

# **FundLogic Alternatives plc**

an open-ended investment company with variable capital and segregated liability between Sub-Funds incorporated on 28 April 2010 in Ireland and authorised by the Central Bank of Ireland under the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended) and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015 (as amended)

## **ANNUAL REPORT AND AUDITED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 JULY 2016**

**CONTENTS**

<b>General Information</b>	6
<b>Directors' Report</b>	7
<b>Custodian's Report</b>	12
<b>Depositary's Report</b>	13
<b>Independent Auditors' Report</b>	14
<b>Statement of Financial Position</b>	16
<b>Statement of Comprehensive Income</b>	28
<b>Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares</b>	40
<b>Statement of Cash Flows</b>	52
<b>MS PSAM Global Event UCITS Fund</b>	
- Investment Manager's Report	64
- Schedule of Investments	66
- Unaudited Schedule of Significant Portfolio Movements	71
<b>Salar Convertible Absolute Return Fund</b>	
- Investment Manager's Report	72
- Schedule of Investments	74
- Unaudited Schedule of Significant Portfolio Movements	79
<b>Indus Select Asia Pacific Fund</b>	
- Investment Manager's Report	81
- Unaudited Schedule of Significant Portfolio Movements	82
<b>MS Algebris Global Financials UCITS Fund</b>	
- Investment Manager's Report	84
- Unaudited Schedule of Significant Portfolio Movements	85
<b>Emerging Markets Equity Fund</b>	
- Investment Manager's Report	87
- Schedule of Investments	88
- Unaudited Schedule of Significant Portfolio Movements	94
<b>Indus PacifiChoice Asia Fund</b>	
- Investment Manager's Report	96
- Schedule of Investments	97
- Unaudited Schedule of Significant Portfolio Movements	106
<b>MS Ascend UCITS Fund</b>	
- Investment Manager's Report	108
- Schedule of Investments	110
- Unaudited Schedule of Significant Portfolio Movements	114
<b>MS Alkeon UCITS Fund</b>	
- Investment Manager's Report	116
- Schedule of Investments	117
- Unaudited Schedule of Significant Portfolio Movements	121
<b>MS SLJ Macro UCITS Fund</b>	
- Investment Manager's Report	123
- Schedule of Investments	124
- Unaudited Schedule of Significant Portfolio Movements	128

**CONTENTS (continued)**

<b>MS QTI UCITS Fund</b>	
- Investment Manager's Report	129
- Schedule of Investments	130
- Unaudited Schedule of Significant Portfolio Movements	132
<b>MS Long Term Trends UCITS Fund</b>	
- Investment Manager's Report	133
- Schedule of Investments	135
- Unaudited Schedule of Significant Portfolio Movements	137
<b>MS Swiss Life Multi Asset Protected Fund</b>	
- Investment Manager's Report	138
- Schedule of Investments	139
- Unaudited Schedule of Significant Portfolio Movements	142
<b>MS Dalton Asia Pacific UCITS Fund</b>	
- Investment Manager's Report	144
- Schedule of Investments	145
- Unaudited Schedule of Significant Portfolio Movements	152
<b>MS TCW Unconstrained Plus Bond Fund</b>	
- Investment Manager's Report	154
- Schedule of Investments	155
- Unaudited Schedule of Significant Portfolio Movements	167
<b>MS Broadmark Tactical Plus UCITS Fund</b>	
- Investment Manager's Report	168
- Schedule of Investments	169
- Unaudited Schedule of Significant Portfolio Movements	171
<b>MS Scientific Beta Global Equity Factors UCITS ETF</b>	
- Investment Manager's Report	172
- Schedule of Investments	173
- Unaudited Schedule of Significant Portfolio Movements	177
<b>MS Lynx UCITS Fund</b>	
- Investment Manager's Report	179
- Schedule of Investments	181
- Unaudited Schedule of Significant Portfolio Movements	183
<b>MS Nezu Cyclical Japan UCITS Fund</b>	
- Investment Manager's Report	184
- Schedule of Investments	186
- Unaudited Schedule of Significant Portfolio Movements	195
<b>MS Kairos Enhanced Selection UCITS Fund</b>	
- Investment Manager's Report	196
- Schedule of Investments	199
- Unaudited Schedule of Significant Portfolio Movements	202
<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund</b>	
- Investment Manager's Report	204
- Schedule of Investments	205
- Unaudited Schedule of Significant Portfolio Movements	209
<b>Global Equity Risk Premia Long/Short UCITS Fund</b>	
- Investment Manager's Report	211
- Schedule of Investments	212
- Unaudited Schedule of Significant Portfolio Movements	216

**CONTENTS (continued)****MS Tremblant Long/Short Equity UCITS Fund**

- Investment Manager's Report	218
- Schedule of Investments	219
- Unaudited Schedule of Significant Portfolio Movements	222

**MSCI Emerging Markets ESG Equity Fund**

- Investment Manager's Report	224
- Schedule of Investments	225
- Unaudited Schedule of Significant Portfolio Movements	236

**DAX® 80 Garant**

- Investment Manager's Report	237
- Schedule of Investments	238
- Unaudited Schedule of Significant Portfolio Movements	241

**Quantica Managed Futures UCITS Fund**

- Investment Manager's Report	243
- Schedule of Investments	244
- Unaudited Schedule of Significant Portfolio Movements	246

**MS Scientific Beta US Equity Factors UCITS ETF**

- Investment Manager's Report	247
- Schedule of Investments	248
- Unaudited Schedule of Significant Portfolio Movements	252

**IPM Systematic Macro UCITS Fund**

- Investment Manager's Report	254
- Schedule of Investments	258
- Unaudited Schedule of Significant Portfolio Movements	264

**Smartfund 80% Protected Balanced Fund**

- Investment Manager's Report	265
- Schedule of Investments	266
- Unaudited Schedule of Significant Portfolio Movements	269

**Smartfund 80% Protected Growth Fund**

- Investment Manager's Report	271
- Schedule of Investments	272
- Unaudited Schedule of Significant Portfolio Movements	275

**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II**

- Investment Manager's Report	277
- Schedule of Investments	278
- Unaudited Schedule of Significant Portfolio Movements	281

**Mariner Lenus Healthcare UCITS Fund**

- Investment Manager's Report	283
- Unaudited Schedule of Significant Portfolio Movements	284

**80% Protected Index Portfolio**

- Investment Manager's Report	286
- Schedule of Investments	287
- Unaudited Schedule of Significant Portfolio Movements	289

**Mariner Investment Diversifying Alternative UCITS Fund**

- Investment Manager's Report	290
- Schedule of Investments	291
- Unaudited Schedule of Significant Portfolio Movements	295

**CONTENTS (continued)**

**Smartfund Growth Fund**

- Investment Manager's Report	296
- Schedule of Investments	297
- Unaudited Schedule of Significant Portfolio Movements	300

**Smartfund Cautious Fund**

- Investment Manager's Report	301
- Schedule of Investments	302
- Unaudited Schedule of Significant Portfolio Movements	305

**Smartfund Balanced Fund**

- Investment Manager's Report	306
- Schedule of Investments	307
- Unaudited Schedule of Significant Portfolio Movements	310

**Market Neutral Credit UCITS Fund**

- Investment Manager's Report	311
- Schedule of Investments	312
- Unaudited Schedule of Significant Portfolio Movements (Unaudited)	313

**Notes to the Financial Statements**

314

**Appendices (Unaudited)**

532

**GENERAL INFORMATION**

**DIRECTORS**

Kevin Molony\* (Chairman)  
Benjamin Walker (resignation effective 3 September 2015)  
Simon O'Sullivan\*  
David Haydon (appointment effective 3 September 2015)

**REGISTERED OFFICE**

70 Sir John Rogersons Quay  
Dublin 2  
Ireland

**INVESTMENT MANAGER\*\***

FundLogic SAS  
61 Rue de Monceau  
75008 Paris  
France

**LEGAL ADVISERS IN IRELAND AND LISTING SPONSOR**

Matheson  
70 Sir John Rogerson's Quay  
Dublin 2  
Ireland

**PROMOTER, DISTRIBUTOR AND RISK MANAGER**

Morgan Stanley & Co International plc  
25 Cabot Square  
Canary Wharf  
London E14 4QA  
United Kingdom

**ADMINISTRATOR, REGISTRAR AND  
TRANSFER AGENT**

Northern Trust International Fund Administration  
Services (Ireland) Limited,  
Georges Court  
54-62 Townsend Street  
Dublin 2  
Ireland

**DEPOSITARY**

Northern Trust Fiduciary Services (Ireland) Limited  
Georges Court  
54-62 Townsend Street  
Dublin 2  
Ireland

**COMPANY SECRETARY**

Matsack Trust Limited  
70 Sir John Rogerson's Quay  
Dublin 2  
Ireland

**AUDITORS**

Ernst & Young  
Chartered Accountants  
Ernst & Young Building  
Harcourt Centre  
Harcourt Street  
Dublin 2  
Ireland

\* Independent Directors

\*\* Whilst FundLogic SAS is the Investment Manager of the Company, the Company may appoint other investment managers in respect of each Sub-Fund and the Investment Manager may appoint sub-investment managers in respect of each Sub-Fund. Other investment managers and sub-investment managers appointed are detailed in note 1. For the avoidance of doubt, all references in the remainder of this document to the Investment Manager shall include such other investment managers and sub-investment managers, as appropriate.

**DIRECTOR'S REPORT**  
**For the year ended 31 July 2016**

**Statement of Directors' Responsibilities in respect of the Financial Statements**

The Directors are responsible for preparing the annual report and the financial statements in accordance with applicable Irish law and International Financial Reporting Standards as adopted by the European Union ("IFRS").

Irish company law requires the Directors to prepare financial statements for each financial period, which give a true and fair view of the state of affairs of FundLogic Alternatives plc (the "Company") and of the profit or loss of the Company for that period. In preparing those financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors confirm that they have complied with the above requirements in preparing the financial statements.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and which enable them to ensure that the financial statements are prepared in accordance with IFRS and comply with the provisions of the Companies Act 2014, the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended) (the "UCITS Regulations") and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015 (as amended) (the "Central Bank UCITS Regulations"). They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Principal Activities**

The Company was incorporated on 28 April 2010 and was authorised as an Undertaking for Collective Investment in Transferable Securities ("UCITS") by the Central Bank of Ireland. The Company is organised as an investment company with variable capital pursuant to the Regulations. The Company is organised in the form of an umbrella fund.

As of the Statement of Financial Position date the Company has 35 Sub-Funds in existence which are detailed in note 1 with their respective launch dates.

MS Scientific Beta Global Equity Factors UCITS ETF and MS Scientific Beta US Equity Factors UCITS ETF shares have been admitted to trading on the Main Securities Market of the Irish Stock Exchange (the "ISE") and the Main Securities Market of the London Stock Exchange (the "LSE"). Trading in MS Scientific Beta Global Equity Factors UCITS ETF's shares on the ISE and the LSE commenced on 19 May 2014 and 9 June 2014 respectively. Trading in MS Scientific Beta US Equity Factors UCITS ETF's shares on the ISE and the LSE commenced on 6 October 2014 and 24 October 2014 respectively.

**Principal Risks**

Investment in the Company carries with it a degree of risk including, but not limited to, the risks referred to in Note 14 of these financial statements. Information about the financial risk management objectives and policies of the Company is also disclosed in Note 14.

**Review of Business and Future Developments**

A detailed review of the business and future developments is included in the Investment Manager's Reports. The Directors believe that the change in the Net Asset Value per share is the key indicator of performance.

**Results**

The results for the year are set out in the Statement of Comprehensive Income.

**Directors**

The names of the persons who were Directors at any time during the year are set out in General Information. None of the Directors held any shares during the year or at the year end.

**Going Concern**

The Directors believe there are no material uncertainties relating to events or conditions that may cast significant doubt about the ability of the Company to continue to meet its ongoing obligations as:

- the Sub Funds invest primarily in marketable securities and other financial instruments which, under normal market conditions, are readily convertible to cash;
- the Sub Funds' policy is to maintain sufficient cash and cash equivalents to meet normal operating requirements and expected redemption requests; and
- the Sub Funds have access to a bank overdraft facility to help mitigate liquidity risk.

**DIRECTOR'S REPORT (continued)  
For the year ended 31 July 2016**

**Going Concern (continued)**

Therefore the Directors believe that the Company has adequate resources to continue in operational existence for the foreseeable future and that the use of the going concern basis is appropriate.

**Company Secretary**

Matsack Trust Limited acted as Company Secretary throughout the year. The Company Secretary did not hold any shares during the year or at the year end.

**Accounting Records**

To ensure that proper accounting records are kept in accordance with Sections 281 to 285 of the Companies Act 2014, the Directors of the Company have employed a service organisation, Northern Trust International Fund Administration Services (Ireland) Limited, the Administrator. The accounting records are located at the offices of the Administrator as stated in General Information.

**Auditors**

The Auditors, Ernst & Young, Chartered Accountants, have indicated their willingness to continue in office in accordance with Section 383 (2) of the Companies Act 2014.

**Connected Persons Transactions**

Regulation 41(1) of the Central Bank UCITS Regulations requires that any transaction between a UCITS and a management company or depositary of a UCITS; the delegate 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 companies of such a management company, depositary, delegate or sub-delegate ("connected persons") is conducted at arm's length and is in the best interests of the shareholders of the UCITS.

The Directors are satisfied that: there are arrangements in place, evidenced by written procedures, to ensure that the obligations set out in Regulation 41(1) of the Central Bank UCITS Regulations are applied to all transactions with connected persons; and all transactions with connected persons entered into during the year complied with the obligations set out in Regulation 41(1) of the Central Bank UCITS Regulations.

**Directors' Compliance Statement**

The Directors are responsible for securing the Company's compliance with the obligations set out in Section 225 of the Companies Act 2014.

The Directors confirm that that:

- a compliance policy statement has been drawn up that sets out policies, that in their opinion are appropriate to the Company, in respect of the Company's compliance with its relevant obligations;
- appropriate arrangements and structures have been put in place that are, in their opinion, designed to secure compliance with the Company's relevant obligations; and
- these arrangements and structures have been reviewed during the year.

**Audit Committee**

The Board of Directors has decided it is not necessary to constitute an audit committee given the frequency of the meetings of the Board throughout the year and the size of the Board. Instead, it is deemed more appropriate that the entirety of the Board of Directors carry out the activities that would otherwise be carried out by an audit committee.

**Audit Information Statement**

In accordance with the requirements of Section 330 of the Companies Act 2014, each Director who held office at the date of this report confirms that, so far as they are aware:

- there is no relevant audit information of which the Company's Auditor is unaware; and
- they have taken all the steps they ought to have taken as a Director to make themselves aware of any relevant audit information and to establish that the Company's Auditor is aware of that information.

**Directors' Remuneration**

Details of directors' fees are disclosed in note 8. The Directors have nothing further to report in respect of the remuneration disclosures required by section 305 of the Companies Act 2014.

**DIRECTOR'S REPORT (continued)  
For the year ended 31 July 2016**

**Significant Events During the Year**

The following Sub-Funds launched during the year:

<u>Sub-Fund</u>	<u>Launch date</u>
DAX® 80 Garant	6 August 2015
Quantica Managed Futures UCITS Fund	7 August 2015
MS Scientific Beta US Equity Factors UCITS ETF	11 August 2015
IPM Systematic Macro UCITS Fund	12 August 2015
Smartfund 80% Protected Balanced Fund	2 September 2015
Smartfund 80% Protected Growth Fund	4 September 2015
MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II	21 September 2015
Mariner Lenus Healthcare UCITS Fund	16 December 2015
80% Protected Index Portfolio	16 February 2016
Mariner Investment Diversifying Alternative UCITS Fund	16 February 2016
Smartfund Growth Fund	18 March 2016
Smartfund Cautious Fund	18 March 2016
Smartfund Balanced Fund	18 March 2016
Market Neutral Credit UCITS Fund	23 March 2016

Effective 3 September 2015, Benjamin Walker resigned as a Director.

Effective 3 September 2015, David Haydon was appointed as a Director.

Indus Select Asia Pacific Fund terminated on 30 October 2015.

Effective 5 February 2016, MS Algebris Global Financials UCITS Fund merged into Algebris Financial Equity Fund, a sub-fund of Algebris UCITS Funds plc, by way of the transfer of the net assets of MS Algebris Global Financials UCITS Fund into Algebris Financial Equity Fund. The shareholders in MS Algebris Global Financials UCITS Fund were issued with shares in Algebris Financial Equity Fund using an exchange ratio of 1:1, upon which the shares of MS Algebris Global Financials UCITS Fund were cancelled.

Ferox Capital LLP, the Investment Manager of Salar Convertible Absolute Return Fund has been pursuing legal proceedings on behalf of the Sub-Fund against the issuer of a convertible bond in which the Sub-Fund had a position. In this regard, in the judgement made public on 24 February 2016, between Citicorp International Limited (the "Claimant"), trustee of the convertible bond, and Castex Technologies Limited (the "Defendant"), in respect of the Claimant's assertion that, on a true and proper construction of Condition 8.11 of the Terms and Conditions ("Condition 8.11") governing the US US\$70m 2.5% convertible bond, convertible into equity shares of the Defendant, the Mandatory Conversion Notice (the "Notice") was invalid and of no effect, such that the Defendant was not entitled to rely upon it. In its response to the application for summary judgment, the Defendant asserted that on a true and proper construction of Condition 8.11 the Notice was valid. The court ruled that the Notice did not need to include the content of Condition 8.11 and was consequently valid, thus ruling in favour of Castex Technologies Limited. The total legal costs incurred by the Sub-Fund in relation to these legal proceedings are not expected to exceed US\$350,000 of which US\$147,176 has been paid out from the assets of the Sub-Fund as of the Statement of Financial Position date. The full copy of judgement is available at <http://www.bailii.org/ew/cases/EWHC/Comm/2016/349.html>.

Effective 18 March 2016, Northern Trust Fiduciary Services (Ireland), previously Custodian of the Company, was appointed Depository of the Company as a consequence of changes required by amendments to the UCITS Regulations.

Effective 7 July 2016, Eurizon SLJ Capital Limited was appointed Investment Manager for MS SLJ Macro UCITS Fund due to a transfer of business from the existing Investment Manager, SLJ Macro Partners LLP, to Eurizon SLJ Capital Limited. There was no change in the investment management of the Sub-Fund as a result of the transfer.

There were no other significant events during the year.

**Subsequent Events**

The following Sub-Funds terminated subsequent to 31 July 2016:

<u>Sub-Fund</u>	<u>Termination date</u>
Mariner Lenus Healthcare UCITS Fund	2 August 2016
MS Kairos Enhanced Selection UCITS Fund	15 August 2016

**DIRECTOR'S REPORT (continued)  
For the year ended 31 July 2016**

**Subsequent Events (continued)**

The following Sub-Funds launched subsequent to 31 July 2016:

<u>Sub-Fund</u>	<u>Launch date</u>
Academy Quantitative Global UCITS Fund	26 August 2016

Effective 1 September 2016, Selwood Asset Management LLP was appointed Investment Manager for Market Neutral Credit UCITS Fund, replacing Mirabella Financial Services LLP.

As of 29 November 2016, additional costs of US\$165,000 relating to the above noted legal proceedings Ferox Capital LLP has been pursuing on behalf of Salar Convertible Absolute Return Fund have been incurred by the Sub-Fund.

There were no other significant events subsequent to 31 July 2016 to the date the financial statements were approved by the Directors.

**Statement of Corporate Governance**

The European Communities (2006/46 EC) Regulations 2009 requires the directors of all companies with securities admitted to trading on a regulated market to make an annual statement on corporate governance. The statement is required to include commentary on compliance with applicable codes of governance, systems of risk management and internal controls together with other details, including the operation of the Board of Directors and arrangements for shareholder meetings. Relevant information on the Company's governance arrangements for the year ended 31 July 2016 are set out below.

The Company is subject to corporate governance practices imposed by:

(i) the Companies Act 2014, which can be obtained from the Office of the Attorney General's website at [www.irishstatutebook.ie](http://www.irishstatutebook.ie) and is also available for inspection at the registered office of the Company;

(ii) the Central Bank in their Central Bank UCITS Regulations, which can be obtained from the Central Bank's website at [www.centralbank.ie](http://www.centralbank.ie) and is available for inspection at the registered office of the Company; and

(iii) the ISE through their Code of Listing Requirements and Procedures, which can be obtained from the ISE's website at [www.ise.ie](http://www.ise.ie).

**Corporate Governance Code**

The Board has adopted the Corporate Governance Code for Collective Investment Schemes and Management Companies as published by Irish Funds (the "CGC"), as the Company's corporate governance code, practices and procedures. The Board has assessed the measures included in the CGC as being consistent with its corporate governance practices and procedures for the year.

**Internal Control and Risk Management Systems in Relation to Financial Reporting**

The Board of Directors is responsible for ensuring that adequate internal control and risk management systems of the Company in relation to the financial reporting process are in place. Such systems are designed to manage, rather than eliminate, risks and can provide only reasonable, not absolute, assurance against material misstatement or loss.

The Administrator, as the relevant delegate of the Company, has procedures in place to ensure all relevant accounting records are properly maintained and are readily available, including the production of annual and half-yearly financial statements. The Administrator is authorised and regulated by the Central Bank of Ireland and is required to comply with the rules issued by the Central Bank in the conduct of its business. The Board receives and considers reports from the Administrator on a regular basis and, from time to time, also examines and evaluates the Administrator's financial accounting and reporting routines.

The annual and half-yearly financial statements of the Company are required to be approved by the Board of Directors and filed with the Central Bank of Ireland and the Irish Stock Exchange. The statutory annual financial statements are required to be audited by independent auditors who report annually to the Board on their findings. The Board monitors and evaluates the independent auditor's performance, qualifications and independence. As part of the review procedures, the Board receives and considers reports on the audit process and evaluates and discusses significant accounting and reporting issues as the need arises.

**Shareholders' Meetings**

The convening and conduct of shareholders' meetings are governed by the Articles of Association of the Company and the Companies Act 2014. Although the Directors may convene an extraordinary general meeting of the Company at any time, the Directors are required to convene an annual general meeting of the Company each year ensuring that it is held within fifteen months of the date of the previous annual general meeting. Not less than twenty one clear days' notice of every annual general meeting and any extraordinary general meeting convened for the passing of a special resolution must be given to shareholders and fourteen clear days' notice must be given in the case of any other extraordinary general meeting unless the auditors of the Company and all the shareholders of the Company entitled to attend and vote agree to shorter notice.

**DIRECTOR'S REPORT (continued)**  
**For the year ended 31 July 2016**

**Statement of Corporate Governance (continued)**

**Shareholders' Meetings (continued)**

Shareholders may resolve to sanction an ordinary resolution or special resolution at a shareholders' meeting. An ordinary resolution of the Company or of the shareholders of a particular Sub-Fund or class requires a simple majority of the votes cast by the shareholders voting in person or by proxy at the meeting at which the resolution is proposed. A special resolution of the Company or of the shareholders of a particular Sub-Fund or class requires a majority of not less than 75% of the shareholders present in person or by proxy and voting in general meeting in order to pass a special resolution including a resolution to amend the Articles of Association.

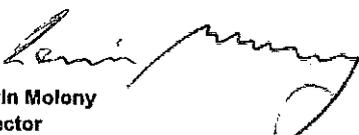
**Board Composition and Operations**

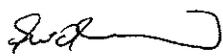
Unless otherwise determined by an ordinary resolution of the Company in general meeting, the number of Directors may not be less than two. Currently the Board of Directors of the Company is composed of three Directors, being those listed in the General Information section in these financial statements.

The business of the Company is managed by the Directors, who exercise all such powers of the Company as are not required by the Companies Act 2014, the UCITS Regulations, the Central Bank UCITS Regulations or by the Articles of Association of the Company to be carried out in general meeting.

A Director may, and the Company Secretary on the requisition of a Director will, at any time summon a meeting of the Directors. Questions arising at any meeting of the Directors are determined by a majority of votes. In the case of an equality of votes, the Chairman has a second or casting vote. The quorum necessary for the transaction of business at a meeting of the Directors is two.

For and on behalf of the Board of Directors

  
Kevin Molony  
Director

  
Simon O'Sullivan  
Director

Date: 29 November 2016

**CUSTODIAN'S REPORT TO THE SHAREHOLDERS**

We, Northern Trust Fiduciary Services (Ireland) Limited, appointed Custodian to FundLogic Alternatives plc (the "Company") provide this report solely in favour of the shareholders of the Company for the period from 1 August 2015 to 17 March 2016 (the "Accounting Period"). This report is provided in accordance with the UCITS Regulations – European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (SI No 352 of 2011) which implemented Directive 2009/65/EU into Irish Law (the "Regulations"). We do not, in the provision of this report, accept nor assume responsibility for any other purpose or person to whom this report is shown.

In accordance with our Custodian obligation as provided for under the Regulations, we have enquired into the conduct of the Company for this Accounting Period and we hereby report thereon to the shareholders of the Company as follows;

We are of the opinion that the Company has been managed during the Accounting Period, in all material respects:

- (i) in accordance with the limitations imposed on the investment and borrowing powers of the Company by the constitutional documents and by the Regulations; and
- (ii) otherwise in accordance with the provisions of the constitutional documents and the Regulations.

For and on behalf of Northern Trust Fiduciary Services (Ireland) Limited

Date: 29 November 2016

A handwritten signature in black ink, appearing to be 'S. Bird', followed by a horizontal line extending to the right.

**DEPOSITARY'S REPORT TO THE SHAREHOLDERS**

We, Northern Trust Fiduciary Services (Ireland) Limited, appointed Depositary to FundLogic Alternatives plc (the "Company") provide this report solely in favour of the shareholders of the Company for the period from 18 March 2016 to 31 July 2016 (the "Accounting Period"). This report is provided in accordance with the UCITS Regulations – European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (SI No 352 of 2011), as amended, which implemented Directive 2009/65/EU into Irish Law (the "Regulations"). We do not, in the provision of this report, accept nor assume responsibility for any other purpose or person to whom this report is shown.

In accordance with our Depositary obligation as provided for under the Regulations, we have enquired into the conduct of the Company for this Accounting Period and we hereby report thereon to the shareholders of the Company as follows:

We are of the opinion that the Company has been managed during the Accounting Period, in all material respects:

- (i) in accordance with the limitations imposed on the investment and borrowing powers of the Company by the constitutional documents and by the Regulations; and
- (ii) otherwise in accordance with the provisions of the constitutional documents and the Regulations.

For and on behalf of Northern Trust Fiduciary Services (Ireland) Limited



Date: 29 November 2016



Building a better  
working world

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FUNDLOGIC ALTERNATIVES PLC

We have audited the financial statements of FundLogic Alternatives plc for the year ended 31 July 2016 which comprise Statement of Financial Position, Statement of Comprehensive Income, Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares, Statement of Cash Flows and the related notes 1 to 24. The financial reporting framework that has been applied in their preparation is Irish law, the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (as amended), the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015 and International Financial Reporting Standards (IFRSs) as adopted by the European Union and as applied in accordance with the provisions of the Companies Act 2014.

This report is made solely to the company's members, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### ***Respective responsibilities of directors and auditors***

As explained more fully in the Directors' Responsibilities Statement set out on page 7 the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view and otherwise comply with the Companies Act 2014. Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

### ***Scope of the audit of the financial statements***

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report, Custodian's Report, Depositary's Report, Investment Managers' Report, Schedule of Investments and Unaudited Schedule of Significant Portfolio Movements to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

*Continued /...*



Building a better  
working world

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FUNDLOGIC ALTERNATIVES PLC (Continued)

### *Opinion on financial statements*

In our opinion the financial statements:

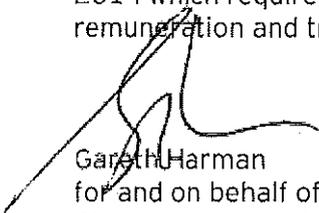
- give a true and fair view of the assets, liabilities and financial position of the company as at 31 July 2016 and of its loss for the year then ended;
- have been properly prepared in accordance with IFRSs as adopted by the European Union; and
- have been properly prepared in accordance with the requirements of the Companies Act 2014, the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (as amended) and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015.

### *Matters on which we are required to report by the Companies Act 2014*

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- In our opinion the accounting records of the company were sufficient to permit the financial statements to be readily and properly audited.
- The financial statements are in agreement with the accounting records.
- In our opinion the information given in the directors' report is consistent with the financial statements.

### *Matters on which we are required to report by exception*

We have nothing to report in respect of sections 305 to 312 of the Companies Act 2014 which require us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by law are not made.



Gareth Harman  
for and on behalf of Ernst & Young  
Chartered Accountants and Statutory Audit Firm

Dublin

30 November 2016

## STATEMENT OF FINANCIAL POSITION

As at 31 July 2016

		MS PSAM Global Event UCITS Fund	Salar Convertible Absolute Return Fund	Indus Select Asia Pacific Fund*	MS Algebris Global Financials UCITS Fund**	Emerging Markets Equity Fund	Indus PacificChoice Asia Fund
	Notes	As at 31 July 2016	As at 31 July 2016	As at 31 July 2016	As at 31 July 2016	As at 31 July 2016	As at 31 July 2016
		€	US\$	US\$	€	US\$	US\$
<b>Assets</b>							
Financial assets at fair value through profit or loss	4, 5, 6, 14	422,442,075	183,726,763	-	-	193,369,646	96,463,708
Cash and cash equivalents	11	4,209,601	60,618	25,867	4,250	6,013,282	17,561,348
Receivable for investments sold		-	2,951,758	-	-	-	2,302,598
Subscriptions receivable		-	-	-	-	20,447	-
Dividends and interest receivable		-	621,371	-	-	-	219,067
Spot contracts receivable		12,864	-	-	-	114,820	91,273
Variation margin receivable		3,299,808	904,848	-	-	-	350,146
Sundry debtors		-	-	4,161	10,162	-	2,322
<b>Total assets</b>		<b>429,964,348</b>	<b>188,265,358</b>	<b>30,028</b>	<b>14,412</b>	<b>199,518,195</b>	<b>116,990,462</b>
<b>Liabilities</b>							
Financial liabilities at fair value through profit or loss	4, 5, 6, 14	1,383,268	-	-	-	14,872,006	9,353,804
Securities purchased payable		-	-	-	-	5,111,595	-
Redemptions payable		-	-	-	-	93,734	79,632,018
Management fee payable	8	1,558,090	454,631	-	993	27,255	140,153
Performance fee payable	8	596,969	1,437	-	-	-	5,312
Administration fee payable	8	20,864	9,580	-	-	-	15,258
Depository fee payable	8	11,501	4,717	-	-	-	4,608
Spot contracts payable		-	895,286	-	-	-	34,110
Variation margin payable		462,085	4,034,372	-	-	-	800,916
Other accrued expenses		298,453	189,856	30,028	13,419	10	388,480
<b>Total liabilities (excluding net assets attributable to holders of redeemable participating shares)</b>		<b>4,331,230</b>	<b>5,589,879</b>	<b>30,028</b>	<b>14,412</b>	<b>20,104,600</b>	<b>90,374,659</b>
<b>Net assets attributable to holders of redeemable participating shares</b>	10	<b>425,633,118</b>	<b>182,675,479</b>	<b>-</b>	<b>-</b>	<b>179,413,595</b>	<b>26,615,803</b>

\* Terminated on 30 October 2015.

\*\* Merged into Algebris Financial Equity Fund, a sub-fund of Algebris UCITS Funds plc, on 5 February 2016.

For information on the Net Asset Value per share and shares outstanding on each share class please refer to note 10.

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

**STATEMENT OF FINANCIAL POSITION (continued)**  
**As at 31 July 2016**

	Notes	MS Ascend UCITS Fund As at 31 July 2016 US\$	MS Alkeon UCITS Fund As at 31 July 2016 US\$	MS SLJ Macro UCITS Fund As at 31 July 2016 €	MS QTI UCITS Fund As at 31 July 2016 US\$	MS Long Term Trends UCITS Fund As at 31 July 2016 US\$	MS Swiss Life Multi Asset Protected Fund As at 31 July 2016 CHF
<b>Assets</b>							
Financial assets at fair value through profit or loss	4, 5, 6, 14	157,777,369	94,721,753	1,277,727	13,884,083	36,329,029	56,276,143
Cash and cash equivalents	11	53,630,841	-	37,727,964	1,140,608	3,128,969	2,249,307
Receivable for investments sold		-	-	-	161,280	175,965	-
Subscriptions receivable		-	-	76,013	-	-	405
<b>Total assets</b>		<b>211,408,210</b>	<b>94,721,753</b>	<b>39,081,704</b>	<b>15,185,971</b>	<b>39,633,963</b>	<b>58,525,855</b>
<b>Liabilities</b>							
Financial liabilities at fair value through profit or loss	4, 5, 6, 14	238,951	55,598	1,254,626	4,282	8,198	2,684,688
Redemptions payable		-	-	786,762	-	-	95,526
Management fee payable	8	162,917	139,282	22,565	4,788	11,082	50,194
Administration fee payable	8	10,169	6,301	2,635	2,377	2,503	2,316
Depositary fee payable	8	2,745	1,643	3,223	713	717	989
Spot contracts payable		-	469,047	3	-	-	-
Variation margin payable		5,392,435	-	-	-	-	-
Deferred income		50,000,000	-	-	-	-	-
Other accrued expenses		162,176	34,169	38,414	4,338	28,219	-
Bank overdraft	11	-	704,267	-	-	-	263,686
<b>Total liabilities (excluding net assets attributable to holders of redeemable participating shares)</b>		<b>55,969,393</b>	<b>1,410,307</b>	<b>2,108,228</b>	<b>16,498</b>	<b>50,719</b>	<b>3,097,399</b>
<b>Net assets attributable to holders of redeemable participating shares</b>	10	<b>155,438,817</b>	<b>93,311,446</b>	<b>36,973,476</b>	<b>15,169,473</b>	<b>39,583,244</b>	<b>55,428,456</b>

For information on the Net Asset Value per share and shares outstanding on each share class please refer to note 10.

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

**STATEMENT OF FINANCIAL POSITION (continued)**  
**As at 31 July 2016**

		MS Dalton Asia Pacific UCITS Fund As at 31 July 2016 €	MS TCW Unconstrained Plus Bond Fund As at 31 July 2016 US\$	MS Broadmark Tactical Plus UCITS Fund As at 31 July 2016 US\$	MS Scientific Beta Global Equity Factors UCITS ETF As at 31 July 2016 US\$	MS Lynx UCITS Fund As at 31 July 2016 US\$	MS Nezu Cyclical Japan UCITS Fund As at 31 July 2016 ¥
	Notes						
<b>Assets</b>							
Financial assets at fair value through profit or loss	4, 5, 6, 14	96,299,138	105,468,468	49,572,676	307,525,175	166,662,221	6,877,702,307
Cash and cash equivalents	11	1,567,705	9,719,239	7,115,855	775,649	5,533,594	4,131,112,551
Receivable for investments sold		5,803,692	140,261	-	-	-	432,936,814
Subscriptions receivable		-	35,858	-	-	5,591,252	-
Dividends and interest receivable		135,043	510,502	-	-	-	227,476
Spot contracts receivable		-	-	-	-	-	180,507
Variation margin receivable		-	-	-	-	-	26,710,751
Sundry debtors		-	-	-	-	-	23,380
<b>Total assets</b>		<b>103,805,578</b>	<b>115,874,328</b>	<b>56,688,531</b>	<b>308,300,824</b>	<b>177,787,067</b>	<b>11,468,893,786</b>
<b>Liabilities</b>							
Financial liabilities at fair value through profit or loss	4, 5, 6, 14	1,019,376	578,053	18,640	22,792,126	20,382	117,724,144
Securities purchased payable		-	780,691	-	-	-	632,935,572
Redemptions payable		-	29,582	-	-	84,557	-
Management fee payable	8	670,616	841,226	33,802	22,129	23,785	8,715,383
Performance fee payable	8	364,305	-	-	-	-	66,510
Administration fee payable	8	5,742	7,008	3,173	6,959	9,386	486,964
Depository fee payable	8	12,202	2,503	986	3,757	2,544	189,286
Spot contracts payable		144,892	57	-	-	-	-
Variation margin payable		397,951	52,672	-	-	-	213,807,196
Other accrued expenses		254,395	34,365	43,881	205,611	104,732	20,356,877
<b>Total liabilities (excluding net assets attributable to holders of redeemable participating shares)</b>		<b>2,869,479</b>	<b>2,326,157</b>	<b>100,482</b>	<b>23,030,582</b>	<b>245,386</b>	<b>994,281,932</b>
<b>Net assets attributable to holders of redeemable participating shares</b>	10	<b>100,936,099</b>	<b>113,548,171</b>	<b>56,588,049</b>	<b>285,270,242</b>	<b>177,541,681</b>	<b>10,474,611,854</b>

For information on the Net Asset Value per share and shares outstanding on each share class please refer to note 10.

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

**STATEMENT OF FINANCIAL POSITION (continued)**  
**As at 31 July 2016**

		<b>MS Kairos Enhanced Selection UCITS Fund As at 31 July 2016</b>	<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund As at 31 July 2016</b>	<b>Global Equity Risk Premia Long/Short UCITS Fund As at 31 July 2016</b>	<b>MS Tremblant Long/Short Equity UCITS Fund As at 31 July 2016</b>	<b>MSCI Emerging Markets ESG Equity Fund As at 31 July 2016</b>	<b>DAX® 80 Garant As at 31 July 2016</b>
	<b>Notes</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>US\$</b>	<b>US\$</b>	<b>€</b>
<b>Assets</b>							
Financial assets at fair value through profit or loss	4, 5, 6, 14	37,514,717	404,533,378	396,106,233	46,346,640	609,991,962	11,940,036
Cash and cash equivalents	11	444,176	-	1,890,244	1,720,297	2,061,997	126,780
Receivable for investments sold		-	41,532,136	-	-	118,340	-
Subscriptions receivable		-	1,469,207	187,949	-	-	-
Spot contracts receivable		-	103,363	-	-	-	-
Variation margin receivable		932,170	16,730	-	-	30,731	-
Sundry debtors		-	-	-	1,279	-	-
<b>Total assets</b>		<b>38,891,063</b>	<b>447,654,814</b>	<b>398,184,426</b>	<b>48,068,216</b>	<b>612,203,030</b>	<b>12,066,816</b>
<b>Liabilities</b>							
Financial liabilities at fair value through profit or loss	4, 5, 6, 14	-	14,384,372	26,361,806	41,244	73,021,975	630,260
Securities purchased payable		-	39,635,471	-	-	-	-
Redemptions payable		-	2,590,348	112,803	-	55,954	-
Management fee payable	8	129,906	501,345	29,346	25,801	306,203	3,696
Performance fee payable	8	-	-	-	5,030	-	-
Administration fee payable	8	2,338	12,285	61,842	2,849	15,330	6,716
Depository fee payable	8	1,681	5,182	14,295	855	6,576	1,683
Spot contracts payable		-	-	-	57,187	6	-
Variation margin payable		263,258	957,806	-	1,015,284	2,943	-
Deferred income		-	-	-	1,000,000	-	-
Other accrued expenses		23,227	2	369,663	52,914	84,577	30,528
Bank overdraft	11	-	643,768	-	-	-	-
<b>Total liabilities (excluding net assets attributable to holders of redeemable participating shares)</b>		<b>420,410</b>	<b>58,730,579</b>	<b>26,949,755</b>	<b>2,201,164</b>	<b>73,493,564</b>	<b>672,883</b>
<b>Net assets attributable to holders of redeemable participating shares</b>	10	<b>38,470,653</b>	<b>388,924,235</b>	<b>371,234,671</b>	<b>45,867,052</b>	<b>538,709,466</b>	<b>11,393,933</b>

For information on the Net Asset Value per share and shares outstanding on each share class please refer to note 10.

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

**STATEMENT OF FINANCIAL POSITION (continued)**  
**As at 31 July 2016**

		Quantica Managed Futures UCITS Fund As at 31 July 2016 US\$	MS Scientific Beta US Equity Factors UCITS ETF As at 31 July 2016 US\$	IPM Systematic Macro UCITS Fund As at 31 July 2016 US\$	Smartfund 80% Protected Balanced Fund As at 31 July 2016 £	Smartfund 80% Protected Growth Fund As at 31 July 2016 £	MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund - II As at 31 July 2016 €
	Notes						
<b>Assets</b>							
Financial assets at fair value through profit or loss	4, 5, 6, 14	89,750,909	168,494,123	529,193,349	37,670,898	31,876,122	35,696,985
Cash and cash equivalents	11	19,167,569	1,080,449	146,687,949	2,496,614	3,427,783	844,644
Subscriptions receivable		-	-	542,207	410,671	200,581	218,039
Spot contracts receivable		-	-	-	154	2,570	-
Variation margin receivable		-	-	-	-	146	14
Sundry debtors		-	-	-	4,800	3,902	-
<b>Total assets</b>		<b>108,918,478</b>	<b>169,574,572</b>	<b>676,423,505</b>	<b>40,583,137</b>	<b>35,511,104</b>	<b>36,759,682</b>
<b>Liabilities</b>							
Financial liabilities at fair value through profit or loss	4, 5, 6, 14	877,670	6,552,869	19,742,803	3,445,500	3,626,221	1,505,529
Redemptions payable		-	-	451,754	39,327	66,868	44,666
Management fee payable	8	45,234	12,557	2,641,237	48,249	40,954	61,876
Performance fee payable	8	240,112	-	1,243,675	-	-	-
Administration fee payable	8	6,242	5,394	27,389	2,247	1,915	2,139
Depositary fee payable	8	2,245	2,197	6,515	632	539	587
Spot contracts payable		3,648	-	17,928	-	-	-
Variation margin payable		-	-	-	13,393	11,293	866
Deferred income		1,026,161	-	-	-	-	-
Other accrued expenses		66,924	76,268	292,179	-	-	-
<b>Total liabilities (excluding net assets attributable to holders of redeemable participating shares)</b>		<b>2,268,236</b>	<b>6,649,285</b>	<b>24,423,480</b>	<b>3,549,348</b>	<b>3,747,790</b>	<b>1,615,663</b>
<b>Net assets attributable to holders of redeemable participating shares</b>	10	<b>106,650,242</b>	<b>162,925,287</b>	<b>652,000,025</b>	<b>37,033,789</b>	<b>31,763,314</b>	<b>35,144,019</b>

For information on the Net Asset Value per share and shares outstanding on each share class please refer to note 10.

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

**STATEMENT OF FINANCIAL POSITION (continued)**  
**As at 31 July 2016**

		<b>Mariner Lenus Healthcare UCITS Fund As at 31 July 2016 US\$</b>	<b>80% Protected Index Portfolio As at 31 July 2016 £</b>	<b>Mariner Investment Diversifying Alternative UCITS Fund As at 31 July 2016 US\$</b>	<b>Smartfund Growth Fund As at 31 July 2016 £</b>	<b>Smartfund Cautious Fund As at 31 July 2016 £</b>	<b>Smartfund Balanced Fund As at 31 July 2016 £</b>
	<b>Notes</b>						
<b>Assets</b>							
Financial assets at fair value through profit or loss	4, 5, 6, 14	-	1,383,005	30,693,422	13,694,030	13,735,247	23,717,947
Cash and cash equivalents	11	24,684,358	158,467	12,305,799	141,581	157,097	985,589
Receivable for investments sold		-	-	52,950	1,541,899	-	-
Subscriptions receivable		-	120,782	-	56,844	-	-
Dividends and interest receivable		-	-	204,005	-	-	-
Variation margin receivable		-	-	-	-	-	19,064
Sundry debtors		-	6,775	-	2,250	1,609	-
<b>Total assets</b>		<b>24,684,358</b>	<b>1,669,029</b>	<b>43,256,176</b>	<b>15,436,604</b>	<b>13,893,953</b>	<b>24,722,600</b>
<b>Liabilities</b>							
Financial liabilities at fair value through profit or loss	4, 5, 6, 14	-	73,735	330,867	1,370,739	1,379,773	2,252,542
Securities purchased payable		-	149,933	16,898,878	1,360,891	-	-
Redemptions payable		-	-	-	16,638	-	277,000
Management fee payable	8	24,050	130	20,453	11,299	13,331	25,172
Administration fee payable	8	2,377	7,524	1,901	6,254	6,254	6,297
Depositary fee payable	8	594	1,908	475	1,564	1,564	1,760
Spot contracts payable		1	58	-	31	-	-
Variation margin payable		-	2,891	-	195,604	-	-
Other accrued expenses		87,623	-	60,971	2	3	2,346
<b>Total liabilities (excluding net assets attributable to holders of redeemable participating shares)</b>		<b>114,645</b>	<b>236,179</b>	<b>17,313,545</b>	<b>2,963,022</b>	<b>1,400,925</b>	<b>2,565,117</b>
<b>Net assets attributable to holders of redeemable participating shares</b>	10	<b>24,569,713</b>	<b>1,432,850</b>	<b>25,942,631</b>	<b>12,473,582</b>	<b>12,493,028</b>	<b>22,157,483</b>

For information on the Net Asset Value per share and shares outstanding on each share class please refer to note 10.

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

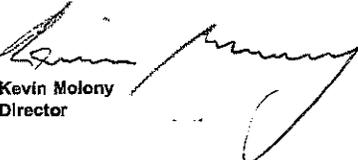
**STATEMENT OF FINANCIAL POSITION (continued)**  
**As at 31 July 2016**

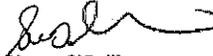
	Notes	Market Neutral Credit UCITS Fund As at 31 July 2016 US\$	FundLogic Alternatives plc Total As at 31 July 2016 US\$
<b>Assets</b>			
Financial assets at fair value through profit or loss	4, 5, 6, 14	23,642,500	4,763,082,994
Cash and cash equivalents	11	15,992,478	433,176,240
Receivable for investments sold		-	65,108,038
Subscriptions receivable		-	9,419,516
Dividends and interest receivable		283,347	1,991,524
Spot contracts receivable		-	341,442
Variation margin receivable		-	6,322,997
Sundry debtors		-	45,026
<b>Total assets</b>		<b>39,918,325</b>	<b>5,279,487,777</b>
<b>Liabilities</b>			
Financial liabilities at fair value through profit or loss	4, 5, 6, 14	-	220,508,157
Securities purchased payable		-	75,295,357
Redemptions payable		-	84,929,844
Management fee payable	8	71,763	8,660,689
Performance fee payable	8	56,228	2,627,388
Administration fee payable	8	4,588	314,523
Depositary fee payable	8	1,785	115,931
Spot contracts payable		9	1,639,426
Variation margin payable		-	16,009,328
Deferred income		-	52,026,161
Other accrued expenses		27,321	3,326,071
Bank overdraft	11	-	1,697,001
<b>Total liabilities (excluding net assets attributable to holders of redeemable participating shares)</b>		<b>161,694</b>	<b>467,249,876</b>
<b>Net assets attributable to holders of redeemable participating shares</b>	10	<b>39,756,631</b>	<b>4,812,237,901</b>

For information on the Net Asset Value per share and shares outstanding on each share class please refer to note 10.

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

Signed on behalf of the Company on 29 November 2016 by:

  
 Kevin Molony  
 Director

  
 Simon O'Sullivan  
 Director

## STATEMENT OF FINANCIAL POSITION

As at 31 July 2015

		MS PSAM Global Event UCITS Fund	Salar Convertible Absolute Return Fund	Indus Select Asia Pacific Fund	MS Algebris Global Financials UCITS Fund	Emerging Markets Equity Fund	Indus PacificChoice Asia Fund
	Notes	As at 31 July 2015 €	As at 31 July 2015 US\$	As at 31 July 2015 US\$	As at 31 July 2015 €	As at 31 July 2015 US\$	As at 31 July 2015 US\$
<b>Assets</b>							
Financial assets at fair value through profit or loss	4, 5, 6, 14	908,236,986	276,455,583	8,585,847	5,188,039	125,617,698	194,641,270
Cash and cash equivalents	11	3,941,414	4,285,018	385,236	3,475,705	967,599	28,690,277
Receivable for investments sold		-	7,917,877	40,528	70,279	-	4,225,639
Subscriptions receivable		19,302,986	4,333,906	-	-	25,591	2,559,355
Dividends and interest receivable		-	718,424	29,725	2,842	57,617	371,978
Spot contracts receivable		-	577,348	5	-	-	6,939
Variation margin receivable		-	-	-	36,390	1,085,938	32,472
Sundry debtors		-	-	-	28,358	-	630
<b>Total assets</b>		<b>931,481,386</b>	<b>294,288,156</b>	<b>9,041,341</b>	<b>8,801,613</b>	<b>127,754,443</b>	<b>230,528,560</b>
<b>Liabilities</b>							
Financial liabilities at fair value through profit or loss	4, 5, 6, 14	2,689,262	1,014,536	137,814	496,418	-	6,684,889
Securities purchased payable		-	12,686,078	-	350,904	-	9,245,899
Redemptions payable		49,692,783	-	-	-	80,363	-
Management fee payable	8	2,438,447	422,498	11,165	22,650	93,347	254,124
Performance fee payable	8	48,190	1,201,944	464	14,318	-	2,988,150
Administration fee payable	8	101,550	32,835	4,505	5,731	-	26,298
Custody fee payable	8	46,272	13,016	1,553	6,993	-	7,791
Spot contracts payable		448,003	-	-	188	-	-
Variation margin payable		9,362,832	1,331,300	-	1,302	-	1,426,453
Other accrued expenses		694,746	163,335	4,220	1,574	57,619	285,616
<b>Total liabilities (excluding net assets attributable to holders of redeemable participating shares)</b>		<b>65,522,085</b>	<b>16,865,542</b>	<b>159,721</b>	<b>900,078</b>	<b>231,329</b>	<b>20,919,220</b>
<b>Net assets attributable to holders of redeemable participating shares</b>	10	<b>865,959,301</b>	<b>277,422,614</b>	<b>8,881,620</b>	<b>7,901,535</b>	<b>127,523,114</b>	<b>209,609,340</b>

For information on the Net Asset Value per share and shares outstanding on each share class please refer to note 10.

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

**STATEMENT OF FINANCIAL POSITION (continued)**  
**As at 31 July 2015**

		MS Ascend UCITS Fund As at 31 July 2015 US\$	MS Alkeon UCITS Fund As at 31 July 2015 US\$	RiverCrest European Equity Alpha Fund * As at 31 July 2015 £	MS Claritas Long Short Market Neutral UCITS Fund ** As at 31 July 2015 US\$	MS SLJ Macro UCITS Fund As at 31 July 2015 €	MS QTI UCITS Fund As at 31 July 2015 US\$
<b>Assets</b>	<b>Notes</b>						
Financial assets at fair value through profit or loss	4, 5, 6, 14	208,909,419	211,010,905	-	-	1,540,796	14,815,105
Cash and cash equivalents	11	2,305,933	5,280,043	-	9,210	10,947,072	519,880
Subscriptions receivable		4,419,402	876,180	-	-	512,684	-
Spot contracts receivable		-	219,484	-	-	720	-
Variation margin receivable		524,002	-	-	-	-	-
Sundry debtors		138,810	-	9,079	6,686	13,809	-
<b>Total assets</b>		<b>216,297,566</b>	<b>217,386,612</b>	<b>9,079</b>	<b>15,896</b>	<b>13,015,081</b>	<b>15,334,985</b>
<b>Liabilities</b>							
Financial liabilities at fair value through profit or loss	4, 5, 6, 14	523,893	2,683,664	-	-	1,511,948	-
Redemptions payable		-	401,956	-	-	9,170	-
Management fee payable	8	224,540	293,849	-	2,258	8,309	5,301
Performance fee payable	8	806,893	1,552,745	-	-	-	-
Administration fee payable	8	26,680	27,728	-	-	5,713	5,252
Custody fee payable	8	6,198	6,535	-	-	3,603	1,553
Variation margin payable		2,451,767	4,559,364	-	-	-	-
Other accrued expenses		179,022	182,657	6,205	13,638	-	1,952
Bank overdraft	11	-	-	2,874	-	-	-
<b>Total liabilities (excluding net assets attributable to holders of redeemable participating shares)</b>		<b>4,218,993</b>	<b>9,708,498</b>	<b>9,079</b>	<b>15,896</b>	<b>1,538,743</b>	<b>14,058</b>
<b>Net assets attributable to holders of redeemable participating shares</b>	10	<b>212,078,573</b>	<b>207,678,114</b>	<b>-</b>	<b>-</b>	<b>11,476,338</b>	<b>15,320,927</b>

\* Terminated on 17 October 2014.

\*\* Terminated on 15 May 2015.

For information on the Net Asset Value per share and shares outstanding on each share class please refer to note 10.

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

**STATEMENT OF FINANCIAL POSITION (continued)**  
**As at 31 July 2015**

		MS Turner Spectrum UCITS Fund ***	MS Long Term Trends UCITS Fund	MS Discretionary Plus UCITS Fund ****	MS Swiss Life Multi Asset Protected Fund	MS Dalton Asia Pacific UCITS Fund	MS TCW Unconstrained Plus Bond Fund
	Notes	As at 31 July 2015 US\$	As at 31 July 2015 US\$	As at 31 July 2015 US\$	As at 31 July 2015 CHF	As at 31 July 2015 €	As at 31 July 2015 US\$
<b>Assets</b>							
Financial assets at fair value through profit or loss	4, 5, 6, 14	-	47,169,604	-	51,504,388	81,259,161	101,710,171
Cash and cash equivalents	11	67,699	4,109,855	28,034	6,443,331	12,074,838	6,561,877
Receivable for investments sold		-	-	-	-	-	156,912
Subscriptions receivable		-	-	-	4,947	385,480	-
Dividends and interest receivable		-	-	-	-	250,299	377,612
Sundry debtors		-	-	13,720	79,450	-	-
<b>Total assets</b>		<b>67,699</b>	<b>51,279,459</b>	<b>41,754</b>	<b>58,032,116</b>	<b>93,969,778</b>	<b>108,806,572</b>
<b>Liabilities</b>							
Financial liabilities at fair value through profit or loss	4, 5, 6, 14	-	2,955	-	353,118	824,867	1,344,945
Securities purchased payable		-	-	-	-	293,233	1,134,966
Redemptions payable		-	780,251	-	1,133	11,719	33,145
Management fee payable	8	15,065	14,509	-	148,126	312,351	551,203
Performance fee payable	8	-	-	-	-	608,169	-
Administration fee payable	8	-	7,102	-	57,862	12,051	14,980
Custody fee payable	8	-	1,754	-	21,588	9,850	4,951
Variation margin payable		-	-	-	-	-	15,031
Other accrued expenses		52,634	40,980	41,754	-	197,599	55,481
<b>Total liabilities (excluding net assets attributable to holders of redeemable participating shares)</b>		<b>67,699</b>	<b>847,551</b>	<b>41,754</b>	<b>581,827</b>	<b>2,269,839</b>	<b>3,154,702</b>
<b>Net assets attributable to holders of redeemable participating shares</b>	10	<b>-</b>	<b>50,431,908</b>	<b>-</b>	<b>57,450,289</b>	<b>91,699,939</b>	<b>105,651,870</b>

\*\*\* Terminated on 12 December 2014.

\*\*\*\* Terminated on 29 October 2014.

For information on the Net Asset Value per share and shares outstanding on each share class please refer to note 10.

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

**STATEMENT OF FINANCIAL POSITION (continued)**  
**As at 31 July 2015**

		<b>MS Broadmark Tactical Plus UCITS Fund As at 31 July 2015 US\$</b>	<b>MS Scientific Beta Global Equity Factors UCITS ETF As at 31 July 2015 US\$</b>	<b>MS Lynx UCITS Fund As at 31 July 2015 US\$</b>	<b>MS Nezu Cyclical Japan UCITS Fund As at 31 July 2015 ¥</b>	<b>MS Kairos Enhanced Selection UCITS Fund As at 31 July 2015 €</b>	<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund As at 31 July 2015 €</b>
	<b>Notes</b>						
<b>Assets</b>							
Financial assets at fair value through profit or loss	4, 5, 6, 14	48,988,942	128,341,454	90,956,765	16,831,550,795	54,902,711	444,419,455
Cash and cash equivalents	11	10,331,018	3,020,478	4,457,474	3,518,093,544	715,464	7,731,525
Receivable for investments sold		-	74,737,471	-	470,955,200	-	-
Subscriptions receivable		-	-	-	556,969,697	1,986,767	3,921,567
Dividends and interest receivable		-	-	-	38,118,987	-	-
Spot contracts receivable		-	-	-	83,453	-	-
Variation margin receivable		-	-	-	833,347,721	242,915	163
Sundry debtors		86	-	-	-	-	-
<b>Total assets</b>		<b>59,320,046</b>	<b>206,099,403</b>	<b>95,414,239</b>	<b>22,249,119,397</b>	<b>57,847,857</b>	<b>456,072,710</b>
<b>Liabilities</b>							
Financial liabilities at fair value through profit or loss	4, 5, 6, 14	210,026	2,609,635	191,088	69,625,951	-	4,975,941
Securities purchased payable		-	73,178,822	531,846	892,236,107	-	-
Redemptions payable		-	-	-	-	-	1,108,717
Management fee payable	8	37,769	43,786	8,581	17,902,495	100,722	645,090
Performance fee payable	8	-	-	-	234,002,673	191,099	-
Administration fee payable	8	6,080	2,812	12,459	2,532,615	7,512	83,347
Custody fee payable	8	1,719	1,621	2,942	577,667	4,217	34,014
Spot contracts payable		-	24,754	626	-	-	-
Variation margin payable		-	-	-	343,545,719	443,934	20,563
Other accrued expenses		61,613	4,011,787	73,192	119,223,127	48,750	-
<b>Total liabilities (excluding net assets attributable to holders of redeemable participating shares)</b>		<b>317,207</b>	<b>79,873,217</b>	<b>820,734</b>	<b>1,679,646,354</b>	<b>796,234</b>	<b>6,867,672</b>
<b>Net assets attributable to holders of redeemable participating shares</b>	10	<b>59,002,839</b>	<b>126,226,186</b>	<b>94,593,505</b>	<b>20,569,473,043</b>	<b>57,051,623</b>	<b>449,205,038</b>

For information on the Net Asset Value per share and shares outstanding on each share class please refer to note 10.

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

**STATEMENT OF FINANCIAL POSITION (continued)**  
**As at 31 July 2015**

	Notes	Global Equity Risk Premia Long/Short UCITS Fund As at 31 July 2015 €	MS Tremblant Long/Short Equity UCITS Fund As at 31 July 2015 US\$	MSCI Emerging Markets ESG Equity Fund As at 31 July 2015 US\$	FundLogic Alternatives plc Total As at 31 July 2015 US\$
<b>Assets</b>					
Financial assets at fair value through profit or loss	4, 5, 6, 14	320,361,268	84,966,085	540,086,794	4,278,004,993
Cash and cash equivalents	11	3,126,195	1,620,638	1,107,834	155,265,204
Receivable for investments sold		-	-	-	90,957,319
Subscriptions receivable		164,468	3,204,066	-	48,947,929
Dividends and interest receivable		-	-	-	2,142,711
Spot contracts receivable		-	-	-	805,245
Variation margin receivable		-	646,085	-	9,323,509
Sundry debtors		-	-	-	303,354
<b>Total assets</b>		<b>323,651,931</b>	<b>90,436,874</b>	<b>541,194,628</b>	<b>4,585,750,264</b>
<b>Liabilities</b>					
Financial liabilities at fair value through profit or loss	4, 5, 6, 14	11,485,297	824,418	30,636,971	72,082,954
Securities purchased payable		-	-	-	104,690,837
Redemptions payable		19,393	-	-	57,469,452
Management fee payable	8	61,852	207,214	265,523	6,715,124
Performance fee payable	8	-	542,676	-	9,933,723
Administration fee payable	8	84,631	11,207	74,893	665,523
Custody fee payable	8	18,651	2,783	26,572	242,672
Spot contracts payable		-	698,955	-	1,219,519
Variation margin payable		-	60,362	-	23,476,321
Other accrued expenses		175,777	59,763	68,361	7,561,314
Bank overdraft	11	-	-	-	4,485
<b>Total liabilities (excluding net assets attributable to holders of redeemable participating shares)</b>		<b>11,845,601</b>	<b>2,407,378</b>	<b>31,072,320</b>	<b>284,061,924</b>
<b>Net assets attributable to holders of redeemable participating shares</b>	10	<b>311,806,330</b>	<b>88,029,496</b>	<b>510,122,308</b>	<b>4,301,688,340</b>

For information on the Net Asset Value per share and shares outstanding on each share class please refer to note 10.

**STATEMENT OF COMPREHENSIVE INCOME**  
**For the year ended 31 July 2016**

	Notes	MS PSAM Global Event UCITS Fund Year ended 31 July 2016 €	Salar Convertible Absolute Return Fund Year ended 31 July 2016 US\$	Indus Select Asia Pacific Fund* Year ended 31 July 2016 US\$	MS Algebris Global Financials UCITS Fund** Year ended 31 July 2016 €	Emerging Markets Equity Fund Year ended 31 July 2016 US\$	Indus PacificChoice Asia Fund Year ended 31 July 2016 US\$
<b>Income</b>							
Dividend income		-	-	29,974	64,030	-	2,187,365
Bank interest income		7	65,001	655	333	1,821	43,009
Bond interest income		-	490,139	-	3,343	-	-
Net realised and unrealised gains/(losses) on financial assets and liabilities at fair value through profit or loss	13	155,270	(11,766,752)	(105,719)	(1,071,850)	4,538,393	(23,335,361)
<b>Net income/(loss)</b>		<b>155,277</b>	<b>(11,211,612)</b>	<b>(75,090)</b>	<b>(1,004,144)</b>	<b>4,540,214</b>	<b>(21,104,987)</b>
<b>Expenses</b>							
Dividend expense		-	-	(5)	(12,026)	-	(1,428,371)
Bond interest expense		-	(14,154,995)	-	-	-	-
Management fee	8	(8,229,323)	(2,638,112)	(28,192)	(36,067)	(281,207)	(2,760,758)
Administration fee	8	(423,934)	(187,006)	(9,108)	(19,079)	-	(158,935)
Performance fee	8	(605,577)	809,954	83	11,294	-	1,143,306
Depository fee	8	(168,890)	(68,107)	(2,238)	(24,272)	-	(41,180)
Promoter fee	8	(1,040,080)	(426,964)	-	31,097	-	(489,206)
Transaction fee		(1,132,615)	(496,628)	(11,174)	(8,866)	(7,050)	(54,000)
Legal fee		(633,575)	(147,176)	-	-	-	-
Other expenses		(10,850)	(105,646)	(23,866)	(13,820)	(7)	(65,464)
<b>Operating expenses</b>		<b>(12,244,844)</b>	<b>(17,414,680)</b>	<b>(74,500)</b>	<b>(71,739)</b>	<b>(288,264)</b>	<b>(3,854,608)</b>
<b>Operating (loss)/profit</b>		<b>(12,089,567)</b>	<b>(28,626,292)</b>	<b>(149,590)</b>	<b>(1,075,883)</b>	<b>4,251,950</b>	<b>(24,959,595)</b>
<b>Finance costs</b>							
Bank interest expense		(69,487)	(5,957)	(1,106)	(25,163)	(8)	(1,529,837)
Net income equalisation		-	(229)	-	-	-	-
		<b>(69,487)</b>	<b>(6,186)</b>	<b>(1,106)</b>	<b>(25,163)</b>	<b>(8)</b>	<b>(1,529,837)</b>
<b>(Loss)/profit before tax</b>		<b>(12,159,054)</b>	<b>(28,632,478)</b>	<b>(150,696)</b>	<b>(1,101,046)</b>	<b>4,251,942</b>	<b>(26,489,432)</b>
Withholding tax		-	-	(4,177)	(5,316)	-	(212,050)
<b>(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations</b>		<b>(12,159,054)</b>	<b>(28,632,478)</b>	<b>(154,873)</b>	<b>(1,106,362)</b>	<b>4,251,942</b>	<b>(26,701,482)</b>

\* Terminated on 30 October 2015.

\*\* Merged into Algebris Financial Equity Fund, a sub-fund of Algebris UCITS Funds plc, on 5 February 2016.

Gains and losses arose solely from continuing operations with the exception of on Indus Select Asia Pacific Fund and MS Algebris Global Financials UCITS Fund, which closed during the year. There were no gains and losses during the year other than those reflected above.

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

**STATEMENT OF COMPREHENSIVE INCOME (continued)**  
**For the year ended 31 July 2016**

	Notes	MS Ascend UCITS Fund Year ended 31 July 2016 US\$	MS Alkeon UCITS Fund Year ended 31 July 2016 US\$	MS SLJ Macro UCITS Fund Year ended 31 July 2016 €	MS QTI UCITS Fund Year ended 31 July 2016 US\$	MS Long Term Trends UCITS Fund Year ended 31 July 2016 US\$	MS Swiss Life Multi Asset Protected Fund Year ended 31 July 2016 CHF
<b>Income</b>							
Bank interest income		-	-	-	-	-	1
Bond interest income		-	-	-	35,893	86,071	-
Net realised and unrealised losses on financial assets and liabilities at fair value through profit or loss	13	(13,161,839)	(15,857,230)	(4,390,696)	(250,224)	(396,793)	(607,700)
<b>Net loss</b>		<b>(13,161,839)</b>	<b>(15,857,230)</b>	<b>(4,390,696)</b>	<b>(214,331)</b>	<b>(310,722)</b>	<b>(607,699)</b>
<b>Expenses</b>							
Management fee	8	(2,823,779)	(2,341,262)	(254,094)	(71,191)	(148,013)	(374,114)
Administration fee	8	(167,724)	(115,163)	(45,898)	(33,254)	(40,764)	(29,226)
Performance fee	8	382,116	1,516,986	-	-	-	-
Depository fee	8	(38,898)	(25,044)	(29,017)	(8,951)	(9,146)	(11,565)
Promoter fee	8	(538,279)	(334,467)	(50,467)	(22,694)	(103,732)	-
Transaction fee		(259,891)	(161,431)	(13,731)	(6,324)	(7,689)	-
Other expenses		(17,952)	(11,968)	(16,026)	-	-	-
<b>Operating expenses</b>		<b>(3,464,407)</b>	<b>(1,472,349)</b>	<b>(409,233)</b>	<b>(142,414)</b>	<b>(309,344)</b>	<b>(414,905)</b>
<b>Operating loss</b>		<b>(16,626,246)</b>	<b>(17,329,579)</b>	<b>(4,799,929)</b>	<b>(356,745)</b>	<b>(620,066)</b>	<b>(1,022,604)</b>
<b>Finance costs</b>							
Bank interest expense		(5,180)	(11,385)	(88,256)	(1,062)	(1,988)	(24,301)
		<b>(5,180)</b>	<b>(11,385)</b>	<b>(88,256)</b>	<b>(1,062)</b>	<b>(1,988)</b>	<b>(24,301)</b>
<b>Loss before tax</b>		<b>(16,631,426)</b>	<b>(17,340,964)</b>	<b>(4,888,185)</b>	<b>(357,807)</b>	<b>(622,054)</b>	<b>(1,046,905)</b>
Withholding tax		-	-	-	-	-	-
<b>Decrease in net assets attributable to holders of redeemable participating shares from operations</b>		<b>(16,631,426)</b>	<b>(17,340,964)</b>	<b>(4,888,185)</b>	<b>(357,807)</b>	<b>(622,054)</b>	<b>(1,046,905)</b>

Gains and losses arose solely from continuing operations. There were no gains and losses during the year other than those reflected above.

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

**STATEMENT OF COMPREHENSIVE INCOME (continued)**  
**For the year ended 31 July 2016**

	Notes	MS Dalton Asia Pacific UCITS Fund Year ended 31 July 2016 €	MS TCW Unconstrained Plus Bond Fund Year ended 31 July 2016 US\$	MS Broadmark Tactical Plus UCITS Fund Year ended 31 July 2016 US\$	MS Scientific Beta Global Equity Factors UCITS ETF Year ended 31 July 2016 US\$	MS Lynx UCITS Fund Year ended 31 July 2016 US\$	MS Nezu Cyclical Japan UCITS Fund Year ended 31 July 2016 ¥
<b>Income</b>							
Dividend income		2,023,950	50,806	-	-	-	173,849,810
Bank interest income		19,708	374	-	-	281	3,919,468
Bond interest income		90,062	5,430,714	136,122	-	200,520	-
Net realised and unrealised gains/(losses) on financial assets and liabilities at fair value through profit or loss	13	1,185,022	(3,561,270)	2,362,661	7,830,685	6,946,393	(6,968,758,468)
<b>Net income/(loss)</b>		<b>3,318,742</b>	<b>1,920,624</b>	<b>2,498,783</b>	<b>7,830,685</b>	<b>7,147,194</b>	<b>(6,790,989,190)</b>
<b>Expenses</b>							
Dividend expense		(880,078)	-	(1,562)	-	-	(100,991,475)
Management fee	8	(1,113,453)	(827,690)	(428,595)	(144,874)	(139,319)	(213,528,240)
Administration fee	8	(81,446)	(106,436)	(46,450)	(70,257)	(88,080)	(16,003,379)
Performance fee	8	(94,964)	-	-	-	-	110,111,045
Depository fee	8	(26,156)	(29,299)	(11,894)	(23,246)	(21,440)	(3,709,665)
Promoter fee	8	(264,569)	(131,419)	(163,479)	(326,250)	(273,138)	(55,547,161)
Transaction fee		(7,302)	(52,875)	(356,016)	-	(15,695)	(2,170,043)
Other expenses		-	-	-	(8,274)	(11,969)	(1,765,451)
<b>Operating expenses</b>		<b>(2,467,968)</b>	<b>(1,147,719)</b>	<b>(1,007,996)</b>	<b>(572,901)</b>	<b>(549,641)</b>	<b>(283,604,369)</b>
<b>Operating profit/(loss)</b>		<b>850,774</b>	<b>772,905</b>	<b>1,490,787</b>	<b>7,257,784</b>	<b>6,597,553</b>	<b>(7,074,593,559)</b>
<b>Finance costs</b>							
Bank interest expense		(669,567)	(129)	(4,063)	-	(5,545)	(151,604,243)
Net income equalisation		-	467,031	-	-	-	-
		<b>(669,567)</b>	<b>466,902</b>	<b>(4,063)</b>	<b>-</b>	<b>(5,545)</b>	<b>(151,604,243)</b>
<b>Profit/(loss) before tax</b>		<b>181,207</b>	<b>1,239,807</b>	<b>1,486,724</b>	<b>7,257,784</b>	<b>6,592,008</b>	<b>(7,226,197,802)</b>
Withholding tax		(128,751)	(14,330)	-	-	-	(38,810,015)
<b>Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations</b>		<b>52,456</b>	<b>1,225,477</b>	<b>1,486,724</b>	<b>7,257,784</b>	<b>6,592,008</b>	<b>(7,265,007,817)</b>

Gains and losses arose solely from continuing operations. There were no gains and losses during the year other than those reflected above.

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

**STATEMENT OF COMPREHENSIVE INCOME (continued)**  
**For the year ended 31 July 2016**

	Notes	MS Kairos Enhanced Selection UCITS Fund Year ended 31 July 2016 €	MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund Year ended 31 July 2016 €	Global Equity Risk Premia Long/Short UCITS Fund Year ended 31 July 2016 €	MS Tremblant Long/Short Equity UCITS Fund Year ended 31 July 2016 US\$	MSCI Emerging Markets ESG Equity Fund Year ended 31 July 2016 US\$	DAX® 80 Garant <sup>1</sup> Period ended 31 July 2016 €
<b>Income</b>							
Dividend income		-	-	-	29,009	-	-
Bank interest income		189,111	-	-	-	2,401	-
Net realised and unrealised (losses)/gains on financial assets and liabilities at fair value through profit or loss	13	(4,396,181)	(19,835,485)	10,586,400	(3,891,078)	20,340,935	86,327
<b>Net (loss)/income</b>		<b>(4,207,070)</b>	<b>(19,835,485)</b>	<b>10,586,400</b>	<b>(3,862,069)</b>	<b>20,343,336</b>	<b>86,327</b>
<b>Expenses</b>							
Management fee	8	(459,921)	(6,798,954)	(332,282)	(651,070)	(843,024)	(10,009)
Administration fee	8	(36,802)	(162,166)	(251,192)	(66,917)	(76,177)	(25,079)
Performance fee	8	191,099	-	-	412,808	-	-
Depositary fee	8	(26,572)	(57,753)	(57,391)	(16,844)	(31,764)	(5,965)
Promoter fee	8	(105,947)	-	(23,699)	(222,552)	-	(84,051)
Transaction fee		(209,314)	-	(526,167)	(151,332)	(1,738,033)	-
Other expenses		8,590	-	(1,661,408)	-	(34,044)	-
<b>Operating expenses</b>		<b>(638,867)</b>	<b>(7,018,873)</b>	<b>(2,852,139)</b>	<b>(695,907)</b>	<b>(2,723,042)</b>	<b>(125,104)</b>
<b>Operating (loss)/profit</b>		<b>(4,845,937)</b>	<b>(26,854,358)</b>	<b>7,734,261</b>	<b>(4,557,976)</b>	<b>17,620,294</b>	<b>(38,777)</b>
<b>Finance costs</b>							
Bank interest expense		-	(75)	-	(1,617)	(1,246)	(2)
		-	(75)	-	(1,617)	(1,246)	(2)
<b>(Loss)/profit before tax</b>		<b>(4,845,937)</b>	<b>(26,854,433)</b>	<b>7,734,261</b>	<b>(4,559,593)</b>	<b>17,619,048</b>	<b>(38,779)</b>
Withholding tax		-	-	-	-	-	-
<b>(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations</b>		<b>(4,845,937)</b>	<b>(26,854,433)</b>	<b>7,734,261</b>	<b>(4,559,593)</b>	<b>17,619,048</b>	<b>(38,779)</b>

<sup>1</sup> For the period 6 August 2015 to 31 July 2016.

Gains and losses arose solely from continuing operations. There were no gains and losses during the year other than those reflected above.

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

**STATEMENT OF COMPREHENSIVE INCOME (continued)**  
**For the year ended 31 July 2016**

		Quantica Managed Futures UCITS Fund <sup>2</sup> Period ended 31 July 2016 US\$	MS Scientific Beta US Equity Factors UCITS ETF <sup>3</sup> Period ended 31 July 2016 US\$	IPM Systematic Macro UCITS Fund <sup>4</sup> Period ended 31 July 2016 US\$	Smartfund 80% Protected Balanced Fund <sup>5</sup> Period ended 31 July 2016 £	Smartfund 80% Protected Growth Fund <sup>6</sup> Period ended 31 July 2016 £	MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II <sup>7</sup> Period ended 31 July 2016 €
	Notes						
<b>Income</b>							
Bank interest income		-	12	21,001	5	-	-
Bond interest income		85,338	-	440,979	-	-	-
Net realised and unrealised gains/(losses) on financial assets and liabilities at fair value through profit or loss	13	3,124,366	9,613,677	8,665,616	3,670,279	4,351,960	(150,757)
<b>Net income/(loss)</b>		<b>3,209,704</b>	<b>9,613,689</b>	<b>9,127,596</b>	<b>3,670,284</b>	<b>4,351,960</b>	<b>(150,757)</b>
<b>Expenses</b>							
Management fee	8	(320,449)	(68,398)	(2,803,909)	(287,337)	(257,868)	(382,824)
Administration fee	8	(57,718)	(36,614)	(210,787)	(29,983)	(27,573)	(20,416)
Performance fee	8	(240,112)	-	(1,868,749)	-	-	-
Depositary fee	8	(13,070)	(11,821)	(43,532)	(4,503)	(4,257)	(5,174)
Promoter fee	8	(174,526)	(140,760)	(602,459)	9,565	9,465	-
Transaction fee		(6,121)	-	(56,109)	-	-	-
Other expenses		-	(13,623)	-	(16)	-	-
<b>Operating expenses</b>		<b>(811,996)</b>	<b>(271,216)</b>	<b>(5,585,545)</b>	<b>(312,274)</b>	<b>(280,233)</b>	<b>(408,414)</b>
<b>Operating profit/(loss)</b>		<b>2,397,708</b>	<b>9,342,473</b>	<b>3,542,051</b>	<b>3,358,010</b>	<b>4,071,727</b>	<b>(559,171)</b>
<b>Finance costs</b>							
Bank interest expense		(7,754)	(257)	(21,368)	-	(126)	(3)
		<b>(7,754)</b>	<b>(257)</b>	<b>(21,368)</b>	<b>-</b>	<b>(126)</b>	<b>(3)</b>
<b>Profit/(loss) before tax</b>		<b>2,389,954</b>	<b>9,342,216</b>	<b>3,520,683</b>	<b>3,358,010</b>	<b>4,071,601</b>	<b>(559,174)</b>
Withholding tax		-	-	-	-	-	-
<b>Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations</b>		<b>2,389,954</b>	<b>9,342,216</b>	<b>3,520,683</b>	<b>3,358,010</b>	<b>4,071,601</b>	<b>(559,174)</b>

<sup>2</sup> For the period 7 August 2015 to 31 July 2016; <sup>3</sup> For the period 11 August 2015 to 31 July 2016; <sup>4</sup> For the period 12 August 2015 to 31 July 2016; <sup>5</sup> For the period 2 September 2015 to 31 July 2016; <sup>6</sup> For the period 4 September 2015 to 31 July 2016; <sup>7</sup> For the period 21 September 2015 to 31 July 2016.

Gains and losses arose solely from continuing operations. There were no gains and losses during the year other than those reflected above.

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

**STATEMENT OF COMPREHENSIVE INCOME (continued)**  
**For the year ended 31 July 2016**

		Mariner Lenus Healthcare UCITS Fund <sup>8</sup> Period ended 31 July 2016	80% Protected Index Portfolio <sup>9</sup> Period ended 31 July 2016	Mariner Investment Diversifying Alternative UCITS Fund <sup>10</sup> Period ended 31 July 2016	Smartfund Growth Fund <sup>11</sup> Period ended 31 July 2016	Smartfund Cautious Fund <sup>12</sup> Period ended 31 July 2016	Smartfund Balanced Fund <sup>13</sup> Period ended 31 July 2016
	Notes	US\$	£	US\$	£	£	£
<b>Income</b>							
Dividend income		89,152	-	121,741	-	-	-
Bank interest income		82	-	85	-	-	-
Bond interest income		-	-	510,298	-	-	-
Net realised and unrealised (losses)/gains on financial assets and liabilities at fair value through profit or loss	13	(6,792,240)	76,618	697,345	1,152,432	522,339	1,318,337
<b>Net (loss)/income</b>		<b>(6,703,006)</b>	<b>76,618</b>	<b>1,329,469</b>	<b>1,152,432</b>	<b>522,339</b>	<b>1,318,337</b>
<b>Expenses</b>							
Dividend expense		(93,566)	-	-	-	-	-
Bond interest expense		-	-	(188,508)	-	-	-
Management fee	8	(327,180)	(450)	(112,062)	(49,651)	(59,220)	(106,637)
Administration fee	8	(21,982)	(7,524)	(10,845)	(6,254)	(6,254)	(6,297)
Performance fee	8	(109,508)	-	-	-	-	-
Depository fee	8	(5,751)	(1,908)	(2,688)	(1,564)	(1,564)	(1,761)
Promoter fee	8	(75,861)	7,633	(27,412)	1,396	-	(3,679)
Transaction fee		(13,470)	-	(6,364)	-	-	-
Other expenses		(20,000)	-	-	-	-	-
<b>Operating expenses</b>		<b>(667,318)</b>	<b>(2,249)</b>	<b>(347,879)</b>	<b>(56,073)</b>	<b>(67,038)</b>	<b>(118,374)</b>
<b>Operating (loss)/profit</b>		<b>(7,370,324)</b>	<b>74,369</b>	<b>981,590</b>	<b>1,096,359</b>	<b>455,301</b>	<b>1,199,963</b>
<b>Finance costs</b>							
Bank interest expense		(34,001)	(11)	(2,437)	(305)	(61)	(344)
		<b>(34,001)</b>	<b>(11)</b>	<b>(2,437)</b>	<b>(305)</b>	<b>(61)</b>	<b>(344)</b>
<b>(Loss)/profit before tax</b>		<b>(7,404,325)</b>	<b>74,358</b>	<b>979,153</b>	<b>1,096,054</b>	<b>455,240</b>	<b>1,199,619</b>
Withholding tax		(24,962)	-	(36,522)	-	-	-
<b>(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations</b>		<b>(7,429,287)</b>	<b>74,358</b>	<b>942,631</b>	<b>1,096,054</b>	<b>455,240</b>	<b>1,199,619</b>

<sup>8</sup> For the period 16 December 2015 to 31 July 2016; <sup>9</sup> For the period 16 February 2016 to 31 July 2016; <sup>10</sup> For the period 16 February 2016 to 31 July 2016; <sup>11</sup> For the period 18 March 2016 to 31 July 2016; <sup>12</sup> For the period 18 March 2016 to 31 July 2016; <sup>13</sup> For the period 18 March 2016 to 31 July 2016.

Gains and losses arose solely from continuing operations. There were no gains and losses during the year other than those reflected above.

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

**STATEMENT OF COMPREHENSIVE INCOME (continued)**  
**For the year ended 31 July 2016**

		Market Neutral Credit UCITS Fund <sup>14</sup> Period ended 31 July 2016 US\$	FundLogic Alternatives plc Total Year ended 31 July 2016 US\$
	Notes		
<b>Income</b>			
Dividend income		-	6,335,912
Bank interest income		-	400,931
Bond interest income		512,292	8,032,038
Net realised and unrealised gains/(losses) on financial assets and liabilities at fair value through profit or loss	13	<u>83,575</u>	<u>(79,679,179)</u>
<b>Net income/(loss)</b>		<b><u>595,867</u></b>	<b><u>(64,910,298)</u></b>
<b>Expenses</b>			
Dividend expense		-	(3,391,064)
Bond interest expense		-	(14,343,503)
Management fee	8	(71,763)	(40,731,162)
Administration fee	8	(9,610)	(2,988,240)
Performance fee	8	(56,229)	2,394,377
Depository fee	8	(3,355)	(920,266)
Promoter fee	8	(29,321)	(6,236,259)
Transaction fee		-	(5,525,674)
Legal fee		-	(850,393)
Other expenses		-	(2,207,837)
<b>Operating expenses</b>		<b><u>(170,278)</u></b>	<b><u>(74,800,021)</u></b>
<b>Operating profit/(loss)</b>		<b>425,589</b>	<b>(139,710,319)</b>
<b>Finance costs</b>			
Bank interest expense		(30)	(3,924,323)
Net income equalisation		-	466,802
		<u>(30)</u>	<u>(3,457,521)</u>
<b>Profit/(loss) before tax</b>		<b>425,559</b>	<b>(143,167,840)</b>
<b>Taxation</b>			
Withholding tax		-	(778,019)
<b>Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations</b>		<b><u>425,559</u></b>	<b><u>(143,945,859)</u></b>

<sup>14</sup> For the period 23 March 2016 to 31 July 2016.

Gains and losses arose solely from continuing operations. There were no gains and losses during the year other than those reflected above.

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

**STATEMENT OF COMPREHENSIVE INCOME**  
**For the year ended 31 July 2015**

	Notes	MS PSAM Global Event UCITS Fund Year ended 31 July 2015 €	Salar Convertible Absolute Return Fund Year ended 31 July 2015 US\$	Indus Select Asia Pacific Fund Year ended 31 July 2015 US\$	MS Algebris Global Financials UCITS Fund Year ended 31 July 2015 €	Emerging Markets Equity Fund Year ended 31 July 2015 US\$	Indus PacificChoice Asia Fund Year ended 31 July 2015 US\$
<b>Income</b>							
Dividend income		-	-	339,918	449,329	2,669,854	3,292,264
Bank interest income		291	-	33	4,111	8,602	401
Bond interest income		-	550,463	-	-	-	-
Net realised and unrealised gains/(losses) on financial assets and liabilities at fair value through profit or loss	13	7,141,612	1,771,257	(329,472)	8,277,272	(96,749,990)	18,878,357
<b>Net income/(loss)</b>		<b>7,141,903</b>	<b>2,321,720</b>	<b>10,479</b>	<b>8,730,712</b>	<b>(94,071,534)</b>	<b>22,171,022</b>
<b>Expenses</b>							
Dividend expense		-	-	(6,037)	(171,121)	-	(1,204,377)
Bond interest expense		-	(11,872,108)	-	-	-	-
Management fee	8	(15,745,870)	(2,796,692)	(287,501)	(234,237)	(1,274,365)	(2,275,318)
Administration fee	8	(720,745)	(199,760)	(35,245)	(34,865)	-	(131,039)
Performance fee	8	2,924,572	(1,103,283)	(117,495)	(493,533)	-	(5,467,482)
Custody fee	8	(251,485)	(74,510)	(9,000)	(54,571)	-	(36,854)
Promoter fee	8	(1,828,550)	(445,169)	(40,039)	6,849	(37)	(449,958)
Transaction fee		(2,062,815)	(507,227)	(48,235)	(98,876)	(7,789)	(59,729)
Legal fee		(1,381,456)	-	-	-	-	-
Other expenses		(9,370)	(32,498)	(12,379)	-	-	(38,991)
<b>Operating expenses</b>		<b>(19,075,719)</b>	<b>(17,031,247)</b>	<b>(555,931)</b>	<b>(1,080,354)</b>	<b>(1,282,191)</b>	<b>(9,663,748)</b>
<b>Operating (loss)/profit</b>		<b>(11,933,816)</b>	<b>(14,709,527)</b>	<b>(545,452)</b>	<b>7,650,358</b>	<b>(95,353,725)</b>	<b>12,507,274</b>
<b>Finance costs</b>							
Bank interest expense		(164,532)	(27,440)	(2,200)	(181,814)	(2,143)	(917,362)
Net income equalisation		-	(3,307)	-	-	-	-
		<b>(164,532)</b>	<b>(30,747)</b>	<b>(2,200)</b>	<b>(181,814)</b>	<b>(2,143)</b>	<b>(917,362)</b>
<b>(Loss)/profit before tax</b>		<b>(12,098,348)</b>	<b>(14,740,274)</b>	<b>(547,652)</b>	<b>7,468,544</b>	<b>(95,355,868)</b>	<b>11,589,912</b>
Withholding tax		-	(24,637)	(34,707)	(54,797)	(341,148)	(270,366)
<b>(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations</b>		<b>(12,098,348)</b>	<b>(14,764,911)</b>	<b>(582,359)</b>	<b>7,413,747</b>	<b>(95,697,016)</b>	<b>11,319,546</b>

Gains and losses arose solely from continuing operations. There were no gains and losses during the year other than those reflected above.

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

**STATEMENT OF COMPREHENSIVE INCOME (continued)**  
**For the year ended 31 July 2015**

		MS Ascend UCITS Fund Year ended 31 July 2015 US\$	MS Alkeon UCITS Fund Year ended 31 July 2015 US\$	RiverCrest European Equity Alpha Fund * Year ended 31 July 2015 £	MS Claritas Long Short Market Neutral UCITS Fund ** Year ended 31 July 2015 US\$	MS SLJ Macro UCITS Fund Year ended 31 July 2015 €	MS QTI UCITS Fund Year ended 31 July 2015 US\$
	Notes						
<b>Income</b>							
Dividend income		-	-	-	141,506	-	-
Bank interest income		-	-	-	279	4	-
Bond interest income		-	-	-	6,631	-	4,577
Net realised and unrealised (losses)/gains on financial assets and liabilities at fair value through profit or loss	13	(10,035,235)	(2,837,211)	176,671	(264,581)	2,076,394	(927,802)
<b>Net (loss)/income</b>		<b>(10,035,235)</b>	<b>(2,837,211)</b>	<b>176,671</b>	<b>(116,165)</b>	<b>2,076,398</b>	<b>(923,225)</b>
<b>Expenses</b>							
Dividend expense		-	-	-	(70,057)	-	-
Management fee	8	(1,971,691)	(3,954,941)	(17,004)	(11,454)	(80,846)	(38,507)
Administration fee	8	(137,162)	(196,359)	(4,209)	(20,312)	(41,470)	(31,697)
Performance fee	8	(1,443,334)	(3,527,268)	-	-	(166,045)	-
Custody fee	8	(31,265)	(40,657)	(4,134)	(5,208)	(37,506)	(8,998)
Promoter fee	8	(464,459)	(576,436)	2,923	1,434	34,680	8,774
Transaction fee		(208,987)	(316,499)	(112)	(59,975)	(42,221)	(5,866)
Other expenses		(19,408)	(12,001)	(7,270)	(15,000)	-	-
<b>Operating expenses</b>		<b>(4,276,306)</b>	<b>(8,624,161)</b>	<b>(29,806)</b>	<b>(180,572)</b>	<b>(333,408)</b>	<b>(76,294)</b>
<b>Operating (loss)/profit</b>		<b>(14,311,541)</b>	<b>(11,461,372)</b>	<b>146,865</b>	<b>(296,737)</b>	<b>1,742,990</b>	<b>(999,519)</b>
<b>Finance costs</b>							
Bank interest expense		(9,945)	(7,272)	(101)	(27,606)	(7,088)	(272)
		<u>(9,945)</u>	<u>(7,272)</u>	<u>(101)</u>	<u>(27,606)</u>	<u>(7,088)</u>	<u>(272)</u>
<b>(Loss)/profit before tax</b>		<b>(14,321,486)</b>	<b>(11,468,644)</b>	<b>146,764</b>	<b>(324,343)</b>	<b>1,735,902</b>	<b>(999,791)</b>
Withholding tax		-	-	-	(6,293)	-	-
<b>(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations</b>		<b>(14,321,486)</b>	<b>(11,468,644)</b>	<b>146,764</b>	<b>(330,636)</b>	<b>1,735,902</b>	<b>(999,791)</b>

\* Terminated on 17 October 2014.

\*\* Terminated on 15 May 2015.

Gains and losses arose solely from continuing operations with the exception of on RiverCrest European Equity Alpha Fund and MS Claritas Long Short Market Neutral UCITS Fund, which closed during the year. There were no gains and losses during the year other than those reflected above.

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

**STATEMENT OF COMPREHENSIVE INCOME (continued)**  
**For the year ended 31 July 2015**

	Notes	MS Turner Spectrum UCITS Fund *** Year ended 31 July 2015 US\$	MS Long Term Trends UCITS Fund Year ended 31 July 2015 US\$	MS Discretionary Plus UCITS Fund **** Year ended 31 July 2015 US\$	MS Swiss Life Multi Asset Protected Fund Year ended 31 July 2015 CHF	MS Dalton Asia Pacific UCITS Fund Year ended 31 July 2015 €	MS TCW Unconstrained Plus Bond Fund Year ended 31 July 2015 US\$
<b>Income</b>							
Dividend income		132,507	-	-	53,509	1,456,128	42,881
Bank interest income		1,008	-	-	13	9,658	3,383
Bond interest income		-	33,570	264	-	43,859	3,372,511
Net realised and unrealised (losses)/gains on financial assets and liabilities at fair value through profit or loss	13	(2,711,076)	2,262,207	(49,468)	(593,052)	13,986,840	(18,655,350)
<b>Net (loss)/income</b>		<b>(2,577,561)</b>	<b>2,295,777</b>	<b>(49,204)</b>	<b>(539,530)</b>	<b>15,496,485</b>	<b>(15,236,575)</b>
<b>Expenses</b>							
Dividend expense		(45,368)	-	-	-	(1,006,996)	-
Management fee	8	(122,668)	(231,685)	-	(457,618)	(730,177)	(799,062)
Administration fee	8	(13,892)	(51,439)	(7,543)	(19,841)	(57,573)	(89,327)
Performance fee	8	-	-	-	-	(584,960)	-
Custody fee	8	(3,509)	(11,394)	(2,195)	(12,197)	(28,752)	(27,337)
Promoter fee	8	(40,232)	(155,032)	8,554	32,038	(185,395)	(230,668)
Transaction fee		(246)	(9,972)	(838)	-	(7,357)	(16,560)
Other expenses		-	-	(43,155)	-	-	(117)
<b>Operating expenses</b>		<b>(225,915)</b>	<b>(459,522)</b>	<b>(45,177)</b>	<b>(457,618)</b>	<b>(2,601,210)</b>	<b>(1,163,071)</b>
<b>Operating (loss)/profit</b>		<b>(2,803,476)</b>	<b>1,836,255</b>	<b>(94,381)</b>	<b>(997,148)</b>	<b>12,895,275</b>	<b>(16,399,646)</b>
<b>Finance costs</b>							
Bank interest expense		(128,318)	(814)	(20)	(33,937)	(556,780)	(3,243)
Net income equalisation		-	-	-	-	-	733,331
		<b>(128,318)</b>	<b>(814)</b>	<b>(20)</b>	<b>(33,937)</b>	<b>(556,780)</b>	<b>730,088</b>
<b>(Loss)/profit before tax</b>		<b>(2,931,794)</b>	<b>1,835,441</b>	<b>(94,401)</b>	<b>(1,031,085)</b>	<b>12,338,495</b>	<b>(15,669,558)</b>
Withholding tax		(28,470)	-	-	(53,448)	(2,816)	(24,156)
<b>(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations</b>		<b>(2,960,264)</b>	<b>1,835,441</b>	<b>(94,401)</b>	<b>(1,084,533)</b>	<b>12,335,679</b>	<b>(15,693,714)</b>

\*\*\* Terminated on 12 December 2014.

\*\*\*\* Terminated on 29 October 2014.

Gains and losses arose solely from continuing operations with the exception of on MS Turner Spectrum UCITS Fund and MS Discretionary Plus UCITS Fund, which closed during the year. There were no gains and losses during the year other than those reflected above.

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

**STATEMENT OF COMPREHENSIVE INCOME (continued)**  
**For the year ended 31 July 2015**

	Notes	MS Broadmark Tactical Plus UCITS Fund Year ended 31 July 2015 US\$	MS Scientific Beta Global Equity Factors UCITS ETF Year ended 31 July 2015 US\$	MS Lynx UCITS Fund Year ended 31 July 2015 US\$	MS Nezu Cyclical Japan UCITS Fund Year ended 31 July 2015 ¥	MS Kairos Enhanced Selection UCITS Fund <sup>1</sup> Period ended 31 July 2015 €	MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund <sup>2</sup> Period ended 31 July 2015 €
<b>Income</b>							
Dividend income		-	-	-	216,476,273	5,471	35
Bank interest income		-	-	-	4,373,587	122,492	2
Bond interest income		51,005	-	27,152	-	-	-
Net realised and unrealised gains/(losses) on financial assets and liabilities at fair value through profit or loss	13	1,202,552	8,735,337	(395,487)	2,219,277,483	4,567,512	5,981,090
<b>Net income/(loss)</b>		<b>1,253,557</b>	<b>8,735,337</b>	<b>(368,335)</b>	<b>2,440,127,343</b>	<b>4,695,475</b>	<b>5,981,127</b>
<b>Expenses</b>							
Dividend expense		-	-	-	(234,136,074)	-	-
Management fee	8	(379,212)	(127,015)	(38,354)	(150,146,402)	(531,041)	(3,147,116)
Administration fee	8	(43,144)	(63,651)	(48,770)	(11,847,499)	(37,783)	(83,347)
Performance fee	8	(70,605)	-	-	(391,056,422)	(488,485)	-
Custody fee	8	(10,800)	(19,052)	(11,504)	(2,720,160)	(25,341)	(34,014)
Promoter fee	8	(137,533)	(287,481)	(138,729)	(41,680,864)	(119,777)	-
Transaction fee		(198,852)	-	(14,074)	(909,423)	(327,087)	-
Other expenses		-	(10,959)	(12,002)	(1,149,438)	-	-
<b>Operating expenses</b>		<b>(840,146)</b>	<b>(508,158)</b>	<b>(263,433)</b>	<b>(833,646,282)</b>	<b>(1,529,514)</b>	<b>(3,264,477)</b>
<b>Operating profit/(loss)</b>		<b>413,411</b>	<b>8,227,179</b>	<b>(631,768)</b>	<b>1,606,481,061</b>	<b>3,165,961</b>	<b>2,716,650</b>
<b>Finance costs</b>							
Bank interest expense		(4,497)	(74)	(1,809)	(136,995,630)	-	(13)
		<b>(4,497)</b>	<b>(74)</b>	<b>(1,809)</b>	<b>(136,995,630)</b>	<b>-</b>	<b>(13)</b>
<b>Profit/(loss) before tax</b>		<b>408,914</b>	<b>8,227,105</b>	<b>(633,577)</b>	<b>1,469,485,431</b>	<b>3,165,961</b>	<b>2,716,637</b>
Withholding tax		-	-	-	(28,047,952)	(5,471)	(35)
<b>Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations</b>		<b>408,914</b>	<b>8,227,105</b>	<b>(633,577)</b>	<b>1,441,437,479</b>	<b>3,160,490</b>	<b>2,716,602</b>

<sup>1</sup> For the period 8 August 2014 to 31 July 2015; <sup>2</sup> For the period 1 October 2014 to 31 July 2015.

