

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

A Sub-fund of:

PINNACLE ICAV

(An open-ended Irish collective asset management vehicle which is constituted as an umbrella fund with segregated liability between funds and with variable capital. The ICAV was registered under the laws of Ireland.)

Registration Number C143462

INTERIM REPORT AND UNAUDITED FINANCIAL STATEMENTS

**FOR THE FINANCIAL PERIOD FROM 25 SEPTEMBER 2019
(DATE OF LAUNCH) TO 31 DECEMBER 2019**

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

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TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

GENERAL INFORMATION

BOARD OF DIRECTORS

Vincent Dodd (Irish) *
Brian Fennessy (Irish) ^
Alex Ihlenfeldt (Australian)^
Andrew Findlay (Australian)^ (Alternate for Alex Ihlenfeldt)

REGISTERED OFFICE

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International Financial Services Centre
Dublin 1
Ireland

ADMINISTRATOR

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Ireland

IRISH LEGAL ADVISERS

A&L Goodbody
International Financial Services Centre
North Wall Quay
Dublin 1
Ireland

INDEPENDENT AUDITORS

PricewaterhouseCoopers
Chartered Accountants and Statutory Auditors
One Spencer Dock
North Wall Quay
Dublin 1
Ireland

UK FACILITIES AGENT

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United Kingdom

DEPOSITARY

RBC Investor Services Bank S.A., Dublin Branch
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One George's Quay Plaza
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SECRETARY

Goodbody Secretarial Limited
25/28 North Wall Quay
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GLOBAL DISTRIBUTOR

Pinnacle Investment Management Limited
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307 Queen Street
Brisbane, QLD 4000
Australia

INVESTMENT MANAGER

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307 Queen Street
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Australia

*Independent non-executive directors

^Non-executive directors

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

STATEMENT OF FINANCIAL POSITION

As at 31 December 2019

	Notes	Two Trees Systematic Global Macro Fund – UCITS* 31 December 2019 US\$
ASSETS		
Financial assets at fair value through profit or loss:		
Investments in transferable securities	2	42,970,182
Investments in financial derivative instruments	2	977,717
Cash and cash equivalents	12	1,250,858
Cash held as collateral	12	9,987,415
Interest and dividends receivable		67
Receivable from investment manager	5	31,891
Receivable on futures contracts		18,643
Other receivable		297
TOTAL ASSETS		55,237,070
LIABILITIES		
Financial liabilities at fair value through profit or loss:		
Investments in financial derivative instruments	2	1,709,188
Collateral cash due to broker	12	4,126,722
Administration fee payable	5	9,921
Audit and tax fees payable	5	5,336
Depository fees payable	5	6,183
Investment management fees payable	5	50,167
Payable on futures contracts	6	355,407
Other payables		28,358
TOTAL LIABILITIES (excluding Net Assets attributable to holders of redeemable participating shares)		6,291,282
NET ASSETS attributable to holders of redeemable participating shares		48,945,788

*Two Trees Systematic Global Macro Fund – UCITS was launched on 25 September 2019.

The accompanying notes form an integral part of the Financial Statements.

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

STATEMENT OF COMPREHENSIVE INCOME

For the financial period from 25 September 2019 (date of incorporation) to 31 December 2019

	Notes	Two Trees Systematic Global Macro Fund – UCITS* 31 December 2019 US\$
INCOME		
Bond interest income	2	412,815
Interest income	2	12,104
Reimbursement from investment manager	5	31,891
Net realised and unrealised loss on financial assets and liabilities at fair value through profit or loss	11	(1,376,532)
Total investment loss		(919,722)
EXPENSES		
Administration fees	5	17,349
Audit and tax fees	5	5,336
Depositary fees	5	8,047
Director fees	5	1,561
Investment management fees	5	50,167
Other expenses	6	19,711
Transaction costs		24,939
Total operating expenses		127,110
FINANCE COSTS		
Bank charges		28,731
Total finance costs		28,731
Decrease in net assets attributable to holders of redeemable participating shares		(1,075,563)

*Two Trees Systematic Global Macro Fund – UCITS was launched on 25 September 2019.

There are no recognised gains or losses arising in the period other than those included above. In arriving at the results for the period, all amounts above relate to continuing operations.

The accompanying notes form an integral part of the Financial Statements.

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES

For the financial period from 25 September 2019 (date of incorporation) to 31 December 2019

	Notes	Two Trees Systematic Global Macro Fund – UCITS* 31 December 2019 US\$
Net assets attributable to holders of redeemable participating shares at beginning of the financial period		-
Decrease in net assets attributable to holders of redeemable participating shares from operations		(1,075,563)
<u>Proceeds from issuance of redeemable participating shares</u>	4	
S Share Class USD Accumulating**		53,372,994
<u>Payments on redemption of redeemable participating shares</u>	4	
S Share Class USD Accumulating **		(3,351,643)
Net assets attributable to holders of redeemable participating shares at end of the financial period		48,945,788

*Two Trees Systematic Global Macro Fund – UCITS was launched on 25 September 2019.

**Launched on 25 September 2019.

The accompanying notes form an integral part of the Financial Statements.

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

STATEMENT OF CASH FLOWS

For the financial period from 25 September 2019 (date of incorporation) to 31 December 2019

	Two Trees Systematic Global Macro Fund – UCITS* 31 December 2019 US\$
Cash flows from operating activities	
Decrease in net assets attributable to holders of redeemable participating shares	<u>(1,075,563)</u>
Changes in operating activities	
Increase in financial assets and liabilities at fair value through profit or loss	(42,238,711)
Increase in cash held as collateral/collateral cash due to broker	(5,860,693)
Increase in receivable on interests and dividends	(67)
Increase in receivable from investment manager	(31,891)
Increase in receivable on futures contracts	(18,643)
Increase in other receivable	(297)
Increase in administration fees payable	9,921
Increase in audit and tax fees payable	5,336
Increase in depositary fees payable	6,183
increase in investment management fees payable	50,167
Increase in payable on future contracts	355,407
Increase in other payables	28,358
Cash used by operating activities	<u>(48,770,493)</u>
Cash flows from financing activities	
Proceeds from redeemable participating shares	53,372,994
Redemption of redeemable participating shares	(3,351,643)
Net cash provided by financing activities	<u>50,021,351</u>
Net increase in cash and cash equivalents	1,250,858
Cash and cash equivalents at the beginning of the financial period	-
Cash and cash equivalents at bank at the end of the financial period	<u>1,250,858</u>
Supplemental disclosure of cash flow information	
Interest received	12,037

*Two Trees Systematic Global Macro Fund – UCITS was launched on 25 September 2019.

The accompanying notes form an integral part of the Financial Statements.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019

1. Establishment and Organisation

Two Trees Systematic Global Macro Fund – UCITS was established as a sub-fund of the Pinnacle ICAV (the “ICAV”).

The ICAV is an Irish collective asset-management vehicle constituted as an umbrella fund with segregated liability between sub-funds. The ICAV is authorised by the Central Bank of Ireland (the “Central Bank”) as an Undertakings for Collective Investment in Transferable Securities (“UCITS”). The ICAV was incorporated on 20 March 2017, authorised by the Central Bank on 5 May 2017 and commenced operations on 6 July 2017.

As at 31 December 2019, there are four funds in existence. Antipodes Global Fund – UCITS was authorised by the Central Bank on 5 May 2017 and commenced operations on 6 July 2017. Antipodes Global Fund – Long – UCITS was authorised by the Central Bank on 23 November 2017 and commenced operations on 23 January 2018. Plato Global Market Neutral Fund – UCITS was approved by the Central Bank 31 May 2019 and commenced operations on 10 July 2019. Two Trees Systematic Global Macro Fund – UCITS was approved by the Central Bank on 4 September 2019 and commenced operations on 25 September 2019. Antipodes Global Fund – UCITS, Antipodes Global Fund – Long – UCITS and Plato Global Market Neutral Fund – UCITS are not included in this interim report and unaudited financial statements for period ended 31 December 2019.

Investment Objective

The Fund aims to achieve long term capital appreciation through compound growth.

2. Principal Accounting Policies

Basis of Preparation

The financial statements of the ICAV have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as adopted by the European Union and interpretations issued by the International Financial Reporting Interpretations Committee of the IASB and adopted by the European Union.

The preparation of financial statements in conformity with IFRS requires management to make judgements, estimates and assumptions which affect the application of policies and the reported amounts of assets and liabilities, income and expense. The estimates and associated assumptions are based on experience and various other factors which are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities which are not readily apparent from other sources. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the financial year in which the estimates are revised and in any future years affected. There were no estimates used in measuring the fair value of investments at the financial period end date of 31 December 2019.

The financial statements are prepared on a going concern basis. The significant accounting policies applied in the preparation of these financial statements are set out on next page.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

2. Principal Accounting Policies (continued)

Basic of Measurement

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

Redeemable Participating Shares

Shareholders may redeem their shares on a redemption day at the redemption price which shall be the net asset value per share, less redemption charge, if any and any applicable duties and charges. In accordance with IAS 32 such instruments give rise to a financial liability for the present value of the redemption amount.

Dividend Income

Dividend income is recognised in the Statement of Comprehensive Income as income on the date the securities are first quoted as “ex-dividend”, when the right to receive the payment is established.

Interest Income

Interest income is recognised in the Statement of Comprehensive Income on an accruals basis. Bank interest income is recognised on an accruals basis.

Expenses

All expenses are recognised in the Statement of Comprehensive Income on an accruals basis and as the related services are performed. Interest expense is recognised on an accruals basis in line with the contractual terms.

Dividend Policy

Currently the Directors anticipate that there will be no dividend distributions in respect of the Share Classes. Shares in the Share Classes of the Fund are Accumulating Shares. Accordingly, income and capital gains arising in respect of the Share Classes will be re-invested in the Fund and reflected in the Net Asset Value per Share of the relevant Share Class.

Any change to the dividend policy of any of the Share Classes of the Fund will be notified to Shareholders of the relevant Share Class in advance.

Withholding tax

Dividend, interest income and capital gains earned by the Fund may be subject to withholding tax or capital gains tax imposed in the country of origin. Income and capital gains that is subject to such tax is recognised gross of the taxes and the corresponding withholding tax is recognised as tax expense in the Statement of Comprehensive Income.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

2. Principal Accounting Policies (continued)

New Standards, Amendments and Interpretations Issued But Not Effective and Not Yet Adopted

A number of new standards, amendments to standards and interpretations in issue are not yet effective, and have not been applied in preparing these financial statements.

The following standards that are mandatory for future accounting periods, but where early adoption is permitted now, have not been duly adopted.

IFRS 16 – Leases is effective for annual reporting periods beginning on or after 1 January 2019, with earlier application permitted (as long as IFRS 15 is also applied).

