



CC Funds SICAV plc
(formerly Calamatta Cuschieri Funds SICAV plc)

Annual Report

2019

CC Funds SICAV plc

Company Registration Number: SV 186

Annual Report and Audited Financial Statements

For the year ended

31 December 2019

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Company information

| | |
|--|--|
| Directors: | Nicholas Calamatta Alan Cuschieri Alexander Cuschieri Carmel John Farrugia |
| Registered office: | Ewropa Business Centre, Dun Karm Street, Birkirkara BKR 9034, Malta |
| Company registration number: | SV 186 |
| Administrator and transfer agent: | CC Fund Services (Malta) Ltd Ewropa Business Centre, Dun Karm Street, Birkirkara BKR 9034, Malta |
| Investment manager: | Calamatta Cuschieri Investment Management Limited Ewropa Business Centre, Dun Karm Street, Birkirkara BKR 9034, Malta |
| Custodian and banker: | Sparkasse Bank Malta p.l.c. 101 Townsquare, Qui-si-Sana Waterfront, Sliema SLM 3112, Malta |
| Broker: | Calamatta Cuschieri Investment Services Limited Ewropa Business Centre, Dun Karm Street, Birkirkara BKR 9034, Malta |
| Legal advisors: | GANADO Advocates 171, Old Bakery Street, Valletta VLT 1455, Malta |
| Auditor: | Deloitte Audit Limited Deloitte Place, Triq l-Intornjatur, Zone 3 Central Business District, Birkirkara CBD 3050, Malta |

Report of the investment manager

Market Review covering the year from January 2019 to December 2019

Q1-2019

Following the dismal performance of markets during most of 2018, the initial trading sessions of 2019 continued were 2018 left off, in a downward trend. Nonetheless, markets recovered strongly thereafter, and the first quarter of the year was a breath of fresh air. Markets were bolstered on the back of the dovish approach taken by both the Federal Reserve and the European Central Bank, a noteworthy U-turn from the hawkish stances they portrayed in December 2018.

Economically speaking, investor sentiment began to turn positive. Signs from the trade war talks were positive as President Xi and President Trump were optimistic, and it appeared that both leaders formed a common ground. This has in fact given investors a boost in confidence as assets continued to rally, on the back of expectations that some form of resolution or truce to the saga was imminent. Having said that, investors still erred on the cautious side, acknowledging that global economic data was nothing to be exuberant on, but rode on the positive sentiment markets were enjoying.

Throughout the quarter, credit spreads tightened, as benchmark yields were driven lower. Worth mentioning however, that with the sharp decline in yields, spreads ended the quarter well above historical lows, which gives room for further possible spread tightening. There was also a marginal yield curve inversion of U.S. Treasuries at the end of March due to the estimated global growth slowdown. That being said, the soft figures from China made a U-turn to the positive. Factory activity reached a three-year low in February, though in March strong manufacturing data was reported. Without a doubt, this helped ease investor worries as markets saw a shift from risk-free assets to more risky assets.

Despite the double-digit performance in equities in Q1-2019, Brexit still remains at the forefront of investor uncertainty having ended the month of March with the Parliament not agreeing with May's divorce plan from the EU. To make matters worse, British lawmakers had to vote on various alternatives on the first day of April only to once again have no evident or concrete plan on an exit strategy. Despite this, the quarter ended on a good note as a strong manufacturing figure for China and the U.S. for March reduced fears of a global recession whilst the Fed and ECB have shown to be more accommodative, thereby supporting risky assets.

Q2-2019

Investors started off the second quarter sitting on decent gains and the first month of the second quarter of 2019 did not disappoint once again. Markets were bolstered by improving Chinese data and also a positive earnings season in the U.S. Manufacturing activity in China expanded unexpectedly in March at its fastest pace in eight months whilst in the first quarter of 2019, the U.S. economy grew by 3.2 per cent, the zippiest pace of first-quarter growth since 2015.

Overall, April was once again a positive month for credit and risky assets, with spreads on high yield bonds across both sides of the Atlantic tightening further. However, May was a month to forget for investors; just six days into the month, investors were tested by the announcement that the U.S. would be moving ahead with tariff increases on U.S. imports from China. Equity markets dipped, with Asia ex-Japan, emerging markets and the S&P 500 all losing more than 6 per cent. U.S. Treasury yields fell, as markets began to price-in more than 3 Federal Reserve (Fed) rate cuts by the end of 2020, sending U.S. Treasuries yields lower.

The concern in Europe, much like the U.S., is that trade uncertainty filters through to the labour market and starts to hurt the service sector. Stimulus in China could help Europe in the second half of this year, and another positive factor for the region is that the U.S. has put the discussion over global auto tariffs on hold for up to six months. The European Parliament elections, which took place from 22 to 26 May, yielded a generally positive result for the European project.

June was an eventful month for markets and the performance was a sigh of relief after May's sell-off and the associated spike in volatility which was brought about by an infamous tweet by U.S. president. Markets were supported by the positive outcome from the G-20 meeting that resulted in a restart in trade consultations between the U.S and China as

well as an agreement of not imposing new tariffs. In addition to that, the Fed's released minutes during the month increased the odds of a rate cut by the end of July i.e. adding further monetary stimulus in an attempt to delay a potential recession.

Meanwhile, additional macroeconomic data published in the Eurozone showed inflation figures that were not in line with ECB expectations as core and headline inflation were lower. Due to this, ECB President Draghi indicated that additional monetary stimulus was on the horizon, which caused a rally in European stock markets and European bond yields to tumble, thereby driving prices of both asset classes higher.

Brexit remains a major problem for Europe given that the sentiment of the successive Prime Minister candidates under consideration, are in favour of a no-deal Brexit. Moreover, the Italian economy continues to lag in comparison to its European peers based on a conflict with the European Commission in regard to the budget ceiling. Such conflict could potentially cause the European Commission to take measures against Italy. Both these themes are seemingly on the backburner but are sure to resurface in the second half of the year.

Q3-2019

Following a positive rally in the previous month, markets opened the quarter mixed. As U.S. – China trade tensions continued to cloud the outlook for investors and corporates alike, investors made a broad move into the perceived safe havens, such as U.S. Treasuries.

Needless to say, uncertainties revolving around the Fed's decision to a rate cut along with ECB's Mario Draghi hinting at easing were the main topic of the month. As anticipated, at the end of the month, the Federal Reserve acted, cutting interest rates by 25 basis points; a move which was not digested positively by markets that expected a more aggressive stance. On the other hand, Mario Draghi left rates unchanged, however, pointing out that the downward trend in data will indeed be monitored, and if deemed necessary, easing actions will be undertaken.

September proved to be quite turbulent, as uncertainties surrounding the trade war saga mounted. Indeed, it kicked-off with the U.S. slapping a 10 per cent tariff on \$300 billion worth of Chinese Imports, as from September. Inevitably, China retaliated, announcing a further 5-10 per cent tariff on \$75 billion worth of goods. The latter moves spooked investors and raised fears that the global economy may dip into a recession, this leading to an inverted U.S. Treasury Yield curve.

In a bid to stimulate Europe's economic situation, and thus cushion any economic damage posed by the trade war saga, ECB officials-initiated talks of a new stimulus package. Apart from the possibility of re-activating the quantitative easing programme, Europe's illustrates considered a further cut into the deposit rate.

Undoubtedly, the trade war escalation continued to weigh on U.S. economic data with U.S factory activity contracting for the first time in a decade, 49.9 in August from 50.4 in the previous month. This was mainly due to a weaker contribution from new orders, which offset a stabilisation in employment and fractionally faster output growth. Manufacturing companies continued to trim their inventory levels in August, which was mainly linked to concerns about the demand outlook. Likewise, pre-production inventories fell for the fourth month running, while stocks of finished goods decreased to the greatest extent since 2014.

Following remarkable pressures on the economic data front, the ECB, in September, announced a stimulus package – a fresh wave of asset purchases amounting to €20 billion per month and a cut in the deposit rate by 10 basis points to -0.5 per cent. Due to a downward revision in inflation expectations, when compared to previous projections, the ECB, sighting a weaker growth environment, was rather dovish. On the announcement, credit markets reacted positively - a move that faded away as investors continued to digest whether the new package will prove sufficient to trigger the much-needed economic growth.

Similarly, in response to the increased pressures on the macro-economic front, the Fed once again cut the federal fund rate by 25 basis points sighting increased pressures on the macro-economic front. In its statement, the Fed sounded more dovish despite the fact that job gains remained solid, while the unemployment rate remained at low levels, however it sighted the weakness in business fixed investment and exports.

Q4-2019

With the December 15th deadline looming large and UK elections on the brink of taking place, 4th quarter 2019, as expected, proved to be an eventful period on the political front.

From a monetary perspective, in-line with the yet soft inflation figures, Central Banks maintained their dovish stance, while the Federal Reserve cut interest rates, by another 25 basis points, in October, for the third time in 2019. As opposed to the record tightening experienced prior to the announcement, the more benevolent news lead to an upward movement in core government bond yields.

Meanwhile, in Europe, data continued to pile pressure on the policymakers to enact fiscal stimulus, and thus do not solely rely on the monetary stimulus set in stone by the European Central Bank. Over the quarter, as political turbulence lessened, fears of a global recession dissipated, and the manufacturing cycle seemed to be heading for a turnaround following a 'phase one' agreement between US and China, the outlook for 2020 vis-à-vis economic growth, although limited, seemed positive. Notably, economic data started to improve whilst yields started to portray the possibility of a broad economic recovery.

From a political front, UK's newly elected Prime Minister; Boris Johnson, was able to agree a new Brexit deal with the European Union. The new deal gained more support in the House of Commons; however, members of parliament refused to approve rushing through the legislation process in order to leave the EU on the 31st October deadline. An extension to the 31st January was agreed. In a bid to seek a new parliamentary majority, Boris Johnson called on a general election.

As predicted, later on during the 4th Quarter, Boris Johnson won big at the UK general election, paving way for Brexit to take place. The expectation of, along with the emphatic victory itself, resulted in the sterling registering one of its biggest ever one-day gains. Similarly, upon the news, which have somewhat diminished uncertainties, the UK 10 year yield increased to 0.82%, the highest since August.

As anticipated, tensions between the U.S. and China eased toward the end of the year, following a phase-one deal agreement between the two most powerful economies in the world, which in turn diminished trade war escalations. This boosted confidence and lessened uncertainty across markets, which closed-off the year with remarkable gains, particularly within the equity space. The news came after 20 months of on-and-off negotiations and tariff escalations that unsettled markets and damped global economic growth.

The agreement between the world's two largest economies, amongst other, commits China to; buy at least \$40bn worth of U.S. agricultural goods annually, tighten protection for U.S. intellectual property, and prohibits the forced transfer of technology from U.S. corporations. In exchange, Washington agreed to cut back on tariffs previously introduced, whilst agreeing not to proceed with a new escalation in levies on Chinese consumer goods.

Although a phase-one deal proved important to avoid a direct impact on the consumer at large, some of the biggest sources of strain in the bilateral relationship, such as China's use of industrial subsidies and state-owned enterprises were left at bay, leaving these thorny issues to a later stage.

Salient Market Information as at 31 December 2019

| | 31-Dec-2018 | 30-Jun-2019 | 31-Dec-2019 | Change Since 31-Dec-2018 | Change Since 30-Jun-2019 |
|------------------------|-------------|-------------|-------------|-----------------------------|-----------------------------|
| 10-Year German Bund | 0.24 | (0.33) | (0.19) | (0.43) | 0.14 |
| 10-Year US Treasury | 2.69 | 2.01 | 1.92 | (0.77) | (0.09) |
| 10-Year UK Gilt | 1.28 | 0.83 | 0.82 | (0.46) | (0.01) |
| Dow Jones Eurostoxx 50 | 3,001 | 3,474 | 3,745 | 24.78% | 7.81% |
| FTSE 100 | 6,728 | 7,426 | 7,542 | 12.10% | 1.57% |
| S&P 500 | 2,507 | 2,942 | 3,231 | 28.88% | 9.82% |
| Topix | 20,015 | 21,276 | 23,657 | 18.20% | 11.19% |
| EUR/USD | 1.1467 | 1.1373 | 1.1213 | 2.22% | 1.41% |
| EUR/GBP | 0.8990 | 0.8958 | 0.8459 | 5.90% | 5.56% |
| EUR/JPY | 125.83 | 122.66 | 121.77 | 3.23% | 0.73% |

| | | | | | |
|----------------|--------|--------|--------|----------|---------|
| VIX | 25.42 | 15.08 | 13.78 | (11.64%) | (1.30%) |
| Gold | 1,282 | 1,410 | 1,517 | 18.31% | 7.64% |
| EUR/CHF | 1.1255 | 1.1104 | 1.0856 | 3.55% | 2.23% |

Remuneration disclosures

CC Funds SICAV plc (formerly Calamatta Cuschieri Funds SICAV plc) (the “Company”) is licensed by the Malta Financial Services Authority to act as a UCITS Management Company (amongst others) pursuant to the transposition of Directive 2009/65/EC (as amended). Directive 2014/91/EU of European Parliament on the coordination of laws, regulations and administrative provisions relating to Undertakings for Collective Investment in Transferable Securities (“UCITS”) as regards depositary functions, remuneration policies and sanctions came into force in March 2016 hereinafter referred to as “UCITS V” or the “Directive”.

ESMA Guidelines on sound remuneration policies under the UCITS Directive requires that the management company considers the additional disclosures, in accordance with the principle of proportionality and at least on an annual basis, certain information regarding its remuneration policy and practices for ‘identified staff’. The Board of Directors has adopted and implements a remuneration policy which is available at: <https://www.cc.com.mt/wp-content/uploads/2012/10/CCIM-Remuneration-Policy.pdf>

Following due consideration of the Company’s size, internal organisation as well as the nature, scope and complexity of its activities, the Board of Directors have determined that the Company is not required to appoint a remuneration committee on the basis of the principle of proportionality. The Board of Directors will review the appropriateness of the remuneration policy annually and will ensure that it is in accordance with the applicable laws and regulations. The Company’s remuneration regime is designed, structured and implemented on the basis of an annual operating plan that is contingent to the Company’s long-term strategic objectives to achieve strong investment performance and to be instrumental to clients’ success. The Company’s remuneration policy does not provide for pension benefits nor any deferral or equity measure in line with the proportionality principle. The Company’s Board of Directors has determined that ‘identified staff’ constitute of investment committee members, directors, investment manager, compliance officer and money laundering reporting officer totalling 9 ‘identified staff’. All identified staff are involved in the activities related to CC Funds SICAV plc (formerly Calamatta Cuschieri Funds SICAV plc) and receive fixed and variable remuneration as follows:

| Staff Remuneration FY 2019 | Number of beneficiaries | Fixed Remuneration EUR | Variable Remuneration EUR |
|-----------------------------------|--------------------------------|-------------------------------|----------------------------------|
| Senior management | 4 | 50,188 | - |
| Risk takers | 4 | 241,268 | 24,135 |
| Control functions | 1 | 16,768 | - |
| Other identified staff | 4 | 56,565 | - |
| | 13 | 364,789 | 24,135 |

| Staff Remuneration FY 2018 | Number of beneficiaries | Fixed Remuneration EUR | Variable Remuneration EUR |
|-----------------------------------|--------------------------------|-------------------------------|----------------------------------|
| Senior management | 3 | 44,014 | - |
| Risk takers | 5 | 297,981 | 7,271 |
| Control functions | 1 | 20,163 | - |
| Other identified staff | 1 | 10,011 | - |
| | 10 | 372,169 | 7,271 |

The quantitative information disclosed above pertains to the full financial years ended 31 December 2019 and 31 December 2018 respectively and pertains to the total aggregate remuneration paid by the UCITS Management Company to identified staff. There have been no material changes to the remuneration policy in the year under review.

Report of the Directors

The Directors present their eighth Annual Report, together with the audited financial statements of CC Funds SICAV plc (formerly Calamatta Cuschieri Funds SICAV plc) ('the Company') for the year ended 31 December 2019.

Principal activities

The Company is an open-ended collective investment scheme organised as a multi-fund public limited liability company with variable share capital registered under the Laws of Malta. The Company qualifies as a 'Maltese UCITS' in terms of the Investment Services Act Regulations. As at the reporting date, the Company constituted of seven sub-funds each being a segregated patrimony and each sub-fund is represented by different classes of shares. The investment objective of the Euro High Income Bond Fund (formerly High Income Bond Fund – EUR) and Global High Income Bond Fund (formerly High Income Bond Fund - USD) is to endeavour to maximise the total level of return for investors through investment, primarily, in a diversified portfolio of debt securities and other fixed income or interest bearing securities. The Euro High Income Bond Fund distributed a total of €1,623,862 (2018: €1,781,408) in dividends during the year under review. The Global High-Income Bond Fund distributed a total of \$758,717 (2018: \$802,643) in dividends during the year under review. The Euro Equity Fund's investment objective is to endeavour to maximise the total level of return for investors through investment, primarily, in a diversified portfolio of equity securities. The investment objective of the Global Balanced Income Fund is to seek to provide stable, long-term capital appreciation by investing primarily in a diversified portfolio of local and international bonds, equities and other income-generating assets. The Global Balanced Income Fund distributed a total of €12,771 (2018: Nil) in dividends during the year under review. The investment objective of the Malta Government Bond Fund is to endeavour to maximise the total level of return for investors through investment, primarily in debt securities and money market instruments issued or guaranteed by the Government of Malta. The Emerging Markets Bond Fund's investment objective is to endeavour to maximise the total level of return for investors through investments primarily in a well-diversified portfolio of debt securities and other fixed-income or interest-bearing securities. The Emerging Markets Bond Fund distributed a total of \$415,775 (2018: \$178,589) in dividends during the year under review. The investment objective of the Malta Balanced Income Fund (formerly Malta Income Fund) is to maximise the total level of return for investors through investment primary in debt securities and money market instruments issued or guaranteed by the Government of Malta, and equities and corporate bonds issued and listed on the Malta Stock Exchange. The Malta Balanced Income Fund distributed a total of €245,602 (2018: Nil) in dividends during the year under review.

Significant changes in the Company's documents

During the financial year ended 31 December 2019, no sub-funds were launched or liquidated.

Results and dividends

The results for the year are shown in the statements of profit or loss and other comprehensive income on pages 16 to 17.

In the year to 31 December 2019, no dividend was proposed to the founder shareholders out of the profits of the General Account (2018: proposed dividend of NIL). No subsequent to year-end dividends were proposed.

Business review

A review of the business of the Company during the current year and an indication of likely future developments are given in the Investment Manager's Report on pages 4 to 8.

At 31 December 2019, the net asset value of the Company stood at €118,388,578 (2018: €101,830,535).

| Sub-Fund | NAV Dec 18 | NAV Dec 19 | YTD | AUM EUR Million | Net Sub/Red EUR Million | TER |
|---|---------------|---------------|--------|-----------------------|-------------------------------|-------|
| Euro High Income Bond Fund - A Share Class | 117.72 | 126.52 | 7.48% | 44.1 | (3.10) | 1.40% |
| Euro High Income Bond Fund - D Share Class | 89.56 | 92.59 | 3.38% | | | |
| Global High Income Bond Fund - A Share Class | 116.67 | 128.60 | 10.23% | 15.9 | (0.70) | 1.42% |
| Global High Income Bond Fund - D Share Class | 87.56 | 92.03 | 5.11% | | | |
| Euro Equity Fund | 118.24 | 123.07 | 4.08% | 7.9 | (0.20) | 2.21% |
| Global Balanced Income Fund – EUR A Share Class | 9.46 | 10.86 | 14.80% | 7.1 | - | 1.88% |
| Global Balanced Income Fund – EUR B Share Class | 9.46 | 10.65 | 12.58% | | | |
| Malta Government Bond Fund | 99.74 | 108.73 | 9.01% | 19.0 | 5.30 | 0.95% |
| Emerging Markets Bond Fund – USD A Share Class | 93.63 | 103.37 | 10.40% | 11.1 | 1.90 | 2.17% |
| Emerging Markets Bond Fund – USD B Share Class | 91.52 | 96.08 | 4.98% | | | |
| Emerging Markets Bond Fund – EUR C Share Class | 89.78 | 107.28 | 19.49% | | | |
| Emerging Markets Bond Fund – EUR D Share Class | 87.51 | 99.41 | 13.60% | | | |
| Malta Balanced Income Fund – EUR A Share Class | 100.23 | 103.69 | 3.45% | 14.40 | 6.30 | 1.49% |
| Malta Balanced Income Fund – EUR B Share Class | 100.25 | 100.53 | 0.28% | | | |

Principal risks and uncertainties

The successful management of risk is essential to enable the company to achieve its objectives. The ultimate responsibility for risk management rests with the company's directors, who evaluate the company's risk appetite and formulate policies for identifying and managing such risks. The Principal risks and uncertainties are included in the investment managers' report on pages 4 to 8.

Financial risk management

Note 11 to the financial statements provides details in connection with the company's use of financial instruments, its financial risk management objectives and policies and the financial risks to which it is exposed.

Directors

The Directors who served in office during the period were:

Alexander Cuschieri
 Nicholas Calamatta
 Carmel John Farrugia
 Alan Cuschieri

In accordance with article 19.5 of the Company's Articles of Association, all the Directors are due to retire at the Company's forthcoming Annual General Meeting and being eligible, intend offering themselves for re-election.

Auditors

A resolution to reappoint Deloitte Audit Limited as auditors of the Company will be proposed at the forthcoming Annual General Meeting.

Standard licence conditions and regulatory sanctions

During the year under review there were no breaches of standard conditions or other regulatory requirements or administrative penalty which were subject to regulatory sanctions.

Approved by the Board on 22 April 2020 and signed on its behalf by:



Carmel John Farrugia
Director



Nicholas Calamatta
Director

Statement of Directors' responsibilities

The directors are required by the Companies Act (Cap. 386) to prepare financial statements in accordance with generally-accepted accounting principles and practices which give a true and fair view of the state of affairs of the company at the end of each financial year and of the profit or loss for the year then ended.

In preparing the financial statements, the directors should:

- I. select suitable accounting policies and apply them consistently;
- II. make judgments and estimates that are reasonable; and
- III. prepare the financial statements on a going concern basis, unless it is inappropriate to presume that the company will continue in business as a going concern.

The directors are responsible for ensuring that proper accounting records are kept which disclose with reasonable accuracy at any time the financial position of the company and which enable the directors to ensure that the financial statements comply with the Companies Act (Cap. 386). This responsibility includes designing, implementing and maintaining such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The directors are also responsible for safeguarding the assets of the company, and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Additionally, the Directors of a multi-fund Company are responsible for ensuring that such separate records, accounts, statements and other records are kept as may be necessary to evidence the liabilities and assets of each sub-fund as distinct and separate from the assets and liabilities of other sub-funds in the same Company.

Comparative table

| | | Net Asset Value per unit | | | Net Asset Value | | |
|-------------------------------------|-----|--------------------------|-----------|-----------|-----------------|------------|------------|
| | | 31-Dec-19 | 31-Dec-18 | 31-Dec-17 | 31-Dec-19 | 31-Dec-18 | 31-Dec-17 |
| Euro High Income Bond Fund | | | | | | | |
| Class A | EUR | 126.55 | 117.72 | 125.83 | 3,153,725 | 3,511,754 | 4,291,593 |
| Class D | EUR | 92.61 | 89.56 | 99.49 | 40,838,298 | 41,887,181 | 48,787,775 |
| Global High Income Bond Fund | | | | | | | |
| Class A | USD | 128.60 | 116.67 | 120.55 | 1,567,239 | 1,956,258 | 2,574,709 |
| Class D | USD | 92.03 | 87.56 | 95.06 | 16,162,528 | 15,476,072 | 16,735,699 |
| Euro Equity Fund | | | | | | | |
| Class A | EUR | 123.07 | 118.24 | 119.11 | 7,746,972 | 6,242,584 | 7,650,643 |
| Global Balanced Income Fund | | | | | | | |
| Class A | EUR | 10.86 | 9.46 | 11.11 | 6,313,450 | 5,918,408 | 5,925,730 |
| Class B | EUR | 10.65 | 9.46 | - | 634,171 | 118,065 | - |
| Malta Government Bond Fund | | | | | | | |
| Class A | EUR | 108.73 | 99.74 | 100.22 | 19,012,307 | 12,530,602 | 1,880,857 |
| Emerging Markets Bond Fund | | | | | | | |
| Class A | USD | 103.37 | 93.63 | 99.78 | 642,032 | 646,658 | 414,198 |
| Class B | USD | 96.08 | 91.52 | 99.78 | 2,613,987 | 1,996,668 | 1,366,569 |
| Class C | EUR | 107.28 | 89.78 | 98.75 | 1,754,940 | 1,336,623 | 800,962 |
| Class D | EUR | 99.41 | 87.51 | 98.65 | 7,350,364 | 5,252,737 | 2,105,912 |
| Malta Balanced Income Fund | | | | | | | |
| Class A | EUR | 103.69 | 100.23 | - | 4,097,784 | 2,317,594 | - |
| Class B | EUR | 100.53 | 100.25 | - | 9,771,210 | 5,207,654 | - |

Statement of financial position

As at 31 December 2019

| | CC Funds SICAV plc EUR | Euro High Income Bond Fund EUR | Global High Income Bond Fund EUR | Euro Equity Fund EUR | Global Balanced Income Fund EUR | Malta Government Bond Fund EUR | Emerging Markets Bond Fund EUR | Malta Balanced Income Fund EUR |
|---|------------------------------|---|---|----------------------------|---|---|---|--|
| Assets | | | | | | | | |
| Financial assets at fair value through profit or loss | 105,297,606 | 41,004,066 | 14,575,041 | 7,278,922 | 6,704,480 | 14,892,534 | 9,568,479 | 11,274,084 |
| Prepayments and accrued income | 1,312,285 | 673,296 | 210,000 | 1,231 | 49,039 | 111,985 | 143,263 | 123,471 |
| Settlements receivable | 402,279 | 273,375 | - | 41,908 | 81,623 | - | 5,373 | - |
| Cash and cash equivalents | 12,504,352 | 2,182,051 | 1,083,191 | 592,971 | 259,018 | 4,044,174 | 1,356,435 | 2,985,512 |
| Total assets | 119,516,522 | 44,132,788 | 15,868,232 | 7,915,032 | 7,094,160 | 19,048,693 | 11,073,550 | 14,383,067 |
| Liabilities | | | | | | | | |
| Financial liabilities at fair value through profit or loss | 4,858 | 3,440 | - | - | - | - | 1,418 | - |
| Settlements payable | 724,905 | - | - | 128,817 | 115,500 | - | 3,588 | 477,000 |
| Accrued expenses and other payables | 398,181 | 145,629 | 56,438 | 39,342 | 31,747 | 38,657 | 44,800 | 41,568 |
| Total liabilities (excluding net assets attributable to holders of redeemable shares) | 1,127,944 | 149,069 | 56,438 | 168,159 | 147,247 | 38,657 | 49,806 | 518,568 |
| Net assets attributable to holders of redeemable shares | 118,388,578 | 43,983,719 | 15,811,794 | 7,746,873 | 6,946,913 | 19,010,036 | 11,023,744 | 13,864,499 |
| Represented by: | | | | | | | | |
| Founder shares (notes 8 and 10) | 1,000 | - | - | - | - | - | - | - |
| Net assets attributable to holders of redeemable shares calculated in accordance with the Company's offering memorandum | 118,394,008 | 43,982,318 | 15,811,794 | 7,746,873 | 6,947,620 | 19,012,308 | 11,024,099 | 13,868,996 |
| Adjustment for formation expenses capitalised and amortised according to the Company's offering memorandum but recognised under International Financial Reporting Standards (IFRS) as | (6,430) | 1,401 | - | - | (707) | (2,272) | (355) | (4,497) |
| | 118,388,578 | 43,983,719 | 15,811,794 | 7,746,873 | 6,946,913 | 19,010,036 | 11,023,744 | 13,864,499 |

The notes on pages 20 to 56 are an integral part of these annual financial statements.