Gains and losses arose solely from continuing operations. There were no gains and losses during the year other than those reflected above.

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

**STATEMENT OF COMPREHENSIVE INCOME (continued)**  
**For the year ended 31 July 2015**

	Notes	Global Equity Risk Premia Long/Short UCITS Fund <sup>3</sup> Period ended 31 July 2015 €	MS Tremblant Long/Short Equity UCITS Fund <sup>4</sup> Period ended 31 July 2015 US\$	MSCI Emerging Markets ESG Equity Fund <sup>5</sup> Period ended 31 July 2015 US\$	FundLogic Alternatives plc Total Year ended 31 July 2015 US\$
<b>Income</b>					
Dividend income		4,772	-	1,152,914	11,935,652
Bank interest income		-	36	1	211,693
Bond interest income		-	-	-	4,097,696
Net realised and unrealised gains/(losses) on financial assets and liabilities at fair value through profit or loss	13	1,836,444	5,279,692	(30,175,135)	(54,782,303)
<b>Net income/(loss)</b>		<b>1,841,216</b>	<b>5,279,728</b>	<b>(29,022,220)</b>	<b>(38,537,262)</b>
<b>Expenses</b>					
Dividend expense		-	-	-	(4,718,166)
Bond interest expense		-	-	-	(11,872,108)
Management fee	8	(117,475)	(210,012)	(298,386)	(40,798,277)
Administration fee	8	(84,631)	(26,272)	(74,893)	(2,545,345)
Performance fee	8	-	(550,003)	-	(14,234,046)
Custody fee	8	(18,651)	(6,095)	(26,852)	(896,892)
Promoter fee	8	(14,193)	(81,257)	-	(5,821,905)
Transaction fee		(33,390)	(56,065)	(701,048)	(5,241,089)
Legal fee		-	-	-	(1,622,862)
Other expenses		(587,374)	-	-	(918,738)
<b>Operating loss</b>		<b>(855,714)</b>	<b>(929,704)</b>	<b>(1,101,179)</b>	<b>(88,669,428)</b>
<b>Operating profit/(loss)</b>		<b>985,502</b>	<b>4,350,024</b>	<b>(30,123,399)</b>	<b>(127,206,690)</b>
<b>Finance costs</b>					
Bank interest expense		(30)	-	-	(3,413,395)
Net income equalisation		-	-	-	730,024
		<b>(30)</b>	<b>-</b>	<b>-</b>	<b>(2,683,371)</b>
<b>Profit/(loss) before tax</b>		<b>985,472</b>	<b>4,350,024</b>	<b>(30,123,399)</b>	<b>(129,890,061)</b>
Withholding tax		(4,772)	-	(807,876)	(1,914,375)
<b>Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations</b>		<b>980,700</b>	<b>4,350,024</b>	<b>(30,931,275)</b>	<b>(131,804,436)</b>

<sup>3</sup> For the period 2 February 2015 to 31 July 2015; <sup>4</sup> For the period 6 February 2015 to 31 July 2015; <sup>5</sup> For the period 18 February 2015 to 31 July 2015.

Gains and losses arose solely from continuing operations. There were no gains and losses during the year other than those reflected above.

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

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

For the year ended 31 July 2016

	MS PSAM Global Event UCITS Fund Year ended 31 July 2016 €	Salar Convertible Absolute Return Fund Year ended 31 July 2016 US\$	Indus Select Asia Pacific Fund* Year ended 31 July 2016 US\$	MS Algebris Global Financials UCITS Fund** Year ended 31 July 2016 €	Emerging Markets Equity Fund Year ended 31 July 2016 US\$	Indus PacificChoice Asia Fund Year ended 31 July 2016 US\$
<b>Net assets attributable to holders of redeemable participating shares at the beginning of the year</b>	865,959,301	277,422,614	8,881,620	7,901,535	127,523,114	209,609,340
<b>Redeemable participating share transactions</b>						
Issue of redeemable participating shares during the year	147,564,164	12,646,533	-	10,000	70,124,647	74,660,387
Redemption of redeemable participating shares during the year	(575,731,293)	(78,761,190)	(8,726,747)	(6,805,173)	(22,486,108)	(230,952,442)
<b>Net (decrease)/increase in net assets from redeemable participating share transactions</b>	<b>(428,167,129)</b>	<b>(66,114,657)</b>	<b>(8,726,747)</b>	<b>(6,795,173)</b>	<b>47,638,539</b>	<b>(156,292,055)</b>
(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations	(12,159,054)	(28,632,478)	(154,873)	(1,106,362)	4,251,942	(26,701,482)
<b>Net assets attributable to holders of redeemable participating shares at the end of the year</b>	<b>425,633,118</b>	<b>182,675,479</b>	<b>-</b>	<b>-</b>	<b>179,413,595</b>	<b>26,615,803</b>

\* Terminated on 30 October 2015.

\*\* Merged into Algebris Financial Equity Fund, a sub-fund of Algebris UCITS Funds plc, on 5 February 2016.

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

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES (continued)**  
**For the year ended 31 July 2016**

	Notes	MS Ascend UCITS Fund Year ended 31 July 2016 US\$	MS Alkeon UCITS Fund Year ended 31 July 2016 US\$	MS SLJ Macro UCITS Fund Year ended 31 July 2016 €	MS QTI UCITS Fund Year ended 31 July 2016 US\$	MS Long Term Trends UCITS Fund Year ended 31 July 2016 US\$	MS Swiss Life Multi Asset Protected Fund Year ended 31 July 2016 CHF
<b>Net assets attributable to holders of redeemable participating shares at the beginning of the year</b>		212,078,573	207,678,144	11,476,338	15,320,927	50,431,908	57,450,289
<b>Redeemable participating share transactions</b>							
Issue of redeemable participating shares during the year		68,875,126	20,259,842	64,531,937	16,490,847	26,617,362	2,282,319
Redemption of redeemable participating shares during the year		(108,883,456)	(117,285,576)	(34,146,614)	(16,284,494)	(36,843,972)	(3,257,247)
<b>Net (decrease)/increase in net assets from redeemable participating share transactions</b>		<b>(40,008,330)</b>	<b>(97,025,734)</b>	<b>30,385,323</b>	<b>206,353</b>	<b>(10,226,610)</b>	<b>(974,928)</b>
Decrease in net assets attributable to holders of redeemable participating shares from operations		(16,631,426)	(17,340,964)	(4,888,185)	(357,807)	(622,054)	(1,046,905)
<b>Net assets attributable to holders of redeemable participating shares at the end of the year</b>	10	<b>155,438,817</b>	<b>93,311,446</b>	<b>36,973,476</b>	<b>15,169,473</b>	<b>39,583,244</b>	<b>55,428,456</b>

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

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES (continued)**  
**For the year ended 31 July 2016**

	Notes	MS Dalton Asia Pacific UCITS Fund Year ended 31 July 2016 €	MS TCW Unconstrained Plus Bond Fund Year ended 31 July 2016 US\$	MS Broadmark Tactical Plus UCITS Fund Year ended 31 July 2016 US\$	MS Scientific Beta Global Equity Factors UCITS ETF Year ended 31 July 2016 US\$	MS Lynx UCITS Fund Year ended 31 July 2016 US\$	MS Nezu Cyclical Japan UCITS Fund Year ended 31 July 2016 ¥
<b>Net assets attributable to holders of redeemable participating shares at the beginning of the year</b>		91,699,939	105,651,870	59,002,839	126,226,186	94,593,505	20,569,473,043
<b>Redeemable participating share transactions</b>							
Issue of redeemable participating shares during the year		32,746,750	41,480,853	109,651	151,786,272	96,134,345	12,333,823,620
Redemption of redeemable participating shares during the year		(23,563,046)	(34,810,029)	(4,011,165)	-	(19,778,177)	(15,163,676,992)
<b>Net increase/(decrease) in net assets from redeemable participating share transactions</b>		<b>9,183,704</b>	<b>6,670,824</b>	<b>(3,901,514)</b>	<b>151,786,272</b>	<b>76,356,168</b>	<b>(2,829,853,372)</b>
Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations		52,456	1,225,477	1,486,724	7,257,784	6,592,008	(7,265,007,817)
<b>Net assets attributable to holders of redeemable participating shares at the end of the year</b>	10	<b>100,936,099</b>	<b>113,548,171</b>	<b>56,588,049</b>	<b>285,270,242</b>	<b>177,541,681</b>	<b>10,474,611,854</b>

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

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES (continued)**  
**For the year ended 31 July 2016**

	Notes	MS Kairos Enhanced Selection UCITS Fund Year ended 31 July 2016 €	MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund Year ended 31 July 2016 €	Global Equity Risk Premia Long/Short UCITS Fund Year ended 31 July 2016 €	MS Tremblant Long/Short Equity UCITS Fund Year ended 31 July 2016 US\$	MSCI Emerging Markets ESG Equity Fund Year ended 31 July 2016 US\$	DAX® 80 Garant <sup>1</sup> Period ended 31 July 2016 €
<b>Net assets attributable to holders of redeemable participating shares at the beginning of the year/period</b>		57,051,623	449,205,038	311,806,330	88,029,496	510,122,308	-
<b>Redeemable participating share transactions</b>							
Issue of redeemable participating shares during the year/period		10,443,179	154,452,042	61,097,070	27,450,522	11,044,515	11,440,707
Redemption of redeemable participating shares during the year/period		(24,178,212)	(187,878,412)	(9,402,990)	(65,053,373)	(76,405)	(7,995)
<b>Net (decrease)/increase in net assets from redeemable participating share transactions</b>		<b>(13,735,033)</b>	<b>(33,426,370)</b>	<b>51,694,080</b>	<b>(37,602,851)</b>	<b>10,968,110</b>	<b>11,432,712</b>
(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations		(4,845,937)	(26,854,433)	7,734,261	(4,559,593)	17,619,048	(38,779)
<b>Net assets attributable to holders of redeemable participating shares at the end of the year/period</b>	10	<b>38,470,653</b>	<b>388,924,235</b>	<b>371,234,671</b>	<b>45,867,052</b>	<b>538,709,466</b>	<b>11,393,933</b>

<sup>1</sup> For the period 6 August 2015 to 31 July 2016.

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

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES (continued)**  
**For the year ended 31 July 2016**

	Notes	Quantica Managed Futures UCITS Fund <sup>2</sup> Period ended 31 July 2016 US\$	MS Scientific Beta US Equity Factors UCITS ETF <sup>3</sup> Period ended 31 July 2016 US\$	IPM Systematic Macro UCITS Fund <sup>4</sup> Period ended 31 July 2016 US\$	Smartfund 80% Protected Balanced Fund <sup>5</sup> Period ended 31 July 2016 £	Smartfund 80% Protected Growth Fund <sup>6</sup> Period ended 31 July 2016 £	MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II <sup>7</sup> Period ended 31 July 2016 €
<b>Net assets attributable to holders of redeemable participating shares at the beginning of the period</b>		-	-	-	-	-	-
<b>Redeemable participating share transactions</b>							
Issue of redeemable participating shares during the period		111,281,791	164,710,272	720,863,646	36,243,942	30,048,680	40,602,858
Redemption of redeemable participating shares during the period		(7,021,503)	(11,127,201)	(72,384,304)	(2,568,163)	(2,356,967)	(4,899,665)
<b>Net increase in net assets from redeemable participating share transactions</b>		<b>104,260,288</b>	<b>153,583,071</b>	<b>648,479,342</b>	<b>33,675,779</b>	<b>27,691,713</b>	<b>35,703,193</b>
Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations		2,389,954	9,342,216	3,520,683	3,358,010	4,071,601	(559,174)
<b>Net assets attributable to holders of redeemable participating shares at the end of the period</b>	10	<b>106,650,242</b>	<b>162,925,287</b>	<b>652,000,025</b>	<b>37,033,789</b>	<b>31,763,314</b>	<b>35,144,019</b>

<sup>2</sup> For the period 7 August 2015 to 31 July 2016; <sup>3</sup> For the period 11 August 2015 to 31 July 2016; <sup>4</sup> For the period 12 August 2015 to 31 July 2016; <sup>5</sup> For the period 2 September 2015 to 31 July 2016; <sup>6</sup> For the period 4 September 2015 to 31 July 2016; <sup>7</sup> For the period 21 September 2015 to 31 July 2016.

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

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES (continued)**  
**For the year ended 31 July 2016**

	Notes	Mariner Lenus Healthcare UCITS Fund <sup>8</sup> Period ended 31 July 2016 US\$	80% Protected Index Portfolio <sup>9</sup> Period ended 31 July 2016 £	Mariner Investment Diversifying Alternative UCITS Fund <sup>10</sup> Period ended 31 July 2016 US\$	Smartfund Growth Fund <sup>11</sup> Period ended 31 July 2016 £	Smartfund Cautious Fund <sup>12</sup> Period ended 31 July 2016 £	Smartfund Balanced Fund <sup>13</sup> Period ended 31 July 2016 £
<b>Net assets attributable to holders of redeemable participating shares at the beginning of the period</b>		-	-	-	-	-	-
<b>Redeemable participating share transactions</b>							
Issue of redeemable participating shares during the period		49,999,000	1,390,369	25,000,000	13,272,413	18,353,574	25,337,285
Redemption of redeemable participating shares during the period		(18,000,000)	(31,877)	-	(1,894,885)	(6,315,786)	(4,379,421)
<b>Net increase in net assets from redeemable participating share transactions</b>		<b>31,999,000</b>	<b>1,358,492</b>	<b>25,000,000</b>	<b>11,377,528</b>	<b>12,037,788</b>	<b>20,957,864</b>
(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations		(7,429,287)	74,358	942,631	1,096,054	455,240	1,199,619
<b>Net assets attributable to holders of redeemable participating shares at the end of the period</b>	10	<b>24,569,713</b>	<b>1,432,850</b>	<b>25,942,631</b>	<b>12,473,582</b>	<b>12,493,028</b>	<b>22,157,483</b>

<sup>8</sup> For the period 16 December 2015 to 31 July 2016; <sup>9</sup> For the period 16 February 2016 to 31 July 2016; <sup>10</sup> For the period 16 February 2016 to 31 July 2016; <sup>11</sup> For the period 18 March 2016 to 31 July 2016; <sup>12</sup> For the period 18 March 2016 to 31 July 2016; <sup>13</sup> For the period 18 March 2016 to 31 July 2016.

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

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES (continued)**  
**For the year ended 31 July 2016**

	Market Neutral Credit UCITS Fund <sup>14</sup>	FundLogic Alternatives plc Total
	Period ended 31 July 2016 US\$	Year ended 31 July 2016 US\$
Notes		
<b>Net assets attributable to holders of redeemable participating shares at the beginning of the period/year</b>	-	4,301,688,340
<b>Foreign exchange adjustment on aggregation</b>	-	28,877,825
<b>Redeemable participating share transactions</b>		
Issue of redeemable participating shares during the period/year	39,331,072	2,600,641,243
Redemption of redeemable participating shares during the period/year	-	(1,975,023,648)
<b>Net increase in net assets from redeemable participating share transactions</b>	<u><b>39,331,072</b></u>	<u><b>625,617,595</b></u>
Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations	<u>425,559</u>	<u>(143,945,859)</u>
<b>Net assets attributable to holders of redeemable participating shares at the end of the period/year</b>	<u><b>39,756,631</b></u>	<u><b>4,812,237,901</b></u>

<sup>14</sup> For the period 23 March 2016 to 31 July 2016.

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

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

For the year ended 31 July 2015

	MS PSAM Global Event UCITS Fund Year ended 31 July 2015 €	Salar Convertible Absolute Return Fund Year ended 31 July 2015 US\$	Indus Select Asia Pacific Fund Year ended 31 July 2015 US\$	MS Algebris Global Financials UCITS Fund Year ended 31 July 2015 €	Emerging Markets Equity Fund Year ended 31 July 2015 US\$	Indus PacificChoice Asia Fund Year ended 31 July 2015 US\$
<b>Net assets attributable to holders of redeemable participating shares at the beginning of the year</b>	1,021,307,661	285,028,694	42,665,310	24,233,811	1,190,345,051	173,103,644
<b>Redeemable participating share transactions</b>						
Issue of redeemable participating shares during the year	505,239,919	84,534,845	4,123,286	1,355,458	50,264,656	95,622,555
Redemption of redeemable participating shares during the year	(648,489,931)	(77,376,014)	(37,324,617)	(25,101,481)	(1,017,389,577)	(70,436,405)
<b>Net (decrease)/increase in net assets from redeemable participating share transactions</b>	<b>(143,250,012)</b>	<b>7,158,831</b>	<b>(33,201,331)</b>	<b>(23,746,023)</b>	<b>(967,124,921)</b>	<b>25,186,150</b>
(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations	(12,098,348)	(14,764,911)	(582,359)	7,413,747	(95,697,016)	11,319,546
<b>Net assets attributable to holders of redeemable participating shares at the end of the year</b>	<b>865,959,301</b>	<b>277,422,614</b>	<b>8,881,620</b>	<b>7,901,535</b>	<b>127,523,114</b>	<b>209,609,340</b>

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

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES (continued)**  
**For the year ended 31 July 2015**

	Notes	MS Ascend UCITS Fund Year ended 31 July 2015 US\$	MS Alkeon UCITS Fund Year ended 31 July 2015 US\$	RiverCrest European Equity Alpha Fund * Year ended 31 July 2015 £	MS Claritas Long Short Market Neutral UCITS Fund ** Year ended 31 July 2015 US\$	MS SLJ Macro UCITS Fund Year ended 31 July 2015 €	MS QTI UCITS Fund Year ended 31 July 2015 US\$
<b>Net assets attributable to holders of redeemable participating shares at the beginning of the year</b>		158,676,636	269,941,213	18,780,810	11,927,691	7,468,216	5,540,851
<b>Redeemable participating share transactions</b>							
Issue of redeemable participating shares during the year		98,258,559	87,805,485	-	-	14,556,299	12,621,906
Redemption of redeemable participating shares during the year		(30,535,136)	(138,599,940)	(18,927,574)	(11,597,055)	(12,284,079)	(1,842,039)
<b>Net increase/(decrease) in net assets from redeemable participating share transactions</b>		<b>67,723,423</b>	<b>(50,794,455)</b>	<b>(18,927,574)</b>	<b>(11,597,055)</b>	<b>2,272,220</b>	<b>10,779,867</b>
(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations		(14,321,486)	(11,468,644)	146,764	(330,636)	1,735,902	(999,791)
<b>Net assets attributable to holders of redeemable participating shares at the end of the year</b>	10	<b>212,078,573</b>	<b>207,678,114</b>	-	-	<b>11,476,338</b>	<b>15,320,927</b>

\* Terminated on 17 October 2014

\*\* Terminated on 15 May 2015.

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

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES (continued)**  
**For the year ended 31 July 2015**

	Notes	MS Turner Spectrum UCITS Fund *** Year ended 31 July 2015 US\$	MS Long Term Trends UCITS Fund Year ended 31 July 2015 US\$	MS Discretionary Plus UCITS Fund **** Year ended 31 July 2015 US\$	MS Swiss Life Multi Asset Protected Fund Year ended 31 July 2015 CHF	MS Dalton Asia Pacific UCITS Fund Year ended 31 July 2015 €	MS TCW Unconstrained Plus Bond Fund Year ended 31 July 2015 US\$
<b>Net assets attributable to holders of redeemable participating shares at the beginning of the year</b>		38,833,002	61,258,305	2,836,887	56,933,688	53,398,651	103,192,927
<b>Redeemable participating share transactions</b>							
Issue of redeemable participating shares during the year		280,441	24,118,569	-	15,524,582	38,189,390	55,629,457
Redemption of redeemable participating shares during the year		(36,153,179)	(36,780,407)	(2,742,486)	(13,923,448)	(12,223,781)	(37,476,800)
<b>Net (decrease)/increase in net assets from redeemable participating share transactions</b>		<b>(35,872,738)</b>	<b>(12,661,838)</b>	<b>(2,742,486)</b>	<b>1,601,134</b>	<b>25,965,609</b>	<b>18,152,657</b>
(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations		(2,960,264)	1,835,441	(94,401)	(1,084,533)	12,335,679	(15,693,714)
<b>Net assets attributable to holders of redeemable participating shares at the end of the year</b>	10	<b>-</b>	<b>50,431,908</b>	<b>-</b>	<b>57,450,289</b>	<b>91,699,939</b>	<b>105,651,870</b>

\*\*\* Terminated on 12 December 2014.

\*\*\*\* Terminated on 29 October 2014.

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

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES (continued)**  
**For the year ended 31 July 2015**

	Notes	MS Broadmark Tactical Plus UCITS Fund Year ended 31 July 2015 US\$	MS Scientific Beta Global Equity Factors UCITS ETF Year ended 31 July 2015 US\$	MS Lynx UCITS Fund Year ended 31 July 2015 US\$	MS Nezu Cyclical Japan UCITS Fund Year ended 31 July 2015 ¥	MS Kairos Enhanced Selection UCITS Fund <sup>1</sup> Period ended 31 July 2015 €	MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund <sup>2</sup> Period ended 31 July 2015 €
<b>Net assets attributable to holders of redeemable participating shares at the beginning of the year</b>		41,243,925	123,423,703	24,013,027	4,137,983,231	-	-
<b>Redeemable participating share transactions</b>							
Issue of redeemable participating shares during the year/period		59,058,360	-	89,188,128	21,370,752,671	86,183,625	495,836,136
Redemption of redeemable participating shares during the year/period		(41,708,360)	(5,424,622)	(17,974,073)	(6,380,700,338)	(32,292,492)	(49,347,700)
<b>Net increase/(decrease) in net assets from redeemable participating share transactions</b>		<b>17,350,000</b>	<b>(5,424,622)</b>	<b>71,214,055</b>	<b>14,990,052,333</b>	<b>53,891,133</b>	<b>446,488,436</b>
Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations		408,914	8,227,105	(633,577)	1,441,437,479	3,160,490	2,716,602
<b>Net assets attributable to holders of redeemable participating shares at the end of the year</b>	10	<b>59,002,839</b>	<b>126,226,186</b>	<b>94,593,505</b>	<b>20,569,473,043</b>	<b>57,051,623</b>	<b>449,205,038</b>

<sup>1</sup> For period 8 August 2014 to 31 July 2015; <sup>2</sup> For period 1 October 2014 to 31 July 2015.

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

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES (continued)**  
**For the year ended 31 July 2015**

	Notes	Global Equity Risk Premia Long/Short UCITS Fund <sup>3</sup> Period ended 31 July 2015 €	MS Tremblant Long/Short Equity UCITS Fund <sup>4</sup> Period ended 31 July 2015 US\$	MSCI Emerging Markets ESG Equity Fund <sup>5</sup> Period ended 31 July 2015 US\$	FundLogic Alternatives plc Total Year ended 31 July 2015 US\$
Net assets attributable to holders of redeemable participating shares at the beginning of the year		-	-	-	4,146,964,927
Foreign exchange adjustment on aggregation		-	-	-	(327,037,930)
<b>Redeemable participating share transactions</b>					
Issue of redeemable participating shares during the period/year		313,426,430	89,017,866	544,001,533	3,203,220,388
Redemption of redeemable participating shares during the period/year		(2,600,800)	(5,338,394)	(2,947,950)	(2,589,654,609)
<b>Net increase in net assets from redeemable participating share transactions</b>		<b>310,825,630</b>	<b>83,679,472</b>	<b>541,053,583</b>	613,565,779
Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations		980,700	4,350,024	(30,931,275)	(131,804,436)
<b>Net assets attributable to holders of redeemable participating shares at the end of the year</b>	10	<b>311,806,330</b>	<b>88,029,496</b>	<b>510,122,308</b>	<b>4,301,688,340</b>

<sup>3</sup> For period 2 February 2015 to 31 July 2015; <sup>4</sup> For period 6 February 2015 to 31 July 2015; <sup>5</sup> For period 18 February 2015 to 31 July 2015.

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

**STATEMENT OF CASH FLOWS**  
**For the year ended 31 July 2016**

	MS PSAM Global Event UCITS Fund Year ended 31 July 2016 €	Salar Convertible Absolute Return Fund Year ended 31 July 2016 US\$	Indus Select Asia Pacific Fund* Year ended 31 July 2016 US\$	MS Algebris Global Financials UCITS Fund** Year ended 31 July 2016 €	Emerging Markets Equity Fund Year ended 31 July 2016 US\$	Indus PacificChoice Asia Fund Year ended 31 July 2016 US\$
Notes						
<b>Cash flows from operating activities</b>						
<b>(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations</b>	<b>(12,159,054)</b>	<b>(28,632,478)</b>	<b>(154,873)</b>	<b>(1,106,362)</b>	<b>4,251,942</b>	<b>(26,701,482)</b>
Adjustments to reconcile (decrease)/increase in net assets attributable to holders of redeemable participating shares from operations to net cash provided by/(used in) operating activities:						
(Increase)/decrease in sundry debtors	-	-	(4,161)	18,196	-	(1,692)
(Increase)/decrease in variation margin receivable	(3,299,808)	(904,848)	-	36,390	1,085,938	(317,674)
(Increase)/decrease in spot contracts receivable	(12,864)	577,348	5	-	(114,820)	(84,334)
Decrease in dividends and interest receivable	-	97,053	29,725	2,842	57,617	152,911
Decrease in receivable for investments sold	-	4,966,119	40,528	70,279	-	1,923,041
Decrease/(increase) in financial assets at fair value through profit or loss	485,794,911	92,728,820	8,585,847	5,188,039	(67,751,948)	98,177,562
(Decrease)/increase in management fee payable	(880,357)	32,133	(11,165)	(21,657)	(66,092)	(113,971)
Increase/(decrease) in performance fee payable	548,779	(1,200,507)	(464)	(14,318)	-	(2,982,838)
Decrease in administration fee payable	(80,686)	(23,255)	(4,505)	(5,731)	-	(11,040)
Decrease in depositary fee payable	(34,771)	(8,299)	(1,553)	(6,993)	-	(3,183)
(Decrease)/increase in spot contracts payable	(448,003)	895,286	-	(188)	-	34,110
(Decrease)/increase in variation margin payable	(8,900,747)	2,703,072	-	(1,302)	-	(625,537)
(Decrease)/increase in other accrued expenses	(396,293)	26,521	25,808	11,845	(57,609)	102,864
(Decrease)/increase in securities purchased payable	-	(12,686,078)	-	(350,904)	5,111,595	(9,245,899)
(Decrease)/increase in financial liabilities at fair value through profit or loss	(1,305,994)	(1,014,536)	(137,814)	(496,418)	14,872,006	2,668,915
<b>Net cash provided by/(used in) operating activities</b>	<b>458,825,113</b>	<b>57,556,351</b>	<b>8,367,378</b>	<b>3,323,718</b>	<b>(42,611,371)</b>	<b>62,971,753</b>
<b>Cash flows from financing activities</b>						
Proceeds from issue of redeemable participating shares	166,867,150	16,980,439	-	10,000	70,129,791	77,219,742
Payments on redemption of redeemable participating shares	(625,424,076)	(78,761,190)	(8,726,747)	(6,805,173)	(22,472,737)	(151,320,424)
<b>Net cash (used in)/provided by financing activities</b>	<b>(458,556,926)</b>	<b>(61,780,751)</b>	<b>(8,726,747)</b>	<b>(6,795,173)</b>	<b>47,657,054</b>	<b>(74,100,682)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>268,187</b>	<b>(4,224,400)</b>	<b>(359,369)</b>	<b>(3,471,455)</b>	<b>5,045,683</b>	<b>(11,128,929)</b>
Cash and cash equivalents at the start of the year	3,941,414	4,285,018	385,236	3,475,705	967,599	28,690,277
<b>Cash and cash equivalents at the end of the year</b>	<b>4,209,601</b>	<b>60,618</b>	<b>25,867</b>	<b>4,250</b>	<b>6,013,282</b>	<b>17,561,348</b>

\* Terminated on 30 October 2015.

\*\* Merged into Algebris Financial Equity Fund, a sub-fund of Algebris UCITS Funds plc, on 5 February 2016. The amount of payments on redemption of redeemable participating shares in the Sub-Fund's Statement of Cash Flows includes the value, €3,910,293, of shares cancelled upon the merger.

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

**STATEMENT OF CASH FLOWS (continued)**  
**For the year ended 31 July 2016**

	MS Ascend UCITS Fund Year ended 31 July 2016 US\$	MS Alkeon UCITS Fund Year ended 31 July 2016 US\$	MS SLJ Macro UCITS Fund Year ended 31 July 2016 €	MS QTI UCITS Fund Year ended 31 July 2016 US\$	MS Long Term Trends UCITS Fund Year ended 31 July 2016 US\$	MS Swiss Life Multi Asset Protected Fund Year ended 31 July 2016 CHF
<b>Cash flows from operating activities</b>						
<b>Decrease in net assets attributable to holders of redeemable participating shares from operations</b>	<b>(16,631,426)</b>	<b>(17,340,964)</b>	<b>(4,888,185)</b>	<b>(357,807)</b>	<b>(622,054)</b>	<b>(1,046,905)</b>
Adjustments to reconcile decrease in net assets attributable to holders of redeemable participating shares from operations to net cash provided by/(used in) operating activities:						
Decrease in sundry debtors	138,810	-	13,809	-	-	79,450
Decrease in variation margin receivable	524,002	-	-	-	-	-
Decrease in spot contracts receivable	-	219,484	720	-	-	-
Increase in receivable for investments sold	-	-	-	(161,280)	(175,965)	-
Decrease/(increase) in financial assets at fair value through profit or loss	51,132,050	116,289,152	263,069	931,022	10,840,575	(4,771,755)
(Decrease)/increase in management fee payable	(61,623)	(154,567)	14,256	(513)	(3,427)	(97,932)
Decrease in performance fee payable	(806,893)	(1,552,745)	-	-	-	-
Decrease in administration fee payable	(16,511)	(21,427)	(3,078)	(2,875)	(4,599)	(55,546)
Decrease in depositary fee payable	(3,453)	(4,892)	(380)	(840)	(1,037)	(20,599)
Increase in spot contracts payable	-	469,047	3	-	-	-
Increase/(decrease) in variation margin payable	2,940,668	(4,559,364)	-	-	-	-
Increase in deferred income	50,000,000	-	-	-	-	-
(Decrease)/increase in other accrued expenses	(16,846)	(148,488)	38,414	2,386	(12,761)	-
(Decrease)/increase in financial liabilities at fair value through profit or loss	(284,942)	(2,628,066)	(257,322)	4,282	5,243	2,331,570
<b>Net cash provided by/(used in) operating activities</b>	<b>86,913,836</b>	<b>90,567,170</b>	<b>(4,818,694)</b>	<b>414,375</b>	<b>10,025,975</b>	<b>(3,581,717)</b>
<b>Cash flows from financing activities</b>						
Proceeds from issue of redeemable participating shares	73,294,528	21,136,022	64,968,608	16,490,847	26,617,362	2,286,861
Payments on redemption of redeemable participating shares	(108,883,456)	(117,687,502)	(33,369,022)	(16,284,494)	(37,624,223)	(3,162,854)
<b>Net cash (used in)/provided by financing activities</b>	<b>(35,588,928)</b>	<b>(96,551,480)</b>	<b>31,599,586</b>	<b>206,353</b>	<b>(11,006,861)</b>	<b>(875,993)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>51,324,908</b>	<b>(5,984,310)</b>	<b>26,780,892</b>	<b>620,728</b>	<b>(980,886)</b>	<b>(4,457,710)</b>
Cash and cash equivalents at the start of the year	2,305,933	5,280,043	10,947,072	519,880	4,109,855	6,443,331
<b>Cash and cash equivalents at the end of the year</b>	<b>53,630,841</b>	<b>(704,267)</b>	<b>37,727,964</b>	<b>1,140,608</b>	<b>3,128,969</b>	<b>1,985,621</b>

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

**STATEMENT OF CASH FLOWS (continued)**  
**For the year ended 31 July 2016**

	MS Dalton Asia Pacific UCITS Fund Year ended 31 July 2016 €	MS TCW Unconstrained Plus Bond Fund Year ended 31 July 2016 US\$	MS Broadmark Tactical Plus UCITS Fund Year ended 31 July 2016 US\$	MS Scientific Beta Global Equity Factors UCITS ETF Year ended 31 July 2016 US\$	MS Lynx UCITS Fund Year ended 31 July 2016 US\$	MS Nezu Cyclical Japan UCITS Fund Year ended 31 July 2016 ¥
<b>Cash flows from operating activities</b>						
<b>Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations</b>	<b>52,456</b>	<b>1,225,477</b>	<b>1,486,724</b>	<b>7,257,784</b>	<b>6,592,008</b>	<b>(7,265,007,817)</b>
Adjustments to reconcile increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations to net cash (used in)/provided by operating activities:						
Decrease/(increase) in sundry debtors	-	-	86	-	-	(23,380)
Decrease in variation margin receivable	-	-	-	-	-	806,636,970
Increase in spot contracts receivable	-	-	-	-	-	(97,054)
Decrease/(increase) in dividends and interest receivable	115,256	(132,890)	-	-	-	37,891,511
(Increase)/decrease in receivable for investments sold	(5,803,692)	16,651	-	74,737,471	-	38,018,386
(Increase)/decrease in financial assets at fair value through profit or loss	(15,039,977)	(3,758,297)	(583,734)	(179,183,721)	(75,705,456)	9,953,848,488
Increase/(decrease) in management fee payable	358,265	290,023	(3,967)	(21,657)	15,204	(9,187,112)
Decrease in performance fee payable	(243,864)	-	-	-	-	(233,936,163)
(Decrease)/increase in administration fee payable	(6,309)	(7,972)	(2,907)	4,147	(3,073)	(2,045,651)
Increase/(decrease) in depositary fee payable	2,352	(2,448)	(733)	2,136	(398)	(388,381)
Increase/(decrease) in spot contracts payable	144,892	57	-	(24,754)	(626)	-
Increase/(decrease) in variation margin payable	397,951	37,641	-	-	-	(129,738,523)
Increase/(decrease) in other accrued expenses	56,796	(21,116)	(17,732)	(3,806,176)	31,540	(98,866,250)
Decrease in securities purchased payable	(293,233)	(354,275)	-	(73,178,822)	(531,846)	(259,300,535)
Increase/(decrease) in financial liabilities at fair value through profit or loss	194,509	(766,892)	(191,386)	20,182,491	(170,706)	48,098,193
<b>Net cash (used in)/provided by operating activities</b>	<b>(20,064,598)</b>	<b>(3,474,041)</b>	<b>686,351</b>	<b>(154,031,101)</b>	<b>(69,773,353)</b>	<b>2,885,902,682</b>
<b>Cash flows from financing activities</b>						
Proceeds from issue of redeemable participating shares	33,132,230	41,444,995	109,651	151,786,272	90,543,093	12,890,793,317
Payments on redemption of redeemable participating shares	(23,574,765)	(34,813,592)	(4,011,165)	-	(19,693,620)	(15,163,676,992)
<b>Net cash provided by/(used in) financing activities</b>	<b>9,557,465</b>	<b>6,631,403</b>	<b>(3,901,514)</b>	<b>151,786,272</b>	<b>70,849,473</b>	<b>(2,272,883,675)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(10,507,133)</b>	<b>3,157,362</b>	<b>(3,215,163)</b>	<b>(2,244,829)</b>	<b>1,076,120</b>	<b>613,019,007</b>
Cash and cash equivalents at the start of the year	12,074,838	6,561,877	10,331,018	3,020,478	4,457,474	3,518,093,544
<b>Cash and cash equivalents at the end of the year</b>	<b>1,567,705</b>	<b>9,719,239</b>	<b>7,115,855</b>	<b>775,649</b>	<b>5,533,594</b>	<b>4,131,112,551</b>

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

**STATEMENT OF CASH FLOWS (continued)**  
**For the year ended 31 July 2016**

	Notes	MS Kairos Enhanced Selection UCITS Fund Year ended 31 July 2016 €	MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund Year ended 31 July 2016 €	Global Equity Risk Premia Long/Short UCITS Fund Year ended 31 July 2016 €	MS Tremblant Long/Short Equity UCITS Fund Year ended 31 July 2016 US\$	MSCI Emerging Markets ESG Equity Fund Year ended 31 July 2016 US\$	DAX® 80 Garant <sup>1</sup> Period ended 31 July 2016 €
<b>Cash flows from operating activities</b>							
<b>(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations</b>		(4,845,937)	(26,854,433)	7,734,261	(4,559,593)	17,619,048	(38,779)
Adjustments to reconcile (decrease)/increase in net assets attributable to holders of redeemable participating shares from operations to net cash provided by/(used in) operating activities:							
Increase in sundry debtors		-	-	-	(1,279)	-	-
(Increase)/decrease in variation margin receivable		(689,255)	(16,567)	-	646,085	(30,731)	-
Increase in spot contracts receivable		-	(103,363)	-	-	-	-
Increase in receivable for investments sold		-	(41,532,136)	-	-	(118,340)	-
Decrease/(increase) in financial assets at fair value through profit or loss		17,387,994	39,886,077	(75,744,965)	38,619,445	(69,905,168)	(11,940,036)
Increase/(decrease) in management fee payable		29,184	(143,745)	(32,506)	(181,413)	40,680	3,696
Decrease in performance fee payable		(191,099)	-	-	(537,646)	-	-
(Decrease)/increase in administration fee payable		(5,174)	(71,062)	(22,789)	(8,358)	(59,563)	6,716
(Decrease)/increase in depositary fee payable		(2,536)	(28,832)	(4,356)	(1,928)	(19,996)	1,683
(Decrease)/increase in spot contracts payable		-	-	-	(641,768)	6	-
(Decrease)/increase in variation margin payable		(180,676)	937,243	-	954,922	2,943	-
Increase in deferred income		-	-	-	1,000,000	-	-
(Decrease)/increase in other accrued expenses		(25,523)	2	193,886	(6,849)	16,216	30,528
Increase in securities purchased payable		-	39,635,471	-	-	-	-
Increase/(decrease) in financial liabilities at fair value through profit or loss		-	9,408,431	14,876,509	(783,174)	42,385,004	630,260
<b>Net cash provided/(used in) by operating activities</b>		<b>11,476,978</b>	<b>21,117,086</b>	<b>(52,999,960)</b>	<b>34,498,444</b>	<b>(10,069,901)</b>	<b>(11,305,932)</b>
<b>Cash flows from financing activities</b>							
Proceeds from issue of redeemable participating shares		12,429,946	156,904,402	61,073,589	30,654,588	11,044,515	11,440,707
Payments on redemption of redeemable participating shares		(24,178,212)	(186,396,781)	(9,309,580)	(65,053,373)	(20,451)	(7,995)
<b>Net cash (used in)/provided by financing activities</b>		<b>(11,748,266)</b>	<b>(29,492,379)</b>	<b>51,764,009</b>	<b>(34,398,785)</b>	<b>11,024,064</b>	<b>11,432,712</b>
Net (decrease)/increase in cash and cash equivalents		(271,288)	(8,375,293)	(1,235,951)	99,659	954,163	126,780
Cash and cash equivalents at the start of the year/period		715,464	7,731,525	3,126,195	1,620,638	1,107,834	-
<b>Cash and cash equivalents at the end of the year/period</b>	11	<b>444,176</b>	<b>(643,768)</b>	<b>1,890,244</b>	<b>1,720,297</b>	<b>2,061,997</b>	<b>126,780</b>

<sup>1</sup> For the period 6 August 2015 to 31 July 2016.

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

**STATEMENT OF CASH FLOWS (continued)**  
**For the year ended 31 July 2016**

	Quantica Managed Futures UCITS Fund <sup>2</sup> Period ended 31 July 2016 US\$	MS Scientific Beta US Equity Factors UCITS ETF <sup>3</sup> Period ended 31 July 2016 US\$	IPM Systematic Macro UCITS Fund <sup>4</sup> Period ended 31 July 2016 US\$	Smartfund 80% Protected Balanced Fund <sup>5</sup> Period ended 31 July 2016 £	Smartfund 80% Protected Growth Fund <sup>6</sup> Period ended 31 July 2016 £	MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II <sup>7</sup> Period ended 31 July 2016 €
Notes						
<b>Cash flows from operating activities</b>						
<b>Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations</b>	2,389,954	9,342,216	3,520,683	3,358,010	4,071,601	(559,174)
Adjustments to reconcile increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations to net cash used in operating activities:						
Increase in sundry debtors	-	-	-	(4,800)	(3,902)	-
Increase in variation margin receivable	-	-	-	-	(146)	(14)
Increase in spot contracts receivable	-	-	-	(154)	(2,570)	-
Increase in financial assets at fair value through profit or loss	(89,750,909)	(168,494,123)	(529,193,349)	(37,670,898)	(31,876,122)	(35,696,985)
Increase in management fee payable	45,234	12,557	2,641,237	48,249	40,954	61,876
Increase in performance fee payable	240,112	-	1,243,675	-	-	-
Increase in administration fee payable	6,242	5,394	27,389	2,247	1,915	2,139
Increase in depositary fee payable	2,245	2,197	6,515	632	539	587
Increase in spot contracts payable	3,648	-	17,928	-	-	-
Increase in variation margin payable	-	-	-	13,393	11,293	866
Increase in deferred income	1,026,161	-	-	-	-	-
Increase in other accrued expenses	66,924	76,268	292,179	-	-	-
Increase in financial liabilities at fair value through profit or loss	877,670	6,552,869	19,742,803	3,445,500	3,626,221	1,505,529
<b>Net cash used in operating activities</b>	<b>(85,092,719)</b>	<b>(152,502,622)</b>	<b>(501,700,940)</b>	<b>(30,807,821)</b>	<b>(24,130,217)</b>	<b>(34,685,176)</b>
<b>Cash flows from financing activities</b>						
Proceeds from issue of redeemable participating shares	111,281,791	164,710,272	720,321,439	35,833,271	29,848,099	40,384,819
Payments on redemption of redeemable participating shares	(7,021,503)	(11,127,201)	(71,932,550)	(2,528,836)	(2,290,099)	(4,854,999)
<b>Net cash provided by financing activities</b>	<b>104,260,288</b>	<b>153,583,071</b>	<b>648,388,889</b>	<b>33,304,435</b>	<b>27,558,000</b>	<b>35,529,820</b>
Net increase in cash and cash equivalents	19,167,569	1,080,449	146,687,949	2,496,614	3,427,783	844,644
Cash and cash equivalents at the start of the period	-	-	-	-	-	-
<b>Cash and cash equivalents at the end of the period</b>	<b>19,167,569</b>	<b>1,080,449</b>	<b>146,687,949</b>	<b>2,496,614</b>	<b>3,427,783</b>	<b>844,644</b>

<sup>2</sup> For the period 7 August 2015 to 31 July 2016; <sup>3</sup> For the period 11 August 2015 to 31 July 2016; <sup>4</sup> For the period 12 August 2015 to 31 July 2016; <sup>5</sup> For the period 2 September 2015 to 31 July 2016; <sup>6</sup> For the period 4 September 2015 to 31 July 2016; <sup>7</sup> For the period 21 September 2015 to 31 July 2016.

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

**STATEMENT OF CASH FLOWS (continued)**  
**For the year ended 31 July 2016**

	Mariner Lenus Healthcare UCITS Fund <sup>8</sup> Period ended 31 July 2016 US\$	80% Protected Index Portfolio <sup>9</sup> Period ended 31 July 2016 £	Mariner Investment Diversifying Alternative UCITS Fund <sup>10</sup> Period ended 31 July 2016 US\$	Smartfund Growth Fund <sup>11</sup> Period ended 31 July 2016 £	Smartfund Cautious Fund <sup>12</sup> Period ended 31 July 2016 £	Smartfund Balanced Fund <sup>13</sup> Period ended 31 July 2016 £
Notes						
<b>Cash flows from operating activities</b>						
<b>(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations</b>	(7,429,287)	74,358	942,631	1,096,054	455,240	1,199,619
Adjustments to reconcile (decrease)/increase in net assets attributable to holders of redeemable participating shares from operations to net cash used in operating activities:						
Increase in sundry debtors	-	(6,775)	-	(2,250)	(1,609)	-
Increase in variation margin receivable	-	-	-	-	-	(19,064)
Increase in dividends and interest receivable	-	-	(204,005)	-	-	-
Increase in receivable for investments sold	-	-	(52,950)	(1,541,899)	-	-
Increase in financial assets at fair value through profit or loss	-	(1,383,005)	(30,693,422)	(13,694,030)	(13,735,247)	(23,717,947)
Increase in management fee payable	24,050	130	20,453	11,299	13,331	25,172
Increase in administration fee payable	2,377	7,524	1,901	6,254	6,254	6,297
Increase in depositary fee payable	594	1,908	475	1,564	1,564	1,760
Increase in spot contracts payable	1	58	-	31	-	-
Increase in variation margin payable	-	2,891	-	195,604	-	-
Increase in other accrued expenses	87,623	-	60,971	2	3	2,346
Increase in securities purchased payable	-	149,933	16,898,878	1,360,891	-	-
Increase in financial liabilities at fair value through profit or loss	-	73,735	330,867	1,370,739	1,379,773	2,252,542
<b>Net cash used in operating activities</b>	<b>(7,314,642)</b>	<b>(1,079,243)</b>	<b>(12,694,201)</b>	<b>(11,195,741)</b>	<b>(11,880,691)</b>	<b>(20,249,275)</b>
<b>Cash flows from financing activities</b>						
Proceeds from issue of redeemable participating shares	49,999,000	1,269,587	25,000,000	13,215,569	18,353,574	25,337,285
Payments on redemption of redeemable participating shares	(18,000,000)	(31,877)	-	(1,878,247)	(6,315,786)	(4,102,421)
<b>Net cash provided by financing activities</b>	<b>31,999,000</b>	<b>1,237,710</b>	<b>25,000,000</b>	<b>11,337,322</b>	<b>12,037,788</b>	<b>21,234,864</b>
Net increase in cash and cash equivalents	24,684,358	158,467	12,305,799	141,581	157,097	985,589
Cash and cash equivalents at the start of the period	-	-	-	-	-	-
<b>Cash and cash equivalents at the end of the period</b>	<b>24,684,358</b>	<b>158,467</b>	<b>12,305,799</b>	<b>141,581</b>	<b>157,097</b>	<b>985,589</b>

<sup>8</sup> For the period 16 December 2015 to 31 July 2016; <sup>9</sup> For the period 16 February 2016 to 31 July 2016; <sup>10</sup> For the period 16 February 2016 to 31 July 2016; <sup>11</sup> For the period 18 March 2016 to 31 July 2016; <sup>12</sup> For the period 18 March 2016 to 31 July 2016; <sup>13</sup> For the period 18 March 2016 to 31 July 2016.

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

**STATEMENT OF CASH FLOWS (continued)**  
**For the year ended 31 July 2016**

	Market Neutral Credit UCITS Fund <sup>14</sup>	FundLogic Alternatives plc Total ***
	Period ended 31 July 2016 US\$	Year ended 31 July 2016 US\$
Notes		
<b>Cash flows from operating activities</b>		
<b>Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations</b>	425,559	(143,945,859)
Adjustments to reconcile increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations to net cash used in operating activities:		
Decrease in sundry debtors	-	219,747
Decrease in variation margin receivable	-	3,577,110
Decrease in spot contracts receivable	-	464,661
(Increase)/decrease in dividends and interest receivable	(283,347)	177,338
Decrease in receivable for investments sold	-	26,794,115
Increase in financial assets at fair value through profit or loss	(23,642,500)	(462,746,500)
Increase in management fee payable	71,763	1,920,355
Increase/(decrease) in performance fee payable	56,228	(7,463,041)
Increase/(decrease) in administration fee payable	4,588	(350,281)
Increase/(decrease) in depositary fee payable	1,785	(126,827)
Increase in spot contracts payable	9	416,440
Decrease in variation margin payable	-	(7,945,215)
Increase in deferred income	-	52,026,161
Increase/(decrease) in other accrued expenses	27,321	(4,226,733)
Decrease in securities purchased payable	-	(30,756,811)
Increase in financial liabilities at fair value through profit or loss	-	149,422,711
<b>Net cash used in operating activities</b>	<b><u>(23,338,594)</u></b>	<b><u>(422,542,629)</u></b>
<b>Cash flows from financing activities</b>		
Proceeds from issue of redeemable participating shares	39,331,072	2,640,558,284
Payments on redemption of redeemable participating shares	-	(1,947,799,184)
<b>Net cash provided by financing activities</b>	<b><u>39,331,072</u></b>	<b><u>692,759,100</u></b>
Net increase in cash and cash equivalents	15,992,478	270,216,471
Foreign exchange adjustment on aggregation	-	5,997,564
Cash and cash equivalents at the start of the period/year	-	155,265,204
<b>Cash and cash equivalents at the end of the period/year</b>	<b><u>15,992,478</u></b>	<b><u>431,479,239</u></b>

<sup>14</sup> For the period 23 March 2016 to 31 July 2016.

\*\*\* The amount of payments on redemption of redeemable participating shares in the combined Company Statement of Cash Flows includes the US Dollar equivalent value, US\$4,340,107, of MS Algebris Global Financials UCITS Fund's shares cancelled upon the merger of the Sub-Fund into Algebris Financial Equity Fund.

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

**STATEMENT OF CASH FLOWS**  
**For the year ended 31 July 2015**

	MS PSAM Global Event UCITS Fund Year ended 31 July 2015 €	Salar Convertible Absolute Return Fund Year ended 31 July 2015 US\$	Indus Select Asia Pacific Fund Year ended 31 July 2015 US\$	MS Algebris Global Financials UCITS Fund Year ended 31 July 2015 €	Emerging Markets Equity Fund Year ended 31 July 2015 US\$	Indus PacificChoice Asia Fund Year ended 31 July 2015 US\$
<b>Cash flows from operating activities</b>						
<b>(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations</b>	<b>(12,098,348)</b>	<b>(14,764,911)</b>	<b>(582,359)</b>	<b>7,413,747</b>	<b>(95,697,016)</b>	<b>11,319,546</b>
Adjustments to reconcile (decrease)/increase in net assets attributable to holders of redeemable participating shares from operations to net cash provided by operating activities:						
Decrease/(increase) in sundry debtors	6,160	-	-	(28,358)	-	(360)
(Increase)/decrease in variation margin receivable	-	-	-	(18,980)	560,777	275,845
(Increase)/decrease in spot contracts receivable	-	(577,348)	1,859	-	9,432	(3,178)
Decrease/(increase) in dividends and interest receivable	-	217,064	99,888	23,283	1,546,079	(181,021)
(Increase)/decrease in receivable for investments sold	-	(7,917,877)	698,494	691,068	75,268,335	5,254,587
Decrease/(increase) in financial assets at fair value through profit or loss	109,757,871	9,058,446	32,220,080	16,006,976	1,048,645,451	(24,553,328)
(Decrease)/increase in management fee payable	(2,074,065)	145,234	(32,574)	(3,503)	(647,609)	40,208
(Decrease)/increase in performance fee payable	(3,308,578)	844,052	464	2,855	-	2,684,830
Increase/(decrease) in administration fee payable	138	(149,132)	(1,177)	1,157	-	4,918
Increase/(decrease) in custody fee payable	14,007	(461)	(90)	3,865	-	2,420
Increase/(decrease) in spot contracts payable	445,167	-	-	(61)	-	-
Increase/(decrease) in variation margin payable	9,362,832	1,331,300	-	(2,104)	(375,270)	1,107,075
Increase/(decrease) in other accrued expenses	18,532	(24,768)	(44,006)	(16,966)	(1,547,596)	83,747
Increase/(decrease) in securities purchased payable	-	12,686,078	-	239,039	(68,293,538)	4,319,440
(Decrease)/increase in financial liabilities at fair value through profit or loss	(4,730,990)	(337,554)	97,543	(1,703,327)	-	1,953,683
<b>Net cash provided by operating activities</b>	<b>97,392,726</b>	<b>510,123</b>	<b>32,458,122</b>	<b>22,608,691</b>	<b>959,469,045</b>	<b>2,308,412</b>
<b>Cash flows from financing activities</b>						
Proceeds from issue of redeemable participating shares	485,936,933	80,200,939	4,123,286	1,355,458	50,265,034	93,063,200
Payments on redemption of redeemable participating shares	(598,797,148)	(77,376,014)	(39,993,274)	(25,845,128)	(1,017,316,302)	(75,926,081)
<b>Net cash (used in)/provided by financing activities</b>	<b>(112,860,215)</b>	<b>2,824,925</b>	<b>(35,869,988)</b>	<b>(24,489,670)</b>	<b>(967,051,268)</b>	<b>17,137,119</b>
Net (decrease)/increase in cash and cash equivalents	(15,467,489)	3,335,048	(3,411,866)	(1,880,979)	(7,582,223)	19,445,531
Cash and cash equivalents at the start of the year	19,408,903	949,970	3,797,102	5,356,684	8,549,822	9,244,746
<b>Cash and cash equivalents at the end of the year</b>	<b>3,941,414</b>	<b>4,285,018</b>	<b>385,236</b>	<b>3,475,705</b>	<b>967,599</b>	<b>28,690,277</b>

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

**STATEMENT OF CASH FLOWS (continued)**  
**For the year ended 31 July 2015**

	Notes	MS Ascend UCITS Fund Year ended 31 July 2015 US\$	MS Alkeon UCITS Fund Year ended 31 July 2015 US\$	RiverCrest European Equity Alpha Fund * Year ended 31 July 2015 £	MS Claritas Long Short Market Neutral UCITS Fund ** Year ended 31 July 2015 US\$	MS SLJ Macro UCITS Fund Year ended 31 July 2015 €	MS QTI UCITS Fund Year ended 31 July 2015 US\$
<b>Cash flows from operating activities</b>							
<b>(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations</b>		<b>(14,321,486)</b>	<b>(11,468,644)</b>	<b>146,764</b>	<b>(330,636)</b>	<b>1,735,902</b>	<b>(999,791)</b>
Adjustments to reconcile (decrease)/increase in net assets attributable to holders of redeemable participating shares from operations to net cash (used in)/provided by operating activities:							
(Increase)/decrease in sundry debtors		(102,631)	104,003	(7,787)	(388)	(13,809)	12,019
(Increase)/decrease in variation margin receivable		(524,002)	-	-	73	-	-
Increase in spot contracts receivable		-	(219,484)	-	-	(717)	-
Decrease in dividends and interest receivable		-	-	-	10,299	-	-
Decrease in receivable for investments sold		-	-	-	-	-	64,819
(Increase)/decrease in financial assets at fair value through profit or loss		(48,701,931)	61,600,893	18,801,300	11,691,343	(1,332,372)	(9,898,494)
Increase/(decrease) in management fee payable		40,746	(480,878)	(23,274)	(7,678)	2,970	(21,688)
(Decrease)/increase in performance fee payable		(93,153)	1,099,843	-	-	-	-
Increase/(decrease) in administration fee payable		5,962	(56,019)	(2,774)	(9,203)	1,185	156
Increase/(decrease) in custody fee payable		1,290	(1,047)	(696)	(3,225)	1,421	24
Decrease in spot contracts payable		-	-	-	(12,717)	-	(39,200)
Increase/(decrease) in variation margin payable		2,451,767	4,559,364	-	(9,115)	-	-
Increase/(decrease) in other accrued expenses		35,041	(138,979)	(9,281)	4,008	(2,419)	1,254
Increase/(decrease) in financial liabilities at fair value through profit or loss		(1,580,717)	(3,808,892)	(187,265)	(452,580)	1,401,313	-
<b>Net cash (used in)/provided by operating activities</b>		<b>(62,789,114)</b>	<b>51,190,160</b>	<b>18,716,987</b>	<b>10,880,181</b>	<b>1,793,474</b>	<b>(10,880,901)</b>
<b>Cash flows from financing activities</b>							
Proceeds from issue of redeemable participating shares		93,839,157	86,929,305	-	-	14,061,791	12,621,906
Payments on redemption of redeemable participating shares		(30,535,136)	(139,761,216)	(18,927,574)	(11,597,055)	(12,721,239)	(1,842,039)
<b>Net cash provided by/(used in) financing activities</b>		<b>63,304,021</b>	<b>(52,831,911)</b>	<b>(18,927,574)</b>	<b>(11,597,055)</b>	<b>1,340,552</b>	<b>10,779,867</b>
Net increase/(decrease) in cash and cash equivalents		514,907	(1,641,751)	(210,587)	(716,874)	3,134,026	(101,034)
Cash and cash equivalents at the start of the year		1,791,026	6,921,794	207,713	726,084	7,813,046	620,914
<b>Cash and cash equivalents at the end of the year</b>	11	<b>2,305,933</b>	<b>5,280,043</b>	<b>(2,874)</b>	<b>9,210</b>	<b>10,947,072</b>	<b>519,880</b>

\* Terminated on 17 October 2014

\*\* Terminated on 15 May 2015.

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

**STATEMENT OF CASH FLOWS (continued)**  
**For the year ended 31 July 2015**

	MS Turner Spectrum UCITS Fund *** Year ended 31 July 2015 US\$	MS Long Term Trends UCITS Fund Year ended 31 July 2015 US\$	MS Discretionary Plus UCITS Fund **** Year ended 31 July 2015 US\$	MS Swiss Life Multi Asset Protected Fund Year ended 31 July 2015 CHF	MS Dalton Asia Pacific UCITS Fund Year ended 31 July 2015 €	MS TCW Unconstrained Plus Bond Fund Year ended 31 July 2015 US\$
<b>Cash flows from operating activities</b>						
<b>(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations</b>	<b>(2,960,264)</b>	<b>1,835,441</b>	<b>(94,401)</b>	<b>(1,084,533)</b>	<b>12,335,679</b>	<b>(15,693,714)</b>
Adjustments to reconcile (decrease)/increase in net assets attributable to holders of redeemable participating shares from operations to net cash provided by/(used in) operating activities:						
Decrease/(increase) in sundry debtors	1,075,583	236	143	(32,038)	-	-
Decrease in variation margin receivable	-	-	-	-	-	844
Decrease in spot contracts receivable	59,902	-	-	-	30	5
Decrease/(increase) in dividends and interest receivable	8,726	-	-	-	(221,556)	(96,631)
Decrease/(increase) in receivable for investments sold	2,961,505	-	-	-	10,689	(156,912)
Decrease/(increase) in financial assets at fair value through profit or loss	27,140,354	11,873,127	2,692,745	5,922,701	(30,325,158)	(4,172,455)
(Decrease)/increase in management fee payable	(254,756)	(234,723)	(1,152)	(133,787)	125,727	319,527
Increase in performance fee payable	-	-	-	-	585,911	-
(Decrease)/increase in administration fee payable	(6,185)	701	(5,174)	19,840	5,246	1,822
(Decrease)/increase in custody fee payable	(1,490)	(374)	(1,529)	12,197	8,051	1,682
Decrease in spot contracts payable	-	-	-	(733)	-	-
(Decrease)/increase in variation margin payable	-	-	-	-	(28,493)	14,906
(Decrease)/increase in other accrued expenses	(487,089)	(14,307)	41,181	-	(87,152)	(19,588)
(Decrease)/increase in securities purchased payable	(1,428,219)	-	-	(2,499,221)	101,213	669,245
Increase/(decrease) in financial liabilities at fair value through profit or loss	(331,635)	(557,552)	-	(1,630,661)	245,403	(296,408)
<b>Net cash provided by/(used in) operating activities</b>	<b>25,776,432</b>	<b>12,902,549</b>	<b>2,631,813</b>	<b>573,765</b>	<b>(17,244,410)</b>	<b>(19,427,677)</b>
<b>Cash flows from financing activities</b>						
Proceeds from issue of redeemable participating shares	280,441	24,118,569	-	15,524,383	37,803,910	55,651,139
Payments on redemption of redeemable participating shares	(36,153,179)	(36,000,156)	(2,742,486)	(13,922,315)	(12,212,062)	(37,443,655)
<b>Net cash (used in)/provided by financing activities</b>	<b>(35,872,738)</b>	<b>(11,881,587)</b>	<b>(2,742,486)</b>	<b>1,602,068</b>	<b>25,591,848</b>	<b>18,207,484</b>
Net (decrease)/increase in cash and cash equivalents	(10,096,306)	1,020,962	(110,673)	2,175,833	8,347,438	(1,220,193)
Cash and cash equivalents at the start of the year	10,164,005	3,088,893	138,707	4,267,498	3,727,400	7,782,070
<b>Cash and cash equivalents at the end of the year</b>	<b>67,699</b>	<b>4,109,855</b>	<b>28,034</b>	<b>6,443,331</b>	<b>12,074,838</b>	<b>6,561,877</b>

\*\*\* Terminated on 12 December 2014.

\*\*\*\* Terminated on 29 October 2014.

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

**STATEMENT OF CASH FLOWS (continued)**  
**For the year ended 31 July 2015**

	Notes	MS Broadmark Tactical Plus UCITS Fund Year ended 31 July 2015 US\$	MS Scientific Beta Global Equity Factors UCITS ETF Year ended 31 July 2015 US\$	MS Lynx UCITS Fund Year ended 31 July 2015 US\$	MS Nezu Cyclical Japan UCITS Fund Year ended 31 July 2015 ¥	MS Kairos Enhanced Selection UCITS Fund <sup>1</sup> Period ended 31 July 2015 €	MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund <sup>2</sup> Period ended 31 July 2015 €
<b>Cash flows from operating activities</b>							
<b>Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations</b>		<b>408,914</b>	<b>8,227,105</b>	<b>(633,577)</b>	<b>1,441,437,479</b>	<b>3,160,490</b>	<b>2,716,602</b>
Adjustments to reconcile increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations to net cash (used in)/provided by operating activities:							
Increase in sundry debtors		(86)	-	-	-	-	-
Increase in variation margin receivable		-	-	-	(830,690,714)	(242,915)	(163)
Increase in spot contracts receivable		-	-	-	(83,453)	-	-
Increase in dividends and interest receivable		-	-	-	(38,118,987)	-	-
Increase in receivable for investments sold		-	(74,737,471)	-	(59,426,825)	-	-
Increase in financial assets at fair value through profit or loss		(12,826,237)	(10,612,642)	(68,245,779)	(13,405,618,186)	(54,902,711)	(444,419,455)
Increase in management fee payable		8,950	25,926	8,188	17,000,203	100,722	645,090
Increase in performance fee payable		-	-	-	232,979,827	191,099	-
Increase/(decrease) in administration fee payable		2,795	(7,007)	8,773	2,450,821	7,512	83,347
Increase/(decrease) in custody fee payable		549	(1,324)	2,038	557,539	4,217	34,014
Increase/(decrease) in spot contracts payable		-	24,754	(2,353)	(1,745,897)	-	-
Increase in variation margin payable		-	-	-	339,240,071	443,934	20,563
Increase in other accrued expenses		24,478	3,972,894	66,450	118,913,671	48,750	-
Increase in securities purchased payable		-	73,178,822	531,846	638,553,150	-	-
(Decrease)/increase in financial liabilities at fair value through profit or loss		(186,196)	1,122,058	(163,870)	17,244,822	-	4,975,941
<b>Net cash (used in)/provided by operating activities</b>		<b>(12,566,833)</b>	<b>1,193,115</b>	<b>(68,428,284)</b>	<b>(11,527,306,479)</b>	<b>(51,188,902)</b>	<b>(435,944,061)</b>
<b>Cash flows from financing activities</b>							
Proceeds from issue of redeemable participating shares		59,058,360	-	89,188,128	20,813,782,974	84,196,858	491,914,569
Payments on redemption of redeemable participating shares		(42,206,172)	(5,424,622)	(17,974,073)	(6,380,700,338)	(32,292,492)	(48,238,983)
<b>Net cash provided by/(used in) financing activities</b>		<b>16,852,188</b>	<b>(5,424,622)</b>	<b>71,214,055</b>	<b>14,433,082,636</b>	<b>51,904,366</b>	<b>443,675,586</b>
Net increase/(decrease) in cash and cash equivalents		4,285,355	(4,231,507)	2,785,771	2,905,776,157	715,464	7,731,525
Cash and cash equivalents at the start of the year/period		6,045,663	7,251,985	1,671,703	612,317,387	-	-
<b>Cash and cash equivalents at the end of the year/period</b>	11	<b>10,331,018</b>	<b>3,020,478</b>	<b>4,457,474</b>	<b>3,518,093,544</b>	<b>715,464</b>	<b>7,731,525</b>

<sup>1</sup> For the period 8 August 2014 to 31 July 2015; <sup>2</sup> For the period 1 October 2014 to 31 July 2015.

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

**STATEMENT OF CASH FLOWS (continued)**  
**For the year ended 31 July 2015**

	Global Equity Risk Premia Long/Short UCITS Fund <sup>3</sup> Period ended 31 July 2015 €	MS Tremblant Long/Short Equity UCITS Fund <sup>4</sup> Period ended 31 July 2015 US\$	MSCI Emerging Markets ESG Equity Fund <sup>5</sup> Period ended 31 July 2015 US\$	FundLogic Alternatives plc Total Year ended 31 July 2015 US\$
<b>Cash flows from operating activities</b>				
<b>Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations</b>	<b>980,700</b>	<b>4,350,024</b>	<b>(30,931,275)</b>	<b>(131,804,436)</b>
Adjustments to reconcile increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations to net cash used in operating activities:				
Decrease in sundry debtors	-	-	-	1,000,272
Increase in variation margin receivable	-	(646,085)	-	(7,765,774)
Increase in spot contracts receivable	-	-	-	(730,335)
Decrease in dividends and interest receivable	-	-	-	1,044,512
Decrease in receivable for investments sold	-	-	-	1,750,125
Increase in financial assets at fair value through profit or loss	(320,361,268)	(84,966,085)	(540,086,794)	(530,911,299)
Increase/(decrease) in management fee payable	61,852	207,214	265,523	(1,991,799)
Increase in performance fee payable	-	542,676	-	4,106,533
Increase in administration fee payable	84,631	11,207	74,893	130,185
Increase in custody fee payable	18,651	2,783	26,572	143,325
Increase in spot contracts payable	-	698,955	-	1,176,577
Increase in variation margin payable	-	60,362	-	23,558,955
Increase in other accrued expenses	175,777	59,763	68,361	3,246,740
Increase in securities purchased payable	-	-	-	24,904,268
Increase in financial liabilities at fair value through profit or loss	11,485,297	824,418	30,636,971	38,768,368
<b>Net cash used in operating activities</b>	<b>(307,554,360)</b>	<b>(78,854,768)</b>	<b>(539,945,749)</b>	<b>(573,373,783)</b>
<b>Cash flows from financing activities</b>				
Proceeds from issue of redeemable participating shares	313,261,962	85,813,800	544,001,533	3,152,227,940
Payments on redemption of redeemable participating shares	(2,581,407)	(5,338,394)	(2,947,950)	(2,540,255,847)
<b>Net cash provided by financing activities</b>	<b>310,680,555</b>	<b>80,475,406</b>	<b>541,053,583</b>	<b>611,972,093</b>
Net increase in cash and cash equivalents	3,126,195	1,620,638	1,107,834	38,598,310
Foreign exchange adjustment on aggregation	-	-	-	(11,695,088)
Cash and cash equivalents at the start of the period/year	-	-	-	128,361,982
<b>Cash and cash equivalents at the end of the period/year</b>	<b>3,126,195</b>	<b>1,620,638</b>	<b>1,107,834</b>	<b>155,265,204</b>

<sup>3</sup> For the period 2 February 2015 to 31 July 2015; <sup>4</sup> For the period 6 February 2015 to 31 July 2015; <sup>5</sup> For the period 18 February 2015 to 31 July 2015.

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

**INVESTMENT MANAGER'S REPORT  
For the year ended 31 July 2016  
MS PSAM Global Event UCITS Fund**

The objective of the MS PSAM Global Event UCITS Fund (the "Sub-Fund") is to provide shareholders with a return linked to the performance of the PSAM Investment Strategy.

The PSAM Investment Strategy seeks to achieve superior risk adjusted returns associated with exposure to the equity, debt and other securities of companies which, in the opinion of the Investment Manager ("PSAM"), are mispriced relative to their inherent or embedded value. PSAM further believes that the mispricings are generally attributable to a corporate action or corporate events. PSAM's event driven approach focuses on three main strategies; Merger Arbitrage, Distressed and Stressed Credit Opportunities and Special Situations. Weightings and allocations among the three strategies are opportunistic and vary depending on where the best risk-reward can be found at any given time.

At the end of 2015, we highlighted the attractive opportunity set in M&A due to the historic level of volume and repricing of risk that was occurring across markets. We entered 2016 with over 50% of the portfolio committed to M&A transactions and a bias towards shorter dated deals.

The allocation to M&A grew in early 2016 and made significant contributions to performance. In our opinion, we successfully navigated a particularly challenging period due to our discipline and active risk management. In our view, M&A spreads continue to remain attractive on both absolute and relative terms. While the allocation to M&A has declined recently, we still expect M&A to maintain a meaningful weight in the portfolio for the remainder of the year.

Axiall Corporation ("Axiall") was the leading contributor to performance during the period. Axiall was a leading North American manufacturer and international marketer of integrated chlorovinyls and vinyl-based building and home improvement products. In January 2016, Westlake Chemical Corp ("Westlake") announced that it submitted a proposal to acquire all of the outstanding shares of Axiall Corp for \$20 in cash and stock. Axiall rejected Westlake's opportunistic and well timed approach. Westlake subsequently improved their offer, which was summarily rejected. In April, Westlake announced it would launch a proxy fight following Axiall's refusal to negotiate an increased buyout offer. We believed that Westlake was committed to getting a transaction done with Axiall, and based on our analysis of potential synergies and cost savings, we believed Westlake could pay into the low \$30's per share and the deal would still be accretive. In early June, South Korean conglomerate Lotte Chemical Corp. made a competing bid for Axiall. Less than a week later, Axiall agreed to be acquired by Westlake for \$33 per share in cash.

Exposure to the attempted merger between Staples Inc. and Office Depot Inc. detracted from performance during the period. A federal judge sided with the FTC's contention that a tie up of the nation's two largest office supply companies would result in higher prices for large enterprise customers. We believed the emergence of e-retailers such as Amazon should provide robust competition.

In Credit, exposure to Caesars Entertainment Resort Properties ("CERP") was a leading contributor to performance. Progress in resolution of the overall Caesars bankruptcy and positive financial indicators from the Las Vegas strip helped drive the pricing.

In Special Situations, Vivendi SA ("Vivendi") was the leading detractor for the period as the discount we see between the share price and the value of the underlying assets continued to grow. Although the company announced significant cash distributions last April and executed an aggressive buyback, the stock has underperformed. Vivendi continues to grow and diversify its content library through the acquisition of Gameloft and an increased stake in Ubisoft. French premium cable television channel, Canal Plus has been streamlined in the face of poor operating results. In June, the French regulator blocked Canal Plus' attempted acquisition of the Qatari sports business beIN Media Group, pending a review of a new 5 year framework for French pay TV. Vivendi's 30% stake in Telecom Italia ("TI") has also been a source of underperformance. Shares of TI declined with the overall concern for the Italian economy and fragility of the banking environment. We are constantly reviewing our options based on the thesis promulgated in our white paper last year.

In anticipation of increased volatility in the event of a U.K. "leave vote," we reduced our overall portfolio leverage. We also increased portfolio hedges and reduced some of the names we thought would be most sensitive to a "Brexit vote." These actions were intended to give the portfolio a slightly more conservative posture, but not an overly defensive or protective stance, since we thought a "leave vote" was unlikely. We entered into short dated cheaply priced S&P 500 put spreads for added protection.

Our performance in the immediate wake of the referendum was generally in line with our risk model forecasts. Losses exceeded our expectations in only a few positions. Most of those were in the special situations portfolio. Our best hedge against the more volatile positions has been risk managing the gross sizing of our positions. There are likely to be other trading opportunities generated from shorter-term political events.

We continue to trade the portfolio more actively and seek to emphasise investments with shorter dated and "harder" event profiles. Our perspective on market conditions and macro concerns has caused us to increase the hurdle for new investments to make their way into the portfolio. In these uncertain times, we are willing to sacrifice some premium for what we believe to be a higher degree of certainty. We expect additional volatility throughout the remainder of the year. In our view, we have significant capital available to help ensure we can convert these dislocations into portfolio investments with enhanced risk/reward characteristics.

**INVESTMENT MANAGER'S REPORT (continued)**

**For the year ended 31 July 2016**

**MS PSAM Global Event UCITS Fund**

For the 12 month period ended 31 July 2016 the Sub-Fund's Class I EUR shares declined 1.21% (net of fees and expenses). At the end of July, the PSAM Investment Strategy was 56% invested in merger arbitrage, 17% in credit opportunities and 27% in special situations.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## MS PSAM Global Event UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Equities: 99.25% (2015: 104.82%)</b>		
	<b>Austria: 2.81% (2015: 0.63%)</b>		
	<b>Basic Materials: 0.93% (2015: 0.00%)</b>		
42,391	Lenzing	3,973,732	0.93
	<b>Financial: 1.68% (2015: 0.49%)</b>		
301,472	Erste Bank	7,146,394	1.68
	<b>Industrial: 0.20% (2015: 0.14%)</b>		
27,534	Oesterreichische Post	859,336	0.20
	<b>Total Austria</b>	<b>11,979,462</b>	<b>2.81</b>
	<b>Belgium: 0.54% (2015: 5.74%)</b>		
	<b>Communications: 0.00% (2015: 0.45%)</b>	-	-
	<b>Consumer, Non-cyclical: 0.00% (2015: 1.72%)</b>	-	-
	<b>Financial: 0.00% (2015: 2.42%)</b>	-	-
	<b>Industrial: 0.54% (2015: 1.15%)</b>		
56,176	Bekaert	2,302,373	0.54
	<b>Total Belgium</b>	<b>2,302,373</b>	<b>0.54</b>
	<b>Denmark: 10.71% (2015: 7.21%)</b>		
	<b>Communications: 1.89% (2015: 0.00%)</b>		
257,226	GN Store Nord	4,347,053	1.02
786,466	TDC	3,702,890	0.87
	<b>Consumer, Cyclical: 3.83% (2015: 6.09%)</b>		
140,136	Pandora	16,315,950	3.83
	<b>Consumer, Non-cyclical: 3.34% (2015: 0.34%)</b>		
87,704	Genmab	14,220,389	3.34
	<b>Financial: 1.65% (2015: 0.78%)</b>		
287,952	Danske Bank	6,999,440	1.65
	<b>Total Denmark</b>	<b>45,585,722</b>	<b>10.71</b>
	<b>Finland: 0.58% (2015: 2.41%)</b>		
	<b>Communications: 0.20% (2015: 0.00%)</b>		
169,683	Nokia	871,489	0.20
	<b>Consumer, Cyclical: 0.00% (2015: 0.08%)</b>	-	-
	<b>Consumer, Non-cyclical: 0.38% (2015: 1.08%)</b>		
75,569	Cramo	1,595,262	0.38
	<b>Financial: 0.00% (2015: 0.20%)</b>	-	-
	<b>Industrial: 0.00% (2015: 0.40%)</b>	-	-
	<b>Technology: 0.00% (2015: 0.65%)</b>	-	-
	<b>Total Finland</b>	<b>2,466,751</b>	<b>0.58</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS PSAM Global Event UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Equities: 99.25% (2015: 104.82%) (continued)</b>		
	<b>Germany: 21.97% (2015: 15.28%)</b>		
	<b>Basic Materials: 0.00% (2015: 3.29%)</b>	-	-
	<b>Communications: 0.83% (2015: 0.24%)</b>		
36,848	Freenet	919,910	0.22
63,229	ProSiebenSat.1 Media	2,585,434	0.61
	<b>Consumer, Cyclical: 0.00% (2015: 2.23%)</b>	-	-
	<b>Consumer, Non-cyclical: 8.24% (2015: 1.42%)</b>		
97,199	Carl Zeiss Meditec	3,246,447	0.76
19,391	Henkel	1,882,866	0.44
31,237	Henkel Pref	3,479,802	0.82
195,952	Rhoen-Klinikum	5,163,335	1.21
52,537	STADA Arzneimittel	2,536,224	0.59
841,174	Suedzucker	18,817,062	4.42
	<b>Financial: 0.98% (2015: 1.22%)</b>		
184,024	Patrizia Immobilien	4,155,262	0.98
	<b>Industrial: 11.92% (2015: 5.37%)</b>		
18,891	Aurubis	877,676	0.21
119,000	Jungheinrich Pref	3,245,725	0.76
60,516	KION	2,967,099	0.70
57,656	Krones	5,156,176	1.21
153,655	OSRAM Licht	7,143,421	1.68
322,787	Siemens	31,349,073	7.36
	<b>Technology: 0.00% (2015: 1.51%)</b>	-	-
	<b>Total Germany</b>	<b>93,525,512</b>	<b>21.97</b>
	<b>Ireland: 9.03% (2015: 0.00%)</b>		
	<b>Consumer, Non-cyclical: 9.03% (2015: 0.00%)</b>		
664,909	Shire	38,453,987	9.03
	<b>Total Ireland</b>	<b>38,453,987</b>	<b>9.03</b>
	<b>Israel: 0.00% (2015: 0.00%)</b>		
	<b>Technology: 0.00% (2015: 0.00%)</b>		
151	Mellanox Technologies	5,966	-
	<b>Total Israel</b>	<b>5,966</b>	<b>-</b>
	<b>Luxembourg: 2.35% (2015: 0.00%)</b>		
	<b>Basic Materials: 2.35% (2015: 0.00%)</b>		
266,892	APERAM	9,988,433	2.35
	<b>Total Luxembourg</b>	<b>9,988,433</b>	<b>2.35</b>
	<b>Netherlands: 0.00% (2015: 2.34%)</b>	-	-
	<b>Norway: 3.83% (2015: 2.42%)</b>		
	<b>Basic Materials: 0.00% (2015: 1.91%)</b>	-	-

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS PSAM Global Event UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Equities: 99.25% (2015: 104.82%) (continued)</b>		
	<b>Norway: 3.83% (2015: 2.42%) (continued)</b>		
	<b>Consumer, Non-cyclical: 3.83% (2015: 0.00%)</b>		
85,021	Bakkafrost P/F	2,963,443	0.70
228,750	Leroy Seafood	9,838,362	2.31
124,831	Salmar	3,478,974	0.82
	<b>Industrial: 0.00% (2015: 0.51%)</b>	-	-
	<b>Total Norway</b>	<b>16,280,779</b>	<b>3.83</b>
	<b>Portugal: 2.76% (2015: 0.00%)</b>		
	<b>Communications: 1.84% (2015: 0.00%)</b>		
1,307,124	NOS	7,830,980	1.84
	<b>Financial: 0.92% (2015: 0.00%)</b>		
3,523,984	Banco BPI	3,929,242	0.92
	<b>Total Portugal</b>	<b>11,760,222</b>	<b>2.76</b>
	<b>Spain: 7.54% (2015: 11.42%)</b>		
	<b>Communications: 0.00% (2015: 1.55%)</b>	-	-
	<b>Energy: 4.00% (2015: 0.00%)</b>		
1,510,145	Repsol	17,026,885	4.00
	<b>Industrial: 2.61% (2015: 9.87%)</b>		
168,009	Acciona	11,100,355	2.61
	<b>Financial: 0.93% (2015: 0.00%)</b>		
634,030	Bankinter	3,956,347	0.93
	<b>Total Spain</b>	<b>32,083,587</b>	<b>7.54</b>
	<b>Sweden: 8.55% (2015: 20.99%)</b>		
	<b>Basic Materials: 0.00% (2015: 1.59%)</b>	-	-
	<b>Communications: 0.00% (2015: 4.30%)</b>	-	-
	<b>Consumer, Cyclical: 3.29% (2015: 0.00%)</b>		
576,170	Electrolux	13,995,972	3.29
	<b>Consumer, Non-cyclical: 3.41% (2015: 3.88%)</b>		
443,099	Swedish Match	14,492,173	3.41
	<b>Financial: 0.55% (2015: 9.74%)</b>		
294,411	Nordea Bank	2,352,518	0.55
	<b>Industrial: 1.30% (2015: 1.48%)</b>		
720,937	Nibe Industrier	5,552,948	1.30
	<b>Total Sweden</b>	<b>36,393,611</b>	<b>8.55</b>
	<b>Switzerland: 8.14% (2015: 9.93%)</b>		
	<b>Basic Materials: 0.00% (2015: 3.11%)</b>	-	-

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS PSAM Global Event UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Equities: 99.25% (2015: 104.82%) (continued)</b>		
	<b>Switzerland: 8.14% (2015: 9.93%) (continued)</b>		
	<b>Communications: 2.39% (2015: 1.03%)</b>		
175,904	Sunrise Communications	10,197,142	2.39
	<b>Consumer, Non-cyclical: 0.00% (2015: 2.08%)</b>	-	-
	<b>Financial: 5.36% (2015: 2.62%)</b>		
45,682	Partners	18,746,510	4.40
19,943	Swiss Life	4,087,388	0.96
	<b>Industrial: 0.39% (2015: 1.09%)</b>		
9,815	Flughafen Zuerich	1,650,163	0.39
	<b>Total Switzerland</b>	<b>34,681,203</b>	<b>8.14</b>
	<b>United States: 20.44% (2015: 26.45%)</b>		
	<b>Communications: 7.83% (2015: 11.38%)</b>		
9,642	Amazon.com	6,542,764	1.54
6,805	Dish Network	325,082	0.08
87,041	Facebook	9,647,093	2.27
491,734	Yahoo!	16,793,491	3.94
	<b>Consumer, Cyclical: 2.32% (2015: 3.70%)</b>		
79,973	Home Depot	9,886,400	2.32
	<b>Consumer, Non-cyclical: 4.63% (2015: 5.47%)</b>		
50,900	Constellation Brands	7,493,554	1.76
53,270	Edgewell Personal Care	4,030,561	0.95
80,000	Edwards Lifesciences	8,192,801	1.92
	<b>Energy: 1.34% (2015: 1.64%)</b>		
166,441	Devon Energy	5,697,618	1.34
	<b>Financial: 0.00% (2015: 3.44%)</b>	-	-
	<b>Industrial: 4.32% (2015: 0.00%)</b>		
92,045	L-3 Communications	12,480,916	2.94
150,649	Spirit AeroSystems	5,844,090	1.38
	<b>Technology: 0.00% (2015: 0.82%)</b>	-	-
	<b>Total United States</b>	<b>86,934,370</b>	<b>20.44</b>
	<b>Total Equities</b>	<b>422,441,978</b>	<b>99.25</b>
	<b>Financial Derivative Instruments: 0.00% (2015: 0.06%)</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Gains: 0.00% (2015: 0.00%)</b>		
Morgan Stanley	Morgan Stanley Capital Services LLC Swap MS PSAM Global Event UCITS Fund Reference Portfolio Leg	97	-
Morgan Stanley	Morgan Stanley Capital Services LLC Swap MS PSAM Global Event UCITS Fund Financing Leg	-	-
	<b>Total Total Return Swaps - Unrealised Gains</b>	<b>97</b>	<b>-</b>
	<b>Forward Currency Contracts - Unrealised Gains: 0.00% (2015: 0.06%)</b>	-	-
	<b>Total Financial Derivative Instruments</b>	<b>97</b>	<b>-</b>
	<b>Total Financial assets at fair value through profit or loss</b>	<b>422,442,075</b>	<b>99.25</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS PSAM Global Event UCITS Fund

						Fair Value	% of
Financial liabilities at fair value through profit or loss						€	Net Assets
<b>Financial Derivative Instruments: (0.32%) (2015: (0.31%))</b>							
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (0.32%) (2015: (0.31%))</b>						
	<b>Currency Buys</b>		<b>Currency Sellls</b>	<b>Currency Rate</b>	<b>Maturity Date</b>		
Morgan Stanley	SEK 1,732,216,000	EUR	181,539,751	9.5418	09/08/2016	(1,429)	-
Morgan Stanley	GBP 5,182,000	EUR	6,163,471	0.8408	09/08/2016	(11,857)	-
Morgan Stanley	USD 41,302,000	EUR	36,942,094	1.1180	09/08/2016	(17,445)	-
Morgan Stanley	GBP 4,954,000	EUR	5,910,213	0.8382	02/08/2016	(28,322)	(0.01)
Morgan Stanley	SEK 1,714,623,000	EUR	180,319,599	9.5088	02/08/2016	(636,334)	(0.15)
Morgan Stanley	USD 41,376,000	EUR	37,688,552	1.0978	02/08/2016	(687,881)	(0.16)
<b>Total Forward Currency Contracts - Unrealised Losses</b>						<b>(1,383,268)</b>	<b>(0.32)</b>
<b>Total Financial Derivative Instruments</b>						<b>(1,383,268)</b>	<b>(0.32)</b>
<b>Total Financial liabilities at fair value through profit or loss</b>						<b>(1,383,268)</b>	<b>(0.32)</b>
<b>Total Value of Investments</b>						<b>421,058,807</b>	<b>98.93</b>
<b>(Cost: €402,325,206)</b>							
<b>Cash and Cash Equivalents</b>						<b>4,209,601</b>	<b>0.99</b>
<b>Other Net Assets</b>						<b>364,710</b>	<b>0.08</b>
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>						<b>425,633,118</b>	<b>100.00</b>
<b>Analysis of Portfolio</b>							<b>% of Total Assets</b>
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market						422,441,978	98.25
Over the counter financial derivative instruments						97	-
Cash and cash equivalents						4,209,601	0.98
Other assets						3,312,672	0.77
<b>Total Assets</b>						<b>429,964,348</b>	<b>100.00</b>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the year ended 31 July 2016**  
**MS PSAM Global Event UCITS Fund**

<b>Total purchases in the year</b>	<b>€4,150,389,165</b>	
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost €</b>
Level 3 Communications	2,498,563	106,843,639
Yahoo!	2,698,079	80,315,460
ING Groep	5,388,435	75,758,293
Citigroup	1,720,550	75,070,478
Bayer	678,920	74,544,617
Goldman Sachs Group	375,318	69,662,361
E.ON	6,210,448	66,947,207
Partners	195,475	64,969,956
Delhaize	709,397	62,540,383
Google	99,799	56,784,258
Shire	1,110,986	56,710,360
Alphabet	86,801	56,339,874
Allianz	402,316	55,673,494
JP Morgan Chase	924,770	53,876,632
Priceline Group	47,429	52,898,610
Biogen	176,805	49,044,113
Pandora	419,475	48,815,112
Koninklijke KPN	14,347,185	48,210,071
SAP	810,364	47,684,993
Zurich Insurance Group	225,320	47,012,808
Freescale Semiconductor	1,293,352	46,561,385
Amazon.com	78,485	45,527,866
Swedish Match	1,572,249	43,619,392
Siemens	475,755	42,444,448
Interpublic Group of Companies	2,194,049	42,423,776
Covestro	1,257,523	42,214,074
Nestle	622,440	42,134,769
Apple	434,713	42,122,690
TNT Express	5,710,835	41,733,453
<b>Total sales in the year</b>	<b>€4,626,332,793</b>	
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds €</b>
Alphabet	184,174	114,235,421
Level 3 Communications	2,498,563	107,501,487
Aena	851,664	94,385,135
Pandora	794,291	89,078,262
Delhaize	890,385	77,648,463
Citigroup	1,720,550	76,753,670
Bayer	678,920	72,827,165
ING Groep	5,388,435	69,751,002
Goldman Sachs Group	375,318	68,465,161
Yahoo!	2,206,345	65,273,186
T-Mobile US	1,846,501	64,899,071
E.ON	6,210,448	62,392,224
Allianz	402,316	57,945,260
Priceline Group	47,429	54,886,702
Nordea Bank	4,677,385	51,640,585
JP Morgan Chase	924,770	51,447,615
Aurubis	903,277	51,190,482
Partners	149,793	50,923,527
Koninklijke KPN	14,347,185	48,293,528
SAP	810,364	47,850,351
Zurich Insurance Group	225,320	47,184,772
Covestro	1,257,523	47,062,502

The above totals represent all material purchases and sales in the year.

**INVESTMENT MANAGER'S REPORT  
For the year ended 31 July 2016  
Salar Convertible Absolute Return Fund**

The Sub-Fund fell -4.19% over the 12 months to 31 July 2016 (Class USD B from 1 August 2015 to 31 July 2016). It is always disappointing to report negative performance (although it should be noted that, since the financial year end, we have clawed some of that deficit back). However this loss should be seen in the context of some acutely challenging market conditions. The Sub-Fund faced stiff headwinds from whipsawing equity markets and significant convertible cheapening which were fundamental drags on our performance during this period.

Equity markets had some particularly noteworthy episodes, including the worst start to calendar year in over two decades with an aggressive sell off in Q1 2016. The market barely paused for breath before recovering in the March rally. This was followed by large falls once more in June due to the Brexit bombshell, before another positive surge ahead in July. At any time in those moves it would have been all too easy to be tempted into an irresponsible directional bet, chasing exposures that then reverse suddenly. However, the Sub-Fund's commitment to its strict risk discipline ensured that our exposures were tightly controlled and any new positions were measured and considered.

Moreover, our exposure to Japan (where the Sub-Fund holds approximately half of its net long delta) was a significant negative contributor to our return. The Nikkei was the worst performing major equity market, dropping -19.5% over the period. This was not a macro call on Japan but rather a response to the extreme value that we were able to source in the Japanese convertible bond market. We could source exactly the type of asymmetry that we like to own more at more attractive valuations than elsewhere. Whilst these were mainly in ASCOTs (call options over convertible bonds that provide a bullish exposure) we also had a number of "synthetic puts" (a long convertible bond position hedged with short equity) to dampen the downside risk. Indeed, the Sub-Fund's muted losses highlight its capital preservation qualities as its asymmetric risk profile from both calls (protecting) and puts (contributing) protected it from the worst of the market falls. Whilst we are disappointed - in comparison over the same period, the HFRX Global Index posted a return of -4.24% whilst some equity markets posted massive falls leaving the Eurostoxx -16.9%, Nikkei -19.5% and Hang Seng -11.14% at July end.

Other factors hit the convertible bond market too. The Sub-Fund felt the effects of credit widening as confidence ebbed. Furthermore, convertible bond valuations cheapened causing some short-term pain. It is important to remember that this cheapening generally stores up future returns in three ways. Firstly, this dislocation allows us to buy new positions at attractive levels. Secondly, it means our risk levels are lower. Finally it generally means that we will see valuations recover and we can regain those losses. Indeed, the portfolio took advantage of the dislocation at the market lows to reload the portfolio opportunistically, recycling positions that had worked and adding positions with more attractive risk/return profiles.

Finally, it should be noted the return for this period included one special situation in India which cost the Sub-Fund almost 2%. It was a painful example of the need to consider corporate governance carefully in our investment decisions and important lessons have been learnt.

The turbulent performance of equity markets characterised the beginning of the period. Our monthly performance (Class USD Bs) was as follows:

August began with most markets sustaining considerable losses. In such difficult conditions the Sub-Fund had its worst month since inception down -1.97%. However, the majority of the losses came from the single Indian situation which cost the Sub-Fund -1.3% on the month. Away from the single position the asymmetry of the book was effective in reducing overall equity exposure to the market; equity exposure fell to 3% at the low of the month (at the high of the year it was close to 40%). Moreover we were active recycling positions that had worked and adding to both put and call buckets.

September was another frustrating month as equity markets were again weak. Against this backdrop the Sub-Fund lost -1.43%. The biggest losers came from the call bucket; although the dominant loss was once again from the single Asian position (-0.54%). However the continued cheapening provided some excellent opportunities to buy cheap convexity.

The Sub-Fund returned to making positive returns with +1.37% in October. There was a significant change in sentiment and equity markets rose on the month. The Sub-Fund's previous discipline in the declining markets was key to this return, as we had taken the opportunity to reload the portfolio with positions that had defined downside risk but significant potential to deliver upside. The best performers therefore came from the call component. The recent market turmoil had allowed us to source interesting opportunities at attractive levels.

The Sub-Fund lost -0.11% in November as market performance varied noticeably by region. Most of the small loss was due to our Asian exposure. Nevertheless, these losses were limited as the convertibles in question were close to their fixed income value. On the positive side, the portfolio was able to benefit from dispersion in both the "call" and "put" buckets. Moreover new issuance rebounded in the month, led by expensive "semi-synthetic" bonds from large issuers. This, pleasingly cheapened the market as a whole, which left us with a better opportunity set overall.

The Sub-Fund ended the calendar year down -0.58% in December as equity markets sold-off. Once again the Sub-Fund took the opportunity to refresh the portfolio with attractive positions albeit in an extremely disciplined manner.

**INVESTMENT MANAGER'S REPORT (continued)**

**For the year ended 31 July 2016**

**Salar Convertible Absolute Return Fund**

Equity markets fell dramatically in January and convertibles cheapened significantly (which cost the Sub-Fund -0.83%). Valuations dropped below fair value in every region for the first time in over two years. The Sub-Fund posted a loss of -1.66%. The headwind was naturally most keenly felt in the call book; although we were able to offset some of the loss with winners from the put bucket. Moreover we again took the opportunity to be active in the portfolio to ensure the portfolio had less premium at risk in the call bucket but more gamma overall.

February proved to be another volatile month in equity markets as they experienced large intra-month falls followed by a month end rally to leave the Sub-Fund -0.52% on the month. There was a continuing drag on the portfolio from convertible bond cheapening; this resulted in short-term pain but long-term opportunity as the drop in valuation levels resulted in more bonds meeting our strict risk/reward criteria.