The objective of IFRS 16 is to report information that (a) faithfully represents lease transactions and (b) provides a basis for users of financial statements to assess the amount, timing and uncertainty of cash flows arising from leases. To meet that objective, a lessee should recognise assets and liabilities arising from a lease. The new standard does not have a significant impact on the ICAV's financial position, performance or disclosures in its financial statements.

IFRIC 23 – Uncertainty over Income Tax Treatments is to address how to reflect uncertainty in the recognition and measurement of income taxes. IFRIC 23 is effective for annual periods beginning on or after 1 January 2019, with early application permitted.

IFRS 17 – Insurance Contracts is effective for annual reporting periods beginning on or after 1 January 2021 with earlier application permitted as long as IFRS 9 and IFRS 15 are also applied. The standard does not have an impact on the ICAV's financial position, performance or disclosures in its financial statements.

Insurance contracts combine features of both a financial instrument and a service contract. In addition, many insurance contracts generate cash flows with substantial variability over a long period. To provide useful information about these features, IFRS 17:

- (a) combines current measurement of the future cash flows with the recognition of profit over the period that services are provided under the contract;
- (b) presents insurance service results (including presentation of insurance revenue) separately from insurance finance income or expenses; and
- (c) requires an entity to make an accounting policy choice of whether to recognise all insurance finance income or expenses in profit or loss or to recognise some of that income or expenses in other comprehensive income.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

2. Principal Accounting Policies (continued)

Financial Assets and Liabilities at Fair Value through Profit or Loss

(i) Classification

Pursuant to IFRS 9, a portfolio of financial assets that is managed and whose performance is evaluated on a fair value basis is neither held to collect contractual cash flows nor held both to collect contractual cash flows and to sell financial assets. The entity is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions.

In addition, a portfolio of financial assets that meets the definition of held for trading is not held to collect contractual cash flows or held both to collect contractual cash flows and to sell financial assets. For such portfolios, the collection of contractual cash flows is only incidental to achieving the business model's objective. Consequently, such portfolios of financial assets must be measured at fair value through profit or loss.

IAS 39's treatment of financial liabilities has been carried forward to IFRS 9 with very limited change. In particular, financial liabilities that are held for trading will continue to be measured at fair value through profit or loss.

The evaluation of the performance of a fund is done for the entire portfolio on a fair value basis, as is the reporting to the key management personnel and to the investors. In this case, all equity, derivatives and debt investments form part of the same portfolio for which the performance is evaluated on a fair value basis together and reported to the key management personnel in its entirety. As all of the Fund's investments are either held for trading and/or managed and evaluated on a fair value basis, they have remained classified as fair value through profit or loss upon adoption of IFRS 9. The adoption of IFRS 9 therefore has not resulted in any change to the classification or measurement of financial assets, in either the current or prior period for the Fund. Derivative contracts that have a positive fair value are classified as asset at fair value through profit or loss.

(a) Assets

The Two Trees Systematic Global Macro Fund – UCITS ("Fund") classify their investments based on their Fund business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The collection of contractual cash flows is only incidental to achieving the Fund business model's objective. Consequently, all investments are measured at fair value through profit or loss.

(b) Liabilities

The Fund make short sales in which a borrowed security is sold in anticipation of a decline in the market value of that security, or it may use short sales for various arbitrage transactions. Short sales are held for trading and are consequently classified as financial liabilities at fair value through profit or loss. Derivative contracts that have a negative fair value are presented as liabilities at fair value through profit or loss. As such, the Fund classifies all of its investment portfolio as financial assets or liabilities as fair value through profit or loss.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

2. Principal Accounting Policies (continued)

Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)

(ii) Subsequent Measurement

After initial measurement, the Fund measure financial instruments which are classified as at fair value through profit or loss, at their fair value. Subsequent changes in the fair value of financial instruments at fair value through profit or loss are recognised in the Statement of Comprehensive Income in the year in which they arise. 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 fair value of financial instruments traded in active markets is based on quoted market prices at the Statement of Financial Position date. The quoted market price used for financial assets and liabilities held by the Fund is the last traded price.

If a quoted market price is not available, the fair value of the financial instruments may be estimated by a competent person 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, pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions. There were no such competent person estimations or valuations as at 30 June 2019.

(iii) Derecognition

The Fund derecognise a financial asset when the contractual rights to the cash flows from the financial asset expire. It also derecognises a financial asset when it transfers the financial assets and the transfer qualifies for derecognition. The Fund derecognise a financial liability when the obligation specified in the contract is discharged, cancelled or expires.

iv) Specific Instruments

Structured Financial Instruments

In order to gain exposure to commodity markets the Fund may invest in transferable securities in the form of structured financial instruments (SFI). The SFI are a type of debt instrument which falls within the categorisation of 'transferable securities' as contemplated by the UCITS Regulations.

Futures contracts

Futures contracts are a commitment to make or take delivery of a fixed quantity of a specified security, index, currency or commodity at a predetermined date in the future. Changes in the value of the futures contracts are recorded as unrealised gains and losses by marking-to-market the value of the contract at the financial year end date. When the contract is closed, the difference between the proceeds from (or cost of) the closing transaction and the original transaction is recorded as a realised gain or loss. Realised and unrealised gains and losses on derivatives are accounted for in the Statement of Comprehensive Income in Net realised and unrealised gain on financial assets and liabilities at fair value through profit and loss.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

2. Principal Accounting Policies (continued)

Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)

(iv) Specific Instruments (continued)

Forward Currency Contracts

A forward currency contract involves an obligation to purchase or sell a specific currency at a future date at a price set at the time the contract is made. Forward currency contracts are re-valued by reference to the forward price at which a new forward contract of the same size and maturity could be undertaken at the valuation date. The unrealised gain or loss on open forward currency contracts is calculated as the difference between this forward price and the contract rate on the date entered into and is included in financial assets at fair value through profit or loss and financial liabilities at fair value through profit or loss in the Statement of Financial Position and Statement of Comprehensive Income in Net realised and unrealised gain on financial assets and liabilities at fair value through profit and loss.

Options

Options are financial derivative instruments that give the buyer, in exchange for a premium payment, the right, but not the obligation, to either purchase from (call option) or sell to (put option) the writer a specified underlying instrument at a specified price on or before a specified date. Both the realised and unrealised gain and loss in respect of options contracts are recognised in the Statement of Comprehensive Income.

Contracts for Difference

Contracts for difference are a contract between two parties, typically described as "buyer" and "seller", stipulating that the seller will pay to the buyer the difference between the current value of an asset and its value at contract time (if the difference is negative, then the buyer pays instead to the seller) and can be used to secure a profit or avoid a loss by reference to fluctuations in the value or price of equities or financial instruments or in an index of such equities or financial instruments. Realised gains/losses on Contracts for Difference are contained in "Net realised and unrealised gain/(loss) on financial assets and liabilities at fair value through profit or loss (Note 10).

Credit default swap

A credit default swap contracts involve an arrangement between a Fund and a counterparty which allows the Fund to protect against losses incurred as a result of default on certain designated instrument by a specified reference entity. The Fund may at the discretion of the Investment Manager be the buyer and/or seller in credit default swap transactions to which the Fund is a party. The credit events are specified in the contract and are intended to identify the occurrence of a significant change in the creditworthiness of the reference asset. On settlement, credit default products may be cash settled or involve the physical delivery of an obligation of the reference entity following a default. The buyer in a credit default swap contract is obligated to pay the seller a periodic stream of payments over the term of the contract provided that no event of default on an underlying reference asset has occurred. If a credit event occurs, the seller must pay the buyer the full notional value of the reference asset that may have little or no value. If the Fund is a buyer and no credit event occurs the Fund's losses will be limited to the periodic stream of payments over the term of the contract. As a seller, the Fund will receive a fixed rate of income throughout the term of the contract, provided that there is no credit event. If a credit event occurs, the seller must pay the buyer the full notional value of the reference obligation. Realised gains/losses on credit default swaps are contained in "Net realised and unrealised gain/ (loss) on financial assets and liabilities at fair value through profit or loss (Note 10).

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

2. Principal Accounting Policies (continued)

Offsetting Financial Instruments

For financial statement purposes, financial assets and liabilities have not been offset and are presented on a gross basis. Financial assets and liabilities can be offset and the net amount reported in the Statement of Financial Position when there is a legally enforceable right to set-off the recognised amounts and there is an intention to settle on a net basis, or realise the assets and settle the liability simultaneously. There are master netting agreements in place for the financial year ended 31 December 2019 and disclosed on page 29.

Transaction Costs

Transaction costs include fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and security exchanges, and transfer taxes and duties. Transaction costs do not include debt premiums or discounts, financing costs or internal administrative or holding costs. Transaction costs relate to the purchase and sale of investments and are recognised in the Statement of Comprehensive Income in Transaction costs.

Cash and cash equivalents and Cash Held as Collateral

Cash and cash equivalents comprises current cash deposits with the Depositary. Cash held as collateral and collateral cash due from brokers is held in relation to the Derivative Contracts held by the Fund for investment transactions that have not settled at the date of the financial statements and the amount of cash required by the brokers to hold as collateral for trading. Cash and cash equivalents and Cash held as collateral are disclosed separately on the Statement of Financial Position. For further details of Cash and cash equivalents and Cash held as collateral please refer to note 12.

Umbrella cash account

The Umbrella Cash Subscription and Redemption Account is maintained for the purposes of (i) receiving subscriptions monies from applicants for the issue of Shares; (ii) paying Redemption Proceeds to investors; and (iii) paying dividends to Shareholders of Distributing Shares. The subscription monies are held in the Umbrella Cash Subscription and Redemption Account for the account of the relevant Fund pending settlement of the associated issue of Shares.

Functional and Presentation Currency

The financial statements are presented in United States Dollar (“US\$”), the Fund’s functional and presentational currency.

Monetary assets and liabilities denominated in currencies other than the functional currency are translated into said functional currency at the closing rates of exchange at each financial year date. Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value through profit or loss are retranslated into the functional currency at the spot rate at the date the fair value was determined. Transactions during the financial year, including purchases and sale of securities and income and expenses, are translated at the rate of exchange prevailing on the date of the transaction. Foreign currency transaction gains and losses are included in the net realised income and unrealised gain on financial assets and liabilities at fair value through profit or loss in the Statement of Comprehensive Income.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

2. Principal Accounting Policies (continued)

Due from broker / Payable to broker

Amounts due from and to brokers represent receivables for derivatives sold and payables for derivatives purchased that have been contracted for but not yet settled on the statement of financial position date respectively.

3. Taxation

The ICAV is an investment undertaking as defined in Section 739B of the Taxes Consolidation Act 1997, as amended ("TCA"). The ICAV will not be liable to Irish tax in respect of its income and gains, other than on the occurrence of a chargeable event.

