
ALQUITY SICAV

Société d'Investissement à Capital Variable

Audited Annual Report

For the year ended June 30, 2018

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

ALQUITY SICAV

Table of Contents

	Page
Management and Administration	4
Information to Shareholders	6
Directors' Report	7
Report of the Réviseur d'Entreprises agréé	10
Statement of Net Assets	12
Statement of Operations and Changes in Net Assets	14
Changes in the Number of Shares	16
Statistics	19
ALQUITY SICAV – ALQUITY AFRICA FUND	
Statement of Investments	20
Geographical and Economic Breakdowns	22
ALQUITY SICAV – ALQUITY INDIAN SUBCONTINENT FUND	
Statement of Investments	23
Geographical and Economic Breakdowns	24
ALQUITY SICAV – ALQUITY LATIN AMERICA FUND	
Statement of Investments	25
Geographical and Economic Breakdowns	26
ALQUITY SICAV – ALQUITY ASIA FUND	
Statement of Investments	27
Geographical and Economic Breakdowns	29
ALQUITY SICAV – ALQUITY FUTURE WORLD FUND	
Statement of Investments	30
Geographical and Economic Breakdowns	32
Notes to the Financial Statements	33
Additional Information (unaudited)	48

ALQUITY SICAV

Management and Administration

BOARD OF DIRECTORS

Directors:

Mr Antonio THOMAS
Chairman
Luxembourg Resident Independent Director
36-38, Grand Rue
4th Floor
L-1660 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

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

REGISTERED OFFICE

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

MANAGEMENT COMPANY AND DOMICILIARY AGENT

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

DEPOSITARY BANK, PAYING AGENT, 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 AND DISTRIBUTOR

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

ALQUITY SICAV

Management and Administration (continued)

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

Dechert (Hong Kong) LLP
31/F Jardine House
One Connaught Place
Central
Hong Kong

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

Directors' Report

ALQUITY SICAV – ALQUITY AFRICA FUND

Africa offers a good investment opportunity for long-term investors who will be able to avoid the biggest risks and pitfalls. The region is expected to have the largest working-age population in the world by 2034 and will soon have the fastest urbanization rate in the world with 190mn people set to move for rural areas to cities in the next decade. However, the speed of development and the pace at which those evolutions occur will be very unequal from country to country.

The rebalancing of the Chinese economy, the lack of diversification, the volatility in oil and commodity prices, weak economic confidence induced by political instability and the weakness of institutions of some African countries, combined with the sluggish growth impacted negatively the performance of African equity markets in the seven years to June 30, 2018. The 12 months to June 29, 2018 was a mildly positive one for the broad African markets with the MSCI South Africa and MSCI EFM Africa ex South Africa delivering a total return of 3.4% and 5.3% in USD terms, respectively. Three out of top four largest countries experienced positive equity market performance in USD terms over the period: 7.6% in South Africa, 0.6% in Nigeria, 32.1% in Egypt and -6.3% in Kenya (all in USD). The macroeconomic challenges investors face in Africa are of a different nature: capital controls, currency devaluation, parallel FX markets and persistently high inflation. Valuations more than reflect these challenges and fail to reflect the long-term potential of the continent. For example, Egypt devalued its currency by the 50% in November of 2016 and are implementing a structural reform agenda supported by an IMF package, which will help rebalance the economy and prepare it for sustainable economic growth. The market is not pricing in the ability of governments to take action and pass structural reforms.

As a consequence, the fund has low exposure to materials and low exposure to financials, while focusing on companies with a higher visibility of earnings growth outlook and strong execution capabilities. It is in South Africa that we find most of those companies. On a country basis the fund favours countries with both reliable and improving institutions and/or responsible governments who have laid down a clear agenda of structural reforms to underpin long-term sustainable growth. Countries like Egypt, Morocco, Botswana, Senegal or Tunisia fall in this category.

During the last twelve months, the Net Asset Value (NAV) for the USD I Class has increased by 1.96% from USD 75.22 as at June 30, 2017 to USD 76.71 at June 29, 2018. The Assets under Management (AUM) has suffered over the last 12 months facing a drop of 7.31% from USD 35.6m at June 30, 2017 to USD 33.04m at June 29, 2018. However, this has been owed mostly to the impact of investor net redemptions.

In terms of the fund, as at June 29, 2018, the portfolio contained thirty-two holdings. Over the period, eight new stocks were added and six stocks were sold. Following these changes, at June 29, 2018, the fund had exposure to nine countries and sixteen sectors.

ALQUITY SICAV – ALQUITY INDIAN SUBCONTINENT FUND

India continues to be one of the strongest transformation stories across all of emerging markets. The BJP government, led by Prime Minister Narendra Modi, is now preparing for elections held in April or May 2019. The BJP-led coalition is the first government to hold a majority in India's lower house of parliament since 1984, which has enabled the Prime Minister to deliver economic reforms at a pace never seen before in India. As well as measures to encourage greater foreign investment, promote financial inclusion and subsidy reforms, the government's trophy piece of legislation has been the Goods and Services Tax (GST). The GST unites India as a single common tax market for the first time, removing a series of inter-state taxes and relieving companies of cascading tax burdens. The efficiency savings of the GST alone are thought to be worth up to an additional two percentage points of GDP growth per year.

The macroeconomic outlook remains favourable, with strong cyclical tailwinds. Although the Central Bank of India has embarked on a tightening cycle, which may continue in the coming quarters, the economy is strong enough to shake off any adverse impacts stemming from higher interest rates. We maintain a positive outlook for the long-term growth prospects for the Indian economy.

Bangladesh continues to enjoy a period of relative political stability and robust economic growth, with the domestic law and order situation remaining largely subdued. The economy continues to grow at around 7% per year, with investments and household consumption among the most important drivers.

The investment case and economic growth prospects for Pakistan remained lacklustre over the last year, with current account and fiscal deficits causing a depletion of foreign reserves to just three months of import coverage, whilst the currency was devalued about 15% vs. the USD. The market went through a significant correction period though and is yet to bounce, market participants have been waiting for the new government to form a coalition and start the reforms that address that Pakistani economy's structural deficiencies. If the economic management of the country can be rationalised, we envisage a situation where the risk reward becomes compelling enough for us to re-enter the market.

The NAV of the USD M Class increased 10.06% over the period from USD 157.10 at June 30, 2017 to USD 172.90 at June 29, 2018. The AUM has also grown 145.84% from USD 29.6m to USD 72.6m in the twelve months to June 29, 2018.

In terms of the fund, as at June 29, 2018, the portfolio contained twenty-seven holdings. Over the period, five new stocks were added and ten stocks were sold. Following these changes, at June 29, 2018, the fund had exposure to two countries and eighteen sectors.

ALQUITY SICAV

Directors' Report (continued)

ALQUITY SICAV – ALQUITY LATIN AMERICA FUND

The year ending June 2018 for the Latin America equity asset class has been a difficult period. Markets have been volatile due to the political noise in Brazil and Mexico and the intensifying worries related to Argentina's ability to service its debt. On the bright side, the Chilean, Peruvian and Colombian economies fared rather well, which in turn boosted their respective markets.

Brazilian business confidence and financial market sentiment was negatively impacted by the inability of President Temer to implement any meaningful reforms, since he and his party lost the support of other parties due to a political scandal in May 2017. As a result, the Temer-led government could not tackle the remaining issues, such as the unsustainable social security system or other fiscal leakages. Due to the paralysed government and the uncertainties regarding the outcome of elections in October 2018, Brazilian financial markets became jittery, which was reflected in the currency as well as in the stock index performance.

A review of the region's equity markets represented by their respective country index over the last year shows that Peru, Colombia and Chile performed very well between 31st June 2017 and 29th June 2018, as the indices rose 21.3%, 12.4% and 13.5%, respectively (all in USD terms). In contrast, the Argentine, Mexican and Brazilian markets underperformed.

During this period, although the fund decreased exposure to Brazil, it remained our largest country allocation followed by Chile, Peru, Colombia and Mexico. A mix of structural and cyclical tailwinds underpins our investment analysis providing us conviction regarding our country allocation. Undemanding valuations, high quality companies and the bottoming of the economic and political cycles in Chile make it a stable weight in the portfolio since inception. Exposure to Brazil was increased throughout the year after our research and growing conviction on its reform-driven growth outlook. This was funded by decreasing exposure to Mexico, due to the impact of rising rates, the likely negative medium-term impact of a NAFTA re-negotiation, and increased risk of populist measures by incoming President AMLO.

The NAV of the USD M Class decreased 9.28% over the period from USD 95.11 at June 30, 2017 to USD 86.28 at June 29, 2018. AUM has decreased 10.81% from USD 36.9m to USD 32.9m in the twelve months to June 29, 2018.

In terms of the fund, as at June 29, 2018, the portfolio contained twenty-five holdings. Over the period, four new stocks were added, and ten stocks were sold. Following these changes, at June 29, 2018, the fund had exposure to six countries and nineteen sectors.

ALQUITY SICAV – ALQUITY ASIA FUND

The Chinese and Indian economies have continued to perform strongly during 2018, in spite of the global trade tensions generated by US President Trump. Although the US President raised significant trade barriers against Chinese goods flowing to the US, the Chinese economy has been resilient thus far thanks to the pro-active and supportive policies engineered by the Chinese authorities. In our opinion, the Chinese government and central bank will return to the previously set policy themes of deleveraging, cracking down on the shadow banking and cutting excess capacity in steel and coal mining, once trade-related tensions abated.

Frontier Markets have continued to provide some of the best growth opportunities in Asia. Vietnam's GDP growth rate remains between 6 and 7%, whilst foreign direct investment inflows were sustained at high levels. Bangladesh continues to enjoy a period of relative political stability and robust economic growth, with the domestic law and order situation remaining largely subdued. The economy continues to grow at around 7% per year, with investments and household consumption among the most important drivers.

The NAV of the USD M Class increased 3.58% over the period from USD 110.45 at June 30, 2017 to USD 114.40 at June 29, 2018. The AUM has also grown 23.66% from USD 63.3m to USD 78.2m in the twelve months to June 29, 2018.

In terms of the fund, as at June 29, 2018, the portfolio contained forty-one holdings. Over the period, fourteen new stocks were added, and twenty stocks were sold. Following these changes, at June 29, 2018, the fund had exposure to fourteen countries and eighteen sectors, including the addition of Malaysia.

ALQUITY SICAV – ALQUITY FUTURE WORLD FUND

The year ending June 2018 for the fund ended with the largest exposure to the Asian region, followed by African and Latin American regions respectively.

Frontier markets continue to offer some of the world's fastest GDP growth rates, translating in many cases to excellent growth prospects for local companies. Due to their reliance on domestically-driven growth factors, led by urbanisation and demographic trends, many frontier markets continue to enjoy a degree of isolation from the vagaries of global financial markets and volatility of international trade.

Over the twelve-month period to the end of June 2018, the MSCI Emerging Market index rose 5.8%, while the MSCI Frontier Market index edged down 1.5%. The strongest markets expressed in USD were: Vietnam, Chinese "H" shares, Taiwan, India, Colombia, Peru, Chile and Egypt. Brazil, Mexico, Argentina, Indonesia and the Philippines were among the largest under-performers.

The NAV of the USD M Class rose by 5.04% over the period from USD 91.22 at June 30, 2017 to USD 95.82 at June 29, 2018. Increased marketing support has helped the fund's AUM growth by 119.89% from USD 23.4m to USD 51.4m in the twelve months to June 29, 2018.

ALQUITY SICAV

Directors' Report (continued)

In terms of the fund, as at June 29, 2018, the portfolio contained forty-seven holdings. Over the period, nineteen new stocks were added, and fifteen stocks were sold after a rebalance of the portfolio to capture the growth potential in Asia and reducing exposure to Africa and Latin America. Following these changes, at June 29, 2018, the fund had exposure to fifteen countries and twenty three sectors.

