18</b>
IRELAND						
75,000	IBERDROLA FIN IRELAND 5.00 09-19 11/09S	USD	81,438.85	100.90	75,674.25	2.75
	<b>TOTAL IRELAND</b>		<b>81,438.85</b>		<b>75,674.25</b>	<b>2.75</b>
JAPAN						
100,000	TOYOTA MOTOR CORP 3.183 18-21 20/07S	USD	99,989.00	100.16	100,157.00	3.64
	<b>TOTAL JAPAN</b>		<b>99,989.00</b>		<b>100,157.00</b>	<b>3.64</b>
LUXEMBOURG						
150,000	ALLERGAN FUNDING 3.45 15-22 15/03S	USD	155,180.85	98.52	147,772.50	5.37
	<b>TOTAL LUXEMBOURG</b>		<b>155,180.85</b>		<b>147,772.50</b>	<b>5.37</b>
THE NETHERLANDS						
100,000	SHELL INTL FINANCE 2.375 12-22 21/08S	USD	99,899.00	97.18	97,179.00	3.53
100,000	VW INTL FINANCE REG S 4.00 10-20 12/08S	USD	104,950.00	100.68	100,681.00	3.65
	<b>TOTAL THE NETHERLANDS</b>		<b>204,849.00</b>		<b>197,860.00</b>	<b>7.18</b>
UNITED KINGDOM						
100,000	BP CAPITAL MARKETS 2.521 14-20 15/01S	USD	99,446.00	99.54	99,542.00	3.61
	<b>TOTAL UNITED KINGDOM</b>		<b>99,446.00</b>		<b>99,542.00</b>	<b>3.61</b>
UNITED STATES OF AMERICA						
100,000	ANHEUSER BUSCH COS 2.65 16-21 01/02S	USD	98,232.00	98.43	98,428.00	3.57
100,000	APPLE 2.40 13-23 03/05S	USD	95,661.00	96.82	96,815.00	3.52
150,000	AT T 3.20 17-22 01/03S	USD	152,368.50	98.73	148,093.50	5.38
100,000	BANK OF AMERICA 3.30 13-23 11/01A	USD	100,699.00	98.60	98,604.00	3.58
100,000	CATERPILLAR FIN SERV 3.45 18-23 15/05S	USD	100,086.00	100.54	100,543.00	3.65
100,000	CITIGROUP INC 2.90 16-21 08/12S	USD	100,400.57	98.35	98,345.00	3.57
100,000	GOLDMAN SACHS GROU 3 17-22 26/04S	USD	97,392.00	97.09	97,085.00	3.53
100,000	HEWLETT PACKARD 4.30 11-21 01/06S	USD	101,970.00	102.38	102,378.00	3.72
100,000	JP MORGAN CHASE 2.70 16-23 18/05S	USD	98,570.43	96.18	96,175.00	3.49
150,000	PRICELINE GROUP 3.65 15-25 15/03S	USD	155,752.50	97.73	146,599.50	5.32
50,000	PROCTER GAMBLE 1.9 17-20 25/10S	USD	48,956.50	98.51	49,254.00	1.79
150,000	THERMO FISCHER SCIEN 3.30 14-22 15/02S	USD	155,240.84	99.56	149,338.50	5.42
150,000	USA 2.625 18-20 31/07S	USD	150,053.23	100.13	150,193.36	5.45
100,000	VERIZON COM 3.45 14-21 15/03S	USD	103,949.00	100.48	100,482.35	3.65
50,000	WALMART IN 1.9 17-20 15/12S	USD	48,784.50	98.52	49,258.50	1.79
100,000	WELLS FARGO BANK 3.50 12-22 08/03S	USD	104,100.00	99.61	99,606.00	3.62

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
150,000	WI TREASURY SEC 2.7500 18-23 31/07S	USD	150,287.61	101.08	151,617.19	5.50
	<b>TOTAL UNITED STATES OF AMERICA</b>		<b>1,862,503.68</b>		<b>1,832,815.90</b>	<b>66.55</b>
	<b>TOTAL BONDS</b>		<b>2,705,292.23</b>		<b>2,651,514.15</b>	<b>96.28</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>2,705,292.23</b>		<b>2,651,514.15</b>	<b>96.28</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>2,705,292.23</b>		<b>2,651,514.15</b>	<b>96.28</b>
	Cash/(bank overdraft)				87,473.11	3.18
	Other assets and liabilities				14,976.64	0.54
	<b>TOTAL NET ASSETS</b>				<b>2,753,963.90</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

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**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
United States of America	66.55
The Netherlands	7.18
France	7.18
Luxembourg	5.37
Japan	3.64
United Kingdom	3.61
Ireland	2.75
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>96.28</b>
Other assets/(liabilities) and liquid assets	3.72
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Holding and finance companies	31.45
Banks and other credit institutions	23.14
Countries and central governments	10.95
Data transmission	9.03
Office supplies and computers	7.24
Electronics and semiconductors	5.42
Road vehicles	3.64
Pharmaceutical and cosmetics industry	1.83
Retail trade	1.79
Miscellaneous consumer goods	1.79
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>96.28</b>
Other assets/(liabilities) and liquid assets	3.72
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in EUR)**ASSETS**

Portfolio:	(see notes)	
- Cost		13,835,737.93
- Net unrealised result		(2,340,688.24)
		<b>11,495,049.69</b>
Cash:		
- Cash at sight	(see notes)	1,257,596.34
Other assets:		
- Receivable on subscriptions		699.90
- Dividend receivable		5,307.19
- Unrealised gain on futures	(see notes)	877.39
		<b>12,759,530.51</b>

**LIABILITIES**

Bank overdraft:		
- Cash at sight	(see notes)	426.97
Other liabilities:		
- Payable on Redemptions		20,975.68
- Taxes and expenses payable		81,803.21
- Unrealised loss on futures	(see notes)	1,170.00
- Unrealised loss on forward foreign exchange contracts on currencies	(see notes)	2,515.20
		<b>106,891.06</b>

**NET ASSETS** **12,652,639.45****Class A (EUR)**

Net asset value per share	<b>109.48</b>
Shares outstanding	<b>104,469.912</b>

**Class A (USD)**

Net asset value per share	<b>86.74</b>
Shares outstanding	<b>12,511.500</b>

**Class P (EUR)**

Net asset value per share	<b>82.80</b>
Shares outstanding	<b>2,829.000</b>

**Class X (EUR)**

Net asset value per share	<b>85.72</b>
Shares outstanding	<b>375.000</b>

The notes are an integral part of these financial statements.

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>10,714,341.71</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	312,183.11
Other income		434.98
		<b>312,618.09</b>
<b>EXPENSES</b>		
Bank interest, net		4,063.72
Fees:		
- Global Fee	(see notes)	245,575.40
- Depositary and Administration fees	(see notes)	31,150.35
Other expenses:		
- Annual tax	(see notes)	6,173.14
- Audit and legal fees		7,597.02
- Printing and publishing fees		34.48
- Transaction fees	(see notes)	57,082.96
- Administration and other expenses		15,625.79
		<b>367,302.86</b>
<b>NET OPERATING RESULT</b>		<b>(54,684.77)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	1,239,797.05
- Foreign exchange	(see notes)	(122,800.49)
<b>NET REALISED RESULT</b>		<b>1,062,311.79</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(2,855,901.48)
- Forward foreign exchange contracts on currencies		(2,515.20)
- Futures		21,287.39
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(1,774,817.50)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		5,530,029.07
Redemptions of shares		(1,816,913.83)
		<b>3,713,115.24</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>12,652,639.45</b>

The notes are an integral part of these financial statements.

# STATISTICAL INFORMATION

Year ended December 31, 2018

## SHARES

	Class A (EUR)	Class A (USD)	Class P (EUR)	Class X (EUR)
Shares outstanding at the beginning of the year	85,209.764	0.000	1,800.000	0.000
Subscriptions of shares	32,876.459	13,938.500	1,029.000	500.000
Redemptions of shares	(13,616.311)	(1,427.000)	(0.000)	(125.000)
<b>Shares outstanding at the end of the year</b>	<b>104,469.912</b>	<b>12,511.500</b>	<b>2,829.000</b>	<b>375.000</b>

NET ASSET VALUE PER SHARE	EUR	USD	EUR	EUR
Highest	132.62 08.09.18	104.15 08.09.18	100.10 08.09.18	103.01 08.09.18
Lowest	106.56 12.27.18	84.46 12.27.18	80.59 12.27.18	83.42 12.27.18
<b>At the end of the year</b>	<b>109.48</b>	<b>86.74</b>	<b>82.80</b>	<b>85.72</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A (EUR)	83,237.798	9,637,721.01	EUR	115.79
	Class P (EUR)	1,800.000	156,057.15	EUR	86.70
	Class P (USD)	5,177.360	451,305.40	USD	87.17
** 10.13.17	Class P (USD)	725.800	69,430.53	USD	95.66
12.31.17	Class A (EUR)	85,209.764	10,546,681.87	EUR	123.77
	Class P (EUR)	1,800.000	167,659.84	EUR	93.14
*05.25.18	Class X (EUR)	500.000	49,896.04	EUR	99.79
*05.31.18	Class A (USD)	100.000	9,956.81	USD	99.57
12.31.18	Class A (EUR)	104,469.912	11,436,917.58	EUR	109.48
	Class A (USD)	12,511.500	1,085,239.71	USD	86.74
	Class P (EUR)	2,829.000	234,235.90	EUR	82.80
	Class X (EUR)	375.000	32,144.49	EUR	85.72

\*first valuation

\*\*last valuation

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>EQUITIES</b>						
<b>BELGIUM</b>						
3,684	AB INBEV	EUR	330,154.37	57.70	212,566.80	1.68
32,443	BPOST SA	EUR	402,942.95	8.01	259,706.22	2.06
5,300	D'IETEREN	EUR	187,589.46	32.92	174,476.00	1.38
8,795	ONTEX GROUP NV	EUR	182,670.93	17.90	157,430.50	1.24
	<b>TOTAL BELGIUM</b>		<b>1,103,357.71</b>		<b>804,179.52</b>	<b>6.36</b>
<b>DENMARK</b>						
437	A.P. MOELLER-MAERSK -B- A/S	DKK	559,149.86	8,184.00	479,253.86	3.78
34,026	SCANDI TOB GROUP AS	DKK	462,639.25	78.45	357,702.86	2.83
	<b>TOTAL DENMARK</b>		<b>1,021,789.11</b>		<b>836,956.72</b>	<b>6.61</b>
<b>FINLAND</b>						
36,202	AHLSTROM-MUNKS- REGISTERED	EUR	443,084.64	12.12	438,768.24	3.47
29,507	NOKIA OYJ	EUR	158,401.15	5.03	148,420.21	1.17
	<b>TOTAL FINLAND</b>		<b>601,485.79</b>		<b>587,188.45</b>	<b>4.64</b>
<b>FRANCE</b>						
81,731	ALTRAN TECHNOLOGIES SA	EUR	645,097.65	7.01	572,525.66	4.53
5,064	AXA SA	EUR	112,976.01	18.86	95,496.91	0.75
14,191	CARREFOUR SA	EUR	247,122.70	14.91	211,587.81	1.67
190,871	CGG	EUR	431,252.94	1.16	220,646.88	1.74
3,088	PUBLICIS GROUPE	EUR	194,642.06	50.08	154,647.04	1.22
4,430	RENAULT SA	EUR	341,093.97	54.55	241,656.50	1.91
5,209	SOCIETE GENERALE SA	EUR	218,064.30	27.82	144,914.38	1.15
21,372	TARKETT SA	EUR	551,613.62	17.52	374,437.44	2.97
9,516	VALEO SA	EUR	422,602.60	25.51	242,753.16	1.92
	<b>TOTAL FRANCE</b>		<b>3,164,465.85</b>		<b>2,258,665.78</b>	<b>17.86</b>
<b>GERMANY</b>						
51,923	CECONOMY AG	EUR	319,581.18	3.15	163,349.76	1.29
6,300	DAIMLER NAMEN-AKT	EUR	395,541.74	45.91	289,233.00	2.28
4,837	DUERR AG	EUR	139,708.76	30.53	147,673.61	1.17
10,022	E.ON AG REG SHS	EUR	87,011.60	8.63	86,459.79	0.68
1,093	MUENCHENER RUECKVERSICHERUNGS AG REG SHS	EUR	190,258.58	190.55	208,271.15	1.65
	<b>TOTAL GERMANY</b>		<b>1,132,101.86</b>		<b>894,987.31</b>	<b>7.07</b>
<b>IRELAND</b>						
17,496	GLANBIA PLC	EUR	262,354.61	16.40	286,934.40	2.27
223,856	GREENCORE GROUP PLC	GBP	356,335.70	1.78	444,444.76	3.51
22,969	RYANAIR HLDGS	EUR	272,805.62	10.75	246,916.75	1.95
	<b>TOTAL IRELAND</b>		<b>891,495.93</b>		<b>978,295.91</b>	<b>7.73</b>
<b>ITALY</b>						
60,788	ENEL SPA	EUR	258,413.32	5.04	306,614.67	2.42

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
15,499	PRYSMIAN SPA	EUR	347,716.81	16.87	261,468.13	2.07
26,150	UNICREDIT -REGISTERD SHARE	EUR	374,478.59	9.89	258,728.10	2.04
	<b>TOTAL ITALY</b>		<b>980,608.72</b>		<b>826,810.90</b>	<b>6.53</b>
	<b>LUXEMBOURG</b>					
8,624	APERAM REG	EUR	359,855.71	23.05	198,783.20	1.57
	<b>TOTAL LUXEMBOURG</b>		<b>359,855.71</b>		<b>198,783.20</b>	<b>1.57</b>
	<b>NORWAY</b>					
27,467	ORKLA ASA	NOK	195,501.38	68.04	188,797.04	1.49
12,595	TGS NOPEC GEOPHYSICAL ASA	NOK	284,763.27	208.80	265,673.54	2.10
	<b>TOTAL NORWAY</b>		<b>480,264.65</b>		<b>454,470.58</b>	<b>3.59</b>
	<b>PORTUGAL</b>					
80,782	CTT-CORREIOS DE PORTUGAL S.A.	EUR	247,824.66	2.95	237,983.77	1.88
16,269	GALP ENERGIA SA REG SHS -B-	EUR	183,440.99	13.80	224,430.86	1.77
46,559	NOS REG SHS	EUR	236,294.07	5.30	246,529.91	1.95
101,234	REN	EUR	250,337.22	2.43	246,403.56	1.95
	<b>TOTAL PORTUGAL</b>		<b>917,896.94</b>		<b>955,348.10</b>	<b>7.55</b>
	<b>SPAIN</b>					
8,018	FERROVIAL SA	EUR	138,917.11	17.70	141,878.51	1.12
19,002	GAMESA CORPORACION TECNOLOGICA SA	EUR	192,703.30	10.64	202,181.28	1.60
45,732	GESTAMP AUTOMOCION	EUR	260,356.24	4.97	227,288.04	1.80
9,592	INDITEX SHARE FROM SPLIT	EUR	260,848.83	22.35	214,381.20	1.69
	<b>TOTAL SPAIN</b>		<b>852,825.48</b>		<b>785,729.03</b>	<b>6.21</b>
	<b>SWITZERLAND</b>					
860	ROCHE HOLDING AG GENUSSSCHEIN	CHF	207,153.57	243.40	185,752.06	1.47
25,460	UBS GROUP NAMEN-AKT	CHF	322,022.11	12.24	276,424.79	2.18
	<b>TOTAL SWITZERLAND</b>		<b>529,175.68</b>		<b>462,176.85</b>	<b>3.65</b>
	<b>UNITED KINGDOM</b>					
10,223	JOHNSON MATTHEY	GBP	357,186.48	27.99	318,803.15	2.52
9,471	PRUDENTIAL PLC	GBP	163,404.24	14.02	147,939.86	1.17
3,128	RECKITT BENCKISER GROUP PLC	GBP	229,013.97	60.13	209,555.61	1.66
15,294	ROYAL DUTCH SHELL PLC -B-	GBP	434,634.52	23.40	398,729.43	3.16
31,645	SUPERGROUP PLC	GBP	326,637.17	4.68	164,932.66	1.30
271,184	VECTURA GROUP	GBP	289,538.12	0.70	211,496.63	1.67
	<b>TOTAL UNITED KINGDOM</b>		<b>1,800,414.50</b>		<b>1,451,457.34</b>	<b>11.48</b>
	<b>TOTAL EQUITIES</b>		<b>13,835,737.93</b>		<b>11,495,049.69</b>	<b>90.85</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>13,835,737.93</b>		<b>11,495,049.69</b>	<b>90.85</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>13,835,737.93</b>		<b>11,495,049.69</b>	<b>90.85</b>
	Cash/(bank overdraft)				1,257,169.37	9.94
	Other assets and liabilities				(99,579.61)	(0.79)
	<b>TOTAL NET ASSETS</b>				<b>12,652,639.45</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

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**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
France	17.86
United Kingdom	11.48
Ireland	7.73
Portugal	7.55
Germany	7.07
Denmark	6.61
Italy	6.53
Belgium	6.36
Spain	6.21
Finland	4.64
Switzerland	3.65
Norway	3.59
Luxembourg	1.57
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>90.85</b>
Other assets/(liabilities) and liquid assets	9.15
<b>NET ASSETS</b>	<b>100.00</b>

**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Road vehicles	9.29
Oil	8.77
Transportation	8.73
Foodstuffs and non-alcoholic drinks	7.27
Retail trade	5.95
Internet and software services	4.53
Tobacco and alcohol	4.51
Insurance	3.57
Electrotechnical and electronic industry	3.55
Paper and timber	3.47
Holding and finance companies	3.42
Data transmission	3.24
Banks and other credit institutions	3.19
Graphic industry and publishing houses	3.17
Pharmaceutical and cosmetics industry	3.14
Energy and water supply	3.10
Building and building materials	2.97
Precious stones and metals	2.52
Public, Non-profit Institutions	2.06
Miscellaneous consumer goods	1.66
Mining industry	1.57
Mechanical engineering and industrial equipment	1.17
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>90.85</b>
Other assets/(liabilities) and liquid assets	9.15
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**

December 31, 2018  
(in EUR)

**ASSETS**

Portfolio:	(see notes)	
- Cost		17,015,251.64
- Net unrealised result		(115,497.53)
		<b>16,899,754.11</b>
Cash:		
- Cash at sight	(see notes)	836,186.75
Other assets:		
- Receivable on subscriptions		1,524.73
- Interest receivable		174,278.12
		<b>17,911,743.71</b>

**LIABILITIES**

Other liabilities:		
- Payable on Redemptions		7,553.69
- Taxes and expenses payable		53,725.57
		<b>61,279.26</b>

<b>NET ASSETS</b>		<b>17,850,464.45</b>
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**Class A**

Net asset value per share	<b>100.53</b>
Shares outstanding	<b>76,308.438</b>

**Class P**

Net asset value per share	<b>121.78</b>
Shares outstanding	<b>41,279.403</b>

**Class X**

Net asset value per share	<b>104.34</b>
Shares outstanding	<b>49,380.000</b>

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>25,008,518.21</b>
<b>INCOME</b>		
Income from investments:		
- Bond interest, net	(see notes)	450,069.48
		<b>450,069.48</b>
<b>EXPENSES</b>		
Bank interest, net		1,730.23
Fees:		
- Global Fee	(see notes)	167,572.77
- Depositary and Administration fees	(see notes)	50,593.50
Other expenses:		
- Annual tax	(see notes)	8,182.66
- Audit and legal fees		6,506.48
- Printing and publishing fees		197.30
- Transaction fees	(see notes)	1,530.00
- Administration and other expenses		20,995.88
		<b>257,308.82</b>
<b>NET OPERATING RESULT</b>		<b>192,760.66</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	12,623.05
<b>NET REALISED RESULT</b>		<b>205,383.71</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(600,322.94)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(394,939.23)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		744,229.89
Redemptions of shares		(7,507,344.42)
		<b>(6,763,114.53)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>17,850,464.45</b>

The notes are an integral part of these financial statements.

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**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class A</b>	<b>Class P</b>	<b>Class X</b>
Shares outstanding at the beginning of the year	92,521.241	70,196.157	64,300.000
Subscriptions of shares	2,391.724	0.000	4,800.000
Redemptions of shares	(18,604.527)	(28,916.754)	(19,720.000)
<b>Shares outstanding at the end of the year</b>	<b>76,308.438</b>	<b>41,279.403</b>	<b>49,380.000</b>

**NET ASSET VALUE PER SHARE**

	<b>EUR</b>	<b>EUR</b>	<b>EUR</b>
Highest	103.03 01.08.18	124.24 01.08.18	105.59 01.23.18
Lowest	100.27 12.10.18	121.43 12.10.18	103.99 12.10.18
<b>At the end of the year</b>	<b>100.53</b>	<b>121.78</b>	<b>104.34</b>

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**TER (total expense ratio)**

	<b>Class P</b>
TER (total expenses ratio)	1.20

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**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A	121,326.921	12,355,847.76	EUR	101.84
	Class P	87,937.622	10,749,820.23	EUR	122.24
	Class I	460.000	50,744.01	EUR	110.31
	Class X	56,200.000	5,788,077.02	EUR	102.99
** 04.27.17	Class I	460.000	51,072.98	EUR	111.03
12.31.17	Class A	92,521.241	9,520,114.90	EUR	102.90
	Class P	70,196.157	8,709,608.04	EUR	124.08
	Class X	64,300.000	6,778,795.27	EUR	105.42
12.31.18	Class A	76,308.438	7,671,427.66	EUR	100.53
	Class P	41,279.403	5,026,817.41	EUR	121.78
	Class X	49,380.000	5,152,219.38	EUR	104.34

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# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>BONDS</b>						
<b>FRANCE</b>						
200,000	ATOS SE 1.7500 18-25 07/05A	EUR	199,266.00	100.79	201,574.00	1.13
400,000	RCI BANQUE SA 0.625 16-21 10/11A	EUR	400,218.00	99.13	396,520.00	2.22
100,000	SG 0.25 18-22 18/01A	EUR	99,636.00	99.55	99,550.00	0.56
	<b>TOTAL FRANCE</b>		<b>699,120.00</b>		<b>697,644.00</b>	<b>3.91</b>
<b>ITALY</b>						
400,000	INTESA SAN PAOLO 3.00 13-19 28/01A	EUR	428,046.48	100.20	400,780.00	2.25
150,000	INTESA SANPAOLO 4.125 10-20 14/04A	EUR	166,275.00	104.39	156,580.50	0.88
760,000	INTESA SANPAOLO EMTN 1.125 15-20 14/01A	EUR	752,750.46	100.51	763,853.20	4.28
161,000	TERNA SPA 1.00 18-23 23/07A	EUR	160,399.47	100.17	161,273.70	0.90
730,000	UNICREDIT 1.50 14-19 19/06A	EUR	741,191.65	100.61	734,460.30	4.11
	<b>TOTAL ITALY</b>		<b>2,248,663.06</b>		<b>2,216,947.70</b>	<b>12.42</b>
<b>JERSEY</b>						
683,000	GLENCORE FINANCE 1.875 16-23 13/09A	EUR	676,825.53	99.87	682,105.27	3.82
	<b>TOTAL JERSEY</b>		<b>676,825.53</b>		<b>682,105.27</b>	<b>3.82</b>
<b>SPAIN</b>						
300,000	ACS SERVICIOS C 1.8750 18-26 20/04A	EUR	298,305.00	92.79	278,382.00	1.56
200,000	BANCO SANTANDER SA 2.125 18-28 08/02A	EUR	199,110.00	91.54	183,074.00	1.03
200,000	BCO BILBAO VIZCAYA 0.75 17-22 11/09A	EUR	198,840.00	98.54	197,076.00	1.10
400,000	CAIXABANK SA 0.75 18-23 18/04A	EUR	393,656.00	97.80	391,216.00	2.19
300,000	CAIXABANK SA 1.125 17-24 17/05A	EUR	295,074.00	98.04	294,123.00	1.65
700,000	FCC AQUALIA 1.413 17-22 08/06A	EUR	700,696.00	99.99	699,902.00	3.92
800,000	IE2 HOLDCO 2.375 15-23 27/11A	EUR	826,220.00	104.56	836,496.00	4.69
100,000	INMOBILIARIA CO 2.0000 18-26 17/04A	EUR	99,481.00	96.77	96,767.00	0.54
200,000	INMOBILIARIA COLONIA 1.45 16-24 28/10A	EUR	198,446.00	96.38	192,762.00	1.08
100,000	INMOBILIARIA COLONIA 1.625 17-25 28/11A	EUR	99,577.00	95.25	95,253.00	0.53
200,000	INMOBILIARIA COLONIA 2.728 15-23 05/06A	EUR	209,360.00	105.33	210,656.00	1.18
476,000	MERLIN PROP SOCIMI 2.225 16-23 25/04A	EUR	477,217.17	103.04	490,470.40	2.75
571,000	NORTEGAS ENERGIA 0.918 17-22 28/09A	EUR	572,590.00	99.48	568,030.80	3.18
600,000	PROSEGUR CIA 1.00 18-23 08/02A	EUR	599,960.00	98.81	592,866.00	3.32
	<b>TOTAL SPAIN</b>		<b>5,168,532.17</b>		<b>5,127,074.20</b>	<b>28.72</b>
<b>THE NETHERLANDS</b>						
100,000	BAYER CAP 0.625 18-22 16/06A	EUR	99,772.00	99.73	99,728.00	0.56
200,000	ING BANK NV 0.3750 18-21 26/11A	EUR	199,886.00	100.58	201,152.00	1.13
800,000	JAB HOLDINGS 1.75 16-23 25/05A	EUR	805,560.00	103.50	827,992.00	4.63
200,000	VONOVIA FINANCE BV 1.5 18-26 22/03A	EUR	198,376.00	97.23	194,464.00	1.09
	<b>TOTAL THE NETHERLANDS</b>		<b>1,303,594.00</b>		<b>1,323,336.00</b>	<b>7.41</b>
<b>UNITED KINGDOM</b>						
234,000	ABBAY NAT TREAS SER 0.875 15-20 25/11A	EUR	232,743.23	100.93	236,171.52	1.32

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
300,000	ABBIEY NAT TREAS.SERV 2.625 13-20 16/07A	EUR	323,820.00	103.53	310,581.00	1.74
	<b>TOTAL UNITED KINGDOM</b>		<b>556,563.23</b>		<b>546,752.52</b>	<b>3.06</b>
	<b>UNITED STATES OF AMERICA</b>					
500,000	AT T 2.50 13-23 15/03A	EUR	539,765.00	106.12	530,600.00	2.97
572,000	CITIGROUP 1.375 14-21 27/10A	EUR	568,892.60	102.74	587,644.20	3.29
750,000	GOLDMAN SACHS GROUP 2.625 13-20 19/08A	EUR	790,293.62	103.73	778,005.00	4.36
	<b>TOTAL UNITED STATES OF AMERICA</b>		<b>1,898,951.22</b>		<b>1,896,249.20</b>	<b>10.62</b>
	<b>TOTAL BONDS</b>		<b>12,552,249.21</b>		<b>12,490,108.89</b>	<b>69.96</b>
	<b>FLOATING RATES BONDS</b>					
	<b>FRANCE</b>					
400,000	ENGIE FL.R 13-XX 10/07A	EUR	450,800.00	106.28	425,112.00	2.38
500,000	ORANGE EMTN FL.R 14-XX 01/10A	EUR	537,900.00	105.57	527,845.00	2.96
700,000	SOCIETE GEN SUB FL.R 14-26 16/09A	EUR	709,310.27	102.34	716,408.00	4.01
800,000	TOTAL SA FL.R 15-XX 26/02A	EUR	790,115.23	101.10	808,800.00	4.53
	<b>TOTAL FRANCE</b>		<b>2,488,125.50</b>		<b>2,478,165.00</b>	<b>13.88</b>
	<b>GERMANY</b>					
400,000	BAYER SUB FL.R 14-75 01/07A	EUR	418,320.00	99.84	399,348.00	2.24
	<b>TOTAL GERMANY</b>		<b>418,320.00</b>		<b>399,348.00</b>	<b>2.24</b>
	<b>SPAIN</b>					
700,000	BBVA FL.R 14-24 11/04A	EUR	730,263.27	100.63	704,410.00	3.95
	<b>TOTAL SPAIN</b>		<b>730,263.27</b>		<b>704,410.00</b>	<b>3.95</b>
	<b>THE NETHERLANDS</b>					
200,000	ABN AMRO BANK NV FL.R 15-25 30/06A	EUR	202,332.54	102.84	205,688.00	1.15
200,000	IBERDROLA INTL BV FL.R 18-XX XX/XXA	EUR	200,000.00	96.97	193,942.00	1.09
	<b>TOTAL THE NETHERLANDS</b>		<b>402,332.54</b>		<b>399,630.00</b>	<b>2.24</b>
	<b>TOTAL FLOATING RATES BONDS</b>		<b>4,039,041.31</b>		<b>3,981,553.00</b>	<b>22.31</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>16,591,290.52</b>		<b>16,471,661.89</b>	<b>92.27</b>
	<b>OTHER TRANSFERABLE SECURITIES</b>					
	<b>BONDS</b>					
	<b>JAPAN</b>					
326,000	TAKEDA PHARMACE 1.1250 18-22 21/11A	EUR	324,735.12	100.60	327,946.22	1.84
	<b>TOTAL JAPAN</b>		<b>324,735.12</b>		<b>327,946.22</b>	<b>1.84</b>
	<b>THE NETHERLANDS</b>					
100,000	JAB HOLDINGS BV 1.7500 18-26 25/06A	EUR	99,226.00	100.15	100,146.00	0.56
	<b>TOTAL THE NETHERLANDS</b>		<b>99,226.00</b>		<b>100,146.00</b>	<b>0.56</b>
	<b>TOTAL BONDS</b>		<b>423,961.12</b>		<b>428,092.22</b>	<b>2.40</b>
	<b>TOTAL OTHER TRANSFERABLE SECURITIES</b>		<b>423,961.12</b>		<b>428,092.22</b>	<b>2.40</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>17,015,251.64</b>		<b>16,899,754.11</b>	<b>94.67</b>
	Cash/(bank overdraft)				836,186.75	4.68
	Other assets and liabilities				114,523.59	0.65
	<b>TOTAL NET ASSETS</b>				<b>17,850,464.45</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

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**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Spain	32.67
France	17.79
Italy	12.42
United States of America	10.62
The Netherlands	10.21
Jersey	3.82
United Kingdom	3.06
Germany	2.24
Japan	1.84
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>94.67</b>
Other assets/(liabilities) and liquid assets	5.33
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Banks and other credit institutions	41.22
Holding and finance companies	14.26
Miscellaneous services	8.06
Energy and water supply	7.20
Real estate	7.17
Data transmission	5.93
Oil	4.53
Chemicals	2.24
Pharmaceutical and cosmetics industry	1.84
Internet and software services	1.13
Electrotechnical and electronic industry	1.09
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>94.67</b>
Other assets/(liabilities) and liquid assets	5.33
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in EUR)**ASSETS**

Portfolio:	(see notes)	
- Cost		19,235,597.66
- Net unrealised result		(325,664.62)
		<b>18,909,933.04</b>

Cash:		
- Cash at sight	(see notes)	699,683.87

Other assets:		
- Receivable on subscriptions		1,499.59
- Receivable for investments sold		203,690.00
- Unrealised gain on futures	(see notes)	38,221.36
		<b>19,853,027.86</b>

**LIABILITIES**

Bank overdraft:		
- Cash at sight	(see notes)	10,453.47

Other liabilities:		
- Taxes and expenses payable		112,998.98
- Unrealised loss on futures	(see notes)	34,862.00
		<b>158,314.45</b>

<b>NET ASSETS</b>		<b>19,694,713.41</b>
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**Class A (EUR)**

<b>Net asset value per share</b>	<b>186.68</b>
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<b>Shares outstanding</b>	<b>48,209.369</b>
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**Class A (USD)**

<b>Net asset value per share</b>	<b>117.86</b>
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<b>Shares outstanding</b>	<b>75,497.942</b>
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**Class L (USD)**

<b>Net asset value per share</b>	<b>92.06</b>
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<b>Shares outstanding</b>	<b>36,151.709</b>
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**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>21,645,188.40</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	5,664.03
Other income		18,244.44
		<b>23,908.47</b>
<b>EXPENSES</b>		
Bank interest, net		3,113.61
Fees:		
- Global Fee	(see notes)	388,829.40
- Depositary and Administration fees	(see notes)	50,052.04
Other expenses:		
- Annual tax	(see notes)	1,804.51
- Audit and legal fees		6,489.43
- Printing and publishing fees		360.13
- Transaction fees	(see notes)	12,778.98
- Administration and other expenses		16,971.61
		<b>480,399.71</b>
<b>NET OPERATING RESULT</b>		<b>(456,491.24)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	878,113.21
- Foreign exchange	(see notes)	(81,841.10)
<b>NET REALISED RESULT</b>		<b>339,780.87</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(1,872,007.99)
- Futures		5,001.63
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(1,527,225.49)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		3,494,403.71
Redemptions of shares		(3,917,653.21)
		<b>(423,249.50)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>19,694,713.41</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class A (EUR)</b>	<b>Class A (USD)</b>	<b>Class L (USD)</b>
Shares outstanding at the beginning of the year	45,431.328	87,029.897	32,762.372
Subscriptions of shares	10,816.852	491.013	14,378.325
Redemptions of shares	(8,038.811)	(12,022.968)	(10,988.988)
<b>Shares outstanding at the end of the year</b>	<b>48,209.369</b>	<b>75,497.942</b>	<b>36,151.709</b>

<b>NET ASSET VALUE PER SHARE</b>	<b>EUR</b>	<b>USD</b>	<b>USD</b>
Highest	213.52 08.10.18	141.72 01.25.18	108.94 01.25.18
Lowest	182.76 12.27.18	115.09 12.27.18	89.88 12.27.18
<b>At the end of the year</b>	<b>186.68</b>	<b>117.86</b>	<b>92.06</b>

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**TER (total expense ratio)**

	<b>Class A (EUR)</b>	<b>Class A (USD)</b>
TER (total expenses ratio)	2.33	2.33

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**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A (EUR)	43,682.627	8,262,496.65	EUR	189.15
	Class A (USD)	121,330.031	13,368,528.72	USD	110.18
* 12.04.17	Class L (USD)	100.000	9,993.51	USD	99.94
12.31.17	Class A (EUR)	45,431.328	9,156,876.35	EUR	201.55
	Class A (USD)	87,029.897	11,633,307.00	USD	133.67
	Class L (USD)	32,762.372	3,362,658.11	USD	102.64
12.31.18	Class A (EUR)	48,209.369	8,999,557.88	EUR	186.68
	Class A (USD)	75,497.942	8,898,178.00	USD	117.86
	Class L (USD)	36,151.709	3,327,989.05	USD	92.06

\*first valuation

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>INVESTMENT FUNDS</b>						
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>IRELAND</b>						
421,633	BNY MELLON GLOBAL FUNDS PLC LONG	EUR	930,595.57	2.45	1,032,031.09	5.25
155,450	ISH MSCI WRD USD-AC ACCUM USD ETF	EUR	848,289.08	5.32	826,527.65	4.20
20,000	ISHARES IV HEALTHCARE INNOV	USD	111,470.46	5.91	103,381.01	0.52
31,723	ISHS DIGITALIS - ACC USD ETF	USD	184,665.32	5.69	157,831.05	0.80
39,159	ISHS IV AUTOMATION & ROBOTICS UCITS ETF	USD	241,449.98	6.21	212,811.35	1.08
278,100	LAZARD GLB LIS IN-EQ A ACC USD H	USD	684,678.75	2.76	672,047.63	3.41
<b>TOTAL IRELAND</b>			<b>3,001,149.16</b>		<b>3,004,629.78</b>	<b>15.26</b>
<b>LUXEMBOURG</b>						
41,519	ASEAN FUND I ACC USD	USD	421,330.92	11.37	412,956.33	2.10
5,000	BRGF WORLD GOLD FUND -A2- EUR CAP	EUR	107,250.00	21.85	109,250.00	0.55
28,200	BRGF WORLD HEALTHSCIENCE FD -A2- USD CAP	USD	1,039,758.98	41.50	1,023,750.16	5.20
18,734	BRGF WORLD MINING FUND -A2- USD CAP	USD	625,985.00	33.95	556,374.32	2.82
418	CAN EQ L BIOTEC -V- CAP	USD	430,771.26	1,174.57	429,488.92	2.18
82,450	FIDELITY FIND-GBL FIN SERVICES-I ACC EUR	EUR	913,148.16	9.94	819,635.45	4.16
7,061	FIDELITY GLB TECHNOLOGY -Y- EUR CAP	EUR	270,783.06	47.53	335,609.33	1.70
8,132	FRANK TEMP INV FD FRANKLIN INDIA -I- CAP	USD	246,826.26	40.24	286,262.85	1.45
9,000	FRANKLIN TEMP INV TECH -I-CAP	USD	217,354.03	24.17	190,289.99	0.97
12,000	GS INDIA EQ -I (ACC.)- CAP	EUR	156,960.00	12.67	152,040.00	0.77
11,250	IGS ALL CH EQ -I- CAP	USD	241,720.20	21.20	208,634.04	1.06
6,200	INVESCO GLOBAL CONSUMER TRDS C	USD	338,172.23	52.43	284,359.88	1.44
1,900	JB MSTACK JAP STOCK -C- CAP	JPY	339,718.27	19,863.00	300,904.87	1.53
7,024	MFS MERIDIAN GLOBAL EQUITY -I1- EUR	EUR	1,764,997.21	262.47	1,843,589.28	9.36
22,257	MORGAN STANLEY INV GBL PROPERTY -Z-USD	USD	717,263.23	36.19	704,615.17	3.58
16,243	MORGAN STANLEY INV GLB BRANDS -Z-	USD	818,628.82	60.95	866,037.57	4.40
16,621	MSIF GL OPP -Z- CAP	USD	944,900.93	68.83	1,000,764.06	5.08
23,377	N1 CIM ENV EQ -BI- BASE CUR CAP	EUR	444,396.77	16.38	382,915.26	1.94
2,850	PICTET NUTR -I EUR- CAP	EUR	601,103.49	205.03	584,335.50	2.97
1,242	PICTET SICAV PREMIUM BRANDS -I-CAP	EUR	209,812.02	161.09	200,073.78	1.02
1,785	PICTET SICAV SECURITY -I- CAP	USD	339,147.67	234.84	366,696.76	1.86
3,900	PICTET SICAV TIMBER -I- EUR CAP	EUR	614,305.00	139.54	544,206.00	2.76
1,597	PICTET SICAV WATER -I- CAP	EUR	484,624.22	315.33	503,582.01	2.56
6,682	R CAP NWF EQ -I USD-CAP	USD	740,431.86	119.79	700,202.76	3.56
13,100	ROBECO BP GLOBAL PREMIUM -I- EUR CAP	EUR	1,883,881.67	141.94	1,859,414.00	9.45
1,040	ROBECO K GRW FD GL CONS -I-EUR	EUR	325,927.46	277.63	288,735.20	1.47
35,000	SCHRODER INT SEL GLB CLI CHANGE EQ-A-CAP	EUR	572,131.00	15.55	544,232.50	2.76

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
3,521	SISF FRONT MKT EQ -A- CAP	USD	423,118.78	131.94	406,347.27	2.06
	<b>TOTAL LUXEMBOURG</b>		<b>16,234,448.50</b>		<b>15,905,303.26</b>	<b>80.76</b>
	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>		<b>19,235,597.66</b>		<b>18,909,933.04</b>	<b>96.02</b>
	<b>TOTAL INVESTMENT FUNDS</b>		<b>19,235,597.66</b>		<b>18,909,933.04</b>	<b>96.02</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>19,235,597.66</b>		<b>18,909,933.04</b>	<b>96.02</b>
	Cash/(bank overdraft)				689,230.40	3.50
	Other assets and liabilities				95,549.97	0.48
	<b>TOTAL NET ASSETS</b>				<b>19,694,713.41</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

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**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Luxembourg	80.76
Ireland	15.26
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>96.02</b>
Other assets/(liabilities) and liquid assets	3.98
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Investment funds	96.02
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>96.02</b>
Other assets/(liabilities) and liquid assets	3.98
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in USD)**ASSETS**

Portfolio:	(see notes)	
- Cost		29,765,157.02
- Net unrealised result		(480,321.77)
		<b>29,284,835.25</b>
Cash:		
- Cash at sight	(see notes)	4,633,595.86
Other assets:		
- Receivable on subscriptions		24.98
- Interest receivable		3,001.95
- Dividend receivable		7,579.66
- Receivable for investments sold		217,571.51
- Unrealised gain on futures	(see notes)	330,472.35
- Other		4,791.05
		<b>34,481,872.61</b>

**LIABILITIES**

Bank overdraft:		
- Cash at sight	(see notes)	180.96
Other liabilities:		
- Payable on Redemptions		7,945.21
- Taxes and expenses payable		179,247.08
- Payable for investments purchased		943,076.59
- Unrealised loss on futures	(see notes)	22,044.20
		<b>1,152,494.04</b>

**NET ASSETS** **33,329,378.57****Class A**

**Net asset value per share** **119.82**  
**Shares outstanding** **118,497.039**

**Class L**

**Net asset value per share** **110.31**  
**Shares outstanding** **173,434.349**

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in USD)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>204,291,179.23</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	996,531.50
- Bond interest, net	(see notes)	252,555.21
Bank interest, net		176,347.32
Other income		99,685.69
		<b>1,525,119.72</b>
<b>EXPENSES</b>		
Fees:		
- Global Fee	(see notes)	652,572.57
- Depositary and Administration fees	(see notes)	272,207.38
Other expenses:		
- Annual tax	(see notes)	14,703.10
- Audit and legal fees		58,339.83
- Printing and publishing fees		239.71
- Transaction fees	(see notes)	168,182.56
- Administration and other expenses		30,985.22
		<b>1,197,230.37</b>
<b>NET OPERATING RESULT</b>		<b>327,889.35</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	5,890,579.49
- Foreign exchange	(see notes)	(540,959.44)
<b>NET REALISED RESULT</b>		<b>5,677,509.40</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(7,870,824.50)
- Futures		112,839.11
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(2,080,475.99)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		135,298,570.37
Redemptions of shares		(304,179,895.04)
		<b>(168,881,324.67)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>33,329,378.57</b>

The notes are an integral part of these financial statements.