The ICAV will only be subject to tax on chargeable events in respect of Shareholders who are Taxable Irish Persons (generally persons who are resident or ordinarily resident in Ireland for tax purposes)

A chargeable event occurs on:

(a) a payment of any kind to a Shareholder by the ICAV;

(b) a transfer of Shares; and

(c) on the eighth anniversary of a Shareholder acquiring Shares and every subsequent eighth anniversary,

but does not include any transaction in relation to Shares held in a clearing system recognised by the Revenue, certain transfers arising as a result of an amalgamation or reconstruction of fund vehicles and certain transfers between spouses or former spouses.

If a Shareholder is not a Taxable Irish Person at the time a chargeable event arises no Irish tax will be payable on that chargeable event in respect of that Shareholder.

Where tax is payable on a chargeable event, subject to the comments below, it is a liability of the ICAV which is recoverable by deduction or, in the case of a transfer and on the eight year rolling chargeable event by cancellation or appropriation of Shares from the relevant Shareholders. In certain circumstances, and only after notification by the ICAV to a Shareholder, the tax payable on the eight year rolling chargeable event can at the election of the ICAV become a liability of the Shareholder rather than the ICAV. In such circumstances the Shareholder must file an Irish tax return and pay the appropriate tax (at the rates set out below) to the Revenue.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

3. Taxation (continued)

In the absence of the appropriate declaration being received by the ICAV that a Shareholder is not a Taxable Irish Person or if the ICAV has information that would reasonably suggest that a declaration is incorrect, and in the absence of written notice of approval from the Revenue to the effect that the requirement to have been provided with such declaration is deemed to have been complied with (or following the withdrawal of, or failure to meet any conditions attaching to such approval), the ICAV will be obliged to pay tax on the occasion of a chargeable event (even if, in fact, the Shareholder is neither resident nor ordinarily resident in Ireland). Where the chargeable event is an income distribution, tax will be deducted at the rate of 41%, or where the Shareholder is a company and the appropriate declaration has been made at the rate of 25%, on the amount of the distribution. Where the chargeable event occurs on any other payment to a Shareholder (not being a company which has made the appropriate declaration) on a transfer of Shares or on the eight year rolling chargeable event, tax will be deducted at the rate of 41% on the increase in value of the shares since their acquisition. Tax will be deducted at the rate of 25% on such transfers where the Shareholder is a company and the appropriate declaration has been made. In respect of the eight year rolling chargeable event, there is a mechanism for obtaining a refund of tax where the Shares are subsequently disposed of for a lesser value.

An anti-avoidance provision increases the 41% rate of tax to 60% (or 80% where details of the payment/disposal are not correctly included in the individual's tax returns) if, under the terms of an investment in a Fund, the investor or certain persons associated with the investor have an ability to influence the selection of the assets of the Fund.

Other than in the instances described above, the ICAV will have no liability to Irish taxation on income or chargeable gains.

4. Share Capital

The share capital of the ICAV is 1,000,000,000,000 unclassified shares of no par value. The minimum issued share capital of the ICAV is 2 shares of no par value. The maximum share capital of the ICAV is 1,000,000,000,000 unclassified shares of no par value.

The unclassified shares are available for issue as Shares. There are no rights of pre-emption attaching to the Shares in the ICAV.

The class and currency in which shares of a Fund is on offer is set out below:

Fund	Class	Currency
Two Trees Systematic Global Macro Fund – UCITS	S Share Class USD Accumulating	USD
Two Trees Systematic Global Macro Fund – UCITS	I Share Class USD Accumulating	USD
Two Trees Systematic Global Macro Fund – UCITS	P Share Class USD Accumulating	USD

Subscription of Shares

The Initial Issue Price for Shares during the Initial Offer Period is set out in the Supplement for the relevant Fund.

Shares shall be issued at the Subscription Price per Share as determined on the day on which they are deemed to be issued.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

4. Share Capital (continued)

Subscription of Shares (continued)

The Directors may make an adjustment by way of an addition to the subscription amount which will be reflected in the issue price when there are net subscriptions to include a charge/Anti-Dilution Levy which the Investment Manager considers represents an appropriate figure to cover dealing costs and/or to preserve the value of the underlying assets of the Fund. Any such charge/levy shall be retained for the benefit of the Fund and the Directors reserve the right to waive such charge at any time. This charged has being waived.

In addition, a Subscription Charge of up to 5% of the Subscription Price may be charged if provided for in the Supplement for the relevant Fund. No subscription charge is payable on Two Trees Systematic Global Macro Fund – UCITS.

Anti Dilution Levy

Shares shall be issued at the Net Asset Value per Share calculated at the Valuation Point and adding thereto such sum as the Directors in their absolute discretion may from time to time determine as an appropriate provision for Duties and Charges (including an Anti-Dilution Levy where there are overall net subscriptions or overall net redemptions as provided for in "Subscriptions" and "Redemptions" the Prospectus).

Subscriptions for the Classes of Shares should be made by electronic transfer to the account as specified in the Application Form.

Redemption of Shares

Payment in respect of the issue of Shares must be made to the ICAV (the relevant account will be specified in the Application Form or otherwise notified to investors in advance) by the relevant Settlement Date by electronic transfer in cleared fund in the currency of denomination of the relevant Share Class.

It is the responsibility of Applicants to transmit payment for subscriptions promptly, with clear customer identification. Applicants shall be responsible for their own bank charges, including any lifting fees or commissions.

Until the issue of Shares, the entitlement of Applicants to the subscription monies paid into the Umbrella Cash Subscription and Redemption Account is that of an unsecured creditor.

An Applicant for Shares does not benefit from any appreciation of the Net Asset Value of the relevant Shares subscribed for or any other Shareholder rights (including any dividend entitlements) until such time as the Applicant becomes a Shareholder.

Shares are issued on the relevant Dealing Day. If payment in full has not been received by the Settlement Date, or in the event of non-clearance of fund, all or part of any issue of Shares made may, at the discretion of the Directors, be cancelled and the relevant monies returned to the Applicant at their risk. In such cases the Directors may charge the Applicant for any resulting losses and costs incurred by the relevant Fund.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

4. Share Capital (continued)

Redemption of Shares (continued)

When the Fund meets a redemption request in cash, the amount due on the redemption of Shares on a particular Dealing Day will be paid by the relevant Settlement Date by electronic transfer to an account in the name of the Shareholder. Payment of any proceeds of redemption will only be paid after receipt by the Administrator of any relevant redemption documentation (including any anti-money laundering documentation requested).

No Shareholder shall be entitled to request redemption of part only of its holding of Shares of any Class in the Fund if such realisation would result in its holding of Shares of such Class after such realisation being below the applicable Minimum Shareholding (subject to the discretion of the Directors).

The following represents the changes in the number of Shares for the financial period ended 31 December 2019:

	31 December 2019
	Trees Systematic Global Macro Fund – UCITS
S Share Class USD Accumulating*	
Number of shares at the beginning of the financial period	-
Shares issued during the period	5,369,151.021
Shares redeemed during the period	(337,299.400)
Number of shares at the end of the financial period	5,031,851.621

*Launched on 25 September 2019.

As at 31 December 2019 100% of the shares Two Trees Systematic Global Macro Fund – UCITS are held by one Shareholder.

5. Fees

Investment Management Fee

The Investment Manager shall be entitled to receive out of the assets of the Fund an annual fee not exceeding 0.50% of the Net Asset Value of the S Share Class USD, 1.00% of the Net Asset Value of the I Share Class USD, and 1.20% of the Net Asset Value of the P Share Class USD (plus VAT thereon, if any). The investment management fee shall accrue and be calculated on each Dealing Day and be payable monthly in arrears out of the relevant assets. The investment management fee shall be deemed to cover out of pocket costs and expenses of the Investment Manager.

For the financial period ended 31 December 2019 fees charged by the Investment Manager were US\$50,167. As at 31 December 2019 fees of US\$50,167 were payable to the Investment Manager.

Administration Fees

The Administrator shall be entitled to receive an annual fee, accrued on each Dealing Day and calculated and payable monthly in arrears, at an annual rate of up to 0.004% of the Net Asset Value of the Fund (plus VAT thereon, if any) subject to an annual minimum fee of €27,300. The Administrator is also entitled to a fee of €24,000 for the provision of registrar and transfer agency services to the ICAV plus additional fees charged at normal commercial rates where the scope of the services exceeds the thresholds initially agreed. The Administrator is also entitled to be repaid all of its reasonable agreed upon transaction and other charges (which will be at normal commercial rates) and other out-of-pocket expenses (plus VAT thereon, if any).

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

5. Fees (continued)

Administration Fees (continued)

Administration fees charged for the financial period ended 31 December 2019 amounted to US\$17,349. Administration fees payable at 31 December 2019 amounted to US\$9,921.

Depositary Fees

The Depositary shall be entitled to receive an annual fee, accrued on each Dealing Day and calculated and payable monthly in arrears, at an annual rate of up to 0.03% of the Net Asset Value of the Fund (plus VAT thereon, if any) subject to a minimum oversight annual fee of €11,400. In addition, an annual fee of €6,000 shall be payable for cash flow monitoring and reconciliation services to the Fund.

The Depositary is also entitled to receive out of the assets of the Fund, a safekeeping fee at a rate, depending on the custody markets, ranging from 0.0053% up to 1.08% on the Net Asset Value of the Fund, subject to a minimum safekeeping fee of €10,000 per annum of the Fund (plus VAT thereon, if any). These fees accrue and are calculated on each Dealing Day and payable monthly in arrears.

The Depositary shall also be entitled to be reimbursed for the fees paid by the Depositary to any sub-custodian (where not covered above) and agreed upon transactions charges (which in all cases shall be charged at normal commercial rates) and other out-of-pocket expenses (plus VAT thereon, if any).

Depositary fees charged for the financial period ended 31 December 2019 amounted to US\$8,047. Depositary fees payable at 31 December 2019 amounted to US\$6,183.

Other Fees and Expenses

The preliminary expenses incurred in connection with the establishment and initial issue of Shares in the Fund will be borne by the Global Distributor.

The fees and out-of-pocket expenses of the Administrator (in its role as same and as registrar and transfer agent), the Depositary and any sub-custodians, the Global Distributor and any Sub-Distributors, auditors, tax and legal advisors, the company secretary of the ICAV, the fees and expenses of any other service provider, any costs incurred in respect of meetings of Shareholders, marketing and distribution costs and other costs as a result of registering the Fund in other jurisdictions, such as local regulatory fees, the Facilities Agent, Paying Agent fees and any other service providers appointed for such jurisdictions, the regulatory levy of the Fund and regulatory compliance costs, listing fees, all printing, publication, translation and communication costs (including reports, accounts and any explanatory memoranda), any costs incurred as a result of periodic updates of the Prospectus and/or this Supplement or the KIIDs of the Fund, or of a change in law or the introduction of any new law, the Directors' fees, expenses and payroll costs, directors' and officers' liability insurance cover and other insurance-related costs and any taxes related to the above fees and out-of-pocket expenses as applicable (Covered Costs) shall be payable out of the assets of the Fund up to an amount equal to 0.20% of the Net Asset Value of the Fund calculated on each Dealing Day.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

5. Fees (continued)

Other Fees and Expenses (continued)

Any Covered Costs in excess of this shall be paid/reimbursed to the ICAV in respect of the Fund by the Investment Manager (who has agreed to discharge the Covered Costs over 0.20% out of its own fee) and shall not be payable out of the assets of the Fund.

