

---

# **ALQUITY SICAV**

**Société d'Investissement à Capital Variable**

**Unaudited Semi-Annual Report**

**For the period ended December 31, 2017**

**R.C.S. : Luxembourg B-152 520**



# ALQUITY SICAV

## Table of Contents

	<b>Page</b>
<b>Management and Administration</b>	<b>4</b>
<b>Information to Shareholders</b>	<b>6</b>
<b>Statement of Net Assets</b>	<b>7</b>
<b>Statement of Operations and Changes in Net Assets</b>	<b>9</b>
<b>Changes in the Number of Shares</b>	<b>11</b>
<b>Statistics</b>	<b>14</b>
<b>ALQUITY SICAV – ALQUITY AFRICA FUND</b>	
Statement of Investments	15
Geographical and Economic Breakdowns	17
<b>ALQUITY SICAV – ALQUITY INDIAN SUBCONTINENT FUND</b>	
Statement of Investments	18
Geographical and Economic Breakdowns	19
<b>ALQUITY SICAV – ALQUITY LATIN AMERICA FUND</b>	
Statement of Investments	20
Geographical and Economic Breakdowns	22
<b>ALQUITY SICAV – ALQUITY ASIA FUND</b>	
Statement of Investments	23
Geographical and Economic Breakdowns	26
<b>ALQUITY SICAV – ALQUITY FUTURE WORLD FUND</b>	
Statement of Investments	27
Geographical and Economic Breakdowns	30
<b>Notes to the Financial Statements</b>	<b>31</b>
<b>Additional Information</b>	<b>40</b>

# ALQUITY SICAV

## Management and Administration

### **BOARD OF DIRECTORS**

#### *Directors :*

Mr Antonio THOMAS  
Chairman  
Luxembourg Resident Independent Director  
31, rue Philippe II  
L-2330 Luxembourg  
Grand Duchy of Luxembourg

Mr Gordon BROWN  
Advisor to  
ALQUITY INVESTMENT MANAGEMENT LIMITED  
3 Waterhouse Square  
138-142 Holborn  
EC1N 2SW London  
United Kingdom

Mr Klaus EBERT (since October 20, 2017)  
Luxembourg Resident Independent Director  
13, rue Edward Steichen  
L-2011 Luxembourg  
Grand Duchy of Luxembourg

Mr Paul ROBINSON  
Executive Chairman  
ALQUITY INVESTMENT MANAGEMENT LIMITED  
3 Waterhouse Square  
138-142 Holborn  
EC1N 2SW London  
United Kingdom

### **REGISTERED OFFICE**

106, route d'Arlon  
L-8210 Mamer  
Grand Duchy of Luxembourg

### **MANAGEMENT COMPANY**

LEMANIK ASSET MANAGEMENT S.A.  
106, route d'Arlon  
L-8210 Mamer  
Grand Duchy of Luxembourg

### **DEPOSITARY BANK AND PAYING AGENT**

RBC INVESTOR SERVICES BANK S.A.  
14, Porte de France  
L-4360 Esch-sur-Alzette  
Grand Duchy of Luxembourg

### **DOMICILIARY AGENT**

LEMANIK ASSET MANAGEMENT S.A.  
106, route d'Arlon  
L-8210 Mamer  
Grand Duchy of Luxembourg

# ALQUITY SICAV

## Management and Administration (continued)

### **SUB-ADMINISTRATIVE AGENT AND SUB-REGISTRAR AGENT**

RBC INVESTOR SERVICES BANK S.A.  
14, Porte de France  
L-4360 Esch-sur-Alzette  
Grand Duchy of Luxembourg

### **INVESTMENT MANAGER**

ALQUITY INVESTMENT MANAGEMENT LIMITED  
3 Waterhouse Square  
138-142 Holborn  
EC1N 2SW London  
United Kingdom

### **AUDITOR (Cabinet de révision agréé)**

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

### **LEGAL ADVISORS**

Dechert (Luxembourg) LLP  
1, allée Scheffer, B.P. 709  
L-2017 Luxembourg  
Grand Duchy of Luxembourg

### **DISTRIBUTOR**

ALQUITY INVESTMENT MANAGEMENT LIMITED  
3 Waterhouse Square  
138-412 Holborn  
EC1N 2SW London  
United Kingdom

# ALQUITY SICAV

## Information to Shareholders

The Annual General Meeting of shareholders of the SICAV is held at the registered office of the SICAV or at such other place in the municipality of the registered office of the SICAV on the first Wednesday in the month of October in each year at 11 a.m., or if any such day is not a bank Business Day in Luxembourg, it is held on the next following bank Business Day in Luxembourg.

Shareholders will meet upon the call of the Board of Directors in accordance with the provisions of Luxembourg law.

The financial year-end of the SICAV is the last day of June of each year.

Audited annual reports are made available within four months of the close of the financial year and unaudited semi-annual reports are made available within two months of the end of the period to which they refer. Such reports are made available at the registered office of the SICAV.

A detailed schedule of portfolio movements for each compartment is available free of charge upon request at the registered office of the SICAV.

Notices to shareholders shall be made available at the registered office of the SICAV, free of charge. Furthermore, they may be published in Luxembourg and in the countries where the SICAV is marketed as well as in the *RESA (Recueil électronique des sociétés et associations)* if such publications are required by the applicable law or by the Articles of Incorporation.

The Net Asset Value and the Issue, Conversion and Redemption Prices of the Shares in any compartment will be made public and available at the registered office of the SICAV.

# ALQUITY SICAV

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

		ALQUITY AFRICA FUND	ALQUITY INDIAN SUBCONTINENT FUND	ALQUITY LATIN AMERICA FUND	ALQUITY ASIA FUND	ALQUITY FUTURE WORLD FUND
	Note	USD	USD	USD	USD	USD
<b>ASSETS</b>						
Investments portfolio at market value	(2b)	40,034,137	56,487,598	47,847,355	74,859,811	40,187,428
Cash at bank		437,826	75,230	694,666	1,847,841	101,269
Amounts receivable on sale of investments		233,630	-	-	-	-
Receivable on subscriptions		156,263	93,874	197,572	159,484	522,976
Interest and dividends receivable, net		78	73	15,341	13,875	9,743
Formation expenses, net	(2d)	-	101,793	100,142	106,227	38,809
Commissions on share transactions	(2e)	131,166	242,486	100,277	210,702	59,615
Other assets	(8)	7,168	-	13,603	39,901	37,745
<b>TOTAL ASSETS</b>		<b>41,000,268</b>	<b>57,001,054</b>	<b>48,968,956</b>	<b>77,237,841</b>	<b>40,957,585</b>
<b>LIABILITIES</b>						
Bank overdraft		-	8,273	-	-	243,739
Payable on redemptions		69,670	148,358	30,410	83,271	11,818
Performance fees payable	(5)	45,031	644,269	265,180	525,260	614,288
Payable on purchase of investments		-	-	-	17,753	202,556
Management commissions payable	(4)	51,053	58,192	47,938	68,239	39,397
Taxes and expenses payable		175,770	58,090	57,990	92,528	56,145
Other liabilities		1,737	897	983	306	268
<b>TOTAL LIABILITIES</b>		<b>343,261</b>	<b>918,079</b>	<b>402,501</b>	<b>787,357</b>	<b>1,168,211</b>
<b>TOTAL NET ASSETS</b>		<b>40,657,007</b>	<b>56,082,975</b>	<b>48,566,455</b>	<b>76,450,484</b>	<b>39,789,374</b>

### Net asset value per share

Class A Capitalisation	USD 83.92	USD 180.29	USD 109.66	USD 123.09	USD 121.93
Class A Reporting	GBP 102.54	-	-	-	-
Class B Capitalisation	USD 78.10	USD 176.02	USD 103.80	USD 115.52	USD 107.06
Class B Reporting	GBP 90.97	-	-	-	-
Class F Capitalisation	-	-	-	-	USD 116.44
Class I Capitalisation	USD 85.22	-	-	-	-
Class I Reporting	GBP 91.25	-	-	-	-
Class M Capitalisation	USD 89.67	USD 188.91	USD 109.77	USD 121.36	USD 106.18
Class M Reporting EUR	-	EUR 103.66*	-	-	-
Class R Reporting	-	GBP 223.49	GBP 130.96	GBP 148.70	GBP 124.35
Class W Capitalisation USD	USD 110.31	USD 136.79	USD 117.16	USD 118.30	USD 116.05
Class X Reporting	GBP 99.24	-	-	-	GBP 135.69
Class Y Capitalisation EUR	-	EUR 113.68	EUR 108.37	EUR 110.67	EUR 111.33
Class Y Capitalisation USD	-	USD 125.49	USD 122.34	USD 118.54	USD 117.31
Class Y Reporting	GBP 113.51	GBP 191.85	GBP 146.50	GBP 135.19	GBP 114.08
Class Z Capitalisation	USD 97.45	-	-	-	-

### Number of shares outstanding

Class A Capitalisation	119,358,849	18,294,574	3,174,810	52,962,432	35,500,442
Class A Reporting	4,544,067	-	-	-	-
Class B Capitalisation	49,034,848	57,984,007	38,131,463	64,937,212	11,846,871
Class B Reporting	16,055,780	-	-	-	-
Class F Capitalisation	-	-	-	-	3,281,435
Class I Capitalisation	132,517,339	-	-	-	-
Class I Reporting	3,069,339	-	-	-	-
Class M Capitalisation	45,399,154	75,729,004	162,680,579	52,077,480	60,047,760
Class M Reporting EUR	-	7,098,000*	-	-	-
Class R Reporting	-	14,716,866	16,526,358	21,665,859	1,820,628
Class W Capitalisation USD	30,469,295	30,596,711	34,837,040	27,859,842	133,993,327
Class X Reporting	4,887,946	-	-	-	1,869,462
Class Y Capitalisation EUR	-	23,055,799	17,197,499	10,428,504	33,564,123
Class Y Capitalisation USD	-	50,811,139	28,989,356	4,740,932	50,974,258
Class Y Reporting	14,706,135	35,567,019	68,668,829	254,307,892	4,977,276
Class Z Capitalisation	22,428,968	-	-	-	-

\* launched on December 5, 2017

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

# ALQUITY SICAV

## Statement of Net Assets as at December 31, 2017 (continued)

COMBINED

	Note	USD
<b>ASSETS</b>		
Investments portfolio at market value	(2b)	259,416,329
Cash at bank		3,156,832
Amounts receivable on sale of investments		233,630
Receivable on subscriptions		1,130,169
Interest and dividends receivable, net		39,110
Formation expenses, net	(2d)	346,971
Commissions on share transactions	(2e)	744,246
Other assets	(8)	98,417
<b>TOTAL ASSETS</b>		<b>265,165,704</b>
<b>LIABILITIES</b>		
Bank overdraft		252,012
Payable on redemptions		343,527
Performance fees payable	(5)	2,094,028
Payable on purchase of investments		220,309
Management commissions payable	(4)	264,819
Taxes and expenses payable		440,523
Other liabilities		4,191
<b>TOTAL LIABILITIES</b>		<b>3,619,409</b>
<b>TOTAL NET ASSETS</b>		<b>261,546,295</b>

