

**AM SURA**  
**Société d'Investissement à Capital Variable**  
**Luxembourg (SICAV)**

R.C.S. Luxembourg: B244741  
Unaudited Semi-Annual Report as at 30 June 2022

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**Directors and Administration****BOARD OF DIRECTORS****Chairman**

Lucas Cuartas  
Cr 43ª #3-101 9th floor  
Medellin  
Colombia

**Directors**

Sophie Mosnier (until 29 April 2022)  
41, rue du Cimetière  
L-3350 Leudelange  
Grand Duchy of Luxembourg

Alex Vilchez (since 29 April 2022)  
14, rue des Champs  
L-5693 Itzig  
Grand Duchy of Luxembourg

Carlos Andrés Jaramillo  
Cr 43ª #3-101 9th floor  
Medellin  
Colombia

**MANAGEMENT COMPANY**

Carne Global Fund Managers (Luxembourg) S.A.  
3, rue Jean Piret  
L-2350 Luxembourg  
Grand Duchy of Luxembourg

**Board of Directors of the Management Company****Chairman**

John Alldis

**Directors**

John Alldis  
John Donohoe  
Bill Blackwell  
David McGowan (resigned on 28 April 2022)  
Martin Dobbins (resigned on 11 January 2022)  
Veronica Buffoni

**INVESTMENT MANAGER**

SURA Investment Management Mexico S.A. DE C.V., S.O.F.I.  
Paseo de la Reforma 222, piso 4  
Colonia Juárez, Alcaldía Cuauhtémoc  
C.P. 06600 Ciudad de México  
México

**ADMINISTRATION****Registered Office**

60, avenue J.F. Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

**Depositary, Administrative Agent, Domiciliation and Listing Agent, Registrar and Transfer Agent**

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

**Directors and Administration (continued)****Independent Auditor**

Ernst & Young, *Société anonyme*  
35E, avenue J.F. Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

**Global Distributor**

SURA Investment Management Mexico S.A. DE C.V., S.O.F.I.  
Paseo de la Reforma 222, piso 4  
Colonia Juárez, Alcaldía Cuauhtémoc  
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México

**Legal Adviser**

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

## Statistics

		30 June 2022	31 December 2021	31 December 2020
<b>AM SURA - Latin America Corporate Debt USD</b>				
<b>Net Asset Value</b>	USD	45,964,835.63	51,676,229.19	22,124,033.23
<b>Net Asset Value per Share</b>				
Class A	USD	900.90	1,012.61	-
Class I	USD	884.99	994.54	1,005.64
<b>Number of shares</b>				
Class A		96.00	96.00	-
Class I		51,840.32	51,862.11	22,000.00

## AM SURA - Latin America Corporate Debt USD (in USD)

## Statement of Net Assets as at 30 June 2022

	Notes	USD
<b>Assets</b>		
Investment in securities at cost		52,456,089.32
Unrealised appreciation / (depreciation) on securities		(8,215,724.45)
Investments in securities at market value	2.2. b)	44,240,364.87
Cash at bank	2.2. g)	996,003.01
Dividends and interests receivables		766,204.08
<b>Total assets</b>		<b>46,002,571.96</b>
<b>Liabilities</b>		
Accrued expenses	2.2. j)	37,736.33
<b>Total liabilities</b>		<b>37,736.33</b>
<b>Net assets at the end of the period</b>		<b>45,964,835.63</b>