The Investment Manager reserves the right to determine that it shall no longer discharge all or part of the Covered Costs over 0.20% of the Net Asset Value and that some or all of the Covered Costs will be payable out of the assets of the Fund. In such case the Supplement will be updated to disclose the maximum fee payable by Shareholders in respect of the elements of Covered Costs (where disclosure of fee arrangements is required) and reasonable notice will be given to Shareholders prior to implementation of this change of policy.

The Fund will bear expenses incurred in connection with the acquisition, disposal or maintenance of investments including the ongoing cost of holding SFIs (being an annual fee payable to the Dealer of such SFIs which shall accrue on a daily basis at normal commercial rates), brokerage costs, clearing house fees, taxes and other transaction charges, if any, which will always be payable out of the assets of the Fund. In addition, other operating and service providers' fees, costs and expenses incurred in the operation of the Fund, other than those expressly included under Covered Costs as being payable by the Shareholders or the Investment Manager (as applicable) and described above, will be met out of the assets of the Fund. This includes the investment management fee referred to below as well as the performance fee (where applicable).

Details of amounts receivable from the Investment Manager and amounts payable to the Investment Manager as at 31 December 2019 are included in the Statement of Financial Position.

For the financial period ended 31 December 2019 the amount receivable from the Investment Manager were US\$31,891.

The reimbursement from Investment Manager amounts during the financial period ended 31 December 2019 are shown in the Statement of Comprehensive Income.

For the financial period ended 31 December 2019 reimbursement from Investment Manager were US\$31,891.

Director's Remuneration

The Directors of the ICAV who are connected with the Promoter and Global Distributor will not be entitled to remuneration for their services as directors. The other Directors of the ICAV will be entitled to remuneration for their services provided however, that the aggregate emoluments of all Directors of the ICAV in respect of any twelve month accounting period shall not exceed €60,000 (plus PAYE, if applicable). In addition, the Directors of the ICAV will also be entitled to be reimbursed for their reasonable out of pocket expenses incurred in discharging their duties as directors.

Mr. Vincent Dodd is to receive a directors' fee of €25,000 per annum and Mr. Brian Fennessy is to receive a directors' fee of €12,500 per annum. Director's fees charged for the financial period ended 31 December 2019 amounted to US\$1,561. Director's fees payable at 31 December 2019 amounted to US\$ Nil.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

5. Fees (continued)

Performance Fee

Depending on how well the Fund performs, the Investment Manager may be entitled to a performance fee (the Performance Fee) in respect of the S Share Class USD, I Share Class USD and the P Share Class USD calculated as set out below which will be paid out of the net assets of the relevant Share Class. Such Performance Fee will be calculated by the Administrator and verified by the Depositary.

The Performance Fee will be calculated daily in respect of a semi-annual performance period ending on 30 June and 31 December each period (or the immediately preceding Business Day if not a Business Day) (each a Performance Period). The Performance Fee will accrue on each Dealing Day and be payable within one month of the end of the relevant Performance Period. The first calculation period shall begin at the end of the Initial Offer Period for the relevant Share Class (using the Initial Issue Price) and shall finish on the next following 30 June or 31 December, whichever is sooner.

A Performance Fee shall only be payable if the relevant Share Class outperforms both (i) the previous highest Net Asset Value per Share of the relevant Share Class on which a Performance Fee was paid (or the Issue Price, if higher) (the High Water Mark) and (ii) an additional hurdle of the Barclays 3 Month Treasury Bill Index (the Index).

No Performance Fee is accrued or paid until the Net Asset Value per Share exceeds: (a) the High Water Mark and the Index hurdle, where the Index hurdle is higher than the High Water Mark or (b) the Issue Price, if higher; and the Performance Fee is only payable or paid on the increase of the Net Asset Value per Share over the amount in (a) or (b) above, whichever is higher.

The Performance Fee shall be equal to 10% of the difference in the S Share Class USD's daily return, 20% of the difference in the I Share Class USD's daily return, and 20% of the difference in the P Share Class USD's daily return (net of management fees and all other fees other than performance fees) relative to the higher of the Index return and the High Water Mark. The Performance Fee operates so as to ensure that no Performance Fee is payable unless both of the above are outperformed and it shall only be payable on outperformance of the higher of the two.

Index performance shall be expressed in the currency of the relevant Share Class.

For the financial period ended 31 December 2019 performance fees charged were US\$ Nil. As at 31 December 2019 performances fees of US\$ Nil were payable.

Audit and Tax Fees

Audit fees charged for the financial period amounted to US\$5,336.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

6. Other Payables and Other Expenses

Other Payables

Below is the breakdown for other payables at 31 December 2019.

	31 December 2019
	US\$
Secretarial fees payable	452
Consultancy fee payable	3,022
Insurance fee payable	195
Legal fees payable	11,569
MO Derivatives fees payable	954
Payroll costs payable	32
Registration fees payable	3,139
Regulatory fee payable	165
Transaction fee payable	8,830
Total other payables	28,358

Other Expenses

Below is the breakdown for other fees and expenses charged for the financial period.

	31 December 2019
	US\$
Secretarial fees	452
Consultancy fee	3,039
Insurance expenses	195
Legal fees	11,735
MO Derivatives fees	954
Payroll cost	32
Registration fee charges	3,139
Regulatory fees	165
Total other expenses	19,711

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

7. Related Party Transactions

IAS 24 'Related Party Transactions' requires the disclosure of information relating to material transactions with parties who are deemed to be related to the reporting entity. The Investment Manager and Global Distributor and KB Associates are a related party.

Mr. Andrew Findlay was a Director of the ICAV and an employee of an affiliated Investment Manager and alternate Director to Mr. Alex Ihlenfeldt.

Mr. Alex Ihlenfeldt is a Director of the ICAV and is an employee of the Global Distributor.

Mr. Brian Fennessy is a Director of the ICAV and also an employee of KB Associates, which provides consultancy services, money laundering reporting officer and VAT reporting services to the ICAV. Fees charged by KB Associates for the financial period ended 31 December 2019 amounted to US\$3,039.

The fees charged by all service providers are disclosed in Note 5 to the financial statements.

As at 31 December 2019 100% of the shares in Two Trees Systematic Global Macro Fund – UCITS are held by one Shareholder.

Director's remuneration

The listing of the members of the Board of Directors of the ICAV is shown on page 3. Directors fees are disclosed in Note 5.

8. Transaction with Connected Persons

The Central Bank of Ireland UCITS Regulations, 43 (1) Dealings by the management company or Depositary to a UCITS; and the delegates or sub-delegates of such a management company or depositary (excluding any non-group company sub-custodians appointed by a depositary); and any associated or group company of such a management company, depositary, delegate or sub-delegate ("Connected Persons") states in paragraph one that any transaction carried out with a UCITS by these Connected Persons must be conducted at arm's length and in the best interests of the unit-holders of the UCITS.

The Board of Directors are satisfied that there are arrangements (evidenced by written procedures) in place, to ensure that the obligations set out in Regulation 43 (1) of the UCITS Regulations are applied to all transactions with connected persons; and the Board of Directors are satisfied that transactions with connected persons entered into during the financial period complied with the obligations set out in this paragraph.

9. Risks Associated with Financial Instruments

The Fund's activities expose them to a variety of financial risks: market risk (including other price risk, interest rate risk and currency risk), credit risk and liquidity risk.

The Fund is also exposed to operational risks such as settlement and custody risk. Custody risk is the risk of loss of financial assets and liabilities held in custody occasioned by the insolvency or negligence of the Depositary. Although an appropriate legal framework is in place that reduces the risk of loss of value of the financial assets and liabilities held by the Depositary, in the event of failure, the ability of the Depositary to transfer the financial assets and liabilities might be impaired. The Depositary is owned by Royal Bank of Canada ("RBC"). The credit rating for RBC, the parent company, as at 31 December 2019 is AA- for S&P.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

9. Risks Associated with Financial Instruments (continued)

The Fund's overall risk management programme seeks to maximise the returns derived for the level of risk to which the Fund is exposed and seek to minimise potential adverse effects on the Fund's financial performance. All investments present a risk of loss of capital. The maximum loss of capital on debt securities is limited to the fair value of those positions. The maximum loss of capital on forward currency contracts is limited to the notional contract values of those positions.

Global Exposure

The Fund will use the absolute value-at-risk (VaR) approach to measure global exposure.

The global exposure is as follows:

Sub-Fund Name	Global Exposure			
	As at 31 Dec 2019	Highest	Lowest	Mean
Two Trees Systematic Global Macro Fund – UCITS	-6.06%	-4.00%	-6.77%	-4.86%

Market Risk

Market risk embodies the potential for both losses and gains and includes price risk, currency risk and interest rate risk as detailed below.

(i) Price risk

The investments of the Fund in securities are subject to normal market fluctuations and other risks inherent in investing in securities. Security prices may decline over short or extended periods due to general market conditions (e.g. economic, technological or political). Individual stock prices, however, tend to go up and down more dramatically over the short term.

These price movements may result from factors affecting individual companies or industries, or the securities market as a whole. Those assets with potentially higher long term returns may also have a higher risk of losing money in the shorter term.

The Investment Manager's careful analysis of each company it invests in, as well as maintaining a diversified portfolio of companies, aims to minimise this risk.

If the value of the transferable securities within financial assets at fair value through profit or loss at 31 December 2019 had increased by 5% with all other variables held constant, this would have increased net assets by the amounts shown in the below table.

Financial Assets at fair value through profit or loss	31 December 2019	
	Fair Value (USD)	5% sensitivity (USD)
Investments in transferable securities	42,970,182	2,148,509

Conversely, if their value had decreased by 5%, this would result in an equal but opposite effect on Net Assets. 5% represents management's best estimate of a reasonable shift in value, having regard to historic market trends.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

9. Risks Associated with Financial Instruments (continued)

Market Risk (continued)

(ii) Foreign currency risk

A Fund's investments and, where applicable, the investments of any collective investment scheme in which a Fund invests, may be acquired in a wide range of currencies other than the Base Currency of the Fund. Changes in the exchange rate between the Base Currency of the Fund and the currency of the asset may lead to a depreciation of the value of the Fund's assets as expressed in the Base Currency. It may not be possible or practical to hedge against such exchange rate risk.

The successful execution of a hedging strategy which matches exactly the profile of the investments of any Fund cannot be assured. It may not be possible to hedge against generally anticipated exchange or interest rate fluctuations at a price sufficient to protect the assets from the anticipated decline in value of the portfolio positions as a result of such fluctuations. Fund's performance may be strongly influenced by movements in FX rates because forward currency positions held by the Fund may not always correspond with the securities positions held.