As at 31 December 2018

| | CC Funds SICAV plc EUR | Euro High Income Bond Fund EUR | Global High Income Bond Fund EUR | Euro Equity Fund EUR | Global Balanced Income Fund EUR | Malta Government Bond Fund EUR | Emerging Markets Bond Fund EUR | Malta Balanced Income Fund EUR |
|--|------------------------------|---|---|----------------------------|---|---|--|--|
| Assets | | | | | | | | |
| Financial assets at fair value through profit or loss | 89,408,666 | 39,122,515 | 13,472,231 | 6,267,796 | 5,259,824 | 11,653,520 | 7,828,665 | 5,804,115 |
| Prepayments and accrued income | 1,234,058 | 695,029 | 219,767 | 716 | 33,429 | 97,887 | 134,228 | 53,002 |
| Settlements receivable | 39,452 | - | - | 39,452 | - | - | - | - |
| Cash and cash equivalents | 11,716,618 | 5,845,643 | 1,569,683 | (27,502) | 797,697 | 811,895 | 1,021,348 | 1,696,854 |
| Total assets | 102,398,794 | 45,663,187 | 15,261,681 | 6,280,462 | 6,090,950 | 12,563,302 | 8,984,241 | 7,553,971 |
| Liabilities | | | | | | | | |
| Financial liabilities at fair value through profit or loss | (167,046) | (98,329) | - | - | (22,578) | - | (46,139) | - |
| Accrued expenses and other payables | (401,213) | (165,923) | (59,509) | (37,878) | (31,899) | (32,700) | (44,581) | (28,723) |
| Total liabilities (excluding net assets attributable to holders of redeemable shares) | (568,259) | (264,252) | (59,509) | (37,878) | (54,477) | (32,700) | (90,720) | (28,723) |
| Net assets attributable to holders of redeemable shares | 101,830,535 | 45,398,935 | 15,202,172 | 6,242,584 | 6,036,473 | 12,530,602 | 8,893,521 | 7,525,248 |
| Represented by: | | | | | | | | |
| Founder shares (notes 8 and 10) | 1,000 | | | | | | | |
| Net assets attributable to holders of redeemable shares calculated in accordance with the Company's offering memorandum | 101,841,273 | 45,398,935 | 15,202,172 | 6,242,584 | 6,038,575 | 12,534,020 | 8,893,871 | 7,531,116 |
| Adjustment for formation expenses capitalised and amortised according to the Company's offering memorandum but recognised under International Financial Reporting Standards (IFRS) | (11,738) | - | - | - | (2,102) | (3,418) | (350) | (5,868) |
| | 101,830,535 | 45,398,935 | 15,202,172 | 6,242,584 | 6,036,473 | 12,530,602 | 8,893,521 | 7,525,248 |

These financial statements were approved by the board of directors, authorised for issue on 22 April 2020 and signed on its behalf by:



Carmel John Farrugia
Director



Nicholas Calamatta
Director

Statement of changes in net assets attributable to holders of redeemable shares

| | CC Funds SICAV plc EUR | Euro High Income Bond Fund EUR | Global High Income Bond Fund EUR | Euro Equity Fund EUR | Global Balanced Income Fund EUR | Malta Government Bond Funds EUR | Emerging Markets Bond Fund EUR | Malta Balanced Income Fund EUR |
|---|------------------------------|--|--|-------------------------------|---|--|---|---|
| 31 December 2019 | | | | | | | | |
| Net assets attributable to holders of redeemable shares as at 1 January 2019 | 101,830,535 | 45,398,935 | 15,202,172 | 6,242,584 | 6,036,473 | 12,530,602 | 8,893,521 | 7,525,248 |
| Amounts received on issue of shares | 24,834,756 | 1,291,049 | 381,547 | 1,966,044 | 1,107,272 | 9,777,080 | 2,908,280 | 7,403,484 |
| Amounts paid on redemption of shares | (15,385,211) | (4,348,317) | (985,895) | (2,159,116) | (1,102,473) | (4,517,672) | (1,167,925) | (1,103,813) |
| Increase in net assets attributable to holders of redeemable shares | 6,553,613 | 1,642,052 | 861,977 | 1,697,361 | 905,641 | 1,220,026 | 186,976 | 39,580 |
| Exchange rate differences arising on translation | 554,885 | - | 351,993 | - | - | - | 202,892 | - |
| Net assets attributable to holders of redeemable shares as at 31 December 2019 | 118,388,578 | 43,983,719 | 15,811,794 | 7,746,873 | 6,946,913 | 19,010,036 | 11,023,744 | 13,864,499 |
| | | | | | | | | |
| 31 December 2018 | | | | | | | | |
| Net assets attributable to holders of redeemable shares as at 1 January 2018 | 89,013,303 | 53,079,368 | 16,085,304 | 7,650,643 | 5,925,730 | 1,880,857 | 4,390,401 | - |
| Amounts received on issue of shares | 31,635,612 | 2,353,072 | 957,888 | 1,825,530 | 2,057,293 | 10,618,406 | 6,271,825 | 7,551,598 |
| Amounts paid on redemption of shares | (10,062,663) | (5,017,419) | (1,352,003) | (1,841,289) | (918,461) | (14,608) | (873,300) | (45,583) |
| (Decrease)/increase in net assets attributable to holders of redeemable shares | (9,786,465) | (5,016,086) | (1,187,876) | (1,392,300) | (1,028,089) | 45,947 | (1,227,294) | 19,233 |
| Exchange rate differences arising on translation | 1,030,748 | - | 698,859 | - | - | - | 331,889 | - |
| Net assets attributable to holders of redeemable shares as at 31 December 2018 | 101,830,535 | 45,398,935 | 15,202,172 | 6,242,584 | 6,036,473 | 12,530,602 | 8,893,521 | 7,525,248 |

The notes on pages 20 to 56 are an integral part of these annual financial statements.

Statement of profit or loss and other comprehensive income

1 January 2019 to 31 December 2019

| | CC Funds SICAV plc EUR | Euro High Income Bond Fund EUR | Global High Income Bond Fund EUR | Euro Equity Fund EUR | Global Balanced Income Fund EUR | Malta Government Bond Fund EUR | Emerging Markets Bond Fund EUR | Malta Balanced Income Fund EUR |
|--|------------------------------|---|---|-------------------------------|---|---|---|---|
| Income | | | | | | | | |
| Interest income | 4,038,167 | 1,983,373 | 791,081 | - | 119,298 | 393,330 | 520,027 | 231,058 |
| Dividend income | 559,973 | 26,391 | 47,394 | 192,315 | 96,494 | - | 5,044 | 192,335 |
| Net (losses)/gains on financial assets at fair value through profit or loss | (2,738,073) | (1,556,817) | (67,029) | (26,679) | (549,788) | 34,956 | (528,339) | (31,606) |
| Net gains on derivative instruments that are held for trading | 9,497,562 | 3,452,297 | 1,007,616 | 1,742,731 | 1,400,987 | 984,406 | 781,260 | 128,265 |
| Other income | 6,459 | 1,989 | 1,343 | - | - | - | 3,127 | - |
| Net investment gain | 11,364,088 | 3,907,233 | 1,780,405 | 1,908,367 | 1,066,991 | 1,412,692 | 781,119 | 520,052 |
| Expenses | | | | | | | | |
| Management fees | 1,065,708 | 450,650 | 159,292 | 96,430 | 85,102 | 79,085 | 108,859 | 86,290 |
| Administration fee | 225,792 | 68,773 | 24,494 | 30,000 | 12,500 | 30,000 | 30,025 | 30,000 |
| Custody fees | 78,087 | 24,533 | 10,045 | 7,255 | 6,873 | 10,039 | 9,721 | 9,621 |
| Legal fees | 6,601 | 3,253 | 1,060 | 458 | 409 | 561 | 565 | 295 |
| Audit fees | 29,564 | 4,256 | 4,094 | 4,299 | 4,256 | 4,241 | 4,119 | 4,299 |
| Directors' fees | 15,665 | 7,104 | 2,545 | 580 | 903 | 1,958 | 1,411 | 1,164 |
| Transaction fee | 42,275 | 10,735 | 5,844 | 8,951 | 990 | 7,625 | 3,646 | 4,484 |
| Other fees and charges | 244,481 | 71,763 | 25,183 | 18,549 | 19,631 | 22,609 | 59,645 | 27,101 |
| Total operating expenses | 1,708,173 | 641,067 | 232,557 | 166,522 | 130,664 | 156,118 | 217,991 | 163,254 |
| Operating profit | 9,655,915 | 3,266,166 | 1,547,848 | 1,741,845 | 936,327 | 1,256,574 | 563,128 | 356,798 |
| Finance costs | | | | | | | | |
| Distributions to holders of redeemable shares | (2,931,472) | (1,623,862) | (685,871) | - | (12,771) | - | (376,137) | (245,602) |
| Profit before tax | 6,724,443 | 1,642,304 | 861,977 | 1,741,845 | 923,556 | 1,256,574 | 186,991 | 111,196 |
| Withholding taxes | (170,830) | (252) | - | (44,484) | (17,915) | (36,548) | (15) | (71,616) |
| Increase in net assets attributable to holders of redeemable shares | 6,553,613 | 1,642,052 | 861,977 | 1,697,361 | 905,641 | 1,220,026 | 186,976 | 39,580 |
| Other comprehensive income | | | | | | | | |
| Items that may be reclassified subsequently to profit or loss: | | | | | | | | |
| Exchange rate differences arising on translation | 554,885 | - | 351,993 | - | - | - | 202,892 | - |
| Total comprehensive income for the year | 7,108,498 | 1,642,052 | 1,213,970 | 1,697,361 | 905,641 | 1,220,026 | 389,868 | 39,580 |

The notes on pages 20 to 56 are an integral part of these annual financial statements.

1 January 2018 to 31 December 2018

| | CC Funds SICAV plc EUR | Euro High Income Bond Fund EUR | Global High Income Bond Fund EUR | Euro Equity Fund EUR | Global Balanced Income Fund EUR | Malta Government Bond Fund EUR | Emerging Markets Bond Fund EUR | Malta Balanced Income Fund EUR |
|---|------------------------------|---|---|-------------------------------|---|---|---|---|
| Income | | | | | | | | |
| Interest income | 3,921,355 | 2,332,562 | 833,857 | - | 99,074 | 194,662 | 405,669 | 55,531 |
| Dividend income | 303,498 | 25,497 | 14,573 | 146,412 | 86,660 | - | 1,269 | 29,087 |
| Net (losses)/gains on financial assets at fair value through profit or loss | (10,153,859) | (4,902,985) | (1,131,887) | (1,332,071) | (997,895) | (21,225) | (1,806,971) | 39,175 |
| Net gains/(losses) on derivative instruments that are held for trading | 464,390 | 35,532 | - | - | (72,393) | - | 501,251 | - |
| Other income | 6,349 | 4,477 | 1,357 | 41 | 10 | - | 464 | - |
| Net investment (loss)/gain | (5,458,267) | (2,504,917) | (282,100) | (1,185,618) | (884,544) | 173,437 | (898,318) | 123,793 |
| Expenses | | | | | | | | |
| Management fees | (981,512) | (500,221) | (156,430) | (99,251) | (77,464) | (35,078) | (87,693) | (25,375) |
| Administration fee | (220,400) | (76,234) | (23,911) | (30,000) | (12,500) | (30,000) | (30,002) | (17,753) |
| Custody fees | (69,452) | (26,784) | (10,031) | (7342) | (6,238) | (7,382) | (8,173) | (3,502) |
| Legal fees | (3,821) | (2,244) | (700) | (331) | (258) | (74) | (154) | (60) |
| Audit fees | (28,637) | (4,130) | (4,001) | (4,130) | (4,130) | (4,188) | (3,928) | (4,130) |
| Directors' fees | (16,138) | (8,931) | (2,877) | (1,325) | (1,064) | (687) | (1,008) | (246) |
| Transaction fee | (62,832) | (15,060) | (4,425) | (5,520) | (2,864) | (15,726) | (9,554) | (9,683) |
| Other fees and charges | (250,490) | (94,285) | (32,069) | (19,599) | (20,259) | (17,510) | (35,779) | (30,989) |
| Total operating expenses | (1,633,282) | (727,889) | (234,444) | (167,498) | (124,777) | (110,645) | (176,291) | (91,738) |
| Operating (loss)/profit | (7,091,549) | (3,232,806) | (516,544) | (1,353,116) | (1,009,321) | 62,792 | (1,074,609) | 32,055 |
| Finance costs | | | | | | | | |
| Distributions to holders of redeemable shares | (2,605,395) | (1,781,408) | (671,302) | - | - | - | (152,685) | - |
| (Loss)/Profit before tax | (9,696,944) | (5,014,214) | (1,187,846) | (1,353,116) | (1,009,321) | 62,792 | (1,227,294) | 32,055 |
| Withholding taxes | (89,521) | (1,872) | (30) | (39,184) | (18,768) | (16,845) | - | (12,822) |
| (Decrease)/Increase in net assets attributable to holders of redeemable shares | (9,786,465) | (5,016,086) | (1,187,876) | (1,392,300) | (1,028,089) | 45,947 | (1,227,294) | 19,233 |
| Other comprehensive income | | | | | | | | |
| Items that may be reclassified subsequently to profit or loss: | | | | | | | | |
| Exchange rate differences arising on translation | 1,030,748 | - | 698,859 | - | - | - | 331,889 | - |
| Total comprehensive income/ (expense) for the year | (8,755,717) | (5,016,086) | (489,017) | (1,392,300) | (1,028,089) | 45,947 | (895,405) | 19,233 |

Statement of cash flows

For the year ended 31 December 2019

| | CC Funds SICAV plc EUR | Euro High Income Bond Fund EUR | Global High Income Bond Fund EUR | Euro Equity Fund EUR | Global Balanced Income Fund EUR | Malta Government Bond Fund EUR | Emerging Markets Bond Fund EUR | Malta Balances Income Bond Fund EUR |
|--|------------------------------|--|--|-------------------------------|---|---|---|---|
| Cash flows from operating activities | | | | | | | | |
| Profit after distributions and before tax | 6,724,443 | 1,642,304 | 861,977 | 1,741,845 | 923,556 | 1,256,574 | 186,991 | 111,196 |
| Adjustments for: | | | | | | | | |
| Interest income | (4,038,167) | (1,983,373) | (791,081) | - | (119,298) | (393,330) | (520,027) | (231,058) |
| Dividend income | (559,973) | (26,391) | (47,394) | (192,315) | (96,494) | - | (5,044) | (192,335) |
| Distributions paid to holders of redeemable shares | 2,944,243 | 1,623,862 | 685,871 | - | 12,771 | - | 376,137 | 245,602 |
| Net movement in financial assets at fair value through profit or loss | (16,051,128) | (1,976,440) | (1,102,810) | (1,011,126) | (1,467,234) | (3,239,014) | (1,784,535) | (5,469,969) |
| Movement in other receivables | (441,054) | (251,642) | 9,767 | (2,971) | (97,233) | (14,098) | (14,408) | (70,469) |
| Movement in accrued expenses and other payables | 721,873 | (20,294) | (3,071) | 130,281 | 115,348 | 5,957 | 3,807 | 489,845 |
| Cash flows (used in)/ generated from operations | (10,699,763) | (991,974) | (386,741) | 665,714 | (728,584) | (2,383,911) | (1,757,079) | (5,117,188) |
| Interest received | 4,038,167 | 1,983,373 | 791,081 | - | 119,298 | 393,330 | 520,027 | 231,058 |
| Dividends received | 559,973 | 26,391 | 47,394 | 192,315 | 96,494 | - | 5,044 | 192,335 |
| Tax paid | (170,830) | (252) | - | (44,484) | (17,915) | (36,548) | (15) | (71,616) |
| Net cash flows (used in)/ generated from operating activities | (6,272,453) | 1,017,538 | 451,734 | 813,545 | (530,707) | (2,027,129) | (1,232,023) | (4,765,411) |
| Cash flows from financing activities | | | | | | | | |
| Distributions paid to holders of redeemable shares | (2,944,243) | (1,623,862) | (685,871) | - | (12,771) | - | (376,137) | (245,602) |
| Proceeds from issue of units | 24,834,756 | 1,291,049 | 381,547 | 1,966,044 | 1,107,272 | 9,777,080 | 2,908,280 | 7,403,484 |
| Outflows from redemption of units | (15,385,211) | (4,348,317) | (985,895) | (2,159,116) | (1,102,473) | (4,517,672) | (1,167,925) | (1,103,813) |
| Cash flows generated from/(used in) financing activities | 6,505,302 | (4,681,130) | (1,290,219) | (193,072) | (7,972) | 5,259,408 | 1,364,218 | 6,054,069 |
| Effect of exchange rate fluctuations on translation of cash flows from functional to presentation currency | 554,885 | - | 351,993 | - | - | - | 202,892 | - |
| Net increase/(decrease) in cash and cash equivalents | 787,734 | (3,663,592) | (486,492) | 620,473 | (538,679) | 3,232,279 | 335,087 | 1,288,658 |
| Cash and cash equivalents at the beginning of the year | 11,716,618 | 5,845,643 | 1,569,683 | (27,502) | 797,697 | 811,895 | 1,021,348 | 1,696,854 |
| Cash and cash equivalents at the end of the year | 12,504,352 | 2,182,051 | 1,083,191 | 592,971 | 259,018 | 4,044,174 | 1,356,435 | 2,985,512 |

For the year ended 31 December 2018

| | CC Funds SICAV plc | Euro High Income Bond Fund | Global High Income Bond Fund | Euro Equity Fund | Global Balanced Income Fund | Malta Government Bond Fund | Emerging Markets Bond Fund USD | Malta Balances Income Bond Fund |
|--|-----------------------|----------------------------------|---------------------------------------|------------------------|--------------------------------------|----------------------------------|---|--|
| | EUR | EUR | EUR | EUR | EUR | EUR | EUR | EUR |
| Cash flows from operating activities | | | | | | | | |
| (Loss)/profit after distributions and before tax | -9,696,944 | -5,014,214 | -1,187,846 | -1,353,116 | -1,009,321 | 62,792 | -1,227,294 | 32,055 |
| Adjustments for: | | | | | | | | |
| Interest income | -3,921,355 | -2,332,562 | -833,857 | - | -99,074 | -194,662 | -405,669 | -55,531 |
| Dividend income | -303,498 | -25,497 | -14,573 | -146,412 | -86,660 | - | -1,269 | -29,087 |
| Distributions paid to holders of redeemable shares | 2,605,395 | 1,781,408 | 671,302 | - | - | - | 152,685 | - |
| Net movement in financial assets at fair value through profit or loss | -11,042,056 | 8,094,423 | 526,814 | 1,259,438 | 130,207 | -10,040,945 | -5,207,878 | -5,804,115 |
| Movement in other receivables | -34,882 | 7,857 | 3,198 | -39,308 | 2,577 | 63 | -124 | -9,145 |
| Movement in accrued expenses and other payables | 53,349 | -21,731 | -2,987 | -7,520 | 888 | 28,570 | 27,406 | 28,723 |
| Cash flows (used in)/ generated from operations | -22,339,991 | 2,489,684 | -837,949 | -286,918 | -1,061,383 | -10,144,182 | -6,662,143 | -5,837,100 |
| Interest received | 3,774,778 | 2,407,224 | 829,989 | - | 98,774 | 116,419 | 310,698 | 11,674 |
| Dividends received | 303,498 | 25,497 | 14,573 | 146,412 | 86,660 | - | 1,269 | 29,087 |
| Tax paid | -89,521 | -1,872 | -30 | -39,184 | -18,768 | -16,845 | - | -12,822 |
| Net cash flows (used in)/generated from operating activities | -18,351,236 | 4,920,533 | 6,583 | -179,690 | -894,717 | -10,044,608 | -6,350,176 | -5,809,161 |
| Cash flows from financing activities | | | | | | | | |
| Distributions paid to holders of redeemable shares | -2,605,395 | -1,781,408 | -671,302 | - | - | - | -152,685 | - |
| Proceeds from issue of units | 31,635,612 | 2,353,072 | 957,888 | 1,825,530 | 2,057,293 | 10,618,406 | 6,271,825 | 7,551,598 |
| Outflows from redemption of units | -10,062,663 | -5,017,419 | -1,352,003 | -1,841,289 | -918,461 | -14,608 | -873,300 | -45,583 |
| Cash flows generated from/(used in) financing activities | 18,967,554 | -4,445,755 | -1,065,417 | -15,759 | 1,138,832 | 10,603,798 | 5,245,840 | 7,506,015 |
| Effect of exchange rate fluctuations on translation of cash flows from functional to presentation currency | 1,030,748 | - | 698,859 | - | - | - | 331,889 | - |
| Net increase/(decrease) in cash and cash equivalents | 1,647,066 | 474,778 | -359,975 | -195,449 | 244,115 | 559,190 | -772,447 | 1,696,854 |
| Cash and cash equivalents at the beginning of the year | 10,069,552 | 5,370,865 | 1,929,658 | 167,947 | 553,582 | 252,705 | 1,793,795 | - |
| Cash and cash equivalents at the end of the year | 11,716,618 | 5,845,643 | 1,569,683 | -27,502 | 797,697 | 811,895 | 1,021,348 | 1,696,854 |

The notes on pages 20 to 56 are an integral part of these annual financial statements.

Notes to the annual financial statements

1. Reporting Entity

CC Funds SICAV plc (formerly Calamatta Cuschieri Funds SICAV plc) (the “Company”) is an open-ended collective investment scheme organised as a multi-fund public limited liability company with variable share capital (SICAV) incorporated in Malta in terms of the Companies Act, 1995 (Cap 386, Laws of Malta) on 3 June 2011 with registration number SV186. The Company qualifies as a ‘Maltese UCITS’ in terms of the Investment Services Act (Marketing of UCITS) Regulations (S.L. 370.18, Laws of Malta) and has its registered address in Ewropa Business Centre, Dun Karm Street, Birkirkara, BKR 9034, Malta.

These financial statements comprise the Company’s financial statements which include the following licensed sub-funds (the “sub-funds”) at 31 December 2019: Euro High Income Bond Fund, Global High Income Bond Fund, Euro Equity Fund, Global Balanced Income Fund (licenced 7 August 2015), Malta Government Bond Fund (licenced 1 March 2017) which is listed on the Malta Stock Exchange, Emerging Markets Bond Fund (licenced 1 October 2017) and Malta Balanced Income Fund (licenced 12 February 2018).

Reference to the term “combined” in these financial statements represents the aggregated figures for CC Funds SICAV plc, the Company. Therefore, the combined financial statements do not represent consolidated figures but merely an aggregation of the financial performance, cash flows and financial position for each of the 7 constituted sub-funds.

In March 2019, the name of the Company changed from Calamatta Cuschieri Funds SICAV plc to CC Funds SICAV plc. Administrator’s name changed from Calamatta Cuschieri Fund Services Limited to CC Fund Services (Malta) Limited. Additionally, CC High Income Bond Fund EUR changed to Euro High Income Bond Fund, CC High Income Bond Fund USD name changed to Global High Income Bond Fund and Malta Income Fund name changed to Malta Balanced Income Fund.

2. Basis of preparation and significant accounting policies

2.1. Statement of compliance

The financial statements have been prepared and presented in accordance with International Financial Reporting Standards as adopted by the EU (“the applicable framework”). All references in these financial statements to IAS, IFRS or SIC/IFRIC interpretations refer to those adopted by the EU. These financial statements have also been prepared and presented in accordance with the provisions of the Companies Act, 1995 (Cap 386, Laws of Malta).