TER (total expense ratio)

	Class A
TER (total expenses ratio)	1.57

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class A</b>	<b>Class L</b>
Shares outstanding at the beginning of the year	129,531.303	1,678,472.899
Subscriptions of shares	6,498.646	1,192,476.000
Redemptions of shares	(17,532.910)	(2,697,514.550)
<b>Shares outstanding at the end of the year</b>	<b>118,497.039</b>	<b>173,434.349</b>

**NET ASSET VALUE PER SHARE**

	<b>USD</b>	<b>USD</b>
Highest	128.37 01.26.18	116.96 01.26.18
Lowest	118.97 12.27.18	109.52 12.27.18
<b>At the end of the year</b>	<b>119.82</b>	<b>110.31</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A	236,350.004	26,285,048.81	USD	111.21
	Class L	61,078.263	6,115,244.32	USD	100.12
12.31.17	Class A	129,531.303	15,964,457.34	USD	123.25
	Class L	1,678,472.899	188,326,721.89	USD	112.20
12.31.18	Class A	118,497.039	14,197,853.34	USD	119.82
	Class L	173,434.349	19,131,525.23	USD	110.31

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in USD)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>BONDS</b>						
<b>UNITED STATES OF AMERICA</b>						
1,630,000	UNIT STAT TREA BIL ZCP 07-02-19	USD	1,623,821.08	99.77	1,623,984.48	4.87
1,693,900	UNIT STAT TREA BIL ZCP 23-05-19	USD	1,676,699.86	99.06	1,677,149.79	5.03
	<b>TOTAL UNITED STATES OF AMERICA</b>		<b>3,300,520.94</b>		<b>3,301,134.27</b>	<b>9.90</b>
	<b>TOTAL BONDS</b>		<b>3,300,520.94</b>		<b>3,301,134.27</b>	<b>9.90</b>
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>IRELAND</b>						
8,028	PIMCO GIS EMG MKT BD INV C USD	USD	337,416.84	42.41	340,467.48	1.02
	<b>TOTAL IRELAND</b>		<b>337,416.84</b>		<b>340,467.48</b>	<b>1.02</b>
<b>LUXEMBOURG</b>						
8,287	AQR STYLE PREMIA UCITS FUND-E EUR ACC	EUR	1,033,296.02	103.55	980,959.75	2.94
37,579	M&G (LUX) EUROPEAN STRATEGIC VALUE A EUR	EUR	379,743.02	8.51	365,644.80	1.10
1,016	R CAP QI EUCEQ -I EUR- CAP	EUR	186,604.70	156.96	182,299.69	0.55
	<b>TOTAL LUXEMBOURG</b>		<b>1,599,643.74</b>		<b>1,528,904.24</b>	<b>4.59</b>
<b>SWITZERLAND</b>						
48,958	INVESCO FUNDS-INVESCO PAN EUROPEAN EQ S	EUR	533,382.22	8.52	476,833.97	1.43
	<b>TOTAL SWITZERLAND</b>		<b>533,382.22</b>		<b>476,833.97</b>	<b>1.43</b>
	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>		<b>2,470,442.80</b>		<b>2,346,205.69</b>	<b>7.04</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>5,770,963.74</b>		<b>5,647,339.96</b>	<b>16.94</b>
<b>INVESTMENT FUNDS</b>						
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>IRELAND</b>						
31,484	BNY EMD LOC CUR -W- USD	USD	26,141.44	0.80	25,307.24	0.08
43,364	GAM MBS TOTAL ACC INSTIT USD	USD	502,977.46	11.67	505,936.46	1.52
258	GLG INV VI PLC EUROPEAN EQ ALT -IN-	EUR	35,073.17	115.63	34,131.49	0.10
12,738	ISHARES CORE MSCI JAPAN IMI UCITS ETF	JPY	508,844.78	4,108.00	476,942.12	1.43
4,466	ISHARES CORE S&P 500 UCITS ETF	USD	1,088,606.47	245.34	1,095,688.44	3.29
15,166	ISHARES GOLD PRODUCERS ETF CAP	USD	130,730.92	8.81	133,574.55	0.40
10,517	ISHARES PLC TREASURY BOND 1-3	USD	1,378,647.23	131.14	1,379,199.38	4.14
8,507	ISHS USD DUR BD USD	USD	846,787.39	99.18	843,724.26	2.53
250	LYXOR NEWCIT IRL 1 WNT C2	EUR	29,501.86	101.40	29,022.88	0.09
84,449	ME GLG EQ ABS ACCUM -I- HEDG EUR	EUR	161,950.27	1.61	154,991.56	0.47
38,301	VANGUARD SP500 UCITS ETF	USD	1,844,784.13	47.59	1,822,648.84	5.46
	<b>TOTAL IRELAND</b>		<b>6,554,045.12</b>		<b>6,501,167.22</b>	<b>19.51</b>

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>LUXEMBOURG</b>						
195	AGIF EUROPE EQUITY GROWTH WT EUR CAP	EUR	522,410.16	2,151.83	479,673.57	1.44
16,230	AM IS S&P 500 UEUC	USD	732,023.45	44.99	730,259.11	2.19
4,595	AXA IM FI INV STR US SHORT DUR HY -A-CAP	USD	866,682.51	189.32	869,925.40	2.61
4,395	AXA IM FIIS US CORPE BD -A-	USD	845,072.22	193.18	848,983.60	2.55
1,107	BETAMINER I-A EUR ACC	EUR	1,226,469.61	966.90	1,223,580.09	3.67
451	BLACKROCK SF EUROP ABS RET-I2-FD	EUR	70,125.97	139.56	71,951.64	0.22
4,841	BNP PFI US MORTGAGE I CAP	USD	500,360.20	105.32	509,854.12	1.53
8,690	DB X TRACKERS MSCI JPN TRN IDX -1C- CAP	JPY	498,913.88	5,885.00	466,122.69	1.40
16,038	DBXT SP 500 1C CAP ETF	USD	789,189.52	45.48	729,328.05	2.19
66,322	FID EM -I-ACC-USD CAP	USD	859,180.74	12.58	834,336.17	2.50
20,220	FID EU LG CAP	EUR	347,707.68	13.88	320,829.16	0.96
88,111	FRANK TEMP INV FRANKLIN US GVT -I- ACC	USD	1,214,391.24	14.00	1,233,554.00	3.70
55,095	GOLDMAN SACHS EME MKT CORE SM EQ PTF -I-	USD	925,280.87	16.52	910,169.40	2.73
16,351	GOLDMAN SACHS VAR GLB EME MKT DBT -BASE-	USD	338,956.23	20.73	338,956.23	1.02
6,022	INV GL TARG RET -A- CAP	EUR	71,725.79	10.44	71,867.50	0.22
715	JB MULTIBOND VAR LOCAL EME BD FD -C- USD	USD	229,558.66	318.16	227,480.58	0.68
809	JPMF EM MKT LOC CUR DEBT	USD	100,668.40	124.24	100,510.16	0.30
3,784	JPMF EU STRAT VAL SHS -I-(ACC) EUR CAP.	EUR	442,877.05	98.94	427,934.00	1.28
2,015	MFS MERIDIAN SICAV EUR RESEARCH -I1-	EUR	506,403.61	209.48	482,526.13	1.45
7,286	MFSMF US GOV BD -I1-	USD	1,102,539.64	154.16	1,123,237.51	3.37
71,386	MULTI UNITS LUX - LYXOR ETF SP500	USD	1,898,306.82	25.55	1,823,555.37	5.46
892	PICTET SICAV EME LOC CUR DBT -I- CAP	USD	154,339.69	169.40	151,108.21	0.45
764	PICTET TR-DIVERSIFIED ALPHA-J EUR	EUR	107,120.17	106.75	93,232.20	0.28
646	R CAP QI ECONEQ -I USD- CAP	USD	78,204.76	120.37	77,759.02	0.23
49,056	SCHRODER INT SEL EMERGING MKT -C- CAP	USD	804,832.07	15.95	782,305.49	2.35
3,932	SEBF1 ASS SEL-IC- CAP	EUR	47,904.06	9.49	42,674.26	0.13
4,165	UBAM CORPORATE US DOLLAR BOND -I- CAP	USD	843,711.02	203.73	848,535.45	2.55
2,754	UBAM GLOBAL HIGH YIELD SOLUTION -I- CAP	USD	467,912.74	170.31	469,033.74	1.41
5,462	UBS LB BD USD CORPORATES CAP	USD	847,279.40	155.07	847,045.22	2.54
<b>TOTAL LUXEMBOURG</b>			<b>17,440,148.16</b>		<b>17,136,328.07</b>	<b>51.41</b>
<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>			<b>23,994,193.28</b>		<b>23,637,495.29</b>	<b>70.92</b>
<b>TOTAL INVESTMENT FUNDS</b>			<b>23,994,193.28</b>		<b>23,637,495.29</b>	<b>70.92</b>
<b>TOTAL INVESTMENTS IN SECURITIES</b>			<b>29,765,157.02</b>		<b>29,284,835.25</b>	<b>87.86</b>
Cash/(bank overdraft)					4,633,414.90	13.90
Other assets and liabilities					(588,871.58)	(1.76)
<b>TOTAL NET ASSETS</b>					<b>33,329,378.57</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

# **GEOGRAPHICAL CLASSIFICATION OF THE INVESTMENTS IN SECURITIES**

December 31, 2018

(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Luxembourg	56.00
Ireland	20.53
United States of America	9.90
Switzerland	1.43
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>87.86</b>
Other assets/(liabilities) and liquid assets	12.14
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Investment funds	77.96
Countries and central governments	9.90
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>87.86</b>
Other assets/(liabilities) and liquid assets	12.14
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in EUR)**ASSETS**

Portfolio:	(see notes)	
- Cost		100,177,050.86
- Net unrealised result		(290,216.54)
		<b>99,886,834.32</b>
Cash:		
- Cash at sight	(see notes)	15,606,015.84
Other assets:		
- Receivable on subscriptions		105,204.79
- Interest receivable		27,019.87
- Dividend receivable		25,458.22
- Receivable for investments sold		511,238.03
- Unrealised gain on futures	(see notes)	988,933.25
		<b>117,150,704.32</b>

**LIABILITIES**

Bank overdraft:		
- Cash at sight	(see notes)	300,312.46
Other liabilities:		
- Payable on Redemptions		96,280.73
- Taxes and expenses payable		461,361.79
- Payable for investments purchased		3,355,208.68
- Unrealised loss on futures	(see notes)	44,428.57
		<b>4,257,592.23</b>

<b>NET ASSETS</b>		<b>112,893,112.09</b>
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**Class A**

<b>Net asset value per share</b>	<b>123.75</b>
<b>Shares outstanding</b>	<b>912,249.737</b>

The notes are an integral part of these financial statements.

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>107,264,503.99</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	281,210.36
- Bond interest, net	(see notes)	108,475.73
Other income		66,929.59
		<b>456,615.68</b>
<b>EXPENSES</b>		
Bank interest, net		75,045.97
Fees:		
- Global Fee	(see notes)	1,519,074.40
- Depositary and Administration fees	(see notes)	158,683.61
Other expenses:		
- Annual tax	(see notes)	26,759.06
- Audit and legal fees		32,486.81
- Printing and publishing fees		197.30
- Transaction fees	(see notes)	71,829.84
- Administration and other expenses		32,702.10
		<b>1,916,779.09</b>
<b>NET OPERATING RESULT</b>		<b>(1,460,163.41)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	1,257,757.45
- Foreign exchange	(see notes)	(343,270.85)
<b>NET REALISED RESULT</b>		<b>(545,676.81)</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(4,487,859.56)
- Futures		204,990.83
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(4,828,545.54)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		24,487,919.62
Redemptions of shares		(14,030,765.98)
		<b>10,457,153.64</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>112,893,112.09</b>

The notes are an integral part of these financial statements.

TER (total expense ratio)

	Class A
TER (total expenses ratio)	1.58

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class A</b>
Shares outstanding at the beginning of the year	831,384.110
Subscriptions of shares	190,182.110
Redemptions of shares	(109,316.483)
<b>Shares outstanding at the end of the year</b>	<b>912,249.737</b>

**NET ASSET VALUE PER SHARE**

EUR

Highest	132.59 01.29.18
Lowest	122.94 12.21.18
<b>At the end of the year</b>	<b>123.75</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A	786,077.776	95,356,862.42	EUR	121.31
12.31.17	Class A	831,384.110	107,264,503.99	EUR	129.02
12.31.18	Class A	912,249.737	112,893,112.09	EUR	123.75

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>BONDS</b>						
<b>ITALY</b>						
4,300,000	ITALY BOT 0.10 16-19 15/04S	EUR	4,293,980.00	100.05	4,302,150.00	3.81
	<b>TOTAL ITALY</b>		<b>4,293,980.00</b>		<b>4,302,150.00</b>	<b>3.81</b>
<b>SPAIN</b>						
4,000,000	SPAI LETR DEL TESO ZCP 10-05-19	EUR	4,011,780.21	100.16	4,012,122.76	3.56
2,300,000	SPAI LETR DEL TESO ZCP 12-07-19	EUR	2,305,186.66	100.23	2,305,402.53	2.04
1,000,000	SPAI LETR DEL TESO ZCP 13-09-19	EUR	1,002,882.81	100.29	1,002,893.40	0.89
1,000,000	SPAIN LETRAS DEL TES ZCP 111019	EUR	1,003,183.04	100.30	1,003,033.27	0.89
1,000,000	SPAIN LETRAS DEL TES ZCP 151119	EUR	1,003,572.61	100.34	1,003,393.29	0.89
	<b>TOTAL SPAIN</b>		<b>9,326,605.33</b>		<b>9,326,845.25</b>	<b>8.27</b>
<b>UNITED STATES OF AMERICA</b>						
3,456,800	US TREASURY NOTES 1.50 16-26 15/08S	USD	2,594,615.45	92.27	2,790,043.41	2.47
2,216,800	USA T NOTES B 2.25 17-27 15/02S	USD	1,803,450.20	97.16	1,884,056.99	1.67
	<b>TOTAL UNITED STATES OF AMERICA</b>		<b>4,398,065.65</b>		<b>4,674,100.40</b>	<b>4.14</b>
	<b>TOTAL BONDS</b>		<b>18,018,650.98</b>		<b>18,303,095.65</b>	<b>16.22</b>
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>IRELAND</b>						
93,375	BNY MELON EMERGING MARK DEBT LOC.CUR.W	EUR	83,477.60	0.91	84,766.18	0.08
	<b>TOTAL IRELAND</b>		<b>83,477.60</b>		<b>84,766.18</b>	<b>0.08</b>
<b>LUXEMBOURG</b>						
16,530	AQR STYLE PREMIA UCITS FUND-E EUR ACC	EUR	1,877,509.66	103.55	1,711,667.00	1.51
13,099	DWS INVEST ESG EURO BONDS SHORT IC 100C	EUR	1,288,329.90	98.71	1,293,045.70	1.14
6,582	GAM MULTIBOND LOCAL EMERGING B	EUR	759,190.49	116.51	766,891.66	0.68
3,103	JPMORGAN EMERG MKT LOCAL CURR DEBT I	EUR	359,115.81	109.31	339,190.90	0.30
119,130	M&G (LUX) EUROPEAN STRATEGIC VALUE A EUR	EUR	1,162,907.08	8.51	1,013,990.86	0.90
3,900	R CAP QI EUCEQ -I EUR- CAP	EUR	627,588.00	156.96	612,144.00	0.54
	<b>TOTAL LUXEMBOURG</b>		<b>6,074,640.94</b>		<b>5,736,930.12</b>	<b>5.07</b>
<b>SWITZERLAND</b>						
187,876	INVESCO FUNDS-INVESCO PAN EUROPEAN EQ S	EUR	1,861,504.28	8.52	1,600,699.35	1.42
	<b>TOTAL SWITZERLAND</b>		<b>1,861,504.28</b>		<b>1,600,699.35</b>	<b>1.42</b>
	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>		<b>8,019,622.82</b>		<b>7,422,395.65</b>	<b>6.57</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>26,038,273.80</b>		<b>25,725,491.30</b>	<b>22.79</b>

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>MONEY MARKET INSTRUMENTS</b>						
<b>SPAIN</b>						
3,419,000	SPAI LETR DEL TESO ZCP 16-08-19	EUR	3,427,782.29	100.26	3,428,973.06	3.04
	<b>TOTAL SPAIN</b>		<b>3,427,782.29</b>		<b>3,428,973.06</b>	<b>3.04</b>
	<b>TOTAL MONEY MARKET INSTRUMENTS</b>		<b>3,427,782.29</b>		<b>3,428,973.06</b>	<b>3.04</b>
<b>INVESTMENT FUNDS</b>						
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>FRANCE</b>						
12	AMUNDI 12 M - I (C)	EUR	1,281,470.88	106,295.58	1,275,546.96	1.13
	<b>TOTAL FRANCE</b>		<b>1,281,470.88</b>		<b>1,275,546.96</b>	<b>1.13</b>
<b>IRELAND</b>						
0	ABSOLUTE INSG FD PLC EME DEBT -B2P-	EUR	0.00	1.07	0.00	0.00
47,479	GAM MBS TOTAL ACC INSTIT USD	USD	441,629.21	11.67	484,579.44	0.43
1,739	GLG INV VI PLC EUROPEAN EQ ALT -IN-	EUR	198,644.46	115.63	201,093.52	0.18
49,346	ISHARES CORE MSCI JAPAN IMI UCITS ETF	JPY	1,643,657.32	4,108.00	1,616,267.23	1.43
17,302	ISHARES CORE S&P 500 UCITS ETF	USD	3,357,926.42	245.34	3,713,312.06	3.29
58,198	ISHARES GOLD PRODUCERS ETF CAP	USD	439,210.97	8.81	448,391.63	0.40
1,600	LYXOR NEWCIT IRL 1 WNT C2	EUR	160,687.17	101.40	162,221.83	0.14
550,110	ME GLG EQ ABS ACCUM -I- HEDG EUR	EUR	892,095.91	1.61	883,201.61	0.78
148,386	VANGUARD SP500 UCITS ETF	USD	5,771,357.63	47.59	6,177,071.06	5.47
	<b>TOTAL IRELAND</b>		<b>12,905,209.09</b>		<b>13,686,138.38</b>	<b>12.12</b>
<b>LUXEMBOURG</b>						
22,182	AB I SH D HY I2H SHS -I2 EUR H	EUR	408,291.97	18.29	405,708.78	0.36
749	AGIF EUROPE EQUITY GROWTH WT EUR CAP	EUR	1,668,689.07	2,151.83	1,611,720.67	1.43
62,880	AM IS S&P 500 UEUC	USD	2,318,092.82	44.99	2,474,957.68	2.19
6,047	AXA IMFIIS US SHORT DUR HY -A-CAP USD	EUR	1,007,090.25	165.65	1,001,685.55	0.89
9,521	AXA WORLD FD SICAV EUR CDT SHORT DUR -I-	EUR	1,290,232.57	135.33	1,288,476.93	1.14
2,430	BBVA DIF LATAM EQ-X-EUR-FD	EUR	226,125.84	104.04	252,826.92	0.22
4,330	BETAMINER I-A EUR ACC	EUR	4,314,954.91	966.90	4,186,677.00	3.71
292,025	BLACKROCK GF EUR SH DUR BD-X2-	EUR	4,961,283.29	16.97	4,955,664.25	4.39
2,943	BLACKROCK SF EUROP ABS RET-I2-FD	EUR	391,869.82	139.56	410,680.42	0.36
5,190	BNP PFI US MORTGAGE I CAP	USD	440,516.04	105.32	478,161.92	0.42
2,873	CANDRIAM BD CR OPP S CAP	EUR	651,286.31	224.44	644,816.12	0.57
59,265	D FL RATE NOT -IC- CAP	EUR	5,002,520.93	83.49	4,948,027.01	4.38
33,666	DB X TRACKERS MSCI JPN TRN IDX -IC- CAP	JPY	1,639,654.98	5,885.00	1,579,678.71	1.40
62,136	DBXT SP 500 IC CAP ETF	USD	2,704,623.91	45.48	2,471,796.88	2.19
254,502	FID EM -I-ACC-USD CAP	USD	2,873,733.96	12.58	2,800,711.76	2.48
77,586	FID EU LG CAP	EUR	1,129,913.64	13.88	1,076,893.68	0.95
130,294	FID EUR SH BD -I-ACC- EURO CAP	EUR	1,306,862.99	9.88	1,287,083.22	1.14
211,413	GOLDMAN SACHS EME MKT CORE SM EQ PTF -I-	USD	3,228,774.02	16.52	3,055,192.02	2.71
40,411	INV GL TARG RET -A- CAP	EUR	423,924.30	10.44	421,863.36	0.37
14,518	JPMF EU STRAT VAL SHS -I-(ACC) EUR CAP.	EUR	1,471,847.33	98.94	1,436,459.70	1.27
7,734	MFS MERIDIAN SICAV EUR RESEARCH -II-	EUR	1,611,399.90	209.48	1,620,118.32	1.44
72,003	M&G LX GB FLT RT HY-EURAH	EUR	701,312.90	9.69	697,413.92	0.62
42,496	MORGAN STANLEY INV SHT MTY EUR BD -Z-	EUR	1,302,927.36	30.44	1,293,578.24	1.15
276,566	MULTI UNITS LUX - LYXOR ETF SP500	USD	6,183,579.36	25.55	6,180,184.99	5.48
8,783	PICTET EUR SH TERM CORP BDS J CAP	EUR	928,641.94	104.74	919,931.42	0.81
3,440	PICTET SICAV EME LOC CUR DBT -I-CAP	EUR	518,650.19	148.14	509,634.43	0.45
4,991	PICTET TR-DIVERSIFIED ALPHA-J EUR	EUR	568,100.52	106.75	532,812.60	0.47
2,479	R CAP QI ECONEQ -I USD- CAP	USD	262,941.03	120.37	261,030.69	0.23
3,230	ROBECO K GROWTH FD HIGH YIELD BD -I EUR-	EUR	697,801.54	215.04	694,579.20	0.62
187,669	SCHRODER INT SEL EMERGING MKT -C- CAP	USD	2,601,232.36	15.95	2,618,043.89	2.32
24,913	SEBF1 ASS SEL-IC- CAP	EUR	255,432.99	9.49	236,524.02	0.21
1,426	UBAM DYNAMIC EURO BOND -I- CAP	EUR	370,386.61	258.05	367,979.30	0.33
7,456	UBAM DYNAMIC US DOLLAR BOND -IH- CAP	EUR	743,201.68	98.44	733,968.64	0.65

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
6,874	UBAM GLOBAL HIGH YIELD SOL -IH- CAP EUR	EUR	1,068,417.47	156.44	1,075,368.56	0.95
	<b>TOTAL LUXEMBOURG</b>		<b>55,274,314.80</b>		<b>54,530,250.80</b>	<b>48.30</b>
	<b>SPAIN</b>					
9,510	BBVA CREDITO EUROPA FI	EUR	1,250,000.00	130.44	1,240,433.82	1.10
	<b>TOTAL SPAIN</b>		<b>1,250,000.00</b>		<b>1,240,433.82</b>	<b>1.10</b>
	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>		<b>70,710,994.77</b>		<b>70,732,369.96</b>	<b>62.65</b>
	<b>TOTAL INVESTMENT FUNDS</b>		<b>70,710,994.77</b>		<b>70,732,369.96</b>	<b>62.65</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>100,177,050.86</b>		<b>99,886,834.32</b>	<b>88.48</b>
	Cash/(bank overdraft)				15,305,703.38	13.56
	Other assets and liabilities				(2,299,425.61)	(2.04)
	<b>TOTAL NET ASSETS</b>				<b>112,893,112.09</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

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**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Luxembourg	53.37
Spain	12.41
Ireland	12.20
United States of America	4.14
Italy	3.81
Switzerland	1.42
France	1.13
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>88.48</b>
Other assets/(liabilities) and liquid assets	11.52
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Investment funds	69.22
Countries and central governments	19.26
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>88.48</b>
Other assets/(liabilities) and liquid assets	11.52
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in EUR)**ASSETS**

Portfolio:	(see notes)	
- Cost		4,062,971.45
- Net unrealised result		(405,299.81)
		<b>3,657,671.64</b>

Cash:		
- Cash at sight	(see notes)	134,412.85

Other assets:		
- Interest receivable		687.17
		<b>3,792,771.66</b>

**LIABILITIES**

Other liabilities:		
- Taxes and expenses payable		9,557.82
		<b>9,557.82</b>

<b>NET ASSETS</b>		<b>3,783,213.84</b>
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**Class A**

<b>Net asset value per share</b>		<b>95.73</b>
<b>Shares outstanding</b>		<b>39,519.000</b>

The notes are an integral part of these financial statements.

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>4,349,270.55</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	13,711.52
- Bond interest, net	(see notes)	284.92
Other income		4,865.76
		<b>18,862.20</b>
<b>EXPENSES</b>		
Bank interest, net		163.83
Fees:		
- Global Fee	(see notes)	25,257.73
- Depositary and Administration fees	(see notes)	10,110.50
Other expenses:		
- Annual tax	(see notes)	562.10
- Audit and legal fees		1,129.55
- Printing and publishing fees		34.48
- Transaction fees	(see notes)	5,206.51
- Administration and other expenses		1,586.18
		<b>44,050.88</b>
<b>NET OPERATING RESULT</b>		<b>(25,188.68)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	27,613.76
- Foreign exchange	(see notes)	46.15
<b>NET REALISED RESULT</b>		<b>2,471.23</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(568,527.94)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(566,056.71)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>3,783,213.84</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class A</b>
Shares outstanding at the beginning of the year	39,519.000
Subscriptions of shares	0.000
Redemptions of shares	(0.000)
<b>Shares outstanding at the end of the year</b>	<b>39,519.000</b>

**NET ASSET VALUE PER SHARE**

	<b>EUR</b>
Highest	112.76 01.15.18
Lowest	95.73 12.31.18
<b>At the end of the year</b>	<b>95.73</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A	39,519.000	4,137,716.37	EUR	104.70
12.31.17	Class A	39,519.000	4,349,270.55	EUR	110.06
12.31.18	Class A	39,519.000	3,783,213.84	EUR	95.73

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>EQUITIES</b>						
<b>SPAIN</b>						
58,925	BANKIA BEARER SHS	EUR	300,382.33	2.56	150,848.00	3.99
	<b>TOTAL SPAIN</b>		<b>300,382.33</b>		<b>150,848.00</b>	<b>3.99</b>
	<b>TOTAL EQUITIES</b>		<b>300,382.33</b>		<b>150,848.00</b>	<b>3.99</b>
<b>BONDS</b>						
<b>ITALY</b>						
100,000	ITALY BTP 0.70 15-20 01/05S	EUR	99,988.00	100.46	100,456.00	2.66
200,000	ITALY BTP 1.35 15-22 15/04S	EUR	199,212.00	100.37	200,746.00	5.30
	<b>TOTAL ITALY</b>		<b>299,200.00</b>		<b>301,202.00</b>	<b>7.96</b>
	<b>TOTAL BONDS</b>		<b>299,200.00</b>		<b>301,202.00</b>	<b>7.96</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>599,582.33</b>		<b>452,050.00</b>	<b>11.95</b>
<b>INVESTMENT FUNDS</b>						
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>GERMANY</b>						
3,125	FRANKLIN TEMP INV TEMP TECHNOLOGY -I-CAP	EUR	100,062.50	28.37	88,656.25	2.34
10,815	ISHESB30-15(DE)	EUR	150,306.87	8.46	91,538.16	2.42
	<b>TOTAL GERMANY</b>		<b>250,369.37</b>		<b>180,194.41</b>	<b>4.76</b>
<b>IRELAND</b>						
50,000	ABSOLUTE INSG FD UK EQ MKT NTL -B1P-	EUR	63,220.00	1.21	60,330.00	1.59
106,500	BNY MELLON ABS RET EQ-U-H-EUR	EUR	113,454.45	1.00	106,116.60	2.81
3,550	BROWN ADV US EQ GRW-A-EUR-FD	EUR	79,378.00	20.48	72,704.00	1.92
500	GLG INV VI PLC EUROPEAN EQ ALT -IN-	EUR	62,610.00	115.63	57,815.00	1.53
41,570	ME GLG EQ ABS ACCUM -I- HEDG EUR	EUR	69,184.95	1.61	66,740.64	1.76
	<b>TOTAL IRELAND</b>		<b>387,847.40</b>		<b>363,706.24</b>	<b>9.61</b>
<b>LUXEMBOURG</b>						
23	AGIF EUROPE EQUITY GROWTH WT EUR CAP	EUR	59,083.55	2,151.83	49,492.09	1.31
1,436	AMFD II EUR POT -R- CAP	EUR	98,219.19	56.74	81,499.80	2.15
270	AXA FIIS EU SHY -A- CAP	EUR	36,849.60	132.89	35,880.30	0.95
3,770	BGF AS DRAG -A2-EUR HEDGED CAP	EUR	59,980.70	11.89	44,825.30	1.18
1,560	BRGF CONTINENTAL EU FLEXIBLE -A2- CAP	EUR	39,000.00	21.20	33,072.00	0.87
3,643	FID IBERIA -Y-ACC-EURO-CAP	EUR	59,533.97	14.33	52,210.64	1.38
9,337	FIDELITY FUNDS EU DYNAMIC GRW-Y-EUR-CAP	EUR	151,726.25	18.94	176,842.78	4.67
9,711	FIDELITY GLB FINANCIAL SERVICES -Y- EUR	EUR	187,200.04	18.61	180,715.38	4.78
5,510	FIDELITY GLOBAL HEALTH CARE -Y- EUR CAP	EUR	172,707.50	33.26	183,267.92	4.84
1,200	FRANK TEMP INV ASIAN GROW -I EUR H1-	EUR	28,621.62	18.35	22,012.02	0.58

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
3,475	GS JAP PRTF-I-EUR-HDG-FD	EUR	60,882.00	14.75	51,256.25	1.35
5,940	INV ASIA CO DEM -C(EUR HGD)-CAP	EUR	81,318.60	10.68	63,439.20	1.68
4,000	INV. P EU SM EQTY ENT. AC -A-	EUR	101,240.00	20.88	83,520.00	2.21
6,374	INVESCO PAN EUROPEAN EQUITY Z SHARE	EUR	66,355.01	8.90	56,730.02	1.50
10,000	JH UK AR RHC -R EUR ACC (HEDGED)- CAP	EUR	67,219.00	6.76	67,575.00	1.79
13,220	JPMF VAR EUROPE STRATEGIC VALUE FD-C-CAP	EUR	272,276.48	18.81	248,667.52	6.58
6,500	JPMORGAN GLB CONVERTIBLES -A- EUR CAP	EUR	99,706.01	14.46	93,990.00	2.48
571	JPMORGAN INV FD US SEL EQ -C-	EUR	82,440.06	149.20	85,257.21	2.25
5,680	M&G LX GB FLT RT HY-EURAH	EUR	56,425.14	9.69	55,019.11	1.45
1,458	MORGAN STANLEY INV US ADVANTAGE -ZH-CAP	EUR	122,894.82	91.16	132,911.28	3.51
7,400	MSIF GL OPP -ZH- CAP	EUR	270,561.85	32.95	243,830.00	6.45
328	PICTET ESTHY I EUR CAP	EUR	41,029.52	125.22	41,072.16	1.09
1,087	PICTET ROBOTICS HI EUR	EUR	150,722.00	120.77	131,228.43	3.47
850	PICTET SECURITY HI EUR CAP	EUR	147,925.50	171.20	145,520.00	3.85
620	PICTET TR-DIVERSIFIED ALPHA-J EUR	EUR	70,450.00	106.75	66,184.44	1.75
2,450	SCHRODER INTL SELECT FD EMERG MKTS C HED	EUR	29,682.45	10.17	24,904.12	0.66
171	UBS L BD SH DHY -(EUR HEDGED) Q-ACC- CAP	EUR	20,478.96	118.52	20,266.92	0.54
835	VONTOBEL GLB VALUE EQ -H- CAP	EUR	119,229.65	135.78	113,376.30	3.00
<b>TOTAL LUXEMBOURG</b>			<b>2,753,759.47</b>		<b>2,584,566.19</b>	<b>68.32</b>
<b>UNITED KINGDOM</b>						
4,000	M&G OPTIMAL INCOME -EUR- A-H ACC	EUR	71,412.88	19.29	77,154.80	2.04
<b>TOTAL UNITED KINGDOM</b>			<b>71,412.88</b>		<b>77,154.80</b>	<b>2.04</b>
<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>			<b>3,463,389.12</b>		<b>3,205,621.64</b>	<b>84.73</b>
<b>TOTAL INVESTMENT FUNDS</b>			<b>3,463,389.12</b>		<b>3,205,621.64</b>	<b>84.73</b>
<b>TOTAL INVESTMENTS IN SECURITIES</b>			<b>4,062,971.45</b>		<b>3,657,671.64</b>	<b>96.68</b>
Cash/(bank overdraft)					134,412.85	3.55
Other assets and liabilities					(8,870.65)	(0.23)
<b>TOTAL NET ASSETS</b>					<b>3,783,213.84</b>	<b>100.00</b>

# **GEOGRAPHICAL CLASSIFICATION OF THE INVESTMENTS IN SECURITIES**

December 31, 2018

(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Luxembourg	68.32
Ireland	9.61
Italy	7.96
Germany	4.76
Spain	3.99
United Kingdom	2.04
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>96.68</b>
Other assets/(liabilities) and liquid assets	3.32
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Investment funds	84.73
Countries and central governments	7.96
Banks and other credit institutions	3.99
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>96.68</b>
Other assets/(liabilities) and liquid assets	3.32
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in EUR)**ASSETS**

Portfolio:	(see notes)	
- Cost		3,190,534.30
- Net unrealised result		(6,581.17)
		<b>3,183,953.13</b>
Cash:		
- Cash at sight	(see notes)	98,493.37
Other assets:		
- Interest receivable		862.58
- Dividend receivable		236.06
- Unrealised gain on futures	(see notes)	2,777.41
		<b>3,286,322.55</b>

**LIABILITIES**

Other liabilities:		
- Taxes and expenses payable		6,109.76
		<b>6,109.76</b>

<b>NET ASSETS</b>		<b>3,280,212.79</b>
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**Class A**

<b>Net asset value per share</b>		<b>105.83</b>
<b>Shares outstanding</b>		<b>30,994.000</b>

The notes are an integral part of these financial statements.