The Fund's currency risk is managed by the Investment Manager in accordance with policies and procedures in place. The analysis and management of market risks are monitored and assessed at all stages in the investment selection process. The Fund's overall currency positions and exposures are monitored on a regular basis by the Investment Manager and Board of Directors.

The following tables set out the Fund's total exposure to foreign currency risk and the net exposure to foreign currencies in US\$ at 31 December 2019:

Currency	Investments	Monetary Net Other Assets	Hedge Amounts	Total Foreign Currency Exposure	5% Sensitivity
	31 December 2019 US\$	31 December 2019 US\$	31 December 2019 US\$	31 December 2019 US\$	31 December 2019 US\$
AUD	(238,233)	5,392	(1,687,447)	(1,920,288)	(96,015)
CAD	26,750	135,320	5,475,591	5,637,661	281,883
CHF	(139,447)	(368,689)	(12,255,234)	(12,763,370)	(638,169)
EUR	(45,358)	362,258	(8,064,049)	(7,747,149)	(387,357)
GBP	434	101,228	(198,759)	(97,097)	(4,855)
HKD	1,617	68,580	-	70,197	3,510
JPY	(31,416)	(567,819)	(2,587,790)	(3,187,025)	(159,351)
KRW	500,701	13,111	-	513,812	25,691
NOK	-	-	(3,205,909)	(3,205,909)	(160,295)
NZD	-	-	(1,484,404)	(1,484,404)	(74,220)
SEK	42	113,890	149,634	263,566	13,178
SGD	2,990	219,481	-	222,471	11,124
ZAR	1,598	(102,875)	-	(101,277)	(5,064)
Total	79,678	(20,123)	(23,858,367)	(23,798,812)	(1,189,940)

If the exchange rate at 31 December 2019 between the Fund's functional currency and all other currencies had increased/decreased by 5% with all other variables held constant, the currency exposure would increase/decrease by US\$1,189,940. 5% represents management's best estimate of a reasonable shift in value, having regard to historic market trends.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

9. Risks Associated with Financial Instruments (continued)

Market Risk (continued)

(iii) Interest rate risk

Changes in interest rates can influence the value and returns of some of the Fund's investments. Declining interest rates may affect the return on available reinvestment opportunities. In the event of a general rise in interest rates, the value of certain investments that may be contained in a Fund's investment portfolio may fall, reducing the Net Asset Value of the Fund. Fluctuation in rates may affect interest rate spreads in a manner adverse to a Fund. Interest rates are highly sensitive to factors beyond a Fund's control, including, among others, government monetary and tax policies, and domestic and international economic and political conditions.

An increase in interest rates of 1% against floating financial assets at the Statement of Financial Position date would have increased/decrease can be seen in table below.

	31 December 2019 1% sensitivity (USD)
Two Trees Systematic Global Macro Fund – UCITS	71,116

1% represents management's best estimate of a reasonable shift in value, having regard to historic market trends.

As the Fund does not invest in interest-bearing securities, the Fund does not have a significant exposure to interest rate risk. Excess cash and cash equivalents are invested at short term market interest rates thus contributing very little to fair value interest rate risk, however, such balances are exposed to cash flow interest rate risks. Balances exposed to cash flow interest rate risks are the cash and cash equivalent amounts disclosed in the Statement of Financial Position.

Liquidity risk

Liquidity risk is the risk that a position in the portfolio of the Fund cannot be sold or converted into cash in an adequately short timeframe. Most of the investments owned by a Fund can usually be sold promptly at a fair price and therefore can be described as relatively liquid. Some investments can be illiquid because of legal restrictions, the nature of the investment, settlement terms, or for other reasons such as a shortage of buyers. Illiquid investments can lose value or incur extra costs. In addition, illiquid investments may be more difficult to value accurately and may experience larger price changes causing greater fluctuations in a Fund's value.

The Fund's liquidity risk is managed in accordance with policies and procedures in place. The analysis and management of liquidity risks are monitored and assessed at all stages in the investment selection process. The Fund's overall liquidity risks are monitored on a regular basis by the Investment Manager and Board of Directors. The ICAV's dealing frequency is on daily basis and the redemption of the redeemable participating shares are the main liability of the Fund.

At 31 December 2019, the Fund's financial assets and liabilities classified into the relevant maturity grouping, based on the remaining period at the statement of financial position date to the contractual maturity date, was less than six months.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

9. Risks Associated with Financial Instruments (continued)

Credit risk

Credit risk arises from the uncertainty surrounding the ultimate repayment of principal and interest or other investments by the issuers of such securities. There can be no assurance that the issuers of securities or other instruments in which a Fund invests will not be subject to credit difficulties leading to the loss of some or all of the sums invested in such securities or other instruments. The Fund will also be exposed to a credit risk in relation to the counterparties with whom a Fund trades and may bear the risk of settlement default. Changes in the credit quality of an issuer and/or security or other instrument could affect the value of a security or other instrument or a Fund's share price. Credit rating with S&P of counterparties as at 31 December 2019 are as follows:

	<u>31 December 2019</u>
J.P. Morgan Securities Plc	A-
Morgan Stanley And Co. International Plc	BBB+
RBC Investor Services Bank S.A.	AA-
State street bank & Trust Company	AA-

The carrying amount of total assets best represents the maximum credit risk exposure at the Statement of Financial Position date. The Fund's total assets exposed to credit risk amounted to the following:

	<u>31 December 2019</u> <u>USD</u>
Investments in transferable securities	42,970,182
Investments in financial derivative instruments	977,717
Cash and cash equivalents	1,250,858
Cash held as collateral	9,987,415
Total	<u>55,186,172</u>

Two Trees Systematic Global Macro Fund – UCITS is subject to Master Netting Agreements. As at 31 December 2019 forward contracts, future contracts and contracts for difference were held with the counterparties shown in the table on the next page.

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

9. Risks Associated with Financial Instruments (continued)

Credit risk (continued)

The disclosures set out in the table below include financial assets and financial liabilities that are subject to an enforceable master netting arrangement.

31 December 2019	Gross amounts of recognised financial assets /liabilities	Gross amounts of recognised financial assets/liabilities offset in the statement of financial position	Net amounts of financial assets presented in the statement of financial position	Related amounts not set off in Statement of Financial Position		Statement of
				Financial instruments (including non-cash collateral)	Cash collateral received/pledged	Net amount
	USD	USD	USD	USD	USD	USD
Financial assets						
Contracts for Difference						
Morgan Stanley And Co. International Plc	500,701	500,701	-	-	-	-
Forward contracts						
Australia and New Zealand Banking	17,623	17,623	-	-	-	-
J.P. Morgan Securities Plc	54,743	54,743	-	-	-	-
State Street Bank and Trust Company	144,380	144,380	-	-	-	-
Future contracts						
Morgan Stanley And Co. International Plc	260,270	260,270	-	-	-	-
Financial liabilities						
Forward contracts						
Australia and New Zealand Banking	(171,103)	17,623	(153,480)	(153,480)	-	(153,480)
J.P. Morgan Securities Plc	(268,539)	54,743	(213,796)	(213,796)	213,796	-
State Street Bank and Trust Company	(474,226)	144,380	(329,846)	(329,846)	150,000	(179,846)
Future contracts						
Morgan Stanley And Co. International Plc	(795,320)	260,270	(535,050)	(535,050)	535,050	-

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

10. Fair Value Measurements

IFRS 13, Fair Value Measurement, requires a fair value hierarchy for inputs used in measuring fair value that classify investments according to how observable the inputs are. Observable inputs are those that market participants would use in pricing the asset or liability based on market data obtained from sources independent of the Fund. Unobservable inputs reflect the Fund's assumptions, made in good faith, about the inputs market participants would use in pricing the asset or liability developed based on the best information available in the circumstances. The fair value hierarchy is categorised into three levels based on the inputs as follows:

Level 1 - Valuations based on quoted prices in active markets for identical assets or liabilities;

Level 2 - Valuations based on quoted prices in markets that are not active or inputs other than quoted prices for which all significant inputs are observable, either directly (as prices) or indirectly (derived from prices); and

Level 3 - Valuations based on inputs that are unobservable and significant to the overall fair value measurement.

There were no transfers between Levels during the period.

The following table summarises the inputs used to value the Fund's assets and liabilities measured at fair value on a recurring basis as of 31 December 2019:

	31 December 2019 US\$	Level 1 US\$	Level 2 US\$	Level 3 US\$
Financial assets at fair value through profit and loss				
Investments in transferrable securities at fair value				
- Shares	4,050,046	4,050,046	-	-
- Treasury Bills	38,920,136	38,920,136	-	-
Investments in financial derivative instruments				
- Futures	260,270	260,270	-	-
- Forward exchange contracts	216,746	-	216,746	-
- Contract for differences	500,701	-	500,701	-
	43,947,899	43,230,452	717,447	-
Financial liabilities at fair value through profit or loss				
Investments in financial derivative instruments				
- Futures	(795,320)	(795,320)	-	-
- Forward exchange contracts	(913,868)	-	(913,868)	-
	(1,709,188)	(795,320)	(913,868)	-

Assets and liabilities not measured at Fair Value through Profit or Loss but for which fair value is disclosed

Cash and cash equivalents is classified as Level 1 and all other assets and liabilities not measured at fair value but for which fair value is disclosed are classified as Level 2, as this reflects a reasonable approximation of their measured fair value on the Statement of Financial Position.

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

11. Net Gain on Financial Instruments at Fair Value Through Profit or Loss

	31 December 2019
	US\$
Realised loss on investment in financial derivative instruments	(2,011,744)
Realised gain on investment in financial derivative instruments	2,023,770
Unrealised loss on investment in transferable securities	(952,766)
Unrealised loss on investment in financial derivative instruments	(1,232,122)
Unrealised gain on investment in transferable securities	100,854
Unrealised gain on investment in financial derivative instruments	500,701
Currency loss on foreign exchange	(28,504)
Currency gain on foreign exchange	223,279
Net realized loss and unrealised loss on financial assets and liabilities at fair value through profit and loss	(1,376,532)

12. Cash and Cash Equivalents and Cash held as Collateral

Counterparties	31 December 2019
	US\$
Cash and cash equivalents	
RBC Investor Services Bank S.A.	1,250,858
Cash held as collateral	
J.P. Morgan Securities Plc	320,000
Morgan Stanley And Co. International Plc	9,517,415
State Street Bank & Trust	150,000
Collateral cash due to broker	
Morgan Stanley And Co. International Plc	(4,126,722)
Total net cash	7,111,551

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

13. Net Assets and Shares in Issue Information

	31 December 2019
Net Assets value	
Nav per Share	
S Share Class USD Accumulating *	\$9.73
Shares In Issue	
S Share Class USD Accumulating *	5,031,851.621

*Launched on 25 September 2019.