2.2. Basis of measurement

The financial statements have been prepared on the historical cost basis except for financial instruments at fair value through profit or loss and derivative financial instruments which are measured at fair value.

2.3. Functional and presentation currency

The financial statements are presented in Euro (EUR), which is the presentation currency of the seven sub-funds, rounded to the nearest unit. The Euro is also the functional currency of the Euro High Income Bond Fund, Global Balanced Income Fund, Euro Equity Fund, Malta Balanced Income Fund and the Malta Government Bond Fund. The functional currency of the Global High Income Bond Fund and the Emerging Markets Bond Fund is the USD.

2.4. Use of estimates and judgements

The preparation of financial statements in conformity with the applicable framework requires the Directors to make judgements, estimates and assumptions that affect both the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In the opinion of the directors, the accounting estimates and judgements made in the course of preparing these financial statements are not difficult, subjective or complex to a degree which would warrant their descriptions as significant and critical in terms of the requirements of IAS 1 (revised).

3. Significant accounting policies

The accounting policies set out below have been applied consistently during the year.

3.1. Foreign currency translations

Transactions in foreign currencies are translated to the functional currency at the spot exchange rate at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the reporting date are retranslated to the functional currency at the spot exchange rate at that date. The foreign currency gain or loss on monetary items is the difference between amortised cost in the functional currency at the beginning of the year, adjusted for effective interest and payments during the year, and the amortised cost in foreign currency translated at the exchange rate at the end of the year.

The functional currency of the Global High Income Bond Fund and the Emerging Markets Bond Fund is the USD. As allowed by sub-legislation 386.02 of the Companies Act (Investment Companies with Variable Share Capital) Regulations, a Company with sub-funds whose capital is denominated in different currencies may elect to present its financial statements in any one of these currencies. Consequently, the financial statements of the Company are presented in Euro being the currency in which the majority of the sub-funds' share capital is denominated. For the purpose of presenting these financial statements, income and expenses (including comparatives) are translated from the functional currency to Euro at the exchange rates ruling on the date of the transaction. Assets and liabilities (including comparatives) are translated from the functional currency to Euro at the exchange rate ruling at the date of the statement of financial position. Exchange differences are recognised in other comprehensive income.

3.2. Financial assets and financial liabilities

3.2.1. Recognition

The Company recognises financial assets on the date it commits to purchase the assets, using trade date accounting. From this date any gains and losses arising from changes in fair value of the financial assets are recorded in the period in which they arise.

Where applicable, interest income on financial assets at fair value through profit or loss is disclosed within the line item 'interest income', while dividend income from financial assets at fair value through profit or loss is recognised in the statement of profit or loss and other comprehensive income within dividend income. Fair value gains or losses are recognised within Net gains/(losses) on financial assets at fair value through profit or loss.

Financial liabilities are recognised when the entity becomes party to the contractual provisions of the instrument.

Financial assets and financial liabilities are offset and the net amount presented in the statement of financial position when the Company has a legally enforceable right to set off the recognised amounts and intends to settle on a net basis or to realise the asset and settle the liability simultaneously.

3.2.2. Classification and measurement

The Company classifies its financial assets as subsequently measured at amortised cost or measured at FVTPL on the basis of both:

- The entity's business model for managing the financial assets; and
- The contractual cash flow characteristics of the financial asset.

Financial assets at amortised cost

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Financial assets measured at amortised cost include term deposits, other receivables (representing amounts receivable for transactions contracted for but not yet delivered by the end of the period) and cash and cash equivalents.

An assessment of business models for managing financial assets is fundamental to the classification of a financial asset. The Company determines the business models at a level that reflects how groups of financial assets are managed together to achieve a particular business objective.

For financial assets at amortised cost, appropriate allowances for expected credit losses ('ECLs') are recognised in profit or loss in accordance with the Company's accounting policy on ECLs.

Financial assets at FVTPL

A financial asset is measured at FVTPL if it is not held within a business model whose objective is either to collect contractual cash flows, or to both collect contractual cash flows and sell or its contractual terms do not give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

At initial recognition, the Company may irrevocably designate a financial asset as measured at FVTPL when doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases.

The Company includes in this category, derivative contracts in an asset position, financial assets classified as held for trading, financial assets managed, evaluated and reported on a fair value basis in accordance with the Funds' documented investment strategy, and those financial investments and term deposits whose contractual cash flows do not solely represent payments of principal and interest, which are mandatorily measured at FVTPL.

3.2.3. Fair value measurement principles

The fair value of quoted financial instruments is based on their quoted market prices at the reporting date without any deduction for estimated future selling costs and adjusted for any tax effect on the maturity of such instruments. Financial assets and financial liabilities are priced at current mid-market or the last traded price where this falls within the bid-ask yield.

Unquoted investments are valued at initial value restated at fair value as determined by the Directors, acting on the advice of the Investment Manager or such other person commissioned and appointed from time to time for that purpose by the Directors. The fair value is estimated using valuation techniques, including the use of recent arm's length market transactions, reference to the current fair value of another instrument that is substantially the same, discounted cash flow techniques, option pricing models or any other valuation techniques that provide a reliable estimate of prices obtained in actual market transactions.

Investments in collective investment schemes (private investment funds) are valued at fair value, as determined by the administrator of the private investment fund and/or based on the independently audited net asset values of the private investment funds.

For those private investment funds for which independently audited financial statements are not available or their year-end is not co-terminous with that of the Company, the board of directors bases its valuation on the private investments funds' net asset values as calculated by the administrator of such private investment funds at the reporting date. It is possible that the underlying private investment funds' results may subsequently be adjusted when such results are subjected to an audit, and the adjustments may be material. In determining fair value, the administrator utilises the valuations of the underlying private investment funds to determine the fair value of its interest. The underlying private investment funds value securities and other financial instruments on a mark-to-market of fair value basis of accounting.

The fair value of investments that are not exchange-traded is estimated at the amount that the Company would receive, or pay, to terminate the contract at the reporting date, taking into account current market conditions, volatility, appropriate yield curve and the current creditworthiness of the counterparties.

Derivative financial assets are classified as fair value through profit and loss. During the current and prior year, the Company did not designate any of its derivative financial instruments in a hedging relationship for accounting purposes. After initial recognition, derivative financial instruments are measured at their fair value. Gains and losses arising from a change in fair value are recognised in the statement of profit or loss and other comprehensive income in the period in which they arise.

3.2.4. Identification and measurement of impairment

The Company recognises a loss allowance for ECLs on the following – financial assets at amortised cost.

Under IFRS 9, loss allowances are measured on either of the following bases:

- 12-month ECLs: these are ECLs that result from possible default events within the 12 months after the reporting date; and
- Lifetime ECLs: these are ECLs that result from all possible default events over the expected life of a financial instrument.

The Company measures loss allowances at an amount equal to lifetime ECLs, except for the following, which are measured as 12-month ECLs:

- Financial assets that are determined to have a low credit risk at the reporting date; and
- Other financial assets for which credit risk (i.e. the risk of default occurring over the expected life of the financial instrument) has not increased significantly since initial recognition.

A financial instrument is determined to have low credit risk if i) the financial instrument has a low risk of default, ii) the borrower has a strong capacity to meet its contractual cash flow obligations in the near term and iii) adverse changes in economic and business conditions in the longer term may, but will not necessarily, reduce the ability of the borrower to fulfil its contractual cash flow obligations. The Company considers a financial asset to have low credit risk when it has an internal or external credit rating of 'investment grade' as per globally understood definitions. To the extent applicable, the Company has applied the low credit risk assumption for the following classes of financial assets – cash at bank and term deposits.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. In this regard, the Company has an internal credit scoring system in place that analyses the credit quality of the counterparties accordingly. Such credit scoring system takes into consideration both quantitative and qualitative information and analysis, based on the Company's historical experience and informed credit assessment, and also considers the counterparties' macroeconomic context.

The Company has elected the rebuttable presumption from IFRS 9 by assuming that the credit risk on a financial asset has increased significantly if the financial asset is more than 30 days past due.

Moreover, unless the low credit risk assumption is applied, if the counterparty becomes downgraded by two notches (or more) based on the credit score assessment, the Company deems the financial asset's credit risk to have increased significantly. Moreover, the Company considers a financial asset to be in default when:

- The borrower is unlikely to pay its credit obligations to the Company in full, without recourse by the Company to actions such as realizing security (if any is held); or
- The financial asset is more than 90 days past due.

The maximum period considered when estimated ECLs is the maximum contractual period over which the Company is exposed to credit risk.

A financial asset is credit-impaired when one or more events that have a detrimental impact on the estimated future cash flows of that financial asset have occurred. Evidence that a financial asset is credit-impaired includes observable data about the following events: significant financial difficulty; a breach of contract, such as a default or past due event; the lender(s) of the borrower, for economic or contractual reasons relating to the borrower's financial difficulty, having granted to the borrower a concession(s) that the lender(s) would not otherwise consider; it is becoming probable that the borrower will enter bankruptcy or other financial reorganisation; or the disappearance of an active market for that financial asset because of financial difficulties.

The Company writes off a financial asset when there is information indicating that the counterparty is in severe financial difficulty and there is no realistic prospect of recovery.

For financial assets, the credit loss is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive, discounted at the original effective interest rate. ECLs represent the weighted average of credit losses with the respective risks of a default occurring as the weights.

Under IFRS 9, the Company has incorporated forward-looking information, where applicable. A third party provider has been engaged to provide forward-looking PDs and LGDs.

3.2.5. Derecognition

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or when it transfers the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all the risks and rewards of ownership and does not retain control of the financial asset. Any interest in transferred financial assets that qualify for derecognition that is created or retained by the Company is recognised as a separate asset or liability in the statement of financial position. On derecognition of a financial asset, the difference between the carrying amount of the asset (and the carrying amount allocated to the portion of the asset derecognised), and the consideration received (including any new asset obtained, less any new liability assumed) is recognised in the statement of profit or loss and other comprehensive income.

The Company enters into transactions whereby it transfers assets recognised on its statement of financial position but retains either all or substantially all of the risks and rewards of the transferred assets or a portion of them. If all or substantially all risks and rewards are retained, then the transferred assets are not derecognised. Transfers of assets with retention of all or substantially all risks and rewards would include, for example, securities lending and repurchase transactions. The Company derecognises a financial liability when its contractual obligations are discharged or cancelled or expire.

3.3. Redeemable shares

The Company classifies financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of instruments.

The redeemable shares provide investors with the right to require redemption for cash at a value proportionate to the investor's share in the sub-funds' net assets at the redemption date and also in the event of the sub-funds' liquidation.

The redeemable shares are classified as financial liabilities from the perspective of the company and are measured at the present value of the redemption amounts.

3.4. Cash and cash equivalents

Cash comprises current deposits with banks with original maturities of less than three months. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes.

3.5. Net assets attributable to holders of redeemable shares

The liability by the Company to holders of redeemable shares is presented in the statement of financial position as "Net assets attributable to holders of redeemable shares" and is determined based on the residual assets of the Company after deducting all other liabilities.

3.6. Interest income and dividend income

Interest income is recognised in the statement of profit or loss and other comprehensive income as it accrues using the effective interest method and, where applicable, gross of withholding tax. Dividend income is recognised when the right to receive payment is established, which in the case of quoted securities is the ex-dividend date.

3.7. Finance costs

Proposed distributions to holders of redeemable shares are recognised in the statement of profit or loss and other comprehensive income when they are appropriately authorised and no longer at the discretion of the Company. This typically occurs when proposed distribution is ratified at the Annual General Meeting. The distribution on the redeemable shares is recognised as a finance cost in the statement of profit or loss and other comprehensive income.

3.8. Net gains/(losses) from financial instruments at fair value through profit or loss

Net gains/losses from financial instruments at fair value through profit or loss includes all realised and unrealised fair value changes and foreign exchange differences but excludes interest and dividend income. Net realised gain from financial instruments at fair value through profit or loss is calculated using the first-in-first-out method.

3.9. Expenses

All expenses, including management fees, administration fees and custodian fees, are recognised in the statement of profit or loss and other comprehensive income on an accrual basis and are accordingly expensed as incurred. Formation expenses are recognised as an expense when incurred.

Transaction costs are costs incurred to acquire financial assets or liabilities at fair value through profit or loss. They include fees and commissions paid to agents, advisers, brokers and dealers. Transaction costs, when incurred, are immediately recognised in profit or loss as an expense.

3.10. Taxation

Under the current system of taxation in Malta, the Company is exempt from paying taxes on income, profits or capital gains. Dividend and interest income received by the Company may be subject to withholding tax imposed in the country of origin.

3.11. Initial application of International Financial Reporting Standards and International Financial Reporting Standards in issue but not yet effective

International Financial Reporting Standards in issue but not yet effective

IAS 1 & IAS 8 Amendment – Definition of material

The amendments clarify the definition of material and how it should be applied by including in the definition guidance that until now has featured elsewhere in IFRS Standards. In addition, the explanations accompanying the definition have been improved. Finally, the amendments ensure that the definition of material is consistent across all IFRS Standards. These amendments are effective for annual periods beginning on or after 1 January 2020.

The directors anticipate that the adoption of other International Financial Reporting Standards that were in issue at the date of authorisation of these financial statements but not yet effective will have no material impact on the financial statements of the company in the period of initial application.

4. Share capital

The Company's capital is represented by the redeemable shares outstanding. The number of shares at the end of the year is analysed below:

| | Number of shares | | | | | | |
|-------------------------|----------------------------|------------------------------|------------------|-----------------------------|----------------------------|----------------------------|----------------------------|
| | Euro High Income Bond Fund | Global High Income Bond Fund | Euro Equity Fund | Global Balanced Income Fund | Malta Government Bond Fund | Emerging Markets Bond Fund | Malta Balanced Income Fund |
| 31 December 2019 | | | | | | | |
| Units issued | | | | | | | |
| Class A - EUR | 24,920 | - | 62,946 | 581,164 | 174,844 | - | 39,519 |
| Class A - USD | - | 12,187 | - | - | - | 6,211 | - |
| Class B - EUR | - | - | - | 59,564 | - | - | 97,195 |
| Class B - USD | - | - | - | - | - | 27,205 | - |
| Class C - EUR | - | - | - | - | - | 16,358 | - |
| Class D - EUR | 440,935 | - | - | - | - | - | - |
| Class D - USD | - | 175,604 | - | - | - | 73,932 | - |
| | 465,855 | 187,791 | 62,946 | 640,728 | 174,844 | 123,706 | 136,714 |

| | Number of shares | | | | | | |
|-------------------------|----------------------------|------------------------------|------------------|-----------------------------|----------------------------|----------------------------|----------------------------|
| | Euro High Income Bond Fund | Global High Income Bond Fund | Euro Equity Fund | Global Balanced Income Fund | Malta Government Bond Fund | Emerging Markets Bond Fund | Malta Balanced Income Fund |
| 31 December 2018 | | | | | | | |
| Units issued | | | | | | | |
| Class A - EUR | 29,830 | - | 64,668 | 625,449 | 125,629 | - | 23,122 |
| Class A - USD | - | 16,767 | - | - | - | 6,906 | - |
| Class B - EUR | - | - | - | 12,477 | - | - | 51,949 |
| Class B - USD | - | - | - | - | - | 21,817 | - |
| Class C - EUR | - | - | - | - | - | 14,887 | - |
| Class D - EUR | 467,686 | - | - | - | - | 60,021 | - |
| Class D - USD | - | 176,743 | - | - | - | - | - |
| | 497,516 | 193,510 | 64,668 | 637,926 | 125,629 | 103,631 | 75,071 |

Analysed as follows:

| | Euro High Income Bond Fund | Global High Income Bond Fund | Euro Equity Fund | Global Balanced Income Fund | Malta Government Bond Fund | Emerging Markets Bond Fund | Malta Balanced Income Fund |
|--|----------------------------------|------------------------------------|---------------------|--------------------------------------|----------------------------------|----------------------------------|-------------------------------------|
| 31 December 2019 | | | | | | | |
| Units in issue as at 1 January 2019 | 497,516 | 193,510 | 64,668 | 637,926 | 125,629 | 103,631 | 75,071 |
| Creation of units during the year | | | | | | | |
| Class A - EUR | 5,640 | - | 17,235 | 59,801 | 92,868 | - | 21,800 |
| Class A - USD | - | 364 | - | - | - | 574 | - |
| Class B - EUR | - | - | - | 49,676 | - | - | 50,570 |
| Class B - USD | - | - | - | - | - | 6,122 | - |
| Class C - EUR | - | - | - | - | - | 6,789 | - |
| Class D - EUR | 6,544 | - | - | - | - | 19,439 | - |
| Class D - USD | - | 4,186 | - | - | - | - | - |
| Redemption of units during the year | | | | | | | |
| Class A - EUR | (10,550) | - | (18,957) | (104,086) | (43,653) | - | (5,403) |
| Class A - USD | - | (4,944) | - | - | - | (1,270) | - |
| Class B - EUR | - | - | - | (2,589) | - | - | (5,324) |
| Class B - USD | - | - | - | - | - | (733) | - |
| Class C - EUR | - | - | - | - | - | (5,318) | - |
| Class D - EUR | (33,295) | - | - | - | - | (5,528) | - |
| Class D - USD | - | (5,325) | - | - | - | - | - |
| Units in issue as at 31 December 2019 | 465,855 | 187,791 | 62,946 | 640,728 | 174,844 | 123,706 | 136,714 |
| 31 December 2018 | | | | | | | |
| Units in issue as at 1 January 2018 | 524,443 | 197,404 | 64,710 | 531,198 | 18,768 | 47,306 | - |
| Creation of units during the year | | | | | | | |
| Class A - EUR | 7,139 | - | 15,724 | 177,789 | 107,007 | - | 23,216 |
| Class A - USD | - | 396 | - | - | - | 3,164 | - |
| Class B - EUR | - | - | - | 12,477 | - | - | 52,310 |
| Class B - USD | - | - | - | - | - | 9,093 | - |
| Class C - EUR | - | - | - | - | - | 8,762 | - |
| Class D - EUR | 15,255 | - | - | - | - | 45,100 | - |
| Class D - USD | - | 11,801 | - | - | - | - | - |
| Redemption of units during the year | | | | | | | |
| Class A - EUR | (11,414) | - | (15,766) | (83,538) | (146) | - | (94) |
| Class A - USD | - | (4,986) | - | - | - | (409) | - |
| Class B - EUR | - | - | - | - | - | (972) | - |
| Class B - USD | - | - | - | - | - | - | (361) |
| Class C - EUR | (37,907) | - | - | - | - | (6,427) | - |
| Class D - EUR | - | (11,105) | - | - | - | - | - |
| Class D - USD | - | - | - | - | - | - | - |
| Units in issue as at 31 December 2018 | 497,516 | 193,510 | 64,668 | 637,926 | 125,629 | 103,631 | 75,071 |

The authorised share capital of the Company amounting to 1,000,001,000 shares has not been assigned any nominal value. The paid-up share capital of the Company shall at all times be equal to the net asset value of the sub-funds. The Company was incorporated by the issue of 1,000 founder shares with no nominal value. The effect of the proceeds from the issue of the founder shares is reflected in the combined amounts in these annual financial statements.

5. Dividends

5.1. Dividends distributed

During the year, the following sub-funds declared and paid dividends as follows:

| | Euro High Income Bond Fund EUR | Global High Income Bond Fund USD | Global Balanced Income Fund EUR | Emerging Markets Bond Fund EUR | Emerging Markets Bond Fund USD | Malta Balanced Income Fund EUR |
|------------------------------------|---|---|--|---|---|---|
| 31 December 2019 | | | | | | |
| Dividend paid on 31.03.2019 | | | | | | |
| Dividend per share | 1.8122 | 2.2402 | - | 2.2581 | 2.3830 | 1.6256 |
| Total distributions | 835,584 | 393,331 | - | 137,418 | 53,444 | 104,687 |
| Dividend paid on 30.09.2019 | | | | | | |
| Dividend per share | 1.7658 | 2.0939 | - | 2.2340 | 2.3999 | 1.5537 |
| Total distributions | 788,278 | 365,386 | - | 140,360 | 55,277 | 140,915 |
| Dividend paid on 03.12.2019 | | | | | | |
| Dividend per share | - | - | 0.2144 | - | - | - |
| Total distributions | - | - | 12,771 | - | - | - |
| 31 December 2018 | | | | | | |
| Dividend paid on 31.03.2018 | | | | | | |
| Dividend per share | 1.8429 | 2.2870 | - | 0.4930 | 0.5026 | - |
| Total distributions | 896,199 | 406,658 | - | 21,571 | 8,506 | - |
| Dividend paid on 30.09.2018 | | | | | | |
| Dividend per share | 1.8630 | 2.2376 | - | 1.6014 | 1.6602 | - |
| Total distributions | 885,208 | 395,985 | - | 93,650 | 35,461 | - |

5.2. Dividend policies

(a) Euro High Income Bond Fund

It is intended that the Company will distribute dividends in respect of the Class B, Class D and Class F Investor Shares in such amounts and with such frequency as may be determined by the Directors in accordance with the Prospectus. It is envisaged, but no guarantee is given, that most or all of the net income of the Sub-Fund will be declared on a six monthly basis (each being an "Interim Period") ending as follows: 31st March and 30th September (each a "Dividend Cut-Off Date") and this in the form of interim dividends. At each annual general meeting, a final dividend may, if recommended by the Directors and approved by the Shareholders, also be paid.

(b) Global High Income Bond Fund

It is intended that the Company will distribute dividends in respect of the Class D (Distribution) Investor Shares in such amounts and with such frequency as may be determined by the Directors in accordance with the Prospectus. It is envisaged, but no guarantee is given, that most or all of the net income of the Sub-Fund will be declared on a six monthly basis (each being an "Interim Period") ending as follows: 31st March and 30th September (each a "Dividend Cut-Off Date") and this in the form of interim dividends. At each annual general meeting, a final dividend may, if recommended by the Directors and approved by the Shareholders, also be paid.

(c) Global Balanced Income Fund

It is intended that the Company will distribute dividends in respect of the Class B (Distributor) Investor Shares and the Class D (Distributor) Investor Shares in such amounts and with such frequency as may be determined by the Directors in accordance with the Prospectus. It is envisaged, but no guarantee is given, that most or all of the net income of the Sub-Fund will be declared on an annual basis (each being an "Interim Period") ending as follows: 30th November (each a "Dividend Cut-Off Date") and this in the form of interim dividends. At each annual general meeting, a final dividend may, if recommended by the Directors and approved by the Shareholders, also be paid.

(d) Emerging Markets Bond Fund

It is intended that the Company will distribute dividends in respect of the Class B, Class D and Class F Investor Shares in such amounts and with such frequency as may be determined by the Directors in accordance with the Prospectus. It is envisaged, but no guarantee is given, that most or all of the net income of the Sub-Fund will be declared on a six monthly basis (each being an "Interim Period") ending as follows: 31st March and 30th September (each a "Dividend Cut-Off Date") and this in the form of interim dividends. At each annual general meeting, a final dividend may, if recommended by the Directors and approved by the Shareholders, also be paid.

(e) Malta Balanced Income Fund

It is intended that the Company will distribute dividends in respect of the Class B (Distribution) Investor Shares and in respect of the Class D (Distribution) Investor Shares in such amounts and with such frequency as may be determined by the Directors in accordance with the Prospectus. It is envisaged, but no guarantee is given, that most or all of the net income of the Sub-Fund will be declared on a six monthly basis (each being an "Interim Period") ending as follows: 30th April and 31st October (each a "Dividend Cut-Off Date") and this in the form of interim dividends. At each annual general meeting, a final dividend may, if recommended by the Directors and approved by the Shareholders, also be paid.

(f) Malta Government Bond Fund

It is intended that the Company will not distribute dividends in respect of the Investor Shares.

(g) Euro Equity Fund

It is intended that the Company will not distribute dividends in respect of the Investor Shares.

6. Management fees and other expenses

(a) Management fees**Euro High Income Bond Fund (formerly High Income Bond Fund – EUR)**

The Investment Manager receives a fee of 1% of the net asset value of the sub-fund per annum as well as reimbursement of out-of-pocket expenses.

The management fees incurred for the year were € 450,650 (2018: € 500,221) of which € 115,824 (2018: € 122,815) was due to the Investment Manager as at the reporting date.

Global High Income Bond Fund (formerly High Income Bond Fund USD)

The Investment Manager receives a fee of 1% of the net asset value of the sub-fund per annum as well as reimbursement of out-of-pocket expenses.

The management fees incurred for the year were € 159,292 (2018: € 156,430) of which € 41,688 (2018: € 40,309) was due to the Investment Manager as at the reporting date.

Euro Equity Fund

The Investment Manager receives a fee of 1.35% of the net asset value of the sub-fund per annum as well as reimbursement of out-of-pocket expenses.

The management fees incurred for the year were € 96,430 (2018: € 99,251) of which € 25,159 (2018: € 23,473) was due to the Investment Manager as at the reporting date.

Global Balanced Income Fund

The Manager receives a fee of 1.25% of the net asset value of the sub-fund in respect of Class A and 0.65% of the net asset value of the sub-fund in respect of Class D per annum as well as reimbursement of out-of-pocket expenses.

The management fees incurred for the year were € 85,102 (2018: € 77,464) of which € 22,003 (2018: € 20,802) was due to the Investment Manager as at the reporting date.

Malta Government Bond Fund

The Investment Manager receives a fee of 0.50% of the net asset value of the sub-fund per annum as well as reimbursement of out-of-pocket expenses.