Transforming Lives

The Investment Manager, Alquity Investment Management Ltd, receives a management fee and annual performance fees from the SICAV. A proportion of these fees are donated to recognised charity partners through the Transforming Lives programme to support microfinance, education and training initiatives in the geographic regions represented by stocks in the fund.

In the twelve months to June 30, 2018, the grants distributed impacted the lives of 20,662 people, direct and indirectly. We are currently working with four charity partners in Africa, Latin America and Asia, and since inception we have transformed over 60,713 lives in these regions.

The virtuous circle of delivering attractive returns for investors, through responsible investments and transforming lives in the areas we invest is the cornerstone of the ALQUITY SICAV and will support its continued growth in the future.

Additional Notes to the Directors' Report

The *Commission de Surveillance du Secteur Financier* (the "**CSSF**") raised concerns to the board of directors of ALQUITY SICAV (the "**Fund**") (the "**Board of Directors**") as regards the annual reports and management letters for the years ended from June 30, 2011 to June 30, 2017 and the disclosures in the prospectus. For further details regarding these irregularities, please refer to the section entitled "Notes to the Financial Statements".

Due to such irregularities, the Board of Directors has made some compensation payments (i) to the shareholders of ALQUITY SICAV – ALQUITY AFRICA FUND (as detailed under the section "Notes to the Financial Statements ") and (ii) to the other sub-funds, as detailed below:

Compensation for shareholders in ALQUITY SICAV - ALQUITY LATIN AMERICA FUND, ALQUITY SICAV- ALQUITY ASIA FUND, ALQUITY SICAV - ALQUITY INDIAN SUBCONTINENT FUND, ALQUITY SICAV - ALQUITY FUTURE WORLD FUND (each a "**Sub-Fund**" and collectively referred to as the "**Sub-Funds**").

All shareholders who invested in the above Sub-Funds on or before 29 June 2017 suffered from a year end accounting adjustment (the "**Adjustment(s)**"). This occurred due to the consequences of running a capping balance mechanism such as:

- on some days the Sub-Fund would run below the TER cap;
- on days on which the large accruals were posted, the majority of the expenses would be posted to the capping balance and the Sub-Fund would run at the TER cap.

In this way, by the end of the year shareholders had been treated in a more favourable way than intended by the capping mechanism as a result of irregular accrual posts rather than on a daily basis. The Adjustment was made on the last day of the year to reduce the capping balance to an amount consistent with a linear accrual process (i.e. to reduce the caps to the same that would have prevailed if costs had been perfectly accrued on a daily basis).

The Adjustment was only a result of the accounting methodology; that accruals were posted infrequently and that a reversal of part of the accrual took place at year-end.

However, the CSSF, on examination of the Adjustments requested the Board of Directors to check the impact on shareholders throughout the year to ensure that no shareholders carried a higher cost than they would have had without the Adjustments.

On examination of the Adjustments it was determined that all shareholders who invested in the Sub-Funds on or before June 29, 2017 (i.e. before the date of the Adjustment) (the "**Affected Shareholders**") suffered from the Adjustment to the extent that the last net asset values of the below Sub-Funds were charged by these amounts:

- ALQUITY SICAV - ALQUITY LATIN AMERICA FUND: USD 46,906.19;
- ALQUITY SICAV - ALQUITY ASIA FUND: USD 90,261.99;
- ALQUITY SICAV - ALQUITY INDIAN SUBCONTINENT FUND: USD 27,254.15;
- ALQUITY SICAV - ALQUITY FUTURE WORLD FUND: USD 19,010.15
- Total: USD 183,432.48

The Board of Directors assessed these amounts and determined that compensation should be paid to all Affected Shareholders in the respective Sub-Funds. The actual calculation of the compensation amount has been reviewed by the Fund's auditor, KPMG Luxembourg. The compensation payments are made at the expense of Alquity Investment Management Limited.

The Board of Directors,

Luxembourg, December 31, 2018

ALQUITY SICAV

Report of the Réviseur d'Entreprises agréé

To the Shareholders of
ALQUITY SICAV
106, route d'Arlon
L-8210 Mamer
Grand Duchy of Luxembourg

Report on the audit of the financial statements

Opinion

We have audited the accompanying financial statements of ALQUITY SICAV and each of its sub-funds ("the SICAV"), which comprise the statement of net assets and the statement of investments as at June 30, 2018 and the statement of operations and the statement of 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 ALQUITY SICAV and each of its sub-funds as at June 30, 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 July 23, 2016 on the audit profession ("Law of July 23, 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 Fund 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 included in the management 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 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 Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the SICAV either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

ALQUITY SICAV

Report of the Réviseur d'Entreprises agréé (continued)

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 July 23, 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.

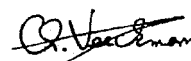
As part of an audit in accordance with the Law of July 23, 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- 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 Fund'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 Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of "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 Fund 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, December 31, 2018

KPMG Luxembourg
Société coopérative
Cabinet de révision agréé



C. Veeckmans
Partner

ALQUITY SICAV

Statement of Net Assets as at June 30, 2018

		ALQUITY AFRICA FUND	ALQUITY INDIAN SUBCONTINENT FUND	ALQUITY LATIN AMERICA FUND	ALQUITY ASIA FUND	ALQUITY FUTURE WORLD FUND
	Note	USD	USD	USD	USD	USD
ASSETS						
Investments portfolio at market value	(2b)	32,152,707	72,328,275	31,664,857	78,751,994	51,961,191
Cash at bank		947,219	381,062	249,361	1,038,386	603,964
Amounts receivable on sale of investments		-	-	1,068,536	160,882	227,981
Receivable on subscriptions		1,435	293,090	27,802	71,938	-
Interest and dividends receivable, net		15,341	23,886	24,803	365,263	178,106
Formation expenses, net	(2d)	-	49,364	47,713	51,570	24,597
Commissions on share transactions	(2e)	118,160	250,660	110,541	191,696	119,333
TOTAL ASSETS		33,234,862	73,326,337	33,193,613	80,631,729	53,115,172
LIABILITIES						
Bank overdraft		1,815	3,376	972	835,457	239,966
Payable on redemptions		42,222	43,944	169,073	325,219	1,039,537
Performance fees payable	(5)	-	9,672	-	-	2,176
Payable on purchase of investments		-	336,170	-	857,578	261,226
Management commissions payable	(4)	46,123	72,975	35,802	73,236	52,822
Taxes and expenses payable		98,356	50,731	39,434	66,942	47,302
Unrealised capital gain tax on investments		-	-	-	64,238	57,502
Other liabilities	(8)	1	159,545	85,810	164,395	44,183
TOTAL LIABILITIES		188,517	676,413	331,091	2,387,065	1,744,714
TOTAL NET ASSETS		33,046,345	72,649,924	32,862,522	78,244,664	51,370,458

Net asset value per share

Class A Capitalisation	USD 75.34	USD 164.81	USD 85.88	USD 117.14	USD 110.50
Class A Reporting GBP	GBP 94.32	-	-	-	-
Class B Capitalisation	USD 69.78	USD 160.90	USD 80.45	USD 108.75	USD 96.16
Class B Reporting GBP	GBP 83.25	-	-	-	-
Class I Capitalisation	USD 76.71	-	-	-	-
Class I Reporting GBP	GBP 84.16	-	-	-	-
Class M Capitalisation	USD 80.52	USD 172.90	USD 86.28	USD 114.40	USD 95.82
Class M Reporting EUR	EUR 92.90*	EUR 96.58*	EUR 78.04*	EUR 93.15*	EUR 89.58*
Class R Capitalisation EUR	-	EUR 91.64*	EUR 77.82*	EUR 93.26*	EUR 89.71*
Class R Capitalisation	-	USD 87.30*	USD 79.46*	USD 87.86*	USD 88.82*
Class R Reporting GBP	-	GBP 208.13	GBP 104.58	GBP 143.59	GBP 114.87
Class W Capitalisation	USD 100.57	USD 126.13	USD 92.13	USD 112.30	USD 105.46
Class X Reporting GBP	GBP 92.01	-	-	-	GBP 126.80
Class Y Capitalisation EUR	-	EUR 105.81	EUR 87.29	EUR 108.10	EUR 104.23*
Class Y Capitalisation	-	USD 113.57	USD 95.53	USD 112.61	USD 106.78*
Class Y Reporting GBP	GBP 104.85	GBP 177.87	GBP 117.49	GBP 131.70	GBP 106.23
Class Z Capitalisation	USD 87.50	-	-	-	-

Number of shares outstanding

Class A Capitalisation	110,731.631	18,820.948	4,270.264	15,381.545	27,968.162
Class A Reporting GBP	4,429.599	-	-	-	-
Class B Capitalisation	59,549.249	55,933.499	40,910.178	63,657.088	27,559.004
Class B Reporting GBP	17,078.649	-	-	-	-
Class I Capitalisation	87,727.302	-	-	-	-
Class I Reporting GBP	3,179.825	-	-	-	-
Class M Capitalisation	46,805.331	87,540.941	108,565.411	67,202.138	81,998.942
Class M Reporting EUR	1.000*	7,992.000*	1.000*	1.000*	1.000*
Class R Capitalisation EUR	-	1,203.174*	1.000*	1.000*	3,527.416*
Class R Capitalisation	-	5,429.258*	8,115.000*	17,662.286*	7,421.701*
Class R Reporting GBP	-	16,139.761	11,002.741	22,406.967	1,838.888
Class W Capitalisation	35,191.815	28,702.202	31,381.528	26,999.972	129,552.396
Class X Reporting GBP	2,568.946	-	-	-	1,869.462
Class Y Capitalisation EUR	-	35,477.484	12,946.385	4,363.864	69,259.641*
Class Y Capitalisation	-	86,208.408	6,501.250	9,242.604	127,601.926*
Class Y Reporting GBP	10,496.070	92,321.527	82,789.711	295,666.793	3,102.128
Class Z Capitalisation	22,442.167	-	-	-	-

* please refer to Note 1 of the Notes to the Financial Statements

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

ALQUITY SICAV

Statement of Net Assets as at June 30, 2018 (continued)

COMBINED

	Note	USD
ASSETS		
Investments portfolio at market value	(2b)	266,859,024
Cash at bank		3,219,992
Amounts receivable on sale of investments		1,457,399
Receivable on subscriptions		394,265
Interest and dividends receivable, net		607,399
Formation expenses, net	(2d)	173,244
Commissions on share transactions	(2e)	790,390
TOTAL ASSETS		273,501,713
LIABILITIES		
Bank overdraft		1,081,586
Payable on redemptions		1,619,995
Performance fees payable	(5)	11,848
Payable on purchase of investments		1,454,974
Management commissions payable	(4)	280,958
Taxes and expenses payable		302,765
Unrealised capital gain tax on investments		121,740
Other liabilities	(8)	453,934
TOTAL LIABILITIES		5,327,800
TOTAL NET ASSETS		268,173,913