14. Exchange Rates

The following exchange rates were used to translate assets and liabilities into US\$ as at 31 December 2019:

	31 December 2019		31 December 2019
AUD	0.702950	NOK	0.113801
CAD	0.771159	NZD	0.674650
CHF	1.032684	SEK	0.106826
EUR	1.122500	SGD	0.743688
GBP	1.324750	ZAR	0.071513
HKD	0.128340		
JPY	0.920175		
KRW	0.000865		

15. Distributions

The Fund made no distributions during the financial period ended 31 December 2019.

16. Significant Events during the Financial Period

Plato Global Market Neutral Fund – UCITS commenced operations on 10 July 2019.

Updated prospectus and supplements was filed with the Central Bank on 4 October 2019 to facilitate Brexit.

There were no other significant events since the financial period end up to and including the date of approval of the financial statements that require amendment to or disclosure in the financial statements.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 25 September 2019 (date of launch) to 31 December 2019 (continued)

17. Events since Financial Period End

There are no events since the financial period end to be disclosed in financial.

18. Soft Commission arrangements

The Investment Manager may effect transactions through the agency of another person with whom the Investment Manager has an arrangement under which that party will, from time to time, provide or procure for the Investment Manager research. Under such arrangements, no direct payment is made or required to be made for such services or benefits, but instead the Investment Manager undertakes to place business with that party. In such case, the Investment Manager shall ensure that such arrangements shall assist in the provision of investment services to the Fund and that the broker/counterparty to the arrangement has agreed to provide best execution to the Fund.

19. Approval of Financial Statements

The financial statements were approved and authorised for issue, by the Board of Directors on 26 February 2020.

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

SCHEDULE OF INVESTMENTS

As at 31 December 2019

(expressed in USD) Description	Quantity	Currency	Acquisition cost US\$	Fair Value US\$	Net Assets %
FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS:					
A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
1) LISTED SECURITIES : STRUCTURED FINANCIAL INSTRUMENTS					
JERSEY					
Alphabeta Access Products Ltd 0% 20/09/2029	2,209,295	USD	2,294,998	2,025,023	4.14
Weser Capital Ltd 0% 20/09/2029	2,209,295	USD	2,294,998	2,025,023	4.14
			<u>4,589,996</u>	<u>4,050,046</u>	<u>8.28</u>
TOTAL LISTED SECURITIES : STRUCTURED FINANCIAL INSTRUMENTS			<u>4,589,996</u>	<u>4,050,046</u>	<u>8.28</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>4,589,996</u>	<u>4,050,046</u>	<u>8.28</u>
1) GOVERNMENT BONDS					
UNITED STATES OF AMERICA					
United States Treasury Bill 0% 09/04/2020	5,250,000	USD	5,211,147	5,228,098	10.68
United States Treasury Bill 0% 16/07/2020	5,400,000	USD	5,351,826	5,354,576	10.94
United States Treasury Bill 0% 18/06/2020	5,250,000	USD	5,204,063	5,212,025	10.65
United States Treasury Bill 0% 19/03/2020	5,400,000	USD	5,364,513	5,382,848	11.00
United States Treasury Bill 0% 20/02/2020	5,400,000	USD	5,371,093	5,388,883	11.01
United States Treasury Bill 0% 21/05/2020	7,000,000	USD	6,939,213	6,958,281	14.21
United States Treasury Bill 0% 23/01/2020	5,400,000	USD	5,377,431	5,395,425	11.02
			<u>38,819,286</u>	<u>38,920,136</u>	<u>79.51</u>
TOTAL GOVERNMENT BONDS			<u>38,819,286</u>	<u>38,920,136</u>	<u>79.51</u>
TOTAL INVESTMENTS IN TRANSFERABLE SECURITIES			<u>43,409,282</u>	<u>42,970,182</u>	<u>87.79</u>

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

SCHEDULE OF INVESTMENTS (continued)

As at 31 December 2019

(expressed in USD)

Description

C) DERIVATIVES INSTRUMENTS

1) FUTURES CONTRACTS

Numbers of contracts purchased/ (sold)	Description	Counterparty	Currency	Commitments	Unrealised Gain/(Loss)	% Net Assets
(1)	10 YEARS CANADIAN BONDS 20/03/2020	Morgan Stanley And Co.	CAD	1,324	1,010	-
(2)	10 YEARS CANADIAN BONDS 20/03/2020	Morgan Stanley And Co.	CAD	2,433	1,858	-
(3)	10 YEARS CANADIAN BONDS 20/03/2020	Morgan Stanley And Co.	CAD	3,889	2,968	0.01
(1)	10 YEARS CANADIAN BONDS 20/03/2020	Morgan Stanley And Co.	CAD	316	242	-
(2)	10 YEARS CANADIAN BONDS 20/03/2020	Morgan Stanley And Co.	CAD	3,187	2,433	-
(2)	10 YEARS CANADIAN BONDS 20/03/2020	Morgan Stanley And Co.	CAD	2,329	1,778	-
(1)	10 YEARS CANADIAN BONDS 20/03/2020	Morgan Stanley And Co.	CAD	1,263	964	-
(2)	10 YEARS CANADIAN BONDS 20/03/2020	Morgan Stanley And Co.	CAD	(102)	(77)	-
(1)	10 YEARS CANADIAN BONDS 20/03/2020	Morgan Stanley And Co.	CAD	690	527	-
(3)	10 YEARS CANADIAN BONDS 20/03/2020	Morgan Stanley And Co.	CAD	3,374	2,577	0.01
(1)	10 YEARS CANADIAN BONDS 20/03/2020	Morgan Stanley And Co.	CAD	576	440	-
(1)	10 YEARS CANADIAN BONDS 20/03/2020	Morgan Stanley And Co.	CAD	474	362	-
60	10Y TREASURY NOTES USA 20/03/2020	Morgan Stanley And Co.	USD	(65,803)	(65,156)	(0.13)
1	10Y TREASURY NOTES USA 20/03/2020	Morgan Stanley And Co.	USD	(505)	(500)	-
3	10Y TREASURY NOTES USA 20/03/2020	Morgan Stanley And Co.	USD	(1,657)	(1,641)	-
2	10Y TREASURY NOTES USA 20/03/2020	Morgan Stanley And Co.	USD	(1,736)	(1,719)	-
2	10Y TREASURY NOTES USA 20/03/2020	Morgan Stanley And Co.	USD	(1,043)	(1,031)	-
2	10Y TSY BD AUSTRALIA 16/03/2020	Morgan Stanley And Co.	AUD	(5,284)	(3,677)	(0.01)
75	10Y TSY BD AUSTRALIA 16/03/2020	Morgan Stanley And Co.	AUD	(218,297)	(151,853)	(0.31)
1	AEX 17/01/2020	Morgan Stanley And Co.	EUR	120,926	397	-
(35)	CAC 40 17/01/2020	Morgan Stanley And Co.	EUR	(2,089,500)	(22,790)	(0.05)

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

SCHEDULE OF INVESTMENTS (continued)

As at 31 December 2019

(expressed in USD)						
Description						
C) DERIVATIVES INSTRUMENTS (continued)						
1) FUTURES CONTRACTS (continued)						
Numbers of contracts purchased/ (sold)	Description	Counterparty	Currency	Commitments	Unrealised Gain/(Loss)	% Net Assets
(4)	CAC 40 17/01/2020	Morgan Stanley And Co.	EUR	(238,800)	2,371	0.01
(3)	CAC 40 17/01/2020	Morgan Stanley And Co.	EUR	(179,100)	2,044	-
(10)	CBOE SPX VOLATILITY INDEX 22/01/2020	Morgan Stanley And Co.	USD	(146,250)	23,250	0.05
(13)	CBOE SPX VOLATILITY INDEX 22/01/2020	Morgan Stanley And Co.	USD	(190,151)	26,463	0.05
(7)	CBOE SPX VOLATILITY INDEX 22/01/2020	Morgan Stanley And Co.	USD	(102,323)	8,925	0.02
(11)	CBOE SPX VOLATILITY INDEX 22/01/2020	Morgan Stanley And Co.	USD	(160,898)	26,103	0.05
(3)	CBOE SPX VOLATILITY INDEX 22/01/2020	Morgan Stanley And Co.	USD	(43,763)	1,875	-
(25)	CBOE SPX VOLATILITY INDEX 22/01/2020	Morgan Stanley And Co.	USD	(365,407)	4,118	0.01
(10)	CBOE SPX VOLATILITY INDEX 22/01/2020	Morgan Stanley And Co.	USD	(146,772)	(562)	-
(4)	CBOE SPX VOLATILITY INDEX 22/01/2020	Morgan Stanley And Co.	USD	(58,500)	1,100	-
(20)	CBOE SPX VOLATILITY INDEX 22/01/2020	Morgan Stanley And Co.	USD	(292,801)	1,952	-
(40)	CBOE SPX VOLATILITY INDEX 22/01/2020	Morgan Stanley And Co.	USD	(596,700)	204	-
5	DAX-INDEX 20/03/2020	Morgan Stanley And Co.	EUR	1,655,813	(3,077)	(0.01)
19	EURO BUND 06/03/2020	Morgan Stanley And Co.	EUR	(42,046)	(46,707)	(0.10)
2	EURO BUND 06/03/2020	Morgan Stanley And Co.	EUR	(3,799)	(4,221)	(0.01)
1	EURO BUND 06/03/2020	Morgan Stanley And Co.	EUR	(1,768)	(1,964)	-
27	FTSE MIB INDEX 20/03/2020	Morgan Stanley And Co.	EUR	3,160,350	28,589	0.06
(82)	FTSE/JSE AFRICA INDEX TOP40 19/03/2020	Morgan Stanley And Co.	ZAR	(42,115,200)	(5,621)	(0.01)
(5)	FTSE/JSE AFRICA INDEX TOP40 19/03/2020	Morgan Stanley And Co.	ZAR	(2,568,000)	1,817	-
(9)	FTSE/JSE AFRICA INDEX TOP40 19/03/2020	Morgan Stanley And Co.	ZAR	(4,622,400)	923	-
(12)	FTSE/JSE AFRICA INDEX TOP40 19/03/2020	Morgan Stanley And Co.	ZAR	(6,163,200)	3,315	0.01

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

SCHEDULE OF INVESTMENTS (continued)

As at 31 December 2019

(expressed in USD)

Description

C) DERIVATIVES INSTRUMENTS (continued)

1) FUTURES CONTRACTS (continued)