## Statement of Operations and Changes in Net Assets for the period ended 30 June 2022

	Notes	USD
<b>Income</b>		
Interests on bonds		1,445,317.56
Bank interest		709.90
Other income		64.11
<b>Total income</b>		<b>1,446,091.57</b>
<b>Expenses</b>		
Management company fees	4	12,982.46
Depository fees	5	6,135.86
Administration fees	5	36,437.10
Professional fees		2,434.90
Taxe d'abonnement	6	2,393.84
Bank interest and charges		3,964.08
Director's fees	8	9,487.97
Other expenses		24,441.91
<b>Total expenses</b>		<b>98,278.12</b>
<b>Net investment income / (loss)</b>		<b>1,347,813.45</b>
Net realised gain / (loss) on:		
Investments		(435,529.83)
Foreign currencies transactions		(2.67)
<b>Net realised gain / (loss) for the period</b>		<b>912,280.95</b>
Net change in unrealised appreciation / (depreciation) on :		
Investments		(6,603,674.86)
<b>Increase / (Decrease) in net assets as a result of operations</b>		<b>(5,691,393.91)</b>
Proceeds received on subscription of shares		-
Net amount paid on redemption of shares		(19,999.65)
Net assets at the beginning of the period		51,676,229.19
<b>Net assets at the end of the period</b>		<b>45,964,835.63</b>

## Statement of Changes in Number of Shares

	Number of shares issued at the beginning of the period	Number of shares subscribed	Number of shares redeemed	Number of shares issued at the end of the period
Class A	96.00	-	-	96.00
Class I	51,862.11	-	(21.79)	51,840.32

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

AM SURA - Latin America Corporate Debt USD (in USD)