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>3,640,540.19</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	17,319.73
- Bond interest, net	(see notes)	6,188.85
Other income		2,332.69
		<b>25,841.27</b>
<b>EXPENSES</b>		
Bank interest, net		476.22
Fees:		
- Global Fee	(see notes)	10,873.73
- Depositary and Administration fees	(see notes)	10,121.36
Other expenses:		
- Annual tax	(see notes)	1,095.98
- Audit and legal fees		958.79
- Printing and publishing fees		34.48
- Transaction fees	(see notes)	3,198.38
- Administration and other expenses		1,968.82
		<b>28,727.76</b>
<b>NET OPERATING RESULT</b>		<b>(2,886.49)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	48,444.10
- Foreign exchange	(see notes)	(60,871.82)
<b>NET REALISED RESULT</b>		<b>(15,314.21)</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(182,369.63)
- Futures		(11,915.92)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(209,599.76)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Redemptions of shares		(150,727.64)
		<b>(150,727.64)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>3,280,212.79</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class A</b>
Shares outstanding at the beginning of the year	32,344.000
Subscriptions of shares	0.000
Redemptions of shares	(1,350.000)
<b>Shares outstanding at the end of the year</b>	<b>30,994.000</b>

**NET ASSET VALUE PER SHARE**

	<b>EUR</b>
Highest	115.11 01.23.18
Lowest	104.86 12.27.18
<b>At the end of the year</b>	<b>105.83</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A	32,344.000	3,555,371.61	EUR	109.92
12.31.17	Class A	32,344.000	3,640,540.19	EUR	112.56
12.31.18	Class A	30,994.000	3,280,212.79	EUR	105.83

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>EQUITIES</b>						
<b>GERMANY</b>						
750	BAYER AG REG SHS	EUR	40,256.59	60.56	45,420.00	1.38
620	BMW AG	EUR	53,847.36	70.70	43,834.00	1.34
1,000	DAIMLER NAMEN-AKT	EUR	37,786.61	45.91	45,910.00	1.40
	<b>TOTAL GERMANY</b>		<b>131,890.56</b>		<b>135,164.00</b>	<b>4.12</b>
<b>SPAIN</b>						
5,677	IBERDROLA S A	EUR	26,582.58	7.02	39,841.19	1.21
2,500	INDITEX SHARE FROM SPLIT	EUR	79,135.00	22.35	55,875.00	1.71
	<b>TOTAL SPAIN</b>		<b>105,717.58</b>		<b>95,716.19</b>	<b>2.92</b>
<b>SWITZERLAND</b>						
600	NESTLE SA REG SHS	CHF	28,964.53	79.80	42,488.24	1.30
390	ROCHE HOLDING AG GENUSSSCHEIN	CHF	50,078.32	243.40	84,236.40	2.56
	<b>TOTAL SWITZERLAND</b>		<b>79,042.85</b>		<b>126,724.64</b>	<b>3.86</b>
	<b>TOTAL EQUITIES</b>		<b>316,650.99</b>		<b>357,604.83</b>	<b>10.90</b>
<b>BONDS</b>						
<b>SPAIN</b>						
100,000	TELEFONICA EMISIONES 1.495 18-25 11/09A	EUR	99,941.00	100.31	100,305.00	3.06
	<b>TOTAL SPAIN</b>		<b>99,941.00</b>		<b>100,305.00</b>	<b>3.06</b>
	<b>TOTAL BONDS</b>		<b>99,941.00</b>		<b>100,305.00</b>	<b>3.06</b>
<b>FLOATING RATES BONDS</b>						
<b>FRANCE</b>						
100,000	BNP PARIBAS SA FL.R 17-22 22/09Q	EUR	99,775.00	99.12	99,117.00	3.02
100,000	SOCIETE GENERALE FL.R 17-22 01/04Q	EUR	100,489.00	98.95	98,953.00	3.02
	<b>TOTAL FRANCE</b>		<b>200,264.00</b>		<b>198,070.00</b>	<b>6.04</b>
<b>SPAIN</b>						
100,000	BANCO BILBAO VIZC.ARG. FL.R 18-23 03/09Q	EUR	98,338.00	96.06	96,059.00	2.93
	<b>TOTAL SPAIN</b>		<b>98,338.00</b>		<b>96,059.00</b>	<b>2.93</b>
<b>UNITED KINGDOM</b>						
100,000	CREDIT AGRICOLE SA FL.R 17-22 20/04Q	EUR	100,496.00	98.93	98,934.00	3.02
100,000	LLOYDS BANK GRP FL.R 17-24 21/06Q	EUR	94,349.00	95.11	95,106.00	2.90
	<b>TOTAL UNITED KINGDOM</b>		<b>194,845.00</b>		<b>194,040.00</b>	<b>5.92</b>
<b>UNITED STATES OF AMERICA</b>						
100,000	BANK OF AMERICA FL.R 17-22 07/02Q	EUR	100,795.00	100.17	100,169.00	3.05

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
100,000	MORGAN STANLEY FL.R 16-22 27/01Q	EUR	100,483.00	99.46	99,461.00	3.03
	<b>TOTAL UNITED STATES OF AMERICA</b>		<b>201,278.00</b>		<b>199,630.00</b>	<b>6.08</b>
	<b>TOTAL FLOATING RATES BONDS</b>		<b>694,725.00</b>		<b>687,799.00</b>	<b>20.97</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>1,111,316.99</b>		<b>1,145,708.83</b>	<b>34.93</b>
	<b>INVESTMENT FUNDS</b>					
	<b>OPEN-ENDED INVESTMENT FUNDS</b>					
	<b>FRANCE</b>					
750	LYXOR ETF CAC 40 FCP PEA ETF DIS/CAP PEA	EUR	38,891.25	46.36	34,770.00	1.06
	<b>TOTAL FRANCE</b>		<b>38,891.25</b>		<b>34,770.00</b>	<b>1.06</b>
	<b>IRELAND</b>					
200	CON DBX RUS200 CAP -IC- USD ETF	USD	34,405.55	187.02	32,720.12	1.00
970	INV EQQQ	USD	135,612.96	153.76	130,470.37	3.98
3,200	ISH MSCI EU MI EUR EUR ETF	EUR	126,830.35	39.54	126,520.00	3.86
380	ISHARES CORE EURO STOXX 50 UCITS ETF	EUR	36,067.02	93.46	35,514.80	1.08
645	ISHARES CORE S&P 500 UCITS ETF	USD	139,842.93	245.34	138,428.29	4.22
15,160	ISHS SP500 FIN SECTOR UCITS ETF	USD	92,578.07	6.28	83,216.55	2.54
865	LYXOR NEWCIT IRL 1 WNT C2	EUR	88,687.24	101.40	87,712.64	2.67
56,000	ME GLG EQ ABS ACCUM -I- HEDG EUR	EUR	89,555.20	1.61	89,908.00	2.74
	<b>TOTAL IRELAND</b>		<b>743,579.32</b>		<b>724,490.77</b>	<b>22.09</b>
	<b>LUXEMBOURG</b>					
9,001	BLACKROCK GF EUR SH DUR BD-X2-	EUR	152,152.24	16.97	152,744.42	4.66
26	CAN EQ L BIOTEC -I EUR H- CAP	EUR	35,488.18	1,331.72	34,624.72	1.06
900	D FL RATE NOT -IC- CAP	EUR	75,987.00	83.49	75,141.00	2.29
8,000	FID GL TECHNO Y ACC EUR H CAP	EUR	112,436.50	13.15	105,200.00	3.21
2,935	FR TL INDIA -A-EUR-H1- CAP	EUR	36,746.20	10.48	30,758.80	0.94
13,000	JH UK AR RHC -R EUR ACC (HEDGED)- CAP	EUR	91,020.80	6.76	87,847.50	2.68
1,720	JPMF VAR EUROPE STRATEGIC VALUE FD-C-CAP	EUR	35,019.20	18.81	32,353.20	0.99
11,000	NORDEA 1 SICAV STABLE RET -BI-	EUR	198,200.00	17.22	189,420.00	5.76
330	PICTET FD LUX SICAV SECURITY -I- CAP	EUR	70,568.10	205.37	67,772.10	2.07
827	PICTET TR-DIVERSIFIED ALPHA-J EUR	EUR	94,008.48	106.75	88,316.51	2.69
1,755	R CAP FIN IN BD -01H EUR- CAP	EUR	187,604.55	108.42	190,277.10	5.79
180	SISF BRIC -A- CAP	USD	36,156.80	218.71	34,438.04	1.05
	<b>TOTAL LUXEMBOURG</b>		<b>1,125,388.05</b>		<b>1,088,893.39</b>	<b>33.19</b>
	<b>UNITED KINGDOM</b>					
9,855	M&G OPTIMAL INCOME -EUR- A-H ACC	EUR	171,358.69	19.29	190,090.14	5.80
	<b>TOTAL UNITED KINGDOM</b>		<b>171,358.69</b>		<b>190,090.14</b>	<b>5.80</b>
	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>		<b>2,079,217.31</b>		<b>2,038,244.30</b>	<b>62.14</b>
	<b>TOTAL INVESTMENT FUNDS</b>		<b>2,079,217.31</b>		<b>2,038,244.30</b>	<b>62.14</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>3,190,534.30</b>		<b>3,183,953.13</b>	<b>97.07</b>
	Cash/(bank overdraft)				98,493.37	3.00
	Other assets and liabilities				(2,233.71)	(0.07)
	<b>TOTAL NET ASSETS</b>				<b>3,280,212.79</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Luxembourg	33.19
Ireland	22.09
United Kingdom	11.72
Spain	8.91
France	7.10
United States of America	6.08
Germany	4.12
Switzerland	3.86
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>97.07</b>
Other assets/(liabilities) and liquid assets	2.93
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Investment funds	62.14
Banks and other credit institutions	17.94
Data transmission	3.06
Holding and finance companies	3.03
Road vehicles	2.74
Pharmaceutical and cosmetics industry	2.56
Retail trade	1.71
Chemicals	1.38
Foodstuffs and non-alcoholic drinks	1.30
Energy and water supply	1.21
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>97.07</b>
Other assets/(liabilities) and liquid assets	2.93
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in EUR)**ASSETS**

Portfolio:	(see notes)	
- Cost		1,053,507.87
- Net unrealised result		(23,881.64)
		<b>1,029,626.23</b>

Cash:		
- Cash at sight	(see notes)	86,312.96

Other assets:		
- Interest receivable		927.47
		<b>1,116,866.66</b>

**LIABILITIES**

Other liabilities:		
- Taxes and expenses payable		5,015.41
		<b>5,015.41</b>

<b>NET ASSETS</b>		<b>1,111,851.25</b>
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**Class A**

<b>Net asset value per share</b>		<b>112.31</b>
<b>Shares outstanding</b>		<b>9,900.000</b>

The notes are an integral part of these financial statements.

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>1,198,309.46</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	6,439.55
- Bond interest, net	(see notes)	2,045.69
Other income		2,755.52
		<b>11,240.76</b>
<b>EXPENSES</b>		
Bank interest, net		17.95
Fees:		
- Global Fee	(see notes)	8,906.15
- Depositary and Administration fees	(see notes)	10,109.51
Other expenses:		
- Annual tax	(see notes)	352.74
- Amortisation of formation/reorganisation expenses	(see notes)	449.82
- Audit and legal fees		317.97
- Transaction fees	(see notes)	1,717.92
- Administration and other expenses		1,451.48
		<b>23,323.54</b>
<b>NET OPERATING RESULT</b>		<b>(12,082.78)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	36,655.04
- Foreign exchange	(see notes)	(2,108.62)
<b>NET REALISED RESULT</b>		<b>22,463.64</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(108,921.85)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(86,458.21)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>1,111,851.25</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class A</b>
Shares outstanding at the beginning of the year	9,900.000
Subscriptions of shares	0.000
Redemptions of shares	(0.000)
<b>Shares outstanding at the end of the year</b>	<b>9,900.000</b>

**NET ASSET VALUE PER SHARE**

	<b>EUR</b>
Highest	122.37 01.15.18
Lowest	112.31 12.31.18
<b>At the end of the year</b>	<b>112.31</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A	7,840.000	913,454.82	EUR	116.51
12.31.17	Class A	9,900.000	1,198,309.46	EUR	121.04
12.31.18	Class A	9,900.000	1,111,851.25	EUR	112.31

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>EQUITIES</b>						
<b>FRANCE</b>						
400	SOCIETE GENERALE SA	EUR	15,433.84	27.82	11,128.00	1.00
	<b>TOTAL FRANCE</b>		<b>15,433.84</b>		<b>11,128.00</b>	<b>1.00</b>
<b>GERMANY</b>						
2,000	E.ON AG REG SHS	EUR	27,966.70	8.63	17,254.00	1.55
550	SAP AG	EUR	30,465.19	86.93	47,811.50	4.29
250	SIEMENS AG REG	EUR	22,721.24	97.38	24,345.00	2.19
200	UNIPER NAMEN-AKT.	EUR	0.00	22.60	4,520.00	0.41
	<b>TOTAL GERMANY</b>		<b>81,153.13</b>		<b>93,930.50</b>	<b>8.44</b>
<b>IRELAND</b>						
1,800	GLANBIA PLC	EUR	24,464.16	16.40	29,520.00	2.66
	<b>TOTAL IRELAND</b>		<b>24,464.16</b>		<b>29,520.00</b>	<b>2.66</b>
<b>JERSEY</b>						
5,000	GLENCORE PLC	GBP	18,752.75	2.91	16,230.29	1.46
	<b>TOTAL JERSEY</b>		<b>18,752.75</b>		<b>16,230.29</b>	<b>1.46</b>
<b>SPAIN</b>						
6,349	BANCO SANTANDER SA REG SHS	EUR	35,291.39	3.97	25,224.58	2.27
1,982	TELEFONICA S A	EUR	22,885.10	7.34	14,545.90	1.31
	<b>TOTAL SPAIN</b>		<b>58,176.49</b>		<b>39,770.48</b>	<b>3.58</b>
<b>THE NETHERLANDS</b>						
400	AIRBUS GROUP	EUR	20,658.67	83.96	33,584.00	3.02
	<b>TOTAL THE NETHERLANDS</b>		<b>20,658.67</b>		<b>33,584.00</b>	<b>3.02</b>
	<b>TOTAL EQUITIES</b>		<b>218,639.04</b>		<b>224,163.27</b>	<b>20.16</b>
<b>BONDS</b>						
<b>SPAIN</b>						
100,000	SPAIN 0.25 16-19 31/01A	EUR	100,321.10	100.06	100,063.00	9.00
144,000	SPAIN 1.15 15-20 30/07A	EUR	149,706.72	102.36	147,401.28	13.26
	<b>TOTAL SPAIN</b>		<b>250,027.82</b>		<b>247,464.28</b>	<b>22.26</b>
	<b>TOTAL BONDS</b>		<b>250,027.82</b>		<b>247,464.28</b>	<b>22.26</b>

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>LUXEMBOURG</b>						
458	ROBECO BP US PREMIUM EQUITIES FH EUR	EUR	90,038.22	168.29	77,076.82	6.93
	<b>TOTAL LUXEMBOURG</b>		<b>90,038.22</b>		<b>77,076.82</b>	<b>6.93</b>
	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>		<b>90,038.22</b>		<b>77,076.82</b>	<b>6.93</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>558,705.08</b>		<b>548,704.37</b>	<b>49.35</b>
<b>INVESTMENT FUNDS</b>						
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>IRELAND</b>						
426	GLG INV VI PLC EUROPEAN EQ ALT -IN-	EUR	49,515.15	115.63	49,306.25	4.43
35,000	ME GLG EQ ABS ACCUM -I- HEDG EUR	EUR	60,119.50	1.61	56,192.50	5.06
	<b>TOTAL IRELAND</b>		<b>109,634.65</b>		<b>105,498.75</b>	<b>9.49</b>
<b>LUXEMBOURG</b>						
2,900	BLACKROCK GF EUR SH DUR BD-X2-	EUR	49,140.00	16.97	49,208.08	4.43
2,500	FIDELITY FUNDS EU DYNAMIC GRW-Y-EUR-CAP	EUR	49,400.00	18.94	47,350.00	4.26
13,100	JH UK AR RHC -R EUR ACC (HEDGED)- CAP	EUR	89,135.02	6.76	88,523.25	7.96
420	MFS MERIDIAN GLOBAL EQUITY -I1- EUR	EUR	109,971.91	264.14	111,043.93	9.98
979	MSIF GL OPP -ZH- CAP	EUR	39,440.50	32.95	32,255.25	2.90
1,464	SCHRODER INTL GL INF LKD-C-A	EUR	48,080.71	32.13	47,042.60	4.23
	<b>TOTAL LUXEMBOURG</b>		<b>385,168.14</b>		<b>375,423.11</b>	<b>33.76</b>
	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>		<b>494,802.79</b>		<b>480,921.86</b>	<b>43.25</b>
	<b>TOTAL INVESTMENT FUNDS</b>		<b>494,802.79</b>		<b>480,921.86</b>	<b>43.25</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>1,053,507.87</b>		<b>1,029,626.23</b>	<b>92.60</b>
	Cash/(bank overdraft)				86,312.96	7.76
	Other assets and liabilities				(4,087.94)	(0.36)
	<b>TOTAL NET ASSETS</b>				<b>1,111,851.25</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

## GEOGRAPHICAL CLASSIFICATION OF THE INVESTMENTS IN SECURITIES

December 31, 2018  
(in %)

COUNTRIES	% of net assets
Luxembourg	40.69
Spain	25.84
Ireland	12.15
Germany	8.44
The Netherlands	3.02
Jersey	1.46
France	1.00
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>92.60</b>
Other assets/(liabilities) and liquid assets	7.40
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Investment funds	50.18
Countries and central governments	22.26
Internet and software services	4.29
Banks and other credit institutions	3.27
Aeronautical and astronomical industry	3.02
Foodstuffs and non-alcoholic drinks	2.66
Electrotechnical and electronic industry	2.19
Energy and water supply	1.96
Miscellaneous trading companies	1.46
Data transmission	1.31
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>92.60</b>
Other assets/(liabilities) and liquid assets	7.40
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in EUR)**ASSETS**

Portfolio:	(see notes)	
- Cost		18,052,106.46
- Net unrealised result		(372,187.13)
		<b>17,679,919.33</b>
Cash:		
- Cash at sight	(see notes)	1,144,963.36
Other assets:		
- Interest receivable		2,964.52
- Dividend receivable		9,392.01
		<b>18,837,239.22</b>

**LIABILITIES**

Bank overdraft:		
- Cash at sight	(see notes)	0.73
Other liabilities:		
- Taxes and expenses payable		18,143.67
		<b>18,144.40</b>

<b>NET ASSETS</b>		<b>18,819,094.82</b>
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**Class A**

<b>Net asset value per share</b>	<b>126.58</b>
<b>Shares outstanding</b>	<b>148,670.491</b>

The notes are an integral part of these financial statements.

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>19,915,644.85</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	354,685.93
- Bond interest, net	(see notes)	14,135.65
Other income		4,162.96
		<b>372,984.54</b>
<b>EXPENSES</b>		
Bank interest, net		231.79
Fees:		
- Global Fee	(see notes)	30,096.59
- Depositary and Administration fees	(see notes)	18,338.87
Other expenses:		
- Annual tax	(see notes)	7,759.09
- Audit and legal fees		5,355.44
- Printing and publishing fees		40.33
- Transaction fees	(see notes)	1,740.81
- Administration and other expenses		6,753.87
		<b>70,316.79</b>
<b>NET OPERATING RESULT</b>		<b>302,667.75</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	1,280,468.37
- Foreign exchange	(see notes)	(9,958.90)
<b>NET REALISED RESULT</b>		<b>1,573,177.22</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(2,669,727.25)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(1,096,550.03)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>18,819,094.82</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class A</b>
Shares outstanding at the beginning of the year	148,670.491
Subscriptions of shares	0.000
Redemptions of shares	(0.000)
<b>Shares outstanding at the end of the year</b>	<b>148,670.491</b>

**NET ASSET VALUE PER SHARE**

	<b>EUR</b>
Highest	140.46 10.01.18
Lowest	126.58 12.31.18
<b>At the end of the year</b>	<b>126.58</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A	148,670.491	19,121,520.52	EUR	128.62
12.31.17	Class A	148,670.491	19,915,644.85	EUR	133.96
12.31.18	Class A	148,670.491	18,819,094.82	EUR	126.58

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>EQUITIES</b>						
<b>FRANCE</b>						
3,400	DANONE	EUR	163,934.29	61.51	209,134.00	1.11
3,370	ENGIE	EUR	99,380.02	12.53	42,209.25	0.22
1,120	L'OREAL SA	EUR	99,777.96	201.20	225,344.00	1.20
	<b>TOTAL FRANCE</b>		<b>363,092.27</b>		<b>476,687.25</b>	<b>2.53</b>
<b>GERMANY</b>						
1,350	ALLIANZ SE REG SHS	EUR	170,344.02	175.14	236,439.00	1.26
2,465	BASF SE REG SHS	EUR	140,109.13	60.40	148,886.00	0.79
1,600	BAYER AG REG SHS	EUR	168,530.23	60.56	96,896.00	0.51
2,100	DAIMLER NAMEN-AKT	EUR	148,161.12	45.91	96,411.00	0.51
3,400	DEUTSCHE BANK AG REG SHS	EUR	149,252.83	6.97	23,687.80	0.13
1,750	DEUTSCHE BOERSE AG REG SHS	EUR	100,045.58	104.95	183,662.50	0.98
2,500	SIEMENS AG REG	EUR	245,461.07	97.38	243,450.00	1.29
	<b>TOTAL GERMANY</b>		<b>1,121,903.98</b>		<b>1,029,432.30</b>	<b>5.47</b>
<b>SPAIN</b>						
3,125	ACS	EUR	98,718.94	33.83	105,718.75	0.56
3,800	ENAGAS	EUR	100,934.76	23.61	89,718.00	0.48
5,474	FERROVIAL SA	EUR	99,471.80	17.70	96,862.43	0.51
2,500	INDITEX SHARE FROM SPLIT	EUR	35,927.83	22.35	55,875.00	0.30
4,800	OBRASCON HUARTE LAIN SA	EUR	101,938.76	0.65	3,129.60	0.02
26,537	SACYR SA	EUR	101,052.88	1.74	46,280.53	0.25
50,490	TELEFONICA S A	EUR	796,324.73	7.34	370,546.11	1.96
	<b>TOTAL SPAIN</b>		<b>1,334,369.70</b>		<b>768,130.42</b>	<b>4.08</b>
<b>SWITZERLAND</b>						
2,500	NOVARTIS AG REG SHS	CHF	168,181.04	84.04	186,440.68	0.99
770	ROCHE HOLDING AG GENUSSSCHEIN	CHF	170,242.97	243.40	166,312.89	0.88
	<b>TOTAL SWITZERLAND</b>		<b>338,424.01</b>		<b>352,753.57</b>	<b>1.87</b>
<b>THE NETHERLANDS</b>						
7,600	ING GROEP	EUR	100,782.06	9.41	71,516.00	0.38
6,520	ROYAL PHILIPS ELECTRONIC	EUR	150,540.58	30.93	201,663.60	1.07
	<b>TOTAL THE NETHERLANDS</b>		<b>251,322.64</b>		<b>273,179.60</b>	<b>1.45</b>
<b>UNITED KINGDOM</b>						
30,000	AVIVA PLC	GBP	231,808.49	3.76	125,508.33	0.67
60,000	BARCLAYS PLC	GBP	220,924.01	1.51	100,620.58	0.53
10,000	PRUDENTIAL PLC	GBP	227,252.45	14.02	156,203.00	0.84
70,000	VODAFONE GROUP	GBP	220,604.53	1.53	119,246.84	0.63
	<b>TOTAL UNITED KINGDOM</b>		<b>900,589.48</b>		<b>501,578.75</b>	<b>2.67</b>
<b>UNITED STATES OF AMERICA</b>						
96	ALPHABET -C-	USD	30,155.62	1,035.61	86,968.95	0.46

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
206	ALPHABET INC	USD	114,405.31	1,044.96	188,305.79	1.00
300	AMAZON.COM INC	USD	60,432.75	1,501.97	394,166.12	2.10
337	AMGEN INC	USD	46,869.35	194.67	57,388.61	0.30
173	BIOGEN IDEC INC	USD	46,804.03	300.92	45,540.10	0.24
790	MCDONALD'S CORP	USD	60,471.67	177.57	122,713.82	0.65
2,700	PFIZER INC	USD	59,921.41	43.65	103,096.71	0.55
1,130	TARGET CORP	USD	60,372.28	66.09	65,329.75	0.35
1,860	VISA INC -A-	USD	60,339.82	131.94	214,677.34	1.15
<b>TOTAL UNITED STATES OF AMERICA</b>			<b>539,772.24</b>		<b>1,278,187.19</b>	<b>6.80</b>
<b>TOTAL EQUITIES</b>			<b>4,849,474.32</b>		<b>4,679,949.08</b>	<b>24.87</b>
<b>BONDS</b>						
<b>IRELAND</b>						
200,000	IBERDROLA FIN IRELAND 5.00 09-19 11/09S	USD	199,975.22	100.90	176,528.01	0.94
<b>TOTAL IRELAND</b>			<b>199,975.22</b>		<b>176,528.01</b>	<b>0.94</b>
<b>UNITED STATES OF AMERICA</b>						
200,000	MCDONALD'S CORP 3.25 14-24 10/06S	USD	180,770.45	98.87	172,979.92	0.92
<b>TOTAL UNITED STATES OF AMERICA</b>			<b>180,770.45</b>		<b>172,979.92</b>	<b>0.92</b>
<b>TOTAL BONDS</b>			<b>380,745.67</b>		<b>349,507.93</b>	<b>1.86</b>
<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>			<b>5,230,219.99</b>		<b>5,029,457.01</b>	<b>26.73</b>
<b>INVESTMENT FUNDS</b>						
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>FRANCE</b>						
12,500	LYXOR ETF EURO STOXX 50 SICAV	EUR	395,441.55	29.37	367,125.00	1.95
<b>TOTAL FRANCE</b>			<b>395,441.55</b>		<b>367,125.00</b>	<b>1.95</b>
<b>GERMANY</b>						
15,740	ISHARES CORE DAX (R) UCITS ET	EUR	1,517,047.97	91.06	1,433,284.40	7.61
11,000	ISHS STOXX EUR600 (DE)	EUR	421,671.71	33.16	364,760.00	1.94
<b>TOTAL GERMANY</b>			<b>1,938,719.68</b>		<b>1,798,044.40</b>	<b>9.55</b>
<b>IRELAND</b>						
13,500	INV EQQQ	USD	1,887,396.84	153.76	1,815,824.69	9.65
4,975	ISHARES CORE S&P 500 UCITS ETF	USD	1,078,633.46	245.34	1,067,722.08	5.67
2,315	ISHARES MSCI BRAZIL USD	USD	69,165.15	30.61	61,978.38	0.33
48,425	ISHS FTSE 100 GBP SHS	GBP	414,482.02	6.65	358,999.44	1.91
8,700	ISHS HY CORP BD EUR	EUR	903,008.67	99.99	869,869.50	4.62
14,250	ISHS USD HI YLD USD SHS USD ETF	USD	1,409,015.88	96.75	1,206,042.51	6.41
<b>TOTAL IRELAND</b>			<b>5,761,702.02</b>		<b>5,380,436.60</b>	<b>28.59</b>
<b>LUXEMBOURG</b>						
145	ALLIANZ GLB INVR RCM EUE EQ GRW -IT- EUR	EUR	395,436.75	2,543.13	368,753.85	1.96
16,768	FIDELITY FUNDS EU DYNAMIC GRW-Y-EUR-CAP	EUR	328,988.16	18.94	317,585.92	1.69
72,612	FIDELITY US HIGH YIELD-Y-MINC	USD	706,647.75	9.83	624,263.66	3.32
25,709	FRANK TEMP INV ASIAN GROW -I- CAP EUR	EUR	876,420.00	29.09	747,874.98	3.97
1,218	FRANK TEMP INV BIOTECH DCVY -I- USD CAP	USD	47,642.28	40.21	42,834.60	0.23
14,100	MORGAN STANLEY INV GLB BRANDS -Z-	USD	312,472.18	60.95	751,777.98	3.99
2,680	PICTET ROBOTICS I USD CAP	USD	342,178.19	145.10	340,198.20	1.81
3,200	R CAP H Y BD -IH USD- CAP	USD	442,857.29	269.72	755,022.53	4.01
25,867	SCHRODER INTL SELECT FD EMERG MKTS C HED	EUR	315,312.85	10.17	262,965.10	1.40
<b>TOTAL LUXEMBOURG</b>			<b>3,767,955.45</b>		<b>4,211,276.82</b>	<b>22.38</b>

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
	<b>SPAIN</b>					
104,500	ACCION IBEX 35 ETF FI	EUR	958,067.77	8.55	893,579.50	4.75
	<b>TOTAL SPAIN</b>		<b>958,067.77</b>		<b>893,579.50</b>	<b>4.75</b>
	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>		<b>12,821,886.47</b>		<b>12,650,462.32</b>	<b>67.22</b>
	<b>TOTAL INVESTMENT FUNDS</b>		<b>12,821,886.47</b>		<b>12,650,462.32</b>	<b>67.22</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>18,052,106.46</b>		<b>17,679,919.33</b>	<b>93.95</b>
	Cash/(bank overdraft)				1,144,962.63	6.08
	Other assets and liabilities				(5,787.14)	(0.03)
	<b>TOTAL NET ASSETS</b>				<b>18,819,094.82</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

# **GEOGRAPHICAL CLASSIFICATION OF THE INVESTMENTS IN SECURITIES**

December 31, 2018

(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Ireland	29.53
Luxembourg	22.38
Germany	15.02
Spain	8.83
United States of America	7.72
France	4.48
United Kingdom	2.67
Switzerland	1.87
The Netherlands	1.45
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>93.95</b>
Other assets/(liabilities) and liquid assets	6.05
<b>NET ASSETS</b>	<b>100.00</b>

**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Investment funds	67.22
Pharmaceutical and cosmetics industry	3.62
Insurance	2.77
Retail trade	2.75
Data transmission	2.59
Holding and finance companies	1.92
Hotels, restaurants and leisure	1.57
Internet and software services	1.46
Chemicals	1.30
Electrotechnical and electronic industry	1.29
Miscellaneous services	1.15
Foodstuffs and non-alcoholic drinks	1.11
Electronics and semiconductors	1.07
Banks and other credit institutions	1.04
Building and building materials	0.83
Energy and water supply	0.70
Biotechnology	0.54
Road vehicles	0.51
Transportation	0.51
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>93.95</b>
Other assets/(liabilities) and liquid assets	6.05
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in EUR)**ASSETS**

Portfolio:	(see notes)	
- Cost		10,716,223.25
- Net unrealised result		(342,792.87)
		<b>10,373,430.38</b>

Cash:		
- Cash at sight	(see notes)	51,818.40
		<b>10,425,248.78</b>

**LIABILITIES**

Other liabilities:		
- Taxes and expenses payable		28,859.45
		<b>28,859.45</b>

<b>NET ASSETS</b>		<b>10,396,389.33</b>
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**Class A**

<b>Net asset value per share</b>		<b>142.35</b>
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<b>Shares outstanding</b>		<b>73,033.730</b>
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The notes are an integral part of these financial statements.

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>11,757,420.38</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	51,123.98
Bank interest, net		124.78
Other income		12,491.96
		<b>63,740.72</b>
<b>EXPENSES</b>		
Fees:		
- Global Fee	(see notes)	80,645.31
- Depositary and Administration fees	(see notes)	29,061.33
Other expenses:		
- Annual tax	(see notes)	1,044.09
- Audit and legal fees		5,017.40
- Printing and publishing fees		34.48
- Transaction fees	(see notes)	2,681.10
- Administration and other expenses		2,709.56
		<b>121,193.27</b>
<b>NET OPERATING RESULT</b>		<b>(57,452.55)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	833,385.16
- Foreign exchange	(see notes)	(87,800.29)
<b>NET REALISED RESULT</b>		<b>688,132.32</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(1,891,866.87)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(1,203,734.55)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Redemptions of shares		(157,296.50)
		<b>(157,296.50)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>10,396,389.33</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class A</b>
Shares outstanding at the beginning of the year	73,991.445
Subscriptions of shares	0.000
Redemptions of shares	(957.715)
<b>Shares outstanding at the end of the year</b>	<b>73,033.730</b>

**NET ASSET VALUE PER SHARE**

	<b>EUR</b>
Highest	166.39 01.29.18
Lowest	139.55 12.27.18
<b>At the end of the year</b>	<b>142.35</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A	74,469.889	10,545,457.21	EUR	141.61
12.31.17	Class A	73,991.445	11,757,420.38	EUR	158.90
12.31.18	Class A	73,033.730	10,396,389.33	EUR	142.35

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>EQUITIES</b>						
<b>SPAIN</b>						
33,853	BANCO BILBAO VIZCAYA ARGENT SA REG	EUR	255,636.12	4.64	156,925.58	1.51
80,263	BANCO SANTANDER SA REG SHS	EUR	450,930.05	3.97	318,884.90	3.07
68,000	TELEFONICA S A	EUR	607,327.07	7.34	499,052.00	4.80
	<b>TOTAL SPAIN</b>		<b>1,313,893.24</b>		<b>974,862.48</b>	<b>9.38</b>
	<b>TOTAL EQUITIES</b>		<b>1,313,893.24</b>		<b>974,862.48</b>	<b>9.38</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>1,313,893.24</b>		<b>974,862.48</b>	<b>9.38</b>
<b>INVESTMENT FUNDS</b>						
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>GERMANY</b>						
7,214	DWS AKTIEN STRAT DEUTSCH-TFC	EUR	766,892.97	79.14	570,895.58	5.49
	<b>TOTAL GERMANY</b>		<b>766,892.97</b>		<b>570,895.58</b>	<b>5.49</b>
<b>IRELAND</b>						
148,000	BNY MELLON GLOBAL FUNDS PLC LONG	EUR	295,570.80	2.45	362,259.60	3.48
	<b>TOTAL IRELAND</b>		<b>295,570.80</b>		<b>362,259.60</b>	<b>3.48</b>
<b>LUXEMBOURG</b>						
1,875,306	ABERDEEN GLB JAPANESE EQ X2 CAP	JPY	333,194.47	18.32	273,928.87	2.63
3,030	ABERDEEN GLOBAL INDIAN EQ FD -A2- CAP	USD	368,523.74	154.31	409,002.11	3.93
14,100	BRGF WORLD HEALTHSCIENCE FD -A2- EUR CAP	EUR	454,302.00	36.30	511,830.00	4.92
6,537	DWS RUSSIA-TFC CAP	EUR	673,171.20	99.78	652,253.08	6.28
8,219	FIDELITY FD IBERIA FUND -A- EUR DIS	EUR	557,185.59	66.16	543,784.26	5.23
53,000	FIDELITY ITALY Y EUR DIS	EUR	437,462.00	8.02	424,795.00	4.09
12,543	FRANK TEMP INV BIOTECH DCVY -I- USD CAP	USD	487,056.27	40.21	441,184.62	4.24
34,570	GS INDIA EQ -BASE - CAP	USD	636,091.78	19.69	595,443.29	5.73
22,324	JPMF EMERGING MKTS EQUITY FD -A- USD CAP	USD	464,301.76	24.04	469,459.34	4.52
22,082	JPMF EUR STRATEGIC GROWTH FD -C- EUR CAP	EUR	599,740.49	28.01	618,509.99	5.96
19,724	JPMF EUROPE SMALL CAP FUND -C- CAP	EUR	605,520.02	29.58	583,429.38	5.61
5,950	MORGAN STANLEY INV FD VAR US GROWTH -Z-	USD	255,147.57	75.93	395,209.29	3.80
5,200	MORGAN STANLEY INV GLOBAL BRANDS -ZH-	EUR	291,564.00	68.99	358,748.00	3.45
900	PICTET FD LUX SICAV SECURITY -I- CAP	EUR	184,761.00	205.37	184,833.00	1.78
3,442	PICTET ROBOTICS I USD CAP	USD	474,919.61	145.10	436,883.79	4.20
1,286	ROBECO K GRW FD GL CONS -I-EUR	EUR	414,336.34	277.63	357,032.18	3.43
3,146	SCHRODER INT SEL US LARGE CAP -C- CAP	USD	443,334.33	162.05	446,023.69	4.29
3,280	UBS L EQ GREAT CHINA(USD)-Q-FD	USD	405,115.68	190.39	546,279.32	5.25

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
345	UNITED INV VAR BESTINVER INTL EQ -R- CAP	EUR	254,138.39	628.36	216,783.51	2.09
	<b>TOTAL LUXEMBOURG</b>		<b>8,339,866.24</b>		<b>8,465,412.72</b>	<b>81.43</b>
	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>		<b>9,402,330.01</b>		<b>9,398,567.90</b>	<b>90.40</b>
	<b>TOTAL INVESTMENT FUNDS</b>		<b>9,402,330.01</b>		<b>9,398,567.90</b>	<b>90.40</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>10,716,223.25</b>		<b>10,373,430.38</b>	<b>99.78</b>
	Cash/(bank overdraft)				51,818.40	0.50
	Other assets and liabilities				(28,859.45)	(0.28)
	<b>TOTAL NET ASSETS</b>				<b>10,396,389.33</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

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**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Luxembourg	81.43
Spain	9.38
Germany	5.49
Ireland	3.48
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>99.78</b>
Other assets/(liabilities) and liquid assets	0.22
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Investment funds	90.40
Data transmission	4.80
Banks and other credit institutions	4.58
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>99.78</b>
Other assets/(liabilities) and liquid assets	0.22
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in EUR)**ASSETS**

Portfolio:	(see notes)	
- Cost		1,719,008.69
- Net unrealised result		(21,220.03)
		<b>1,697,788.66</b>

Cash:		
- Cash at sight	(see notes)	110,679.30

Other assets:		
- Interest receivable		9,020.54
		<b>1,817,488.50</b>

**LIABILITIES**

Other liabilities:		
- Taxes and expenses payable		6,350.89
		<b>6,350.89</b>

<b>NET ASSETS</b>		<b>1,811,137.61</b>
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**Class A**

<b>Net asset value per share</b>		<b>106.35</b>
<b>Shares outstanding</b>		<b>17,030.000</b>

The notes are an integral part of these financial statements.