# ALQUITY SICAV

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

		ALQUITY AFRICA FUND	ALQUITY INDIAN SUBCONTINENT FUND	ALQUITY LATIN AMERICA FUND	ALQUITY ASIA FUND	ALQUITY FUTURE WORLD FUND
	Note	USD	USD	USD	USD	USD
<b>NET ASSETS AT THE BEGINNING OF THE PERIOD</b>		<b>35,651,515</b>	<b>29,552,239</b>	<b>36,847,096</b>	<b>63,272,486</b>	<b>23,362,361</b>
<b>INCOME</b>						
Dividends, net	(2f)	310,414	189,659	332,907	513,064	236,332
Interest on bonds, net	(2f)	-	7	-	-	-
Bank interest, net		1,269	66	2,206	545	52
Other receivable		-	-	15,948	41,800	9,038
<b>TOTAL INCOME</b>		<b>311,683</b>	<b>189,732</b>	<b>351,061</b>	<b>555,409</b>	<b>245,422</b>
<b>EXPENSES</b>						
Performance fees	(5)	45,031	929,900	265,492	363,422	561,683
Investment management fee	(4)	310,505	255,607	267,349	384,651	186,766
Management Company fee	(7)	9,458	31,084	27,672	27,821	26,386
Depository fee	(6)	24,834	17,060	28,887	36,540	16,891
Administration and transfer agent fees	(6)	67,499	52,331	63,592	105,641	40,782
Amortisation of formation expenses	(2d)	-	-	-	-	11,210
Amortisation of commission on shares transactions	(2e)	3,058	45,926	20,441	22,307	2,310
Audit and professional fees		92,653	19,996	18,601	41,352	10,544
Subscription tax	(9)	5,221	5,393	3,697	7,042	2,635
Bank charges		25,490	10,205	12,083	12,731	11,577
Interest paid		87	4,270	89	6,819	3,770
Other charges		46,103	72,785	62,365	104,423	24,526
<b>TOTAL EXPENSES</b>		<b>629,939</b>	<b>1,444,557</b>	<b>770,268</b>	<b>1,112,749</b>	<b>899,080</b>
<b>NET GAIN/(LOSS) FROM INVESTMENTS</b>		<b>(318,256)</b>	<b>(1,254,825)</b>	<b>(419,207)</b>	<b>(557,340)</b>	<b>(653,658)</b>
Net realised gain/(loss) on sales of investments	(2g)	(1,170,768)	1,164,225	1,728,087	325,851	841,473
Net realised gain/(loss) on futures contracts		-	-	-	(37,123)	-
Net realised gain/(loss) on foreign exchange		(73,709)	(83,848)	(32,071)	(113,084)	(101,861)
<b>NET REALISED GAIN/(LOSS)</b>		<b>(1,562,733)</b>	<b>(174,448)</b>	<b>1,276,809</b>	<b>(381,696)</b>	<b>85,954</b>
Change in net unrealised appreciation/(depreciation) on investments		6,210,335	8,022,214	4,709,413	7,997,713	4,296,225
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>4,647,602</b>	<b>7,847,766</b>	<b>5,986,222</b>	<b>7,616,017</b>	<b>4,382,179</b>
<b>EVOLUTION OF THE CAPITAL</b>						
Issue of shares		7,440,571	23,127,068	11,310,590	14,836,109	14,695,908
Redemption of shares		(7,082,681)	(4,444,098)	(5,577,453)	(9,274,128)	(2,651,074)
<b>NET ASSETS AT THE END OF THE PERIOD</b>		<b>40,657,007</b>	<b>56,082,975</b>	<b>48,566,455</b>	<b>76,450,484</b>	<b>39,789,374</b>

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

# ALQUITY SICAV

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

COMBINED

	Note	USD
<b>NET ASSETS AT THE BEGINNING OF THE PERIOD</b>		<b>188,685,697</b>
<b>INCOME</b>		
Dividends, net	(2f)	1,582,376
Interest on bonds, net	(2f)	7
Bank interest, net		4,138
Other receivable		66,786
<b>TOTAL INCOME</b>		<b>1,653,307</b>
<b>EXPENSES</b>		
Performance fees	(5)	2,165,528
Investment management fee	(4)	1,404,878
Management Company fee	(7)	122,421
Depository fee	(6)	124,212
Administration and transfer agent fees	(6)	329,845
Amortisation of formation expenses	(2d)	11,210
Amortisation of commission on shares transactions	(2e)	94,042
Audit and professional fees		183,146
Subscription tax	(9)	23,988
Bank charges		72,086
Interest paid		15,035
Other charges		310,202
<b>TOTAL EXPENSES</b>		<b>4,856,593</b>
<b>NET GAIN/(LOSS) FROM INVESTMENTS</b>		<b>(3,203,286)</b>
Net realised gain/(loss) on sales of investments	(2g)	2,888,868
Net realised gain/(loss) on futures contracts		(37,123)
Net realised gain/(loss) on foreign exchange		(404,573)
<b>NET REALISED GAIN/(LOSS)</b>		<b>(756,114)</b>
Change in net unrealised appreciation/(depreciation) on investments		31,235,900
<b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>		<b>30,479,786</b>
<b>EVOLUTION OF THE CAPITAL</b>		
Issue of shares		71,410,246
Redemption of shares		(29,029,434)
<b>NET ASSETS AT THE END OF THE PERIOD</b>		<b>261,546,295</b>

# ALQUITY SICAV

## Changes in the Number of Shares for the period ended December 31, 2017

	ALQUITY AFRICA FUND	ALQUITY INDIAN SUBCONTINENT FUND	ALQUITY LATIN AMERICA FUND	ALQUITY ASIA FUND	ALQUITY FUTURE WORLD FUND
<b>Class A Capitalisation USD</b>					
Number of shares outstanding at the beginning of the period	118,844.574	6,262.824	2,913.926	42,022.019	24,031.389
Number of shares issued	19,300.644	18,088.920	1,605.601	11,774.659	20,270.483
Number of shares redeemed	(18,786.369)	(6,057.170)	(1,344.717)	(834.246)	(8,801.430)
Number of shares outstanding at the end of the period	119,358.849	18,294.574	3,174.810	52,962.432	35,500.442
<b>Class A Reporting GBP</b>					
Number of shares outstanding at the beginning of the period	6,856.310	-	-	-	-
Number of shares issued	30.715	-	-	-	-
Number of shares redeemed	(2,342.958)	-	-	-	-
Number of shares outstanding at the end of the period	4,544.067	-	-	-	-
<b>Class B Capitalisation USD</b>					
Number of shares outstanding at the beginning of the period	50,853.644	51,752.872	41,012.213	63,329.076	4,394.729
Number of shares issued	6,591.430	11,609.595	2,871.717	11,259.041	7,776.672
Number of shares redeemed	(8,410.226)	(5,378.460)	(5,752.467)	(9,650.905)	(324.530)
Number of shares outstanding at the end of the period	49,034.848	57,984.007	38,131.463	64,937.212	11,846.871
<b>Class B Reporting GBP</b>					
Number of shares outstanding at the beginning of the period	21,484.579	-	-	-	-
Number of shares issued	428.329	-	-	-	-
Number of shares redeemed	(5,857.128)	-	-	-	-
Number of shares outstanding at the end of the period	16,055.780	-	-	-	-
<b>Class F Capitalisation USD</b>					
Number of shares outstanding at the beginning of the period	-	-	-	-	3,118.317
Number of shares issued	-	-	-	-	168.118
Number of shares redeemed	-	-	-	-	(5.000)
Number of shares outstanding at the end of the period	-	-	-	-	3,281.435
<b>Class I Capitalisation USD</b>					
Number of shares outstanding at the beginning of the period	109,766.571	-	-	-	-
Number of shares issued	32,021.311	-	-	-	-
Number of shares redeemed	(9,270.543)	-	-	-	-
Number of shares outstanding at the end of the period	132,517.339	-	-	-	-
<b>Class I Reporting GBP</b>					
Number of shares outstanding at the beginning of the period	3,053.571	-	-	-	-
Number of shares issued	72.809	-	-	-	-
Number of shares redeemed	(57.041)	-	-	-	-
Number of shares outstanding at the end of the period	3,069.339	-	-	-	-
<b>Class M Capitalisation USD</b>					
Number of shares outstanding at the beginning of the period	56,941.772	54,363.831	167,396.420	55,422.123	51,510.655
Number of shares issued	1,322.408	25,274.940	33,671.442	3,168.473	8,891.917
Number of shares redeemed	(12,865.026)	(3,909.767)	(38,387.283)	(6,513.116)	(354.812)
Number of shares outstanding at the end of the period	45,399.154	75,729.004	162,680.579	52,077.480	60,047.760

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

# ALQUITY SICAV

## Changes in the Number of Shares (continued) for the period ended December 31, 2017

	ALQUITY AFRICA FUND	ALQUITY INDIAN SUBCONTINENT FUND	ALQUITY LATIN AMERICA FUND	ALQUITY ASIA FUND	ALQUITY FUTURE WORLD FUND
<b>Class M Reporting EUR</b>					
Number of shares outstanding at the beginning of the period	-	-	-	-	-
Number of shares issued	-	7,186.000*	-	-	-
Number of shares redeemed	-	(88.000)	-	-	-
Number of shares outstanding at the end of the period	-	7,098.000	-	-	-
<b>Class M Reporting GBP</b>					
Number of shares outstanding at the beginning of the period	10.000	-	-	-	-
Number of shares issued	-	-	-	-	-
Number of shares redeemed	(10.000)**	-	-	-	-
Number of shares outstanding at the end of the period	-	-	-	-	-
<b>Class R Reporting GBP</b>					
Number of shares outstanding at the beginning of the period	-	8,001.826	12,653.758	21,941.909	2,093.471
Number of shares issued	-	10,891.870	6,796.685	2,454.671	203.615
Number of shares redeemed	-	(4,176.830)	(2,924.085)	(2,730.721)	(476.458)
Number of shares outstanding at the end of the period	-	14,716.866	16,526.358	21,665.859	1,820.628
<b>Class U2 Reporting GBP</b>					
Number of shares outstanding at the beginning of the period	13,169.286	-	-	-	-
Number of shares issued	1,401.184	-	-	-	-
Number of shares redeemed	(14,570.470)	-	-	-	-
Number of shares outstanding at the end of the period	-	-	-	-	-
<b>Class W Capitalisation USD</b>					
Number of shares outstanding at the beginning of the period	25,860.785	31,715.897	25,486.501	25,571.295	131,924.983
Number of shares issued	4,745.048	3,920.227	9,534.404	2,796.515	6,137.089
Number of shares redeemed	(136.538)	(5,039.413)	(183.865)	(507.968)	(4,068.745)
Number of shares outstanding at the end of the period	30,469.295	30,596.711	34,837.040	27,859.842	133,993.327
<b>Class X Reporting GBP</b>					
Number of shares outstanding at the beginning of the period	4,877.025	-	-	-	1,869.462
Number of shares issued	10.921	-	-	-	-
Number of shares redeemed	-	-	-	-	-
Number of shares outstanding at the end of the period	4,887.946	-	-	-	1,869.462
<b>Class Y Capitalisation EUR</b>					
Number of shares outstanding at the beginning of the period	-	2,311.799	3,252.000	7,666.153	-
Number of shares issued	-	20,744.000	14,128.026	2,815.351	34,534.123
Number of shares redeemed	-	-	(182.527)	(53.000)	(970.000)
Number of shares outstanding at the end of the period	-	23,055.799	17,197.499	10,428.504	33,564.123
<b>Class Y Capitalisation USD</b>					
Number of shares outstanding at the beginning of the period	-	13,000.000	24,816.082	30,427.663	-
Number of shares issued	-	37,811.139	4,173.274	1,467.285	50,974.258
Number of shares redeemed	-	-	-	(27,154.016)	-
Number of shares outstanding at the end of the period	-	50,811.139	28,989.356	4,740.932	50,974.258

\* launched on December 5, 2017

\*\* liquidated on November 17, 2017

# ALQUITY SICAV

## Changes in the Number of Shares (continued) for the period ended December 31, 2017

	ALQUITY AFRICA FUND	ALQUITY INDIAN SUBCONTINENT FUND	ALQUITY LATIN AMERICA FUND	ALQUITY ASIA FUND	ALQUITY FUTURE WORLD FUND
<b>Class Y Reporting GBP</b>					
Number of shares outstanding at the beginning of the period	-	25,402.947	56,155.871	214,217.609	10,915.001
Number of shares issued	14,876.935	10,850.448	13,917.430	62,467.737	1,170.472
Number of shares redeemed	(170.800)	(686.376)	(1,404.472)	(22,377.454)	(7,108.197)
Number of shares outstanding at the end of the period	14,706.135	35,567.019	68,668.829	254,307.892	4,977.276
<b>Class Z Capitalisation USD</b>					
Number of shares outstanding at the beginning of the period	24,166.981	-	-	-	-
Number of shares issued	1,417.100	-	-	-	-
Number of shares redeemed	(3,155.113)	-	-	-	-
Number of shares outstanding at the end of the period	22,428.968	-	-	-	-