Statement of Investments as at 30 June 2022

Quantity/ Nominal	Name	Currency	Market Value in USD	% NAV
<b>Transferable securities admitted to an official exchange listing</b>				
<b>Bonds and other debt instruments</b>				
1,200,000.00	ECOPETROL SA 6.875% 20-29/04/2030	USD	1,060,800.00	2.31
1,100,000.00	AES GENER SA 7.125% 19-26/03/2079	USD	1,053,456.25	2.29
1,100,000.00	BANCO DE BOGOTA 6.25% 16-12/05/2026	USD	1,042,250.00	2.27
1,006,000.00	INRETAIL SHOP 5.75% 18-03/04/2028	USD	955,574.25	2.08
1,000,000.00	BANCO MERC NORTE 17-31/12/2049	USD	933,625.00	2.03
1,000,000.00	PETROBRAS GLOB 5.6% 20-03/01/2031	USD	929,900.00	2.02
1,000,000.00	BANCO GENERAL 21-31/12/2061 FRN	USD	918,625.00	2.00
1,000,000.00	INKIA ENERGY 5.875% 17-09/11/2027	USD	915,500.00	1.99
1,003,000.00	CYDSA SAB 6.25% 17-04/10/2027	USD	895,992.44	1.95
1,100,000.00	GRUPO AVAL LTD 4.375% 20-04/02/2030	USD	861,643.75	1.85
1,000,000.00	BBVA BANCOMER SA 18-18/01/2033 FRN	USD	852,375.00	1.85
900,000.00	GLOBAL BANK CORP 19-16/04/2029 FRN	USD	843,356.25	1.83
900,000.00	BANISTMO SA 4.25% 20-31/07/2027	USD	840,825.00	1.83
900,000.00	VM HOLDING SA 5.375% 17-04/05/2027	USD	836,043.75	1.82
900,000.00	BANCO INTER PERU 20-08/07/2030 FRN	USD	832,668.75	1.81
900,000.00	GRUPO KUO SAB 5.75% 17-07/07/2027	USD	816,750.00	1.78
1,000,000.00	CANACOL ENRG LTD 5.75% 21-24/11/2028	USD	812,500.00	1.77
900,000.00	INTERCORP FIN 4.125% 17-19/10/2027	USD	812,418.75	1.77
960,000.00	INTERCORP PERU 3.875% 19-15/08/2029	USD	807,000.00	1.76
800,000.00	ALSEA S.A. 7.75% 21-14/12/2026	USD	757,150.00	1.65
800,000.00	COSAN LTD 5.5% 19-20/09/2029	USD	741,900.00	1.61
895,000.00	PROMIGAS SA 3.75% 19-16/10/2029	USD	724,950.00	1.58
800,000.00	CEMEX SAB 5.45% 19-19/11/2029	USD	723,000.00	1.57
771,000.00	ORAZUL ENERGY EG 5.625% 17-28/04/2027	USD	689,894.66	1.50
700,000.00	ITAU UNIBANCO/KY 17-31/12/2049 FRN	USD	673,137.50	1.46
700,000.00	KLABIN AUSTRIA 5.75% 19-03/04/2029	USD	664,037.50	1.44
700,000.00	CIA DE MINAS BUE 5.5% 21-23/07/2026	USD	634,760.00	1.38
900,000.00	YPF SOCIEDAD ANO 8.5% 15-28/07/2025	USD	609,750.00	1.33
700,000.00	BRASKEM IDESA SA 7.45% 19-15/11/2029	USD	606,725.00	1.32
640,000.00	ENERGUATE TRUST 5.875% 17-03/05/2027	USD	602,320.00	1.31
700,000.00	BANCO DAVIVIENDA 21-31/12/2061 FRN	USD	555,537.50	1.21
600,000.00	LIGHT SERVICOS 4.375% 21-18/06/2026	USD	527,175.00	1.15
500,000.00	TECPETROL S.A. 4.875% 17-12/12/2022	USD	507,250.00	1.10
550,000.00	ADECOAGRO SA 6% 17-21/09/2027	USD	505,071.88	1.10
600,000.00	ECOPETROL SA 7.375% 13-18/09/2043	USD	492,600.00	1.07
550,000.00	CABCORP 5.25% 22-27/04/2029	USD	486,681.25	1.06
500,000.00	PETROBRAS 7.25% 14-17/03/2044	USD	475,093.75	1.03
600,000.00	MILLICOM INTL 6.25% 19-25/03/2029	USD	469,800.00	1.02
460,000.00	CEMENTOS PACASMA 4.5% 13-08/02/2023	USD	458,076.05	1.00
500,000.00	BRASKEM NL 4.5% 17-10/01/2028	USD	453,570.00	0.99
500,000.00	BANCOLOMBIA 4.625% 19-18/12/2029	USD	434,312.50	0.94
500,000.00	GLOBELEQ 6.25% 21-26/04/2029	USD	426,500.00	0.93
500,000.00	TRUST F/1401 4.869% 19-15/01/2030	USD	425,250.00	0.93
500,000.00	TRUST F/1401 6.95% 14-30/01/2044	USD	423,750.00	0.92
400,000.00	CENCOSUD SA 6.625% 15-12/02/2045	USD	407,000.00	0.89
500,000.00	MINERVA LUX SA 4.375% 21-18/03/2031	USD	403,600.00	0.88
500,000.00	RUMO LUX SARL 4.2% 21-18/01/2032	USD	400,937.50	0.87
400,000.00	ARCOR SAIC 6% 16-06/07/2023	USD	399,850.00	0.87
500,000.00	BRF SA 4.875% 19-24/01/2030	USD	399,000.00	0.87
486,000.00	PAMPA ENERGIA 7.5% 17-24/01/2027	USD	398,520.00	0.87
400,000.00	BANCO GNB SUDAM 17-03/04/2027 FRN	USD	367,575.00	0.80
400,000.00	GRUPO ENERGIA B 4.875% 20-15/05/2030	USD	353,950.00	0.77
400,000.00	SAN MIGUEL INDUS 3.5% 21-02/08/2028	USD	339,450.00	0.74
400,000.00	MILLICOM INTL 4.5% 20-27/04/2031	USD	300,000.00	0.65
300,000.00	GILEX HOLDING 8.5% 18-02/05/2023	USD	293,310.00	0.64
300,000.00	ALFA S.A. 6.875% 14-25/03/2044	USD	291,609.38	0.63
300,000.00	SUZANO AUSTRIA 7% 17-16/03/2047	USD	287,400.00	0.63
300,000.00	RUMO LUX SARL 5.25% 20-10/01/2028	USD	281,118.75	0.61
300,000.00	BANCO DE CREDITO 20-01/07/2030 FRN	USD	274,650.00	0.60
300,000.00	BANCO PACTUAL/KY 2.75% 21-11/01/2026	USD	266,175.00	0.58
300,000.00	CEMEX SAB 21-31/12/2061 FRN	USD	256,875.00	0.56
300,000.00	GEOPARK 5.5% 20-17/01/2027	USD	251,550.00	0.55
250,000.00	SUZANO AUSTRIA 6% 19-15/01/2029	USD	246,787.50	0.54
300,000.00	MARB BONDCO PLC 3.95% 21-29/01/2031	USD	230,331.00	0.50
300,000.00	INFRAESTRUCTURA 4.875% 17-14/01/2048	USD	220,500.00	0.48
200,000.00	PETROBRAS ARGENT 7.375% 16-21/07/2023	USD	195,725.00	0.43
200,000.00	PETROBRAS GLOB 5.75% 18-01/02/2029	USD	194,662.50	0.42
200,000.00	NBM US HOLDINGS 6.625% 19-06/08/2029	USD	192,537.50	0.42
200,000.00	BRASKEM AMERICA 7.125% 11-22/07/2041	USD	188,350.00	0.41
200,000.00	ECOPETROL SA 5.375% 15-26/06/2026	USD	185,662.50	0.40
200,000.00	INDUSTRIAS PENOL 5.65% 19-12/09/2049	USD	179,225.00	0.39
200,000.00	BANCO BRASL (C) 13-29/10/2049 FRN	USD	177,250.00	0.39
200,000.00	PETROBRAS GLOB 6.75% 20-03/06/2050	USD	174,000.00	0.38