In contrast, the Sub-Fund saw a significant rally in world equity markets during March. Annoyingly, we had a book that was net short at the beginning of the rally. The logic behind this was that we believed we were one of the very few ways that our investors could hold a risk-controlled short position at that moment. Our gamma meant that, if the market broke to the downside, we would make a substantial positive return but, if it rebounded, we were largely protected. That felt like it was particularly valuable after the difficult markets we'd endured. The market, of course went the other way. However, the Sub-Fund's asymmetric risk meant it could endure a rapid change in sentiment with only muted losses of -0.39%. Clearly, the bearish side of the portfolio struggled as the puts were costly in the market rip. In short, the portfolio was well positioned for another down leg in markets.

In April, the Sub-Fund made +0.42% as global markets returned to a much less volatile state. The Sub-Fund benefitted from some highly opportunistic buying in the call bucket following the aggressive sell-off in Q1. More importantly, the rally in stocks enabled us to refresh the put bucket.

In May, the Sub-Fund added +0.55%. Whilst markets generally seemed calmer, continued dispersion at the stock level helped our return. New issues also picked up with the stronger equity markets.

In June, the Sub-Fund dropped -1.14% following the shock result in favour of Brexit. We were fully currency hedged; the biggest impact was a second order effect - the strength of the Japanese Yen causing attendant weakness in Japanese equities (where the Sub-Fund held half of our net long delta). However, we remain convinced of the opportunity value of Japan. Moreover, this dislocation created further opportunity.

The Sub-Fund made a solid +1.25% in July. Whilst the principal driver was better equity markets, this was not a result of dialling up risk – it was more illustrative of the attractive risk/return profile of the positions in the portfolio. Japanese ASCOTs (calls) dominated the winning positions. However, our top ten performers came from a well-spread geography.

In summary, the last twelve months have been a tough environment with the implications of Brexit far from clear, making the value of convexity to investors even more important. The ability to source increasing participation in rising markets and yet have significant protection against falling markets should be attractive to most investors. With volatility coming to the fore and equities potentially facing months (if not years) of outsized positive and negative moves, it feels a great moment to be in a market that offers both cheap asymmetry and allows us to put on bullish and bearish positions.

The market feels rich in opportunity and our portfolio is full of individual positions that excite us. Our strategy has remained focused on picking out the best risk/return opportunities and has taken advantage of refreshing the portfolio with the most asymmetric call and put positions particularly following the market falls. With Europe in particular looking much sharper value after the Brexit market fall. We have taken note that new issues have picked up recently providing fresh opportunities and continue to look for puts and gamma (asymmetry) - we want to ensure our portfolio remains as robust as possible. We remain committed to our Japanese exposure which we believe continues to look particularly attractively priced as the region offers superior risk/reward. It is nearly unique in offering us the opportunity to buy positions without taking credit risk (we can asset swap the bonds to remove the credit exposure) and the possibility of dramatic action whilst the valuations of Japanese convertibles remain at multi-year lows. Looking forward, we are positive for the potential for the strategy going forward.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## Salar Convertible Absolute Return Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Corporate Bonds: 99.06% (2015: 97.20%)</b>		
	<b>Belgium: 4.27% (2015: 2.53%)</b>		
	<b>Diversified: 4.27% (2015: 2.53%)</b>		
4,900,000	GBL Verwaltung 1.25% 07/02/2017	5,521,726	3.02
1,900,000	Sagerpar 0.375% 09/10/2018	2,276,079	1.25
	<b>Total Belgium</b>	<b>7,797,805</b>	<b>4.27</b>
	<b>Czech Republic: 3.05% (2015: 0.00%)</b>		
	<b>Utilities: 3.05% (2015: 0.00%)</b>		
4,800,000	CEZ MH 0% 04/08/2017	5,574,467	3.05
	<b>Total Czech Republic</b>	<b>5,574,467</b>	<b>3.05</b>
	<b>Finland: 0.00% (2015: 2.39%)</b>	-	-
	<b>France: 1.97% (2015: 2.22%)</b>		
	<b>Diversified: 1.97% (2015: 0.00%)</b>		
5,951,000	Wendel 0% 31/07/2019	3,599,730	1.97
	<b>Financial: 0.00% (2015: 2.22%)</b>	-	-
	<b>Total France</b>	<b>3,599,730</b>	<b>1.97</b>
	<b>Germany: 11.78% (2015: 2.15%)</b>		
	<b>Consumer, Cyclical: 4.19% (2015: 0.00%)</b>		
3,800,000	adidas 0.25% 14/06/2019	7,648,448	4.19
	<b>Energy: 1.84% (2015: 0.00%)</b>		
2,900,000	RAG-Stiftung 0% 31/12/2018	3,368,588	1.84
	<b>Financial: 1.29% (2015: 2.15%)</b>		
1,500,000	Deutsche EuroShop 1.75% 20/11/2017	2,357,031	1.29
	<b>Industrial: 4.46% (2015: 0.00%)</b>		
7,750,000	Siemens Financieringsmaatschappij 1.05% 16/08/2017	8,156,100	4.46
	<b>Total Germany</b>	<b>21,530,167</b>	<b>11.78</b>
	<b>Hong Kong: 0.00% (2015: 2.19%)</b>	-	-
	<b>Italy: 0.00% (2015: 3.27%)</b>	-	-
	<b>Japan: 11.92% (2015: 14.09%)</b>		
	<b>Consumer, Cyclical: 3.25% (2015: 2.88%)</b>		
140,000,000	Sankyo 0% 23/07/2020	1,372,201	0.75
70,000,000	Senshukai 0% 23/04/2019	669,626	0.37
219,000,000	Sony 0% 30/09/2022	2,298,789	1.26
150,000,000	Suzuki Motor 0% 31/03/2021	1,590,555	0.87

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Salar Convertible Absolute Return Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Corporate Bonds: 99.06% (2015: 97.20%) (continued)</b>		
	<b>Japan: 11.92% (2015: 14.09%) (continued)</b>		
	<b>Consumer, Non-cyclical: 1.50% (2015: 0.09%)</b>		
250,000,000	Toppan Printing 0% 19/12/2016	2,445,577	1.34
30,000,000	Tsukada Global 0% 19/09/2018	293,194	0.16
	<b>Financial: 0.26% (2015: 2.86%)</b>		
50,000,000	Michinoku Bank FRN 31/01/2019	483,061	0.26
	<b>Industrial: 6.20% (2015: 8.26%)</b>		
240,000,000	Fukuyama Transporting 0% 22/03/2017	2,637,740	1.44
590,000,000	Nagoya Railroad 0% 03/10/2023	8,687,741	4.76
	<b>Utilities: 0.71% (2015: 0.00%)</b>		
40,000,000	Tohoku Electric Power 0% 03/12/2018	393,478	0.22
90,000,000	Tohoku Electric Power 0% 03/12/2020	898,393	0.49
	<b>Total Japan</b>	<b>21,770,355</b>	<b>11.92</b>
	<b>Jersey: 9.60% (2015: 0.00%)</b>		
	<b>Financial: 9.60% (2015: 0.00%)</b>		
8,100,000	British Land Jersey 1.5% 10/09/2017	11,614,074	6.36
3,400,000	Unite Jersey Issuer 2.5% 10/10/2018	5,914,659	3.24
	<b>Total Jersey</b>	<b>17,528,733</b>	<b>9.60</b>
	<b>Malaysia: 1.07% (2015: 0.00%)</b>		
	<b>Financial: 1.07% (2015: 0.00%)</b>		
1,980,000	Cahaya Capital 0% 18/09/2021	1,959,467	1.07
	<b>Total Malaysia</b>	<b>1,959,467</b>	<b>1.07</b>
	<b>Mexico: 0.00% (2015: 3.77%)</b>	-	-
	<b>Netherlands: 3.39% (2015: 0.84%)</b>		
	<b>Basic Materials: 2.72% (2015: 0.00%)</b>		
4,000,000	Salzgitter Finance 2% 08/11/2017	4,963,822	2.72
	<b>Consumer, Cyclical: 0.67% (2015: 0.00%)</b>		
600,000	Ampliter 2.875% 14/11/2018	1,230,583	0.67
	<b>Financial: 0.00% (2015: 0.84%)</b>	-	-
	<b>Total Netherlands</b>	<b>6,194,405</b>	<b>3.39</b>
	<b>People's Republic of China: 3.71% (2015: 7.26%)</b>		
	<b>Communications: 1.13% (2015: 0.00%)</b>		
2,000,000	Vipshop 1.5% 15/03/2019	2,073,120	1.13
	<b>Consumer, Non-cyclical: 0.00% (2015: 2.18%)</b>	-	-
	<b>Financial: 0.00% (2015: 5.08%)</b>	-	-
	<b>Industrial: 1.87% (2015: 0.00%)</b>		
24,000,000	Logo Star 1.5% 22/11/2018	3,408,548	1.87

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Salar Convertible Absolute Return Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Corporate Bonds: 99.06% (2015: 97.20%) (continued)</b>		
	<b>People's Republic of China: 3.71% (2015: 7.26%) (continued)</b>		
	<b>Utilities: 0.71% (2015: 0.00%)</b>		
1,250,000	ENN Energy 0% 26/02/2018	1,296,825	0.71
	<b>Total People's Republic of China</b>	<b>6,778,493</b>	<b>3.71</b>
	<b>Singapore: 4.68% (2015: 5.22%)</b>		
	<b>Consumer, Non-cyclical: 0.00% (2015: 1.66%)</b>	-	-
	<b>Financial: 4.68% (2015: 3.56%)</b>		
2,000,000	CapitaLand Commercial Trust 2.5% 12/09/2017	1,601,504	0.88
4,750,000	CapitaLand 1.95% 17/10/2023	3,558,769	1.95
3,750,000	Ruby Assets Pte 1.6% 01/02/2017	3,381,980	1.85
	<b>Total Singapore</b>	<b>8,542,253</b>	<b>4.68</b>
	<b>South Africa: 0.00% (2015: 1.36%)</b>	-	-
	<b>Switzerland: 0.00% (2015: 2.68%)</b>	-	-
	<b>Taiwan: 2.90% (2015: 5.97%)</b>		
	<b>Financial: 1.10% (2015: 0.73%)</b>		
2,000,000	Far Eastern International Bank 0% 07/02/2018	2,013,800	1.10
	<b>Industrial: 0.66% (2015: 4.33%)</b>		
250,000	Bizlink 0% 03/02/2021	296,375	0.17
900,000	Zhen Ding Technology 0% 26/06/2019	898,173	0.49
	<b>Technology: 1.14% (2015: 0.91%)</b>		
2,000,000	Siliconware Precision Industries 0% 31/10/2019	2,090,380	1.14
	<b>Total Taiwan</b>	<b>5,298,728</b>	<b>2.90</b>
	<b>United Arab Emirates: 0.00% (2015: 0.63%)</b>	-	-
	<b>United Kingdom: 4.53% (2015: 14.53%)</b>		
	<b>Communications: 1.47% (2015: 1.04%)</b>		
2,000,000	Inmarsat 1.75% 16/11/2017	2,675,140	1.47
	<b>Consumer, Cyclical: 0.00% (2015: 5.36%)</b>	-	-
	<b>Consumer, Non-cyclical: 3.06% (2015: 2.61%)</b>		
4,200,000	J Sainsbury 1.25% 21/11/2019	5,597,530	3.06
	<b>Financial: 0.00% (2015: 5.52%)</b>	-	-
	<b>Total United Kingdom</b>	<b>8,272,670</b>	<b>4.53</b>
	<b>United States: 36.19% (2015: 26.10%)</b>		
	<b>Communications: 2.18% (2015: 4.92%)</b>		
1,000,000	LinkedIn 0.5% 11/01/2019	990,860	0.54
3,000,000	Yahoo! 0% 01/12/2018	2,991,030	1.64
	<b>Consumer, Cyclical: 1.00% (2015: 2.70%)</b>		
1,990,000	Tesla Motors 0.25% 01/03/2019	1,830,502	1.00

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Salar Convertible Absolute Return Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
<b>Corporate Bonds: 99.06% (2015: 97.20%) (continued)</b>			
<b>United States: 36.19% (2015: 26.10%) (continued)</b>			
<b>Consumer, Non-cyclical: 8.02% (2015: 1.32%)</b>			
3,990,000	Hologic FRN 15/12/2037	6,674,073	3.65
1,000,000	Hologic 0% 15/12/2043	1,236,470	0.68
2,500,000	Integra LifeSciences 1.625% 15/12/2016	4,012,600	2.20
1,890,000	Vector FRN 15/01/2019	2,716,818	1.49
<b>Financial: 10.85% (2015: 12.04%)</b>			
1,000,000	Ares Capital 4.875% 15/03/2017	1,023,130	0.56
2,000,000	Extra Space Storage 2.375% 01/07/2033	3,163,740	1.73
4,930,000	SL Green Operating Partnership 3% 15/10/2017	7,306,211	4.00
1,990,000	Spirit Realty Capital 2.875% 15/05/2019	2,233,994	1.22
6,000,000	Starwood Property Trust 3.75% 15/10/2017	6,103,140	3.34
<b>Technology: 9.82% (2015: 5.12%)</b>			
5,000,000	Mentor Graphics 4% 01/04/2031	5,502,000	3.01
1,900,000	NetSuite 0.25% 01/06/2018	2,078,923	1.14
5,840,000	Xilinx 2.625% 15/06/2017	10,357,942	5.67
<b>Utilities: 4.32% (2015: 0.00%)</b>			
5,600,000	National Grid North America 0.9% 02/11/2020	7,892,157	4.32
<b>Total United States</b>		<b>66,113,590</b>	<b>36.19</b>
<b>Total Corporate Bonds</b>		<b>180,960,863</b>	<b>99.06</b>
<b>Equities: 0.00% (2015: 1.92%)</b>		-	-
<b>Financial Derivative Instruments: 1.52% (2015: 0.53%)</b>			
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Gains: 0.00% (2015: 0.00%)</b>		
Morgan Stanley	Morgan Stanley & Co International plc Swap Salar Convertible Absolute Return Fund Reference Portfolio Leg	54	-
Morgan Stanley	Morgan Stanley & Co International plc Swap Salar Convertible Absolute Return Fund Financing Leg	-	-
<b>Total Total Return Swaps - Unrealised Gains</b>		<b>54</b>	<b>-</b>
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Gains: 1.52% (2015: 0.00%)</b>		
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>
Northern Trust	GBP 67,820,000	USD 88,902,864	02/08/2016
Northern Trust	EUR 40,630,000	USD 44,807,089	02/08/2016
Northern Trust	GBP 67,300,000	USD 88,748,847	09/08/2016
Northern Trust	EUR 40,320,000	USD 44,871,886	09/08/2016
Northern Trust	CHF 6,180,000	USD 6,275,768	02/08/2016
Northern Trust	CHF 6,180,000	USD 6,348,228	09/08/2016
<b>Total Forward Currency Contracts - Unrealised Gains</b>		<b>2,765,846</b>	<b>1.52</b>
<b>Total Financial Derivative Instruments</b>		<b>2,765,900</b>	<b>1.52</b>
<b>Total Financial assets at fair value through profit or loss</b>		<b>183,726,763</b>	<b>100.58</b>

**SCHEDULE OF INVESTMENTS (continued)**

As at 31 July 2016

**Salar Convertible Absolute Return Fund**

	Fair Value US\$	% of Net Assets
<b>Financial liabilities at fair value through profit or loss</b>		
<b>Financial Derivative Instruments: 0.00% (2015: (0.36%))</b>		
Contracts for Difference - Unrealised Losses: 0.00% (2015: (0.16%))	-	-
Total Return Swaps - Unrealised Losses: 0.00% (2015: 0.00%)	-	-
Forward Currency Contracts - Unrealised Losses: 0.00% (2015: (0.20%))	-	-
<b>Total Value of Investments (Cost: US\$171,570,693)</b>	<b>183,726,763</b>	<b>100.58</b>
<b>Cash and Cash Equivalents</b>	<b>60,618</b>	<b>0.03</b>
<b>Other Net Liabilities</b>	<b>(1,111,902)</b>	<b>(0.61)</b>
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<b>182,675,479</b>	<b>100.00</b>
		<b>% of Total Assets</b>
<b>Analysis of Portfolio</b>		
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	180,960,863	96.12
Over the counter financial derivative instruments	2,765,900	1.47
Cash and cash equivalents	60,618	0.03
Other assets	4,477,977	2.38
<b>Total Assets</b>	<b>188,265,358</b>	<b>100.00</b>

## UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS

For the year ended 31 July 2016

## Salar Convertible Absolute Return Fund

Total purchases in the year		US\$379,288,829
Major Purchases	Nominal Holdings	Cost US\$
Siemens Financieringsmaatschappij 1.05% 16/08/2017	14,750,000	15,450,493
J Sainsbury 1.25% 21/11/2019	10,200,000	15,169,727
International Consolidated Airlines 1.75% 31/05/2018	7,200,000	14,225,537
British Land Jersey 1.5% 10/09/2017	8,100,000	13,263,840
BNP Paribas 0.25% 27/09/2016	11,400,000	12,968,586
Casio Computer 0% 23/07/2019	1,250,000,000	12,946,429
Xilinx 2.625% 15/06/2017	6,790,000	11,009,332
Liberty Interactive 1% 30/09/2043	12,420,000	10,880,827
Mentor Graphics 4% 01/04/2031	6,990,000	8,301,292
National Bank of Abu Dhabi 1.00% 12/03/2018	7,800,000	7,867,740
National Grid North America 0.9% 02/11/2020	5,600,000	7,828,915
Salzgitter Finance 2% 08/11/2017	5,950,000	7,825,216
Yamaguchi Financial 0% 20/12/2018	6,000,000	7,609,950
Misarte 3.25% 01/01/2016	3,950,000	7,143,314
Siliconware Precision Industries 0% 31/10/2019	7,000,000	7,137,890
Criteria Caixa 1% 25/11/2017	5,900,000	6,971,212
Unite Jersey Issuer 2.5% 10/10/2018	3,400,000	6,389,865
Take-Two Interactive 1.00% 01/07/2018	3,760,000	6,306,126
adidas 0.25% 14/06/2019	3,800,000	6,186,923
Starwood Property Trust 3.75% 15/10/2017	5,990,000	5,955,333
SL Green Operating Partnership 3% 15/10/2017	4,930,000	5,936,456
Integra LifeSciences 1.625% 15/12/2016	4,990,000	5,905,425
Hologic FRN 15/12/2037	3,990,000	5,866,543
Vector FRN 15/01/2019	3,990,000	5,700,268
Hologic 0% 15/12/2043	4,450,000	5,667,148
GBL Verwaltung 1.25% 07/02/2017	4,900,000	5,626,552
CEZ MH 0% 04/08/2017	4,800,000	5,524,513
Tesla Motors 1.50% 01/06/2018	3,990,000	5,169,863
Nihon Unisys 0% 20/06/2016	475,000,000	4,789,124
CSG Systems International 3% 01/03/2017	2,490,000	4,637,999
TiVo 4% 15/03/2016	4,500,000	4,628,828
Vipshop 1.5% 15/03/2019	4,400,000	4,572,108
Fukuyama Transporting 0% 22/03/2017	470,000,000	4,561,906
Extra Space Storage 2.375% 01/07/2033	2,990,000	4,554,146
Castex Technologies 2.5% 21/09/2017	12,800,000	4,479,111
Steinhoff Finance Holding 1.25% 11/08/2022	4,000,000	4,439,009
Tal Education Group 2.50% 15/05/2019	1,990,000	4,350,866
Baloise 1.5% 17/11/2016	4,000,000	4,262,031
Nvidia 1.00% 01/12/2018	2,915,000	4,248,984
InterDigital 2.5% 15/03/2016	4,000,000	4,140,002
Total sales in the year		US\$473,858,006
Major Sales	Nominal Holdings	Proceeds US\$
International Consolidated Airlines 1.75% 31/05/2018	14,700,000	27,401,161
Liberty Interactive 1% 30/09/2043	15,420,000	13,479,720
J Sainsbury 1.25% 21/11/2019	8,500,000	13,426,552
BNP Paribas 0.25% 27/09/2016	11,400,000	12,703,806
Casio Computer 0% 23/07/2019	1,250,000,000	12,400,650
Hansteen Jersey Securities 4% 15/07/2018	7,400,000	12,185,366
VEREIT 3.75% 15/12/2020	12,500,000	11,567,106
America Movil 0% 28/05/2020	10,000,000	10,914,692
Billion Express Investments 0.75% 18/10/2015	10,000,000	9,985,200
Eni 0.25% 30/11/2015	8,200,000	8,913,738
Swiss Prime Site Ag 1.875% 21/06/2016	8,050,000	8,530,281
CSG Systems International 3% 01/03/2017	4,990,000	7,997,786

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**  
**For the year ended 31 July 2016**  
**Salar Convertible Absolute Return Fund**

	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
<b>Major Sales (continued)</b>		
Siliconware Precision Industries 0% 31/10/2019	7,500,000	7,831,795
National Bank of Abu Dhabi 1.00% 12/03/2018	7,800,000	7,533,084
Yamato 0% 07/03/2016	700,000,000	7,491,009
Siemens Financieringsmaatschappij 1.05% 16/08/2017	7,000,000	7,428,153
Misarte 3.25% 01/01/2016	3,950,000	7,224,957
Daifuku 0% 02/10/2017	625,000,000	7,186,875
Suntec Real Estate Investment Trust 1.4% 18/03/2018	10,000,000	7,079,331
OSG Corporation 0% 04/04/2022	590,000,000	7,006,093
Sofina 1% 19/09/2016	7,000,000	6,991,320
ABC-Mart 0% 05/02/2018	500,000,000	6,842,538
Tesla Motors 1.50% 01/06/2018	3,990,000	6,821,124
Solidium Oy 0.5% 29/09/2015	6,000,000	6,727,616
Extra Space Storage 2.375% 01/07/2033	3,990,000	6,721,554
Criteria Caixa 1% 25/11/2017	5,900,000	6,445,328
Take-Two Interactive 1.00% 01/07/2018	3,760,000	6,441,309
Electronic Arts 0.75% 15/07/2016	3,000,000	6,423,935
Yamaguchi Financial 0% 20/12/2018	6,000,000	6,243,260
BNP Paribas 0.25% 21/09/2015	5,500,000	6,143,373
TiVo 4% 15/03/2016	6,000,000	6,069,583
Mentor Graphics 4% 01/04/2031	4,990,000	6,018,650
Nvidia 1.00% 01/12/2018	2,915,000	5,987,317
Hengan International 0% 27/06/2018	44,000,000	5,937,749
Starwood Property Trust 3.75% 15/10/2017	5,990,000	5,916,413
TPK 0% 08/04/2020	6,750,000	5,860,220
China Daye Non-Ferrous Metals Mining 0.5% 30/05/2018	38,000,000	5,767,552
Asia Cement 0% 13/05/2018	5,785,000	5,695,289
LinkedIn 0.5% 11/01/2019	5,990,000	5,661,438
DDR 1.75% 15/11/2040	5,000,000	5,615,985
Nihon Unisys 0% 20/06/2016	475,000,000	5,428,496
Stabilus	144,144	5,343,672
Fukuyama Transporting 0% 22/03/2017	480,000,000	4,937,203
Tesla Motors 0.25% 01/03/2019	5,700,000	4,862,269
Shizuoka Bank 0% 25/04/2018	5,000,000	4,760,514

The above totals represent all material purchases and sales in the year.

**INVESTMENT MANAGER'S REPORT  
For the year ended 31 July 2016  
Indus Select Asia Pacific Fund**

Class B USD of Indus Select Asia Pacific Fund was down by -1.68% (net of fees and expenses) from 1 August 2015 until 30 October 2015 outperforming the benchmark's -4.65% return. Since the inception of Indus Select Asia Pacific Fund on 26 October 2010, the Sub-Fund has returned 39.76% through 30 October 2015 as compared to the benchmark's 16.93%. This is a compound annual return of 6.91% compared to the benchmark's 3.17%.

The Sub-Fund was terminated on 30 October 2015.

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the year ended 31 July 2016**  
**Indus Select Asia Pacific Fund**

<b>Total purchases in the year</b>		<b>US\$2,289,315</b>
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost US\$</b>
Samsung Electronics	412	412,666
CK Hutchison	24,000	318,780
Link Real Estate Investment Trust	42,000	226,942
AIA	40,000	217,783
Jardine Matheson Holdings	4,000	194,362
Largan Precision	2,000	176,566
HDFC Bank ADR	1,800	106,846
SouFun ADR	14,100	80,824
Sands China	23,200	79,608
Towngas China	93,000	64,354
Alibaba ADR	900	60,205
Sony	2,200	58,923
Apollo Hospitals Enterprise	2,673	53,872
SK Hynix	1,378	40,392
Computershare	4,825	34,888
Sekisui Chemical	3,000	32,150
Hitachi	5,000	26,929
Panasonic	2,400	25,000
ORIX	1,900	24,353
Weifu High-Technology	7,932	23,601
<b>Total sales in the year</b>		<b>US\$10,618,573</b>
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
Alibaba ADR	6,466	523,045
Samsung Electronics	412	487,683
Sony	16,700	464,699
PICC Property & Casualty	200,880	438,467
HDFC Bank ADR	6,800	413,576
Panasonic	33,800	396,811
Hitachi	65,000	375,858
Toyota Motor	6,000	370,932
Shiseido	15,800	358,541
Taiwan Semiconductor Manufacturing	84,000	351,717
AIA	59,782	349,103
Largan Precision	4,000	335,297
China Life Insurance	93,000	334,813
Coca-Cola West	16,600	333,166
CK Hutchison	24,000	328,312
Denso	7,000	327,190
Sands China	81,200	318,419
Hyundai Motor	2,233	303,296
Beijing Capital International Airport	254,000	268,560
Sekisui Chemical	22,000	257,893
Link Real Estate Investment Trust	42,000	248,529
Apollo Hospitals Enterprise	11,573	238,993
Weifu High-Technology	63,000	229,411
SouFun ADR	32,600	229,095
ORIX	15,100	220,103
Jardine Matheson Holdings	4,000	216,046
Noah ADR	8,500	208,581
Towngas China	282,000	193,488
TechnoPro	6,900	186,007
Tata Consultancy Services	4,400	168,924
SK Hynix	5,320	162,898
Mitsubishi Heavy Industries	32,000	162,450
Zenkoku Hosho	4,700	159,763
GT Capital	5,500	152,665
Bank Mandiri	237,500	151,780

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**  
**For the year ended 31 July 2016**  
**Indus Select Asia Pacific Fund**

<b>Major Sales (continued)</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
Computershare	20,085	135,465
TAL Education ADR	3,400	109,106

The above totals represent all material purchases and sales in the year.

**INVESTMENT MANAGER'S REPORT  
For the year ended 31 July 2016  
MS Algebris Global Financials UCITS Fund**

Class B EUR of Algebris Global Financial UCITS Fund was down by -13.90% (net of fees and expenses) in the 6 months period ending 31 Jan 2016, outperforming the MSCI World Financials Index's -16.28% return.

Over the same period the MSCI US Banks Net Index was down -16.57% and MSCI Euro Bank Index was down -28.7%.

Since the inception of the Sub-Fund on 7 January 2011 through 31 January 2016, the Sub-Fund has returned 18.33% as compared to the MSCI World Financials' 26.08%. This is a compound annual return of 3.38% compared to the MSCI World Financials' 4.68%.

The Sub-Fund merged into the Algebris Financial Equity Fund, a sub-fund of Algebris UCITS Funds plc on 5 Feb 2016.

## UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS

For the year ended 31 July 2016

## MS Algebris Global Financials UCITS Fund

<b>Total purchases in the year</b>		<b>€9,969,444</b>
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost €</b>
Watchstone Group	380,667	477,234
Carlyle LP	19,689	336,546
Societe Generale	7,387	332,584
KBC Groep	5,950	326,150
ING Groep	23,200	301,910
Commerzbank Class A	27,600	281,999
Intesa Sanpaolo	88,300	275,774
Dai-ichi Life Insurance Co	16,000	270,483
Bank of Ireland	791,900	268,610
Deutsche Bank	10,050	264,198
T&D	19,575	254,231
AGEON	45,600	250,219
SPDR S&P 500 ETF Trust	1,400	245,874
Skandinaviska Enskilda Banken	24,250	230,067
KKRLP	13,195	217,346
Mitsubishi UFJ Financial	34,500	200,256
ORIX	14,800	192,821
Cheung Kong Property	33,000	190,138
Morgan Stanley	7,150	186,884
Nordea Bank	15,900	160,152
Comerica	3,995	144,663
Citigroup	3,095	144,474
Swedbank	7,200	142,088
Danske Bank	5,600	138,408
Capital One Financial	2,080	135,689
BOC Hong Kong Holdings	41,370	130,689
Lazard	4,400	130,618
Wells Fargo	2,620	123,323
MetLife	2,900	121,602
SPDR S&P Bank ETF ETF	4,325	121,434
Prudential Financial	1,735	116,591
Banca Monte dei Paschi di Siena 5% 21/04/2020	200,000	115,000
Bank of America	8,500	111,526
China Vanke	54,700	108,755
US Bancorp	2,690	105,768
Royal Bank of Scotland Group	22,000	103,832
Och-Ziff Capital Management	17,800	101,815
<b>Total sales in the year</b>		<b>€14,095,099</b>
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds €</b>
Watchstone Group	380,667	512,992
Quindell	380,667	477,234
Societe Generale	10,900	438,799
BNP Paribas	7,850	416,636
Intesa Sanpaolo	130,900	416,515
ING Groep	30,840	400,674
Bank of Ireland	1,136,080	360,608
Carlyle LP	26,500	343,792
KBC Groep	5,950	314,040
Mitsubishi UFJ Financial	60,000	310,679
Prudential Financial	4,065	277,330
Unipol Gruppo Finanziario Pref	64,850	275,419
Capital One Financial	3,843	274,821
KKRLP	20,395	272,259
Banco Popolare	19,018	266,779
Deutsche Bank	10,050	255,675

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**  
**For the year ended 31 July 2016**  
**MS Algebris Global Financials UCITS Fund**

<b>Major Sales (continued)</b>	<b>Nominal Holdings</b>	<b>Proceeds €</b>
SPDR S&P 500 ETF Trust	1,400	252,310
MetLife	6,220	251,616
AGEON	45,600	234,781
Dai-ichi Life Insurance Co	16,000	230,647
UBS	12,675	227,070
Unipol Sai	106,558	222,845
T&D	19,575	221,413
Commerzbank Class A	27,600	219,271
Skandinaviska Enskilda Banken	24,250	214,158
Sumitomo Mitsui Financial	6,150	206,353
ORIX	15,300	199,561
Discover Financial Services	4,435	198,946
Cheung Kong Property	33,000	198,575
FinecoBank Banca Fineco	24,950	188,726
Citigroup	4,395	177,774
Morgan Stanley	7,150	171,988
Banca Monte dei Paschi di Siena 5% 21/04/2020	200,000	159,701
Nordea Bank	15,900	151,419
Comerica	3,995	146,027
Danske Bank	5,600	142,355

The above totals represent all material purchases and sales in the year and includes the value, €1,898,506, of investments transferred upon the merger of the Sub-Fund into Algebris UCITS Funds plc.

**INVESTMENT MANAGER'S REPORT  
For the year ended 31 July 2016  
Emerging Markets Equity Fund**

The Sub-Fund's investment objective is to provide shareholders with a return equivalent to the performance of the MSCI Emerging Markets Index (Total Return Net Dividend Reinvested) denominated in US dollars before all fees and expenses.

The MSCI Emerging Markets Index is representative of various emerging market countries. As at July 2016, the Index comprised of 24 emerging market countries; Brazil, Chile, China, Colombia, Czech Republic, Egypt, Hong Kong, Hungary, India, Indonesia, Malaysia, Mexico, Peru, Philippines, Poland, Qatar, Russia, South Africa, South Korea, Taiwan, Romania, Thailand, Turkey and the United Arab Emirates. Certain emerging market stocks may be incorporated in other non-emerging markets, such as Greece, Netherlands and Malta.

From the end of July 2015 to the end of July 2016, the performance of the Sub-Fund is -0.95% compared to -0.75% for the MSCI Emerging Markets Index.

Since 10 January 2011 (its inception), the performance of the Sub-Fund is -12.45% compared to -11.48% for the MSCI Emerging Markets Index.

The Sub-Fund has an annualised volatility of 16.92% compared to 16.91% for the MSCI Emerging Markets Index..

In terms of tracking error (annualised standard deviation of the difference in performance between the return of the Sub-Fund and its benchmark) the Sub-Fund has achieved a low tracking error at 0.02% versus the MSCI Emerging Markets Index since launch.

**SCHEDULE OF INVESTMENTS**  
**As at 31 July 2016**  
**Emerging Markets Equity Fund**

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 107.42% (2015: 96.87%)</b>		
	<b>Belgium: 2.16% (2015: 0.00%)</b>		
	<b>Industrial: 2.16% (2015: 0.00%)</b>		
450,000	Euronav	3,874,736	2.16
	<b>Total Belgium</b>	<b>3,874,736</b>	<b>2.16</b>
	<b>Egypt: 1.62% (2015: 0.88%)</b>		
	<b>Communications: 0.04% (2015: 0.09%)</b>		
55,508	Global Telecom Holding	26,191	0.02
30,648	Telecom Egypt	31,511	0.02
	<b>Financial: 1.58% (2015: 0.79%)</b>		
750,000	Commercial International Bank Egypt GDR	2,842,500	1.58
	<b>Total Egypt</b>	<b>2,900,202</b>	<b>1.62</b>
	<b>Germany: 19.03% (2015: 4.38%)</b>		
	<b>Communications: 1.60% (2015: 0.00%)</b>		
320,000	ADVA Optical Networking	2,866,298	1.60
	<b>Consumer, Non-cyclical: 3.48% (2015: 0.00%)</b>		
35,114	Fresenius	2,622,592	1.46
123,000	RHOEN-KLINIKUM	3,624,304	2.02
	<b>Financial: 3.11% (2015: 4.38%)</b>		
55,568	LEG Immobilien	5,579,453	3.11
	<b>Industrial: 8.36% (2015: 0.00%)</b>		
24,500	Pfeiffer Vacuum Technology	2,533,686	1.41
50,000	Sartorius	3,996,626	2.23
78,000	Siemens	8,471,146	4.72
	<b>Technology: 2.48% (2015: 0.00%)</b>		
85,000	GFT Technologies	1,946,650	1.09
81,000	Jenoptik	1,387,659	0.77
40,000	SLM Solutions	1,109,528	0.62
	<b>Total Germany</b>	<b>34,137,942</b>	<b>19.03</b>
	<b>Hong Kong: 0.00% (2015: 0.00%)</b>		
	<b>Basic Materials: 0.00% (2015: 0.00%)</b>		
200	Kingboard Chemicals Holdings	431	-
	<b>Consumer, Non-cyclical: 0.00% (2015: 0.00%)</b>		
124,000	Chaoda Modern Agriculture Holdings	-	-
	<b>Total Hong Kong</b>	<b>431</b>	<b>-</b>
	<b>India: 4.94% (2015: 0.00%)</b>		
	<b>Financial: 4.94% (2015: 0.00%)</b>		
1,169,349	ICICI Bank ADR	8,863,665	4.94
	<b>Total India</b>	<b>8,863,665</b>	<b>4.94</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Emerging Markets Equity Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 107.42% (2015: 96.87%) (continued)</b>		
	<b>Indonesia: 0.00% (2015: 0.14%)</b>	-	-
	<b>Ireland: 0.00% (2015: 5.33%)</b>	-	-
	<b>Israel: 0.22% (2015: 0.30%)</b>		
	<b>Communications: 0.13% (2015: 0.17%)</b>		
50,000	Partner Communications	238,495	0.13
	<b>Energy: 0.09% (2015: 0.13%)</b>		
3,668	Jerusalem Oil Exploration	161,294	0.09
	<b>Total Israel</b>	<b>399,789</b>	<b>0.22</b>
	<b>Japan: 2.91% (2015: 0.00%)</b>		
	<b>Industrial: 2.91% (2015: 0.00%)</b>		
1,122,000	Hitachi	5,216,695	2.91
	<b>Total Japan</b>	<b>5,216,695</b>	<b>2.91</b>
	<b>Malaysia: 0.00% (2015: 1.50%)</b>		
	<b>Basic Materials: 0.00% (2015: 0.08%)</b>	-	-
	<b>Communications: 0.00% (2015: 0.23%)</b>		
50	Axiata	70	-
83	Telekom Malaysia	139	-
	<b>Consumer, Cyclical: 0.00% (2015: 0.17%)</b>		
79	Berjaya Sports Toto	64	-
	<b>Consumer, Non-cyclical: 0.00% (2015: 0.23%)</b>	-	-
	<b>Diversified: 0.00% (2015: 0.08%)</b>		
33	YTL	14	-
	<b>Energy: 0.00% (2015: 0.06%)</b>	-	-
	<b>Financial: 0.00% (2015: 0.33%)</b>		
54	CIMB Holdings	58	-
500	Hong Leong Financial	1,870	-
65	IOI Properties	38	-
1,434	Malayan Banking	2,825	-
11	SP Setia	8	-
	<b>Industrial: 0.00% (2015: 0.10%)</b>		
36	Malaysia Airports Holdings	53	-
	<b>Utilities: 0.00% (2015: 0.22%)</b>		
34	YTL Power International	12	-
	<b>Total Malaysia</b>	<b>5,151</b>	<b>-</b>
	<b>Malta: 2.28% (2015: 0.00%)</b>		
	<b>Consumer, Cyclical: 2.28% (2015: 0.00%)</b>		
400,000	Unibet	4,087,468	2.28
	<b>Total Malta</b>	<b>4,087,468</b>	<b>2.28</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Emerging Markets Equity Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 107.42% (2015: 96.87%) (continued)</b>		
	<b>People's Republic of China: 0.00% (2015: 0.00%)</b>		
	<b>Consumer, Cyclical: 0.00% (2015: 0.00%)</b>		
1,000	China Zhengtong Auto Services Holdings	407	-
	<b>Consumer, Non-cyclical: 0.00% (2015: 0.00%)</b>		
600	China Agri-Industries Holdings	209	-
	<b>Energy: 0.00% (2015: 0.00%)</b>		
400	China Petroleum & Chem. 'H'	284	-
	<b>Financial: 0.00% (2015: 0.00%)</b>		
999	Country Garden	407	-
1,227	PICC Property & Casualty	1,901	-
166	Shui On Land	45	-
	<b>Industrial: 0.00% (2015: 0.00%)</b>		
7,000	Metallurgical Corporation of China 'H'	2,129	-
	<b>Total People's Republic of China</b>	<b>5,382</b>	<b>-</b>
	<b>Philippines: 0.00% (2015: 0.00%)</b>		
	<b>Financial: 0.00% (2015: 0.00%)</b>		
5	BDO Unibank	12	-
25	SM Prime Holdings	16	-
	<b>Total Philippines</b>	<b>28</b>	<b>-</b>
	<b>Poland: 0.01% (2015: 0.01%)</b>		
	<b>Technology: 0.01% (2015: 0.01%)</b>		
901	Asseco Poland	12,392	0.01
	<b>Total Poland</b>	<b>12,392</b>	<b>0.01</b>
	<b>Portugal: 1.06% (2015: 0.00%)</b>		
	<b>Communications: 1.06% (2015: 0.00%)</b>		
284,019	NOS	1,902,767	1.06
	<b>Total Portugal</b>	<b>1,902,767</b>	<b>1.06</b>
	<b>Republic of South Korea: 0.00% (2015: 0.00%)</b>		
	<b>Basic Materials: 0.00% (2015: 0.00%)</b>		
90	Dongkuk Steel Mill	729	-
1	Hyundai Steel	45	-
	<b>Consumer, Cyclical: 0.00% (2015: 0.00%)</b>		
2	Hanwha	64	-
	<b>Financial: 0.00% (2015: 0.00%)</b>		
5	Daewoo Securities	41	-
1	Dongbu Insurance	57	-
7	Hana Financial	172	-
1	Hyundai Securities	6	-
5	KB Financial Group	157	-
9	Woori Investment & Securities	84	-
8	Samsung Card	308	-
6	Samsung Securities	202	-
7	Shinhan Financial	250	-

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Emerging Markets Equity Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 107.42% (2015: 96.87%) (continued)</b>		
	<b>Republic of South Korea: 0.00% (2015: 0.00%) (continued)</b>		
	<b>Industrial: 0.00% (2015: 0.00%)</b>		
4	Doosan Heavy Industries & Construction	94	-
7	GS Engineering & Construction	179	-
	<b>Total Republic of South Korea</b>	<b>2,388</b>	<b>-</b>
	<b>Romania: 0.56% (2015: 0.00%)</b>		
	<b>Financial: 0.56% (2015: 0.00%)</b>		
100,000	Fondul Proprietatea GDR	997,000	0.56
	<b>Total Romania</b>	<b>997,000</b>	<b>0.56</b>
	<b>Russian Federation: 18.17% (2015: 19.39%)</b>		
	<b>Basic Materials: 7.36% (2015: 7.67%)</b>		
370,000	Novolipetsk Steel GDR	5,346,500	2.98
664,436	Severstal GDR	7,860,278	4.38
	<b>Communications: 1.77% (2015: 2.58%)</b>		
164,411	Mail.Ru GDR	3,173,132	1.77
	<b>Energy: 5.47% (2015: 8.58%)</b>		
57,484	Lukoil ADR	2,457,441	1.37
20,000	Novatek GDR	1,996,000	1.11
190,000	Taftneft ADR	5,367,500	2.99
	<b>Financial: 3.57% (2015: 0.56%)</b>		
189,496	Moscow Exchange MICEX-RTS	324,901	0.18
698,745	Sberbank of Russia ADR	6,079,780	3.39
	<b>Total Russian Federation</b>	<b>32,605,532</b>	<b>18.17</b>
	<b>Spain: 43.76% (2015: 55.02%)</b>		
	<b>Basic Materials: 0.36% (2015: 0.00%)</b>		
254,768	Ence Energia y Celulosa	643,861	0.36
	<b>Communications: 5.64% (2015: 22.40%)</b>		
589,426	Atresmediade Medios de Comunicacion	6,176,007	3.44
170,000	eDreams ODIGEO SL	423,168	0.24
391,000	Euskaltel	3,509,254	1.96
	<b>Consumer, Cyclical: 2.81% (2015: 0.00%)</b>		
260,000	CIE Automotive	5,050,241	2.81
	<b>Consumer, Non-cyclical: 2.33% (2015: 2.09%)</b>		
260,000	Almirall	4,178,006	2.33
	<b>Energy: 1.08% (2015: 2.39%)</b>		
188,108	Saeta Yield	1,929,767	1.08
	<b>Financial: 7.03% (2015: 8.56%)</b>		
240,000	Axiare Patrimonio SOCIMI Reits	3,274,236	1.82
1,200,000	Banco Bilbao Vizcaya Argentaria	7,011,428	3.91
3,050,000	Bankia	2,339,715	1.30

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Emerging Markets Equity Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 107.42% (2015: 96.87%) (continued)</b>		
	<b>Spain: 43.76% (2015: 55.02%) (continued)</b>		
	<b>Industrial: 10.32% (2015: 19.58%)</b>		
51,795	Aena	7,471,648	4.16
89,000	Cia de Distribucion Integral Logista	2,148,231	1.20
419,895	GamesaTechnologica	8,895,578	4.96
	<b>Utilities: 14.19% (2015: 0.00%)</b>		
250,000	Enagas	7,623,670	4.25
250,000	Endesa	5,254,377	2.93
1,830,000	Iberdrola	12,575,113	7.01
	<b>Total Spain</b>	<b>78,504,300</b>	<b>43.76</b>
	<b>Switzerland: 2.21% (2015: 1.98%)</b>		
	<b>Communications: 0.00% (2015: 1.41%)</b>	-	-
	<b>Consumer, Cyclical: 2.21% (2015: 0.00%)</b>		
13,690	Valora	3,966,268	2.21
	<b>Industrial: 0.00% (2015: 0.57%)</b>	-	-
	<b>Total Switzerland</b>	<b>3,966,268</b>	<b>2.21</b>
	<b>Taiwan: 0.00% (2015: 0.00%)</b>		
	<b>Technology: 0.00% (2015: 0.00%)</b>		
1,000	Taiwan Semiconductor Manufacturing	5,404	-
	<b>Total Taiwan</b>	<b>5,404</b>	<b>-</b>
	<b>Thailand: 3.16% (2015: 5.19%)</b>		
	<b>Basic Materials: 0.00% (2015: 0.04%)</b>	-	-
	<b>Communications: 0.00% (2015: 0.13%)</b>	-	-
	<b>Consumer, Cyclical: 0.00% (2015: 0.04%)</b>	-	-
	<b>Diversified: 0.00% (2015: 0.34%)</b>	-	-
	<b>Energy: 0.00% (2015: 0.16%)</b>	-	-
	<b>Financial: 3.16% (2015: 4.47%)</b>		
1,155,000	Bangkok Bank	5,670,542	3.16
	<b>Utilities: 0.00% (2015: 0.01%)</b>	-	-
	<b>Total Thailand</b>	<b>5,670,542</b>	<b>3.16</b>
	<b>United Kingdom: 0.00% (2015: 2.75%)</b>	-	-
	<b>United States: 5.33% (2015: 0.00%)</b>	-	-
	<b>Consumer, Cyclical: 5.33% (2015: 0.00%)</b>		
37,167	Home Depot	5,137,966	2.86
60,000	L Brands	4,434,000	2.47
	<b>Total United States</b>	<b>9,571,966</b>	<b>5.33</b>
	<b>Total Equities</b>	<b>192,730,048</b>	<b>107.42</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Emerging Markets Equity Fund

	Fair Value US\$	% of Net Assets
<b>Financial assets at fair value through profit or loss</b>		
<b>Financial Derivative Instruments: 0.36% (2015: 1.63%)</b>		
<b>Counterparty Total Return Swaps - Unrealised Gains: 0.36% (2015: 1.63%)</b>		
Morgan Stanley Morgan Stanley Capital Services LLC Swap Emerging Markets Equity Fund Reference Portfolio Leg	639,598	0.36
<b>Total Total Return Swaps - Unrealised Gains</b>	<b>639,598</b>	<b>0.36</b>
<b>Total Financial Derivative Instruments</b>	<b>639,598</b>	<b>0.36</b>
<b>Total Financial assets at fair value through profit or loss</b>	<b>193,369,646</b>	<b>107.78</b>
<b>Financial liabilities at fair value through profit or loss</b>		
<b>Financial Derivative Instruments: (8.29%) (2015: 0.00%)</b>		
<b>Counterparty Total Return Swaps - Unrealised Losses: (8.29%) (2015: 0.00%)</b>		
Morgan Stanley Morgan Stanley Capital Services LLC Swap Emerging Markets Equity Fund Financing Leg	(14,872,006)	(8.29)
<b>Total Total Return Swaps - Unrealised Losses</b>	<b>(14,872,006)</b>	<b>(8.29)</b>
<b>Total Financial Derivative Instruments</b>	<b>(14,872,006)</b>	<b>(8.29)</b>
<b>Total Financial liabilities at fair value through profit or loss</b>	<b>(14,872,006)</b>	<b>(8.29)</b>
<b>Total Value of Investments (Cost: US\$186,828,302)</b>	<b>178,497,640</b>	<b>99.49</b>
<b>Cash and Cash Equivalents</b>	<b>6,013,282</b>	<b>3.35</b>
<b>Other Net Liabilities</b>	<b>(5,097,327)</b>	<b>(2.84)</b>
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<b>179,413,595</b>	<b>100.00</b>
		<b>% of Total Assets</b>
<b>Analysis of Portfolio</b>		
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	192,730,048	96.60
Over the counter financial derivative instruments	639,598	0.32
Cash and cash equivalents	6,013,282	3.01
Other assets	135,321	0.07
<b>Total Assets</b>	<b>199,518,249</b>	<b>100.00</b>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the year ended 31 July 2016**  
**Emerging Markets Equity Fund**

<b>Total purchases in the year</b>	<b>US\$557,125,179</b>	
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost US\$</b>
Banco Santander	4,801,849	25,130,020
Iberdrola	3,179,354	21,085,779
Ferrovial	837,449	17,959,325
NOS	2,149,951	17,009,347
Enagas	550,000	16,284,725
GamesaTechnologica	843,578	15,561,667
Banco Bilbao Vizcaya Argentaria	2,356,710	14,828,889
Endesa	729,642	14,517,210
Aena	100,459	14,192,647
Gazprom ADR	3,174,316	12,419,452
Atresmediade Medios de Comunicacion	1,144,438	12,340,503
Sberbank of Russia ADR	1,679,767	12,255,445
Bankia	13,050,000	11,101,944
CIE Automotive	680,854	10,623,840
Mediaset España Comunicación	832,350	10,436,682
Cellnex Telecom	565,320	10,239,109
Red Eléctrica de España	119,624	10,145,036
Lukoil ADR	279,997	9,921,359
Repsol	800,000	9,870,116
Severstal GDR	975,020	9,845,295
Almirall	556,933	9,844,209
Inmobiliaria Colonial	13,373,002	9,684,500
Cia de Distribucion Integral Logista	425,704	9,052,002
International Consolidated Airlines	1,003,110	8,761,318
Viscofan	143,749	8,494,194
ICICI Bank ADR	1,169,349	8,454,393
Siemens	78,000	7,883,095
Unibet	693,998	7,704,855
Novolipetsk Steel GDR	702,249	7,647,498
GFT Technologies	256,790	7,629,769
Gas Natural	393,797	7,621,018
Grupo Catalana Occidente	261,839	7,598,210
Merlin Properties Socimi	516,475	6,616,822
Prosegur Compania Seguridad	1,227,487	6,406,227
Ebro Foods	320,001	6,371,965
Commercial International Bank Egypt GDR	1,600,000	6,137,000
MegaFon GDR	515,102	6,122,800
Sistema GDR	940,000	5,898,200
Axiare Patrimonio Socimi Reits	410,000	5,826,562
ACS Actividades de Construccion y Servicios	214,411	5,797,985
Deutsche Pfandbriefbank	517,432	5,705,631

<b>Total sales in the year</b>	<b>US\$479,201,107</b>	
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
Banco Santander	4,801,849	21,887,405
Aena	128,664	17,283,426
Atresmediade Medios de Comunicacion	1,305,012	17,172,198
Ferrovial	837,449	16,914,646
Inmobiliaria Colonial	22,801,173	16,397,670
Cellnex Telecom	915,320	14,977,514
NOS	1,865,932	14,104,755
Lukoil ADR	327,513	12,833,357
Gazprom ADR	3,174,316	12,668,416
Repsol	800,000	10,221,651
Red Electrica de España	119,624	10,029,244
Deutsche Pfandbriefbank	943,970	10,002,543
Mediaset España Comunicación	832,350	9,722,298
Acciona	124,000	9,621,773
Endesa	479,642	9,560,974

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**  
**For the year ended 31 July 2016**  
**Emerging Markets Equity Fund**

<b>Major Sales (continued)</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
Enagás	300,000	9,200,505
Iberdrola	1,349,354	9,123,390
Novolipetsk Steel GDR	782,249	8,935,113
Bankia	10,000,000	8,564,947
Viscofan	143,749	8,202,323
International Consolidated Airlines	1,003,110	7,964,501
GamesaTechnologica	423,683	7,941,023
Grupo Catalana Occidente	261,839	7,826,418
Gas Natural	393,797	7,751,561
Banco Bilbao Vizcaya Argentaria	1,156,710	7,463,246
CIE Automotive	420,854	7,287,649
Almirall	431,933	7,017,031
Cia de Distribucion Integral Logista	336,704	6,930,722
Sistema GDR	940,000	6,517,600
Prosegur Compania Seguridad	1,227,487	6,288,800
Ebro Foods	320,001	6,210,722
Merlin Properties Socimi	516,475	6,031,382
MegaFon GDR	515,102	5,904,400
Source Markets - Energy S&P US Select Sector UCITS ETF	20,000	5,820,000
Sberbank of Russia ADR	1,081,022	5,751,037
Rosneft GDR	1,500,000	5,524,500
Unibet	53,932	5,317,963
ACS Actividades de Construccion y Servicios	214,411	5,274,479
Ence Energia y Celulosa	1,985,232	5,271,033
MMC Norilsk Nickel	392,269	5,198,751

The above totals represent all material purchases and sales in the year.

**INVESTMENT MANAGER'S REPORT  
For the year ended 31 July 2016  
Indus PacifiChoice Asia Fund**

Class I EUR of the Indus PacifiChoice Asia Fund fell -5.0% (estimated, net of fees and expenses) in the 12 month period ending 31 July 2016 as gains in India, Indonesia, Korea, Taiwan and the Philippines could not overcome losses in Japan and Hong Kong/China. During the fiscal year, Sub-Fund gross exposure was stable in the 170% range while net exposure increased modestly from 53% at the beginning of the year to 65% at fiscal year-end, in line with the historical average.

Japan was the largest net exposure in the Sub-Fund, beginning the fiscal year at 28% net long and ending at 31% net long. While the Japanese stock market has not been conducive to a fundamental bottom-up approach recently, we believe the outlook is compelling, with valuations near lows on an absolute basis and relative to other developed markets. This is concurrent with continued, albeit slower, earnings growth and what we see as steady improvements in corporate governance, against a stable political backdrop.

During the year, exposure to Hong Kong/China fell from 19% to 15% net long, while India increased from 8% to 11% net long, and was the top contributing country in the portfolio during the fiscal year. There was a reduction in gross exposure in South-East Asia, specifically an exit from net short exposure in Indonesia, Malaysia, Singapore and Thailand, as well as an increase in net exposure in the Philippines from 4% to 6%.

The largest single-name contributor to the Sub-Fund's performance during the fiscal year was Bharat Financial Inclusion (formerly SKS Microfinance). Bharat Financial Inclusion ("Bharat") is the largest listed microfinance company in India. The core business is lending money to groups of women to start or expand small and simple businesses (for example, raising cows and goats to sell milk, or opening a village tea stall). Bharat uses the joint liability group model whereby the women borrowers guarantee each other's loans, and review their businesses with trained Bharat personnel in disciplined weekly group meetings. The industry is very underpenetrated and enjoys strong regulatory tailwinds. During the second half of the fiscal year, the Reserve Bank of India allowed microfinance companies to double the ticket size on loans to Rs 30,000 (approximately US\$450), with their average loan size being only Rs 11,000 (approximately US\$165). Bharat is also adding 25% to its workforce, which we believe will help them add new borrowers at a similar pace this year. As a result, we believe the company will be able to grow its loan book by over 50% in the year ending March 2017. The company recently reported earnings growth of 90% YoY for the last quarter, and we expect this positive momentum to be maintained. Bharat ends the year as a top 5 long position in the Sub-Fund.

Hitachi was the largest single stock detractor from the Sub-Fund. This Japanese conglomerate is perceived as highly cyclical, with exposure to China, and a relatively opaque earnings profile. However, there is a good counterbalance to the global business portfolio in their domestic businesses, which include for example, IT services. During the fiscal year, Hitachi reported earnings above market consensus. Hitachi is delivering well on restructuring less profitable business, and we believe the company has growth opportunities in several businesses as well as plenty of scope for margin improvement and stronger free cash flow generation. The stock trades at a significant discount to its global and domestic peers, and the position remains within the top 10 overall holdings in the Sub-Fund.

Please refer to the individual monthly newsletters for additional commentary from the portfolio manager of the Sub-Fund, Sheldon Kasowitz.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## Indus PacificChoice Asia Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 325.95% (2015: 78.34%)</b>		
	<b>Hong Kong: 29.40% (2015: 5.88%)</b>		
	<b>Consumer, Cyclical: 3.70% (2015: 2.11%)</b>		
896,300	Regina Miracle International	984,088	3.70
	<b>Utilities: 25.70% (2015: 3.77%)</b>		
11,267,000	Towngas China	6,838,648	25.70
	<b>Total Hong Kong</b>	<b>7,822,736</b>	<b>29.40</b>
	<b>Japan: 220.18% (2015: 54.13%)</b>		
	<b>Basic Materials: 8.16% (2015: 2.09%)</b>		
191,300	Daicel	2,172,739	8.16
	<b>Communications: 26.52% (2015: 0.07%)</b>		
167,800	GMO internet	2,197,274	8.26
227,600	Next	2,223,034	8.35
55,400	Nippon Telegraph & Telephone	2,638,507	9.91
	<b>Consumer, Cyclical: 67.28% (2015: 13.26%)</b>		
324,500	Avex	3,840,743	14.44
317,500	Haseko	3,404,718	12.79
472,200	Marubeni	2,217,131	8.33
160,100	Panasonic	1,579,364	5.93
14,500	Ryohin Keikaku	3,244,231	12.19
113,000	Sony	3,618,734	13.60
	<b>Consumer, Non-cyclical: 82.60% (2015: 14.64%)</b>		
19,300	Ariake Japan	1,065,893	4.00
229,800	Coca-Cola West	6,372,558	23.95
23,500	Kao	1,273,313	4.78
15,300	Kyoritsu Maintenance	1,133,112	4.26
115,900	Kyowa Hakko Kirin	2,039,008	7.66
71,000	Lion	1,078,665	4.05
66,200	Megmilk Snow Brand	2,299,576	8.64
10,500	Nihon M&A Center	644,436	2.42
34,800	Ono Pharmaceutical	1,257,398	4.72
57,200	Shiseido	1,619,136	6.08
93,800	TechnoPro	3,203,396	12.04
	<b>Financial: 8.87% (2015: 10.18%)</b>		
225,800	Acom	1,079,592	4.06
841,000	Shinsei Bank	1,280,148	4.81
	<b>Industrial: 26.75% (2015: 6.43%)</b>		
57,500	Futaba	1,076,109	4.04
768,000	Hitachi	3,570,786	13.42
763,000	Toyo Engineering	2,471,737	9.29
	<b>Technology: 0.00% (2015: 7.46%)</b>	-	-
	<b>Total Japan</b>	<b>58,601,338</b>	<b>220.18</b>
	<b>People's Republic of China: 31.74% (2015: 4.05%)</b>		
	<b>Communications: 6.36% (2015: 1.95%)</b>		
239,591	Baozun ADR	1,693,908	6.36

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Indus PacifiChoice Asia Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 325.95% (2015: 78.34%) (continued)</b>		
	<b>People's Republic of China: 31.74% (2015: 4.05%) (continued)</b>		
	<b>Consumer, Non-cyclical: 4.51% (2015: 1.57%)</b>		
91,414	Hutchison China MediTech ADR	1,200,266	4.51
	<b>Industrial: 0.87% (2015: 0.00%)</b>		
18,000	Silergy	232,591	0.87
	<b>Utilities: 20.00% (2015: 0.53%)</b>		
945,000	Beijing Enterprises	5,321,748	20.00
	<b>Total People's Republic of China</b>	<b>8,448,513</b>	<b>31.74</b>
	<b>Philippines: 20.43% (2015: 4.01%)</b>		
	<b>Financial: 20.43% (2015: 4.01%)</b>		
87,600	GT Capital	2,863,596	10.76
1,276,820	Metropolitan Bank & Trust	2,573,425	9.67
	<b>Total Philippines</b>	<b>5,437,021</b>	<b>20.43</b>
	<b>Republic of South Korea: 12.29% (2015: 1.09%)</b>		
	<b>Consumer, Non-cyclical: 12.29% (2015: 0.01%)</b>		
3,635	LG Household & Health Care	3,271,062	12.29
	<b>Financial: 0.00% (2015: 1.08%)</b>	-	-
	<b>Total Republic of South Korea</b>	<b>3,271,062</b>	<b>12.29</b>
	<b>Singapore: 0.00% (2015: 0.06%)</b>	-	-
	<b>Taiwan: 11.91% (2015: 3.93%)</b>		
	<b>Consumer, Non-cyclical: 0.00% (2015: 3.93%)</b>	-	-
	<b>Industrial: 11.91% (2015: 0.00%)</b>		
304,000	Nien Made Enterprise	3,171,130	11.91
	<b>Total Taiwan</b>	<b>3,171,130</b>	<b>11.91</b>
	<b>United States: 0.00% (2015: 5.19%)</b>	-	-
	<b>Total Equities</b>	<b>86,751,800</b>	<b>325.95</b>
	<b>Participatory Notes: 3.95% (2015: 8.14%)</b>		
	<b>India: 0.00% (2015: 2.30%)</b>	-	-
	<b>People's Republic of China: 3.95% (2015: 5.84%)</b>		
337,700	Weifu High-Technology	1,052,426	3.95
	<b>Total People's Republic of China</b>	<b>1,052,426</b>	<b>3.95</b>
	<b>Total Participatory Notes</b>	<b>1,052,426</b>	<b>3.95</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Indus PacifiChoice Asia Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Financial Derivative Instruments: 32.54% (2015: 6.38%)</b>		
	<b>Contracts for Difference - Unrealised Gains: 28.58% (2015: 4.22%)</b>		
	<b>Australia: 0.01% (2015: 0.00%)</b>		
	<b>Consumer, Non-cyclical: 0.01% (2015: 0.00%)</b>		
(191,185)	IPH	3,096	0.01
	<b>Total Australia</b>	<b>3,096</b>	<b>0.01</b>
	<b>Hong Kong: 0.05% (2015: 0.00%)</b>		
	<b>Consumer, Cyclical: 0.05% (2015: 0.00%)</b>		
1,481,200	Chow Tai Fook Jewellery	13,380	0.05
	<b>Total Hong Kong</b>	<b>13,380</b>	<b>0.05</b>
	<b>India: 16.04% (2015: 0.77%)</b>		
	<b>Consumer, Cyclical: 5.78% (2015: 0.00%)</b>		
403,654	Bharti Retail	110,890	0.43
215,975	PVR	1,230,299	4.62
15,913	TTK Prestige	309,950	1.16
	<b>Financial: 9.83% (2015: 0.77%)</b>		
423,020	Bharat Financial Inclusion	2,500,700	9.40
83,686	Yes Bank	114,254	0.43
	<b>Total India</b>	<b>4,266,093</b>	<b>16.04</b>
	<b>Indonesia: 0.05% (2015: 0.49%)</b>		
	<b>Consumer, Cyclical: 0.00% (2015: 0.16%)</b>		
	<b>Consumer, Non-cyclical: 0.00% (2015: 0.05%)</b>		
	<b>Financial: 0.05% (2015: 0.28%)</b>		
843,000	Bank Rakyat Indonesia	13,091	0.05
	<b>Total Indonesia</b>	<b>13,091</b>	<b>0.05</b>
	<b>Japan: 4.56% (2015: 2.41%)</b>		
	<b>Basic Materials: 0.00% (2015: 0.07%)</b>		
	<b>Communications: 0.00% (2015: 0.29%)</b>		
	<b>Consumer, Cyclical: 0.35% (2015: 0.55%)</b>		
(168,400)	Aeon	77,032	0.29
(34,600)	Itochu	2,758	0.01
7,100	Nintendo	12,150	0.05
	<b>Consumer, Non-cyclical: 2.12% (2015: 0.28%)</b>		
(112,300)	Pigeon	502,387	1.89
46,700	Shionogi	60,333	0.23

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Indus PacifiChoice Asia Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Financial Derivative Instruments: 32.54% (2015: 6.38%) (continued)</b>		
	<b>Contracts for Difference - Unrealised Gains: 28.58% (2015: 4.22%) (continued)</b>		
	<b>Financial: 2.09% (2015: 1.08%)</b>		
268,600	Dai-ichi Life Insurance	55,613	0.21
19,600	Investors Cloud	144,911	0.54
58,800	Zenkoku Hosho	353,948	1.34
	<b>Industrial: 0.00% (2015: 0.14%)</b>	-	-
	<b>Total Japan</b>	<b>1,209,132</b>	<b>4.56</b>
	<b>Malaysia: 0.00% (2015: 0.11%)</b>	-	-
	<b>People's Republic of China: 0.76% (2015: 0.26%)</b>		
	<b>Communications: 0.00% (2015: 0.01%)</b>	-	-
	<b>Consumer, Cyclical: 0.00% (2015: 0.12%)</b>	-	-
	<b>Consumer, Non-cyclical: 0.00% (2015: 0.06%)</b>	-	-
	<b>Financial: 0.00% (2015: 0.07%)</b>	-	-
122,000	<b>Industrial: 0.76% (2015: 0.00%)</b> Silergy	202,680	0.76
	<b>Total People's Republic of China</b>	<b>202,680</b>	<b>0.76</b>
	<b>Philippines: 0.08% (2015: 0.00%)</b>		
1,822,200	<b>Industrial: 0.08% (2015: 0.00%)</b> CEMEX Philippines	22,077	0.08
	<b>Total Philippines</b>	<b>22,077</b>	<b>0.08</b>
	<b>Republic of South Korea: 0.11% (2015: 0.00%)</b>		
(25,145)	<b>Consumer, Cyclical: 0.11% (2015: 0.00%)</b> Hotel Shilla	28,155	0.11
383	<b>Consumer, Non-cyclical: 0.00% (2015: 0.00%)</b> LG Household & Health Care	536	-
	<b>Total Republic of South Korea</b>	<b>28,691</b>	<b>0.11</b>
	<b>Singapore: 0.00% (2015: 0.03%)</b>	-	-
	<b>Thailand: 0.00% (2015: 0.15%)</b>	-	-
	<b>United States: 6.92% (2015: 0.00%)</b>		
82,553	<b>Consumer, Non-cyclical: 6.92% (2015: 0.00%)</b> Herbalife	1,842,844	6.92
	<b>Total United States</b>	<b>1,842,844</b>	<b>6.92</b>
	<b>Total Contracts for Difference - Unrealised Gains</b>	<b>7,601,084</b>	<b>28.58</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Indus PacificChoice Asia Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets		
	<b>Financial Derivative Instruments: 32.54% (2015: 6.38%) (continued)</b>				
	<b>Futures Contracts - Unrealised Gains: 0.02% (2015: 0.00%)</b>				
	<b>India: 0.02% (2015: 0.00%)</b>				
	<b>Financial: 0.02% (2015: 0.00%)</b>				
(116)	State Bank of India Aug 2016	6,047	0.02		
	<b>Total India</b>	<b>6,047</b>	<b>0.02</b>		
	<b>Total Futures Contracts - Unrealised Gains</b>	<b>6,047</b>	<b>0.02</b>		
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Gains: 3.94% (2015: 2.16%)</b>				
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>		
Morgan Stanley	EUR 36,643,459	USD 40,541,590	17/08/2016	458,087	1.72
Goldman Sachs	JPY 266,000,000	USD 2,506,249	17/08/2016	90,554	0.34
Morgan Stanley	GBP 20,203,993	USD 26,770,089	17/08/2016	60,896	0.23
Morgan Stanley	JPY 170,000,000	USD 1,611,895	21/09/2016	49,975	0.19
Goldman Sachs	JPY 211,000,000	USD 2,014,731	17/08/2016	45,139	0.17
Goldman Sachs	JPY 108,000,000	USD 1,019,056	21/09/2016	36,720	0.15
Goldman Sachs	JPY 107,000,000	USD 1,011,528	21/09/2016	34,473	0.13
Morgan Stanley	CHF 1,916,130	USD 1,950,637	17/08/2016	33,701	0.13
Goldman Sachs	JPY 134,000,000	USD 1,278,403	17/08/2016	29,761	0.11
Morgan Stanley	USD 5,307,924	PHP 249,000,000	17/08/2016	22,964	0.09
Citigroup	JPY 168,000,000	USD 1,619,424	21/09/2016	22,895	0.09
UBS	JPY 60,000,000	USD 568,444	21/09/2016	18,099	0.07
Morgan Stanley	EUR 757,670	USD 833,804	17/08/2016	13,936	0.05
Citigroup	JPY 35,000,000	USD 330,586	21/09/2016	11,564	0.04
Morgan Stanley	USD 1,158,853	CNH 7,700,000	15/03/2017	11,559	0.04
Morgan Stanley	JPY 37,000,000	USD 349,834	17/08/2016	11,375	0.04
Goldman Sachs	JPY 29,600,000	USD 278,496	21/09/2016	10,865	0.04
UBS	JPY 34,000,000	USD 323,718	21/12/2016	9,924	0.04
Morgan Stanley	USD 993,303	CNH 6,600,000	15/03/2017	9,907	0.04
Morgan Stanley	JPY 56,000,000	USD 537,020	17/08/2016	9,676	0.04
UBS	JPY 30,000,000	USD 284,570	21/09/2016	8,701	0.03
Goldman Sachs	JPY 19,000,000	USD 178,910	17/08/2016	6,576	0.02
Morgan Stanley	JPY 19,000,000	USD 179,159	17/08/2016	6,326	0.02
Morgan Stanley	JPY 15,000,000	USD 141,164	21/12/2016	6,031	0.02
Morgan Stanley	GBP 399,233	USD 524,562	17/08/2016	5,621	0.02
Goldman Sachs	JPY 26,000,000	USD 248,891	21/09/2016	5,278	0.02
UBS	JPY 44,000,000	USD 425,556	17/08/2016	3,990	0.01
Goldman Sachs	JPY 12,000,000	USD 113,585	21/09/2016	3,724	0.01
Morgan Stanley	USD 450,281	CNH 3,000,000	15/03/2017	3,284	0.01
Citigroup	JPY 107,000,000	USD 1,043,455	21/09/2016	2,546	0.01
UBS	EUR 224,420	USD 248,802	17/08/2016	2,298	0.01
Morgan Stanley	USD 448,565	CNH 3,000,000	15/03/2017	1,567	0.01
UBS	JPY 16,000,000	USD 155,521	21/09/2016	891	-
Morgan Stanley	CNH 700,000	USD 103,550	15/03/2017	749	-
Morgan Stanley	CNH 1,400,000	USD 207,869	15/03/2017	730	-
Morgan Stanley	CHF 33,045	USD 33,557	17/08/2016	664	-
Morgan Stanley	USD 255,156	PHP 12,000,000	17/08/2016	460	-
UBS	GBP 178,219	USD 236,259	17/08/2016	417	-
UBS	CHF 13,538	USD 13,803	17/08/2016	217	-
Morgan Stanley	PHP 9,300,000	USD 197,243	17/08/2016	147	-
Citigroup	JPY 13,000,000	USD 127,021	21/09/2016	64	-
	<b>Total Forward Currency Contracts - Unrealised Gains</b>		<b>1,052,351</b>	<b>3.94</b>	
	<b>Total Financial Derivative Instruments</b>		<b>8,659,482</b>	<b>32.54</b>	
	<b>Total Financial assets at fair value through profit or loss</b>		<b>96,463,708</b>	<b>362.44</b>	

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Indus PacifiChoice Asia Fund

Holdings	Financial liabilities at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Financial Derivative Instruments: (35.15%) (2015: (3.19%))</b>		
	<b>Contracts for Difference - Unrealised Losses: (6.89%) (2015: (2.87%))</b>		
	<b>Germany: 0.00% (2015: 0.00%)</b>		
	<b>Technology: 0.00% (2015: 0.00%)</b>		
10,800	Infineon Technologies	(1,229)	-
	<b>Total Germany</b>	<b>(1,229)</b>	<b>-</b>
	<b>Hong Kong: 0.00% (2015: (1.42%))</b>	-	-
	<b>India: 0.00% (2015: (0.05%))</b>	-	-
	<b>Indonesia: 0.00% (2015: (0.02%))</b>	-	-
	<b>Japan: (4.19%) (2015: (0.93%))</b>		
	<b>Basic Materials: 0.00% (2015: (0.07%))</b>	-	-
	<b>Communications: (0.09%) (2015: 0.00%)</b>		
(71,400)	Nippon Television	(22,991)	(0.09)
	<b>Consumer, Cyclical: (0.02%) (2015: (0.16%))</b>		
29,000	Marubeni	(5,350)	(0.02)
	<b>Consumer, Non-cyclical: (0.99%) (2015: 0.00%)</b>		
(78,400)	Coca-Cola West	(127,509)	(0.48)
(42,300)	Systemex	(135,564)	(0.51)
	<b>Financial: (0.49%) (2015: 0.00%)</b>		
44,000	Sumitomo Realty & Development	(132,997)	(0.49)
	<b>Industrial: (2.18%) (2015: (0.28%))</b>		
134,000	Hitachi	(255,035)	(0.96)
(43,100)	Makita	(282,249)	(1.05)
(98,900)	Yamato	(46,575)	(0.17)
	<b>Technology: (0.42%) (2015: (0.07%))</b>		
360,800	Ricoh	(111,624)	(0.42)
	<b>Utilities: 0.00% (2015: (0.35%))</b>	-	-
	<b>Total Japan</b>	<b>(1,119,894)</b>	<b>(4.19)</b>
	<b>Kenya: 0.00% (2015: (0.23%))</b>	-	-
	<b>People's Republic of China: (0.71%) (2015: (0.08%))</b>		
	<b>Consumer, Non-cyclical: 0.00% (2015: (0.08%))</b>	-	-
	<b>Financial: (0.71%) (2015: 0.00%)</b>		
(2,551,500)	China Minsheng Banking	(187,955)	(0.71)
	<b>Total People's Republic of China</b>	<b>(187,955)</b>	<b>(0.71)</b>
	<b>Republic of South Korea: 0.00% (2015: 0.00%)</b>	-	-
	<b>Singapore: 0.00% (2015: (0.01%))</b>	-	-

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Indus PacificChoice Asia Fund

Holdings	Financial liabilities at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Financial Derivative Instruments: (35.15%) (2015: (3.19%)) (continued)</b>		
	<b>Contracts for Difference - Unrealised Losses: (6.89%) (2015: (2.87%)) (continued)</b>		
	<b>Switzerland: (0.17%) (2015: 0.00%)</b>		
	<b>Consumer, Cyclical: (0.17%) (2015: 0.00%)</b>		
(21,442)	Cie Financiere Richemont	(45,983)	(0.17)
	<b>Total Switzerland</b>	<b>(45,983)</b>	<b>(0.17)</b>
	<b>Taiwan: (0.68%) (2015: 0.00%)</b>		
	<b>Consumer, Cyclical: (0.68%) (2015: 0.00%)</b>		
(268,000)	Eclat Textile	(181,871)	(0.68)
	<b>Total Taiwan</b>	<b>(181,871)</b>	<b>(0.68)</b>
	<b>United States: (1.14%) (2015: (0.13%))</b>		
	<b>Consumer, Cyclical: (0.42%) (2015: 0.00%)</b>		
(25,892)	Wynn Resorts	(113,026)	(0.42)
	<b>Funds: (0.72%) (2015: (0.13%))</b>		
(12,572)	SPDR S&P 500 ETF Trust	(192,505)	(0.72)
	<b>Total United States</b>	<b>(305,531)</b>	<b>(1.14)</b>
	<b>Total Contracts for Difference - Unrealised Losses</b>	<b>(1,842,463)</b>	<b>(6.89)</b>
	<b>Futures Contracts - Unrealised Losses: (4.98% (2015: 0.00%))</b>		
	<b>Japan: (4.98% (2015: 0.00%))</b>		
	<b>Financial: (4.98% (2015: 0.00%))</b>		
(185)	Future Topix Index OSE Sep 2016	(1,324,633)	(4.98)
	<b>Total Japan</b>	<b>(1,324,633)</b>	<b>(4.98)</b>
	<b>Total Futures Contracts - Unrealised Losses</b>	<b>(1,324,633)</b>	<b>(4.98)</b>
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (23.28%) (2015: (0.32%))</b>		
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>
Morgan Stanley	USD 615,058	PHP 29,000,000	17/08/2016
			(459)
Morgan Stanley	JPY 13,000,000	USD 127,790	21/09/2016
			(706)
Morgan Stanley	CNH 1,800,000	USD 270,189	15/03/2017
			(1,990)
Morgan Stanley	USD 46,475	JPY 5,000,000	21/09/2016
			(2,404)
Morgan Stanley	CNH 2,700,000	USD 405,466	15/03/2017
			(3,168)
Morgan Stanley	USD 93,585	JPY 10,000,000	21/09/2016
			(4,172)
Morgan Stanley	JPY 102,000,000	USD 1,001,550	21/09/2016
			(4,428)
UBS	USD 161,220	JPY 17,000,000	17/08/2016
			(4,741)
Goldman Sachs	USD 112,447	JPY 12,000,000	21/09/2016
			(4,861)
Morgan Stanley	USD 53,496	JPY 6,000,000	21/09/2016
			(5,159)
UBS	USD 189,120	JPY 20,000,000	17/08/2016
			(6,128)
Morgan Stanley	JPY 54,000,000	USD 535,413	21/09/2016
			(7,524)
Morgan Stanley	USD 255,947	JPY 27,000,000	17/08/2016
			(7,639)
Morgan Stanley	USD 119,356	JPY 13,000,000	21/09/2016
			(7,729)
Morgan Stanley	CNH 10,700,000	USD 1,602,396	15/03/2017
			(8,104)
Morgan Stanley	USD 127,684	JPY 14,000,000	21/09/2016
			(9,175)
Citigroup	USD 107,642	JPY 12,000,000	21/09/2016
			(9,666)
Morgan Stanley	USD 350,430	JPY 37,000,000	21/09/2016
			(11,272)

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Indus PacifiChoice Asia Fund

Financial liabilities at fair value through profit or loss				Fair Value US\$	% of Net Assets
Financial Derivative Instruments: (35.15%) (2015: (3.19%)) (continued)					
Counterparty	Forward Currency Contracts - Unrealised Losses: (23.28%) (2015: (0.32%)) (continued)				
	Currency Buys	Currency Sells	Maturity Date		
Morgan Stanley	CNH 10,600,000	USD 1,592,907	15/03/2017	(13,514)	(0.05)
Citigroup	JPY 84,000,000	USD 835,882	21/09/2016	(14,723)	(0.06)
Morgan Stanley	USD 180,162	JPY 20,000,000	21/09/2016	(15,352)	(0.06)
Morgan Stanley	USD 267,770	JPY 29,000,000	21/09/2016	(15,726)	(0.06)
Morgan Stanley	USD 364,103	JPY 39,000,000	17/08/2016	(16,631)	(0.06)
Morgan Stanley	USD 40,006,329	EUR 35,770,398	17/08/2016	(16,742)	(0.06)
UBS	USD 460,880	JPY 49,000,000	21/12/2016	(19,957)	(0.07)
Goldman Sachs	USD 449,209	JPY 48,000,000	21/09/2016	(20,025)	(0.08)
Morgan Stanley	JPY 104,000,000	USD 1,037,421	21/09/2016	(20,747)	(0.08)
UBS	JPY 119,000,000	USD 1,184,169	21/09/2016	(20,860)	(0.08)
UBS	USD 1,385,072	EUR 1,256,586	17/08/2016	(20,896)	(0.08)
Morgan Stanley	CNH 41,242,610	USD 6,167,857	15/03/2017	(22,737)	(0.09)
Morgan Stanley	USD 397,281	JPY 43,000,000	21/09/2016	(23,074)	(0.09)
Morgan Stanley	USD 406,609	JPY 44,000,000	21/09/2016	(23,522)	(0.09)
UBS	USD 452,409	JPY 49,000,000	21/09/2016	(26,601)	(0.10)
Morgan Stanley	USD 442,294	JPY 48,000,000	21/09/2016	(26,940)	(0.10)
Morgan Stanley	USD 606,668	JPY 65,000,000	21/09/2016	(28,753)	(0.11)
Morgan Stanley	USD 556,683	JPY 60,000,000	21/09/2016	(29,859)	(0.11)
Morgan Stanley	USD 545,031	JPY 59,000,000	21/09/2016	(31,736)	(0.12)
Morgan Stanley	USD 338,799	JPY 38,000,000	21/09/2016	(32,678)	(0.12)
Morgan Stanley	USD 326,795	JPY 37,000,000	21/09/2016	(34,906)	(0.13)
UBS	USD 443,018	JPY 49,000,000	21/09/2016	(35,992)	(0.14)
Citigroup	USD 569,867	JPY 62,000,000	21/09/2016	(36,227)	(0.14)
Goldman Sachs	USD 500,997	JPY 55,000,000	21/09/2016	(36,667)	(0.14)
Morgan Stanley	USD 1,191,101	JPY 126,000,000	17/08/2016	(38,964)	(0.15)
Goldman Sachs	USD 1,993,445	CHF 1,962,713	17/08/2016	(39,130)	(0.15)
Morgan Stanley	USD 389,931	JPY 44,000,000	21/09/2016	(40,200)	(0.15)
Morgan Stanley	USD 496,922	JPY 55,000,000	21/09/2016	(40,742)	(0.15)
Citigroup	USD 691,037	JPY 75,000,000	21/09/2016	(42,142)	(0.16)
Morgan Stanley	USD 641,120	JPY 70,000,000	21/09/2016	(43,179)	(0.16)
Morgan Stanley	USD 523,501	JPY 58,000,000	21/09/2016	(43,490)	(0.16)
UBS	JPY 284,000,000	USD 2,821,485	21/09/2016	(45,184)	(0.17)
Morgan Stanley	USD 8,260,000	CNH 55,742,610	15/03/2017	(45,610)	(0.17)
UBS	USD 716,796	JPY 78,000,000	21/09/2016	(45,709)	(0.17)
Citigroup	USD 3,518,381	GBP 2,686,427	17/08/2016	(49,196)	(0.18)
Morgan Stanley	USD 840,304	JPY 91,000,000	21/09/2016	(49,285)	(0.19)
Morgan Stanley	USD 673,792	JPY 74,000,000	21/09/2016	(49,610)	(0.19)
Citigroup	USD 799,880	JPY 87,000,000	21/09/2016	(50,607)	(0.19)
Morgan Stanley	USD 506,365	JPY 57,000,000	21/09/2016	(50,850)	(0.19)
Morgan Stanley	USD 535,602	JPY 60,000,000	21/09/2016	(50,940)	(0.19)
Morgan Stanley	USD 959,309	JPY 104,000,000	21/09/2016	(57,365)	(0.22)
Morgan Stanley	USD 675,401	JPY 75,000,000	21/09/2016	(57,777)	(0.22)
UBS	USD 619,641	JPY 70,000,000	21/09/2016	(64,658)	(0.24)
Morgan Stanley	USD 624,443	JPY 71,000,000	21/09/2016	(69,633)	(0.26)
Morgan Stanley	USD 1,190,911	JPY 129,000,000	21/09/2016	(70,155)	(0.26)
Morgan Stanley	USD 1,111,637	JPY 121,000,000	21/09/2016	(71,224)	(0.27)
UBS	USD 777,366	JPY 87,000,000	21/09/2016	(73,121)	(0.27)
Morgan Stanley	USD 1,234,539	JPY 134,000,000	21/09/2016	(75,406)	(0.28)
Morgan Stanley	USD 1,116,686	JPY 122,000,000	21/09/2016	(75,950)	(0.29)
Morgan Stanley	USD 21,799,872	GBP 16,474,866	17/08/2016	(78,810)	(0.30)
Morgan Stanley	USD 897,168	JPY 100,000,000	21/09/2016	(80,403)	(0.30)
Morgan Stanley	USD 1,327,255	JPY 144,000,000	21/09/2016	(80,447)	(0.30)
Morgan Stanley	USD 1,325,554	JPY 144,000,000	21/09/2016	(82,148)	(0.31)
Morgan Stanley	USD 912,717	JPY 102,000,000	21/09/2016	(84,405)	(0.32)
Morgan Stanley	USD 823,890	JPY 93,000,000	21/09/2016	(85,251)	(0.32)

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Indus PacificChoice Asia Fund

				Fair Value US\$	% of Net Assets
<b>Financial liabilities at fair value through profit or loss</b>					
<b>Financial Derivative Instruments: (35.15%) (2015: (3.19%)) (continued)</b>					
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (23.28%) (2015: (0.32%)) (continued)</b>				
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>		
Morgan Stanley	USD 1,395,316	JPY 152,000,000	21/09/2016	(90,592)	(0.34)
Morgan Stanley	USD 1,027,979	JPY 115,000,000	21/09/2016	(96,228)	(0.36)
UBS	JPY 463,000,000	USD 4,623,532	21/09/2016	(97,378)	(0.37)
Morgan Stanley	USD 1,035,483	JPY 117,000,000	21/09/2016	(108,275)	(0.41)
UBS	USD 1,676,859	JPY 183,000,000	21/09/2016	(112,096)	(0.42)
Morgan Stanley	USD 1,172,656	JPY 133,000,000	21/09/2016	(127,513)	(0.48)
Morgan Stanley	USD 1,613,191	JPY 180,000,000	21/09/2016	(146,436)	(0.55)
Morgan Stanley	USD 1,808,955	JPY 206,000,000	21/09/2016	(204,841)	(0.77)
Morgan Stanley	USD 1,955,168	JPY 221,000,000	21/09/2016	(205,264)	(0.77)
Morgan Stanley	USD 2,396,254	JPY 271,000,000	21/09/2016	(252,963)	(0.95)
Morgan Stanley	USD 2,454,485	JPY 278,000,000	21/09/2016	(263,162)	(0.99)
UBS	USD 2,923,819	JPY 331,000,000	21/09/2016	(311,941)	(1.17)
Goldman Sachs	USD 5,020,283	JPY 547,000,000	21/09/2016	(327,030)	(1.23)
UBS	USD 4,308,953	JPY 487,000,000	21/09/2016	(451,817)	(1.70)
Morgan Stanley	USD 31,174,627	JPY 3,283,000,000	17/08/2016	(875,391)	(3.29)
<b>Total Forward Currency Contracts - Unrealised Losses</b>				<b>(6,186,708)</b>	<b>(23.28)</b>
<b>Total Financial Derivative Instruments</b>				<b>(9,353,804)</b>	<b>(35.15)</b>
<b>Total Financial liabilities at fair value through profit or loss</b>				<b>(9,353,804)</b>	<b>(35.15)</b>
<b>Total Value of Investments (Cost: US\$75,784,427)</b>				<b>87,109,904</b>	<b>327.29</b>
<b>Cash and Cash Equivalents</b>				<b>17,561,348</b>	<b>65.98</b>
<b>Other Net Liabilities</b>				<b>(78,055,449)</b>	<b>(293.27)</b>
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>				<b>26,615,803</b>	<b>100.00</b>
<b>Analysis of Portfolio</b>					<b>% of Total Assets</b>
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market				87,804,226	75.06
Financial derivative instruments dealt in on a regulated market				7,607,131	6.50
Over the counter financial derivative instruments				1,052,351	0.90
Cash and cash equivalents				17,561,348	15.01
Other assets				2,965,406	2.53
<b>Total Assets</b>				<b>116,990,462</b>	<b>100.00</b>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the year ended 31 July 2016**  
**Indus PacificChoice Asia Fund**

<b>Total purchases in the year</b>	<b>US\$397,343,495</b>	
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost US\$</b>
Shinsei Bank	7,019,000	13,225,815
Panasonic	1,123,500	11,022,736
Herbalife	227,690	10,600,284
Acom	2,011,700	9,982,263
Sumitomo Realty & Development	326,000	9,745,645
Geely Automobile	19,285,000	8,993,477
Mitsubishi Estate	405,000	8,476,678
SoftBank	143,300	8,307,209
Sony	299,800	7,554,588
Dai-ichi Life Insurance	531,200	6,979,118
Avex	583,900	6,759,483
Towngas China	10,621,000	6,657,517
NH Foods	289,000	6,327,705
Ricoh	642,700	6,222,670
Gree Electric Appliances 22/06/2016	2,023,500	5,919,630
Hirose Electric	51,400	5,897,190
Ryohin Keikaku	28,100	5,794,767
Regina Miracle International	6,417,000	5,664,659
Beijing Enterprises	1,146,500	5,561,804
IMAX China	1,053,700	5,305,715
Suruga Bank	273,000	5,273,903
GMO internet	468,300	5,055,134
Mitsubishi UFJ Financial	784,000	5,009,453
Seven & I	106,200	4,833,528
Kyowa Hakko Kirin	311,900	4,670,698
Micron Technology	316,900	4,579,920
Kao	93,900	4,505,005
Weifu High-Technology 01/07/2016	1,433,231	4,432,773
Haseko	450,800	4,311,203
Kaken Pharmaceutical	64,400	4,237,583
Toyo Engineering	1,588,000	4,081,189
<b>Total sales in the year</b>	<b>US\$474,528,213</b>	
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
Herbalife	357,352	16,170,029
Ricoh	1,609,900	15,141,048
Sumitomo Realty & Development	417,000	11,848,911
Panasonic	1,271,600	11,355,335
Mitsubishi Estate	505,000	9,975,760
Sony	387,100	9,380,921
Shinsei Bank	6,658,000	9,149,140
Green Seal	2,281,600	8,993,631
Mitsubishi UFJ Financial	1,457,300	8,768,607
Acom	1,785,900	8,567,176
Gree Electric Appliances 22/06/2016	2,832,400	8,463,425
Dai-ichi Life Insurance	660,200	8,431,899
Geely Automobile	19,285,000	8,244,151
Regina Miracle International	5,520,700	7,658,704
Alibaba ADR	93,537	7,570,227
SoftBank	143,300	7,482,442
Suruga Bank	396,900	7,395,993
Tsuruha	84,400	7,027,221
Nippon Paint	309,000	6,547,943
Coca-Cola West	287,700	6,483,178
Weifu High-Technology	2,267,231	6,422,439
NH Foods	289,000	5,945,006

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**  
**For the year ended 31 July 2016**  
**Indus PacificChoice Asia Fund**

<b>Major Sales (continued)</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
Eisai	94,200	5,751,877
Hirose Electric	51,400	5,642,163
IMAX China	1,053,700	5,584,966
Shiseido	225,200	5,185,940
Kaken Pharmaceutical	85,400	5,098,462
Sumco	500,000	4,853,267
Mazda Motor	256,100	4,797,958
Adani Ports & Special Economic Zone 12/12/2016	1,408,594	4,725,452

The above totals represent all material purchases and sales in the year.

**INVESTMENT MANAGER'S REPORT  
For the year ended 31 July 2016  
MS Ascend UCITS Fund**

The MS Ascend UCITS Fund strives to maximize gain and minimise volatility over a long term horizon; perform well in both rising and falling markets; and generate alpha on both longs and shorts.

For the time period 1 August 2015 to 31 July 2016, Class I EUR returned -8.20% (net of fees and expenses). Hedge funds, as represented by the HFRI Equity Hedge (Total Index), returned -1.46% and the S&P 500 returned 5.61% over the same period.

At this point, Brexit and the U.S. elections seem likely to go down as the defining moments of 2016. Although both are symptomatic of the populism and nationalism roiling societies in the Western world, the first is essentially a regional event. The second is not.

With global economic growth sluggish at best and the remaining firepower (and general efficacy) of central banks questionable, the political environment has become an even more critical component of decision-making for CEOs and investment managers alike. Unfortunately, clarity on the long-term effects of Brexit will not be forthcoming for years and the fallout from a Trump presidency is impossible to predict. Politics aside, at the end of the day, Clinton is a known quantity. Trump is anything but.

From a global economic standpoint, Brexit is probably little more than a blip. Britain's economy, which in any event accounts for less than 4% of world GDP, hasn't suddenly vaporised because of Brexit. The U.K. economy is going to take a hit, and while the knock-on effects on the Eurozone and global economies remain to be seen, they seem likely to be muted. One credible scenario calls for Brexit to take 1.5% off Britain's growth rate this year and next, 0.75% off the Eurozone's and 0.5% off global growth. Of course, with growth already slow, every basis point counts. What's vastly more concerning is the possibility that Brexit signals – or perhaps confirms – the future disintegration of the EU, as well as a reversal of long-standing trends towards globalism and free trade.

As has been noted, the British referendum was a harbinger of similar challenges to the EU (and establishment in general) that are occurring in France, Spain and elsewhere. Underlying the Continent's populist movements – and echoing in the U.S. election – is deep-rooted anger over the inability of existing governments to deal effectively with the complex problems of ongoing economic stagnation, unmanaged immigration, and Islamic terrorism. The so-called "average citizen" – on both sides of the pond – has never recovered financially from the 2008/09 recession and wants to blame someone. What British voters viewed as a repudiation of the Brussels bureaucrats is a template for a similar outcome aimed at Washington.

In Europe, what we're likely to see is the increasing irrelevancy of the EU and – over time – the return of nation-states as the principal actors, making bilateral and multilateral agreements when their perceived interests overlap and acting independently when they do not. When necessary, they will simply bypass the EU, as German Finance Minister Wolfgang Schäuble acknowledged in a post-Brexit interview. "Europe must undergo its rendezvous with reality," Schäuble said, adding that if the EU cannot bring its member states together on key issues, "we will take the matter into our hands ourselves, and just resolve the problems directly between governments." The next thing to watch here is Italy's banking crisis – the issues are complex, but we may see Rome defy the EU and intervene directly to save several major banks, a move that would contravene EU rules.

In the U.S., how government deals with the aforementioned, and related, problems depends on the election outcome. What we now know – what Brexit demonstrated – is that voters who are scared and angry will act emotionally and can carry the day. That alone has complicated an already uncertain economic environment. The rising tide of protectionism, another message contained within Brexit, is also sparking fears among historically astute observers who see dangers in the anti-trade tirades that are Trump's forte. Without mentioning him by name, International Monetary Fund Managing Director Christine Lagarde used a post-Brexit interview to stress that ripping up existing agreements and erecting new trade barriers, as Trump has promised to do, are not the answer to economic discomfort.

"We have to work with all governments and all authorities, but we certainly hope that whatever new government is in place in the U.S. and whoever is elected as President will look at trade in positive terms," Ms. Lagarde said.

"I hope that we can be informed by history to actually address the negative impact of globalisation in order to leverage the benefits that it can deliver. Because it has historically delivered massive benefits and it can continue to do so," she said, commenting that the imposition of trade barriers by the U.S. would be "quite disastrous."

So what we have at halftime 2016 is increasing nervousness piling onto existing uncertainty. Anyone paying attention is well aware that the current economic expansion – anaemic as it is – nonetheless already stands as one of the longest on record. Expansions don't die of old age, but they do become more fragile as time goes by and they inevitably end in a downturn. Brexit isn't it, but if something blows up – a la Lehman Brothers – do the current crop of politicians and policymakers have what it takes to keep the global economy from falling into recession? The available evidence regarding that question isn't encouraging. Truth is, they already have their hands full dealing with problems that show little sign of reversing. Among them are persistently low inflation, which continues to run well below the 2% target of major central banks; a strong dollar, which has risen more than 20% over the last two years against six other major currencies; loss of faith in central banks' monetary policies, which have been unable to ignite growth in Europe and Japan, and in the U.S. seem more like bystanders than accelerants in terms of economic growth; a staggering slowdown in the growth of emerging market economies, which had been a mainstay of global growth for decades; and rising political and societal instability fuelled by economic stagnation and fears about immigration and terrorism. Talk about a wall of worry.

**INVESTMENT MANAGER'S REPORT (continued)**

**For the year ended 31 July 2016**

**MS Ascend UCITS Fund**

Against all this – at least in terms of equities – is the reality that there is a lot of money out there searching desperately for yield. The case for TINA is straightforward and compelling – shout-out to Ben Bernanke. If you're an insurer or pension plan with promised payouts to fund, an asset manager needing respectable returns, or simply a private investor with obligations stretching well into the future, Treasury bills aren't going to get it done. Yes, central banks have been able to peddle trillions of dollars of debt at negative rates to those worried about return of their money rather than return on their money, but buying negative debt isn't so much an investment strategy as an ostrich response. Equities may be "fully valued" (FactSet estimates that the S&P 500 is carrying a forward 12-month P/E ratio of 16.6 versus a 10-year average of 14.3), but more than 60% of stocks in the S&P 500 sport a dividend yield higher than the 10-year Treasury note, according to Bespoke Investment Group. As noted earlier, with yields at their current levels, many stocks have become surrogates for fixed income.