# ALQUITY SICAV

## Statistics

	ALQUITY AFRICA FUND	ALQUITY INDIAN SUBCONTINENT FUND	ALQUITY LATIN AMERICA FUND	ALQUITY ASIA FUND	ALQUITY FUTURE WORLD FUND
	USD	USD	USD	USD	USD
<b>Total Net Asset Value</b>					
December 31, 2017	40,657,007	56,082,975	48,566,455	76,450,484	39,789,374
June 30, 2017	35,651,515	29,552,239	36,847,096	63,272,486	23,362,361
June 30, 2016	38,727,862	9,277,562	18,054,501	33,672,694	6,188,769
<b>NAV per share at the end of the period:</b>					
<b>December 31, 2017</b>					
Class A Capitalisation	USD 83.92	USD 180.29	USD 109.66	USD 123.09	USD 121.93
Class A Reporting	GBP 102.54	-	-	-	-
Class B Capitalisation	USD 78.10	USD 176.02	USD 103.80	USD 115.52	USD 107.06
Class B Reporting	GBP 90.97	-	-	-	-
Class F Capitalisation	-	-	-	-	USD 116.44
Class I Capitalisation	USD 85.22	-	-	-	-
Class I Reporting	GBP 91.25	-	-	-	-
Class M Capitalisation	USD 89.67	USD 188.91	USD 109.77	USD 121.36	USD 106.18
Class M Reporting EUR	-	EUR 103.66*	-	-	-
Class R Reporting	-	GBP 223.48	GBP 130.96	GBP 148.70	GBP 124.35
Class W Capitalisation USD	USD 110.31	USD 136.79	USD 117.16	USD 118.30	USD 116.05
Class X Reporting	GBP 99.24	-	-	-	GBP 135.69
Class Y Capitalisation EUR	-	EUR 113.68	EUR 108.37	EUR 110.67	EUR 111.33
Class Y Capitalisation USD	-	USD 125.49	USD 122.34	USD 118.54	USD 117.31
Class Y Reporting	GBP 113.51	GBP 191.85	GBP 146.50	GBP 135.19	GBP 114.08
Class Z Capitalisation	USD 97.45	-	-	-	-
<b>June 30, 2017</b>					
Class A Capitalisation	USD 74.28	USD 149.91	USD 94.88	USD 111.68	USD 107.34
Class A Reporting	GBP 94.51	-	-	-	-
Class B Capitalisation	USD 69.48	USD 146.86	USD 89.44	USD 105.28	USD 92.35
Class B Reporting	GBP 84.27	-	-	-	-
Class F Capitalisation	-	-	-	-	USD 103.01
Class I Capitalisation	USD 75.22	-	-	-	-
Class I Reporting	GBP 83.88	-	-	-	-
Class M Capitalisation	USD 79.35	USD 157.10	USD 95.11	USD 110.45	USD 91.22
Class M Reporting	GBP 89.39	-	-	-	-
Class R Reporting	-	GBP 192.74	GBP 117.44	GBP 139.74	GBP 112.68
Class U2 Reporting	GBP 104.19	-	-	-	-
Class W Capitalisation USD	USD 98.49	USD 113.68	USD 101.82	USD 107.09	USD 101.05
Class X Reporting	GBP 90.74	-	-	-	GBP 119.60
Class Y Capitalisation EUR	-	EUR 96.20	EUR 97.41	EUR 103.92	-
Class Y Capitalisation USD	-	USD 100.87	USD 104.46	USD 105.73	-
Class Y Reporting	-	GBP 160.59	GBP 130.27	GBP 125.58	GBP 100.79
Class Z Capitalisation	USD 86.23	-	-	-	-
<b>June 30, 2016</b>					
Class A Capitalisation	USD 72.24	USD 115.97	USD 91.15	USD 100.31	USD 104.01
Class A Reporting	GBP 89.21	-	-	-	-
Class B Capitalisation	USD 68.43	USD 114.25	USD 86.66	USD 95.20	USD 88.73
Class B Reporting	GBP 80.19	-	-	-	-
Class F Capitalisation	-	-	-	-	USD 101.51
Class I Capitalisation	USD 72.76	-	-	-	-
Class I Reporting	GBP 78.90	-	-	-	-
Class M Capitalisation	USD 77.15	USD 121.21	USD 91.08	USD 99.28	USD 86.88
Class M Reporting	GBP 84.29	-	-	-	-
Class R Reporting	-	GBP 146.11	GBP 110.60	GBP 123.54	GBP 105.36
Class U2 Reporting	GBP 97.61	-	-	-	-
Class X Reporting	GBP 84.55	-	-	-	GBP 108.96
Class Y Reporting	-	GBP 115.37	GBP 120.07	GBP 107.79	-
Class Z Capitalisation	USD 83.84	-	-	-	-

\* launched on December 5, 2017

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

# ALQUITY SICAV

## ALQUITY SICAV - ALQUITY AFRICA FUND

### Statement of Investments as at December 31, 2017

(expressed in USD)

Description	Quantity / Face value	Currency	Cost	Evaluation	% net assets
<b>Transferable securities admitted to an official exchange listing</b>					
<b>Rights</b>					
<b>Tunisia</b>					
RIGHT SAH 05.07.47	14	TND	0	5	0.00
RIGHTS SAH 13.12.47	8	TND	0	3	0.00
			<b>0</b>	<b>8</b>	<b>0.00</b>
<b>Total - Rights</b>			<b>0</b>	<b>8</b>	<b>0.00</b>
<b>Shares</b>					
<b>Botswana</b>					
BOTSWANA INSURANCE HOLDINGS	396,228	BWP	667,861	747,455	1.84
			<b>667,861</b>	<b>747,455</b>	<b>1.84</b>
<b>Egypt</b>					
ARABIAN	2,332,000	EGP	1,390,488	1,310,275	3.22
COMMERCIAL INTL. BANK LTD	252,000	EGP	1,147,857	1,096,300	2.70
EDITA FOOD INDUSTRIES S.A.E.	1,785,552	EGP	1,926,032	1,687,137	4.15
EGYPTIAN INTL. PHARMACEUTICAL	90,240	EGP	718,885	776,531	1.91
ORIENTAL WEAVERS GROUP	1,161,358	EGP	905,034	1,083,630	2.66
SEWEDY ELEC	94,935	EGP	467,694	787,138	1.94
			<b>6,555,990</b>	<b>6,741,011</b>	<b>16.58</b>
<b>Morocco</b>					
BRASSERIES MAROC /PROV. D ECH.	8,555	MAD	1,999,569	2,517,097	6.19
LABEL VIE SA	10,944	MAD	1,774,224	2,077,194	5.11
MAROC TELECOM	109,228	MAD	1,426,639	1,565,979	3.85
			<b>5,200,432</b>	<b>6,160,270</b>	<b>15.15</b>
<b>Nigeria</b>					
DANGOTE CEMENT PLC	1,239,700	NGN	1,135,379	792,094	1.95
			<b>1,135,379</b>	<b>792,094</b>	<b>1.95</b>
<b>South Africa</b>					
ADVTECH LIMITED	981,800	ZAR	1,290,668	1,336,287	3.29
ASPEN PHARMACARE	52,672	ZAR	1,211,644	1,180,646	2.90
AVI LTD	148,160	ZAR	1,007,184	1,323,141	3.25
BID CORPORATION LIMITED	50,931	ZAR	1,023,525	1,238,258	3.05
BIDVEST GROUP LTD	78,430	ZAR	589,973	1,381,640	3.40
CAPITEC BANK HOLDINGS LIMITED	22,100	ZAR	1,367,717	1,959,999	4.82
FIRSTRAND LTD /NEW	355,322	ZAR	1,216,881	1,930,151	4.75
KAP INDUS	2,365,900	ZAR	1,126,220	1,519,289	3.74
MPACT SHS	361,992	ZAR	988,666	713,454	1.75
MR. PRICE GROUP LIMITED	73,700	ZAR	1,369,740	1,457,740	3.58
MTN GROUP LTD	131,015	ZAR	1,500,565	1,445,602	3.55
PSG GROUP LTD SOUTH AFRICA	38,700	ZAR	522,182	844,018	2.08
			<b>13,214,965</b>	<b>16,330,225</b>	<b>40.16</b>
<b>Tunisia</b>					
SOCIETE D ARTICLES HYGIENIQUES	241,703	TND	1,227,331	1,543,858	3.80
			<b>1,227,331</b>	<b>1,543,858</b>	<b>3.80</b>

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

# ALQUITY SICAV

## ALQUITY SICAV - ALQUITY AFRICA FUND

Statement of Investments (continued)  
as at December 31, 2017

(expressed in USD)

Description	Quantity / Face value	Currency	Cost	Evaluation	% net assets
<b>United States of America</b>					
DELICE HOLDING SA	144,440	TND	851,548	954,412	2.35
OMNIA HOLDINGS LTD	108,700	ZAR	1,247,228	1,298,510	3.19
SANLAM LTD	504,921	ZAR	2,433,657	3,548,295	8.73
			<b>4,532,433</b>	<b>5,801,217</b>	<b>14.27</b>
<b>Total - Shares</b>			<b>32,534,391</b>	<b>38,116,130</b>	<b>93.75</b>
<b>Total - Transferable securities admitted to an official exchange listing</b>			<b>32,534,391</b>	<b>38,116,138</b>	<b>93.75</b>
<b>Other transferable securities</b>					
<b>Shares</b>					
<b>Namibia</b>					
NAMIBIA BREWERIES LTD	155,059	NAD	399,171	488,721	1.20
			<b>399,171</b>	<b>488,721</b>	<b>1.20</b>
<b>Total - Shares</b>			<b>399,171</b>	<b>488,721</b>	<b>1.20</b>
<b>Warrants</b>					
<b>Bermudas</b>					
REN SEC TRA 05.05.19 CERT	33,217	USD	1,335,105	1,429,278	3.52
			<b>1,335,105</b>	<b>1,429,278</b>	<b>3.52</b>
<b>Total - Warrants</b>			<b>1,335,105</b>	<b>1,429,278</b>	<b>3.52</b>
<b>Total - Other transferable securities</b>			<b>1,734,276</b>	<b>1,917,999</b>	<b>4.72</b>
<b>TOTAL INVESTMENT PORTFOLIO</b>			<b>34,268,667</b>	<b>40,034,137</b>	<b>98.47</b>
<b>Cash at bank</b>				<b>437,826</b>	<b>1.08</b>
<b>Other net assets</b>				<b>185,044</b>	<b>0.46</b>
<b>TOTAL NET ASSETS</b>				<b>40,657,007</b>	<b>100.00</b>

# ALQUITY SICAV

## ALQUITY SICAV - ALQUITY AFRICA FUND

### Geographical and Economic Breakdowns as at December 31, 2017

(in percentage of net assets)

<b>Geographical breakdown</b>	<b>%</b>	<b>Economic breakdown</b>	<b>%</b>
South Africa	40.16	Banks and Financial Institutions	28.62
Egypt	16.58	News Transmission	12.63
Morocco	15.15	Holding and Finance Companies	8.83
United States of America	14.27	Retail	8.69
Tunisia	3.80	Tobacco and Spirits	7.39
Bermudas	3.52	Other Services	6.85
Nigeria	1.95	Pharmaceuticals and Cosmetics	4.81
Botswana	1.84	Food and Distilleries	4.15
Namibia	1.20	Miscellaneous	3.52
	<b>98.47</b>	Automobile Industry	3.40
		Agriculture and Fishing	3.22
		Various Capital Goods	2.66
		Construction, Building Material	1.95
		Packaging and Container Industry	1.75
			<b>98.47</b>

# ALQUITY SICAV

## ALQUITY SICAV - ALQUITY INDIAN SUBCONTINENT FUND

### Statement of Investments as at December 31, 2017

(expressed in USD)