The management fees incurred for the year were € 79,085 (2018: € 35,078) of which € 23,072 (2018: € 15,067) was due to the Investment Manager as at the reporting date.

Emerging Markets Bond Fund

The Investment Manager receives a fee of 1.10% of the net asset value of the sub-fund per annum as well as reimbursement of out-of-pocket expenses.

The management fees incurred for the year were € 108,859 (2018: € 87,693) of which € 29,050 (2018: € 25,108) was due to the Investment Manager as at the reporting date.

Malta Balanced Income Fund (formerly Malta Income Fund)

The Investment Manager receives a fee of 0.80% of the net asset value of the sub-fund per annum as well as reimbursement of out-of-pocket expenses.

The management fees incurred for the year were € 86,290 (2018: € 25,375) of which € 26,700 (2018: € 13,768) was due to the Investment Manager as at the reporting date.

(b) Custodian's fees

Euro High Income Bond Fund (formerly High Income Bond Fund – EUR)

The Custodian receives a fee of 0.1% of the net asset value of the sub-fund if the net asset value of the sub-fund is below € 10m, while no minimum fee is applicable as per the Custodian Agreement. If the net asset value of the sub-fund is larger than € 10m, the Custodian receives a fee of 0.055% of the net asset value of the sub-fund as per the Custodian Agreement and a minimum fee of € 10,000 per annum is applicable.

The custodian fees incurred for the year were € 24,533 (2018: € 26,784) of which € NIL (2018: € NIL) was due to the Custodian as at the reporting date.

Global High Income Bond Fund (formerly High Income Bond Fund USD)

The Custodian receives a fee of 0.1% of the net asset value of the sub-fund if the net asset value of the sub-fund is below € 10m, while no minimum fee is applicable as per the Custodian Agreement. If the net asset value of the sub-fund is larger than € 10m, the Custodian receives a fee of 0.055% of the net asset value of the sub-fund as per the Custodian Agreement and a minimum fee of € 10,000 per annum is applicable.

The custodian fees incurred for the year were € 10,045 (2018: € 10,031) of which € NIL (2018: € NIL) was due to the Custodian as at the reporting date.

Euro Equity Fund

The Custodian receives a fee of 0.1% of the net asset value of the sub-fund if the net asset value of the sub-fund is below € 10m, while no minimum fee is applicable as per the Custodian Agreement. If the net asset value of the sub-fund is larger than € 10m, the Custodian receives a fee of 0.055% of the net asset value of the sub-fund as per the Custodian Agreement and a minimum fee of € 10,000 per annum is applicable.

The custodian fees incurred for the year were € 7,255 (2018: € 7,342) of which € NIL (2018: € NIL) was due to the Custodian as at the reporting date.

Global Balanced Income Fund

The Custodian receives a fee of 0.1% of the net asset value of the sub-fund if the net asset value of the sub-fund is below € 10m, while no minimum fee is applicable as per the Custodian Agreement. If the net asset value of the sub-fund is larger than € 10m, the Custodian receives a fee of 0.055% of the net asset value of the sub-fund as per the Custodian Agreement and a minimum fee of € 10,000 per annum is applicable.

The custodian fees incurred for the year were € 6,873 (2018: € 6,238) of which € NIL (2018: € NIL) was due to the Custodian as at the reporting date.

Malta Government Bond Fund

The Custodian receives a fee of 0.1% of the net asset value of the sub-fund if the net asset value of the sub-fund is below € 10m, while no minimum fee is applicable as per the Custodian Agreement. If the net asset value of the sub-fund is larger than € 10m, the Custodian receives a fee of 0.055% of the net asset value of the sub-fund as per the Custodian Agreement and a minimum fee of € 10,000 per annum is applicable.

The custodian fees incurred for the year were € 10,039 (2018: € 7,382) of which € NIL (2018: € NIL) was due to the Custodian as at the reporting date.

Emerging Markets Bond Fund

The Custodian receives a fee of 0.1% of the net asset value of the sub-fund if the net asset value of the sub-fund is below € 10m, while no minimum fee is applicable as per the Custodian Agreement. If the net asset value of the sub-fund is larger than € 10m, the Custodian receives a fee of 0.055% of the net asset value of the sub-fund as per the Custodian Agreement and a minimum fee of € 10,000 per annum is applicable.

The custodian fees incurred for the year were € 9,721 (2018: € 8,173) of which € NIL (2018: € NIL) was due to the Custodian as at the reporting date.

Malta Balanced Income Fund (formerly Malta Income Fund)

The Custodian receives a fee of 0.1% of the net asset value of the sub-fund if the net asset value of the sub-fund is below € 10m, while no minimum fee is applicable as per the Custodian Agreement. If the net asset value of the sub-fund is larger than € 10m, the Custodian receives a fee of 0.055% of the net asset value of the sub-fund as per the Custodian Agreement and a minimum fee of € 10,000 per annum is applicable.

The custodian fees incurred for the year were € 9,621 (2018: € 3,502) of which € NIL (2018: € NIL) was due to the Custodian as at the reporting date.

(c) Administration fees

Euro High Income Bond Fund (formerly High Income Bond Fund – EUR)

The Administrator receives a fee of 0.15% of the net asset value of the sub-fund subject to a minimum fee of € 12,500 per annum and € 25 for each trade as per the Administration, Registrar and Transfer Agency agreement. The Administrator is also entitled to recover out-of-pocket expenses.

The administration fees incurred for the year were € 68,773 (2018: € 76,234) of which € 17,574 (2018: € 19,047) was due to the Administrator as at the reporting date.

Global High Income Bond Fund (formerly High Income Bond Fund USD)

The Administrator receives a fee of 0.15% of the net asset value of the sub-fund subject to a minimum fee of € 12,500 per annum and € 25 for each trade as per the Administration, Registrar and Transfer Agency agreement. The Administrator is also entitled to recover out-of-pocket expenses.

The administration fees incurred for the year were € 24,494 (2018: € 23,911) of which € 6,426 (2018: € 6,477) was due to the Administrator as at the reporting date.

Euro Equity Fund

The Administrator receives a fee of 0.15% of the net asset value of the sub-fund subject to a minimum fee of € 30,000 per annum as per the Administration, Registrar and Transfer Agency agreement. The Administrator is also entitled to recover out-of-pocket expenses.

The administration fees incurred for the year were € 30,000 (2018: € 30,000) of which € 7,562 (2018: € 7,727) was due to the Administrator as at the reporting date.

Global Balanced Income Fund

The Administrator receives a fee of 0.15% of the net asset value of the sub-fund subject to a minimum fee of € 12,500 per annum as per the Administration, Registrar and Transfer Agency agreement. The Administrator is entitled to an additional €1,500 per annum for each additional Class of Investor Shares launched. The Administrator is also entitled to recover out-of-pocket expenses.

The administration fees incurred for the year were € 12,500 (2018: € 12,500) of which € 3,150 (2018: € 3,355) was due to the Administrator as at the reporting date.

Malta Government Bond Fund

The Administrator receives a fee of 0.15% of the net asset value of the sub-fund subject to a minimum fee of € 30,000 per annum as per the Administration, Registrar and Transfer Agency agreement. The Administrator is entitled to additional € 1,500 per annum for each additional Class of Investor Shares launched. The Administrator is also entitled to recover out-of-pocket expenses.

The administration fees incurred for the year were € 30,000 (2018: € 30,000) of which € 7,562 (2018: € 7,891) was due to the Administrator as at the reporting date.

Emerging Markets Bond Fund

The Administrator receives a fee of 0.15% of the net asset value of the sub-fund subject to a minimum fee of € 30,000 per annum as per the Administration, Registrar and Transfer Agency agreement. The Administrator is entitled to additional € 1,500 per annum for each additional Class of Investor Shares launched. The Administrator is also entitled to recover out-of-pocket expenses.

The administration fees incurred for the year were € 30,025 (2018: € 30,002) of which € 8,752 (2018: € 8,514) was due to the Administrator as at the reporting date.

Malta Balanced Income Fund (formerly Malta Income Fund)

The Administrator receives a fee of 0.15% of the net asset value of the sub-fund subject to a minimum fee of € 30,000 per annum as per the Administration, Registrar and Transfer Agency agreement. The Administrator is entitled to additional € 1,500 per annum for each additional Class of Investor Shares launched. The Administrator is also entitled to recover out-of-pocket expenses.

The administration fees incurred for the year were € 30,000 (2018: € 17,753) of which € 7,562 (2018: € 7,726) was due to the Administrator as at the reporting date.

Performance fees

No performance fees are applicable.

7. Taxation

The Company

In terms of current Maltese fiscal legislation, collective investment schemes are classified as either 'prescribed' or 'non-prescribed' funds. A collective investment scheme which declares that the value of its assets situated in Malta allocated thereto for the purpose of its operations does not exceed eighty-five per cent of the value of its total assets is treated as a non-prescribed fund. On this basis, the Euro High Income Bond Fund, the Global High Income Bond Fund, the Euro Equity Fund, the Global Balanced Income Fund and the Emerging Markets Bond Fund qualify as non-prescribed funds for Maltese income tax purposes.

Accordingly, the sub-funds within the Company are exempt from Maltese income tax except in respect of any income from immovable property situated in Malta. Malta Balanced Income Fund and the Malta Government Bond Fund falls under the category of a prescribed fund, meaning it is liable to Maltese income tax.

Capital gains, dividends, interest and any other income from foreign investments held by the sub-funds within the Company may nonetheless be subject to tax imposed by the country of origin concerned and any such taxes are not recoverable by the sub-funds within Company or by the members.

Members not resident in Malta

Capital gains accruing to members not resident in Malta upon a redemption or transfer of shares or upon a distribution on a winding-up of the Company are not subject to tax in Malta.

However, the redemption or transfer of shares and any distribution on a winding-up of the Company may result in a tax liability for the members according to the tax regime applicable in their respective countries of incorporation, establishment, residence, citizenship, nationality or domicile, or other relevant jurisdiction.

Withholding tax expense

Certain interest income received by the Company is subject to withholding tax imposed in the country of origin.

8. Cash and cash equivalents

| | CC Funds SICAV plc EUR | Euro High Income Bond Fund EUR | Global High Income Bond Fund EUR | Euro Equity Fund EUR | Global Balanced Income Fund EUR | Malta Government Bond Fund EUR | Emerging Markets Bond Fund EUR | Malta Balanced Income Fund EUR |
|----------------------------------|------------------------------|---|---|-------------------------------|---|---|---|---|
| Cash at bank 31 December 2019 | 12,504,352 | 2,182,051 | 1,083,191 | 592,971 | 259,018 | 4,044,174 | 1,356,435 | 2,985,512 |
| | CC Funds SICAV plc EUR | Euro High Income Bond Fund EUR | Global High Income Bond Fund EUR | Euro Equity Fund EUR | Global Balanced Income Fund EUR | Malta Government Bond Fund EUR | Emerging Markets Bond Fund EUR | Malta Balanced Income Fund EUR |
| Cash at bank 31 December 2018 | 11,716,618 | 5,845,643 | 1,569,683 | (27,502) | 797,697 | 811,895 | 1,021,348 | 1,696,854 |

The cash and cash equivalents of the Company include € 1,000 representing the proceeds of issue of founder shares.

Cash at bank earns interest at floating rates based on bank deposit rates.

9. Financial assets at fair value through profit or loss

9.1 Summary of the composition of the portfolio of investments

| | CC Funds SICAV plc EUR | Euro High Income Bond Fund EUR | Global High Income Bond Fund EUR | Euro Equity Fund EUR | Global Balanced Income Fund EUR | Malta Government Bond Fund EUR | Emerging Market Bond Fund EUR | Malta Balanced Income Fund EUR |
|---|------------------------------|---|---|----------------------------|---|---|--|--|
| Financial assets designated as at fair value through profit or loss | | | | | | | | |
| 31 December 2019 | | | | | | | | |
| Exchange traded funds | 8,286,417 | 1,935,229 | 1,264,857 | 1,949,032 | 2,065,625 | 61,704 | 510,654 | - |
| Collective investment schemes | - | 499,316 | - | - | - | - | - | - |
| Equities | 12,123,454 | - | - | 5,327,440 | 2,316,195 | - | - | 4,479,819 |
| Debt instruments | 84,822,449 | 38,569,520 | 13,310,184 | - | 2,320,680 | 14,830,830 | 8,996,969 | 6,794,265 |
| Financial assets designated as held for trading | | | | | | | | |
| OTC Derivatives | 65,349 | - | - | 2,449 | 1,980 | - | 60,920 | - |
| | <u>105,297,670</u> | <u>41,004,066</u> | <u>14,575,041</u> | <u>7,278,922</u> | <u>6,704,480</u> | <u>14,892,534</u> | <u>9,568,543</u> | <u>11,274,084</u> |
| Financial Liabilities designated as held for trading | | | | | | | | |
| OTC Derivatives | <u>4,848</u> | <u>3,440</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>1,418</u> | <u>-</u> |
| Financial assets designated as at fair value through profit or loss | | | | | | | | |
| 31 December 2018 | | | | | | | | |
| Exchange traded funds | 5,766,795 | 1,607,689 | 264,086 | 1,874,363 | 1,777,816 | 61,024 | 181,817 | - |
| Equities | 8,789,297 | - | - | 4,393,433 | 1,807,996 | - | - | 2,587,868 |
| Debt instruments | 74,841,013 | 37,514,826 | 13,208,145 | - | 1,674,012 | 11,592,496 | 7,635,287 | 3,216,247 |
| Financial assets designated as held for trading | | | | | | | | |
| OTC Derivatives | 11,561 | - | - | - | - | - | 11,561 | - |
| | <u>89,408,666</u> | <u>39,122,515</u> | <u>13,472,231</u> | <u>6,267,796</u> | <u>5,259,824</u> | <u>11,653,520</u> | <u>7,828,665</u> | <u>5,804,115</u> |
| Financial Liabilities designated as held for trading | | | | | | | | |
| OTC Derivatives | <u>167,047</u> | <u>98,329</u> | <u>-</u> | <u>-</u> | <u>22,578</u> | <u>-</u> | <u>46,139</u> | <u>-</u> |

Euro High Income Bond Fund

The table below sets the composition of the portfolio of the Fund as at 31 December 2019 and 31 December 2018 respectively:

| | 31 December 2019 | | | 31 December 2018 | | |
|--|------------------|---------------------------------------|----------------------------------|------------------|---------------------------------------|----------------------------------|
| | Total EUR | Percentage of total assets % | Percentage of net assets % | Total EUR | Percentage of total assets % | Percentage of net assets % |
| Transferable securities traded on a regulated market | | | | | | |
| Exchange traded funds | 1,935,229 | 4.39 | 4.40 | 1,607,689 | 3.52 | 3.54 |
| Debt instruments traded on a regulated market | | | | | | |
| Sovereign bonds | 1,980,416 | 4.49 | 4.50 | 2,146,526 | 4.70 | 4.73 |
| Corporate bonds | 36,370,945 | 82.41 | 82.69 | 35,190,577 | 77.07 | 77.51 |
| | 40,286,589 | 91.28 | 91.60 | 37,337,103 | 81.77 | 82.24 |
| Transferable securities not traded on a regulated market | | | | | | |
| Collective investment schemes | 499,316 | 1.13 | 1.14 | - | - | - |
| Debt instruments not traded on a regulated market | | | | | | |
| Corporate bonds | 218,160 | 0.49 | 0.50 | 177,723 | 0.39 | 0.39 |
| Financial assets at fair value through profit or loss | 41,004,066 | 92.90 | 93.22 | 39,122,515 | 85.68 | 86.17 |
| Financial liabilities designated as held for trading | | | | | | |
| OTC Derivatives | 3,440 | 0.01 | 0.01 | 98,329 | 0.22 | 0.22 |

Issuers of the above financial assets are categorised as follows:

| | 31 December 2019 | | | 31 December 2018 | | |
|-----------------|------------------|---------------------------------------|-------------------------------------|------------------|---------------------------------------|----------------------------------|
| | Total EUR | Percentage of total assets % | Percentage of net assets % | Total EUR | Percentage of total assets % | Percentage of net assets % |
| Eurozone | 27,358,395 | 61.99 | 62.20 | 22,757,359 | 49.84 | 50.13 |
| EU non-Eurozone | 1,867,733 | 4.23 | 4.25 | 3,745,075 | 8.20 | 8.25 |
| United States | 2,724,571 | 6.17 | 6.19 | 2,060,768 | 4.51 | 4.54 |
| Other | 9,049,927 | 20.51 | 20.58 | 10,460,984 | 22.91 | 23.04 |
| | 41,000,626 | 92.90 | 93.22 | 39,024,186 | 85.46 | 85.96 |

None of the financial assets at fair value through profit or loss as at 31 December 2019 and 31 December 2018 were pledged.

Global High Income Bond Fund

The table below sets the composition of the portfolio of the Fund as at 31 December 2019 and 31 December 2018:

| | 31 December 2019 | | | 31 December 2018 | | |
|---|-------------------|---------------------------------------|-------------------------------------|-------------------|---------------------------------------|-------------------------------------|
| | Total EUR | Percentage of total assets % | Percentage of net assets % | Total EUR | Percentage of total assets % | Percentage of net assets % |
| Transferable securities traded on a regulated market | | | | | | |
| Exchange traded funds | 1,264,855 | 7.97 | 8.00 | 264,086 | 1.73 | 1.74 |
| Debt instruments traded on a regulated market | | | | | | |
| Sovereign bonds | 373,620 | 2.35 | 2.36 | 563,994 | 3.70 | 3.71 |
| Corporate bonds | 12,936,566 | 81.52 | 81.82 | 12,644,151 | 82.85 | 83.17 |
| | <u>13,310,186</u> | <u>83.88</u> | <u>84.18</u> | <u>13,208,145</u> | <u>86.55</u> | <u>86.88</u> |
| Financial assets at fair value through profit or loss | 14,575,041 | 91.85 | 92.18 | 13,472,231 | 88.28 | 88.62 |

Issuers of the above financial assets are categorised as follows:

| | 31 December 2019 | | | 31 December 2018 | | |
|-----------------|-------------------|---------------------------------------|-------------------------------------|-------------------|---------------------------------------|-------------------------------------|
| | Total EUR | Percentage of total assets % | Percentage of net assets % | Total EUR | Percentage of total assets % | Percentage of net assets % |
| Eurozone | 2,499,344 | 15.75 | 15.81 | 1,687,825 | 11.06 | 11.10 |
| EU non-Eurozone | 2,044,523 | 12.88 | 12.91 | 1,988,931 | 13.03 | 13.08 |
| United States | 3,327,757 | 20.97 | 21.05 | 2,540,941 | 16.65 | 16.71 |
| Other | 6,703,417 | 42.24 | 42.40 | 7,254,534 | 47.52 | 47.72 |
| | <u>14,575,041</u> | <u>91.85</u> | <u>92.18</u> | <u>13,472,231</u> | <u>88.27</u> | <u>88.61</u> |

None of the financial assets at fair value through profit or loss as at 31 December 2019 and 31 December 2018 were pledged.

Euro Equity Fund

The table below sets the composition of the portfolio of the Fund as at 31 December 2019 and 31 December 2018:

| | 31 December 2019 | | | 31 December 2018 | | |
|---|------------------|---------------------------------------|-------------------------------------|------------------|---------------------------------------|-------------------------------------|
| | Total EUR | Percentage of total assets % | Percentage of net assets % | Total EUR | Percentage of total assets % | Percentage of net assets % |
| Transferable securities traded on a regulated market | | | | | | |
| Exchange traded funds | 1,949,032 | 24.62 | 25.16 | 1,874,363 | 29.84 | 30.03 |
| Equities | 5,327,440 | 67.31 | 68.77 | 4,393,433 | 69.95 | 70.38 |
| Financial assets at fair value through profit or loss | 7,276,472 | 91.93 | 93.93 | 6,267,796 | 99.79 | 100.41 |
| Financial assets designated as held for trading | | | | | | |
| OTC Derivatives | 2,449 | 0.03 | 0.03 | - | - | - |

Issuers of the above financial assets are categorised as follows:

| | 31 December 2019 | | | 31 December 2018 | | |
|---------------|------------------|---------------------------------------|-------------------------------------|------------------|---------------------------------------|-------------------------------------|
| | Total EUR | Percentage of total assets % | Percentage of net assets % | Total EUR | Percentage of total assets % | Percentage of net assets % |
| Eurozone | 5,542,320 | 70.02 | 71.54 | 5,581,031 | 88.86 | 89.40 |
| United States | 1,734,152 | 21.91 | 22.39 | 438,081 | 6.98 | 7.02 |
| Other | 2,450 | 0.03 | 0.03 | 248,684 | 3.96 | 3.98 |
| | 7,278,922 | 91.96 | 93.96 | 6,267,796 | 99.80 | 100.40 |

None of the financial assets at fair value through profit or loss as at 31 December 2019 and 31 December 2018 were pledged.

Global Balanced Income Fund

The table below sets the composition of the portfolio of the Fund as at 31 December 2019 and 31 December 2018:

| | 31 December 2019 | | | 31 December 2018 | | |
|---|------------------|---------------------------------------|-------------------------------------|------------------|---------------------------------------|-------------------------------------|
| | Total EUR | Percentage of total assets % | Percentage of net assets % | Total EUR | Percentage of total assets % | Percentage of net assets % |
| Transferable securities traded on a regulated market | | | | | | |
| Exchange traded funds | 2,065,625 | 29.12 | 29.73 | 1,777,816 | 31.12 | 29.45 |
| Equities | 2,316,195 | 32.65 | 33.34 | 1,807,996 | 29.68 | 29.96 |
| | <u>4,381,820</u> | <u>61.77</u> | <u>63.07</u> | <u>3,585,812</u> | <u>60.80</u> | <u>59.41</u> |
| Debt instruments traded on a regulated market | | | | | | |
| Corporate bonds | 2,320,680 | 32.71 | 33.40 | 1,674,012 | 27.48 | 27.73 |
| Financial assets at fair value through profit or loss | 6,702,500 | 94.48 | 96.47 | 5,259,824 | 88.28 | 87.14 |
| Financial assets designated as held for trading | | | | | | |
| OTC Derivatives | 1,980 | 0.03 | 0.03 | - | - | - |
| Financial liabilities designated as held for trading | | | | | | |
| OTC Derivatives | - | - | - | 22,578 | 0.37 | 0.37 |

Issuers of the above financial assets are categorised as follows:

| | 31 December 2019 | | | 31 December 2018 | | |
|-----------------|------------------|---------------------------------------|-------------------------------------|------------------|---------------------------------------|-------------------------------------|
| | Total EUR | Percentage of total assets % | Percentage of net assets % | Total EUR | Percentage of total assets % | Percentage of net assets % |
| Eurozone | 4,559,273 | 64.27 | 65.62 | 3,206,375 | 52.64 | 53.12 |
| EU non-Eurozone | 235,228 | 3.32 | 3.39 | 527,040 | 8.65 | 8.73 |
| United States | 788,708 | 11.12 | 11.35 | 759,058 | 12.46 | 12.57 |
| Other | 1,121,271 | 15.81 | 16.14 | 744,773 | 12.23 | 12.34 |
| | <u>6,704,480</u> | <u>94.51</u> | <u>96.50</u> | <u>5,237,246</u> | <u>85.98</u> | <u>86.76</u> |

None of the financial assets at fair value through profit or loss as at 31 December 2019 and 31 December 2018 were pledged.

Malta Government Bond Fund

The table below sets the composition of the portfolio of the Fund as at 31 December 2019 and as at 31 December 2018:

| | 31 December 2019 | | | 31 December 2018 | | |
|---|------------------|---------------------------------------|-------------------------------------|------------------|---------------------------------------|-------------------------------------|
| | Total EUR | Percentage of total assets % | Percentage of net assets % | Total EUR | Percentage of total assets % | Percentage of net assets % |
| Transferable securities traded on a regulated market | | | | | | |
| Exchange traded funds | 61,704 | 0.32 | 0.32 | 61,024 | 0.49 | 0.49 |
| Debt instruments traded on a regulated market | | | | | | |
| Sovereign bonds | 14,830,830 | 77.86 | 78.01 | 11,592,496 | 92.27 | 92.51 |
| Financial assets at fair value through profit or loss | 14,892,534 | 78.18 | 78.33 | 11,653,520 | 92.76 | 93.00 |

Issuers of the above financial assets are categorised as follows:

| | 31 December 2019 | | | 31 December 2018 | | |
|-----------------|------------------|---------------------------------------|-------------------------------------|------------------|---------------------------------------|-------------------------------------|
| | Total EUR | Percentage of total assets % | Percentage of net assets % | Total EUR | Percentage of total assets % | Percentage of net assets % |
| Eurozone | 14,892,534 | 78.18 | 78.33 | 11,609,220 | 92.41 | 92.65 |
| EU non-Eurozone | - | - | - | 30,922 | 0.25 | 0.25 |
| Other | - | - | - | 13,378 | 0.11 | 0.10 |
| | 14,892,534 | 78.18 | 78.33 | 11,653,520 | 92.77 | 93.00 |

None of the financial assets at fair value through profit or loss as at 31 December 2019 and 31 December 2018 were pledged.