Quantity/ Nominal	Name	Currency	Market Value in USD	% NAV
200,000.00	MINSUR SA 4.5% 21-28/10/2031	USD	168,800.00	0.37
200,000.00	BANCO MERC NORTE 21-31/12/2061 FRN	USD	167,912.50	0.37
200,000.00	YPF SOCIEDAD ANO 6.95% 17-21/07/2027	USD	114,500.00	0.25
500,000.00	CREDITO REAL SA 8% 21-21/01/2028	USD	33,750.00	0.07
			<b>39,732,160.91</b>	<b>86.44</b>
<b>Transferable securities dealt in on another regulated market</b>				
<b>Mortgage backed securities</b>				
961,800.00	HUNT OIL CO 6.375% 18-01/06/2028	USD	884,735.78	1.92
850,000.00	PERU LNG SRL 5.375% 18-22/03/2030	USD	691,687.50	1.52
590,073.53	FENIX POWER PERU 4.317% 17-20/09/2027	USD	551,667.12	1.20
500,000.00	AI CANDELARIA 7.5% 18-15/12/2028	USD	447,500.00	0.97
400,000.00	PAN AMERICAN 9.125% 21-30/04/2027	USD	442,075.00	0.96
531,700.00	YPF SOCIEDAD ANO 21-12/02/2026 SR	USD	417,384.50	0.91
500,000.00	AI CANDELARIA 5.75% 21-15/06/2033	USD	366,250.00	0.80
350,000.00	YPF SOCIEDAD ANO 8.75% 14-04/04/2024	USD	286,081.25	0.62
255,000.00	TERMOCANDELARIA 7.875% 19-30/01/2029	USD	230,822.81	0.50
200,000.00	GENNEIA SA 8.75% 21-02/09/2027	USD	190,000.00	0.41
			<b>4,508,203.96</b>	<b>9.81</b>
<b>Total securities portfolio</b>			<b>44,240,364.87</b>	<b>96.25</b>

Summary of net assets

		% NAV
<b>Total securities portfolio</b>	<b>44,240,364.87</b>	<b>96.25</b>
<b>Cash at bank</b>	<b>996,003.01</b>	<b>2.17</b>
<b>Other assets and liabilities</b>	<b>728,467.75</b>	<b>1.58</b>
<b>Total net assets</b>	<b>45,964,835.63</b>	<b>100.00</b>

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



## Notes to the Financial Statements as at 30 June 2022

### Note 1. General Information

AM SURA (the "Company") is incorporated under Luxembourg Law on 5 June 2020 (date of commencement) as a public limited company société anonyme, organized as an open-ended investment company with variable capital société d'investissement à capital variable ("SICAV") with multiple Sub-Funds, authorised as an undertaking for collective investment in transferable securities ("UCITS") (the "Company").