Historically, equities have advanced based on improvements in earnings growth, expanding multiples or some combination of both. A valuation-driven rally requires a marked improvement in sentiment, which doesn't seem to be in the cards right now. On the earnings front, profit growth at U.S. companies has been slipping since 2014 and Q2 reports aren't likely to change that picture. Earnings for S&P 500 companies are forecast to be down 5.1% from a year earlier, slightly less than the 6.8% year-on-year decline in the first quarter, according to S&P Global Market Intelligence. Energy will probably be the biggest loser (although oil prices look to be higher next year), but materials, financials, technology, telecoms, and consumer staples are all projected to report lower Q2 profits. Health care, utilities, industrials, and consumer discretionary stocks are expected to be in the plus column. Of course, markets look ahead, and by Q4 we may see earnings begin to pick up. Also, comparisons get easier mathematically in 2017.

Although the old verities regarding fundamentals will reassert themselves at some point, how much do earnings and multiples matter right now? Investors – of all sizes and stripes – are buying stocks and other assets they not because they want to but because they feel they have to. We're in a new world, and not a brave one. In this environment, U.S. equities are pulling in money even though the U.S. economy is underperforming the European economy.

U.S. corporate balance sheets are strong, interest rates are low and apparently on hold for some time, companies are hiring, and the U.S. economy is still afloat and perhaps trending up. U.S. stocks also are more insulated from global developments, since American companies generate an estimated 70% of their revenues domestically – compared to 58% for Japanese companies, and 49% for European firms, according to Morgan Stanley. Maybe it's a case of the devil you know? What we're seeing certainly aren't the traditional components of a bull market, but these are extraordinary times. All that is certain is that the remainder of 2016 will be quite a ride.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## MS Ascend UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 99.78% (2015: 98.50%)</b>		
	<b>Austria: 4.84% (2015: 1.19%)</b>		
	<b>Financial: 2.38% (2015: 0.18%)</b>		
139,738	Erste Bank	3,704,191	2.38
	<b>Industrial: 2.46% (2015: 1.01%)</b>		
75,068	ANDRITZ	3,827,882	2.46
	<b>Total Austria</b>	<b>7,532,073</b>	<b>4.84</b>
	<b>Belgium: 20.69% (2015: 12.41%)</b>		
	<b>Basic Materials: 0.00% (2015: 2.21%)</b>	-	-
	<b>Communications: 4.01% (2015: 2.13%)</b>		
199,903	Proximus	6,240,162	4.01
	<b>Consumer, Non-cyclical: 0.00% (2015: 5.10%)</b>	-	-
	<b>Financial: 14.40% (2015: 2.97%)</b>		
186,588	Ageas	6,279,383	4.04
51,628	Groupe Bruxelles Lambert	4,355,956	2.80
226,066	KBC Groep	11,751,329	7.56
	<b>Industrial: 2.28% (2015: 0.00%)</b>		
77,327	Bekaert	3,544,010	2.28
	<b>Total Belgium</b>	<b>32,170,840</b>	<b>20.69</b>
	<b>Finland: 7.55% (2015: 4.48%)</b>		
	<b>Communications: 0.00% (2015: 4.48%)</b>	-	-
	<b>Consumer, Cyclical: 2.30% (2015: 0.00%)</b>		
126,373	Amer Sports	3,586,616	2.30
	<b>Consumer, Non-cyclical: 2.27% (2015: 0.00%)</b>		
86,232	Orion	3,532,192	2.27
	<b>Industrial: 2.98% (2015: 0.00%)</b>		
105,370	Huhtamaki	4,629,541	2.98
	<b>Total Finland</b>	<b>11,748,349</b>	<b>7.55</b>
	<b>Germany: 42.08% (2015: 61.08%)</b>		
	<b>Basic Materials: 11.87% (2015: 5.36%)</b>		
188,866	Evonik Industries	5,888,240	3.79
17,946	Linde	2,582,766	1.66
434,989	ThyssenKrupp	9,971,742	6.42
	<b>Communications: 9.74% (2015: 7.85%)</b>		
102,387	Deutsche Telekom	1,743,175	1.12
208,625	ProSiebenSat.1 Media	9,539,429	6.14
87,163	United Internet	3,853,965	2.48

**SCHEDULE OF INVESTMENTS (continued)**

As at 31 July 2016

**MS Ascend UCITS Fund**

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 99.78% (2015: 98.50%) (continued)</b>		
	<b>Germany: 42.08% (2015: 61.08%) (continued)</b>		
	<b>Consumer, Cyclical: 0.05% (2015: 3.56%)</b>		
1,948	Hella KGaA Hueck & Co	71,058	0.05
	<b>Consumer, Non-cyclical: 5.84% (2015: 16.81%)</b>		
61,158	Fresenius	4,567,764	2.94
7,251	Merck	800,789	0.52
147,973	Suedzucker	3,701,582	2.38
	<b>Energy: 0.00% (2015: 2.41%)</b>	-	-
	<b>Financial: 3.06% (2015: 10.25%)</b>		
47,510	LEG Immobilien	4,770,368	3.06
	<b>Industrial: 9.34% (2015: 8.49%)</b>		
43,027	Aurubis	2,235,420	1.44
113,057	Siemens	12,278,492	7.90
	<b>Technology: 0.00% (2015: 3.50%)</b>	-	-
	<b>Utilities: 2.18% (2015: 2.85%)</b>		
190,461	RWE	3,387,495	2.18
	<b>Total Germany</b>	<b>65,392,285</b>	<b>42.08</b>
	<b>Luxembourg: 2.54% (2015: 1.18%)</b>		
	<b>Basic Materials: 2.54% (2015: 1.18%)</b>		
94,460	APERAM	3,953,199	2.54
	<b>Total Luxembourg</b>	<b>3,953,199</b>	<b>2.54</b>
	<b>Netherlands: 18.34% (2015: 16.73%)</b>		
	<b>Basic Materials: 3.46% (2015: 2.77%)</b>		
82,964	Akzo Nobel	5,377,210	3.46
	<b>Communications: 7.81% (2015: 2.75%)</b>		
288,452	Wolters Kluwer	12,136,375	7.81
	<b>Consumer, Non-cyclical: 0.00% (2015: 4.64%)</b>	-	-
	<b>Energy: 3.15% (2015: 0.00%)</b>		
95,236	Koninklijke Vopak	4,897,827	3.15
	<b>Financial: 3.92% (2015: 2.98%)</b>		
225,615	NN	6,086,592	3.92
	<b>Industrial: 0.00% (2015: 2.98%)</b>	-	-
	<b>Technology: 0.00% (2015: 0.61%)</b>	-	-
	<b>Total Netherlands</b>	<b>28,498,004</b>	<b>18.34</b>
	<b>Portugal: 3.74% (2015: 0.89%)</b>		
	<b>Basic Materials: 0.00% (2015: 0.13%)</b>	-	-
	<b>Communications: 0.00% (2015: 0.76%)</b>	-	-

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Ascend UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 99.78% (2015: 98.50%) (continued)</b>		
	<b>Portugal: 3.74% (2015: 0.89%) (continued)</b>		
	<b>Utilities: 3.74% (2015: 0.00%)</b>		
1,693,314	EDP - Energias de Portugal	5,809,407	3.74
	<b>Total Portugal</b>	<b>5,809,407</b>	<b>3.74</b>
	<b>Sweden: 0.00% (2015: 0.54%)</b>		
	<b>Communications: 0.00% (2015: 0.54%)</b>	-	-
	<b>Total Equities</b>	<b>155,104,157</b>	<b>99.78</b>
	<b>Financial Derivative Instruments: 1.72% (2015: 0.00%)</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Gains: 0.00% (2015: 0.00%)</b>		
Morgan Stanley	Morgan Stanley & Co International plc Swap MS Ascend UCITS Fund Reference Portfolio Leg	78	-
	<b>Total Total Return Swaps - Unrealised Gains</b>	<b>78</b>	<b>-</b>
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Gains: 1.72% (2015: 0.00%)</b>		
	<b>Currency Buys</b>		
	<b>Currency Sells</b>		
	<b>Maturity Date</b>		
Morgan Stanley	EUR 123,813,378 USD 135,781,179	04/08/2016	2,673,134
	<b>Total Forward Currency Contracts - Unrealised Gains</b>	<b>2,673,134</b>	<b>1.72</b>
	<b>Total Financial Derivative Instruments</b>	<b>2,673,212</b>	<b>1.72</b>
	<b>Total Financial assets at fair value through profit or loss</b>	<b>157,777,369</b>	<b>101.50</b>
	<b>Financial liabilities at fair value through profit or loss</b>		
	<b>Financial Derivative Instruments: (0.15%) (2015: (0.25%))</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Losses: 0.00% (2015: 0.00%)</b>		
Morgan Stanley	Morgan Stanley & Co International plc Swap MS Ascend UCITS Fund Financing Leg	-	-
	<b>Total Total Return Swaps - Unrealised Losses</b>	<b>-</b>	<b>-</b>
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (0.15%) (2015: (0.25%))</b>		
	<b>Currency Buys</b>		
	<b>Currency Sells</b>		
	<b>Maturity Date</b>		
Northern Trust	USD 16,031,336 EUR 14,549,776	03/08/2016	(238,951)
	<b>Total Forward Currency Contracts - Unrealised Losses</b>	<b>(238,951)</b>	<b>(0.15)</b>
	<b>Total Financial Derivative Instruments</b>	<b>(238,951)</b>	<b>(0.15)</b>
	<b>Total Financial liabilities at fair value through profit or loss</b>	<b>(238,951)</b>	<b>(0.15)</b>
	<b>Total Value of Investments (Cost: US\$150,565,544)</b>	<b>157,538,418</b>	<b>101.35</b>
	<b>Cash and Cash Equivalents</b>	<b>53,630,841</b>	<b>34.50</b>
	<b>Other Net Liabilities</b>	<b>(55,730,442)</b>	<b>(35.85)</b>
	<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<b>155,438,817</b>	<b>100.00</b>

**SCHEDULE OF INVESTMENTS (continued)**

As at 31 July 2016

**MS Ascend UCITS Fund**

<b>Analysis of Portfolio</b>	<b>Fair Value US\$</b>	<b>% of Total Assets</b>
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	155,104,157	73.37
Over the counter financial derivative instruments	2,673,212	1.26
Cash and cash equivalents	<u>53,630,841</u>	<u>25.37</u>
<b>Total Assets</b>	<b><u>211,408,210</u></b>	<b><u>100.00</u></b>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the year ended 31 July 2016**  
**MS Ascend UCITS Fund**

<b>Total purchases in the year</b>	<b>US\$1,642,096,514</b>	
	<b>Nominal</b>	<b>Cost</b>
<b>Major Purchases</b>	<b>Holdings</b>	<b>US\$</b>
Allianz	411,606	66,324,435
Siemens	608,713	62,779,516
SAP	681,457	49,852,140
Deutsche Bank	1,879,446	48,688,395
ThyssenKrupp	2,223,717	46,290,196
Unilever	1,038,713	45,108,014
KBC Groep	832,420	44,203,195
ING Groep	3,134,443	42,154,500
Merck	441,781	42,091,969
Daimler	533,026	40,132,755
APERAM	1,127,876	38,336,591
Deutsche Boerse	429,471	37,279,158
Bayer	309,367	36,654,811
NN	1,114,849	35,735,194
Fresenius	446,550	32,492,264
Nokia	4,945,270	31,829,838
Muenchener Rueckversicherungs	161,926	31,518,146
E.ON	2,865,311	30,605,409
Deutsche Telekom	1,746,053	29,924,481
Koninklijke Philips	1,092,065	28,537,310
Koninklijke DSM	513,711	28,474,104
Evonik Industries	860,814	28,270,657
LEG Immobilien	303,438	25,044,114
ASML	270,061	24,768,927
Continental	107,580	23,597,270
Delhaize	235,423	23,112,872
Aurubis	438,662	22,304,706
Randstad	401,949	21,730,372
Akzo Nobel	315,115	21,452,321
Suedzucker	1,031,279	19,767,873
Wolters Kluwer	512,946	19,547,774
Erste Bank	680,626	18,633,792
Symrise	272,726	17,707,074
Deutsche Wohnen	606,807	16,947,836
<b>Total sales in the year</b>	<b>US\$1,682,288,515</b>	
	<b>Nominal</b>	<b>Proceeds</b>
<b>Major Sales</b>	<b>Holdings</b>	<b>US\$</b>
Allianz	429,659	70,485,640
Deutsche Bank	2,363,382	64,120,397
SAP	760,658	58,348,206
Merck	563,525	53,206,058
Siemens	495,656	51,539,891
Bayer	418,364	48,902,444
Unilever	1,038,713	45,267,810
Daimler	585,597	42,287,398
ThyssenKrupp	1,999,120	41,787,840
ING Groep	2,959,995	38,680,850
APERAM	1,100,989	38,066,184
Deutsche Boerse	429,471	35,699,379
Deutsche Telekom	1,973,427	35,079,900
Nokia	5,830,981	34,983,297
Koninklijke Philips	1,317,787	34,831,338
Delhaize	354,794	34,505,146
Fresenius	475,688	34,272,409
KBC Groep	606,354	32,778,311
E.ON	3,321,381	31,865,188
Muenchener Rueckversicherungs	161,926	30,611,381
NN	889,234	29,759,368
Randstad	503,058	28,333,790

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**  
**For the year ended 31 July 2016**  
**MS Ascend UCITS Fund**

<b>Major Sales (continued)</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
Koninklijke DSM	513,711	28,222,407
Continental	120,138	26,391,801
Evonik Industries	754,629	25,248,516
ASML	270,061	24,282,659
LEG Immobilien	255,928	22,417,547
Akzo Nobel	313,689	20,778,320
BASF	239,191	19,261,118
Aurubis	395,635	18,789,057
Symrise	272,726	17,378,724
Deutsche Wohnen	606,807	17,296,506

The above totals represent all material purchases and sales in the year.

**INVESTMENT MANAGER'S REPORT  
For the year ended 31 July 2016  
MS Alkeon UCITS Fund**

We continue to believe this is a unique time to invest in long-short equities for two main reasons. One, we consider the opportunity set to be equally attractive for both long and short investments. Two, we believe this year's equity volatility has also created some attractive investment opportunities and values for our portfolio – as multiples for many quality growth businesses contracted relative to the market while fundamentals remained strong.

Overall, we see an attractive set of investment opportunities for individual stocks and the portfolio in the current environment. In particular, at month-end the forward-year weighted average EV/EBITDA (gross cash flow) multiple for our portfolio was approximately 9.5 times, a large discount to the portfolio's 2016 weighted average consensus EBITDA growth rate of approximately 23%. Importantly from our standpoint, equally attractive is the opportunity set for low quality short investments, as we believe there is a much-improved secular backdrop for low-quality, fundamental short investments, an environment in which fundamentals and not financial engineering activities begin to prevail.

Looking at the broader market, we see two key factors supporting our view that the fundamental opportunity for long-short investment activities is becoming stronger: valuation and asset allocation.

From a valuation standpoint, as treasury yields approach all-time lows, valuations between different sectors of the market continue to widen. For example, technology, a classic growth sector in the S&P 500 index, now has the lowest price/earnings multiple ex-cash, despite its strong growth prospects, having one of the highest free cash flow yields and being the only sector in the S&P 500 index with net cash. The valuation level of technology stocks is now 20% below historical levels, even excluding the technology bubble. Technology also has one of the lowest dividend payout ratios providing ample room for future dividend growth. This is important, as other high-dividend yielding sectors already have high payout ratios. Additionally, the big fixed-income bubble formation has now brought the dividend yield premium of defensive sectors over cyclical sectors to the lowest level in 20 years.

This recent multi-year flight-to-safety has indeed created a "low-volatility bubble". Valuation dispersion has significantly increased, and for low-volatility stocks it stands at all-time highs. Such pronounced sector valuation divergence is great news to any fundamental investor, and we now see particularly attractive risk/reward ratios and values for many high-quality growth investments.

From an asset allocation standpoint, investors are now faced with an incredible scarcity of attractive asset choices. In particular, the fixed-income class, as represented by the 10-year Treasury, is three standard deviations above its long-term trend (i.e., expensive). And in the US, stocks now pay in dividends more than the yield on the 10-year Treasury. With the exception of a short period in 2011/2012, this is something we have not seen in almost fifty years.

With respect to macroeconomic conditions, despite the cautious, defensive and yield-seeking market posture of the past several years, recent economic data have pointed to a more positive economic backdrop (e.g., low initial jobless claims, wage growth and signs of increased consumer spending). Taken together with recent de-leveraging and high-levels of consumer and corporate cash holdings, we believe this combination could reinvigorate spending and economic growth, as well as potentially create an inflationary environment that poses a threat to the fixed income space and sectors susceptible to interest rate risk.

This environment of record-low rates, "safe" assets that could become rapidly unsafe, high cash levels and improving economic data is one within which equities in general, and high-quality equities in particular, offer a strong relative value against most other liquid asset classes, in our view. Consequently, we believe investments in high-quality, high free-cash flow yielding, growth businesses offer not only superb relative value from an asset allocation standpoint but also a safer alternative to a wide array of highly unattractive and increasingly unsafe, unstable, vulnerable choices within a very extended, broad, fixed income correlated formation.

In this discussion of macroeconomic conditions, it is worth noting that Brexit's impact on the portfolio was minimal due to our cautious outlook on Europe for various fundamental and macroeconomic reasons unrelated to Brexit. Going forward, we believe Brexit will have a relatively muted effect on the global economy, with global GDP suffering a modest hit but still growing at greater than 3% for the next year (although we currently expect UK GDP to decline by roughly 2%).

In closing, our investment proposition remains simple. One, target investments with high aggregate expected cash flow growth and insist on paying a large cash flow multiple discount to such underlying growth (this also yields potential for equally high annualised gross (pre-expense) rates of return targets over time). Two, at all times, and regardless of market expectations for economic growth or recessions, maintain a sizable fundamental short book, targeting positive returns and positive alpha on the short side over time, and particularly during periods of pronounced and prolonged economic contraction. Three, maintain a disciplined portfolio construction and risk management process that emphasises a high degree of liquidity and diversification, modest use of leverage and lack of market timing. We believe this philosophy can continue to serve our investors well over the coming years.

For the period of 1 August 2015 through 31 July 2016, MS Alkeon UCITS Fund's Class I USD returned -6.34% (net of fees and expenses).

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## MS Alkeon UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 100.54% (2015: 101.58%)</b>		
	<b>Belgium: 2.67% (2015: 6.99%)</b>		
	<b>Basic Materials: 0.00% (2015: 1.71%)</b>	-	-
	<b>Consumer, Non-cyclical: 0.00% (2015: 2.85%)</b>	-	-
	<b>Financial: 2.67% (2015: 2.43%)</b>		
47,976	KBC	2,493,881	2.67
	<b>Total Belgium</b>	<b>2,493,881</b>	<b>2.67</b>
	<b>Denmark: 15.83% (2015: 11.69%)</b>		
	<b>Consumer, Cyclical: 7.02% (2015: 3.80%)</b>		
50,332	Pandora	6,553,084	7.02
	<b>Consumer, Non-cyclical: 5.27% (2015: 1.99%)</b>		
20,107	Genmab	3,645,678	3.91
32,980	ISS	1,272,304	1.36
	<b>Financial: 3.54% (2015: 4.12%)</b>		
121,648	Danske Bank	3,306,641	3.54
	<b>Industrial: 0.00% (2015: 1.78%)</b>	-	-
	<b>Total Denmark</b>	<b>14,777,707</b>	<b>15.83</b>
	<b>Finland: 1.61% (2015: 8.84%)</b>		
	<b>Communications: 0.00% (2015: 8.84%)</b>	-	-
	<b>Industrial: 1.61% (2015: 0.00%)</b>		
34,105	Huhtamaki	1,498,439	1.61
	<b>Total Finland</b>	<b>1,498,439</b>	<b>1.61</b>
	<b>Germany: 17.87% (2015: 20.61%)</b>		
	<b>Basic Materials: 0.00% (2015: 0.92%)</b>	-	-
	<b>Communications: 4.68% (2015: 0.00%)</b>		
15,459	Freenet	431,571	0.46
86,045	ProSiebenSat.1 Media	3,934,429	4.22
	<b>Consumer, Cyclical: 3.35% (2015: 0.00%)</b>		
14,570	Hella Hueck	531,474	0.57
177,657	Schaeffler	2,592,578	2.78
	<b>Consumer, Non-cyclical: 4.95% (2015: 8.73%)</b>		
24,764	Fresenius	1,849,572	1.98
17,443	Henkel	1,893,997	2.03
7,906	Merck	873,126	0.94
	<b>Energy: 0.00% (2015: 1.82%)</b>	-	-
	<b>Financial: 3.41% (2015: 7.78%)</b>		
19,099	Muenchener Rueckversicherungs-Gesellschaft in Muenchen	3,186,533	3.41

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Alkeon UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 100.54% (2015: 101.58%) (continued)</b>		
	<b>Germany: 17.87% (2015: 20.61%) (continued)</b>		
	<b>Industrial: 1.48% (2015: 1.36%)</b>		
23,456	Aurubis	1,218,631	1.31
3,133	OSRAM Licht	162,877	0.17
	<b>Total Germany</b>	<b>16,674,788</b>	<b>17.87</b>
	<b>Luxembourg: 1.94% (2015: 0.00%)</b>		
	<b>Basic Materials: 1.94% (2015: 0.00%)</b>		
43,163	APERAM	1,806,393	1.94
	<b>Total Luxembourg</b>	<b>1,806,393</b>	<b>1.94</b>
	<b>Netherlands: 26.22% (2015: 19.59%)</b>		
	<b>Basic Materials: 8.00% (2015: 3.80%)</b>		
54,377	Akzo Nobel	3,524,378	3.78
61,471	Koninklijke DSM	3,936,049	4.22
	<b>Communications: 8.00% (2015: 0.00%)</b>		
177,421	Wolters Kluwer	7,464,839	8.00
	<b>Consumer, Non-cyclical: 6.82% (2015: 0.00%)</b>		
206,929	RELX	3,742,868	4.01
56,577	Unilever	2,621,478	2.81
	<b>Financial: 3.40% (2015: 7.47%)</b>		
283,640	ING Groep	3,171,804	3.40
	<b>Industrial: 0.00% (2015: 7.71%)</b>	-	-
	<b>Technology: 0.00% (2015: 0.61%)</b>	-	-
	<b>Total Netherlands</b>	<b>24,461,416</b>	<b>26.22</b>
	<b>Norway: 4.35% (2015: 2.52%)</b>		
	<b>Basic Materials: 0.00% (2015: 2.52%)</b>	-	-
	<b>Consumer, Non-cyclical: 4.35% (2015: 0.00%)</b>		
30,005	Leroy Seafood	1,443,093	1.55
280,641	Orkla	2,608,863	2.80
	<b>Total Norway</b>	<b>4,051,956</b>	<b>4.35</b>
	<b>Portugal: 0.00% (2015: 0.30%)</b>	-	-
	<b>Sweden: 15.59% (2015: 19.53%)</b>		
	<b>Basic Materials: 4.77% (2015: 4.07%)</b>		
201,891	Boliden	4,452,608	4.77
	<b>Communications: 0.00% (2015: 4.30%)</b>	-	-
	<b>Consumer, Cyclical: 3.87% (2015: 0.00%)</b>		
133,063	Electrolux	3,614,503	3.87

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Alkeon UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets		
	<b>Equities: 100.54% (2015: 101.58%) (continued)</b>				
	<b>Sweden: 15.59% (2015: 19.53%) (continued)</b>				
	<b>Consumer, Non-cyclical: 3.51% (2015: 2.73%)</b>				
89,597	Swedish Match	3,276,915	3.51		
	<b>Financial: 3.44% (2015: 5.70%)</b>				
359,324	Nordea Bank	3,210,731	3.44		
	<b>Industrial: 0.00% (2015: 2.73%)</b>				
	<b>Total Sweden</b>	<b>14,554,757</b>	<b>15.59</b>		
	<b>Switzerland: 14.46% (2015: 11.51%)</b>				
	<b>Basic Materials: 0.00% (2015: 4.27%)</b>				
	<b>Consumer, Non-cyclical: 0.00% (2015: 4.27%)</b>				
	<b>Financial: 7.69% (2015: 2.97%)</b>				
8,098	Partners	3,716,140	3.98		
41,171	Swiss Re	3,465,529	3.71		
	<b>Industrial: 6.77% (2015: 0.00%)</b>				
296,206	ABB	6,317,469	6.77		
	<b>Total Switzerland</b>	<b>13,499,138</b>	<b>14.46</b>		
	<b>Total Equities</b>	<b>93,818,475</b>	<b>100.54</b>		
	<b>Financial Derivative Instruments: 0.97% (2015: 0.02%)</b>				
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Gains: 0.00% (2015: 0.00%)</b>				
Morgan Stanley	Morgan Stanley & Co International plc Swap MS Alkeon UCITS Fund Financing Leg	-	-		
	<b>Total Total Return Swaps - Unrealised Gains</b>	<b>-</b>	<b>-</b>		
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Gains: 0.97% (2015: 0.02%)</b>				
	<b>Currency Buys</b>				
	<b>Currency Sells</b>				
	<b>Maturity Date</b>				
Northern Trust	EUR 36,489,668	USD 40,461,568	03/08/2016	343,004	0.37
Northern Trust	EUR 37,587,428	USD 41,761,136	06/09/2016	320,241	0.34
Northern Trust	CHF 6,372,105	USD 6,499,826	06/09/2016	105,119	0.11
Northern Trust	CHF 6,504,174	USD 6,646,068	03/08/2016	83,897	0.09
Morgan Stanley	GBP 2,435,906	USD 3,206,140	06/09/2016	29,533	0.03
Northern Trust	EUR 1,696,322	USD 1,881,020	03/08/2016	15,893	0.02
Northern Trust	CHF 285,896	USD 291,070	03/08/2016	4,751	0.01
Northern Trust	GBP 84,151	USD 110,887	03/08/2016	840	-
	<b>Total Forward Currency Contracts - Unrealised Gains</b>			<b>903,278</b>	<b>0.97</b>
	<b>Total Financial Derivative Instruments</b>			<b>903,278</b>	<b>0.97</b>
	<b>Total Financial assets at fair value through profit or loss</b>			<b>94,721,753</b>	<b>101.51</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Alkeon UCITS Fund

						Fair Value US\$	% of Net Assets
<b>Financial liabilities at fair value through profit or loss</b>							
<b>Financial Derivative Instruments: (0.06%) (2015: (1.29%))</b>							
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Losses: 0.00% (2015: 0.00%)</b>						
Morgan Stanley	Morgan Stanley & Co International plc Swap MS Alkeon UCITS Fund Reference Portfolio Leg					(10)	-
<b>Total Total Return Swaps - Unrealised Losses</b>						<b>(10)</b>	<b>-</b>
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (0.06%) (2015: (1.29%))</b>						
	<b>Currency Buys</b>		<b>Currency Sells</b>		<b>Maturity Date</b>		
Morgan Stanley	GBP	2,405,092	USD	3,230,928	03/08/2016	(37,688)	(0.04)
Northern Trust	USD	396,036	CHF	389,870	03/08/2016	(7,368)	(0.01)
Northern Trust	USD	194,470	GBP	149,905	03/08/2016	(4,559)	(0.01)
Northern Trust	USD	458,023	EUR	412,947	03/08/2016	(3,756)	-
Northern Trust	USD	67,178	EUR	61,153	03/08/2016	(1,206)	-
Northern Trust	USD	58,604	EUR	52,837	03/08/2016	(480)	-
Northern Trust	USD	16,352	CHF	16,071	03/08/2016	(277)	-
Northern Trust	USD	12,699	EUR	11,454	03/08/2016	(109)	-
Northern Trust	USD	5,075	EUR	4,606	03/08/2016	(76)	-
Northern Trust	GBP	97,636	USD	129,700	03/08/2016	(69)	-
<b>Total Forward Currency Contracts - Unrealised Losses</b>						<b>(55,588)</b>	<b>(0.06)</b>
<b>Total Financial Derivative Instruments</b>						<b>(55,598)</b>	<b>(0.06)</b>
<b>Total Financial liabilities at fair value through profit or loss</b>						<b>(55,598)</b>	<b>(0.06)</b>
<b>Total Value of Investments (Cost: US\$91,580,247)</b>						<b>94,666,155</b>	<b>101.45</b>
<b>Bank Overdraft</b>						<b>(704,267)</b>	<b>(0.75)</b>
<b>Other Net Liabilities</b>						<b>(650,442)</b>	<b>(0.70)</b>
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>						<b>93,311,446</b>	<b>100.00</b>
<b>Analysis of Portfolio</b>							<b>% of Total Assets</b>
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market						93,818,475	99.05
Over the counter financial derivative instruments						903,278	0.95
<b>Total Assets</b>						<b>94,721,753</b>	<b>100.00</b>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the year ended 31 July 2016**  
**MS Alkeon UCITS Fund**

<b>Total purchases in the year</b>	<b>US\$883,215,175</b>	
	<b>Nominal</b>	<b>Cost</b>
<b>Major Purchases</b>	<b>Holdings</b>	<b>US\$</b>
Bayer	224,340	28,857,664
Allianz	161,605	27,048,641
Merck	271,778	24,645,987
E.ON	1,840,879	23,093,151
Fresenius	315,715	22,355,691
Adecco	272,867	18,940,171
Svenska Cellulosa	687,884	18,761,102
Nokia	2,758,547	18,532,596
Genmab	104,879	16,959,210
ASML	190,860	16,935,385
Deutsche Bank	515,522	14,715,779
Givaudan	8,790	14,473,975
Continental	72,532	14,344,723
Vestas Wind Systems	228,311	14,160,602
Muenchener Rueckversicherungs	81,003	13,911,825
Electrolux	566,608	13,665,315
Deutsche Borse	152,932	13,366,746
thyssenKrupp	604,092	13,266,540
Nordea Bank	1,297,941	13,120,854
ABB	636,091	12,405,817
Schindler	67,275	12,356,693
ING Groep	822,673	11,548,466
Partners	30,268	11,489,078
Clariant	626,065	11,435,418
Skandinaviska Enskilda Banken	938,647	11,296,621
Koninklijke DSM	214,581	11,159,910
KBC	199,684	11,093,998
Akzo Nobel	161,757	11,046,344
UBS	605,370	10,970,940
Boliden	639,962	10,882,102
Syngenta	25,863	10,684,684
Pandora	78,784	10,463,245
Nestle	141,776	10,379,705
Daimler	119,727	10,037,371
SKF	524,221	9,925,496
United Internet	192,239	9,739,184
Deutsche Telekom	543,626	9,373,040
DSV	240,680	9,121,375
APERAM	250,038	9,017,220
<b>Total sales in the year</b>	<b>US\$985,570,596</b>	
	<b>Nominal</b>	<b>Proceeds</b>
<b>Major Sales</b>	<b>Holdings</b>	<b>US\$</b>
Bayer	280,655	35,118,318
Nokia	5,059,048	32,856,467
Merck	345,574	31,708,046
Deutsche Bank	972,488	30,592,845
Allianz	161,605	26,947,522
ING Groep	1,446,533	22,260,107
Fresenius	290,951	20,978,909
Svenska Cellulosa	687,884	19,665,838
E.ON	1,840,879	18,749,521
Adecco	272,867	17,432,232
ASML	190,860	17,154,805
Genmab	128,368	16,541,864
Vestas Wind Systems	228,311	15,852,180
Givaudan	8,790	15,687,425
Clariant	853,567	15,546,993
SKF	812,521	15,167,137
Continental	72,532	15,059,661

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**  
**For the year ended 31 July 2016**  
**MS Alkeon UCITS Fund**

<b>Major Sales (continued)</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
TeliaSonera	3,135,774	14,891,427
Akzo Nobel	217,030	14,619,278
Boliden	838,783	14,165,689
Koninklijke Philips	572,444	13,727,868
Investor	341,044	12,591,176
Deutsche Borse	152,932	12,535,764
Schindler	67,275	12,459,381
thyssenKrupp	604,092	12,276,251
Pandora	98,168	12,046,853
Delhaize	112,787	11,264,780
Muenchener Rueckversicherungs	61,904	11,091,025
Electrolux	433,545	10,899,585
UBS	605,370	10,842,163
Syngenta	25,863	10,749,616
Lonza	62,600	10,636,026
Danske Bank	375,269	10,234,630
Skandinaviska Enskilda Banken	938,647	10,207,285
Nestle	141,776	9,900,740

The above totals represent all material purchases and sales in the year.

**INVESTMENT MANAGER'S REPORT**  
**For the year ended 31 July 2016**  
**MS SLJ Macro UCITS Fund**

Our investment decisions in the 12-month period ending July 2016 were focused on (1) the US continuing to lead the recovery in the global economy; (2) risks that the structural reforms in China would lead to lower growth rates and a weaker currency in China, as well as in other EM economies and commodity exporters; (3) downside risks to USDJPY.

For the period between 1 August 2015 and 31 July 2016, the Sub-Fund's Class B1 EUR shares returned -11.96%. The losses can essentially be attributed to our misguided view that the continued US recovery would force a continued normalisation in US rates throughout 2016. However, despite the resilience in the US recovery and the continued progress in the labour market, exogenous factors – such as the increased volatility in equity markets at the start of the year, the slowdown in China and risks surrounding Brexit – led the FOMC to defer from delivering the rate hikes that the Committee had openly forecast for 2016.

USD. The overly cautious stance of the FOMC – as well as the expectations of a lower equilibrium interest rate ( $r^*$ ) – have kept the US dollar capped essentially since the start of 2016. While this scenario has led us to shift definitively away from the right hand side of our 'Dollar Smile' framework – where dollar is propelled higher by the outperformance of the US economy –, we believe that equities and bonds, at their current valuations, are vulnerable to a sharp repricing. This view – coupled with the uncertainty in global markets due to the upcoming US elections, European banking troubles, UK negotiations with Europe and China slowdown – supports our baseline scenario that we will see a broad-based rally in the US dollar, as risk aversion drives flows back into US dollar assets.

EM. While the Fed has repeatedly delayed its policy normalisation in 2016, many other central banks and fiscal authorities – of other key funding currency areas – have stepped up to offer more support. This lower-for-longer global rates environment has flattered high-yield assets across the world in 2016, and the high-yield EM currencies, such as BRL, MXN and ZAR, as a result have appreciated significantly. Despite the poor fundamentals in many of these countries, and the still high level of USD leverage, we are open-minded to the possibility that the rally in some select high-yield EM currencies can extend further and offer interesting multi-year opportunities for returns, as they are currently undervalued, particularly if oil prices continue to recover. At the same time, we remain bearish on the RMB. In China, the vast increase in the money supply, combined with low deposit rates and more uncertain returns on domestic investments – particularly after the measures announced to cool the property markets – will, we believe, result in an increased outflow of capital. We maintain strong a conviction that, while Beijing manages the transition of the economy and the development of deeper local financial markets, they will continue to rely on a weaker exchange rate to ease these local pressures. And the continued outflow of capital – through conventional and unconventional channels – will also weigh down on the RMB.

GBP. We have maintained the view, since the Brexit verdict, that we could see GBP to weaken until PM May invokes Article 50, as the excitement surrounding the BoE's new and augmented asset purchase programme dissipates, and as the Brexit negotiations continue to offer little clarity on what exactly the UK will look like outside of the EU. However, we think there will be an interesting upside to trade GBP after the UK government invokes Article 50. We acknowledge that GBPUSD's fair value is around 1.50. In short, we could see a U-shaped trajectory for cable, just as we have for the JPY.

JPY. USDJPY peaked in the mid-120s in 2015, and we have since argued that the risks are biased to the downside. While the BOJ may still have firepower, it seems clear to us that many of their nonconventional policy measures have reached the point of diminishing returns, and NIRP has actually make BOJ operations a net-negative contribution to the economy. The last few rounds of monetary easing by the BOJ have failed to impress the markets. There is a growing sense that Abenomics is on the verge of failing, and we feel that in Japan, as in some other major economies, the scope for QE to propel equities higher and depress currencies further seems to be diminishing. JPY remains a reliable safe-haven currency and therefore a good and cheap hedge against downside risks to global equities. We believe USDJPY peaked late last year, and the risks are still biased to the downside.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## MS SLJ Macro UCITS Fund

				Fair Value	% of
Financial assets at fair value through profit or loss				€	Net Assets
<b>Financial Derivative Instruments: 3.45% (2015: 13.42%)</b>					
<b>Covered Options Purchased: 0.04% (2015: 0.00%)</b>					
		<b>Strike Price</b>	<b>No. of Contracts</b>	<b>Maturity Date</b>	
<b>United States: 0.04% (2015: 0.00%)</b>					
	E-mini S&P 500 Put	1,950.0000	79	16/09/2016	14,309
<b>Total United States</b>				<b>14,309</b>	<b>0.04</b>
<b>Total Options Purchased</b>				<b>14,309</b>	<b>0.04</b>
<b>Counterparty</b>	<b>Covered Currency Options Purchased: 1.19% (2015: 1.55%)</b>				
		<b>Strike Price</b>	<b>No. of Contracts</b>	<b>Maturity Date</b>	
<b>European Union: 0.09% (2015: 1.55%)</b>					
Morgan Stanley	FXopt Eur/Usd Put	1.1000	4,800,000	05/10/2016	31,947
<b>Total European Union</b>				<b>31,947</b>	<b>0.09</b>
<b>United States: 1.10% (2015: 0.00%)</b>					
Morgan Stanley	FXopt Usd/Jpy Put	106.5000	5,000,000	01/09/2016	208,826
Morgan Stanley	FXopt Usd/Hkd Call	7.8000	12,000,000	24/05/2017	42,150
Morgan Stanley	FXopt Usd/Hkd Call	7.8000	10,000,000	12/06/2017	38,010
Morgan Stanley	FXopt Usd/Hkd Call	7.8000	10,000,000	21/06/2017	39,396
Morgan Stanley	FXopt Usd/Hkd Call	7.8000	20,000,000	26/06/2017	80,163
<b>Total United States</b>				<b>408,545</b>	<b>1.10</b>
<b>Total Currency Options Purchased</b>				<b>440,492</b>	<b>1.19</b>
<b>Futures Contracts - Unrealised Gains: 0.00% (2015: 0.03%)</b>					
<b>Counterparty Forward Currency Contracts - Unrealised Gains: 2.22% (2015: 11.84%)</b>					
	<b>Currency Buys</b>	<b>Currency Sells</b>		<b>Maturity Date</b>	
Morgan Stanley	KRW 5,905,000,000	USD 5,108,874		21/09/2016	175,764
Morgan Stanley	KRW 3,000,000,000	USD 2,569,360		21/09/2016	112,657
Morgan Stanley	GBP 5,600,000	USD 7,292,985		21/09/2016	111,447
Morgan Stanley	EUR 4,540,572	USD 5,000,000		21/09/2016	77,878
Morgan Stanley	SGD 6,783,165	USD 5,000,000		21/09/2016	51,249
Morgan Stanley	CNH 38,000,000	USD 5,666,359		21/09/2016	49,254
Morgan Stanley	CNH 54,000,000	USD 7,968,527		21/06/2017	38,913
Morgan Stanley	SGD 6,745,005	USD 5,000,000		21/09/2016	25,855
Morgan Stanley	USD 4,994,616	CNH 33,000,000		21/09/2016	23,124
Morgan Stanley	AUD 3,000,000	NZD 3,125,175		21/09/2016	21,670
Morgan Stanley	USD 2,378,662	JPY 240,000,000		21/09/2016	19,599
Morgan Stanley	CNH 12,000,000	USD 1,764,231		21/06/2017	14,425
Morgan Stanley	EUR 2,000,000	USD 2,226,499		21/09/2016	12,763
Morgan Stanley	USD 4,762,046	CNH 32,000,000		21/06/2017	12,169
Morgan Stanley	USD 1,773,500	EUR 1,571,105		21/09/2016	11,837
Morgan Stanley	EUR 2,100,000	USD 2,339,639		21/09/2016	11,781
Morgan Stanley	USD 2,262,279	GBP 1,700,000		21/09/2016	9,310
Morgan Stanley	USD 2,419,345	CNH 16,000,000		21/09/2016	9,170
Morgan Stanley	CNH 11,000,000	USD 1,647,051		21/09/2016	8,198
Morgan Stanley	SGD 2,022,902	USD 1,500,000		21/09/2016	7,357

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS SLJ Macro UCITS Fund

				Fair Value €	% of Net Assets
<b>Financial assets at fair value through profit or loss</b>					
<b>Financial Derivative Instruments: 3.45% (2015: 13.42%) (continued)</b>					
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Gains: 2.22% (2015: 11.84%) (continued)</b>				
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>		
Morgan Stanley	USD 696,200	EUR 616,749	21/09/2016	4,647	0.01
Morgan Stanley	EUR 557,923	USD 620,100	21/09/2016	4,469	0.01
Morgan Stanley	EUR 138,257	USD 151,900	21/09/2016	2,686	0.01
Morgan Stanley	EUR 72,406	USD 79,900	21/09/2016	1,095	-
Morgan Stanley	EUR 23,473	GBP 18,900	21/09/2016	1,129	-
Morgan Stanley	GBP 35,448	USD 46,036	21/09/2016	820	-
Morgan Stanley	EUR 63,706	GBP 53,342	21/09/2016	642	-
Morgan Stanley	EUR 34,641	USD 38,200	21/09/2016	547	-
Morgan Stanley	USD 38,628	EUR 33,919	21/09/2016	558	-
Morgan Stanley	EUR 38,907	USD 43,200	21/09/2016	350	-
Morgan Stanley	EUR 19,317	USD 21,537	21/06/2017	329	-
Morgan Stanley	EUR 36,838	USD 40,964	21/09/2016	276	-
Morgan Stanley	EUR 16,213	USD 17,900	21/09/2016	237	-
Morgan Stanley	EUR 14,950	USD 16,600	21/09/2016	134	-
Morgan Stanley	EUR 7,840	GBP 6,500	21/09/2016	155	-
Morgan Stanley	EUR 12,689	USD 14,100	21/09/2016	104	-
Morgan Stanley	EUR 15,508	USD 17,300	21/09/2016	67	-
Morgan Stanley	EUR 9,699	USD 10,800	21/09/2016	59	-
Morgan Stanley	EUR 6,225	GBP 5,200	21/09/2016	77	-
Morgan Stanley	EUR 4,680	USD 5,200	21/09/2016	38	-
Morgan Stanley	EUR 6,096	USD 6,800	21/09/2016	26	-
Morgan Stanley	EUR 2,158	GBP 1,800	21/09/2016	30	-
Morgan Stanley	EUR 9,117	USD 10,327	21/06/2017	12	-
Morgan Stanley	EUR 1,313	GBP 1,100	21/09/2016	13	-
Morgan Stanley	EUR 597	GBP 500	21/09/2016	6	-
	<b>Total Forward Currency Contracts - Unrealised Gains</b>			<b>822,926</b>	<b>2.22</b>
	<b>Total Financial Derivative Instruments</b>			<b>1,277,727</b>	<b>3.45</b>
	<b>Total Financial assets at fair value through profit or loss</b>			<b>1,277,727</b>	<b>3.45</b>
<b>Financial liabilities at fair value through profit or loss</b>					
<b>Financial Derivative Instruments: (3.39%) (2015: (13.17%))</b>					
<b>Counterparty</b>	<b>Covered Currency Options Written: (0.08%) (2015: (0.38%))</b>				
		<b>Strike Price</b>	<b>No. of Contracts</b>	<b>Maturity Date</b>	
	<b>European Union: (0.00%) (2015: (0.38%))</b>				
	<b>United States: (0.08%) (2015: (0.00%))</b>				
Morgan Stanley	FXopt Usd/Jpy Put	100.0000	(5,000,000)	01/09/2016	(30,994) (0.08)
	<b>Total United States</b>			<b>(30,994)</b>	<b>(0.08)</b>
	<b>Total Currency Options Written</b>			<b>(30,994)</b>	<b>(0.08)</b>
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (3.31%) (2015: (12.79%))</b>				
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>		
Morgan Stanley	USD 5,000,000	KRW 5,905,000,000	21/09/2016	(272,937)	(0.74)
Morgan Stanley	USD 2,530,732	KRW 3,000,000,000	21/09/2016	(147,132)	(0.40)
Morgan Stanley	USD 4,657,618	GBP 3,600,000	21/09/2016	(99,072)	(0.27)

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS SLJ Macro UCITS Fund

				Fair Value €	% of Net Assets
<b>Financial liabilities at fair value through profit or loss</b>					
<b>Financial Derivative Instruments: (3.39%) (2015: (13.17%)) (continued)</b>					
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (3.31%) (2015: (12.79%)) (continued)</b>				
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>		
Morgan Stanley	USD 5,000,000	EUR 4,554,149	21/09/2016	(91,455)	(0.25)
Morgan Stanley	USD 11,917,899	CNH 81,000,000	21/06/2017	(89,134)	(0.24)
Morgan Stanley	USD 5,000,000	SGD 6,829,500	21/09/2016	(82,083)	(0.22)
Morgan Stanley	USD 4,762,372	SGD 6,500,000	21/09/2016	(74,905)	(0.20)
Morgan Stanley	GBP 758,500	EUR 952,323	21/09/2016	(55,640)	(0.15)
Morgan Stanley	USD 2,298,163	JPY 240,000,000	21/09/2016	(52,249)	(0.14)
Morgan Stanley	USD 2,599,919	GBP 2,000,000	21/09/2016	(44,014)	(0.12)
Morgan Stanley	MYR 10,000,000	USD 2,524,615	21/09/2016	(41,965)	(0.11)
Morgan Stanley	USD 2,443,548	MYR 10,000,000	21/09/2016	(30,391)	(0.08)
Morgan Stanley	GBP 1,700,000	USD 2,279,190	21/09/2016	(24,404)	(0.07)
Morgan Stanley	GBP 1,700,000	USD 2,277,295	21/09/2016	(22,713)	(0.06)
Morgan Stanley	JPY 240,000,000	USD 2,379,866	21/09/2016	(20,675)	(0.06)
Morgan Stanley	JPY 240,000,000	USD 2,379,451	21/09/2016	(20,304)	(0.05)
Morgan Stanley	USD 2,331,794	EUR 2,100,000	21/09/2016	(18,783)	(0.06)
Morgan Stanley	USD 2,240,864	GBP 1,700,000	21/09/2016	(9,803)	(0.03)
Morgan Stanley	USD 1,634,463	SGD 2,206,067	21/09/2016	(9,234)	(0.02)
Morgan Stanley	BRL 7,000,000	USD 2,129,731	21/09/2016	(5,925)	(0.02)
Morgan Stanley	USD 153,800	EUR 139,986	21/09/2016	(2,719)	(0.01)
Morgan Stanley	USD 127,316	EUR 115,635	21/09/2016	(2,000)	(0.01)
Morgan Stanley	GBP 53,342	EUR 64,366	21/09/2016	(1,302)	-
Morgan Stanley	USD 73,200	EUR 66,335	21/09/2016	(1,003)	-
Morgan Stanley	USD 91,672	EUR 82,815	21/09/2016	(995)	-
Morgan Stanley	USD 36,900	EUR 33,462	21/09/2016	(529)	-
Morgan Stanley	USD 42,600	EUR 38,477	21/09/2016	(456)	-
Morgan Stanley	USD 108,888	EUR 97,608	21/09/2016	(422)	-
Morgan Stanley	GBP 20,300	EUR 24,257	21/09/2016	(257)	-
Morgan Stanley	USD 19,300	EUR 17,481	21/09/2016	(256)	-
Morgan Stanley	USD 46,729	GBP 35,448	21/09/2016	(202)	-
Morgan Stanley	USD 17,000	EUR 15,355	21/09/2016	(182)	-
Morgan Stanley	GBP 4,200	EUR 5,070	21/09/2016	(105)	-
Morgan Stanley	USD 9,800	EUR 8,838	21/09/2016	(91)	-
Morgan Stanley	USD 65,455	EUR 58,504	21/09/2016	(83)	-
Morgan Stanley	USD 11,485	SGD 15,505	21/09/2016	(67)	-
Morgan Stanley	USD 7,845	EUR 7,060	21/09/2016	(58)	-
Morgan Stanley	USD 8,100	EUR 7,274	21/09/2016	(44)	-
Morgan Stanley	USD 3,900	EUR 3,517	21/09/2016	(36)	-
Morgan Stanley	GBP 500	EUR 596	21/09/2016	(5)	-
Morgan Stanley	GBP 300	EUR 357	21/09/2016	(2)	-
Morgan Stanley	JPY 790	USD 8	21/09/2016	-	-
Morgan Stanley	USD 7	JPY 790	21/09/2016	-	-
	<b>Total Forward Currency Contracts - Unrealised Losses</b>			<b>(1,223,632)</b>	<b>(3.31)</b>
	<b>Total Financial Derivative Instruments</b>			<b>(1,254,626)</b>	<b>(3.39)</b>
	<b>Total Financial liabilities at fair value through profit or loss</b>			<b>(1,254,626)</b>	<b>(3.39)</b>
	<b>Total Value of Investments (Cost: €567,485)</b>			<b>23,101</b>	<b>0.06</b>
	<b>Cash and Cash Equivalents</b>			<b>37,727,964</b>	<b>102.04</b>
	<b>Other Net Liabilities</b>			<b>(777,589)</b>	<b>(2.10)</b>
	<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>			<b>36,973,476</b>	<b>100.00</b>

**SCHEDULE OF INVESTMENTS (continued)**

As at 31 July 2016

**MS SLJ Macro UCITS Fund**

<b>Analysis of Portfolio</b>	<b>Fair Value</b>	<b>% of Total</b>
	<b>€</b>	<b>Assets</b>
Financial derivative instruments dealt in on a regulated market	14,309	0.04
Over the counter financial derivative instruments	1,263,418	3.23
Cash and cash equivalents	37,727,964	96.54
Other assets	76,013	0.19
<b>Total Assets</b>	<b>39,081,704</b>	<b>100.00</b>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the year ended 31 July 2016**  
**MS SLJ Macro UCITS Fund**

There were no material purchases and sales in the year as the Sub-Fund only invested in financial derivative instruments.

**INVESTMENT MANAGER'S REPORT  
For the year ended 31 July 2016  
MS QTI UCITS Fund**

The Sub-Fund's investment objective is to provide Shareholders with returns based on (i) exposure to the Quest QTI Strategy; (ii) investments in transferable securities and money market instruments issued by government issuers; and (iii) investments in cash deposits and cash equivalent securities.

The Sub-Fund invests in Fund Assets which provide exposure to the Quest QTI Strategy. The Quest QTI Strategy in turn provides exposure to a selection of futures contracts in markets for currencies, fixed-income, equity indices and commodities selected by Quest Partners LLC ("Quest"). The Quest QTI Strategy systematically assigns notional long or short positions to 47 underlying futures contracts across the six market sectors of currencies, fixed-income, equity indices, energy, metals and agricultural.

The Sub-Fund is invested in Certificates and in a Closed-End Fund, which are exposed to the QTI strategy, which themselves have a 5-time leverage reset on a weekly basis. The Sub-Fund is also invested in US Treasury Bills for the remaining cash.

From 1 August 2015 to 31 July 2016, the performance of the Sub-Fund's B EUR Share Class is -2.72% compared to -1.00% for the QTI Index.

From 1 August 2015 to 31 July 2016 the performance of the B USD Share Class is -1.56% compared to -1.00% for the QTI Index.

From 1 August 2015 to 31 July 2016, the performance of the Certificates and the Closed-End Fund is -20.08%.

Since 19 October 2012 (its inception), the performance of the B EUR Share Class of the Sub-Fund is 15.55% compared to 15.99% for the QTI Index. Over the same period, the performance of the Certificates and the Closed-End Fund is 38.39%.

Since 29 October 2013 (its inception), the performance of the B USD Share Class of the Sub-Fund is 18.95% compared to 18.94% for the QTI Index. Over the same period, the performance of the Certificates and the Closed-End Fund is 56.40%.

Since 12 November 2015 (its inception), the performance of the B CHF Share Class of the Sub-Fund is 1.19% compared to 3.25% for the QTI Index. Over the same period, the performance of the Certificates and the Closed-End Fund is 0.04%.

Since 24 October 2012 (since the Sub-Fund has been exposed to the underlying QTI Strategy), the average exposure of the Sub-Fund to the underlying strategy (combined position of the Certificates and the Closed-End Fund) has been of 20.10%. Over the same period, the performance of the B EUR Share Class of the Sub-Fund is 15.58% compared to 39.82% for the Certificates and the Closed-End Fund.

The Sub-Fund has an annualised volatility of 12.14% for the B EUR Share class from 24 October 2012 to 31 July 2016, 12.87% for the B USD Share Class from inception to 31 July 2016 and 16.57% for the B CHF Share Class from inception to 31 July 2016 compared to 12.24% for the QTI Index.

The QTI Index is not the official benchmark of the Sub-Fund but has a close investment philosophy.

As of 31 July 2016, the counterparty risk is equal to 1.93% of the Sub-Fund's net assets.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## MS QTI UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Investment Funds: 6.84% (2015: 3.32%)</b>		
	<b>United States: 6.84% (2015: 3.32%)</b>		
	<b>Common Stock: 6.84% (2015: 3.32%)</b>		
7,499	E2 Quest Tradeco - QTI Program	1,037,701	6.84
	<b>Total United States</b>	<b>1,037,701</b>	<b>6.84</b>
	<b>Total Investment Funds</b>	<b>1,037,701</b>	<b>6.84</b>
	<b>Government Bonds: 69.20% (2015: 75.70%)</b>		
	<b>United States: 69.20% (2015: 75.70%)</b>		
3,000,000	United States Treasury Bill 0% 18/08/2016	2,999,750	19.77
1,500,000	United States Treasury Bill 0% 25/08/2016	1,499,830	9.89
1,500,000	United States Treasury Bill 0% 15/09/2016	1,499,616	9.89
3,000,000	United States Treasury Bill 0% 13/10/2016	2,998,585	19.77
1,000,000	United States Treasury Bill 0% 08/12/2016	998,982	6.59
500,000	United States Treasury Bill 0% 02/02/2017	499,061	3.29
	<b>Total United States</b>	<b>10,495,824</b>	<b>69.20</b>
	<b>Total Government Bonds</b>	<b>10,495,824</b>	<b>69.20</b>
	<b>Warrants: 14.16% (2015: 16.40%)</b>		
	<b>United Kingdom: 14.16% (2015: 16.40%)</b>		
	<b>Financial: 14.16% (2015: 16.40%)</b>		
7,760	Oder Capital 15/10/2017	1,073,906	7.08
7,760	Weser Capital 15/10/2017	1,073,906	7.08
	<b>Total United Kingdom</b>	<b>2,147,812</b>	<b>14.16</b>
	<b>Total Warrants</b>	<b>2,147,812</b>	<b>14.16</b>
	<b>Financial Derivative Instruments: 1.33% (2015: 1.28%)</b>		
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Gains: 1.33% (2015: 1.28%)</b>		
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>
Morgan Stanley	CHF 6,673,000	USD 6,770,495	18/08/2016
Morgan Stanley	EUR 6,264,000	USD 6,943,989	18/08/2016
	<b>Total Forward Currency Contracts - Unrealised Gains</b>		<b>202,746</b>
	<b>Total Financial Derivative Instruments</b>		<b>202,746</b>
	<b>Total Financial assets at fair value through profit or loss</b>	<b>13,884,083</b>	<b>91.53</b>
	<b>Financial liabilities at fair value through profit or loss</b>		
	<b>Financial Derivative Instruments: (0.03%) (2015: 0.00%)</b>		
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (0.03%) (2015: 0.00%)</b>		
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>
Morgan Stanley	USD 182,299	EUR 164,000	18/08/2016
Morgan Stanley	USD 178,093	CHF 175,000	18/08/2016
	<b>Total Forward Currency Contracts - Unrealised Losses</b>		<b>(4,282)</b>
	<b>Total Financial Derivative Instruments</b>		<b>(4,282)</b>
	<b>Total Financial liabilities at fair value through profit or loss</b>	<b>(4,282)</b>	<b>(0.03)</b>

**SCHEDULE OF INVESTMENTS (continued)**

As at 31 July 2016

MS QTI UCITS Fund

	Fair Value US\$	% of Net Assets
<b>Total Value of Investments</b> (Cost: US\$13,814,306)	<b>13,879,801</b>	<b>91.50</b>
<b>Cash and Cash Equivalents</b>	<b>1,140,608</b>	<b>7.52</b>
<b>Other Net Assets</b>	<b>149,064</b>	<b>0.98</b>
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<b>15,169,473</b>	<b>100.00</b>
		<b>% of Total Assets</b>
<b>Analysis of Portfolio</b>		
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	13,681,337	90.09
Over the counter financial derivative instruments	202,746	1.34
Cash and cash equivalents	1,140,608	7.51
Other assets	161,280	1.06
<b>Total Assets</b>	<b>15,185,971</b>	<b>100.00</b>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the year ended 31 July 2016**  
**MS QTI UCITS Fund**

<b>Total purchases in the year</b>	<b>US\$28,552,385</b>	
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost US\$</b>
United States Treasury Bill 0% 15/09/2016	3,500,000	3,489,238
Weser Cap 0% 15/10/2017	21,951	3,158,697
Oder Cap 0% 15/10/2017	21,951	3,158,697
United States Treasury Bill 0% 28/04/2016	3,100,000	3,097,714
United States Treasury Bill 0% 13/10/2016	3,000,000	2,993,375
United States Treasury Bill 0% 18/08/2016	3,000,000	2,991,452
United States Treasury Bill 0% 23/06/2016	2,600,000	2,594,362
United States Treasury Bill 0% 21/01/2016	1,600,000	1,599,416
United States Treasury Bill 0% 25/08/2016	1,500,000	1,496,644
United States Treasury Bill 0% 26/05/2016	1,000,000	999,628
United States Treasury Bill 0% 08/12/2016	1,000,000	998,330
E2 Quest Tradeco -QTI Program	6,583	978,000
United States Treasury Bill 0% 21/07/2016	500,000	498,772
United States Treasury Bill 0% 02/02/2017	500,000	498,060
<b>Total sales in the year</b>	<b>US\$29,111,195</b>	
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
Weser Cap 0% 15/10/2017	21,447	3,163,097
Oder Cap 0% 15/10/2017	21,447	3,163,097
United States Treasury Bill 0% 28/04/2016	3,100,000	3,098,587
United States Treasury Bill 0% 07/01/2016	3,000,000	3,000,000
United States Treasury Bill 0% 23/06/2016	2,600,000	2,600,000
United States Treasury Bill 0% 01/10/2015	2,000,000	2,000,000
United States Treasury Bill 0% 15/10/2015	2,000,000	2,000,000
United States Treasury Bill 0% 15/09/2016	2,000,000	1,998,088
United States Treasury Bill 0% 21/01/2016	1,600,000	1,600,000
United States Treasury Bill 0% 27/08/2015	1,600,000	1,600,000
United States Treasury Bill 0% 19/11/2015	1,000,000	1,000,000
United States Treasury Bill 0% 20/08/2015	1,000,000	1,000,000
United States Treasury Bill 0% 26/05/2016	1,000,000	1,000,000
United States Treasury Bill 0% 21/07/2016	500,000	500,000
United States Treasury Bill 0% 17/09/2015	500,000	500,000
United States Treasury Bill 0% 03/09/2015	500,000	500,000
E2 Quest Tradeco -QTI Program	2,024	388,326

The above totals represent all purchases and sales in the year.

**INVESTMENT MANAGER'S REPORT  
For the year ended 31 July 2016  
MS Long Term Trends UCITS Fund**

The Sub-Fund's investment objective is to provide shareholders with returns based on (i) exposure to the Winton Diversified Program; (ii) investments in transferable securities and money market instruments issued by government issuers; and (iii) investments in cash deposits and cash equivalent securities.

The Sub-Fund invests in Fund Assets which provide exposure to the Winton Diversified Program. The Winton Diversified Program in turn provides diversified exposure to a selection of futures contracts on a wide range of markets including financial indices and commodities. The Winton Diversified Program utilises a systematic approach that blends short-term trading with long-term trend following, using multiple time frames and multiple models while allocating for maximum diversification. The Winton Diversified Program tracks the daily price movements and other data such as market sentiment, trade volumes, inventory and company accounts from the markets it follows, and carries out certain computations to determine each day how long or short the strategy should be to maximise profit within a certain range of risk. If rising prices are anticipated, a long position will be established; a short position will be established if prices are expected to fall.

The Sub-Fund is invested in Certificates and in a Closed-End Fund, which are exposed to the Winton Diversified Program, which themselves have a 6-time leverage reset on a weekly basis. The Sub-Fund is also invested in US Treasury Bills for the remaining cash.

From the end of July 2015 to the end of July 2016, the performance of the Sub-Fund's E EUR Share Class is 2.67%. Over the same period, the performance of the Certificates and the Closed-End Fund is 12.54%.

From the end of July 2015 to the end of July 2016, the performance of the Sub-Fund's B GBP Share Class is 3.62%. Over the same period, the performance of the Certificates and the Closed-End Fund is 12.54%.

From the end of July 2015 to the end of July 2016, the performance of the Sub-Fund's B EUR Share Class is 2.37%. Over the same period, the performance of the Certificates and Closed-End Fund is 12.54%.

From the end of July 2015 to the end of July 2016, the performance of the Sub-Fund's B USD Share Class is 3.22%. Over the same period, the performance of the Certificates and Closed-End Fund is 12.54%.

From the end of July 2015 to the end of July 2016, the performance of the Sub-Fund's A CHF Share Class is 0.67%. Over the same period, the performance of the Certificates and Closed-End Fund is 12.54%.

From the end of July 2015 to the end of July 2016, the performance of the Sub-Fund's A EUR Share Class is 1.31%. Over the same period, the performance of the Certificates and Closed-End Fund is 12.54%.

From the end of July 2015 to the end of July 2016, the performance of the Sub-Fund's A USD Share Class is 2.15%. Over the same period, the performance of the Certificates and Closed-End Fund is 12.54%.

From 8 February 2013 (its inception) to 31 July 2016, the performance of the Sub-Fund's E EUR Share Class is 28.50%. Over the same period, the performance of the Certificates and the Closed-End Fund is 282.90%.

From 12 April 2013 (its inception) to 31 July 2016, the performance of the Sub-Fund's B GBP Share Class is 24.78%. Over the same period, the performance of the Certificates and the Closed-End Fund is 195.63%.

From 19 July 2013 (its inception) to 31 July 2016, the performance of the Sub-Fund's B EUR Share Class is 25.77%. Over the same period, the performance of the Certificates and the Closed-End Fund is 267.90%.

From 19 September 2014 (its inception) to 31 July 2016, the performance of the Sub-Fund's B USD Share Class is 16.05%. Over the same period, the performance of the Certificates and Closed-End Fund is 113.74%.

From 15 May 2015 (its inception) to 31 July 2016, the performance of the Sub-Fund's A CHF Share Class is 2.28%. Over the same period, the performance of the Certificates and Closed-End Fund is 23.30%.

From 15 May 2015 (its inception) to 31 July 2016, the performance of the Sub-Fund's A EUR Share Class is 3.22%. Over the same period, the performance of the Certificates and Closed-End Fund is 23.30%.

From 15 May 2015 (its inception) to 31 July 2016, the performance of the Sub-Fund's A USD Share Class is 4.03%. Over the same period, the performance of the Certificates and Closed-End Fund is 23.30%.

**INVESTMENT MANAGER'S REPORT (continued)**

**For the year ended 31 July 2016**

**MS Long Term Trends UCITS Fund**

The Sub-Fund has an annualised volatility of 7.57% for the E EUR Share Class, 7.68% for the B GBP Share Class, 7.74% for the B EUR Share Class, 8.29% for the B USD Share Class, 8.21% for the A CHF Share Class, 8.19% for the A EUR Share Class and 8.20% for the A USD Share Class.

Since the Sub Fund's Inception, the average exposure of the Sub-Fund to the underlying strategy (combined position of the Certificates and the Closed-End Fund) has been of 15.19%.

As of 31 July 2016, the counterparty risk is equal to 0.55% of the Sub-Fund's net asset and only comes from the PnL on the FX forward used to hedge the currency risk of the EUR, GBP and CHF share classes.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## MS Long Term Trends UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Investment Funds: 3.11% (2015: 0.68%)</b>		
	<b>United States: 3.11% (2015: 0.68%)</b>		
	<b>Common Stock: 3.11% (2015: 0.68%)</b>		
3,205	E2 Wntn Tradeco	1,232,700	3.11
	<b>Total United States</b>	<b>1,232,700</b>	<b>3.11</b>
	<b>Total Investment Funds</b>	<b>1,232,700</b>	<b>3.11</b>
	<b>Government Bonds: 73.65% (2015: 75.29%)</b>		
	<b>United States: 73.65% (2015: 75.29%)</b>		
2,000,000	United States Treasury Bill 0% 18/08/2016	1,999,833	5.05
3,300,000	United States Treasury Bill 0% 13/10/2016	3,298,444	8.33
4,400,000	United States Treasury Bill 0% 27/10/2016	4,397,367	11.11
3,000,000	United States Treasury Bill 0% 08/12/2016	2,996,947	7.57
3,000,000	United States Treasury Bill 0% 22/12/2016	2,996,543	7.57
2,500,000	United States Treasury Bill 0% 02/02/2017	2,495,303	6.30
3,000,000	United States Treasury Bill 0% 25/05/2017	2,989,547	7.55
4,000,000	United States Treasury Bill 0% 20/07/2017	3,980,954	10.06
4,000,000	United States Treasury Bill 0% 29/09/2016	3,998,486	10.11
	<b>Total United States</b>	<b>29,153,424</b>	<b>73.65</b>
	<b>Total Government Bonds</b>	<b>29,153,424</b>	<b>73.65</b>
	<b>Warrants: 14.26% (2015: 17.00%)</b>		
	<b>United Kingdom: 14.26% (2015: 17.00%)</b>		
	<b>Financial: 14.26% (2015: 17.00%)</b>		
7,335	Oder Capital 08/02/23	2,821,188	7.13
7,335	Weser Capital 08/02/23	2,821,188	7.13
	<b>Total United Kingdom</b>	<b>5,642,376</b>	<b>14.26</b>
	<b>Total Warrants</b>	<b>5,642,376</b>	<b>14.26</b>
	<b>Financial Derivative Instruments: 0.76% (2015: 0.56%)</b>		
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Gains: 0.76% (2015: 0.56%)</b>		
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>
Morgan Stanley	EUR 14,179,000	USD 15,718,485	18/08/2016
Morgan Stanley	GBP 10,271,000	USD 13,548,836	18/08/2016
Morgan Stanley	EUR 4,429,000	USD 4,909,879	18/08/2016
Morgan Stanley	CHF 506,000	USD 513,388	18/08/2016
Morgan Stanley	EUR 991,000	USD 1,098,598	18/08/2016
	<b>Total Forward Currency Contracts - Unrealised Gains</b>	<b>300,529</b>	<b>0.76</b>
	<b>Total Financial Derivative Instruments</b>	<b>300,529</b>	<b>0.76</b>
	<b>Total Financial assets at fair value through profit or loss</b>	<b>36,329,029</b>	<b>91.78</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Long Term Trends UCITS Fund

					Fair Value US\$	% of Net Assets
<b>Financial liabilities at fair value through profit or loss</b>						
<b>Financial Derivative Instruments: (0.02%) (2015: (0.01%))</b>						
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (0.02%) (2015: (0.01%))</b>					
	<b>Currency Buys</b>		<b>Currency Sells</b>	<b>Maturity Date</b>		
Morgan Stanley	USD	27,337	CHF	27,000	18/08/2016	(618)
Morgan Stanley	USD	413,071	EUR	376,000	18/08/2016	(7,580)
						-
						(0.02)
<b>Total Forward Currency Contracts - Unrealised Losses</b>					<b>(8,198)</b>	<b>(0.02)</b>
<b>Total Financial Derivative Instruments</b>					<b>(8,198)</b>	<b>(0.02)</b>
<b>Total Financial liabilities at fair value through profit or loss</b>					<b>(8,198)</b>	<b>(0.02)</b>
<b>Total Value of Investments (Cost: US\$34,961,845)</b>					<b>36,320,831</b>	<b>91.76</b>
<b>Cash and Cash Equivalents</b>					<b>3,128,969</b>	<b>7.90</b>
<b>Other Net Assets</b>					<b>133,444</b>	<b>0.34</b>
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>					<b>39,583,244</b>	<b>100.00</b>
<b>Analysis of Portfolio</b>						<b>% of Total Assets</b>
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market					36,028,500	90.91
Over the counter financial derivative instruments					300,529	0.76
Cash and cash equivalents					3,128,969	7.89
Other assets					175,965	0.44
<b>Total Assets</b>					<b>39,633,963</b>	<b>100.00</b>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the year ended 31 July 2016**  
**MS Long Term Trends UCITS Fund**

<b>Total purchases in the year</b>	<b>US\$60,457,126</b>	
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost US\$</b>
United States Treasury Bill 0% 29/09/2016	8,500,000	8,484,188
United States Treasury Bill 0% 28/04/2016	7,900,000	7,886,918
Oder Capital 08/02/23	13,659	4,672,481
Weser Capital 08/02/23	13,659	4,672,481
United States Treasury Bill 0% 27/10/2016	4,400,000	4,391,815
United States Treasury Bill 0% 21/07/2016	4,000,000	3,992,949
United States Treasury Bill 0% 23/06/2016	4,000,000	3,988,840
United States Treasury Bill 0% 20/07/2017	4,000,000	3,978,422
United States Treasury Bill 0% 13/10/2016	3,300,000	3,292,712
United States Treasury Bill 0% 22/12/2016	3,000,000	2,995,868
United States Treasury Bill 0% 08/12/2016	3,000,000	2,994,990
United States Treasury Bill 0% 25/05/2017	3,000,000	2,980,640
United States Treasury Bill 0% 02/02/2017	2,500,000	2,486,893
United States Treasury Bill 0% 18/08/2016	2,000,000	1,994,301
United States Treasury Bill 0% 26/05/2016	1,000,000	999,628
E2 Wntn Tradeco	2,209	644,000
<b>Total sales in the year</b>	<b>US\$72,541,821</b>	
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
United States Treasury Bill 0% 31/03/2016	11,500,000	11,497,038
United States Treasury Bill 0% 28/04/2016	7,900,000	7,896,509
United States Treasury Bill 0% 20/08/2016	7,500,000	7,500,000
Oder Capital 08/02/23	18,874	6,578,915
Weser Capital 08/02/23	18,874	6,578,915
United States Treasury Bill 0% 07/01/2016	6,000,000	6,000,000
United States Treasury Bill 0% 26/05/2016	6,000,000	5,993,600
United States Treasury Bill 0% 29/09/2016	4,500,000	4,496,844
United States Treasury Bill 0% 03/03/2016	4,000,000	4,000,000
United States Treasury Bill 0% 21/07/2016	4,000,000	4,000,000
United States Treasury Bill 0% 17/09/2015	4,000,000	4,000,000
United States Treasury Bill 0% 23/06/2016	4,000,000	4,000,000

The above totals represent all purchases and sales in the year.

**INVESTMENT MANAGER'S REPORT  
For the year ended 31 July 2016  
MS Swiss Life Multi Asset Protected Fund**

The Sub-Fund's investment objective is to provide shareholders with long term exposure to the performance of a Portfolio Basket with 80% of the highest NAV being protected as minimum exit Net Asset Value.

The Portfolio Basket is composed of a portfolio with exposure to fixed income, equities, commodities, foreign exchange and volatility strategies as determined by Swiss Life (the Sub-Investment Manager) and of an exposure to an effective overnight interest rate for the Swiss Franc. The allocation between the portfolio and the exposure to the interest rate return is rebalanced following a volatility target strategy. The volatility budget of the Portfolio Basket is 5% over the term of the investment. 80% of the highest Net Asset Value per share is protected as minimum Exit Net Asset Value via the purchase of a put option.

The Sub-Fund was launched on 15 July 2013.

Since 15 July 2013 (its inception), the performance of the Sub-Fund is 1.41%.

From 1 August 2015 to 31 July 2016, the performance of the Sub-Fund is 1.78%.

The Sub-Fund has an annualised volatility of 3.54%.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## MS Swiss Life Multi Asset Protected Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value CHF	% of Net Assets
	<b>Exchange Traded Funds: 48.22% (2015: 77.60%)</b>		
	<b>France: 8.61% (2015: 10.78%)</b>		
	<b>Funds: 8.61% (2015: 10.78%)</b>		
24,089	Lyxor UCITS EuroMTS global investments Class I ETF	4,770,168	8.61
	<b>Total France</b>	<b>4,770,168</b>	<b>8.61</b>
	<b>Germany: 10.24% (2015: 8.13%)</b>		
	<b>Funds: 10.24% (2015: 8.13%)</b>		
50,000	Deka DB Eurogov Germany UCITS ETF	5,677,629	10.24
	<b>Total Germany</b>	<b>5,677,629</b>	<b>10.24</b>
	<b>Ireland: 14.27% (2015: 44.07%)</b>		
	<b>Funds: 14.27% (2015: 44.07%)</b>		
160,002	iShares MSCI Japan UCITS ETF	1,876,510	3.39
580	iShares NASDAQ 100 UCITS ETF	145,791	0.26
6,569	iShares USD High Yield Corporate Bond UCITS ETF	650,225	1.17
9,482	iShares USD Treasury Bond 7-10 yr UCITS ETF	1,912,273	3.45
7,800	Source Man GLG Europe Plus UCITS ETF	1,186,483	2.14
4,639	Source Markets - Energy S&P US Select Sector UCITS ETF	1,490,964	2.69
1,250	Source Stoxx Europe 600 Optimised Automobiles & Parts UCITS ETF	444,559	0.80
5,283	Vanguard FTSE 100 UCITS ETF	203,520	0.37
	<b>Total Ireland</b>	<b>7,910,325</b>	<b>14.27</b>
	<b>Luxembourg: 15.10% (2015: 14.62%)</b>		
	<b>Funds: 15.10% (2015: 14.62%)</b>		
15,804	db x-trackers II iBoxx Germany UCITS ETF	3,569,870	6.44
18,745	db x-trackers II iBoxx Sovereigns Eurozone UCITS ETF	4,797,984	8.66
	<b>Total Luxembourg</b>	<b>8,367,854</b>	<b>15.10</b>
	<b>Total Exchange Traded Funds</b>	<b>26,725,976</b>	<b>48.22</b>
	<b>Equities: 49.40% (2015: 7.31%)</b>		
	<b>Germany: 19.80% (2015: 7.31%)</b>		
	<b>Communications: 3.39% (2015: 0.00%)</b>		
216,839	ADVA Optical Networking	1,877,103	3.39
	<b>Consumer, Non-cyclical: 3.95% (2015: 0.00%)</b>		
78,269	Celesio	2,189,557	3.95
	<b>Industrial: 9.01% (2015: 0.00%)</b>		
42,162	KION	2,234,094	4.03
27,648	Pfeiffer Vacuum Technology	2,763,312	4.98
	<b>Technology: 3.45% (2015: 7.31%)</b>		
71,357	SLM Solutions	1,912,908	3.45
	<b>Total Germany</b>	<b>10,976,974</b>	<b>19.80</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Swiss Life Multi Asset Protected Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value CHF	% of Net Assets			
	<b>Equities: 49.40% (2015: 7.31%) (continued)</b>					
	<b>Sweden: 3.95% (2015: 0.00%)</b>					
	<b>Consumer, Cyclical: 0.97% (2015: 0.00%)</b>					
20,366	Electrolux	534,658	0.97			
	<b>Industrial: 2.98% (2015: 0.00%)</b>					
70,754	NCC	1,653,933	2.98			
	<b>Total Sweden</b>	<b>2,188,591</b>	<b>3.95</b>			
	<b>Switzerland: 23.97% (2015: 0.00%)</b>					
	<b>Basic Materials: 4.95% (2015: 0.00%)</b>					
15,014	Lonza	2,743,058	4.95			
	<b>Communications: 2.83% (2015: 0.00%)</b>					
25,000	Sunrise Communications	1,566,250	2.83			
	<b>Consumer, Cyclical: 0.87% (2015: 0.00%)</b>					
1,727	Valora	483,560	0.87			
	<b>Consumer, Non-cyclical: 4.84% (2015: 0.00%)</b>					
15,000	Actelion	2,578,500	4.65			
420	Roche	103,950	0.19			
	<b>Financial: 10.48% (2015: 0.00%)</b>					
55,000	BB Biotech	2,670,250	4.82			
1,837	Partners	814,710	1.47			
10,500	Swiss Life	2,325,750	4.19			
	<b>Total Switzerland</b>	<b>13,286,028</b>	<b>23.97</b>			
	<b>United Kingdom: 1.68% (2015: 0.00%)</b>					
	<b>Technology: 1.68% (2015: 0.00%)</b>					
29,462	Dialog Semiconductor	932,769	1.68			
	<b>Total United Kingdom</b>	<b>932,769</b>	<b>1.68</b>			
	<b>Total Equities</b>	<b>27,384,362</b>	<b>49.40</b>			
	<b>Financial Derivative Instruments: 3.91% (2015: 4.74%)</b>					
<b>Counterparty</b>	<b>Covered Options Purchased: 3.11% (2015: 3.46%)</b>					
		<b>Strike Price</b>	<b>No. of Contracts</b>	<b>Maturity Date</b>		
	<b>Switzerland: 3.11% (2015: 3.46%)</b>					
Morgan Stanley	MS Swiss Life Option Otc	1.0000	546,909	31/12/2049	1,722,762	3.11
	<b>Total Switzerland</b>				<b>1,722,762</b>	<b>3.11</b>
	<b>Total Options Purchased</b>				<b>1,722,762</b>	<b>3.11</b>
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Gains: 0.80% (2015: 1.28%)</b>					
Morgan Stanley	Morgan Stanley & Co International plc Swap MS Swiss Life Multi Asset Protected Fund Reference Portfolio leg				443,043	0.80
	<b>Total Total Return Swaps - Unrealised Gains</b>				<b>443,043</b>	<b>0.80</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Swiss Life Multi Asset Protected Fund

	Fair Value CHF	% of Net Assets
<b>Financial assets and liabilities at fair value through profit or loss</b>		
<b>Total Financial Derivative Instruments</b>	<u>2,165,805</u>	<u>3.91</u>
<b>Total Financial assets at fair value through profit or loss</b>	<u>56,276,143</u>	<u>101.53</u>
<b>Financial Derivative Instruments: (4.84%) (2015: (0.62%))</b>		
<b>Counterparty Total Return Swaps - Unrealised Losses: (4.84%) (2015: (0.62%))</b>		
Morgan Stanley Morgan Stanley & Co International plc Swap MS Swiss Life Multi Asset Protected Fund Financing Leg	(2,684,688)	(4.84)
<b>Total Total Return Swaps - Unrealised Losses</b>	<u>(2,684,688)</u>	<u>(4.84)</u>
<b>Total Financial Derivative Instruments</b>	<u>(2,684,688)</u>	<u>(4.84)</u>
<b>Total Financial liabilities at fair value through profit or loss</b>	<u>(2,684,688)</u>	<u>(4.84)</u>
<b>Total Value of Investments (Cost: CHF54,781,274)</b>	53,591,455	96.69
<b>Cash and Cash Equivalents</b>	2,249,307	4.06
<b>Bank Overdraft</b>	(263,686)	(0.48)
<b>Other Net Liabilities</b>	(148,620)	(0.27)
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<u>55,428,456</u>	<u>100.00</u>
<b>Analysis of Portfolio</b>		<b>% of Total Net Assets</b>
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	54,110,338	92.46
Over the counter financial derivative instruments	2,165,805	3.70
Cash and cash equivalents	2,249,307	3.84
Other assets	405	-
<b>Total Assets</b>	<u>58,525,855</u>	<u>100.00</u>

## UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS

For the year ended 31 July 2016

## MS Swiss Life Multi Asset Protected Fund

<b>Total purchases in the year</b>	<b>CHF125,659,854</b>	
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost CHF</b>
Sunrise Communications	103,343	6,135,736
PIMCO Euro Short Maturity Source ETF	54,811	6,000,757
Source Stoxx Europe 600 Optimised Basic Resources UCITS ETF	33,464	5,332,383
Deka DB Eurogov Germany UCITS ETF	45,312	5,140,218
KION	87,162	4,560,931
Baloise	32,809	4,019,103
db x-trackers II iBoxx Sovereigns Eurozone UCITS ETF	16,000	3,920,507
Lyxor UCITS EuroMTS global investments Class I ETF	20,600	3,905,376
LEG Immobilien	49,251	3,893,528
db x-trackers II iBoxx Germany UCITS ETF	15,804	3,395,486
Schindler	16,000	2,806,400
Pfeiffer Vacuum Technology	27,648	2,624,803
iShares JP Morgan \$ Emerging Markets Bond UCITS ETF	22,946	2,475,922
BB Biotech	55,000	2,395,250
iShares Euro High Yield Corporate Bond UCITS ETF	20,815	2,390,990
Lonza	15,014	2,386,368
Swiss Life	10,500	2,319,450
Actelion	15,000	2,278,500
Electrolux	80,366	2,241,434
Clariant	120,898	2,099,998
Julius Baer	45,632	2,099,985
Merck	23,483	2,096,825
TNT Express	257,224	2,096,797
Celesio	78,269	2,096,789
ADVA Optical Networking	216,839	2,096,786
Fresenius	31,573	2,096,786
Evonik Industries	59,940	2,096,775
Delhaize	24,689	2,096,771
Boliden	133,923	2,091,923
Covestro	70,000	2,027,943
SLM Solutions	71,357	1,957,249
iShares MSCI Japan UCITS ETF	160,002	1,849,586
iShares USD High Yield Corporate Bond UCITS ETF	17,519	1,842,243
PSP Swiss Property	19,892	1,818,129
Suedzucker	119,997	1,735,022
SKF	91,447	1,658,356
Source Markets - Man GLG Asia Plus UCITS ETF	17,001	1,555,539
ASM International	40,000	1,483,231
NCC	70,754	1,482,375
Source Markets - Energy S&P US Select Sector UCITS ETF	5,139	1,466,594
GFT Technologies	60,000	1,437,059
Aurubis	21,967	1,385,238
Koninklijke Philips	55,699	1,385,235
Dialog Semiconductor	29,462	1,385,222
<b>Total sales in the year</b>	<b>CHF125,642,666</b>	
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds CHF</b>
PIMCO Euro Short Maturity Source ETF	71,811	7,986,479
Source Stoxx Europe 600 Optimised Basic Resources UCITS ETF	33,464	5,970,505
Sunrise Communications	78,343	5,099,961
SAP	60,606	4,729,082
LEG Immobilien	49,251	4,560,973
iShares USD Treasury Bond 7-10 yr UCITS ETF	22,960	4,408,088
Baloise	32,809	3,969,963
iShares Market Iboxx Usd High Yield Corporate Bond UCITS ETF	37,419	3,819,712
db x-trackers SMI UCITS ETF	40,995	3,598,818
Deka DB Eurogov Germany UCITS ETF	31,262	3,554,766
iShares JP Morgan \$ Emerging Markets Bond UCITS ETF	33,320	3,525,652

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**  
**For the year ended 31 July 2016**  
**MS Swiss Life Multi Asset Protected Fund**

<b>Major Sales (continued)</b>	<b>Nominal Holdings</b>	<b>Proceeds CHF</b>
Source Physical Gold P-ETC ETF	28,600	3,175,005
Amundi UCITS Govt Bond Euromts Broad Investment Grade ETF	11,920	2,834,296
Schindler	16,000	2,748,800
iShares Market Iboxx Eur High Yield Corporate Bond UCITS ETF	23,400	2,667,691
Vanguard S&P 500 UCITS ETF	70,050	2,652,281
Covestro	70,000	2,626,215
Delhaize	24,689	2,561,221
Merck	23,483	2,482,743
KION	45,000	2,480,237
Suedzucker	119,997	2,444,208
iShares Euro High Yield Corporate Bond UCITS ETF	20,815	2,318,438
Clariant	120,898	2,304,316
Boliden	133,923	2,241,414
iShares NASDAQ 100 UCITS ETF	9,740	2,227,195
Fresenius	31,573	2,187,285
Lyxor UCITS EuroMTS global investments Class I ETF	11,800	2,168,265
db x-trackers II iBoxx Sovereigns Eurozone UCITS ETF	9,100	2,157,326
TNT Express	257,224	2,129,122
Evonik Industries	59,940	2,071,872
PSP Swiss Property	19,892	1,862,886
Julius Baer	45,632	1,849,921
db x-trackers DAX UCITS ETF	15,200	1,615,190
ASM International	40,000	1,595,489
SKF	91,447	1,566,781
Source Markets - Man GLG Asia Plus UCITS ETF	17,001	1,549,670
Electrolux	60,000	1,482,377
iShares S&P 500 Minimum Volatility UCITS ETF	41,300	1,443,554
GFT Technologies	60,000	1,434,981
db x-trackers II iBoxx Germany UCITS ETF	6,526	1,394,962
Koninklijke Philips	55,699	1,389,573

The above totals represent all material purchases and sales in the year.

**INVESTMENT MANAGER'S REPORT  
For the year ended 31 July 2016  
MS Dalton Asia Pacific UCITS Fund**

For the period 1 August 2015 to 31 July 2016, the MS Dalton Asia Pacific UCITS Fund returned +1.96% (net of fees) while the MSCI AC Daily TR Net Asia Pacific Index (EUR) returned -1.54%. Since the 17 July 2013 launch of the Sub-Fund, Class B1 EUR shares are up 34.71% (net of fees) versus 8.06% for the MSCI AC Daily TR Net Asia Pacific Index (EUR).

Over the past twelve months, Japan had the largest gross exposure in the Sub-Fund and contributed the most to overall performance. Despite volatility in Japanese equity markets during the period, the Japan long portfolio produced positive results thanks to strong returns from several key holdings including a position in a Japanese packaging business. Shares of this company benefited from a turnaround in its struggling regional operations as well as continued strength in the global shrink label business.

We remain excited about Japanese investment opportunities that arise from pessimism and growing concerns about future growth. Specifically, as of 30 June, the majority of Japanese public companies traded below book value and about a quarter of them traded at below 5x enterprise value to EBITDA.<sup>1</sup> Overall valuations are now very close to pre-Abenomics levels. We think it is "bargain season" in Japan as great businesses can be purchased at attractive prices, especially in light of the inexorable trend of corporate governance reform that will continue regardless of the macro economy.

India was a top contributor to performance as well. Indian equities have recently performed strongly due to positive investor sentiment and expectations of a dovish Central Bank Governor to take office later this year. In addition, India reported strong GDP numbers for the year ending March 2016 (FY16), and the Indian central bank has been reducing interest rates, which help support equity valuations and economic growth.

The India government has also taken steps to support the economy with the recent passage of the Goods and Services Tax (GST) in the Upper House of the Parliament. This is a key achievement of the Modi Government in the two years since election. The GST bill will likely come into effect April 2017 and would simplify doing business in India by overhauling the complicated tax system, helping overall market performance.

Our long positions in an Indian pharmaceutical-focused conglomerate and a leading integrated sugar producer were significant outperformers for the year. Global sugar prices continued to surge higher, supporting the sugar producer's stock price, while increasing expectations of a valuing unlocking demerger benefited shares of the conglomerate.

A leading Indian film entertainment company that acquires, co-produces and distributes Indian films globally was the top detractor for the year. During the 4th quarter of 2015, the company became the victim of a vicious short-seller attack, raising concerns over its corporate governance and accounting policies. The company has since taken steps to address the issues raised by the short sellers and the share price has recovered, though still trades below its 2015 highs.

Overall performance was negatively impacted by long exposure to the Hong Kong market, which suffered significant volatility in the first half of the year. More specifically, we saw a selloff in several property related and diversified conglomerate holdings as investors speculated on an economic slowdown in China. Hong Kong equities rallied in the second part of 2016 as economic stimulus efforts by the Chinese government caused earlier fears of a "hard landing," currency devaluation, and a potential banking crisis to subside. Despite the recent rebound in stock prices, we believe that China faces challenges including slower GDP and wage growth. Private investment within China continues to be weak, and enterprises continue to cut jobs. We are not convinced that China will be able to wean itself off of stimulus-driven growth, and we are not overly excited for this reason.

We remain long on our positions in Hong Kong conglomerates trading at significant discounts to the value of their underlying assets. These conglomerates are managed by smart entrepreneurs who have strong track records of compounding value over time and whose interest are aligned with shareholders. Short positions in the region are focused on state-owned enterprises trading at rich valuations and where there is little alignment of interest with shareholders.

With the exception of China, short positions in the Sub-Fund generally detracted in this year's strong market, including positions across Southeast Asia, Australia, and Japan; however, exposure to low beta index shorts helped reduce the drag.

We believe that the Federal Reserve's reluctance to take action on the interest rate front and stabilisation in China, due to fiscal and monetary stimulus, has supported the current risk on sentiment in the market. Our outlook on the market therefore remains cautious as valuations remain expensive amidst weak fundamentals. Despite long-term growth potential, Asian economies face near-term headwinds on account of China's unsustainable credit expansion and a decline in global trade. Current net exposure of the Sub-Fund reflects our concerns and is currently around 40%.

Overall, we continue to invest in what we believe are cheap, entrepreneurial, shareholder-oriented companies with growth prospects and superior industry positions in Hong Kong, China, Korea, India and other smaller Asian countries.