ALQUITY SICAV

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

		ALQUITY AFRICA FUND	ALQUITY INDIAN SUBCONTINENT FUND	ALQUITY LATIN AMERICA FUND	ALQUITY ASIA FUND	ALQUITY FUTURE WORLD FUND
	Note	USD	USD	USD	USD	USD
NET ASSETS AT THE BEGINNING OF THE YEAR		35,651,515	29,552,239	36,847,096	63,272,486	23,362,361
INCOME						
Dividends, net	(2f)	869,653	344,655	1,122,209	1,404,069	933,827
Interest on bonds, net	(2f)	-	7	-	-	-
Bank interest, net		5,886	487	8,610	997	53
Other income		5,761	-	-	-	51
TOTAL INCOME		881,300	345,149	1,130,819	1,405,066	933,931
EXPENSES						
Performance fees	(5)	-	295,302	93,614	363,422	564,172
Investment management fee	(4)	625,854	687,144	544,009	821,296	535,563
Management company fee	(7)	18,861	27,292	21,939	37,433	20,984
Depository fee	(6)	52,902	44,865	59,623	74,594	46,390
Administration and transfer agent fees	(6)	87,605	105,671	95,448	159,842	80,130
Amortisation of formation expenses	(2d)	-	52,429	52,429	54,657	25,423
Amortisation of commission on shares transactions	(2e)	34,745	81,527	36,827	51,177	12,749
Audit and professional fees		75,645	127,447	88,690	166,760	103,069
Subscription tax	(9)	10,401	12,230	7,040	13,995	6,855
Bank charges		-	10,514	12,359	12,346	17,292
Interest paid		93	14,923	96	19,577	9,060
Other charges		26,230	305,496	204,261	346,842	136,096
TOTAL EXPENSES		932,336	1,764,840	1,216,335	2,121,941	1,557,783
NET GAIN/(LOSS) FROM INVESTMENTS		(51,036)	(1,419,691)	(85,516)	(716,875)	(623,852)
Net realised gain/(loss) on sales of investments	(2g)	565,740	3,081,629	3,249,240	5,372,409	1,523,818
Net realised gain/(loss) on futures contracts		-	-	-	(37,123)	-
Net realised gain/(loss) on foreign exchange		(170,125)	(310,465)	(112,394)	(449,858)	(277,029)
NET REALISED GAIN/(LOSS)		344,579	1,351,473	3,051,330	4,168,553	622,937
Change in net unrealised appreciation/(depreciation) on investments		641,855	(446,881)	(7,041,160)	(885,176)	(2,437,339)
Change in net unrealised appreciation/(depreciation) on capital gain tax		-	-	-	(64,238)	(57,502)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS		986,434	904,592	(3,989,830)	3,219,139	(1,871,904)
EVOLUTION OF THE CAPITAL						
Issue of shares		13,087,841	58,944,131	21,057,264	37,075,505	38,525,232
Redemption of shares		(16,679,445)	(16,751,038)	(21,052,008)	(25,322,466)	(8,645,231)
NET ASSETS AT THE END OF THE YEAR		33,046,345	72,649,924	32,862,522	78,244,664	51,370,458

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

ALQUITY SICAV

Statement of Operations and Changes in Net Assets for the year ended June 30, 2018 (continued)

COMBINED

	Note	USD
NET ASSETS AT THE BEGINNING OF THE YEAR		188,685,697
INCOME		
Dividends, net	(2f)	4,674,413
Interest on bonds, net	(2f)	7
Bank interest, net		16,033
Other income		5,812
TOTAL INCOME		4,696,265
EXPENSES		
Performance fees	(5)	1,316,510
Investment management fee	(4)	3,213,866
Management company fee	(7)	126,509
Depository fee	(6)	278,374
Administration and transfer agent fees	(6)	528,696
Amortisation of formation expenses	(2d)	184,938
Amortisation of commission on shares transactions	(2e)	217,025
Audit and professional fees		561,611
Subscription tax	(9)	50,521
Bank charges		52,511
Interest paid		43,749
Other charges		1,018,925
TOTAL EXPENSES		7,593,235
NET GAIN/(LOSS) FROM INVESTMENTS		(2,896,970)
Net realised gain/(loss) on sales of investments	(2g)	13,792,836
Net realised gain/(loss) on futures contracts		(37,123)
Net realised gain/(loss) on foreign exchange		(1,319,871)
NET REALISED GAIN/(LOSS)		9,538,872
Change in net unrealised appreciation/(depreciation) on investments		(10,168,701)
Change in net unrealised appreciation/(depreciation) on capital gain tax		(121,740)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS		(751,569)
EVOLUTION OF THE CAPITAL		
Issue of shares		168,689,973
Redemption of shares		(88,450,188)
NET ASSETS AT THE END OF THE YEAR		268,173,913

ALQUITY SICAV

Changes in the Number of Shares for the year ended June 30, 2018

	ALQUITY AFRICA FUND	ALQUITY INDIAN SUBCONTINENT FUND	ALQUITY LATIN AMERICA FUND	ALQUITY ASIA FUND	ALQUITY FUTURE WORLD FUND
Class A Capitalisation					
Number of shares outstanding at the beginning of the year	118,844.574	6,262.824	2,913.926	42,022.019	24,031.389
Number of shares issued	36,829.133	26,454.016	2,701.055	15,504.151	22,797.239
Number of shares redeemed	(44,942.076)	(13,895.892)	(1,344.717)	(42,144.625)	(18,860.466)
Number of shares outstanding at the end of the year	110,731.631	18,820.948	4,270.264	15,381.545	27,968.162
Class A Reporting GBP					
Number of shares outstanding at the beginning of the year	6,856.310	-	-	-	-
Number of shares issued	279.334	-	-	-	-
Number of shares redeemed	(2,706.045)	-	-	-	-
Number of shares outstanding at the end of the year	4,429.599	-	-	-	-
Class B Capitalisation					
Number of shares outstanding at the beginning of the year	50,853.644	51,752.872	41,012.213	63,329.076	4,394.729
Number of shares issued	22,199.170	21,461.781	10,263.417	18,175.424	27,127.496
Number of shares redeemed	(13,503.565)	(17,281.154)	(10,365.452)	(17,847.412)	(3,963.221)
Number of shares outstanding at the end of the year	59,549.249	55,933.499	40,910.178	63,657.088	27,559.004
Class B Reporting GBP					
Number of shares outstanding at the beginning of the year	21,484.579	-	-	-	-
Number of shares issued	2,892.388	-	-	-	-
Number of shares redeemed	(7,298.318)	-	-	-	-
Number of shares outstanding at the end of the year	17,078.649	-	-	-	-
Class F Capitalisation					
Number of shares outstanding at the beginning of the year	-	-	-	-	3,118.317
Number of shares issued	-	-	-	-	168.118
Number of shares redeemed	-	-	-	-	(3,286.435)
Number of shares outstanding at the end of the year	-	-	-	-	-
Class I Capitalisation					
Number of shares outstanding at the beginning of the year	109,766.571	-	-	-	-
Number of shares issued	45,102.814	-	-	-	-
Number of shares redeemed	(67,142.083)	-	-	-	-
Number of shares outstanding at the end of the year	87,727.302	-	-	-	-
Class I Reporting GBP					
Number of shares outstanding at the beginning of the year	3,053.571	-	-	-	-
Number of shares issued	508.313	-	-	-	-
Number of shares redeemed	(382.059)	-	-	-	-
Number of shares outstanding at the end of the year	3,179.825	-	-	-	-

ALQUITY SICAV

Changes in the Number of Shares (continued) for the year ended June 30, 2018

	ALQUITY AFRICA FUND	ALQUITY INDIAN SUBCONTINENT FUND	ALQUITY LATIN AMERICA FUND	ALQUITY ASIA FUND	ALQUITY FUTURE WORLD FUND
Class M Capitalisation					
Number of shares outstanding at the beginning of the year	56,941.772	54,363.831	167,396.420	55,422.123	51,510.655
Number of shares issued	5,351.273	42,160.330	39,221.026	30,743.437	44,460.244
Number of shares redeemed	(15,487.714)	(8,983.220)	(98,052.035)	(18,963.422)	(13,971.957)
Number of shares outstanding at the end of the year	46,805.331	87,540.941	108,565.411	67,202.138	81,998.942
Class M Reporting EUR					
Number of shares outstanding at the beginning of the year	-	-	-	-	-
Number of shares issued	1.000*	8,301.000*	1.000*	1.000*	1.000*
Number of shares redeemed	-	(309.000)	-	-	-
Number of shares outstanding at the end of the year	1.000	7,992.000	1.000	1.000	1.000
Class M Reporting GBP					
Number of shares outstanding at the beginning of the year	10.000	-	-	-	-
Number of shares issued	-	-	-	-	-
Number of shares redeemed	(10.000)*	-	-	-	-
Number of shares outstanding at the end of the year	-	-	-	-	-
Class R Capitalisation EUR					
Number of shares outstanding at the beginning of the year	-	-	-	-	-
Number of shares issued	-	1,203.174*	1.000*	1.000*	3,527.416*
Number of shares redeemed	-	-	-	-	-
Number of shares outstanding at the end of the year	-	1,203.174	1.000	1.000	3,527.416
Class R Capitalisation					
Number of shares outstanding at the beginning of the year	-	-	-	-	-
Number of shares issued	-	5,429.258*	8,115.000*	18,218.853*	7,421.701*
Number of shares redeemed	-	-	-	(556.567)	-
Number of shares outstanding at the end of the year	-	5,429.258	8,115.000	17,662.286	7,421.701
Class R Reporting GBP					
Number of shares outstanding at the beginning of the year	-	8,001.826	12,653.758	21,941.909	2,093.471
Number of shares issued	-	17,809.154	11,034.469	5,196.687	413.475
Number of shares redeemed	-	(9,671.219)	(12,685.486)	(4,731.629)	(668.058)
Number of shares outstanding at the end of the year	-	16,139.761	11,002.741	22,406.967	1,838.888
Class U2 Reporting GBP					
Number of shares outstanding at the beginning of the year	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 year	-	-	-	-	-

* please refer to Note 1 of the Notes to the Financial Statements

ALQUITY SICAV

Changes in the Number of Shares (continued) for the year ended June 30, 2018

	ALQUITY AFRICA FUND	ALQUITY INDIAN SUBCONTINENT FUND	ALQUITY LATIN AMERICA FUND	ALQUITY ASIA FUND	ALQUITY FUTURE WORLD FUND
Class W Capitalisation					
Number of shares outstanding at the beginning of the year	25,860.785	31,715.897	25,486.501	25,571.295	131,924.983
Number of shares issued	10,289.420	3,962.882	9,570.135	2,860.048	6,303.526
Number of shares redeemed	(958.390)	(6,976.577)	(3,675.108)	(1,431.371)	(8,676.113)
Number of shares outstanding at the end of the year	35,191.815	28,702.202	31,381.528	26,999.972	129,552.396
Class X Reporting GBP					
Number of shares outstanding at the beginning of the year	4,877.025	-	-	-	1,869.462
Number of shares issued	10.921	-	-	-	-
Number of shares redeemed	(2,319.000)	-	-	-	-
Number of shares outstanding at the end of the year	2,568.946	-	-	-	1,869.462
Class Y Capitalisation EUR					
Number of shares outstanding at the beginning of the year	-	2,311.799	3,252.000	7,666.153	-
Number of shares issued	-	70,532.498	14,128.026	3,800.711	76,540.734*
Number of shares redeemed	-	(37,366.813)	(4,433.641)	(7,103.000)	(7,281.093)
Number of shares outstanding at the end of the year	-	35,477.484	12,946.385	4,363.864	69,259.641
Class Y Capitalisation					
Number of shares outstanding at the beginning of the year	-	13,000.000	24,816.082	30,427.663	-
Number of shares issued	-	73,208.408	28,433.280	8,768.957	133,567.625*
Number of shares redeemed	-	-	(46,748.112)	(29,954.016)	(5,965.699)
Number of shares outstanding at the end of the year	-	86,208.408	6,501.250	9,242.604	127,601.926
Class Y Reporting GBP					
Number of shares outstanding at the beginning of the year	-	25,402.947	56,155.871	214,217.609	10,915.001
Number of shares issued	16,034.610	72,119.400	34,336.734	136,340.800	2,349.798
Number of shares redeemed	(5,538.540)	(5,200.820)	(7,702.894)	(54,891.616)	(10,162.671)
Number of shares outstanding at the end of the year	10,496.070	92,321.527	82,789.711	295,666.793	3,102.128
Class Z Capitalisation					
Number of shares outstanding at the beginning of the year	24,166.981	-	-	-	-
Number of shares issued	3,425.805	-	-	-	-
Number of shares redeemed	(5,150.619)	-	-	-	-
Number of shares outstanding at the end of the year	22,442.167	-	-	-	-