Description	Quantity / Face value	Currency	Cost	Evaluation	% net assets
<b>Transferable securities admitted to an official exchange listing</b>					
<b>Shares</b>					
<b>Bangladesh</b>					
BRAC BANK LIMITED	430,729	BDT	249,736	562,402	1.00
			<b>249,736</b>	<b>562,402</b>	<b>1.00</b>
<b>India</b>					
ASTRAL POLY TECHNIK LTD	233,156	INR	1,999,544	3,085,384	5.50
BAJAJ CORP LTD	293,496	INR	2,089,727	2,199,320	3.92
BATA INDIA LTD	159,167	INR	1,369,407	1,863,519	3.32
BRITANNIA INDUSTRIES	30,002	INR	1,715,720	2,213,542	3.95
CONTAINER CORPN OF INDIA /DS	56,018	INR	1,005,274	1,212,451	2.16
GLENMARK PHARMACEUTICALS	222,680	INR	2,258,394	2,074,921	3.70
HEIDELBERGCEMEN	1,144,384	INR	2,102,627	2,744,940	4.89
INDIAN HOTELS CO LTD /DEMAT.	326,767	INR	576,704	603,072	1.07
INDUSIND BANK LTD	113,679	INR	2,383,816	2,939,110	5.24
JAMNA AUTO INDUSTRIES LTD	2,248,937	INR	1,655,533	2,855,724	5.09
KOTAK MAHIND	75,763	INR	1,089,234	1,197,780	2.14
OBEROI REALTY	314,570	INR	1,672,881	2,371,531	4.23
PRABHAT DAIRY LTD	510,247	INR	985,935	1,803,056	3.21
REDINGTON (INDIA) LTD	904,389	INR	1,746,107	2,473,918	4.41
SOMANY CERAMICS LTD	133,390	INR	1,772,233	1,901,946	3.39
TCI EXPRESS LTD	247,718	INR	2,024,263	2,197,227	3.92
TTK PRESTIGE LTD	13,056	INR	1,182,478	1,575,483	2.81
TVS MOTOR COMPANY LTD	207,985	INR	1,409,164	2,511,327	4.48
ULTRA TECH CEMENT LTD	24,536	INR	1,470,854	1,660,862	2.96
V-MART RETAIL LTD	134,903	INR	1,867,243	3,152,217	5.62
YES BANK LTD	589,087	INR	2,537,199	2,908,591	5.19
			<b>34,914,337</b>	<b>45,545,921</b>	<b>81.20</b>
<b>Sri Lanka</b>					
HATTON NATIONAL BANK PLC	353,724	LKR	563,091	573,823	1.03
			<b>563,091</b>	<b>573,823</b>	<b>1.03</b>
<b>United States of America</b>					
ESCORTS LTD /DEMATERIALISED	225,617	INR	2,018,084	2,783,432	4.96
ICICI PRUD	250,636	INR	1,569,709	1,506,288	2.69
MAHINDRA & MAH FIN SERVICES	498,733	INR	2,736,111	3,696,638	6.59
TRENT LTD	344,591	INR	1,159,867	1,819,094	3.24
			<b>7,483,771</b>	<b>9,805,452</b>	<b>17.48</b>
<b>Total - Shares</b>			<b>43,210,935</b>	<b>56,487,598</b>	<b>100.71</b>
<b>Total - Transferable securities admitted to an official exchange listing</b>			<b>43,210,935</b>	<b>56,487,598</b>	<b>100.71</b>
<b>TOTAL INVESTMENT PORTFOLIO</b>			<b>43,210,935</b>	<b>56,487,598</b>	<b>100.71</b>
<b>Cash at bank</b>				<b>75,230</b>	<b>0.13</b>
<b>Other net liabilities</b>				<b>(479,853)</b>	<b>(0.84)</b>
<b>TOTAL NET ASSETS</b>				<b>56,082,975</b>	<b>100.00</b>

# ALQUITY SICAV

## ALQUITY SICAV - ALQUITY INDIAN SUBCONTINENT FUND

### Geographical and Economic Breakdowns as at December 31, 2017

(in percentage of net assets)

<b>Geographical breakdown</b>	<b>%</b>	<b>Economic breakdown</b>	<b>%</b>
India	81.20	Banks and Financial Institutions	29.94
United States of America	17.48	Other Services	9.91
Sri Lanka	1.03	Food and Distilleries	7.16
Bangladesh	1.00	Consumer Goods	6.73
	<b>100.71</b>	Transportation	6.08
		Retail	5.62
		Mechanics, Machinery	5.09
		Construction, Building Material	4.89
		Automobile Industry	4.48
		Real Estate Companies	4.23
		Pharmaceuticals and Cosmetics	3.70
		Packaging and Container Industry	3.39
		Textile	3.32
		Chemicals	2.96
		Holding and Finance Companies	2.14
		Leisure	1.07
			<b>100.71</b>

# ALQUITY SICAV

## ALQUITY SICAV - ALQUITY LATIN AMERICA FUND

### Statement of Investments as at December 31, 2017

(expressed in USD)

Description	Quantity / Face value	Currency	Cost	Evaluation	% net assets
<b>Transferable securities admitted to an official exchange listing</b>					
<b>Shares</b>					
<b>Bermudas</b>					
CREDICORP	4,985	USD	718,632	1,034,038	2.13
			<b>718,632</b>	<b>1,034,038</b>	<b>2.13</b>
<b>Brazil</b>					
BRF /SHS SPONSORED. ADR REPR 1SH	179,600	USD	2,477,318	2,022,296	4.16
CCR	569,530	BRL	2,774,090	2,772,875	5.71
GRENDENE SA	196,491	BRL	1,133,130	1,685,257	3.47
HYPERMARCAS SA	222,800	BRL	2,003,090	2,418,015	4.98
KLABIN RIOCELL SA	238,441	BRL	1,272,463	1,265,129	2.60
KROTON EDUCACIONAL7-OPEN /CV	362,500	BRL	2,103,984	2,010,792	4.14
LINX SHS	362,928	BRL	2,006,643	2,343,588	4.83
LOCALIZA RENTA A CAR	103,545	BRL	337,182	688,614	1.42
MILLS ESTRUTUR E SERVICOS	739,200	BRL	790,757	918,122	1.89
RANDON IMPL. E PARTICIPA. /PRIV.	560,873	BRL	602,665	1,212,341	2.50
ULTRAPAR /SPONSORED AM. ADR 1SH.	79,537	USD	1,700,346	1,807,876	3.72
VALID SOLUCOES	179,963	BRL	1,420,666	1,005,852	2.07
WEG SA	409,706	BRL	1,967,931	2,977,904	6.13
			<b>20,590,265</b>	<b>23,128,661</b>	<b>47.62</b>
<b>Chile</b>					
AGUAS ANDINAS SA A	1,640,000	CLP	930,472	1,077,322	2.22
ANDINA /SADR (6 PREF. B)	105,390	USD	2,521,827	3,161,700	6.51
EMPRESAS COPEC SA	151,350	CLP	1,682,477	2,399,427	4.94
FALABELLA SA COMERC. E INDUST.	173,274	CLP	1,322,810	1,731,314	3.56
INVERSIONES LA CONSTRUCCION SA	124,200	CLP	2,080,981	2,322,618	4.78
SONDA SA	894,830	CLP	1,616,425	1,756,323	3.62
VINA SAN PEDRO TARAPACA SA	71,250,000	CLP	671,229	897,857	1.85
			<b>10,826,221</b>	<b>13,346,561</b>	<b>27.48</b>
<b>Colombia</b>					
GRUPO INVERSIONES SURAMERICANA	68,332	COP	917,942	922,516	1.90
NUTRESA	121,000	COP	1,078,865	1,127,684	2.32
ORGANIZACION TERPEL SA	277,688	COP	1,159,445	1,320,962	2.72
			<b>3,156,252</b>	<b>3,371,162</b>	<b>6.94</b>
<b>Mexico</b>					
GRUPO BIMBO SAB DE CV A	313,033	MXN	853,701	697,082	1.44
VESTA SHS	918,515	MXN	1,300,507	1,147,343	2.36
			<b>2,154,208</b>	<b>1,844,425</b>	<b>3.80</b>
<b>Peru</b>					
ALICORP SA	771,473	PEN	1,823,555	2,523,563	5.20
FERREYROS	2,314,167	PEN	1,295,218	1,821,052	3.75
			<b>3,118,773</b>	<b>4,344,615</b>	<b>8.95</b>

# ALQUITY SICAV

## ALQUITY SICAV - ALQUITY LATIN AMERICA FUND

### Statement of Investments (continued) as at December 31, 2017

(expressed in USD)

Description	Quantity / Face value	Currency	Cost	Evaluation	% net assets
<b>United States of America</b>					
GRUPO AEROPORT. DEL PACIFI. /ADR	7,570	USD	740,622	777,893	1.60
			<b>740,622</b>	<b>777,893</b>	<b>1.60</b>
<b>Total - Shares</b>			<b>41,304,973</b>	<b>47,847,355</b>	<b>98.52</b>
<b>Total - Transferable securities admitted to an official exchange listing</b>			<b>41,304,973</b>	<b>47,847,355</b>	<b>98.52</b>
<b>TOTAL INVESTMENT PORTFOLIO</b>			<b>41,304,973</b>	<b>47,847,355</b>	<b>98.52</b>
<b>Cash at bank</b>				<b>694,666</b>	<b>1.43</b>
<b>Other net assets</b>				<b>24,434</b>	<b>0.05</b>
<b>TOTAL NET ASSETS</b>				<b>48,566,455</b>	<b>100.00</b>

# ALQUITY SICAV

## ALQUITY SICAV - ALQUITY LATIN AMERICA FUND

### Geographical and Economic Breakdowns as at December 31, 2017

(in percentage of net assets)

<b>Geographical breakdown</b>	<b>%</b>	<b>Economic breakdown</b>	<b>%</b>
Brazil	47.62	Mechanics, Machinery	11.77
Chile	27.48	Food and Distilleries	8.96
Peru	8.95	Consumer Goods	8.45
Colombia	6.94	Internet Software	8.45
Mexico	3.80	Packaging and Container Industry	6.51
Bermudas	2.13	Banks and Financial Institutions	5.80
United States of America	1.60	Transportation	5.71
	<b>98.52</b>	Petrol	4.94
		Holding and Finance Companies	4.78
		Public Services	4.72
		Agriculture and Fishing	4.16
		Healthcare Education & Social Services	4.14
		Chemicals	3.72
		Retail	3.56
		Miscellaneous	2.72
		Forest Products and Paper Industry	2.60
		Real Estate Companies	2.36
		Insurance	1.90
		Tobacco and Spirits	1.85
		Automobile Industry	1.42
			<b>98.52</b>

# ALQUITY SICAV

## ALQUITY SICAV - ALQUITY ASIA FUND

### Statement of Investments as at December 31, 2017

(expressed in USD)

Description	Quantity / Face value	Currency	Cost	Evaluation	% net assets
<b>Transferable securities admitted to an official exchange listing</b>					
<b>Shares</b>					
<b>Bangladesh</b>					
BRAC BANK LIMITED	1,382,691	BDT	793,296	1,805,377	2.36
MARICO BANGLADESH LTD	2,216	BDT	29,518	29,704	0.04
			<b>822,814</b>	<b>1,835,081</b>	<b>2.40</b>
<b>Cayman Islands</b>					
CHINA STATE CONSTR INT HLD LTD	1,530,500	HKD	2,208,198	2,141,867	2.80
SHIMAO PROPERTY HLD LTD	988,500	HKD	1,611,260	2,149,648	2.81
XTEP INTERNATIONAL HLDGS LTD	4,214,000	HKD	1,574,535	1,644,130	2.15
			<b>5,393,993</b>	<b>5,935,645</b>	<b>7.76</b>
<b>China</b>					
PING AN INSUR. (GRP) CO -H-	224,500	HKD	1,783,733	2,336,231	3.06
			<b>1,783,733</b>	<b>2,336,231</b>	<b>3.06</b>
<b>Great Britain</b>					
ANTOFAGASTA PLC	109,200	GBP	1,062,689	1,484,589	1.94
			<b>1,062,689</b>	<b>1,484,589</b>	<b>1.94</b>
<b>Hong Kong</b>					
CHINA OVERSEAS LAND+INVESTMENT	374,000	HKD	1,150,263	1,203,238	1.57
			<b>1,150,263</b>	<b>1,203,238</b>	<b>1.57</b>
<b>India</b>					
ASTRAL POLY TECHNIK LTD	179,454	INR	1,368,968	2,374,738	3.11
GLENMARK PHARMACEUTICALS	113,225	INR	1,247,540	1,055,025	1.38
HEIDELBERGCEMEN	892,073	INR	1,570,050	2,139,742	2.80
INDUSIND BANK LTD	86,402	INR	1,559,648	2,233,878	2.92
OBEROI REALTY	181,889	INR	877,519	1,371,254	1.79
REDINGTON (INDIA) LTD	540,249	INR	928,845	1,477,829	1.93
TVS MOTOR COMPANY LTD	130,669	INR	1,145,135	1,577,770	2.07
V-MART RETAIL LTD	108,655	INR	882,099	2,538,892	3.32
YES BANK LTD	453,498	INR	1,801,225	2,239,126	2.93
			<b>11,381,029</b>	<b>17,008,254</b>	<b>22.25</b>
<b>Indonesia</b>					
MATAHARI DEPT SER A-	4,787,500	IDR	4,499,274	3,528,866	4.62
PT ACE HARDWARE INDONESIA TBK	26,579,934	IDR	1,832,283	2,262,884	2.96
PT ACSET INDONUSA TBK	5,826,080	IDR	1,364,095	1,056,423	1.38
PT NIP INDO	16,770,188	IDR	1,558,498	1,576,067	2.06
			<b>9,254,150</b>	<b>8,424,240</b>	<b>11.02</b>