Numbers of contracts purchased/ (sold)	Description	Counterparty	Currency	Commitments	Unrealised Gain/(Loss)	% Net Assets
(3)	FTSE/JSE AFRICA INDEX TOP40 19/03/2020	Morgan Stanley And Co.	ZAR	(1,540,800)	1,164	-
1	HONG KONG HANG SENG INDICES 30/01/2020	Morgan Stanley And Co.	HKD	1,413,500	1,617	-
88	INT FTD JPY 10Y MINI GV BDS 12/03/2020	Morgan Stanley And Co.	JPY	(2,844,567)	(25,912)	(0.05)
1	INT FTD JPY 10Y MINI GV BDS 12/03/2020	Morgan Stanley And Co.	JPY	(47,667)	(434)	-
50	LONG GILT STERLING FUTURES 27/03/2020	Morgan Stanley And Co.	GBP	(66,675)	(87,447)	(0.18)
1	LONG GILT STERLING FUTURES 27/03/2020	Morgan Stanley And Co.	GBP	(889)	(1,166)	-
1	LONG GILT STERLING FUTURES 27/03/2020	Morgan Stanley And Co.	GBP	(373)	(490)	-
63	S&P / ASX 200 INDEX 19/03/2020	Morgan Stanley And Co.	AUD	10,399,725	(82,703)	(0.17)
(46)	S&P 500 EMINI INDEX 20/03/2020	Morgan Stanley And Co.	USD	(7,431,300)	(137,650)	(0.28)
43	S&P INDICES S&P/TSX 60 INDEX 19/03/2020	Morgan Stanley And Co.	CAD	8,707,075	11,668	0.02
268	SIMSCI MSCI SINGAPORE FREE 30/01/2020	Morgan Stanley And Co.	SGD	9,956,200	2,990	0.01
(63)	SMI INDEX/OHNE DIVIDENDENKOR* 20/03/2020	Morgan Stanley And Co.	CHF	(6,628,860)	(124,137)	(0.25)
(1)	SMI INDEX/OHNE DIVIDENDENKOR* 20/03/2020	Morgan Stanley And Co.	CHF	(105,220)	(492)	-
(1)	SMI INDEX/OHNE DIVIDENDENKOR* 20/03/2020	Morgan Stanley And Co.	CHF	(105,220)	1,046	-
(3)	SMI INDEX/OHNE DIVIDENDENKOR* 20/03/2020	Morgan Stanley And Co.	CHF	(315,660)	3,358	0.01
(16)	SMI INDEX/OHNE DIVIDENDENKOR* 20/12/2019	Morgan Stanley And Co.	CHF	(1,702,184)	(19,223)	(0.04)
214	SWED OPTI OMX STOCKHOLM 30 I* 17/01/2020	Morgan Stanley And Co.	SEK	37,817,846	42	-
(3)	TAMSCI MSCI TAIWAN IDX FUT 30/01/2020	Morgan Stanley And Co.	USD	(137,880)	242	-
(19)	TOPIX INDEX (TOKYO) 12/03/2020	Morgan Stanley And Co.	JPY	(326,990,000)	(5,070)	(0.01)
32	UKX FTSE 100 INDEX 20/03/2020	Morgan Stanley And Co.	GBP	2,399,680	89,538	0.18
	TOTAL FUTURES CONTRACTS				(535,050)	(1.11)

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

SCHEDULE OF INVESTMENTS (continued)

As at 31 December 2019

(expressed in USD)

Description

C) DERIVATIVES INSTRUMENTS (continued)

2) FORWARD CONTRACTS

Maturity	Description	Counterparty	Currency Bought	Currency Sold	Unrealised Gain/(Loss)	% Net Assets
09/1/2020	Purchase forward contract ~ Bought USD 5.920.495.20 Sold EUR 5.360.000.00	Australia and New Zealand Banking	5,920,495	(5,360,000)	(99,463)	(0.20)
09/1/2020	Purchase forward contract ~ Bought USD 875.683.60 Sold GBP 680.000.00	Australia and New Zealand Banking	875,684	(680,000)	(25,380)	(0.05)
09/1/2020	Purchase forward contract ~ Bought JPY 16.790.000.00 Sold USD 154.399.89	J.P. Morgan Securities Plc	16,790,000	(154,400)	179	-
09/1/2020	Purchase forward contract ~ Bought USD 1.795.930.82 Sold NOK 16.480.000.00	J.P. Morgan Securities Plc	1,795,931	(16,480,000)	(79,589)	(0.16)
09/1/2020	Purchase forward contract ~ Bought USD 3.436.319.25 Sold AUD 5.070.000.00	J.P. Morgan Securities Plc	3,436,319	(5,070,000)	(128,449)	(0.26)
09/1/2020	Purchase forward contract ~ Bought USD 511.846.10 Sold SEK 4.900.000.00	Australia and New Zealand Banking	511,846	(4,900,000)	(11,846)	(0.02)
09/1/2020	Purchase forward contract ~ Bought USD 2.410.031.25 Sold NZD 3.750.000.00	State Street Bank and Trust Company	2,410,031	(3,750,000)	(120,213)	(0.25)
09/1/2020	Purchase forward contract ~ Bought CAD 2.320.000.00 Sold USD 1.747.588.03	State Street Bank and Trust Company	2,320,000	(1,747,588)	41,619	0.09
09/1/2020	Purchase forward contract ~ Bought USD 12.648.491.58 Sold CHF 12.580.000.00	State Street Bank and Trust Company	12,648,492	(12,580,000)	(350,752)	(0.72)
09/1/2020	Purchase forward contract ~ Bought CAD 250.000.00 Sold USD 188.242.24	State Street Bank and Trust Company	250,000	(188,242)	4,560	0.01
09/1/2020	Purchase forward contract ~ Bought EUR 110.000.00 Sold USD 121.567.60	Australia and New Zealand Banking	110,000	(121,568)	1,978	-
09/1/2020	Purchase forward contract ~ Bought JPY 22.140.000.00 Sold USD 202.516.92	J.P. Morgan Securities Plc	22,140,000	(202,517)	1,317	-
09/1/2020	Purchase forward contract ~ Bought USD 196.530.64 Sold NOK 1.810.000.00	J.P. Morgan Securities Plc	196,531	(1,810,000)	(9,458)	(0.02)
09/1/2020	Purchase forward contract ~ Bought NZD 200.000.00 Sold USD 130.337.20	State Street Bank and Trust Company	200,000	(130,337)	4,610	0.01

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

SCHEDULE OF INVESTMENTS (continued)

As at 31 December 2019

(expressed in USD)

Description

C) DERIVATIVES INSTRUMENTS (continued)

2) FORWARD CONTRACTS (continued)

Maturity	Description	Counterparty	Currency Bought	Currency Sold	Unrealised Gain/(Loss)	% Net Assets
09/1/2020	Purchase forward contract ~ Bought CHF 230.000.00 Sold USD 232.582.13	State Street Bank and Trust Company	230,000	(232,582)	5,087	0.01
09/1/2020	Purchase forward contract ~ Bought SEK 1.100.000.00 Sold USD 115.720.27	Australia and New Zealand Banking	1,100,000	(115,720)	1,845	-
09/1/2020	Purchase forward contract ~ Bought CHF 150.000.00 Sold USD 152.393.34	State Street Bank and Trust Company	150,000	(152,393)	2,608	0.01
09/1/2020	Purchase forward contract ~ Bought NZD 250.000.00 Sold USD 162.974.00	State Street Bank and Trust Company	250,000	(162,974)	5,710	0.01
09/1/2020	Purchase forward contract ~ Bought SEK 1.500.000.00 Sold USD 157.715.21	Australia and New Zealand Banking	1,500,000	(157,715)	2,600	0.01
09/1/2020	Purchase forward contract ~ Bought USD 209.847.22 Sold JPY 22.730.000.00	J.P. Morgan Securities Plc	209,847	(22,730,000)	581	-
09/1/2020	Purchase forward contract ~ Bought USD 172.507.75 Sold CHF 170.000.00	State Street Bank and Trust Company	172,508	(170,000)	(3,159)	(0.01)
09/1/2020	Purchase forward contract ~ Bought AUD 250.000.00 Sold USD 171.085.50	J.P. Morgan Securities Plc	250,000	(171,086)	4,694	0.01
09/1/2020	Purchase forward contract ~ Bought USD 149.181.71 Sold JPY 16.200.000.00	J.P. Morgan Securities Plc	149,182	(16,200,000)	35	-
09/1/2020	Purchase forward contract ~ Bought SEK 1.200.000.00 Sold USD 126.614.33	Australia and New Zealand Banking	1,200,000	(126,614)	1,638	-
09/1/2020	Purchase forward contract ~ Bought USD 289.208.07 Sold NOK 2.640.000.00	J.P. Morgan Securities Plc	289,208	(2,640,000)	(11,239)	(0.02)
09/1/2020	Purchase forward contract ~ Bought USD 897.783.75 Sold EUR 810.000.00	Australia and New Zealand Banking	897,784	(810,000)	(11,950)	(0.02)
09/1/2020	Purchase forward contract ~ Bought CAD 1.310.000.00 Sold USD 988.456.94	State Street Bank and Trust Company	1,310,000	(988,457)	21,828	0.05
09/1/2020	Purchase forward contract ~ Bought USD 502.810.83 Sold JPY 54.470.000.00	J.P. Morgan Securities Plc	502,811	(54,470,000)	1,327	-

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

SCHEDULE OF INVESTMENTS (continued)

As at 31 December 2019

(expressed in USD)

Description

C) DERIVATIVES INSTRUMENTS (continued)

2) FORWARD CONTRACTS (continued)

Maturity	Description	Counterparty	Currency Bought	Currency Sold	Unrealised Gain/(Loss)	% Net Assets
09/1/2020	Purchase forward contract ~ Bought AUD 730.000.00 Sold USD 499.278.39	J.P. Morgan Securities Plc	730,000	(499,278)	13,996	0.03
09/1/2020	Purchase forward contract ~ Bought USD 865.138.56 Sold EUR 780.000.00	Australia and New Zealand Banking State Street	865,139	(780,000)	(10,902)	(0.02)
09/1/2020	Purchase forward contract ~ Bought CAD 1.320.000.00 Sold USD 998.203.99	Bank and Trust Company	1,320,000	(998,204)	19,793	0.04
09/1/2020	Purchase forward contract ~ Bought USD 495.435.44 Sold JPY 53.700.000.00	J.P. Morgan Securities Plc	495,435	(53,700,000)	1,041	-
09/1/2020	Purchase forward contract ~ Bought USD 150.919.59 Sold NOK 1.380.000.00	J.P. Morgan Securities Plc	150,920	(1,380,000)	(6,132)	(0.01)
09/1/2020	Purchase forward contract ~ Bought AUD 810.000.00 Sold USD 553.963.05	J.P. Morgan Securities Plc	810,000	(553,963)	15,561	0.03
09/1/2020	Purchase forward contract ~ Bought GBP 230.000.00 Sold USD 302.647.80	Australia and New Zealand Banking State Street	230,000	(302,648)	2,126	0.01
09/1/2020	Purchase forward contract ~ Bought CAD 1.390.000.00 Sold USD 1.050.898.25	Bank and Trust Company	1,390,000	(1,050,898)	21,084	0.04
09/1/2020	Purchase forward contract ~ Bought SEK 1.100.000.00 Sold USD 116.077.22	Australia and New Zealand Banking	1,100,000	(116,077)	1,488	-
09/1/2020	Purchase forward contract ~ Bought USD 933.495.36 Sold EUR 840.000.00	Australia and New Zealand Banking State Street	933,495	(840,000)	(9,934)	(0.02)
09/1/2020	Purchase forward contract ~ Bought CHF 90.000.00 Sold USD 91.621.80	Bank and Trust Company	90,000	(91,622)	1,379	-
09/1/2020	Purchase forward contract ~ Bought AUD 650.000.00 Sold USD 443.534.00	J.P. Morgan Securities Plc	650,000	(443,534)	13,491	0.03
09/1/2020	Purchase forward contract ~ Bought USD 255.019.03 Sold NOK 2.340.000.00	J.P. Morgan Securities Plc	255,019	(2,340,000)	(11,287)	(0.02)
09/1/2020	Purchase forward contract ~ Bought USD 549.564.99 Sold JPY 59.630.000.00	J.P. Morgan Securities Plc	549,565	(59,630,000)	575	-