* please refer to Note 1 of the Notes to the Financial Statements

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
Total Net Asset Value					
June 30, 2018	33,046,345	72,649,924	32,862,522	78,244,664	51,370,458
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
NAV per share at the end of the year:					
June 30, 2018					
Class A Capitalisation	USD 75.34	USD 164.81	USD 85.88	USD 117.14	USD 110.50
Class A Reporting GBP	GBP 94.32	-	-	-	-
Class B Capitalisation	USD 69.78	USD 160.90	USD 80.45	USD 108.75	USD 96.16
Class B Reporting GBP	GBP 83.25	-	-	-	-
Class I Capitalisation	USD 76.71	-	-	-	-
Class I Reporting GBP	GBP 84.16	-	-	-	-
Class M Capitalisation	USD 80.52	USD 172.90	USD 86.28	USD 114.40	USD 95.82
Class M Reporting EUR	EUR 92.90*	EUR 96.58*	EUR 78.04*	EUR 93.15*	EUR 89.58*
Class R Capitalisation EUR	-	EUR 91.64*	EUR 77.82*	EUR 93.26*	EUR 89.71*
Class R Capitalisation	-	USD 87.30*	USD 79.46*	USD 87.86*	USD 88.82*
Class R Reporting GBP	-	GBP 208.13	GBP 104.58	GBP 143.59	GBP 114.87
Class W Capitalisation	USD 100.57	USD 126.13	USD 92.13	USD 112.30	USD 105.46
Class X Reporting GBP	GBP 92.01	-	-	-	GBP 126.80
Class Y Capitalisation EUR	-	EUR 105.81	EUR 87.29	EUR 108.10	EUR 104.23
Class Y Capitalisation	-	USD 113.57	USD 95.53	USD 112.61	USD 106.78
Class Y Reporting GBP	GBP 104.85	GBP 177.87	GBP 117.49	GBP 131.70	GBP 106.23
Class Z Capitalisation	USD 87.50	-	-	-	-
June 30, 2017					
Class A Capitalisation	USD 74.28	USD 149.91	USD 94.88	USD 111.68	USD 107.34
Class A Reporting GBP	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	GBP 84.27	-	-	-	-
Class F Capitalisation	-	-	-	-	USD 103.01
Class I Capitalisation	USD 75.22	-	-	-	-
Class I Reporting GBP	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	GBP 89.39	-	-	-	-
Class R Reporting GBP	-	GBP 192.74	GBP 117.44	GBP 139.74	GBP 112.68
Class U2 Reporting GBP	GBP 104.19	-	-	-	-
Class W Capitalisation	USD 98.49	USD 113.68	USD 101.82	USD 107.09	USD 101.05
Class X Reporting GBP	GBP 90.74	-	-	-	GBP 119.60
Class Y Capitalisation EUR	-	EUR 96.20	EUR 97.41	EUR 103.92	-
Class Y Capitalisation	-	USD 100.87	USD 104.46	USD 105.73	-
Class Y Reporting GBP	-	GBP 160.59	GBP 130.27	GBP 125.58	GBP 100.79
Class Z Capitalisation	USD 86.23	-	-	-	-
June 30, 2016					
Class A Capitalisation	USD 72.24	USD 115.97	USD 91.15	USD 100.31	USD 104.01
Class A Reporting GBP	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	GBP 80.19	-	-	-	-
Class F Capitalisation	-	-	-	-	USD 101.51
Class I Capitalisation	USD 72.76	-	-	-	-
Class I Reporting GBP	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	GBP 84.29	-	-	-	-
Class R Reporting GBP	-	GBP 146.11	GBP 110.60	GBP 123.54	GBP 105.36
Class U2 Reporting GBP	GBP 97.61	-	-	-	-
Class X Reporting GBP	GBP 84.55	-	-	-	GBP 108.96
Class Y Reporting GBP	-	GBP 115.37	GBP 120.07	GBP 107.79	-
Class Z Capitalisation	USD 83.84	-	-	-	-

* please refer to Note 1 of the Notes to the Financial Statements

ALQUITY SICAV

ALQUITY SICAV - ALQUITY AFRICA FUND

Statement of Investments as at June 30, 2018

(expressed in USD)

Description	Quantity / Face value	Currency	Cost	Evaluation	% net assets
Transferable securities admitted to an official exchange listing					
Rights					
Tunisia					
RIGHT SAH 05.07.47	14	TND	0	5	0.00
			0	5	0.00
Total - Rights			0	5	0.00
Shares					
Botswana					
BOTSWANA INSURANCE HOLDINGS	396,228	BWP	667,861	667,036	2.02
			667,861	667,036	2.02
Egypt					
ARABIAN	2,183,593	EGP	1,301,998	1,220,563	3.69
CLEOPATRA HOSPITAL COMPANY	3,738,564	EGP	921,877	825,449	2.50
COMMERCIAL INTL. BANK LTD	453,274	EGP	2,027,663	2,160,710	6.54
EDITA FOOD INDUSTRIES S.A.E.	1,845,552	EGP	1,981,416	1,908,475	5.78
EGYPTIAN INTL. PHARMACEUTICAL	48,240	EGP	384,298	363,997	1.10
ORIENTAL WEAVERS GROUP	1,078,358	EGP	840,352	735,379	2.23
SEWEDY ELEC	47,535	EGP	234,180	530,377	1.60
			7,691,784	7,744,950	23.44
Great Britain					
VIVO ENERGY PLC	361,061	GBP	820,399	705,884	2.14
			820,399	705,884	2.14
Morocco					
BRASSERIES MAROC /PROV. D ECH.	4,355	MAD	1,017,899	1,320,780	4.00
LABEL VIE SA	10,944	MAD	1,774,224	2,422,689	7.33
MAROC TELECOM	80,583	MAD	1,052,503	1,176,510	3.56
			3,844,626	4,919,979	14.89
Nigeria					
DANGOTE CEMENT PLC	1,054,700	NGN	902,528	668,062	2.02
NESTLE FOODS NIGERIA PLC	245,000	NGN	1,087,500	1,067,330	3.23
			1,990,028	1,735,392	5.25
South Africa					
ADVTECH LIMITED	1,241,800	ZAR	1,655,133	1,417,898	4.29
ASPEN PHARMACARE	33,972	ZAR	781,477	640,015	1.94
AVI LTD	62,760	ZAR	426,639	495,438	1.50
BID CORPORATION LIMITED	50,931	ZAR	1,023,525	1,023,017	3.10
BIDVEST GROUP LTD	100,330	ZAR	1,034,303	1,442,109	4.36
CURRO HOLDINGS LIMITED	231,500	ZAR	544,463	493,188	1.49
DISCOVERY SHS	127,570	ZAR	1,892,020	1,372,838	4.15
FIRSTRAND LTD /NEW	161,531	ZAR	553,200	752,953	2.28
KAP INDUS	2,308,643	ZAR	1,156,708	1,261,588	3.82
MR. PRICE GROUP LIMITED	35,700	ZAR	663,497	589,325	1.78
MTN GROUP LTD	125,415	ZAR	1,436,426	987,301	2.99
OMNIA HOLDINGS LTD	108,700	ZAR	1,247,228	1,046,845	3.17
SANLAM LTD	291,021	ZAR	1,402,685	1,487,768	4.50
			13,817,304	13,010,283	39.37
Tunisia					
DELICE HOLDING SA	95,540	TND	563,258	644,204	1.95

ALQUITY SICAV

ALQUITY SICAV - ALQUITY AFRICA FUND

Statement of Investments (continued) as at June 30, 2018

(expressed in USD)

Description	Quantity / Face value	Currency	Cost	Evaluation	% net assets
SOCIETE D ARTICLES HYGIENIQUES	162,703	TND	826,181 1,389,439	897,602 1,541,806	2.71 4.66
Total - Shares			30,221,441	30,325,330	91.77
Total - Transferable securities admitted to an official exchange listing			30,221,441	30,325,335	91.77
Other transferable securities					
Shares					
Namibia NAMIBIA BREWERIES LTD	155,059	NAD	399,171 399,171	508,856 508,856	1.54 1.54
Total - Shares			399,171	508,856	1.54
Warrants					
Bermuda REN SEC TRA 05.05.19 CERT	33,217	USD	1,335,105 1,335,105	1,318,516 1,318,516	3.99 3.99
Total - Warrants			1,335,105	1,318,516	3.99
Total - Other transferable securities			1,734,276	1,827,372	5.53
TOTAL INVESTMENT PORTFOLIO			31,955,717	32,152,707	97.30
Cash at bank				947,219	2.87
Other net liabilities				(53,581)	(0.17)
TOTAL NET ASSETS				33,046,345	100.00

ALQUITY SICAV

ALQUITY SICAV - ALQUITY AFRICA FUND

Geographical and Economic Breakdowns as at June 30, 2018

(in percentage of net assets)

Geographical breakdown	%	Economic breakdown	%
South Africa	39.37	Holding and Finance Companies	16.15
Egypt	23.44	Food and Distilleries	14.05
Morocco	14.89	News Transmission	12.44
Nigeria	5.25	Retail	9.11
Tunisia	4.66	Banks and Financial Institutions	8.82
Bermuda	3.99	Tobacco and Spirits	5.54
Great Britain	2.14	Insurance	4.50
Botswana	2.02	Automobile Industry	4.36
Namibia	1.54	Miscellaneous	3.99
	97.30	Agriculture and Fishing	3.69
		Pharmaceuticals and Cosmetics	3.04
		Other Services	2.72
		Healthcare Education & Social Services	2.50
		Various Capital Goods	2.23
		Petrol	2.14
		Construction, Building Material	2.02
			97.30

ALQUITY SICAV

ALQUITY SICAV - ALQUITY INDIAN SUBCONTINENT FUND

Statement of Investments as at June 30, 2018

(expressed in USD)