<sup>1</sup> Bloomberg, as of 27 June 2016

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## MS Dalton Asia Pacific UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Corporate Bonds: 0.60% (2015: 0.68%)</b>		
	<b>Indonesia: 0.60% (2015: 0.68%)</b>		
	<b>Communications: 0.60% (2015: 0.68%)</b>		
900,000	Ottawa 5.875% 16/05/2018	601,610	0.60
	<b>Total Indonesia</b>	<b>601,610</b>	<b>0.60</b>
	<b>Total Corporate Bonds</b>	<b>601,610</b>	<b>0.60</b>
	<b>Equities: 79.72% (2015: 71.70%)</b>		
	<b>Canada: 1.33% (2015: 1.57%)</b>		
	<b>Basic Materials: 1.33% (2015: 1.57%)</b>		
423,032	Turquoise Hill Resources	1,346,742	1.33
	<b>Total Canada</b>	<b>1,346,742</b>	<b>1.33</b>
	<b>Hong Kong: 26.36% (2015: 27.06%)</b>		
	<b>Consumer, Cyclical: 11.71% (2015: 8.47%)</b>		
5,084,100	Chow Tai Fook Jewellery	3,503,623	3.47
277,000	CK Hutchison	2,898,463	2.87
5,007,787	Far East Consortium International	1,552,388	1.54
5,066,200	Genting Hong Kong	1,245,880	1.23
1,156,000	Luk Fook International	2,624,377	2.60
	<b>Diversified: 0.00% (2015: 1.27%)</b>	-	-
	<b>Financial: 14.65% (2015: 17.32%)</b>		
188,000	Allied	866,603	0.86
334,000	Cheung Kong Property	2,132,350	2.11
443,600	Dah Sing Financial	2,658,257	2.63
865,404	Great Eagle	3,495,498	3.46
211,108	Sun Hung Kai Properties	2,700,411	2.68
613,000	Wheelock	2,935,173	2.91
	<b>Total Hong Kong</b>	<b>26,613,023</b>	<b>26.36</b>
	<b>India: 0.00% (2015: 0.57%)</b>	-	-
	<b>Indonesia: 0.00% (2015: 1.99%)</b>	-	-
	<b>Japan: 29.06% (2015: 23.68%)</b>		
	<b>Communications: 5.07% (2015: 2.47%)</b>		
23,400	Hikari Tsushin	1,745,753	1.73
67,700	SoftBank	3,368,936	3.34
	<b>Consumer, Cyclical: 4.56% (2015: 7.74%)</b>		
78,300	Avex	828,750	0.82
63,700	Fields	739,251	0.73
306,900	Sega Sammy	3,034,084	3.01
	<b>Consumer, Non-cyclical: 5.80% (2015: 5.77%)</b>		
54,900	Ito	1,817,962	1.80
23,300	Mandom	922,007	0.92
45,900	Secom	3,107,558	3.08

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Dalton Asia Pacific UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Equities: 79.72% (2015: 71.70%) (continued)</b>		
	<b>Japan: 29.06% (2015: 23.68%) (continued)</b>		
	<b>Financial: 1.88% (2015: 0.00%)</b>		
416,300	Mitsubishi UFJ Financial	1,896,172	1.88
	<b>Industrial: 10.50% (2015: 3.22%)</b>		
94,900	Fuji Seal International	3,366,104	3.34
97,800	Fujitec	849,961	0.84
765,000	Mitsubishi Heavy Industries	2,957,767	2.93
55,500	Nitta	1,246,044	1.24
72,400	Omron	2,173,190	2.15
	<b>Technology: 1.25% (2015: 4.48%)</b>		
49,400	Transcosmos	1,264,270	1.25
	<b>Total Japan</b>	<b>29,317,809</b>	<b>29.06</b>
	<b>Malaysia: 0.00% (2015: 0.99%)</b>	-	-
	<b>People's Republic of China: 1.78% (2015: 3.55%)</b>		
	<b>Basic Materials: 1.78% (2015: 3.55%)</b>		
1,541,383	Fosun International	1,801,153	1.78
	<b>Total People's Republic of China</b>	<b>1,801,153</b>	<b>1.78</b>
	<b>Republic of South Korea: 6.67% (2015: 3.37%)</b>		
	<b>Consumer, Cyclical: 1.02% (2015: 0.00%)</b>		
10,608	Hyundai Home Shopping Network	1,028,952	1.02
	<b>Financial: 3.12% (2015: 1.40%)</b>		
227,433	JB Financial	1,083,959	1.07
208,461	Meritz Financial	2,063,629	2.05
	<b>Technology: 2.53% (2015: 1.97%)</b>		
2,075	Samsung Electronics	2,549,423	2.53
	<b>Total Republic of South Korea</b>	<b>6,725,963</b>	<b>6.67</b>
	<b>Russian Federation: 1.99% (2015: 2.39%)</b>		
	<b>Energy: 1.99% (2015: 2.39%)</b>		
52,609	Lukoil ADR	2,011,209	1.99
	<b>Total Russian Federation</b>	<b>2,011,209</b>	<b>1.99</b>
	<b>Singapore: 7.13% (2015: 4.67%)</b>		
	<b>Consumer, Non-cyclical: 3.81% (2015: 1.93%)</b>		
1,867,600	Wilmar International	3,842,334	3.81
	<b>Financial: 3.32% (2015: 2.74%)</b>		
2,631,500	Global Logistic Properties	3,355,250	3.32
	<b>Total Singapore</b>	<b>7,197,584</b>	<b>7.13</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Dalton Asia Pacific UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Equities: 79.72% (2015: 71.70%) (continued)</b>		
	<b>United States: 5.40% (2015: 1.86%)</b>		
	<b>Consumer, Cyclical: 2.53% (2015: 0.00%)</b>		
164,160	Eros International	2,555,802	2.53
	<b>Technology: 2.87% (2015: 1.86%)</b>		
120,960	Genpact	2,895,684	2.87
	<b>Total United States</b>	<b>5,451,486</b>	<b>5.40</b>
	<b>Total Equities</b>	<b>80,464,969</b>	<b>79.72</b>
	<b>Participatory Notes: 13.87% (2015: 15.65%)</b>		
	<b>India: 13.87% (2015: 15.65%)</b>		
154,135	Bajaj & Investment	3,719,728	3.69
182,718	Dalmia Bharat	3,517,224	3.48
252,652	Piramal Enterprises	5,420,454	5.37
228,575	Tata Communications	1,344,487	1.33
	<b>Total India</b>	<b>14,001,893</b>	<b>13.87</b>
	<b>Total Participatory Notes</b>	<b>14,001,893</b>	<b>13.87</b>
	<b>Financial Derivative Instruments: 1.22% (2015: 0.58%)</b>		
	<b>Contracts for Difference - Unrealised Gains: 0.52% (2015: 0.44%)</b>		
	<b>Australia: 0.00% (2015: 0.06%)</b>	-	-
	<b>Hong Kong: 0.05% (2015: 0.00%)</b>		
	<b>Utilities: 0.05% (2015: 0.00%)</b>		
(2,453,000)	HK Electric Investments & HK Electric Investments	48,056	0.05
	<b>Total Hong Kong</b>	<b>48,056</b>	<b>0.05</b>
	<b>Indonesia: 0.00% (2015: 0.06%)</b>	-	-
	<b>Japan: 0.15% (2015: 0.18%)</b>		
	<b>Basic Materials: 0.00% (2015: 0.07%)</b>	-	-
	<b>Communications: 0.00% (2015: 0.00%)</b>		
(48,800)	KDDI	426	-
	<b>Consumer, Non-cyclical: 0.08% (2015: 0.05%)</b>		
(43,000)	Maruha Nichiro	6,003	0.01
(28,700)	Olympus	67,616	0.07
	<b>Energy: 0.05% (2015: 0.00%)</b>		
(147,000)	TonenGeneral Sekiyu	51,307	0.05
	<b>Financial: 0.00% (2015: 0.02%)</b>	-	-
	<b>Industrial: 0.02% (2015: 0.04%)</b>		
(127,000)	Keio	7,757	0.01
(97,000)	Odakyu Electric Railway	15,235	0.01
	<b>Total Japan</b>	<b>148,344</b>	<b>0.15</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Dalton Asia Pacific UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Financial Derivative Instruments: 1.22% (2015: 0.58%) (continued)</b>		
	<b>Contracts for Difference - Unrealised Gains: 0.52% (2015: 0.44%) (continued)</b>		
	<b>Malaysia: 0.15% (2015: 0.00%)</b>		
	<b>Diversified: 0.10% (2015: 0.00%)</b>		
(1,017,926)	Sime Darby	102,433	0.10
	<b>Financial: 0.05% (2015: 0.00%)</b>		
(16,327)	Malayan Banking	1,452	-
(457,100)	Public Bank	52,744	0.05
	<b>Total Malaysia</b>	<b>156,629</b>	<b>0.15</b>
	<b>People's Republic of China: 0.09% (2015: 0.05%)</b>		
	<b>Consumer, Non-cyclical: 0.00% (2015: 0.05%)</b>		
	<b>Financial: 0.04% (2015: 0.00%)</b>		
(336,600)	New China Life Insurance	38,790	0.04
	<b>Industrial: 0.05% (2015: 0.00%)</b>		
(2,210,000)	China National Building Material	45,842	0.05
	<b>Total People's Republic of China</b>	<b>84,632</b>	<b>0.09</b>
	<b>Singapore: 0.01% (2015: 0.00%)</b>		
	<b>Financial: 0.01% (2015: 0.00%)</b>		
(957)	DC STI Index	14,876	0.01
	<b>Total Singapore</b>	<b>14,876</b>	<b>0.01</b>
	<b>Taiwan: 0.00% (2015: 0.05%)</b>		
	<b>Industrial: 0.00% (2015: 0.05%)</b>		
(48,000)	Simple Technology	446	-
	<b>Total Taiwan</b>	<b>446</b>	<b>-</b>
	<b>Thailand: 0.00% (2015: 0.01%)</b>		
	<b>United States: 0.07% (2015: 0.03%)</b>		
	<b>Funds: 0.07% (2015: 0.03%)</b>		
(100,531)	iShares MSCI Philippines ETF	66,526	0.07
	<b>Total United States</b>	<b>66,526</b>	<b>0.07</b>
	<b>Total Contracts for Difference - Unrealised Gains</b>	<b>519,509</b>	<b>0.52</b>
	<b>Futures Contracts - Unrealised Gains: 0.04% (2015: 0.14%)</b>		
	<b>Indonesia: 0.04% (2015: 0.00%)</b>		
	<b>Financial: 0.04% (2015: 0.00%)</b>		
(352)	MSCI Indonesia Index SGX Aug 2016	38,040	0.04
	<b>Total Indonesia</b>	<b>38,040</b>	<b>0.04</b>
	<b>Taiwan: 0.00% (2015: 0.14%)</b>		
	<b>Total Futures Contracts - Unrealised Gains</b>	<b>38,040</b>	<b>0.04</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Dalton Asia Pacific UCITS Fund

				Fair Value €	% of Net Assets
<b>Financial assets at fair value through profit or loss</b>					
<b>Financial Derivative Instruments: 1.22% (2015: 0.58%) (continued)</b>					
<b>Covered Options Purchased: 0.42% (2015: 0.00%)</b>					
		<b>Strike Price</b>	<b>No. of Contracts</b>	<b>Maturity Date</b>	
<b>United States: 0.42% (2015: 0.00%)</b>					
	Russell 2000 Index Put	1100.0000	49	16/06/2017	233,991
	S&P 500 Index Put 2000	2000.0000	27	16/06/2017	197,264
<b>Total United States</b>				<b>431,255</b>	<b>0.42</b>
<b>Total Options Purchased</b>				<b>431,255</b>	<b>0.42</b>
<b>Counterparty</b>	<b>Covered Currency Options Purchased: 0.24% (2015: 0.00%)</b>				
		<b>Strike Price</b>	<b>No. of Contracts</b>	<b>Maturity Date</b>	
<b>United States: 0.24% (2015: 0.00%)</b>					
Morgan Stanley	FXO USD-CNY Call	6.7375	5,600,000	22/05/2017	120,931
Morgan Stanley	FXO USD-CNY Call	6.7375	5,600,000	22/05/2017	120,931
<b>Total United States</b>				<b>241,862</b>	<b>0.24</b>
<b>Total Currency Options Purchased</b>				<b>241,862</b>	<b>0.24</b>
<b>Total Financial Derivative Instruments</b>				<b>1,230,666</b>	<b>1.22</b>
<b>Total Financial assets at fair value through profit or loss</b>				<b>96,299,138</b>	<b>95.41</b>
<b>Total Financial liabilities at fair value through profit or loss</b>					
<b>Holdings</b>	<b>Financial Derivative Instruments: (1.01%) (2015: (0.90%))</b>				
<b>Contracts for Difference - Unrealised Losses: (0.92%) (2015: (0.83%))</b>					
<b>Australia: (0.25%) (2015: 0.00%)</b>					
	<b>Consumer, Cyclical: (0.21%) (2015: 0.00%)</b>				
(133,977)	JB Hi-Fi			(215,369)	(0.21)
	<b>Financial: (0.04%) (2015: 0.00%)</b>				
(34,470)	Commonwealth Bank of Australia			(36,428)	(0.04)
<b>Total Australia</b>				<b>(251,797)</b>	<b>(0.25)</b>
<b>Japan: (0.41%) (2015: (0.49%))</b>					
<b>Communications: (0.00%) (2015: (0.08%))</b>					
	<b>Consumer, Cyclical: (0.02%) (2015: (0.14%))</b>				
(12,500)	Lawson			(5,454)	(0.01)
(65,600)	Yokohama Rubber Co			(5,152)	(0.01)
	<b>Consumer, Non-cyclical: (0.18%) (2015: (0.01%))</b>				
(44,000)	Ajinomoto			(48,183)	(0.05)
(44,400)	Megmilk Snow Brand			(52,302)	(0.05)
(205,000)	Morinaga			(48,297)	(0.05)
(18,900)	Takeda Pharmaceutical			(35,127)	(0.03)

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Dalton Asia Pacific UCITS Fund

Holdings	Financial liabilities at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Financial Derivative Instruments: (1.01%) (2015: (0.90%)) (continued)</b>		
	<b>Contracts for Difference - Unrealised Losses: (0.92%) (2015: (0.83%)) (continued)</b>		
	<b>Japan: (0.41%) (2015: (0.49%)) (continued)</b>		
	<b>Energy: (0.00%) (2015: (0.06%))</b>	-	-
	<b>Financial: (0.03%) (2015: (0.03%))</b>		
(9,100)	Daito Trust Construction	(31,365)	(0.03)
	<b>Industrial: (0.12%) (2015: (0.10%))</b>		
(262,000)	Kintetsu	(4,572)	-
(319,600)	Penta-Ocean Construction	(125,493)	(0.12)
	<b>Technology: (0.01%) (2015: (0.07%))</b>		
(24,800)	NTT Data	(6,492)	(0.01)
	<b>Utilities: (0.05%) (2015: 0.00%)</b>		
(293,000)	Toho Gas	(48,576)	(0.05)
	<b>Total Japan</b>	<b>(411,013)</b>	<b>(0.41)</b>
	<b>Malaysia: (0.00%) (2015: (0.03%))</b>	-	-
	<b>People's Republic of China: (0.02%) (2015: 0.00%)</b>		
	<b>Financial: (0.00%) (2015: 0.00%)</b>		
(523,000)	China Life Insurance	-	-
	<b>Utilities: (0.02%) (2015: 0.00%)</b>		
(3,679,000)	CGN Power	(21,197)	(0.02)
	<b>Total People's Republic of China</b>	<b>(21,197)</b>	<b>(0.02)</b>
	<b>Republic of South Korea: (0.00%) (2015: (0.22%))</b>	-	-
	<b>Singapore: (0.00%) (2015: (0.06%))</b>	-	-
	<b>Taiwan: (0.02%) (2015: 0.00%)</b>		
	<b>Financial: (0.02%) (2015: 0.00%)</b>		
(1,227,200)	China Life Insurance	(17,982)	(0.02)
	<b>Total Taiwan</b>	<b>(17,982)</b>	<b>(0.02)</b>
	<b>Thailand: (0.10%) (2015: (0.01%))</b>		
	<b>Diversified: (0.05%) (2015: (0.01%))</b>		
(94,350)	Siam Cement	(51,843)	(0.05)
	<b>Financial: (0.05%) (2015: 0.00%)</b>		
(286,100)	Siam Commercial Bank	(47,274)	(0.05)
	<b>Total Thailand</b>	<b>(99,117)</b>	<b>(0.10)</b>
	<b>United States: (0.12%) (2015: (0.02%))</b>		
	<b>Funds: (0.12%) (2015: (0.02%))</b>		
(191,600)	iShares MSCI India ETF	(119,937)	(0.12)
	<b>Total United States</b>	<b>(119,937)</b>	<b>(0.12)</b>
	<b>Total Contracts for Difference - Unrealised Losses</b>	<b>(921,043)</b>	<b>(0.92)</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Dalton Asia Pacific UCITS Fund

Holdings	Financial liabilities at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Financial Derivative Instruments: (1.01%) (2015: (0.90%)) (continued)</b>		
	<b>Futures Contracts - Unrealised Losses: (0.02%) (2015: (0.07%))</b>		
	<b>Indonesia: (0.00%) (2015: (0.07%))</b>	-	-
	<b>Taiwan: (0.02%) (2015: 0.00%)</b>		
	<b>Financial: (0.02%) (2015: 0.00%)</b>		
(57)	Future TAIEX August 2016	(18,856)	(0.02)
	<b>Total Taiwan</b>	<b>(18,856)</b>	<b>(0.02)</b>
	<b>Total Futures Contracts - Unrealised Losses</b>	<b>(18,856)</b>	<b>(0.02)</b>
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (0.07%) (2015: 0.00%)</b>		
	<b>Currency Buys</b>		
	<b>Currency Sells</b>		
	<b>Maturity Date</b>		
Morgan Stanley	USD 5,308,745	EUR 4,826,846	05/08/2016
		(79,477)	(0.07)
	<b>Total Forward Currency Contracts - Unrealised Losses</b>	<b>(79,477)</b>	<b>(0.07)</b>
	<b>Total Financial Derivative Instruments</b>	<b>(1,019,376)</b>	<b>(1.01)</b>
	<b>Total Financial liabilities at fair value through profit or loss</b>	<b>(1,019,376)</b>	<b>(1.01)</b>
	<b>Total Value of Investments (Cost: €81,849,994)</b>	<b>95,279,762</b>	<b>94.40</b>
	<b>Cash and Cash Equivalents</b>	<b>1,567,705</b>	<b>1.55</b>
	<b>Other Net Assets</b>	<b>4,088,632</b>	<b>4.05</b>
	<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<b>100,936,099</b>	<b>100.00</b>
	<b>Analysis of Portfolio</b>		<b>% of Total Assets</b>
	Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	95,068,472	91.58
	Financial derivative instruments dealt in on a regulated market	988,804	0.95
	Over the counter financial derivative instruments	241,862	0.23
	Cash and cash equivalents	1,567,705	1.51
	Other assets	5,938,735	5.72
	<b>Total Assets</b>	<b>103,805,578</b>	<b>99.99</b>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the year ended 31 July 2016**  
**MS Dalton Asia Pacific UCITS Fund**

<b>Total purchases in the year</b>		<b>€51,490,914</b>
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost €</b>
Eros International	182,400	4,239,114
SoftBank	75,200	3,526,832
Omron	125,200	3,420,129
Sega Sammy	341,000	3,167,743
Mitsubishi Heavy Industries	849,000	3,082,133
Chow Tai Fook Jewellery	4,651,200	2,830,521
Wilmar International	1,237,300	2,371,764
Meritz Financial	224,245	2,037,043
Mitsubishi UFJ Financial	462,500	1,981,301
Global Logistic Properties	1,275,100	1,753,227
Dalmia Bharat	197,669	1,743,239
CK Hutchison	146,500	1,731,926
Sun Hung Kai Properties	130,000	1,718,592
Great Eagle	505,000	1,513,170
Secom	27,600	1,487,948
Nitta	61,600	1,441,259
Fields	89,900	1,277,168
Cheung Kong Property	210,000	1,165,541
Genpact	49,400	1,085,715
Hyundai Home Shopping Network	11,787	1,023,337
JB Financial	227,433	953,001
Fujitec	108,600	941,489
Konami	45,500	897,255
Tata Communications	152,200	894,905
Wheelock	197,000	793,139
Far East Consortium International	2,543,000	750,762
Piramal Enterprises	54,700	724,874
Luk Fook International	354,000	719,031
Bank of East Asia	238,800	709,063
<b>Total sales in the year</b>		<b>€38,197,829</b>
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds €</b>
Bank of East Asia	698,270	2,489,815
CESC	389,987	2,408,671
Konami	93,400	1,940,742
Cocokara fine	56,300	1,921,601
Capcom	95,300	1,887,434
Adaro Energy	46,252,960	1,880,362
Tata Communications	323,325	1,848,818
Far East Consortium International	4,585,000	1,522,078
Omron	52,800	1,492,011
Saizeriya	82,100	1,446,096
House Foods	87,500	1,435,176
Samsung Fire & Marine Insurance	5,931	1,352,051
Mphasis	194,944	1,091,117
Universal Entertainment	60,700	1,045,859
Asatsu DK	43,200	977,403
Emperor International	6,098,000	915,741
Allied	204,000	867,241
Fields	62,900	803,348
Berjaya	9,806,200	793,285
Hang Lung	308,000	773,716
Torrent Power	241,735	613,315
Great Eastern Shipping Co	110,864	608,422

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**  
**For the year ended 31 July 2016**  
**MS Dalton Asia Pacific UCITS Fund**

---

<b>Major Sales (continued)</b>	<b>Nominal Holdings</b>	<b>Proceeds €</b>
Vedanta Resources	92,400	472,234
Wilmar International	207,500	415,467

The above totals represent all material purchases and all sales in the year.

**INVESTMENT MANAGER'S REPORT**  
**For the year ended 31 July 2016**  
**MS TCW Unconstrained Plus Bond Fund**

Turbulent market action dominated the latter half of 2015, primarily driven by three developments: 1) the highly anticipated end to the Federal Reserve's (Fed) zero interest rate policy, which finally came to fruition in December when the Fed raised the benchmark Federal Funds rate by 25 basis points (bps); 2) the continued deterioration of commodity prices and the prospect of defaults by overleveraged producers as the benchmark West Texas Intermediate Crude oil price fell below \$35 a barrel, a seven year low; and 3) disappointing economic data from China, which rattled investors who questioned the ability of Chinese policy makers to manage the economic downturn and transition to a more open economy. Uncertainty spilled into the new year with markets selling off dramatically over the first six weeks of 2016 before giving way to a vigorous rally that continued over the next several months, interrupted only briefly by June's "Brexit" referendum deciding the United Kingdom's future in the European Union. However, there was no clear evidence to support rising valuations across financial markets as the case for weakness and, thus, downside volatility remained well-informed by sluggish GDP growth, stunted productivity, sagging commodity demand, declining corporate profitability, and stingy wage gains. Instead, the rally appeared to be driven by a variety of additional stimulus measures from global central banks during the first quarter of 2016, and an unhealthy confidence among investors that the Fed and its fellow global central banks would maintain these dovish policies that have supported asset prices with few interruptions since the 2008 financial crisis.

In this environment characterised by complacency regarding lower-for-longer interest rates and the effectiveness of central bank policies, the reach for yield intensified, resulting in a 5.9% return for the Barclays Aggregate Index. Some of the most challenged sectors in the credit markets during the latter half of 2015 and first several weeks of 2016 completely reversed losses in the following months and claimed a spot among the top performers year-over-year. High yield credit and emerging market debt returned 5.0% and approximately 10%, respectively, for the year, supported by solid inflows and the ongoing recovery in energy and commodity-related sectors as oil prices stabilised from their first quarter lows. Investment grade credit outperformed Treasuries by nearly 170 bps and produced total returns of 8.8%, notwithstanding continued record issuance and deteriorating fundamentals, while individual sectors such as metals and mining and communications gained over 11%. Commercial mortgage-backed securities (CMBS) traded largely in line with the broader credit markets, gaining 6.6% and outpacing Treasuries by almost 150 bps as the reach for yield extended to securitised products, with further support coming from the sizable decline in year-over-year issuance among non-agency CMBS. Asset-backed securities (ABS) and residential agency MBS outperformed Treasuries by 65 and 29 bps, respectively, on the back of solid demand for less volatile assets. Despite the improving market sentiment, U.S. Treasury yields remained stubbornly low, with the 10-Year at 1.45% on July 31, 2015, 73 bps below year-ago levels and only 9 bps higher than the post-Brexit referendum low.

The MS TCW Unconstrained Plus Bond Fund – B1 EUR Class ("Fund") returned 1.2% (net of fees and expenses) for the one year period ended July 31, 2016, leading the Merrill Lynch U.S. LIBOR 3-Month Average Index by nearly 70 bps. Outperformance was due, in part, to the portfolio's duration position near 1.4 years which benefitted from the decline in Treasury rates to levels near historic lows. Exposure to corporate credit also contributed significantly to outperformance, particularly the allocation to communications credits and defensive industries such as pharmaceuticals and healthcare as demand for higher quality U.S. assets increased throughout the period. The small allocation to emerging market debt was also additive as the sector meaningfully outpaced Treasuries and domestic credit. Outside of the corporate space, returns benefitted from non-agency MBS holdings, which saw continued improvement in underlying fundamentals as borrower profiles strengthened and home prices moved higher. Further contributions came from the allocation to CMBS, particularly non-agency backed issues where significantly lower year-over-year issuance has boosted valuations. Meanwhile, the allocation to government guaranteed student loan ABS weighed on returns for the year as uncertainty surrounding potential rating agency actions drove spreads wider in July and August 2015, though the position was modestly additive in subsequent months as spreads stabilised and began to edge tighter.

As for the outlook, the lateness in the credit cycle and potential for further convention-defying political behaviour inform the view. This anticipates episodic volatility and motivates a wariness of growing downside risks to the markets. Consequently, the portfolio remains defensively positioned and prepared for better risk-adjusted return opportunities as the credit cycle extends. The duration profile remains defensive at approximately 1.4 years, while sector positioning is conservative and issue selection is focused on higher-quality credits with yields that we believe provide fair value. Corporate credit exposure increased on spread widening in late 2015 and early 2016, with additions focused on "bendable" areas of the market – those which we believe have the resilience to withstand potential volatility. Corporate positioning remains focused on U.S. financials given limited re-leveraging risk and reasonable yield premiums, and select asset-heavy industrials with stable cash flows and strong balance sheets. A small allocation to high yield has also been maintained, though the recent strength in the market has provided an opportunity to rotate into higher quality holdings that will likely have the credit resilience to make it through the end of the credit cycle. Structured products continue to offer opportunities for attractive risk-adjusted returns and protection, and therefore represent a sizable allocation in the Sub-Fund. Non-agency MBS remains compelling due to the available yield, potential for price upside, and solid fundamentals, though allocations have drifted lower and will likely continue to shrink as prices rise. Finally, CMBS and ABS holdings are focused on high quality collateral in the senior most parts of the capital structure, often with government guarantees, making them solid defensive credits.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## MS TCW Unconstrained Plus Bond Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Commercial Paper: 0.00% (2015: 5.49%)</b>	-	-
	<b>Corporate Bonds: 24.66% (2015: 15.27%)</b>		
	<b>Australia: 0.62% (2015: 0.30%)</b>		
	<b>Financial: 0.62% (2015: 0.30%)</b>		
275,000	Macquarie Bank 6.625% 07/04/2021	317,390	0.28
375,000	Westfield UK & Europe Finance 2.7% 17/09/2019	384,234	0.34
	<b>Total Australia</b>	<b>701,624</b>	<b>0.62</b>
	<b>Canada: 0.29% (2015: 0.00%)</b>		
	<b>Utilities: 0.29% (2015: 0.00%)</b>		
325,000	Emera US Finance 2.7% 15/06/2021	333,035	0.29
	<b>Total Canada</b>	<b>333,035</b>	<b>0.29</b>
	<b>France: 0.11% (2015: 0.12%)</b>		
	<b>Utilities: 0.11% (2015: 0.12%)</b>		
125,000	Electricite de France FRN 31/12/2049	122,938	0.11
	<b>Total France</b>	<b>122,938</b>	<b>0.11</b>
	<b>Israel: 0.26% (2015: 0.00%)</b>		
	<b>Consumer, Non-cyclical: 0.26% (2015: 0.00%)</b>		
285,000	Teva Pharmaceutical Finance Netherlands III 2.8% 21/07/2023	290,401	0.26
	<b>Total Israel</b>	<b>290,401</b>	<b>0.26</b>
	<b>Luxembourg: 0.15% (2015: 0.05%)</b>		
	<b>Communications: 0.15% (2015: 0.05%)</b>		
250,000	Intelsat Jackson 5.5% 01/08/2023	165,000	0.15
	<b>Total Luxembourg</b>	<b>165,000</b>	<b>0.15</b>
	<b>Switzerland: 0.22% (2015: 0.52%)</b>		
	<b>Financial: 0.22% (2015: 0.52%)</b>		
250,000	UBS AG/Stamford CT FRN 01/06/2017	250,155	0.22
	<b>Total Switzerland</b>	<b>250,155</b>	<b>0.22</b>
	<b>United Kingdom: 1.41% (2015: 0.68%)</b>		
	<b>Communications: 0.18% (2015: 0.00%)</b>		
200,000	Virgin Media Secured Finance 5.25% 15/01/2026	200,500	0.18
	<b>Consumer, Non-cyclical: 0.09% (2015: 0.00%)</b>		
100,000	AstraZeneca 3.375% 16/11/2025	107,380	0.09
	<b>Energy: 0.09% (2015: 0.09%)</b>		
95,000	BP Capital Markets 3.062% 17/03/2022	99,820	0.09

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS TCW Unconstrained Plus Bond Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
<b>Corporate Bonds: 24.66% (2015: 15.27%) (continued)</b>			
<b>United Kingdom: 1.41% (2015: 0.68%) (continued)</b>			
<b>Financial: 1.05% (2015: 0.59%)</b>			
250,000	Barclays 3.65% 16/03/2025	247,404	0.22
110,000	HBOS 6% 01/11/2033	130,165	0.11
235,000	Lloyds Banking 3.1% 06/07/2021	238,142	0.21
250,000	Royal Bank of Scotland 6.4% 21/10/2019	279,294	0.24
300,000	Santander UK 2.875% 16/10/2020	303,199	0.27
<b>Total United Kingdom</b>		<b>1,605,904</b>	<b>1.41</b>
<b>United States: 21.60% (2015: 13.60%)</b>			
<b>Communications: 1.88% (2015: 1.00%)</b>			
200,000	Altice US Finance I 5.375% 15/07/2023	207,250	0.18
150,000	AT&T 4.125% 17/02/2026	163,658	0.14
250,000	AT&T 4.8% 15/06/2044	266,110	0.23
55,000	Cequel Communications I/ Cequel Capital 6.375% 15/09/2020	56,925	0.05
265,000	Charter Communications Operating/ Charter Communications Operating Capital	319,069	0.28
44,000	DISH DBS 7.75% 01/07/2026	45,733	0.04
115,000	Level 3 Financing 5.625% 01/02/2023	121,181	0.11
120,000	Nexstar Broadcasting 6.125% 15/02/2022	124,050	0.11
75,000	Sprint 7.875% 15/09/2023	68,860	0.06
50,000	Sprint Communications 9% 15/11/2018	54,375	0.05
265,000	T-Mobile USA 6.633% 28/04/2021	279,575	0.25
300,000	Verizon Communications 4.522% 15/09/2048	321,554	0.28
100,000	Verizon Communications 4.862% 21/08/2046	112,710	0.10
<b>Consumer, Cyclical: 1.64% (2015: 1.34%)</b>			
199,778	American Airlines 4.95% 15/01/2023	219,007	0.19
115,000	Aramark Services 5.125% 15/01/2024	119,025	0.10
55,000	Churchill Downs 5.375% 15/12/2021	56,650	0.05
225,788	Continental Airlines 6.545% 02/02/2019	240,047	0.21
140,869	Delta Airlines 6.718% 02/01/2023	160,414	0.15
300,000	General Motors Financial 2.625% 10/07/2017	303,152	0.27
300,000	General Motors Financial 3% 25/09/2017	304,601	0.27
70,157	United Airlines 9.75% 15/01/2017	72,349	0.06
370,000	Walgreens Boots Alliance 3.45% 01/06/2026	388,286	0.34
<b>Consumer, Non-cyclical: 4.53% (2015: 1.90%)</b>			
100,000	AbbVie 3.2% 14/05/2026	102,776	0.09
180,000	AbbVie 4.7% 14/05/2045	199,614	0.18
400,000	Actavis Funding SCS 3.8% 15/03/2025	425,839	0.38
260,000	Aetna 2.8% 15/06/2023	268,013	0.24
150,000	Amgen 4.4% 01/05/2045	164,163	0.14
200,000	Baxalta 2.875% 23/06/2020	202,869	0.18
165,000	Biogen 3.625% 15/09/2022	177,369	0.16
160,000	Celgene 3.875% 15/08/2025	173,910	0.15
110,000	Constellation Brands 6% 01/05/2022	127,600	0.11
120,000	DaVita HealthCare Partners 5% 01/05/2025	121,650	0.11
100,000	DS Services of America 10% 01/09/2021	113,188	0.10
175,000	Express Scripts 3.4% 01/03/2027	179,344	0.16
50,000	Gilead Sciences 4.75% 01/03/2046	58,601	0.05
150,000	Hartford HealthCare 5.746% 01/04/2044	185,786	0.16
250,000	HCA 5% 15/03/2024	263,125	0.23
115,000	IHS Markit 5% 01/11/2022	118,738	0.10

**SCHEDULE OF INVESTMENTS (continued)**

As at 31 July 2016

**MS TCW Unconstrained Plus Bond Fund**

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
<b>Corporate Bonds: 24.66% (2015: 15.27%) (continued)</b>			
<b>United States: 21.60% (2015: 13.60%) (continued)</b>			
<b>Consumer, Non-cyclical: 4.53% (2015: 1.90%) (continued)</b>			
270,000	Kraft Heinz Foods 5.2% 15/07/2045	327,602	0.29
230,000	Molson Coors Brewing 3% 15/07/2026	235,382	0.21
265,000	Mylan 2.5% 07/06/2019	270,019	0.24
475,000	North Shore-Long Island Jewish Health Care 4.8% 01/11/2042	523,951	0.46
250,000	Providence Health & Services Obligated 4.379% 01/10/2023	280,628	0.25
195,000	Providence Health & Services Obligated FRN 01/10/2017	195,625	0.17
50,000	Quintiles Transnational 4.875% 15/05/2023	51,381	0.05
115,000	Tenet Healthcare FRN 15/06/2020	114,713	0.10
115,000	Valeant Pharmaceuticals International 5.875% 15/05/2023	96,313	0.08
195,000	Valeant Pharmaceuticals International 6.125% 15/04/2025	162,338	0.14
<b>Energy: 1.72% (2015: 1.96%)</b>			
180,712	Alta Wind 7% 30/06/2035	186,822	0.16
160,000	Boardwalk Pipelines 5.875% 15/11/2016	161,697	0.14
66,000	Devon Energy 5.85% 15/12/2025	72,635	0.06
100,000	Enbridge Energy Partners 5.875% 15/10/2025	110,201	0.10
27,000	Energy Transfer Equity 5.5% 01/06/2027	26,376	0.02
320,000	Energy Transfer Partners 5.15% 15/03/2045	298,793	0.26
165,000	Energy Transfer Partners FRN 01/11/2066	113,025	0.10
125,000	Florida Gas Transmission LLC 7.9% 15/05/2019	140,377	0.12
100,000	NGPL PipeCo 7.119% 15/12/2017	105,250	0.09
112,000	Pioneer Natural Resources 3.45% 15/01/2021	115,658	0.10
100,000	Regency Energy Finance 5.875% 01/03/2022	109,191	0.10
130,000	Rockies Express Pipeline 5.625% 15/04/2020	134,550	0.12
80,000	Ruby Pipeline 6% 01/04/2022	81,418	0.07
100,000	Spectra Energy Partners 2.95% 25/09/2018	102,264	0.09
225,000	Williams Partners 3.6% 15/03/2022	219,299	0.19
<b>Financial: 7.72% (2015: 5.95%)</b>			
325,000	Alexandria Real Estate Equities 3.9% 15/06/2023	339,389	0.30
100,000	AvalonBay Communities 3.625% 01/10/2020	107,016	0.09
200,000	Bank of America 3.5% 19/04/2026	209,230	0.18
185,000	Bank of America 5.7% 24/01/2022	216,896	0.19
550,000	Bank of America NA 5.3% 15/03/2017	564,097	0.50
290,000	Berkshire Hathaway 3.125% 15/03/2026	309,038	0.27
250,000	Boston Properties 4.125% 15/05/2021	273,665	0.24
100,000	Boston Properties 5.625% 15/11/2020	114,825	0.10
475,000	Citigroup 1.3% 15/11/2016	475,288	0.42
430,000	Discover Bank/Greenwood DE 2.6% 13/11/2018	437,294	0.39
400,000	Education Realty Operating Partnership 4.6% 01/12/2024	420,364	0.37
75,000	Essex Portfolio 5.5% 15/03/2017	76,790	0.07
130,000	Farmers Exchange Capital II FRN 01/11/2053	142,064	0.13
660,000	Goldman Sachs Group 3.85% 08/07/2024	709,665	0.62
400,000	HCP 3.875% 15/08/2024	407,741	0.36
125,000	Health Care REIT 4.95% 15/01/2021	138,929	0.12
360,000	Highwoods Realty 7.5% 15/04/2018	392,047	0.35
350,000	International Lease Finance 7.125% 01/09/2018	388,500	0.34
450,000	JP Morgan Chase Capital XXIII FRN 15/05/2047	345,938	0.30
320,000	JPMorgan Chase 2.55% 29/10/2020	328,484	0.29
250,000	JPMorgan Chase 3.875% 10/09/2024	263,883	0.23
100,000	JPMorgan Chase Capital XXI FRN 02/02/2037	79,750	0.07
175,000	MetLife 6.4% 15/12/2036	194,658	0.17
400,000	Morgan Stanley 5.95% 28/12/2017	425,014	0.37

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS TCW Unconstrained Plus Bond Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
<b>Corporate Bonds: 24.66% (2015: 15.27%) (continued)</b>			
<b>United States: 21.60% (2015: 13.60%) (continued)</b>			
<b>Financial: 7.72% (2015: 5.95%) (continued)</b>			
100,000	Morgan Stanley 7.3% 13/05/2019	114,796	0.10
100,000	Reckson Operating Partnership 5% 15/08/2018	105,185	0.09
50,000	Reckson Operating Partnership 7.75% 15/03/2020	58,247	0.05
300,000	Teachers Insurance & Annuity Association of America FRN 15/09/2054	304,224	0.27
555,000	Wells Fargo 3% 22/04/2026	570,816	0.50
250,000	Welltower 4.25% 01/04/2026	271,783	0.24
<b>Industrial: 0.42% (2015: 0.00%)</b>			
500,000	General Electric Capital FRN 05/05/2026	473,345	0.42
<b>Technology: 0.76% (2015: 0.00%)</b>			
140,000	Apple 4.65% 23/02/2046	160,169	0.14
50,000	Diamond 1 Finance/ Diamond 2 Finance 6.02% 15/06/2026	53,664	0.05
114,000	First Data 5% 15/01/2024	115,283	0.10
220,000	Microsoft 4.45% 03/11/2045	254,323	0.22
230,000	Oracle 2.4% 15/09/2023	232,503	0.20
53,000	SS&C Technologies 5.875% 15/07/2023	55,253	0.05
<b>Utilities: 2.93% (2015: 1.45%)</b>			
200,000	Cleco Corporate 3.743% 01/05/2026	211,940	0.19
250,000	Dominion Resources FRN 01/07/2019	256,899	0.23
400,000	Duquesne Light 6.4% 15/09/2020	458,781	0.41
60,000	Dynegy 5.875% 01/06/2023	54,300	0.05
100,000	Entergy Texas 7.125% 01/02/2019	113,640	0.11
200,000	FirstEnergy Transmission 4.35% 15/01/2025	214,904	0.19
130,000	GenOn Americas Generation 8.5% 01/10/2021	108,875	0.10
411,660	Homer City Generation PIK 01/10/2026	140,994	0.13
50,000	IPALCO Enterprises 5% 01/05/2018	52,750	0.05
275,000	ITC 3.25% 30/06/2026	281,135	0.25
275,000	Kansas City Power & Light 3.65% 15/08/2025	294,970	0.26
150,000	Metropolitan Edison 7.7% 15/01/2019	168,359	0.15
325,000	NextEra Energy Capital 2.056% 01/09/2017	327,121	0.29
75,000	Oncor Electric Delivery LLC 6.8% 01/09/2018	82,959	0.07
320,000	Public Service of New Mexico 3.85% 01/08/2025	344,999	0.30
150,000	Southwestern Electric Power 6.45% 15/01/2019	166,931	0.15
<b>Total United States</b>		<b>24,532,387</b>	<b>21.60</b>
<b>Total Corporate Bonds</b>		<b>28,001,444</b>	<b>24.66</b>
<b>Government Bonds: 8.05% (2015: 2.44%)</b>			
<b>Japan: 3.10% (2015: 0.00%)</b>			
120,000,000	Japan Treasury Discount Bill 0% 22/08/2016	1,170,962	1.03
80,000,000	Japan Treasury Discount Bill 0% 05/09/2016	780,726	0.69
160,000,000	Japan Treasury Discount Bill 0% 20/09/2016	1,561,629	1.38
<b>Total Japan</b>		<b>3,513,317</b>	<b>3.10</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS TCW Unconstrained Plus Bond Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
<b>Government Bonds: 8.05% (2015: 2.44%) (continued)</b>			
<b>United States: 4.95% (2015: 2.44%)</b>			
250,000	City Of New York 6.646% 01/12/2031	298,723	0.26
80,599	Government National Mortgage Association FRN 16/04/2039	81,682	0.07
95,000	New York City Water & Sewer System 6.491% 15/06/2042	110,747	0.10
10,000	United States Treasury Bill 0% 04/08/2016	10,000	0.01
158,000	United States Treasury Bill 0% 15/09/2016	157,960	0.14
1,095,000	United States Treasury Bill 0% 20/10/2016	1,094,392	0.96
9,000	United States Treasury Bill 0% 29/09/2016	8,997	0.01
3,860,000	United States Treasury Note/Bond 0.625% 31/08/2017	3,860,677	3.40
<b>Total United States</b>		<b>5,623,178</b>	<b>4.95</b>
<b>Total Government Bonds</b>		<b>9,136,495</b>	<b>8.05</b>
<b>Asset Backed Securities: 57.11% (2015: 70.90%)</b>			
<b>Barbados: 0.22% (2015: 0.27%)</b>			
<b>Asset Backed Securities: 0.22% (2015: 0.27%)</b>			
256,000	Global SC Finance II SRL 3.09% 17/07/2024	244,744	0.22
<b>Total Barbados</b>		<b>244,744</b>	<b>0.22</b>
<b>Cayman Islands: 0.00% (2015: 3.03%)</b>			
<b>United States: 56.89% (2015: 67.60%)</b>			
<b>Asset Backed Securities: 18.02% (2015: 26.10%)</b>			
282,360	AABS Limited 0.00% 15/01/2038	282,914	0.25
225,000	Aames Mortgage Investment Trust FRN 25/04/2036	202,519	0.18
700,000	ABFC 2006-OPT1 Trust FRN 25/09/2036	506,682	0.45
165,567	ABFC 2007-WMC1 Trust FRN 25/06/2037	123,655	0.11
180,889	ABFC 2007-WMC1 Trust FRN 25/06/2037	135,939	0.12
134,949	Access FRN 25/05/2029	128,567	0.11
244,117	ACE SecuritiesHome Equity Loan Trust Series 2006-HE1 FRN 25/02/2036	222,211	0.20
210,314	ACE SecuritiesHome Equity Loan Trust Series 2006-OP2 FRN 25/08/2036	186,488	0.16
229,061	ACE SecuritiesHome Equity Loan Trust Series 2007-ASAP1 FRN 25/03/2037	142,145	0.13
113,989	Asset Backed SecuritiesHome Equity Loan Trust Series 2004-HE9 FRN 25/12/2	105,196	0.09
540,000	Asset Backed SecuritiesHome Equity Loan Trust Series AEG 2006-HE1 FRN 25	475,426	0.42
305,457	Asset Backed SecuritiesHome Equity Loan Trust Series RFC 2007-HE1 FRN 25	251,464	0.22
195,000	Carrington Mortgage Loan Trust Series 2006-NC3 FRN 25/08/2036	116,167	0.10
422,390	C-BASS 2007-CB1 TRUST FRN 25/01/2037	212,074	0.19
272,211	C-BASS 2007-CB5 Trust FRN 25/04/2037	187,231	0.16
269,850	Centex Home Equity Loan Trust 2006-A FRN 25/06/2036	262,957	0.23
300,000	Chase Issuance Trust FRN 15/05/2019	300,219	0.26
170,000	Citibank Credit Card Issuance Trust FRN 23/01/2020	172,279	0.15
650,000	CitiMortgage Loan Trust 2007-WFHE2 FRN 25/03/2037	608,001	0.54
515,000	CitiMortgage Loan Trust FRN 25/01/2037	489,522	0.43
350,000	CitiMortgage Loan Trust FRN 25/11/2036	329,132	0.29
520,000	Collegiate Funding Services Education Loan Trust 2005-A FRN 28/03/2035	472,297	0.42
84,009	Credit-Based Asset Servicing and Securitization FRN 25/01/2033	84,884	0.07
397,567	Credit-Based Asset Servicing and Securitization FRN 25/12/2036	301,248	0.27
575,000	CWABS Asset-Backed Certificates Trust 2004-15 FRN 25/04/2035	566,455	0.50
265,000	Education Loan Asset-Backed Trust I FRN 26/04/2032	247,740	0.22
205,650	FFMLT Trust 2005-FF8 FRN 25/09/2035	202,689	0.18

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS TCW Unconstrained Plus Bond Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
<b>Asset Backed Securities: 57.11% (2015: 70.90%) (continued)</b>			
<b>United States: 56.89% (2015: 67.60%) (continued)</b>			
<b>Asset Backed Securities: 18.02% (2015: 26.10%) (continued)</b>			
176,305	GCO Education Loan Funding Master Trust II FRN 27/08/2046	152,152	0.13
25,147	Green Tree 2008-MH1 FRN 25/04/2038	25,433	0.02
331,830	Higher Education Funding I FRN 25/05/2034	314,336	0.28
55,544	Honda Auto Receivables 201 '4 A3' 0.69% 18/09/2017	55,519	0.05
300,000	HSI Asset Securitization Trust 2006-OPT3 FRN 25/02/2036	267,532	0.24
78,470	JG Wentworth XX 9.31% 15/07/2061	95,979	0.08
376,598	JG Wentworth XXV 7.14% 15/02/2067	434,882	0.38
260,000	JP Morgan Mortgage Acquisition Trust 2007-CH3 FRN 25/03/2037	240,960	0.21
260,000	JP Morgan Mortgage Acquisition Trust 2007-CH4 FRN 25/01/2036	242,961	0.21
288,000	JP Morgan Mortgage Acquisition Trust 2007-HE1 FRN 25/03/2047	164,986	0.15
60,000	LEAF Receivables Funding 9 6% 15/09/2021	59,815	0.05
196,169	Madison Avenue Manufactured Housing Contract Trust 2002-A	199,227	0.18
274,625	MASTR Asset Backed Securities Trust 2006-HE1 FRN 25/01/2036	266,315	0.23
456,606	Merrill Lynch First Franklin Mortgage Loan Trust Series 2007-2	266,124	0.23
177,695	Morgan Stanley Home Equity Loan Trust 2006-2 FRN 25/02/2036	167,982	0.15
227,619	National Collegiate Student Loan Trust 2004-2 FRN 27/11/2028	225,031	0.20
23,603	National Collegiate Student Loan Trust 2006-3 FRN 25/10/2027	23,533	0.02
107,552	National Collegiate Student Loan Trust 2007-2 FRN 26/06/2028	105,587	0.09
559,430	Nationstar Home Equity Loan 'B Av4' Frn 25/09/2036	529,709	0.47
480,000	Navient Student Loan Trust 2014-1 FRN 25/02/2039	447,909	0.39
245,581	Navient Student Loan Trust 2015-2 FRN 25/11/2024	245,306	0.22
580,000	Nelnet Student Loan Trust 2007-1 FRN 27/05/2025	556,991	0.49
170,551	Nelnet Student Loan Trust 2014-2 FRN 25/06/2021	170,141	0.15
540,000	Nelnet Student Loan Trust 2015-3 FRN 25/06/2049	483,117	0.43
370,000	Nelnet Student Loan Trust FRN 25/11/2043	341,508	0.30
275,000	New Century Home Equity Loan Trust 2005-1 FRN 25/03/2035	259,024	0.23
200,000	New Century Home Equity Loan Trust 2005-3 FRN 25/07/2035	197,209	0.17
132,588	Nissan Auto Receivables 2014-A Owner Trust 0.72% 15/08/2018	132,491	0.12
260,000	Nissan Auto Receivables 2015-A Owner Trust 1.05% 15/10/2019	260,096	0.23
425,000	Popular ABS Mortgage Pass-Through Trust 2007-A FRN 25/06/2047	311,612	0.27
237,971	Securitized Asset Backed Receivables Trust 2007-BR1 FRN 25/02/2037	133,890	0.12
516,376	Securitized Asset Backed Receivables Trust 2007-NC1 FRN 25/12/2036	281,299	0.25
239,999	SLC Student Loan Trust 2005-3 FRN 15/06/2040	201,064	0.18
196,923	SLC Student Loan Trust 2006-1 FRN 15/03/2039	161,382	0.14
73,355	SLC Student Loan Trust 2006-2 FRN 15/12/2039	60,481	0.05
417,316	SLC Student Loan Trust 2008-1 FRN 15/12/2032	423,666	0.37
417,225	SLM Student Loan Trust 2003-4 FRN 15/03/2033	396,691	0.35
530,000	SLM Student Loan Trust 2004-10 FRN 27/04/2026	526,120	0.46
198,756	SLM Student Loan Trust 2005-6 FRN 27/07/2026	199,457	0.18
166,722	SLM Student Loan Trust 2005-9 FRN 25/01/2041	138,445	0.12
500,000	SLM Student Loan Trust 2006-9 FRN 26/01/2026	491,418	0.43
470,159	SLM Student Loan Trust 2007-1 FRN 26/01/2026	455,586	0.40
51,624	SLM Student Loan Trust 2007-6 FRN 27/04/2043	43,377	0.04
251,760	SLM Student Loan Trust FRN 25/01/2040	198,439	0.17
235,000	SLM Student Loan Trust 2007-7 FRN 25/10/2028	189,071	0.17
368,374	SLM Student Loan Trust 2007-8 FRN 27/04/2043	310,783	0.27
130,000	SLM Student Loan Trust 2008-2 FRN 25/01/2029	112,957	0.10
250,000	SLM Student Loan Trust 2008-3 FRN 25/04/2029	212,580	0.19
135,000	SLM Student Loan Trust 2008-4 FRN 25/04/2029	121,637	0.11
168,925	SLM Student Loan Trust 2008-4 FRN 25/07/2022	170,178	0.15
548,820	SLM Student Loan Trust 2008-5 FRN 25/07/2023	549,928	0.48
395,000	SLM Student Loan Trust 2008-5 FRN 25/07/2029	357,295	0.31
190,000	SLM Student Loan Trust 2008-6 FRN 25/07/2029	179,149	0.16

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS TCW Unconstrained Plus Bond Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
<b>Asset Backed Securities: 57.11% (2015: 70.90%) (continued)</b>			
<b>United States: 56.89% (2015: 67.60%) (continued)</b>			
<b>Asset Backed Securities: 18.02% (2015: 26.10%) (continued)</b>			
310,000	SLM Student Loan Trust 2008-7 FRN 25/07/2029	286,118	0.25
200,000	SLM Student Loan Trust 2008-8 FRN 25/04/2023	200,142	0.18
65,000	SLM Student Loan Trust 2008-8 FRN 25/10/2029	62,554	0.06
390,000	SLM Student Loan Trust 2008-9 FRN 25/10/2029	372,787	0.33
602,597	SLM Student Loan Trust 2009-3 FRN 25/01/2045	584,384	0.51
480,000	SLM Student Loan Trust 2011-2 FRN 25/10/2034	462,160	0.41
175,000	SLM Student Loan Trust 2012-1 FRN 25/09/2028	170,530	0.15
125,254	SLM Student Loan Trust 2012-2 FRN 25/01/2029	121,206	0.11
334,229	SLM Student Loan Trust 2012-3 FRN 26/12/2025	324,348	0.29
520,000	SLM Student Loan Trust 2012-6 FRN 26/05/2026	508,303	0.45
122,763	SLM Student Loan Trust 2013-4 FRN 25/06/2027	118,757	0.10
372,207	SLM Student Loan Trust 2013-6 FRN 25/02/2021	371,670	0.33
139,893	SoFi Professional Loan Program 2014-B FRN 25/08/2032	140,462	0.12
600,000	Soundview Home Loan Trust 2006-OPT1 FRN 25/03/2036	509,757	0.45
170,570	Spirit Master Funding VII 5.269% 20/12/2043	174,273	0.15
355,758	Structured Asset SecuritiesMortgage Loan Trust 2005-4XS FRN 25/03/2035	338,650	0.30
168,722	Toyota Auto Receivables 2014-B Owner Trust 0.76% 15/03/2018	168,639	0.15
388,045	Washington Mutual Asset-Backed Certificates 'He1 2A3' FRN 25/01/2037	216,355	0.19
<b>Consumer, Cyclical: 0.58% (2015: 0.72%)</b>			
109,706	America West Airlines 2001-1 Pass Through Trust 7.1% 02/04/2021	118,620	0.10
63,602	American Airlines 2011-1 Class A Pass Through Trust 5.25% 31/07/2022	68,929	0.06
216,418	Continental Airlines 1999-2 Class A-1 Pass Through Trust 7.256%	234,813	0.21
202,977	US Airways 2011-1 Class A Pass Through Trust 7.125% 22/04/2025	240,782	0.21
<b>Mortgage Securities: 33.76% (2015: 40.44%)</b>			
100,000	1211 Avenue of the Americas Trust 2015-1211 3.901% 10/08/2035	112,040	0.10
170,000	225 Liberty Street Trust 2016-225L 3.597% 10/02/2036	187,947	0.17
422,585	Adjustable Rate Mortgage Trust 2005-4 FRN 25/08/2035	384,561	0.34
411,265	Alternative Loan Trust 2005-76 FRN 25/01/2036	378,247	0.33
170,000	Bamll Commercial Mortgage Securities Trust 2013-WBRK FRN 10/03/2037	185,477	0.16
300,000	Bamll Commercial Mortgage Securities Trust 2015-20 '200P A' 3.218% 14/04/20	322,130	0.28
107,997	Bank of America Alternative Loan Trust 2003-8 5.5% 25/10/2033	110,523	0.10
365,374	Bank of America Alternative Loan Trust 2005-10 FRN 25/11/2035	284,598	0.25
108,639	Bank of America Alternative Loan Trust 2005-12 6% 25/01/2036	93,256	0.08
604,832	Bank of America Commercial Mortgage Trust 2006-6 5.356% 10/10/2045	606,291	0.53
152,854	Bank of America Funding 2004-B Trust FRN 20/11/2034	144,927	0.13
148,628	Bank of America Funding 2006-3 Trust 6% 25/03/2036	137,044	0.12
293,410	Bank of America Funding 2006-D Trust FRN 20/05/2036	259,843	0.23
322,213	Bank of America Funding 2006-G Trust FRN 20/07/2036	301,140	0.27
142,981	Bank of America Funding 2006-G Trust FRN 20/07/2036	133,705	0.12
88,766	Bank of America Merrill Lynch Commercial Mortgage FRN 10/11/2039	89,081	0.08
355,042	Bayview Commercial Asset Trust FRN 25/03/2037	315,678	0.28
53,611	BCAP2012-RR11-I Trust FRN 26/09/2036	53,469	0.05
249,319	BCAPTrust 2007-AA1 FRN 25/03/2037	233,408	0.21
229,758	Bear Stearns ARM Trust 2003-1 FRN 25/04/2033	225,151	0.20
138,854	Bear Stearns Commercial Mortgage Securities Trust 2007-TOP26	141,050	0.12
140,115	Chase Mortgage Finance Trust Series 2007-A1 FRN 25/02/2037	141,604	0.12
135,000	Citicmt. 2013-375 '375P A' 3.251% 10/05/2035	145,048	0.13
3,285,205	CitiCommercial Mortgage Trust 2012-GC8 FRN 10/09/2045	234,528	0.21
120,000	CitiCommercial Mortgage Trust 2013-GC17 4.131% 10/11/2046	136,190	0.12
185,304	CitiMortgage Alternative Loan Trust Series 2006-A5 6% 25/10/2036	164,108	0.14
209,093	CitiMortgage Loan Trust 2006-AR3 FRN 25/06/2036	196,647	0.17

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS TCW Unconstrained Plus Bond Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
<b>Asset Backed Securities: 57.11% (2015: 70.90%) (continued)</b>			
<b>United States: 56.89% (2015: 67.60%) (continued)</b>			
<b>Mortgage Securities: 33.76% (2015: 40.44%) (continued)</b>			
259,744	CitiMortgage Loan Trust 2006-AR5 FRN 25/07/2036	226,466	0.20
278,579	CitiMortgage Loan Trust 2009-5 FRN 25/01/2037	276,356	0.24
335,000	COMM 2013-CCRE12 Mortgage Trust 4.046% 10/10/2046	379,106	0.33
165,000	COMM 2014-277P Mortgage Trust FRN 10/08/2049	182,819	0.16
145,000	COMM 2016-787S Mortgage Trust 3.545% 10/02/2036	159,925	0.14
350,000	COMM 2016-CCRE28 Mortgage Trust 3.762% 10/02/2049	390,707	0.34
180,000	Commercial 2015 Mortgage Trust '3BP A' 3.178% 10/02/2035	192,396	0.17
150,000	Commercial Mortgage Pass-Through Certificate 'WWP A2' 3.4244%	162,312	0.14
653,295	Credit Suisse Commercial Mortgage Trust Series 2007-C3 FRN 15/06/2039	662,836	0.58
159,491	Credit Suisse First Boston Mortgage Securities FRN 25/06/2034	156,606	0.14
89,963	Credit Suisse First Boston Mortgage Securities FRN 25/11/2033	89,495	0.08
307,873	Credit Suisse First Boston Mortgage Securities FRN 15/05/2036	312,898	0.28
236,378	Credit Suisse Mortgage Capital Certificates 2006-C4 5.509% 15/09/2039	236,175	0.21
405,901	Cwalt 2006-Hy12 A5 'Hy12 A5' Frn 25/08/2036	386,681	0.34
216,405	Dlj Commercial MortgageSeries 1998-cf1 6.41% 15/02/2031	216,834	0.19
232,852	DSLA Mortgage Loan Trust 2004-AR2 FRN 19/11/2044	208,483	0.18
377,752	DSLA Mortgage Loan Trust 2005-AR6 FRN 19/10/2045	323,647	0.29
149,571	DSLA Mortgage Loan Trust 2006-AR2 FRN 19/10/2036	123,995	0.11
483,990	Fannie Mae-Aces 'M4 Asq2' 1.45128% 25/02/2018	486,685	0.43
3,429,580	Fannie Mae-Aces 'M9 X1' Var 25/04/2017	24,203	0.02
360,000	Fannie Mae Pool 3.11% 01/02/2028	390,652	0.34
243,467	Fannie Mae Pool 3.15% 01/02/2028	264,466	0.23
360,000	Fannie Mae Pool 3.2% 01/03/2031	392,205	0.35
140,000	Fannie Mae Pool 3.259% 01/02/2028	153,821	0.14
170,000	Fannie Mae Pool 3.48% 01/11/2035	186,764	0.16
241,634	Fannie Mae Pool 3.84% 01/07/2021	269,997	0.24
359,056	Fannie Mae Pool 4.629% 01/04/2020	332,532	0.29
386,446	Fannie Mae Pool 4.714% 01/02/2020	348,413	0.31
296,367	Fannie Mae-Aces FRN 25/01/2019	296,905	0.26
121,666	Fannie Mae-Aces FRN 25/11/2022	116,703	0.10
153,093	Federal National Mortgage Association 3.416% 01/10/2020	146,597	0.13
210,000	Federal National Mortgage Association 3.766% 01/12/2020	223,619	0.20
427,797	Federal National Mortgage Association 4.3% 01/07/2021	342,952	0.30
188,088	Federal National Mortgage Association 4.375% 01/06/2021	187,793	0.17
398,812	Federal National Mortgage Association 4.383% 01/04/2021	439,245	0.39
212,517	Federal National Mortgage Association 4.41% 01/05/2021	232,292	0.20
373,032	Federal National Mortgage Association 4.575% 01/02/2020	405,080	0.36
2,878,722	Federal National Mortgage Association 4.91% 01/10/2019	70,494	0.06
7,113,422	Federal National Mortgage Association FRN 25/02/2022	161,037	0.14
383,499	Federal National Mortgage Association FRN 25/07/2020	414,177	0.36
272,051	Federal National Mortgage Association FRN 25/07/2021	296,010	0.26
270,075	FHLMC Multifamily Structured Pass Through Certificates 1.418% 25/05/2021	301,749	0.27
179,482	FHLMC Multifamily Structured Pass Through Certificates 3.194% 25/12/2019	199,489	0.18
185,929	FHLMC Multifamily Structured Pass Through Certificates 4.186% 25/08/2019	208,227	0.18
298,037	FHLMC Multifamily Structured Pass Through Certificates FRN 25/01/2019	327,261	0.29
208,399	FHLMC Multifamily Structured Pass Through Certificates FRN 25/01/2023	228,854	0.20
4,948,182	FHLMC Multifamily Structured Pass Through Certificates FRN 25/02/2018	167,724	0.15
1,607,946	FHLMC Multifamily Structured Pass Through Certificates FRN 25/04/2020	53,537	0.05
4,174,407	FHLMC Multifamily Structured Pass Through Certificates FRN 25/07/2020	216,439	0.19
863,116	FHLMC Multifamily Structured Pass Through Certificates FRN 25/08/2023	865,282	0.76
259,810	FHLMC Multifamily Structured Pass Through Certificates FRN 25/12/2022	268,723	0.24
150,000	First Horizon Alternative Mortgage Securities Trust 2005-AA10 FRN	162,143	0.14
2,900,407	First Horizon Alternative Mortgage Securities Trust 2005-AA3 FRN	150,988	0.13

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS TCW Unconstrained Plus Bond Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
<b>Asset Backed Securities: 57.11% (2015: 70.90%) (continued)</b>			
<b>United States: 56.89% (2015: 67.60%) (continued)</b>			
<b>Mortgage Securities: 33.76% (2015: 40.44%) (continued)</b>			
1,611,583	First Horizon Alternative Mortgage Securities Trust 2006-FA8 6%	100,047	0.09
4,705,827	First Horizon Mortgage Pass-Through Trust 2005-AR4 FRN 25/10/2035	88,166	0.08
3,053,910	Freddie Mac REMICS FRN 15/01/2041	91,768	0.08
221,583	GE Business Loan Trust 2005-1 FRN 15/06/2033	222,254	0.20
141,619	GE Business Loan Trust 2005-2 FRN 15/11/2033	135,068	0.12
387,288	GE Business Loan Trust 2006-2 FRN 15/11/2034	387,574	0.34
378,678	GE Business Loan Trust 2007-1 FRN 16/04/2035	350,642	0.31
402,132	GMACM Mortgage Loan Trust 2005-AR6 FRN 19/11/2035	372,841	0.33
310,403	GMACM Mortgage Loan Trust 2006-AR1 FRN 19/04/2036	267,808	0.24
32,789	Government National Mortgage Association 2.16% 16/07/2033	32,773	0.03
9,632	Government National Mortgage Association FRN 16/06/2037	9,708	0.01
258,904	Government National Mortgage Association FRN 16/09/2043	38,896	0.03
2,674,615	Government National Mortgage Association FRN 16/11/2054	214,848	0.19
4,559,361	GS Mortgage Loan Trust 2007-A FRN 25/05/2047	149,205	0.13
404,615	GS Mortgage Securities Trust 2010-C1 3.679% 10/08/2043	420,700	0.37
354,729	GS Mortgage Securities Trust 2012-GC6 2.539% 10/01/2045	282,803	0.25
2,631,524	GS Mortgage Securities Trust 2012-GC6 FRN 10/01/2045	217,976	0.19
74,026	GSR Mortgage Loan Trust 2004-10F 5% 25/09/2034	76,493	0.07
193,136	GSR Mortgage Loan Trust 2007-AR2 FRN 25/05/2047	170,791	0.15
179,311	Impac CMB Trust Series 2005-5 FRN 25/08/2035	158,375	0.14
287,855	IndyMac INDX Mortgage Loan Trust 2005-AR13 FRN 25/08/2035	252,302	0.22
225,528	IndyMac INDX Mortgage Loan Trust 2005-AR15 FRN 25/09/2035	190,237	0.17
240,135	IndyMac INDX Mortgage Loan Trust 2006-AR29 FRN 25/11/2036	189,559	0.17
436,811	JP Morgan Chase Commercial Mortgage Securities Trust 2010-CNTR	447,894	0.39
300,000	JP Morgan Chase Commercial Mortgage Securities Trust 2010-CNTR	322,793	0.28
310,000	JP Morgan Chase Commercial Mortgage Securities Trust 2011-C3	322,685	0.28
5,209	JP Morgan Chase Commercial Mortgage Securities Trust 2011-C3	5,220	-
1,382,562	JP Morgan Chase Commercial Mortgage Securities Trust 2011-C3 FRN 15/02/2	42,823	0.04
153,621	JP Morgan Chase Commercial Mortgage Securities Trust 2011-C5	153,570	0.14
186,655	JP Morgan Chase Commercial Mortgage Securities Trust 2012-C6	187,304	0.16
2,412,216	JP Morgan Chase Commercial Mortgage Securities Trust 2012-C8	182,659	0.16
7,959,341	JP Morgan Chase Commercial Mortgage Securities Trust 2013-C14	238,482	0.21
311,764	JP Morgan Mortgage Trust 2005-A1 FRN 25/02/2035	311,522	0.27
169,109	JP Morgan Mortgage Trust 2006-A7 FRN 25/01/2037	151,161	0.13
1,972,061	JPMBB Commercial Mortgage Securities Trust 2013-C12 FRN 15/07/2045	57,497	0.05
1,112,323	LB-UBS Commercial Mortgage Trust 2007-C6 FRN 15/07/2040	1,135,780	1.00
108,957	Lehman Brothers Small Balance Commercial Mortgage Trust 2006-2 FRN	104,386	0.09
111,894	MASTR Alternative Loan Trust 2004-7 5.5% 25/07/2034	114,358	0.10
221,251	Morgan Stanley Bank of America Merrill Lynch Trust 2013-C11 1.308%	221,608	0.20
2,606,239	Morgan Stanley Bank of America Merrill Lynch Trust 2013-C12 FRN 15/10/2046	98,369	0.09
150,000	Morgan Stanley Bank of America Merrill Lynch Trust 2013-C7 2.918%	158,254	0.14
2,979,818	Morgan Stanley Bank of America Merrill Lynch Trust 2013-C7 FRN 15/02/2046	196,854	0.17
118,294	Morgan Stanley Mortgage Loan Trust 2004-7AR FRN 25/09/2034	117,688	0.10
372,224	Morgan Stanley Mortgage Loan Trust 2005-2AR FRN 25/04/2035	347,485	0.31
154,789	MortgageIT Trust 2005-4 FRN 25/10/2035	142,419	0.13
405,738	Nomura Asset Acceptance Alternative Loan Trust Series 2005-AR4 FRN	384,936	0.34
110,000	OBP Depositor Trust 4.646% 15/07/2045	121,217	0.11
463,651	RALI Series 2005-QA13 Trust FRN 25/12/2035	389,423	0.34
349,314	RALI Series 2005-QS14 Trust 6% 25/09/2035	318,030	0.28
357,652	RALI Series 2006-QA8 Trust FRN 25/09/2036	282,820	0.25
116,363	RALI Series 2006-QS16 Trust 6% 25/11/2036	95,420	0.08
386,200	RALI Series 2007-QS4 Trust 6% 25/03/2037	340,426	0.30
354,778	Rbssp Resecuritization Trust 2009-6 FRN 26/08/2036	322,248	0.28

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS TCW Unconstrained Plus Bond Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
<b>Asset Backed Securities: 57.11% (2015: 70.90%) (continued)</b>			
<b>United States: 56.89% (2015: 67.60%) (continued)</b>			
<b>Mortgage Securities: 33.76% (2015: 40.44%) (continued)</b>			
114,284	RFMSI Series 2007-S8 Trust 6% 25/09/2037	101,364	0.09
339,247	RFMSI Series 2007-SA2 Trust FRN 25/04/2037	290,397	0.26
461,718	STARM Mortgage Loan Trust 2007-4 FRN 25/10/2037	413,985	0.36
131,370	STARM Mortgage Loan Trust 2007-S1 FRN 25/01/2037	130,317	0.11
311,752	Structured Adjustable Rate Mortgage Loan Trust FRN 25/01/2035	236,919	0.21
194,297	Structured Adjustable Rate Mortgage Loan Trust FRN 25/03/2034	195,307	0.17
209,585	Structured Adjustable Rate Mortgage Loan Trust FRN 25/05/2036	176,974	0.16
342,559	Structured Adjustable Rate Mortgage Loan Trust FRN 25/06/2035	317,065	0.28
123,374	Structured Adjustable Rate Mortgage Loan Trust FRN 25/08/2034	123,520	0.11
155,443	Structured Adjustable Rate Mortgage Loan Trust FRN 25/09/2034	153,408	0.14
160,940	Structured Adjustable Rate Mortgage Loan Trust FRN 25/09/2034	157,912	0.14
129,396	Structured Adjustable Rate Mortgage Loan Trust FRN 25/11/2035	107,105	0.09
103,738	UBS-Bamll Tr Ctf Cl A 3.663% 10/06/2030	86,179	0.08
832,160	Wachovia Bank Commercial Mortgage Trust Series 2007-C33 FRN	848,872	0.75
388,554	WaMu Mortgage Pass-Through Certificates Series 2005-AR12 Trust	370,542	0.33
745,136	Washington Mutual Mortgage Pass Through Series 200 FRN 25/03/2037	152,881	0.13
198,990	Washington Mutual Mortgage Pass-Through Certificates Series	184,992	0.16
101,269	Washington Mutual Mortgage Pass-Through Certificates Series	101,457	0.09
356,702	Washington Mutual Mortgage Pass-Through Certificates Series	334,565	0.29
202,380	Washington Mutual Mortgage Pass-Through Certificates Series	190,196	0.17
508,781	Washington Mutual Mortgage Pass-Through Certificates Series	466,274	0.41
428,085	Washington Mutual Mortgage Pass-Through Certificates Series	348,830	0.31
396,315	Washington Mutual Mortgage Pass-Through Certificates Series	346,812	0.31
236,664	Washington Mutual Mortgage Pass-Through Certificates WMALT	174,690	0.15
126,581	Wells Fargo Mortgage Backed Securities 2006-AR10 Trust FRN 25/07/2036	122,461	0.11
288,134	Wells Fargo Mortgage Backed Securities 2006-AR2 Trust FRN 25/03/2036	270,661	0.24
315,000	WFRBS Commercial Mortgage Trust 2011-C4 FRN 15/06/2044	359,298	0.32
2,417,462	WFRBS Commercial Mortgage Trust 2014-C23 FRN 15/10/2057	92,613	0.08
<b>Total United States</b>		<b>64,598,947</b>	<b>56.89</b>
<b>Total Asset Backed Securities</b>		<b>64,843,691</b>	<b>57.11</b>
<b>Investment Funds: 2.37% (2015: 2.16%)</b>			
<b>Luxembourg: 1.99% (2015: 1.76%)</b>			
<b>Funds: 1.99% (2015: 1.76%)</b>			
17,077	TCW Funds - Emerging Markets Income Fund	2,265,069	1.99
<b>Total Luxembourg</b>		<b>2,265,069</b>	<b>1.99</b>
<b>United States: 0.38% (2015: 0.40%)</b>			
<b>Financial: 0.38% (2015: 0.40%)</b>			
21,712	American Capital Agency Reits	425,338	0.38
<b>Total United States</b>		<b>425,338</b>	<b>0.38</b>
<b>Total Investment Funds</b>		<b>2,690,407</b>	<b>2.37</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS TCW Unconstrained Plus Bond Fund

Holdings	Financial assets at fair value through profit or loss			Fair Value US\$	% of Net Assets
	<b>Financial Derivative Instruments: 0.70% (2015: 0.01%)</b>				
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Gains: 0.70% (2015: 0.01%)</b>				
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>		
Northern Trust	EUR 52,962,183	USD 58,956,707	14/10/2016	440,609	0.39
Northern Trust	EUR 31,201,793	USD 34,733,368	14/10/2016	259,578	0.23
Northern Trust	GBP 6,347,993	USD 8,377,351	14/10/2016	60,921	0.05
Northern Trust	EUR 3,640,054	USD 4,052,054	14/10/2016	30,283	0.03
Northern Trust	EUR 181,747	USD 202,318	14/10/2016	1,512	-
Northern Trust	GBP 84,666	USD 111,124	14/10/2016	1,420	-
Northern Trust	EUR 28,451	USD 31,472	14/10/2016	435	-
Northern Trust	GBP 88,644	USD 117,400	14/10/2016	433	-
Northern Trust	GBP 37,715	USD 49,788	14/10/2016	345	-
Northern Trust	EUR 13,572	USD 15,003	14/10/2016	218	-
Northern Trust	EUR 10,531	USD 11,613	14/10/2016	197	-
Northern Trust	GBP 19,366	USD 25,568	14/10/2016	175	-
Northern Trust	EUR 7,781	USD 8,626	14/10/2016	100	-
Northern Trust	GBP 9,184	USD 12,099	14/10/2016	109	-
Northern Trust	EUR 5,061	USD 5,642	14/10/2016	34	-
Northern Trust	GBP 4,084	USD 5,389	14/10/2016	39	-
Northern Trust	EUR 621	USD 689	14/10/2016	8	-
Northern Trust	EUR 355	USD 393	14/10/2016	6	-
Northern Trust	EUR 355	USD 393	14/10/2016	5	-
Northern Trust	EUR 280	USD 313	14/10/2016	2	-
Northern Trust	EUR 77	USD 85	14/10/2016	1	-
Morgan Stanley	EUR 143	USD 159	14/10/2016	1	-
	<b>Total Forward Currency Contracts - Unrealised Gains</b>			<b>796,431</b>	<b>0.70</b>
	<b>Total Financial Derivative Instruments</b>			<b>796,431</b>	<b>0.70</b>
	<b>Total Financial assets at fair value through profit or loss</b>			<b>105,468,468</b>	<b>92.89</b>
	<b>Financial liabilities at fair value through profit or loss</b>				
	<b>Financial Derivative Instruments: (0.51%) (2015: (1.27%))</b>				
	<b>Futures Contracts - Unrealised Losses: (0.36%) (2015: (0.02%))</b>				
	<b>United States: (0.36%) (2015: (0.02%))</b>				
	<b>Financial: (0.36%) (2015: (0.02%))</b>				
(8)	Fut. Ultrabond T-Bonds Cbt Sep16			(132,812)	(0.12)
(85)	Fut. US 10Yr Note Cbt Sep16			(271,829)	(0.24)
	<b>Total United States</b>			<b>(404,641)</b>	<b>(0.36)</b>
	<b>Total Futures Contracts - Unrealised Losses</b>			<b>(404,641)</b>	<b>(0.36)</b>
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (0.15%) (2015: (1.25%))</b>				
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>		
Northern Trust	USD 2,724	EUR 2,442	14/10/2016	(14)	-
Northern Trust	USD 3,233	EUR 2,900	14/10/2016	(20)	-
Northern Trust	USD 6,149	EUR 5,511	14/10/2016	(33)	-

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS TCW Unconstrained Plus Bond Fund

				Fair Value US\$	% of Net Assets
<b>Financial liabilities at fair value through profit or loss</b>					
<b>Financial Derivative Instruments: (0.51%) (2015: (1.27%)) (continued)</b>					
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (0.15%) (2015: (1.25%)) (continued)</b>				
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>		
Northern Trust	USD 3,029	EUR 2,739	14/10/2016	(42)	-
Northern Trust	USD 8,728	GBP 6,631	14/10/2016	(86)	-
Morgan Stanley	GBP 18,349	USD 24,505	14/10/2016	(115)	-
Northern Trust	USD 19,512	GBP 14,780	14/10/2016	(134)	-
Northern Trust	USD 14,913	EUR 13,452	14/10/2016	(173)	-
Northern Trust	USD 10,746	EUR 9,745	14/10/2016	(182)	-
Northern Trust	USD 22,892	EUR 20,584	14/10/2016	(193)	-
Northern Trust	GBP 84,585	USD 112,733	14/10/2016	(295)	-
Northern Trust	USD 21,412	EUR 19,370	14/10/2016	(311)	-
Northern Trust	GBP 68,410	USD 91,568	14/10/2016	(630)	-
Northern Trust	USD 100,008	EUR 89,926	14/10/2016	(844)	-
Bank of America	USD 568,731	JPY 60,000,000	20/09/2016	(17,684)	(0.01)
Chase Manhattan	USD 943,658	JPY 100,000,000	22/08/2016	(32,617)	(0.03)
Bank of America	USD 737,929	JPY 80,000,000	06/09/2016	(43,481)	(0.04)
Chase Manhattan	USD 1,094,970	JPY 120,000,000	22/08/2016	(76,558)	(0.07)
				<b>(173,412)</b>	<b>(0.15)</b>
				<b>(578,053)</b>	<b>(0.51)</b>
				<b>(578,053)</b>	<b>(0.51)</b>
				<b>104,890,415</b>	<b>92.38</b>
				<b>9,719,239</b>	<b>8.56</b>
				<b>(1,061,483)</b>	<b>(0.94)</b>
				<b>113,548,171</b>	<b>100.00</b>
					<b>% of Total Assets</b>
	<b>Analysis of Portfolio</b>				
	Transferable securities admitted to official stock exchange listing or dealt in on another regulated market			104,672,037	90.33
	Over the counter financial derivative instruments			796,431	0.69
	Cash and cash equivalents			9,719,239	8.39
	Other assets			686,621	0.59
	<b>Total Assets</b>			<b>115,874,328</b>	<b>100.00</b>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the year ended 31 July 2016**  
**MS TCW Unconstrained Plus Bond Fund**

<b>Total purchases in the year</b>	<b>US\$122,882,693</b>	
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost US\$</b>
United States Treasury Bill 0% 07/04/2016	5,925,000	5,921,573
United States Treasury Bill 0% 15/09/2016	5,863,000	5,859,481
Federal Home Loan Bank Discount Notes 06/11/2015	5,700,000	5,698,642
United States Treasury Bill 0% 09/06/2016	5,660,000	5,659,076
United States Treasury Bill 0% 12/05/2016	5,260,000	5,259,311
United States Treasury Note/Bond 0.625% 31/08/2017	5,260,000	5,250,548
Federal Home Loan Bank Discount Notes 13/10/2015	4,870,000	4,869,701
United States Treasury Bill 0% 01/09/2016	3,625,000	3,622,681
United States Treasury Bill 0% 06/10/2016	3,450,000	3,444,487
United States Treasury Bill 0% 20/10/2016	3,395,000	3,392,452
United States Treasury Bill 0% 25/08/2016	2,330,000	2,328,038
United States Treasury Bill 0% 18/08/2016	2,170,000	2,166,096
United States Treasury Bill 0% 25/11/2016	2,165,000	2,160,622
Federal National Mortgage Association 05/01/2016	2,100,000	2,098,403
Federal Home Loan Mortgage Discount Notes 08/01/2016	1,705,000	1,703,808
Japan Treasury Discount Bill 0% 20/09/2016	160,000,000	1,526,811
United States Treasury Bill 0% 07/01/2016	1,465,000	1,464,746
United States Treasury Bill 0% 28/01/2016	1,425,000	1,424,910
Federal National Mortgage Association FRN 05/10/2017	1,205,000	1,204,760
Federal Farm Credit Banks FRN 18/09/2017	1,195,000	1,194,881
<b>Total sales in the year</b>	<b>US\$120,098,106</b>	
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
United States Treasury Bill 0% 07/04/2016	5,925,000	5,922,451
United States Treasury Bill 0% 15/09/2016	5,705,000	5,702,120
Federal Home Loan Bank Discount Notes 06/11/2015	5,700,000	5,699,928
United States Treasury Bill 0% 09/06/2016	5,660,000	5,659,345
United States Treasury Bill 0% 12/05/2016	5,260,000	5,260,000
Federal Home Loan Bank Discount Note Due 04/09/2015	5,175,000	5,175,000
Federal Home Loan Bank Discount Notes 13/10/2015	4,870,000	4,870,000
United States Treasury Bill 0% 01/09/2016	3,625,000	3,623,687
United States Treasury Bill 0% 06/10/2016	3,450,000	3,445,254
United States Treasury Bill 0% 25/08/2016	2,330,000	2,328,742
United States Treasury Bill 0% 20/10/2016	2,300,000	2,298,497
United States Treasury Bill 0% 18/08/2016	2,170,000	2,169,083
United States Treasury Bill 0% 25/11/2016	2,165,000	2,162,775
Federal National Mortgage Association 05/01/2016	2,100,000	2,099,815
Federal Home Loan Mortgage Discount Notes 08/01/2016	1,705,000	1,705,000
United States Treasury Bill 0% 07/01/2016	1,465,000	1,465,000
United States Treasury Bill 0% 28/01/2016	1,425,000	1,425,000
United States Treasury Note/Bond 0.625% 31/08/2017	1,400,000	1,400,164
Federal National Mortgage Association FRN 05/10/2017	1,205,000	1,202,096
Federal Farm Credit Banks FRN 18/09/2017	1,195,000	1,192,395

The above totals represent all material purchases and all sales in the year.

**INVESTMENT MANAGER'S REPORT  
For the year ended 31 July 2016  
MS Broadmark Tactical Plus UCITS Fund**

From 1 August 2015 to 31 July 2016, Sub-Fund B1 USD Share Class returned 2.83% (net of fees and expenses).

From 1 August 2015 to 31 July 2016, Sub-Fund B2 EUR Share Class returned 1.92% (net of fees and expenses).

From 1 August 2015 to 31 July 2016, Sub-Fund B2 USD Share Class returned 2.63% (net of fees and expenses).

The second half of 2015 was dominated by the Federal Reserve and the long awaited December rate hike of 0.25% in the benchmark interest rate. Similarly, the first half of 2016 oscillated between dovish and hawkish comments from the Federal Reserve members. Global Central Banks were no different. We saw a strong rally following extreme easing in Europe and dovish language from our Federal Reserve. In May 2016 the surprisingly poor jobs report put an end to any fears of a June rate hike here in the US. The second quarter wrapped up with Great Britain voting to leave the EU and a subsequent spike in volatility. The S&P continued higher and reached multiple new all-time highs into the start of July.

Readings in the four pillars of our investment process are as follows:

1. Valuation: Valuation is on a path to reach the highs last attained in the late 1990s. However, on a relative basis, adjusted for interest rates, valuation is fairly cheap, as the 10 year note was 9% in the late 90s. Historically valuation has not been a very good short or intermediate timing tool. Nonetheless, from a long term perspective, valuation is flashing warning signals, particularly if we see an increase in interest rates.

2. Monetary factors and credit conditions: All of the credit and monetary inputs we monitor are positive. Credit spreads have continued to narrow since February, Global Central Banks and most recently the Bank of England have become more accommodative. The ECB and now the Bank of England have become quite aggressive and are buying corporate bonds to inject liquidity.

3. Sentiment: There is distain among the public for equities, which generally is bullish. Equity mutual fund flows have actually been negative, which has historically been a positive.

4. Momentum: Market internals are strong. The Advance-Decline ratios continue to make new highs and the percentage of stocks trading above their 10 and 30 week moving averages indicate broad participation.

Looking ahead, credit conditions and monetary variables remain positive and momentum continues to be strong, however a potentially tightening U.S. Central Bank coupled with stress in European Bank shares may present head winds for equities.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## MS Broadmark Tactical Plus UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets			
	<b>Government Bonds: 86.50% (2015: 83.02%)</b>					
	<b>United States: 86.50% (2015: 83.02%)</b>					
8,000,000	United States Treasury Bill 0% 11/08/2016	7,999,692	14.14			
13,000,000	United States Treasury Bill 0% 15/09/2016	12,996,672	22.97			
3,000,000	United States Treasury Bill 0% 13/10/2016	2,998,586	5.30			
2,000,000	United States Treasury Bill 0% 10/11/2016	1,998,640	3.53			
2,000,000	United States Treasury Bill 0% 08/12/2016	1,997,965	3.53			
10,000,000	United States Treasury Bill 0% 02/02/2017	9,981,210	17.64			
9,000,000	United States Treasury Bill 0% 02/03/2017	8,978,414	15.87			
2,000,000	United States Treasury Bill 0% 30/03/2017	1,994,647	3.52			
	<b>Total United States</b>	<b>48,945,826</b>	<b>86.50</b>			
	<b>Total Government Bonds</b>	<b>48,945,826</b>	<b>86.50</b>			
	<b>Financial Derivative Instruments: 1.10% (2015: 0.01%)</b>					
	<b>Covered Options Purchased: 0.09% (2015: 0.00%)</b>					
		<b>Strike Price</b>	<b>No. of Contracts</b>	<b>Maturity Date</b>		
	<b>United States: 0.09% (2015: 0.00%)</b>					
	Nasdaq 100 Stock Index Put	4680.0000	32	05/08/2016	30,880	0.05
	S&P 500 Index Put	2150.0000	65	05/08/2016	25,350	0.04
	<b>Total United States</b>				<b>56,230</b>	<b>0.09</b>
	<b>Total Options Purchased</b>				<b>56,230</b>	<b>0.09</b>
<b>Holdings</b>	<b>Futures Contracts - Unrealised Gains: 0.88% (2015: 0.01%)</b>					
	<b>United States: 0.88% (2015: 0.01%)</b>					
	<b>Financial: 0.88% (2015: 0.01%)</b>					
260	Emini S&P 500 CME Sep 16				121,225	0.21
447	Emini NASDAQ 100 CME Sep 16				377,715	0.67
	<b>Total United States</b>				<b>498,940</b>	<b>0.88</b>
	<b>Total Futures Contracts - Unrealised Gains</b>				<b>498,940</b>	<b>0.88</b>
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Gains: 0.13% (2015: 0.00%)</b>					
	<b>Currency Buys</b>	<b>Currency Sells</b>		<b>Maturity Date</b>		
Northern Trust	EUR 298,227	USD 331,455		14/10/2016	3,006	0.01
Northern Trust	EUR 3,709,609	USD 4,129,482		14/10/2016	30,861	0.05
Northern Trust	EUR 4,545,141	USD 5,059,583		14/10/2016	37,813	0.07
	<b>Total Forward Currency Contracts - Unrealised Gains</b>				<b>71,680</b>	<b>0.13</b>
	<b>Total Financial Derivative Instruments</b>				<b>626,850</b>	<b>1.10</b>
	<b>Total Financial assets at fair value through profit or loss</b>				<b>49,572,676</b>	<b>87.60</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Broadmark Tactical Plus UCITS Fund

				Fair Value US\$	% of Net Assets
<b>Financial liabilities at fair value through profit or loss</b>					
<b>Financial Derivative Instruments: (0.03%) (2015: (0.36%))</b>					
<b>Covered Options Written: (0.03%) (2015: 0.00%)</b>					
	Strike Price	No. of Contracts	Maturity Date		
<b>United States: (0.03%) (2015: (0.00%))</b>					
S&P 500 Index Put	2130.0000	(65)	05/08/2016	(10,400)	(0.02)
Nasdaq 100 Stock Index Put	4600.0000	(32)	05/08/2016	(8,240)	(0.01)
<b>Total United States</b>				<b>(18,640)</b>	<b>(0.03)</b>
<b>Total Options Written</b>				<b>(18,640)</b>	<b>(0.03)</b>
<b>Futures Contracts - Unrealised Losses: 0.00% (2015: (0.19%))</b>				-	-
<b>Forward Currency Contracts - Unrealised Losses: 0.00% (2015: (0.17%))</b>				-	-
<b>Total Financial Derivative Instruments</b>				<b>(18,640)</b>	<b>(0.03)</b>
<b>Total Financial liabilities at fair value through profit or loss</b>				<b>(18,640)</b>	<b>(0.03)</b>
<b>Total Value of Investments (Cost: US\$49,152,940)</b>				<b>49,554,036</b>	<b>87.57</b>
<b>Cash and Cash Equivalents</b>				<b>7,115,855</b>	<b>12.57</b>
<b>Other Net Liabilities</b>				<b>(81,842)</b>	<b>(0.14)</b>
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>				<b>56,588,049</b>	<b>100.00</b>
<b>Analysis of Portfolio</b>					<b>% of Total Assets</b>
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market				48,945,826	86.34
Financial derivative instruments dealt in on a regulated market				555,170	0.98
Over the counter financial derivative instruments				71,680	0.13
Cash and cash equivalents				7,115,855	12.55
<b>Total Assets</b>				<b>56,688,531</b>	<b>100.00</b>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the year ended 31 July 2016**  
**MS Broadmark Tactical Plus UCITS Fund**

<b>Total purchases in the year</b>	<b>US\$126,466,575</b>	
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost US\$</b>
United States Treasury Bill 0% 15/09/2016	13,000,000	12,968,610
United States Treasury Bill 0% 02/02/2017	10,000,000	9,979,987
United States Treasury Bill 0% 02/02/2017	10,000,000	9,967,337
United States Treasury Bill 0% 23/06/2016	9,000,000	8,983,284
United States Treasury Bill 0% 02/03/2017	9,000,000	8,972,375
United States Treasury Bill 0% 11/08/2016	8,000,000	7,984,936
United States Treasury Bill 0% 25/02/2016	7,000,000	6,998,183
United States Treasury Bill 0% 03/03/2016	6,000,000	5,997,225
Vaneck Vectors Gold Miners ETF	213,652	5,461,694
iShares MSCI Brazil ETF	189,698	4,694,912
United States Treasury Bill 0% 07/01/2016	3,000,000	2,999,781
United States Treasury Bill 0% 13/10/2016	3,000,000	2,995,647
United States Treasury Bill 0% 31/03/2016	3,000,000	2,995,476
Vaneck Vectors Gold Miners ETF	115,426	2,802,624
United States Treasury Bill 0% 14/04/2016	2,000,000	1,999,358
United States Treasury Bill 0% 28/04/2016	2,000,000	1,999,276
United States Treasury Bill 0% 11/02/2016	2,000,000	1,997,798
United States Treasury Bill 0% 14/07/2016	2,000,000	1,997,519
United States Treasury Bill 0% 10/11/2016	2,000,000	1,996,472
United States Treasury Bill 0% 08/12/2016	2,000,000	1,996,443
United States Treasury Bill 0% 30/03/2017	2,000,000	1,993,991
<b>Total sales in the year</b>	<b>US\$125,273,726</b>	
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
United States Treasury Bill 0% 10/12/2015	13,000,000	13,000,000
United States Treasury Bill 0% 12/11/2015	13,000,000	13,000,000
United States Treasury Bill 0% 03/03/2016	13,000,000	13,000,000
United States Treasury Bill 0% 19/05/2016	10,000,000	10,000,000
United States Treasury Bill 0% 07/01/2016	9,000,000	9,000,000
United States Treasury Bill 0% 23/06/2016	9,000,000	9,000,000
Vaneck Vectors Gold Miners ETF	329,078	8,510,472
United States Treasury Bill 0% 25/02/2016	7,000,000	7,000,000
United States Treasury Bill 0% 15/10/2015	5,000,000	5,000,000
iShares MSCI Brazil ETF	189,698	4,614,850
United States Treasury Bill 0% 17/09/2015	3,000,000	3,000,000
United States Treasury Bill 0% 31/03/2016	3,000,000	3,000,000
United States Treasury Bill 0% 20/08/2015	2,000,000	2,000,000
United States Treasury Bill 0% 11/02/2016	2,000,000	2,000,000
United States Treasury Bill 0% 11/02/2016	2,000,000	2,000,000
United States Treasury Bill 0% 14/04/2016	2,000,000	2,000,000
United States Treasury Bill 0% 28/04/2016	2,000,000	2,000,000

The above totals represent all material purchases and sales in the year.

**INVESTMENT MANAGER'S REPORT**

**For the year ended 31 July 2016**

**MS Scientific Beta Global Equity Factors UCITS ETF**

The Sub-Fund's investment objective is to seek medium to long term capital appreciation by providing shareholders with a return equivalent to the performance of the Scientific Beta Developed Multi Beta Multi-Strategy Equal Weight Index, denominated in USD before all fees and expenses charged to, or incurred by, the Sub-Fund.

The Scientific Beta Developed Multi Beta Multi-Strategy Equal Weight Index is an index designed to have allocation to a portfolio of equities and equity related securities through equally-weighted allocations to 4 sub-indices. Each sub-index will reflect one of the four following investment styles: Value, Momentum, Low Volatility and Size.

Since 30 May 2014 (its inception), the performance of the Sub-Fund is 9.66% compared to 10.60% for the Scientific Beta Developed Multi Beta Multi-Strategy Equal Weight Index.

From 1 August 2015 to 31 July 2016, the performance of the Sub-Fund is 2.94% compared to 3.34% for the Scientific Beta Developed Multi Beta Multi-Strategy Equal Weight Index.

The Sub-Fund and the Scientific Beta Developed Multi Beta Multi-Strategy Equal Weight Index have an annualised volatility of 11.70%.

In terms of tracking error (annualised standard deviation of the difference in performance between the return of the Sub-Fund and its benchmark) the Sub-Fund has achieved a low tracking error at 0.03% versus the Scientific Beta Developed Multi Beta Multi-Strategy Equal Weight Index since launch.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## MS Scientific Beta Global Equity Factors UCITS ETF

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 103.77% (2015: 100.92%)</b>		
	<b>Austria: 0.48% (2015: 0.33%)</b>		
	<b>Industrial: 0.48% (2015: 0.33%)</b>		
27,046	Andritz	1,379,135	0.48
	<b>Total Austria</b>	<b>1,379,135</b>	<b>0.48</b>
	<b>Belgium: 0.47% (2015: 8.48%)</b>		
	<b>Financial: 0.47% (2015: 8.48%)</b>		
39,673	Ageas	1,335,145	0.47
	<b>Total Belgium</b>	<b>1,335,145</b>	<b>0.47</b>
	<b>Denmark: 7.72% (2015: 10.04%)</b>		
	<b>Communications: 3.15% (2015: 0.00%)</b>		
1,707,833	TDC	8,991,770	3.15
	<b>Consumer, Cyclical: 2.27% (2015: 8.27%)</b>		
49,621	Pandora	6,460,514	2.27
	<b>Consumer, Non-cyclical: 0.81% (2015: 0.47%)</b>		
12,710	Genmab	2,304,499	0.81
	<b>Energy: 0.00% (2015: 1.30%)</b>		
	<b>Financial: 1.49% (2015: 0.00%)</b>		
156,578	Danske Bank	4,256,110	1.49
	<b>Total Denmark</b>	<b>22,012,893</b>	<b>7.72</b>
	<b>Finland: 0.51% (2015: 4.14%)</b>		
	<b>Communications: 0.51% (2015: 4.14%)</b>		
39,866	Elisa	1,446,180	0.51
	<b>Total Finland</b>	<b>1,446,180</b>	<b>0.51</b>
	<b>Germany: 11.01% (2015: 12.61%)</b>		
	<b>Basic Materials: 2.59% (2015: 1.27%)</b>		
184,207	Evonik Industries	5,742,987	2.01
72,521	ThyssenKrupp	1,662,480	0.58
	<b>Communications: 2.46% (2015: 0.00%)</b>		
123,220	ProSiebenSat.1 Media	5,634,264	1.98
31,014	United Internet	1,371,303	0.48
	<b>Consumer, Cyclical: 0.00% (2015: 2.92%)</b>		
	<b>Consumer, Non-cyclical: 2.28% (2015: 4.24%)</b>		
68,215	Fresenius	5,094,836	1.79
12,908	Henkel	1,401,577	0.49
	<b>Financial: 3.68% (2015: 0.00%)</b>		
102,468	Hannover Rueck	10,486,805	3.68
	<b>Utilities: 0.00% (2015: 4.18%)</b>		
	<b>Total Germany</b>	<b>31,394,252</b>	<b>11.01</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Scientific Beta Global Equity Factors UCITS ETF

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 103.77% (2015: 100.92%) (continued)</b>		
	<b>Netherlands: 3.22% (2015: 12.38%)</b>		
	<b>Communications: 1.96% (2015: 0.00%)</b>		
124,989	Altice	1,848,444	0.65
89,067	Wolters Kluwer	3,747,419	1.31
	<b>Consumer, Non-cyclical: 0.50% (2015: 4.15%)</b>		
32,886	Randstad	1,415,093	0.50
	<b>Energy: 0.76% (2015: 0.00%)</b>		
42,003	Koninklijke Vopak	2,160,144	0.76
	<b>Industrial: 0.00% (2015: 8.23%)</b>		
	<b>Total Netherlands</b>	<b>9,171,100</b>	<b>3.22</b>
	<b>Norway: 4.94% (2015: 1.18%)</b>		
	<b>Consumer, Non-cyclical: 4.94% (2015: 0.00%)</b>		
118,123	Marine Harvest	2,013,851	0.71
1,299,199	Orkla	12,077,465	4.23
	<b>Financial: 0.00% (2015: 1.18%)</b>		
	<b>Total Norway</b>	<b>14,091,316</b>	<b>4.94</b>
	<b>Sweden: 13.88% (2015: 10.65%)</b>		
	<b>Basic Materials: 1.46% (2015: 4.09%)</b>		
189,489	Boliden	4,179,088	1.46
	<b>Communications: 0.30% (2015: 0.00%)</b>		
15,858	Millicom International Cellular	849,264	0.30
	<b>Consumer, Cyclical: 2.04% (2015: 0.00%)</b>		
214,302	Electrolux	5,821,267	2.04
	<b>Consumer, Non-cyclical: 0.00% (2015: 4.43%)</b>		
	<b>Financial: 9.37% (2015: 0.55%)</b>		
24,431	Investor	844,008	0.30
917,056	Nordea Bank	8,194,333	2.87
1,465,939	Svenska Handelsbanken	17,694,204	6.20
	<b>Industrial: 0.71% (2015: 1.58%)</b>		
234,070	Husqvarna	2,014,723	0.71
	<b>Total Sweden</b>	<b>39,596,887</b>	<b>13.88</b>
	<b>Switzerland: 10.29% (2015: 11.05%)</b>		
	<b>Basic Materials: 4.31% (2015: 1.53%)</b>		
5,657	EMS-Chemie	3,105,219	1.09
48,556	Lonza	9,179,141	3.22
	<b>Consumer, Cyclical: 0.75% (2015: 0.67%)</b>		
41,837	Swatch Group	2,142,823	0.75
	<b>Consumer, Non-cyclical: 0.00% (2015: 1.81%)</b>		

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Scientific Beta Global Equity Factors UCITS ETF

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 103.77% (2015: 100.92%) (continued)</b>		
	<b>Switzerland: 10.29% (2015: 11.05%) (continued)</b>		
	<b>Financial: 0.69% (2015: 7.04%)</b>		
28,371	Pargesa	1,981,523	0.69
	<b>Industrial: 4.54% (2015: 0.00%)</b>		
50,939	Kuehne + Nagel International	7,168,197	2.51
18,117	Schindler	3,509,237	1.23
486	Sika	2,286,053	0.80
	<b>Total Switzerland</b>	<b>29,372,193</b>	<b>10.29</b>
	<b>United States: 51.25% (2015: 30.06%)</b>		
	<b>Communications: 6.50% (2015: 8.46%)</b>		
5,879	Alphabet	4,652,288	1.63
2,387	Amazon.com	1,811,279	0.63
97,688	Facebook	12,107,451	4.24
	<b>Consumer, Cyclical: 6.34% (2015: 0.00%)</b>		
217,213	L Brands	16,052,041	5.63
26,793	Target	2,018,317	0.71
	<b>Consumer, Non-cyclical: 25.56% (2015: 5.03%)</b>		
143,116	Constellation Brands	23,561,187	8.26
60,573	Edgewell Personal Care	5,125,082	1.80
202,218	Mondelez International	8,893,548	3.12
107,630	PepsiCo	11,723,060	4.11
364,788	Shire	23,591,667	8.27
	<b>Energy: 6.88% (2015: 0.00%)</b>		
257,631	Baker Hughes	12,322,491	4.32
288,057	FMC Technologies	7,310,887	2.56
	<b>Financial: 4.16% (2015: 4.16%)</b>		
815,627	Bank of America	11,818,435	4.14
486	Berkshire Hathaway	70,115	0.02
	<b>Industrial: 0.00% (2015: 8.29%)</b>		
	<b>Technology: 1.81% (2015: 4.12%)</b>		
128,477	Activision Blizzard	5,159,636	1.81
	<b>Total United States</b>	<b>146,217,484</b>	<b>51.25</b>
	<b>Total Equities</b>	<b>296,016,585</b>	<b>103.77</b>
	<b>Financial Derivative Instruments: 4.03% (2015: 0.76%)</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Gains: 4.03% (2015: 0.76%)</b>		
Morgan Stanley	Morgan Stanley Capital Services LLC Swap		
	MS Scientific Beta Global Equity Factors UCITS ETF Reference Portfolio Leg	11,508,590	4.03
	<b>Total Total Return Swaps - Unrealised Gains</b>	<b>11,508,590</b>	<b>4.03</b>
	<b>Total Financial Derivative Instruments</b>	<b>11,508,590</b>	<b>4.03</b>
	<b>Total Financial assets at fair value through profit or loss</b>	<b>307,525,175</b>	<b>107.80</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Scientific Beta Global Equity Factors UCITS ETF

	Fair Value US\$	% of Net Assets
<b>Financial liabilities at fair value through profit or loss</b>		
<b>Financial Derivative Instruments: (7.99%) (2015: (2.07%))</b>		
<b>Counterparty Total Return Swaps - Unrealised Losses: (7.99%) (2015: (2.07%))</b>		
Morgan Stanley Morgan Stanley Capital Services LLC Swap		
Morgan Stanley MS Scientific Beta Global Equity Factors UCITS ETF Financing Leg	(22,792,126)	(7.99)
<b>Total Total Return Swaps - Unrealised Losses</b>	<b>(22,792,126)</b>	<b>(7.99)</b>
<b>Total Financial Derivative Instruments</b>	<b>(22,792,126)</b>	<b>(7.99)</b>
<b>Total Financial liabilities at fair value through profit or loss</b>	<b>(22,792,126)</b>	<b>(7.99)</b>
<b>Total Value of Investments</b>	<b>284,733,049</b>	<b>99.81</b>
<b>(Cost: US\$250,085,959)</b>		
<b>Cash and Cash Equivalents</b>	<b>775,649</b>	<b>0.27</b>
<b>Other Net Liabilities</b>	<b>(238,456)</b>	<b>(0.08)</b>
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<b>285,270,242</b>	<b>100.00</b>
		<b>% of Total Assets</b>
<b>Analysis of Portfolio</b>		
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	296,016,585	96.02
Over the counter financial derivative instruments	11,508,590	3.73
Cash and cash equivalents	775,649	0.25
<b>Total Assets</b>	<b>308,300,824</b>	<b>100.00</b>

## UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS

For the year ended 31 July 2016

## MS Scientific Beta Global Equity Factors UCITS ETF

<b>Total purchases in the year</b>		<b>\$1,017,307,805</b>
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost US\$</b>
Delhaize	409,504	42,172,639
Deutsche Boerse	279,046	24,914,315
Partners	65,687	24,819,529
Unilever	516,162	23,904,689
Lonza	142,084	22,758,152
Constellation Brands	143,116	22,087,092
Shire	364,788	21,741,081
L Brands	301,925	21,702,578
Svenska Handelsbanken	1,709,681	19,351,921
Hannover Rueck	174,919	18,644,470
Electrolux	702,888	18,611,624
Adecco	293,842	18,407,892
United Internet	375,927	18,118,476
Swatch Group	267,973	16,896,694
Porsche Automobil Pref	306,294	15,888,589
ProSiebenSat.1 Media	323,141	15,168,489
Continental	67,803	14,209,669
Evonik Industries	471,791	14,098,305
Alphabet	19,079	14,028,344
Facebook	124,411	13,871,265
Pandora	108,543	13,749,288
Orkla	1,475,862	13,291,417
Husqvarna	1,785,211	12,506,948
Apple	121,730	12,285,814
Baker Hughes	257,631	11,497,929
PepsiCo	107,630	11,400,170
Charter Communications	50,766	11,253,807
Bank of America	815,627	11,043,590
Sika	2,804	11,022,550
Zoetis	224,209	10,853,958
Akzo Nobel	152,879	10,368,263
TDC	2,027,612	10,294,391
Altice	475,931	10,257,959
<b>Total sales in the year</b>		<b>\$3,314,575</b>
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
Delhaize	409,504	41,387,581
Partners	65,687	25,814,216
Unilever	516,162	23,071,296
Deutsche Boerse	279,046	22,299,153
KBC Groep	330,259	19,878,518
Pandora	151,183	18,937,520
Lonza	106,811	16,686,587
Porsche Automobil Pref	306,294	16,674,035
Swatch Group	236,454	15,391,482
United Internet	344,913	15,337,568
Alphabet	21,349	15,020,366
Adecco	293,842	14,945,133
Continental	67,803	14,579,284
Electrolux	488,586	12,853,012
Apple	121,730	12,749,253
E.ON	1,232,171	11,774,699
Husqvarna	1,551,141	11,447,373
Charter Communications	50,766	11,086,279
ISS	281,509	10,832,663
TransDigm	46,243	10,566,943

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**  
**For the year ended 31 July 2016**  
**MS Scientific Beta Global Equity Factors UCITS ETF**

<b>Major Sales (continued)</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
TNT Express	1,232,538	10,556,934
Zoetis	224,209	10,517,644
Akzo Nobel	152,879	10,210,407
Symrise	150,641	9,667,062
ProSiebenSat.1 Media	199,921	9,579,624
Vestas Wind Systems	145,458	9,534,177
Allianz	52,349	9,160,069
Sika	2,318	9,100,071
Merck	86,718	8,738,693

The above totals represent all material purchases and sales in the year.