Malta Balanced Income Fund

The table below sets the composition of the portfolio of the Fund as at 31 December 2019 and as at 31 December 2018:

| | 31 December 2019 | | | 31 December 2018 | | |
|---|------------------|---------------------------------------|-------------------------------------|------------------|---------------------------------------|-------------------------------------|
| | Total EUR | Percentage of total assets % | Percentage of net assets % | Total EUR | Percentage of total assets % | Percentage of net assets % |
| Transferable securities traded on a regulated market | | | | | | |
| Exchange traded funds | - | - | - | - | - | - |
| Equities | 4,479,819 | 31.15 | 32.30 | 2,587,868 | 34.26 | 34.39 |
| Debt instruments traded on a regulated market | | | | | | |
| Sovereign bonds | 405,276 | 2.82 | 2.92 | - | - | - |
| Corporate bonds | 6,388,989 | 44.42 | 46.07 | 3,216,247 | 42.58 | 42.74 |
| | 6,797,265 | 47.24 | 48.99 | 3,216,247 | 42.58 | 42.74 |
| Financial assets at fair value through profit or loss | 11,274,084 | 78.38 | 81.29 | 5,804,115 | 76.84 | 77.13 |

Issuers of the above financial assets are categorised as follows:

| | 31 December 2019 | | | 31 December 2018 | | |
|----------|------------------|---------------------------------------|-------------------------------------|------------------|---------------------------------------|-------------------------------------|
| | Total EUR | Percentage of total assets % | Percentage of net assets % | Total EUR | Percentage of total assets % | Percentage of net assets % |
| Eurozone | 11,274,084 | 78.38 | 81.29 | 5,804,115 | 76.84 | 77.13 |
| | 11,274,084 | 78.38 | 81.29 | 5,804,115 | 76.84 | 77.13 |

None of the financial assets at fair value through profit or loss as at 31 December 2019 and 31 December 2018 were pledged.

Emerging Markets Bond Fund

The table below sets the composition of the portfolio of the Fund as at 31 December 2019 and 31 December 2018:

| | 31 December 2019 | | | 31 December 2018 | | |
|---|------------------|---------------------------------------|-------------------------------------|------------------|---------------------------------------|-------------------------------------|
| | Total EUR | Percentage of total assets % | Percentage of net assets % | Total EUR | Percentage of total assets % | Percentage of net assets % |
| Transferable securities traded on a regulated market | | | | | | |
| Exchange traded funds | 510,654 | 4.61 | 4.63 | 181,817 | 2.02 | 2.04 |
| Equities | - | - | - | - | - | - |
| Debt instruments traded on a regulated market | | | | | | |
| Sovereign bonds | 1,285,440 | 11.61 | 11.66 | 699,550 | 7.79 | 7.87 |
| Corporate bonds | 7,711,529 | 69.95 | 69.95 | 6,935,737 | 77.20 | 77.99 |
| | <u>8,996,969</u> | <u>81.56</u> | <u>86.24</u> | <u>7,635,287</u> | <u>84.99</u> | <u>85.86</u> |
| Financial assets at fair value through profit or loss | <u>9,567,125</u> | <u>86.41</u> | <u>86.78</u> | <u>7,817,104</u> | <u>87.01</u> | <u>87.90</u> |
| Financial assets designated as held for trading | | | | | | |
| OTC Derivatives | 60,920 | 0.55 | 0.55 | 11,561 | 0.13 | 0.13 |
| Financial liabilities designated as held for trading | | | | | | |
| OTC Derivatives | <u>1,418</u> | <u>0.01</u> | <u>0.01</u> | <u>46,139</u> | <u>0.51</u> | <u>0.52</u> |

Issuers of the above financial assets are categorised as follows:

| | 31 December 2019 | | | 31 December 2018 | | |
|-----------------|------------------|---------------------------------------|-------------------------------------|------------------|---------------------------------------|-------------------------------------|
| | Total EUR | Percentage of total assets % | Percentage of net assets % | Total EUR | Percentage of total assets % | Percentage of net assets % |
| Eurozone | 978,351 | 8.84 | 8.87 | 770,536 | 8.58 | 8.66 |
| EU non-Eurozone | 896,975 | 8.10 | 8.14 | 682,614 | 7.60 | 7.68 |
| Other | 7,691,799 | 70.01 | 70.31 | 6,329,376 | 70.45 | 71.17 |
| | <u>9,567,125</u> | <u>86.95</u> | <u>87.32</u> | <u>7,782,526</u> | <u>86.63</u> | <u>87.51</u> |

None of the financial assets at fair value through profit or loss as at 31 December 2019 and 31 December 2018 were pledged.

10. Transactions with related parties

(a) Directors

During the reporting year, Directors' remuneration for the year ended 31 December 2019 amounted to € 15,665 (31 December 2018: € 16,138) as disclosed separately on statement of profit or loss and other comprehensive income. Directors are entitled to a maximum of € 40,000 per annum paid quarterly in arrears. There were no other payments to key management personnel as defined in IAS 24 - Related Party Disclosures.

(b) Management fees

Total management fees for the reporting year ending 31 December 2019 amounted to € 1,065,708 (31 December 2018: € 981,512), as disclosed separately in the statement of profit or loss and other comprehensive income.

(c) Administration fees

Total administration fees for the reporting year ending 31 December 2019, amounted to € 225,792 (31 December 2018: € 220,400), as disclosed separately in the statement of profit or loss and other comprehensive income.

(d) Performance fees

Total performance fees for the reporting year ending 31 December 2019, amounted to € NIL (31 December 2018: € NIL), as disclosed separately in the statement of profit or loss and other comprehensive income.

(e) Founder shares

1,000 Founder Shares have been issued fully paid by Calamatta Cuschieri Investment Services Limited (999 shares) and Calamatta Cuschieri Investment Management Limited (1 share) on behalf of the Company.

All transactions between the related parties are conducted at arm's length and are summarised in Note 6 to these financial statements. Related party balances are neither secured nor has any guarantees been given or received relating to these balances.

11. Financial instruments and associated risks

The Company is established as an investment company with variable share capital (SICAV) which implies that financial instruments are extensively used in the course of its routine business. The sub-funds may invest in securities, deposits with credit institutions, investments in units of other Collective Investment Schemes, financial derivative instruments or OTC financial derivative instruments for the purposes of efficient portfolio management only and ancillary liquid assets.

Tactical allocation of sub-funds' assets is determined by the Investment Manager, setting the risk management limits in line with the investment strategy of each sub-fund at the prevailing market circumstances.

The nature and extent of the financial instruments outstanding at the reporting date and the risk management policies employed by the sub-funds are discussed in the following disclosures.

11.1. Market risk

Market risk encapsulates the potential for gains and losses in the valuation of the underlying securities, including gains and losses arising from currency risk, interest rate risk and price risk.

The strategy of each sub-fund relating to the management of investment risk is derived from the sub-funds' investment objective, which is clearly outlined in the prospectus of the Company. The Investment Manager monitors the sub-funds' market exposures within the pre-determined Investment Restrictions on a daily basis whilst the overall market exposures are also monitored on a quarterly basis by the Board of Directors.

Details of the nature of the sub-funds' investment portfolio as at the reporting date are disclosed in Note 9.

11.1.1. Currency risk

The sub-funds may hold foreign cash balances, as well as invest in financial instruments and enter into transactions denominated in currencies other than the respective functional currency. Consequently, the sub-funds are exposed to risks that the exchange rate of the functional currencies relative to other foreign currencies may change in a manner that have adverse effect on the value of that portion of the sub-funds' assets denominated in currencies other than the functional currency.

The sub-funds' currency risk is managed on a daily basis by the Investment Manager in accordance with policies and procedures in place.

As at the reporting date the sub-funds had the following open currency exposures:

Euro High Income Bond Fund

| | 31 December 2019 % of total assets | 31 December 2018 % of total assets |
|------------|---------------------------------------|---------------------------------------|
| Currency | | |
| US Dollars | 15.77 | 13.50 |

Euro Equity Fund

| | 31 December 2019 % of total assets | 31 December 2018 % of total assets |
|------------|---------------------------------------|---------------------------------------|
| Currency | | |
| US Dollars | 16.83 | 8.27 |

Global Balanced Income Fund

| | 31 December 2019 % of total assets | 31 December 2018 % of total assets |
|----------------|---------------------------------------|---------------------------------------|
| Currency | | |
| British Pounds | 0.05 | 24.62 |
| US Dollars | 26.31 | 0.05 |

Emerging Market Bond Fund

| | 31 December 2019 % of total assets | 31 December 2018 % of total assets |
|----------|---------------------------------------|---------------------------------------|
| Currency | | |
| Euros | 9.29 | 6.98 |

Malta Government Bond Fund

| | 31 December 2019 | 31 December 2018 |
|------------|--------------------------|--------------------------|
| | % of total assets | % of total assets |
| Currency | | |
| US Dollars | 0.28 | 0.37 |

Sensitivity Analysis

As at 31 December 2019 and 2018, had the functional currency of the Fund strengthened or weakened by 5% in relation to the other currencies with all other variables held constant, net assets attributable to holders of redeemable shares would have decreased by the amounts shown below. The Table below illustrates the estimated impact of a strengthening in the base currency of the Fund. Similar, but negative impact would be expected in the event of a weakening in the base currency. Importantly, the estimates below do not account for the hedging positions which would offset most of the impact of a change in EUR/USD rate.

Euro High Income Bond Fund

| | 31 December 2019 | 31 December 2018 |
|------------|-------------------------|-------------------------|
| | EUR | EUR |
| Currency | | |
| US Dollars | 347,982 | 306,408 |

Euro Equity Fund

| | 31 December 2019 | 31 December 2018 |
|------------|-------------------------|-------------------------|
| | EUR | EUR |
| Currency | | |
| US Dollars | 66,604 | 25,814 |

Global Balanced Income Fund

| | 31 December 2019 | 31 December 2018 |
|----------------|-------------------------|-------------------------|
| | EUR | EUR |
| Currency | | |
| US Dollars | 93,315 | 74,302 |
| British Pounds | 183 | 137 |

Emerging Market Bond Fund

| | 31 December 2019 | 31 December 2018 |
|----------|-------------------------|-------------------------|
| | EUR | EUR |
| Currency | | |
| Euros | 57,659 | 31,031 |

Malta Government Bond Fund

| | 31 December 2019 | 31 December 2018 |
|------------|-------------------------|-------------------------|
| | EUR | USD |
| Currency | | |
| US Dollars | 2,634 | 2,347 |

11.1.2. Interest rate risk

A substantial amount of the sub-funds' financial assets are interest-bearing securities and are hence exposed to fair value interest rate risk arising from fluctuations in the prevailing levels of market interest rates.

Sensitivity analysis

The Investment Manager, in line with the pre-determined policies and procedures in place, manages the interest rate risk on a daily basis. The overall interest rate risk is monitored on a quarterly basis by the Board of Directors and is managed on a daily basis by the Investment Manager.

The table below sets out the impact on the relative net assets of each sub-fund as at 31 December 2019 and 2018 in the event that worldwide yield curves experience a parallel 25bps/50bps shift upwards or downwards.

Yield curve shift

| | | 31 December 2019 | | 31 December 2018 | |
|------------------------------|-----|------------------|-----------|------------------|-----------|
| | | +/- 25bps | +/- 50bps | +/- 25bps | +/- 50bps |
| | | EUR | EUR | EUR | EUR |
| Euro High Income Bond Fund | +/- | 365,100 | 730,100 | 317,300 | 634,600 |
| Global High Income Bond Fund | +/- | 128,500 | 257,100 | 131,100 | 262,200 |
| Global Balanced Income Fund | +/- | 24,300 | 48,600 | 18,900 | 37,900 |
| Malta Government Bond Fund | +/- | 355,500 | 711,100 | 262,300 | 524,600 |
| Malta Balanced Income Fund | +/- | 173,700 | 347,400 | 55,300 | 110,600 |
| Emerging Markets Bond Fund | +/- | 99,800 | 199,600 | 99,000 | 198,000 |

As at 31 December 2019 and 2018, the Euro Equity Fund had no exposure to debt securities.

11.1.3. Price risk

Price risk is the risk that the value of the underlying assets will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk). These can arise from factors specific to an individual investment or its issuer, better known as idiosyncratic risk, or from factors affecting total market sentiment, better known as systemic risk.

Idiosyncratic price risk is managed through the construction of a well-diversified portfolio of investments traded on various markets. Systemic risk cannot be eliminated completely by diversification and hence investors in the respective sub-funds forming part of this Company are subject to the sub-funds relative systemic market risk.

As the majority of the sub-funds financial instruments are carried at fair value with fair value changes recognised in the statement of profit or loss and other comprehensive income, all changes in market conditions will directly affect the sub-funds' financial statements.

11.2. Credit and settlement risk

Credit risk is the risk that counterparty to a financial instrument will fail to honour an obligation or commitment that it has entered into with the respective sub-fund.

Settlement risk is the risk of loss due to failure of counterparty to honour its obligations to deliver cash, securities and/or other assets as contractually agreed. Risk relating to unsettled transactions is considered to be minimal due to the short settlement

period involved and the high credit quality of the brokers used. Furthermore, the Investment Manager monitors the financial positions of the brokers used to further mitigate this risk.

All of the assets of the sub-funds are held by Sparkasse Bank Malta p.l.c. as Custodian. Sparkasse Schwaz AG is the parent company of Sparkasse Bank Malta plc and is a member of the Austrian Savings Bank Group, comprising all Austrian Sparkasse and Erste Group Banks. Erste Group Bank is rated BBB+ based on rating agency Standard & Poor's.

Bankruptcy or insolvency of the Custodian may cause the sub-funds rights with respect to securities held by the Custodian to be delayed or limited.

Euro High Income Bond Fund

The sub-fund aims to maximise the total level of return for investors through investment, primarily, in a diversified portfolio of debt securities and other fixed income or interest bearing securities.

As at 31 December 2019, the Euro High Income Bond Fund's exposure to debt securities stood at 87.69% (2018: 82.63%) of its total net assets. The credit quality of these investments as at 31 December 2019 is summarised below:

| Credit rating | 31 December 2019 % Exposure of total net assets | 31 December 2018 % Exposure of total net assets |
|---------------|---|---|
| AA-A | 4% | 5% |
| BBB | 15% | 11% |
| BB | 25% | 27% |
| B | 30% | 32% |
| CCC+ | 2% | 1% |
| NR/Below CCC+ | 11% | 8% |

The credit ratings of entities which are holding cash at bank are:

| Credit Institution | Credit Rating | 31 December 2019 EUR | 31 December 2018 EUR |
|---|---------------|-------------------------|-------------------------|
| Sparkasse Bank Malta plc | NR | 957,677 | 1,063,541 |
| Calamatta Cuschieri Investment Services Limited | NR | 323,490 | 1,500,000 |
| BNF Bank | NR | 700,108 | 1,831,088 |
| Bank of Valetta | BBB+ | 200,777 | 1,451,014 |

Global High Income Bond Fund

The sub-fund aims to maximise the total level of return for investors through investment, primarily, in a diversified portfolio of debt securities and other fixed income or interest bearing securities. As at 31 December 2019, the Global High Income Bond Fund's exposure to debt securities stood at 84.18% (2018: 86.88%) of its total net assets. The credit quality of these investments as at 31 December 2019 is summarised below:

| Credit rating | 31 December 2019 % Exposure of total net assets | 31 December 2018 % Exposure of total net assets |
|---------------|---|---|
| AAA-A | 5% | 6% |
| BBB | 20% | 18% |
| BB | 37% | 44% |
| B | 23% | 19% |

The credit ratings of entities which are holding cash at bank are:

| Credit Institution | Credit Rating | 31 December 2019 EUR | 31 December 2018 EUR |
|---------------------------|----------------------|--------------------------------|--------------------------------|
| Sparkasse Bank Malta plc | NR | 1,083,192 | 1,569,683 |

Global Balanced Income Fund

The objective of the sub-fund is to provide stable, long-term capital appreciation by investing in a diversified portfolio of local and international bonds, equities and other income generating assets. As at 31 December 2019, the Global Balanced Income Fund's exposure to debt securities stood at 33.40% (2018: 27.73%). The credit quality of these investments as at 31 December 2019 is summarised below:

| Credit rating | 31 December 2019 % Exposure of total net assets | 31 December 2018 % Exposure of total net assets |
|----------------------|--|--|
| BBB | 0% | 0% |
| BB | 7% | 12% |
| B | 17% | 13% |
| NR | 9% | 3% |

The credit ratings of entities which are holding cash at bank are:

| Credit Institution | Credit Rating | 31 December 2019 EUR | 31 December 2018 EUR |
|-----------------------------|----------------------|--------------------------------|--------------------------------|
| Sparkasse Bank Malta plc | NR | 82,650 | 797,697 |
| Calamatta Cuschieri | NR | 176,365 | - |
| Investment Services Limited | | | |

Euro Equity Fund

The objective of the sub-fund is to endeavour to maximise the total level of return for investors through investment, primarily, in a diversified portfolio of equity securities.

As at 31 December 2019 and 2018, the Euro Equity Fund had no exposure to debt securities.

The credit ratings of entities which are holding cash at bank are:

| Credit Institution | Credit Rating | 31 December 2019 EUR | 31 December 2018 EUR |
|-----------------------------|----------------------|--------------------------------|--------------------------------|
| Sparkasse Bank Malta plc | NR | 465,471 | (27,502) |
| Calamatta Cuschieri | NR | 127,500 | - |
| Investment Services Limited | | | |

Malta Government Bond Fund

The Fund aims to maximise the total level of return for investors through investment, primarily, in debt securities and money market instruments issued by the Government of Malta. The Investment Manager may also invest directly or indirectly via eligible ETFs and/or eligible CISs) up to 15% of its assets in "Non-Maltese Assets" in debt securities and/or money market instruments issued or guaranteed by Governments of EU, EEA and OECD Member States other than Malta. The Investment Manager will not be targeting debt securities of any particular duration, coupon or credit rating.

As at 31 December 2019, the Malta Government Bond Fund's exposure to debt securities stood at 78.01% (2018: 92.51%). The credit quality of these investments as at 31 December 2019 is summarised below:

| Credit rating | 31 December 2019 % Exposure of total net assets | 31 December 2018 % Exposure of total net assets |
|---------------|---|---|
| AAA-A | 78% | 40% |
| BBB | 1% | 1% |
| NR/Below CCC+ | - | 52% |

The credit ratings of entities which are holding cash at bank are:

| Credit Institution | Credit Rating | 31 December 2019 EUR | 31 December 2018 EUR |
|---|---------------|-------------------------|-------------------------|
| Sparkasse Bank Malta plc | NR | 3,499,651 | 411,895 |
| Calamatta Cuschieri Investment Services Limited | NR | 544,523 | 400,000 |

Emerging Markets Bond Fund

The Sub-Fund aims to maximise the total level of return through investment, in a diversified portfolio of Emerging Market ("EM") Corporate and Government fixed income securities as well as up to 15% of the Net Assets of the Sub-Fund in EM equities. In pursuing this objective, the Investment Manager shall invest primarily in a diversified portfolio of EM bonds rated at the time of investment "BBB+" to "CCC+" by S&P, or in bonds determined to be of comparable quality. The Fund can also invest up to 10% of its assets in Non-Rated bond issues and up to 30% of its assets in Non-EM issuers.

As at 31 December 2019, the Emerging Markets Bond Fund's exposure to debt securities stood at 81.61% (2018: 85.85%). The credit quality of these investments as at 31 December 2019 is summarised below:

| Credit rating | 31 December 2019 % Exposure of total net assets | 31 December 2018 % Exposure of total net assets |
|---------------|---|---|
| AAA-A | 3% | 6% |
| BBB | 16% | 12% |
| BB | 43% | 45% |
| B | 20% | 20% |
| CCC+ | 1% | 2% |

The credit ratings of entities which are holding cash at bank are:

| Credit Institution | Credit Rating | 31 December 2019 EUR | 31 December 2018 EUR |
|---|---------------|-------------------------|-------------------------|
| Sparkasse Bank Malta plc | NR | 1,096,410 | 871,895 |
| Calamatta Cuschieri Investment Services Limited | NR | 260,026 | 150,000 |

Malta Balanced Income Fund

The objective of the Sub-Fund is to endeavour to maximise the total level of return for investors through investment, primarily in debt securities and money market instruments issued or guaranteed by the Government of Malta, and equities and corporate bonds issued and listed on the Malta Stock Exchange. In seeking to achieve the Sub-Fund's investment objective, the Investment Manager shall aim to invest at least 85% of the Net Assets of the Sub-Fund in a portfolio of debt securities and money market instruments issued or guaranteed by the Government of Malta, as well as equities and corporate bonds issued and listed on the Malta Stock Exchange. Such exposure may also be obtained by investing in eligible collective investment schemes whose investment objective and policies are consistent with those of the Sub-Fund.

As at 31 December 2019, the Malta Balanced Income Fund's exposure to debt securities stood at 49.00% (2018: 42.74%). The credit quality of these investments as at 31 December 2019 is summarised below:

| Credit rating | 31 December 2019 % Exposure of total net assets | 31 December 2018 % Exposure of total net assets |
|---------------|---|---|
| A | 3% | -% |
| NR/Below CCC+ | 48% | 43% |

The credit ratings of entities which are holding cash at bank are:

| Credit Institution | Credit Rating | 31 December 2019 EUR | 31 December 2018 EUR |
|---|---------------|-------------------------|-------------------------|
| Sparkasse Bank Malta plc | NR | 1,852,071 | 1,446,854 |
| Calamatta Cuschieri Investment Services Limited | NR | 1,133,441 | 250,000 |

11.3. Liquidity risk

The sub-funds' constitution provides for the weekly creation and cancellation of units and these are therefore exposed to the liquidity risk of meeting unit-holders' redemptions at any time. The major part of these sub-funds' underlying securities is considered to be readily realisable since they are all listed on major European and US Stock Exchanges.

The sub-fund's investments in collective investment schemes may not be readily realisable and their marketability may be restricted, in particular because the underlying funds may have restrictions that allow redemptions only at specific infrequent dates with considerable notice periods, and apply lock-ups and redemption fees. The respective sub-funds' ability to withdraw monies from or invest monies in underlying funds with such restrictions will be limited and such restrictions will limit the Company's flexibility to reallocate such assets among underlying funds. Some of the underlying funds may be or may become illiquid, and the realisation of investments from them may take a considerable time and/or be costly. As a result, the Company may not be able to quickly liquidate its investment in these instruments at an amount close to fair value in order to meet its liquidity requirements.

The sub-funds' liquidity risk is managed on an on-going basis by the Investment Manager in accordance with policies and procedures in place. The sub-funds' overall liquidity risks are monitored and reviewed on a quarterly basis by the Board of Directors.

The liabilities of the sub-funds are comprised of accrued expenses and advances received against pending subscriptions and these are due within 3 months of the date of statement of financial position.

11.4. Custody risk

The Company is also exposed to operational risks such as custody risk. Custody risk is the risk of a loss being incurred on financial instruments held in custody as a result of a custodian's or prime broker's insolvency, negligence, misuse of assets, fraud, poor

administration or inadequate record-keeping. Although an appropriate legal framework is in place that reduces the risk of loss of value of the financial instruments held by the custodian or prime broker in the event of its failure, the ability of the Company to transfer the securities might be temporarily impaired.

11.5. Capital risk management

The capital of the Company is represented by the net assets attributable to holders of redeemable shares. The amount of net assets attributable to holders of redeemable shares can change significantly on a weekly basis, as the sub-funds are subject to weekly subscriptions and redemptions at the discretion of shareholders. The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders, provide benefits for other stakeholders and maintain a strong capital base to support the development of the investment activities of the Company.

In order to maintain or adjust the capital structure, the Company's policy is to monitor the level of weekly subscriptions and redemptions relative to the assets it expects to be able to liquidate within 7 days and adjust the amount of distributions the Company pays to redeemable shareholders.

The Board of Directors and Investment Manager monitor capital on the basis of the value of net assets attributable to redeemable shareholders.

12. Fair values of financial assets and financial liabilities

At 31 December 2019 and 2018 the carrying amounts of financial assets and financial liabilities not measured at fair value through profit or loss approximated their fair values due to the short-term maturities of these assets and liabilities or the fact that they carried a rate of interest that is reflective of market rates at the year end.

Fair value hierarchy

Fair value is the price that would be received to sell an asset, or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2: Inputs other than quoted prices included in Level 1 that are observable for the asset or liability directly or indirectly; or
- Level 3: Inputs for the asset or liability that are not based on observable market data.

In prior year the sub-funds' investments in the collective investment schemes were priced based on the underlying funds' net asset value as calculated by the administrator of such collective investment scheme as at the reporting date. The determination of whether such investment will be classified in Level 2 or Level 3 is assessed at the class level and based upon the ability to redeem such investment within a reasonable period of time. If an investment in a private investment fund may be redeemed at least quarterly and the fair value of the investment is based on information provided by management of the underlying fund, it is classified as Level 2. In all other cases, it will be classified as Level 3.

Equity shares and exchange traded funds

Investments in equity shares and exchange traded funds for which quoted market prices in active markets (non-Maltese regulated markets) are available are valued at the price within the bid-ask spread that is most representative of the fair value in the circumstances to be used to measure fair value. These investments are categorised in Level 1 of the fair value hierarchy.