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>2,012,910.33</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	6,220.11
- Bond interest, net	(see notes)	10,500.00
Other income		3,419.39
		<b>20,139.50</b>
<b>EXPENSES</b>		
Bank interest, net		22.96
Fees:		
- Global Fee	(see notes)	13,661.64
- Depositary and Administration fees	(see notes)	10,094.51
Other expenses:		
- Annual tax	(see notes)	440.91
- Amortisation of formation/reorganisation expenses	(see notes)	786.74
- Audit and legal fees		519.61
- Printing and publishing fees		34.48
- Transaction fees	(see notes)	4,685.15
- Administration and other expenses		1,509.56
		<b>31,755.56</b>
<b>NET OPERATING RESULT</b>		<b>(11,616.06)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	61,873.35
- Foreign exchange	(see notes)	(19,133.77)
<b>NET REALISED RESULT</b>		<b>31,123.52</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(232,896.24)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(201,772.72)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>1,811,137.61</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class A</b>
Shares outstanding at the beginning of the year	17,030.000
Subscriptions of shares	0.000
Redemptions of shares	(0.000)
<b>Shares outstanding at the end of the year</b>	<b>17,030.000</b>

**NET ASSET VALUE PER SHARE**

	<b>EUR</b>
Highest	118.91 01.15.18
Lowest	106.35 12.31.18
<b>At the end of the year</b>	<b>106.35</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A	20,000.000	2,274,565.27	EUR	113.73
12.31.17	Class A	17,030.000	2,012,910.33	EUR	118.20
12.31.18	Class A	17,030.000	1,811,137.61	EUR	106.35

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET						
EQUITIES						
GERMANY						
200	ALLIANZ SE REG SHS	EUR	24,268.44	175.14	35,028.00	1.93
	<b>TOTAL GERMANY</b>		<b>24,268.44</b>		<b>35,028.00</b>	<b>1.93</b>
SPAIN						
1,880	INDITEX SHARE FROM SPLIT	EUR	40,005.91	22.35	42,018.00	2.32
	<b>TOTAL SPAIN</b>		<b>40,005.91</b>		<b>42,018.00</b>	<b>2.32</b>
THE NETHERLANDS						
400	ASML HLDG	EUR	31,953.13	137.16	54,864.00	3.03
	<b>TOTAL THE NETHERLANDS</b>		<b>31,953.13</b>		<b>54,864.00</b>	<b>3.03</b>
	<b>TOTAL EQUITIES</b>		<b>96,227.48</b>		<b>131,910.00</b>	<b>7.28</b>
BONDS						
SPAIN						
100,000	GAS NATURAL REGS 6.00 12-20 27/01A	EUR	115,137.25	106.55	106,549.00	5.88
	<b>TOTAL SPAIN</b>		<b>115,137.25</b>		<b>106,549.00</b>	<b>5.88</b>
	<b>TOTAL BONDS</b>		<b>115,137.25</b>		<b>106,549.00</b>	<b>5.88</b>
FLOATING RATES BONDS						
THE NETHERLANDS						
100,000	REPSOL INTL FINANCE FL.R 15-75 25/03A	EUR	79,250.00	102.64	102,641.00	5.67
	<b>TOTAL THE NETHERLANDS</b>		<b>79,250.00</b>		<b>102,641.00</b>	<b>5.67</b>
	<b>TOTAL FLOATING RATES BONDS</b>		<b>79,250.00</b>		<b>102,641.00</b>	<b>5.67</b>
OPEN-ENDED INVESTMENT FUNDS						
LUXEMBOURG						
225	MFS MER-US VALUE FUND-IH1EUR	EUR	44,322.40	170.23	38,383.29	2.12
	<b>TOTAL LUXEMBOURG</b>		<b>44,322.40</b>		<b>38,383.29</b>	<b>2.12</b>
	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>		<b>44,322.40</b>		<b>38,383.29</b>	<b>2.12</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>334,937.13</b>		<b>379,483.29</b>	<b>20.95</b>

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>INVESTMENT FUNDS</b>						
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>GERMANY</b>						
1,550	FRANKLIN TEMP INV TEMP TECHNOLOGY -I-CAP	EUR	49,631.00	28.37	43,973.50	2.43
7,215	ISHESB30-15(DE)	EUR	100,245.21	8.46	61,067.76	3.37
	<b>TOTAL GERMANY</b>		<b>149,876.21</b>		<b>105,041.26</b>	<b>5.80</b>
<b>IRELAND</b>						
11,200	ABSOLUTE INSG FD UK EQ MKT NTL -B1P-	EUR	14,161.28	1.21	13,513.92	0.75
52,314	BNY MELLON GLOBAL FUNDS PLC GLOBAL	EUR	61,997.00	1.17	61,369.24	3.39
38,900	BNY MELLON GLOBAL FUNDS PLC LONG	EUR	99,746.83	2.46	95,822.37	5.30
2,000	BROWN ADV US EQ GRW-A-EUR-FD	EUR	45,260.00	20.48	40,960.00	2.26
115	GLG INV VI PLC EUROPEAN EQ ALT -IN-	EUR	14,400.30	115.63	13,297.45	0.73
447	LYXOR NEWCIT IRL 1 WNT C2	EUR	48,159.33	101.40	45,326.65	2.50
29,575	ME GLG EQ ABS ACCUM -I- HEDG EUR	EUR	49,975.84	1.61	47,482.66	2.62
	<b>TOTAL IRELAND</b>		<b>333,700.58</b>		<b>317,772.29</b>	<b>17.55</b>
<b>LUXEMBOURG</b>						
675	AXA FIIS EU SHY -A- CAP	EUR	90,814.50	132.89	89,700.75	4.95
538	BLACKROCK STR FD EUE ABS RET STR -A2-	EUR	70,047.60	132.59	71,333.42	3.94
3,210	FIDELITY FUNDS EU DYNAMIC GRW-Y-EUR-CAP	EUR	51,360.00	18.94	60,797.40	3.36
4,135	INVESCO PAN EUROPEAN EQUITY Z SHARE	EUR	45,030.15	8.90	36,801.50	2.03
10,385	JH UK AR RHC -R EUR ACC (HEDGED)- CAP	EUR	69,856.78	6.76	70,176.64	3.87
3,070	JPMF VAR EUROPE STRATEGIC VALUE FD-C-CAP	EUR	61,593.33	18.81	57,755.26	3.19
5,500	JPMORGAN GLB CONVERTIBLES -A- EUR CAP	EUR	77,124.19	14.46	79,530.00	4.39
175	MFS MERIDIAN GLOBAL EQUITY -I1- EUR	EUR	45,668.64	264.14	46,113.83	2.55
9,983	M&G LX GB FLT RT HY-EURAHA	EUR	99,843.76	9.69	96,698.68	5.34
407	MORGAN STANLEY INV US ADVANTAGE -ZH-CAP	EUR	40,272.65	91.16	37,102.12	2.05
2,600	MSIF GL OPP -ZH- CAP	EUR	100,972.30	32.95	85,670.00	4.73
718	PICTET ESTHY I EUR CAP	EUR	89,879.24	125.22	89,907.96	4.96
310	SCHRODER INT SEL FD QEP GLB QL -C- EUR	EUR	40,051.24	190.09	58,908.95	3.25
1,475	SCHRODER INTL SELECT FD EMERG MKTS C HED	EUR	17,980.39	10.17	14,995.31	0.83
	<b>TOTAL LUXEMBOURG</b>		<b>900,494.77</b>		<b>895,491.82</b>	<b>49.44</b>
	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>		<b>1,384,071.56</b>		<b>1,318,305.37</b>	<b>72.79</b>
	<b>TOTAL INVESTMENT FUNDS</b>		<b>1,384,071.56</b>		<b>1,318,305.37</b>	<b>72.79</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>1,719,008.69</b>		<b>1,697,788.66</b>	<b>93.74</b>
	Cash/(bank overdraft)				110,679.30	6.11
	Other assets and liabilities				2,669.65	0.15
	<b>TOTAL NET ASSETS</b>				<b>1,811,137.61</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

# **GEOGRAPHICAL CLASSIFICATION OF THE INVESTMENTS IN SECURITIES**

December 31, 2018

(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Luxembourg	51.56
Ireland	17.55
The Netherlands	8.70
Spain	8.20
Germany	7.73
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>93.74</b>
Other assets/(liabilities) and liquid assets	6.26
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Investment funds	74.91
Holding and finance companies	11.55
Electronics and semiconductors	3.03
Retail trade	2.32
Insurance	1.93
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>93.74</b>
Other assets/(liabilities) and liquid assets	6.26
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in EUR)**ASSETS**

Portfolio:	(see notes)	
- Cost		1,973,288.77
- Net unrealised result		(55,133.49)
		<b>1,918,155.28</b>
Cash:		
- Cash at sight	(see notes)	221,120.42
Other assets:		
- Interest receivable		257.97
- Dividend receivable		634.79
- Other		165.42
		<b>2,140,333.88</b>

**LIABILITIES**

Bank overdraft:		
- Cash at sight	(see notes)	28,468.19
Other liabilities:		
- Taxes and expenses payable		8,138.36
- Unrealised loss on futures	(see notes)	27,289.51
		<b>63,896.06</b>

**NET ASSETS** **2,076,437.82****Class A**

Net asset value per share	<b>87.84</b>
Shares outstanding	<b>23,640.000</b>

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>3,115,347.71</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	14,435.29
- Bond interest, net	(see notes)	3,167.39
		<b>17,602.68</b>
<b>EXPENSES</b>		
Bank interest, net		1,270.59
Fees:		
- Global Fee	(see notes)	21,810.24
- Depositary and Administration fees	(see notes)	10,093.97
Other expenses:		
- Annual tax	(see notes)	1,471.51
- Audit and legal fees		833.36
- Printing and publishing fees		34.48
- Transaction fees	(see notes)	19,891.05
- Administration and other expenses		2,370.59
		<b>57,775.79</b>
<b>NET OPERATING RESULT</b>		<b>(40,173.11)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	(190,529.33)
- Foreign exchange	(see notes)	(109,696.94)
<b>NET REALISED RESULT</b>		<b>(340,399.38)</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(392,429.74)
- Futures		(19,717.61)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(752,546.73)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Redemptions of shares		(286,363.16)
		<b>(286,363.16)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>2,076,437.82</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class A</b>
Shares outstanding at the beginning of the year	26,490.000
Subscriptions of shares	0.000
Redemptions of shares	(2,850.000)
<b>Shares outstanding at the end of the year</b>	<b>23,640.000</b>

**NET ASSET VALUE PER SHARE**

	<b>EUR</b>
Highest	135.16 08.29.18
Lowest	83.32 12.21.18
<b>At the end of the year</b>	<b>87.84</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A	28,270.000	2,813,735.13	EUR	99.53
12.31.17	Class A	26,490.000	3,115,347.71	EUR	117.60
12.31.18	Class A	23,640.000	2,076,437.82	EUR	87.84

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>EQUITIES</b>						
<b>AUSTRALIA</b>						
2,450	CORPORATE TRAVEL MANAGEMENT LTD	AUD	31,963.70	21.44	32,348.81	1.56
	<b>TOTAL AUSTRALIA</b>		<b>31,963.70</b>		<b>32,348.81</b>	<b>1.56</b>
<b>CANADA</b>						
950	SHOPIFY -A- SUBORD VOTING WI	USD	103,670.11	138.45	115,057.08	5.54
	<b>TOTAL CANADA</b>		<b>103,670.11</b>		<b>115,057.08</b>	<b>5.54</b>
<b>CAYMAN ISLANDS</b>						
61,200	XIAOMI CORP - REGISTERED SHS -B-	HKD	108,675.63	12.92	88,345.33	4.25
	<b>TOTAL CAYMAN ISLANDS</b>		<b>108,675.63</b>		<b>88,345.33</b>	<b>4.25</b>
<b>IRELAND</b>						
950	MEDTRONIC HLD	USD	80,340.74	90.96	75,591.13	3.64
	<b>TOTAL IRELAND</b>		<b>80,340.74</b>		<b>75,591.13</b>	<b>3.64</b>
<b>ISRAEL</b>						
900	WIX.COM LTD	USD	85,478.78	90.34	71,124.52	3.43
	<b>TOTAL ISRAËL</b>		<b>85,478.78</b>		<b>71,124.52</b>	<b>3.43</b>
<b>SWEDEN</b>						
7,200	VITROLIFE -REGISTERED SHS	SEK	111,936.93	147.00	104,430.19	5.03
	<b>TOTAL SWEDEN</b>		<b>111,936.93</b>		<b>104,430.19</b>	<b>5.03</b>
<b>UNITED STATES OF AMERICA</b>						
380	ABIOMED INC	USD	81,889.65	325.04	108,048.11	5.20
650	APPLE INC	USD	124,575.92	157.74	89,691.64	4.32
126	BECTON DICKINSON	USD	56,854.94	225.32	24,835.17	1.20
450	CONSTELLATION BRANDS INC -A-	USD	84,043.55	160.82	63,306.65	3.05
527	DOMINO PIZZA INC	USD	101,129.07	247.99	114,325.09	5.50
700	EDWARDS LIFESCIENCES CORP	USD	95,864.91	153.17	93,792.59	4.52
1,500	EXACT SCIENCES CORP	USD	108,610.75	63.10	82,797.53	3.99
345	LENNOX INTL	USD	48,494.12	218.86	66,051.44	3.18
1,750	MERIT MEDICAL SYSTEMS INC	USD	61,042.27	55.81	85,437.17	4.11
785	MSCI	USD	84,991.73	147.43	101,240.04	4.88
453	NEXTERA ENERGY	USD	52,279.16	173.82	68,880.25	3.32
272	NORTHROP GRUMMAN CORP	USD	53,856.86	244.90	58,271.27	2.81
910	PAYPAL HOLDINGS INC WI	USD	65,896.82	84.09	66,939.51	3.22
920	SALESFORCE COM. INC	USD	115,056.40	136.97	110,232.60	5.31
525	STRYKER CORP	USD	53,636.50	156.75	71,988.58	3.47
1,788	TELADOC HEALTH	USD	103,538.95	49.57	77,532.40	3.73
380	UNITEDHEALTH GROUP INC	USD	94,000.79	249.12	82,811.18	3.99
	<b>TOTAL UNITED STATES OF AMERICA</b>		<b>1,385,762.39</b>		<b>1,366,181.22</b>	<b>65.80</b>
	<b>TOTAL EQUITIES</b>		<b>1,907,828.28</b>		<b>1,853,078.28</b>	<b>89.25</b>

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>BONDS</b>						
<b>UNITED STATES OF AMERICA</b>						
75,000	US TREASURY BILL ZCP 070319	USD	65,460.49	99.58	65,077.00	3.13
	<b>TOTAL UNITED STATES OF AMERICA</b>		<b>65,460.49</b>		<b>65,077.00</b>	<b>3.13</b>
	<b>TOTAL BONDS</b>		<b>65,460.49</b>		<b>65,077.00</b>	<b>3.13</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>1,973,288.77</b>		<b>1,918,155.28</b>	<b>92.38</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>1,973,288.77</b>		<b>1,918,155.28</b>	<b>92.38</b>
	Cash/(bank overdraft)				192,652.23	9.28
	Other assets and liabilities				(34,369.69)	(1.66)
	<b>TOTAL NET ASSETS</b>				<b>2,076,437.82</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

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**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
United States of America	68.93
Canada	5.54
Sweden	5.03
Cayman Islands	4.25
Ireland	3.64
Israel	3.43
Australia	1.56
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>92.38</b>
Other assets/(liabilities) and liquid assets	7.62
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Pharmaceutical and cosmetics industry	27.17
Internet and software services	18.53
Holding and finance companies	8.10
Healthcare, education & social services	7.72
Foodstuffs and non-alcoholic drinks	5.50
Office supplies and computers	4.32
Biotechnology	3.99
Energy and water supply	3.32
Building and building materials	3.18
Countries and central governments	3.13
Tobacco and alcohol	3.05
Aeronautical and astronomical industry	2.81
Transportation	1.56
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>92.38</b>
Other assets/(liabilities) and liquid assets	7.62
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in EUR)**ASSETS**

Portfolio:	(see notes)	
- Cost		3,010,243.85
- Net unrealised result		(83,509.09)
		<b>2,926,734.76</b>
Cash:		
- Cash at sight	(see notes)	239,260.92
Other assets:		
- Interest receivable		6,725.02
- Dividend receivable		283.06
		<b>3,173,003.76</b>

**LIABILITIES**

Other liabilities:		
- Taxes and expenses payable		8,448.73
		<b>8,448.73</b>

**NET ASSETS** **3,164,555.03****Class A**

Net asset value per share	<b>104.61</b>
Shares outstanding	<b>30,250.000</b>

The notes are an integral part of these financial statements.

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>3,291,806.99</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	16,028.24
- Bond interest, net	(see notes)	26,390.45
Bank interest, net		461.32
Other income		491.13
		<b>43,371.14</b>
<b>EXPENSES</b>		
Fees:		
- Global Fee	(see notes)	19,782.79
- Depositary and Administration fees	(see notes)	10,094.51
Other expenses:		
- Annual tax	(see notes)	1,354.47
- Audit and legal fees		878.56
- Printing and publishing fees		34.48
- Transaction fees	(see notes)	2,108.82
- Administration and other expenses		1,620.43
		<b>35,874.06</b>
<b>NET OPERATING RESULT</b>		<b>7,497.08</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	93,688.63
- Foreign exchange	(see notes)	(23,772.25)
<b>NET REALISED RESULT</b>		<b>77,413.46</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(204,665.42)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(127,251.96)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>3,164,555.03</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class A</b>
Shares outstanding at the beginning of the year	30,250.000
Subscriptions of shares	0.000
Redemptions of shares	(0.000)
<b>Shares outstanding at the end of the year</b>	<b>30,250.000</b>

**NET ASSET VALUE PER SHARE**

	<b>EUR</b>
Highest	111.31 06.18.18
Lowest	104.61 12.31.18
<b>At the end of the year</b>	<b>104.61</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A	30,250.000	3,327,819.28	EUR	110.01
12.31.17	Class A	30,250.000	3,291,806.99	EUR	108.82
12.31.18	Class A	30,250.000	3,164,555.03	EUR	104.61

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>EQUITIES</b>						
<b>BELGIUM</b>						
310	AB INBEV	EUR	26,248.16	57.70	17,887.00	0.57
	<b>TOTAL BELGIUM</b>		<b>26,248.16</b>		<b>17,887.00</b>	<b>0.57</b>
<b>DENMARK</b>						
20	A.P. MOELLER-MAERSK -B- A/S	DKK	25,524.53	8,184.00	21,933.82	0.69
	<b>TOTAL DENMARK</b>		<b>25,524.53</b>		<b>21,933.82</b>	<b>0.69</b>
<b>GERMANY</b>						
400	SAP AG	EUR	22,093.11	86.93	34,772.00	1.10
	<b>TOTAL GERMANY</b>		<b>22,093.11</b>		<b>34,772.00</b>	<b>1.10</b>
<b>IRELAND</b>						
1,850	GLANBIA PLC	EUR	29,944.14	16.40	30,340.00	0.96
	<b>TOTAL IRELAND</b>		<b>29,944.14</b>		<b>30,340.00</b>	<b>0.96</b>
<b>ITALY</b>						
875	PRYSMIAN SPA	EUR	23,712.17	16.87	14,761.25	0.47
1,700	UNICREDIT -REGISTERD SHARE	EUR	24,882.56	9.89	16,819.80	0.53
	<b>TOTAL ITALY</b>		<b>48,594.73</b>		<b>31,581.05</b>	<b>1.00</b>
<b>LUXEMBOURG</b>						
1,400	ARCELORMITTAL - REGISTERED	EUR	29,426.01	18.14	25,396.00	0.80
	<b>TOTAL LUXEMBOURG</b>		<b>29,426.01</b>		<b>25,396.00</b>	<b>0.80</b>
<b>PORTUGAL</b>						
5,500	NOS REG SHS	EUR	27,986.20	5.30	29,122.50	0.92
	<b>TOTAL PORTUGAL</b>		<b>27,986.20</b>		<b>29,122.50</b>	<b>0.92</b>
<b>SPAIN</b>						
7,925	BANCO SANTANDER SA REG SHS	EUR	42,987.27	3.97	31,486.03	0.98
1,744	FERROVIAL SA	EUR	30,785.83	17.70	30,860.08	0.98
6,000	GESTAMP AUTOMOCION	EUR	33,600.00	4.97	29,820.00	0.94
1,000	INDITEX SHARE FROM SPLIT	EUR	29,816.95	22.35	22,350.00	0.71
2,500	MERLIN PROPERTIES SOCIMI S.A.	EUR	26,877.20	10.79	26,962.50	0.85
	<b>TOTAL SPAIN</b>		<b>164,067.25</b>		<b>141,478.61</b>	<b>4.46</b>
<b>SWITZERLAND</b>						
140	ROCHE HOLDING AG GENUSSSCHEIN	CHF	31,183.11	243.40	30,238.71	0.96
	<b>TOTAL SWITZERLAND</b>		<b>31,183.11</b>		<b>30,238.71</b>	<b>0.96</b>

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>THE NETHERLANDS</b>						
225	ASML HLDG	EUR	15,158.86	137.16	30,861.00	0.98
	<b>TOTAL THE NETHERLANDS</b>		<b>15,158.86</b>		<b>30,861.00</b>	<b>0.98</b>
<b>UNITED KINGDOM</b>						
700	JOHNSON MATTHEY	GBP	27,393.79	27.99	21,829.42	0.69
1,180	PRUDENTIAL PLC	GBP	24,774.62	14.02	18,431.95	0.58
420	RECKITT BENCKISER GROUP PLC	GBP	31,613.55	60.13	28,137.26	0.89
900	ROYAL DUTCH SHELL PLC	EUR	24,141.00	25.66	23,089.50	0.73
	<b>TOTAL UNITED KINGDOM</b>		<b>107,922.96</b>		<b>91,488.13</b>	<b>2.89</b>
	<b>TOTAL EQUITIES</b>		<b>528,149.06</b>		<b>485,098.82</b>	<b>15.33</b>
<b>BONDS</b>						
<b>BELGIUM</b>						
75,000	ANHEUSER BUSCH 0.875 16-22 17/03A	EUR	75,579.75	101.00	75,750.00	2.39
	<b>TOTAL BELGIUM</b>		<b>75,579.75</b>		<b>75,750.00</b>	<b>2.39</b>
<b>FRANCE</b>						
100,000	VIVENDI 0.75 16-21 26/05A	EUR	99,765.00	101.21	101,213.00	3.20
	<b>TOTAL FRANCE</b>		<b>99,765.00</b>		<b>101,213.00</b>	<b>3.20</b>
<b>THE NETHERLANDS</b>						
100,000	REPSOL INTL FIN 2.625 13-20 28/05A	EUR	105,258.00	103.54	103,539.00	3.27
	<b>TOTAL THE NETHERLANDS</b>		<b>105,258.00</b>		<b>103,539.00</b>	<b>3.27</b>
<b>UNITED STATES OF AMERICA</b>						
100,000	NASDAQ 1.75 16-23 19/05A	EUR	100,735.00	103.75	103,752.00	3.28
100,000	US TREASURY B-2020 3.625 10-20 15/02S	USD	83,784.38	101.10	88,437.78	2.79
80,000	US TREASURY N/B 2.7500 18-20 30/09S	USD	69,066.52	100.39	70,252.70	2.22
100,000	US TREASURY NOTES 1.375 15-20 30/04S	USD	80,040.90	98.48	86,144.93	2.72
100,000	USA T NOTES 1.25 12-19 31/01S	USD	90,098.73	99.91	87,395.57	2.76
	<b>TOTAL UNITED STATES OF AMERICA</b>		<b>423,725.53</b>		<b>435,982.98</b>	<b>13.77</b>
	<b>TOTAL BONDS</b>		<b>704,328.28</b>		<b>716,484.98</b>	<b>22.63</b>
<b>FLOATING RATES BONDS</b>						
<b>THE NETHERLANDS</b>						
100,000	VOLKSWAGEN INTERNATI FL.R 18-24 16/11Q	EUR	100,015.00	100.08	100,080.00	3.16
	<b>TOTAL THE NETHERLANDS</b>		<b>100,015.00</b>		<b>100,080.00</b>	<b>3.16</b>
<b>UNITED STATES OF AMERICA</b>						
100,000	BANK OF AMERICA CORP FL.R 14-19 01/04Q	USD	80,916.04	100.17	87,623.67	2.77
100,000	FORD MOTOR CREDIT CO FL.R 17-21 01/12Q	EUR	96,152.00	93.15	93,147.00	2.94
100,000	MORGAN STANLEY FL.R 17-22 08/11Q	EUR	99,250.00	98.83	98,834.00	3.13
	<b>TOTAL UNITED STATES OF AMERICA</b>		<b>276,318.04</b>		<b>279,604.67</b>	<b>8.84</b>
	<b>TOTAL FLOATING RATES BONDS</b>		<b>376,333.04</b>		<b>379,684.67</b>	<b>12.00</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>1,608,810.38</b>		<b>1,581,268.47</b>	<b>49.96</b>

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>INVESTMENT FUNDS</b>						
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>FRANCE</b>						
750	LYXOR ETF MSCI AC ASIA-PACIFIC EX JPN-A-	EUR	29,337.08	48.18	36,135.00	1.14
	<b>TOTAL FRANCE</b>		<b>29,337.08</b>		<b>36,135.00</b>	<b>1.14</b>
<b>GERMANY</b>						
700	ISHARES CORE DAX (R) UCITS ET	EUR	71,426.14	91.06	63,742.00	2.01
	<b>TOTAL GERMANY</b>		<b>71,426.14</b>		<b>63,742.00</b>	<b>2.01</b>
<b>IRELAND</b>						
418	INV EQQQ	USD	58,439.40	153.76	56,223.31	1.78
485	ISHARES CORE S&P 500 UCITS ETF	USD	105,153.21	245.34	104,089.49	3.29
9,050	ISHS IN TEC PLC USD ETF	USD	62,841.33	7.67	60,691.56	1.92
1,045	ISHS MSCI EM USD	USD	39,725.56	37.74	34,495.11	1.09
1,300	ISHS MSCI JP EUR-AC ACC SHS EUR ETF	EUR	49,146.59	43.14	56,082.00	1.77
7,775	ISHS SP500 FIN SECTOR UCITS ETF	USD	47,479.86	6.28	42,678.68	1.35
45,500	OM GLB EQ ABS CAP -I- USD	USD	66,820.01	1.70	67,847.65	2.14
700	SPDR BAR EMG MK ETF USD	EUR	52,553.96	59.97	41,976.20	1.33
1,380	SSGA SP EN SEL ETF USD	USD	21,892.75	17.23	20,796.88	0.66
2,375	SSGA S&P US IND	EUR	57,629.38	22.16	52,630.00	1.66
	<b>TOTAL IRELAND</b>		<b>561,682.05</b>		<b>537,510.88</b>	<b>16.99</b>
<b>LUXEMBOURG</b>						
675	AXA FIIS EU SHY -A- CAP	EUR	91,723.75	132.89	89,705.40	2.83
7,917	BLACKROCK GF EUR SH DUR BD-X2-	EUR	135,382.07	16.97	134,352.85	4.25
700	MORGAN STANLEY INV GLB BRANDS -Z-	USD	38,337.59	60.95	37,322.31	1.18
875	MORGAN STANLEY INV US ADVANTAGE FD -Z-	USD	69,244.02	83.02	63,545.90	2.01
1,700	MSIF GL OPP -ZH- CAP	EUR	69,275.00	32.95	56,015.00	1.77
325	PICTET ROBOTICS I USD CAP	USD	43,389.80	145.10	41,252.24	1.30
183	PICTET SICAV SECURITY -I- CAP	USD	38,501.18	234.84	37,535.40	1.19
496	PICTET TR-DIVERSIFIED ALPHA-J EUR	EUR	56,360.00	106.75	52,947.55	1.67
630	ROBEKO CG FIN INSTIT BD-FH USD-CAP	USD	68,393.83	125.00	68,888.60	2.18
2,800	SCHRODER INT SEL EURO CORP BOND -C- CAP	EUR	67,807.60	23.61	66,117.52	2.09
	<b>TOTAL LUXEMBOURG</b>		<b>678,414.84</b>		<b>647,682.77</b>	<b>20.47</b>
<b>UNITED KINGDOM</b>						
4,570	M&G OPTIMAL INCOME -USD- A-H ACC	USD	60,573.36	15.11	60,395.64	1.91
	<b>TOTAL UNITED KINGDOM</b>		<b>60,573.36</b>		<b>60,395.64</b>	<b>1.91</b>
	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>		<b>1,401,433.47</b>		<b>1,345,466.29</b>	<b>42.52</b>
	<b>TOTAL INVESTMENT FUNDS</b>		<b>1,401,433.47</b>		<b>1,345,466.29</b>	<b>42.52</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>3,010,243.85</b>		<b>2,926,734.76</b>	<b>92.48</b>
	Cash/(bank overdraft)				239,260.92	7.56
	Other assets and liabilities				(1,440.65)	(0.04)
	<b>TOTAL NET ASSETS</b>				<b>3,164,555.03</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

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**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
United States of America	22.61
Luxembourg	21.27
Ireland	17.95
The Netherlands	7.41
United Kingdom	4.80
Spain	4.46
France	4.34
Germany	3.11
Belgium	2.96
Italy	1.00
Switzerland	0.96
Portugal	0.92
Denmark	0.69
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>92.48</b>
Other assets/(liabilities) and liquid assets	7.52
<b>NET ASSETS</b>	<b>100.00</b>

**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Investment funds	42.52
Holding and finance companies	15.78
Countries and central governments	10.49
Banks and other credit institutions	4.28
Graphic industry and publishing houses	4.12
Tobacco and alcohol	2.96
Transportation	1.67
Internet and software services	1.10
Electronics and semiconductors	0.98
Foodstuffs and non-alcoholic drinks	0.96
Pharmaceutical and cosmetics industry	0.96
Road vehicles	0.94
Miscellaneous consumer goods	0.89
Real estate	0.85
Mining industry	0.80
Oil	0.73
Retail trade	0.71
Precious stones and metals	0.69
Insurance	0.58
Data transmission	0.47
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>92.48</b>
Other assets/(liabilities) and liquid assets	7.52
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**

December 31, 2018  
(in USD)

**ASSETS**

Portfolio:	(see notes)	
- Cost		30,568,254.30
- Net unrealised result		(1,088,833.74)
		<b>29,479,420.56</b>
Cash:		
- Cash at sight	(see notes)	3,054,959.71
Other assets:		
- Receivable on subscriptions		925.73
- Interest receivable		124,264.23
- Receivable for investments sold		30.05
- Unrealised gain on futures	(see notes)	294,057.82
- Unrealised gain on forward foreign exchange contracts on currencies	(see notes)	19,984.67
- Unrealised gain on swaps contracts	(see notes)	1,317.85
		<b>32,974,960.62</b>

**LIABILITIES**

Bank overdraft:		
- Cash at sight	(see notes)	40,683.80
- Margin call		40,000.00
Other liabilities:		
- Taxes and expenses payable		117,645.40
- Unrealised loss on futures	(see notes)	197,878.19
- Unrealised loss on forward foreign exchange contracts on currencies	(see notes)	2.22
		<b>396,209.61</b>

**NET ASSETS** **32,578,751.01**

**Class A (EUR)**

Net asset value per share	<b>99.40</b>
Shares outstanding	<b>29,385.613</b>

**Class A (USD)**

Net asset value per share	<b>113.46</b>
Shares outstanding	<b>133,544.472</b>

**Class P (USD)**

Net asset value per share	<b>103.57</b>
Shares outstanding	<b>19,913.932</b>

**Class X (EUR)**

Net asset value per share	<b>101.92</b>
Shares outstanding	<b>69,439.000</b>

**Class X (USD)**

Net asset value per share	<b>109.45</b>
Shares outstanding	<b>13,250.000</b>

**Class L (USD)**

Net asset value per share	<b>100.85</b>
Shares outstanding	<b>24,636.374</b>

The notes are an integral part of these financial statements.

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in USD)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>54,835,343.72</b>
<b>INCOME</b>		
Income from investments:		
- Bond interest, net	(see notes)	532,949.68
- Option premium		1,299.40
Bank interest, net		23,414.23
Other income		259.19
		<b>557,922.50</b>
<b>EXPENSES</b>		
Fees:		
- Global Fee	(see notes)	387,318.46
- Depositary and Administration fees	(see notes)	104,074.21
Other expenses:		
- Annual tax	(see notes)	14,055.60
- Audit and legal fees		14,573.83
- Printing and publishing fees		436.23
- Transaction fees	(see notes)	42,866.91
- Administration and other expenses		23,121.92
		<b>586,447.16</b>
<b>NET OPERATING RESULT</b>		<b>(28,524.66)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	2,114,703.08
- Foreign exchange	(see notes)	(2,045,600.65)
- Swaps		(2,984.13)
<b>NET REALISED RESULT</b>		<b>37,593.64</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(1,690,406.80)
- Forward foreign exchange contracts on currencies		(148,476.95)
- Futures		712,960.34
- Swaps contracts		1,317.85
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(1,087,011.92)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		4,140,569.93
Redemptions of shares		(25,310,150.72)
		<b>(21,169,580.79)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>32,578,751.01</b>

The notes are an integral part of these financial statements.

## STATISTICAL INFORMATION

Year ended December 31, 2018

## SHARES

	Class A (EUR)	Class A (USD)	Class P (EUR)	Class P (USD)	Class X (EUR)
Shares outstanding at the beginning of the year	43,851.164	256,085.666	990.000	19,913.932	135,544.000
Subscriptions of shares	1,013.682	276.697	0.000	0.000	250.000
Redemptions of shares	(15,479.233)	(122,817.891)	(990.000)	(0.000)	(66,355.000)
<b>Shares outstanding at the end of the year</b>	<b>29,385.613</b>	<b>133,544.472</b>	<b>0.000</b>	<b>19,913.932</b>	<b>69,439.000</b>

NET ASSET VALUE PER SHARE	EUR	USD	EUR	USD	EUR
Highest	102.46 01.10.18	113.80 04.19.18	101.48 01.15.18	103.57 12.31.18	103.67 01.15.18
Lowest	98.22 11.28.18	111.77 11.28.18	100.53 02.15.18	101.99 11.28.18	100.58 11.28.18
<b>At the end of the year</b>	<b>99.40</b>	<b>113.46</b>	<b>100.77** 03.06.18</b>	<b>103.57</b>	<b>101.92</b>

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class X (USD)</b>	<b>Class L (USD)</b>
Shares outstanding at the beginning of the year	14,250.000	0.000
Subscriptions of shares	0.000	39,574.693
Redemptions of shares	(1,000.000)	(14,938.319)
<b>Shares outstanding at the end of the year</b>	<b>13,250.000</b>	<b>24,636.374</b>

<b>NET ASSET VALUE PER SHARE</b>	<b>USD</b>	<b>USD</b>
Highest	109.45	100.85
	12.31.18	12.31.18
Lowest	107.56	99.24
	02.15.18	11.28.18
<b>At the end of the year</b>	<b>109.45</b>	<b>100.85</b>

TER (total expense ratio)

	Class A (EUR)	Class A (USD)
TER (total expenses ratio)	1.69	1.76

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A (EUR)	82,685.523	8,549,716.23	EUR	103.40
	Class A (USD)	383,290.734	43,028,128.52	USD	112.26
	Class P (EUR)	10,369.030	1,056,754.93	EUR	101.91
	Class P (USD)	22,980.393	2,333,962.71	USD	101.56
	Class X (EUR)	159,504.000	16,449,693.60	EUR	103.13
	Class X (USD)	25,850.000	2,723,114.15	USD	105.34
12.31.17	Class A (EUR)	43,851.164	4,473,118.65	EUR	102.01
	Class A (USD)	256,085.666	28,972,899.02	USD	113.14
	Class P (EUR)	990.000	100,008.30	EUR	101.02
	Class P (USD)	19,913.932	2,047,519.55	USD	102.82
	Class X (EUR)	135,544.000	13,981,989.13	EUR	103.15
	Class X (USD)	14,250.000	1,533,941.76	USD	107.65
*04.05.18	Class L (USD)	100.000	9,995.29	USD	99.95
**03.06.18	Class P (EUR)	990.000	99,761.73	EUR	100.77
12.31.18	Class A (EUR)	29,385.613	2,920,912.80	EUR	99.40
	Class A (USD)	133,544.472	15,152,029.47	USD	113.46
	Class P (USD)	19,913.932	2,062,528.60	USD	103.57
	Class X (EUR)	69,439.000	7,077,203.15	EUR	101.92
	Class X (USD)	13,250.000	1,450,271.56	USD	109.45
	Class L (USD)	24,636.374	2,484,575.13	USD	100.85

\*first valuation

\*\*last valuation

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in USD)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>BONDS</b>						
<b>AUSTRALIA</b>						
1,500,000	TREASURY CORP VICTORIA2.25 18-21 29/10S	AUD	1,057,258.12	100.33	1,059,522.22	3.25
	<b>TOTAL AUSTRALIA</b>		<b>1,057,258.12</b>		<b>1,059,522.22</b>	<b>3.25</b>
<b>CANADA</b>						
1,100,000	CANADA (INDEXED) 4.25 95-26 01/12S	CAD	1,787,395.70	128.11	1,574,992.72	4.83
1,000,000	EXPORT DVPT 2.3 18-20 08/02S	USD	996,600.00	99.65	996,450.00	3.06
	<b>TOTAL CANADA</b>		<b>2,783,995.70</b>		<b>2,571,442.72</b>	<b>7.89</b>
<b>FRANCE</b>						
1,500,000	FRANCE OAT INDEXEE 0.10 16-21 01/03A	EUR	1,977,165.27	102.74	1,834,379.88	5.63
	<b>TOTAL FRANCE</b>		<b>1,977,165.27</b>		<b>1,834,379.88</b>	<b>5.63</b>
<b>ITALY</b>						
1,600,000	ITALY INFL. INDEX 0.10 16-22 15/05S	EUR	2,102,960.36	97.42	1,869,584.98	5.74
	<b>TOTAL ITALY</b>		<b>2,102,960.36</b>		<b>1,869,584.98</b>	<b>5.74</b>
<b>MEXICO</b>						
179,000	MEXIQUE 1.75 18-28 17/04A	EUR	213,156.21	94.26	192,876.40	0.59
	<b>TOTAL MEXICO</b>		<b>213,156.21</b>		<b>192,876.40</b>	<b>0.59</b>
<b>NORWAY</b>						
22,000,000	NORWEGIAN 4.50 08-19 22/05A	NOK	2,714,631.77	101.39	2,576,020.03	7.91
	<b>TOTAL NORWAY</b>		<b>2,714,631.77</b>		<b>2,576,020.03</b>	<b>7.91</b>
<b>SPAIN</b>						
844,000	BON Y OBL DEL ESTADO 2.70 18-48 31/10A	EUR	1,036,007.95	101.94	983,526.44	3.02
500,000	SPAIN 5.25 99-29 06/04A	GBP	919,370.99	118.07	751,908.81	2.31
	<b>TOTAL SPAIN</b>		<b>1,955,378.94</b>		<b>1,735,435.25</b>	<b>5.33</b>
<b>UNITED STATES OF AMERICA</b>						
4,000,000	UNIT STAT TREA BIL ZCP 15-01-19	USD	3,995,092.72	99.92	3,995,725.93	12.26
5,000,000	USA T NOTES INDEX 0.125 16-21 15/04S	USD	5,196,605.65	97.28	5,189,371.00	15.93
5,150,000	USA TREASURY INDEXED 0.125 17-22 15/04S	USD	5,223,884.84	96.78	5,182,258.01	15.91
	<b>TOTAL UNITED STATES OF AMERICA</b>		<b>14,415,583.21</b>		<b>14,367,354.94</b>	<b>44.10</b>
	<b>TOTAL BONDS</b>		<b>27,220,129.58</b>		<b>26,206,616.42</b>	<b>80.44</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>27,220,129.58</b>		<b>26,206,616.42</b>	<b>80.44</b>

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>DERIVATIVE INSTRUMENTS</b>						
<b>OPTIONS</b>						
<b>UNITED STATES OF AMERICA</b>						
39	USD 5Y TREASURY FEB 113.75 25.01.19 PUT	USD	10,968.75	0.06	2,437.50	0.01
<b>TOTAL UNITED STATES OF AMERICA</b>			<b>10,968.75</b>		<b>2,437.50</b>	<b>0.01</b>
<b>TOTAL OPTIONS</b>			<b>10,968.75</b>		<b>2,437.50</b>	<b>0.01</b>
<b>TOTAL DERIVATIVE INSTRUMENTS</b>			<b>10,968.75</b>		<b>2,437.50</b>	<b>0.01</b>
<b>INVESTMENT FUNDS</b>						
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>LUXEMBOURG</b>						
10,279	JB MULTIBOND VAR LOCAL EME BD FD -C- USD	USD	3,337,155.97	318.16	3,270,366.64	10.04
<b>TOTAL LUXEMBOURG</b>			<b>3,337,155.97</b>		<b>3,270,366.64</b>	<b>10.04</b>
<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>			<b>3,337,155.97</b>		<b>3,270,366.64</b>	<b>10.04</b>
<b>TOTAL INVESTMENT FUNDS</b>			<b>3,337,155.97</b>		<b>3,270,366.64</b>	<b>10.04</b>
<b>TOTAL INVESTMENTS IN SECURITIES</b>			<b>30,568,254.30</b>		<b>29,479,420.56</b>	<b>90.49</b>
Cash/(bank overdraft)					2,974,275.91	9.13
Other assets and liabilities					125,054.54	0.38
<b>TOTAL NET ASSETS</b>					<b>32,578,751.01</b>	<b>100.00</b>

# **GEOGRAPHICAL CLASSIFICATION OF THE INVESTMENTS IN SECURITIES**

December 31, 2018

(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
United States of America	44.11
Luxembourg	10.04
Norway	7.91
Canada	7.89
Italy	5.74
France	5.63
Spain	5.33
Australia	3.25
Mexico	0.59
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>90.49</b>
Other assets/(liabilities) and liquid assets	9.51
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Countries and central governments	74.13
Investment funds	10.04
Public, Non-profit Institutions	3.25
Holding and finance companies	3.07
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>90.49</b>
Other assets/(liabilities) and liquid assets	9.51
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in EUR)**ASSETS**

Portfolio:	(see notes)	
- Cost		1,894,413.93
- Net unrealised result		(15,735.22)
		<b>1,878,678.71</b>
Cash:		
- Cash at sight	(see notes)	242,068.62
Other assets:		
- Receivable on subscriptions		249.90
- Interest receivable		6,306.85
- Receivable for investments sold		16,390.44
- Unrealised gain on futures	(see notes)	19,755.98
		<b>2,163,450.50</b>

**LIABILITIES**

Bank overdraft:		
- Cash at sight	(see notes)	7,997.93
Other liabilities:		
- Payable on Redemptions		12,994.07
- Taxes and expenses payable		13,163.09
- Unrealised loss on futures	(see notes)	18.00
- Unrealised loss on forward foreign exchange contracts on currencies	(see notes)	2,922.16
		<b>37,095.25</b>

**NET ASSETS** **2,126,355.25****Class A (EUR)**

Net asset value per share	<b>106.87</b>
Shares outstanding	<b>9,596.865</b>

**Class A (USD)**

Net asset value per share	<b>102.04</b>
Shares outstanding	<b>12,331.443</b>

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>3,848,143.61</b>
<b>INCOME</b>		
Income from investments:		
- Bond interest, net	(see notes)	15,263.64
Other income		527.21
		<b>15,790.85</b>
<b>EXPENSES</b>		
Bank interest, net		1,231.73
Fees:		
- Global Fee	(see notes)	51,852.09
- Depositary and Administration fees	(see notes)	10,327.91
Other expenses:		
- Annual tax	(see notes)	577.78
- Audit and legal fees		849.56
- Printing and publishing fees		360.13
- Transaction fees	(see notes)	14,099.24
- Administration and other expenses		10,461.37
		<b>89,759.81</b>
<b>NET OPERATING RESULT</b>		<b>(73,968.96)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	(3,644.33)
- Foreign exchange	(see notes)	125,427.10
<b>NET REALISED RESULT</b>		<b>47,813.81</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(64,185.16)
- Forward foreign exchange contracts on currencies		16,308.10
- Futures		4,951.45
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>4,888.20</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		33,824.70
Redemptions of shares		(1,760,501.26)
		<b>(1,726,676.56)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>2,126,355.25</b>

The notes are an integral part of these financial statements.