# ALQUITY SICAV

## ALQUITY SICAV - ALQUITY ASIA FUND

### Statement of Investments (continued) as at December 31, 2017

(expressed in USD)

Description	Quantity / Face value	Currency	Cost	Evaluation	% net assets
<b>Philippines</b>					
CONCEPCION INDUSTRIAL CORP	1,229,312	PHP	1,257,521	1,556,337	2.03
METROPOLITAN BANK & TRUST	1,008,470	PHP	1,853,857	2,048,449	2.68
PUREGOLD PRICE CLUB INC	2,373,200	PHP	2,125,158	2,376,997	3.11
			<b>5,236,536</b>	<b>5,981,783</b>	<b>7.82</b>
<b>Singapore</b>					
YOMA ST HLDG	4,123,633	SGD	1,629,677	1,666,239	2.18
			<b>1,629,677</b>	<b>1,666,239</b>	<b>2.18</b>
<b>South Korea</b>					
DOOSAN INFRACORE CO LTD	167,695	KRW	1,235,328	1,361,090	1.78
LG HOUSEHOLD & HEALTHCARE LTD	2,349	KRW	1,807,335	2,608,625	3.41
			<b>3,042,663</b>	<b>3,969,715</b>	<b>5.19</b>
<b>Sri Lanka</b>					
ASIAN HOTELS	2,674,891	LKR	1,074,555	920,141	1.20
HATTON NATIONAL BANK PLC	659,488	LKR	1,023,326	1,069,844	1.40
HEMAS HOLDINGS LTD	1,001,472	LKR	601,775	815,574	1.07
			<b>2,699,656</b>	<b>2,805,559</b>	<b>3.67</b>
<b>Taiwan</b>					
DR. WU SKINCARE CO LTD	328,000	TWD	2,079,222	922,551	1.21
E INK HOLDINGS INC	811,000	TWD	1,254,923	1,308,136	1.71
POYA CO LTD	84,210	TWD	879,595	1,054,098	1.38
			<b>4,213,740</b>	<b>3,284,785</b>	<b>4.30</b>
<b>Thailand</b>					
KASIKORNBANK PLC /FOR REG	258,600	THB	1,514,265	1,840,893	2.41
			<b>1,514,265</b>	<b>1,840,893</b>	<b>2.41</b>
<b>United States of America</b>					
MAHINDRA & MAH FIN SERVICES	395,111	INR	1,949,246	2,928,586	3.83
TRENT LTD	295,379	INR	723,576	1,559,304	2.04
YUZHOU PROPERTIES	4,290,000	HKD	1,834,163	2,288,417	2.99
			<b>4,506,985</b>	<b>6,776,307</b>	<b>8.86</b>

# ALQUITY SICAV

## ALQUITY SICAV - ALQUITY ASIA FUND

### Statement of Investments (continued) as at December 31, 2017

(expressed in USD)

Description	Quantity / Face value	Currency	Cost	Evaluation	% net assets
<b>Vietnam</b>					
JOINT STOCK COMERC BK VIETNAM	1,686,735	VND	2,680,972	4,033,153	5.28
MASAN GROUP	1,230,320	VND	2,521,880	4,155,387	5.44
NAM LONG	913,406	VND	869,743	1,210,677	1.58
			<b>6,072,595</b>	<b>9,399,217</b>	<b>12.30</b>
<b>Total - Shares</b>			<b>59,764,788</b>	<b>73,951,776</b>	<b>96.73</b>
<b>Total - Transferable securities admitted to an official exchange listing</b>			<b>59,764,788</b>	<b>73,951,776</b>	<b>96.73</b>
<b>Other transferable securities</b>					
<b>Shares</b>					
<b>Vietnam</b>					
FPT CORP	361,134	VND	598,904	908,035	1.19
			<b>598,904</b>	<b>908,035</b>	<b>1.19</b>
<b>Total - Shares</b>			<b>598,904</b>	<b>908,035</b>	<b>1.19</b>
<b>Total - Other transferable securities</b>			<b>598,904</b>	<b>908,035</b>	<b>1.19</b>
<b>TOTAL INVESTMENT PORTFOLIO</b>			<b>60,363,692</b>	<b>74,859,811</b>	<b>97.92</b>
<b>Cash at bank</b>				<b>1,847,841</b>	<b>2.42</b>
<b>Other net liabilities</b>				<b>(257,168)</b>	<b>(0.34)</b>
<b>TOTAL NET ASSETS</b>				<b>76,450,484</b>	<b>100.00</b>

# ALQUITY SICAV

## ALQUITY SICAV - ALQUITY ASIA FUND

### Geographical and Economic Breakdowns as at December 31, 2017

(in percentage of net assets)

<b>Geographical breakdown</b>	<b>%</b>	<b>Economic breakdown</b>	<b>%</b>
India	22.25	Banks and Financial Institutions	23.56
Vietnam	13.49	Retail	15.39
Indonesia	11.02	Construction, Building Material	11.37
United States of America	8.86	Food and Distilleries	7.50
Philippines	7.82	Other Services	6.11
Cayman Islands	7.76	Pharmaceuticals and Cosmetics	6.00
South Korea	5.19	Electronic Semiconductor	5.28
Taiwan	4.30	Leisure	3.38
Sri Lanka	3.67	Real Estate Companies	3.36
China	3.06	Insurance	3.06
Thailand	2.41	Textile	2.15
Bangladesh	2.40	Automobile Industry	2.07
Singapore	2.18	Electronics and Electrical Equipment	2.03
Great Britain	1.94	Non-Ferrous Metals	1.94
Hong Kong	1.57	Mechanics, Machinery	1.78
	<b>97.92</b>	Office Equipment, Computers	1.71
		Holding and Finance Companies	1.19
		Consumer Goods	0.04
			<b>97.92</b>

# ALQUITY SICAV

## ALQUITY SICAV - ALQUITY FUTURE WORLD FUND

### Statement of Investments as at December 31, 2017

(expressed in USD)

Description	Quantity / Face value	Currency	Cost	Evaluation	% net assets
<b>Transferable securities admitted to an official exchange listing</b>					
<b>Shares</b>					
<b>Bangladesh</b>					
BRAC BANK LIMITED	632,958	BDT	584,618	826,452	2.08
			<b>584,618</b>	<b>826,452</b>	<b>2.08</b>
<b>Bermudas</b>					
CREDICORP	3,212	USD	505,137	666,265	1.67
			<b>505,137</b>	<b>666,265</b>	<b>1.67</b>
<b>Brazil</b>					
CCR	320,084	BRL	1,719,449	1,558,396	3.92
HYPERMARCAS SA	66,500	BRL	685,494	721,714	1.81
LINX SHS	147,940	BRL	941,876	955,314	2.40
ULTRAPAR /SPONSORED AM. ADR 1SH.	31,754	USD	723,215	721,769	1.81
WEG SA	123,210	BRL	660,495	895,539	2.25
			<b>4,730,529</b>	<b>4,852,732</b>	<b>12.19</b>
<b>Cayman Islands</b>					
CHINA STATE CONSTR INT HLD LTD	492,000	HKD	843,575	688,532	1.73
SHIMAO PROPERTY HLD LTD	436,500	HKD	786,394	949,238	2.39
XTEP INTERNATIONAL HLDGS LTD	1,879,000	HKD	700,502	733,109	1.84
			<b>2,330,471</b>	<b>2,370,879</b>	<b>5.96</b>
<b>Chile</b>					
ANDINA /SADR (6 PREF. B)	32,700	USD	909,415	981,000	2.46
EMPRESAS COPEC SA	86,800	CLP	957,571	1,376,084	3.46
FALABELLA SA COMERC. E INDUST.	64,750	CLP	517,632	646,967	1.63
INVERSIONES LA CONSTRUCCION SA	31,000	CLP	520,750	579,719	1.46
			<b>2,905,368</b>	<b>3,583,770</b>	<b>9.01</b>
<b>China</b>					
PING AN INSUR. (GRP) CO -H-	108,500	HKD	874,734	1,129,092	2.84
			<b>874,734</b>	<b>1,129,092</b>	<b>2.84</b>
<b>Egypt</b>					
ARABIAN	678,000	EGP	332,668	380,946	0.96
EDITA FOOD INDUSTRIES S.A.E.	1,117,665	EGP	1,045,090	1,056,062	2.65
			<b>1,377,758</b>	<b>1,437,008</b>	<b>3.61</b>
<b>India</b>					
GLENMARK PHARMACEUTICALS	78,080	INR	833,159	727,545	1.83
HEIDELBERGCEMEN	454,084	INR	851,671	1,089,174	2.74
INDUSIND BANK LTD	28,235	INR	726,417	730,001	1.83
OBEROI REALTY	86,961	INR	575,945	655,596	1.65
V-MART RETAIL LTD	37,194	INR	586,116	869,095	2.18
YES BANK LTD	242,539	INR	1,162,724	1,197,525	3.01
			<b>4,736,032</b>	<b>5,268,936</b>	<b>13.24</b>
<b>Indonesia</b>					
MATAHARI DEPT SER A-	1,850,500	IDR	1,597,590	1,364,003	3.43
PT ACE HARDWARE INDONESIA TBK	11,493,866	IDR	782,904	978,531	2.46
			<b>2,380,494</b>	<b>2,342,534</b>	<b>5.89</b>

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

# ALQUITY SICAV

## ALQUITY SICAV - ALQUITY FUTURE WORLD FUND

### Statement of Investments (continued) as at December 31, 2017

(expressed in USD)

Description	Quantity / Face value	Currency	Cost	Evaluation	% net assets
<b>Morocco</b>					
LABEL VIE SA	4,730	MAD	830,628	897,764	2.26
			<b>830,628</b>	<b>897,764</b>	<b>2.26</b>
<b>Nigeria</b>					
DANGOTE CEMENT PLC	11,650	NGN	6,649	7,444	0.02
			<b>6,649</b>	<b>7,444</b>	<b>0.02</b>
<b>Peru</b>					
ALICORP SA	449,632	PEN	1,100,127	1,470,790	3.70
FERREYROS	612,400	PEN	489,596	481,906	1.21
			<b>1,589,723</b>	<b>1,952,696</b>	<b>4.91</b>
<b>Philippines</b>					
CONCEPCION INDUSTRIAL CORP	461,470	PHP	498,664	584,231	1.47
METROPOLITAN BANK & TRUST	374,380	PHP	658,299	760,458	1.91
PUREGOLD PRICE CLUB INC	892,600	PHP	812,492	894,028	2.25
			<b>1,969,455</b>	<b>2,238,717</b>	<b>5.63</b>
<b>South Africa</b>					
ADVTECH LIMITED	796,909	ZAR	962,715	1,084,640	2.72
AVI LTD	66,700	ZAR	516,404	595,663	1.50
CAPITEC BANK HOLDINGS LIMITED	17,095	ZAR	1,402,290	1,516,116	3.81
KAP INDUS	674,724	ZAR	461,208	433,282	1.09
			<b>3,342,617</b>	<b>3,629,701</b>	<b>9.12</b>
<b>South Korea</b>					
DOOSAN INFRACORE CO LTD	81,744	KRW	654,822	663,472	1.67
LG HOUSEHOLD & HEALTHCARE LTD	824	KRW	699,602	915,073	2.30
			<b>1,354,424</b>	<b>1,578,545</b>	<b>3.97</b>
<b>Taiwan</b>					
DR. WU SKINCARE CO LTD	154,000	TWD	833,359	433,149	1.09
E INK HOLDINGS INC	299,000	TWD	496,087	482,284	1.21
			<b>1,329,446</b>	<b>915,433</b>	<b>2.30</b>
<b>United States of America</b>					
MAHINDRA & MAH FIN SERVICES	149,469	INR	840,115	1,107,873	2.78
SANLAM LTD	205,504	ZAR	1,136,732	1,444,164	3.63
YUZHOU PROPERTIES	1,642,000	HKD	823,558	875,893	2.20
			<b>2,800,405</b>	<b>3,427,930</b>	<b>8.61</b>