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

SCHEDULE OF INVESTMENTS (continued)

As at 31 December 2019

(expressed in USD)

Description

C) DERIVATIVES INSTRUMENTS (continued)

2) FORWARD CONTRACTS (continued)

Maturity	Description	Counterparty	Currency Bought	Currency Sold	Unrealised Gain/(Loss)	% Net Assets
09/1/2020	Purchase forward contract ~ Bought USD 100.057.51 Sold NOK 910.000.00	J.P. Morgan Securities Plc	100,058	(910,000)	(3,506)	(0.01)
09/1/2020	Purchase forward contract ~ Bought USD 101.821.06 Sold JPY 11.030.000.00	J.P. Morgan Securities Plc	101,821	(11,030,000)	272	-
09/1/2020	Purchase forward contract ~ Bought GBP 150.000.00 Sold USD 200.394.00	Australia and New Zealand Banking State Street Bank and Trust Company	150,000	(200,394)	(1,628)	-
09/1/2020	Purchase forward contract ~ Bought CAD 130.000.00 Sold USD 98.721.33	J.P. Morgan Securities Plc	130,000	(98,721)	1,536	-
09/1/2020	Purchase forward contract ~ Bought USD 209.666.07 Sold JPY 22.890.000.00	Australia and New Zealand Banking State Street Bank and Trust Company	209,666	(22,890,000)	(1,072)	-
09/1/2020	Purchase forward contract ~ Bought GBP 150.000.00 Sold USD 196.630.50	J.P. Morgan Securities Plc	150,000	(196,631)	2,135	-
09/1/2020	Purchase forward contract ~ Bought NZD 300.000.00 Sold USD 196.891.20	Australia and New Zealand Banking State Street Bank and Trust Company	300,000	(196,891)	5,530	0.01
09/1/2020	Purchase forward contract ~ Bought USD 254.669.55 Sold JPY 27.820.000.00	J.P. Morgan Securities Plc	254,670	(27,820,000)	(1,457)	-
09/1/2020	Purchase forward contract ~ Bought EUR 160.000.00 Sold USD 178.465.60	Australia and New Zealand Banking State Street Bank and Trust Company	160,000	(178,466)	1,236	-
09/1/2020	Purchase forward contract ~ Bought USD 257.850.38 Sold NOK 2.330.000.00	J.P. Morgan Securities Plc	257,850	(2,330,000)	(7,317)	(0.01)
09/1/2020	Purchase forward contract ~ Bought USD 143.771.88 Sold AUD 210.000.00	J.P. Morgan Securities Plc	143,772	(210,000)	(3,882)	(0.01)
09/1/2020	Purchase forward contract ~ Bought SEK 1.400.000.00 Sold USD 149.096.37	Australia and New Zealand Banking M State Street Bank and Trust Company	1,400,000	(149,096)	531	-
09/1/2020	Purchase forward contract ~ Bought NZD 200.000.00 Sold USD 132.283.20	Australia and New Zealand Banking M State Street Bank and Trust Company	200,000	(132,283)	2,664	0.01
09/1/2020	Purchase forward contract ~ Bought CAD 230.000.00 Sold USD 174.961.22	State Street Bank and Trust Company	230,000	(174,961)	2,417	0.01

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

SCHEDULE OF INVESTMENTS (continued)

As at 31 December 2019

(expressed in USD)

Description

C) DERIVATIVES INSTRUMENTS (continued)

2) FORWARD CONTRACTS (continued)

Maturity	Description	Counterparty	Currency Bought	Currency Sold	Unrealised Gain/(Loss)	% Net Assets
09/1/2020	Purchase forward contract ~ Bought USD 242.803.49 Sold JPY 26.540.000.00	J.P. Morgan Securities Plc	242,803	(26,540,000)	(1,539)	-
09/1/2020	Purchase forward contract ~ Bought EUR 170.000.00 Sold USD 189.238.73	Australia and New Zealand Banking State Street	170,000	(189,239)	1,695	-
09/1/2020	Purchase forward contract ~ Bought NZD 300.000.00 Sold USD 200.410.50	Bank and Trust Company	300,000	(200,411)	2,010	-
09/1/2020	Purchase forward contract ~ Bought USD 168.852.20 Sold NOK 1.500.000.00	J.P. Morgan Securities Plc	168,852	(1,500,000)	(1,857)	-
09/1/2020	Purchase forward contract ~ Bought USD 228.408.96 Sold JPY 25.000.000.00	J.P. Morgan Securities Plc	228,409	(25,000,000)	(1,755)	-
09/1/2020	Purchase forward contract ~ Bought AUD 270.000.00 Sold USD 188.969.49	J.P. Morgan Securities Plc State Street	270,000	(188,969)	872	-
09/1/2020	Purchase forward contract ~ Bought CHF 140.000.00 Sold USD 143.998.40	Bank and Trust Company State Street	140,000	(143,998)	670	-
09/1/2020	Purchase forward contract ~ Bought CAD 150.000.00 Sold USD 114.829.02	Bank and Trust Company	150,000	(114,829)	852	-
09/1/2020	Purchase forward contract ~ Bought EUR 170.000.00 Sold USD 190.581.90	Australia and New Zealand Banking State Street	170,000	(190,582)	351	-
09/1/2020	Purchase forward contract ~ Bought CHF 280.000.00 Sold USD 289.438.59	Bank and Trust Company State Street	280,000	(289,439)	(102)	-
09/1/2020	Purchase forward contract ~ Bought NZD 300.000.00 Sold USD 201.997.80	Bank and Trust Company	300,000	(201,998)	423	-
09/1/2020	Purchase forward contract ~ Bought AUD 170.000.00 Sold USD 119.122.74	J.P. Morgan Securities Plc	170,000	(119,123)	407	-
09/1/2020	Purchase forward contract ~ Bought NOK 1.220.000.00 Sold USD 138.448.45	J.P. Morgan Securities Plc	1,220,000	(138,448)	395	-
TOTAL FORWARD CONTRACTS					(697,122)	(1.41)

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

SCHEDULE OF INVESTMENTS (continued)

As at 31 December 2019

(expressed in USD)

Description

C) DERIVATIVES INSTRUMENTS (continued)

3) CONTRACT FOR DIFFERENCE

Description	Counterparty	Currency	Quantity	Unrealised Gain/(Loss)	% Net Assets
Future Kmh0 Krw	Morgan Stanley And Co. International Plc	KRW	500,000	8,577	0.02
Future Kmh0 Krw	Morgan Stanley And Co. International Plc	KRW	28,500,000	492,124	1.01
TOTAL CONTRACTS FOR DIFFERENCE				500,701	1.03
TOTAL DERIVATIVES INSTRUMENTS				(731,471)	(1.49)

(expressed in USD)

Description

	Fair Value US\$	Net Assets %
TOTAL FAIR VALUE OF INVESTMENTS	42,238,711	86.30
CASH AND CASH EQUIVALENTS	1,250,858	2.56
CASH HELD AS COLLATERAL	5,860,693	11.97
OTHER LIABILITIES	(404,474)	(0.83)
TOTAL NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	48,945,788	100.00

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

SCHEDULE OF INVESTMENTS (continued)

As at 31 December 2019

ANALYSIS OF TOTAL ASSETS	
Description	% Total Assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING	7.33
OTHER TRANSFERABLE SECURITIES	70.46
DERIVATIVES INSTRUMENTS	1.77
CASH AND CASH EQUIVALENTS	2.27
CASH HELD AS COLLATERAL	18.08
OTHER ASSETS	0.09
TOTAL NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	100.00

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

SIGNIFICANT PORTFOLIO CHANGES

For the financial period from 25 September 2019 (date of incorporation) to 31 December 2019

Purchases*

Security	Quantity	Settlement (US\$)	% of Total Purchases
United States Treasury Bill 0% 21/05/2020	7,000,000	6,939,213	12.72
United States Treasury Bill 0% 21/11/2019	5,400,000	5,392,705	9.88
United States Treasury Bill 0% 12/12/2019	5,400,000	5,387,822	9.87
United States Treasury Bill 0% 23/01/2020	5,400,000	5,377,431	9.85
United States Treasury Bill 0% 20/02/2020	5,400,000	5,371,093	9.84
United States Treasury Bill 0% 19/03/2020	5,400,000	5,364,513	9.83
United States Treasury Bill 0% 16/07/2020	5,400,000	5,351,826	9.80
United States Treasury Bill 0% 09/04/2020	5,250,000	5,211,147	9.55
United States Treasury Bill 0% 18/06/2020	5,250,000	5,204,063	9.53
Weser Capital Ltd 0% 20/09/2029	2,209,295	2,294,998	4.20
Alphabeta Access Products Ltd 0% 20/09/2029	2,209,295	2,294,998	4.20
United States Treasury Bill 0% 10/10/2019	400,000	399,754	0.73

*Represents all aggregate purchases during the period.

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

TWO TREES SYSTEMATIC GLOBAL MACRO FUND – UCITS

SIGNIFICANT PORTFOLIO CHANGES

For the financial period from 25 September 2019 (date of incorporation) to 31 December 2019 (continued)

Sales*

Security	Quantity	Settlement (US\$)	% of Total Sales
United States Treasury Bill 0% 12/12/2019	5,400,000	5,400,000	48.22
United States Treasury Bill 0% 21/11/2019	5,400,000	5,399,761	48.21
United States Treasury Bill 0% 10/10/2019	400,000	400,000	3.57

*Represents all aggregate sales during the period.

The tables above show a breakdown of material purchases and sales of the Portfolios in accordance with Central Bank UCITS Regulations 82(2) requirements. All purchases and sales of investments in transferable securities exceeding 1% of the total value of each purchases and sales respectively, a minimum of 20 of each such purchases and sales, are disclosed. A full analysis of the movement on the Portfolio is available upon request.