TER (total expense ratio)

	Class A (EUR)	Class A (USD)
TER (total expenses ratio)	2.44	2.44

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class A (EUR)</b>	<b>Class A (USD)</b>
Shares outstanding at the beginning of the year	13,541.616	26,950.239
Subscriptions of shares	303.135	3.814
Redemptions of shares	(4,247.886)	(14,622.610)
<b>Shares outstanding at the end of the year</b>	<b>9,596.865</b>	<b>12,331.443</b>

**NET ASSET VALUE PER SHARE**

	<b>EUR</b>	<b>USD</b>
Highest	114.39 01.26.18	106.65 01.26.18
Lowest	106.04 12.06.18	101.06 11.26.18
<b>At the end of the year</b>	<b>106.87</b>	<b>102.04</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A (EUR)	16,331.143	1,811,312.49	EUR	110.91
	Class A (USD)	38,097.848	3,852,322.20	USD	101.12
12.31.17	Class A (EUR)	13,541.616	1,514,374.41	EUR	111.83
	Class A (USD)	26,950.239	2,802,390.06	USD	103.98
12.31.18	Class A (EUR)	9,596.865	1,025,618.38	EUR	106.87
	Class A (USD)	12,331.443	1,258,307.35	USD	102.04

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>BONDS</b>						
<b>BRAZIL</b>						
250,000	BRAZIL (REP OF) 10.25 07-28 10/01S	BRL	68,840.26	111.20	62,746.58	2.95
	<b>TOTAL BRAZIL</b>		<b>68,840.26</b>		<b>62,746.58</b>	<b>2.95</b>
<b>ITALY</b>						
100,000	ITALY BOT 0.10 16-19 15/04S	EUR	99,860.00	100.05	100,050.00	4.71
199,000	ITALY BTP 4.50 08-19 01/03S	EUR	205,023.42	100.72	200,432.80	9.42
	<b>TOTAL ITALY</b>		<b>304,883.42</b>		<b>300,482.80</b>	<b>14.13</b>
<b>MEXICO</b>						
17,700	MEXICAN BONOS 7.50 06-27 03/06S	MXN	77,009.82	93.21	73,280.04	3.45
15,000	MEXICAN BONOS 8.00 09-20 11/06S	MXN	65,801.27	99.35	66,194.72	3.11
	<b>TOTAL MEXICO</b>		<b>142,811.09</b>		<b>139,474.76</b>	<b>6.56</b>
<b>SPAIN</b>						
153,000	SPA I LETR DEL TESO ZCP 14-06-19	EUR	153,275.29	100.20	153,299.88	7.21
340,000	SPAIN LETRAS DEL TES ZCP 150219	EUR	340,213.84	100.07	340,227.80	16.00
	<b>TOTAL SPAIN</b>		<b>493,489.13</b>		<b>493,527.68</b>	<b>23.21</b>
	<b>TOTAL BONDS</b>		<b>1,010,023.90</b>		<b>996,231.82</b>	<b>46.85</b>
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>IRELAND</b>						
35,507	BNY MELON EMERGING MARK DEBT LOC.CUR.W	EUR	31,743.48	0.91	32,233.48	1.52
	<b>TOTAL IRELAND</b>		<b>31,743.48</b>		<b>32,233.48</b>	<b>1.52</b>
<b>LUXEMBOURG</b>						
280	GAM MULTIBOND LOCAL EMERGING B	EUR	32,321.38	116.51	32,649.25	1.53
	<b>TOTAL LUXEMBOURG</b>		<b>32,321.38</b>		<b>32,649.25</b>	<b>1.53</b>
	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>		<b>64,064.86</b>		<b>64,882.73</b>	<b>3.05</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>1,074,088.76</b>		<b>1,061,114.55</b>	<b>49.90</b>
<b>MONEY MARKET INSTRUMENTS</b>						
<b>SPAIN</b>						
50,000	SPA I LETR DEL TESO ZCP 16-08-19	EUR	50,110.49	100.26	50,127.50	2.36
	<b>TOTAL SPAIN</b>		<b>50,110.49</b>		<b>50,127.50</b>	<b>2.36</b>
	<b>TOTAL MONEY MARKET INSTRUMENTS</b>		<b>50,110.49</b>		<b>50,127.50</b>	<b>2.36</b>

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>INVESTMENT FUNDS</b>						
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>IRELAND</b>						
2,753	ISHARES GOLD PRODUCERS ETF CAP	USD	20,776.44	8.81	21,210.73	1.00
1,883	PIMCO GLB INVR SR GLB HY BD -INS-EUR HDG	EUR	37,614.42	21.50	40,480.09	1.90
<b>TOTAL IRELAND</b>			<b>58,390.86</b>		<b>61,690.82</b>	<b>2.90</b>
<b>LUXEMBOURG</b>						
164	AM IS MSCI E UEC	EUR	31,632.76	195.35	32,036.66	1.51
246	AXA IMFIIS US SHORT DUR HY -A-CAP USD	EUR	40,986.06	165.65	40,749.90	1.92
2,446	D FL RATE NOT -IC- CAP	EUR	206,545.88	83.49	204,222.12	9.60
895	DBX-TRACKERS MSCI EME MKT TRN IDX -I-CAP	EUR	31,698.04	35.72	31,969.40	1.50
1,483	MULTI UNITS LUX - LYXOR ETF SP500	USD	32,727.09	25.55	33,139.34	1.56
218	PICTET SICAV EME LOC CUR DBT -I-CAP	EUR	33,595.44	148.14	32,354.95	1.52
595	UBAM DYNAMIC EURO BOND -I- CAP	EUR	154,979.02	258.05	153,539.75	7.22
1,556	UBAM DYNAMIC US DOLLAR BOND -IH- CAP	EUR	155,470.54	98.44	153,172.64	7.20
157	UBAM GLOBAL HIGH YIELD SOL -IH- CAP EUR	EUR	24,188.99	156.44	24,561.08	1.16
<b>TOTAL LUXEMBOURG</b>			<b>711,823.82</b>		<b>705,745.84</b>	<b>33.19</b>
<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>			<b>770,214.68</b>		<b>767,436.66</b>	<b>36.09</b>
<b>TOTAL INVESTMENT FUNDS</b>			<b>770,214.68</b>		<b>767,436.66</b>	<b>36.09</b>
<b>TOTAL INVESTMENTS IN SECURITIES</b>			<b>1,894,413.93</b>		<b>1,878,678.71</b>	<b>88.35</b>
Cash/(bank overdraft)					234,070.69	11.01
Other assets and liabilities					13,605.85	0.64
<b>TOTAL NET ASSETS</b>					<b>2,126,355.25</b>	<b>100.00</b>

**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**

December 31, 2018

(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Luxembourg	34.72
Spain	25.57
Italy	14.13
Mexico	6.56
Ireland	4.42
Brazil	2.95
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>88.35</b>
Other assets/(liabilities) and liquid assets	11.65
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Countries and central governments	49.21
Investment funds	39.14
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>88.35</b>
Other assets/(liabilities) and liquid assets	11.65
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in EUR)**ASSETS**

Portfolio:	(see notes)	
- Cost		7,583,186.41
- Net unrealised result		(60,614.69)
		<b>7,522,571.72</b>
Cash:		
- Cash at sight	(see notes)	645,449.20
Other assets:		
- Receivable on subscriptions		224.99
- Interest receivable		28,341.23
- Formation/reorganisation expenses, net	(see notes)	1,751.65
		<b>8,198,338.79</b>

**LIABILITIES**

Other liabilities:		
- Taxes and expenses payable		5,318.17
		<b>5,318.17</b>

<b>NET ASSETS</b>	<b>8,193,020.62</b>
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**Class A**

Net asset value per share	97.87
Shares outstanding	52,660.291

**Class X**

Net asset value per share	99.31
Shares outstanding	30,605.000

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>17,625,943.94</b>
<b>INCOME</b>		
Income from investments:		
- Bond interest, net	(see notes)	153,882.60
		<b>153,882.60</b>
<b>EXPENSES</b>		
Bank interest, net		1,934.75
Fees:		
- Global Fee	(see notes)	19,873.78
Other expenses:		
- Annual tax	(see notes)	3,343.31
- Amortisation of formation/reorganisation expenses	(see notes)	1,168.51
- Audit and legal fees		946.10
- Printing and publishing fees		34.48
- Transaction fees	(see notes)	3,710.00
- Administration and other expenses		12,109.89
		<b>43,120.82</b>
<b>NET OPERATING RESULT</b>		<b>110,761.78</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	(267,116.76)
<b>NET REALISED RESULT</b>		<b>(156,354.98)</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		69,145.45
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(87,209.53)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		389,606.00
Redemptions of shares		(9,735,319.79)
		<b>(9,345,713.79)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>8,193,020.62</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class A</b>	<b>Class X</b>
Shares outstanding at the beginning of the year	65,382.892	111,935.000
Subscriptions of shares	1,936.008	2,000.000
Redemptions of shares	(14,658.609)	(83,330.000)
<b>Shares outstanding at the end of the year</b>	<b>52,660.291</b>	<b>30,605.000</b>

**NET ASSET VALUE PER SHARE**

	<b>EUR</b>	<b>EUR</b>
Highest	98.73 01.03.18	99.80 01.03.18
Lowest	97.71 05.29.18	98.92 05.29.18
<b>At the end of the year</b>	<b>97.87</b>	<b>99.31</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A	73,730.798	7,316,045.52	EUR	99.23
	Class X	177,430.000	17,726,189.49	EUR	99.91
12.31.17	Class A	65,382.892	6,455,366.18	EUR	98.73
	Class X	111,935.000	11,170,577.76	EUR	99.80
12.31.18	Class A	52,660.291	5,153,699.25	EUR	97.87
	Class X	30,605.000	3,039,321.37	EUR	99.31

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>BONDS</b>						
<b>FRANCE</b>						
1,255,000	FRANCE OAT INDEXEE 1.30 10-19 25/07A	EUR	1,421,487.16	101.02	1,397,321.86	17.06
	<b>TOTAL FRANCE</b>		<b>1,421,487.16</b>		<b>1,397,321.86</b>	<b>17.06</b>
<b>IRELAND</b>						
30,000	GE CAP EUR FD 2.875 12-19 18/06A	EUR	30,513.00	101.27	30,381.00	0.37
	<b>TOTAL IRELAND</b>		<b>30,513.00</b>		<b>30,381.00</b>	<b>0.37</b>
<b>ITALY</b>						
400,000	ITAL BUON ORDI DEL ZCP 14-05-19	EUR	401,384.17	99.96	400,729.21	4.89
100,000	ITAL BUON ORDI DEL ZCP 31-05-19	EUR	99,913.62	99.96	99,948.29	1.22
300,000	ITALY BUONI TES BOT ZCP 130919	EUR	297,343.40	99.82	298,774.40	3.65
500,000	ITALY CTZ 0.00 17-19 30/05U	EUR	500,375.00	99.95	499,745.00	6.10
655,000	ITALY INFL. INDEX 2.35 08-19 15/09S	EUR	780,366.13	101.66	767,254.83	9.36
	<b>TOTAL ITALY</b>		<b>2,079,382.32</b>		<b>2,066,451.73</b>	<b>25.22</b>
<b>SPAIN</b>						
100,000	BANCO DE SABADELL SA ZCP 200219	EUR	100,013.42	100.04	100,045.86	1.22
200,000	BASQUE GOVERNMENT 4.15 09-19 28/10A	EUR	209,870.00	103.58	207,168.00	2.53
400,000	ICO 4.375 09-19 20/05A	EUR	420,480.00	101.79	407,140.00	4.98
100,000	REGION OF LA RIOJA 0.3 16-19 24/05A	EUR	100,375.00	100.23	100,229.00	1.22
100,000	SANTANDER CONSUM FIN 0.90 15-20 18/02A	EUR	101,290.00	100.96	100,955.00	1.23
250,000	SPAIN INDEXED 0.55 14-19 30/11A	EUR	264,535.85	101.30	263,949.66	3.22
200,000	SPAIN LETRAS DEL TES ZCP 151119	EUR	200,594.17	100.34	200,684.76	2.45
150,000	XUNTA DE GALICIA 1.374 14-19 10/05A	EUR	151,845.00	100.55	150,826.50	1.84
	<b>TOTAL SPAIN</b>		<b>1,549,003.44</b>		<b>1,530,998.78</b>	<b>18.69</b>
	<b>TOTAL BONDS</b>		<b>5,080,385.92</b>		<b>5,025,153.37</b>	<b>61.34</b>
<b>FLOATING RATES BONDS</b>						
<b>AUSTRALIA</b>						
100,000	NATIONAL AUSTRALIA FL.R 18-20 27/03Q	EUR	100,805.00	100.10	100,098.50	1.22
	<b>TOTAL AUSTRALIA</b>		<b>100,805.00</b>		<b>100,098.50</b>	<b>1.22</b>
<b>CANADA</b>						
100,000	ROYAL BK CANADA FL.R 18-20 24/07Q	EUR	100,672.00	100.48	100,484.00	1.23
100,000	TORONTO DOMINION BK FL.R 15-20 08/09Q	EUR	100,777.00	100.61	100,606.00	1.22
	<b>TOTAL CANADA</b>		<b>201,449.00</b>		<b>201,090.00</b>	<b>2.45</b>
<b>FRANCE</b>						
100,000	BFCM FL.R 16-20 03/06Q	EUR	100,672.00	100.36	100,363.00	1.22
100,000	CARREFOUR BANQUE FL.R 15-19 21/10Q	EUR	101,430.00	100.52	100,523.00	1.23
	<b>TOTAL FRANCE</b>		<b>202,102.00</b>		<b>200,886.00</b>	<b>2.45</b>

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>GERMANY</b>						
142,000	DAIMLER EMTN FL.R 14-19 24/06Q	EUR	142,979.80	100.15	142,217.26	1.73
100,000	LB BADEN WUERT FL.R 18-20 20/07Q	EUR	100,651.00	100.49	100,492.50	1.23
	<b>TOTAL GERMANY</b>		<b>243,630.80</b>		<b>242,709.76</b>	<b>2.96</b>
<b>IRELAND</b>						
100,000	INTESA SANPAOLO BANK FL.R 17-19 01/06Q	EUR	99,999.31	99.95	99,954.00	1.22
	<b>TOTAL IRELAND</b>		<b>99,999.31</b>		<b>99,954.00</b>	<b>1.22</b>
<b>SPAIN</b>						
200,000	SANTANDER CON FIN FL.R 18-20 06/01Q	EUR	200,458.00	100.17	200,336.00	2.45
300,000	TELEFONICA EMISIONES FL.R 17-19 25/01Q	EUR	300,165.00	100.00	300,010.50	3.66
	<b>TOTAL SPAIN</b>		<b>500,623.00</b>		<b>500,346.50</b>	<b>6.11</b>
<b>SWEDEN</b>						
100,000	SVENSKA HANDELS FL.R 18-20 30/07Q	EUR	100,712.00	100.50	100,500.00	1.23
	<b>TOTAL SWEDEN</b>		<b>100,712.00</b>		<b>100,500.00</b>	<b>1.23</b>
<b>THE NETHERLANDS</b>						
200,000	BMW FINANCE NV FL.R 17-19 22/11Q	EUR	200,720.00	100.14	200,284.00	2.44
	<b>TOTAL THE NETHERLANDS</b>		<b>200,720.00</b>		<b>200,284.00</b>	<b>2.44</b>
<b>UNITED KINGDOM</b>						
300,000	BARCLAYS BANK PLC FL.R 17-19 13/03Q	EUR	300,450.00	100.05	300,141.00	3.67
200,000	UBS AG LDN FL.R 17-19 05/09Q	EUR	200,830.00	100.22	200,448.00	2.45
	<b>TOTAL UNITED KINGDOM</b>		<b>501,280.00</b>		<b>500,589.00</b>	<b>6.12</b>
<b>UNITED STATES OF AMERICA</b>						
100,000	COCA COLA FL.R 15-19 09/09Q	EUR	100,310.00	100.12	100,117.00	1.22
	<b>TOTAL UNITED STATES OF AMERICA</b>		<b>100,310.00</b>		<b>100,117.00</b>	<b>1.22</b>
	<b>TOTAL FLOATING RATES BONDS</b>		<b>2,251,631.11</b>		<b>2,246,574.76</b>	<b>27.42</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>7,332,017.03</b>		<b>7,271,728.13</b>	<b>88.76</b>
<b>OTHER TRANSFERABLE SECURITIES</b>						
<b>FLOATING RATES BONDS</b>						
<b>UNITED KINGDOM</b>						
100,000	HSBC FL.R 18-20 09/03Q	EUR	100,713.00	100.30	100,299.00	1.22
	<b>TOTAL UNITED KINGDOM</b>		<b>100,713.00</b>		<b>100,299.00</b>	<b>1.22</b>
	<b>TOTAL FLOATING RATES BONDS</b>		<b>100,713.00</b>		<b>100,299.00</b>	<b>1.22</b>
	<b>TOTAL OTHER TRANSFERABLE SECURITIES</b>		<b>100,713.00</b>		<b>100,299.00</b>	<b>1.22</b>

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>MONEY MARKET INSTRUMENTS</b>						
<b>SPAIN</b>						
150,000	SPAIN LETRAS DEL TES ZCP 061219	EUR	150,456.38	100.34	150,544.59	1.84
	<b>TOTAL SPAIN</b>		<b>150,456.38</b>		<b>150,544.59</b>	<b>1.84</b>
	<b>TOTAL MONEY MARKET INSTRUMENTS</b>		<b>150,456.38</b>		<b>150,544.59</b>	<b>1.84</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>7,583,186.41</b>		<b>7,522,571.72</b>	<b>91.82</b>
	Cash/(bank overdraft)				645,449.20	7.88
	Other assets and liabilities				24,999.70	0.30
	<b>TOTAL NET ASSETS</b>				<b>8,193,020.62</b>	<b>100.00</b>

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**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Spain	26.64
Italy	25.22
France	19.51
United Kingdom	7.34
Germany	2.96
Canada	2.45
The Netherlands	2.44
Ireland	1.59
Sweden	1.23
Australia	1.22
United States of America	1.22
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>91.82</b>
Other assets/(liabilities) and liquid assets	8.18
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Countries and central governments	49.79
Banks and other credit institutions	23.34
Cantons, Federal States, Provinces Etc.	5.59
Holding and finance companies	5.26
Data transmission	3.66
Road vehicles	1.73
Paper and timber	1.23
Foodstuffs and non-alcoholic drinks	1.22
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>91.82</b>
Other assets/(liabilities) and liquid assets	8.18
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in USD)**ASSETS**

Portfolio:	(see notes)	
- Cost		17,241,635.57
- Net unrealised result		(37,022.22)
		<b>17,204,613.35</b>

Cash:		
- Cash at sight	(see notes)	115,627.40

Other assets:		
- Dividend receivable		80,327.62
		<b>17,400,568.37</b>

**LIABILITIES**

Bank overdraft:		
- Cash at sight	(see notes)	0.11

Other liabilities:		
- Taxes and expenses payable		15,588.65
		<b>15,588.76</b>

<b>NET ASSETS</b>		<b>17,384,979.61</b>
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**Class A (USD)**

<b>Net asset value per share</b>	<b>78.94</b>
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<b>Shares outstanding</b>	<b>700.000</b>
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**Class X (EUR)**

<b>Net asset value per share</b>	<b>104.04</b>
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<b>Shares outstanding</b>	<b>145,704.000</b>
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**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in USD)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>17,215,248.89</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	525,360.29
Bank interest, net		985.22
Other income		6.30
		<b>526,351.81</b>
<b>EXPENSES</b>		
Fees:		
- Global Fee	(see notes)	1,301.21
- Depositary and Administration fees	(see notes)	44,157.13
Other expenses:		
- Annual tax	(see notes)	1,762.21
- Audit and legal fees		4,862.84
- Printing and publishing fees		42.99
- Transaction fees	(see notes)	39,915.08
- Administration and other expenses		2,506.26
		<b>94,547.72</b>
<b>NET OPERATING RESULT</b>		<b>431,804.09</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	2,174,097.74
- Foreign exchange	(see notes)	(320,203.87)
<b>NET REALISED RESULT</b>		<b>2,285,697.96</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(2,117,813.14)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>167,884.82</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		12,299.99
Redemptions of shares		(10,454.09)
		<b>1,845.90</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>17,384,979.61</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class A (USD)</b>	<b>Class X (EUR)</b>
Shares outstanding at the beginning of the year	700.000	145,704.000
Subscriptions of shares	139.696	0.000
Redemptions of shares	(139.696)	(0.000)
<b>Shares outstanding at the end of the year</b>	<b>700.000</b>	<b>145,704.000</b>

**NET ASSET VALUE PER SHARE**

	<b>USD</b>	<b>EUR</b>
Highest	91.52 01.26.18	111.50 11.05.18
Lowest	69.15 06.18.18	88.62 06.18.18
<b>At the end of the year</b>	<b>78.94</b>	<b>104.04</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A (USD)	700.000	47,007.01	USD	67.15
	Class X (EUR)	335,780.000	30,767,914.60	EUR	91.63
12.31.17	Class A (USD)	700.000	55,978.74	USD	79.97
	Class X (EUR)	145,704.000	14,289,865.21	EUR	98.07
12.31.18	Class A (USD)	700.000	55,254.69	USD	78.94
	Class X (EUR)	145,704.000	15,159,624.63	EUR	104.04

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in USD)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>EQUITIES</b>						
<b>ARGENTINA</b>						
20,261	FINANCIERO GALICIA -B-ADR REPR.10 SHS -B	USD	854,688.10	27.57	558,595.77	3.22
43,812	LOMA NEGRA CIA INDUSTRIA ARGENTINA SA	USD	442,844.89	11.13	487,627.56	2.80
	<b>TOTAL ARGENTINA</b>		<b>1,297,532.99</b>		<b>1,046,223.33</b>	<b>6.02</b>
<b>BERMUDA</b>						
1,954	CREDICORP	USD	384,604.12	221.67	433,143.18	2.49
	<b>TOTAL BERMUDA</b>		<b>384,604.12</b>		<b>433,143.18</b>	<b>2.49</b>
<b>BRAZIL</b>						
94,736	ALUPAR INVESTIMENTO SA UNITS CONS	BRL	528,715.82	18.33	448,041.44	2.58
78,183	BANCO BRADESCO PFD ADR REPR 1	USD	579,157.74	9.89	773,229.87	4.45
53,898	BANCO DO BRASIL SA	BRL	589,015.96	46.49	646,506.47	3.72
82,461	BB SEGURIDADE	BRL	771,438.15	27.59	587,003.88	3.38
117,727	ITAUSA INVESTIMENTOS ITAU SA-PREF	BRL	344,152.53	12.08	366,930.40	2.11
169,212	ITAUUNIBANCO PFD SHS	BRL	1,167,334.39	35.50	1,549,887.55	8.91
166,419	LOJAS AMERICANAS PREF.	BRL	767,875.34	19.70	845,882.06	4.87
68,830	LOJAS RENNER	BRL	703,512.13	42.40	752,981.50	4.33
186,579	PETROLEO BRASILEIRO -PETROBRAS- PREF.	BRL	864,227.98	22.68	1,091,808.54	6.27
157,832	RUMO SA	BRL	571,318.95	17.00	692,284.58	3.98
101,572	SAO MARTINHO	BRL	604,285.24	18.19	476,702.45	2.74
51,037	SMILES FIDELIDADE SA	BRL	862,942.64	43.77	576,371.32	3.32
103,672	VALE DO RIO DOCE	BRL	1,009,863.47	51.00	1,364,182.05	7.84
	<b>TOTAL BRAZIL</b>		<b>9,363,840.34</b>		<b>10,171,812.11</b>	<b>58.50</b>
<b>LUXEMBOURG</b>						
32,859	ADECOAGRO	USD	272,369.34	6.96	228,698.64	1.32
	<b>TOTAL LUXEMBOURG</b>		<b>272,369.34</b>		<b>228,698.64</b>	<b>1.32</b>
<b>MEXICO</b>						
199,278	CREDITO REAL SAB DE CV SOFOM ER	MXN	206,701.22	17.67	178,800.07	1.03
397,876	GENTERA	MXN	318,971.59	14.48	292,541.90	1.68
143,547	GRUPO AEROPORT CENT -B-	MXN	726,271.54	93.65	682,611.63	3.93
160,700	GRUPO FINANCIERO BANORTE -O-	MXN	840,182.26	95.78	781,560.29	4.50
189,477	HOTELES CITY	MXN	211,176.72	24.03	231,196.92	1.33
165,568	IENOVA	MXN	823,333.09	73.27	615,991.01	3.54
62,340	INDUSTR BACHOCO -B- -SHS- -B-	MXN	211,032.23	64.52	204,236.30	1.17
109,220	PROMOTORA Y OPERADORA DE INFRAESTRUCTURA	MXN	1,100,427.87	188.13	1,043,354.77	6.01
338,599	TELESITES, S.A.B. DE C.V.-ORDSHR	MXN	215,020.92	11.74	201,848.51	1.16
290,809	VESTA	MXN	403,447.90	26.83	396,187.07	2.28
553,087	VOLARIS-A-	MXN	428,838.55	10.48	294,324.57	1.69
	<b>TOTAL MEXICO</b>		<b>5,485,403.89</b>		<b>4,922,653.04</b>	<b>28.32</b>

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
	<b>UNITED STATES OF AMERICA</b>					
1,373	MERCADOLIBRE	USD	437,884.89	292.85	402,083.05	2.31
	<b>TOTAL UNITED STATES OF AMERICA</b>		<b>437,884.89</b>		<b>402,083.05</b>	<b>2.31</b>
	<b>TOTAL EQUITIES</b>		<b>17,241,635.57</b>		<b>17,204,613.35</b>	<b>98.96</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>17,241,635.57</b>		<b>17,204,613.35</b>	<b>98.96</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>17,241,635.57</b>		<b>17,204,613.35</b>	<b>98.96</b>
	Cash/(bank overdraft)				115,627.29	0.67
	Other assets and liabilities				64,738.97	0.37
	<b>TOTAL NET ASSETS</b>				<b>17,384,979.61</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

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**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Brazil	58.50
Mexico	28.32
Argentina	6.02
Bermuda	2.49
United States of America	2.31
Luxembourg	1.32
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>98.96</b>
Other assets/(liabilities) and liquid assets	1.04
<b>NET ASSETS</b>	<b>100.00</b>

**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Banks and other credit institutions	19.41
Holding and finance companies	16.02
Transportation	9.60
Retail trade	9.20
Building and building materials	8.81
Mining industry	7.84
Oil	6.27
Energy and water supply	3.54
Insurance	3.38
Foodstuffs and non-alcoholic drinks	2.74
Electrotechnical and electronic industry	2.58
Agriculture and fishing	2.49
Internet and software services	2.31
Real estate	2.28
Hotels, restaurants and leisure	1.33
Data transmission	1.16
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>98.96</b>
Other assets/(liabilities) and liquid assets	1.04
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in TRY)**ASSETS**

Portfolio:	(see notes)	
- Cost		40,915,488.48
- Net unrealised result		(2,902,498.48)
		<b>38,012,990.00</b>

Cash:		
- Cash at sight	(see notes)	2,244,329.61

Other assets:		
- Interest receivable		1,228,005.66
- Formation/reorganisation expenses, net	(see notes)	386.22
		<b>41,485,711.49</b>

**LIABILITIES**

Other liabilities:		
- Taxes and expenses payable		100,382.43
		<b>100,382.43</b>

<b>NET ASSETS</b>		<b>41,385,329.06</b>
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**Class P (USD)**

Net asset value per share	49.34
Shares outstanding	1,000.000

**Class I (EUR)**

Net asset value per share	67.32
Shares outstanding	100,440.380

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in TRY)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>40,267,611.43</b>
<b>INCOME</b>		
Income from investments:		
- Bond interest, net	(see notes)	4,161,664.28
Bank interest, net		4,183.45
		<b>4,165,847.73</b>
<b>EXPENSES</b>		
Fees:		
- Global Fee	(see notes)	253,292.83
- Depositary and Administration fees	(see notes)	98,047.37
Other expenses:		
- Annual tax	(see notes)	4,017.01
- Amortisation of formation/reorganisation expenses	(see notes)	2,241.10
- Audit and legal fees		10,398.75
- Printing and publishing fees		160.93
- Transaction fees	(see notes)	1,515.02
- Administration and other expenses		8,845.95
		<b>378,518.96</b>
<b>NET OPERATING RESULT</b>		<b>3,787,328.77</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	(2,086,999.65)
- Foreign exchange	(see notes)	256,193.76
<b>NET REALISED RESULT</b>		<b>1,956,522.88</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(838,805.25)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>1,117,717.63</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>41,385,329.06</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class P (USD)</b>	<b>Class I (EUR)</b>
Shares outstanding at the beginning of the year	1,000.000	100,440.380
Subscriptions of shares	0.000	0.000
Redemptions of shares	(0.000)	(0.000)
<b>Shares outstanding at the end of the year</b>	<b>1,000.000</b>	<b>100,440.380</b>

**NET ASSET VALUE PER SHARE**

	<b>USD</b>	<b>EUR</b>
Highest	69.80 02.01.18	88.96 01.09.18
Lowest	31.93 08.13.18	42.96 08.30.18
<b>At the end of the year</b>	<b>49.34</b>	<b>67.32</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class P (USD)	1,000.000	68,570.82	USD	68.57
	Class I (EUR)	100,440.380	10,056,209.96	EUR	100.12
12.31.17	Class P (USD)	1,000.000	67,783.81	USD	67.78
	Class I (EUR)	100,440.380	8,787,841.40	EUR	87.49
12.31.18	Class P (USD)	1,000.000	49,336.84	USD	49.34
	Class I (EUR)	100,440.380	6,762,015.92	EUR	67.32

**STATEMENT OF INVESTMENTS IN SECURITIES  
AND OTHER NET ASSETS**  
December 31, 2018  
(in TRY)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>BONDS</b>						
<b>TURKEY</b>						
1,500,000	TURKEY GOVT BOND 10.40 14-19 27/03S	TRY	1,612,532.89	97.30	1,459,500.00	3.53
5,000,000	TURKEY GOVT BOND 10.50 09-20 15/01S	TRY	4,739,062.53	91.31	4,565,625.00	11.03
4,000,000	TURKEY GOVT BOND 13 17-19 13/11S	TRY	3,708,920.00	94.29	3,771,740.00	9.11
7,500,000	TURKEY GOVT BOND 16.2 18-23 20/06S	TRY	6,272,740.00	97.25	7,293,750.00	17.62
6,500,000	TURKEY GOVT BOND 8.00 15-25 12/03S	TRY	5,608,645.56	69.38	4,509,375.00	10.90
4,000,000	TURKEY GOVT BOND 8.50 14-19 10/07Q	TRY	4,122,085.73	94.33	3,773,000.00	9.12
4,000,000	TURKEY GOVT BOND 8.80 13-23 27/09S	TRY	3,627,930.29	73.75	2,950,000.00	7.13
1,500,000	TURKEY GOVT BONDS 10.70 17-22 17/08S	TRY	1,503,776.58	82.00	1,230,000.00	2.97
8,000,000	TURKEY GOVT BONDS 11.00 17-22 02/03S	TRY	7,945,520.00	84.38	6,750,000.00	16.31
2,000,000	TURKEY GOVT BONDS 12.20 18-23 18/01S	TRY	1,774,274.90	85.50	1,710,000.00	4.13
<b>TOTAL TURKEY</b>			<b>40,915,488.48</b>		<b>38,012,990.00</b>	<b>91.85</b>
<b>TOTAL BONDS</b>			<b>40,915,488.48</b>		<b>38,012,990.00</b>	<b>91.85</b>
<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>			<b>40,915,488.48</b>		<b>38,012,990.00</b>	<b>91.85</b>
<b>TOTAL INVESTMENTS IN SECURITIES</b>			<b>40,915,488.48</b>		<b>38,012,990.00</b>	<b>91.85</b>
Cash/(bank overdraft)					2,244,329.61	5.42
Other assets and liabilities					1,128,009.45	2.73
<b>TOTAL NET ASSETS</b>					<b>41,385,329.06</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

# **GEOGRAPHICAL CLASSIFICATION OF THE INVESTMENTS IN SECURITIES**

December 31, 2018  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Turkey	91.85
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>91.85</b>
Other assets/(liabilities) and liquid assets	8.15
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Countries and central governments	91.85
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>91.85</b>
Other assets/(liabilities) and liquid assets	8.15
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in TRY)**ASSETS**

Portfolio:	(see notes)	
- Cost		25,016,307.01
- Net unrealised result		(1,939,520.82)
		<b>23,076,786.19</b>

Cash:		
- Cash at sight	(see notes)	2,919,201.40

Other assets:		
- Formation/reorganisation expenses, net	(see notes)	529.67
		<b>25,996,517.26</b>

**LIABILITIES**

Other liabilities:		
- Taxes and expenses payable		90,125.99
		<b>90,125.99</b>

<b>NET ASSETS</b>		<b>25,906,391.27</b>
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**Class A (EUR)**

Net asset value per share		54.73
Shares outstanding		1,238.178

**Class I (EUR)**

Net asset value per share		83.84
Shares outstanding		50,000.000

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in TRY)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>32,496,179.08</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	815,865.15
Bank interest, net		180.67
		<b>816,045.82</b>
<b>EXPENSES</b>		
Fees:		
- Global Fee	(see notes)	288,691.96
- Depositary and Administration fees	(see notes)	73,830.25
Other expenses:		
- Annual tax	(see notes)	2,982.44
- Amortisation of formation/reorganisation expenses	(see notes)	3,083.66
- Audit and legal fees		7,749.87
- Printing and publishing fees		160.93
- Transaction fees	(see notes)	28,999.27
- Administration and other expenses		8,693.57
		<b>414,191.95</b>
<b>NET OPERATING RESULT</b>		<b>401,853.87</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	1,024,373.55
- Foreign exchange	(see notes)	109,836.84
<b>NET REALISED RESULT</b>		<b>1,536,064.26</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(8,186,432.01)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(6,650,367.75)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		60,579.94
		<b>60,579.94</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>25,906,391.27</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class A (EUR)</b>	<b>Class I (EUR)</b>
Shares outstanding at the beginning of the year	1,056.182	50,000.000
Subscriptions of shares	181.996	0.000
Redemptions of shares	(0.000)	(0.000)
<b>Shares outstanding at the end of the year</b>	<b>1,238.178</b>	<b>50,000.000</b>

**NET ASSET VALUE PER SHARE**

	<b>EUR</b>	<b>EUR</b>
Highest	95.12 01.05.18	144.23 01.05.18
Lowest	41.29 08.13.18	62.99 08.13.18
<b>At the end of the year</b>	<b>54.73</b>	<b>83.84</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A (EUR)	600.000	44,000.66	EUR	73.33
	Class P (USD)	1,000.000	68,712.28	USD	68.71
	Class I (EUR)	50,000.000	5,501,144.81	EUR	110.02
12.31.17	Class A (EUR)	1,056.182	98,083.88	EUR	92.87
** 10.13.17	Class P (USD)	1,000.000	95,511.92	USD	95.51
12.31.17	Class I (EUR)	50,000.000	7,039,305.96	EUR	140.79
12.31.18	Class A (EUR)	1,238.178	67,768.08	EUR	54.73
12.31.18	Class I (EUR)	50,000.000	4,192,135.61	EUR	83.84

\*\* last valuation

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in TRY)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>EQUITIES</b>						
<b>TURKEY</b>						
197,000	AKBANK	TRY	1,740,910.49	6.86	1,351,420.00	5.22
66,000	ARCELIK	TRY	1,245,490.53	15.79	1,042,140.00	4.02
13,600	BIM BIRLESİK MAGAZALAR	TRY	960,029.27	87.00	1,183,200.00	4.57
117,000	ENERJISA ENERJİ	TRY	799,220.00	5.10	596,700.00	2.30
118,000	EREGLİ DEMİR VE ÇELİK	TRY	942,466.55	7.22	851,960.00	3.29
131,000	HACI ÖMER SABANCI HOLDİNG AŞ	TRY	1,307,243.50	7.52	985,120.00	3.80
45,000	İNDEKS BİLİSAYAR SİSTEMLERİ MÜHENDİSLİK	TRY	328,548.69	5.97	268,650.00	1.04
57,500	KOC HOLDİNG AŞ -B-	TRY	767,750.17	14.20	816,500.00	3.15
38,500	KOZA ALTIN	TRY	1,641,580.00	51.30	1,975,050.00	7.63
60,000	KOZA ANADOLU METAL MADENCİLİK	TRY	455,973.91	7.22	433,200.00	1.67
12,400	MAVİ GİYİM SANAYİ VE TİCARET A.Ş.	TRY	604,681.78	32.22	399,528.00	1.54
130,000	NET HOLDİNG AŞ	TRY	304,200.00	1.96	254,800.00	0.98
5,600	OTOKAR OTOBUS KAROS	TRY	484,400.00	88.25	494,200.00	1.91
36,500	PEGASUS HAVA TAŞ	TRY	918,756.56	22.92	836,580.00	3.23
82,500	PETKİM PETROKİMYA HOLDİNG AŞ	TRY	383,928.66	5.04	415,800.00	1.61
60,392	T TUBORG BİRA VE MALT SANAYİ AŞ	TRY	238,643.82	9.43	569,496.56	2.20
25,000	TOFAŞ TÜRK OTOMOBİL FABRİKASI AŞ	TRY	744,385.55	16.90	422,500.00	1.63
4,000	TUPRAS TÜRKİYE PETROL RAFINELERİ	TRY	432,276.90	116.70	466,800.00	1.80
58,000	TÜRK HAVA YOLLARI AÖ	TRY	455,842.28	16.11	934,380.00	3.61
118,000	TÜRK SİS CAM	TRY	556,020.00	5.67	669,060.00	2.58
250,000	TÜRK TELEKOM	TRY	977,500.00	3.90	975,000.00	3.76
90,000	TÜRKCELL İLETİŞİM HİZMET	TRY	1,073,732.35	12.17	1,095,300.00	4.23
210,000	TÜRKİYE GARANTİ BANKASI AŞ (NAMEN-AKT)	TRY	2,078,574.19	7.96	1,671,600.00	6.46
193,000	TÜRKİYE İS BANKASI AŞ	TRY	1,295,194.83	4.53	874,290.00	3.37
345,000	TÜRKİYE VAKIFLAR BANKASI TAO	TRY	1,547,241.09	3.90	1,345,500.00	5.19
50,000	ÜLKER GIDA	TRY	782,500.00	14.67	733,500.00	2.83
316,736	YAPI VE KREDİ BANKASI AŞ	TRY	828,860.89	1.60	506,777.60	1.96
164,549	YATAK VE YÖRĞAN	TRY	820,755.00	4.47	735,534.03	2.84
140,000	ZORLU ENERJİ --- BEARER SHS	TRY	299,600.00	1.23	172,200.00	0.66
<b>TOTAL TURKEY</b>			<b>25,016,307.01</b>		<b>23,076,786.19</b>	<b>89.08</b>
<b>TOTAL EQUITIES</b>			<b>25,016,307.01</b>		<b>23,076,786.19</b>	<b>89.08</b>
<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>			<b>25,016,307.01</b>		<b>23,076,786.19</b>	<b>89.08</b>
<b>TOTAL INVESTMENTS IN SECURITIES</b>			<b>25,016,307.01</b>		<b>23,076,786.19</b>	<b>89.08</b>
Cash/(bank overdraft)					2,919,201.40	11.27
Other assets and liabilities					(89,596.32)	(0.35)
<b>TOTAL NET ASSETS</b>					<b>25,906,391.27</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

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**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**

December 31, 2018  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Turkey	89.08
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>89.08</b>
Other assets/(liabilities) and liquid assets	10.92
<b>NET ASSETS</b>	<b>100.00</b>

**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Banks and other credit institutions	22.20
Data transmission	7.99
Precious stones and metals	7.63
Foodstuffs and non-alcoholic drinks	7.40
Holding and finance companies	6.95
Transportation	6.84
Miscellaneous consumer goods	6.60
Road vehicles	3.54
Mining industry	3.29
Retail trade	3.21
Energy and water supply	2.96
Various capital goods	2.84
Tobacco and alcohol	2.20
Oil	1.80
Chemicals	1.61
Internet and software services	1.04
Hotels, restaurants and leisure	0.98
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>89.08</b>
Other assets/(liabilities) and liquid assets	10.92
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in USD)**ASSETS**