Description	Quantity / Face value	Currency	Cost	Evaluation	% net assets
Transferable securities admitted to an official exchange listing					
Shares					
Bangladesh					
BRAC BANK LIMITED	1,446,509	BDT	1,134,433	1,244,368	1.71
			1,134,433	1,244,368	1.71
India					
ASTRAL POLY TECHNIK LTD	135,675	INR	1,329,607	1,995,523	2.75
BAJAJ CORP LTD	432,046	INR	3,122,304	2,555,705	3.52
BATA INDIA LTD	202,090	INR	1,869,558	2,534,803	3.49
BRITANNIA INDUSTRIES	39,268	INR	2,445,692	3,561,202	4.90
CONTAINER	131,144	INR	1,205,334	1,251,308	1.72
EMAMI LTD	298,984	INR	2,383,589	2,309,037	3.18
ESCORTS LTD /DEMATERIALIZED	260,820	INR	2,518,521	3,318,082	4.57
HEIDELBERGCEMEN	1,684,509	INR	3,397,158	3,412,455	4.70
ICICI PRUD	390,448	INR	2,447,763	2,150,078	2.96
INDIAN HOTELS CO LTD /DEMAT.	469,695	INR	882,183	905,229	1.25
INDUSIND BANK LTD	123,825	INR	2,840,931	3,504,753	4.82
JAMNA AUTO INDUSTRIES LTD	3,512,039	INR	3,245,224	4,387,703	6.04
KEI INDUSTRIES LTD /DEMAT.	579,807	INR	3,722,813	3,457,689	4.76
KOTAK MAHIND	86,192	INR	1,285,039	1,687,947	2.32
MAHINDRA & MAH FIN SERVICES	638,544	INR	3,809,596	4,376,927	6.02
OBEROI REALTY	315,740	INR	1,909,665	2,199,736	3.03
PNB HOUSING FINANCE LTD NPV	114,628	INR	2,040,526	1,888,227	2.60
PRABHAT DAIRY LTD	1,221,466	INR	3,003,344	2,351,420	3.24
REDINGTON (INDIA) LTD	1,278,827	INR	2,784,637	2,042,827	2.81
SOMANY CERAMICS LTD	380,350	INR	4,615,935	2,760,061	3.80
TCI EXPRESS LTD	412,667	INR	3,362,231	3,464,960	4.77
TRENT LTD	483,600	INR	1,881,651	2,130,853	2.93
TTK PRESTIGE LTD	25,402	INR	2,348,861	2,146,634	2.95
ULTRA TECH CEMENT LTD	33,644	INR	2,089,137	1,875,063	2.58
V-MART RETAIL LTD	124,310	INR	1,897,222	4,502,378	6.20
YES BANK LTD	870,111	INR	3,947,753	4,313,307	5.94
			66,386,274	71,083,907	97.85
Total - Shares			67,520,707	72,328,275	99.56
Total - Transferable securities admitted to an official exchange listing			67,520,707	72,328,275	99.56
TOTAL INVESTMENT PORTFOLIO			67,520,707	72,328,275	99.56
Cash at bank				381,062	0.52
Other net liabilities				(59,413)	(0.08)
TOTAL NET ASSETS				72,649,924	100.00

ALQUITY SICAV

ALQUITY SICAV - ALQUITY INDIAN SUBCONTINENT FUND

Geographical and Economic Breakdowns as at June 30, 2018

(in percentage of net assets)

Geographical breakdown	%	Economic breakdown	%
India	97.85	Holding and Finance Companies	19.47
Bangladesh	1.71	Business Houses	8.93
	99.56	Banks and Financial Institutions	8.86
		Transportation	6.49
		Consumer Goods	6.47
		Retail	6.20
		Mechanics, Machinery	6.04
		Electronics and Electrical Equipment	4.76
		Construction, Building Material	4.70
		Automobile Industry	4.56
		Packaging and Container Industry	3.80
		Textile	3.49
		Food and Distilleries	3.24
		Real Estate Companies	3.03
		Insurance	2.96
		Other Services	2.74
		Chemicals	2.58
		Leisure	1.24
			99.56

ALQUITY SICAV

ALQUITY SICAV - ALQUITY LATIN AMERICA FUND

Statement of Investments as at June 30, 2018

(expressed in USD)

Description	Quantity / Face value	Currency	Cost	Evaluation	% net assets
Transferable securities admitted to an official exchange listing					
Shares					
Bermuda					
CREDICORP	4,085	USD	588,889	919,615	2.80
			588,889	919,615	2.80
Brazil					
BRF /SHS SPONSORED. ADR REPR 1SH	234,100	USD	2,716,789	1,095,588	3.34
CCR	778,230	BRL	3,530,532	2,047,017	6.23
GRENDENE SA	610,291	BRL	1,368,365	1,256,305	3.82
HYPERMARCAS SA	116,900	BRL	1,094,731	838,907	2.55
KLABIN RIOCELL SA	303,641	BRL	1,689,933	1,546,855	4.71
KROTON EDUCACIONAL 7-OPEN /CV	400,083	BRL	2,215,685	969,168	2.95
LINX SHS	356,688	BRL	1,999,015	1,640,948	4.99
LOCALIZA RENTA A CAR	72,145	BRL	234,932	444,976	1.36
ODONTOPREV S.A.	422,878	BRL	1,930,114	1,436,560	4.37
ULTRAPAR /SPONSORED AM. ADR 1SH.	109,437	USD	2,222,929	1,295,734	3.94
WEG SA	378,367	BRL	1,398,003	1,598,084	4.86
			20,401,028	14,170,142	43.12
Chile					
AGUAS ANDINAS SA A	2,210,000	CLP	1,316,045	1,211,518	3.68
ANDINA /SADR (6 PREF. B)	88,690	USD	2,122,221	2,041,644	6.21
EMPRESAS COPEC SA	62,850	CLP	698,670	965,366	2.94
FALABELLA SA COMERC. E INDUST.	117,074	CLP	893,767	1,076,796	3.28
INVERSIONES LA CONSTRUCCION SA	123,800	CLP	2,115,676	1,964,320	5.98
			7,146,379	7,259,644	22.09
Colombia					
GRUPO INVERSIONES SURAMERICANA	91,932	COP	1,240,030	1,175,259	3.58
NUTRESA	174,500	COP	1,588,037	1,601,910	4.87
ORGANIZACION TERPEL SA	319,812	COP	1,350,041	1,304,833	3.97
			4,178,108	4,082,002	12.42
Mexico					
GRUPO AEROPORT. DEL PACIFI. /ADR	6,670	USD	654,160	619,710	1.88
GRUPO BIMBO SAB DE CV A	221,233	MXN	603,345	435,698	1.33
VESTA SHS	458,815	MXN	649,627	606,910	1.85
			1,907,132	1,662,318	5.06
Peru					
ALICORP SA	609,973	PEN	1,459,111	2,058,390	6.27
FERREYROS	2,107,867	PEN	1,192,401	1,512,746	4.60
			2,651,512	3,571,136	10.87
Total - Shares			36,873,048	31,664,857	96.36
Total - Transferable securities admitted to an official exchange listing			36,873,048	31,664,857	96.36
TOTAL INVESTMENT PORTFOLIO			36,873,048	31,664,857	96.36
Cash at bank				249,361	0.76
Other net assets				948,304	2.88
TOTAL NET ASSETS				32,862,522	100.00

ALQUITY SICAV

ALQUITY SICAV - ALQUITY LATIN AMERICA FUND

Geographical and Economic Breakdowns as at June 30, 2018

(in percentage of net assets)

<u>Geographical breakdown</u>	<u>%</u>	<u>Economic breakdown</u>	<u>%</u>
Brazil	43.12	Food and Distilleries	12.46
Chile	22.09	Mechanics, Machinery	9.46
Colombia	12.42	Transportation	8.11
Peru	10.87	Insurance	7.95
Mexico	5.06	Consumer Goods	6.37
Bermuda	2.80	Packaging and Container Industry	6.21
	96.36	Holding and Finance Companies	5.98
		Internet Software	4.99
		Forest Products and Paper Industry	4.71
		Miscellaneous	3.97
		Chemicals	3.94
		Public Services	3.68
		Agriculture and Fishing	3.34
		Retail	3.28
		Healthcare Education & Social Services	2.95
		Petrol	2.94
		Banks and Financial Institutions	2.81
		Real Estate Companies	1.85
		Automobile Industry	1.36
			96.36

ALQUITY SICAV

ALQUITY SICAV - ALQUITY ASIA FUND

Statement of Investments as at June 30, 2018

(expressed in USD)

Description	Quantity / Face value	Currency	Cost	Evaluation	% net assets
Transferable securities admitted to an official exchange listing					
Shares					
Bangladesh					
BRAC BANK LIMITED	3,431,142	BDT	2,420,450	2,951,660	3.77
MARICO BANGLADESH LTD	77,019	BDT	1,084,314	1,067,459	1.37
			3,504,764	4,019,119	5.14
Bermuda					
ORIENTAL WATCH HOLDINGS LTD	3,286,000	HKD	1,058,618	1,055,477	1.35
			1,058,618	1,055,477	1.35
Cayman Islands					
DALI FOODS GROUP CO LTD	2,148,000	HKD	1,632,426	1,656,420	2.12
Q TECH	1,845,000	HKD	2,235,889	1,399,246	1.79
SHIMAO PROPERTY HLD LTD	1,108,500	HKD	2,155,373	2,910,607	3.72
XTEP INTERNATIONAL HLDGS LTD	4,898,500	HKD	1,951,671	3,352,881	4.29
YUZHOU PROPERTIES	4,120,000	HKD	2,041,744	2,420,911	3.09
			10,017,103	11,740,065	15.01
China					
CHINA PACI INSU (GROUP) LTD -H-	377,500	HKD	1,654,249	1,460,348	1.86
PING AN INSUR. (GRP) CO -H-	305,000	HKD	2,698,240	2,806,841	3.59
			4,352,489	4,267,189	5.45
Great Britain					
ANTOFAGASTA PLC	139,088	GBP	1,462,592	1,817,946	2.32
			1,462,592	1,817,946	2.32
India					
ASTRAL POLY TECHNIK LTD	100,449	INR	845,135	1,477,415	1.89
HEIDELBERGCEMEN	1,166,745	INR	2,213,341	2,363,576	3.02
INDUSIND BANK LTD	79,929	INR	1,541,422	2,262,317	2.89
JAMNA AUTO INDUSTRIES LTD	1,069,443	INR	1,383,785	1,336,089	1.71
KEI INDUSTRIES LTD /DEMAT.	266,547	INR	1,697,511	1,589,558	2.03
MAHINDRA & MAH FIN SERVICES	453,223	INR	2,383,360	3,106,636	3.97
OBEROI REALTY	199,278	INR	1,193,632	1,388,354	1.78
TRENT LTD	295,379	INR	723,575	1,301,508	1.66
V-MART RETAIL LTD	94,618	INR	768,142	3,426,965	4.38
YES BANK LTD	592,255	INR	2,500,908	2,935,922	3.75
			15,250,811	21,188,340	27.08
Indonesia					
MATAHARI DEPT SER A-	3,977,800	IDR	3,738,321	2,442,624	3.12
PT ACE HARDWARE INDONESIA TBK	11,358,534	IDR	782,999	1,006,600	1.29
PT ACSET INDONUSA TBK	5,826,080	IDR	1,364,095	971,640	1.24
PT NIP INDO	25,309,485	IDR	2,268,754	1,660,130	2.12
			8,154,169	6,080,994	7.77
Malaysia					
PUBLIC BANK - SHS	204,200	MYR	1,279,433	1,180,865	1.51
			1,279,433	1,180,865	1.51
Philippines					
CONCEPCION INDUSTRIAL CORP	827,932	PHP	866,280	930,052	1.19
METROPOLITAN BANK & TRUST	1,724,473	PHP	2,985,742	2,371,787	3.03

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

ALQUITY SICAV

ALQUITY SICAV - ALQUITY ASIA FUND

Statement of Investments (continued) as at June 30, 2018

(expressed in USD)