Euro High Income Bond Fund

| 31 December 2019 | Level 1 EUR | Level 2 EUR | Level 3 EUR | Total EUR |
|-------------------------------|------------------------|------------------------|------------------------|----------------------|
| Exchange traded funds | 1,935,229 | - | - | 1,935,229 |
| Collective investment schemes | - | 499,316 | - | 449,316 |
| Debt instruments | 38,351,360 | 218,160 | - | 38,569,520 |
| OTC Derivatives | - | (3,440) | - | (3,440) |
| | <u>40,286,589</u> | <u>714,036</u> | <u>-</u> | <u>41,000,626</u> |

| 31 December 2018 | Level 1 EUR | Level 2 EUR | Level 3 EUR | Total EUR |
|-------------------------|------------------------|------------------------|------------------------|----------------------|
| Exchange traded funds | 1,607,689 | - | - | 1,607,689 |
| Debt instruments | 37,337,103 | 177,723 | - | 37,514,826 |
| OTC Derivatives | - | (98,329) | - | (98,329) |
| | <u>38,944,792</u> | <u>79,394</u> | <u>-</u> | <u>39,024,186</u> |

Global High Income Bond Fund

| 31 December 2019 | Level 1 EUR | Level 2 EUR | Level 3 EUR | Total EUR |
|-------------------------|------------------------|------------------------|------------------------|----------------------|
| Exchange traded funds | 1,264,855 | - | - | 1,264,855 |
| Debt instruments | 13,310,186 | - | - | 13,310,186 |
| | <u>14,575,041</u> | <u>-</u> | <u>-</u> | <u>14,575,041</u> |

| 31 December 2018 | Level 1 EUR | Level 2 EUR | Level 3 EUR | Total EUR |
|-------------------------|------------------------|------------------------|------------------------|----------------------|
| Exchange traded funds | 264,086 | - | - | 264,086 |
| Debt instruments | 13,208,145 | - | - | 13,208,145 |
| | <u>13,472,231</u> | <u>-</u> | <u>-</u> | <u>13,472,231</u> |

Euro Equity Fund

| 31 December 2019 | Level 1 EUR | Level 2 EUR | Level 3 EUR | Total EUR |
|-------------------------|------------------------|------------------------|------------------------|----------------------|
| Exchange traded funds | 1,949,032 | - | - | 1,949,032 |
| Equities | 5,327,440 | 2,449 | - | 5,329,889 |
| | <u>7,276,472</u> | <u>2,449</u> | <u>-</u> | <u>7,278,921</u> |

| 31 December 2018 | Level 1 EUR | Level 2 EUR | Level 3 EUR | Total EUR |
|-------------------------|------------------------|------------------------|------------------------|----------------------|
| Exchange traded funds | 1,874,363 | - | - | 1,874,363 |

| | | | | |
|----------|-----------|---|---|-----------|
| Equities | 4,393,433 | - | - | 4,393,433 |
| | 6,267,796 | - | - | 6,267,796 |

Global Balanced Income Fund

| | Level 1 EUR | Level 2 EUR | Level 3 EUR | Total EUR |
|----------------------------|----------------|----------------|----------------|--------------|
| 31 December 2019 | | | | |
| Exchange traded funds | 2,065,625 | - | - | 2,065,625 |
| Equities | 2,316,195 | - | - | 2,316,195 |
| Debt instruments | 2,320,680 | - | - | 2,320,680 |
| OTC Derivative Instruments | - | 1,980 | - | 1,980 |
| | 6,702,500 | 1,980 | - | 6,704,480 |

| | Level 1 EUR | Level 2 EUR | Level 3 EUR | Total EUR |
|----------------------------|----------------|----------------|----------------|--------------|
| 31 December 2018 | | | | |
| Exchange traded funds | 1,777,816 | - | - | 1,777,816 |
| Equities | 1,807,996 | - | - | 1,807,996 |
| Debt instruments | 1,674,012 | - | - | 1,674,012 |
| OTC Derivative Instruments | - | (22,578) | - | (22,578) |
| | 5,259,824 | (22,578) | - | 5,237,246 |

Malta Government Bond Fund

| | Level 1 EUR | Level 2 EUR | Level 3 EUR | Total EUR |
|-----------------------|----------------|----------------|----------------|--------------|
| 31 December 2019 | | | | |
| Exchange traded funds | 61,704 | - | - | 61,704 |
| Debt instruments | 14,830,830 | - | - | 14,830,830 |
| | 14,892,534 | - | - | 14,892,534 |

| | Level 1 EUR | Level 2 EUR | Level 3 EUR | Total EUR |
|-----------------------|----------------|----------------|----------------|--------------|
| 31 December 2018 | | | | |
| Exchange traded funds | 61,024 | - | - | 61,024 |
| Debt instruments | 11,592,496 | - | - | 11,592,496 |
| | 11,653,520 | - | - | 11,653,520 |

Emerging Market Bond Fund

| | Level 1 EUR | Level 2 EUR | Level 3 EUR | Total EUR |
|----------------------------|----------------|----------------|----------------|--------------|
| 31 December 2019 | | | | |
| Exchange traded funds | 510,654 | - | - | 510,654 |
| Debt instruments | 8,996,969 | - | - | 8,996,969 |
| OTC Derivative Instruments | - | 59,502 | - | 59,502 |
| | 9,507,623 | 59,502 | - | 9,567,125 |

| | Level 1 EUR | Level 2 EUR | Level 3 EUR | Total EUR |
|------------------|----------------|----------------|----------------|--------------|
| 31 December 2018 | | | | |

| | | | | |
|----------------------------|------------------|-----------------|----------|------------------|
| Exchange traded funds | 181,817 | - | - | 181,817 |
| Debt instruments | 7,635,287 | - | - | 7,635,287 |
| OTC Derivative Instruments | - | (34,578) | - | (34,578) |
| | <u>7,817,104</u> | <u>(34,578)</u> | <u>-</u> | <u>7,782,526</u> |

Malta Balanced Income Fund

| | Level 1 | Level 2 | Level 3 | Total |
|-------------------------------|-------------------|----------|----------|-------------------|
| | EUR | EUR | EUR | EUR |
| 31 December 2019 | | | | |
| Equities | 4,479,819 | - | - | 4,479,819 |
| Collective investment schemes | - | - | - | - |
| Debt instruments | <u>6,794,265</u> | - | - | <u>6,794,265</u> |
| | <u>11,274,084</u> | <u>-</u> | <u>-</u> | <u>11,274,084</u> |
| 31 December 2018 | | | | |
| Equities | 2,587,868 | - | - | 2,587,868 |
| Debt instruments | <u>3,216,247</u> | - | - | <u>3,216,247</u> |
| | <u>5,804,115</u> | <u>-</u> | <u>-</u> | <u>5,804,115</u> |

As at 31 December 2019 and 2018, the carrying amounts of other financial assets and other payables approximated to their fair values due to the short-term nature of these balances.

The puttable value of redeemable shares is calculated based on the net difference between total assets and all other liabilities of the sub-funds in accordance with their offering supplements. A demand feature is attached to these shares, as they are redeemable at the holders' option and can be put back to the sub-funds at any dealing date for cash equal to a proportionate share of the sub-funds' net asset value attributable to the share class. The fair value is based on the amount payable on demand, discounted from the first date that the amount could be required to be paid. The impact of discounting in this instance is not material. As such, Level 2 is deemed to be the most appropriate categorisation for net assets attributable to holders of redeemable shares.

13 Significant events during the reporting period

In March 2019, the name of the Company changed from Calamatta Cuschieri Funds SICAV plc to CC Funds SICAV plc. Administrator's name changed from Calamatta Cuschieri Fund Services Limited to CC Fund Services (Malta) Limited. Additionally, CC High Income Bond Fund EUR changed to Euro High Income Bond Fund, CC High Income Bond Fund USD name changed to Global High Income Bond Fund and Malta Income Fund name changed to Malta Balanced Income Fund.

14 Events after the reporting period

The recent global outbreak of the coronavirus ("COVID-19") has caused significant volatility within the economic markets, for which the duration and spread of the outbreak and the resultant economic impact is uncertain and cannot be predicted. The effect of the impact of COVID-19 has not been reflected in these financial statements; such impact may affect the future results of the Company and/or its sub-funds. As at the reporting date, the sub-funds' AUMs have been impacted negatively by the outbreak of Covid-19, however has not affected the Fund's ability to continue to operate as a going concern. This will continue to be monitored as the situation progresses.

Subsequent to December 31, 2019, the sub-funds' have processed € 2,245,236 in net subscription requests.

The net redemptions and percentage changes to the sub-funds' NAVs between the NAV at 31 December 2019 and the latest approved NAV at the reporting date, 22 April 2020, are disclosed below.

| Sub-Fund | NAV Dec 2019 | NAV Apr 2020 | Post year-end percentage change in NAV | Net Sub/Red Million |
|---|-----------------|-----------------|--|------------------------|
| Euro High Income Bond Fund – A Share Class | €126.52 | €112.10 | (11.4%) | (€0.63) |
| Euro High Income Bond Fund – D Share Class | €92.59 | €80.61 | (12.9%) | |
| Global High Income Bond Fund – A Share Class | \$128.60 | \$118.81 | (7.6%) | (\$0.51) |
| Global High Income Bond Fund – D Share Class | \$92.03 | \$83.36 | (9.4%) | |
| Euro Equity Fund | €123.07 | €108.91 | (11.5%) | (€0.41) |
| Global Balanced Income Fund – EUR A Share Class | €10.86 | €9.33 | (14.1%) | (€0.40) |
| Global Balanced Income Fund – EUR B Share Class | €10.65 | €9.12 | (14.4%) | |
| Malta Government Bond Fund | €108.73 | €108.80 | 0.1% | €2.44 |
| Emerging Markets Bond Fund – USD A Share Class | \$103.37 | \$89.64 | (13.3%) | \$0.14 |
| Emerging Markets Bond Fund – USD B Share Class | \$96.08 | \$81.44 | (15.2%) | |
| Emerging Markets Bond Fund – EUR C Share Class | €95.68 | €81.79 | (14.5%) | |
| Emerging Markets Bond Fund – EUR D Share Class | €88.66 | €73.79 | (16.8%) | |
| Malta Balanced Income Fund – EUR A Share Class | €103.69 | €97.90 | (5.6%) | €1.59 |
| Malta Balanced Income Fund – EUR B Share Class | €100.53 | €94.92 | (5.6%) | |



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Company Ref No: C51312
VAT Reg No: MT2013 6121
Exemption number: EXO2155

Independent auditor's report

to the members of
CC Funds SICAV plc.

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of CC Funds SICAV plc ("the Company") and its sub-funds, set out on pages 14 to 58, which comprise each of the statements of financial position as at 31 December 2019, and the statements of profit or loss or other comprehensive income, statements of changes in net assets attributable to holders of redeemable shares and statements of cash flows for the year then ended, and notes to the financial statements, including significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company and its sub-funds as at 31 December 2019, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as adopted by the EU and have been properly prepared in accordance with the requirements of the Maltese Companies Act (Cap. 386).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the Accountancy Profession (Code of Ethics for Warrant Holders) Directive (Maltese Code) that are relevant to our audit of the financial statements in Malta, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code and the Maltese Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

We have determined that there are no key audit matters to communicate in our report.

Information Other than the Financial Statements and the Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises the company information on page 3, the investment managers report on page 4 to 8, the Directors' report on pages 9 to 11, the statement of directors' responsibilities on page 12, comparative statement on page 13, portfolio statement on pages 63 to 75, efficient portfolio management techniques on pages 76 to 80, Appendix 1- General information on page 81 and the Custodian's report on pages 82 to 83, but does not include the separate and consolidated financial statements and our auditor's report thereon.

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Independent auditor's report (continued)

to the members of
CC Funds SICAV plc.

Information Other than the Financial Statements and the Auditor's Report Thereon (continued)

Except for our opinion on the Directors' report in accordance with the Companies Act (Cap. 386), 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 that fact. We have nothing to report in this regard.

With respect to the Directors' report, we also considered whether the Directors' report includes the disclosure requirements of Article 177 of the Companies Act (Cap. 386)

In accordance with the requirements of sub-article 179(3) of the Companies Act (Cap. 386) in relation to the Directors' Report on pages 9 to 11, in our opinion, based on the work undertaken in the course of the audit:

- The information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- The Directors' Report has been prepared in accordance with applicable legal requirements.
In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified any material misstatements in the Directors' Report.

Responsibility of the Directors for the Financial Statements

As explained more fully in the Statement of directors' responsibilities on page 12, the directors are responsible for the preparation of financial statements that give a true and fair view in accordance with IFRSs as adopted by the EU and the requirements of the Companies Act (Cap.386), and for such internal control as the directors determine 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 directors are responsible for assessing the Company'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 directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives 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 an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs 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.

In terms of article 179A(4) of the Companies Act (Cap.386), the scope of our audit does not include assurance on the future viability of the audited entity or on the efficiency or effectiveness with which the directors have conducted or will conduct the affairs of the entity.

As part of an audit in accordance with ISAs, 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.



Independent auditor's report (continued)

to the members of
CC Funds SICAV plc.

Auditor's Responsibilities for the Audit of the Financial Statements (continued)

- 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' 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 Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report 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 auditor's report.

However, future events or conditions may cause the Company 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 the directors 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.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

Matters on which we are required to report by exception under the Companies Act

Under the Companies Act (Cap. 386), we have responsibilities to report to you if in our opinion:

- Proper accounting records have not been kept;
- Proper returns adequate for our audit have not been received from branches not visited by us;
- The financial statements are not in agreement with the accounting records and returns; or
- We have been unable to obtain all the information and explanations which, to the best of our knowledge and belief, are necessary for the purpose of our audit.

We have nothing to report to you in respect of these responsibilities.

Consistency of the audit report with the additional report to the Board of Directors

Our audit opinion is consistent with the additional report to the Board of Directors in accordance with the provisions of Article 11 of the EU Audit Regulation No. 537/2014.

Deloitte.

Independent auditor's report (continued)

to the members of
CC Funds SICAV plc.

Auditor appointment

We were first appointed to act as statutory auditor of the Company, following the Company's equity listing, by the members of the Company on 27 April 2017 for the financial year ended 31 December 2017, and were subsequently reappointed as statutory auditors by the members of the Company on an annual basis. The period of total uninterrupted engagement as statutory auditor since the Company became a public interest entity including previous reappointments of the firm is 2 financial years.



Michael Bianchi as Director
in the name and on behalf of
Deloitte Audit Limited
Registered auditor
Central Business District, Birkirkara, Malta

22 April 2020

Portfolio of net assets at 31st December 2019

Euro High Income Bond Fund

| | Denominated in: | Fair Value EUR | Percentage of total net assets % |
|---|-----------------|-------------------|--|
| Debt Instruments | | | |
| 5% NIDDA BONDCO 30/09/2025 | EUR | 1,049,750 | 2.39 |
| 4.125% HP PELZER 01/04/2024 | EUR | 1,026,465 | 2.33 |
| 6% LOXAM SAS 15/04/2025 | EUR | 943,875 | 2.15 |
| 5% MASARIA INVEST 15/09/2024 | EUR | 926,955 | 2.11 |
| 6.125% CHEMOURS CO 15/05/2026 | EUR | 909,790 | 2.07 |
| 2.25% PGB 18/04/2034 | EUR | 897,210 | 2.04 |
| 5.875% SELECTA GROUP BV 01/02/2024 | EUR | 824,656 | 1.87 |
| 7.5% GARFUNKELUX HOLD 01/08/2022 | EUR | 801,984 | 1.82 |
| 7% MARB BONDCO PLC 15/03/2024 | USD | 745,071 | 1.69 |
| 6.5% CMA CGM SA 15/07/2022 | EUR | 728,224 | 1.66 |
| 6.75% PRMHLD 15/08/2023 | EUR | 719,744 | 1.64 |
| 3.5% GESTAMP FUNDING LUX 15/05/2023 | EUR | 715,883 | 1.63 |
| 4.75% ALTICE FINCO SA 15/01/2028 | EUR | 709,730 | 1.61 |
| 5.375% TAKKO LUX 2 SCA 15/11/2023 | EUR | 694,435 | 1.58 |
| 2.625% CROWN EUROPEAN 30/09/2024 | EUR | 641,934 | 1.46 |
| 10% GOVERNOR & CO OF THE BAN 19/12/2022 | EUR | 639,095 | 1.45 |
| 3.5% EIRCOM FINANCE 15/05/2026 | EUR | 634,356 | 1.44 |
| 5.5% SCIENTIFIC GAMES INTL 15/02/2026 | EUR | 626,784 | 1.43 |
| 4.75% BANCO SANTANDER 19/03/2025 | EUR | 621,030 | 1.41 |
| 3.25% GRUPO-ANTOLIN 30/04/2024 | EUR | 586,056 | 1.33 |
| 5.875% PETROBRAS INTL FIN 07/03/2022 | EUR | 561,005 | 1.28 |
| 7.75% NEMAK SAB 23/01/2025 | USD | 554,571 | 1.26 |
| 6.375% VEDANTA RESOURCE 30/07/2022 | USD | 526,698 | 1.20 |
| 4.75% UBS AG 12/02/2026 | EUR | 525,945 | 1.20 |
| 4.875% UNITED GROUP 01/07/2024 | EUR | 523,765 | 1.19 |
| 4.625% CEMEX FINANCE 15/06/2024 | EUR | 521,245 | 1.19 |
| 3.6% GAZPROM 26/02/2021 | EUR | 520,995 | 1.18 |
| 5.75% CREDIT SUISSE 18/09/2025 | EUR | 520,625 | 1.18 |
| 5.5% RABOBANK 29/12/2049 | EUR | 512,285 | 1.16 |
| 6.25% BANCO SANTANDER 12/03/2020 | EUR | 505,955 | 1.15 |
| 6.5% GLOBAL PORTS FIN 22/09/2023 | USD | 491,198 | 1.12 |
| 5.299% PETROBAS GLOBAL FIN 27/01/2025 | USD | 486,837 | 1.11 |
| 4.875% GERDAU TRADE INC 24/10/2027 | USD | 479,640 | 1.09 |
| 6.5% MINERVA LUX SA 19/01/2028 | USD | 469,437 | 1.07 |
| 5.25% ORANGE 07/02/2050 | EUR | 468,840 | 1.07 |
| 6.625% ALAM SYNERGY 24/04/2022 | USD | 463,760 | 1.05 |
| 6.5% BORETS FIN 07/04/2022 | USD | 463,574 | 1.05 |
| 5.375% ELECTRICITE DE FRANC 29/01/2050 | EUR | 463,000 | 1.05 |
| 5.25% MALTA GOVERNMENT 23/06/2030 | EUR | 446,580 | 1.02 |
| 4.75% INTL GAME TECH 15/02/2023 | EUR | 438,856 | 1.00 |
| 2.125% PERNOD RICARD SA 27/09/2024 | EUR | 437,328 | 0.99 |
| 5.25% HSBC HOLDINGS 16/09/2022 | EUR | 437,240 | 0.99 |
| 4.125% SAZKA GROUP AS 20/11/2024 | EUR | 420,408 | 0.96 |
| 6.95% MODERNLAND OVERS 13/04/2024 | USD | 404,976 | 0.92 |
| 2.375% INTL GAME TECH 15/04/2028 | EUR | 403,304 | 0.92 |
| 7.25% ALDESA FINANCIAL 01/04/2021 | EUR | 362,428 | 0.82 |
| 5.8% TURKCELL 11/04/2028 | USD | 356,982 | 0.81 |

Euro High Income Bond Fund (continued)**Debt Instruments (continued)**

| | | | |
|---|-----|-------------------|--------------|
| 4.5% ENDO FINANCE PLC 03/22/2029 | EUR | 351,750 | 0.80 |
| 4% SP FINANCE PLC 03/05/2029 | EUR | 350,350 | 0.80 |
| 5.425% SOLVAY FIN 12/11/2050 | EUR | 346,488 | 0.79 |
| 3.875% AXA SA 05/10/2025 | EUR | 343,527 | 0.78 |
| 6.25% CHINA EVERGRANDE 28/06/2021 | USD | 337,904 | 0.77 |
| 4% STIVALA GROUP 18/10/2027 | EUR | 336,600 | 0.77 |
| 4% AEGON NV 25/04/2044 | EUR | 334,830 | 0.76 |
| 3.625% TELECOM ITALIA 25/05/2026 | EUR | 333,282 | 0.76 |
| 3.625% ENBW 02/04/2076 | EUR | 312,387 | 0.71 |
| 4% EDEN FINANCE 28/04/2027 | EUR | 310,500 | 0.71 |
| 4% SAPPI PAPIER HOL 01/04/2023 | EUR | 307,266 | 0.70 |
| 5.75% DANSKE BANK A/S 06/04/2049 | EUR | 303,459 | 0.69 |
| 5.375% UNICREDIT SPA 03/05/2025 | EUR | 302,814 | 0.69 |
| 3.75% BORTEX GROUP FIN 01/12/2027 | EUR | 291,334 | 0.66 |
| 6.5% MINERVA LUX SA 20/09/2026 | USD | 285,574 | 0.65 |
| 3.75% MERCURY PROJECTS FIN 27/03/2027 | EUR | 275,275 | 0.63 |
| 3.75% TUM FINANCE PLC 27/06/2029 | EUR | 255,000 | 0.58 |
| 5% JD CAPITAL PLC 21/05/2028 | EUR | 252,500 | 0.57 |
| 5.9% TOGETHER GAMING SOLUTIONS 22/07/2026 | EUR | 250,500 | 0.57 |
| 3.85% HILI BOND 24/07/2028 | EUR | 250,000 | 0.57 |
| 5% HH FINANCE PLC 19/05/2028 | EUR | 250,000 | 0.57 |
| 6.125% VEDANTA RESOURCE 09/08/2024 | USD | 244,752 | 0.56 |
| 4.35% SD FINANCE PLC 25/04/2027 | EUR | 232,300 | 0.53 |
| 4.75% ALLIANZ SE 24/10/2049 | EUR | 231,516 | 0.53 |
| 3.375% HANNOVER RUECKV 26/06/2049 | EUR | 227,358 | 0.52 |
| 6.125% BNP PARIBAS 17/06/2022 | EUR | 224,022 | 0.51 |
| 4.85% VOLVO TREAS AB 10/03/2078 | EUR | 224,010 | 0.51 |
| 3.875% AVIVA PLC 03/07/2044 | EUR | 223,626 | 0.51 |
| 5.75% UBS GROUP 19/02/2022 | EUR | 218,732 | 0.50 |
| 42 Invest plc 6.25% 2022 | EUR | 218,160 | 0.50 |
| 5.375% INEOS GROUP HOLDINGS 01/08/2024 | EUR | 207,922 | 0.47 |
| 4.8% MED MARITIME HUB 14/10/2026 | EUR | 204,600 | 0.47 |
| 5% CONVENIENCE SHOP HLD 08/03/2029 | EUR | 196,000 | 0.45 |
| 3& APPLE IN 13/11/2027 | USD | 187,190 | 0.43 |
| 6% DEUTSCHE BANK AG 30/04/2022 | EUR | 186,050 | 0.42 |
| 5% SMARCARE FINANCE PLC 05/06/2029 | EUR | 178,465 | 0.41 |
| 0.75% REPUBLIC OF AUSTRIA 20/02/2028 | EUR | 160,041 | 0.36 |
| 0.8% BELGIUM KINGDOM 22/06/2027 | EUR | 159,941 | 0.36 |
| 0.75% FRANCE (GOVT OF) 25/11/2028 | EUR | 159,663 | 0.36 |
| 0.5% FINNISH GOVERNMENT 15/09/2028 | EUR | 156,979 | 0.36 |
| 4.15% MERCURY PROJECTS FIN 27/03/2031 | EUR | 136,350 | 0.31 |
| Total debt instruments | | 38,569,521 | 87.69 |

Exchange traded funds

| | | | |
|-------------------------------------|-----|------------------|-------------|
| LYXOR EMT 1-3Y IG UCIT ETF(LYQ2) | EUR | 624,900 | 1.42 |
| ISHS EUR HY CORP BND UCITS ETF | EUR | 422,360 | 0.96 |
| XTRACKERSII iTraxx UCITS ETF(DBXM) | EUR | 415,159 | 0.94 |
| LYXOR EUR HY EFB UCITS ETF (YIEL) | EUR | 286,900 | 0.65 |
| LYXOR EURMTS 7-10Y INV GR UCITS ETF | EUR | 185,910 | 0.42 |
| Total exchange traded funds | | 1,935,229 | 4.40 |

Euro High Income Bond Fund (continued)**Collective investment schemes**

| | | | |
|--|-----|----------------|-------------|
| AXA IM EUR LIQUIDITY FUND | EUR | 499,316 | 1.14 |
| Total collective investment schemes | | 499,316 | 1.14 |

Derivatives**Forwards**

| | | | |
|---|-----|----------------|---------------|
| Forward Exchange Contract EUR/USD - CCIS 28/01/2020 | USD | (3,440) | (0.01) |
| Total forwards | | (3,440) | (0.01) |

| | | | |
|---------------------------------------|--|-------------------|---------------|
| Total portfolio of investments | | 41,000,626 | 93.22 |
| Bank balances | | 2,182,051 | 4.96 |
| Other assets net of liabilities | | 801,042 | 1.82 |
| Net Assets | | 43,983,719 | 100.00 |