Portfolio:	(see notes)	
- Cost		6,367,077.86
- Net unrealised result		(269,475.66)
		<b>6,097,602.20</b>
Cash:		
- Cash at sight	(see notes)	1,125,970.75
Other assets:		
- Interest receivable		88,762.24
- Formation/reorganisation expenses, net	(see notes)	431.92
- Unrealised gain on futures	(see notes)	69,791.06
- Unrealised gain on forward foreign exchange contracts on currencies	(see notes)	1,877.80
		<b>7,384,435.97</b>

**LIABILITIES**

Bank overdraft:		
- Cash at sight	(see notes)	36,244.05
Other liabilities:		
- Taxes and expenses payable		30,323.66
		<b>66,567.71</b>

**NET ASSETS** **7,317,868.26****Class A (EUR)**

<b>Net asset value per share</b>	<b>100.32</b>
<b>Shares outstanding</b>	<b>9,652.697</b>

**Class A (USD)**

<b>Net asset value per share</b>	<b>108.65</b>
<b>Shares outstanding</b>	<b>57,166.288</b>

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in USD)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>9,346,770.39</b>
<b>INCOME</b>		
Income from investments:		
- Bond interest, net	(see notes)	366,025.35
Bank interest, net		3,406.60
Other income		54.02
		<b>369,485.97</b>
<b>EXPENSES</b>		
Fees:		
- Global Fee	(see notes)	106,038.68
- Depositary and Administration fees	(see notes)	19,957.22
Other expenses:		
- Annual tax	(see notes)	3,863.28
- Amortisation of formation/reorganisation expenses	(see notes)	1,255.57
- Audit and legal fees		2,087.36
- Printing and publishing fees		42.99
- Transaction fees	(see notes)	2,080.05
- Administration and other expenses		5,197.90
		<b>140,523.05</b>
<b>NET OPERATING RESULT</b>		<b>228,962.92</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	(205,405.56)
- Foreign exchange	(see notes)	(84,302.62)
<b>NET REALISED RESULT</b>		<b>(60,745.26)</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(450,538.43)
- Forward foreign exchange contracts on currencies		(9,003.16)
- Futures		79,291.06
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(440,995.79)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		526,020.34
Redemptions of shares		(2,113,926.68)
		<b>(1,587,906.34)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>7,317,868.26</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class A (EUR)</b>	<b>Class A (USD)</b>
Shares outstanding at the beginning of the year	10,980.124	70,444.380
Subscriptions of shares	0.000	4,840.390
Redemptions of shares	(1,327.427)	(18,118.482)
<b>Shares outstanding at the end of the year</b>	<b>9,652.697</b>	<b>57,166.288</b>

<b>NET ASSET VALUE PER SHARE</b>	<b>EUR</b>	<b>USD</b>
Highest	106.88 01.03.18	112.37 01.03.18
Lowest	98.14 11.08.18	105.65 11.02.18
<b>At the end of the year</b>	<b>100.32</b>	<b>108.65</b>

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**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A (EUR)	42,948.336	4,442,941.53	EUR	103.45
	Class A (USD)	105,856.746	11,239,878.54	USD	106.18
*03.28.17	Class X (USD)	1,250.000	124,729.88	USD	99.78
** 11.30.17	Class X (USD)	1,250.000	130,948.92	USD	104.76
12.31.17	Class A (EUR)	10,980.124	1,176,436.61	EUR	107.14
	Class A (USD)	70,444.380	7,934,105.31	USD	112.63
12.31.18	Class A (EUR)	9,652.697	968,319.04	EUR	100.32
	Class A (USD)	57,166.288	6,210,934.35	USD	108.65

\*first valuation

\*\*last valuation

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in USD)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>BONDS</b>						
<b>AUSTRALIA</b>						
300,000	AUST NZ BANKING GROU 4.50 14-24 19/03S	USD	304,384.40	99.61	298,818.00	4.08
200,000	RIO TINTO FIN USA LTD 7.125 08-28 15/07S	USD	260,478.09	124.93	249,852.00	3.41
	<b>TOTAL AUSTRALIA</b>		<b>564,862.49</b>		<b>548,670.00</b>	<b>7.49</b>
<b>CHILE</b>						
300,000	EMPRESA NACIONAL 4.875 13-24 30/10S	USD	315,187.54	97.78	293,352.00	4.01
	<b>TOTAL CHILE</b>		<b>315,187.54</b>		<b>293,352.00</b>	<b>4.01</b>
<b>DENMARK</b>						
300,000	AP MOLLER REGS 3.75 14-24 22/09S	USD	298,988.29	96.75	290,235.00	3.97
	<b>TOTAL DENMARK</b>		<b>298,988.29</b>		<b>290,235.00</b>	<b>3.97</b>
<b>FRANCE</b>						
100,000	CREDIT AGRICOLE REGS 4.375 15-25 17/03S	USD	99,468.52	97.32	97,321.00	1.33
300,000	SOCIETE GENERALE 5.00 14-24 17/01S	USD	307,584.74	100.79	302,361.00	4.13
	<b>TOTAL FRANCE</b>		<b>407,053.26</b>		<b>399,682.00</b>	<b>5.46</b>
<b>JAPAN</b>						
300,000	SUMITOMO SUB REGS 4.436 14-24 02/04S	USD	306,893.80	100.48	301,449.00	4.12
	<b>TOTAL JAPAN</b>		<b>306,893.80</b>		<b>301,449.00</b>	<b>4.12</b>
<b>PERU</b>						
300,000	TRANS PERU REGS 4.25 13-28 30/04S	USD	284,312.71	96.53	289,590.00	3.96
	<b>TOTAL PERU</b>		<b>284,312.71</b>		<b>289,590.00</b>	<b>3.96</b>
<b>THE NETHERLANDS</b>						
200,000	DEUTSCHE TELEKOM 8.75 00-30 15/06S	USD	284,144.71	131.39	262,784.00	3.59
	<b>TOTAL THE NETHERLANDS</b>		<b>284,144.71</b>		<b>262,784.00</b>	<b>3.59</b>
<b>UNITED KINGDOM</b>						
100,000	STANDARD CHARTERED 5.20 13-24 26/01S	USD	107,202.50	101.41	101,412.00	1.39
	<b>TOTAL UNITED KINGDOM</b>		<b>107,202.50</b>		<b>101,412.00</b>	<b>1.39</b>
<b>UNITED STATES OF AMERICA</b>						
200,000	CITIGROUP SUB 4.00 14-24 05/08S	USD	199,579.65	98.87	197,746.00	2.70
200,000	COMCAST 4.25 13-33 15/01S	USD	204,703.96	99.79	199,582.00	2.73
200,000	IBM 5.875 02-32 29/11S	USD	248,084.63	117.55	235,090.40	3.21
200,000	KERR MCGEE CORP 6.95 04-24 01/07S	USD	253,783.46	111.97	223,940.00	3.06
300,000	MORGAN STANLEY 5.00 13-25 24/11S	USD	318,477.81	101.92	305,748.00	4.18
300,000	MORGAN STANLEY 6.25 06-26 09/08S	USD	363,227.83	110.74	332,217.90	4.54
200,000	ORACLE 4.30 14-34 08/07S	USD	199,924.97	100.74	201,472.00	2.75
400,000	S&P GLOBAL 4.40 15-26 15/02S	USD	403,406.41	103.69	414,740.00	5.66
350,000	TIME WARNER 2.95 16-26 15/07S	USD	348,127.50	89.40	312,914.00	4.28

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
300,000	USA WASTE SERVICES 7.00 98-28 15/07S	USD	393,307.77	122.46	367,377.30	5.02
200,000	VERIZON COMM 4.40 14-34 01/11S	USD	198,559.92	96.83	193,664.00	2.65
300,000	VERIZON GLOBAL FGG C. 7.75 01-30 01/12S	USD	402,922.90	127.08	381,251.70	5.21
200,000	WEYERHAEUSER CO DEBS 7.375 02-32 15/03S	USD	264,325.75	122.34	244,684.90	3.34
<b>TOTAL UNITED STATES OF AMERICA</b>			<b>3,798,432.56</b>		<b>3,610,428.20</b>	<b>49.33</b>
<b>TOTAL BONDS</b>			<b>6,367,077.86</b>		<b>6,097,602.20</b>	<b>83.32</b>
<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>			<b>6,367,077.86</b>		<b>6,097,602.20</b>	<b>83.32</b>
<b>TOTAL INVESTMENTS IN SECURITIES</b>			<b>6,367,077.86</b>		<b>6,097,602.20</b>	<b>83.32</b>
Cash/(bank overdraft)					1,089,726.70	14.89
Other assets and liabilities					130,539.36	1.79
<b>TOTAL NET ASSETS</b>					<b>7,317,868.26</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

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**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
United States of America	49.33
Australia	7.49
France	5.46
Japan	4.12
Chile	4.01
Denmark	3.97
Peru	3.96
The Netherlands	3.59
United Kingdom	1.39
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>83.32</b>
Other assets/(liabilities) and liquid assets	16.68
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Holding and finance companies	19.84
Banks and other credit institutions	13.63
Graphic industry and publishing houses	12.67
Data transmission	11.87
Environmental services & recycling	5.02
Transportation	3.97
Miscellaneous services	3.96
Real estate	3.34
Office supplies and computers	3.21
Oil	3.06
Internet and software services	2.75
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>83.32</b>
Other assets/(liabilities) and liquid assets	16.68
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in EUR)**ASSETS**

Portfolio:	(see notes)	
- Cost		50,950,595.88
- Net unrealised result		(493,620.30)
		<b>50,456,975.58</b>
Cash:		
- Cash at sight	(see notes)	4,881,207.86
- Margin deposits	(see notes)	140,000.00
Other assets:		
- Formation/reorganisation expenses, net	(see notes)	1,757.24
- Unrealised gain on futures	(see notes)	1,215,318.59
		<b>56,695,259.27</b>

**LIABILITIES**

Bank overdraft:		
- Cash at sight	(see notes)	828,704.41
Other liabilities:		
- Taxes and expenses payable		167,034.21
- Payable for investments purchased		1,328,301.45
- Unrealised loss on futures	(see notes)	410.00
- Unrealised loss on forward foreign exchange contracts on currencies	(see notes)	76,907.41
		<b>2,401,357.48</b>

**NET ASSETS** **54,293,901.79****Class PD (EUR)**

Net asset value per share	<b>90.71</b>
Shares outstanding	<b>56,586.000</b>

**Class PD (USD)**

Net asset value per share	<b>96.07</b>
Shares outstanding	<b>165,016.000</b>

**Class PP (EUR)**

Net asset value per share	<b>93.85</b>
Shares outstanding	<b>36,669.930</b>

**Class PP (USD)**

Net asset value per share	<b>101.57</b>
Shares outstanding	<b>162,903.309</b>

**Class I (EUR)**

Net asset value per share	<b>96.61</b>
Shares outstanding	<b>29,703.000</b>

**Class I (USD)**

Net asset value per share	<b>101.98</b>
Shares outstanding	<b>162,626.000</b>

The notes are an integral part of these financial statements.

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>68,106,900.57</b>
<b>INCOME</b>		
Income from investments:		
- Bond interest, net	(see notes)	457.03
Other income		13,239.63
		<b>13,696.66</b>
<b>EXPENSES</b>		
Bank interest, net		9,429.53
Fees:		
- Global Fee	(see notes)	457,490.50
- Performance fee	(see notes)	20,534.60
- Depositary and Administration fees	(see notes)	94,994.18
Other expenses:		
- Annual tax	(see notes)	2,445.66
- Amortisation of formation/reorganisation expenses	(see notes)	1,168.00
- Audit and legal fees		16,602.83
- Printing and publishing fees		34.48
- Transaction fees	(see notes)	38,975.18
- Administration and other expenses		20,253.80
		<b>661,928.76</b>
<b>NET OPERATING RESULT</b>		<b>(648,232.10)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	(1,149,126.85)
- Foreign exchange	(see notes)	2,732,820.66
<b>NET REALISED RESULT</b>		<b>935,461.71</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(672,763.40)
- Forward foreign exchange contracts on currencies		372,826.69
- Futures		986,093.89
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>1,621,618.89</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		9,899,864.45
Redemptions of shares		(24,341,531.96)
		<b>(14,441,667.51)</b>
<b>DIVIDEND PAID</b>	(see notes)	<b>(992,950.16)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>54,293,901.79</b>

The notes are an integral part of these financial statements.

## STATISTICAL INFORMATION

Year ended December 31, 2018

## SHARES

	Class PD (EUR)	Class PD (USD)	Class PP (EUR)	Class PP (USD)	Class I (EUR)
Shares outstanding at the beginning of the year	73,338.000	317,669.000	41,427.930	160,168.012	32,531.000
Subscriptions of shares	0.000	2,492.000	5,474.000	88,652.842	3,110.000
Redemptions of shares	(16,752.000)	(155,145.000)	(10,232.000)	(85,917.545)	(5,938.000)
<b>Shares outstanding at the end of the year</b>	<b>56,586.000</b>	<b>165,016.000</b>	<b>36,669.930</b>	<b>162,903.309</b>	<b>29,703.000</b>

NET ASSET VALUE PER SHARE	EUR	USD	EUR	USD	EUR
Highest	95.30 01.04.18	98.23 01.04.18	95.35 01.04.18	101.57 12.31.18	98.24 01.04.18
Lowest	88.59 11.02.18	93.32 11.02.18	91.61 11.02.18	98.38 02.14.18	94.32 11.02.18
<b>At the end of the year</b>	<b>90.71</b>	<b>96.07</b>	<b>93.85</b>	<b>101.57</b>	<b>96.61</b>

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES****Class I (USD)**

Shares outstanding at the beginning of the year	168,249.000
Subscriptions of shares	14,188.000
Redemptions of shares	(19,811.000)
<b>Shares outstanding at the end of the year</b>	<b>162,626.000</b>

**NET ASSET VALUE PER SHARE**

USD

Highest	101.98 12.31.18
Lowest	98.71 02.14.18
<b>At the end of the year</b>	<b>101.98</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class PD (EUR)	99,328.000	9,731,800.10	EUR	97.98
	Class PD (USD)	586,768.000	58,134,107.94	USD	99.08
	Class PP (EUR)	91,431.000	8,637,600.63	EUR	94.47
	Class PP (USD)	278,743.654	27,327,804.75	USD	98.04
	Class I (EUR)	188,616.000	18,342,464.79	EUR	97.25
	Class I (USD)	172,182.000	16,876,718.61	USD	98.02
12.31.17	Class PD (EUR)	73,338.000	7,072,370.63	EUR	96.44
	Class PD (USD)	317,669.000	31,564,395.96	USD	99.36
	Class PP (EUR)	41,427.930	3,956,683.87	EUR	95.51
	Class PP (USD)	160,168.012	16,129,374.87	USD	100.70
	Class I (EUR)	32,531.000	3,201,331.95	EUR	98.41
	Class I (USD)	168,249.000	17,001,147.32	USD	101.05
12.31.18	Class PD (EUR)	56,586.000	5,132,642.02	EUR	90.71
	Class PD (USD)	165,016.000	15,853,623.84	USD	96.07
	Class PP (EUR)	36,669.930	3,441,547.03	EUR	93.85
	Class PP (USD)	162,903.309	16,546,541.83	USD	101.57
	Class I (EUR)	29,703.000	2,869,628.77	EUR	96.61
	Class I (USD)	162,626.000	16,583,907.82	USD	101.98

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>INVESTMENT FUNDS</b>						
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>IRELAND</b>						
1	GS EURO LIQ RES -M+- EUR	EUR	9,115.94	10,381.32	9,021.37	0.02
37,394	MUZ SHORTDUR ACC -H-	EUR	4,024,500.40	106.73	3,991,061.62	7.35
	<b>TOTAL IRELAND</b>		<b>4,033,616.34</b>		<b>4,000,082.99</b>	<b>7.37</b>
<b>LUXEMBOURG</b>						
217,318	AB I SH D HY I2H SHS -I2 EUR H	EUR	4,024,986.39	18.29	3,974,746.22	7.32
60,000	AXA FIIS EU SHY -A- CAP	EUR	8,053,584.90	132.89	7,973,400.00	14.68
24,293	AXA IMFIIS US SHORT DUR HY -A-CAP USD	EUR	4,059,641.51	165.65	4,024,135.45	7.41
41,872	AXA WORLD FD SICAV EUR CDT SHORT DUR -I-	EUR	5,717,793.54	135.33	5,666,537.76	10.44
395,328	BLACKROCK GF EUR SH DUR BD-X2-	EUR	6,758,721.24	16.97	6,708,724.48	12.36
73,733	D FL RATE NOT -IC- CAP	EUR	6,224,226.63	83.49	6,155,940.18	11.34
63,500	PICTET ESTHY I EUR CAP	EUR	8,039,951.38	125.22	7,951,470.00	14.64
38,850	UBS L BD SH DUR HY USD-EUR HDG-I-A2	EUR	4,038,073.95	103.01	4,001,938.50	7.37
	<b>TOTAL LUXEMBOURG</b>		<b>46,916,979.54</b>		<b>46,456,892.59</b>	<b>85.56</b>
	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>		<b>50,950,595.88</b>		<b>50,456,975.58</b>	<b>92.93</b>
	<b>TOTAL INVESTMENT FUNDS</b>		<b>50,950,595.88</b>		<b>50,456,975.58</b>	<b>92.93</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>50,950,595.88</b>		<b>50,456,975.58</b>	<b>92.93</b>
	Cash/(bank overdraft)				4,192,503.45	7.72
	Other assets and liabilities				(355,577.24)	(0.65)
	<b>TOTAL NET ASSETS</b>				<b>54,293,901.79</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

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**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**

December 31, 2018

(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Luxembourg	85.56
Ireland	7.37
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>92.93</b>
Other assets/(liabilities) and liquid assets	7.07
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Investment funds	92.93
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>92.93</b>
Other assets/(liabilities) and liquid assets	7.07
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in EUR)**ASSETS**

Portfolio:	(see notes)	
- Cost		47,312,550.18
- Net unrealised result		(977,890.67)
		<b>46,334,659.51</b>
Cash:		
- Cash at sight	(see notes)	3,537,565.76
- Margin deposits	(see notes)	150,000.00
Other assets:		
- Interest receivable		538.57
- Formation/reorganisation expenses, net	(see notes)	1,770.53
- Receivable for investments sold		1,687,128.50
- Unrealised gain on futures	(see notes)	707,242.26
		<b>52,418,905.13</b>

**LIABILITIES**

Bank overdraft:		
- Cash at sight	(see notes)	1,139,835.46
Other liabilities:		
- Payable on Redemptions		1,413,135.59
- Taxes and expenses payable		174,236.34
- Unrealised loss on futures	(see notes)	109,511.49
- Unrealised loss on forward foreign exchange contracts on currencies	(see notes)	89,981.91
		<b>2,926,700.79</b>

**NET ASSETS** **49,492,204.34****Class A (USD)**

Net asset value per share	100.68
Shares outstanding	154,871.000

**Class PP (EUR)**

Net asset value per share	96.97
Shares outstanding	77,298.000

**Class PP (USD)**

Net asset value per share	101.75
Shares outstanding	115,656.000

**Class I ( USD)**

Net asset value per share	103.22
Shares outstanding	200,047.000

The notes are an integral part of these financial statements.

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>56,687,524.50</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	17,891.12
- Bond interest, net	(see notes)	2,349.44
Other income		2,331.80
		<b>22,572.36</b>
<b>EXPENSES</b>		
Bank interest, net		20,026.19
Fees:		
- Global Fee	(see notes)	557,218.24
- Performance fee	(see notes)	25,180.07
- Depositary and Administration fees	(see notes)	93,871.63
Other expenses:		
- Annual tax	(see notes)	7,799.16
- Amortisation of formation/reorganisation expenses	(see notes)	1,178.95
- Audit and legal fees		16,700.09
- Printing and publishing fees		34.48
- Transaction fees	(see notes)	29,584.33
- Administration and other expenses		5,752.87
		<b>757,346.01</b>
<b>NET OPERATING RESULT</b>		<b>(734,773.65)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	253,237.67
- Foreign exchange	(see notes)	2,855,979.62
<b>NET REALISED RESULT</b>		<b>2,374,443.64</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(909,498.29)
- Forward foreign exchange contracts on currencies		268,441.96
- Futures		569,014.50
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>2,302,401.81</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		6,449,551.60
Redemptions of shares		(15,947,273.57)
		<b>(9,497,721.97)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>49,492,204.34</b>

The notes are an integral part of these financial statements.

# STATISTICAL INFORMATION

Year ended December 31, 2018

## SHARES

	Class A (USD)	Class PP (EUR)	Class PP (USD)	Class I ( USD)
Shares outstanding at the beginning of the year	101,373.000	136,364.000	184,489.000	227,245.000
Subscriptions of shares	65,313.000	2,585.000	7,270.000	182.000
Redemptions of shares	(11,815.000)	(61,651.000)	(76,103.000)	(27,380.000)
<b>Shares outstanding at the end of the year</b>	<b>154,871.000</b>	<b>77,298.000</b>	<b>115,656.000</b>	<b>200,047.000</b>

NET ASSET VALUE PER SHARE	USD	EUR	USD	USD
Highest	101.68 08.24.18	98.51 01.23.18	102.39 08.27.18	104.03 08.27.18
Lowest	99.76 10.30.18	96.45 10.29.18	100.42 02.08.18	101.85 02.08.18
<b>At the end of the year</b>	<b>100.68</b>	<b>96.97</b>	<b>101.75</b>	<b>103.22</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A (USD)	105,655.000	10,529,180.43	USD	99.66
	Class PP (EUR)	225,689.514	22,240,773.92	EUR	98.55
	Class PP (USD)	167,701.000	16,689,064.43	USD	99.52
	Class I ( USD)	232,805.000	23,493,928.24	USD	100.92
12.31.17	Class A (USD)	101,373.000	10,171,745.83	USD	100.34
	Class PP (EUR)	136,364.000	13,383,804.90	EUR	98.15
	Class PP (USD)	184,489.000	18,593,405.10	USD	100.78
	Class I ( USD)	227,245.000	23,233,955.57	USD	102.24
12.31.18	Class A (USD)	154,871.000	15,591,973.71	USD	100.68
	Class PP (EUR)	77,298.000	7,495,255.67	EUR	96.97
	Class PP (USD)	115,656.000	11,767,662.74	USD	101.75
	Class I ( USD)	200,047.000	20,649,175.42	USD	103.22

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>BONDS</b>						
<b>UNITED STATES OF AMERICA</b>						
34,000	US TREASURY N/B 1.125 16-21 31/08S	USD	26,708.18	96.55	28,715.34	0.06
35,000	USA T NOTES 1.125 16-21 28/02S	USD	27,702.85	97.15	29,745.29	0.06
25,000	USA T NOTES 2.75 13-23 15/11S	USD	24,270.05	101.11	22,112.86	0.04
34,000	USA TREASURY NOTES 1.125 16-21 30/06S	USD	26,788.58	96.82	28,795.50	0.06
35,000	WI TREASURY SEC. 1.25 16-21 31/03S	USD	27,785.61	97.39	29,817.05	0.06
33,000	WI TREASURY SEC. 1.125 16-21 31/07S	USD	25,962.72	96.65	27,901.21	0.06
<b>TOTAL UNITED STATES OF AMERICA</b>			<b>159,217.99</b>		<b>167,087.25</b>	<b>0.34</b>
<b>TOTAL BONDS</b>			<b>159,217.99</b>		<b>167,087.25</b>	<b>0.34</b>
<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>			<b>159,217.99</b>		<b>167,087.25</b>	<b>0.34</b>
<b>DERIVATIVE INSTRUMENTS</b>						
<b>OPTIONS</b>						
<b>GERMANY</b>						
683	DJ EURO STOXX 5 JUN 3900.0 21.06.19 CALL	EUR	17,416.50	0.40	2,732.00	0.01
1,569	ESTX50 MAR 3900.0 15.03.19 CALL	EUR	15,624.00	0.20	3,138.00	0.00
<b>TOTAL GERMANY</b>			<b>33,040.50</b>		<b>5,870.00</b>	<b>0.01</b>
<b>UNITED STATES OF AMERICA</b>						
100	SP 500 JAN 2960 18.01.19 CALL	USD	30,558.35	0.05	437.39	0.00
<b>TOTAL UNITED STATES OF AMERICA</b>			<b>30,558.35</b>		<b>437.39</b>	<b>0.00</b>
<b>TOTAL OPTIONS</b>			<b>63,598.85</b>		<b>6,307.39</b>	<b>0.01</b>
<b>TOTAL DERIVATIVE INSTRUMENTS</b>			<b>63,598.85</b>		<b>6,307.39</b>	<b>0.01</b>
<b>INVESTMENT FUNDS</b>						
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>FRANCE</b>						
64	AMUNDI 12 M - DP (C)	EUR	6,587,564.26	101,953.93	6,525,051.52	13.18
356	AMUNDI 6 M I	EUR	8,016,712.03	22,442.00	7,989,352.00	16.15
<b>TOTAL FRANCE</b>			<b>14,604,276.29</b>		<b>14,514,403.52</b>	<b>29.33</b>
<b>IRELAND</b>						
3,538	ISHS EUR STOXX50 EUR SHS EUR ETF	EUR	120,148.84	30.39	107,502.13	0.22
116,660	ISHS S&P 500 EUR-ACC SHS EUR ETF	EUR	7,102,629.48	55.74	6,502,628.40	13.14
<b>TOTAL IRELAND</b>			<b>7,222,778.32</b>		<b>6,610,130.53</b>	<b>13.36</b>

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>LUXEMBOURG</b>						
61,534	AXA WORLD FD SICAV EUR CDT SHORT DUR -I-	EUR	8,397,184.80	135.33	8,327,396.22	16.83
490,827	BLACKROCK GF EUR SH DUR BD-X2-	EUR	8,392,508.69	16.97	8,329,335.21	16.82
99,709	D FL RATE NOT -IC- CAP	EUR	8,417,192.31	83.49	8,324,719.94	16.82
398	PICTET SICAV EUR LQTY -I- CAP	EUR	55,792.93	138.89	55,279.45	0.11
<b>TOTAL LUXEMBOURG</b>			<b>25,262,678.73</b>		<b>25,036,730.82</b>	<b>50.58</b>
<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>			<b>47,089,733.34</b>		<b>46,161,264.87</b>	<b>93.27</b>
<b>TOTAL INVESTMENT FUNDS</b>			<b>47,089,733.34</b>		<b>46,161,264.87</b>	<b>93.27</b>
<b>TOTAL INVESTMENTS IN SECURITIES</b>			<b>47,312,550.18</b>		<b>46,334,659.51</b>	<b>93.62</b>
Cash/(bank overdraft)					2,547,730.30	5.15
Other assets and liabilities					609,814.53	1.23
<b>TOTAL NET ASSETS</b>					<b>49,492,204.34</b>	<b>100.00</b>

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**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Luxembourg	50.58
France	29.33
Ireland	13.36
United States of America	0.34
Germany	0.01
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>93.62</b>
Other assets/(liabilities) and liquid assets	6.38
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Investment funds	93.27
Countries and central governments	0.34
Holding and finance companies	0.01
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>93.62</b>
Other assets/(liabilities) and liquid assets	6.38
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in EUR)**ASSETS**

Portfolio:	(see notes)	
- Cost		68,341,093.08
- Net unrealised result		(1,613,054.95)
		<b>66,728,038.13</b>
Cash:		
- Cash at sight	(see notes)	3,914,799.43
- Margin deposits	(see notes)	240,000.00
Other assets:		
- Interest receivable		561.97
- Formation/reorganisation expenses, net	(see notes)	1,711.10
- Unrealised gain on futures	(see notes)	983,754.03
		<b>71,868,864.66</b>

**LIABILITIES**

Bank overdraft:		
- Cash at sight	(see notes)	415,911.05
Other liabilities:		
- Taxes and expenses payable		265,583.60
- Unrealised loss on futures	(see notes)	252,357.91
- Unrealised loss on forward foreign exchange contracts on currencies	(see notes)	142,297.10
		<b>1,076,149.66</b>

**NET ASSETS** **70,792,715.00****Class P (EUR)**

Net asset value per share	<b>96.35</b>
Shares outstanding	<b>52,478.088</b>

**Class P (USD)**

Net asset value per share	<b>101.53</b>
Shares outstanding	<b>236,584.921</b>

**Class I (USD)**

Net asset value per share	<b>103.66</b>
Shares outstanding	<b>493,182.000</b>

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>66,285,314.37</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	36,093.65
- Bond interest, net	(see notes)	2,037.12
Other income		2,453.81
		<b>40,584.58</b>
<b>EXPENSES</b>		
Bank interest, net		28,157.72
Fees:		
- Global Fee	(see notes)	829,600.82
- Depositary and Administration fees	(see notes)	121,740.66
Other expenses:		
- Annual tax	(see notes)	7,061.13
- Amortisation of formation/reorganisation expenses	(see notes)	1,168.03
- Audit and legal fees		21,968.42
- Printing and publishing fees		34.48
- Transaction fees	(see notes)	42,975.02
- Administration and other expenses		8,134.28
		<b>1,060,840.56</b>
<b>NET OPERATING RESULT</b>		<b>(1,020,255.98)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	783,182.92
- Foreign exchange	(see notes)	4,366,281.59
<b>NET REALISED RESULT</b>		<b>4,129,208.53</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(1,560,121.61)
- Forward foreign exchange contracts on currencies		342,742.59
- Futures		670,248.01
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>3,582,077.52</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		13,494,444.17
Redemptions of shares		(12,569,121.06)
		<b>925,323.11</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>70,792,715.00</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class P (EUR)</b>	<b>Class P (USD)</b>	<b>Class I (USD)</b>
Shares outstanding at the beginning of the year	76,857.088	138,159.348	551,729.000
Subscriptions of shares	24,763.000	124,162.573	3,346.000
Redemptions of shares	(49,142.000)	(25,737.000)	(61,893.000)
<b>Shares outstanding at the end of the year</b>	<b>52,478.088</b>	<b>236,584.921</b>	<b>493,182.000</b>

<b>NET ASSET VALUE PER SHARE</b>	<b>EUR</b>	<b>USD</b>	<b>USD</b>
Highest	99.11 08.27.18	103.52 08.27.18	105.51 08.27.18
Lowest	95.58 12.21.18	100.32 02.08.18	101.96 02.08.18
<b>At the end of the year</b>	<b>96.35</b>	<b>101.53</b>	<b>103.66</b>

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**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class P (EUR)	160,196.235	15,688,117.68	EUR	97.93
	Class P (USD)	118,044.348	11,663,583.26	USD	98.81
	Class I (USD)	590,101.000	58,912,631.41	USD	99.83
12.31.17	Class P (EUR)	76,857.088	7,540,651.52	EUR	98.11
	Class P (USD)	138,159.348	13,951,328.60	USD	100.98
	Class I (USD)	551,729.000	56,589,262.55	USD	102.57
12.31.18	Class P (EUR)	52,478.088	5,056,216.26	EUR	96.35
	Class P (USD)	236,584.921	24,021,208.26	USD	101.53
	Class I (USD)	493,182.000	51,125,470.28	USD	103.66

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>BONDS</b>						
<b>UNITED STATES OF AMERICA</b>						
39,000	US TREASURY N/B 1.125 16-21 31/08S	USD	30,598.29	96.55	32,938.18	0.05
42,000	USA T NOTES 1.125 16-21 28/02S	USD	33,202.67	97.15	35,694.34	0.04
7,000	USA T NOTES 2.75 13-23 15/11S	USD	6,755.18	101.11	6,191.60	0.01
41,000	USA TREASURY NOTES 1.125 16-21 30/06S	USD	32,264.27	96.82	34,723.99	0.05
40,000	WI TREASURY SEC. 1.25 16-21 31/03S	USD	31,716.06	97.39	34,076.61	0.05
39,000	WI TREASURY SEC. 1.125 16-21 31/07S	USD	30,645.61	96.65	32,974.16	0.05
<b>TOTAL UNITED STATES OF AMERICA</b>			<b>165,182.08</b>		<b>176,598.88</b>	<b>0.25</b>
<b>TOTAL BONDS</b>			<b>165,182.08</b>		<b>176,598.88</b>	<b>0.25</b>
<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>			<b>165,182.08</b>		<b>176,598.88</b>	<b>0.25</b>
<b>DERIVATIVE INSTRUMENTS</b>						
<b>OPTIONS</b>						
<b>GERMANY</b>						
1,817	DJ EURO STOXX 5 JUN 3900.0 21.06.19 CALL	EUR	46,333.50	0.40	7,268.00	0.01
4,175	ESTX50 MAR 3900.0 15.03.19 CALL	EUR	41,578.00	0.20	8,350.00	0.01
<b>TOTAL GERMANY</b>			<b>87,911.50</b>		<b>15,618.00</b>	<b>0.02</b>
<b>UNITED STATES OF AMERICA</b>						
222	SP 500 JAN 2960 18.01.19 CALL	USD	67,839.53	0.05	971.00	0.00
<b>TOTAL UNITED STATES OF AMERICA</b>			<b>67,839.53</b>		<b>971.00</b>	<b>0.00</b>
<b>TOTAL OPTIONS</b>			<b>155,751.03</b>		<b>16,589.00</b>	<b>0.02</b>
<b>TOTAL DERIVATIVE INSTRUMENTS</b>			<b>155,751.03</b>		<b>16,589.00</b>	<b>0.02</b>
<b>INVESTMENT FUNDS</b>						
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>FRANCE</b>						
30	AMUNDI 12 M - DP (C)	EUR	3,086,246.55	101,953.93	3,058,617.90	4.32
549	AMUNDI 6 M I	EUR	12,354,947.81	22,442.00	12,320,658.00	17.40
<b>TOTAL FRANCE</b>			<b>15,441,194.36</b>		<b>15,379,275.90</b>	<b>21.72</b>
<b>IRELAND</b>						
3,412	ISHS EUR STOXX50 EUR SHS EUR ETF	EUR	117,688.03	30.39	103,673.62	0.15
199,596	ISHS S&P 500 EUR-ACC SHS EUR ETF	EUR	12,125,211.81	55.74	11,125,481.04	15.71
<b>TOTAL IRELAND</b>			<b>12,242,899.84</b>		<b>11,229,154.66</b>	<b>15.86</b>

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>LUXEMBOURG</b>						
91,955	AXA WORLD FD SICAV EUR CDT SHORT DUR -I-	EUR	12,543,072.37	135.33	12,444,270.15	17.59
683,396	BLACKROCK GF EUR SH DUR BD-X2-	EUR	11,682,790.19	16.97	11,597,237.25	16.38
147,706	D FL RATE NOT -IC- CAP	EUR	12,467,974.43	83.49	12,331,938.48	17.42
24,690	MUL LY SP500-DAILY HED D-EUR-	EUR	3,575,358.90	141.22	3,486,721.80	4.93
477	PICTET SICAV EUR LQTY -I- CAP	EUR	66,869.88	138.89	66,252.01	0.09
<b>TOTAL LUXEMBOURG</b>			<b>40,336,065.77</b>		<b>39,926,419.69</b>	<b>56.41</b>
<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>			<b>68,020,159.97</b>		<b>66,534,850.25</b>	<b>93.99</b>
<b>TOTAL INVESTMENT FUNDS</b>			<b>68,020,159.97</b>		<b>66,534,850.25</b>	<b>93.99</b>
<b>TOTAL INVESTMENTS IN SECURITIES</b>			<b>68,341,093.08</b>		<b>66,728,038.13</b>	<b>94.26</b>
Cash/(bank overdraft)					3,738,888.38	5.28
Other assets and liabilities					325,788.49	0.46
<b>TOTAL NET ASSETS</b>					<b>70,792,715.00</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

# **GEOGRAPHICAL CLASSIFICATION OF THE INVESTMENTS IN SECURITIES**

December 31, 2018

(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Luxembourg	56.41
France	21.72
Ireland	15.86
United States of America	0.25
Germany	0.02
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>94.26</b>
Other assets/(liabilities) and liquid assets	5.74
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Investment funds	93.99
Countries and central governments	0.25
Holding and finance companies	0.02
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>94.26</b>
Other assets/(liabilities) and liquid assets	5.74
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in EUR)**ASSETS**

Portfolio:	(see notes)	
- Cost		18,356,772.77
- Net unrealised result		(488,926.26)
		<b>17,867,846.51</b>
Cash:		
- Cash at sight	(see notes)	2,228,057.36
- Margin deposits	(see notes)	70,000.00
Other assets:		
- Interest receivable		159.49
- Formation/reorganisation expenses, net	(see notes)	1,757.24
- Unrealised gain on futures	(see notes)	263,041.92
		<b>20,430,862.52</b>

**LIABILITIES**

Bank overdraft:		
- Cash at sight	(see notes)	77,072.85
Other liabilities:		
- Taxes and expenses payable		79,415.72
- Unrealised loss on futures	(see notes)	96,447.19
- Unrealised loss on forward foreign exchange contracts on currencies	(see notes)	39,815.73
		<b>292,751.49</b>

**NET ASSETS** **20,138,111.03****Class P (EUR)**

Net asset value per share	<b>94.18</b>
Shares outstanding	<b>14,755.438</b>

**Class I (USD)**

Net asset value per share	<b>108.23</b>
Shares outstanding	<b>132,784.457</b>

**Class B (USD)**

Net asset value per share	<b>97.24</b>
Shares outstanding	<b>72,610.000</b>

The notes are an integral part of these financial statements.