# ALQUITY SICAV

## ALQUITY SICAV - ALQUITY FUTURE WORLD FUND

### Statement of Investments (continued) as at December 31, 2017

(expressed in USD)

Description	Quantity / Face value	Currency	Cost	Evaluation	% net assets
<b>Vietnam</b>					
JOINT STOCK COMERC BK VIETNAM	718,307	VND	1,203,545	1,717,544	4.31
MASAN GROUP	397,925	VND	797,825	1,343,986	3.38
			<b>2,001,370</b>	<b>3,061,530</b>	<b>7.69</b>
<b>Total - Shares</b>			<b>35,649,858</b>	<b>40,187,428</b>	<b>101.00</b>
<b>Total - Transferable securities admitted to an official exchange listing</b>			<b>35,649,858</b>	<b>40,187,428</b>	<b>101.00</b>
<b>TOTAL INVESTMENT PORTFOLIO</b>			<b>35,649,858</b>	<b>40,187,428</b>	<b>101.00</b>
<b>Cash at bank</b>				<b>101,269</b>	<b>0.25</b>
<b>Other net liabilities</b>				<b>(499,323)</b>	<b>(1.25)</b>
<b>TOTAL NET ASSETS</b>				<b>39,789,374</b>	<b>100.00</b>

# ALQUITY SICAV

## ALQUITY SICAV - ALQUITY FUTURE WORLD FUND

### Geographical and Economic Breakdowns as at December 31, 2017

(in percentage of net assets)

<b>Geographical breakdown</b>	<b>%</b>	<b>Economic breakdown</b>	<b>%</b>
India	13.24	Banks and Financial Institutions	22.92
Brazil	12.19	Retail	14.21
South Africa	9.12	Food and Distilleries	9.73
Chile	9.01	Construction, Building Material	6.88
United States of America	8.61	Pharmaceuticals and Cosmetics	5.22
Vietnam	7.69	Mechanics, Machinery	5.13
Cayman Islands	5.96	Electronic Semiconductor	4.31
Indonesia	5.89	Holding and Finance Companies	4.05
Philippines	5.63	Transportation	3.92
Peru	4.91	Petrol	3.46
South Korea	3.97	Insurance	2.84
Egypt	3.61	News Transmission	2.72
China	2.84	Packaging and Container Industry	2.46
Taiwan	2.30	Internet Software	2.40
Morocco	2.26	Textile	1.84
Bangladesh	2.08	Chemicals	1.81
Bermudas	1.67	Consumer Goods	1.81
Nigeria	0.02	Real Estate Companies	1.65
	<b>101.00</b>	Electronics and Electrical Equipment	1.47
		Office Equipment, Computers	1.21
		Agriculture and Fishing	0.96
			<b>101.00</b>

# ALQUITY SICAV

## Notes to the Financial Statements

as at December 31, 2017

### NOTE 1 – GENERAL INFORMATION

**ALQUITY SICAV** (the "SICAV") is an investment company incorporated in Luxembourg on April 13, 2010 for an unlimited period and is organised as a société anonyme regulated by part I of the law of the Grand Duchy of Luxembourg dated December 17, 2010 (hereafter referred to as the "2010 Law"). It qualifies as a Société d'Investissement à Capital Variable and is subject in particular to the provisions of Part I of the 2010 Law, which relates specifically to undertakings for collective investment in transferable securities ("UCITS"), as defined by the Directive 2009/65/EC of the European Parliament and the Council, as may be amended from time to time.

Its Articles of Incorporation were published in the Memorial C, Recueil des Sociétés et Associations, on April 26, 2010.

The SICAV is registered with Luxembourg Company Register under number B-152 520.

The SICAV has been established as an "umbrella fund".

As at December 31, 2017, five sub-funds are available to investors:

ALQUITY SICAV - ALQUITY AFRICA FUND  
ALQUITY SICAV - ALQUITY INDIAN SUBCONTINENT FUND  
ALQUITY SICAV - ALQUITY LATIN AMERICA FUND  
ALQUITY SICAV - ALQUITY ASIA FUND  
ALQUITY SICAV - ALQUITY FUTURE WORLD FUND

The following Classes are active as at December 31, 2017:

Currency	Share Class	Share Category
USD	Class A	Retail Capitalisation Shares
GBP	Class A	Retail Reporting Shares
USD	Class B	Retail Capitalisation Shares
GBP	Class B	Retail Reporting Shares
USD	Class F	Institutional Capitalisation Shares
USD	Class I	Institutional Capitalisation Shares
GBP	Class I	Institutional Reporting Shares
USD	Class M	Institutional Capitalisation Shares
EUR	Class M	Institutional Capitalisation Shares
GBP	Class R	Retail Reporting Shares
USD	Class W USD	Institutional Capitalisation Shares
GBP	Class X	Retail Reporting Shares
EUR	Class Y EUR	Institutional Capitalisation Shares
USD	Class Y USD	Institutional Capitalisation Shares
GBP	Class Y*	Institutional Reporting Shares
USD	Class Z	Institutional Capitalisation Shares

### NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The SICAV maintains the books and records of each individual compartment in their respective currency and prepares combined statements in USD. The financial statements reflect the Net Asset Values as calculated on December 29, 2017 based on the last available market prices of the securities in which the sub-funds were invested in, as at December 29, 2017. The financial statements have been prepared using accounting principles generally accepted in Luxembourg including the following accounting policies:

#### a) Basis of preparation

The accounting policies of the SICAV comply with Luxembourg legal and regulatory requirements, applicable to collective investment undertakings.

\* Effective November 1, 2017 Class U2 changed its name to Class Y.

# ALQUITY SICAV

## Notes to the Financial Statements (continued)

as at December 31, 2017

### NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### b) Valuation of assets

The assets of each sub-fund of the SICAV are valued in accordance with the following principles:

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

The value of Transferable Securities, Money Market Instruments and/or financial derivative instruments listed on an official Stock Exchange or dealt in on a regulated market which operates regularly and is recognised and open to the public (a “Regulated Market”), as defined by laws and regulations in force, is based on the latest available price and if such Transferable Securities are dealt in on several markets, on the basis of the latest known price on the stock exchange which is normally the principal market for such securities. If the latest known price is not representative, the value will be determined based on a reasonably foreseeable sales price to be determined prudently and in good faith.

In the event that any Transferable Securities or/and Money Market Instruments are not listed or dealt in on any stock exchange or any other Regulated Market operating regularly, recognised and open to the public, as defined by the laws and regulations in force, the value of such assets will be assessed on the basis of their foreseeable sales price estimated prudently and in good faith.

The liquidating value of derivative contracts not traded on exchanges or on other Regulated Markets shall mean their net liquidating value determined by the Board of Directors in a fair and reasonable manner, on a basis consistently applied for each different variety of contracts. The liquidating value of futures, forward and options contracts traded on exchanges or on other Regulated Markets shall be based upon the last available settlement prices of these contracts on exchanges and Regulated Markets on which the particular futures, forward or options contracts are traded by the SICAV; provided that if a futures, forward and options contract could not be liquidated on the day with respect to which net assets are being determined, the basis for determining the liquidating value of such contract will be such value as the Board of Directors may deem fair and reasonable.

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

Shares of UCITS and/or other UCI will be valued at their last determined and available Net Asset Value or, if such price is not representative of the fair market value of such assets, then the price will be determined by the Directors on a fair and equitable basis. Units of a closed-ended UCI will be valued at their last available stock market value.

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

#### c) Conversion of foreign currencies of each sub-fund

The value of all assets and liabilities not expressed in the reference currency of a sub-fund will be converted into the reference currency of such sub-fund at rates last quoted by major banks. If such quotations are not available, the rate of exchange will be determined in good faith by or under procedures established by the Board of Directors.

Exchange rates as at December 31, 2017 are:

1 USD =	83.173917	BDT
1 USD =	3.317102	BRL
1 USD =	9.828106	BWP
1 USD =	615.006150	CLP
1 USD =	2,985.074627	COP
1 USD =	17.779990	EGP
1 USD =	0.832778	EUR
1 USD =	0.739235	GBP
1 USD =	7.817325	HKD
1 USD =	13,566.680233	IDR
1 USD =	63.828429	INR

# ALQUITY SICAV

## Notes to the Financial Statements (continued)

as at December 31, 2017

### NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### c) Conversion of foreign currencies of each sub-fund (continued)

1 USD =	1,070.663812	KRW
1 USD =	153.491942	LKR
1 USD =	9.346581	MAD
1 USD =	19.565643	MXN
1 USD =	12.380068	NAD
1 USD =	359.971202	NGN
1 USD =	3.240504	PEN
1 USD =	49.920128	PHP
1 USD =	1.336400	SGD
1 USD =	32.590275	THB
1 USD =	2.497097	TND
1 USD =	29.758362	TWD
1 USD =	22,709.208584	VND
1 USD =	12.380068	ZAR

#### d) Formation and Setting Up Expenses

##### ALQUITY SICAV – ALQUITY AFRICA FUND

Costs related to the establishment of any new sub-fund are borne by such new sub-fund. For the sub-fund ALQUITY SICAV - ALQUITY AFRICA FUND, the formation expenses are amortised on a linear basis over a period of 5 (five) years starting on the date of the sub-fund's establishment.

##### ALQUITY SICAV – ALQUITY INDIAN SUBCONTINENT FUND, ALQUITY SICAV – ALQUITY LATIN AMERICA FUND, ALQUITY SICAV – ALQUITY ASIA FUND and ALQUITY SICAV – ALQUITY FUTURE WORLD FUND

The setup costs for each of these sub-funds amounted to approximately USD 200,000 each (ALQUITY FUTURE WORLD FUND USD 100,000). Within this amount the Investment Manager has charged each sub-fund USD 150,000 (ALQUITY FUTURE WORLD FUND USD 50,000) for the following fund formation activities that it has performed: Initial setup of new security trading brokers for Alquity SICAV, initial setup of local market sub-custody accounts and associated regulatory conditions, support on production and approval of prospectus, initial preparation of resolutions and agreements and revised agreement with service providers to cover new funds.

The formation and setting up expenses of the sub-fund will be amortised over a period of 5 (five) years starting on the date of the sub-fund's establishment. The amortisation method used is a progressive depreciation method where the amount amortised is increasing each year until the full amortization on the fifth year as per the following percentages:

- 6.67% for the first year,
- 13.33% for the second year,
- 20.00% for the third year,
- 26.67% for the fourth year and
- 33.33% for the fifth year

The net amounts of formation and setting up expenses remaining and the associated amortisation amounts are shown in the Statement of Net Assets and the Statement of Operations and Changes in Net Assets.

The amortised amounts of these formation and setting up expenses are included within the Fixed TER % (see note 8) which is charged on the sub-fund and disclosed on the KIID for each share-class of the sub-fund.

# ALQUITY SICAV

## Notes to the Financial Statements (continued)

as at December 31, 2017

### NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### d) Formation and Setting Up Expenses (continued)

In the Financial Statements of Alquity SICAV from June 30, 2011 to June 30, 2016, the total formation expenses shown as amortized amounted to USD 752,798. The difference in these two amounts relates to an error in the figure disclosed in the annual accounts of Alquity SICAV as at June 30, 2013. This error is purely a presentation issue as the amount booked in the accounting was correct and the overall Net Asset Value ("NAV") reported over the period are not misstated.

During the year ended June 30, 2017, the Board of Directors reviewed the historical treatment of all the invoices making up the Africa sub-fund formation expenses of USD 514,123. This review identified invoices (the "affected invoices") amounting to USD 209,020 that were correctly paid by the fund in line with the provisions of the Alquity prospectus. However, the directors have now determined it would have been better to charge these affected invoices to the expenses of the fund, rather than capitalising and amortisation using the method described above.