**INVESTMENT MANAGER'S REPORT  
For the year ended 31 July 2016  
MS Lynx UCITS Fund**

The Sub-Fund's investment objective is to provide shareholders with returns based on (i) exposure to the Lynx Programme; (ii) investments in transferable securities and money market instruments issued by government issuers; and (iii) investments in cash deposits and cash equivalent securities.

The Sub-Fund invests in Fund Assets which provide exposure to the Lynx Programme. The Lynx Programme in turn provides exposure to a selection of futures contracts in markets for currencies, fixed-income, equity indices and commodities selected by Lynx Asset Management AB ("Lynx") in a diversified manner on a risk adjusted basis. The Lynx Programme systematically applies a series of proprietary algorithmic models to around 65 futures markets across the four market sectors of currencies, fixed-income, equity indices and commodities.

The Sub-Fund is invested in Certificates and in a Closed-End Fund, which are exposed to the Lynx Programme, which themselves have a targeted 3.7-time leverage reset on a monthly basis. The Sub-Fund is also invested in US Treasury Bills for the remaining cash.

From 1 August 2015 to 31 July 2016, the performance of the E EUR Share Class is 3.38% compared to 8.50% for the Certificates and Closed-End Fund.

From 1 August 2015 to 31 July 2016, the performance of the E USD Share Class is 3.97% compared to 8.50% for the Certificates and Closed-End Fund.

From 1 August 2015 to 31 July 2016, the performance of the B USD Share Class is 3.66% compared to 8.50% for the Certificates and Closed-End Fund.

From 1 August 2015 to 31 July 2016, the performance of the B EUR Share Class is 2.99% compared to 8.50% for the Certificates and Closed-End Fund.

From 1 August 2015 to 31 July 2016, the performance of the P CHF Share Class is 2.11% compared to 8.50% for the Certificates and Closed-End Fund.

From 29 April 2016 to 31 July 2016, the performance of the I EUR Share Class is 7.03% compared to 23.86% for the Certificates and Closed-End Fund.

From 1 August 2015 to 22 January 2016, the performance of the P USD Share Class is -4.68% compared to -16.35% for the Certificates and Closed-End Fund.

Since 6 June 2014 (its inception), the performance of the E EUR Share Class of the Sub-Fund is 29.63% compared to 103.79% for the Certificates and the Closed-End Fund.

Since 13 June 2014 (its inception), the performance of the E USD Share Class of the Sub-Fund is 29.31% compared to 100.12% for the Certificates and the Closed-End Fund.

Since 23 June 2014 (its inception) to 22 January 2016 (its liquidation), the performance of the P USD Share Class of the Sub-Fund is 17.62% compared to 52.88% for the Certificates and the Closed-End Fund.

Since 2 January 2015 (its inception), the performance of the B USD Share Class of the Sub-Fund is -0.61% compared to -15.03% for the Certificates and the Closed-End Fund.

Since 13 February 2015 (its inception), the performance of the B EUR Share Class of the Sub-Fund is -1.52% compared to -18.18% for the Certificates and the Closed-End Fund.

Since 13 April 2015 (its inception), the performance of the P CHF Share Class of the Sub-Fund is -10.48% compared to -39.12% for the Certificates and the Closed-End Fund.

Since 29 April 2016 (its inception), the performance of the I EUR Share Class of the Sub-Fund is 7.03% compared to 23.86% for the Certificates and the Closed-End Fund.

Since 23 June 2014 (its inception) to 22 January 2016 (its liquidation), the performance of the P USD Share Class of the Sub-Fund is 17.62% compared to 52.88% for the Certificates and the Closed-End Fund.

**INVESTMENT MANAGER'S REPORT (continued)**

**For the year ended 31 July 2016**

**MS Lynx UCITS Fund**

Since 10 June 2014 (since the Sub-Fund has been exposed to the underlying Lynx Programme), the average exposure of the Sub-Fund to the underlying strategy (combined position of the Certificates and the Closed-End Fund) has been of 27.10%. Over the same period, the performance of the E EUR Share Class of the Sub-Fund is 29.64% compared to 103.79% for the Certificates and the Closed-End Fund.

From inception of each Share Class to 31 July 2016 (except I USD Share Class), the Sub-Fund has an annualised volatility of 15.64% for the E EUR Share class, 15.66% for the E USD Share Class, 15.64% for the P USD Share Class, 16.07% for the B USD Share Class, 16.21% for the B EUR Share Class, 16.52% for the P CHF Share Class and 19.33% for the I EUR Share Class.

As of 31 July 2016, the counterparty risk is equal to 1.17% of the Sub-Fund's net assets and only comes from the PnL on the FX forward used to hedge the currency risk of the EUR and CHF Share Classes.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## MS Lynx UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Investment Funds: 9.33% (2015: 9.84%)</b>		
	<b>Cayman Islands: 9.33% (2015: 9.84%)</b>		
	<b>Common Stock: 9.33% (2015: 9.84%)</b>		
8,127,508	MS Lynx Fund	16,562,814	9.33
	<b>Total Cayman Islands</b>	<b>16,562,814</b>	<b>9.33</b>
	<b>Total Investment Funds</b>	<b>16,562,814</b>	<b>9.33</b>
	<b>Government Bonds: 65.16% (2015: 66.57%)</b>		
	<b>United States: 65.16% (2015: 66.57%)</b>		
5,000,000	United States Treasury Bill 0% 02/02/2017	4,990,604	2.81
1,000,000	United States Treasury Bill 0% 27/04/2017	996,893	0.56
14,000,000	United States Treasury Bill 0% 25/05/2017	13,951,217	7.86
29,000,000	United States Treasury Bill 0% 22/06/2017	28,885,798	16.27
25,000,000	United States Treasury Bill 0% 20/07/2017	24,880,963	14.01
8,000,000	United States Treasury Bill 0% 18/08/2016	7,999,332	4.51
7,000,000	United States Treasury Bill 0% 25/08/2016	6,999,206	3.94
5,000,000	United States Treasury Bill 0% 29/09/2016	4,998,107	2.82
15,000,000	United States Treasury Bill 0% 27/10/2016	14,991,023	8.44
7,000,000	United States Treasury Bill 0% 15/12/2016	6,992,990	3.94
	<b>Total United States</b>	<b>115,686,133</b>	<b>65.16</b>
	<b>Total Government Bonds</b>	<b>115,686,133</b>	<b>65.16</b>
	<b>Warrants: 18.66% (2015: 19.68%)</b>		
	<b>United Kingdom: 18.66% (2015: 19.68%)</b>		
	<b>Financial: 18.66% (2015: 19.68%)</b>		
8,127,277	Oder Capital 06/10/2024	16,562,344	9.33
8,127,277	Weser Capital 06/10/2024	16,562,344	9.33
	<b>Total United Kingdom</b>	<b>33,124,688</b>	<b>18.66</b>
	<b>Total Warrants</b>	<b>33,124,688</b>	<b>18.66</b>
	<b>Financial Derivative Instruments: 0.72% (2015: 0.07%)</b>		
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Gains: 0.72% (2015: 0.07%)</b>		
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>
Morgan Stanley	EUR 55,207,000	USD 61,200,272	18/08/2016
Morgan Stanley	EUR 45,879,000	USD 50,859,624	18/08/2016
Morgan Stanley	EUR 17,705,000	USD 19,627,055	18/08/2016
Morgan Stanley	CHF 2,100,000	USD 2,130,682	18/08/2016
Morgan Stanley	EUR 3,193,000	USD 3,538,483	18/08/2016
	<b>Total Forward Currency Contracts - Unrealised Gains</b>	<b>1,288,586</b>	<b>0.72</b>
	<b>Total Financial Derivative Instruments</b>	<b>1,288,586</b>	<b>0.72</b>
	<b>Total Financial assets at fair value through profit or loss</b>	<b>166,662,221</b>	<b>93.87</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Lynx UCITS Fund

					Fair Value US\$	% of Net Assets
<b>Financial liabilities at fair value through profit or loss</b>						
<b>Financial Derivative Instruments: (0.01%) (2015: (0.20%))</b>						
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (0.01%) (2015: (0.20%))</b>					
	<b>Currency Buys</b>		<b>Currency Sells</b>	<b>Maturity Date</b>		
Morgan Stanley	USD	59,512	CHF 58,500	18/08/2016	(1,060)	-
Morgan Stanley	USD	535,005	EUR 483,000	18/08/2016	(5,354)	-
Morgan Stanley	USD	1,395,664	EUR 1,260,000	18/08/2016	(13,968)	(0.01)
<b>Total Forward Currency Contracts - Unrealised Losses</b>					<b>(20,382)</b>	<b>(0.01)</b>
<b>Total Financial Derivative Instruments</b>					<b>(20,382)</b>	<b>(0.01)</b>
<b>Total Financial liabilities at fair value through profit or loss</b>					<b>(20,382)</b>	<b>(0.01)</b>
<b>Total Value of Investments (Cost: US\$156,006,637)</b>					<b>166,641,839</b>	<b>93.86</b>
<b>Cash and Cash Equivalents</b>					<b>5,533,594</b>	<b>3.12</b>
<b>Other Net Assets</b>					<b>5,366,248</b>	<b>3.02</b>
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>					<b>177,541,681</b>	<b>100.00</b>
						<b>% of Total Assets</b>
<b>Analysis of Portfolio</b>						
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market					165,373,635	93.02
Over the counter financial derivative instruments					1,288,586	0.72
Cash and cash equivalents					5,533,594	3.11
Other assets					5,591,252	3.15
<b>Total Assets</b>					<b>177,787,067</b>	<b>100.00</b>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the year ended 31 July 2016**  
**MS Lynx UCITS Fund**

<b>Total purchases in the year</b>	<b>US\$211,390,141</b>	
<b>All Purchases</b>	<b>Nominal Holdings</b>	<b>Cost US\$</b>
United States Treasury Bill 0% 22/06/2017	29,000,000	28,865,601
United States Treasury Bill 0% 20/07/2017	25,000,000	24,865,136
United States Treasury Bill 0% 21/07/2016	21,000,000	20,954,652
United States Treasury Bill 0% 27/10/2016	15,000,000	14,972,096
United States Treasury Bill 0% 25/05/2017	14,000,000	13,909,653
MS Lynx Fund	7,760,641	12,814,086
Weser Capital 06/10/2024	7,760,631	12,814,070
Oder Capital 06/10/2024	7,760,631	12,814,070
United States Treasury Bill 0% 28/04/2016	11,000,000	10,981,785
United States Treasury Bill 0% 26/05/2016	10,000,000	9,999,067
United States Treasury Bill 0% 23/06/2016	9,500,000	9,489,452
United States Treasury Bill 0% 18/08/2016	8,000,000	7,977,204
United States Treasury Bill 0% 15/12/2016	7,000,000	6,991,338
United States Treasury Bill 0% 25/08/2016	7,000,000	6,984,338
United States Treasury Bill 0% 25/02/2016	6,000,000	5,994,345
United States Treasury Bill 0% 29/09/2016	5,000,000	4,996,632
United States Treasury Bill 0% 02/02/2017	5,000,000	4,972,083
United States Treasury Bill 0% 27/04/2017	1,000,000	994,533
<b>Total sales in the year</b>	<b>US\$143,885,548</b>	
<b>All Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
United States Treasury Bill 0% 21/07/2016	21,000,000	21,000,000
United States Treasury Bill 0% 26/05/2016	15,000,000	15,000,000
United States Treasury Bill 0% 19/11/2015	14,000,000	13,999,990
United States Treasury Bill 0% 28/04/2016	11,000,000	11,000,000
United States Treasury Bill 0% 04/02/2016	10,000,000	10,000,000
United States Treasury Bill 0% 23/06/2016	9,500,000	9,500,000
United States Treasury Bill 0% 20/08/2015	8,000,000	8,000,000
Weser Capital 06/10/2024	4,589,398	7,795,186
Oder Capital 06/10/2024	4,589,398	7,795,186
MS Lynx Fund	4,589,398	7,795,186
United States Treasury Bill 0% 07/01/2016	7,500,000	7,500,000
United States Treasury Bill 0% 25/02/2016	6,000,000	6,000,000
United States Treasury Bill 0% 15/10/2015	6,000,000	6,000,000
United States Treasury Bill 0% 03/03/2016	4,500,000	4,500,000
United States Treasury Bill 0% 27/08/2015	4,000,000	4,000,000
United States Treasury Bill 0% 03/09/2015	4,000,000	4,000,000

The above totals represent all purchases and sales in the year.

**INVESTMENT MANAGER'S REPORT**  
**For the year ended 31 July 2016**  
**MS Nezu Cyclical Japan UCITS Fund**

For the year ending 31 July 2016, the strategy generated a -16.3% net return compared to the -18.6% Topix Index (total return basis) and -10.9% for the MSCI All Country Asia Index (in local currency with net dividends reinvested). This was achieved on an average net exposure of 16.8% and an annualised volatility of 8.5%.

By market, the bulk of the losses were generated in Japan, followed by Hong Kong and Taiwan. We show the return attribution by market below.

The biggest losers over the period were a number of positions in Japanese exporters, in effect giving up the gains from the prior year, largely on the back of the dramatic strengthening in the yen. The biggest performance detractors include Toyo Tire (5105 JP), Yamaha Moto (7272 JP) and Mazda (7261 JP). Other losers include Haseko (1808 JP), our biggest winner from the prior reporting

Our winners on the long side include a number of tech positions, chief among them Screen Holdings (7735 JP), SK Hynix (000660 KS) and Win Semiconductor (3105 TT). Our winners on the short side include a number of Japanese exporters, though the returns here were sadly not sufficient to offset the losses in the long book.

We provide below a snapshot of the Sub-Fund as of 31 July 2016.

Attribution by country for the year 1 August 2015 to 31 July 2016:

<b>Attribution by country</b>	<b>Gross Long Cumulative Attribution (%)</b>	<b>Gross Short Cumulative Attribution (%)</b>	<b>Gross Total Cumulative Attribution (%)</b>
Japan	-20.87	7.84	-13.03
Hong Kong	-2.53	1.05	-1.48
Taiwan	-0.73	-0.22	-0.95
South Korea	-0.03	-0.39	-0.42
Singapore	-0.14	0.00	-0.14
China	0.04	0.01	0.05
Germany	0.00	0.03	0.03
United States	0.04	-0.06	-0.02
Thailand	0.00	0.00	0.00
<b>TOTAL</b>	<b>-24.22</b>	<b>8.26</b>	<b>-15.96</b>

**Exposure at 31 July 2016:**

<b>Exposure by Country</b>	<b>Netted Long (%)</b>	<b>Netted Short (%)</b>	<b>Gross (%)</b>	<b>Net (%)</b>
Japan	44.55	-39.94	84.49	4.62
Taiwan	7.92	-7.46	15.38	0.45
South Korea	6.55	-3.88	10.43	2.67
Hong Kong	4.01	-2.70	6.71	1.31
China	0.57	0.00	0.57	0.57
United States	0.17	-0.04	0.21	0.13
<b>Total</b>	<b>63.77</b>	<b>-54.02</b>	<b>117.79</b>	<b>9.75</b>

**INVESTMENT MANAGER'S REPORT (continued)**

For the year ended 31 July 2016

MS Nezu Cyclical Japan UCITS Fund

<b>Exposure by Industry Distribution</b>	<b>Netted Long(%)</b>	<b>Netted Short(%)</b>
Capital Goods	16.59	-4.51
Index	0.00	-19.23
Semiconductors & Semiconductor Equipment	10.75	-6.79
Materials	10.30	-4.98
Technology Hardware & Equipment	6.08	-6.88
Automobiles & Components	3.78	-3.41
Retailing	4.60	-1.03
Consumer Durables & Apparel	1.58	-2.29
Software & Services	2.82	-0.66
Real Estate	3.11	-0.14
Energy	0.20	-1.57
Commercial & Professional Services	1.40	-0.11
Health Care Equipment & Services	0.00	-1.40
Media	1.33	0.00
Utilities	0.27	-0.25
Food & Staples Retailing	0.00	-0.51
Consumer Services	0.27	0.00
Insurance	0.26	0.00
Telecommunication Services	0.19	-0.05
Pharmaceuticals, Biotechnology & Life Sciences	0.12	0.00
Transportation	0.00	-0.11
Banks	0.00	-0.10
Food, Beverage & Tobacco	0.07	0.00
Diversified Financials	0.07	0.00

<b>Exposure by Liquidity Distribution</b>	<b>Netted Long(%)</b>	<b>Netted Short(%)</b>
Less Than 1 Day	63.77	-34.89
1 - 5 Days	0.00	0.00
6 - 10 Days	0.00	0.00
11 - 20 Days	0.00	0.00
Over 20 Days	0.00	0.00
Index Options & Futures	0.00	-19.12
Others	0.00	0.00

<b>Exposure by Market Cap Distribution</b>	<b>Netted Long(%)</b>	<b>Netted Short(%)</b>
Mega Cap (more than \$20bn)	12.88	-2.71
Large Cap (\$5bn to \$20bn)	14.23	-15.27
Mid Cap (\$1bn to \$5bn)	28.11	-16.31
Small Cap (\$250mn to \$1bn)	8.38	-0.59
Micro Cap (less than \$250mn)	0.17	-0.02
Index Options & Futures	0.00	-19.12

<b>Top Five Longs</b>	<b>Ticker</b>
SK HYNIX INC	000660 KS
KYUDENKO CORPORATION	1959 JP
TEIJIN LTD	3401 JP
TOSOH CORPORATION	4042 JP
SCREEN HOLDINGS CO LTD	7735 JP

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## MS Nezu JPY Cyclical UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value ¥	% of Net Assets
	<b>Equities: 64.12% (2015: 80.84%)</b>		
	<b>Hong Kong: 0.60% (2015: 0.71%)</b>		
	<b>Consumer, Cyclical: 0.30% (2015: 0.12%)</b>		
22,000	Galaxy Entertainment	7,584,320	0.07
88,800	Man Wah	6,715,891	0.06
105,200	Wynn Macau	17,711,712	0.17
	<b>Consumer, Non-cyclical: 0.05% (2015: 0.01%)</b>		
76,000	Sino Biopharmaceutical	5,260,386	0.05
	<b>Financial: 0.20% (2015: 0.02%)</b>		
19,500	Link Reits	15,086,463	0.14
4,000	Sun Hung Kai Properties	5,932,766	0.06
	<b>Industrial: 0.05% (2015: 0.49%)</b>		
132,000	China Resources Cement	4,973,903	0.05
	<b>Utilities: 0.00% (2015: 0.07%)</b>		
	<b>Total Hong Kong</b>	<b>63,265,441</b>	<b>0.60</b>
	<b>Japan: 44.87% (2015: 62.81%)</b>		
	<b>Basic Materials: 9.12% (2015: 4.85%)</b>		
20,500	Nippon Shokubai	133,865,000	1.28
12,400	Shin-Etsu Chemical	87,593,600	0.83
2,700	Sumitomo Forestry	3,928,500	0.04
166,700	Taiyo Nippon Sanso	166,199,900	1.59
728,000	Teijin	283,192,000	2.70
532,000	Tosoh	280,896,000	2.68
	<b>Communications: 3.60% (2015: 2.88%)</b>		
125,000	GMO internet	167,750,000	1.60
30,900	Hitachi Kokusai Electric	51,108,600	0.48
74,300	Istyle	68,876,100	0.66
64,300	Kadokawa Dwango	89,634,200	0.86
	<b>Consumer, Cyclical: 10.66% (2015: 21.11%)</b>		
44,900	Fuji Heavy Industries	180,273,500	1.72
24,600	Hoshizaki Electric	230,010,000	2.20
267,600	IDOM	140,222,400	1.34
78,600	Isuzu Motors	106,031,400	1.01
122,000	J Front Retailing	146,034,000	1.39
107,800	K's	205,359,000	1.96
38,100	Yamaha	109,118,400	1.04
	<b>Consumer, Non-cyclical: 1.92% (2015: 0.90%)</b>		
7,400	FreakOut	52,096,000	0.50
42,500	TechnoPro	148,750,000	1.42
	<b>Financial: 2.79% (2015: 5.76%)</b>		
442,600	Kenedix	184,564,200	1.76
36,700	Open House	108,228,300	1.03
	<b>Industrial: 16.28% (2015: 26.70%)</b>		
47,000	Alps Electric	109,980,000	1.05
29,500	Daikin Industries	265,854,000	2.54

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Nezu JPY Cyclical UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value ¥	% of Net Assets
	<b>Equities: 64.12% (2015: 80.84%) (continued)</b>		
	<b>Japan: 44.87% (2015: 62.81%) (continued)</b>		
	<b>Industrial: 16.28% (2015: 26.70%) (continued)</b>		
509,000	IHI	148,119,000	1.41
65,900	Komatsu	133,085,050	1.27
86,200	Kyudenko	310,320,000	2.97
80,900	MISUMI	153,871,800	1.47
21,900	Nidec	206,626,500	1.97
300	Nissha Printing	613,200	0.01
217,000	SCREEN	266,910,000	2.55
118,000	Taisei	109,150,000	1.04
	<b>Technology: 0.50% (2015: 0.61%)</b>		
19,800	DeNA	52,430,400	0.50
	<b>Total Japan</b>	<b>4,700,691,050</b>	<b>44.87</b>
	<b>People's Republic of China: 3.65% (2015: 3.97%)</b>		
	<b>Basic Materials: 0.08% (2015: 0.00%)</b>		
76,000	Angang Steel	3,848,815	0.04
100,000	Zijin Mining	3,768,108	0.04
	<b>Communications: 0.27% (2015: 0.40%)</b>		
900	Alibaba ADR	7,693,033	0.07
186,000	China Unicom Hong Kong	20,553,827	0.20
	<b>Consumer, Cyclical: 0.58% (2015: 0.22%)</b>		
216,000	Dongfeng Motor	27,621,034	0.26
107,300	Geely Automobile	7,312,134	0.07
246,500	Li Ning	13,372,642	0.13
38,000	Mint	12,744,757	0.12
	<b>Consumer, Non-cyclical: 0.00% (2015: 0.07%)</b>		
	<b>Energy: 0.42% (2015: 0.11%)</b>		
106,000	China Coal Energy	5,792,999	0.06
225,000	China Longyuan Power	18,700,239	0.18
200,000	China Oilfield Services	16,168,124	0.15
92,000	Xinyi Solar	3,651,056	0.03
	<b>Financial: 0.52% (2015: 0.25%)</b>		
82,000	China Galaxy Securities	7,352,087	0.07
31,000	China Life Insurance	7,323,492	0.07
54,000	China Overseas Land & Investment	18,399,592	0.18
43,500	Ping An Insurance Group of China	21,041,276	0.20
	<b>Industrial: 1.40% (2015: 0.38%)</b>		
58,000	AAC Technologies	56,110,070	0.54
205,000	Anhui Conch Cement	55,743,281	0.53
173,000	BBMG	6,565,060	0.06
99,000	China Railway Construction	12,302,472	0.12
27,000	Sunny Optical Technology	11,147,988	0.11
412,000	West China Cement	4,018,781	0.04
	<b>Technology: 0.29% (2015: 0.07%)</b>		
388,000	Lenovo	26,026,136	0.25
200	NetEase ADR	4,233,904	0.04

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Nezu JPY Cyclical UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value ¥	% of Net Assets
	<b>Equities: 64.12% (2015: 80.84%) (continued)</b>		
	<b>People's Republic of China: 3.65% (2015: 3.97%) (continued)</b>		
	<b>Utilities: 0.09% (2015: 2.47%)</b>		
58,000	China Resources Power	9,579,012	0.09
18,000	Huadian Fuxin Energy	432,932	-
	<b>Total People's Republic of China</b>	<b>381,502,851</b>	<b>3.65</b>
	<b>Republic of South Korea: 6.76% (2015: 2.51%)</b>		
	<b>Basic Materials: 0.13% (2015: 0.00%)</b>		
638	POSCO	13,369,623	0.13
	<b>Communications: 0.03% (2015: 0.00%)</b>		
331	Samsung SDI	3,230,805	0.03
	<b>Consumer, Cyclical: 0.03% (2015: 2.51%)</b>		
113	Mando	2,718,204	0.03
	<b>Industrial: 1.99% (2015: 0.00%)</b>		
27,232	Korea Aerospace Industries	203,069,570	1.94
989	Samsung Electro-Mechanics Class C	5,050,864	0.05
	<b>Technology: 4.58% (2015: 0.00%)</b>		
10	Samsung Electronics	1,423,865	0.01
150,373	SK Hynix	478,584,441	4.57
	<b>Total Republic of South Korea</b>	<b>707,447,372</b>	<b>6.76</b>
	<b>Singapore: 0.00% (2015: 0.36%)</b>	-	-
	<b>Taiwan: 8.24% (2015: 8.57%)</b>		
	<b>Basic Materials: 0.59% (2015: 0.00%)</b>		
5,000	On-Bright Electronics	4,049,891	0.04
105,000	Yeong Guan Energy Technology	57,437,028	0.55
	<b>Communications: 0.01% (2015: 0.14%)</b>		
3,000	Arcadyan Technology	561,953	0.01
	<b>Consumer, Cyclical: 0.27% (2015: 0.00%)</b>		
6,000	Bon Fame	2,999,679	0.03
6,720	Feng TAY Enterprise	3,141,482	0.03
7,000	Taiwan FU Hsing Industrial	1,054,432	0.01
29,000	Taiwan Paiho	9,226,284	0.09
8,000	Tung Thih Electronic	11,219,577	0.11
	<b>Consumer, Non-cyclical: 0.04% (2015: 0.44%)</b>		
8,000	Wowprime	3,687,917	0.04
	<b>Energy: 0.00% (2015: 0.09%)</b>	-	-
	<b>Financial: 0.00% (2015: 0.13%)</b>	-	-
	<b>Industrial: 2.04% (2015: 5.22%)</b>		
5,000	ASMedia Technology	2,840,605	0.03
384,000	AU Optronics	16,143,725	0.15

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Nezu JPY Cyclical UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value ¥	% of Net Assets
<b>Equities: 64.12% (2015: 80.84%) (continued)</b>			
<b>Taiwan: 8.24% (2015: 8.57%) (continued)</b>			
<b>Industrial: 2.04% (2015: 5.22%) (continued)</b>			
56,000	Basso Industry	18,125,331	0.17
36,000	Delta Electronics	19,634,260	0.19
83,000	FLEXium Interconnect	22,903,390	0.22
12,000	Largan Precision	133,232,478	1.27
5,000	Merry Electronics	1,477,114	0.01
<b>Technology: 5.29% (2015: 2.55%)</b>			
522,000	Chipbond Technology	73,800,859	0.70
1,196,000	Epistar	95,514,441	0.91
58,000	Everlight Electronics	9,772,330	0.09
64,032	GCS	18,105,811	0.17
94,000	Innolux	3,600,913	0.03
1,086,000	King Yuan Electronics	107,706,966	1.03
16,000	MediaTek	12,647,995	0.12
1,068,000	Primax Electronics	151,688,293	1.45
186,200	Sitronix Technology	64,074,953	0.61
2,200	Taiwan Semiconductor Manufacturing ADR	6,333,757	0.06
101,000	Visual Photonics Epitaxy	13,082,689	0.12
<b>Total Taiwan</b>		<b>864,064,153</b>	<b>8.24</b>
<b>United States: 0.00% (2015: 1.91%)</b>		-	-
<b>Total Equities</b>		<b>6,716,970,867</b>	<b>64.12</b>
<b>Financial Derivative Instruments: 1.54% (2015: 0.99%)</b>			
<b>Contracts for Difference - Unrealised Gains: 0.19% (2015: 0.44%)</b>			
<b>Hong Kong: 0.00% (2015: 0.00%)</b>			
<b>Consumer, Cyclical: 0.00% (2015: 0.00%)</b>			
(44,600)	Chow Tai Fook Jewellery	-	-
(12,500)	Yue Yuen Industrial	-	-
<b>Contract For Difference: 0.00% (2015: 0.00%)</b>			
(84,300)	iShares FTSE A50 China Tracker	-	-
<b>Diversified: 0.00% (2015: 0.00%)</b>			
(9,000)	Wharf	-	-
<b>Industrial: 0.00% (2015: 0.00%)</b>			
(89,000)	China High Speed Transmission Equipment	-	-
<b>Utilities: 0.00% (2015: 0.00%)</b>			
(40,000)	China Gas	-	-
<b>Total Hong Kong</b>		<b>-</b>	<b>-</b>
<b>Japan: 0.00% (2015: 0.00%)</b>			
<b>Basic Materials: 0.00% (2015: 0.00%)</b>			
(142,700)	JSR	-	-
(79,900)	Nippon Paint	-	-

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Nezu JPY Cyclical UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value ¥	% of Net Assets
	<b>Financial Derivative Instruments: 1.54% (2015: 0.99%) (continued)</b>		
	<b>Contracts for Difference - Unrealised Gains: 0.19% (2015: 0.44%) (continued)</b>		
	<b>Japan: 0.00% (2015: 0.00%) (continued)</b>		
	<b>Basic Materials: 0.00% (2015: 0.00%) (continued)</b>		
(25,500)	Nippon Steel & Sumitomo Metal	-	-
(114,000)	Sumitomo Chemical	-	-
	<b>Communications: 0.00% (2015: 0.00%)</b>		
(90,800)	Rakuten Inc	-	-
	<b>Consumer, Cyclical: 0.00% (2015: 0.00%)</b>		
14,000	Fuji Heavy Industries	-	-
(23,600)	NGK Spark Plug Co Ltd	-	-
(10,500)	Sugi Holdings	-	-
(36,700)	Toyota Motor	-	-
	<b>Consumer, Non-cyclical: 0.00% (2015: 0.00%)</b>		
(51,900)	Nihon Kohden	-	-
	<b>Industrial: 0.00% (2015: 0.00%)</b>		
(83,300)	Brother Industries	-	-
(5,200)	Disco	-	-
(13,200)	FUJIFILM	-	-
(143,000)	Kandenko	-	-
(93,000)	Kawasaki Heavy Industries	-	-
(164,300)	Konica Minolta	-	-
(36,400)	Kubota	-	-
(76,200)	Omron	-	-
(64,400)	THK	-	-
(18,400)	TOTO	-	-
	<b>Technology: 0.00% (2015: 0.00%)</b>		
(131,100)	Advantest	-	-
(17,600)	Konami	-	-
(10,100)	Tokyo Electron	-	-
(35,400)	Ulvac	-	-
	<b>Total Japan</b>	<b>-</b>	<b>-</b>
	<b>People's Republic of China: 0.00% (2015: 0.04%)</b>		
	<b>Communications: 0.00% (2015: 0.00%)</b>		
(4,000)	China Mobile	-	-
	<b>Consumer, Cyclical: 0.00% (2015: 0.00%)</b>		
(40,000)	ANTA Sports Products	-	-
(178,000)	Brilliance China Automotive	-	-
12,200	Midea	222,280	-
(19,000)	Shenzhou International	-	-
(43,000)	Weichai Power	-	-
	<b>Consumer, Non-cyclical: 0.00% (2015: 0.00%)</b>		
13,800	Wuliangye Yibin	256,047	-
	<b>Energy: 0.00% (2015: 0.04%)</b>		
(78,000)	China Petroleum & Chemical	-	-
(115,200)	China Shenhua Energy	-	-

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Nezu JPY Cyclical UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value ¥	% of Net Assets
	<b>Financial Derivative Instruments: 1.54% (2015: 0.99%) (continued)</b>		
	<b>Contracts for Difference - Unrealised Gains: 0.19% (2015: 0.44%) (continued)</b>		
	<b>People's Republic of China: 0.00% (2015: 0.04%) (continued)</b>		
	<b>Energy: 0.00% (2015: 0.04%) (continued)</b>		
(93,000)	CNOOC	-	-
(128,000)	Yanzhou Coal Mining	-	-
	<b>Financial: 0.00% (2015: 0.00%)</b>		
(161,000)	China Construction Bank	-	-
(216,000)	Country Garden	-	-
	<b>Industrial: 0.00% (2015: 0.00%)</b>		
(110,000)	China Everbright International	-	-
(143,700)	China Railway	-	-
	<b>Utilities: 0.00% (2015: 0.00%)</b>		
(26,000)	ENN Energy	-	-
(240,000)	Huaneng Renewables	-	-
	<b>Total People's Republic of China</b>	<b>478,327</b>	<b>-</b>
	<b>Republic of South Korea: 0.03% (2015: 0.00%)</b>		
	<b>Energy: 0.01% (2015: 0.00%)</b>		
(17,141)	S-Oil	1,159,240	0.01
	<b>Industrial: 0.02% (2015: 0.00%)</b>		
(24,708)	LG Electronics	1,170,771	0.02
	<b>Total Republic of South Korea</b>	<b>2,330,011</b>	<b>0.03</b>
	<b>Taiwan: 0.16% (2015: 0.39%)</b>		
	<b>Communications: 0.01% (2015: 0.00%)</b>		
(13,000)	HTC	535,375	0.01
	<b>Consumer, Cyclical: 0.03% (2015: 0.00%)</b>		
(293,000)	Cheng Shin Rubber Industry	1,670,684	0.02
(13,840)	Feng TAY Enterprise	44,593	-
(76,000)	Eclat Textile	970,135	0.01
	<b>Contract For Difference - Dual Ccy: 0.04% (2015: 0.01%)</b>		
(34)	Electronics Sec	4,209,651	0.04
	<b>Energy: 0.02% (2015: 0.00%)</b>		
(2,000)	Gigasolar Materials	353,480	-
(238,000)	Motech Industries	931,722	0.01
(325,066)	Neo Solar Power	1,041,492	0.01
	<b>Industrial: 0.00% (2015: 0.11%)</b>		
(45,000)	Catcher Technology	125,135	-
(50,000)	Shin Zu Shing - Morgan Stanley	203,797	-
	<b>Technology: 0.06% (2015: 0.27%)</b>		
(128,000)	Asustek Computer	664,086	0.01
(29,000)	Green Energy Technology	40,720	-

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Nezu JPY Cyclical UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value ¥	% of Net Assets
	<b>Financial Derivative Instruments: 1.54% (2015: 0.99%) (continued)</b>		
	<b>Contracts for Difference - Unrealised Gains: 0.19% (2015: 0.44%) (continued)</b>		
	<b>Taiwan: 0.16% (2015: 0.39%) (continued)</b>		
	<b>Technology: 0.06% (2015: 0.27%) (continued)</b>		
(66,000)	Novatek Microelectronics	283,929	-
(110,000)	Quanta Computer	276,272	-
(5,031,000)	United Microelectronics	5,300,734	0.05
(23,700)	United Microelectronics ADR	66,874	-
(77,000)	Vanguard International Semiconductor	88,432	-
(175,000)	Wistron	122,331	-
	<b>Total Taiwan</b>	<b>16,929,442</b>	<b>0.16</b>
	<b>Thailand: 0.00% (2015: 0.01%)</b>	-	-
	<b>United States: 0.00% (2015: 0.00%)</b>		
	<b>Consumer, Cyclical: 0.00% (2015: 0.00%)</b>		
(130,000)	Nexteer Automotive	-	-
	<b>Consumer, Non-cyclical: 0.00% (2015: 0.00%)</b>		
(28,200)	Samsonite International	-	-
	<b>Total United States</b>	<b>-</b>	<b>-</b>
	<b>Total Contracts for Difference - Unrealised Gains</b>	<b>19,737,780</b>	<b>0.19</b>
	<b>Futures Contracts - Unrealised Gains: 0.01% (2015: 0.05%)</b>		
	<b>Hong Kong: 0.01% (2015: 0.05%)</b>		
	<b>Financial: 0.01% (2015: 0.05%)</b>		
(24)	HKE Mini HSH Aug 16	456,535	0.01
(5)	HKE Mini HSI Aug 16	236,091	-
	<b>Total Hong Kong</b>	<b>692,626</b>	<b>0.01</b>
	<b>Total Futures Contracts - Unrealised Gains</b>	<b>692,626</b>	<b>0.01</b>
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Gains: 1.34% (2015: 0.50%)</b>		
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>
Morgan Stanley	EUR 38,160,000	JPY 4,274,192,844	03/08/2016
Morgan Stanley	USD 9,560,000	JPY 967,374,679	03/08/2016
Morgan Stanley	GBP 990,000	JPY 129,907,077	03/08/2016
Morgan Stanley	JPY 111,382,296	KRW 1,200,000,000	19/08/2016
	<b>Total Forward Currency Contracts - Unrealised Gains</b>	<b>140,301,034</b>	<b>1.34</b>
	<b>Total Financial Derivative Instruments</b>	<b>160,731,440</b>	<b>1.54</b>
	<b>Total Financial assets at fair value through profit or loss</b>	<b>6,877,702,307</b>	<b>65.66</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Nezu JPY Cyclical UCITS Fund

Holdings	Financial liabilities at fair value through profit or loss	Fair Value ¥	% of Net Assets
	<b>Financial Derivative Instruments: (0.00%) (2015: (0.34%))</b>		
	<b>Contracts for Difference - Unrealised Losses: (0.04%) (2015: (0.03%))</b>		
	<b>People's Republic of China: (0.01%) (2015: (0.01%))</b>		
	<b>Consumer, Cyclical: (0.01%) (2015: (0.00%))</b>		
(170,000)	China Southern Airlines	(809,069)	(0.01)
(84,000)	Guangzhou Automobile	(65,934)	-
	<b>Consumer, Non-cyclical: (0.00%) (2015: (0.00%))</b>		
12,700	Hualan Biological Engineering	(225,661)	-
	<b>Industrial: (0.00%) (2015: (0.01%))</b>		
83,800	Shenzhen O-film Tech Class A	(398,884)	-
	<b>Total People's Republic of China</b>	<b>(1,499,548)</b>	<b>(0.01)</b>
	<b>Republic of South Korea: (0.02%) (2015: (0.00%))</b>		
	<b>Contract For Difference - Dual Ccy: (0.02%) (2015: (0.00%))</b>		
(15)	KOSPI 200	(2,369,345)	(0.02)
	<b>Total Republic of South Korea</b>	<b>(2,369,345)</b>	<b>(0.02)</b>
	<b>Taiwan: (0.01%) (2015: (0.02%))</b>		
	<b>Industrial: (0.00%) (2015: (0.02%))</b>		
	<b>Technology: (0.01%) (2015: (0.00%))</b>		
(9,000)	Realtek Semiconductor	(686,500)	(0.01)
	<b>Total Taiwan</b>	<b>(686,500)</b>	<b>(0.01)</b>
	<b>Total Contracts for Difference - Unrealised Losses</b>	<b>(4,555,393)</b>	<b>(0.04)</b>
	<b>Future Contracts - Unrealised Losses: (0.32%) (2015: (0.15%))</b>		
	<b>Japan: (0.32%) (2015: (0.15%))</b>		
	<b>Financial: -0.32% (2015: -0.15%)</b>		
(83)	Ose Topix Sep 16	(19,516,724)	(0.19)
(34)	Nikkei 225 Sep 16	(13,533,000)	(0.13)
	<b>Total Japan</b>	<b>(33,049,724)</b>	<b>(0.32)</b>
	<b>Total Futures Contracts - Unrealised Losses</b>	<b>(33,049,724)</b>	<b>(0.32)</b>
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (0.76%) (2015: (0.15%))</b>		
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>
Morgan Stanley	USD 690,000	JPY 71,944,554	10/08/2016 (455,695) -
Morgan Stanley	GBP 500,000	JPY 69,425,945	17/08/2016 (1,169,773) (0.01)
Morgan Stanley	EUR 4,930,000	JPY 569,356,333	10/08/2016 (2,792,639) (0.03)
Morgan Stanley	USD 6,240,000	JPY 661,357,694	17/08/2016 (15,007,797) (0.14)
Morgan Stanley	EUR 30,850,000	JPY 3,606,191,006	17/08/2016 (60,693,123) (0.58)
	<b>Total Forward Currency Contracts - Unrealised Losses</b>		<b>(80,119,027) (0.76)</b>
	<b>Total Financial Derivative Instruments</b>		<b>(117,724,144) (1.12)</b>
	<b>Total Financial liabilities at fair value through profit or loss</b>		<b>(117,724,144) (1.12)</b>

**SCHEDULE OF INVESTMENTS (continued)**

As at 31 July 2016

MS Nezu JPY Cyclical UCITS Fund

	Fair Value ¥	% of Net Assets
<b>Total Value of Investments</b> (Cost: ¥6,444,384,477)	6,759,978,163	64.54
<b>Cash and Cash Equivalents</b>	4,131,112,551	39.44
<b>Other Net Liabilities</b>	(416,478,860)	(3.98)
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<u>10,474,611,854</u>	<u>100.00</u>
		<b>% of Total Assets</b>
<b>Analysis of Portfolio</b>		
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	6,716,970,867	58.57
Financial derivative instruments dealt in on a regulated market	20,430,406	0.18
Over the counter financial derivative instruments	140,301,034	1.22
Cash and cash equivalents	4,131,112,551	36.02
Other assets	460,078,928	4.01
<b>Total Assets</b>	<u>11,468,893,786</u>	<u>100.00</u>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the year ended 31 July 2016**  
**MS Nezu Cyclical Japan UCITS Fund**

<b>Total purchases in the year</b>	<b>¥131,929,345,422</b>	
	<b>Nominal</b>	<b>Cost</b>
<b>Major Purchases</b>	<b>Holdings</b>	<b>¥</b>
Toyo Tire & Rubber	1,590,600	3,753,681,659
Casio Computer	1,512,400	3,553,671,753
Alps Electric	1,189,900	3,100,093,121
Sumitomo Realty & Development	702,000	2,710,251,655
Sony	784,700	2,392,314,505
Fuji Heavy Industries	554,100	2,360,050,500
SCREEN	2,647,000	2,302,722,046
Murata Manufacturing	149,500	2,300,281,600
Keyence	35,500	2,189,132,751
Mazda Motor	910,400	1,908,627,253
Catcher Technology	1,762,000	1,869,104,552
Japan Airlines	401,900	1,760,453,312
JFE	977,500	1,705,141,716
Win Semiconductors	8,683,000	1,607,650,837
Yamaha Motor	656,900	1,607,472,940
Toray Industries	1,540,000	1,584,427,939
Haseko	1,196,100	1,563,944,519
Nidec	181,700	1,504,225,576
ANA	4,350,000	1,420,159,577
Fujitsu	2,168,000	1,331,033,746
Hoshizaki Electric	150,700	1,323,980,458
Nikon	780,300	1,317,030,507
<b>Total sales in the year</b>	<b>¥136,529,314,483</b>	
	<b>Nominal</b>	<b>Proceeds</b>
<b>Major Sales</b>	<b>Holdings</b>	<b>¥</b>
Casio Computer	1,719,700	3,797,147,490
Toyo Tire & Rubber	1,769,500	3,585,566,429
Alps Electric	1,305,700	3,390,977,278
Mazda Motor	1,422,300	3,024,607,747
Haseko	2,013,900	2,662,661,844
Murata Manufacturing	174,000	2,599,669,662
Sumitomo Realty & Development	702,000	2,426,059,263
Sony	794,200	2,412,543,324
Catcher Technology	2,159,000	2,328,426,240
Fuji Heavy Industries	551,300	2,243,144,057
SCREEN	2,430,000	2,164,412,091
Japan Airlines	499,500	2,146,465,611
Keyence	35,500	2,096,489,019
Taiwan Semiconductor Manufacturing	3,290,000	1,645,442,787
Win Semiconductors	8,683,000	1,639,644,211
JFE	977,500	1,594,558,436
Yamaha Motor	672,200	1,594,403,629
Nidec	183,200	1,590,063,684
Toray Industries	1,540,000	1,461,795,457
ANA	4,350,000	1,391,874,740
Nikon	807,800	1,369,668,436

The above totals represent all material purchases and sales in the year.

**INVESTMENT MANAGER'S REPORT**  
**For the year ended 31 July 2016**  
**MS Kairos Enhanced Selection UCITS Fund**

From 1 August 2015 to 31 July 2016 the MS Kairos Enhanced Selection UCITS Fund (Class B Eur) has returned -7.95%, net of all fees and expenses.

**August 2015**

After the violent rebound in the second half of July, triggered by the new agreement on the aid plan for Greece, the European equity markets recorded highly negative performances in the month of August – the worst month since August 2011. After a first week of the month characterised by contained volatility and seasonally low trading volumes, the Chinese central bank unexpectedly announced the widening of the daily trading band for the renminbi, causing its devaluation of more than 3% in two days. This move caused fears of an additional slowdown of the Chinese economy and of its role as engine of the global economy. Macro worries were then exacerbated by renewed levels of extreme volatility for Chinese stock markets. The general climate of uncertainty surrounding China then spread to all emerging markets, whose currencies also depreciated brutally, starting to factor in a further deterioration of exports to China. The anxiety in relation to the September lift-off of interest rates in the US (the first in 7 years), further caused global weakness in the stocks and bonds of companies active in oil and commodities. This together with the fast repositioning of sizeable asset allocators have all contributed to generate a second half of the month particularly painful for the vast majority of market participants.

MS Kairos Enhanced Selection UCITS Fund recorded a net return of -2.89% in August.

**September 2015**

After the violent correction in August, the European equity markets posted another very negative month driven by fears on slowing global economic growth, uncertainties on the FED's moves and a number of specific "sector shocks" – one of which was Volkswagen, accused of manipulating lab tests on emissions produced by diesel-engine vehicles sold in the US. Worries about the hard landing of the Chinese economy coupled with weak macro data in Europe (IFO, business confidence) have continued to drag markets lower. The unexpected decision by the FED not to raise interest rates has been considered a confirmation of the phase of generalised lack of visibility. The FED governor has explicitly mentioned the softness in global growth and the volatile financial markets as reasons for the delay in widely commented lift-off of the zero interest rate policy. The further weakness in emerging markets and commodities has continued to affect the cost of capital for stocks considered, rightly or wrongly, to be exposed to either (with Glencore down -35% in the month). In this context the Volkswagen emissions test scandal broke out: the market cap fell by 40% dragging down the entire auto sector.

MS Kairos Enhanced Selection UCITS Fund recorded a net return of -9.09% in September.

**October 2015**

After two months of very poor numbers, European equity markets posted a positive month, helped by an improvement of the macro conditions in China and by expectation of further monetary easing from the ECB. Within the backdrop of continued downward pressure on inflation, on the 22 October the ECB has discussed and announced the possible re-examination of its stimulus plan, including a further cut in the official deposit rate and the step-up in size and extension of the sovereign bond buying program. Towards the end of the month hawkish comments by the FED pushed up the chances for lift-off in December. The ECB/FED divergence was sanctioned by the further weakening of the EURO, which fell by -1.5% against the USD. At the micro level, the still in progress Q3 reporting season, is mixed at best with a somewhat worrying trend of profit warnings and results below-expectations across a wide range of sectors and geographies. For 2016 the general EPS expectations were still in the positive camp due to benefit from the prolonged weakness in the price of commodities and the ongoing monetary stimulus.

MS Kairos Enhanced Selection UCITS Fund recorded a net return of +5.82% in October.

**November 2015**

Over the month of November, European equity markets were positive, supported mainly by expectations of further monetary easing from the ECB. The euro weakened by -4.2% over the month, closing at 1.056 vs the US dollar, itself helped by improving macro data (mostly employment) leading to higher expectations of a lift-off decision by the FED in December. Cyclical sectors and exporters, such as Autos, Tech and Industrials, broadly outperformed. Basic resources and names exposed to Emerging Markets instead continued to be penalised. Sadly the month also featured the deadly terror attacks in Paris, with negative consequences for the Travel & leisure names. At a micro level, the Q3 earnings season showed results that were generally lower versus consensus expectations and downwards revisions in estimates. Emerging market exposure remained a reason for weak share price performance whilst names exposed to improving domestic economies kept their favourable narrative.

MS Kairos Enhanced Selection UCITS Fund recorded a net return of +2.54% in November.

**INVESTMENT MANAGER'S REPORT (continued)**

**For the year ended 31 July 2016**

**MS Kairos Enhanced Selection UCITS Fund**

**December 2015**

European equity markets ended 2015 with a negative month, on the back of a disappointing announcement of new monetary measures from the ECB. The December governing council meeting in fact ratified a new 10bps cut in the deposit rate and a lengthening of the asset purchase plan, but did not decide on a material upsizing of the plan as many market participants were expecting. Given the inflated expectations and the extreme positioning, the Euro strengthened against the US Dollar ending the year at 1.0866. On the other side of the ocean, the upbeat employment data gave the FED greenlight for the first rate increase since 2006 – in the context of renewed fears about a deceleration of industrial production. Emerging Markets currencies, energy and commodities have continued to be under heavy pressure, with new lows for the Brent at \$ 37.28. At a micro level the slowdown of the EM and additional weakness in the energy and commodities sectors have triggered widespread downward revisions of European corporate earnings projections. Consensus estimates for 2016 were anticipating a very modest YOY earnings increase, mainly driven by a mild improvement in domestic economies and by the monetary stimulus. From a global point of view, valuations of European companies remained relatively attractive.

MS Kairos Enhanced Selection UCITS Fund recorded a net return of -4.62% in December.

**January 2016**

2016 started with the worst monthly negative performance for most equity markets since 2008, driven by renewed fears on the health of the Chinese economy, uncertainty on the consequences from the FED's first interest rate raise since eight years and signs of further global growth deceleration. Weaker than expected data on Chinese manufacturing has caused violent falls in local equity markets in the first part of the month, amplified by technical glitches in recently devised circuit breakers. Commodity prices have continued to correct, with the oil price below \$30/barrel in the middle of the month. In Europe, weak macro data (industrial production, retail sales and exports) from many geographies have reinforced fears of slower GDP growth. The reporting season for Q4 2015 turned out to be of little support for earning projections. In this context the ECB delivered a dovish message, signalling the intention to consider an extension of its monetary stimulus package at the next council meeting in March. The euro ended the month largely unchanged versus the dollar, itself burdened by renewed worries of a slower US growth.

MS Kairos Enhanced Selection UCITS Fund recorded a net return of -6.89% in January.

**February 2016**

European equity markets delivered negative performances in February. The pervasive narrative of a global growth deceleration continued into February with worse than expected macro data points, particularly on industrial production. In this context of low growth and subdued inflation, the ECB announced the intention to review its monetary policy tools at the forthcoming meeting in March. As a consequence we have seen a gradual formation of widespread expectations for a further cut in the deposit rate and an increase in the size and maturity of the monthly purchases of sovereign debt instruments. These expectations have damaged the financial sector due to growing fears of further compression of already thin net interest margins. The commodity sector posted another negative month but showed some signs of stabilisation in the second part of the month, driven by significant short covering in basic resources and oil-related names.

MS Kairos Enhanced Selection UCITS Fund recorded a net return of -2.02% in February.

**March 2016**

Over March European equity markets delivered positive performances, mainly driven by better than expected macro data and dovish signals from central banks. The ECB governing council meeting brought new easing measures. These included an additional cut in the deposit rate (down to -0.40%), the expansion of the purchase program with the eligibility of corporate bonds and the new series of long term refinancing operations aimed at stimulating credit creation. It is certainly too early to assess the concrete impact of such measures but financials have continued to underperform over the month whilst cyclicals and materials led the move up in the indices. At the macro level, industrial production and retail sales data points were marginally better than expected, with mixed sentiment indicators. At a micro level, earnings releases were on average lower than consensus and outlooks were on the weak side, which could actually be a source of positive surprise. M&A was limited to specific industries (exchanges) while a few widely anticipated deals fell apart.

MS Kairos Enhanced Selection UCITS Fund recorded a net return of +2.59% in March.

**April 2016**

In April the European equity markets delivered positive performances, driven by sharp rallies in the basic materials, energy and financial sectors; tech, media and travel sectors instead posted negative performances. The improving Chinese macro data, on the back of the credit stimulus implemented in Q1, translated into a prolonging of the rotation into sectors and themes with exposure to emerging markets and commodities. The price of both iron ore and oil posted 20%+ rallies over the month. The rotation was also reinforced by the continued weakness of the US dollar. At the micro level, the reporting season was mixed and resulted in further downward earnings forecasts for the full year. French telco names were among the worst performers, following the end of the consolidation attempt between Orange and Bouygues Telecom. Consumer discretionary names were also quite weak.

MS Kairos Enhanced Selection UCITS Fund recorded a net return of +2.16% in April.

**INVESTMENT MANAGER'S REPORT (continued)**

**For the year ended 31 July 2016**

**MS Kairos Enhanced Selection UCITS Fund**

**May 2016**

In May European equity markets returned positive performances driven by travel & leisure, healthcare and tech sectors. Basic resources, chemicals and oil & gas sectors instead delivered losses. The month saw a marginal improvement in macro data from the US, together with hawkish nuances from the Fed. Expectations of higher Fed funds rate have ratcheted up, factoring an increase in July and hence driving a higher USD versus EURO and a steepening of the US curve. The approaching referendum on Brexit caused significant volatility in the FX world and on equity names exposed to the GBP. At a micro level, we have witnessed modestly positive signals with a few positive upwards earnings revision and new M&A activity, among which we include Bayer's bid for Monsanto in the agrichemicals.

MS Kairos Enhanced Selection UCITS Fund recorded a net return of +5.45% in May.

**June 2016**

In June European equity markets delivered particularly negative performances, with an acceleration on the downside in the last part of the month triggered by the unexpected outcome of the UK referendum. Over the month the news flow was dominated by expectations surrounding the outcome of the UK's referendum on its exit from the EU, with markets both highly volatile and highly correlated to polls and bookmakers' odds. After a phase of heightened tensions between campaigners on both sides, culminating in the death of a Labour MP, on the day of the voting markets were pricing an almost 80% probability of the UK staying in the EU. The following day's extreme reaction was then recovered by approximately 40% over the last sessions of the month, mainly due to expectations and the signalling of further monetary easing from western central banks. The levels of the indexes as of the end of the month mask a significant rotation towards companies benefiting from lower interest rates or exposed to emerging markets, while domestic recovery plays, those exposed to financials and the UK economy have been dumped. The ensuing contagion effect has then brought the attention (again) to Italy's fragile banking system. On the FX, the Pound ended the month at 1.20 against the Euro and at 1.33 against the US Dollar (-8% and -9% respectively), generating a marked over-performance of the export-oriented FTSE 100 vs the domestic-focused FTSE 250. The US 10-year treasury yield ended the month below 1.5% and the German 10-year bund yield ended at -0.13%.

MS Kairos Enhanced Selection UCITS Fund recorded a net return of -3.87% in June.

**July 2016**

In July European equity markets delivered positive performances and recovered most of the Brexit losses thanks to renewed monetary stimulus expectations and a better than expected reporting season. After an initial negative reaction to the UK referendum result, with both equities and bond yields down, financial markets rebounded as Brexit was perceived not only as a temporary local growth shock, but also as a potential trigger for a renewed monetary stimulus. Indeed, the BoE immediately announced they were ready to introduce additional stimulus to offset the expected slowdown of the UK economy. Among the other major central banks, the BoJ indicated that a revision of the current stimulus program was possible, potentially in September. Market expectations of future Fed rate rises dropped as well, contributing to the global easing of financial conditions. Long term bond yields fell, as the US 10-year treasury yield ended the month below 1.5% for the second month in a row, while the German 10-year bund yield remained in negative territory at -0.12%. On the FX, the Euro gained against the Dollar and closed the month at 1.1157, while the Pound remained weak across the board. At a micro level, company news flow was generally positive as results surprised on the upside, although on lowered expectations and on earnings that Morgan Stanley estimated to be down 12% over the last year.

MS Kairos Enhanced Selection UCITS Fund recorded a net return of +6.16% in July.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## MS Kairos Enhanced Selection UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Equities: 97.52% (2015: 96.23%)</b>		
	<b>Austria: 13.27% (2015: 2.49%)</b>		
	<b>Basic Materials: 8.97% (2015: 0.00%)</b>		
109,489	Voestalpine	3,451,093	8.97
	<b>Industrial: 4.30% (2015: 2.49%)</b>		
36,272	Andritz	1,654,003	4.30
	<b>Total Austria</b>	<b>5,105,096</b>	<b>13.27</b>
	<b>Belgium: 4.30% (2015: 28.22%)</b>		
	<b>Basic Materials: 0.00% (2015: 2.93%)</b>	-	-
	<b>Communications: 4.30% (2015: 1.89%)</b>		
59,266	Proximus	1,654,410	4.30
	<b>Consumer, Non-cyclical: 0.00% (2015: 9.05%)</b>	-	-
	<b>Financial: 0.00% (2015: 13.49%)</b>	-	-
	<b>Industrial: 0.00% (2015: 0.86%)</b>	-	-
	<b>Total Belgium</b>	<b>1,654,410</b>	<b>4.30</b>
	<b>Finland: 13.80% (2015: 5.87%)</b>		
	<b>Communications: 4.05% (2015: 0.00%)</b>		
48,026	Elisa	1,557,963	4.05
	<b>Consumer, Cyclical: 4.17% (2015: 0.00%)</b>		
63,186	Amer Sports	1,603,661	4.17
	<b>Consumer, Non-cyclical: 2.90% (2015: 5.87%)</b>		
30,468	Orion Class B	1,116,043	2.90
	<b>Industrial: 2.68% (2015: 0.00%)</b>		
26,216	Huhtamaki	1,030,027	2.68
	<b>Total Finland</b>	<b>5,307,694</b>	<b>13.80</b>
	<b>Germany: 52.91% (2015: 46.02%)</b>		
	<b>Basic Materials: 7.10% (2015: 9.59%)</b>		
58,917	Evonik Industries	1,642,606	4.27
53,107	ThyssenKrupp	1,088,693	2.83
	<b>Communications: 13.55% (2015: 12.00%)</b>		
108,407	Deutsche Telekom	1,650,497	4.29
13,476	RTL	1,027,410	2.67
62,002	ProSiebenSat.1 Media	2,535,262	6.59
	<b>Consumer, Cyclical: 3.12% (2015: 0.00%)</b>		
8,181	Adidas	1,200,562	3.12
	<b>Consumer, Non-cyclical: 4.95% (2015: 7.11%)</b>		
8,917	Fresenius	595,566	1.55
27,057	STADA Arzneimittel	1,306,177	3.40
	<b>Financial: 12.44% (2015: 5.82%)</b>		
33,456	Hannover Rück	3,061,893	7.96
19,186	LEG Immobilien	1,722,711	4.48

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Kairos Enhanced Selection UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Equities: 97.52% (2015: 96.23%) (continued)</b>		
	<b>Germany: 52.91% (2015: 46.02%) (continued)</b>		
	<b>Industrial: 11.75% (2015: 9.08%)</b>		
32,021	KION	1,569,990	4.08
33,564	OSRAM Licht	1,560,390	4.05
14,340	Siemens	1,392,701	3.62
	<b>Utilities: 0.00% (2015: 2.42%)</b>	-	-
	<b>Total Germany</b>	<b>20,354,458</b>	<b>52.91</b>
	<b>Netherlands: 4.32% (2015: 13.63%)</b>		
	<b>Communications: 4.32% (2015: 2.66%)</b>		
44,174	Wolters Kluwer	1,662,047	4.32
	<b>Consumer, Non-cyclical: 0.00% (2015: 2.86%)</b>	-	-
	<b>Financial: 0.00% (2015: 5.66%)</b>	-	-
	<b>Technology: 0.00% (2015: 2.45%)</b>	-	-
	<b>Total Netherlands</b>	<b>1,662,047</b>	<b>4.32</b>
	<b>Portugal: 8.92% (2015: 0.00%)</b>		
	<b>Utilities: 8.92% (2015: 0.00%)</b>		
1,118,322	EDP - Energias de Portugal	3,431,012	8.92
	<b>Total Portugal</b>	<b>3,431,012</b>	<b>8.92</b>
	<b>Total Equities</b>	<b>37,514,717</b>	<b>97.52</b>
	<b>Financial Derivative Instruments: 0.00% (2015: 0.00%)</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Gains: 0.00% (2015: 0.00%)</b>		
Morgan Stanley	Morgan Stanley & Co International plc Swap MS Kairos Enhanced Selection UCITS Fund Reference Portfolio Leg	-	-
	<b>Total Total Return Swaps - Unrealised Gains</b>	<b>-</b>	<b>-</b>
	<b>Total Financial Derivative Instruments</b>	<b>-</b>	<b>-</b>
	<b>Total Financial assets at fair value through profit or loss</b>	<b>37,514,717</b>	<b>97.52</b>
	<b>Financial liabilities at fair value through profit or loss</b>		
	<b>Financial Derivative Instruments: 0.00% (2015: 0.00%)</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Losses: 0.00% (2015: 0.00%)</b>		
Morgan Stanley	Morgan Stanley & Co International plc Swap MS Kairos Enhanced Selection UCITS Fund Financing Leg	-	-
	<b>Total Total Return Swaps - Unrealised Losses</b>	<b>-</b>	<b>-</b>
	<b>Total Financial Derivative Instruments</b>	<b>-</b>	<b>-</b>
	<b>Total Financial liabilities at fair value through profit or loss</b>	<b>-</b>	<b>-</b>

**SCHEDULE OF INVESTMENTS (continued)**  
**As at 31 July 2016**  
**MS Kairos Enhanced Selection UCITS Fund**

	Fair Value €	% of Net Assets
<b>Total Value of Investments</b> (Cost: €37,034,535)	37,514,717	97.52
<b>Cash and Cash Equivalents</b>	444,176	1.15
<b>Other Net Assets</b>	511,760	1.33
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<u>38,470,653</u>	<u>100.00</u>
		<b>% of Total Assets</b>
<b>Analysis of Portfolio</b>		
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	37,514,717	96.46
Cash and cash equivalents	444,176	1.14
Other assets	<u>932,170</u>	<u>2.40</u>
<b>Total Assets</b>	<u>38,891,063</u>	<u>100.00</u>

## UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS

For the year ended 31 July 2016

## MS Kairos Enhanced Selection UCITS Fund

<b>Total purchases in the year</b>		<b>€409,437,481</b>
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost €</b>
United Internet	275,599	12,416,640
Evonik Industries	377,681	11,029,449
Freenet	400,564	10,580,113
KION	209,101	9,500,572
Bayer	86,638	9,060,399
LANXESS	192,069	8,728,008
Continental	42,344	8,629,776
KBC Groep	169,199	8,249,232
Covestro	221,127	7,775,087
Symrise	130,399	7,536,256
Hannover Rück	76,655	7,401,345
Wolters Kluwer	225,039	7,370,170
Boskalis Westminster	186,296	7,216,721
Akzo Nobel	121,108	7,161,366
Fresenius	113,081	7,093,825
Delhaize	80,009	6,908,121
Allianz	45,268	6,868,021
STADA Arzneimittel	174,456	6,812,370
ING Groep	517,454	6,756,298
LEG Immobilien	88,845	6,639,766
Erste Bank	257,749	6,618,627
Siemens	71,314	6,557,383
Randstad	137,743	6,552,034
Proximus	225,413	6,457,627
Amer Sports	264,316	6,365,567
Merck	72,727	6,168,411
Brenntag	125,265	6,052,124
ProSiebenSat.1 Media	143,443	6,042,656
NN	206,430	5,827,976
Aareal Bank	186,242	5,724,945
Munich Re	33,136	5,718,886
Koninklijke DSM	116,313	5,716,527
Deutsche Wohnen	230,125	5,682,667
Nokia	928,084	5,606,773
Rheinmetall	94,210	5,439,028
Heineken	78,693	5,350,519
TNT Express	719,967	5,323,807
Unilever	138,668	5,282,494
EDP - Energias de Portugal	1,724,944	5,129,191
OSRAM Licht	106,687	5,051,522
Adidas	42,920	4,954,520
Commerzbank	557,614	4,901,745
Gerresheimer	71,282	4,782,214
Deutsche Telekom	306,783	4,708,895
Linde	32,095	4,337,064
ThyssenKrupp	214,391	4,140,347
ASM International	120,270	4,136,904
<b>Total sales in the year</b>		<b>€422,686,902</b>
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds €</b>
United Internet	357,278	15,346,838
Evonik Industries	429,827	13,568,364
KBC Groep	236,272	12,352,234
Delhaize	123,595	10,780,157
Freenet	400,564	10,678,922
Bayer	93,815	10,271,789
LANXESS	192,069	8,489,130

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**  
**For the year ended 31 July 2016**  
**MS Kairos Enhanced Selection UCITS Fund**

<b>Major Sales (continued)</b>	<b>Nominal Holdings</b>	<b>Proceeds €</b>
Continental	42,344	8,335,614
KION	177,080	8,192,787
Covestro	221,127	7,853,584
Heineken	104,497	7,536,824
Symrise	130,399	7,505,224
Deutsche Wohnen	302,942	7,482,424
STADA Arzneimittel	195,169	7,372,882
Merck	88,045	7,266,524
Wolters Kluwer	231,106	7,257,349
Akzo Nobel	121,108	7,123,424
Allianz	45,268	6,986,361
Boskalis Westminster	186,296	6,946,658
Randstad	137,743	6,568,921
Erste Bank	257,749	6,518,791
Fresenius	104,164	6,433,525
Brenntag	125,265	6,331,700
NN	206,430	5,865,078
Koninklijke DSM	116,313	5,831,820
Munich Re	33,136	5,805,245
ING Groep	473,700	5,776,023
Rheinmetall	94,210	5,722,461
Aareal Bank	186,242	5,586,026
Nokia	928,084	5,516,983
LEG Immobilien	69,659	5,441,861
Unilever	138,668	5,407,864
Siemens	56,974	5,196,768
TNT Express	719,967	5,124,339
ProSiebenSat.1 Media	112,858	5,068,256
Gerresheimer	71,282	4,933,447
Amer Sports	201,130	4,928,153
Proximus	166,147	4,904,516
Deutsche Telekom	302,133	4,903,428
OSRAM Licht	102,972	4,854,211
Linde	32,095	4,544,634
Hannover Rück	43,199	4,339,279
ASM International	120,270	4,321,037

The above totals represent all material purchases and sales in the year.

**INVESTMENT MANAGER'S REPORT**

**For the year ended 31 July 2016**

**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund**

The Sub-Fund's investment objective is to provide shareholders with long term exposure to the performance of a Portfolio Strategy with 80% of the highest NAV being protected as minimum exit Net Asset Value.

The Portfolio Strategy is composed of long and short positions in a portfolio of indices that invests in equities and equity related securities as determined by Fideuram Asset Management (Ireland) Limited (the Sub-Investment Manager) and of an exposure to an effective overnight interest rate for the Euro. The allocation between the portfolio and the exposure to the interest rate return is rebalanced following a volatility target strategy. The volatility budget (i.e. the maximum allowed level of annualised standard deviation of the Portfolio Strategy) is 8% over the term of the investment. 80% of the highest Net Asset Value per share is protected as minimum Exit Net Asset Value via the purchase of a put option.

The Sub-Fund was launched on 1 October 2014.

From 1 October 2014 (its inception) to 31 July 2016, the performance of the Sub-Fund is 1.04%.

From 10 October 2014 (since the Sub-Fund has been exposed to the underlying strategy) to 31 July 2016, the performance of the Sub-Fund is 1.04%.

From 1 August 2015 to 31 July 2016, the performance of the Sub-Fund is -5.84%.

From 10 October 2014 (since the Sub-Fund has been exposed to the underlying strategy) to 31 July 2016, the Sub-Fund has an annualised volatility of 5.85%.

As of 31 July 2016, the counterparty risk is equal to 0.60% of the Sub-Fund's net assets.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Equities: 103.42% (2015: 97.36%)</b>		
	<b>Austria: 1.29% (2015: 0.30%)</b>		
	<b>Industrial: 1.29% (2015: 0.30%)</b>		
363,888	Wienerberger	5,021,654	1.29
	<b>Total Austria</b>	<b>5,021,654</b>	<b>1.29</b>
	<b>Belgium: 0.66% (2015: 2.32%)</b>		
	<b>Consumer, Cyclical: 0.00% (2015: 0.25%)</b>	-	-
	<b>Consumer, Non-cyclical: 0.00% (2015: 2.07%)</b>	-	-
	<b>Financial: 0.66% (2015: 0.00%)</b>		
54,819	KBC Groep	2,548,261	0.66
	<b>Total Belgium</b>	<b>2,548,261</b>	<b>0.66</b>
	<b>Denmark: 11.40% (2015: 0.69%)</b>		
	<b>Communications: 0.82% (2015: 0.00%)</b>		
189,748	GN Store Nord	3,206,692	0.82
	<b>Consumer, Cyclical: 1.18% (2015: 0.00%)</b>		
39,446	Pandora	4,592,674	1.18
	<b>Consumer, Non-cyclical: 1.40% (2015: 0.47%)</b>		
21,375	Genmab	3,465,758	0.89
57,254	ISS	1,975,183	0.51
	<b>Financial: 8.00% (2015: 0.22%)</b>		
1,280,045	Danske Bank	31,114,901	8.00
	<b>Total Denmark</b>	<b>44,355,208</b>	<b>11.40</b>
	<b>Finland: 0.00% (2015: 0.34%)</b>	-	-
	<b>Germany: 37.93% (2015: 33.15%)</b>		
	<b>Basic Materials: 3.77% (2015: 3.11%)</b>		
526,189	Evonik Industries	14,670,149	3.77
	<b>Communications: 5.12% (2015: 4.71%)</b>		
400,779	ProSiebenSat.1 Media	16,387,853	4.21
89,958	United Internet	3,556,939	0.91
	<b>Consumer, Non-cyclical: 7.11% (2015: 4.71%)</b>		
90,164	Carl Zeiss Meditec	3,011,478	0.77
41,132	Henkel	3,993,917	1.03
157,735	RHOEN-KLINIKUM	4,156,317	1.07
737,617	Suedzucker	16,500,492	4.24
	<b>Energy: 0.00% (2015: 2.18%)</b>	-	-
	<b>Financial: 9.72% (2015: 8.90%)</b>		
742,061	Aareal Bank	21,786,911	5.60
729,154	Deutsche Pfandbriefbank	6,256,141	1.61
67,614	Hannover Rueck	6,188,033	1.59
3,836	Muenchener Rueckversicherungs-Gesellschaftin Muenchen	572,331	0.15
111,709	Talanx	3,006,648	0.77

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Equities: 103.42% (2015: 97.36%) (continued)</b>		
	<b>Germany: 37.93% (2015: 33.15%) (continued)</b>		
	<b>Industrial: 9.00% (2015: 4.12%)</b>		
227,670	Jungheinrich Preferred Shares	6,209,699	1.60
326,287	KION	15,997,852	4.11
274,885	OSRAM Licht	12,779,404	3.29
	<b>Technology: 1.98% (2015: 5.42%)</b>		
47,519	Bechtle	4,913,465	1.26
49,310	Nemetschek	2,774,181	0.72
	<b>Utilities: 1.23% (2015: 0.00%)</b>		
299,293	RWE	4,760,255	1.23
	<b>Total Germany</b>	<b>147,522,065</b>	<b>37.93</b>
	<b>Jersey: 7.44% (2015: 0.00%)</b>		
	<b>Consumer, Non-cyclical: 7.44% (2015: 0.00%)</b>		
500,000	Shire	28,916,729	7.44
	<b>Total Jersey</b>	<b>28,916,729</b>	<b>7.44</b>
	<b>Luxembourg: 3.67% (2015: 0.00%)</b>		
	<b>Basic Materials: 3.67% (2015: 0.00%)</b>		
381,709	APERAM	14,285,459	3.67
	<b>Total Luxembourg</b>	<b>14,285,459</b>	<b>3.67</b>
	<b>Netherlands: 4.28% (2015: 10.18%)</b>		
	<b>Basic Materials: 0.35% (2015: 0.00%)</b>		
23,204	Akzo Nobel	1,344,904	0.35
	<b>Communications: 1.82% (2015: 0.00%)</b>		
188,355	Wolters Kluwer	7,086,857	1.82
	<b>Consumer, Non-cyclical: 0.83% (2015: 0.98%)</b>		
22,641	Intertrust	460,065	0.12
71,382	Randstad	2,746,779	0.71
	<b>Financial: 0.00% (2015: 1.03%)</b>		
	<b>Technology: 1.28% (2015: 8.17%)</b>		
143,216	ASM International	4,995,374	1.28
	<b>Total Netherlands</b>	<b>16,633,979</b>	<b>4.28</b>
	<b>Norway: 4.98% (2015: 3.22%)</b>		
	<b>Communications: 0.00% (2015: 1.28%)</b>		
	<b>Consumer, Non-cyclical: 4.98% (2015: 0.29%)</b>		
112,057	Leroy Seafood	4,819,485	1.24
753,608	Orkla	6,264,793	1.61
297,882	Salmar	8,301,814	2.13
	<b>Energy: 0.00% (2015: 0.46%)</b>		
	<b>Industrial: 0.00% (2015: 1.19%)</b>		
	<b>Total Norway</b>	<b>19,386,092</b>	<b>4.98</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Equities: 103.42% (2015: 97.36%) (continued)</b>		
	<b>Portugal: 4.22% (2015: 0.00%)</b>		
	<b>Communications: 2.43% (2015: 0.00%)</b>		
1,578,158	NOS	9,454,745	2.43
	<b>Utilities: 1.79% (2015: 0.00%)</b>		
1,548,094	EDP - Energias de Portugal	4,749,552	1.22
810,778	REN - Redes Energeticas Nacionais	2,205,316	0.57
	<b>Total Portugal</b>	<b>16,409,613</b>	<b>4.22</b>
	<b>Spain: 10.02% (2015: 7.13%)</b>		
	<b>Industrial: 6.34% (2015: 7.13%)</b>		
373,262	Acciona	24,661,420	6.34
	<b>Utilities: 3.68% (2015: 0.00%)</b>		
2,329,438	Iberdrola	14,314,397	3.68
	<b>Total Spain</b>	<b>38,975,817</b>	<b>10.02</b>
	<b>Sweden: 9.27% (2015: 4.21%)</b>		
	<b>Basic Materials: 0.00% (2015: 1.90%)</b>	-	-
	<b>Consumer, Non-cyclical: 2.20% (2015: 2.02%)</b>		
261,129	Swedish Match	8,540,590	2.20
	<b>Financial: 2.30% (2015: 0.29%)</b>		
1,119,968	Nordea Bank	8,949,205	2.30
	<b>Industrial: 4.77% (2015: 0.00%)</b>		
2,409,822	Husqvarna	18,548,798	4.77
	<b>Total Sweden</b>	<b>36,038,593</b>	<b>9.27</b>
	<b>Switzerland: 6.07% (2015: 8.64%)</b>		
	<b>Basic Materials: 3.54% (2015: 4.57%)</b>		
81,492	Lonza	13,776,384	3.54
	<b>Communications: 2.53% (2015: 1.85%)</b>		
169,590	Sunrise Communications	9,831,120	2.53
	<b>Consumer, Non-cyclical: 0.00% (2015: 0.53%)</b>	-	-
	<b>Financial: 0.00% (2015: 1.69%)</b>	-	-
	<b>Total Switzerland</b>	<b>23,607,504</b>	<b>6.07</b>
	<b>United Kingdom: 0.00% (2015: 1.59%)</b>		
	<b>United States: 2.19% (2015: 25.59%)</b>		
	<b>Communications: 1.14% (2015: 2.66%)</b>		
64,760	Time Warner	4,438,948	1.14
	<b>Consumer, Cyclical: 0.00% (2015: 9.25%)</b>	-	-
	<b>Consumer, Non-cyclical: 0.00% (2015: 8.01%)</b>	-	-

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Equities: 103.42% (2015: 97.36%) (continued)</b>		
	<b>Energy: 1.05% (2015: 0.00%)</b>		
179,531	FMC Technologies	4,074,667	1.05
	<b>Technology: 0.00% (2015: 5.67%)</b>	-	-
	<b>Total United States</b>	<b>8,513,615</b>	<b>2.19</b>
	<b>Total Equities</b>	<b>402,214,589</b>	<b>103.42</b>
	<b>Financial Derivative Instruments: 0.60% (2015: 1.58%)</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Gains: 0.60% (2015: 1.58%)</b>		
	Morgan Stanley & Co International plc Swap		
	MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund Reference		
Morgan Stanley	Portfolio Leg	2,318,789	0.60
	<b>Total Total Return Swaps - Unrealised Gains</b>	<b>2,318,789</b>	<b>0.60</b>
	<b>Total Financial Derivative Instruments</b>	<b>2,318,789</b>	<b>0.60</b>
	<b>Total Financial assets at fair value through profit or loss</b>	<b>404,533,378</b>	<b>104.02</b>
	<b>Financial liabilities at fair value through profit or loss</b>		
	<b>Financial Derivative Instruments: (3.70%) (2015: (1.11%))</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Losses: (3.70%) (2015: (1.11%))</b>		
	Morgan Stanley Capital Services LLC Swap		
	MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund Financing Leg		
Morgan Stanley		(14,384,372)	(3.70)
	<b>Total Total Return Swaps - Unrealised Losses</b>	<b>(14,384,372)</b>	<b>(3.70)</b>
	<b>Total Financial Derivative Instruments</b>	<b>(14,384,372)</b>	<b>(3.70)</b>
	<b>Total Financial liabilities at fair value through profit or loss</b>	<b>(14,384,372)</b>	<b>(3.70)</b>
	<b>Total Value of Investments (Cost: €384,778,110)</b>	<b>390,149,006</b>	<b>100.32</b>
	<b>Bank Overdraft</b>	<b>(643,768)</b>	<b>(0.17)</b>
	<b>Other Net Liabilities</b>	<b>(581,003)</b>	<b>(0.15)</b>
	<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<b>388,924,235</b>	<b>100.00</b>
	<b>Analysis of Portfolio</b>		<b>% of Total Assets</b>
	Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	402,214,589	89.85
	Over the counter financial derivative instruments	2,318,789	0.52
	Other assets	43,121,436	9.63
	<b>Total Assets</b>	<b>447,654,814</b>	<b>100.00</b>

## UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS

For the year ended 31 July 2016

## MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund

<b>Total purchases in the year</b>	<b>€1,835,114,257</b>	
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost €</b>
Delhaize	524,879	49,857,363
Covestro	1,299,698	43,212,129
Amazon.com	59,585	37,274,197
OSRAM Licht	803,965	36,663,981
Danske Bank	1,405,735	35,828,772
Banco Santander	7,905,266	34,466,960
Alphabet	52,930	33,957,345
ING Groep	3,006,167	33,849,440
Zurich Insurance Group	149,709	32,692,122
L Brands	397,169	32,099,553
Nestle	473,625	30,873,297
Syngenta	87,951	30,873,002
Aareal Bank	893,578	29,409,757
Meda	1,760,788	28,701,727
Yahoo!	907,485	27,389,983
Shire	500,000	27,332,832
APERAM	808,790	27,171,734
Evonik Industries	996,307	26,466,895
Illumina	158,174	26,315,840
Kohl's	598,522	25,273,176
Sunrise Communications	423,344	24,188,255
Acciona	373,262	24,079,132
Suedzucker	1,119,976	22,814,748
IAC	550,000	22,421,400
Endesa	1,300,000	21,593,000
KION	463,741	21,560,238
Carter's	232,068	21,187,573
L3 Communications	190,000	19,906,913
Brocade	2,100,000	19,418,758
Fomento de Construcciones y Contratas	2,800,000	18,998,000
Newmont Mining	800,000	18,987,230
Citigroup	389,112	18,637,185
<b>Total sales in the year</b>	<b>€1,894,536,454</b>	
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds €</b>
Covestro	1,299,698	47,583,839
Delhaize	524,879	47,530,475
Aena	318,852	38,600,013
Alphabet	52,930	33,987,471
Banco Santander	7,905,266	33,984,739
Nestle	473,625	32,847,038
Zurich Insurance Group	149,709	32,556,245
Evonik Industries	1,168,634	32,187,185
ING Groep	3,080,187	31,820,867
Unilever	784,623	31,452,623
L Brands	397,169	31,380,776
Amazon.com	59,585	31,162,614
Syngenta	87,951	30,343,973
Meda	1,760,788	28,519,409
Yahoo!	907,485	28,432,934
KION	575,339	27,372,974
IAC	550,000	27,179,661
Kohl's	598,522	25,564,475
Endesa	1,300,000	23,595,000
OSRAM Licht	529,080	23,541,415
Newmont Mining	800,000	23,130,919

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**

**For the year ended 31 July 2016**

**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund**

---

<b>Major Sales (continued)</b>	<b>Nominal Holdings</b>	<b>Proceeds €</b>
Facebook	225,486	22,180,373
L3 Communications	190,000	22,153,579
Illumina	158,174	21,888,050
Fomento de Construcciones y Contratas	2,800,000	21,190,400
Carter's	232,068	20,622,311
LEG Immobilien	245,102	19,357,753

The above totals represent all material purchases and sales in the year.

**INVESTMENT MANAGER'S REPORT**  
**For the year ended 31 July 2016**  
**Global Equity Risk Premia Long/Short UCITS Fund**

The Sub-Fund's investment objective is to provide a return equivalent to the net performance of 100% of a long position on the Scientific Beta MSDC SRI Developed Multi-Beta Multi-Strategy Equal-Weight Index (the "Long Index"), and of 70% of a short position on the MSCI Daily Gross Total Return World Euro Index (the "Short Index"), before all fees and expenses.

The Sub-Fund will enter into derivative contracts (i.e. instruments whose prices are dependent on one or more underlying assets) to obtain a long exposure for 100% of the Sub-Fund's Net Asset Value to the Long Index and a short exposure for 70% of the Sub-Fund's Net Asset Value to the Short Index through total return swaps.

The Long Index is designed to have an allocation to a portfolio of shares and similar instruments through equally-weighted allocations to 4 diversified sub-indices. Each sub-index will reflect one of four investment styles by investing in securities: (i) with high book to market value ratio; (ii) that have outperformed the underlying market in the past; (iii) with low volatility; or (iv) that are mid or small capitalisation. The Long Index components are selected with the aim of ensuring that the Long Index does not include components that violate internationally recognised standards for socially responsible investments. The Long Index is denominated in Euro. The Short Index is a free float-adjusted market capitalisation index (which only considers shares that are readily available for trading in the market) and is designed to measure the stock market performance of developed market countries. The Short Index is denominated in Euro.

Since 2 February 2015 (its inception), the performance of the Sub-Fund is 3.67%.

From 1 August 2015 to 31 July 2016, the performance of the Sub-Fund is 2.21%.

Since 2 February 2015 (its inception), the annualised volatility of Sub-Fund is 4.30%.

As of 31 July 2016, the counterparty risk is equal to -5.47% of the Sub-Fund's net assets.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## Global Equity Risk Premia Long/Short UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Equities: 105.02% (2015: 102.12%)</b>		
	<b>Austria: 0.00% (2015: 4.36%)</b>	-	-
	<b>Belgium: 1.17% (2015: 3.75%)</b>		
	<b>Communications: 0.00% (2015: 1.85%)</b>	-	-
	<b>Diversified: 0.00% (2015: 0.36%)</b>	-	-
	<b>Financial: 1.17% (2015: 1.54%)</b>		
143,903	Ageas	4,330,761	1.17
	<b>Total Belgium</b>	<b>4,330,761</b>	<b>1.17</b>
	<b>Denmark: 4.78% (2015: 14.31%)</b>		
	<b>Communications: 4.32% (2015: 0.00%)</b>		
265,833	GN Store Nord	4,492,509	1.21
2,451,515	TDC	11,542,382	3.11
	<b>Consumer, Non-cyclical: 0.46% (2015: 0.00%)</b>		
49,979	ISS	1,724,205	0.46
	<b>Energy: 0.00% (2015: 4.57%)</b>	-	-
	<b>Financial: 0.00% (2015: 6.27%)</b>	-	-
	<b>Industrial: 0.00% (2015: 3.47%)</b>	-	-
	<b>Total Denmark</b>	<b>17,759,096</b>	<b>4.78</b>
	<b>Finland: 0.00% (2015: 3.98%)</b>		
	<b>Germany: 9.29% (2015: 24.09%)</b>		
	<b>Basic Materials: 0.00% (2015: 8.03%)</b>	-	-
	<b>Communications: 0.02% (2015: 0.00%)</b>		
1,601	United Internet	63,304	0.02
	<b>Consumer, Cyclical: 2.78% (2015: 0.00%)</b>		
219,947	Porsche Automobil Preferred Shares	10,308,916	2.78
	<b>Consumer, Non-cyclical: 0.00% (2015: 4.90%)</b>	-	-
	<b>Financial: 2.55% (2015: 6.58%)</b>		
73,709	Allianz	9,456,865	2.55
	<b>Industrial: 3.94% (2015: 4.59%)</b>		
190,128	Aurubis	8,833,347	2.38
78,662	KION	3,856,798	1.04
21,607	Krones	1,932,314	0.52
	<b>Total Germany</b>	<b>34,451,544</b>	<b>9.29</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Global Equity Risk Premia Long/Short UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Equities: 105.02% (2015: 102.12%) (continued)</b>		
	<b>Netherlands: 8.11% (2015: 12.72%)</b>		
	<b>Basic Materials: 0.00% (2015: 7.05%)</b>	-	-
	<b>Energy: 0.18% (2015: 0.00%)</b>		
14,492	Koninklijke Vopak	666,487	0.18
	<b>Financial: 7.45% (2015: 0.00%)</b>		
1,146,466	NN	27,658,492	7.45
	<b>Industrial: 0.00% (2015: 5.67%)</b>	-	-
	<b>Technology: 0.48% (2015: 0.00%)</b>		
51,533	ASM International	1,797,471	0.48
	<b>Total Netherlands</b>	<b>30,122,450</b>	<b>8.11</b>
	<b>Norway: 4.05% (2015: 0.76%)</b>		
	<b>Basic Materials: 0.00% (2015: 0.76%)</b>	-	-
	<b>Consumer, Non-cyclical: 4.05% (2015: 0.00%)</b>		
1,807,624	Orkla	15,026,897	4.05
	<b>Total Norway</b>	<b>15,026,897</b>	<b>4.05</b>
	<b>Portugal: 1.01% (2015: 1.91%)</b>		
	<b>Communications: 1.01% (2015: 1.91%)</b>		
629,459	NOS	3,771,089	1.01
	<b>Total Portugal</b>	<b>3,771,089</b>	<b>1.01</b>
	<b>Spain: 7.87% (2015: 0.00%)</b>		
	<b>Energy: 4.01% (2015: 0.00%)</b>		
1,320,422	Repsol	14,887,758	4.01
	<b>Industrial: 3.86% (2015: 0.00%)</b>		
110,982	Aena	14,316,678	3.86
	<b>Total Spain</b>	<b>29,204,436</b>	<b>7.87</b>
	<b>Sweden: 8.69% (2015: 14.26%)</b>		
	<b>Basic Materials: 2.54% (2015: 0.00%)</b>		
477,668	Boliden	9,420,734	2.54
	<b>Communications: 0.00% (2015: 4.51%)</b>	-	-
	<b>Consumer, Cyclical: 0.12% (2015: 0.00%)</b>		
17,935	Electrolux	435,665	0.12
	<b>Consumer, Non-cyclical: 1.40% (2015: 4.26%)</b>		
158,568	Swedish Match	5,186,189	1.40

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Global Equity Risk Premia Long/Short UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Equities: 105.02% (2015: 102.12%) (continued)</b>		
	<b>Sweden: 8.69% (2015: 14.26%) (continued)</b>		
	<b>Financial: 2.44% (2015: 4.00%)</b>		
82,146	Investor	2,537,774	0.68
818,271	Nordea Bank	6,538,468	1.76
	<b>Industrial: 2.19% (2015: 1.49%)</b>		
1,058,718	Husqvarna	8,149,127	2.19
	<b>Total Sweden</b>	<b>32,267,957</b>	<b>8.69</b>
	<b>Switzerland: 13.43% (2015: 0.86%)</b>		
	<b>Basic Materials: 8.71% (2015: 0.18%)</b>		
973,841	Clariant	15,201,444	4.09
5,800	EMS-Chemie	2,847,050	0.77
84,545	Lonza	14,292,499	3.85
	<b>Financial: 4.72% (2015: 0.68%)</b>		
56,542	Pargesa	3,531,479	0.95
22,303	Partners	9,152,476	2.47
53,300	PSP Swiss Property	4,820,873	1.30
	<b>Total Switzerland</b>	<b>49,845,821</b>	<b>13.43</b>
	<b>United States: 46.62% (2015: 21.12%)</b>		
	<b>Communications: 18.65% (2015: 5.57%)</b>		
7,031	Alphabet	4,975,552	1.34
40,000	Amazon.com	27,142,767	7.31
101,622	DISH Network	4,854,592	1.31
778,320	T-Mobile US	32,253,385	8.69
	<b>Consumer, Cyclical: 2.01% (2015: 0.00%)</b>		
112,784	L Brands	7,453,376	2.01
	<b>Consumer, Non-cyclical: 14.93% (2015: 6.09%)</b>		
38,301	Biogen	9,930,345	2.67
184,700	Boston Scientific	4,010,298	1.08
68,412	Constellation Brands	10,071,690	2.71
543,526	Shire	31,433,989	8.47
	<b>Energy: 1.33% (2015: 0.00%)</b>		
46,086	Cimarex Energy	4,946,337	1.33
	<b>Financial: 1.68% (2015: 7.55%)</b>		
481,105	Bank of America	6,234,037	1.68
	<b>Technology: 4.12% (2015: 1.91%)</b>		
208,924	Salesforce.com	15,282,793	4.12
	<b>Utilities: 3.90% (2015: 0.00%)</b>		
253,291	PG&E	14,482,830	3.90
	<b>Total United States</b>	<b>173,071,991</b>	<b>46.62</b>
	<b>Total Equities</b>	<b>389,852,042</b>	<b>105.02</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Global Equity Risk Premia Long/Short UCITS Fund

	Fair Value €	% of Net Assets
<b>Financial assets at fair value through profit or loss</b>		
<b>Financial Derivative Instruments: 1.68% (2015: 0.62%)</b>		
<b>Counterparty Total Return Swaps - Unrealised Gains: 1.68% (2015: 0.62%)</b>		
Morgan Stanley Capital Services LLC Swap		
Morgan Stanley Global Equity Risk Premia Long/Short UCITS Fund Reference Portfolio Leg	6,254,191	1.68
<b>Total Total Return Swaps - Unrealised Gains</b>	<b>6,254,191</b>	<b>1.68</b>
<b>Total Financial Derivative Instruments</b>	<b>6,254,191</b>	<b>1.68</b>
<b>Total Financial assets at fair value through profit or loss</b>	<b>396,106,233</b>	<b>106.70</b>
<b>Financial liabilities at fair value through profit or loss</b>		
<b>Financial Derivative Instruments: (7.10%) (2015: (3.68%))</b>		
<b>Counterparty Total Return Swaps - Unrealised Losses: (7.10%) (2015: (3.68%))</b>		
Morgan Stanley Capital Services LLC Swap		
Morgan Stanley Global Equity Risk Premia Long/Short UCITS Fund Financing Leg	(26,361,806)	(7.10)
<b>Total Total Return Swaps - Unrealised Losses</b>	<b>(26,361,806)</b>	<b>(7.10)</b>
<b>Total Financial Derivative Instruments</b>	<b>(26,361,806)</b>	<b>(7.10)</b>
<b>Total Financial liabilities at fair value through profit or loss</b>	<b>(26,361,806)</b>	<b>(7.10)</b>
<b>Total Value of Investments (Cost: €356,662,291)</b>	<b>369,744,427</b>	<b>99.60</b>
<b>Cash and Cash Equivalent</b>	<b>1,890,244</b>	<b>0.51</b>
<b>Other Net Liabilities</b>	<b>(400,000)</b>	<b>(0.11)</b>
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<b>371,234,671</b>	<b>100.00</b>
		<b>% of Total Assets</b>
<b>Analysis of Portfolio</b>		
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	389,852,042	97.91
Over the counter financial derivative instruments	6,254,191	1.57
Cash and cash equivalents	1,890,244	0.47
Other assets	187,949	0.05
<b>Total Assets</b>	<b>398,184,426</b>	<b>100.00</b>

## UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS

For the year ended 31 July 2016

## MS Global Equity Risk Premia Long/Short UCITS Fund

<b>Total purchases in the year</b>	<b>€2,363,518,889</b>	
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost €</b>
Shire	1,305,299	82,400,372
Clariant	3,530,917	57,170,617
Delhaize	462,102	40,911,154
Porsche Automobil Preferred Shares	763,337	37,099,067
Lonza	256,805	36,336,938
Amazon.com	66,308	35,967,815
Partners	99,475	33,780,695
Actelion	261,412	33,527,305
T-Mobile US	879,417	32,923,316
KION	745,423	32,791,984
NN	1,146,466	32,312,640
Alphabet	47,188	31,093,812
Meda	2,049,162	31,056,863
Marine Harvest	2,016,145	29,119,284
Syngenta	80,914	28,373,084
Swedish Match	888,826	27,865,122
Allianz	184,772	27,374,324
Orkla	3,643,556	27,253,147
ISS	844,034	27,139,930
LEG Immobilien	368,730	26,912,043
PG&E	483,291	26,879,655
Citigroup	546,067	26,460,217
Bayer	215,497	25,670,810
HOCHTIEF	226,548	25,518,934
Credit Suisse	1,354,158	25,463,925
Facebook	298,337	24,718,891
Abbott Laboratories	641,318	24,560,159
Hannover Rueck	241,884	23,915,638
Continental	112,001	23,693,966
<b>Total sales in the year</b>	<b>€2,296,166,892</b>	
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds €</b>
Shire	761,773	45,003,475
Meda	2,676,851	42,266,771
Delhaize	462,102	41,038,581
Clariant	2,587,426	39,822,407
Evonik Industries	1,262,938	38,669,886
LEG Immobilien	522,308	38,574,168
Actelion	261,412	34,472,187
KION	666,761	31,296,954
Marine Harvest	2,016,145	30,767,507
Vestas Wind Systems	561,112	30,265,856
Syngenta	80,914	28,810,083
Facebook	298,337	28,687,157
TeliaSonera	6,209,076	27,904,176
Partners	77,172	27,151,424
ISS	794,055	26,554,408
HOCHTIEF	226,548	25,850,575
Citigroup	546,067	25,301,504
Bayer	215,497	25,185,234
Alphabet	40,157	25,176,557
Proximus	805,909	24,839,686
Porsche Automobil Preferred Shares	543,390	24,752,574
Credit Suisse	1,354,158	24,529,427
Lonza	172,260	23,913,207
Continental	112,001	23,908,062
Mylan	489,985	23,786,863

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**  
**For the year year 31 July 2016**  
**MS Global Equity Risk Premia Long/Short UCITS Fund**

<b>Major Sales (continued)</b>	<b>Nominal Holdings</b>	<b>Proceeds €</b>
Prudential Financial	294,335	23,647,993
Abbott Laboratories	641,318	23,519,341
Hannover Rueck	241,884	23,268,726

The above totals represent all material purchases and sales in the year.