Global High Income Bond Fund

| | Denominated in: | Fair Value EUR | Percentage of total net assets % |
|--|-----------------|-------------------|--|
| Debt Instruments | | | |
| 7% KB HOME 15/12/2021 | USD | 575,990 | 3.64 |
| 4.75% LENNAR CORP 15/11/2022 | USD | 469,593 | 2.97 |
| 5.625% INEOS GROUP HOLD 01/08/2024 | USD | 459,003 | 2.90 |
| 6.75% SOCIETE GENERALE 06/10/2167 | USD | 394,410 | 2.49 |
| 8% UNICREDIT SPA 03/06/2024 | USD | 390,525 | 2.47 |
| 5.299% PETROBRAS GLOB 27/01/2025 | USD | 389,469 | 2.46 |
| 5.25% SBERBANK 23/05/2023 | USD | 382,713 | 2.42 |
| 6.25% INTL GAME TECH 15/02/2022 | USD | 377,159 | 2.39 |
| 6.35% REP OF TURKEY 10/08/2024 | USD | 373,620 | 2.36 |
| 4.375% FORD MOTOR CRED 06/08/2023 | USD | 370,805 | 2.35 |
| 4.1% MMC NORILSK NICK 11/04/2023 | USD | 370,309 | 2.34 |
| 5.75% TURKCELL ILETISI 15/10/2025 | USD | 365,918 | 2.31 |
| 2.25% AAPL INC 23/02/2021 | USD | 358,912 | 2.27 |
| 6.25% GTH FINANCE BV 26/04/2020 | USD | 357,856 | 2.26 |
| 5.625% HSBC HOLDINGS 17/01/2050 | USD | 357,242 | 2.26 |
| 6.95% MODERNLAND OVERS 13/04/2024 | USD | 323,981 | 2.05 |
| 5.375% PETROBRAS GLOBAL FINANCE 27/01/2021 | USD | 322,392 | 2.04 |
| 5.375% CHEMOURS CO 15/05/2027 | USD | 319,754 | 2.02 |
| 6.625% ALAM SYNERGY 24/04/2022 | USD | 309,173 | 1.96 |
| 11.5% SPRINT COMMUNICATIONS 15/11/2021 | USD | 306,426 | 1.94 |
| 4.95% GAZPROM 23/03/2027 | USD | 298,713 | 1.89 |
| 6.625% MMC NORILSK NICK 14/10/2022 | USD | 295,527 | 1.87 |
| 6.5% GLOBAL PORTS FIN 22/09/2023 | USD | 294,719 | 1.86 |
| 6.625% NBM US HOLDINGS INC 06/08/2029 | USD | 291,315 | 1.84 |
| 5.125% UBS AG 15/05/2024 | USD | 289,255 | 1.83 |
| 7% SCIENTIFIC GAMES 15/05/2028 | USD | 287,926 | 1.82 |
| 7% MARB BONDCO PLC 15/03/2024 | USD | 279,402 | 1.77 |
| 6.5% BORETS FIN 07/04/2022 | USD | 278,144 | 1.76 |
| 4.625% ESH HOSPITALITY INC 01/10/2027 | USD | 271,913 | 1.72 |
| 7.25% COUNTRY GARDEN 04/04/2021 | USD | 268,534 | 1.70 |
| 8.25% VALE OVERSEAS 17/01/2034 | USD | 251,018 | 1.59 |
| 7.25% GTL TRADE FIN 16/04/2044 | USD | 225,934 | 1.43 |
| 6.5% CREDIT SUISSE AG 08/08/2023 | USD | 199,485 | 1.26 |
| 5.875% MINERVA LUX SA 19/01/2028 | USD | 187,775 | 1.19 |
| 5.25% ELEC DE FRANCE 29/01/2050 | USD | 187,231 | 1.18 |
| 4% VEON HOLDINGS BV 09/04/2025 | USD | 186,385 | 1.18 |
| 6.125% XPO Logistics INC 01/09/2023 | USD | 184,639 | 1.17 |
| 6.125% BOMBARDIER INC 15/01/2023 | USD | 183,305 | 1.16 |
| 6.625% ALTICE FINANCING SA 15/02/2023 | USD | 181,798 | 1.15 |
| 5.5% ALLIANZ SE 26/09/2060 | USD | 180,831 | 1.14 |
| 2.25% WESTPAC BANKING CORP 09/11/2020 | USD | 178,962 | 1.13 |
| 5.875% BRASKEM NETHERLANDS 31/01/2050 | USD | 177,774 | 1.12 |
| 6.375% VEDANTA RESOURCE 30/07/2022 | USD | 175,566 | 1.11 |
| 7% CSN ISLANDS XII 23/09/2049 | USD | 164,456 | 1.04 |
| 6.9% YESTAR HEALTHCARE HLD CO 15/09/2021 | USD | 129,851 | 0.82 |
| 6.25% CHINA EVERGRANDE 28/06/2021 | USD | 84,476 | 0.53 |
| Total debt Instruments | | 13,310,184 | 84.18 |

Global High Income Bond Fund
Exchange traded funds

| | | | |
|---|-----|-------------------|---------------|
| ISHARES USD T-BOND 20+YR UCITS ETF | USD | 295,668 | 1.87 |
| ISHARES USD HIGH YIELD CORPORATE BOND UCITS | USD | 969,189 | 6.13 |
| Total exchange traded funds | | 1,264,857 | 8.00 |
| Total portfolio of investments | | 14,575,041 | 92.18 |
| Bank balances | | 1,083,191 | 6.85 |
| Other assets net of liabilities | | 153,562 | 0.97 |
| Net Assets | | 15,811,794 | 100.00 |

Equity Fund

| | Denominated in: | Fair Value EUR | Percentage of total net assets % |
|---|-----------------|-------------------|--|
| Equities | | | |
| ASML Holding NV | EUR | 421,920 | 5.45 |
| LVMH MOET HENNESSY V | EUR | 405,916 | 5.24 |
| SAP SE | EUR | 397,056 | 5.13 |
| AIRBUS GROUP SE | EUR | 391,440 | 5.05 |
| L'OREAL SA | EUR | 369,600 | 4.77 |
| ALIBABA GROUP | USD | 340,480 | 4.40 |
| AXA SA | EUR | 326,430 | 4.21 |
| AMAZON.COM INC | USD | 273,559 | 3.53 |
| SANOFI | EUR | 268,860 | 3.47 |
| MASTERCARD | USD | 266,289 | 3.44 |
| KERING SHARES | EUR | 262,755 | 3.39 |
| MICROSOFT CORP | USD | 253,153 | 3.27 |
| BMIT TECHNOLOGIES PL | EUR | 243,724 | 3.15 |
| Muenchener Rueck | EUR | 230,125 | 2.97 |
| DANONE SHARES | EUR | 221,700 | 2.86 |
| HOME DEPOT INC | USD | 194,756 | 2.51 |
| ALLIANZ SE REG | EUR | 184,548 | 2.38 |
| RENAULT SA | EUR | 147,630 | 1.91 |
| HARVEST TECHNOLOGY | EUR | 127,500 | 1.65 |
| Total equities | | 5,327,441 | 68.77 |
| Exchange traded funds | | | |
| LYX EURSTX600 | EUR | 542,950 | 7.01 |
| ISHARES EURO STOXX 50 | EUR | 453,840 | 5.86 |
| LYX ETF STOXX EURO | EUR | 507,210 | 6.55 |
| LYX ETF DAX | EUR | 445,032 | 5.74 |
| Total exchange traded funds | | 1,949,032 | 25.16 |
| Forwards | | | |
| Forward Exchange Contract EUR/USD - CCIS 29.01.2020 | USD | 2,449 | 0.03 |
| Total forwards | | 2,449 | 0.03 |
| Total portfolio of investments | | 7,278,922 | 93.96 |
| Bank balances | | 592,971 | 7.65 |
| Other liabilities net of assets | | (125,020) | (1.61) |
| Net Assets | | 7,746,873 | 100.00 |

Global Balanced Income Fund

| | Denominated in: | Fair Value EUR | Percentage of total net assets % |
|---------------------------------------|-----------------|-------------------|--|
| Debt Instruments | | | |
| 5% NIDDA BONDCO 30/09/2025 | EUR | 209,950 | 3.02 |
| 4.75% BANCO SANTANDER 19/03/2025 | EUR | 207,010 | 2.98 |
| 7.5% GARFUNKELUX HOLD 01/08/2022 | EUR | 200,496 | 2.89 |
| 5.299% PETROBRAS GLOB 27/01/2025 | USD | 194,735 | 2.80 |
| 4.125% HP PELZER HOLDING 01/04/2024 | EUR | 186,630 | 2.69 |
| 6.5% CMA CGM 15/07/2022 | EUR | 182,056 | 2.62 |
| 4.0% CHEMOURS CO 15/05/2026 | EUR | 181,958 | 2.62 |
| 6.125% VEDANTA RESOURCE 09/08/2024 | USD | 163,168 | 2.35 |
| 3.75% TUM FINANCE PLC 27/06/2029 | EUR | 122,400 | 1.76 |
| 4.5% ENDO FINANCE PLC 22/03/2029 | EUR | 100,500 | 1.45 |
| 4% SP FINANCE PLC 03/05/2029 | EUR | 100,100 | 1.44 |
| 6.75% PRMHL D 15/08/2023 | EUR | 89,968 | 1.30 |
| 4.35% SD FINANCE PLC 25/04/2027 | EUR | 79,790 | 1.15 |
| 3.75% MERCURY PROJECTS FIN 27/03/2027 | EUR | 75,075 | 1.08 |
| 4% EDEN FINANCE 28/04/2027 | EUR | 72,450 | 1.04 |
| 4.25% MERCURY PROJECTS FIN 27/03/2031 | EUR | 60,600 | 0.87 |
| 7% KB HOME 15/12/2021 | USD | 47,999 | 0.69 |
| 4.75% LENNAR CORP 01/04/2021 | USD | 45,795 | 0.66 |
| Total debt Instruments | | 2,320,680 | 33.41 |
| Equities | | | |
| ASML Holding NV | EUR | 415,328 | 5.98 |
| BMIT TECHNOLOGIES PL | EUR | 325,000 | 4.68 |
| SAP SE | EUR | 300,800 | 4.33 |
| KERING SHARES | EUR | 190,190 | 2.74 |
| ALIBABA GROUP | USD | 174,023 | 2.51 |
| L'OREAL SA | EUR | 158,400 | 2.28 |
| ALLIANZ SE REG | EUR | 152,880 | 2.20 |
| Muenchener Rueck | EUR | 144,870 | 2.09 |
| AXA SA | EUR | 138,105 | 1.99 |
| HARVEST TECHNOLOGY | EUR | 115,500 | 1.66 |
| AMAZON.COM INC | USD | 110,412 | 1.59 |
| RENAULT SA | EUR | 90,687 | 1.31 |
| Total equities | | 2,316,195 | 33.34 |
| Exchange traded funds | | | |
| ISHARES MSCI EM ASIA ACC | USD | 348,078 | 5.01 |
| LYXOR CAC 40 DR-D-EUR | EUR | 245,448 | 3.53 |
| LYXOR EUROSTOXX 600 TECHNOLOGY ETF | EUR | 235,228 | 3.39 |
| ISHARES CORE S&P 500 ETF | USD | 228,520 | 3.29 |
| LYXOR EURSTX600 HALHCARE | EUR | 217,180 | 3.13 |
| ISHARES EURO HY CORP BOND ETF | EUR | 211,180 | 3.04 |
| ISHARES MSCI EM ETF | USD | 208,281 | 3.00 |
| ISHARES II PLC | USD | 198,453 | 2.86 |
| ISHARES EUROSTOXX600 OIL&GAS ETF | EUR | 173,257 | 2.49 |
| Total exchange traded funds | | 2,065,625 | 29.73 |

Global Balanced Income Fund (continued)**Forwards**

| | | | |
|---|-----|------------------|---------------|
| Forward Exchange Contract EUR/USD - CCIS plc 27.01.2020 | USD | 1,980 | 0.03 |
| Total forwards | | 1,980 | 0.03 |
| Total portfolio of investments | | 6,704,480 | 96.51 |
| Bank balances | | 259,018 | 3.73 |
| Other assets net of liabilities | | (16,585) | (0.24) |
| Net Assets | | 6,946,913 | 100.00 |

Malta Government Bond Fund

| | Denominated in: | Fair Value EUR | Percentage of total net assets % |
|--|-----------------|-------------------|--|
| Debt Instruments | | | |
| 4.5% MALTA GOVERNMENT 25/10/2028 | EUR | 1,908,480 | 10.04 |
| 4.3% MALTA GOVERNMENT 01/08/2023 | EUR | 1,148,550 | 6.04 |
| 5.25% MALTA GOVERNMENT 23/06/2030 | EUR | 1,079,339 | 5.68 |
| 4.1% MALTA GOVERNMENT 18/10/2034 | EUR | 1,052,123 | 5.53 |
| 2.5% MALTA GOVERNMENT 17/11/2036 | EUR | 893,094 | 4.70 |
| 2.3% MALTA GOVERNMENT 24/07/2029 | EUR | 883,950 | 4.65 |
| 4.45% MALTA GOVERNMENT 03/09/2032 | EUR | 859,248 | 4.52 |
| 1.4% MALTA GOVERNMENT 29/07/2024 | EUR | 852,800 | 4.49 |
| 5.2% MALTA GOVERNMENT 16/09/2031 | EUR | 846,431 | 4.45 |
| 5.1% MALTA GOVERNMENT 01/10/2029 | EUR | 823,251 | 4.33 |
| 2.1% MALTA GOVERNMENT 24/08/2039 | EUR | 702,000 | 3.69 |
| 4.65% MALTA GOVERNMENT 22/07/2032 | EUR | 685,400 | 3.61 |
| 1.85% MALTA GOVERNMENT 30/05/2029 | EUR | 568,050 | 2.99 |
| 3% MALTA GOVERNMENT 11/06/2040 | EUR | 553,600 | 2.91 |
| 4.8% MALTA GOVERNMENT 11/09/2028 | EUR | 398,736 | 2.10 |
| 5.1% MALTA GOVERNMENT 16/08/2022 | EUR | 295,932 | 1.56 |
| 2.4% MALTA GOVERNMENT 25/07/2041 | EUR | 238,000 | 1.25 |
| 3.3% MALTA GOVERNMENT 12/11/2024 | EUR | 232,270 | 1.22 |
| 4.3% MALTA GOVERNMENT 15/05/2022 | EUR | 221,240 | 1.16 |
| 5.5% MALTA GOVERNMENT 06/07/2023 | EUR | 143,658 | 0.76 |
| 2.2% MALTA GOVERNMENT 24/11/2035 | EUR | 127,428 | 0.67 |
| 4.125% PORTUGUESE OT'S 14/04/2027 | EUR | 51,138 | 0.27 |
| 5.4% SPANISH GOV'T 31/01/2023 | EUR | 47,011 | 0.25 |
| 2.6% BELGIAN 0332 22/06/2024 | EUR | 45,375 | 0.24 |
| 5.125% REP OF SLOVENIA 30/03/2026 | EUR | 39,754 | 0.21 |
| 3.4% IRISH GOVT 18/03/2024 | EUR | 34,735 | 0.18 |
| 5.75% SPANISH GOV'T 30/07/2032 | EUR | 32,443 | 0.17 |
| 2.2% PORTUGUESE OT'S 17/10/2022 | EUR | 21,436 | 0.11 |
| 6.25% HUNGARY 29/01/2020 | USD | 17,906 | 0.09 |
| 3% REP OF POLAND 17/03/2023 | USD | 13,802 | 0.07 |
| 7% REP OF TURKEY 05/06/2020 | EUR | 13,650 | 0.07 |
| Total debt Instruments | | 14,830,830 | 78.02 |
| Exchange traded funds | | | |
| LYXOR EUROMTS 3-5Y INVESTMENT GRADE (DR) UCITS ETF | EUR | 61,704 | 0.32 |
| Total exchange traded funds | | 61,704 | 0.32 |
| Total portfolio of investments | | 14,892,534 | 78.34 |
| Bank balances | | 4,044,174 | 21.27 |
| Other assets net of liabilities | | 73,328 | 0.39 |
| Net Assets | | 19,010,036 | 100.00 |

Emerging Markets Bond Fund

| | Denominated in: | Fair Value EUR | Percentage of total net assets % |
|--|-----------------|-------------------|--|
| Debt Instruments | | | |
| 4.95% GAZPROM (GAZ CAPITAL SA) 19/07/2022 | USD | 378,118 | 3.43 |
| 6.875% AEROPUERTOS ARGENT 2000 01/02/2027 | USD | 234,621 | 2.13 |
| 7.25% ALDESA FINANCIAL SERVCS 01/04/2021 | EUR | 90,587 | 0.82 |
| 5.875% BRASKEM NETHERLANDS 31/01/2050 | USD | 177,774 | 1.61 |
| 6.625% ALAM SYNERGY PTE LTD 24/04/2022 | USD | 154,587 | 1.40 |
| 6.375% AXTEL SAB DE CV 14/11/2024 | USD | 188,265 | 1.71 |
| 6.5% MINERVA LUXEMBOURG SA 20/09/2026 | EUR | 190,383 | 1.73 |
| 6.5% BORETS FINANCE DAC 07/04/2022 | EUR | 185,429 | 1.68 |
| 5.125% COUNTRY GARDEN HLDGS 17/01/2025 | USD | 179,995 | 1.63 |
| 7.5% CHINA EVERGRANDE GROUP 28/06/2023 | USD | 155,684 | 1.41 |
| 3.625% GEELY AUTOMOBILE 25/01/2023 | USD | 180,419 | 1.64 |
| 7.25% GTL TRADE FINANCE INC 16/04/2044 | USD | 225,934 | 2.05 |
| 4.5% CEMEX SAB DE CV 19/11/2029 | USD | 186,252 | 1.69 |
| 6.5% GLOBAL PORTS FINANCE 22/09/2023 | USD | 392,958 | 3.56 |
| 8.125% GLOBAL LIMAN ISLETMELERI 14/11/2021 | USD | 349,676 | 3.17 |
| 4.1% MMC NORILSK (MMC FIN) 11/04/2023 | USD | 185,155 | 1.68 |
| 7% CSN ISLANDS XII 23/09/2049 | USD | 164,456 | 1.49 |
| 5.75% LOXAM SAS NOTES 15/07/2027 | EUR | 211,486 | 1.92 |
| 6.375% LOGAN PROPERTY HOLDINGS 07/03/2021 | USD | 272,421 | 2.47 |
| 5.25% LOGAN PROPERTY HOLDINGS 23/02/2023 | USD | 177,926 | 1.61 |
| 6.95% MODERNLAND OVERSEAS PTE 13/04/2024 | USD | 323,981 | 2.94 |
| 6% MILLICOM INTL CELLULAR 15/03/2025 | USD | 185,338 | 1.68 |
| 5% NIDDA BONDSCO GMBH 30/09/2025 | EUR | 314,898 | 2.86 |
| 5.299% PETROBRAS GLOBAL FINANCE 27/01/2025 | USD | 438,153 | 3.97 |
| 3% REPUBLIC OF POLAND 17/03/2023 | USD | 276,041 | 2.50 |
| 5% REPUBLIC OF BRAZIL 27/01/2045 | USD | 185,645 | 1.68 |
| 6.625% NBM US HOLDINGS INC 06/08/2029 | USD | 291,315 | 2.64 |
| 6.25% REPUBLIC OF HUNGARY 29/01/2020 | USD | 268,593 | 2.44 |
| 7% REPUBLIC OF TURKEY 05/06/2020 | USD | 181,998 | 1.65 |
| 6.35% REPUBLIC OF TURKEY 10/08/2024 | USD | 186,810 | 1.69 |
| 3.4% REPUBLIC OF INDONESIA 18/09/2029 | USD | 186,353 | 1.69 |
| 6.625% OZTEL HOLDINGS SPC 24/04/2028 | USD | 189,655 | 1.72 |
| 5.8% TURKCELL ILETISIM HIZMET 11/04/2028 | USD | 178,491 | 1.62 |
| 7.75% NEMAK SAB DE CV 23/01/2025 | USD | 184,857 | 1.68 |
| 6.625% TUPY OVERSEAS SA 17/07/2024 | USD | 370,252 | 3.36 |
| 8.5% YPF SOCIEDAD ANONIMA 27/06/2029 | USD | 80,891 | 0.73 |
| 6.125% VEDANTA RESOURCES PLC 09/08/2024 | USD | 163,168 | 1.48 |
| 4.95% VEON HOLDINGS BV 16/06/2024 | USD | 383,712 | 3.48 |
| 6.9% YESTAR HEALTHCARE HLD CO 15/09/2021 | USD | 324,628 | 2.94 |
| Total debt Instruments | | 8,996,905 | 81.61 |

Emerging Markets Bond Fund (continued)**Exchange traded funds**

| | | | |
|-------------------------------------|-----|----------------|-------------|
| ISHARES JPM US EM MRKT BD UCITS ETF | USD | 285,069 | 2.59 |
| X-TRACK CSI300 UCITS ETF(RQFI) | | 72,104 | 0.65 |
| ISHARES MSCI EM UCITS ETF | USD | 76,577 | 0.69 |
| ISHARES MSCI EM ASIA UCITS ETF | USD | 76,904 | 0.70 |
| Total exchange traded funds | | 510,654 | 4.63 |

Forwards

| | | | |
|---|-----|---------------|-------------|
| Forward Exchange Contract EUR/USD - CCIS 09.01.2020 | EUR | 28,177 | 0.26 |
| Forward Exchange Contract EUR/USD - CCIS 23.01.2020 | EUR | 2,343 | 0.02 |
| Forward Exchange Contract EUR/USD - CCIS 05.02.2020 | EUR | 12,703 | 0.12 |
| Forward Exchange Contract EUR/USD - CCIS 19.02.2020 | EUR | 6,563 | 0.06 |
| Forward Exchange Contract EUR/USD - CCIS 20.03.2020 | EUR | 9,716 | 0.09 |
| Total forwards | | 59,502 | 0.54 |

| | | | |
|---------------------------------------|--|-------------------|---------------|
| Total portfolio of investments | | 9,567,061 | 86.79 |
| Bank balances | | 1,356,435 | 12.30 |
| Other assets net of liabilities | | 100,248 | 0.91 |
| Net Assets | | 11,023,744 | 100.00 |

Malta Balanced Income Fund

| | Denominated in: | Fair Value EUR | Percentage of total net assets % |
|---|-----------------|-------------------|--|
| Debt Instruments | | | |
| 4% STIVALA GROUP FINANC 18/10/2027 | EUR | 395,760 | 2.85 |
| 4.35% SD FINANCE PLC 25/04/2024 | EUR | 378,952 | 2.73 |
| 3.75% TUM FINANCE PLC 27/06/2029 | EUR | 354,960 | 2.56 |
| 4% EDEN LEISURE 28/04/2027 | EUR | 351,383 | 2.53 |
| 3.75% BORTEX GROUP FIN PLC 01/12/2027 | EUR | 338,942 | 2.44 |
| 3.85% HILI BOND 24/07/2028 | EUR | 316,000 | 2.28 |
| 4.5% ENDO FINANCE PLC 22/03/2029 | EUR | 301,500 | 2.17 |
| 4% SP FINANCE PLC 03/05/2029 | EUR | 300,300 | 2.17 |
| 4% MEDIRECT BANK MALTA 05/11/2029 | EUR | 290,700 | 2.10 |
| 3.75% PREMIER CAPITAL PLC 23/11/2026 | EUR | 281,210 | 2.03 |
| 3.5% BANK OF VALETTA PLC 08/08/2030 | EUR | 268,290 | 1.94 |
| 3.75% VIRTU FINANCE PLC 30/11/2027 | EUR | 261,500 | 1.89 |
| 4% INTERNATIONAL HOTEL 20/12/2026 | EUR | 257,550 | 1.86 |
| 5.9% TOGETHER GAMING SOLUTIONS 22/07/2026 | EUR | 250,500 | 1.81 |
| 5% BORGIO LIFESTYLE FIN 07/02/2029 | EUR | 221,056 | 1.59 |
| 4.8% MED MAR HUB FIN PLC 14/10/2026 | EUR | 204,600 | 1.48 |
| 5.75% PHARMACARE FINANCE 29/10/2028 | EUR | 202,000 | 1.46 |
| 5% CONVENIENCE SHOP HLD 08/03/2029 | EUR | 196,000 | 1.41 |
| 4.8% BANK OF VALETTA PLC 15/03/2020 | EUR | 159,500 | 1.15 |
| 5.1% MALTA GOVERNMENT 01/10/2029 | EUR | 144,430 | 1.04 |
| 4.4% CBC PLC 07/07/2027 | EUR | 131,879 | 0.95 |
| 3.75% TUMAS INVESTMENTS 10/07/2027 | EUR | 130,550 | 0.94 |
| 5% HH FINANCE PLC 19/05/2028 | EUR | 122,900 | 0.89 |
| 4.75% GILLIERU INVESTMENT 30/11/2028 | EUR | 117,300 | 0.85 |
| 4% INTERNATIONAL HOTEL 29/07/2026 | EUR | 111,240 | 0.80 |
| 5% JD CAPITAL PLC 21/05/2028 | EUR | 109,080 | 0.79 |
| 5% HORIZON FINANCE PLC 03/15/2019 | EUR | 103,000 | 0.74 |
| 3.75% MERCURY PROJECTS FIN 27/03/2027 | EUR | 85,085 | 0.61 |
| 5.2% MALTA GOVERNMENT 16/09/2031 | EUR | 83,881 | 0.61 |
| 4.1% MALTA GOVERNMENT 18/10/2034 | EUR | 73,575 | 0.53 |
| 4.25% MERCURY PROJECTS FIN 27/03/2031 | EUR | 71,710 | 0.52 |
| 2.3% MALTA GOVERNMENT 24/07/2029 | EUR | 58,930 | 0.43 |
| 4% MIDI MALTA PLCS 26/07/2026 | EUR | 55,863 | 0.40 |
| 5.25% MALTA GOVERNMENT 23/06/2030 | EUR | 29,772 | 0.21 |
| 5.5% PENDERGARDENS DEV 31/05/2020 | EUR | 19,681 | 0.14 |
| 4.45% MALTA GOVERNMENT 03/09/2032 | EUR | 14,686 | 0.11 |
| Total debt Instruments | | 6,794,265 | 49.00 |

Malta Balanced Income Fund (continued)

| | | | |
|---------------------------------------|-----|-------------------|---------------|
| Equities | | | |
| PG PLC | EUR | 733,752 | 5.29 |
| GO PLC | EUR | 571,164 | 4.12 |
| HARVEST TECHNOLOGY | EUR | 477,000 | 3.44 |
| TIGNE MALL PLC | EUR | 411,560 | 2.97 |
| HSBC BANK MALTA PLC | EUR | 302,591 | 2.18 |
| MALTA INVESTMENT PL | EUR | 295,885 | 2.13 |
| MIDI PLC | EUR | 270,287 | 1.95 |
| PLAZA CENTRE PLC ORD | EUR | 261,479 | 1.89 |
| International Hotel | EUR | 251,463 | 1.81 |
| BMIT TECHNOLOGIES PL | EUR | 247,000 | 1.78 |
| RS2 SOFTWARE | EUR | 214,000 | 1.54 |
| LOMBARD BANK MALTA | EUR | 178,168 | 1.29 |
| MALTA INTL AIRPORT | EUR | 167,166 | 1.21 |
| MALTAPOST PLC | EUR | 89,831 | 0.65 |
| Mapfre Middlesea PLC | EUR | 8,473 | 0.06 |
| Total equities | | 4,479,819 | 32.31 |
| Total portfolio of investments | | 11,274,084 | 81.32 |
| Bank balances | | 2,985,512 | 21.53 |
| Other assets net of liabilities | | (395,097) | (2.85) |
| Net Assets | | 13,864,499 | 100.00 |

Efficient portfolio management techniques

31 December 2019

Efficient portfolio management techniques

The Company may employ various techniques, including the use of FDIs, to attempt to reduce a portion of the risks inherent in the respective sub-fund's investment strategies. The use of efficient portfolio management techniques is subject to the provisions of the sub-funds' Offering Supplements.