These affected invoices were charged between the inception of the sub-fund and June 30, 2014. During this time period, the sub-fund operated the fixed TER process when the costs and expenses of the fund were already above the Fixed TER levels, and throughout the period the total costs were in excess of the Fixed TER charged. Therefore the Board of Directors have determined that the impact of charging the affected invoices to the expenses of the fund, as opposed to capitalizing and amortising them, would have resulted in no different outcome for investors as the NAV of the sub-fund would have remained the same at all times during the period.

#### e) Commission on share transactions

The commission on share transactions relates to introductory fees which are paid to distributors in relation to the Class B shares of all sub-funds and to the Class F shares of the sub-funds ALQUITY SICAV - ALQUITY AFRICA FUND and ALQUITY SICAV - ALQUITY FUTURE WORLD FUND. These amounts will become an asset of the relevant class and amortised over five years (deferred sales charges), at a rate similar to the scale of reduction in redemption charges noted below. This treatment will have the effect of reducing the return of the Class B shares of all sub-funds and to the Class F shares of the sub-funds ALQUITY SICAV - ALQUITY AFRICA FUND and ALQUITY SICAV - ALQUITY FUTURE WORLD FUND for the period of this amortisation. The amortisation is shared by the entire B share class of all the sub-funds and of the entire F share class of the sub-funds ALQUITY SICAV - ALQUITY AFRICA FUND and ALQUITY SICAV - ALQUITY FUTURE WORLD FUND whenever there is a subscription.

<u>Period following subscription</u>	<u>Redemption fee</u>
Within one year of subscription	5% of the initial subscription amount
On or after 1 year but within 2 years of subscription	4% of the initial subscription amount
On or after 2 years but within 3 years of subscription	3% of the initial subscription amount
On or after 3 years but within 4 years of subscription	2% of the initial subscription amount
On or after 4 years but within 5 years of subscription	1% of the initial subscription amount
On or after 5 years after subscription	No redemption fee

When a redemption occurs the commission on share transactions is reduced by the amount charged to the investor.

#### f) Income from investments

Dividends are shown net of withholding tax deducted at source, and are recorded as income on the ex-dividend date. Interest income is accrued on a daily basis.

#### g) Realised gains and losses on sales of investments in securities

Investments in securities are accounted for on a trade date basis. Realised gains and losses on sales of investments in securities are determined on the average cost basis and include transaction costs.

# ALQUITY SICAV

## Notes to the Financial Statements (continued)

as at December 31, 2017

### NOTE 3 – TRANSACTION WITH RELATED PARTIES

There are various amounts relating to expenses from Investment Manager of the SICAV, Alquity Investment Management Limited ("AIML") which are included in the Statement of Operations and Changes in Net Assets. This includes Investment Management Fees, performance fees, amortisation of already charged formation expenses and professional fees for the amounts described below.

	ALQUITY SICAV - ALQUITY AFRICA FUND USD	ALQUITY SICAV - ALQUITY INDIAN SUBCONTINENT FUND USD	ALQUITY SICAV - ALQUITY LATIN AMERICA FUND USD	ALQUITY SICAV - ALQUITY ASIA FUND USD	ALQUITY SICAV - ALQUITY FUTURE WORLD FUND USD
Professional Fees	88,963	16,058	14,347	34,550	7,640
Investment Management Fees	310,505	255,607	267,349	384,651	186,766
Performance Fees	45,031	929,900	265,492	363,422	561,683
Formation Expenses	-	-	-	-	11,210
	<b>444,499</b>	<b>1,222,425</b>	<b>563,998</b>	<b>758,533</b>	<b>774,999</b>

Alquity Investment Management Limited provides additional services to the SICAV beyond the scope of the appointment as Investment Manager of the Alquity SICAV. These services include preparation of key fund documents such as KIIDs and Factsheets, middle office trade matching and project management of initiatives to deliver fund cost savings and are included in the "Professional Fees" caption in the above table. All services provided by Alquity Investment Management Limited outside the scope of Investment Management agreement are subject to approval by the Board of Directors of the SICAV.

### NOTE 4 – INVESTMENT MANAGEMENT FEE

Pursuant to an Investment Management Agreement dated April 13, 2010, Alquity Investment Management Limited has been appointed as Investment Manager by the Management Company. The Investment Manager is responsible for determining the choice of the investments made by the SICAV, in line with the investment policy and restrictions described in the SICAV's Prospectus.

The Investment Manager is entitled to receive out of the assets of the sub-funds an investment management fee which shall be calculated as follows:

Share class	ALQUITY SICAV - ALQUITY AFRICA FUND	ALQUITY SICAV - ALQUITY INDIAN SUBCONTINENT FUND	ALQUITY SICAV - ALQUITY LATIN AMERICA FUND	ALQUITY SICAV - ALQUITY ASIA FUND	ALQUITY SICAV - ALQUITY FUTURE WORLD FUND
Class A	1.90%	1.60%	1.60%	1.60%	1.90%
Class B	1.90%	1.60%	1.60%	1.60%	1.90%
Class F	N/A	1.60%	1.60%	1.60%	1.90%
Class I	1.40%	0.80%	0.80%	0.80%	0.80%
Class M	1.90%	1.60%	1.60%	1.60%	1.90%
Class R	N/A	1.10%	1.10%	1.10%	1.10%
Class U2	1.10%	0.90%	0.90%	0.90%	0.90%
Class W	1.10%	1.10%	1.10%	1.10%	1.10%
Class X	0.30%	0.30%	0.30%	0.30%	0.30%
Class Y	1.10%	0.90%	0.90%	0.90%	0.90%
Class Z	1.90%	N/A	N/A	N/A	N/A

The percentages are calculated on the total net assets per annum payable monthly and calculated on the average total net assets for the relevant month.

### NOTE 5 – PERFORMANCE FEE

In addition to the annual investment management fee, the Investment Manager may be entitled to receive out of the assets of the sub-funds a performance related fee in certain circumstances. The performance fee due to the Investment Manager will be calculated daily and paid annually based on the performance in the sub-fund's accounting period.

# ALQUITY SICAV

## Notes to the Financial Statements (continued)

as at December 31, 2017

### NOTE 5 – PERFORMANCE FEE (continued)

The performance fee will be calculated based on percentages mentioned below of any outperformance of the increase in the Net Asset Value per share compared to the High Water Mark \*\*.

There is no performance fee calculated for the share classes X and Y for all sub-funds, as well as for the share class I, except for the ALQUITY SICAV - ALQUITY AFRICA FUND.

ALQUITY SICAV - ALQUITY AFRICA FUND	20% with a High Water Mark
ALQUITY SICAV - ALQUITY INDIAN SUBCONTINENT FUND	15% with a High Water Mark
ALQUITY SICAV - ALQUITY LATIN AMERICA FUND	15% with a High Water Mark
ALQUITY SICAV - ALQUITY ASIA FUND	15% with a High Water Mark
ALQUITY SICAV - ALQUITY FUTURE WORLD FUND	20% with a High Water Mark

The performance fee will be accrued at each Net Asset Value calculation point and paid after the end of each year.

\*\* The "High Water Mark" principle is a mechanism that ensures that the fee can only be charged if the cumulative difference since the sub-fund's launch date, calculated by the aforementioned method, has reached a new high.

### NOTE 6 – DEPOSITARY AND PAYING AGENT, SUB-ADMINISTRATIVE AGENT AND SUB-REGISTRAR AGENT

The SICAV has appointed RBC Investor Services Bank S.A. ("RBC"), having its registered office at 14, Porte de France, L-4360 Esch-sur-Alzette, Grand Duchy of Luxembourg, as depositary bank and principal paying agent (the "Depositary") of the SICAV with responsibility for the:

- (a) safekeeping of the assets,
- (b) oversight duties,
- (c) cash flow monitoring and
- (d) principal paying agent functions,

in accordance with the 2010 Law and the Depositary and Principal Paying Agent Agreement dated August 16, 2016 and entered into between the SICAV and RBC (the "Depositary and Principal Paying Agent Agreement").

In its capacity as registrar agent of the SICAV, the Management Company has delegated its duties to RBC (hereafter referred to as the "Sub-Registrar Agent"), pursuant to an agreement signed on April 13, 2010 between the Management Company, the SICAV and RBC.

As Sub-Registrar Agent, RBC is responsible for processing the issue (registration), redemption and conversion of shares in the SICAV, for the settlement arrangements thereof, as well as for keeping official records of the shareholders' register (the "Register").

The Management Company has delegated its administrative agent duties to RBC (hereafter referred to as the "Sub-Administrative Agent"), pursuant to an agreement signed on April 13, 2010 between the Management Company, the SICAV and RBC.

As Sub-Administrative Agent, RBC is responsible for the calculation of the Net Asset Value per share, the maintenance of records and other general administrative functions.

The Depositary and Paying Agent, Sub-Administrative Agent and Sub-Registrar Agent of the Alquity SICAV charge fees on a bundle basis comprising Depositary Oversight, Custodian Services, Fund Administration, Fund Tax Calculation, Registrar and Transfer Agent, FATCA and CRS and out-of-pocket expenses on the following basis at the level of the SICAV:

First EUR 100m	10bps p.a.
next EUR 400m	8bps p.a.
In excess of EUR 500m	6bps p.a.

with a monthly flat fee of EUR 5'000 per sub-fund.

4bps of the above fees will be allocated for Depositary oversight and cash-flow monitoring and reconciliation. There are additional global custody safekeeping charges which depend on country of local custody.

# ALQUITY SICAV

## Notes to the Financial Statements (continued)

as at December 31, 2017

### NOTE 7 – MANAGEMENT COMPANY FEE

The Management Company is entitled to receive a management company fee of 0.05% per annum per sub-fund (with a minimum of 75,000 EUR) which is calculated as follows:

- 0.125% per annum of Net Asset Value of less than 50 million EUR;
- 0.100% per annum of Net Asset Value of 50 million EUR up to and including 100 million EUR;
- 0.075% per annum of Net Asset Value exceeding 100 million EUR.

For each new sub-fund an amount of 15,000 EUR per annum will be added to the yearly minimum of 75,000 EUR.

This fee is payable monthly and based on the average net assets of each sub-fund during the relevant month.

As remuneration for its services, the Domiciliary Agent will receive from the SICAV an annual fee of 5,000 EUR plus 1,000 EUR p.a. per sub-fund.

### NOTE 8 – FIXED TER PROCESS “OVERVIEW OF THE FIXED TER PROCESS”

Until November 18, 2017, in operating the SICAV there are certain fixed costs and AUM-based minimum fee arrangements with service providers. Such costs create a significantly higher total expense ratio (“TER”) for investors when the assets under management (“AUM”) of the relevant sub-fund are low. Accordingly, the sub-fund operates a fixed TER mechanism to ensure that all investors are charged an equitable and consistent TER as the relevant sub-fund grows to critical mass.

This fixed TER is set specifically by share class for each sub-fund and each share class of the relevant sub-fund is charged this fixed TER in its daily NAV calculation. On a daily basis, at share class level, if the costs and expenses incurred by the relevant sub-fund are above the fixed TER, then the excess costs and expenses above the fixed TER level are held by the relevant sub-fund’s balance sheet as an asset booked in the account “Other assets”. This ensures that sub-fund costs will always equal the fixed TER. If the costs and expenses of the relevant sub-fund are below the fixed TER, a proportion of the previously accumulated balance sheet asset is written back to the relevant sub-fund. As a result, a share class of the relevant sub-fund continues to charge the same fixed TER whether an investor subscribes into the share class at its initial stage or after the sub-fund has reached critical mass.

Typically, this balance sheet asset will accumulate gradually from the inception of the relevant sub-fund until it reaches a critical mass AUM level when the balance will then gradually unwind. Critical mass is defined as the point where the sub-fund has grown to a sufficient size that the fixed costs and minimum fee arrangement no longer causes the actual TER to be above the fixed TER level. When the balance is fully written down, the fixed TER mechanism ceases and the relevant share class will be charged the actual TER incurred by that share class, which will typically be lower than the fixed TER for the relevant share class of the relevant sub-fund.