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>10,788,022.58</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	10,196.96
- Bond interest, net	(see notes)	653.88
Other income		336.24
		<b>11,187.08</b>
<b>EXPENSES</b>		
Bank interest, net		6,018.97
Fees:		
- Global Fee	(see notes)	179,205.93
- Depositary and Administration fees	(see notes)	33,427.32
Other expenses:		
- Annual tax	(see notes)	1,400.28
- Amortisation of formation/reorganisation expenses	(see notes)	1,168.00
- Audit and legal fees		4,784.69
- Printing and publishing fees		34.48
- Transaction fees	(see notes)	28,502.40
- Administration and other expenses		2,989.60
		<b>257,531.67</b>
<b>NET OPERATING RESULT</b>		<b>(246,344.59)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	129,622.68
- Foreign exchange	(see notes)	874,751.48
<b>NET REALISED RESULT</b>		<b>758,029.57</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(489,542.72)
- Forward foreign exchange contracts on currencies		35,660.04
- Futures		150,085.60
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>454,232.49</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		10,266,150.84
Redemptions of shares		(1,370,294.88)
		<b>8,895,855.96</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>20,138,111.03</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class P (EUR)</b>	<b>Class I (USD)</b>	<b>Class B (USD)</b>
Shares outstanding at the beginning of the year	16,602.000	103,207.000	0.000
Subscriptions of shares	5,940.438	36,519.457	72,610.000
Redemptions of shares	(7,787.000)	(6,942.000)	(0.000)
<b>Shares outstanding at the end of the year</b>	<b>14,755.438</b>	<b>132,784.457</b>	<b>72,610.000</b>

**NET ASSET VALUE PER SHARE**

	<b>EUR</b>	<b>USD</b>	<b>USD</b>
Highest	98.35 08.27.18	111.74 08.29.18	99.91 09.27.18
Lowest	93.24 12.21.18	105.86 02.08.18	96.19 12.21.18
<b>At the end of the year</b>	<b>94.18</b>	<b>108.23</b>	<b>97.24</b>

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**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class P (EUR)	34,402.000	3,275,532.55	EUR	95.21
	Class I (USD)	234,961.000	24,232,743.61	USD	103.14
12.31.17	Class P (EUR)	16,602.000	1,595,153.55	EUR	96.08
	Class I (USD)	103,207.000	11,038,797.13	USD	106.96
*09.24.18	Class B (USD)	56,050.000	5,599,524.24	USD	99.90
12.31.18	Class P (EUR)	14,755.438	1,389,656.36	EUR	94.18
	Class I (USD)	132,784.457	14,371,787.86	USD	108.23
	Class B (USD)	72,610.000	7,060,508.09	USD	97.24

\*first valuation

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>BONDS</b>						
<b>UNITED STATES OF AMERICA</b>						
10,000	US TREASURY N/B 1.125 16-21 31/08S	USD	7,845.72	96.55	8,445.68	0.04
10,000	USA T NOTES 1.125 16-21 28/02S	USD	7,905.40	97.15	8,498.66	0.05
7,900	USA T NOTES 2.75 13-23 15/11S	USD	7,602.28	101.11	6,987.67	0.03
10,000	USA TREASURY NOTES 1.125 16-21 30/06S	USD	7,869.33	96.82	8,469.26	0.04
10,000	WI TREASURY SEC. 1.25 16-21 31/03S	USD	7,929.01	97.39	8,519.16	0.05
10,000	WI TREASURY SEC. 1.125 16-21 31/07S	USD	7,857.84	96.65	8,454.92	0.04
<b>TOTAL UNITED STATES OF AMERICA</b>			<b>47,009.58</b>		<b>49,375.35</b>	<b>0.25</b>
<b>TOTAL BONDS</b>			<b>47,009.58</b>		<b>49,375.35</b>	<b>0.25</b>
<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>			<b>47,009.58</b>		<b>49,375.35</b>	<b>0.25</b>
<b>DERIVATIVE INSTRUMENTS</b>						
<b>OPTIONS</b>						
<b>GERMANY</b>						
710	DJ EURO STOXX 5 JUN 3900.0 21.06.19 CALL	EUR	18,105.00	0.40	2,840.00	0.01
1,631	ESTX50 MAR 3900.0 15.03.19 CALL	EUR	16,242.00	0.20	3,262.00	0.02
<b>TOTAL GERMANY</b>			<b>34,347.00</b>		<b>6,102.00</b>	<b>0.03</b>
<b>UNITED STATES OF AMERICA</b>						
82	SP 500 JAN 2960 18.01.19 CALL	USD	25,057.84	0.05	358.66	0.00
<b>TOTAL UNITED STATES OF AMERICA</b>			<b>25,057.84</b>		<b>358.66</b>	<b>0.00</b>
<b>TOTAL OPTIONS</b>			<b>59,404.84</b>		<b>6,460.66</b>	<b>0.03</b>
<b>TOTAL DERIVATIVE INSTRUMENTS</b>			<b>59,404.84</b>		<b>6,460.66</b>	<b>0.03</b>
<b>INVESTMENT FUNDS</b>						
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>FRANCE</b>						
95	AMUNDI 6 M I	EUR	2,136,383.13	22,442.00	2,131,990.00	10.59
<b>TOTAL FRANCE</b>			<b>2,136,383.13</b>		<b>2,131,990.00</b>	<b>10.59</b>
<b>IRELAND</b>						
945	ISHS EUR STOXX50 EUR SHS EUR ETF	EUR	32,622.78	30.39	28,713.83	0.14
66,051	ISHS S&P 500 EUR-ACC SHS EUR ETF	EUR	3,976,458.82	55.74	3,681,682.74	18.28
<b>TOTAL IRELAND</b>			<b>4,009,081.60</b>		<b>3,710,396.57</b>	<b>18.42</b>
<b>LUXEMBOURG</b>						
23,612	AXA WORLD FD SICAV EUR CDT SHORT DUR -I-	EUR	3,214,601.45	135.33	3,195,411.96	15.87

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
188,446	BLACKROCK GF EUR SH DUR BD-X2-	EUR	3,218,054.43	16.97	3,197,930.32	15.88
35,630	D FL RATE NOT -IC- CAP	EUR	3,005,063.63	83.49	2,974,771.74	14.77
18,343	MUL LY SP500-DAILY HED D-EUR-	EUR	2,655,958.97	141.22	2,590,398.46	12.86
80	PICTET SICAV EUR LQTY -I- CAP	EUR	11,215.14	138.89	11,111.45	0.06
<b>TOTAL LUXEMBOURG</b>			<b>12,104,893.62</b>		<b>11,969,623.93</b>	<b>59.44</b>
<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>			<b>18,250,358.35</b>		<b>17,812,010.50</b>	<b>88.45</b>
<b>TOTAL INVESTMENT FUNDS</b>			<b>18,250,358.35</b>		<b>17,812,010.50</b>	<b>88.45</b>
<b>TOTAL INVESTMENTS IN SECURITIES</b>			<b>18,356,772.77</b>		<b>17,867,846.51</b>	<b>88.73</b>
Cash/(bank overdraft)					2,220,984.51	11.03
Other assets and liabilities					49,280.01	0.24
<b>TOTAL NET ASSETS</b>					<b>20,138,111.03</b>	<b>100.00</b>

# **GEOGRAPHICAL CLASSIFICATION OF THE INVESTMENTS IN SECURITIES**

December 31, 2018

(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Luxembourg	59.44
Ireland	18.42
France	10.59
United States of America	0.25
Germany	0.03
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>88.73</b>
Other assets/(liabilities) and liquid assets	11.27
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Investment funds	88.45
Countries and central governments	0.25
Holding and finance companies	0.03
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>88.73</b>
Other assets/(liabilities) and liquid assets	11.27
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in EUR)**ASSETS**

Portfolio:	(see notes)	
- Cost		2,939,272.23
- Net unrealised result		(162,264.34)
		<b>2,777,007.89</b>

Cash:		
- Cash at sight	(see notes)	378,632.80

Other assets:		
- Dividend receivable		432.70
- Formation/reorganisation expenses, net	(see notes)	1,757.24
		<b>3,157,830.63</b>

**LIABILITIES**

Other liabilities:		
- Taxes and expenses payable		19,329.69
		<b>19,329.69</b>

<b>NET ASSETS</b>		<b>3,138,500.94</b>
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**Class P (EUR)**

<b>Net asset value per share</b>		<b>99.09</b>
<b>Shares outstanding</b>		<b>31,674.818</b>

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>3,619,691.22</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	41,115.59
		<b>41,115.59</b>
<b>EXPENSES</b>		
Bank interest, net		291.69
Fees:		
- Global Fee	(see notes)	65,016.93
- Depositary and Administration fees	(see notes)	10,093.96
Other expenses:		
- Annual tax	(see notes)	1,595.49
- Amortisation of formation/reorganisation expenses	(see notes)	1,168.00
- Audit and legal fees		1,000.06
- Printing and publishing fees		34.48
- Transaction fees	(see notes)	4,073.51
- Administration and other expenses		4,309.82
		<b>87,583.94</b>
<b>NET OPERATING RESULT</b>		<b>(46,468.35)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	203,529.93
- Foreign exchange	(see notes)	(19,272.48)
<b>NET REALISED RESULT</b>		<b>137,789.10</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(359,099.52)
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(221,310.42)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		641,025.74
Redemptions of shares		(900,905.60)
		<b>(259,879.86)</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>3,138,500.94</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class P (EUR)</b>
Shares outstanding at the beginning of the year	34,113.971
Subscriptions of shares	6,032.913
Redemptions of shares	(8,472.066)
<b>Shares outstanding at the end of the year</b>	<b>31,674.818</b>

**NET ASSET VALUE PER SHARE**

	<b>EUR</b>
Highest	115.03 10.01.18
Lowest	97.15 12.27.18
<b>At the end of the year</b>	<b>99.09</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class P (EUR)	43,179.293	4,351,446.54	EUR	100.78
12.31.17	Class P (EUR)	34,113.971	3,619,691.22	EUR	106.11
12.31.18	Class P (EUR)	31,674.818	3,138,500.94	EUR	99.09

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>INVESTMENT FUNDS</b>						
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>FRANCE</b>						
3,790	LYX WLD UC ETF -M HEDGED D EUR-	EUR	483,748.00	112.34	425,768.60	13.57
10,358	LYXOR INTL AM LYXOR ETF NASDAQ-100 FCP	EUR	223,560.38	21.82	226,011.56	7.20
	<b>TOTAL FRANCE</b>		<b>707,308.38</b>		<b>651,780.16</b>	<b>20.77</b>
<b>IRELAND</b>						
1,778	INV EQQQ	USD	200,096.53	153.76	239,150.84	7.62
13,750	ISHARES CORE S&P 500 UCITS ETF	EUR	305,144.70	21.65	297,632.50	9.48
28,402	ISHARES IV HEALTHCARE INNOV	USD	156,079.18	5.91	146,811.37	4.68
8,180	ISHS EUR STOXX50 EUR SHS EUR ETF	EUR	284,050.50	30.40	248,672.00	7.92
9,886	ISHS MSCI EM MKT USD	EUR	359,603.25	32.74	323,618.21	10.31
11,433	ISHS MSCI WORLD USD	EUR	412,798.57	35.09	401,126.81	12.78
8,400	ISHS S&P 500 EUR-AC ACC SHS EUR ETF	EUR	514,191.12	55.74	468,216.00	14.92
	<b>TOTAL IRELAND</b>		<b>2,231,963.85</b>		<b>2,125,227.73</b>	<b>67.71</b>
	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>		<b>2,939,272.23</b>		<b>2,777,007.89</b>	<b>88.48</b>
	<b>TOTAL INVESTMENT FUNDS</b>		<b>2,939,272.23</b>		<b>2,777,007.89</b>	<b>88.48</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>2,939,272.23</b>		<b>2,777,007.89</b>	<b>88.48</b>
	Cash/(bank overdraft)				378,632.80	12.06
	Other assets and liabilities				(17,139.75)	(0.54)
	<b>TOTAL NET ASSETS</b>				<b>3,138,500.94</b>	<b>100.00</b>

The notes are an integral part of these financial statements.

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**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Ireland	67.71
France	20.77
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>88.48</b>
Other assets/(liabilities) and liquid assets	11.52
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Investment funds	88.48
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>88.48</b>
Other assets/(liabilities) and liquid assets	11.52
<b>NET ASSETS</b>	<b>100.00</b>

**STATEMENT OF NET ASSETS**December 31, 2018  
(in EUR)**ASSETS**

Portfolio:	(see notes)	
- Cost		31,609,999.82
- Net unrealised result		(134,542.51)
		<b>31,475,457.31</b>
Cash:		
- Cash at sight	(see notes)	2,867,168.22
Other assets:		
- Receivable on subscriptions		19,267.76
- Interest receivable		24,528.06
- Dividend receivable		2,902.53
- Formation/reorganisation expenses, net	(see notes)	1,751.65
- Receivable for investments sold		83,642.67
- Unrealised gain on futures	(see notes)	242,104.74
		<b>34,716,822.94</b>

**LIABILITIES**

Bank overdraft:		
- Cash at sight	(see notes)	57,367.97
Other liabilities:		
- Payable on Redemptions		20,522.82
- Taxes and expenses payable		116,908.00
- Payable for investments purchased		371,486.67
- Unrealised loss on futures	(see notes)	5,880.21
		<b>572,165.67</b>

**NET ASSETS** **34,144,657.27****Class A**

Net asset value per share	<b>97.88</b>
Shares outstanding	<b>348,825.023</b>

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

Year ended December 31, 2018  
(in EUR)

<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>		<b>32,646,729.68</b>
<b>INCOME</b>		
Income from investments:		
- Dividends, net	(see notes)	43,347.01
- Bond interest, net	(see notes)	76,078.96
Other income		17,031.52
		<b>136,457.49</b>
<b>EXPENSES</b>		
Bank interest, net		22,449.48
Fees:		
- Global Fee	(see notes)	352,377.78
- Depositary and Administration fees	(see notes)	77,593.15
Other expenses:		
- Annual tax	(see notes)	9,481.61
- Amortisation of formation/reorganisation expenses	(see notes)	1,168.51
- Audit and legal fees		9,220.73
- Printing and publishing fees		34.48
- Transaction fees	(see notes)	37,845.56
- Administration and other expenses		15,789.24
		<b>525,960.54</b>
<b>NET OPERATING RESULT</b>		<b>(389,503.05)</b>
Net realised result on:		
- Sales of investments and futures	(see notes)	111,467.06
- Foreign exchange	(see notes)	(107,506.15)
<b>NET REALISED RESULT</b>		<b>(385,542.14)</b>
Change in net unrealised appreciation/(depreciation) on:		
- Investments		(653,084.36)
- Futures		69,085.64
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>(969,540.86)</b>
<b>MOVEMENTS IN CAPITAL</b>		
Subscriptions of shares		8,170,180.53
Redemptions of shares		(5,702,712.08)
		<b>2,467,468.45</b>
<b>NET ASSETS AT THE END OF THE YEAR</b>		<b>34,144,657.27</b>

The notes are an integral part of these financial statements.

**STATISTICAL INFORMATION**

Year ended December 31, 2018

**SHARES**

	<b>Class A</b>
Shares outstanding at the beginning of the year	324,588.422
Subscriptions of shares	81,503.638
Redemptions of shares	(57,267.037)
<b>Shares outstanding at the end of the year</b>	<b>348,825.023</b>

**NET ASSET VALUE PER SHARE**

	<b>EUR</b>
Highest	102.14 01.26.18
Lowest	97.45 11.20.18
<b>At the end of the year</b>	<b>97.88</b>

**CHANGES IN THE NUMBER OF SHARES,  
IN NET ASSETS AND  
IN NET ASSET VALUE PER SHARE**

Date	Share Class	Number of shares outstanding	Net Assets	Ccy	Net asset value per share
12.31.16	Class A	250,262.056	24,481,626.14	EUR	97.82
12.31.17	Class A	324,588.422	32,646,729.68	EUR	100.58
12.31.18	Class A	348,825.023	34,144,657.27	EUR	97.88

# STATEMENT OF INVESTMENTS IN SECURITIES AND OTHER NET ASSETS

December 31, 2018

(in EUR)

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>						
<b>BONDS</b>						
<b>ITALY</b>						
1,400,000	ITALY BOT 0.10 16-19 15/04S	EUR	1,398,040.00	100.05	1,400,700.00	4.10
1,400,000	ITALY BTP 4.50 08-19 01/03S	EUR	1,454,306.00	100.72	1,410,080.00	4.13
	<b>TOTAL ITALY</b>		<b>2,852,346.00</b>		<b>2,810,780.00</b>	<b>8.23</b>
<b>SPAIN</b>						
2,900,000	SPAI LETR DEL TESO ZCP 10-05-19	EUR	2,908,962.67	100.16	2,909,101.24	8.53
700,000	SPAI LETR DEL TESO ZCP 12-07-19	EUR	701,578.55	100.23	701,644.25	2.05
300,000	SPAI LETR DEL TESO ZCP 13-09-19	EUR	300,864.84	100.29	300,868.01	0.88
300,000	SPAIN LETRAS DEL TES ZCP 111019	EUR	300,954.91	100.30	300,909.98	0.88
1,581,000	SPAIN LETRAS DEL TES ZCP 150219	EUR	1,587,266.94	100.07	1,587,497.20	4.65
300,000	SPAIN LETRAS DEL TES ZCP 151119	EUR	301,071.78	100.34	301,017.99	0.88
	<b>TOTAL SPAIN</b>		<b>6,100,699.69</b>		<b>6,101,038.67</b>	<b>17.87</b>
<b>UNITED STATES OF AMERICA</b>						
1,395,100	US TREASURY NOTES 1.50 16-26 15/08S	USD	1,047,597.00	92.27	1,126,009.47	3.30
879,800	USA T NOTES B 2.25 17-27 15/02S	USD	715,746.32	97.16	747,741.50	2.19
	<b>TOTAL UNITED STATES OF AMERICA</b>		<b>1,763,343.32</b>		<b>1,873,750.97</b>	<b>5.49</b>
	<b>TOTAL BONDS</b>		<b>10,716,389.01</b>		<b>10,785,569.64</b>	<b>31.59</b>
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>IRELAND</b>						
37,559	BNY MELON EMERGING MARK DEBT LOC.CUR.W	EUR	33,577.45	0.91	34,095.76	0.10
	<b>TOTAL IRELAND</b>		<b>33,577.45</b>		<b>34,095.76</b>	<b>0.10</b>
<b>LUXEMBOURG</b>						
5,224	AQR STYLE PREMIA UCITS FUND-E EUR ACC	EUR	593,639.54	103.55	540,942.09	1.59
4,841	DWS INVEST ESG EURO BONDS SHORT IC 100C	EUR	476,126.85	98.71	477,869.66	1.40
2,646	GAM MULTIBOND LOCAL EMERGING B	EUR	305,175.68	116.51	308,271.36	0.90
1,248	JPMORGAN EMERG MKT LOCAL CURR DEBT I	EUR	144,620.95	109.31	136,406.42	0.40
13,331	M&G (LUX) EUROPEAN STRATEGIC VALUE A EUR	EUR	129,837.48	8.51	113,469.71	0.33
441	R CAP QI EUCEQ -I EUR- CAP	EUR	70,965.72	156.96	69,219.36	0.20
	<b>TOTAL LUXEMBOURG</b>		<b>1,720,366.22</b>		<b>1,646,178.60</b>	<b>4.82</b>
<b>SWITZERLAND</b>						
21,244	INVESTCO FUNDS-INVESTCO PAN EUROPEAN EQ S	EUR	210,289.47	8.52	180,995.22	0.53
	<b>TOTAL SWITZERLAND</b>		<b>210,289.47</b>		<b>180,995.22</b>	<b>0.53</b>
	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>		<b>1,964,233.14</b>		<b>1,861,269.58</b>	<b>5.45</b>
	<b>TOTAL TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO AN OFFICIAL STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>12,680,622.15</b>		<b>12,646,839.22</b>	<b>37.04</b>

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
<b>MONEY MARKET INSTRUMENTS</b>						
<b>SPAIN</b>						
543,000	SPAI LETR DEL TESO ZCP 16-08-19	EUR	544,395.58	100.26	544,584.02	1.59
	<b>TOTAL SPAIN</b>		<b>544,395.58</b>		<b>544,584.02</b>	<b>1.59</b>
	<b>TOTAL MONEY MARKET INSTRUMENTS</b>		<b>544,395.58</b>		<b>544,584.02</b>	<b>1.59</b>
<b>INVESTMENT FUNDS</b>						
<b>OPEN-ENDED INVESTMENT FUNDS</b>						
<b>FRANCE</b>						
4	AMUNDI 12 M - I (C)	EUR	427,156.96	106,295.58	425,182.32	1.25
2	AMUNDI 3 M DP (C)	EUR	1,506,863.37	753,402.14	1,506,804.29	4.41
	<b>TOTAL FRANCE</b>		<b>1,934,020.33</b>		<b>1,931,986.61</b>	<b>5.66</b>
<b>IRELAND</b>						
0	ABSOLUTE INSG FD PLC EME DEBT -B2P-	EUR	0.00	1.07	0.00	0.00
18,809	GAM MBS TOTAL ACC INSTIT USD	USD	174,953.22	11.67	191,968.12	0.56
1,039	GLG INV VI PLC EUROPEAN EQ ALT -IN-	EUR	120,444.55	115.63	120,098.52	0.35
5,925	ISHARES CORE MSCI JAPAN IMI UCITS ETF	JPY	192,282.62	4,108.00	194,066.05	0.57
1,970	ISHARES CORE S&P 500 UCITS ETF	USD	387,587.44	245.34	422,796.48	1.24
8,773	ISHARES GOLD PRODUCERS ETF CAP	USD	66,208.42	8.81	67,592.35	0.20
971	LYXOR NEWCIT IRL 1 WNT C2	EUR	97,818.40	101.40	98,447.23	0.29
328,861	ME GLG EQ ABS ACCUM -I- HEDG EUR	EUR	533,621.53	1.61	527,986.34	1.55
16,893	VANGUARD SP500 UCITS ETF	USD	665,552.56	47.59	703,228.48	2.05
	<b>TOTAL IRELAND</b>		<b>2,238,468.74</b>		<b>2,326,183.57</b>	<b>6.81</b>
<b>LUXEMBOURG</b>						
10,259	AB I SH D HY 12H SHS -I2 EUR H	EUR	189,844.96	18.29	187,637.11	0.55
85	AGIF EUROPE EQUITY GROWTH WT EUR CAP	EUR	189,430.34	2,151.83	182,905.55	0.54
7,159	AM IS S&P 500 UEUC	USD	264,531.44	44.99	281,778.34	0.83
2,797	AXA IMFIIS US SHORT DUR HY -A-CAP USD	EUR	466,164.92	165.65	463,323.05	1.36
3,518	AXA WORLD FD SICAV EUR CDT SHORT DUR -I-	EUR	476,692.25	135.33	476,090.94	1.39
610	BBVA DIF LATAM EQ-X-EUR-FD	EUR	56,764.10	103.93	63,397.42	0.19
1,279	BETAMINER I-A EUR ACC	EUR	1,277,861.80	966.90	1,236,665.10	3.62
107,922	BLACKROCK GF EUR SH DUR BD-X2-	EUR	1,834,187.47	16.97	1,831,436.34	5.35
1,775	BLACKROCK SF EUROP ABS RET-I2-FD	EUR	236,623.41	139.56	247,710.63	0.73
2,056	BNP PFI US MORTGAGE I CAP	USD	174,508.86	105.32	189,422.14	0.55
1,329	CANDRIAM BD CR OPP S CAP	EUR	301,205.26	224.44	298,280.76	0.87
22,120	D FL RATE NOT -IC- CAP	EUR	1,867,067.02	83.49	1,846,839.65	5.40
3,830	DB X TRACKERS MSCI JPN TRN IDX -IC- CAP	JPY	185,378.14	5,885.00	179,711.56	0.53
7,074	DBXT SP 500 1C CAP ETF	USD	307,871.38	45.48	281,406.77	0.82
28,827	FID EM -I-ACC-USD CAP	USD	329,734.56	12.58	317,230.26	0.93
8,772	FID EU LG CAP	EUR	127,369.44	13.88	121,755.36	0.36
48,630	FID EUR SH BD -I-ACC- EURO CAP	EUR	487,730.59	9.88	480,381.73	1.41
23,944	GOLDMAN SACHS EME MKT CORE SM EQ PTF -I-	USD	366,865.37	16.52	346,021.85	1.01
24,739	INV GL TARG RET -A- CAP	EUR	258,721.98	10.44	258,264.39	0.76
1,642	JPMF EU STRAT VAL SHS -I-(ACC) EUR CAP.	EUR	168,199.69	98.94	162,444.14	0.48
875	MFS MERIDIAN SICAV EUR RESEARCH -I1-	EUR	187,321.09	209.48	183,295.00	0.54
33,213	M&G LX GB FLT RT HY-EURAH	EUR	323,494.17	9.69	321,695.69	0.94
15,861	MORGAN STANLEY INV SHT MTY EUR BD -Z-	EUR	486,321.16	30.44	482,808.84	1.41
31,484	MULTI UNITS LUX - LYXOR ETF SP500	USD	708,295.76	25.55	703,546.15	2.06
3,278	PICTET EUR SH TERM CORP BDS J CAP	EUR	346,608.88	104.74	343,337.72	1.01
1,383	PICTET SICAV EME LOC CUR DBT -I-CAP	EUR	207,423.44	148.14	204,830.79	0.60
2,633	PICTET TR-DIVERSIFIED ALPHA-J EUR	EUR	299,052.72	106.75	281,074.27	0.82
281	R CAP QI ECONEQ -I USD- CAP	USD	29,804.93	120.37	29,588.39	0.09
1,494	ROBECO K GROWTH FD HIGH YIELD BD -I EUR-	EUR	324,015.84	215.04	321,269.76	0.94
21,668	SCHRODER INT SEL EMERGING MKT -C- CAP	USD	317,439.21	15.95	302,279.56	0.89
15,120	SEBF1 ASS SEL-IC- CAP	EUR	155,025.36	9.49	143,549.28	0.42
532	UBAM DYNAMIC EURO BOND -I- CAP	EUR	138,377.92	258.05	137,282.60	0.40
2,783	UBAM DYNAMIC US DOLLAR BOND -IH- CAP	EUR	277,356.65	98.44	273,958.52	0.80

The notes are an integral part of these financial statements.

Quantity	Description	Ccy	Cost	Value per security	Market value (see notes)	% of net assets
3,179	UBAM GLOBAL HIGH YIELD SOL -IH- CAP EUR	EUR	495,202.91	156.44	497,322.76	1.46
	<b>TOTAL LUXEMBOURG</b>		<b>13,862,493.02</b>		<b>13,678,542.42</b>	<b>40.06</b>
	<b>SPAIN</b>					
2,663	BBVA CREDITO EUROPA FI	EUR	350,000.00	130.44	347,321.47	1.02
	<b>TOTAL SPAIN</b>		<b>350,000.00</b>		<b>347,321.47</b>	<b>1.02</b>
	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>		<b>18,384,982.09</b>		<b>18,284,034.07</b>	<b>53.55</b>
	<b>TOTAL INVESTMENT FUNDS</b>		<b>18,384,982.09</b>		<b>18,284,034.07</b>	<b>53.55</b>
	<b>TOTAL INVESTMENTS IN SECURITIES</b>		<b>31,609,999.82</b>		<b>31,475,457.31</b>	<b>92.18</b>
	Cash/(bank overdraft)				2,809,800.25	8.23
	Other assets and liabilities				(140,600.29)	(0.41)
	<b>TOTAL NET ASSETS</b>				<b>34,144,657.27</b>	<b>100.00</b>

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**GEOGRAPHICAL CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>COUNTRIES</b>	<b>% of net assets</b>
Luxembourg	44.88
Spain	20.48
Italy	8.23
Ireland	6.91
France	5.66
United States of America	5.49
Switzerland	0.53
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>92.18</b>
Other assets/(liabilities) and liquid assets	7.82
<b>NET ASSETS</b>	<b>100.00</b>

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**ECONOMIC CLASSIFICATION  
OF THE INVESTMENTS IN SECURITIES**  
December 31, 2018  
(in %)

<b>ECONOMIC SECTORS</b>	<b>% of net assets</b>
Investment funds	59.00
Countries and central governments	33.18
<b>TOTAL INVESTMENTS IN SECURITIES</b>	<b>92.18</b>
Other assets/(liabilities) and liquid assets	7.82
<b>NET ASSETS</b>	<b>100.00</b>

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

### GENERAL

BBVA DURBANA INTERNATIONAL FUND (the «Fund») was incorporated under the name BILBAO VIZCAYA INTERNATIONAL FUND as an investment company with variable capital (Société d'Investissement à Capital Variable) and incorporated in Luxembourg under the provisions of the Law of 1915, registered under Part I of modified Luxembourg Law of December 17, 2010 and qualifies as UCITS under article 1(2) of the Directive 2009/65/EC as modified. Directive 2014/91/EU of the European Parliament and the Council of July 13, 2014 on the coordination of laws, regulations and administrative provisions relating to undertakings for collective investment in transferable securities modifying Directive 2009/65/EC was implemented in national law under the Luxembourg Law of May 10, 2016 amending the modified Law of December, 17 2010.

Until June 2, 2016, the Fund was a self-managed SICAV in accordance with article 27 of the Law of 2010. Since June 2, 2016, the Fund has appointed BBVA Asset Management S.A., S.G.I.I.C. to act as its designated management company in accordance with the Law.

The capital of the Fund is at any time equal to the total net assets of the various Sub-Funds (the «Sub-Funds»).

The Articles of Incorporation have been amended for the last time by means of a Extraordinary General Meeting held on November 29, 2018. These amendments have been published in the Recueil Electronique del Sociétés et Associations (RESA) on January 24, 2019

As at December 31, 2018, the Fund was composed of 29 active Sub-Funds.

The following Sub-Funds are dormant since November 21, 2016:

- BBVA DURBANA INTERNATIONAL FUND - ESTRIBOR
- BBVA DURBANA INTERNATIONAL FUND - COMPAS
- BBVA DURBANA INTERNATIONAL FUND - BARLOVENTO

The following Sub-Funds are dormant respectively since December 22, 2016 and December 23, 2016:

- BBVA DURBANA INTERNATIONAL FUND - ANCLA
- BBVA DURBANA INTERNATIONAL FUND - ESTAY
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The following Sub-Fund is dormant since August 16, 2016:

- BBVA DURBANA INTERNATIONAL FUND - LA ENCINA

The following Sub-Fund is dormant since March 20, 2017:

- BBVA DURBANA INTERNATIONAL FUND - ESLORA

The object of the Fund is to offer its shareholders the possibility to access international financial markets and to share the results of a professional management focused on capital increase.

The following Sub-Fund is inactive since its creation

- BBVA MEXICAN FIXED INCOME FUND

### SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### a) Basis of preparation

The Fund prepares its combined financial statements and those of each Sub-Fund in conformity with legal and regulatory requirements in Luxembourg. As at December 31, 2018 the financial statements have been prepared on a going concern basis except for the Sub-Funds Garanti Turkish Fixed Income Fund (in liquidation) and Garanti Turkish Equity Fund (in liquidation) for which the non-going concern basis have been applied.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities during the reporting year. Actual results could differ from those estimates.

#### b) Valuation of the securities portfolio (continued)

The value of any securities listed or exchanged on a stock exchange or regulated market is calculated on the basis of the last available price. The value of securities dealt in on the over the counter market or on any other regulated market is based on the last available price. The last available price for the Brazilian Treasury bonds held in the portfolio of the Sub-Fund BBVA LATAM FIXED INCOME FUND is a price including the interest that has accrued since the issue of the most recent coupon payment (i.e. dirty price).

## SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In the event that the securities held in the portfolio on the relevant valuation date are not listed or exchanged on a stock exchange or another regulated market or if the price as determined pursuant to paragraph above is not representative of the fair market value of the relevant securities, the value of such securities is determined based on the reasonably foreseeable sales price determined prudently and in good faith by the Board of Directors of the Fund.

More specifically, where the fair values of securities or financial instruments cannot be derived from active markets at a valuation date they are determined using a variety of valuation techniques, comparison to similar instruments for which market observable prices exist, and options pricing models and other relevant valuation models, including models provided by counterparties or service providers as well as broker statements in order to reflect what is believed to be the fair value of those securities at the portfolio's valuation point.

The input to these models is taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values.

The judgments include considerations of liquidity and model inputs such as correlation and volatility for longer dated instruments. Use of available information and application of judgment are inherent in the formation of estimates. Actual results in the future could differ from such estimates and the differences may be material to the valuation retained.

Units or shares in open-ended undertakings for collective investment shall be valued on the basis of their last available net asset value, except for Exchange Traded Funds (ETF) for which the last available price is used.

### c) Valuation of listed futures and options

Futures and options are valued by reference to the last available price on the relevant market. The market prices used are the futures/options exchange settlement prices.

### d) Valuation of forward foreign exchange contracts

Forward foreign exchange contracts on currencies are valued at the forward rate applicable at the statement of net assets date for the remaining period until maturity. Gains or losses resulting from forward foreign exchange contracts are recognised in the statement of operations and changes in net assets.

### e) Net realised gain or loss on sales of investments, futures and options

Profits or losses on securities sales are calculated on the basis of the weighted average price of such securities.

Profits or losses on future and options sales are calculated on the basis of the first in first out principle.

Credit default Swaps are valued at fair value as determined in good faith pursuant to procedures established by the Board of Directors of the Fund. Gains or losses resulting from credit default Swaps are recognised in the statement of operations and changes in net assets.

### f) Conversion of foreign currencies

Assets and liabilities expressed in currencies other than the Sub-Fund's reporting currency are converted into the reporting currency at the exchange rates prevailing on the valuation date. Income and expenses in currencies other than the Sub-Fund's reporting currency are converted at the rate of exchange prevailing at payment date.

### g) Acquisition costs of the securities held in the portfolio

For securities expressed in a currency other than the reporting currency of the Sub-Funds, the acquisition cost is calculated on the basis of the exchange rate at the day of such acquisition. Expenses incurred on the acquisition and/or sale of an investment are included under Transaction fees in the statement of operations and changes in net assets.

### h) Formation/reorganisation expenses

Formation expenses are amortised on a straight line basis over a period of 5 years. If a new Sub-Fund is created in the future, the upfront costs for the Sub-Fund will be borne by the Sub-Fund exclusively and will be amortized over a period of 5 years with effect from the launch date of the said Sub-Fund.

### i) Income and expense recognition

Dividends are taken into account on the date upon which the relevant investments are first listed as ex-dividend. Interest income is accrued on a daily basis. Income is recorded net of withholding tax, if any

### j) Exchange rates as at December 31, 2018

1	EUR	=	1.62380	AUD
1	EUR	=	4.43060	BRL
1	EUR	=	1.56130	CAD
1	EUR	=	1.12690	CHF
1	EUR	=	3,711.43870	COP
1	EUR	=	7.46740	DKK
1	EUR	=	0.89755	GBP
1	EUR	=	8,95095	HKD
1	EUR	=	125.42070	JPY
1	EUR	=	22.51290	MXN
1	EUR	=	9.89875	NOK

## SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

1	EUR	=	10.13500	SEK
1	EUR	=	6.08145	TRY
1	EUR	=	1.14315	USD
1	EUR	=	1.70235	NZD
1	EUR	=	3,84830	PEN
1	EUR	=	79.30315	RUB

## PRESENTATION BASIS OF COMBINED FINANCIAL STATEMENTS

The combined financial statements of the Fund are expressed in EUR.

Consequently, net assets and net results of each Sub-Fund expressed in a foreign currency other than EUR are converted and combined in EUR at the exchange rate applicable at the date of the financial statements.

The difference between opening Net Assets stated at exchange rates ruling at the beginning of the year and their value at the end of the year is shown as an exchange difference in the combined statement of operations and changes in net assets.

## CROSS INVESTMENTS

Cross investments (where one sub-fund has invested in another Sub-Fund of the Fund) representing 0.06% of the Combined net assets as at December 31, 2018 have not been eliminated for presentation purposes of the combined results.

## ANNUAL TAX

The Fund is governed by the Luxembourg taxation Laws.

Under the currently applicable legislation and regulation, the Fund is liable in Luxembourg to a tax of 0.05% per annum of its net assets, such tax being payable quarterly and calculated on the basis of the net assets at the end of the relevant quarter.

However such rate is decreased to 0.01% per annum of their Net Asset Value for specific classes of shares reserved to institutional investors in a Sub-Fund (ie Class I). In accordance with article 175 of the Law of December 17, 2010, the value of assets represented by shares held in other undertaking for collective investment already subject to the subscription fee is free from such taxation.

Under current Law and practice, the Fund is not liable to Luxembourg taxes on income or capital gains, nor are dividends paid by the Fund liable to any Luxembourg withholding tax. Interests, dividends and capital gains on

securities may be subject to withholding or capital gains taxes in certain countries.

## TRANSACTIONS FEE

The total amount of transaction fees is included in the statement of operations and changes in net assets and includes Depositary and Sub-Custodian fees, Correspondent's expenses and Brokerage fees.

## GLOBAL FEE

The Fund pays a Global Fee which includes fees for the Investment Managers and the distributors. The Global Fee is payable quarterly and calculated on the average net asset value of each Sub-Fund concerned for the quarter in question. The Global Fee is set per annum as follows:

Sub-Funds	%
BBVA LATAM FIXED INCOME FUND	
- Class A	1.75
- Class I	0.50
- Class X	0.00
BBVA ALTERNATIVE SOLUTIONS FUND	
- Class A (EUR)	0.40
BBVA USD CORPORATE BOND FUND	
- Class D	0.80
BBVA EUROPEAN EQUITY FUND	
- Class A (EUR)	2.00
- Class A (USD)	2.00
- Class P (EUR)	1.50
- Class X (EUR)	0.00
BBVA EUR CORPORATE BOND FUND	
- Class A	1.25
- Class P	0.80
- Class X	0.00
BBVA GLOBAL EQUITY FUND	
- Class A (EUR)	2.00
- Class A (USD)	2.00
- Class L (USD)	0.30
BBVA MULTI-ASSET MODERATE USD FUND	
- Class A	1.35
- Class L	0.25
BBVA MULTI-ASSET MODERATE EUR FUND	
- Class A	1.35
GLOBAL INVESTMENTS	
- Class A	0.60
TABA DE INVERSIONES	
- Class A	0.30
DRIZA	
- Class A	0.75
AMURA	
- Class A	0.15
BITACORA	
- Class A	0.70
RUMBO	
- Class A	0.70
SEXTANTE	
- Class A	0.70
SPINNAKER	
- Class A	0.60
BBVA GLOBAL BOND FUND	
- Class A (EUR)	1.35
- Class A (USD)	1.35
- Class P (EUR) (until March 7, 2018)	0.90

**GLOBAL FEE (CONTINUED)**

- Class P (USD)	0.90
- Class X (EUR)	0.00
- Class X (USD)	0.00
- Class L (USD)	0.20
BBVA MULTI-ASSET FLEXIBLE FUND	
- Class A (EUR)	1.70
- Class A (USD)	1.70
BBVA EURO CASH FUND	
- Class A	0.35
- Class X	0.00
BBVA LATAM EQUITY FUND	
- Class A (USD)	2.25
- Class X (EUR)	0.00
GARANTI TURKISH FIXED INCOME FUND (in Liquidation)	
- Class P (USD)	1.25
- Class I (EUR)	0.65
GARANTI TURKISH EQUITY FUND (in Liquidation)	
- Class A (EUR)	2.00
- Class I (EUR)	1.00
BBVA USD LONG TERM CORPORATE BOND FUND	
- Class A (USD)	1.35
- Class A (EUR)	1.35
BBVA FIXED INCOME PORTFOLIO FUND	
- Class PD (EUR)	1.00
- Class PD (USD)	1.00
- Class PP (EUR)	0.65
- Class PP (USD)	0.65
- Class I (EUR)	0.75
- Class I (USD)	0.75
BBVA PORTFOLIO STRATEGY 33 FUND	
- Class A (USD)	1.60
- Class PP (EUR)	0.80
- Class PP (USD)	0.80
- Class I (USD)	1.00
BBVA PORTFOLIO STRATEGY 66 FUND	
- Class P (EUR)	1.50
- Class P (USD)	1.50
- Class I (USD)	1.00
BBVA PORTFOLIO STRATEGY 100 FUND	
- Class P (EUR)	2.00
- Class I (USD)	1.25
- Class B (USD)	1.25
BBVA PORTFOLIO EQUITY STRATEGY FUND	
- Class P (EUR)	2.00
BBVA MULTI-ASSET DEFENSIVE EUR FUND	
- Class A	1.00

**PRINCIPAL DISTRIBUTOR**

On June 2, 2016, the Fund and BBVA ASSET MANAGEMENT S.A., S.G.I.I.C. signed a Principal Distributor Agreement for an unlimited duration.

**PERFORMANCE FEE**

The Investment Manager may, in addition to the management fee payable out of the Global Fee, be entitled to a performance fee.

The performance fee is calculated and accrued on each Valuation Day on the basis of the Net Asset Value (the "NAV"), after deduction of all costs as well as of the

Global Fee (but not the performance fee) adjusted in order to take into account all subscriptions during the period of calculation of the performance fee so as not to impact the calculation of the performance fee.

For the Sub-Fund BBVA ALTERNATIVE SOLUTIONS FUND, the performance fee shall be equal to 15% of the increase in the Net Asset Value per share over 3 months of Euribor + 1.25% multiplied by the number of shares in circulation and is also subject to an annual "high water mark" principle. Accordingly, no performance fee can be accrued or paid until the losses for such financial year (if any) are recovered.

For the Sub-Funds BBVA FIXED INCOME PORTFOLIO FUND and BBVA PORTFOLIO STRATEGY 33 FUND, the performance fee shall be equal to 15% of the increase in the Net Asset Value per share multiplied by the number of shares in circulation and is also subject to an annual "high water mark" principle. Accordingly, no performance fee can be accrued or paid until the losses for such financial year (if any) are recovered.

The annual high water mark is defined as the greater of the two following values:

- the last Net Asset Value per share of the previous financial year (for the first financial year of the Sub-Fund/Share Class the initial subscription price shall be used);
- the last Net Asset Value per share having given rise, during a quarter of the financial year in question, to payment of a performance fee.

If the Net Asset Value per share is lower than the high water mark, no performance fee shall be accrued.

If redemptions are made on a date other than the date of payment of the performance fee, but where performance fees have been accrued, the portion of the accruals attributable to such redemptions shall be paid at the end of the relevant quarter.