Emerging Market Bond Fund

The Investment Manager may make use of listed and OTC FDIs (including, but not limited to, futures, forwards, options and swaps) linked to bonds, interest rates and currencies for efficient portfolio management, hedging purposes and the reduction of risk only.

The sub-fund's base currency is USD and includes two USD share classes and two EUR denominated share classes are available. During the year ended 31 December 2019, the Fund has entered into forward foreign exchange contracts to hedge the EUR denominated share classes. Details of the forward contracts and the respective notional exposure calculated on the basis of the Standard Commitment Approach are as follows:

Forward currency contracts

| Details | Maturity | Contract value in foreign currency | Contract value in USD | Notional | Counterparty | Fair value at year end 2019 |
|------------------|------------|------------------------------------|-----------------------|--------------|---------------------|-----------------------------|
| SELL USD/BUY EUR | 09/01/2020 | 220,000.00 | 243,034.00 | 272,514.02 | Sparkasse | 3,635.96 |
| SELL USD/BUY EUR | 09/01/2020 | 780,000.00 | 861,666.00 | 966,186.09 | Sparkasse | 12,891.12 |
| SELL USD/BUY EUR | 09/01/2020 | 354,000.00 | 391,361.16 | 438,833.27 | Calamatta Cuschieri | 5,553.22 |
| SELL USD/BUY EUR | 09/01/2020 | 631,000.00 | 697,595.74 | 782,214.10 | Calamatta Cuschieri | 9,898.54 |
| SELL USD/BUY EUR | 09/01/2020 | (287,000.00) | (320,464.20) | 359,336.51 | Calamatta Cuschieri | -1,589.76 |
| SELL USD/BUY EUR | 09/01/2020 | 518,000.00 | 579,590.20 | 649,894.49 | Calamatta Cuschieri | 1,205.42 |
| SELL USD/BUY EUR | 23/01/2020 | 254,000.00 | 284,501.59 | 319,011.63 | Calamatta Cuschieri | 536.49 |
| SELL USD/BUY EUR | 23/01/2020 | 990,000.00 | 1,108,884.15 | 1,243,391.80 | Calamatta Cuschieri | 2,091.05 |
| SELL USD/BUY EUR | 05/02/2020 | 210,000.00 | 234,377.23 | 262,807.19 | Calamatta Cuschieri | 1,475.53 |
| SELL USD/BUY EUR | 05/02/2020 | 660,000.00 | 736,614.15 | 825,965.45 | Calamatta Cuschieri | 4,637.40 |
| SELL USD/BUY EUR | 05/02/2020 | 163,000.00 | 181,696.10 | 203,735.84 | Calamatta Cuschieri | 1,370.57 |
| SELL USD/BUY EUR | 05/02/2020 | 804,000.00 | 896,218.80 | 1,004,930.14 | Calamatta Cuschieri | 6,760.36 |
| SELL USD/BUY EUR | 19/02/2020 | 99,000.00 | 110,472.40 | 123,872.70 | Calamatta Cuschieri | 812.20 |
| SELL USD/BUY EUR | 19/02/2020 | 798,000.00 | 890,474.47 | 998,489.02 | Calamatta Cuschieri | 6,546.81 |
| SELL USD/BUY EUR | 20/03/2020 | 528,000.00 | 591,481.97 | 663,228.73 | Calamatta Cuschieri | 3,152.13 |

| Details | Maturity | Contract value in foreign currency | Contract value in USD | Notional | Counterparty | Fair value at year end 2019 |
|------------------|------------|------------------------------------|-----------------------|--------------|---------------------|-----------------------------|
| SELL USD/BUY EUR | 20/03/2020 | 1,297,000.00 | 1,452,939.61 | 1,629,181.19 | Calamatta Cuschieri | 7,743.03 |
| SELL USD/BUY EUR | 02/01/2019 | 155,000.00 | 176,033.50 | 156,990.55 | Sparkasse | - |
| SELL USD/BUY EUR | 16/01/2019 | 150,000.00 | 170,692.50 | 152,227.33 | Sparkasse | - |
| SELL USD/BUY EUR | 30/01/2019 | 130,000.00 | 148,551.00 | 132,481.05 | Sparkasse | - |
| SELL USD/BUY EUR | 14/02/2019 | 100,000.00 | 112,625.00 | 100,441.45 | Sparkasse | - |
| SELL USD/BUY EUR | 27/02/2019 | 430,000.00 | 488,996.00 | 436,097.39 | Sparkasse | - |
| SELL USD/BUY EUR | 13/03/2019 | 185,000.00 | 208,689.25 | 186,113.66 | Sparkasse | - |
| SELL USD/BUY EUR | 27/03/2019 | 185,000.00 | 207,949.25 | 185,453.71 | Calamatta Cuschieri | - |
| SELL USD/BUY EUR | 10/04/2019 | 155,000.00 | 174,630.75 | 155,739.54 | Sparkasse | - |
| SELL USD/BUY EUR | 10/04/2019 | 48,000.00 | 54,079.20 | 48,229.02 | Sparkasse | - |
| SELL USD/BUY EUR | 24/04/2019 | 140,000.00 | 156,513.00 | 139,581.74 | Sparkasse | - |

| Details | Maturity | Contract value in foreign currency | Contract value in USD | Notional | Counterparty | Fair value at year end 2019 |
|------------------|------------|------------------------------------|-----------------------|------------|---------------------|-----------------------------|
| SELL USD/BUY EUR | 08/05/2019 | 160,000.00 | 179,016.00 | 159,650.41 | Sparkasse | - |
| SELL USD/BUY EUR | 22/05/2019 | 100,000.00 | 111,525.00 | 99,460.45 | Sparkasse | - |
| SELL USD/BUY EUR | 04/06/2019 | 477,000.00 | 536,410.35 | 478,382.55 | Sparkasse | - |
| SELL USD/BUY EUR | 19/06/2019 | 197,000.00 | 220,679.40 | 196,806.74 | Sparkasse | - |
| SELL USD/BUY EUR | 03/07/2019 | 192,000.00 | 216,604.80 | 193,172.92 | Sparkasse | - |
| SELL USD/BUY EUR | 03/07/2019 | 70,000.00 | 78,970.50 | 70,427.63 | Sparkasse | - |
| SELL USD/BUY EUR | 17/07/2019 | 195,000.00 | 218,361.00 | 194,739.14 | Sparkasse | - |
| SELL USD/BUY EUR | 17/07/2019 | 40,000.00 | 44,792.00 | 39,946.49 | Sparkasse | - |
| SELL USD/BUY EUR | 31/07/2019 | 145,000.00 | 161,472.00 | 144,004.28 | Sparkasse | - |
| SELL USD/BUY EUR | 31/07/2019 | 50,000.00 | 55,680.00 | 49,656.65 | Sparkasse | - |
| SELL USD/BUY EUR | 14/08/2019 | 169,000.00 | 188,797.92 | 168,374.14 | Sparkasse | - |
| SELL USD/BUY EUR | 28/08/2019 | 68,000.00 | 75,286.20 | 67,141.89 | Sparkasse | - |
| SELL USD/BUY EUR | 02/01/2019 | 155,000.00 | 176,033.50 | 156,990.55 | Sparkasse | - |
| SELL USD/BUY EUR | 16/01/2019 | 150,000.00 | 170,692.50 | 152,227.33 | Sparkasse | - |
| SELL USD/BUY EUR | 30/01/2019 | 130,000.00 | 148,551.00 | 132,481.05 | Sparkasse | - |
| SELL USD/BUY EUR | 14/02/2019 | 100,000.00 | 112,625.00 | 100,441.45 | Sparkasse | - |
| SELL USD/BUY EUR | 27/02/2019 | 430,000.00 | 488,996.00 | 436,097.39 | Sparkasse | - |
| SELL USD/BUY EUR | 13/03/2019 | 185,000.00 | 208,689.25 | 186,113.66 | Sparkasse | - |
| SELL USD/BUY EUR | 27/03/2019 | 185,000.00 | 207,949.25 | 185,453.71 | Calamatta Cuschieri | - |
| SELL USD/BUY EUR | 10/04/2019 | 155,000.00 | 174,630.75 | 155,739.54 | Sparkasse | - |
| SELL USD/BUY EUR | 10/04/2019 | 48,000.00 | 54,079.20 | 48,229.02 | Sparkasse | - |
| SELL USD/BUY EUR | 24/04/2019 | 140,000.00 | 156,513.00 | 139,581.74 | Sparkasse | - |
| SELL USD/BUY EUR | 08/05/2019 | 160,000.00 | 179,016.00 | 159,650.41 | Sparkasse | - |
| SELL USD/BUY EUR | 22/05/2019 | 100,000.00 | 111,525.00 | 99,460.45 | Sparkasse | - |

| Details | Maturity | Contract value in foreign currency | Contract value in USD | Notional | Counterparty | Fair value at year end 2019 |
|------------------|------------|------------------------------------|-----------------------|--------------|---------------------|-----------------------------|
| SELL USD/BUY EUR | 11/09/2019 | 491,000.00 | 538,798.85 | 480,512.66 | Sparkasse | - |
| SELL USD/BUY EUR | 26/09/2019 | 208,000.00 | 227,604.00 | 202,982.25 | Sparkasse | - |
| SELL USD/BUY EUR | 09/10/2019 | 293,000.00 | 321,432.72 | 286,660.77 | Sparkasse | - |
| SELL USD/BUY EUR | 23/10/2019 | 234,000.00 | 260,040.69 | 231,910.01 | Sparkasse | - |
| SELL USD/BUY EUR | 06/11/2019 | 211,000.00 | 233,775.02 | 208,485.70 | Calamatta Cuschieri | - |
| SELL USD/BUY EUR | 20/11/2019 | 140,000.00 | 154,928.20 | 138,168.38 | Sparkasse | - |
| SELL USD/BUY EUR | 04/12/2019 | 67,000.00 | 74,282.90 | 66,247.12 | Sparkasse | - |
| SELL USD/BUY EUR | 18/12/2019 | 496,000.00 | 551,254.40 | 491,620.80 | Calamatta Cuschieri | - |
| SELL USD/BUY EUR | 02/01/2019 | 815,000.00 | 925,595.50 | 825,466.42 | Sparkasse | - |
| SELL USD/BUY EUR | 16/01/2019 | 520,000.00 | 591,734.00 | 527,721.39 | Sparkasse | - |
| SELL USD/BUY EUR | 30/01/2019 | 660,000.00 | 754,182.00 | 672,596.09 | Sparkasse | - |
| SELL USD/BUY EUR | 14/02/2019 | 615,000.00 | 692,643.75 | 617,714.93 | Sparkasse | - |
| SELL USD/BUY EUR | 27/02/2019 | 1,230,000.00 | 1,398,756.00 | 1,247,441.36 | Sparkasse | - |
| SELL USD/BUY EUR | 13/03/2019 | 715,000.00 | 806,555.75 | 719,304.16 | Sparkasse | - |
| SELL USD/BUY EUR | 27/03/2019 | 710,000.00 | 798,075.50 | 711,741.28 | Calamatta Cuschieri | - |
| SELL USD/BUY EUR | 10/04/2019 | 800,000.00 | 901,320.00 | 803,817.00 | Sparkasse | - |
| SELL USD/BUY EUR | 10/04/2019 | 68,000.00 | 76,612.20 | 68,324.44 | Sparkasse | - |
| SELL USD/BUY EUR | 24/04/2019 | 540,000.00 | 603,693.00 | 538,386.69 | Sparkasse | - |
| SELL USD/BUY EUR | 08/05/2019 | 715,000.00 | 799,977.75 | 713,437.75 | Sparkasse | - |
| SELL USD/BUY EUR | 22/05/2019 | 735,000.00 | 819,708.75 | 731,034.29 | Sparkasse | - |
| SELL USD/BUY EUR | 04/06/2019 | 1,275,000.00 | 1,433,801.25 | 1,278,695.49 | Sparkasse | - |
| SELL USD/BUY EUR | 19/06/2019 | 760,000.00 | 851,352.00 | 759,254.44 | Sparkasse | - |
| SELL USD/BUY EUR | 03/07/2019 | 660,000.00 | 744,579.00 | 664,031.93 | Sparkasse | - |
| SELL USD/BUY EUR | 17/07/2019 | 885,000.00 | 991,023.00 | 883,816.11 | Sparkasse | - |
| SELL USD/BUY EUR | 31/07/2019 | 545,000.00 | 606,912.00 | 541,257.47 | Sparkasse | - |
| SELL USD/BUY EUR | 14/08/2019 | 731,000.00 | 816,417.35 | 728,098.95 | Sparkasse | - |
| SELL USD/BUY EUR | 28/08/2019 | 709,000.00 | 784,969.35 | 700,052.93 | Sparkasse | - |
| SELL USD/BUY EUR | 11/09/2019 | 1,278,000.00 | 1,402,413.30 | 1,250,703.02 | Sparkasse | - |
| SELL USD/BUY EUR | 26/09/2019 | 788,000.00 | 862,269.00 | 768,990.46 | Sparkasse | - |
| SELL USD/BUY EUR | 09/10/2019 | 756,000.00 | 829,362.24 | 739,643.49 | Sparkasse | - |
| SELL USD/BUY EUR | 23/10/2019 | 878,000.00 | 975,708.23 | 870,158.06 | Sparkasse | - |

| Details | Maturity | Contract value in foreign currency | Contract value in USD | Notional | Counterparty | Fair value at year end 2019 |
|------------------|------------|------------------------------------|-----------------------|--------------|---------------------|-----------------------------|
| SELL USD/BUY EUR | 06/11/2019 | 543,000.00 | 601,610.58 | 536,529.55 | Calamatta Cuschieri | - |
| SELL USD/BUY EUR | 20/11/2019 | 683,000.00 | 755,828.29 | 674,064.29 | Sparkasse | - |
| SELL USD/BUY EUR | 04/12/2019 | 717,000.00 | 794,937.90 | 708,943.10 | Sparkasse | - |
| SELL USD/BUY EUR | 18/12/2019 | 1,276,000.00 | 1,418,146.40 | 1,264,734.15 | Calamatta Cuschieri | - |

Notional amount = contract amount in reporting currency @spot price

Realised gains/losses on derivative financial instruments used for efficient portfolio management techniques during the financial year ending 31 December 2019 amounted to EUR -561,665.94 (2018: EUR -540,904.47). Direct and indirect operational costs and fees incurred on such techniques amounted to EUR 12,994.63 (2018: EUR 11,673.75). There was no collateral received by the Company/sub-fund to reduce counterparty exposure in 2020 and 2019.

Euro High Income Bond Fund

The Investment Manager may make use of listed and OTC FDIs (including, but not limited to, futures, forwards, options and swaps) linked to bonds, interest rates and currencies for efficient portfolio management, hedging purposes and the reduction of risk only.

As disclosed in the schedule of investments in note 11, the sub-fund holds investments denominated in USD. During the year ended 31 December 2019, the Fund has entered into forward foreign exchange contracts to hedge its risk exposure to adverse fluctuations in the currency exchange rate on these investments. Details of the forward contracts and the respective notional exposure calculated on the basis of the Standard Commitment Approach are as follows:

Forward currency contracts

| Details | Maturity | Contract value in foreign currency | Contract value in EUR | Notional | Counterparty | Fair value at year end 2019 |
|------------------|------------|------------------------------------|-----------------------|----------------|---------------------|-----------------------------|
| SELL USD/BUY EUR | 28/02/2020 | (7,500,000.00) | (6,677,944.00) | (7,487,978.61) | Calamatta Cuschieri | (3,439.53) |
| SELL USD/BUY EUR | 02/01/2019 | 6,700,000.00 | (5,881,191.16) | (6,594,579.65) | Sparkasse | - |
| SELL USD/BUY EUR | 10/04/2019 | 6,700,000.00 | (5,948,681.52) | (6,670,256.59) | Sparkasse | - |
| SELL USD/BUY EUR | 17/07/2019 | 7,150,000.00 | (6,385,068.76) | (7,159,577.60) | Sparkasse | - |
| SELL USD/BUY EUR | 25/10/2019 | 7,500,000.00 | (6,735,518.63) | (7,552,537.04) | Sparkasse | - |

Notional amount = contract amount in reporting currency @spot price

Realised gains/losses on derivative financial instruments used for efficient portfolio management techniques during the financial year ending 31 December 2019 amounted to EUR -448,877 (2018: EUR -268,609.78). Direct and indirect operational costs and fees incurred on such techniques amounted to EUR 12,383.80 (2018: EUR 11,412.35). There was no collateral received by the Company/sub-fund to reduce counterparty exposure in 2018 and 2019.

Euro Equity Fund

The Investment Manager may make use of listed and OTC FDIs (including, but not limited to, futures, forwards, options and swaps) linked to bonds, interest rates and currencies for efficient portfolio management, hedging purposes and the reduction of risk only.

As disclosed in the schedule of investments in note 11, the sub-fund holds investments denominated in USD. During the year ended 31 December 2019, the Fund has entered into forward foreign exchange contracts to hedge its risk exposure to adverse fluctuations in the currency exchange rate on these investments. Details of the forward contracts and the respective notional exposure calculated on the basis of the Standard Commitment Approach are as follows:

Forward currency contracts:

| Details | Maturity | Contract value in foreign currency | Contract value in USD | Notional | Counterparty | Fair value at year end 2019 |
|------------------|------------|------------------------------------|-----------------------|--------------|---------------------|-----------------------------|
| SELL USD/BUY EUR | 29/01/2020 | (700,000.00) | (626,006.08) | (701,940.62) | Calamatta Cuschieri | 2,449.17 |

Realised gains/losses on derivative financial instruments used for efficient portfolio management techniques during the financial year ending 31 December 2019 amounted to EUR Nil (2018: EUR -32,824.42). Direct and indirect operational costs and fees incurred on such techniques amounted to EUR Nil (2018: EUR978.32). There was no collateral received by the Company/sub-fund to reduce counterparty exposure in 2019 and 2018.

Global Balanced Income Fund

The Investment Manager may make use of listed and OTC FDIs (including, but not limited to, futures, forwards, options and swaps) linked to bonds, interest rates and currencies for efficient portfolio management, hedging purposes and the reduction of risk only.

As disclosed in the schedule of investments in note 11, the sub-fund holds investments denominated in USD. During the year ended 31 December 2019, the Fund has entered into forward foreign exchange contracts to hedge its risk exposure to adverse fluctuations in the currency exchange rate on these investments. Details of the forward contracts and the respective notional exposure calculated on the basis of the Standard Commitment Approach are as follows:

Forward currency contracts:

| Details | Maturity | Contract value in foreign currency | Contract value in EUR | Notional | Counterparty | Fair value at year end 2018 |
|------------------|------------|------------------------------------|-----------------------|----------------|---------------------|-----------------------------|
| SELL USD/BUY EUR | 27/01/2020 | (1,300,000.00) | (1,160,150.07) | (1,300,886.37) | Calamatta Cuschieri | 1,980.37 |
| SELL USD/BUY EUR | 04/01/2019 | 1,500,000.00 | (1,320,771.33) | (1,480,980.89) | Sparkasse | - |
| SELL USD/BUY EUR | 12/04/2019 | 1,500,000.00 | (1,331,794.37) | (1,493,341.03) | Sparkasse | - |
| SELL USD/BUY EUR | 22/07/2019 | 2,000,000.00 | (1,786,033.22) | (2,002,679.05) | Calamatta Cuschieri | - |
| SELL USD/BUY EUR | 23/10/2019 | 1,600,000.00 | (1,439,449.55) | (1,614,054.78) | Calamatta Cuschieri | - |

Notional amount = contract amount in reporting currency

@spot price

Realised gains/losses on derivative financial instruments used for efficient portfolio management techniques during the financial year ending 31 December 2019 amounted to EUR -108,891.73 (2018: EUR -69,244.02). Direct and indirect operational costs and fees incurred on such techniques amounted to EUR 2,914.32 (2018: EUR 3,113.30). There was no collateral received by the Company/sub-fund to reduce counterparty exposure in 2019 and 2018.

Appendix 1 – General information

1. Authorisation

CC Funds SICAV plc (formerly Calamatta Cuschieri Funds SICAV plc) is an open-ended collective investment scheme organised as a multi-fund public liability company with variable share capital. The Company was registered on 3rd June 2011 and is licensed and regulated by the Malta Financial Services Authority as a collective investment scheme under the Investment Services Act (Cap 370) of the Laws of Malta. The company qualifies as a 'Maltese UCITS' in terms of the Investment Services Act (Marketing of UCITS) Regulations (S.L. 370.18, Laws of Malta).

2. Management Fees and other expenses

a) Registrar Fees

A fee of € 2,400 (including VAT) is levied by the Administrator for acting as Registrar to the Company.

b) Secretarial Fees

A fee of € 5,100 (excluding VAT) is charged by the Administrator for acting as Secretary to the Company.

c) Dividend Administration Fee

No fees are charged by the Administrator for administering the payment of the dividend.

d) General

All fees may be increased with the agreement of the Company and the members shall be notified accordingly.

3. Risk Warning

Past performance is not necessarily a guide to future performance. The value of investments and the currency in which these are denominated may go down as well as up and investors may not always get back their initial investment. Investments in collective investment schemes should be regarded as a medium to long-term investment.

This annual report does not constitute an offer to purchase units in the respective funds. The opinions expressed are given in good faith and should not be construed as investment and /or tax advice.

4. Main changes to the Company's documents during the reporting year

During the year ended 31 December 2019 there were no major changes to the Company's documents.

5. Main changes in the Company's documents post reporting period

There were no changes in the Company documentation post the period under review, other than those mentioned in note 13 to the financial statements.

Custodian's Report

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The Directors

Calamatta Cuschieri Funds SICAV plc
Ewropa Business Centre
Dun Karm Street
B'Kara BKR 9034
Malta

6th April 2020

Custodian's Report

As Custodian to *CC FUNDS SICAV PLC* ("the Scheme", formerly known as *CALAMATTA CUSCHIERI FUNDS SICAV PLC*), we hereby confirm having enquired into the conduct of the Scheme in relation to the below mentioned sub-funds for the period **01.01.2019** until **31.12.2019** and confirm that during this period:

I.

- *Emerging Market Bond Fund*
The sub-fund was managed in accordance with the limitations imposed on the investment and borrowing powers of the respective sub-fund by their constitutional documents and by the Malta Financial Services Authority.
- *Euro Equity Fund*
The sub-fund was managed in accordance with the limitations imposed on the investment and borrowing powers of the respective sub-fund by their constitutional documents and by the Malta Financial Services Authority.
- *Malta Balanced Income Fund*
The sub-fund was managed in accordance with the limitations imposed on the investment and borrowing powers of the respective sub-fund by their constitutional documents and by the Malta Financial Services Authority.
- *Global Balanced Income Fund*
The sub-fund was managed in accordance with the limitations imposed on the investment and borrowing powers of the respective sub-fund by their constitutional documents and by the Malta Financial Services Authority.

SPARKASSE BANK MALTA – CUSTODY

Page 1 of 2

Sparkasse Bank Malta public limited company is a public limited liability company registered in Malta with registration number C27152 and registered office at 101 Townsquare, Ix-Xatt Ta' Qui-Si-Sana, Sliema, Malta. Sparkasse Bank Malta public limited company is licensed by the Malta Financial Services Authority to carry out the business of banking and to provide investment services.

SPARKASSE Bank Malta plc

- *EUR High Income Bond Fund EUR (formerly known as High Income Bond Fund EUR)*
The sub-fund was managed in accordance with the limitations imposed on the investment and borrowing powers of the respective sub-fund by their constitutional documents and by the Malta Financial Services Authority.
- *Global High Income Bond Fund (formerly known as High Income Bond Fund USD)*
The sub-fund was managed in accordance with the limitations imposed on the investment and borrowing powers of the respective sub-fund by their constitutional documents and by the Malta Financial Services Authority.
- *Malta Government Bond Fund*
The sub-fund was managed in accordance with the limitations imposed on the investment and borrowing powers of the respective sub-fund by their constitutional documents and by the Malta Financial Services Authority.

II. And in accordance with the provisions of the constitutional documents and the Licence Conditions.



Paul Mifsud
Managing Director

o.b.o.

Sparkasse Bank Malta p.l.c.



Anna Mironova
Head of Securities & Custody
and Depositary Services



CC Funds SICAV plc
(formerly Calamatta Cuschieri Funds SICAV plc)

Company Registration Number: SV 186

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