Further, the Investment Manager agrees to underwrite the accumulated balance sheet asset should the relevant sub-fund not reach the required AUM critical mass to enable the balance to wind down in an orderly fashion. The Fund Board monitors the balance sheet asset and the sub-fund’s growth prospects every six months to ensure that there is reasonable prospect of the sub-fund reaching the required critical mass.

### ALQUITY SICAV – ALQUITY AFRICA FUND

Following a Circular Resolution dated of June 20, 2012, ALQUITY SICAV and ALQUITY Investment Management Limited (“AIML”) agreed to apply a fixed TER policy of the total expenses to each share class of ALQUITY SICAV - ALQUITY AFRICA FUND as set out below:

Share Class	TER %
Class A Capitalisation USD	3.90%
Class A Reporting GBP	2.90%
Class B Capitalisation USD	3.90%
Class B Reporting GBP	3.90%
Class I Capitalisation USD	3.90%
Class I Reporting GBP	2.90%
Class M Capitalisation USD	3.90%
Class R Reporting GBP	3.00%

# ALQUITY SICAV

## Notes to the Financial Statements (continued)

as at December 31, 2017

### NOTE 8 – FIXED TER PROCESS “OVERVIEW OF THE FIXED TER PROCESS” (continued)

Share Class	TER %
Class U2 Reporting GBP	2.90%
Class W Capitalisation USD	2.10%
Class X Reporting GBP	2.00%
Class Y Reporting GBP	1.90%
Class Z Capitalisation USD	2.25%

The critical mass point was reached for the ALQUITY SICAV - ALQUITY AFRICA FUND in April 2014 when the other assets balance was 553,000 USD representing 0.786% of the Net Asset Value at that point. This 553,000 USD balance was fully written down on November 5, 2015 at which point the Board of Directors decided that the Fixed TER process should cease for the ALQUITY SICAV - ALQUITY AFRICA FUND.

Up until April 2014, shareholders in the ALQUITY SICAV - ALQUITY AFRICA FUND benefited from a lower TER% than they would have had without the Fixed TER process being in place. From April 2014 until November 2015, shareholders carried a higher cost than they would have had without the Fixed TER process being in place.

Following a review of historic disclosure of the TER process, AIML will compensate investors who had an overall negative impact from this process a total amount of 218,349 USD. The overall amount was agreed by the Board and the process of calculation checked by the auditors.

### ALQUITY SICAV – ALQUITY INDIAN SUBCONTINENT FUND, ALQUITY SICAV – ALQUITY LATIN AMERICA FUND, ALQUITY SICAV – ALQUITY ASIA FUND and ALQUITY SICAV – ALQUITY FUTURE WORLD FUND

Following various circular resolutions dated between March 27, 2014 and July 21, 2016, the Fixed TER% for these sub-funds was set at:

	ALQUITY SICAV - ALQUITY ASIA FUND	ALQUITY SICAV - ALQUITY INDIAN SUBCONTINENT FUND	ALQUITY SICAV - ALQUITY LATIN AMERICA FUND	ALQUITY SICAV - ALQUITY FUTURE WORLD FUND
Class A	3.00%	3.00%	3.00%	3.90%
Class B	3.00%	3.00%	3.00%	3.00%
Class F	-	-	-	3.90%
Class M	3.00%	3.00%	3.00%	3.00%
Class R	3.00%	3.00%	3.00%	3.00%
Class W	3.00%	3.00%	3.00%	3.00%
Class X	-	-	-	1.40%
Class Y	1.90%	1.90%	1.90%	-

The amounts shown in “Other Assets” on the Statements of Net Assets represents the costs incurred above the Fixed TER% as at December 31, 2017. Shareholders in these sub-funds benefited from a lower TER% than they would have had without the Fixed TER process being in place.

Following a Circular Resolution dated January 5, 2016, ALQUITY SICAV and ALQUITY Investment Management Limited resolved that the current fixed TER process for all the new sub-funds is altered with effect from the Net Asset Value dated January 15, 2016 so that:

- if the uncapped expenses are above the fixed TER % an adjustment will be performed and the asset balance will increase
- if the uncapped expenses fall below this fixed TER % no adjustment is performed, fund is charged by uncapped TER only and asset balance remains unchanged.

In its Board resolution dated October 28, 2016, the Directors resolved that the "Other assets" balance build up under the Fixed TER Process will be settled by the Investment Manager. Payments totaling USD 900,653 were made by the Investment Manager between 2nd and March 3, 2017 which fully settled the balances as at June 30, 2016.

In its Board resolution dated September 18, 2017, the Directors resolved that the "Other assets" balance build up under the Fixed TER Process in the period ending December 31, 2017 will be settled by the Investment Manager.

# ALQUITY SICAV

## Notes to the Financial Statements (continued)

as at December 31, 2017

### NOTE 8 – FIXED TER PROCESS “OVERVIEW OF THE FIXED TER PROCESS” (continued)

With effect from November 19, 2017, the Ongoing charges of all sub-funds (except for the ALQUITY SICAV - ALQUITY AFRICA FUND) are included in a Flat TER for each class of shares of each sub-fund. The Flat TER is flat in the sense that:

- (i) to the extent that the Ongoing charges per class exceed the Flat TER, the Investment Manager will pay such excess amount;
- (ii) to the extent that the Ongoing charges per class are below the Flat TER, the Investment Manager will be entitled to receive any amount of Flat TER in excess of the Ongoing Charges.

The Ongoing charges includes all the annual charges and other payments taken from the assets of the sub-fund which include, but are not limited to, the investment management fee, the distribution fee, management company fees, sub-administrative agent fees, sub-registrar agent fees, custodian fees, Directors' fees, registration costs, regulatory fees, audit fees, legal fees, registration fees, formation costs, transaction costs, printing costs and publication costs. The Ongoing charges does not include taxes or transaction costs such as third party brokerage fees or bank charges on securities transactions. For the avoidance of doubt, the Ongoing Charges are exclusive of value-added tax (VAT) or similar taxes that might apply in any jurisdiction.

The Flat TER is accrued on a daily basis and any payment (either by the Investment Manager or to the Investment Manager) will be on a quarterly basis.

For all sub-funds (except for the ALQUITY SICAV - ALQUITY AFRICA FUND for which the actual charges are levied), each class of shares incurs a distinct Flat TER expressed in a percentage of the average net asset value of the relevant class of shares as follows:

	ALQUITY SICAV - ALQUITY ASIA FUND	ALQUITY SICAV - ALQUITY INDIAN SUBCONTINENT FUND	ALQUITY SICAV - ALQUITY LATIN AMERICA FUND	ALQUITY SICAV - ALQUITY FUTURE WORLD FUND
Class A	3.00%	3.00%	3.00%	3.00%
Class B	3.00%	3.00%	3.00%	3.00%
Class R	3.00%	3.00%	3.00%	3.00%
Class Y	1.90%	1.90%	1.90%	1.90%
Class M	3.00%	3.00%	3.00%	3.00%
Class S	3.00%	3.00%	3.00%	3.00%
Class I	1.39%	1.39%	1.39%	1.39%
Class X	1.30%	1.30%	1.30%	1.40%
Class W	2.10%	2.10%	2.10%	2.10%

The Flat TER of each class of shares may be amended by the Board of Directors upon notice to the relevant shareholders.

### NOTE 9 – SUBSCRIPTION TAX

Under current law and practice, the SICAV is liable, at the date of this report, to an annual subscription tax of 0.05%, except those sub-funds or share classes, which may benefit from the lower rate of 0.01%. No such tax is due on the portion of the assets of the SICAV invested in other Luxembourg UCITS or UCIs (if any) provided that such assets have already been subject to the subscription tax. This tax is payable quarterly and calculated on the basis of the SICAV's net assets at the end of the relevant quarter.

### NOTE 10 – TRANSACTIONS WITH CONNECTED PERSONS

Certain Directors of the SICAV are or may also be officers and/or directors of the Investment Manager. The principal distributors are not related to the Investment Manager. The fees that are paid by the SICAV to the Management Company (which is not affiliated with the Investment Manager or the principal distributors) and the Investment Manager are detailed in notes 7 and 3, respectively, to the financial statements. The fees of the principal distributors are borne by the Investment Manager. No transactions of the SICAV were made through a broker who is a connected person of the SICAV, the Investment Manager, the principal distributors or the Directors of the SICAV.

### NOTE 11 – SOFT COMMISSION ARRANGEMENTS

Although the Prospectus of the SICAV does specify that soft commission arrangements may be paid to brokers in respect of the sub-fund, no soft commission arrangements are currently in place between the SICAV and the investment manager or any other parties.

# ALQUITY SICAV

## Additional Information

### **SECURITIES FINANCING TRANSACTIONS**

The SICAV does not engage in securities financing transactions (as defined in Article 3 of Regulation (EU) 2015/2365 (the "Regulation"), securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). Accordingly, disclosures required by Article 13 of the Regulation are not applicable for the year ended December 31, 2017.

### **REMUNERATION POLICIES AND PRACTICES**

The Management Company has established and applies a remuneration policy and practices that are consistent with, and promote, sound and effective risk management and that neither encourage risk taking which is inconsistent with the risk profiles, rules, the Prospectus or the Articles nor impair compliance with the Management Company's obligation to act in the best interest of the SICAV (the Remuneration Policy).

The Remuneration Policy includes fixed and variable components of salaries and applies to those categories of staff, including senior management, risk takers, control functions and any employee receiving total remuneration that falls within the remuneration bracket of senior management and risk takers whose professional activities have a material impact on the risk profiles of the Management Company, the SICAV or the sub-funds. Within the Management Company, these categories of staff represents 22 persons.

The Remuneration Policy is in line with the business strategy, objectives, values and interests of the Management Company, the SICAV and the Shareholders and includes measures to avoid conflicts of interest.

In particular, the Remuneration Policy will ensure that:

- a) the staff engaged in control functions are compensated in accordance with the achievement of the objectives linked to their functions, independently of the performance of the business areas that they control;
- b) the fixed and variable components of total remuneration are appropriately balanced and the fixed component represents a sufficiently high proportion of the total remuneration to allow the operation of a fully flexible policy on variable remuneration components, including the possibility to pay no variable remuneration component;
- c) the measurement of performance used to calculate variable remuneration components or pools of variable remuneration components includes a comprehensive adjustment mechanism to integrate all relevant types of current and future risks.

The following table shows the fixed and variable remuneration in 2017 for the Identified Staff (22 persons), who is fully or partly involved in the activities of all the funds managed by the Management Company.

# ALQUITY SICAV

## Additional Information (continued)

### Staff expenses split into fixed and variable remuneration

Wages and salaries

- a. Fixed
- b. Variable

Staff expenses broken down by categories of staff subject to UCITS V pay rules

Staff Code	Fixed remuneration	Variable remuneration	Total
S	1,597,571	735,266	2,332,838
R	440,737	25,245	465,982
C	561,874	7,000	568,874
O	-	-	-

S = Senior Management

R = Risk takers, which includes staff members whose professional activities can exert material influence on UCITS or AIFs managed by LAM

C = Staff engaged in control functions (other than senior management) responsible for risk management, compliance, internal audit and similar functions

O = Any other staff member receiving total remuneration that takes them into the same remuneration bracket as senior management and risk-takers, whose professional activities have a material impact on LAM's risk profile.

A paper copy of the summarised Remuneration Policy is available free of charge to the Shareholders upon request.

No material changes have been made to the remuneration policy.

### GLOBAL EXPOSURE

The global risk on derivatives has been determined according to the commitment approach during the financial period ended December 31, 2017.

**Unaudited Semi-Annual Report  
For the period ended December 31, 2017  
of  
ALQUITY SICAV**

For Investors in Switzerland  
December 2017

The prospectus, the Articles of Association, the Key Investor Information Document “(KIID)”, the annual and semi-annual reports of the Fund may be obtained free of charge from the Swiss Representative. In respect of the Shares distributed in and from Switzerland to Qualified Investors, the place of performance and the place of jurisdiction is at the registered office of the Swiss Representative.

Swiss Representative: FIRST INDEPENDENT FUND SERVICES LTD., Klausstrasse 33, CH-8008 Zurich, Switzerland.

Swiss Paying Agent: Neue Helvetische Bank AG, Seefeldstrasse 215, CH-8008 Zurich.