Description	Quantity / Face value	Currency	Cost	Evaluation	% net assets
PUREGOLD PRICE CLUB INC	2,576,650	PHP	2,365,414	2,249,907	2.88
			6,217,436	5,551,746	7.10
South Korea					
LG HOUSEHOLD & HEALTHCARE LTD	1,625	KRW	1,250,285	2,034,844	2.60
			1,250,285	2,034,844	2.60
Sri Lanka					
ASIAN HOTELS	2,674,891	LKR	1,074,555	807,690	1.03
HATTON NATIONAL BANK PLC	664,403	LKR	1,023,326	944,333	1.21
			2,097,881	1,752,023	2.24
Taiwan					
DR. WU SKINCARE CO LTD	454,000	TWD	2,372,646	1,433,979	1.83
E INK HOLDINGS INC	1,530,000	TWD	2,176,937	1,701,186	2.18
POYA CO LTD	168,210	TWD	1,842,229	1,809,615	2.31
			6,391,812	4,944,780	6.32
Thailand					
KASIKORN BANK PLC /FOR REG	361,900	THB	2,196,184	2,119,176	2.71
			2,196,184	2,119,176	2.71
Vietnam					
JOINT STOCK COMERC BK VIETNAM	1,331,565	VND	2,720,016	3,363,941	4.30
MASAN GROUP	1,087,920	VND	3,311,006	3,743,536	4.79
NAM LONG	1,231,425	VND	1,028,329	1,488,432	1.90
VIETNAM	135,411	VND	625,311	540,855	0.69
			7,684,662	9,136,764	11.68
Total - Shares			70,918,239	76,889,328	98.27
Total - Transferable securities admitted to an official exchange listing			70,918,239	76,889,328	98.27
Other transferable securities					
Warrants					
China					
HZ ROBAM AP 08.06.20 CW /002508	403,000	USD	2,260,660	1,862,666	2.38
			2,260,660	1,862,666	2.38
Total - Warrants			2,260,660	1,862,666	2.38
Total - Other transferable securities			2,260,660	1,862,666	2.38
TOTAL INVESTMENT PORTFOLIO			73,178,899	78,751,994	100.65
Cash at bank				1,038,386	1.33
Other net liabilities				(1,545,716)	(1.98)
TOTAL NET ASSETS				78,244,664	100.00

ALQUITY SICAV

ALQUITY SICAV - ALQUITY ASIA FUND

Geographical and Economic Breakdowns as at June 30, 2018

(in percentage of net assets)

Geographical breakdown	%	Economic breakdown	%
India	27.08	Banks and Financial Institutions	24.90
Cayman Islands	15.01	Retail	15.33
Vietnam	11.68	Real Estate Companies	8.59
China	7.83	Holding and Finance Companies	7.72
Indonesia	7.77	Construction, Building Material	6.16
Philippines	7.09	Electronics and Electrical Equipment	5.60
Taiwan	6.32	Insurance	5.46
Bangladesh	5.14	Pharmaceuticals and Cosmetics	4.43
Thailand	2.71	Textile	4.29
South Korea	2.60	Food and Distilleries	4.24
Great Britain	2.32	Non-Ferrous Metals	2.32
Sri Lanka	2.24	Office Equipment, Computers	2.17
Malaysia	1.51	Other Services	1.89
Bermuda	1.35	Electronic Semiconductor	1.79
	100.65	Mechanics, Machinery	1.71
		Business Houses	1.66
		Consumer Goods	1.36
		Leisure	1.03
			100.65

ALQUITY SICAV

ALQUITY SICAV - ALQUITY FUTURE WORLD FUND

Statement of Investments as at June 30, 2018

(expressed in USD)

Description	Quantity / Face value	Currency	Cost	Evaluation	% net assets
Transferable securities admitted to an official exchange listing					
Shares					
Bangladesh					
BRAC BANK LIMITED	1,672,972	BDT	1,414,169	1,439,184	2.80
			1,414,169	1,439,184	2.80
Brazil					
BRF /SHS SPONSORED. ADR REPR 1SH	167,700	USD	1,417,858	784,836	1.53
CCR	494,284	BRL	2,437,051	1,300,140	2.53
HYPERMARCAS SA	59,600	BRL	633,115	427,706	0.83
LINX SHS	134,940	BRL	859,111	620,793	1.21
ULTRAPAR /SPONSORED AM. ADR 1SH.	31,554	USD	718,660	373,600	0.73
WEG SA	108,753	BRL	460,720	459,333	0.89
			6,526,515	3,966,408	7.72
Cayman Islands					
DALI FOODS GROUP CO LTD	825,000	HKD	626,979	636,195	1.24
Q TECH	770,000	HKD	687,670	583,967	1.14
SHIMAO PROPERTY HLD LTD	598,500	HKD	1,213,658	1,571,492	3.06
XTEP INTERNATIONAL HLDGS LTD	2,264,000	HKD	892,084	1,549,642	3.02
YUZHOU PROPERTIES	2,591,000	HKD	1,491,652	1,522,471	2.95
			4,912,043	5,863,767	11.41
Chile					
ANDINA /SADR (6 PREF. B)	38,593	USD	1,086,905	888,411	1.73
EMPRESAS COPEC SA	70,892	CLP	782,075	1,088,890	2.12
FALABELLA SA COMERC. E INDUST.	61,250	CLP	489,652	563,351	1.10
INVERSIONES LA CONSTRUCCION SA	72,555	CLP	1,392,525	1,151,222	2.24
			3,751,157	3,691,874	7.19
China					
CHINA PACI INSU (GROUP) LTD -H-	267,100	HKD	1,170,725	1,033,269	2.01
PING AN INSUR. (GRP) CO -H-	142,000	HKD	1,227,595	1,306,791	2.55
			2,398,320	2,340,060	4.56
Egypt					
ARABIAN	1,866,406	EGP	1,032,422	1,043,265	2.03
CLEOPATRA HOSPITAL COMPANY	3,180,000	EGP	844,329	702,122	1.37
EDITA FOOD INDUSTRIES S.A.E.	2,466,763	EGP	2,353,979	2,550,866	4.96
			4,230,730	4,296,253	8.36
India					
HEIDELBERGCEMEN	554,102	INR	1,092,142	1,122,492	2.18
INDUSIND BANK LTD	43,856	INR	1,147,928	1,241,304	2.42
JAMNA AUTO INDUSTRIES LTD	661,596	INR	841,092	826,553	1.61
MAHINDRA & MAH FIN SERVICES	241,370	INR	1,502,786	1,654,481	3.22
OBEROI REALTY	82,312	INR	577,845	573,461	1.12
V-MART RETAIL LTD	62,131	INR	1,232,042	2,250,320	4.38
YES BANK LTD	297,652	INR	1,468,526	1,475,518	2.87
			7,862,361	9,144,129	17.80
Indonesia					
MATAHARI DEPT SER A-	2,591,400	IDR	2,185,887	1,591,285	3.10
PT ACE HARDWARE INDONESIA TBK	6,716,266	IDR	486,934	595,200	1.16
			2,672,821	2,186,485	4.26

ALQUITY SICAV

ALQUITY SICAV - ALQUITY FUTURE WORLD FUND

Statement of Investments (continued) as at June 30, 2018

(expressed in USD)

Description	Quantity / Face value	Currency	Cost	Evaluation	% net assets
Morocco					
LABEL VIE SA	8,030	MAD	1,523,862	1,777,613	3.46
			1,523,862	1,777,613	3.46
Nigeria					
DANGOTE CEMENT PLC	11,650	NGN	6,649	7,379	0.01
			6,649	7,379	0.01
Peru					
ALICORP SA	449,632	PEN	1,100,127	1,517,310	2.95
FERREYROS	1,416,900	PEN	1,142,657	1,016,862	1.98
			2,242,784	2,534,172	4.93
Philippines					
CONCEPCION INDUSTRIAL CORP	729,040	PHP	851,349	818,962	1.59
METROPOLITAN BANK & TRUST	734,441	PHP	1,282,379	1,010,128	1.97
PUREGOLD PRICE CLUB INC	1,359,800	PHP	1,294,367	1,187,365	2.31
			3,428,095	3,016,455	5.87
South Africa					
ADVTECH LIMITED	1,025,914	ZAR	1,280,134	1,171,397	2.28
AVI LTD	72,420	ZAR	571,167	571,695	1.11
BIDVEST GROUP LTD	89,500	ZAR	1,715,826	1,286,442	2.51
KAP INDUS	1,789,013	ZAR	1,225,486	977,629	1.90
SANLAM LTD	365,383	ZAR	2,447,702	1,867,925	3.64
			7,240,315	5,875,088	11.44
Taiwan					
DR. WU SKINCARE CO LTD	314,000	TWD	1,341,540	991,783	1.93
E INK HOLDINGS INC	912,000	TWD	1,355,767	1,014,040	1.97
			2,697,307	2,005,823	3.90
Vietnam					
JOINT STOCK COMERC BK VIETNAM	648,827	VND	1,269,435	1,639,136	3.19
MASAN GROUP	526,365	VND	1,567,281	1,811,223	3.53
VIETNAM	91,669	VND	424,807	366,142	0.71
			3,261,523	3,816,501	7.43
Total - Shares			54,168,651	51,961,191	101.15
Total - Transferable securities admitted to an official exchange listing			54,168,651	51,961,191	101.15
TOTAL INVESTMENT PORTFOLIO			54,168,651	51,961,191	101.15
Cash at bank				603,964	1.18
Other net liabilities				(1,194,697)	(2.33)
TOTAL NET ASSETS				51,370,458	100.00

ALQUITY SICAV

ALQUITY SICAV - ALQUITY FUTURE WORLD FUND

Geographical and Economic Breakdowns as at June 30, 2018

(in percentage of net assets)

Geographical breakdown	%	Economic breakdown	%
India	17.80	Retail	15.51
South Africa	11.44	Banks and Financial Institutions	14.61
Cayman Islands	11.41	Holding and Finance Companies	11.35
Egypt	8.36	Food and Distilleries	9.16
Brazil	7.72	Insurance	8.19
Vietnam	7.43	Real Estate Companies	7.14
Chile	7.19	Mechanics, Machinery	4.48
Philippines	5.87	Agriculture and Fishing	3.56
Peru	4.93	Textile	3.02
China	4.56	Transportation	2.53
Indonesia	4.26	Automobile Industry	2.50
Taiwan	3.91	News Transmission	2.28
Morocco	3.46	Construction, Building Material	2.20
Bangladesh	2.80	Petrol	2.12
Nigeria	0.01	Office Equipment, Computers	1.97
	101.15	Pharmaceuticals and Cosmetics	1.93
		Packaging and Container Industry	1.73
		Electronics and Electrical Equipment	1.59
		Healthcare Education & Social Services	1.37
		Internet Software	1.21
		Electronic Semiconductor	1.14
		Consumer Goods	0.83
		Chemicals	0.73
			101.15

ALQUITY SICAV

Notes to the Financial Statements

as at June 30, 2018

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 Mémorial 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 June 30, 2018, 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 June 30, 2018:

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 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 R	Retail Capitalisation Shares
EUR	Class R	Retail Capitalisation Shares
USD	Class W	Institutional Capitalisation Shares
GBP	Class X	Retail Reporting Shares
EUR	Class Y	Institutional Capitalisation Shares
USD	Class Y	Institutional Capitalisation Shares
GBP	Class Y*	Institutional Reporting Shares
USD	Class Z	Institutional Capitalisation Shares

The following classes were launched during the financial year under review:

July 10, 2017: ALQUITY FUTURE WORLD FUND Class Y USD Institutional Capitalisation Shares (launch price USD 100);
August 4, 2017: ALQUITY FUTURE WORLD FUND Class Y EUR Institutional Capitalisation Shares (launch price EUR 100);
December 5, 2017: ALQUITY INDIAN SUBCONTINENT FUND Class M EUR Institutional Capitalisation Shares (launch price EUR 100);
January 12, 2018: ALQUITY ASIA FUND Class R USD Retail Capitalisation Shares (launch price USD 100);
January 18, 2018: ALQUITY AFRICA FUND Class M EUR Institutional Capitalisation Shares (launch price EUR 100);
ALQUITY INDIAN SUBCONTINENT FUND Class R EUR Retail Capitalisation Shares (launch price EUR 100);
ALQUITY LATIN AMERICA FUND Class M EUR Institutional Capitalisation Shares (launch price EUR 100);
ALQUITY LATIN AMERICA FUND Class R EUR Retail Capitalisation Shares (launch price EUR 100);
ALQUITY ASIA FUND Class M EUR Institutional Capitalisation Shares (launch price EUR 100);
ALQUITY ASIA FUND Class R EUR Retail Capitalisation Shares (launch price EUR 100);
ALQUITY FUTURE WORLD FUND Class M EUR Institutional Capitalisation Shares (launch price EUR 100);
ALQUITY FUTURE WORLD FUND Class R EUR Retail Capitalisation Shares (launch price EUR 100);

* Effective November 20, 2017 Class U2 changed its name to Class Y.