The share classes of the following Sub-Funds are entitled to a performance fee:

BBVA ALTERNATIVE SOLUTIONS FUND  
Class A(EUR)  
BBVA FIXED INCOME PORTFOLIO FUND  
Class PP(EUR)  
Class PP(USD)  
BBVA PORTFOLIO STRATEGY 33 FUND  
Class PP(EUR)  
Class PP(USD)

The performance fee is payable within fifteen business days following the last day of each calendar quarter.

The amount of performance fee per Sub-Fund is detailed in the statement of operations and changes in net assets of each Sub-Fund concerned.

Some share classes of the Sub-Funds of BBVA PORTFOLIO STRATEGY 66 FUND, BBVA PORTFOLIO STRATEGY 100 and BBVA PORTFOLIO EQUITY STRATEGY FUND are entitled to a performance fees. However, as at year-end, there were no such share classes active during the year.

## RETROCESSION

The Management Company may enter into retrocession fee arrangements with any distributor in relation to their distribution services. The rebates paid to the SICAV due to the Investment in third party funds are presented in the next table splitted by sub-funds, average net assets of every sub-fund and percentage of the Rebate over net assets.

Accounts	Sum of Amount in EUR	Year-end Net Asset in Sub-Fund currency	CCY	Year-end Net Asset in EUR	Rebate/NAV in EUR
BBVA ALTERNATIVE SOLUTIONS FUND	2,830.65	1,349,093.45	EUR	1,349,093.45	0.2098%
BBVA GLOBAL EQUITY FUND	17,909.81	19,694,713.41	EUR	19,694,713.41	0.0909%
BBVA MULTI-ASSET MODERATE EUR FUND	67,735.66	112,893,112.09	EUR	112,893,112.09	0.0600%
BBVA MULTI-ASSET MODERATE USD FUND	80,390.24	33,329,378.57	USD	29,155,735.09	0.2757%
GLOBAL INVESTMENT FUND	9,375.63	3,783,213.84	EUR	3 783,213.84	0.2478%
TABA DE INVERSIONES	2,362.67	3,280,212.79	EUR	3 280,212.79	0.0720%
DRIZA	2,752.22	1,111,851.25	EUR	1,111,851.25	0.2475%
AMURA	4,390.15	18,819 094.82	EUR	18,819,094.82	0.0233%
BITACORA	12,491.96	10,396,389.33	EUR	10,396,389.33	0.1202%
RUMBO	3,140.52	1,811,137.61	EUR	1,811,137.61	0.1734%
SPINNAKER	491.13	3,164,555.03	EUR	3,164,555.03	0.0155%
GLOBAL BOND FUND	414.82	32,578,751.01	USD	28,499,104.24	0.0015%
MULTI-ASSET FLEXIBLE FUND	643.37	2,126,355.25	EUR	2,126,355.25	0.0303%
BBVA FIXED INCOME PORTFOLIO FUND	2,517.90	54,293,901.79	EUR	54,293,901.79	0.0046%
BBVA PORTOFOLIO STRATEGY 33	2,331.79	49,492,204.34	EUR	49,492,204.34	0.0047%
BBVA PORTOFOLIO STRATEGY 66	2,442.25	70,792,715.00	EUR	70,792,715.00	0.0034%
BBVA PORTOFOLIO STRATEGY 100	335.62	20,138,111.03	EUR	20,138,111.03	0.0017%
BBVA MULTI-ASSET DEFENSIVE EUR FUND	17,210.41	34,144,657.27	EUR	34,144,657.27	0.0504%
<b>Grand Total</b>	<b>229,766.80</b>				

## DEPOSITARY AND ADMINISTRATION FEES

Edmond de Rothschild Asset Management (Luxembourg), a public limited liability company under the supervision of CSSF and a wholly-owned subsidiary of Edmond de Rothschild (Europe), has been appointed as Administrative, Registrar, Transfer Agent and Paying Agent of the Fund.

Edmond de Rothschild (Europe) remains the Depositary, Domiciliary Agent of the Fund.

The Administrative Agent and Depositary activities are remunerated by a commission paid out of the assets of the Fund and calculated per quarter on the basis of the average value of net assets of the Fund for the relevant quarter.

## DISTRIBUTION POLICY

The annual general meeting of shareholders may, upon proposal of the Board, resolve on the portion of the investment income to be allocated to each Sub-Fund, and within each Sub-Fund on the allocation of investment income between distributing shares and accumulation shares pro rata to the corresponding assets.

The portion of investment income allocated to accumulation shares shall be reinvested in the Fund and shall thus increase the Net Asset Value relating to the accumulation shares. With respect to the investment income allocated to distributing shares, the distributable amount for each Sub-Fund may consist of interests, dividends, realised or unrealised capital gains and other realised income after deduction of costs, realised or unrealised capital losses as well as the capital of such Sub-Fund, within the limits set forth by article 27 of the Law of December 17, 2010.

Dividends payable to holders of distributing shares shall be payable within five months following the end of the financial year. Upon proposal of the Board, the general meeting may also decide the distribution to shareholders of a dividend in a form of shares in the relevant Sub-Funds in proportion of existing shares of the same class.

With respect to distributing shares, any dividend declared but not claimed within five years after its allocation shall be forfeited to the Sub-Fund concerned.

No interest shall be paid on a dividend declared by the Fund and held by the Fund on behalf of the shareholders. The Board of Directors of the Fund may decide on the payment of interim dividend in compliance with legal requirements. Dividend announcement shall be made in newspapers with appropriate circulation.

During the year, the following dividends have been paid and are included in the caption "Dividend paid" in the statement of operations and changes in net assets of :

### BBVA USD CORPORATE BOND FUND Class D Sub-Fund:

Class	Dividend	Ex-Date
Class D	0.52576	01.02.18
	1.06965	04.03.18
	0.68468	02.07.18
	0.98877	10.01.18

### BBVA FIXED INCOME PORTFOLIO FUND Class PD Sub-Fund:

Class	Dividend	Ex-Date
Class PD (EUR)	0.96441	01.02.18
	0.93955	04.03.18
	0.92654	07.02.18
	0.90828	10.01.18
Class PD (USD)	0.99369	01.02.18
	0.97304	04.03.18
	0.96711	07.02.18
	0.95385	10.01.18

## SWING PRICE

In addition the Board may adjust the Net asset Value of any of the Sub-Funds or Classes through the application of a swing pricing mechanism as a percentage of the Net Asset Value per share. A Sub-Fund may suffer dilution of the Net Asset Value per share due to investors buying or selling shares in a Sub-Fund at a price that does not reflect the dealing and other costs that arise when security trades are undertaken by the Investment Manager to accommodate cash inflows or outflows. In order to counter this impact, a swing pricing mechanism may be adopted to protect the interests of shareholders of each Sub-Fund.

If on any Valuation Day, the aggregate net transactions in shares of a Sub-Fund exceed a pre-determined threshold, as determined and reviewed for each Sub-Fund on a periodic basis by the Board, the Net Asset Value per share may be adjusted upwards or downwards to reflect the effects of net inflows and net outflows respectively. The net inflows and net outflows will be determined by the Board based on the latest available information at the time of calculation of the Net Asset Value per share. The swing pricing mechanism may be applied across all Sub-Funds. The extent of the price adjustment will be set by the Board to reflect dealing and other costs. Such adjustment may vary from Sub-Fund to Sub-Fund and will not exceed 2%

## SWING PRICE (CONTINUED)

of the original Net Asset Value per share.

The Board of Directors decided on August 6, 2014 to introduce a swing pricing mechanism for the Sub-Fund USD LONG TERM CORPORATE BOND FUND.

The Board of Directors decided on March 22, 2018 to introduce a swing pricing mechanism for the Sub-Fund MULTI-ASSET MODERATE USD FUND.

As at December 31, 2018 the Sub-Funds USD LONG TERM CORPORATE BOND FUND and MULTI-ASSET MODERATE USD FUND are entered into a swing pricing mechanism.

## SHARECLASS HEDGING

For all the share classes in another currency than the reference currency of the relevant Sub-Funds BBVA DURBANA INTERNATIONAL FUND, the investment manager undertake currency hedging to reduce the exposure of the hedged share classes to the fluctuations of the reference currency of the Sub-Fund except for the following share classes where the investment manager does not hedge the currency exposure risk against the currency of the Sub-Fund:

- BBVA GLOBAL BOND FUND: Class A (EUR);
- Class X (EUR)
- BBVA MULIT-ASSET FLEXIBLE FUND: Class A (USD);
- BBVA USD LONG TERM CORPORATE BOND FUND: Class A (EUR);
- BBVA FIXED INCOME PORTFOLIO FUND: Class I (USD) Class PP (USD) and Class PD (USD);
- BBVA PORTFOLIO STRATEGY 33 FUND: Class A (USD) Class I (USD) and Class PP (USD);
- BBVA PORTFOLIO STRATEGY 66 FUND: Class I (USD) and Class P (USD);
- BBVA PORTFOLIO STRATEGY 100 FUND: Class I (USD) and Class B (USD).

## SECURITIES FINANCING TRANSACTIONS AND OF REUSE REGULATION ("SFTR")

The Fund does not use any instruments falling into the scope of SFTR.

## DELEGATION

Edmond de Rothschild Asset Management (Luxembourg) and Edmond de Rothschild (Europe) may delegate all or part of their functions and duties to a sub-contractor which, having regard to the nature of the functions and duties to

be delegated, must be qualified and capable of undertaking the duties in question.

## SUBSEQUENT EVENT

Actually, we have proceed to amend the investment policy of the Euro Cash sub-fund in order to be out of the scope of the Money Market Fund Regulation. The sub-fund will also change the name from Euro Cash to BBVA Euro Short Term Bond Fund. The new investment policy of the sub-fund was sent to the CSSF fulfilling the deadline of 21 January 2019 stated in the Money Market Fund Regulation. Actually we are finalizing the discussions with the CSSF in order to not fall into the scope of the Money Market Fund Regulation.

The sub - funds Garanti Turkish Fixed Income Fund (in Liquidation) and Garanti Turkish Equity Fund (in Liquidation) were put into liquidation on 19 March 2019.

**COLLATERAL HELD OR PAID AT BROKERS**

The caption “Cash at sight” is composed of the following amounts serving as collateral given or received for the commitments resulting from futures and options contracts:

Sub-Funds	JP Morgan (in EUR)	JP Morgan (in USD)
BBVA ALTERNATIVE SOLUTIONS FUND	1,006.31	-
BBVA EUROPEAN EQUITY FUND	48,087.05	-
BBVA GLOBAL EQUITY FUND	102,940.62	-
BBVA MULTI-ASSET MODERATE USD FUND	-	136,119.26
BBVA MULTI-ASSET MODERATE EUR FUND	1,061,863.66	-
TABA DE INVERSIONES	5,597.26	-
SEXTANTE	86,592.72	-
SPINNAKER	10,244.25	-
BBVA GLOBAL BOND FUND	-	497,660.28
BBVA MULTI-ASSET FLEXIBLE FUND	9,401.57	-
BBVA USD LONG TERM CORPORATE BOND FUND	-	(36,244.05)
BBVA FIXED INCOME PORTFOLIO FUND	(603,323.04)	-
BBVA PORTFOLIO STRATEGY 33 FUND	(143,905.18)	-
BBVA PORTFOLIO STRATEGY 66 FUND	(40,466.26)	-
BBVA PORTFOLIO STRATEGY 100 FUND	929,916.22	-
BBVA MULTI-ASSET DEFENSIVE EUR FUND	184,629.61	-
	<b>1,654,584.79</b>	<b>597,535.49</b>

## BBVA DURBANA INTERNATIONAL FUND

### FUTURES

As at December 31, 2018, the following futures contract(s) was (were) outstanding :

#### BBVA DURBANA INTERNATIONAL FUND - BBVA ALTERNATIVE SOLUTIONS FUND

Sale / Purchase	Quantity	Contract(s)	Size	Price as at 12.31.18	Commitment EUR	Unrealised result EUR	Brokers
<b>FUTURES ON INDEX</b>							
Sale	1	STOXX EUR 600 03/19	50	333.80 EUR	16,882.50	(15.00) <b>(15.00)</b>	JP Morgan Londres

The unrealised gain/(loss) result on the outstanding futures contract(s) as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA ALTERNATIVE SOLUTIONS FUND is included in the statement of net assets of the Sub-Fund.

#### BBVA DURBANA INTERNATIONAL FUND - BBVA EUROPEAN EQUITY FUND

Sale / Purchase	Quantity	Contract(s)	Size	Price as at 12.31.18	Commitment EUR	Unrealised result EUR	Brokers
<b>FUTURES ON EXCHANGE RATES</b>							
Sale	7	EUR/GBP (CME) 03/19	125,000	0.90 GBP	878,265.83	877.39 <b>877.39</b>	JP Morgan Londres
<b>FUTURES ON INDEX</b>							
Purchase	9	DJ EURO STOXX 50 03/19	10	2,974.00 EUR	267,660.00	(1,170.00) <b>(1,170.00)</b>	JP Morgan Londres

The unrealised gain/(loss) result on the outstanding futures contract(s) as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA EUROPEAN EQUITY FUND is included in the statement of net assets of the Sub-Fund.

#### BBVA DURBANA INTERNATIONAL FUND - BBVA GLOBAL EQUITY FUND

Sale / Purchase	Quantity	Contract(s)	Size	Price as at 12.31.18	Commitment EUR	Unrealised result EUR	Brokers
<b>FUTURES ON EXCHANGE RATES</b>							
Sale	13	EUR/JPY (CME) 03/19	125,000	125.64 JPY	1,627,841.34	38,221.36	JP Morgan Londres
Sale	18	EUR/USD (CME) 03/19	125,000	1.15 USD	2,267,911.04	(18,206.27) <b>20,015.09</b>	JP Morgan Londres
<b>FUTURES ON INDEX</b>							
Purchase	7	EUX MSCI JAPAN 03/19	10	5,678.00 USD	347,688.40	(16,655.73) <b>(16,655.73)</b>	JP Morgan Londres

The unrealised gain/(loss) result on the outstanding futures contract(s) as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA GLOBAL EQUITY FUND is included in the statement of net assets of the Sub-Fund.

## FUTURES

### (Continued)

As at December 31, 2018, the following futures contract(s) was (were) outstanding :

#### BBVA DURBANA INTERNATIONAL FUND - BBVA MULTI-ASSET MODERATE USD FUND

Sale / Purchase	Quantity	Contract(s)	Size	Price as at 12.31.18	Commitment USD	Unrealised result USD	Brokers
<b>FUTURES ON EXCHANGE RATES</b>							
Sale	19	EUR/USD (CME) 03/19	125,000	1.15 USD	2,736,593.75	(21,968.75) <b>(21,968.75)</b>	JP Morgan Londres
<b>FUTURES ON INDEX</b>							
Sale	21	MINI MSCI EMG MKT 03/19	50	966.80 USD	1,013,949.83	8,530.00	JP Morgan Londres
Sale	71	MSCI WLD IDX 03/19	10	5,394.00 USD	3,829,740.00	172,795.27	JP Morgan Londres
Purchase	9	S&P 500 EMINI INDEX 03/19	50	2,505.20 USD	1,128,082.50	18,365.83	JP Morgan Londres
Sale	35	STOXX EUR 600 03/19	50	333.80 EUR	675,473.05	(75.45) <b>199,615.65</b>	JP Morgan Londres
<b>FUTURES ON SECURITIES</b>							
Purchase	45	US 10 YEARS NOTE 03/19	1,000	122.01 USD	5,490,703.13	130,781.25 <b>130,781.25</b>	JP Morgan Londres

The unrealised gain/(loss) result on the outstanding futures contract(s) as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA MULTI-ASSET MODERATE USD FUND is included in the statement of net assets of the Sub-Fund.

#### BBVA DURBANA INTERNATIONAL FUND - BBVA MULTI-ASSET MODERATE EUR FUND

Sale / Purchase	Quantity	Contract(s)	Size	Price as at 12.31.18	Commitment EUR	Unrealised result EUR	Brokers
<b>FUTURES ON EXCHANGE RATES</b>							
Purchase	15	EUR/JPY (CME) 03/19	125,000	125.64 JPY	1,878,278.47	(44,101.57)	JP Morgan Londres
Purchase	4	EURO E-MINI (CME) 03/19	62,500	1.15 USD	252,001.05	2,143.20	JP Morgan Londres
Purchase	125	EUR/USD (CME) 03/19	125,000	1.15 USD	15,749,382.19	58,046.84 <b>16,088.47</b>	JP Morgan Londres
<b>FUTURES ON INDEX</b>							
Sale	85	MINI MSCI EMG MKT 03/19	50	966.80 USD	3,590,152.32	30,319.73	JP Morgan Londres
Sale	276	MSCI WLD IDX 03/19	10	5,394.00 USD	13,023,172.81	575,815.98	JP Morgan Londres
Purchase	34	S&P 500 EMINI INDEX 03/19	50	2,505.20 USD	3,727,984.08	60,285.18	JP Morgan Londres
Sale	137	STOXX EUR 600 03/19	50	333.80 EUR	2,312,902.50	(327.00) <b>666,093.89</b>	JP Morgan Londres
<b>FUTURES ON SECURITIES</b>							
Purchase	81	EURO BOBL FUTURE 03/19	1,000	132.52 EUR	10,734,120.00	25,920.00	JP Morgan Londres
Purchase	39	EURO BUND FUTURE 03/19	1,000	163.54 EUR	6,378,060.00	5,707.53	JP Morgan Londres
Purchase	174	US 10 YEARS NOTE 03/19	1,000	122.01 USD	18,572,119.80	230,694.79 <b>262,322.32</b>	JP Morgan Londres

The unrealised gain/(loss) result on the outstanding futures contract(s) as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA MULTI-ASSET MODERATE EUR FUND is included in the statement of net assets of the Sub-Fund.

## BBVA DURBANA INTERNATIONAL FUND

### FUTURES (Continued)

As at December 31, 2018, the following futures contract(s) was (were) outstanding :

#### BBVA DURBANA INTERNATIONAL FUND - TABA DE INVERSIONES

Sale / Purchase	Quantity	Contract(s)	Size	Price as at 12.31.18	Commitment EUR	Unrealised result EUR	Brokers
<b>FUTURES ON EXCHANGE RATES</b>							
Purchase	8	EURO E-MINI (CME) 03/19	62,500	1.15 USD	504,002.10	2,777.41 <b>2,777.41</b>	JP Morgan Londres

The unrealised gain/(loss) result on the outstanding futures contract(s) as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - TABA DE INVERSIONES is included in the statement of net assets of the Sub-Fund.

#### BBVA DURBANA INTERNATIONAL FUND - SEXTANTE

Sale / Purchase	Quantity	Contract(s)	Size	Price as at 12.31.18	Commitment EUR	Unrealised result EUR	Brokers
<b>FUTURES ON INDEX</b>							
Sale	10	NASDAQ 100 E-MINI 03/19	20	6,333.25 USD	1,107,459.91	(27,289.51) <b>(27,289.51)</b>	JP Morgan Londres

The unrealised gain/(loss) result on the outstanding futures contract(s) as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - SEXTANTE is included in the statement of net assets of the Sub-Fund.

#### BBVA DURBANA INTERNATIONAL FUND - BBVA GLOBAL BOND FUND

Sale / Purchase	Quantity	Contract(s)	Size	Price as at 12.31.18	Commitment USD	Unrealised result USD	Brokers
<b>FUTURES ON EXCHANGE RATES</b>							
Purchase	7	EUR/AUD (CME) 03/19	125,000	1.63 AUD	1,006,477.82	31,292.66	JP Morgan Londres
Sale	81	EUR/USD (CME) 03/19	125,000	1.15 USD	11,666,531.25	(85,456.25)	JP Morgan Londres
Purchase	9	JPN YEN CURR FUT 03/19	1,250	91.71 USD	1,031,737.50	31,326.57	JP Morgan Londres
Sale	11	USD/AUD (CME) 03/19	1,000	70.52 USD	775,720.00	18,535.00	JP Morgan Londres
Sale	23	USD/CAD (CME) 03/19	1,000	73.51 USD	1,690,730.00	32,528.76	JP Morgan Londres
Sale	10	USD/GBP (CME) 03/19	625	127.90 USD	799,375.00	(12,437.50)	JP Morgan Londres
Sale	29	USD/NZD (CME) 03/19	1,000	67.20 USD	1,948,800.00	39,730.00 <b>55,519.24</b>	JP Morgan Londres

#### FUTURES ON SECURITIES

Purchase	322	AUSTR 3YR BOND 03/19	1,000	98.20 AUD	25,437,097.89	109,267.65	JP Morgan Londres
Sale	16	BTP03YR ITALY 03/19	1,000	110.72 EUR	2,025,113.09	(15,546.84)	JP Morgan Londres
Sale	14	CAN 10YR BOND (MSE) 03/19	1,000	136.77 CAD	1,401,960.39	(45,204.69)	JP Morgan Londres
Sale	34	EURO BOBL FUTURE 03/19	1,000	132.52 EUR	5,150,668.09	(13,603.49)	JP Morgan Londres
Sale	19	EURO BUND FUTURE 03/19	1,000	163.54 EUR	3,552,064.27	(25,629.42)	JP Morgan Londres
Purchase	11	EURO SCHATZ FUTURE 03/19	1,000	111.94 EUR	1,407,606.32	691.61	JP Morgan Londres
Purchase	1	US TREASURY BOND 03/19	1,000	146.00 USD	146,000.00	6,794.94	JP Morgan Londres
Purchase	17	US 2 YEARS NOTE- CBT 03/19	2,000	106.05 USD	3,609,312.50	11,953.13	JP Morgan Londres
Purchase	10	US 5 YEARS NOTE-CBT 03/19	1,000	114.22 USD	1,146,875.00	11,937.50 <b>40,660.39</b>	JP Morgan Londres

The unrealised gain/(loss) result on the outstanding futures contract(s) as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA GLOBAL BOND FUND is included in the statement of net assets of the Sub-Fund.

**FUTURES**  
**(Continued)**

As at December 31, 2018, the following futures contract(s) was (were) outstanding :

**BBVA DURBANA INTERNATIONAL FUND - BBVA MULTI-ASSET FLEXIBLE FUND**

Sale / Purchase	Quantity	Contract(s)	Size	Price as at 12.31.18	Commitment EUR	Unrealised result EUR	Brokers
<b>FUTURES ON INDEX</b>							
Sale	8	BCOM COMDTY IND 03/19	100	76.60 USD	53,606.26	2,099.46	JP Morgan Londres
Sale	2	MINI MSCI EMG MKT 03/19	50	966.80 USD	84,474.17	708.57	JP Morgan Londres
Sale	6	MSCI WLD IDX 03/19	10	5,394.00 USD	283,112.45	11,716.97	JP Morgan Londres
Sale	3	STOXX EUR 600 03/19	50	333.80 EUR	50,647.50	(18.00)	JP Morgan Londres
						<b>14,507.00</b>	
<b>FUTURES ON SECURITIES</b>							
Purchase	1	EURO BUND FUTURE 03/19	1,000	163.54 EUR	163,540.00	146.35	JP Morgan Londres
Purchase	2	US 10 YEARS NOTE 03/19	1,000	122.01 USD	213,472.64	5,084.63	JP Morgan Londres
						<b>5,230.98</b>	

The unrealised gain/(loss) result on the outstanding futures contract(s) as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA MULTI-ASSET FLEXIBLE FUND is included in the statement of net assets of the Sub-Fund.

**BBVA DURBANA INTERNATIONAL FUND - BBVA USD LONG TERM CORPORATE BOND FUND**

Sale / Purchase	Quantity	Contract(s)	Size	Price as at 12.31.18	Commitment USD	Unrealised result USD	Brokers
<b>FUTURES ON SECURITIES</b>							
Purchase	3	US TREASURY BOND 03/19	1,000	146.00 USD	438,000.00	20,384.81	JP Morgan Londres
Purchase	17	US 10 YEARS NOTE 03/19	1,000	122.01 USD	2,074,265.63	49,406.25	JP Morgan Londres
						<b>69,791.06</b>	

The unrealised gain/(loss) result on the outstanding futures contract(s) as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA USD LONG TERM CORPORATE BOND FUND is included in the statement of net assets of the Sub-Fund.

**BBVA DURBANA INTERNATIONAL FUND - BBVA FIXED INCOME PORTFOLIO FUND**

Sale / Purchase	Quantity	Contract(s)	Size	Price as at 12.31.18	Commitment EUR	Unrealised result EUR	Brokers
<b>FUTURES ON SECURITIES</b>							
Sale	1	EURO BOBL FUTURE 03/19	1,000	132.52 EUR	132,520.00	(350.00)	JP Morgan Londres
Sale	1	EURO SCHATZ FUTURE 03/19	1,000	111.94 EUR	111,940.00	(60.00)	JP Morgan Londres
Purchase	79	US ULTRA BD CBT 30YR 03/19	1,000	160.21 USD	11,102,518.26	577,894.03	JP Morgan Londres
Purchase	149	US 10 YEARS NOTE 03/19	1,000	122.01 USD	15,903,711.79	378,203.87	JP Morgan Londres
Purchase	1	US 2 YEARS NOTE- CBT 03/19	2,000	106.05 USD	185,725.85	1,271.16	JP Morgan Londres
Purchase	158	US 5 YEARS NOTE-CBT 03/19	1,000	114.22 USD	15,851,484.93	257,949.53	JP Morgan Londres
						<b>1,214,908.59</b>	

The unrealised gain/(loss) result on the outstanding futures contract(s) as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA FIXED INCOME PORTFOLIO FUND is included in the statement of net assets of the Sub-Fund.

**FUTURES**  
**(Continued)**

As at December 31, 2018, the following futures contract(s) was (were) outstanding :

**BBVA DURBANA INTERNATIONAL FUND - BBVA PORTFOLIO STRATEGY 33 FUND**

Sale / Purchase	Quantity	Contract(s)	Size	Price as at 12.31.18	Commitment EUR	Unrealised result EUR	Brokers
<b>FUTURES ON INDEX</b>							
Sale	1	DJ EURO STOXX 50 03/19	10	2,974.00 EUR	29,740.00	760.00	JP Morgan Londres
Purchase	25	S&P 500 EMINI INDEX 03/19	50	2,505.20 USD	2,741,164.76	(109,511.49)	JP Morgan Londres
						<b>(108,751.49)</b>	
<b>FUTURES ON SECURITIES</b>							
Purchase	47	US ULTRA BD CBT 30YR 03/19	1,000	160.21 USD	6,605,295.67	343,997.02	JP Morgan Londres
Purchase	136	US 10 YEARS NOTE 03/19	1,000	122.01 USD	14,516,139.61	345,755.15	JP Morgan Londres
Purchase	24	US 5 YEARS NOTE-CBT 03/19	1,000	114.22 USD	2,407,820.50	16,730.09	JP Morgan Londres
						<b>706,482.26</b>	

The unrealised gain/(loss) result on the outstanding futures contract(s) as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA PORTFOLIO STRATEGY 33 FUND is included in the statement of net assets of the Sub-Fund.

**BBVA DURBANA INTERNATIONAL FUND - BBVA PORTFOLIO STRATEGY 66 FUND**

Sale / Purchase	Quantity	Contract(s)	Size	Price as at 12.31.18	Commitment EUR	Unrealised result EUR	Brokers
<b>FUTURES ON INDEX</b>							
Sale	1	DJ EURO STOXX 50 03/19	10	2,974.00 EUR	29,740.00	760.00	JP Morgan Londres
Purchase	59	S&P 500 EMINI INDEX 03/19	50	2,505.20 USD	6,469,148.84	(252,357.91)	JP Morgan Londres
						<b>(251,597.91)</b>	
<b>FUTURES ON SECURITIES</b>							
Purchase	66	US ULTRA BD CBT 30YR 03/19	1,000	160.21 USD	9,275,521.59	483,059.64	JP Morgan Londres
Purchase	196	US 10 YEARS NOTE 03/19	1,000	122.01 USD	20,920,318.86	498,294.19	JP Morgan Londres
Purchase	1	US 5 YEARS NOTE-CBT 03/19	1,000	114.22 USD	100,325.85	1,640.20	JP Morgan Londres
						<b>982,994.03</b>	

The unrealised gain/(loss) result on the outstanding futures contract(s) as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA PORTFOLIO STRATEGY 66 FUND is included in the statement of net assets of the Sub-Fund.

# BBVA DURBANA INTERNATIONAL FUND

## FUTURES (Continued)

As at December 31, 2018, the following futures contract(s) was (were) outstanding :

### BBVA DURBANA INTERNATIONAL FUND - BBVA PORTFOLIO STRATEGY 100 FUND

Sale / Purchase	Quantity	Contract(s)	Size	Price as at 12.31.18	Commitment EUR	Unrealised result EUR	Brokers
<b>FUTURES ON INDEX</b>							
Purchase	22	S&P 500 EMINI INDEX 03/19	50	2,505.20 USD	2,412,224.09	(96,447.19) <b>(96,447.19)</b>	JP Morgan Londres
<b>FUTURES ON SECURITIES</b>							
Purchase	18	US ULTRA BD CBT 30YR 03/19	1,000	160.21 USD	2,529,687.71	131,743.54	JP Morgan Londres
Purchase	51	US 10 YEARS NOTE 03/19	1,000	122.01 USD	5,443,552.36	129,658.18	JP Morgan Londres
Purchase	1	US 5 YEARS NOTE-CBT 03/19	1,000	114.22 USD	100,325.85	1,640.20	JP Morgan Londres
						<b>263,041.92</b>	

The unrealised gain/(loss) result on the outstanding futures contract(s) as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA PORTFOLIO STRATEGY 100 FUND is included in the statement of net assets of the Sub-Fund.

### BBVA DURBANA INTERNATIONAL FUND - BBVA MULTI-ASSET DEFENSIVE EUR FUND

Sale / Purchase	Quantity	Contract(s)	Size	Price as at 12.31.18	Commitment EUR	Unrealised result EUR	Brokers
<b>FUTURES ON EXCHANGE RATES</b>							
Purchase	2	EUR/JPY (CME) 03/19	125,000	125.64 JPY	250,437.13	(5,880.21)	JP Morgan Londres
Purchase	1	EURO E-MINI (CME) 03/19	62,500	1.15 USD	63,000.26	535.80	JP Morgan Londres
Purchase	27	EUR/USD (CME) 03/19	125,000	1.15 USD	3,401,866.55	18,578.05	JP Morgan Londres
						<b>13,233.64</b>	
<b>FUTURES ON INDEX</b>							
Sale	17	MINI MSCI EMG MKT 03/19	50	966.80 USD	718,030.46	6,062.20	JP Morgan Londres
Sale	60	MSCI WLD IDX 03/19	10	5,394.00 USD	2,831,124.52	125,699.97	JP Morgan Londres
Purchase	4	S&P 500 EMINI INDEX 03/19	50	2,505.20 USD	438,586.36	8,001.29	JP Morgan Londres
Sale	31	STOXX EUR 600 03/19	50	333.80 EUR	523,357.60	48.00	JP Morgan Londres
						<b>139,811.46</b>	
<b>FUTURES ON SECURITIES</b>							
Purchase	39	EURO BOBL FUTURE 03/19	1,000	132.52 EUR	5,168,280.00	12,480.00	JP Morgan Londres
Purchase	12	EURO BUND FUTURE 03/19	1,000	163.54 EUR	1,962,480.00	1,756.16	JP Morgan Londres
Purchase	52	US 10 YEARS NOTE 03/19	1,000	122.01 USD	5,550,288.68	68,943.27	JP Morgan Londres
						<b>83,179.43</b>	

The unrealised gain/(loss) result on the outstanding futures contract(s) as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA MULTI-ASSET DEFENSIVE EUR FUND is included in the statement of net assets of the Sub-Fund.

## OPTIONS

As at December 31, 2018, the following option contract(s) was (were) outstanding:

### BBVA DURBANA INTERNATIONAL FUND - BBVA GLOBAL BOND FUND

Quantity	Description	Currency	Underlying value*
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#### Listed options

#### Purchase of Listed options

39	USD 5Y TREASURY FEB 113.75 25.01.19 PUT	USD	620,056.70
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### BBVA DURBANA INTERNATIONAL FUND - BBVA PORTFOLIO STRATEGY 33 FUND

Quantity	Description	Currency	Underlying value*
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#### Listed options

#### Purchase of Listed options

683	DJ EURO STOXX 5 JUN 3900.0 21.06.19 CALL	EUR	106,876.17
1,569	ESTX50 MAR 3900.0 15.03.19 CALL	EUR	82,692.91
100	SP 500 JAN 2960 18.01.19 CALL	USD	33,617.87

### BBVA DURBANA INTERNATIONAL FUND - BBVA PORTFOLIO STRATEGY 66 FUND

Quantity	Description	Currency	Underlying value*
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#### Listed options

#### Purchase of Listed options

1,817	DJ EURO STOXX 5 JUN 3900.0 21.06.19 CALL	EUR	284,325.03
4,175	ESTX50 MAR 3900.0 15.03.19 CALL	EUR	220,040.08
222	SP 500 JAN 2960 18.01.19 CALL	USD	74,631.68

### BBVA DURBANA INTERNATIONAL FUND - BBVA PORTFOLIO STRATEGY 100 FUND

Quantity	Description	Currency	Underlying value*
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#### Listed options

#### Purchase of Listed options

710	DJ EURO STOXX 5 JUN 3900.0 21.06.19 CALL	EUR	111,101.14
1,631	ESTX50 MAR 3900.0 15.03.19 CALL	EUR	85,960.57
82	SP 500 JAN 2960 18.01.19 CALL	USD	27,566.66

\* The underlying value is calculated based on the strike of the contract.

## SWAPS

As at December 31, 2018, the following Credit Default Swap contract was outstanding:

### BBVA DURBANA INTERNATIONAL FUND - BBVA GLOBAL BOND FUND

Notional	Currency	Maturity date	Description	Buy / Sell protection	Unrealised in USD
200,000.00	EUR	12.20.23	ITRAXX EUROPE S29 V1 MKT	Sell	1,317.85
					<b>1,317.85</b>

The unrealised gain result on Credit Default Swap contract as at December 31, 2018 BBVA DURBANA INTERNATIONAL FUND - BBVA GLOBAL BOND FUND is included in the statement of net assets of the Sub-Fund.

The counterparties of the above swap contract is Barclays Bank PLC London

## FORWARD FOREIGN EXCHANGE CONTRACTS ON CURRENCIES

The contracts market with a \* are those specifically related to Share Class Hedging.

The total amount of cash collateral of each Sub-Fund as at December 31, 2018 is disclosed in the Statement of net assets of each Sub-Fund under the caption "Margin accounts" for the collateral relating to the outstanding Forward foreign exchange contracts.

As at December 31, 2018, the following forward foreign exchange contract(s) on currencies was (were) outstanding:

### BBVA DURBANA INTERNATIONAL FUND - BBVA EUROPEAN EQUITY FUND

	Sale		Purchase	Maturity	Unrealised in EUR	Counterparties
EUR	936,022	USD	1,075,029	03.29.19	(2,515.20) *	EDMOND DE ROTHSCHILD (EUROPE)
					<u>(2,515.20)</u>	

The unrealised gain/(loss) result on the outstanding forward foreign exchange contract(s) on currencies as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA EUROPEAN EQUITY FUND is included in the statement of net assets of the Sub-Fund.

### BBVA DURBANA INTERNATIONAL FUND - BBVA GLOBAL BOND FUND

	Sale		Purchase	Maturity	Unrealised in USD	Counterparties
USD	115	EUR	100	03.29.19	0.16 *	EDMOND DE ROTHSCHILD (EUROPE)
USD	758	EUR	660	03.29.19	1.49 *	EDMOND DE ROTHSCHILD (EUROPE)
EUR	660	USD	753	01.02.19	(1.78) *	EDMOND DE ROTHSCHILD (EUROPE)
USD	11,649,369	EUR	10,133,480	03.29.19	19,982.90 *	EDMOND DE ROTHSCHILD (EUROPE)
EUR	150	USD	172	01.03.19	0.12 *	EDMOND DE ROTHSCHILD (EUROPE)
USD	173	EUR	150	03.29.19	(0.44) *	EDMOND DE ROTHSCHILD (EUROPE)
					<u>19,982.45</u>	

The unrealised gain/(loss) result on the outstanding forward foreign exchange contract(s) on currencies as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA GLOBAL BOND FUND is included in the statement of net assets of the Sub-Fund.

### BBVA DURBANA INTERNATIONAL FUND - BBVA MULTI-ASSET FLEXIBLE FUND

	Sale		Purchase	Maturity	Unrealised in EUR	Counterparties
EUR	1,087,469	USD	1,248,967	03.29.19	(2,922.16) *	EDMOND DE ROTHSCHILD (EUROPE)
					<u>(2,922.16)</u>	

The unrealised gain/(loss) result on the outstanding forward foreign exchange contract(s) on currencies as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA MULTI-ASSET FLEXIBLE FUND is included in the statement of net assets of the Sub-Fund.

## FORWARD FOREIGN EXCHANGE CONTRACTS ON CURRENCIES

### (Continued)

#### BBVA DURBANA INTERNATIONAL FUND - BBVA USD LONG TERM CORPORATE BOND FUND

	Sale		Purchase	Maturity	Unrealised in USD	Counterparties
USD	1,094,691	EUR	952,243	03.29.19	1,877.80 *	EDMOND DE ROTHSCHILD (EUROPE)
					1,877.80	

The unrealised gain/(loss) result on the outstanding forward foreign exchange contract(s) on currencies as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA USD LONG TERM CORPORATE BOND FUND is included in the statement of net assets of the Sub-Fund.

#### BBVA DURBANA INTERNATIONAL FUND - BBVA FIXED INCOME PORTFOLIO FUND

	Sale		Purchase	Maturity	Unrealised in EUR	Counterparties
EUR	36,626	USD	42,090	03.29.19	(76.32) *	EDMOND DE ROTHSCHILD (EUROPE)
EUR	41,709,838	USD	47,944,372	03.29.19	(76,831.09) *	EDMOND DE ROTHSCHILD (EUROPE)
					(76,907.41)	

The unrealised gain/(loss) result on the outstanding forward foreign exchange contract(s) on currencies as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA FIXED INCOME PORTFOLIO FUND is included in the statement of net assets of the Sub-Fund.

#### BBVA DURBANA INTERNATIONAL FUND - BBVA PORTFOLIO STRATEGY 33 FUND

	Sale		Purchase	Maturity	Unrealised in EUR	Counterparties
EUR	41,696,267	USD	47,913,710	03.29.19	(89,981.91) *	EDMOND DE ROTHSCHILD (EUROPE)
					(89,981.91)	

The unrealised gain/(loss) result on the outstanding forward foreign exchange contract(s) on currencies as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA PORTFOLIO STRATEGY 33 FUND is included in the statement of net assets of the Sub-Fund.

#### BBVA DURBANA INTERNATIONAL FUND - BBVA PORTFOLIO STRATEGY 66 FUND

	Sale		Purchase	Maturity	Unrealised in EUR	Counterparties
EUR	65,938,342	USD	75,770,586	03.29.19	(142,297.10) *	EDMOND DE ROTHSCHILD (EUROPE)
					(142,297.10)	

The unrealised gain/(loss) result on the outstanding forward foreign exchange contract(s) on currencies as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA PORTFOLIO STRATEGY 66 FUND is included in the statement of net assets of the Sub-Fund.

**FORWARD FOREIGN EXCHANGE CONTRACTS ON CURRENCIES**  
(Continued)

**BBVA DURBANA INTERNATIONAL FUND - BBVA PORTFOLIO STRATEGY 100 FUND**

	Sale		Purchase	Maturity	Unrealised in EUR	Counterparties
EUR	18,450,008	USD	21,201,139	03.29.19	(39,815.73) *	EDMOND DE ROTHSCHILD (EUROPE)
					(39,815.73)	

The unrealised gain/(loss) result on the outstanding forward foreign exchange contract(s) on currencies as at December 31, 2018 for BBVA DURBANA INTERNATIONAL FUND - BBVA PORTFOLIO STRATEGY 100 FUND is included in the statement of net assets of the Sub-Fund.