The Company is registered on the official list of undertakings for collective investment in accordance with the law of 17 December 2010 (the "2010 Law") relating to undertakings for collective investment and the law of 10 August 1915 on commercial companies. In particular, it is subject to the provisions of Part I of the 2010 Law which relates specifically to undertakings for collective investment as defined by the European Directive 2009/65/EC of 13 July 2009 (the "UCITS Directive").

The Company is registered with the Trade and Companies Register in Luxembourg under number B244741.

As at 30 June 2022, the Company has the following active Sub-Fund:

- AM SURA - Latin America Corporate Debt USD

### Note 2. Accounting principles

The Company's financial statements are presented in accordance with the legal and regulatory requirements in force in Luxembourg relating to Undertakings for Collective Investment and they are prepared in accordance with generally accepted accounting principles "Lux GAAP".

#### 2.1 Computation of the Net Asset Value

The Net Asset Value is calculated for each Sub-Fund or category or class of Shares and is expressed in the reference currency.

#### 2.2 Valuation of investments

The assets and liabilities of the Company's Sub-Fund are valued on the basis of the following principles:

(a) The value of any cash on hand or on deposit, bills and demand notes and accounts receivable, prepaid expenses, cash dividends and interest declared or accrued as aforesaid and not yet received is deemed to be the full amount thereof, unless in any case the same is unlikely to be paid or received in full, in which case the value thereof is arrived at after making such discount as the Board of Directors may consider appropriate in such case to reflect the true value thereof.

(b) The value of transferable securities, Money Market Instruments and/or any financial derivative instruments which are quoted or dealt in on any stock exchange or which are dealt in on any regulated market is based on the last price applicable to the relevant Valuation Day or the closing mid-market valuations or the valuations on a specific valuation point/time or the settlement price as determined by the relevant exchange or market, as the Board of Directors may decide, provided that the Board of Directors shall determine the reference stock exchange or regulated market to be considered when such transferable securities, money market instruments and/or any financial derivative instruments are quoted or dealt in on more than one stock exchange or regulated market.

(c) In the event that any of the assets on the relevant Valuation Day are not listed or dealt in on a stock exchange or regulated market or, with respect to assets quoted or dealt in on any stock exchange or dealt in on any such regulated market, the price as determined is not representative of the fair market value, the value of such assets may be based on the reasonably foreseeable sales price determined prudently and in good faith under the direction of the Board of Directors.

(d) Units or shares of open-ended UCI are valued at their last determined and available Net Asset Value. If such Net Asset Value is not representative of the fair market value of such assets, their value is determined by the Board of Directors on a fair and equitable basis.

(e) The liquidating value of futures, forward or options contracts not traded on any stock exchange or any regulated market is determined pursuant to the policies established by the Board of Directors, on a basis consistently applied for each different variety of contracts. The value of futures, forward or options contracts traded on a stock exchange or on regulated markets, or on other regulated markets is based upon the last available settlement or closing prices as applicable to these contracts on a stock exchange or on regulated markets, or on other regulated markets on which the particular futures, forward or options contracts are traded on behalf of the Company; provided that if a future, forward or options contract could not be liquidated on such Valuation Day with respect to which a Net Asset Value is being determined, then the basis for determining the liquidating value of such contract is such value as the Board of Directors may deem fair and reasonable pursuant to verifiable valuation procedures.

(f) The Money Market Instruments which are not listed on any stock exchange or traded on any other organised market are valued in accordance with market practice as determined by the Board of Directors.

(g) Cash is valued at nominal value, plus accrued interest.

(h) All other assets are valued at their respective estimated sales prices determined in good faith by the Board of Directors.

## Notes to the Financial Statements as at 30 June 2022 (continued)

### Note 2. Accounting principles (continued)

#### 2.2 Valuation of investments (continued)

(i) Assets and liabilities denominated in currencies other than the Fund's Base Currency are translated into that Base Currency using exchange rates prevailing at the period-end. Income and expenses in foreign currencies are translated into the Base Currency at the exchange rates prevailing at the date of the transaction. Translation exchange gains and losses are included in the Statement of Operations and Changes in Net Assets.