**INVESTMENT MANAGER'S REPORT**  
**For the year ended 31 July 2016**  
**MS Tremblant Long/Short Equity UCITS Fund**

The Sub-Fund's investment objective is to provide shareholders with a return linked to the performance of a reference portfolio. The reference portfolio is a notional portfolio representative of a dynamically managed portfolio of investments primarily consisting of long and short equity positions which will be made by the Investment Manager in implementing its strategy to generate superior risk-adjusted returns over a broad range of market environments.

The Tremblant investment strategy is proprietary to the Investment Manager. The strategy aims at investing primarily in equities and equity related securities. The strategy does not have a particular industry, geographical or sectoral focus. The strategy is characterised by a fundamental and research driven approach to investing. The investment process aims to identify attractive investment opportunities based on a thorough understanding of underlying company's business and financial models.

The Investment Manager evaluates potential investment opportunities based on a strategic business analysis of a company, which typically includes an assessment of its industry dynamics, quality of management, long-term growth prospects, supplier and buyer power, raw material supply chain, pricing and competitive landscape. The Investment Manager employs a combination of research methods including but not limited to on-site meetings with company management teams proprietary and external research with an objective to assess the ability of a company to succeed based on its business model.

The financial analysis generally includes an assessment of cash flows, return on capital, quality and stability of earnings, valuation and other relevant factors. The assessment of cash flows and return on capital normally involves a rigorous financial analysis to determine whether a company is generating or losing cash and whether a company is creating or destroying economic value for its shareholders. Further, the Investment Manager places high importance on the "quality of earnings" of a company, which is determined by an evaluation of a company's accounting practices as compared to its industry peers, as well as changes in accounting assumptions. Valuation involves an analysis of whether the market price of the security accurately reflects the true value of the underlying company.

The investment process thus aims to achieve a stock selection such that long positions are taken in securities where an underlying company exhibits positive characteristics on one or more of the above parameters and short positions are taken in securities where an underlying company exhibits negative characteristics on one or more of the above parameters.

From 1 August 2015 to 31 July 2016, the performance of the M USD Share Class is -5.94%.

From 1 August 2015 to 31 July 2016, the performance of the S EUR Share Class is -6.89%.

From 14 August 2015 (its inception) to 31 July 2016, the performance of the S USD Share Class is -8.76%.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## MS Tremblant Long/Short Equity UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 98.65% (2015: 93.51%)</b>		
	<b>Belgium: 0.00% (2015: 3.73%)</b>	-	-
	<b>Denmark: 0.00% (2015: 7.63%)</b>	-	-
	<b>Germany: 24.16% (2015: 35.16%)</b>		
	<b>Basic Materials: 0.00% (2015: 3.09%)</b>	-	-
	<b>Consumer, Cyclical: 4.13% (2015: 2.46%)</b>		
9,025	Continental	1,892,289	4.13
	<b>Consumer, Non-cyclical: 0.00% (2015: 6.78%)</b>	-	-
	<b>Financial: 0.00% (2015: 4.33%)</b>	-	-
	<b>Industrial: 8.03% (2015: 5.87%)</b>		
33,922	Siemens	3,684,080	8.03
	<b>Technology: 0.00% (2015: 5.39%)</b>	-	-
	<b>Utilities: 12.00% (2015: 7.24%)</b>		
340,474	E.ON	3,652,011	7.96
104,062	RWE	1,850,822	4.04
	<b>Total Germany</b>	<b>11,079,202</b>	<b>24.16</b>
	<b>Netherlands: 0.00% (2015: 11.99%)</b>	-	-
	<b>Sweden: 4.10% (2015: 12.81%)</b>		
	<b>Communications: 0.00% (2015: 6.49%)</b>	-	-
	<b>Financial: 4.10% (2015: 6.32%)</b>		
210,546	Nordea Bank	1,881,329	4.10
	<b>Total Sweden</b>	<b>1,881,329</b>	<b>4.10</b>
	<b>Switzerland: 0.00% (2015: 16.91%)</b>	-	-
	<b>United Kingdom: 0.00% (2015: 5.28%)</b>	-	-
	<b>United States: 70.39% (2015: 0.00%)</b>		
	<b>Basic Materials: 2.76% (2015: 0.00%)</b>		
12,101	PPG Industries	1,267,096	2.76
	<b>Communications: 22.73% (2015: 0.00%)</b>		
2,410	Alphabet	1,907,129	4.16
7,667	Charter Communications	1,800,748	3.93
15,474	F5 Networks	1,909,801	4.16
15,035	Facebook	1,863,438	4.06
2,180	Priceline Group	2,944,766	6.42
	<b>Consumer, Cyclical: 5.39% (2015: 0.00%)</b>		
5,837	Dollar Tree	562,045	1.23
25,798	L Brands	1,906,472	4.16

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Tremblant Long/Short Equity UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
<b>Equities: 98.65% (2015: 93.51%) (continued)</b>			
<b>United States: 70.39% (2015: 0.00%) (continued)</b>			
<b>Consumer, Non-cyclical: 8.84% (2015: 0.00%)</b>			
1,844	Amgen	317,223	0.69
26,569	Express Scripts	2,021,104	4.41
4,225	Gilead Sciences	335,761	0.73
11,313	S&P Global	1,382,449	3.01
<b>Energy: 0.02% (2015: 0.00%)</b>			
150	First Solar	7,002	0.02
<b>Financial: 10.62% (2015: 0.00%)</b>			
130,255	Bank of America	1,887,395	4.11
28,162	JPMorgan Chase	1,801,523	3.93
5,220	Simon Property Reits	1,185,149	2.58
<b>Industrial: 5.15% (2015: 0.00%)</b>			
9,893	Honeywell International	1,150,853	2.51
11,228	United Technologies	1,208,694	2.64
<b>Technology: 14.88% (2015: 0.00%)</b>			
21,277	Citrix Systems	1,896,419	4.13
24,032	Electronic Arts	1,834,122	4.00
126,947	Hewlett Packard Enterprise	2,668,425	5.82
7,556	Microsoft	428,274	0.93
<b>Total United States</b>		<b>32,285,888</b>	<b>70.39</b>
<b>Total Equities</b>		<b>45,246,419</b>	<b>98.65</b>
<b>Participatory Notes: 1.97% (2015: 2.22%)</b>			
<b>India: 1.97% (2015: 2.22%)</b>			
343,103	Power Grid Corporation of India	901,487	1.97
<b>Total India</b>		<b>901,487</b>	<b>1.97</b>
<b>Total Participatory Notes</b>		<b>901,487</b>	<b>1.97</b>
<b>Financial Derivative Instruments: 0.43% (2015: 0.79%)</b>			
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Gains: 0.43% (2015: 0.79%)</b>		
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>
Northern Trust	EUR 29,230,494	USD 32,555,287	03/08/2016
Northern Trust	EUR 24,307,182	USD 27,155,011	01/09/2016
Northern Trust	EUR 1,318,170	USD 1,466,051	03/08/2016
Northern Trust	EUR 781,448	USD 869,517	03/08/2016
Northern Trust	EUR 601,716	USD 671,575	08/08/2016
<b>Total Forward Currency Contracts - Unrealised Gains</b>		<b>198,734</b>	<b>0.43</b>
<b>Total Financial Derivative Instruments</b>		<b>198,734</b>	<b>0.43</b>
<b>Total Financial assets at fair value through profit or loss</b>		<b>46,346,640</b>	<b>101.05</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Tremblant Long/Short Equity UCITS Fund

				Fair Value US\$	% of Net Assets
<b>Financial liabilities at fair value through profit or loss</b>					
<b>Financial Derivative Instruments: (0.09%) ((2015: 0.94%))</b>					
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Losses: 0.00% (2015: 0.00%)</b>				
	Morgan Stanley & Co International plc Swap				
Morgan Stanley	MS Tremblant Long/Short Equity UCITS Fund Reference Portfolio Leg			(2)	-
	Morgan Stanley & Co International plc Swap				
Morgan Stanley	MS Tremblant Long/Short Equity UCITS Fund Financing Leg			-	-
<b>Total Total Return Swaps - Unrealised Losses</b>				<b>(2)</b>	<b>-</b>
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (0.09%) ((2015: 0.94%))</b>				
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>		
Northern Trust	USD 671,575	EUR 601,662	01/09/2016	(1,897)	-
Morgan Stanley	USD 992,226	EUR 895,484	03/08/2016	(9,149)	(0.02)
Northern Trust	USD 6,791,130	EUR 6,100,000	03/08/2016	(30,196)	(0.07)
<b>Total Forward Currency Contracts - Unrealised Losses</b>				<b>(41,242)</b>	<b>(0.09)</b>
<b>Total Financial Derivative Instruments</b>				<b>(41,244)</b>	<b>(0.09)</b>
<b>Total Financial liabilities at fair value through profit or loss</b>				<b>(41,244)</b>	<b>(0.09)</b>
<b>Total Value of Investments (Cost: US\$44,526,888)</b>				<b>46,305,396</b>	<b>100.96</b>
<b>Cash and Cash Equivalents</b>				<b>1,720,297</b>	<b>3.75</b>
<b>Other Net Liabilities</b>				<b>(2,158,641)</b>	<b>(4.71)</b>
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>				<b>45,867,052</b>	<b>100.00</b>
<b>Analysis of Portfolio</b>					
<b>% of Total Assets</b>					
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market				46,147,906	96.01
Over the counter financial derivative instruments				198,734	0.41
Cash and cash equivalents				1,720,297	3.58
Other assets				1,279	-
<b>Total Assets</b>				<b>48,068,216</b>	<b>100.00</b>

## UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS

For the year ended 31 July 2016

## MS Tremblant Long/Short Equity UCITS Fund

<b>Total purchases in the year</b>		<b>US\$1,058,385,134</b>
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost US\$</b>
Siemens	322,287	32,547,032
Bayer	231,676	27,335,541
Alphabet	35,117	26,081,972
ING Groep	1,965,397	25,954,986
Nordea Bank	2,429,567	24,582,019
Fresenius	324,788	23,301,934
Amazon.com	36,427	20,575,590
Citigroup	443,889	20,231,839
Deutsche Bank	815,382	19,228,448
Facebook	177,260	18,291,644
Unilever	413,395	18,034,639
Apple	164,752	17,266,108
Vestas Wind Systems	285,395	17,167,849
E.ON	1,780,017	16,505,733
Priceline Group	13,014	16,459,048
Koninklijke Philips	635,771	15,846,606
ASML	173,461	15,813,321
Allianz	94,393	15,563,963
SAP	188,485	13,839,806
Dish Network	235,681	13,634,906
Commerzbank	1,553,735	13,272,050
Daimler	178,038	13,147,477
UBS	654,378	12,049,664
Biogen	38,632	11,620,001
Linde	75,151	11,072,828
Microsoft	212,629	10,726,282
Electronic Arts	149,239	10,666,393
Ally Financial	558,933	10,588,998
<b>Total sales in the year</b>		<b>US\$1,090,789,628</b>
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
Siemens	309,290	30,617,934
Bayer	251,534	30,047,710
ING Groep	2,122,140	27,344,419
Fresenius	368,312	25,838,038
Nordea Bank	2,490,200	25,711,300
Vestas Wind Systems	407,806	24,972,341
Alphabet	32,707	24,106,341
Unilever	516,405	22,902,863
Deutsche Bank	923,143	22,174,715
Amazon.com	36,427	20,721,465
Citigroup	443,889	20,696,392
Koninklijke Philips	767,037	18,638,081
E.ON	1,919,964	18,203,555
Apple	164,752	17,854,425
ASML	193,867	17,296,416
Facebook	162,225	16,731,663
SAP	221,074	16,066,944
Allianz	94,393	15,596,295
Daimler	202,147	14,686,372
Telefonaktiebolaget LM Ericsson Class B	1,508,915	14,318,943
Priceline Group	10,834	14,256,470
Dish Network	235,681	12,679,895
Commerzbank	1,553,735	12,301,237
UBS	654,378	12,232,452

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**  
**For the year ended 31 July 2016**  
**MS Tremblant Long/Short Equity UCITS Fund**

---

<b>Major Sales (continued)</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
Linde	75,151	11,471,854
Microsoft	221,800	11,339,828
Coca-Cola Enterprises	211,509	10,945,672

The above totals represent all material purchases and sales in the year.

**INVESTMENT MANAGER'S REPORT  
For the year ended 31 July 2016  
MSCI Emerging Markets ESG Equity Fund**

The Sub-Fund's investment objective is to provide returns equivalent to the performance of the MSCI Emerging Markets ESG Index (Total Return Net Dividend Reinvested) (the "Index") before all fees and expenses.

The Index is representative of the performance of companies with high Environmental, Social and Governance (ESG) performance relative to their sector peers (i.e. those companies which have a higher ESG rating relative to their peers - the ESG rating evaluates a company's impact on the environment, community and society, employees and its supply chain, customers and governance) located in various emerging markets. As of May 2016, the Index comprised of 24 emerging market economies; South Africa, Brazil, Chile, China, Colombia, Czech Republic, Egypt, Hong Kong, Hungary, India, Indonesia, South Korea, Malaysia, Mexico, Philippines, Poland, Qatar, Romania, Russia, Taiwan, Thailand, Turkey and United Arab Emirates. Certain emerging market stocks may be incorporated in other non-emerging markets such as Greece.

From 18 February 2015 (its inception) to 31 July 2016, the performance of the Sub-Fund is -3.51% compared to -2.73% for the MSCI Emerging Markets ESG Index.

From 31 July 2015 to 31 July 2016, the performance of the Sub-Fund is 3.23% compared to 3.81% for the MSCI Emerging Markets ESG Index.

The Sub-Fund and the Index have an annualised volatility of 18.31%.

In terms of tracking error (annualised standard deviation of the difference in performance between the return of the Sub-Fund and its benchmark) the Sub-Fund has achieved a low tracking error at 0.02% versus the Index since launch.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## MSCI Emerging Markets ESG Equity Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 86.10% (2015: 81.77%)</b>		
	<b>Belgium: 0.81% (2015: 0.00%)</b>		
	<b>Financial: 0.81% (2015: 0.00%)</b>		
83,902	KBC Groep	4,361,381	0.81
	<b>Total Belgium</b>	<b>4,361,381</b>	<b>0.81</b>
	<b>Brazil: 6.40% (2015: 6.95%)</b>		
	<b>Basic Materials: 0.44% (2015: 0.97%)</b>		
42,020	Braskem	241,013	0.04
68,513	Fibria Celulose	419,463	0.08
232,638	Gerdau	557,773	0.10
152,197	Klabin	799,971	0.15
100,961	Suzano Papel e Celulose	309,842	0.06
1,406	Ultrapar Participacoes	32,205	0.01
	<b>Communications: 0.13% (2015: 0.13%)</b>		
5,913	Telefonica Brasil	90,056	0.02
229,346	TIM Participacoes	589,613	0.11
	<b>Consumer, Cyclical: 0.00% (2015: 0.24%)</b>		
3,136	Lojas Renner	26,447	-
	<b>Consumer, Non-cyclical: 0.96% (2015: 1.43%)</b>		
159,487	BRF	2,679,168	0.50
714	Cia Brasileira de Distribuicao	10,839	-
4,033	Cielo	45,852	0.01
361,753	Kroton Educacional	1,616,048	0.30
40,127	Localiza Rent a Car	500,284	0.09
8,873	M Dias Branco	322,540	0.06
	<b>Diversified: 0.49% (2015: 0.00%)</b>		
1,018,962	Itausa - Investimentos Itau Pref	2,635,355	0.49
	<b>Energy: 0.06% (2015: 0.04%)</b>		
33,064	CosanIndustria e Comercio	348,295	0.06
	<b>Financial: 3.56% (2015: 3.29%)</b>		
218,032	Banco Bradesco	1,970,274	0.37
726,773	Banco Bradesco Preferred Shares	6,376,464	1.18
451,288	BM&FBovespa- Bolsa de Valores Mercadorias e Futuros	2,665,230	0.49
755,100	Itau Unibanco	7,893,463	1.47
73,015	Odontoprev	293,650	0.05
	<b>Industrial: 0.18% (2015: 0.45%)</b>		
84,268	Duratex	258,352	0.05
2,591	Embraer	11,887	-
152,929	WEG	722,443	0.13
	<b>Utilities: 0.31% (2015: 0.40%)</b>		
89,448	Cia de Saneamento Basico do Estado de Sao Paulo	852,307	0.16
197,494	Cia Energetica de Minas Gerais	555,383	0.11
49,678	Cia Energetica de Sao Paulo Pref Class B	213,933	0.04
53,304	CPFL Energia	376,644	0.07
64,473	EDP - Energias do Brasil	286,821	0.05
44,167	Engie Brasil Energia	576,751	0.11
24,888	Transmissora Alianca de Energia Eletrica	199,418	0.04
	<b>Total Brazil</b>	<b>34,477,784</b>	<b>6.40</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MSCI Emerging Markets ESG Equity Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 86.10% (2015: 81.77%) (continued)</b>		
	<b>Chile: 0.91% (2015: 1.02%)</b>		
	<b>Basic Materials: 0.11% (2015: 0.07%)</b>		
25,205	Sociedad Quimica y Minera de Chile Class B	627,352	0.11
	<b>Consumer, Cyclical: 0.30% (2015: 0.27%)</b>		
78,534	Latam Airlines	685,762	0.13
127,435	SACI Falabella	935,372	0.17
	<b>Consumer, Non-cyclical: 0.05% (2015: 0.04%)</b>		
70,534	Embotelladora Andina Class B	275,503	0.05
	<b>Diversified: 0.20% (2015: 0.24%)</b>		
119,074	Empresas COPEC	1,074,989	0.20
	<b>Utilities: 0.25% (2015: 0.40%)</b>		
684,415	Aguas Andinas Class A	413,927	0.08
5,141,700	Enersis Americas	897,652	0.17
	<b>Total Chile</b>	<b>4,910,557</b>	<b>0.91</b>
	<b>Colombia: 0.41% (2015: 0.48%)</b>		
	<b>Consumer, Cyclical: 0.00% (2015: 0.08%)</b>		
	<b>Financial: 0.18% (2015: 0.22%)</b>		
116,384	Bancolombia	993,834	0.18
	<b>Industrial: 0.17% (2015: 0.18%)</b>		
112,779	Cementos Argos	421,105	0.08
81,259	Grupo Argos SA/Colombia	488,099	0.09
	<b>Utilities: 0.06% (2015: 0.00%)</b>		
101,470	Interconexion Electrica	299,479	0.06
	<b>Total Colombia</b>	<b>2,202,517</b>	<b>0.41</b>
	<b>Hong Kong: 0.10% (2015: 0.31%)</b>		
	<b>Consumer, Cyclical: 0.10% (2015: 0.31%)</b>		
30,000	Alibaba Pictures	6,418	-
331,000	Haier Electronics Class C	554,514	0.10
	<b>Total Hong Kong</b>	<b>560,932</b>	<b>0.10</b>
	<b>Indonesia: 2.17% (2015: 4.05%)</b>		
	<b>Communications: 0.98% (2015: 0.76%)</b>		
1,864,500	Global Mediacom	146,615	0.03
1,292,200	Media Nusantara Citra	212,103	0.04
1,536,100	Surya Citra Media	370,583	0.07
13,237,200	Telekomunikasi Indonesia Persero	4,274,791	0.79
930,900	XL Axiata	263,667	0.05
	<b>Consumer, Cyclical: 0.17% (2015: 0.69%)</b>		
613,000	Matahari Department Store	932,475	0.17
	<b>Consumer, Non-cyclical: 0.35% (2015: 0.63%)</b>		
23,688	Astra Agro Lestari	26,223	-
612,400	Indofood CBP Sukses Makmur	402,080	0.08
1,153,000	Indofood Sukses Makmur	732,811	0.14
5,540,100	Kalbe Farma	708,453	0.13

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MSCI Emerging Markets ESG Equity Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 86.10% (2015: 81.77%) (continued)</b>		
	<b>Indonesia: 2.17% (2015: 4.05%) (continued)</b>		
	<b>Energy: 0.05% (2015: 0.05%)</b>		
3,722,300	Adaro Energy	295,545	0.05
	<b>Financial: 0.52% (2015: 1.62%)</b>		
867,500	Bank Danamon Indonesia	231,801	0.04
2,915,600	Bank Rakyat Indonesia Persero	2,565,354	0.48
	<b>Industrial: 0.10% (2015: 0.13%)</b>		
440,800	United Tractors	530,030	0.10
	<b>Utilities: 0.00% (2015: 0.17%)</b>		
	<b>Total Indonesia</b>	<b>11,692,531</b>	<b>2.17</b>
	<b>Malaysia: 3.35% (2015: 4.37%)</b>		
	<b>Communications: 0.47% (2015: 0.84%)</b>		
403,600	Astro Malaysia	289,525	0.05
702,835	Axiata	982,467	0.18
13,600	DiGi.Com	16,572	0.01
493,400	Maxis	729,706	0.14
296,300	Telekom Malaysia	497,170	0.09
	<b>Consumer, Cyclical: 0.03% (2015: 0.10%)</b>		
120,100	UMW	168,178	0.03
	<b>Consumer, Non-cyclical: 0.64% (2015: 0.65%)</b>		
330,300	Felda Global Ventures Holdings	150,118	0.03
149,400	HAP Seng Consolidated	284,449	0.05
757,500	IHH Healthcare	1,217,062	0.23
592,500	IOI	615,717	0.12
112,300	Kuala Lumpur Kepong	637,852	0.12
124,600	PPB	489,768	0.09
	<b>Diversified: 0.08% (2015: 0.10%)</b>		
1,080,300	YTL Corp	443,214	0.08
	<b>Energy: 0.10% (2015: 0.19%)</b>		
748,300	Dialog	279,429	0.05
49,100	Petronas Dagangan	280,571	0.05
	<b>Financial: 1.27% (2015: 1.85%)</b>		
474,900	AMMB	501,675	0.09
810,351	CIMB	873,957	0.16
900,900	Malayan Banking	1,775,020	0.33
714,700	Public Bank	3,423,818	0.64
213,045	RHB Bank	266,404	0.05
	<b>Industrial: 0.18% (2015: 0.07%)</b>		
89,300	Lafarge Malaysia	174,410	0.03
193,483	Malaysia Airports	282,821	0.05
296,400	MISC	546,853	0.10
	<b>Utilities: 0.58% (2015: 0.57%)</b>		
889,900	Tenaga Nasional	3,143,781	0.58
	<b>Total Malaysia</b>	<b>18,070,537</b>	<b>3.35</b>

**SCHEDULE OF INVESTMENTS (continued)**

As at 31 July 2016

**MSCI Emerging Markets ESG Equity Fund**

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 86.10% (2015: 81.77%) (continued)</b>		
	<b>Mexico: 2.94% (2015: 2.86%)</b>		
	<b>Basic Materials: 0.17% (2015: 0.28%)</b>		
36,411	Industrias Penoles Class C	937,522	0.17
	<b>Consumer, Cyclical: 0.09% (2015: 0.12%)</b>		
49,094	El Puerto de Liverpool Class C	476,169	0.09
	<b>Consumer, Non-cyclical: 1.53% (2015: 1.72%)</b>		
109,687	Arca Continental Class C	706,064	0.13
130,158	Coca-Cola Femsa Series L	1,023,870	0.19
480,799	Fomento Economico Mexicano	4,304,590	0.80
430,840	Grupo Bimbo Class A	1,285,156	0.24
400,221	Kimberly-Clark de Mexico Class A	905,887	0.17
	<b>Diversified: 0.22% (2015: 0.30%)</b>		
737,105	Alfa Class A	1,207,347	0.22
	<b>Financial: 0.25% (2015: 0.27%)</b>		
257,343	Genera Class C	478,516	0.09
478,220	Grupo Financiero Santander Mexico Class B	871,869	0.16
	<b>Industrial: 0.68% (2015: 0.17%)</b>		
3,665,503	Cemex	2,795,578	0.52
54,384	Grupo Aeroportuario del Sureste Class B	836,364	0.16
	<b>Total Mexico</b>	<b>15,828,932</b>	<b>2.94</b>
	<b>People's Republic of China: 19.24% (2015: 20.18%)</b>		
	<b>Communications: 10.28% (2015: 9.43%)</b>		
1,609,000	China Mobile	19,832,712	3.68
1,479,700	Tencent	35,562,607	6.60
	<b>Consumer, Cyclical: 1.25% (2015: 1.12%)</b>		
474,000	Air China	362,221	0.07
796,000	Brilliance China Automotive	883,196	0.16
168,500	BYD	1,068,332	0.20
478,000	China Southern Airlines	315,383	0.06
712,000	Dongfeng Motor	878,078	0.16
1,390,000	Geely Automobile	913,537	0.17
3,281,000	GOME Electrical Appliances	397,443	0.07
608,000	Guangzhou Automobile	780,376	0.14
181,200	Shanghai Pharmaceuticals	429,652	0.08
147,000	Shenzhou International	774,786	0.14
	<b>Consumer, Non-cyclical: 0.75% (2015: 0.71%)</b>		
9,500	China Conch Venture	18,168	-
307,000	China Medical System	451,008	0.08
1,090,000	CSPC Pharmaceutical	942,519	0.17
365,000	Luye Pharma	236,593	0.04
516,000	Shandong Weigao Medical Polymer	287,925	0.05
106,000	Shanghai Fosun Pharmaceutical	259,811	0.05
327,600	Sinopharm	1,585,240	0.29
372,000	Zhejiang Expressway	383,987	0.07
	<b>Energy: 0.45% (2015: 0.53%)</b>		
873,000	China Longyuan Power	699,755	0.13
893,500	China Shenhua Energy	1,706,412	0.32

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MSCI Emerging Markets ESG Equity Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
<b>Equities: 86.10% (2015: 81.77%) (continued)</b>			
<b>People's Republic of China: 19.24% (2015: 20.18%) (continued)</b>			
<b>Financial: 5.26% (2015: 7.10%)</b>			
2,241,000	China CITIC Bank	1,415,074	0.26
22,041,000	China Construction Bank	14,769,837	2.74
244,000	China Everbright	465,364	0.09
944,000	China Everbright Bank	409,961	0.08
1,024,000	China Merchants Bank	2,190,530	0.41
1,620,000	China Minsheng Banking	1,688,903	0.31
681,000	Chongqing Rural Commercial Bank	357,176	0.07
1,370,500	Ping An Insurance Group of China	6,393,353	1.19
129,000	Shanghai Industrial	301,556	0.06
931,000	Shui On Land	250,748	0.05
<b>Industrial: 0.76% (2015: 0.73%)</b>			
195,500	AAC Technologies Class I	1,824,007	0.34
691,000	China COSCO	241,317	0.05
649,000	China Everbright International	700,858	0.13
1,092,000	CRRC	1,000,537	0.19
528,000	Sinotrans	241,548	0.05
<b>Technology: 0.23% (2015: 0.39%)</b>			
1,892,000	Lenovo	1,223,956	0.23
<b>Utilities: 0.26% (2015: 0.17%)</b>			
1,144,000	Beijing Enterprises Water	694,365	0.13
868,000	China Power International Development	353,466	0.07
1,032,000	Huaneng Renewables	329,817	0.06
<b>Total People's Republic of China</b>		<b>103,622,114</b>	<b>19.24</b>
<b>Philippines: 1.76% (2015: 1.33%)</b>			
<b>Consumer, Cyclical: 0.29% (2015: 0.26%)</b>			
115,780	Jollibee Foods	626,701	0.12
62,760	SM Investments	917,887	0.17
<b>Consumer, Non-cyclical: 0.24% (2015: 0.00%)</b>			
717,460	JG Summit	1,271,660	0.24
<b>Diversified: 0.16% (2015: 0.00%)</b>			
534,170	Aboitiz Equity Ventures	884,425	0.16
<b>Financial: 0.86% (2015: 0.84%)</b>			
1,920,600	Ayala Land	1,610,352	0.30
145,440	Bank of the Philippine Islands	296,375	0.06
421,930	BDO Unibank	1,013,850	0.19
167,044	Metropolitan Bank & Trust	336,676	0.06
2,171,100	SM Prime	1,345,704	0.25
<b>Utilities: 0.21% (2015: 0.23%)</b>			
398,300	Aboitiz Power	382,574	0.07
1,738,100	Energy Development	216,571	0.04
3,442,300	Metro Pacific Investments Class C	548,021	0.10
<b>Total Philippines</b>		<b>9,450,796</b>	<b>1.76</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MSCI Emerging Markets ESG Equity Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 86.10% (2015: 81.77%) (continued)</b>		
	<b>Republic of South Korea: 12.31% (2015: 12.31%)</b>		
	<b>Basic Materials: 0.92% (2015: 0.92%)</b>		
27,646	Hanwha Chemical	630,590	0.12
4,785	Kumho Petrochemical	259,295	0.05
12,184	LG Chem	2,648,577	0.49
2,004	LG Chem Pref	317,556	0.06
4,037	Lotte Chemical	1,093,808	0.20
	<b>Communications: 0.54% (2015: 0.33%)</b>		
18,066	Cheil Worldwide	290,308	0.05
8,481	KT	240,389	0.04
14,398	Samsung SDI	1,356,059	0.25
5,283	SK Telecom	1,084,757	0.20
	<b>Consumer, Cyclical: 2.34% (2015: 2.16%)</b>		
14,130	Coway	1,081,053	0.20
19,453	Hankook Tire	941,260	0.17
49,070	Hanon Systems	501,586	0.09
2,772	Hanssem	425,643	0.08
14,849	Hyundai Development Co-Engineering & Construction	587,252	0.11
17,897	Hyundai Mobis	4,074,218	0.76
4,286	Hyundai Wia	328,677	0.06
9,431	Korean Air Lines	239,953	0.04
24,840	LG	1,408,151	0.26
2,895	Lotte Shopping Class C	498,804	0.09
19,928	Samsung C&T	2,410,609	0.45
32,479	SK Networks	180,060	0.03
	<b>Consumer, Non-cyclical: 1.50% (2015: 1.61%)</b>		
8,445	Amorepacific	2,925,198	0.54
7,309	Amorepacific GRP.	942,865	0.18
2,357	Amorepacific Pref	473,441	0.09
2,066	CJ CheilJedang	725,770	0.13
2,461	LG Household & Health Care	2,214,603	0.41
1,488	Lotte Confectionery	251,731	0.05
2,050	Yuhan	560,014	0.10
	<b>Diversified: 0.13% (2015: 0.23%)</b>		
3,813	CJ	682,504	0.13
	<b>Energy: 0.67% (2015: 0.73%)</b>		
13,375	GS	574,332	0.11
17,000	SK Innovation	2,215,775	0.41
11,787	S-Oil	804,986	0.15
	<b>Financial: 3.08% (2015: 3.47%)</b>		
68,246	BNK Financial	536,756	0.10
44,401	DGB Financial	357,142	0.07
12,971	Dongbu Insurance	735,311	0.14
77,473	Hana Financial	1,905,442	0.35
16,436	Hyundai Marine & Fire Insurance Class C	444,593	0.08
65,532	Industrial Bank of Korea	693,259	0.13
101,473	KB Financial Group	3,188,724	0.59
9,097	Samsung Card	350,431	0.07
8,710	Samsung Fire & Marine Insurance	2,072,236	0.38
18,321	Samsung Life Insurance	1,591,424	0.30
112,091	Shinhan Financial	3,997,711	0.74
79,618	Woori Bank	717,888	0.13

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MSCI Emerging Markets ESG Equity Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
<b>Equities: 86.10% (2015: 81.77%) (continued)</b>			
<b>Republic of South Korea: 12.31% (2015: 12.31%) (continued)</b>			
<b>Industrial: 1.55% (2015: 1.60%)</b>			
7,312	Daelim Industrial	548,327	0.10
32,634	Daewoo Engineering & Construction	181,211	0.03
12,508	Doosan Heavy Industries & Construction	292,559	0.06
13,008	GS Engineering & Construction	333,285	0.06
5,515	Hyosung	684,359	0.13
18,944	Hyundai Engineering & Construction	622,362	0.12
10,940	Hyundai Heavy Industries	1,225,702	0.23
60,873	LG Display	1,684,652	0.31
27,841	LG Electronics	1,329,727	0.25
3,715	LG Innotek	296,497	0.06
14,662	Samsung Electro-Mechanics Class C	722,530	0.14
39,415	Samsung Heavy Industries	349,761	0.06
<b>Technology: 1.53% (2015: 1.26%)</b>			
9,113	Samsung SDS	1,277,276	0.24
12,012	SK	2,235,863	0.42
152,964	SK Hynix	4,697,551	0.87
<b>Utilities: 0.05% (2015: 0.00%)</b>			
7,248	Korea Gas	273,705	0.05
<b>Total Republic of South Korea</b>		<b>66,316,108</b>	<b>12.31</b>
<b>Russian Federation: 0.92% (2015: 1.19%)</b>			
<b>Basic Materials: 0.10% (2015: 0.31%)</b>			
515,100	Alrosa PAO	554,362	0.10
<b>Energy: 0.82% (2015: 0.88%)</b>			
25,395	Novatek GDR	2,534,421	0.47
396,220	Tatneft PAO	1,899,893	0.35
<b>Total Russian Federation</b>		<b>4,988,676</b>	<b>0.92</b>
<b>Spain: 1.05% (2015: 11.10%)</b>			
<b>Energy: 1.05% (2015: 0.00%)</b>			
450,000	Repsol	5,673,721	1.05
<b>Industrial: 0.00% (2015: 0.68%)</b>			
<b>Utilities: 0.00% (2015: 10.42%)</b>			
<b>Total Spain</b>		<b>5,673,721</b>	<b>1.05</b>
<b>Taiwan: 13.68% (2015: 12.62%)</b>			
<b>Basic Materials: 0.45% (2015: 0.51%)</b>			
3,102,000	China Steel	2,142,628	0.40
183,000	Taiwan Fertilizer	255,098	0.05
<b>Communications: 1.16% (2015: 1.17%)</b>			
546,000	Asia Pacific Telecom	188,995	0.04
1,000,000	Chunghwa Telecom	3,555,430	0.66
420,000	Far EasTone Telecommunications	964,383	0.18
441,000	Taiwan Mobile	1,519,594	0.28

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MSCI Emerging Markets ESG Equity Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 86.10% (2015: 81.77%) (continued)</b>		
	<b>Taiwan: 13.68% (2015: 12.62%) (continued)</b>		
	<b>Consumer, Cyclical: 0.85% (2015: 0.81%)</b>		
658,000	China Airlines	193,754	0.04
49,000	Eclat Textile	548,742	0.10
483,000	Eva Airways	229,978	0.04
845,080	Far Eastern New Century	659,164	0.12
87,360	Feng TAY Enterprise	394,068	0.07
199,000	Formosa Taffeta	188,571	0.04
65,000	Hotai Motor	651,568	0.12
55,000	Merida Industry	254,127	0.05
151,000	President Chain Store	1,225,104	0.23
225,000	Yulon Motor	199,817	0.04
	<b>Consumer, Non-cyclical: 0.52% (2015: 0.48%)</b>		
92,000	Standard Foods	228,537	0.04
1,269,360	Uni-President Enterprises Class C	2,592,559	0.48
	<b>Financial: 1.31% (2015: 1.67%)</b>		
269,400	Chailease	477,651	0.09
1,222,460	Chang Hwa Commercial Bank	656,742	0.12
208	China Life Insurance	172	-
4,271,401	CTBC Financial	2,354,937	0.44
2,068,676	E.Sun Financial Class C	1,153,477	0.21
2,153,050	Shin Kong Financial	437,044	0.08
2,096,000	Taishin Financial	840,422	0.16
952,103	Taiwan Business Bank	250,828	0.05
1,892,450	Taiwan Cooperative Financial	886,262	0.16
	<b>Industrial: 0.85% (2015: 0.81%)</b>		
2,300,000	AU Optronics	933,026	0.17
511,045	Delta Electronics	2,689,458	0.50
520	Evergreen MarineTaiwan	201	-
52,620	Hiwin Technologies	257,965	0.05
72,000	Simplo Technology	253,736	0.05
493,000	Teco Electric and Machinery	436,276	0.08
	<b>Technology: 8.54% (2015: 7.17%)</b>		
769,000	Acer	366,156	0.07
1,662,000	Advanced Semiconductor Engineering	1,978,385	0.37
83,000	Advantech	644,802	0.12
186,000	Asustek Computer	1,616,859	0.30
140,700	Chicony Electronics	347,750	0.06
1,117,000	Compal Electronics	701,558	0.13
2,379,000	Innolux	879,372	0.16
650,000	Inventec	503,947	0.09
556,860	Lite-On Technology	833,816	0.15
718,000	Quanta Computer	1,459,706	0.27
575,205	Siliconware Precision Industries	864,889	0.16
6,469,000	Taiwan Semiconductor Manufacturing	34,956,066	6.49
239,000	Vanguard International Semiconductor	432,735	0.08
628,170	Wistron	498,829	0.09
	<b>Total Taiwan</b>	<b>73,705,184</b>	<b>13.68</b>
	<b>Thailand: 3.17% (2015: 3.00%)</b>		
	<b>Basic Materials: 0.25% (2015: 0.21%)</b>		
2,630,400	IRPC	374,585	0.07
569,900	PTT Global Chemical	994,012	0.18

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MSCI Emerging Markets ESG Equity Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 86.10% (2015: 81.77%) (continued)</b>		
	<b>Thailand: 3.17% (2015: 3.00%) (continued)</b>		
	<b>Communications: 0.31% (2015: 0.39%)</b>		
286,000	Advanced Info Service	1,461,614	0.27
269,200	BEC World	190,906	0.04
	<b>Consumer, Cyclical: 0.54% (2015: 0.43%)</b>		
1,300,000	CP ALL	1,931,525	0.36
1,036,486	Home Product Center	300,560	0.06
568,160	Minor International	664,729	0.12
	<b>Consumer, Non-cyclical: 0.10% (2015: 0.23%)</b>		
98,100	Bumrungrad Hospital	518,243	0.10
	<b>Diversified: 0.30% (2015: 0.33%)</b>		
108,550	Siam Cement PCL	1,589,449	0.30
	<b>Energy: 0.15% (2015: 0.14%)</b>		
425,700	Banpu	191,889	0.04
294,000	Energy Absolute	221,576	0.04
214,500	Thai Oil	374,128	0.07
	<b>Financial: 1.08% (2015: 0.99%)</b>		
370,100	Central Pattana	610,989	0.11
15,100	Kasikornbank (Local)	85,623	0.01
443,800	Kasikornbank (Alien Market)	2,542,006	0.47
928,000	Krung Thai Bank	463,600	0.09
429,200	Siam Commercial Bank PCL	1,953,150	0.36
3,442,100	TMB Bank	223,346	0.04
	<b>Industrial: 0.38% (2015: 0.28%)</b>		
117,800	Airports of Thailand	1,335,946	0.25
1,535,000	BTS	414,269	0.08
132,500	Delta Electronics Thailand	271,049	0.05
	<b>Utilities: 0.06% (2015: 0.00%)</b>		
140,600	Glow Energy	346,151	0.06
	<b>Total Thailand</b>	<b>17,059,345</b>	<b>3.17</b>
	<b>United States: 16.88% (2015: 0.00%)</b>		
	<b>Communications: 15.32% (2015: 0.00%)</b>		
59,947	Alphabet Class A	47,438,459	8.81
7,862	Alphabet Class C	6,044,227	1.12
93,930	Charter Communications Class A	22,061,339	4.10
182,357	Yahoo!	6,964,214	1.29
	<b>Consumer, Non-cyclical: 1.56% (2015: 0.00%)</b>		
77,000	PepsiCo	8,386,840	1.56
	<b>Total United States</b>	<b>90,895,079</b>	<b>16.88</b>
	<b>Total Equities</b>	<b>463,816,194</b>	<b>86.10</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MSCI Emerging Markets ESG Equity Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Warrants: 15.62% (2015: 18.01%)</b>		
	<b>Netherlands: 7.53% (2015: 8.29%)</b>		
	<b>Financial: 7.53% (2015: 8.29%)</b>		
44,750	Morgan Stanley Class B 24/03/2017	40,572,297	7.53
	<b>Total Netherlands</b>	<b>40,572,297</b>	<b>7.53</b>
	<b>People's Republic of China: 8.08% (2015: 9.72%)</b>		
	<b>Financial: 8.08% (2015: 9.72%)</b>		
2,900,000	Morgan Stanley Asia Products 03/12/2018	43,509,570	8.08
	<b>Total People's Republic of China</b>	<b>43,509,570</b>	<b>8.08</b>
	<b>Thailand: 0.01% (2015: 0.00%)</b>		
	<b>Energy: 0.01% (2015: 0.00%)</b>		
141,900	Banpu 31/05/2017	40,537	0.01
	<b>Total Thailand</b>	<b>40,537</b>	<b>0.01</b>
	<b>Total Warrants</b>	<b>84,122,404</b>	<b>15.62</b>
	<b>Financial Derivative Instruments: 11.52% (2015: 6.10%)</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Gains: 11.52% (2015: 6.10%)</b>		
Morgan Stanley	Morgan Stanley Capital Services LLC Swap MSCI Emerging Markets ESG Equity Fund Reference Portfolio Leg	62,053,364	11.52
	<b>Total Return Swaps - Unrealised Gains</b>	<b>62,053,364</b>	<b>11.52</b>
	<b>Total Financial Derivative Instruments</b>	<b>62,053,364</b>	<b>11.52</b>
	<b>Total Financial assets at fair value through profit or loss</b>	<b>609,991,962</b>	<b>113.24</b>
	<b>Financial liabilities at fair value through profit or loss</b>		
	<b>Financial Derivative Instruments: (13.56%) (2015: (6.01%))</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Losses: (13.56%) (2015: (6.01%))</b>		
Morgan Stanley	Morgan Stanley Capital Services LLC Swap MSCI Emerging Markets ESG Equity Fund Financing Leg	(73,021,975)	(13.56)
	<b>Total Return Swaps - Unrealised Losses</b>	<b>(73,021,975)</b>	<b>(13.56)</b>
	<b>Total Financial Derivative Instruments</b>	<b>(73,021,975)</b>	<b>(13.56)</b>
	<b>Total Financial liabilities at fair value through profit or loss</b>	<b>(73,021,975)</b>	<b>(13.56)</b>
	<b>Total Value of Investments (Cost: US\$546,042,812)</b>	<b>536,969,987</b>	<b>99.68</b>
	<b>Cash and Cash Equivalents</b>	<b>2,061,997</b>	<b>0.38</b>
	<b>Other Net Liabilities</b>	<b>(322,518)</b>	<b>(0.06)</b>
	<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<b>538,709,466</b>	<b>100.00</b>

**SCHEDULE OF INVESTMENTS (continued)**

As at 31 July 2016

**MSCI Emerging Markets ESG Equity Fund**

<b>Analysis of Portfolio</b>	<b>Fair Value US\$</b>	<b>% of Total Assets</b>
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	547,938,598	89.50
Over the counter financial derivative instruments	62,053,364	10.14
Cash and cash equivalents	2,061,997	0.34
Other assets	149,071	0.02
<b>Total Assets</b>	<b>612,203,030</b>	<b>100.00</b>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the year ended 31 July 2016**  
**MSCI Emerging Markets ESG Equity Fund**

<b>Total purchases in the year</b>	<b>US\$436,235,772</b>	
	<b>Nominal</b>	<b>Cost</b>
<b>Major Purchases</b>	<b>Holdings</b>	<b>US\$</b>
Morgan Stanley Class B 24/03/2017	5,954,482	79,996,659
Enagás	1,699,720	47,385,049
Iberdrola	6,153,776	42,736,621
Alphabet Class A	59,947	42,495,229
Morgan Stanley Asia Products 03/12/2018	2,900,000	41,613,705
Ferrovial	907,208	21,355,290
Charter Communications Class A	93,930	20,928,543
PepsiCo	137,123	14,085,539
Yahoo!	419,479	14,010,599
Repsol	1,034,832	13,457,120
Vestas Wind Systems	191,271	11,261,985
Industria De Diseno Textil	300,620	10,169,798
Red Eléctrica de España	119,922	9,726,982
Abertis Infraestructuras	398,613	6,602,061
Alphabet Class C	7,862	5,506,545
KBC Groep	83,902	4,707,699
Samsung C&T	32,773	4,350,711
Tencent	144,400	2,958,464
Cemex	3,701,213	2,867,443
Itausa - Investimentos Itau Pref	978,667	1,674,695
<b>Total sales in the year</b>	<b>US\$421,358,163</b>	
	<b>Nominal</b>	<b>Proceeds</b>
<b>Major Sales</b>	<b>Holdings</b>	<b>US\$</b>
Morgan Stanley Class B 24/03/2017	5,954,482	82,170,762
Enagás	2,685,885	80,564,328
Iberdrola	9,653,776	66,107,977
Morgan Stanley Asia Products 03/12/2018	3,187,309	44,927,300
Ferrovial	1,048,643	24,807,795
Vestas Wind Systems	191,271	12,674,576
Industria De Diseno Textil	300,620	11,139,827
Red Eléctrica de España	125,539	11,124,512
Yahoo!	237,122	7,748,459
Repsol	584,832	7,289,956
Abertis Infraestructuras	398,613	6,853,762
PepsiCo	60,123	6,006,889
Samsung C&T	24,700	3,454,035
Bank Central Asia	3,340,400	2,683,430
Taiwan Semiconductor Manufacturing	541,000	2,462,558
Astra International	5,484,900	1,936,170
China Mobile	160,000	1,831,479
Ultrapar Participacoes	101,301	1,780,426
Bank Mandiri	2,529,100	1,646,259
China Construction Bank	2,205,000	1,468,341

The above totals represent all material purchases and sales in the year.

**INVESTMENT MANAGER'S REPORT**

**For the period ended 31 July 2016**

**DAX® 80 Garant**

The investment objective of DAX® 80 Garant (the " Sub-Fund") is to provide shareholders with long term exposure to the performance of the Portfolio Strategy with 80% of the highest Net Asset Value (from the launch of the Sub-Fund onwards) being protected as a minimum redemption net asset value ("Minimum Target Payoff").

The Portfolio Strategy consists of long exposure of up to 150% in the equity futures on the DAX® Index (the "Index") and exposure to an effective overnight interest rate for the Euro (the "Cash Component"). The allocation to the equity futures on the Index is based on a volatility control strategy. The Sub-Fund will gain exposure to the equity futures on the Index and the Cash Component through an unfunded total return swap with the Approved Counterparty (the "Portfolio Total Return Swap"). The Sub-Fund will always have a 100% exposure to the Cash Component. The Portfolio Strategy will also incur a cost of financing (which is a set rate agreed from time to time with the Approved Counterparty and which may vary) on long exposure through the Portfolio Total Return Swap to the equity futures on the Index.

The Index is a total return index of 30 selected German blue chip stocks traded on the Frankfurt Stock Exchange.

The Sub-Fund was launched on 6 August 2015.

From 6 August 2015 (its inception) to 31 July 2016, the performance of the Sub-Fund is -0.21% compared to -10.77% for the DAX® Index.

From 27 August 2015 (since the Sub-Fund has been exposed to the underlying strategy) to 31 July 2016, the performance of the Sub-Fund is -0.21% compared to 0.21% for the DAX index.

From 27 August 2015 (since the Sub-Fund has been exposed to the underlying strategy), the Sub-Fund has an annualised volatility of 7.4% and the DAX 80% Index has an annualised volatility of 24.80%.

As of 31 July 2016, the counterparty risk is equal to -4.45% of the Sub-Fund's net assets.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

DAX® 80 Garant

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Equities: 103.71%</b>		
	<b>Austria: 4.42%</b>		
	<b>Basic Materials: 4.42%</b>		
5,370	Lenzing	503,384	4.42
	<b>Total Austria</b>	<b>503,384</b>	<b>4.42</b>
	<b>Finland: 3.96%</b>		
	<b>Consumer, Non-cyclical: 1.36%</b>		
4,280	Orion	155,150	1.36
	<b>Industrial: 2.60%</b>		
17,803	Uponor	295,886	2.60
	<b>Total Finland</b>	<b>451,036</b>	<b>3.96</b>
	<b>Germany: 67.65%</b>		
	<b>Basic Materials: 4.36%</b>		
17,586	Evonik Industries	490,298	4.30
319	ThyssenKrupp	6,540	0.06
	<b>Communications: 8.01%</b>		
23,090	United Internet	912,979	8.01
	<b>Consumer, Non-cyclical: 20.46%</b>		
13,616	Carl Zeiss Meditec	454,774	3.99
5,012	Henkel	486,665	4.27
34,344	Rhoen-Klinikum	904,964	7.94
10,063	STADA Arzneimittel	485,791	4.26
	<b>Financial: 19.44%</b>		
37,470	Alstria Office Reits	466,502	4.10
4,664	Hannover Rück	426,849	3.75
36,967	TAG Immobilien	470,590	4.13
31,556	Talanx	849,330	7.46
	<b>Industrial: 6.96%</b>		
7,153	Aurubis	332,328	2.92
5,149	Krones	460,475	4.04
	<b>Technology: 8.42%</b>		
9,283	Bechtle	959,862	8.42
	<b>Total Germany</b>	<b>7,707,947</b>	<b>67.65</b>
	<b>Luxembourg: 7.61%</b>		
	<b>Basic Materials: 4.69%</b>		
14,274	APERAM	534,204	4.69
	<b>Communications: 2.92%</b>		
4,366	RTL	332,864	2.92
	<b>Total Luxembourg</b>	<b>867,068</b>	<b>7.61</b>
	<b>Netherlands: 4.56%</b>		
	<b>Communications: 3.51%</b>		
30,253	Altice	400,096	3.51

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

DAX® 80 Garant

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Equities: 103.71% (continued)</b>		
	<b>Netherlands: 4.56% (continued)</b>		
	<b>Consumer, Non-cyclical: 1.05%</b>		
3,107	Randstad	119,557	1.05
	<b>Total Netherlands</b>	<b>519,653</b>	<b>4.56</b>
	<b>Sweden: 6.11%</b>		
	<b>Basic Materials: 1.62%</b>		
83,537	SSAB	184,951	1.62
	<b>Industrial: 4.49%</b>		
66,519	Husqvarna	512,008	4.49
	<b>Total Sweden</b>	<b>696,959</b>	<b>6.11</b>
	<b>Switzerland: 9.00%</b>		
	<b>Basic Materials: 9.00%</b>		
1,063	EMS-Chemie	521,795	4.58
2,980	Lonza	503,775	4.42
	<b>Total Switzerland</b>	<b>1,025,570</b>	<b>9.00</b>
	<b>United States: 0.40%</b>		
	<b>Consumer, Non-cyclical: 0.40%</b>		
522	Vertex Pharmaceuticals	45,280	0.40
	<b>Total United States</b>	<b>45,280</b>	<b>0.40</b>
	<b>Total Equities</b>	<b>11,816,897</b>	<b>103.71</b>
	<b>Financial Derivative Instruments: 1.08%</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Gains: 1.08%</b>		
Morgan Stanley	Morgan Stanley & Co International plc Swap DAX® 80 Garant Reference Portfolio Leg	123,139	1.08
	<b>Total Total Return Swaps - Unrealised Gains</b>	<b>123,139</b>	<b>1.08</b>
	<b>Total Financial Derivative Instruments</b>	<b>123,139</b>	<b>1.08</b>
	<b>Total Financial assets at fair value through profit or loss</b>	<b>11,940,036</b>	<b>104.79</b>
	<b>Financial liabilities at fair value through profit or loss</b>		
	<b>Financial Derivative Instruments: (5.53%)</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Losses: (5.53%)</b>		
Morgan Stanley	Morgan Stanley & Co International plc Swap DAX® 80 Garant Financing Leg	(630,260)	(5.53)
	<b>Total Total Return Swaps - Unrealised Losses</b>	<b>(630,260)</b>	<b>(5.53)</b>
	<b>Total Financial Derivative Instruments</b>	<b>(630,260)</b>	<b>(5.53)</b>
	<b>Total Financial liabilities at fair value through profit or loss</b>	<b>(630,260)</b>	<b>(5.53)</b>

**SCHEDULE OF INVESTMENTS (continued)**

As at 31 July 2016

**DAX® 80 Garant**

	Fair Value €	% of Net Assets
<b>Total Value of Investments (Cost: €10,001,135)</b>	<b>11,309,776</b>	<b>99.26</b>
<b>Cash and Cash Equivalents</b>	<b>126,780</b>	<b>1.11</b>
<b>Other Net Liabilities</b>	<b>(42,623)</b>	<b>(0.37)</b>
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<b>11,393,933</b>	<b>100.00</b>
		<b>% of Total Assets</b>
<b>Analysis of Portfolio</b>		
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	11,816,897	97.93
Over the counter financial derivative instruments	123,139	1.02
Cash and cash equivalents	126,780	1.05
<b>Total Assets</b>	<b>12,066,816</b>	<b>100.00</b>

## UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS

For the period ended 31 July 2016

DAX® 80 Garant

Total purchases in the period	€57,989,422	
Major Purchases	Nominal Holdings	Cost €
Aareal Bank	66,835	2,209,415
Rhoen-Klinikum	83,038	2,136,236
Talanx	72,228	2,065,456
Krones	18,180	1,850,631
STADA Arzneimittel	45,915	1,818,696
United Internet	39,796	1,652,012
CTS Eventim	50,062	1,536,527
APERAM	42,904	1,360,401
Rheinmetall	22,794	1,353,656
Software	47,393	1,301,996
HOCHTIEF	12,226	1,216,546
Symrise	20,604	1,189,982
Hannover Rück	9,121	931,519
ASM International	25,125	931,112
OSRAM Licht	21,464	927,889
Bayer	9,230	900,571
Continental	4,898	900,497
Lonza	6,075	880,672
Bechtle	9,283	872,695
Carl Zeiss Meditec	28,105	870,104
Henkel	9,784	860,409
Deutsche Wohnen	35,712	846,196
Wereldhave Reits	17,483	846,177
Pfeiffer Vacuum Technology	7,863	813,424
Deutsche EuroShop	18,827	813,326
LEG Immobilien	11,305	813,282
Wells Fargo	17,260	785,024
Google	1,371	762,788
Dish Network	14,482	762,540
Sysco	22,233	762,516
Netflix	8,490	762,490
Altice	46,256	712,744
Universal Health Services	6,000	677,229
TAG Immobilien	48,527	598,815
Total sales in the period	€47,077,516	
Major Sales	Nominal Holdings	Proceeds €
Aareal Bank	66,835	1,982,520
CTS Eventim	50,062	1,469,537
STADA Arzneimittel	35,852	1,401,868
Rheinmetall	22,794	1,401,767
HOCHTIEF	12,226	1,329,457
Software	47,393	1,328,527
Rhoen-Klinikum	48,694	1,303,317
Krones	13,031	1,264,821
Talanx	40,672	1,178,434
Symrise	20,604	1,157,771
OSRAM Licht	21,464	965,558
APERAM	28,630	960,680
Continental	4,898	938,212
LEG Immobilien	11,305	925,088
Wells Fargo	17,260	869,995
Alphabet	1,371	868,605
Deutsche Wohnen	35,712	856,909
ASM International	25,125	851,447
Dish Network	14,482	839,354
Wereldhave Reits	17,483	821,089
Bayer	9,230	806,610
Netflix	8,490	802,922

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**  
**For the period ended 31 July 2016**  
**DAX® 80 Garant**

<b>Major Sales (continued)</b>	<b>Nominal Holdings</b>	<b>Proceeds €</b>
Sysco	22,233	784,988
Pfeiffer Vacuum Technology	7,863	769,324
United Internet	16,706	759,358
Deutsche EuroShop	18,827	712,978
Universal Health Services	6,000	660,627
Nemetschek	11,607	612,701
Heineken	8,201	602,511
CompuMedical	15,937	568,266
Sunrise Communications	8,679	481,897
KION	10,094	480,121

The above totals represent all material purchases and all sales in the period.

**INVESTMENT MANAGER'S REPORT**

**For the period ended 31 July 2016**

**Quantica Managed Futures UCITS Fund**

The Quantica Managed Futures (QMF) program pursues a systematic investment strategy that aims to detect and take advantage of trends in a globally diversified, liquid investment universe which includes 60+ Futures and FX Forward instruments, including equity index-, bond-, interest rate-, commodity- and currency futures as well as OTC currency forwards.

The QMF program's objective is to generate long-term capital growth while maintaining strict risk controls and to produce investment returns that are largely independent of traditional asset classes such as stocks and bonds. Neither fundamental nor external data other than price movements are used as inputs for the program. Quantica's proprietary real-time risk management systems are value-at-risk based and are an integral part of the investment process. Leverage may be utilised in connection with the investment program and the use of such leverage is not restricted. The QMF program generates a rule based, fully systematic model portfolio. Quantica's methodology relies on the assumption that market risks and market risk-premia are time-varying and can be assessed by applying sophisticated quantitative and statistical techniques. The Quantica program thus takes advantage of the empirically-evident fact that - if identified properly - continuing trends in global markets can be capitalised on in a diversified, risk-adjusted framework.

From its inception in August 2015 through July 2016, the Sub-Fund delivered a positive return of +1.5%. This combines a significant draw-down of -10.0% from August – December 2015 with a strong recovery from January – July 2016 of +12.7%.

The draw-down of 2015 began with a negative return of -6.5% in August 2015, when concerns about the Chinese economy led to a global equity sell-off. As a result of the strong correction and increased market volatility, long positions in equities were reduced and some losses were locked in. Consequently, the program did not benefit from the strong rebound of those markets during the last few trading days in August. At the same time, the program increased the long exposure to bond futures, but unlike at other occasions, this overweight in the bond allocation did not help to offset losses. In this sense, the negative returns reflect the price paid for our built-in active risk management processes.

September 2015 brought a recovery, as the increased long positions in bonds finally paid off and our portfolio was not affected by the weak equity markets. The other side of this coin was revealed in October, when markets again switched to a 'risk on mood'. Equity markets rallied strongly, but the QMF program was not able to capitalise on those moves as its more defensive market positions did not perform in this environment.

The major global market moves in Q3 and Q4 in 2015 were triggered by central bank policies, timing speculation about the zero-interest rate environment's end in the US and about the continuation of monetary stimulus from the ECB, paired with a sell-off in commodity markets especially in the energy sector. Most of these macro factors gave way to choppy markets and frequent trend reversals and did not have a positive effect on our systematic trend-following program.

While the drawdown in 2015 was truly disappointing for our investors and us here at Quantica, it is important to note that it is well within statistical expectations for a liquid investment program with a risk/return profile like ours. We continued to closely follow our systematic investment process as we did during similar drawdown periods in the past, and our trading- and risk management processes have worked smoothly at all times. They were implemented diligently and accurately by our investment-, risk management- and operations teams.

The draw-down in 2015 was followed by a strong net performance of +12.7% in Q1 and Q2 of 2016, which more than made up for the initial losses of the second half of 2015.

In Q1, strong trends in the fixed income sector, especially Japanese government bonds, resulted in strong positive returns for the QMF program. In Q1 and Q2, the program also benefited from significant trends in commodities, in particular in the prices of soy beans and precious metals.

In Q2, a dominant performance driver were the market distractions caused by the Brexit turmoil that could successfully be exploited by the QMF strategy. The program heavily capitalised on its fixed income allocation and was only slightly affected by the drop in equity markets, due to a rather low overall equity allocation and individual short positions in the European equity sector.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## Quantica Managed Futures UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets		
<b>Government Bonds: 65.59%</b>					
<b>United States: 65.59%</b>					
16,000,000	United States Treasury Bill 0% 15/12/2016	15,983,976	14.99		
9,000,000	United States Treasury Bill 0% 20/10/2016	8,995,005	8.43		
9,000,000	United States Treasury Bill 0% 12/01/2017	8,986,185	8.43		
8,000,000	United States Treasury Bill 0% 13/10/2016	7,996,228	7.50		
8,000,000	United States Treasury Bill 0% 17/11/2016	7,993,908	7.50		
6,000,000	United States Treasury Bill 0% 18/08/2016	5,999,499	5.62		
6,000,000	United States Treasury Bill 0% 01/09/2016	5,998,989	5.62		
4,000,000	United States Treasury Bill 0% 04/08/2016	3,999,964	3.75		
4,000,000	United States Treasury Bill 0% 11/08/2016	3,999,846	3.75		
<b>Total United States</b>		<b>69,953,600</b>	<b>65.59</b>		
<b>Total Government Bonds</b>		<b>69,953,600</b>	<b>65.59</b>		
<b>Investment Funds: 6.03%</b>					
<b>Cayman Islands: 6.03%</b>					
<b>Common Stock: 6.03%</b>					
7,402,075	Quantica Capital Cayman Fund	6,433,143	6.03		
<b>Total Cayman Islands</b>		<b>6,433,143</b>	<b>6.03</b>		
<b>Total Investment Funds</b>		<b>6,433,143</b>	<b>6.03</b>		
<b>Warrants: 12.32%</b>					
<b>United States: 12.32%</b>					
<b>Diversified Financial Services: 12.32%</b>					
7,557,830	Weser Capital 28/07/2025	6,568,510	6.16		
7,557,830	Oder Capital 11/08/2025	6,568,510	6.16		
<b>Total United States</b>		<b>13,137,020</b>	<b>12.32</b>		
<b>Total Warrants</b>		<b>13,137,020</b>	<b>12.32</b>		
<b>Financial Derivative Instruments: 0.21%</b>					
<b>Counterparty Forward Currency Contracts - Unrealised Gains: 0.21%</b>					
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>		
Societe Generale	CHF 12,187,760	USD 12,569,029	21/09/2016	74,404	0.07
Societe Generale	EUR 2,072,700	USD 2,282,478	21/09/2016	39,690	0.04
Societe Generale	EUR 2,115,000	USD 2,340,533	21/09/2016	29,026	0.03
Societe Generale	EUR 1,391,260	USD 1,535,926	21/09/2016	22,784	0.03
Societe Generale	EUR 4,300,000	USD 4,800,542	21/09/2016	17,001	0.02
Societe Generale	CHF 2,084,430	USD 2,149,637	21/09/2016	12,725	0.01
Societe Generale	EUR 650,000	USD 717,450	21/09/2016	10,783	0.01
Societe Generale	CHF 69,000	USD 67,564	21/09/2016	4,016	-
Societe Generale	CHF 381,380	USD 392,083	21/09/2016	3,556	-
Societe Generale	EUR 175,000	USD 192,659	21/09/2016	3,404	-
Societe Generale	USD 248,849	CHF 237,060	21/09/2016	2,926	-
Societe Generale	CHF 150,000	USD 152,991	21/09/2016	2,617	-
Societe Generale	USD 8,852	GBP 5,980	21/09/2016	906	-
Societe Generale	EUR 50,000	USD 55,188	21/09/2016	829	-
Societe Generale	EUR 42,000	USD 46,238	21/09/2016	817	-
Societe Generale	CHF 59,950	USD 61,633	21/09/2016	559	-
Societe Generale	CHF 28,000	USD 28,548	21/09/2016	499	-
Societe Generale	USD 29,120	CHF 27,740	21/09/2016	342	-
Societe Generale	CHF 20,000	USD 20,626	21/09/2016	122	-

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Quantica Managed Futures UCITS Fund

			Fair Value US\$	% of Net Assets
<b>Financial assets at fair value through profit or loss</b>				
<b>Financial Derivative Instruments: 0.21% (continued)</b>				
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Gains: 0.21% (continued)</b>			
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>	
Societe Generale	GBP 15,820	USD 20,930	21/09/2016	91
Societe Generale	EUR 1,630	USD 1,799	21/09/2016	27
Societe Generale	USD 911	EUR 800	21/09/2016	14
Societe Generale	CHF 560	USD 576	21/09/2016	5
Societe Generale	USD 294	CHF 280	21/09/2016	3
	<b>Total Forward Currency Contracts - Unrealised Gains</b>		<b>227,146</b>	<b>0.21</b>
	<b>Total Financial Derivative Instruments</b>		<b>227,146</b>	<b>0.21</b>
	<b>Total Financial assets at fair value through profit or loss</b>		<b>89,750,909</b>	<b>84.15</b>
<b>Financial liabilities at fair value through profit or loss</b>				
<b>Financial Derivative Instruments: (0.82%)</b>				
<b>Forward Currency Contracts - Unrealised Losses: (0.82%)</b>				
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>	
Societe Generale	CHF 390	USD 409	21/09/2016	(4)
Societe Generale	EUR 1,910	USD 2,183	21/09/2016	(43)
Societe Generale	CHF 57,740	USD 60,488	21/09/2016	(589)
Societe Generale	EUR 58,757	USD 66,899	21/09/2016	(1,070)
Societe Generale	GBP 16,660	USD 24,263	21/09/2016	(2,127)
Societe Generale	CHF 411,480	USD 431,062	21/09/2016	(4,198)
Societe Generale	EUR 800,000	USD 902,090	21/09/2016	(5,803)
Societe Generale	EUR 583,080	USD 666,611	21/09/2016	(13,353)
Societe Generale	EUR 1,146,560	USD 1,305,213	21/09/2016	(20,654)
Societe Generale	GBP 476,150	USD 686,718	21/09/2016	(54,050)
Societe Generale	EUR 8,100,000	USD 9,206,735	21/09/2016	(131,830)
Societe Generale	EUR 35,352,130	USD 40,251,016	21/09/2016	(643,949)
	<b>Total Forward Currency Contracts - Unrealised Losses</b>		<b>(877,670)</b>	<b>(0.82)</b>
	<b>Total Financial Derivative Instruments</b>		<b>(877,670)</b>	<b>(0.82)</b>
	<b>Total Financial liabilities at fair value through profit or loss</b>		<b>(877,670)</b>	<b>(0.82)</b>
	<b>Total Value of Investments (Cost: US\$84,120,271)</b>		<b>88,873,239</b>	<b>83.33</b>
	<b>Cash and Cash Equivalents</b>		<b>19,167,569</b>	<b>17.97</b>
	<b>Other Net Liabilities</b>		<b>(1,390,566)</b>	<b>(1.30)</b>
	<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>		<b>106,650,242</b>	<b>100.00</b>
<b>Analysis of Portfolio</b>				
	Transferable securities admitted to official stock exchange listing or dealt in on another regulated market		89,523,763	82.19
	Over the counter financial derivative instruments		227,146	0.21
	Cash and cash equivalents		19,167,569	17.60
	<b>Total Assets</b>		<b>108,918,478</b>	<b>100.00</b>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the period ended 31 July 2016**  
**Quantica Managed Futures UCITS Fund**

<b>Total purchases in the period</b>	<b>US\$153,707,967</b>	
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost US\$</b>
United States Treasury Bill 0% 15/12/2016	16,000,000	15,981,108
United States Treasury Bill 0% 11/02/2016	14,000,000	13,996,575
United States Treasury Bill 0% 18/02/2016	13,000,000	12,996,305
Oder Capital 11/08/2025	15,998,826	11,549,997
Weser Capital 28/07/2025	15,998,826	11,549,997
United States Treasury Bill 0% 03/03/2016	11,000,000	10,995,951
United States Treasury Bill 0% 20/10/2016	9,000,000	8,989,766
United States Treasury Bill 0% 21/07/2016	9,000,000	8,987,005
United States Treasury Bill 0% 28/07/2016	9,000,000	8,986,099
United States Treasury Bill 0% 12/01/2017	9,000,000	8,982,456
United States Treasury Bill 0% 17/11/2016	8,000,000	7,992,185
United States Treasury Bill 0% 13/10/2016	8,000,000	7,990,308
United States Treasury Bill 0% 18/08/2016	6,000,000	5,987,260
United States Treasury Bill 0% 01/09/2016	6,000,000	5,986,957
Quantica Capital Cayman Fund	7,538,893	4,750,000
United States Treasury Bill 0% 04/08/2016	4,000,000	3,993,389
United States Treasury Bill 0% 11/08/2016	4,000,000	3,992,609
<b>Total sales in the period</b>	<b>US\$67,399,994</b>	
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
United States Treasury Bill 0% 11/02/2016	14,000,000	14,000,000
United States Treasury Bill 0% 18/02/2016	13,000,000	13,000,000
United States Treasury Bill 0% 03/03/2016	11,000,000	11,000,000
United States Treasury Bill 0% 21/07/2016	9,000,000	9,000,000
United States Treasury Bill 0% 28/07/2016	9,000,000	9,000,000
Oder Capital 11/08/2025	8,440,996	5,649,997
Weser Capital 28/07/2025	8,440,996	5,649,997
Quantica Capital Cayman Fund	136,818	100,000

The above totals represent all purchases and sales in the period.

**INVESTMENT MANAGER'S REPORT**  
**For the period ended 31 July 2016**  
**MS Scientific Beta US Equity Factors UCITS ETF**

The Sub-Fund's investment objective is to seek medium to long term capital appreciation by providing shareholders with a return equivalent to the performance of the Scientific Beta United States Multi-Beta Multi-Strategy Equal-Weight Index, denominated in USD (the "Index") before all fees and expenses charged to, or incurred by, the Sub-Fund.

The Scientific Beta United States Multi Beta Multi-Strategy Equal Weight Index is an index designed to have allocation to a portfolio of equities and equity related securities through equally-weighted allocations to 4 sub-indices. Each sub-index will reflect one of the four following investment styles: Value, Momentum, Low Volatility and Size.

Since 11 August 2015 (its inception), the performance of the Sub-Fund is 5.77% compared to 6.17% for the Scientific Beta United States Multi Beta Multi-Strategy Equal Weight Index.

The Sub-Fund and the Scientific Beta United States Multi Beta Multi-Strategy Equal Weight Index have an annualised volatility of 16.54%.

In terms of tracking error (annualised standard deviation of the difference in performance between the return of the Sub-Fund and its benchmark) the Sub-Fund has achieved a low tracking error at 0.03% versus the Scientific Beta United States Multi Beta Multi-Strategy Equal Weight Index since launch.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## MS Scientific Beta US Equity Factors UCITS ETF

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 99.58%</b>		
	<b>Austria: 1.24%</b>		
	<b>Industrial: 1.24%</b>		
39,470	ANDRITZ	2,012,662	1.24
	<b>Total Austria</b>	<b>2,012,662</b>	<b>1.24</b>
	<b>Denmark: 7.66%</b>		
	<b>Consumer, Cyclical: 3.54%</b>		
44,278	Pandora	5,764,870	3.54
	<b>Consumer, Non-cyclical: 3.72%</b>		
33,404	Genmab	6,056,608	3.72
	<b>Industrial: 0.40%</b>		
498	AP Moeller - Maersk	651,002	0.40
	<b>Total Denmark</b>	<b>12,472,480</b>	<b>7.66</b>
	<b>Finland: 1.64%</b>		
	<b>Consumer, Non-cyclical: 1.64%</b>		
65,376	Orion	2,677,899	1.64
	<b>Total Finland</b>	<b>2,677,899</b>	<b>1.64</b>
	<b>Germany: 18.25%</b>		
	<b>Basic Materials: 5.41%</b>		
282,791	Evonik Industries	8,816,521	5.41
	<b>Communications: 2.26%</b>		
170,757	Deutsche Telekom	2,907,199	1.78
17,740	United Internet	784,385	0.48
	<b>Consumer, Cyclical: 2.67%</b>		
82,822	Porsche Automobil Pref	4,340,898	2.67
	<b>Consumer, Non-cyclical: 3.70%</b>		
55,509	Henkel	6,027,283	3.70
	<b>Financial: 1.69%</b>		
26,834	Hannover Rück	2,746,252	1.69
	<b>Industrial: 1.21%</b>		
18,224	Siemens	1,979,207	1.21
	<b>Utilities: 1.31%</b>		
198,380	E.ON	2,127,874	1.31
	<b>Total Germany</b>	<b>29,729,619</b>	<b>18.25</b>
	<b>Luxembourg: 0.67%</b>		
	<b>Communications: 0.67%</b>		
12,807	RTL	1,089,288	0.67
	<b>Total Luxembourg</b>	<b>1,089,288</b>	<b>0.67</b>

**SCHEDULE OF INVESTMENTS (continued)**  
**As at 31 July 2016**  
**MS Scientific Beta US Equity Factors UCITS ETF**

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 99.58% (continued)</b>		
	<b>Netherlands: 7.42%</b>		
	<b>Basic Materials: 1.46%</b>		
36,609	Akzo Nobel	2,372,767	1.46
	<b>Communications: 4.69%</b>		
73,946	Altice	1,093,577	0.67
155,582	Wolters Kluwer	6,545,981	4.02
	<b>Technology: 1.27%</b>		
24,576	NXP Semiconductors	2,066,596	1.27
	<b>Total Netherlands</b>	<b>12,078,921</b>	<b>7.42</b>
	<b>Norway: 4.05%</b>		
	<b>Consumer, Non-cyclical: 4.05%</b>		
709,503	Orkla	6,595,601	4.05
	<b>Total Norway</b>	<b>6,595,601</b>	<b>4.05</b>
	<b>Portugal: 0.20%</b>		
	<b>Utilities: 0.20%</b>		
93,075	EDP - Energias de Portugal	319,321	0.20
	<b>Total Portugal</b>	<b>319,321</b>	<b>0.20</b>
	<b>Sweden: 7.59%</b>		
	<b>Consumer, Non-cyclical: 2.31%</b>		
103,033	Swedish Match	3,768,322	2.31
	<b>Financial: 2.92%</b>		
81,347	Investor	2,810,263	1.72
218,873	Nordea Bank	1,955,735	1.20
	<b>Industrial: 2.36%</b>		
446,696	Husqvarna	3,844,871	2.36
	<b>Total Sweden</b>	<b>12,379,191</b>	<b>7.59</b>
	<b>Switzerland: 7.77%</b>		
	<b>Basic Materials: 1.34%</b>		
3,450	EMS-Chemie	1,893,761	1.16
1,540	Lonza	291,125	0.18
	<b>Consumer, Cyclical: 2.24%</b>		
71,330	Swatch Group	3,653,407	2.24
	<b>Financial: 0.75%</b>		
15,643	Pargesa	1,092,558	0.67
536	Swiss Life	122,845	0.08
	<b>Industrial: 3.44%</b>		
35,755	Kuehne + Nagel International	5,031,486	3.09
1,619	Schindler	311,420	0.19
55	Sika	258,710	0.16
	<b>Total Switzerland</b>	<b>12,655,312</b>	<b>7.77</b>

**SCHEDULE OF INVESTMENTS (continued)**  
**As at 31 July 2016**  
**MS Scientific Beta US Equity Factors UCITS ETF**

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Equities: 99.58% (continued)</b>		
	<b>United States: 43.09%</b>		
	<b>Basic Materials: 2.58%</b>		
28,151	Air Products & Chemicals	4,206,322	2.58
	<b>Communications: 6.96%</b>		
7,000	Alphabet	5,539,380	3.40
4,299	Priceline Group	5,807,132	3.56
	<b>Consumer, Cyclical: 5.54%</b>		
65,338	Home Depot	9,032,325	5.54
	<b>Consumer, Non-cyclical: 5.26%</b>		
48,755	PepsiCo	5,310,395	3.26
26,635	S&P Global	3,254,797	2.00
	<b>Industrial: 6.46%</b>		
69,422	L-3 Communications	10,526,458	6.46
	<b>Technology: 9.21%</b>		
74,068	Electronic Arts	5,652,870	3.47
445,112	Hewlett Packard Enterprise	9,356,254	5.74
	<b>Utilities: 7.08%</b>		
839,488	Calpine	11,534,566	7.08
	<b>Total United States</b>	<b>70,220,499</b>	<b>43.09</b>
	<b>Total Equities</b>	<b>162,230,793</b>	<b>99.58</b>
	<b>Financial Derivative Instruments: 3.84%</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Gains: 3.84%</b>		
Morgan Stanley	Morgan Stanley Capital Services LLC Swap MS Scientific Beta US Equity Factors UCITS ETF Reference Portfolio Leg	6,263,330	3.84
	<b>Total Total Return Swaps - Unrealised Gains</b>	<b>6,263,330</b>	<b>3.84</b>
	<b>Total Financial Derivative Instruments</b>	<b>6,263,330</b>	<b>3.84</b>
	<b>Total Financial assets at fair value through profit or loss</b>	<b>168,494,123</b>	<b>103.42</b>
	<b>Financial liabilities at fair value through profit or loss</b>		
	<b>Financial Derivative Instruments: (4.02%)</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Losses: (4.02%)</b>		
Morgan Stanley	Morgan Stanley Capital Services LLC Swap MS Scientific Beta US Equity Factors UCITS ETF Financing Leg	(6,552,869)	(4.02)
	<b>Total Total Return Swaps - Unrealised Losses</b>	<b>(6,552,869)</b>	<b>(4.02)</b>
	<b>Total Financial Derivative Instruments</b>	<b>(6,552,869)</b>	<b>(4.02)</b>
	<b>Total Financial liabilities at fair value through profit or loss</b>	<b>(6,552,869)</b>	<b>(4.02)</b>

**SCHEDULE OF INVESTMENTS (continued)**

As at 31 July 2016

**MS Scientific Beta US Equity Factors UCITS ETF**

	Fair Value US\$	% of Net Assets
<b>Total Value of Investments</b> (Cost: US\$146,634,508)	161,941,254	99.40
<b>Cash and Cash Equivalents</b>	1,080,449	0.66
<b>Other Net Liabilities</b>	(96,416)	(0.06)
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<u>162,925,287</u>	<u>100.00</u>
<b>Analysis of Portfolio</b>		<b>% of Total Assets</b>
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	162,230,793	95.67
Over the counter financial derivative instruments	6,263,330	3.69
Cash and cash equivalents	<u>1,080,449</u>	<u>0.64</u>
<b>Total Assets</b>	<u>169,574,572</u>	<u>100.00</u>

## UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS

For the period ended 31 July 2016

## MS Scientific Beta US Equity Factors UCITS ETF

<b>Total purchases in the period</b>	<b>US\$730,734,837</b>	
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost US\$</b>
United Internet	397,471	19,575,916
Deutsche Telekom	928,291	15,686,501
Porsche Automobil Pref	289,783	14,814,463
Swatch Group	211,636	13,319,188
Partners	36,625	13,303,060
Wolters Kluwer	323,318	13,001,645
Koninklijke DSM	242,959	12,913,494
Pandora	103,313	12,747,039
Calpine	839,488	12,575,530
Vestas Wind Systems	198,536	12,551,616
Merck	138,722	12,311,734
Sika	3,352	12,164,980
Evonik Industries	397,923	12,094,793
Henkel	120,170	11,741,781
Hewlett Packard Enterprise	597,241	11,574,531
Lonza	72,366	11,334,125
Delhaize	103,654	10,320,094
Charter Communications	46,049	10,267,546
L-3 Communications	69,422	10,267,514
Fresenius	131,579	9,467,231
SAP	123,771	9,263,885
Altice	499,493	9,029,775
ProSiebenSat.1 Media	173,281	8,982,872
Orkla	1,032,380	8,804,119
Husqvarna Class B	1,249,260	8,688,188
KBC Groep	151,225	8,601,192
OSRAM Licht	182,610	8,471,162
Home Depot	65,338	8,469,112
Electronic Arts	110,676	8,138,113
Unilever	181,444	7,959,846
Allianz	46,710	7,633,461
<b>Total sales in the period</b>	<b>US\$577,717,067</b>	
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
United Internet	379,731	19,265,158
Partners	36,625	13,653,634
Koninklijke DSM	242,959	13,201,131
Vestas Wind Systems	198,536	13,197,605
Merck	138,722	13,034,710
Deutsche Telekom	757,534	12,541,826
Sika	3,297	12,425,359
Charter Communications	46,049	10,855,059
Lonza	70,826	10,780,789
Porsche Automobil Pref	206,961	10,465,744
Delhaize	103,654	10,418,004
Fresenius	131,579	9,374,223
SAP	123,771	9,249,515
Swatch Group	140,306	8,892,943
KBC Groep	151,225	8,889,876
ProSiebenSat.1 Media	173,281	8,756,764
OSRAM Licht	182,610	8,619,766
Unilever	181,444	7,823,005
Allianz	46,710	7,756,825
Pandora	59,035	7,396,279
Kon	2,114,711	7,140,266

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**  
**For the period ended 31 July 2016**  
**MS Scientific Beta US Equity Factors UCITS ETF**

<b>Major Sales (continued)</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
Altice	425,547	6,969,799
Svenska Cellulosa	229,512	6,737,095
Wolters Kluwer	167,736	6,724,333
Danske Bank	231,334	6,617,272
Kabel Deutschland	51,922	6,341,620
Symrise	98,322	6,202,678
Bank of America	427,420	6,158,545
Henkel	64,661	6,079,440
Boliden	391,964	6,054,604
Heineken	75,148	5,946,022
Adecco	95,895	5,817,217

The above totals represent all material purchases and sales in the period.

**INVESTMENT MANAGER'S REPORT  
For the period ended 31 July 2016  
IPM Systematic Macro UCITS Fund**

The Sub-Fund's investment objective is to provide shareholders with returns (i) based on IPM's Systematic Macro Programme which aims to generate consistent positive returns (ii) investments in transferable securities and money market instruments issued by government issuers; and (iii) investments in cash deposits and cash equivalent securities in order to gain exposure to the IPM Systematic Macro Programme.

The IPM Systematic Macro Programme trades liquid instruments such as currencies, government bond futures and equity index futures and forwards in order to provide exposure to global equity, bond and currency markets. The programme aims to take long positions in equity, bond and currency markets with high relative return prospects and short positions in equity, bond and currency markets with below average expected returns. The investments are made based on the systematic investment models that provide insights into how fundamentals like supply, demand, and the macroeconomic environment impact the asset price returns. In addition to the generation of investment ideas, the investment programme puts emphasis on construction of a well-diversified portfolio and risk management.

For the period under review of 12 months ending 31 July 2016 the Sub-Fund returned 6.81%\* (net of expenses and fees).

For the part of August 2015 that the Sub-Fund was active, the strategy delivered strong performance (+3.76%\*). August was characterised by a notable surge in risk aversion as concerns over Chinese growth prospects were amplified by the change in currency management policy recently adopted by the People's Bank of China. In currency markets, this triggered several significant carry reversals in favour of a value snapback that benefited the developed currency portfolio (long JPY and EUR; short CAD and NZD). Being more tilted towards risk premia, the EM currency portfolio faced difficulties (short CZK and HUF; long BRL and RUB). The relative bond portfolio profited from its short Bund position as fixed income markets remained relatively calm. In the asset class portfolio, the long global equity position became a negative contributor as global stock markets plummeted.

September 2015 was another positive month for the strategy (+0.36%\*) despite spending most of the time in negative territory. The relative bond and developed currency portfolios both made positive contributions, whereas primarily the EM currency portfolio underperformed. Markets saw continued heightened volatility as the long awaited FOMC meeting approached and yet again left the Fed Funds rate unchanged. Following the decision, or lack thereof, global equities ended the month down by 3.7% while global bonds ended up by 0.8%. The relative bond portfolio was the best performer and continued to contribute this month despite the relatively strong Bunds causing a drag on the short position. Instead, it was the long T-Note position and the short Swedish bond position contributing to the bulk of the performance. The relative equity portfolio recovered towards the end of the month but closed marginally down as gains in Japan, Australia, and Italy were offset by losses in Spain, the Netherlands, and US, among others. In the currency market we continued to see positive contribution from the developed currency portfolio while the EM portfolio continued to struggle. In G10 there were positive contributions from both the long in JPY as well as the short in GBP whereas most other positions saw only minor returns. In the EM space it was again the long in BRL that suffered. The asset class portfolio posted a minor loss for the month as the long global bond position was almost able to offset losses from the now very minor long in global equities.

October 2015 was a difficult month for the strategy (-2.84%\*), primarily as a consequence of losses in both the developed currency and the relative bond portfolios. Risk assets saw a phenomenal recovery from the third quarter and global equities gained 7.9% while global bonds were up 0.3%. Although there were no obvious catalysts for this reversal we note a stabilisation in China, continued ECB commitment as well as an FOMC meeting painting a generally positive picture of the US economy. The developed currency portfolio was the weakest performer, which is not surprising given the risk rally. The portfolio has during the past few months benefited strongly from a breakdown in carry and a reversal towards fundamentals. October saw the opposite scenario and the portfolio therefore suffered from its longs in EUR, JPY, and CHF, while only the short in SEK contributed positively as the Swedish Riksbank increased its asset purchases. These same asset purchases, in conjunction with the FOMC communication being interpreted as very hawkish for T-Notes, led to the underperformance of the relative bond portfolio. This was to some extent offset by gains from the weakening Canadian Government Bonds. On a more positive note the asset class, EM currency, and relative equity portfolios all contributed positively.

November 2015 proved difficult (-2.32%\*), primarily for the developed currency portfolio. Both equity and currency markets saw significant dispersion within the asset classes. Global equities as such witnessed an initial selloff while almost recovering and closing the month at -0.5%. Bonds were more or less unchanged. As often the trigger in sentiment shift is not obvious, but it involved a reversal in commodities as well as speculation of increased ECB stimulus. Underperformance was centred on losses in the developed currency portfolio. The bulk of the negative returns stemmed from the long positions in EUR and CHF and the short position in AUD. This positioning is still "short carry" which explains why the majority of losses followed the renewed risk rally. On the other side of the return spectra the relative equity portfolio benefited from the market dispersion, primarily from the long position in DAX, being the outperformer in the basket, and from the short in Hang Seng, the basket underperformer. Further positive contributions came from the EM currency portfolio, which in contrast to the developed currency portfolio benefited from the renewed positive risk sentiment and carry performance. Both the relative bond and asset class portfolios made minor negative contributions.

**INVESTMENT MANAGER'S REPORT (continued)**

**For the period ended 31 July 2016**

**IPM Systematic Macro UCITS Fund**

December 2015 turned out to be a good month for the strategy (+1.33%\*) thanks to the strong performance of the developed currency portfolio. The ECB wrong footed most markets participants by announcing new accommodative measures less significant than expected. The impact was severe and triggered substantial short coverings, spurring the largest daily upturn in the EUR since 2009. The Federal Reserve did not disappoint and delivered a much anticipated 25bps rate increase. Higher interest rates were negative for both Global Bonds, down 0.2%, and Global equities, down 1.8%, the latter also pressured by another downdraft in oil prices and doubts over Chinese growth. A rerun of August 2015 benefited the developed currency portfolio, which only saw one notable loss in the short SEK positioning. This time the short GBP took the lead and added to its recovery after a strong November. The turnaround in the EUR was positive as the strategy still holds a core long position in the currency. The CAD was again impacted by the commodity woes, which the strategy captured. Finally, the long in JPY gained from further carry unwinding. The other portfolios all posted minor losses. Mostly so did the relative equity portfolio as European equities underperformed, being dragged down by the perceived lack of response from the ECB to the still sluggish growth in Europe.

January 2016 saw an unusually rough start for global equities which finished the month down close to -6%, while global bonds surged 2% as a result of flight-to-safety. Most major equity markets formerly entered bear markets as concerns of the potential negative impact of China's lower growth prospects panicked participants. In this challenging month, the strategy managed to deliver strong returns (+6.25%\*), particularly due to the defensive positioning of the developed currency portfolio. The sources of returns were still diversified; both the relative bond and asset class portfolios saw their performance pick-up during the second part of the month, offsetting a reversal in the developed currency portfolio. The commodities rout continued to drag down currencies of countries whose economies are tied to the overall level of commodity prices. Consequently, even though the strategy has no exposure to commodities, it managed to capture the downturn through short positions in CAD and AUD, both positions predominantly driven by the weaker macroeconomic outlook. The major positive contributor was again the long in JPY while the short in GBP added to its recovery. The relative bond portfolio benefited from the rebound in US T-Notes as well as from the sharp underperformance of Canadian bonds. Finally, the asset class portfolio capitalised on higher bond prices. Two portfolios contributed negatively to performance. The relative equities positioning suffered again from its long European equities, still underperforming when overall risk appetite is low. EM currencies posted a limited loss, mostly coming from short positions in the CZK and HUF.

Market sentiment remained bearish in February 2016 with investors' concerns this time driven by a potential Brexit, and the likely negative feedback loop effect on growth from the steep equity losses in January. Global equities edged lower, printing a negative 0.7%, after a strong recovery from their mid-month trough while global bonds benefited again from the overall derisking and ended the month up 1.2%. This provided an ideal environment for the strategy (+5.22%\*), which managed to deliver positive performance in all five portfolios. The market environment proved particularly beneficial for the developed currency portfolio, which enjoyed gains on most of its positions, the main exceptions being the long EUR and short CAD. Among the positive contributors, the long JPY stood out, making up half of the gains. The short GBP also captured the depreciation of the pound, which resulted primarily from February's Brexit concerns. The EM currency portfolio posted positive performance despite its "risk-on" tilt. The portfolio continued to benefit from the BRL recovery while also profiting from its long PLN and short KRW positions. The asset class portfolio managed to capture the direction in both bonds and equities, being long global bonds and moderately short global equities. The relative bond and equity portfolios both delivered modestly positive performance. In relative bonds, the strong gains on the short Canadian Government Bond position were partly offset by losses on the long US T-Notes. Meanwhile, in relative equities, the gains on the short TOPIX position were to some extent offset by drag from the short S&P 500 and long DAX positions.

March 2016 saw a revival of market risk appetite after three months of headwind for most risky assets. Fuelling the renewed investor enthusiasm was in part the unexpectedly dovish announcement by the Federal Reserve, which scaled back expectations for the 2016 rate path, citing slowing global growth and financial-market turmoil. The announcement also indicated that the Federal Reserve may have to allow inflation to temporarily overshoot 2% in order to meet this target in the longer run. This caused the USD to depreciate sharply against most other currencies and emerging market currencies in particular. By the end of the month, global equities had gained 6.8% while global bonds continued upwards by another 0.5%. The sudden rise in market risk appetite proved challenging for the strategy (-1.83%\*), which saw drag stemming from all but the EM currency and relative bond portfolios. The developed currency portfolio faced difficulties primarily due to its long JPY and short AUD positions. In the relative bond portfolio, the long US T-Note and Bund positions provided the bulk of the performance. The relative equity portfolio, still generally positioned for the European markets to outperform the Americas, struggled particularly with its short S&P 500 and long OMXS30 positions. The largest positive contribution of the month came from the EM currency portfolio, which delivered its strongest monthly contribution so far thanks to its long tilt towards the BRL, RUB and ZAR combined with its short tilt towards the HUF, CZK and INR. Meanwhile, the asset class portfolio was unable to capture the directions of the global bond and equity markets and ended the month with a small loss.