ALQUITY SICAV

Notes to the Financial Statements (continued)

as at June 30, 2018

NOTE 1 – GENERAL INFORMATION (continued)

January 24, 2018: ALQUITY INDIAN SUBCONTINENT FUND Class R USD Retail Capitalisation Shares (launch price GBP 100);
February 12, 2018: ALQUITY LATIN AMERICA FUND Class R USD Retail Capitalisation Shares (launch price GBP 100);
February 15, 2018: ALQUITY FUTURE WORLD FUND Class R USD Retail Capitalisation Shares (launch price GBP 100).

The following class was liquidated during the financial year under review:

November 17, 2017: ALQUITY AFRICA FUND Class M GBP Institutional Reporting Shares.

The following class was moved to a dormant status during the financial year under review:

January 4, 2018: ALQUITY FUTURE WORLD FUND Class F USD 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 June 29, 2018 based on the last available market prices of the securities in which the sub-funds were invested in, as at June 29, 2018. 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.

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.

ALQUITY SICAV

Notes to the Financial Statements (continued)

as at June 30, 2018

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 June 30, 2018 are:

1 USD =	83.696016 BDT
1 USD =	3.847397 BRL
1 USD =	10.395227 BWP
1 USD =	651.041667 CLP
1 USD =	2,941.176471 COP
1 USD =	17.890048 EGP
1 USD =	0.856494 EUR
1 USD =	0.757432 GBP
1 USD =	7.845476 HKD
1 USD =	14,330.753798 IDR
1 USD =	68.516615 INR
1 USD =	1,114.827202 KRW
1 USD =	158.302992 LKR
1 USD =	9.486316 MAD
1 USD =	19.655633 MXN
1 USD =	4.039506 MYR
1 USD =	13.706328 NAD
1 USD =	361.532899 NGN
1 USD =	3.274501 PEN
1 USD =	53.367489 PHP
1 USD =	33.130135 THB
1 USD =	2.610203 TND
1 USD =	30.488734 TWD
1 USD =	22,958.422297 VND
1 USD =	13.706328 ZAR

d) Formation and Setup Expenses

Costs related to the establishment of any new sub-fund are borne by such new sub-fund.

ALQUITY SICAV – ALQUITY AFRICA FUND

For the sub-fund ALQUITY SICAV - ALQUITY AFRICA FUND, the setup costs amounted to approximately USD 305,000. These expenses were amortised on a linear basis over a period of 5 (five) years starting on the date of the sub-fund's establishment, and were fully amortised in 2015.

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

ALQUITY SICAV

Notes to the Financial Statements (continued)

as at June 30, 2018

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

d) Formation and Setup Expenses (continued)

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 setup costs of any new sub-fund are 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 amortisation 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 setup 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.

During the year ended June 30, 2017, the Board of Directors reviewed the historical treatment of all the invoices making up the ALQUITY SICAV - ALQUITY AFRICA FUND's formation expenses of USD 514,824 and was able to correctly categorise them between amortised formation costs (USD 303,575) and formation expenses (USD 211,249). This review identified invoices (the "affected invoices") amounting to USD 211,249 that were correctly paid by the SICAV in line with the provisions of the 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 amortising using the method described above.

These affected invoices were charged between the inception of the ALQUITY SICAV - ALQUITY AFRICA FUND and June 30, 2013. During this time period, the ALQUITY SICAV - ALQUITY AFRICA 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 has determined that any investor invested in the ALQUITY SICAV - ALQUITY AFRICA FUND between inception date and June 30, 2013 that was negatively impacted by the misclassification of the affected invoices will be compensated. The Board of Directors has, together with Alquity Investment Management Limited, agreed that the ALQUITY SICAV - ALQUITY AFRICA FUND will not bear any cost related to the compensation plan. These costs will be covered by Alquity Investment Management Limited.

The compensation amount is currently under review by the CSSF.

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.

ALQUITY SICAV

Notes to the Financial Statements (continued)

as at June 30, 2018

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

e) Commission on share transactions (continued)

<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, disclosed in note 10.

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	61,757	95,796	67,750	128,107	74,899
Investment Management Fees	625,854	687,144	544,009	821,296	535,563
Performance Fees	-	295,302	93,614	363,422	564,172
Formation Expenses	-	52,429	52,429	54,657	25,423
	687,611	1,130,671	757,802	1,367,482	1,200,057

AIML 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 AIML outside the scope of Investment Management agreement are subject to approval by the Board of Directors of the SICAV.

ALQUITY SICAV

Notes to the Financial Statements (continued)

as at June 30, 2018

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	N/A	N/A	N/A	1.90%
Class I	1.40%	N/A	N/A	N/A	N/A
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%	N/A	N/A	N/A	N/A
Class W	1.10%	1.10%	1.10%	1.10%	1.10%
Class X	0.30%	N/A	N/A	N/A	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.

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 for all eligible classes except for class W which is 15% 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 for all eligible classes except for class W which is 15% 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.

ALQUITY SICAV

Notes to the Financial Statements (continued)

as at June 30, 2018

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.

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 EUR 75,000) which is calculated as follows:

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

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

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 EUR 5,000 plus EUR 1,000 p.a. per sub-fund.

ALQUITY SICAV

Notes to the Financial Statements (continued)

as at June 30, 2018

NOTE 8 – FIXED / FLAT TER PROCESS

a) Fixed TER process

Until November 18, 2017, in operating the SICAV there were certain fixed costs and AUM-based minimum fee arrangements with service providers. Such costs created 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 operated a fixed TER mechanism to ensure that all investors were charged an equitable and consistent TER as the relevant sub-fund grows to critical mass.

This fixed TER was set specifically by share class for each sub-fund and each share class of the relevant sub-fund was 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 were above the fixed TER, then the excess costs and expenses above the fixed TER level were held by the relevant sub-fund’s balance sheet as an asset booked in the account “Other assets”. This ensured that sub-fund costs would always equal the fixed TER. If the costs and expenses of the relevant sub-fund were below the fixed TER, a proportion of the previously accumulated balance sheet asset was written back to the relevant sub-fund. As a result, a share class of the relevant sub-fund continued to charge the same fixed TER whether an investor subscribed into the share class at its initial stage or after the sub-fund had reached 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%
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 USD 553,000 representing 0.786% of the Net Asset Value at that point. This USD 553,000 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.

With effect from November 19, 2017, the actual charges are levied for the ALQUITY SICAV - ALQUITY AFRICA FUND.

Following a review of historic disclosure of the TER process, AIML will compensate all the investors who had a negative impact from this process for an amount currently under review by the Commission de Surveillance du Secteur Financier. The overall amount was agreed by the Board and the process of calculation checked by the auditors. The Board of Directors has, together with Alquity Investment Management Limited, agreed that the ALQUITY SICAV - ALQUITY AFRICA FUND will not bear any cost related to the compensation plan. These costs will be covered by Alquity Investment Management Limited.

The compensation amount is currently under review by the CSSF.

ALQUITY SICAV

Notes to the Financial Statements (continued)

as at June 30, 2018

NOTE 8 – FIXED / FLAT TER PROCESS (continued)

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 June 30, 2018. 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 was to 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 was to be settled by the Investment Manager. Payments totaling USD 119,746 were made by the Investment Manager between October 12, 2017 and November 2, 2017 which fully settled the balances as at June 30, 2017.

b) Flat TER process

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) is on a quarterly basis.

ALQUITY SICAV

Notes to the Financial Statements (continued)

as at June 30, 2018

NOTE 8 – FIXED / FLAT TER PROCESS (continued)

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 – TRANSACTION COSTS

For the year ended June 30, 2018, the transaction costs relating to purchase or sale of transferable securities were as follows:

ALQUITY SICAV - ALQUITY AFRICA FUND amounted to USD 115,091
ALQUITY SICAV - ALQUITY INDIAN SUBCONTINENT FUND amounted to USD 293,075
ALQUITY SICAV - ALQUITY LATIN AMERICA FUND amounted to USD 115,882
ALQUITY SICAV - ALQUITY ASIA FUND amounted to USD 346,815
ALQUITY SICAV - ALQUITY FUTURE WORLD FUND amounted to USD 237,634

Transaction costs are part of the realised result on sales of investments in securities.

NOTE 11 – 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 12 – 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

Notes to the Financial Statements (continued)

as at June 30, 2018

NOTE 13 – SUBSEQUENT EVENTS

Mr Gordon BROWN resigned from the Board of Directors with effect from July 26, 2018.

Following the discussions with the Commission de Surveillance du Secteur Financier with respect to the annual reports for the years ended from June 30, 2011 to June 30, 2017, in addition to the disclosures in the prospectus, the annual account as at June 30, 2017 will be re-issued in order to add a note to the financial statements as well as a note to the Directors' report, developing the following matters:

- The manner of disclosure of the TER Cap mechanism accounting system in previous approved versions of the prospectus of the SICAV;
- The processing of accounting entries linked to the TER Cap mechanism;
- The manner of disclosure of the formation expenses in previous approved versions of the prospectus of the SICAV;
- The reporting of accounting entries linked to the formation expenses that was inconsistent with the information provided to investors in previous approved versions of the prospectus of the SICAV;
- The reclassification of certain formation expenses for the sub-fund ALQUITY SICAV – ALQUITY AFRICA FUND.

Alquity Investment Management Limited will compensate all the investors who had a negative impact from these matters for an amount currently under review by the Commission de Surveillance du Secteur Financier.

Effective January 1, 2019 the address of Alquity Investment Management Limited will be Third Floor, 9 Kingsway, WC2B 6XF London, United Kingdom.

ALQUITY SICAV

Notes to the Financial Statements (continued)

as at June 30, 2018

NOTES 14 – IMPORTANT NOTES TO THE ACCOUNTS

The *Commission de Surveillance du Secteur Financier* (the “**CSSF**”) raised concerns to the board of directors of ALQUITY SICAV (the “**Fund**”) (the “**Board of Directors**”) as regards the annual reports and management letters for the years ended from June 30, 2011 to June 30, 2017 as well as the disclosures in the prospectus.

In particular, the main causes of concern were as follows:

1. The TER Cap mechanism accounting system was not disclosed in the prospectus of the Fund.
2. Incorrect processing of accounting entries linked to the TER Cap mechanism that was non-compliant with the general accounting principles laid down in the legal framework.
3. The absence of disclosure of the formation expenses in the prospectus of the Fund.
4. Incorrect processing of accounting entries linked to the formation expenses that was non-compliant with the information provided to investors in the prospectus of the Fund, with the general accounting principles laid down in the legal framework and with the accounting policies of the Fund laid down in the annual accounts.
5. Erroneous amounts of formation expenses for the sub-fund ALQUITY SICAV – ALQUITY AFRICA FUND.

I. Important Irregularities Raised:

1. The TER Cap mechanism accounting system was not disclosed in the prospectus of the Fund:

Prior to the prospectus dated November 2017, the past prospectuses of the Fund did not disclose any specific rules on fixing or capping the TER for all the sub-funds. Such absence of disclosure was not compliant with the law of December 17, 2010 on undertakings for collective investment (the “**2010 Law**”) and has therefore been considered by the CSSF as an irregularity. Although all the sub-funds have been concerned by such absence of disclosure, only the shareholders of the ALQUITY SICAV – ALQUITY AFRICA FUND (the “**Africa Sub-Fund**”) were negatively impacted (the “**Affected Shareholders**”).