(j) The accrual basis is used to recognize interest income and expenses. Dividends are accrued, net of withholding taxes, on the ex-date of the dividend once the ex-date and amount are known with reasonable certainty. Realised gains and losses on investments are calculated on the basis of average cost.

### Note 3. Exchange Rates

As at 30 June 2022, the Company's assets and liabilities are exclusively denominated in USD.

### Note 4. Management Company and Investment Management fees

The Company has appointed Carne Global Fund Manager (Luxembourg) S.A. as Management Company, effective on 5 June 2020.

The Management Company is entitled to receive out of the assets of the Company, for all services rendered under the Management Company Services Agreement, a fee amounting to a maximum annual percentage of 0.2% of the net assets of the Company, subject to a minimum monthly fee amounting to EUR 2,050 per Sub-Fund. This fee is calculated daily based on the Net Asset Value and paid in arrears on a monthly basis.

Pursuant to an Investment Management Agreement dated 8 June 2020, SURA Investment Management Mexico, S.A. DE C.V., S.O.F.I. has been appointed by the Management Company to act as delegated Investment Manager and to manage the investment and reinvestment of the assets of the Sub-Fund in accordance with the investment objectives and investment restrictions of the Company and the Sub-Fund.

As remuneration for its services, the Investment Manager will receive a fixed fee, calculated on the average of the Net Asset Values of the Sub-Fund, of the category or class of Shares, at the end of each quarter and payable quarterly as mentioned in the below table.

As at 30 June 2022, the annual Investment management fees' rates per share class are as follows:

- Class A: 2.00% per annum
- Class I: 1.00% per annum

The Investment management fees calculated for Net Asset Value up to USD 100,000,000 has been waived.

No Performance Fee is applied in relation to the Sub-Fund AM SURA - Latin America Corporate Debt USD.

### Note 5. Depositary, Paying Agent, Registrar and Administrator

BNP Paribas Securities Services, Luxembourg Branch performs the functions of administrative agent (the "Administrative Agent"), including the functions of Registrar and Transfer Agent, pursuant to an agreement between the Management Company, the Company and BNP Paribas Securities Services, Luxembourg Branch dated 8 June 2020.

In this context, BNP Paribas Securities Services, Luxembourg Branch performs the administrative functions required by law such as the bookkeeping of the Company and calculation of the Net Asset Value per Share.

As remuneration for its activity as administrative agent and the administrative services (accounts, bookkeeping, calculation of Net Asset Value, registrar functions, secretariat) it provides the Company with, the Administrative Agent shall receive a quarterly commission from the Company calculated on the average Net Asset Values of the different Sub-Funds of the Company for the quarter considered to a maximum of 1.0% per annum.

BNP Paribas Securities Services, Luxembourg Branch has been appointed Domiciliation and Listing Agent under the terms of an agreement dated 8 June 2020 between BNP Paribas Securities Services, Luxembourg Branch, the Management Company and the Company.

As remuneration for its activity as depositary to the Company, the Depositary shall receive a quarterly commission from the Company, calculated on the Net Asset Values of the different Sub-Funds of the Company for the quarter considered to a maximum of 0.5% per annum.

In addition, any reasonable disbursements and expenses incurred by the Depositary within the framework of its mandate, including (without this list being exhaustive) telephone, telex, fax, electronic transmission and postage expenses as well as correspondents' costs, are borne by the relevant Sub-Fund of the Company. The Depositary may charge the customary fee in the Grand Duchy of Luxembourg for services rendered in its capacity as Paying Agent.

**Notes to the Financial Statements as at 30 June 2022 (continued)****Note 6. Subscription Tax (“Taxe d’abonnement”)**

The Company is not subject to any taxes in Luxembourg on income or capital gains. The only tax to which the Company in Luxembourg is subject is the “taxe d’abonnement” of 0.05% p.a. based on the Net Asset Value of the sub-fund at the end of the relevant quarter, calculated and paid quarterly. In respect of any share class which comprises only Institutional Investors, the tax levied is at the rate of 0.01% p.a..

Under current law and practice, the Company is not liable to Luxembourg taxes on income or capital gains, nor are dividends paid by the Company liable to any Luxembourg withholding tax. Income and capital gains on the Company’s investments, however, may be subject to withholding or capital gains taxes in certain countries.

**Note 7. Transaction Costs**

For the period ended 30 June 2022, the Company did not incur any transaction costs including broker fees relating to purchase or sale of transferable securities, money market instruments, derivatives or other eligible assets.

**Note 8. Directors’ fees**

The Directors may each receive an annual fee out of the assets of the Company, which shall be approved by the Shareholders.

As at the reporting date, Directors’ fees charged for the period amounted to USD 9,487.97, of which amount of USD 48.01 was payable at period end.

**Note 9. Portfolio Changes**

The list of portfolio changes for the period ended 30 June 2022 is available free of charge at the registered office of the SICAV.

**Note 10. Swing Pricing**

In order to counter dilution impact and to protect Shareholders’ interests, a swing pricing mechanism may be adopted by the Fund as part of its valuation policy. The extent of the price adjustment is adjusted by the Company on a periodic basis to reflect an approximation of current dealing and other costs. Such adjustment may not exceed 2% of Net Asset Value. During period ended 30 June 2022, swing pricing adjustment was not applied.

**Note 11. COVID-19**

The outbreak of Coronavirus (COVID-19), declared by the World Health Organisation as a global pandemic in 2019, has impacted many aspects of daily life and the global economy. Travel movements and operational restrictions were implemented by many countries throughout 2019-2021. However in 2022, most economies globally have fully reopened and the pace of recovery has varied from country to country. Countries and their workforce have successfully adapted to living and working in this pandemic environment. As we move into the latter half of 2022, there continues to be potential unforeseen economic consequences from this virus and market reaction to such consequences could be rapid, unpredictable and vary significantly from country to country.

The Directors together with the Manager will continue to monitor business continuity and resilience processes with the objective of mitigating any potential for ongoing impact of COVID-19.

**Note 12. Significant event during the period**

The war still has a low probability of a negotiated settlement. Russian forces are expected to continue the offensive until they conquer Donbas and those of Ukraine are expected to conduct a counteroffensive to retake Kherson city.

Individually, Russia is likely to enact partial and intermittent disruptions of natural gas supplies to Europe by the end of the year. On the other hand, Zelensky, Ukraine’s president, urged the international community, and specifically the US, to declare Russia a “State sponsor of terrorism” after several war crimes.

Commercial relations may be the only improved sector within the difficult situation. After a 5- month Russian blockade, Ukraine’s Black Sea ports resumed grain shipments, a deal brokered by Turkey and the UN. The rejection from Russia was made clear when a Russian missile struck at one of Odesa’s ports hours after Russia and Ukraine had signed onto the deal. Nevertheless, Turkey remained committed to ensuring that it stays on track.

**Notes to the Financial Statements as at 30 June 2022 (continued)****Note 12. Significant event during the period (continued)**

The war conflict currently does not point to an end; supply chain disruptions, volatility and price action of commodity prices and markets continue to be stressed and dependent on new information that may change the result of the war. Whether inflation was the consequence of a specific factor or a combination of all of them, the path is unclear but biased to the upside. Central banks have a difficult decision towards monetary policy. If rates rise to very high levels, there is risk for a downshift in the economy, but if rates does not rise enough inflation might not be controlled.

The Board of Directors regards these events for the Fund as non-adjusting events after the reporting period. Although neither the Fund's performance and going concern nor operations, at the date of this report, have been significantly impacted by the above, the Board of Directors continues to monitor the evolving situation and its impact on the financial position of the Fund.

**Note 13. Subsequent Event**

At the reporting date, no material subsequent event has occurred since 1 July 2022.

**Additional Information****Security Financing Transaction Regulation (SFTR)**

During the period ending 30 June 2022, the Fund did not engage in transactions which are the subject of EU Regulation No 2015/2365 on the transparency of securities financing transactions and of reuse. Accordingly, no global, concentration or transaction data, or information on the reuse or safekeeping of collateral is required to be reported.