Considering (i) the absence of disclosure, (ii) the non-compliance with the 2010 Law and (iii) the negative impact on the Affected Shareholders, the CSSF required some corrective measures for all the sub-funds (the “**Corrective Measure(s)**”) which consist in adding a new disclosure within the prospectus, and a compensation plan in respect of the Africa Sub-Fund (the “**Compensation Plan**”) to indemnify the Affected Shareholders.

2. Incorrect processing of accounting entries linked to the TER Cap mechanism that was non-compliant with the general accounting principles laid down in the legal framework:

The CSSF highlighted the non-compliance of the processing of accounting entries linked to the TER Cap mechanism with the accounting principle of independence between the financial years and the principle of true and fair view, as stated under the law of December 19, 2002 on the commercial and companies register and on the accounting and annual accounts of undertakings (the “**2002 Law**”). Although all the sub-funds have been concerned by the incorrect processing of accounting entries, only the Affected Shareholders were negatively impacted.

Considering (i) the non-compliance with the accounting principles, (ii) the subsequent errors in the annual reports and (iii) the negative impact on the Affected Shareholders, the CSSF required the Compensation Plan to take into account the corrections linked to these accounting misstatements.

Regarding the other sub-funds, the CSSF’s concern was that such sub-funds may also have also been negatively impacted by the TER Cap mechanism accounting system. The Board of Directors determined that during the period of the inadequate accounting process, all these sub-funds were above the TER Cap, and therefore none of their shareholders have been negatively impacted. The cumulative receivables calculated on the basis of this incorrect accounting system were paid by Alquity Investment Management Limited (the “**Investment Manager**”) to the Fund (please refer to the sub-section entitled “Payments of cumulative receivables”).

For further details on the additional effects for the other sub-funds, please refer to the section entitled “Directors’ Report”.

ALQUITY SICAV

Notes to the Financial Statements (continued)

as at June 30, 2018

NOTES 14 – IMPORTANT NOTES TO THE ACCOUNTS (continued)

3. The absence of disclosure of the formation expenses in the prospectus of the Fund:

Prior to the prospectus dated November 2017, the past prospectuses of the Fund did not disclose any statement regarding the formation expenses even if those amounts were significant for the Africa Sub-Fund. Such absence of disclosure was not compliant with the 2010 Law and has therefore been considered as an irregularity by the CSSF. Although all the sub-funds have been concerned by such absence of disclosure, only the Affected Shareholders were significantly negatively impacted.

Considering (i) the absence of disclosure, (ii) the non-compliance with the 2010 Law, (iii) the subsequent errors in the annual reports and (iv) the adverse effects on the Affected Shareholders, the CSSF required as a Corrective Measure the addition of a new disclosure in the prospectus.

4. Incorrect processing of accounting entries linked to the formation expenses that was non-compliant with the information provided to investors in the prospectus of the Fund, with the general accounting principles laid down in the legal framework and with the accounting policies of the Fund laid down in the annual accounts:

The CSSF highlighted the following elements related to the Africa Sub-Fund which were not compliant with the accounting principle of independence between the financial years and the principle of true and fair view, as stated under the 2002 Law:

- (i) an incorrect categorisation of some formation expenses;
- (ii) an incorrect processing of accounting entries linked to the formation expenses which does not provide an immediate recording at the time of the Africa Sub-Fund's set-up; and
- (iii) an incorrect processing of accounting entries linked to the non-capitalised expenses which does not provide a recording at the period on which the services were actually provided.

Considering (i) the non-compliance with the accounting principles and (ii) the resulting errors in the annual reports, the CSSF required the Compensation Plan to take into account the corrections linked to these accounting misstatements.

5. Erroneous amounts of formation expenses for the sub-fund ALQUITY SICAV – ALQUITY AFRICA FUND:

Regarding the formation expenses, the CSSF also highlighted that incorrect amounts were disclosed in the annual reports.

Considering (i) the misstatements in the annual reports and (ii) the resulting non-compliance with the accounting principles, the CSSF required as a Corrective Measure the reissuance of the 2017 annual report containing new and adequate disclosures regarding these amounts.

Apart from the Corrective Measures and the Compensation Plan (together the “**Regularisation Operations**”) and considering (i) the above irregularities, (ii) the non-compliance with the accounting principles and the applicable laws and (iii) the negative impact on the Affected Shareholders, the CSSF also required that all costs caused by the Regularisation Operations not be levied from the Fund's assets and be reviewed by KPMG (the “**Fund's Auditor**”) in the context of an Agreed Upon Procedures' Report (the “**AuP Report**”).

II. Corrective measures and compensation plan:

1. Compensation plan for ALQUITY SICAV – ALQUITY AFRICA FUND:

a) Accounting treatment of the TER Cap:

The Board of Directors has ensured (i) that this correction was taken into account in the calculation of the compensation payments relating to the Compensation Plan (the “**Compensation Payments**”), and (ii) that the accounting treatment will now be compliant with the applicable accounting principles. The prospectus has been updated accordingly.

b) Accounting treatment of the formation expenses:

Regarding the reclassification of certain expenses, the Board of Directors examined all invoices from the Africa Sub-Fund's inception and agreed to reclassify the relevant formation costs to non-capitalised expenses for an amount of USD 211,249. The total amount of formation expenses prior to the correction was USD 514,824, after the correction the amount was USD 303,575.

ALQUITY SICAV

Notes to the Financial Statements (continued)

as at June 30, 2018

NOTES 14 – IMPORTANT NOTES TO THE ACCOUNTS (continued)

Regarding the accounting treatment of the formation expenses, the Board of Directors ensured that all formation expenses were amortised from the launch date of the Africa Sub-Fund.

Regarding the accounting treatment of the reclassified expenses, the Board of Directors examined all the invoices and agreed to reallocate the relevant amounts to the date on which the service was actually provided instead of the date on which the relevant invoices were issued.

The Board of Directors has ensured (i) that these corrections were taken into account in the calculation of the Compensation Payments, and (ii) that the accounting treatment will now be compliant with the accounting principles. The prospectus has been updated accordingly.

Taking into account the above corrections (points a) and b)) for the Compensation Plan, the actual TER of Africa Sub-Fund was above the Capped TER for the periods 2010/2011, 2011/2012 and 2012/2013. During such periods, a financial support was provided by the Investment Manager (please refer to the column headed “Corrected Financial Support” in the below table):

Financial Year	Cumulative receivable amount (based on the caption “other assets” in the annual reports)*	Corrected Financial Support
From June 28, 2010 to June 30, 2011	USD 0*	USD 299,309
From July 1, 2011 to June 30, 2012	USD 31,627*	USD 115,067
From July 1, 2012 to June 30, 2013	USD 239,199	USD 173,559
From July 1, 2013 to June 30, 2014	USD 446,612	Nil
From July 1, 2014 to June 30, 2015	USD 148,127	Nil
From July 1, 2015 to November 5, 2015	Nil	Nil

*The CSSF highlighted to the Board of Directors some differences between the corrected financial support and the amounts disclosed under the caption “other assets” in the audited annual reports (please refer to the column headed “Cumulated receivable amount” in the above table).

The Board of Directors explained such difference by the fact that RBC Investors Services Bank S.A. (“RBC”) did not record the financial support provided by the Investment Manager prior to the financial year ending June 30, 2013.

For the year 2011/2012, RBC applied a general budget which was accrued over the year and at the year-end, RBC was requested to split the fees paid via this general budget amount.

In 2012, the amount of USD 31,627 in the “other assets” did not take into account the cap of the fees. This amount of USD 31,627 includes some assets (i.e. receivable on currencies purchases for USD 6,773, sundry debtors for USD 252 and an audit comment on formation expenses for USD 24,602).

Given that there was no explicit balance sheet accounting for the financial support during the financial years 2010/2011 and 2011/2012, the figures were estimated and resulted from the difference between invoices paid and total expenses posted to the Africa Sub-Fund.

Taking into account the above corrections (points a) and b)) for the Compensation Plan, the actual TER of the Africa Sub-Fund was below the Capped TER for the periods 2013/2014, 2014/2015 and until November 5, 2015. During such periods, a recharge was made on the relevant class of shares (please refer to the column headed “Corrected Recharge Made” in the below table):

Financial Year	Corrected Recharge Made
From June 28, 2010 to June 30, 2011	Nil
From July 1, 2011 to June 30, 2012	Nil
From July 1, 2012 to June 30, 2013	Nil
From July 1, 2013 to June 30, 2014	USD 8,780
From July 1, 2014 to June 30, 2015	USD 396,266
From July 1, 2015 to November 5, 2015	USD 182,889

ALQUITY SICAV

Notes to the Financial Statements (continued)

as at June 30, 2018

NOTES 14 – IMPORTANT NOTES TO THE ACCOUNTS (continued)

c) Erroneous amounts of the formation expenses:

In the Africa Sub-Fund's financial statements from June 30, 2011 to June 30, 2016, the total formation expenses shown as amortised amounted to USD 752,798. The actual amount used in the calculation of the Net Asset Value (the "NAV") was USD 514,824. This error was purely a presentation issue and any calculations made in relation to investor compensation have been based on the numbers booked in the actual NAV. In the case of the Africa Sub-Fund, the formation expenses actually applied to the NAV were USD 514,824. As described above the actual formation expenses were USD 303,575 which is the basis on which all the Africa Sub-Fund's compensation calculations were calculated.

Using the actual formation expenses of USD 303,575, the amortisation schedule displayed in the respective annual reports should have been as follows:

Year Ending	Amortised as per Annual Reports	Correct Amortisation Schedule
to June 2011	USD 6,990	USD 61,048
to June 2012	USD 24,602	USD 60,715
to June 2013	USD 267,081	USD 60,715
to June 2014	USD 276,908	USD 60,715
to June 2015	USD 158,163	USD 60,382
to June 2016	USD 19,054	USD 0
Total Amortised Formation Expenses	USD 752,798	USD 303,575

d) Conclusion on the amount of the Compensation Plan:

Taking into account all the above corrections, the total compensation amount represents USD 387,679. Compensation Payments as well as the rectification of the Capped TER policy are made at the expense of the Investment Manager.

2. Corrective measures for all the sub-funds:

a) Amendments to the Fund's prospectus:

Since November 19, 2017, the TER Capping mechanism has been abandoned and replaced by the flat TER mechanism (the "Flat TER"). The Board of Directors added a disclosure in regard to the Flat TER mechanism for the relevant sub-funds and on the treatment of formation expenses for all the sub-funds in the new visa-stamped prospectus dated November 2017. The Capped TER mechanism ceased earlier, on November 5, 2015, for the Africa Sub-Fund which is now subject to the actual charges.

Additionally, a letter was sent to the shareholders to highlight the amendments and to offer the shareholders the opportunity to redeem from the Fund free of charge.

b) The AuP Report:

The Fund's Auditor issued the AuP Report which confirmed (i) the corrections of the irregularities raised by the CSSF and (ii) that no costs incurred during the Regularisation Operations, including the costs linked to the auditors' intervention, have been levied from the Fund's assets.

c) Payments of cumulative receivables:

In relation to the inadequate accounting process of the TER Capping mechanism for the sub-funds other than the Africa Sub-Fund, the Investment Manager has made the following payments to the Fund:

- USD 900,652 in relation with the cumulated receivable resulting from the TER Capping Mechanism as at June 30, 2016; and
- USD 119,746 in relation with the cumulated receivable resulting from the TER Capping Mechanism from July 1, 2016, until the implementation of the Flat TER mechanism (i.e. November 19, 2017).

Such payments were confirmed by the Fund's Auditor in the AuP Report.

ALQUITY SICAV

Additional Information (unaudited)

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 June 30, 2018.

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.

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	2,332,837
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.

ALQUITY SICAV

Additional Information (unaudited) (continued)

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 year ended June 30, 2018.