**INVESTMENT MANAGER'S REPORT (continued)**

**For the period ended 31 July 2016**

**IPM Systematic Macro UCITS Fund**

Central banks and monetary policy remained in focus during April 2016. The European Central Bank continued to express dovishness whereas the Federal Reserve was under increased scrutiny regarding the timing of the next rate hike. Perhaps even more remarkable was the lack of action by the Bank of Japan, which continued to fuel a significant JPY rally. Under significant shifts in sentiment, equities gained 1.6% whereas bonds fell by around 0.2%. The market environment in April benefited the strategy very well (+3.94%\*) with gains across virtually all five portfolios. The initial downturn in equities benefited the developed currency portfolio with its still rather 'bearish' positioning. The Bank of Japan communication towards the end of the month added further to these gains thanks to the long JPY position. The short in AUD also contributed following increased expectations of the Reserve Bank of Australia easing as a response to weak CPI data. Most of this month's performance can however be attributed to the relative bond portfolio, which saw profits stemming from all of its four larger positions, namely long US & Japan and short UK & Canada. There is currently a disconnection between the US macro data and the Federal Reserve rhetoric where data is weak and some FOMC members are talking about the FED Fund Futures being mispriced. This disconnection increased in April as the US GDP report disappointed and was one of the drivers behind the returns seen in the relative bond portfolio. The strategy also benefited from the long equity position in the asset class portfolio. In the EM currency portfolio, most positions added to the positive performance, mostly so the longs in BRL and ZAR.

Central bank policies and political uncertainty remained on the agenda in May 2016 as markets continued to reprice expectations around the next Federal Reserve rate hike and a potential Brexit. Generally, these uncertainties have caused longer interest to fall. A notable exception has been the US interest rate, which is still priced in accordance with a June rate hike. Over the course of the month, global bonds gained 0.6% while global equities reversed an initial selloff, also ending the month up by 0.6%. For the strategy, May was a difficult month (-3.20%\*) characterised by reversals of many of the gains seen in April. Losses were relatively concentrated to the relative bond portfolio and specifically to the positions in US T-Notes and Canadian Government Bonds – both of which left significant positive contributions in April. For these two positions, the reversals came about as markets repriced the uncertainty surrounding near-term Federal Reserve policy decisions. The developed currency portfolio provided some initial offset, profiting primarily from its short position in AUD, but then gave back most of these gains as a relief in Brexit fears led to an appreciation of the GBP. The flip side of the latter was a weaker FTSE100, which was one of the more profitable positions in the relative equity portfolio. The equity market strength during the second half of the month brought the asset class portfolio into positive territory via the long global equity position whereas the marginal short in global bonds contributed negatively. Finally, reverting back to currencies and the EM currency portfolio, the minor losses seen in May were primarily attributable to the short in CZK and the long in ZAR.

June 2016 saw no shortage of market-moving headlines. At the start of the month, disappointing US payroll data resulted not only in depreciation of the USD but also in lower interest rates on the longer end of the US yield curve. For the remainder of the month, global markets tended to move in accordance with the latest Brexit polls, pushing interest rates to new lows as demand for safe assets surged. During the last few days ahead the referendum, however, markets did show signs of a slight recovery in risk appetite as new polls indicated a marginally lower probability of an actual Brexit. When the result of the referendum finally emerged, market volatility spiked as investors hastily offloaded risky assets. Global equities ended the month down 1.1% while global bonds gained 2.4%. All-in-all the Sub-fund lost 0.58%\* in June. The strategy enjoyed large positive contributions from the developed currency portfolio, which benefited as investors sold the GBP in favour of safe haven currencies such as the JPY and CHF. The EM currency portfolio also delivered positive returns thanks primarily to its long positions in BRL and ZAR as well as its short positions in CZK and HUF. As post-referendum flight to safety spurred a sharp increase in demand for fixed income, Gilts outperformed. While Japanese interest rates also decreased in absolute terms, the Japanese Government Bond still became the basket underperformer. This became problematic for the relative bond portfolio, which was positioned for the opposite scenario. The relative equity portfolio also contributed negatively as European equity markets underperformed the rest of the world. In the asset class portfolio, the long global equity and short global bond positions both resulted in additional losses. Worth noting is the decision by IPM's Risk Management Committee to reduce the overall risk level of the strategy shortly before the referendum. By the end of the month, the risk level was reset to normal.

**INVESTMENT MANAGER'S REPORT (continued)**

**For the period ended 31 July 2016**

**IPM Systematic Macro UCITS Fund**

At the outset of July 2016, the focus continued to be the fallout of Brexit, both from a PMI perspective, where the all-important services sector contracted, as well as speculations around Bank of England actions, of which any have yet to materialise. In the US, the NFP data came in at a level not seen since 2009 pushing the S&P500 to new highs while the Q2 GDP data failed to provide the expected gain following the weaker Q1 (which was further revised downwards). On the back of this and global uncertainty the Federal Reserve did not choose to hike rates further. In Australia, the S&P lowered their credit outlook to negative, but the yields continued to fall based on inflation below estimates. On the Japanese agenda Abe won a super majority forcing the JPY lower as new stimulus was promised. Global equities gained 4.2% for the month while global bonds gained a more muted 0.4%. The strategy suffered during the month (-2.85%\*), primarily due to losses from the relative bond portfolio. None of the key positions performed well but it was predominantly the outperformance of Gilts, where the strategy holds a large short, which gave rise to drag. Also, the two longs in T-Notes and Japanese Government Bonds underperformed, which in conjunction with outperforming Aussie bonds led to further losses. The positioning is driven primarily by Value and Macro where, however, there has emerged a clear difference between what the market has priced in and what the models expect. In other parts of the strategy profits were seen from the asset class portfolio, gaining from the equity market rally, while the relative equity portfolio was more or less flat. Both currency portfolios posted marginal losses – in the case of the developed portfolio following an appreciation of the AUD and in the case of the EM portfolio as losses in TRY and RUB outpaced gains in ZAR.

\* Performance is based on pro-forma returns until September 28, 2015 when the I USD share class was launched. Pro-forma returns are calculated using the historical performance of another share class and applying the fee structure for the I USD share class. Post September 28, 2015, performance is based on the I USD Share Class returns. For August 2015 and for the period under review performances are from August 12, 2015.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## IPM Systematic Macro UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
<b>Government Bonds: 59.74%</b>			
<b>United States: 59.74%</b>			
40,000,000	United States Treasury Bill 0% 18/08/2016	39,996,660	6.13
50,000,000	United States Treasury Bill 0% 15/09/2016	49,987,200	7.67
50,000,000	United States Treasury Bill 0% 13/10/2016	49,976,425	7.67
50,000,000	United States Treasury Bill 0% 10/11/2016	49,966,000	7.66
50,000,000	United States Treasury Bill 0% 08/12/2016	49,949,125	7.66
50,000,000	United States Treasury Bill 0% 02/02/2017	49,906,050	7.65
50,000,000	United States Treasury Bill 0% 02/03/2017	49,880,075	7.65
50,000,000	United States Treasury Bill 0% 30/03/2017	49,866,200	7.65
<b>Total United States</b>		<b>389,527,735</b>	<b>59.74</b>
<b>Total Government Bonds</b>		<b>389,527,735</b>	<b>59.74</b>
<b>Investment Funds: 5.34%</b>			
<b>United States: 5.34%</b>			
<b>Common Stock: 5.34%</b>			
61,497,329	IPM Cayman Fund	34,825,938	5.34
<b>Total United States</b>		<b>34,825,938</b>	<b>5.34</b>
<b>Total Investment Funds</b>		<b>34,825,938</b>	<b>5.34</b>
<b>Warrants: 10.65%</b>			
<b>Ireland: 10.65%</b>			
<b>Financial: 10.65%</b>			
61,291,580	Oder Capital	34,709,422	5.32
61,291,580	Weser Capital	34,709,422	5.33
<b>Total Ireland</b>		<b>69,418,844</b>	<b>10.65</b>
<b>Total Warrants</b>		<b>69,418,844</b>	<b>10.65</b>
<b>Financial Derivative Instruments: 5.43%</b>			
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Gains: 5.43%</b>		
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>
Deutsche Bank	JPY 21,550,013,760	USD 202,400,000	21/09/2016 8,230,051 1.26
Deutsche Bank	USD 150,600,000	SEK 1,237,576,358	21/09/2016 5,242,378 0.80
Deutsche Bank	USD 57,201,408	GBP 39,600,000	21/09/2016 4,584,210 0.70
Northern Trust	EUR 102,000,000	USD 112,022,724	05/08/2016 2,038,779 0.31
Deutsche Bank	ZAR 227,330,610	USD 15,000,000	21/09/2016 1,250,280 0.19
Deutsche Bank	USD 49,000,000	CAD 62,450,745	21/09/2016 1,098,287 0.17
Deutsche Bank	BRL 65,526,300	USD 18,900,000	21/09/2016 1,070,151 0.17
Deutsche Bank	JPY 5,439,005,550	USD 52,100,000	21/09/2016 1,060,895 0.16
Deutsche Bank	CHF 29,593,384	USD 29,900,000	21/09/2016 799,816 0.12
Deutsche Bank	NZD 57,400,000	USD 40,520,175	21/09/2016 790,346 0.12
Deutsche Bank	EUR 27,500,000	USD 30,277,552	21/09/2016 532,312 0.08
Deutsche Bank	USD 25,000,000	CZK 93,377,250	21/09/2016 434,972 0.07
Northern Trust	EUR 155,500,000	USD 73,540,644	05/08/2016 347,235 0.06
Deutsche Bank	USD 23,900,000	HUF 6,554,575,000	21/09/2016 329,506 0.05
Deutsche Bank	AUD 10,600,000	USD 7,748,165	21/09/2016 296,239 0.05
Deutsche Bank	AUD 10,600,000	USD 7,766,905	21/09/2016 277,500 0.05
Deutsche Bank	USD 6,200,000	SEK 50,530,434	21/09/2016 265,026 0.04
Deutsche Bank	AUD 10,500,000	USD 7,716,950	21/09/2016 251,564 0.04
Deutsche Bank	AUD 16,900,000	USD 12,575,762	21/09/2016 249,752 0.04
Deutsche Bank	USD 2,236,014	GBP 1,500,000	21/09/2016 242,938 0.04

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## IPM Systematic Macro UCITS Fund

Financial assets at fair value through profit or loss						Fair Value US\$	% of Net Assets
Financial Derivative Instruments: 5.43% (continued)							
Counterparty	Forward Currency Contracts - Unrealised Gains: 5.43% (continued)						
	Currency Buys		Currency Sells		Maturity Date		
Deutsche Bank	JPY	832,898,501	USD	7,900,000	21/09/2016	240,758	0.04
Deutsche Bank	USD	2,492,889	GBP	1,700,000	21/09/2016	234,070	0.04
Deutsche Bank	AUD	16,700,000	USD	12,460,339	21/09/2016	213,393	0.04
Northern Trust	EUR	20,700,000	USD	22,935,993	05/08/2016	211,782	0.03
Deutsche Bank	AUD	12,200,000	USD	9,051,847	21/09/2016	206,807	0.03
Deutsche Bank	GBP	15,900,000	USD	20,923,723	21/09/2016	202,880	0.03
Deutsche Bank	USD	5,300,000	SEK	43,415,581	21/09/2016	200,690	0.03
Deutsche Bank	ZAR	69,888,149	USD	4,800,000	21/09/2016	195,816	0.03
Deutsche Bank	GBP	15,900,000	USD	20,937,021	21/09/2016	189,581	0.03
Deutsche Bank	AUD	14,400,000	USD	10,748,673	21/09/2016	179,575	0.03
Deutsche Bank	AUD	16,800,000	USD	12,575,013	21/09/2016	174,609	0.03
Deutsche Bank	USD	10,600,000	CAD	13,599,546	21/09/2016	168,715	0.03
Deutsche Bank	GBP	15,800,000	USD	20,835,321	21/09/2016	158,410	0.02
Deutsche Bank	NZD	9,100,000	USD	6,397,546	21/09/2016	151,683	0.02
Deutsche Bank	JPY	874,872,684	USD	8,400,000	21/09/2016	151,014	0.02
Deutsche Bank	ZAR	34,122,232	USD	2,300,000	21/09/2016	139,160	0.02
Deutsche Bank	USD	8,228,223	GBP	6,100,000	21/09/2016	123,048	0.02
Northern Trust	EUR	30,600,000	USD	34,095,744	05/08/2016	122,707	0.02
Northern Trust	GBP	5,729,000	USD	7,490,610	05/08/2016	115,783	0.02
Deutsche Bank	GBP	12,200,000	USD	16,096,983	21/09/2016	113,366	0.02
Deutsche Bank	EUR	14,000,000	USD	15,572,581	21/09/2016	112,441	0.02
Deutsche Bank	NZD	4,900,000	USD	3,414,276	21/09/2016	112,232	0.02
Deutsche Bank	TRY	15,133,557	USD	4,900,000	21/09/2016	107,231	0.02
Deutsche Bank	USD	9,316,266	NZD	12,800,000	21/09/2016	104,164	0.02
Deutsche Bank	CHF	6,264,922	USD	6,400,000	21/09/2016	99,153	0.02
Deutsche Bank	EUR	5,800,000	USD	6,399,406	21/09/2016	98,675	0.02
Deutsche Bank	CHF	6,449,914	USD	6,600,000	21/09/2016	91,062	0.01
Deutsche Bank	USD	7,033,653	EUR	6,200,000	21/09/2016	87,429	0.01
Northern Trust	EUR	4,000,000	USD	4,391,036	05/08/2016	81,964	0.01
Deutsche Bank	CAD	9,883,118	USD	7,500,000	21/09/2016	80,666	0.01
Deutsche Bank	BRL	16,012,800	USD	4,800,000	21/09/2016	80,148	0.01
Northern Trust	SEK	95,500,000	USD	11,112,877	05/08/2016	78,441	0.01
Deutsche Bank	USD	6,100,000	SEK	51,269,390	21/09/2016	78,233	0.01
Deutsche Bank	EUR	6,300,000	USD	6,980,791	21/09/2016	77,469	0.01
Deutsche Bank	USD	7,017,910	EUR	6,200,000	21/09/2016	71,686	0.01
Deutsche Bank	EUR	7,800,000	USD	8,669,908	21/09/2016	68,890	0.01
Deutsche Bank	BRL	7,759,740	USD	2,300,000	21/09/2016	64,900	0.01
Deutsche Bank	ZAR	16,256,076	USD	1,100,000	21/09/2016	62,034	0.01
Deutsche Bank	USD	6,100,000	CHF	5,826,324	21/09/2016	55,843	0.01
Deutsche Bank	USD	2,700,000	CAD	3,453,573	21/09/2016	51,000	0.01
Deutsche Bank	ZAR	9,081,743	USD	600,000	21/09/2016	49,190	0.01
Deutsche Bank	USD	6,100,000	CHF	5,834,058	21/09/2016	47,819	0.01
Deutsche Bank	USD	6,881,764	EUR	6,100,000	21/09/2016	47,576	0.01
Northern Trust	CHF	10,145,000	USD	10,452,556	05/08/2016	44,624	0.01
Deutsche Bank	USD	6,200,000	CHF	5,936,804	21/09/2016	41,232	0.01
Deutsche Bank	USD	8,779,126	EUR	7,800,000	21/09/2016	40,328	0.01
Deutsche Bank	USD	2,800,000	CAD	3,600,061	21/09/2016	38,639	0.01
Deutsche Bank	USD	1,500,000	CAD	1,905,594	21/09/2016	38,349	0.01
Deutsche Bank	BRL	2,406,740	USD	700,000	21/09/2016	33,491	0.01
Deutsche Bank	USD	11,327,228	GBP	8,500,000	21/09/2016	33,132	0.01
Deutsche Bank	EUR	4,800,000	USD	5,347,337	21/09/2016	30,385	-
Deutsche Bank	ZAR	8,800,237	USD	600,000	21/09/2016	29,068	-
Deutsche Bank	USD	1,600,000	RUB	105,440,000	21/09/2016	27,306	-
Deutsche Bank	USD	2,700,000	NOK	22,514,625	21/09/2016	26,739	-
Deutsche Bank	USD	1,300,000	TRY	3,851,801	21/09/2016	25,557	-

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## IPM Systematic Macro UCITS Fund

					Fair Value US\$	% of Net Assets	
<b>Financial assets at fair value through profit or loss</b>							
<b>Financial Derivative Instruments: 5.43% (continued)</b>							
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Gains: 5.43% (continued)</b>						
	<b>Currency Buys</b>		<b>Currency Sells</b>		<b>Maturity Date</b>		
Deutsche Bank	EUR	3,100,000	USD	3,448,618	21/09/2016	24,494	-
Deutsche Bank	MXN	81,413,177	USD	4,300,000	21/09/2016	24,292	-
Deutsche Bank	CHF	4,650,134	USD	4,800,000	21/09/2016	23,993	-
Northern Trust	SEK	50,000,000	USD	5,835,487	05/08/2016	23,842	-
Deutsche Bank	USD	2,400,000	NOK	20,022,646	21/09/2016	22,623	-
Northern Trust	EUR	1,100,000	USD	1,208,756	05/08/2016	21,319	-
Deutsche Bank	USD	1,000,000	CZK	23,688,010	21/09/2016	19,348	-
Deutsche Bank	KRW	573,636,500	USD	500,000	21/09/2016	15,722	-
Deutsche Bank	HUF	587,750,730	USD	2,100,000	21/09/2016	13,573	-
Deutsche Bank	EUR	3,600,000	USD	4,020,516	21/09/2016	12,775	-
Deutsche Bank	CAD	10,052,920	USD	7,700,000	21/09/2016	10,910	-
Deutsche Bank	INR	47,791,100	USD	700,000	21/09/2016	10,787	-
Deutsche Bank	EUR	4,000,000	USD	4,472,000	21/09/2016	9,435	-
Deutsche Bank	USD	3,100,000	SEK	26,314,833	21/09/2016	9,232	-
Deutsche Bank	RUB	443,043,282	USD	6,600,000	21/09/2016	8,228	-
Deutsche Bank	USD	3,800,000	NOK	31,935,348	21/09/2016	8,175	-
Deutsche Bank	USD	1,500,000	TRY	4,510,824	21/09/2016	7,506	-
Deutsche Bank	USD	900,000	HUF	248,300,190	21/09/2016	7,103	-
Deutsche Bank	CAD	4,833,029	USD	3,700,000	21/09/2016	7,087	-
Deutsche Bank	USD	3,800,000	CAD	4,947,304	21/09/2016	5,260	-
Deutsche Bank	USD	300,000	PLN	1,152,156	21/09/2016	4,531	-
Deutsche Bank	USD	1,100,000	SGD	1,472,328	21/09/2016	4,159	-
Deutsche Bank	USD	2,900,000	NOK	24,389,985	21/09/2016	4,069	-
Deutsche Bank	USD	100,000	TRY	293,193	21/09/2016	2,991	-
Northern Trust	GBP	135,000	USD	176,633	05/08/2016	2,607	-
Northern Trust	SEK	1,500,000	USD	173,412	05/08/2016	2,368	-
Northern Trust	CHF	240,000	USD	246,186	05/08/2016	2,145	-
Deutsche Bank	JPY	49,381,081	USD	8,300,000	21/09/2016	1,859	-
Deutsche Bank	JPY	266,181,708	USD	2,600,000	21/09/2016	1,663	-
Northern Trust	GBP	45,000	USD	58,442	05/08/2016	1,304	-
Deutsche Bank	INR	6,811,110	USD	100,000	21/09/2016	1,300	-
Northern Trust	CHF	80,000	USD	81,957	05/08/2016	820	-
Northern Trust	CHF	50,000	USD	50,917	05/08/2016	819	-
Deutsche Bank	USD	500,000	BRL	1,638,100	21/09/2016	764	-
Northern Trust	SEK	700,000	USD	81,601	05/08/2016	429	-
Deutsche Bank	USD	600,000	SGD	805,986	21/09/2016	112	-
Deutsche Bank	MXN	39,536,727	USD	2,100,000	21/09/2016	8	-
<b>Total Forward Currency Contracts - Unrealised Gains</b>					<b>35,420,832</b>	<b>5.43</b>	
<b>Total Financial Derivative Instruments</b>					<b>35,420,832</b>	<b>5.43</b>	
<b>Total Financial assets at fair value through profit or loss</b>					<b>529,193,349</b>	<b>81.16</b>	
<b>Financial liabilities at fair value through profit or loss</b>							
<b>Financial Derivative Instruments: (3.03%)</b>							
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (3.03%)</b>						
	<b>Currency Buys</b>		<b>Currency Sells</b>		<b>Maturity Date</b>		
Northern Trust	SEK	1,300,000	USD	152,371	05/08/2016	(29)	-
Northern Trust	USD	98,872	GBP	75,000	05/08/2016	(706)	-
Northern Trust	USD	98,486	GBP	75,000	05/08/2016	(1,091)	-
Deutsche Bank	USD	2,300,000	SGD	3,091,688	21/09/2016	(1,116)	-
Deutsche Bank	HUF	555,770,200	USD	2,000,000	21/09/2016	(1,430)	-

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## IPM Systematic Macro UCITS Fund

Financial liabilities at fair value through profit or loss					Fair Value	% of	
Financial Derivative Instruments: (3.03%) (continued)					US\$	Net Assets	
Counterparty	Forward Currency Contracts - Unrealised Losses: (3.03%)						
	Currency Buys		Currency Sells	Maturity Date			
Deutsche Bank	NZD	1,200,000	USD	865,123	21/09/2016	(1,489)	-
Deutsche Bank	USD	100,000	PLN	396,009	21/09/2016	(1,556)	-
Northern Trust	USD	81,021	CHF	80,000	05/08/2016	(1,756)	-
Deutsche Bank	USD	3,053,970	GBP	2,300,000	21/09/2016	(2,079)	-
Northern Trust	USD	332,284	EUR	300,000	05/08/2016	(3,191)	-
Northern Trust	USD	421,290	EUR	380,000	05/08/2016	(3,645)	-
Deutsche Bank	SGD	3,354,013	USD	2,500,000	21/09/2016	(3,638)	-
Deutsche Bank	USD	1,800,000	SGD	2,426,663	21/09/2016	(6,144)	-
Deutsche Bank	USD	6,900,000	SEK	58,800,096	21/09/2016	(6,275)	-
Deutsche Bank	USD	1,900,000	SGD	2,563,486	21/09/2016	(7,980)	-
Deutsche Bank	CZK	50,484,693	USD	2,100,000	21/09/2016	(10,001)	-
Deutsche Bank	USD	2,100,000	CHF	2,034,625	21/09/2016	(10,695)	-
Northern Trust	USD	714,113	EUR	650,000	05/08/2016	(12,750)	-
Northern Trust	USD	991,049	EUR	900,000	05/08/2016	(15,376)	-
Deutsche Bank	USD	1,900,000	CZK	46,238,894	21/09/2016	(14,229)	-
Deutsche Bank	NOK	4,090,680	USD	500,000	21/09/2016	(14,295)	-
Deutsche Bank	USD	4,100,000	NOK	34,660,414	21/09/2016	(15,385)	-
Deutsche Bank	USD	3,600,000	CZK	87,405,048	21/09/2016	(18,453)	-
Deutsche Bank	USD	3,147,823	NZD	4,400,000	21/09/2016	(18,837)	-
Deutsche Bank	TRY	2,051,424	USD	700,000	21/09/2016	(21,246)	-
Deutsche Bank	RUB	65,584,700	USD	1,000,000	21/09/2016	(21,769)	-
Deutsche Bank	CAD	2,709,258	USD	2,100,000	21/09/2016	(21,913)	-
Deutsche Bank	USD	500,000	KRW	581,000,000	21/09/2016	(22,342)	-
Deutsche Bank	USD	1,200,000	HUF	340,874,568	21/09/2016	(25,798)	-
Deutsche Bank	USD	3,428,676	GBP	2,600,000	21/09/2016	(25,989)	-
Deutsche Bank	AUD	13,300,000	USD	10,119,833	21/09/2016	(26,382)	-
Deutsche Bank	SEK	38,939,593	USD	4,600,000	21/09/2016	(26,410)	-
Deutsche Bank	CZK	54,863,901	USD	2,300,000	21/09/2016	(28,708)	-
Deutsche Bank	USD	7,479,628	AUD	9,900,000	21/09/2016	(33,542)	(0.01)
Deutsche Bank	MXN	27,595,902	USD	1,500,000	21/09/2016	(34,233)	(0.01)
Deutsche Bank	USD	4,500,000	INR	304,897,500	21/09/2016	(34,677)	(0.01)
Deutsche Bank	USD	2,400,000	CZK	58,812,912	21/09/2016	(34,776)	(0.01)
Deutsche Bank	USD	6,942,242	NZD	9,700,000	21/09/2016	(38,805)	(0.01)
Deutsche Bank	CHF	3,625,553	USD	3,800,000	21/09/2016	(38,895)	(0.01)
Deutsche Bank	NZD	8,600,000	USD	6,233,719	21/09/2016	(44,337)	(0.01)
Deutsche Bank	TRY	7,104,650	USD	2,400,000	21/09/2016	(49,288)	(0.01)
Deutsche Bank	USD	11,800,000	JPY	1,212,373,300	21/09/2016	(49,749)	(0.01)
Deutsche Bank	USD	9,700,000	SEK	83,041,564	21/09/2016	(53,519)	(0.01)
Deutsche Bank	RUB	23,757,450	USD	1,900,000	21/09/2016	(54,091)	(0.01)
Deutsche Bank	RUB	130,249,000	USD	2,000,000	21/09/2016	(57,266)	(0.01)
Deutsche Bank	USD	5,200,000	CHF	5,069,319	21/09/2016	(58,849)	(0.01)
Deutsche Bank	USD	1,800,000	KRW	2,068,183,800	21/09/2016	(59,378)	(0.01)
Deutsche Bank	MXN	59,042,061	USD	3,200,000	21/09/2016	(63,959)	(0.01)
Deutsche Bank	MXN	45,847,588	USD	2,500,000	21/09/2016	(64,788)	(0.01)
Deutsche Bank	CHF	4,754,250	USD	5,000,000	21/09/2016	(67,999)	(0.01)
Deutsche Bank	USD	8,100,000	CAD	10,651,909	21/09/2016	(70,354)	(0.01)
Deutsche Bank	USD	3,100,000	HUF	881,634,110	21/09/2016	(70,389)	(0.01)
Deutsche Bank	EUR	3,800,000	USD	4,327,892	21/09/2016	(70,529)	(0.01)
Deutsche Bank	EUR	3,100,000	USD	3,544,090	21/09/2016	(70,978)	(0.01)
Deutsche Bank	USD	6,756,412	AUD	9,000,000	21/09/2016	(73,743)	(0.01)
Deutsche Bank	USD	2,000,000	KRW	2,306,974,000	21/09/2016	(74,060)	(0.01)
Deutsche Bank	PLN	15,690,425	USD	4,100,000	21/09/2016	(76,207)	(0.01)
Deutsche Bank	USD	10,300,000	SGD	13,942,050	21/09/2016	(76,944)	(0.01)
Deutsche Bank	RUB	155,730,312	USD	2,400,000	21/09/2016	(77,199)	(0.01)
Deutsche Bank	USD	4,900,000	SEK	42,388,969	21/09/2016	(78,731)	(0.01)

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## IPM Systematic Macro UCITS Fund

Financial liabilities at fair value through profit or loss					Fair Value US\$	% of Net Assets
Financial Derivative Instruments: (3.03%) (continued)						
Counterparty	Forward Currency Contracts - Unrealised Losses: (3.03%) (continued)					
	Currency Buys		Currency Sells		Maturity Date	
Deutsche Bank	USD	8,496,491	AUD	11,300,000	21/09/2016	(79,148) (0.01)
Deutsche Bank	JPY	574,823,169	USD	5,700,000	21/09/2016	(81,673) (0.01)
Deutsche Bank	USD	4,500,000	CHF	4,418,746	21/09/2016	(83,953) (0.01)
Deutsche Bank	USD	7,883,085	AUD	10,500,000	21/09/2016	(85,429) (0.01)
Deutsche Bank	USD	1,500,000	BRL	5,219,100	21/09/2016	(90,601) (0.01)
Deutsche Bank	USD	1,300,000	ZAR	19,495,531	21/09/2016	(93,600) (0.01)
Deutsche Bank	USD	7,800,000	SGD	10,610,785	21/09/2016	(97,513) (0.01)
Deutsche Bank	USD	9,500,000	SEK	81,727,018	21/09/2016	(99,121) (0.02)
Deutsche Bank	USD	4,300,000	KRW	4,900,655,390	21/09/2016	(105,880) (0.02)
Deutsche Bank	RUB	347,839,398	USD	5,300,000	21/09/2016	(111,789) (0.02)
Deutsche Bank	USD	6,937,449	NZD	9,800,000	21/09/2016	(115,566) (0.02)
Deutsche Bank	USD	6,900,000	CZK	169,512,438	21/09/2016	(117,589) (0.02)
Deutsche Bank	USD	14,200,000	SGD	19,241,142	21/09/2016	(121,011) (0.02)
Deutsche Bank	USD	6,800,000	JPY	708,493,360	21/09/2016	(124,821) (0.02)
Deutsche Bank	USD	5,056,568	GBP	3,900,000	21/09/2016	(125,428) (0.02)
Deutsche Bank	USD	6,800,000	JPY	709,020,360	21/09/2016	(129,972) (0.02)
Deutsche Bank	USD	6,800,000	JPY	709,076,800	21/09/2016	(130,524) (0.02)
Deutsche Bank	USD	1,700,000	BRL	6,053,360	21/09/2016	(144,855) (0.02)
Deutsche Bank	MXN	134,674,627	USD	7,300,000	21/09/2016	(146,707) (0.02)
Deutsche Bank	USD	8,569,944	AUD	11,500,000	21/09/2016	(157,477) (0.03)
Deutsche Bank	USD	7,500,000	JPY	784,517,250	21/09/2016	(167,879) (0.03)
Deutsche Bank	USD	5,600,000	JPY	590,456,160	21/09/2016	(171,124) (0.03)
Deutsche Bank	USD	6,600,000	HUF	1,883,026,860	21/09/2016	(171,434) (0.03)
Deutsche Bank	USD	13,300,000	CAD	17,569,436	21/09/2016	(176,317) (0.03)
Deutsche Bank	USD	6,200,000	JPY	653,187,360	21/09/2016	(184,260) (0.03)
Deutsche Bank	USD	5,600,000	JPY	591,833,760	21/09/2016	(184,589) (0.03)
Deutsche Bank	USD	5,700,000	JPY	602,847,390	21/09/2016	(192,236) (0.03)
Deutsche Bank	GBP	2,300,000	USD	3,260,850	21/09/2016	(204,801) (0.03)
Deutsche Bank	SEK	54,441,268	USD	6,600,000	21/09/2016	(205,685) (0.03)
Deutsche Bank	USD	20,100,000	SEK	172,965,525	21/09/2016	(215,399) (0.03)
Deutsche Bank	USD	10,276,470	GBP	7,900,000	21/09/2016	(220,395) (0.03)
Deutsche Bank	USD	17,200,000	NOK	146,732,374	21/09/2016	(222,185) (0.03)
Deutsche Bank	SEK	55,130,742	USD	6,700,000	21/09/2016	(224,704) (0.04)
Deutsche Bank	JPY	1,285,811,328	USD	12,800,000	21/09/2016	(232,467) (0.04)
Deutsche Bank	SEK	54,989,205	USD	6,700,000	21/09/2016	(241,328) (0.04)
Deutsche Bank	USD	20,610,640	GBP	15,700,000	21/09/2016	(250,219) (0.04)
Deutsche Bank	USD	14,212,953	NZD	20,100,000	21/09/2016	(252,926) (0.04)
Deutsche Bank	RUB	1,169,554,050	USD	17,700,000	21/09/2016	(255,474) (0.04)
Deutsche Bank	USD	12,301,487	NZD	17,500,000	21/09/2016	(293,184) (0.05)
Deutsche Bank	TRY	54,879,273	USD	18,500,000	21/09/2016	(342,127) (0.05)
Deutsche Bank	NOK	112,918,900	USD	13,800,000	21/09/2016	(392,639) (0.06)
Deutsche Bank	USD	11,188,598	NZD	16,100,000	21/09/2016	(398,499) (0.06)
Deutsche Bank	USD	34,122,047	AUD	45,500,000	21/09/2016	(408,181) (0.06)
Deutsche Bank	CHF	119,496,451	USD	124,400,000	21/09/2016	(435,842) (0.07)
Deutsche Bank	USD	12,200,000	KRW	14,191,650,000	21/09/2016	(558,847) (0.09)
Deutsche Bank	USD	40,300,000	SEK	347,954,500	21/09/2016	(568,459) (0.09)
Deutsche Bank	GBP	4,200,000	USD	6,165,571	21/09/2016	(584,959) (0.09)
Northern Trust	SEK	624,680,000	USD	73,851,430	05/08/2016	(647,315) (0.10)
Deutsche Bank	EUR	91,000,000	USD	103,164,061	21/09/2016	(1,211,417) (0.19)
Deutsche Bank	USD	211,966,676	AUD	287,100,000	21/09/2016	(5,915,267) (0.91)
<b>Total Forward Currency Contracts - Unrealised Losses</b>					<b>(19,742,803)</b>	<b>(3.03)</b>
<b>Total Financial Derivative Instruments</b>					<b>(19,742,803)</b>	<b>(3.03)</b>
<b>Total Financial liabilities at fair value through profit or loss</b>					<b>(19,742,803)</b>	<b>(3.03)</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## IPM Systematic Macro UCITS Fund

	Fair Value US\$	% of Net Assets
<b>Total Value of Investments (Cost: US\$535,036,577)</b>	<b>509,450,546</b>	<b>78.13</b>
<b>Cash and Cash Equivalents</b>	<b>146,687,949</b>	<b>22.50</b>
<b>Other Net Liabilities</b>	<b>(4,138,470)</b>	<b>(0.63)</b>
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<b>652,000,025</b>	<b>100.00</b>
		<b>% of Total Assets</b>
<b>Analysis of Portfolio</b>		
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	493,772,517	72.99
Over the counter financial derivative instruments	35,420,832	5.24
Cash and cash equivalents	146,687,949	21.69
Other assets	542,207	0.08
<b>Total Assets</b>	<b>676,423,505</b>	<b>100.00</b>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the period ended 31 July 2016**  
**IPM Systematic Macro UCITS Fund**

<b>Total purchases in the period</b>	<b>US\$735,078,707</b>	
	<b>Nominal</b>	<b>Cost</b>
<b>Major Purchases</b>	<b>Holdings</b>	<b>US\$</b>
Weser Capital	65,381,225	52,534,988
Oder Capital	65,381,225	52,534,988
United States Treasury Bill 0% 08/12/2016	50,000,000	49,922,022
United States Treasury Bill 0% 15/09/2016	50,000,000	49,910,894
United States Treasury Bill 0% 13/10/2016	50,000,000	49,901,245
United States Treasury Bill 0% 02/02/2017	50,000,000	49,897,122
United States Treasury Bill 0% 30/03/2017	50,000,000	49,874,788
United States Treasury Bill 0% 02/03/2017	50,000,000	49,873,844
United States Treasury Bill 0% 30/03/2017	50,000,000	49,860,486
IPM Cayman Fund	61,497,329	49,000,000
United States Treasury Bill 0% 18/08/2016	40,000,000	39,905,490
United States Treasury Bill 0% 23/06/2016	30,000,000	29,979,635
United States Treasury Bill 0% 28/04/2016	30,000,000	29,977,003
United States Treasury Bill 0% 26/05/2016	30,000,000	29,974,640
United States Treasury Bill 0% 21/07/2016	28,000,000	27,953,266
United States Treasury Bill 0% 14/01/2016	18,000,000	17,996,439
United States Treasury Bill 0% 02/11/2016	18,000,000	17,992,758
United States Treasury Bill 0% 03/03/2016	18,000,000	17,989,357
United States Treasury Bill 0% 03/12/2015	8,000,000	7,999,894
United States Treasury Bill 0% 15/10/2015	6,000,000	5,999,979
<b>Total sales in the period</b>	<b>US\$202,000,000</b>	
	<b>Nominal</b>	<b>Proceeds</b>
<b>Major Sales</b>	<b>Holdings</b>	<b>US\$</b>
United States Treasury Bill 0% 26/05/2016	30,000,000	30,000,000
United States Treasury Bill 0% 23/06/2016	30,000,000	30,000,000
United States Treasury Bill 0% 28/04/2016	30,000,000	30,000,000
United States Treasury Bill 0% 21/07/2016	28,000,000	28,000,000
United States Treasury Bill 0% 02/11/2016	18,000,000	18,000,000
United States Treasury Bill 0% 03/03/2016	18,000,000	18,000,000
United States Treasury Bill 0% 14/01/2016	18,000,000	18,000,000
United States Treasury Bill 0% 03/12/2015	8,000,000	8,000,000
United States Treasury Bill 0% 12/11/2015	6,000,000	6,000,000
United States Treasury Bill 0% 15/10/2015	6,000,000	6,000,000
Weser Capital	4,089,645	5,000,000
Oder Capital	4,089,645	5,000,000

The above totals represent all material purchases and sales in the period.

**INVESTMENT MANAGER'S REPORT  
For the period ended 31 July 2016  
Smartfund 80% Protected Balanced Fund**

The Sub-Fund's investment objective is to provide shareholders with long term exposure to the performance of the Portfolio Strategy with 80% of the highest NAV (from the launch of the Sub-Fund onwards) being protected as a minimum exit Net Asset Value (the "Minimum Target NAV").

The Portfolio Strategy consists of investments in a portfolio of securities and other assets (the "Reference Strategy") determined from time to time by Smartfund Administration Limited (the Sub Investment Manager) and exposure to an effective overnight interest rate for the British Pound Sterling (the "Cash Component"). The allocation between the Reference Strategy and the Cash Component aims to control the risk of the Portfolio Strategy by adjusting the allocation to the Reference Strategy if the risk of the Reference Strategy changes over a specified period.

The Sub-Fund will gain exposure to the Portfolio Strategy and the Put Option through one or more unfunded total return swaps with the Approved Counterparty.

The Sub-Fund may invest in a wide range of instruments including fixed income securities, equity securities, currencies, securities with equity characteristics and FDI on UCITS eligible indices that comprise equity and fixed income investments

The Sub-Fund was launched on 2 September 2015.

From 2 September 2015 (its inception) to 31 July 2016, the performance of the A GBP share class is 7.18%.

From 2 September 2015 (its inception) to 31 July 2016, the performance of the A EUR share class is 5.62%.

From 2 September 2015 (its inception) to 31 July 2016, the performance of the A USD share class is 6.50%.

From 24 February 2016 (its inception) to 31 July 2016, the performance of the C GBP share class is 8.17%.

From 2 September 2015 to 31 July 2016, the annualised volatility of the A GBP share class is 7.98%.

From 2 September 2015 to 31 July 2016, the annualised volatility of the A EUR share class is 7.92%.

From 2 September 2015 to 31 July 2016, the annualised volatility of the A USD share class is 7.89%.

From 24 February 2016 to 31 July 2016, the daily annualised volatility of the C GBP share class is 9.54%.

As of 31 July 2016, the counterparty risk is equal to 3.44% of the Sub-Fund's net assets.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## Smartfund 80% Protected Balanced Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
<b>Exchange Traded Funds: 56.96%</b>			
<b>Germany: 3.09%</b>			
<b>Funds: 3.09%</b>			
15,000	iShares Core DAX UCITS ETF	1,143,223	3.09
<b>Total Germany</b>		<b>1,143,223</b>	<b>3.09</b>
<b>Ireland: 50.47%</b>			
<b>Funds: 50.47%</b>			
15,000	iShares Euro High Yield Corporate Bond UCITS ETF	1,340,435	3.62
1,936	iShares GBP Corporate Bond 0-5yr UCITS ETF	208,178	0.56
30,000	iShares GBP Index-Linked Gilts UCITS ETF	508,200	1.37
27,000	iShares JP Morgan Emerging Markets Bond UCITS ETF	2,329,683	6.29
30,682	iShares MSCI AC Far East ex-Japan UCITS ETF	1,008,945	2.72
48,673	iShares MSCI Europe UCITS ETF	881,385	2.38
260,000	iShares MSCI Japan UCITS ETF	2,376,400	6.42
107,670	iShares S&P 500 UCITS ETF	1,755,507	4.74
10,000	iShares Short Duration High Yield Corporate Bond UCITS ETF	703,472	1.90
7,150	Source Man GLG Europe Plus UCITS ETF	847,605	2.29
24,702	Source Markets - Man GLG Asia Plus UCITS ETF	1,938,001	5.23
12,999	Source CITS ETF Class A Class A TS ETF Class A Source Mor'S ETF Class A	815,020	2.20
3,170	Source MSCI Europe UCITS ETF	485,952	1.31
60,800	Source S&P 500 UCITS ETF	918,169	2.48
5,092	Source STOXX Europe 600 Optimised Technology UCITS ETF	264,099	0.71
185,749	Source STOXX Japan Exporters UCITS ETF	1,538,931	4.16
5,500	SPDR MSCI Europe UCITS ETF	772,398	2.09
<b>Total Ireland</b>		<b>18,692,380</b>	<b>50.47</b>
<b>Luxembourg: 3.40%</b>			
<b>Funds: 3.40%</b>			
5,878	db x-trackers MSCI Japan Index UCITS ETF	216,134	0.58
27,708	db x-trackers MSCI Pacific ex Japan Index UCITS ETF	1,042,832	2.82
<b>Total Luxembourg</b>		<b>1,258,966</b>	<b>3.40</b>
<b>Total Exchange Traded Funds</b>		<b>21,094,569</b>	<b>56.96</b>
<b>Equities: 41.18%</b>			
<b>Germany: 37.10%</b>			
<b>Communications: 5.26%</b>			
55,887	Freenet	1,175,118	3.17
25,000	Scout24	774,866	2.09
<b>Consumer, Non-cyclical: 18.62%</b>			
14,526	Bayer	1,177,200	3.18
80,000	Celesio	1,744,123	4.71
40,000	STADA Arzneimittel	1,626,377	4.39
124,511	Suedzucker	2,345,917	6.34
<b>Financial: 4.38%</b>			
15,000	Allianz	1,620,903	4.38
<b>Industrial: 2.78%</b>			
13,669	Krones	1,029,577	2.78

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Smartfund 80% Protected Balanced Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
	<b>Equities: 41.18% (continued)</b>		
	<b>Germany: 37.10% (continued)</b>		
	<b>Technology: 6.06%</b>		
27,879	CANCOM	1,084,939	2.93
88,319	Siltronic	1,160,055	3.13
	<b>Total Germany</b>	<b>13,739,075</b>	<b>37.10</b>
	<b>Luxembourg: 4.08%</b>		
	<b>Industrial: 4.08%</b>		
38,324	Stabilus	1,510,944	4.08
	<b>Total Luxembourg</b>	<b>1,510,944</b>	<b>4.08</b>
	<b>Total Equities</b>	<b>15,250,019</b>	<b>41.18</b>
	<b>Financial Derivative Instruments: 3.58%</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Gains: 3.42%</b>		
Morgan Stanley	Morgan Stanley & Co International plc Swap Smartfund 80% Protected Balanced Fund Reference Portfolio Leg	1,267,908	3.42
	<b>Total Total Return Swaps - Unrealised Losses</b>	<b>1,267,908</b>	<b>3.42</b>
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Gains: 0.16%</b>		
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>
Morgan Stanley	EUR 9,635,500	GBP 8,060,385	24/08/2016
	<b>Total Forward Currency Contracts - Unrealised Gains</b>	<b>58,402</b>	<b>0.16</b>
	<b>Total Financial Derivative Instruments</b>	<b>1,326,310</b>	<b>3.58</b>
	<b>Total Financial assets at fair value through profit or loss</b>	<b>37,670,898</b>	<b>101.72</b>
	<b>Financial liabilities at fair value through profit or loss</b>		
	<b>Financial Derivatives Instruments: (9.30%)</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Losses:( 9.16%)</b>		
Morgan Stanley	Morgan Stanley Capital Services LLC Swap Smartfund 80% Protected Balanced Fund Financing Leg	(3,392,541)	(9.16)
	<b>Total Total Return Swaps - Unrealised Losses</b>	<b>(3,392,541)</b>	<b>(9.16)</b>
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (0.14%)</b>		
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>
Morgan Stanley	USD 9,191,000	GBP 6,973,550	24/08/2016
	<b>Total Forward Currency Contracts - Unrealised Losses</b>	<b>(52,959)</b>	<b>(0.14)</b>
	<b>Total Financial Derivative Instruments</b>	<b>(3,445,500)</b>	<b>(9.30)</b>
	<b>Total Financial liabilities at fair value through profit or loss</b>	<b>(3,445,500)</b>	<b>(9.30)</b>

**SCHEDULE OF INVESTMENTS (continued)**

As at 31 July 2016

**Smartfund 80% Protected Balanced Fund**

	Fair Value £	% of Net Assets
<b>Total Value of Investments (Cost: £32,976,920)</b>	<b>34,225,398</b>	<b>92.42</b>
<b>Cash and Cash Equivalents</b>	<b>2,496,614</b>	<b>6.74</b>
<b>Other Net Assets</b>	<b>311,777</b>	<b>0.84</b>
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<b>37,033,789</b>	<b>100.00</b>
<b>Analysis of Portfolio</b>		<b>% of Total Assets</b>
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	36,344,588	89.56
Over the counter financial derivative instruments	1,326,310	3.27
Cash and cash equivalents	2,496,614	6.15
Other assets	415,625	1.03
<b>Total Assets</b>	<b>40,583,137</b>	<b>100.01</b>

## UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS

For the period ended 31 July 2016

## Smartfund 80% Protected Balanced Fund

<b>Total purchases in the period</b>	<b>£61,525,060</b>	
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost £</b>
Covestro	120,317	3,247,015
iShares MSCI Japan UCITS ETF	335,354	2,942,785
iShares S&P 500 UCITS ETF	197,680	2,914,238
Source Stoxx Ezone Exporters UCITS ETF	250,730	2,381,921
iShares JP Morgan Emerging Markets Bond UCITS ETF	28,000	2,380,895
Suedzucker	124,511	2,220,029
SPDR MSCI Europe UCITS ETF	17,521	2,201,375
Source Markets - Man GLG Asia Plus UCITS ETF	34,682	2,182,051
Source Markets PLC NASDAQ Biotechnology UCITS ETF	83,233	2,001,417
db x-trackers MSCI Pacific ex Japan Index UCITS ETF	60,708	1,937,259
Allianz	15,000	1,646,838
Celesio	80,000	1,564,770
Source STOXX Europe 600 UCITS ETF	29,123	1,465,737
Stabilus	38,324	1,346,568
Source Morgan Stanley Europe MEMO Plus UCITS ETF	63,486	1,343,908
Source STOXX Japan Exporters UCITS ETF	185,749	1,316,635
iShares Euro High Yield Corporate Bond UCITS ETF	15,000	1,219,112
Siltronic	88,319	1,158,742
STADA Arzneimittel	40,000	1,139,341
iShares Core S&P 500 UCITS ETF - Switzerland	8,605	1,112,866
Bayer	14,526	1,093,054
Freenet	55,887	1,073,505
iShares Core DAX UCITS ETF	15,000	1,038,034
Krones	13,669	1,037,408
CANCOM	27,879	1,017,557
Wessanen	135,000	994,666
BE Semiconductor	54,600	993,585
iShares MSCI AC Far East ex-Japan UCITS ETF	33,682	982,288
iShares MSCI Europe UCITS ETF	58,673	966,008
Source Man GLG Continental Europe Plus UCITS ETF	8,810	949,167
Source Man GLG Continental Europe Plus UCITS Class A ETF	8,600	915,943
iShares Ultrashort UCITS ETF	12,000	900,169
iShares FTSE 250 UCITS ETF	55,265	899,991
iShares Short Duration High Yield Corporate Bond UCITS ETF	11,250	790,468
Source Man GLG Europe Plus UCITS ETF	7,150	770,532
iShares High Yield Corporate Bond UCITS ETF	11,575	759,172
Source S&P 500 UCITS ETF	60,800	742,493
Source MSCI Europe UCITS ETF ETF	5,170	717,380
Lombard Odier IM Global Corporate Bond Fundamental GO UCITS ETF	100,617	711,900
iShares Core S&P 500 UCITS ETF - London	5,100	676,512
GFT Technologies	36,283	638,679
<b>Total sales in the period</b>	<b>£29,412,723</b>	
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds £</b>
Covestro	120,317	3,697,401
Source Stoxx Ezone Exporters UCITS ETF	250,730	2,326,329
Source Markets PLC NASDAQ Biotechnology UCITS ETF	83,233	1,976,120
SPDR MSCI Europe UCITS ETF	12,021	1,536,461
Source STOXX Europe 600 UCITS ETF	29,123	1,508,427
Source Morgan Stanley Europe MEMO Plus UCITS ETF	63,486	1,346,551
iShares S&P 500 UCITS ETF - London	90,010	1,281,202
iShares Core S&P 500 UCITS ETF - Switzerland	8,605	1,150,953
db x-trackers MSCI Pacific ex Japan Index UCITS ETF	33,000	1,121,923
Wessanen	135,000	1,020,201
BE Semiconductor	54,600	1,007,553

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**  
**For the period ended 31 July 2016**  
**Smartfund 80% Protected Balanced Fund**

<b>Major Sales (continued)</b>	<b>Nominal Holdings</b>	<b>Proceeds £</b>
Source Man GLG Continental Europe Plus UCITS ETF	8,810	977,595
Source Man GLG Continental Europe Plus UCITS Class A ETF	8,600	964,791
iShares Ultrashort UCITS ETF	12,000	913,886
iShares FTSE 250 UCITS ETF	55,265	896,675
iShares Usd High Yield Corporate Bond UCITS ETF	11,575	803,248
iShares Core S&P 500 UCITS ETF - London	5,100	724,639
Lombard Odier IM Global Corporate Bond Fundamental GO UCITS ETF	100,617	722,866
Source Markets - Man GLG Asia Plus UCITS ETF	9,980	651,695
iShares MSCI Japan UCITS ETF	75,354	605,093
GFT Technologies	36,283	594,275
Source Stoxx Europe 600 Optimised Telecommunications UCITS ETF	6,700	553,599
iShares Core GBP Corporate Bond UCITS ETF	3,967	552,206
KION	13,863	516,050
Source S&P 500 UCITS ETF	1,599	414,601
iShares S&P 500 UCITS ETF - Switzerland	23,326	314,910
iShares GBP Corporate Bond 0-5yr UCITS ETF	2,800	296,072

The above totals represent all material purchases and sales in the period.

**INVESTMENT MANAGER'S REPORT  
For the period ended 31 July 2016  
Smartfund 80% Protected Growth Fund**

The Sub-Fund's investment objective is to provide shareholders with long term exposure to the performance of the Portfolio Strategy with 80% of the highest NAV (from the launch of the Sub-Fund onwards) being protected as a minimum exit Net Asset Value (the "Minimum Target NAV").

The Portfolio Strategy consists of investments in a portfolio of securities and other assets (the "Reference Strategy") determined from time to time by Smartfund Administration Limited (the Sub Investment Manager) and exposure to an effective overnight interest rate for the British Pound Sterling (the "Cash Component"). The allocation between the Reference Strategy and the Cash Component aims to control the risk of the Portfolio Strategy by adjusting the allocation to the Reference Strategy if the risk of the Reference Strategy changes over a specified period.

The Sub-Fund will gain exposure to the Portfolio Strategy and the Put Option through one or more unfunded total return swaps with the Approved Counterparty

The Sub-Fund may invest in a wide range of instruments including fixed income securities, equity securities, currencies, securities with equity characteristics and FDI on UCITS eligible indices that comprise equity and fixed income investments

The Sub-Fund was launched on 4 September 2015.

From 4 September 2015 (its inception) to 31 July 2016, the performance of the A GBP share class is 11.47%.

From 4 September 2015 (its inception) to 31 July 2016, the performance of the A EUR share class is 9.68%.

From 4 September 2015 (its inception) to 31 July 2016, the performance of the A USD share class is 10.39%.

From 24 February 2016 (its inception) to 31 July 2016, the performance of the C GBP share class is 12.87%.

From 4 September 2015 to 31 July 2016, the daily annualised volatility of the A GBP share class is 10.54%.

From 4 September 2015 to 31 July 2016, the daily annualised volatility of the A EUR share class is 10.45%.

From 4 September 2015 to 31 July 2016, the daily annualised volatility of the A USD share class is 10.43%.

From 24 February 2016 to 31 July 2016, the daily annualised volatility of the C GBP share class is 12.36%.

As of 31 July 2016, the counterparty risk is equal to 4.62% of the Sub-Fund's net assets.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## Smartfund 80% Protected Growth Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
	<b>Exchange Traded Funds: 57.92%</b>		
	<b>Ireland: 47.53%</b>		
	<b>Funds: 47.53%</b>		
15,500	iShares JP Morgan Emerging Markets Bond UCITS ETF	1,337,411	4.21
24,591	iShares MSCI AC Far East ex-Japan UCITS ETF	808,649	2.55
31,963	iShares MSCI Europe UCITS ETF	578,795	1.82
24,318	iShares MSCI Japan UCITS ETF	222,267	0.70
112,491	iShares S&P 500 UCITS ETF	1,834,111	5.77
22,201	iShares Short Duration High Yield Corporate Bond UCITS ETF	1,561,779	4.92
3,800	iShares USD High Yield Corporate Bond UCITS ETF	293,136	0.92
227,481	Lombard Odier IM Global Corporate Bond Fundamental GO UCITS ETF	1,761,320	5.55
3,600	Source Consumer Discretionary S&P US Select Sector ETF	698,688	2.20
5,207	Source EURO STOXX 50 UCITS ETF	259,661	0.82
2,001	Source EURO STOXX Optimised Banks UCITS ETF	82,581	0.26
4,700	Source Man GLG Europe Plus UCITS ETF	557,167	1.75
32,641	Source Markets - Man GLG Asia Plus UCITS ETF	2,560,857	8.06
10,000	Source Morningstar US Energy Infrastructure MLP UCITS ETF Class A	626,987	1.97
14,000	Source Morningstar US Energy Infrastructure MLP UCITS ETF Class B	710,439	2.24
79,514	Source STOXX Japan Exporters UCITS ETF	658,774	2.07
2,473	Source Utilities S&P US Select Sector UCITS ETF	545,152	1.72
	<b>Total Ireland</b>	<b>15,097,774</b>	<b>47.53</b>
	<b>Luxembourg: 10.39%</b>		
	<b>Funds: 10.39%</b>		
18,977	db x-trackers MSCI Japan Index UCITS ETF	697,784	2.20
69,115	db x-trackers MSCI Pacific ex Japan Index UCITS ETF	2,601,248	8.19
	<b>Total Luxembourg</b>	<b>3,299,032</b>	<b>10.39</b>
	<b>Total Exchange Traded Funds</b>	<b>18,396,806</b>	<b>57.92</b>
	<b>Equities: 37.61%</b>		
	<b>Austria: 4.25%</b>		
	<b>Financial: 4.25%</b>		
73,900	BUWOG	1,350,029	4.25
	<b>Total Austria</b>	<b>1,350,029</b>	<b>4.25</b>
	<b>Germany: 33.36%</b>		
	<b>Communications: 8.14%</b>		
184,381	ADVA Optical Networking	1,243,906	3.92
25,000	Scout24	774,866	2.44
80,373	Tele Columbus	565,379	1.78
	<b>Consumer, Cyclical: 4.13%</b>		
50,000	CTS Eventim	1,310,956	4.13
	<b>Financial: 10.58%</b>		
20,303	Allianz	2,193,944	6.91
15,417	LEG Immobilien	1,165,915	3.67
	<b>Technology: 10.51%</b>		
25,000	CANCOM	972,899	3.06
100,000	Jenoptik	1,290,321	4.06
81,931	Siltronic	1,076,148	3.39
	<b>Total Germany</b>	<b>10,594,334</b>	<b>33.36</b>
	<b>Total Equities</b>	<b>11,944,363</b>	<b>37.61</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Smartfund 80% Protected Growth Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
	<b>Financial Derivative Instruments: 4.83%</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Gains: (4.79%)</b>		
Morgan Stanley	Morgan Stanley & Co International plc Swap Smartfund 80% Protected Growth Fund Reference Portfolio Leg	1,522,535	4.79
	<b>Total Total Return Swaps - Unrealised Gains</b>	<b>1,522,535</b>	<b>4.79</b>
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Gains: 0.04%</b>		
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>
Morgan Stanley	EUR 6,560,000	GBP 5,514,040	12/08/2016
Morgan Stanley	EUR 101,000	GBP 84,508	12/08/2016
	<b>Total Forward Currency Contracts - Unrealised Gains</b>	<b>12,418</b>	<b>0.04</b>
	<b>Total Financial Derivative Instruments</b>	<b>1,534,953</b>	<b>4.83</b>
	<b>Total Financial assets at fair value through profit or loss</b>	<b>31,876,122</b>	<b>100.36</b>
	<b>Financial liabilities at fair value through profit or loss</b>		
	<b>Financial Derivative Instruments: (11.42%)</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Losses: (11.17%)</b>		
Morgan Stanley	Morgan Stanley Capital Services LLC Swap Smartfund 80% Protected Growth Fund Financing Leg	(3,548,237)	(11.17)
	<b>Total Total Return Swaps - Unrealised Losses</b>	<b>(3,548,237)</b>	<b>(11.17)</b>
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (0.25%)</b>		
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>
Morgan Stanley	USD 162,000	GBP 122,931	12/08/2016
Morgan Stanley	USD 192,000	GBP 146,287	12/08/2016
Morgan Stanley	USD 610,300	GBP 461,405	12/08/2016
Morgan Stanley	USD 307,000	GBP 233,852	12/08/2016
Morgan Stanley	USD 13,345,000	GBP 10,121,235	12/08/2016
	<b>Total Forward Currency Contracts - Unrealised Losses</b>	<b>(77,984)</b>	<b>(0.25)</b>
	<b>Total Financial Derivative Instruments</b>	<b>(3,626,221)</b>	<b>(11.42)</b>
	<b>Total Financial liabilities at fair value through profit or loss</b>	<b>(3,626,221)</b>	<b>(11.42)</b>
	<b>Total Value of Investments (Cost: £26,848,490)</b>	<b>28,249,901</b>	<b>88.94</b>
	<b>Cash and Cash Equivalents</b>	<b>3,427,783</b>	<b>10.79</b>
	<b>Other Net Assets</b>	<b>85,630</b>	<b>0.27</b>
	<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<b>31,763,314</b>	<b>100.00</b>

**SCHEDULE OF INVESTMENTS (continued)**

As at 31 July 2016

**Smartfund 80% Protected Growth Fund**

<b>Analysis of Portfolio</b>	<b>Fair Value £</b>	<b>% of Total Assets</b>
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	30,341,169	85.45
Over the counter financial derivative instruments	1,534,953	4.32
Cash and cash equivalents	3,427,783	9.65
Other assets	207,199	0.58
<b>Total Assets</b>	<b>35,511,104</b>	<b>100.00</b>

## UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS

For the period ended 31 July 2016

## Smartfund 80% Protected Growth Fund

<b>Total purchases in the period</b>	<b>£55,980,191</b>	
	<b>Nominal</b>	<b>Cost</b>
<b>Major Purchases</b>	<b>Holdings</b>	<b>£</b>
CTS Eventim	100,000	2,368,804
Allianz	20,303	2,232,244
iShares Core S&P 500 UCITS ETF	17,080	2,229,990
db x-trackers MSCI Pacific ex Japan Index UCITS ETF	69,115	2,119,622
Source Markets - Man GLG Asia Plus UCITS ETF	32,641	1,888,297
iShares S&P 500 UCITS ETF	112,491	1,798,449
Lombard Odier IM Global Corporate Bond Fundamental GO UCITS ETF	237,481	1,774,831
Source Morgan Stanley Europe MEMO Plus UCITS ETF	66,871	1,766,328
iShares JP Morgan Emerging Markets Bond UCITS ETF	23,675	1,758,879
SPDR MSCI Europe UCITS ETF	13,616	1,731,455
Source S&P 500 UCITS ETF	7,334	1,728,962
iShares Short Duration High Yield Corporate Bond UCITS ETF	25,201	1,724,592
Source STOXX Japan Exporters UCITS ETF	229,514	1,687,633
BUWOG	103,900	1,499,979
Source STOXX Europe 600 Optimised Travel & Leisure UCITS ETF	9,234	1,401,510
iShares MSCI Japan UCITS ETF	166,318	1,332,199
iShares GBP Index-Linked Gilt UCITS ETF	80,000	1,307,150
Jenoptik	100,000	1,218,292
Source Nasdaq Biotech UCITS ETF	50,605	1,200,170
iShares USD High Yield Corporate Bond UCITS ETF	15,635	1,181,846
ADVA Optical Networking	184,381	1,158,193
Source S&P 500 UCITS ETF Accumulating	4,700	1,154,262
iShares MSCI AC Far East ex-Japan UCITS ETF	39,591	1,134,715
Siltronic	81,931	1,096,669
iShares MSCI Europe UCITS ETF	61,963	1,024,320
Source STOXX Eurozone Exporters UCITS ETF	102,243	1,002,691
BE Semiconductor	54,600	993,585
iShares FTSE 250 UCITS ETF	59,735	988,914
LEG Immobilien	15,417	929,995
CANCOM	25,000	912,683
Grammer	34,336	889,815
Valmet	90,000	766,558
Source STOXX Europe 600 Optimised Insurance UCITS ETF	12,985	760,990
Source STOXX Europe 600 Optimised Media UCITS ETF	7,857	609,701
db x-trackers MSCI Japan Index UCITS ETF	18,977	607,901
Scout24	25,000	604,245
Source Consumer Discretionary S&P US Select Sector ETF	3,600	581,521
Tele Columbus	80,373	568,556
iShares USD Ultrashort UCITS ETF	7,500	562,606
<b>Total sales in the period</b>	<b>£29,305,852</b>	
	<b>Nominal</b>	<b>Proceeds</b>
<b>Major Sales</b>	<b>Holdings</b>	<b>£</b>
iShares Core S&P 500 UCITS ETF	17,080	2,286,403
Source S&P 500 UCITS ETF	7,334	1,817,420
SPDR MSCI Europe UCITS ETF	13,616	1,740,326
Source Morgan Stanley Europe MEMO Plus UCITS ETF	66,871	1,418,348
Source STOXX Europe 600 Optimised Travel & Leisure UCITS ETF	9,234	1,388,619
iShares GBP Index-Linked Gilt UCITS ETF	80,000	1,344,800
iShares MSCI Japan UCITS ETF	142,000	1,213,580
CTS Eventim	50,000	1,212,220
Source Nasdaq Biotech UCITS ETF	50,605	1,201,465
Source S&P 500 UCITS ETF Accumulating	4,700	1,154,264
Source STOXX Japan Exporters UCITS ETF	150,000	1,100,955
BE Semiconductor	54,600	1,006,052
Source STOXX Eurozone Exporters UCITS ETF	102,243	948,634
iShares FTSE 250 UCITS ETF	59,735	909,465
Valmet	90,000	890,731
Grammer	34,336	877,474
Source STOXX Europe 600 Optimised Insurance UCITS ETF	12,985	852,234

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**  
**For the period ended 31 July 2016**  
**Smartfund 80% Protected Growth Fund**

<b>Major Sales (continued)</b>	<b>Nominal Holdings</b>	<b>Proceeds £</b>
iShares USD High Yield Corporate Bond UCITS ETF	11,835	820,838
Source STOXX Europe 600 Optimised Media UCITS ETF	7,857	645,011
iShares JP Morgan Emerging Markets Bond UCITS ETF	8,175	588,024
iShares USD Ultrashort UCITS ETF	7,500	566,665
Source STOXX Europe 600 Optimised Finance Service UCITS ETF	3,853	543,855
db x-trackers MSCI Europe Value Source UCITS ETF	3,800	532,722
Source STOXX Europe 600 UCITS ETF	9,926	521,635
iShares MSCI Europe UCITS ETF	30,000	521,134
Source STOXX Europe 600 Optimised Construct & Materials UCITS ETF	2,300	485,957
iShares MSCI AC Far East ex-Japan UCITS ETF	15,000	480,515
BUWOG	30,000	443,915
Source MSCI Europe UCITS ETF ETF	2,932	409,756
iShares S&P 500 UCITS ETF	28,191	401,805
Source EURO STOXX Optimised Banks UCITS ETF	8,999	355,362
Source STOXX Europe 600 Optimised Retail UCITS ETF	2,800	344,596

The above totals represent all material purchases and all sales in the period.

**INVESTMENT MANAGER'S REPORT**

**For the period ended 31 July 2016**

**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II**

The Sub-Fund's investment objective is to provide shareholders with long term exposure to the performance of the Portfolio Strategy with 80% of the highest NAV being protected as a minimum exit Net Asset Value.

The Portfolio Strategy is composed of long and short positions in a portfolio of indices that invests in equities and equity related securities as determined by Fideuram Asset Management (Ireland) Limited (the Sub-Investment Manager) and of an exposure to an effective overnight interest rate for the Euro. The allocation between the portfolio and the exposure to the interest rate return is rebalanced following a volatility target strategy. The volatility budget (i.e. the maximum allowed level of annualised standard deviation of the Portfolio Strategy) is 8% over the term of the investment. 80% of the highest Net Asset Value per share is protected as minimum Exit Net Asset Value via the purchase of a put option.

The Sub-Fund was launched on 21 September 2015.

From 21 September 2015 (its inception) to 31 July 2016, the performance of the Sub-Fund is -1.00%.

From 2 October 2015 (since the Sub-Fund has been exposed to the underlying strategy) to 31 July 2016, the performance of the Sub-Fund is -1.00%.

From 2 October 2015 (since the Sub-Fund has been exposed to the underlying strategy) to 31 July 2016, the Sub-Fund has an annualised volatility of 5.70%.

As of 31 July 2016, the counterparty risk is equal to 0.85% of the Sub-Fund's net assets.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Equities: 100.73%</b>		
	<b>Austria: 2.05%</b>		
	<b>Industrial: 2.05%</b>		
52,121	Wienerberger	719,270	2.05
	<b>Total Austria</b>	<b>719,270</b>	<b>2.05</b>
	<b>Belgium: 0.00%</b>		
	<b>Communications: 0.00%</b>		
7	Telenet	297	-
	<b>Total Belgium</b>	<b>297</b>	<b>-</b>
	<b>Finland: 13.03%</b>		
	<b>Basic Materials: 0.89%</b>		
18,124	Tikkurila	311,914	0.89
	<b>Consumer, Non-cyclical: 6.99%</b>		
64,985	Cramo	1,371,833	3.90
87,274	Oriola-KD	366,551	1.03
6,771	Orion	245,449	0.70
115,635	Raisio	476,416	1.36
	<b>Financial: 3.10%</b>		
266,427	Sponda	1,092,351	3.10
	<b>Industrial: 2.05%</b>		
306	Lassila & Tikanoja	5,474	0.02
14,906	Ponsse Oy	395,009	1.12
9,839	Vaisala	318,882	0.91
	<b>Total Finland</b>	<b>4,583,879</b>	<b>13.03</b>
	<b>Germany: 65.17%</b>		
	<b>Consumer, Non-cyclical: 28.57%</b>		
45,465	Carl Zeiss Meditec	1,518,531	4.32
29	Celesio	751	-
29,002	Henkel	2,816,094	8.01
89,978	Rhoen-Klinikum	2,370,920	6.75
29,142	STADA Arzneimittel	1,406,830	4.00
9,592	STRATEC Biomedical	492,070	1.40
64,256	Suedzucker	1,437,407	4.09
	<b>Financial: 2.45%</b>		
9,268	Hannover Rueck	848,207	2.41
584	Talanx	15,718	0.04
	<b>Industrial: 11.65%</b>		
8,957	Krones	801,025	2.28
17,067	OSRAM Licht	793,445	2.26
13,968	Pfeiffer Vacuum Technology	1,291,761	3.68
12,401	Siemens	1,204,385	3.43

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II

Holdings	Financial assets at fair value through profit or loss	Fair Value €	% of Net Assets
	<b>Equities: 100.73% (continued)</b>		
	<b>Germany: 65.17% (continued)</b>		
	<b>Technology: 22.50%</b>		
11,975	Bechtle	1,238,215	3.52
52,832	CANCOM	2,441,103	6.95
15,724	GFT Technologies	322,028	0.92
87,271	Jenoptik	1,336,992	3.80
45,643	Nemetschek	2,567,875	7.31
	<b>Total Germany</b>	<b>22,903,357</b>	<b>65.17</b>
	<b>Luxembourg: 4.13%</b>		
	<b>Basic Materials: 4.13%</b>		
38,788	APERAM	1,451,641	4.13
	<b>Total Luxembourg</b>	<b>1,451,641</b>	<b>4.13</b>
	<b>Netherlands: 3.98%</b>		
	<b>Communications: 3.98%</b>		
105,620	Altice	1,396,824	3.98
	<b>Total Netherlands</b>	<b>1,396,824</b>	<b>3.98</b>
	<b>Sweden: 0.75%</b>		
	<b>Basic Materials: 0.23%</b>		
36,446	SSAB	80,691	0.23
	<b>Industrial: 0.52%</b>		
23,739	Nibe Industrier	182,847	0.52
	<b>Total Sweden</b>	<b>263,538</b>	<b>0.75</b>
	<b>Switzerland: 11.62%</b>		
	<b>Communications: 0.66%</b>		
4,007	Sunrise Communications	232,286	0.66
	<b>Consumer, Non-cyclical: 1.45%</b>		
2,204	Roche	509,024	1.45
	<b>Financial: 7.93%</b>		
3,397	Partners	1,394,025	3.97
15,383	PSP Swiss Property	1,391,359	3.96
	<b>Industrial: 1.58%</b>		
3,196	Schindler	553,598	1.58
	<b>Total Switzerland</b>	<b>4,080,292</b>	<b>11.62</b>
	<b>Total Equities</b>	<b>35,399,098</b>	<b>100.73</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II

	Fair Value €	% of Net Assets
<b>Financial assets at fair value through profit or loss</b>		
<b>Financial Derivative Instruments: 0.85%</b>		
<b>Counterparty Total Return Swaps - Unrealised Gains: 0.85%</b>		
Morgan Stanley Morgan Stanley & Co International plc Swap MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund - II Reference Portfolio Leg	297,887	0.85
<b>Total Total Return Swaps - Unrealised Gains</b>	<b>297,887</b>	<b>0.85</b>
<b>Total Financial Derivative Instruments</b>	<b>297,887</b>	<b>0.85</b>
<b>Total Financial assets at fair value through profit or loss</b>	<b>35,696,985</b>	<b>101.58</b>
<b>Financial liabilities at fair value through profit or loss</b>		
<b>Financial Derivative Instruments: (4.29%)</b>		
<b>Counterparty Total Return Swaps - Unrealised Losses: (4.29%)</b>		
Morgan Stanley Morgan Stanley Capital Services LLC Swap MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund - II Financing Leg	(1,505,529)	(4.29)
<b>Total Total Return Swaps - Unrealised Losses</b>	<b>(1,505,529)</b>	<b>(4.29)</b>
<b>Total Financial Derivative Instruments</b>	<b>(1,505,529)</b>	<b>(4.29)</b>
<b>Total Financial liabilities at fair value through profit or loss</b>	<b>(1,505,529)</b>	<b>(4.29)</b>
<b>Total Value of Investments (Cost: €32,688,398)</b>	<b>34,191,456</b>	<b>97.29</b>
<b>Cash and Cash Equivalents</b>	<b>844,644</b>	<b>2.40</b>
<b>Other Net Assets</b>	<b>107,919</b>	<b>0.31</b>
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<b>35,144,019</b>	<b>100.00</b>
		<b>% of Total Assets</b>
<b>Analysis of Portfolio</b>		
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	35,399,098	96.30
Over the counter financial derivative instruments	297,887	0.81
Cash and cash equivalents	844,644	2.30
Other assets	218,053	0.59
<b>Total Assets</b>	<b>36,759,682</b>	<b>100.00</b>

## UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS

For the period ended 31 July 2016

## MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II

<b>Total purchases in the period</b>		<b>€153,428,032</b>
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost €</b>
Henkel	71,804	6,537,471
Suedzucker	231,691	4,153,514
Covestro	115,726	4,036,519
Rhoen-Klinikum	153,339	3,986,374
APERAM	117,688	3,958,958
Jenoptik	268,492	3,763,315
CANCOM	87,050	3,719,410
STADA Arzneimittel	90,704	3,689,453
Hannover Rueck	36,865	3,668,191
Talanx	125,208	3,645,244
United Internet	80,725	3,522,866
Nemetschek	65,753	3,317,410
Wereldhave Reits	67,972	3,074,232
HOCHTIEF	29,990	3,041,030
Hella KGaA Hueck & Co	86,857	2,994,323
OSRAM Licht	64,497	2,950,447
Software	93,596	2,705,001
GFT Technologies	114,650	2,571,165
Bechtle	28,941	2,507,551
Freenet	93,923	2,480,538
Krones	23,376	2,434,316
ASM International	63,699	2,335,304
KION	51,452	2,333,520
Activision Blizzard	75,386	2,248,623
Carl Zeiss Meditec	77,659	2,240,462
Pfeiffer Vacuum Technology	24,576	2,234,142
RTL	30,736	2,233,161
Altice	156,909	2,223,419
Sponda	504,610	1,951,441
Aareal Bank	52,192	1,763,228
Deutsche Pfandbriefbank	159,963	1,691,655
Wincor Nixdorf	34,060	1,612,741
Wacker Chemie	19,103	1,612,675
Cramo	90,628	1,612,127
Rheinmetall	27,800	1,592,026
Roche	7,008	1,590,073
Partners	4,065	1,587,046
Heineken	21,076	1,570,361
PSP Swiss Property	17,607	1,552,998
STRATEC Biomedical	30,481	1,536,286
<b>Total sales in the period</b>		<b>€118,965,985</b>
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds €</b>
Covestro	115,726	4,265,598
Henkel	42,802	3,832,714
United Internet	80,725	3,614,450
Talanx	124,624	3,421,426
HOCHTIEF	29,990	3,391,305
Wereldhave Reits	67,972	3,118,243
Hella KGaA Hueck & Co	86,857	3,025,166
Suedzucker	167,435	2,839,549
Software	93,596	2,830,496
Hannover Rueck	27,597	2,755,213
Jenoptik	181,221	2,610,998
APERAM	78,900	2,548,572

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**  
**For the period ended 31 July 2016**  
**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II**

<b>Major Sales (continued)</b>	<b>Nominal Holdings</b>	<b>Proceeds €</b>
KION	51,452	2,540,237
Freenet	93,923	2,507,684
RTL	30,736	2,477,216
STADA Arzneimittel	61,562	2,311,569
ASM International	63,699	2,302,276
Activision Blizzard	75,386	2,214,097
OSRAM Licht	47,430	2,139,370
GFT Technologies	98,926	1,968,262
Rhoen-Klinikum	63,361	1,737,405
CANCOM	34,218	1,686,185
Rheinmetall	27,800	1,665,095
Aareal Bank	52,192	1,545,268
Krones	14,419	1,541,361
Wincor Nixdorf	34,060	1,537,809
Heineken	21,076	1,524,318
Bechtle	16,966	1,490,693
CompuMedical	43,167	1,449,211
Wacker Chemie	19,103	1,437,310
Deutsche Pfandbriefbank	159,963	1,435,828
Finnair	275,966	1,376,214
Kuka	13,525	1,352,229
ProSiebenSat.1 Media	28,157	1,349,614
CTS Eventim	44,206	1,339,636
Husqvarna	170,611	1,294,792
Straumann	3,936	1,260,717
Evonik Industries	44,188	1,233,287
Castellum	99,680	1,220,467

The above totals represent all material purchases and sales in the period.

**INVESTMENT MANAGER'S REPORT**

**For the period ended 31 July 2016**

**Mariner Lenus Healthcare UCITS Fund**

Mariner Lenus Healthcare UCITS Fund began trading on 16 December 2015 with \$50 million in assets. From inception to 31 July 2016, Mariner Lenus Healthcare UCITS Fund (Class B USD) declined 13.46% (net of fees and expenses). During that period, the broad-based Russell 3000 Healthcare Index increased 5.23% and the NYSE ARCA Biotechnology Index declined 4.55%. A decision was made to close the Sub-Fund and all positions were fully liquidated as of 31 July 2016.

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the period ended 31 July 2016**  
**Mariner Lenus Healthcare UCITS Fund**

<b>Total purchases in the period</b>	<b>\$ 86,562,221</b>	
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost US\$</b>
Ishares Trust Nasdaq Biotechnology ETF	48,700	13,707,091
Gilead Sciences	49,200	4,730,211
Alexion Pharmaceuticals	27,400	4,159,889
Regeneron Pharmaceuticals	8,400	3,947,667
Celgene	31,800	3,498,057
Allergan	13,200	3,339,205
Endo International	61,000	3,318,448
BioMarin Pharmaceutical	36,116	3,120,025
Incyte	31,000	2,746,367
Pfizer	73,000	2,287,249
Vertex Pharmaceuticals	19,400	2,158,739
SPDR S&P 500 ETF Trust	10,500	2,060,878
Medivation	42,500	2,020,404
Bristol-Myers Squibb	29,700	1,998,744
Jazz Pharmaceuticals	14,100	1,990,631
Perrigo	13,000	1,924,171
Baxalta	49,200	1,903,486
Shire ADR	9,100	1,824,371
Biogen	5,700	1,634,410
Aetna	14,000	1,555,563
Lannett	36,000	1,438,148
Cerner	23,600	1,408,420
Alkermes	22,500	1,359,570
Mallinckrodt	18,000	1,321,218
HCA	20,000	1,312,456
Tenet Healthcare	44,000	1,180,839
Horizon Pharma	58,500	1,150,023
Adeptus Health	19,500	1,070,318
Diplomat Pharmacy	32,800	1,046,483
Prothena	14,704	979,078
McKesson	4,900	902,384
<b>Total sales in the period</b>	<b>\$ 80,248,822</b>	
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
Ishares Trust Nasdaq Biotechnology ETF	48,700	14,086,756
Gilead Sciences	49,200	4,161,358
Alexion Pharmaceuticals	27,400	3,442,195
Celgene	31,800	3,350,039
Allergan	13,200	3,319,513
Regeneron Pharmaceuticals	8,400	3,217,391
BioMarin Pharmaceutical	36,116	3,078,069
Shire ADR	16,391	3,027,448
Medivation	42,500	2,528,489
Incyte	31,000	2,312,325
Pfizer	73,000	2,260,256
Bristol-Myers Squibb	29,700	2,094,245
SPDR S&P 500 ETF Trust	10,500	1,974,000
Endo International	61,000	1,964,762
Jazz Pharmaceuticals	14,100	1,942,858
Perrigo	13,000	1,695,186
Aetna	14,000	1,628,281
Vertex Pharmaceuticals	19,400	1,607,555
HCA	20,000	1,546,269
Biogen	5,700	1,533,109
Tenet Healthcare	44,000	1,335,441
Cerner	23,600	1,211,886

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**  
**For the period ended 31 July 2016**  
**Mariner Lenus Healthcare UCITS Fund**

<b>Major Sales (continued)</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
Mallinckrodt	18,000	1,074,672
Adeptus Health	19,500	959,283
Alkermes	22,500	925,445
Lannett	36,000	913,689
Diplomat Pharmacy	32,800	886,098
Baxalta	19,244	885,600
Horizon Pharma	58,500	840,933

The above totals represent all material purchases and sales in the period.

**INVESTMENT MANAGER'S REPORT**

**For the period ended 31 July 2016**

**80% Protected Index Portfolio**

The Sub-Fund's investment objective is to provide shareholders with long term capital growth from a multi-asset portfolio and to deliver protection at 80% of the highest NAV ever achieved by the Sub-Fund (the "Minimum Target NAV").

The Portfolio Strategy consists of long positions in a portfolio of regulated investment funds (including ETFs) (the "Investment Portfolio") and cash. The Investment Portfolio composition and allocation is determined by the investment manager and is set out in Annex I of the supplement as amended from time to time. The Investment Portfolio will not have an industry sector or market cap focus. The allocation between the Investment Portfolio and cash is based on a volatility control strategy. This seeks to control the volatility of the Investment Portfolio by adjusting the allocation to the Investment Portfolio if the volatility of the Investment Portfolio changes over a specified period.

The Sub-Fund expects to enter into FDI (Financial Derivatives Instruments) transactions to gain exposure to the Portfolio Strategy in order to achieve its Investment Objective.

The Sub-Fund will not have an exposure to emerging markets in excess of 30% of the Net Asset Value.

The Sub-Fund was launched on 16 February 2016.

Since 16 February 2016 (its inception) to 31 July 2016, the performance of the Sub-Fund is 10.22%.

The Sub-Fund has an annualised volatility of 6.38%.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## 80% Protected Index Portfolio

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
	<b>Exchange Traded Funds: 94.21%</b>		
	<b>Ireland: 89.85%</b>		
	<b>Funds: 89.85%</b>		
13,425	iShares Core FTSE 100 UCITS ETF	89,290	6.23
1,134	iShares Core GBP Corporate Bond UCITS ETF	169,113	11.80
3,000	iShares Euro Stoxx 50 UCITS ETF	77,565	5.41
1,146	iShares GBP Corporate Bond 0-5yr UCITS ETF	123,229	8.60
7,828	iShares GBP Index-Linked Gilts UCITS ETF	132,606	9.26
6,592	iShares MSCI Europe UCITS ETF	119,370	8.33
2,100	iShares MSCI Japan UCITS ETF	19,194	1.34
233	Source Healthcare S&P US Select Sector UCITS ETF	57,065	3.98
1,023	Source JPX-Nikkei 400 UCITS ETF	92,648	6.47
233	Source Markets - Energy S&P US Select Sector UCITS ETF	58,361	4.07
5,715	Vanguard FTSE 100 UCITS ETF	171,579	11.98
1,077	Vanguard FTSE 250 UCITS ETF	30,129	2.10
426	Vanguard FTSE Asia Pacific ex Japan UCITS ETF	7,137	0.50
597	Vanguard FTSE Developed Europe ex UK UCITS ETF	12,741	0.89
146	Vanguard FTSE Emerging Markets UCITS ETF	5,425	0.38
262	Vanguard FTSE Japan UCITS ETF	5,013	0.35
2,273	Vanguard S&P 500 UCITS ETF	70,753	4.94
1,936	Vanguard U.K. Gilt UCITS ETF	46,193	3.22
	<b>Total Ireland</b>	<b>1,287,411</b>	<b>89.85</b>
	<b>Luxembourg: 4.36%</b>		
	<b>Funds: 4.36%</b>		
1,700	db x-trackers MSCI Japan Index UCITS ETF	62,509	4.36
	<b>Total Luxembourg</b>	<b>62,509</b>	<b>4.36</b>
	<b>Total Exchange Traded Funds</b>	<b>1,349,920</b>	<b>94.21</b>
	<b>Financial Derivative Instruments: 2.31%</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Gains: 2.31%</b>		
Morgan Stanley	Morgan Stanley & Co International plc Swap 80% Protected Index Portfolio Fund Reference Portfolio Leg	33,085	2.31
	<b>Total Return Swaps - Unrealised Gains</b>	<b>33,085</b>	<b>2.31</b>
	<b>Total Financial Derivative Instruments</b>	<b>33,085</b>	<b>2.31</b>
	<b>Total Financial assets at fair value through profit or loss</b>	<b>1,383,005</b>	<b>96.52</b>
	<b>Financial liabilities at fair value through profit or loss</b>		
	<b>Financial Derivatives Instruments: (5.15%)</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Losses: (5.15%)</b>		
Morgan Stanley	Morgan Stanley Capital Services LLC Swap 80% Protected Index Portfolio Fund Financing Leg	(73,735)	(5.15)
	<b>Total Return Swaps - Unrealised Losses</b>	<b>(73,735)</b>	<b>(5.15)</b>
	<b>Total Financial Derivative Instruments</b>	<b>(73,735)</b>	<b>(5.15)</b>
	<b>Total Financial liabilities at fair value through profit or loss</b>	<b>(73,735)</b>	<b>(5.15)</b>

**SCHEDULE OF INVESTMENTS (continued)**

As at 31 July 2016

**80% Protected Index Portfolio**

	Fair Value £	% of Net Assets
<b>Total Value of Investments (Cost: £1,277,286)</b>	<b>1,309,270</b>	<b>91.37</b>
<b>Cash and Cash Equivalents</b>	<b>158,467</b>	<b>11.06</b>
<b>Other Net Liabilities</b>	<b>(34,887)</b>	<b>(2.43)</b>
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<b><u>1,432,850</u></b>	<b><u>100.00</u></b>
<b>Analysis of Portfolio</b>		<b>% of Total Assets</b>
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	1,349,920	80.88
Over the counter financial derivative instruments	33,085	1.98
Cash and cash equivalents	158,467	9.49
Other assets	<u>127,557</u>	<u>7.65</u>
<b>Total Assets</b>	<b><u>1,669,029</u></b>	<b><u>100.00</u></b>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the period ended 31 July 2016**  
**80% Protected Index Portfolio**

<b>Total purchases in the period</b>	<b>£1,799,364</b>	
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost £</b>
Vanguard FTSE Emerging Markets UCITS ETF	146	391,621
Vanguard FTSE Japan UCITS ETF	262	244,194
Vanguard FTSE Asia Pacific ex Japan UCITS ETF	426	201,374
Vanguard FTSE Developed Europe ex UK UCITS ETF	597	132,483
iShares MSCI Japan UCITS ETF	2,100	120,615
Vanguard FTSE 250 UCITS ETF	1,077	118,426
Source Healthcare S&P US Select Sector UCITS ETF	233	101,396
db x-trackers MSCI Japan Index UCITS ETF	1,700	89,993
Vanguard S&P 500 UCITS ETF	2,273	85,243
Source Markets - Energy S&P US Select Sector UCITS ETF	324	66,011
iShares Core FTSE 100 UCITS ETF	13,425	61,738
Source JPX-Nikkei 400 UCITS ETF	1,023	57,958
Vanguard U.K. Gilt UCITS ETF	4,444	57,538
iShares MSCI Europe UCITS ETF	6,592	28,024
iShares GBP Corporate Bond 0-5yr UCITS ETF	1,146	17,241
iShares GBP Index-Linked Gilts UCITS ETF	7,828	11,325
Vanguard FTSE 100 UCITS ETF	7,204	5,711
iShares Euro Stoxx 50 UCITS ETF	10,770	4,246
iShares Core GBP Corporate Bond UCITS ETF	2,911	4,227
<b>Total sales in the period</b>	<b>£528,930</b>	
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds £</b>
iShares Core GBP Corporate Bond UCITS ETF	1,777	232,422
iShares Euro Stoxx 50 UCITS ETF	7,770	176,923
Vanguard U.K. Gilt UCITS ETF	2,508	58,687
Vanguard FTSE 100 UCITS ETF	1,489	40,724
Source Markets - Energy S&P US Select Sector UCITS ETF	91	20,174

The above totals represent all purchases and sales in the period.

**INVESTMENT MANAGER'S REPORT  
For the period ended 31 July 2016  
Mariner Investment Diversifying Alternative UCITS Fund**

On 16 February 2016, Mariner launched in partnership with Morgan Stanley FundLogic UCITS platform, Mariner Investment Diversifying Alternative UCITS Fund ("MIDAS"). MIDAS is a UCITS liquid alternative strategy that seeks to capture investment opportunities across multiple fixed income and credit focused strategies. It leverages on Mariner's experience managing multi-strategy Fixed income and credit funds.

For the period from 16 February 2016 through July 31 2016, MIDAS was up 3.77%. The first month and a half of the Sub-Fund was spent building the portfolio and diversifying the holdings. After a strong sell off in credit in the beginning of the year, we were able to add attractive Credit Arbitrage positions throughout February and March. By April, the Sub-Fund contained a diversified book of long credit arbitrages and core high yield positions which created both positive spread as well as trading opportunities during the month. From an exposure standpoint we ran the book with zero leverage as we felt the global economic backdrop still has a meaningful recession risk despite the easy monetary policies in effect in the US, Europe and Asia. MBS opportunities were underweighted as the IOS market seemed fairly priced. Our hedge book performed as expected given the market movement as the basis relationships were broadly stable.

In May we continued to experience a recovery of the high yield credit and equity markets from the early 2016 sell off. The portfolio's credit arbitrage positions outperformed on the month largely driven by the corporate bonds of a communications company and a basic materials company. High yield detracted from performance. One MLP position was driven down after being downgraded to junk by one of the major ratings agencies. From an exposure standpoint we continue to run the book with zero leverage. MBS opportunities continues to be underweighted as the IOS market seemed fairly priced. Our hedge book performed as expected given the market movement as the basis relationships were broadly stable.

June was overshadowed by "Brexit", where Britain voted on a referendum to leave the European Union. Initially, global equity markets declined sharply but recovered much of their losses after a few trading sessions. The portfolio's credit arbitrage positions outperformed on the month as most of the corporate bonds as well as the closed end fund posted gains. Notable contributors were positions in a consumer staples company as well as a communications company. High yield contributed to performance as a majority of the positions rallied. MBS detracted from performance as IOS traded wider on the month on the backdrop of lower rates. Our hedge book performed well given the market movement surrounding "Brexit".

In July, the portfolio's credit arbitrage positions outperformed on the month as most of the corporate bonds as well as the closed end funds posted gains. Notable contributors were positions in a financial services company, a basic materials company as well as an industrials company. High yield contributed to performance as a majority of the positions rallied. MBS detracted from performance as IOS continued to trade wider on the month on the backdrop of lower rates. Offsetting the gains was capital spent on our hedge book which was largely driven by losses on high yield protection.

Credit Arbitrage and High Yield strategies were profitable for the period and MBS Arbitrage and Hedge strategies detracted from performance. The largest contributor to returns was Credit Arbitrage contributing 4.78% followed by High Yield which contributed 1.70% . MBS Arbitrage detracted -1.56% and the Sub-Fund spent -0.85% on Hedges.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## Mariner Investment Diversifying Alternative UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Corporate Bonds: 43.60%</b>		
	<b>Brazil: 2.41%</b>		
	<b>Consumer, Non-cyclical: 2.00%</b>		
500,000	JBS USA Finance 7.25% 01/06/2021	518,750	2.00
	<b>Energy: 0.41%</b>		
100,000	Petrobras Global Finance 8.375% 23/05/2021	105,975	0.41
	<b>Total Brazil</b>	<b>624,725</b>	<b>2.41</b>
	<b>Canada: 3.59%</b>		
	<b>Basic Materials: 1.10%</b>		
275,000	NOVA Chemicals 5.25% 01/08/2023	284,625	1.10
	<b>Consumer, Cyclical: 1.29%</b>		
318,000	Air Canada 7.75% 15/04/2021	333,900	1.29
	<b>Industrial: 1.20%</b>		
300,000	Bombardier 7.5% 15/03/2018	312,750	1.20
	<b>Total Canada</b>	<b>931,275</b>	<b>3.59</b>
	<b>Ireland: 1.02%</b>		
	<b>Industrial: 1.02%</b>		
250,000	Ardagh Packaging Finance 7.25% 15/05/2024	265,000	1.02
	<b>Total Ireland</b>	<b>265,000</b>	<b>1.02</b>
	<b>Luxembourg: 0.57%</b>		
	<b>Basic Materials: 0.57%</b>		
140,000	ArcelorMittal 6.5% 01/03/2021	148,400	0.57
	<b>Total Luxembourg</b>	<b>148,400</b>	<b>0.57</b>
	<b>United Kingdom: 0.86%</b>		
	<b>Financial: 0.86%</b>		
209,000	Royal Bank of Scotland 6.125% 15/12/2022	222,690	0.86
	<b>Total United Kingdom</b>	<b>222,690</b>	<b>0.86</b>
	<b>United States: 35.15%</b>		
	<b>Basic Materials: 3.99%</b>		
55,000	Blue Cube Spinco 9.75% 15/10/2023	63,113	0.24
500,000	Hexion 6.625% 15/04/2020	425,000	1.64
500,000	United States Steel 8.375% 01/07/2021	546,875	2.11
	<b>Communications: 5.00%</b>		
150,000	Cablevision Systems 5.875% 15/09/2022	138,000	0.53
100,000	CCO Capital 5.5% 01/05/2026	104,625	0.40
313,000	DISH DBS 5.125% 01/05/2020	321,216	1.24
50,000	Frontier Communications 8.5% 15/04/2020	53,988	0.21
250,000	Sprint Communications 8.375% 15/08/2017	259,688	1.00
450,000	West 5.375% 15/07/2022	421,313	1.62

**SCHEDULE OF INVESTMENTS (continued)**  
**As at 31 July 2016**  
**Mariner Investment Diversifying Alternative UCITS Fund**

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
	<b>Corporate Bonds: 43.60% (continued)</b>		
	<b>United States: 35.15% (continued)</b>		
	<b>Consumer, Cyclical: 1.82%</b>		
450,000	JC Penney Corp 8.125% 01/10/2019	472,500	1.82
	<b>Consumer, Non-cyclical: 11.24%</b>		
500,000	Avis Budget Car Rental 01/06/2022	492,500	1.90
500,000	Herc Rentals 7.5% 01/06/2022	507,500	1.96
500,000	Mallinckrodt International Finance 4.875% 15/04/2020	503,750	1.94
450,000	Prime Security Services Borrower 9.25% 15/05/2023	481,500	1.86
433,000	Safeway 3.95% 15/08/2020	410,267	1.58
500,000	Tenet Healthcare 8.125% 01/04/2022	518,750	2.00
	<b>Energy: 2.19%</b>		
555,000	Sunoco Finance 6.25% 15/04/2021	567,487	2.19
	<b>Financial: 7.12%</b>		
264,000	Icahn Enterprises Finance 6% 01/08/2020	264,660	1.02
500,000	iStar 7.125% 15/02/2018	516,875	1.99
480,000	Navient 8% 25/03/2020	513,600	1.98
500,000	OneMain Financial 6.75% 15/12/2019	507,625	1.96
40,000	Radian 7% 15/03/2021	44,400	0.17
	<b>Industrial: 0.61%</b>		
150,000	CNH Industrial Capital 4.875% 01/04/2021	157,500	0.61
	<b>Technology: 2.14%</b>		
400,000	Diamond 1 Finance 7.125% 15/06/2024	430,907	1.66
110,000	Western Digital 10.5% 01/04/2024	124,162	0.48
	<b>Utilities: 1.04%</b>		
100,000	AmeriGas Partners 5.625% 20/05/2024	103,625	0.40
175,000	Talen Energy Supply 4.625% 15/07/2019	166,687	0.64
	<b>Total United States</b>	<b>9,118,113</b>	<b>35.15</b>
	<b>Total Corporate Bonds</b>	<b>11,310,203</b>	<b>43.60</b>
	<b>Asset Backed Securities: 64.18%</b>		
	<b>United States: 64.18%</b>		
	<b>Mortgage Securities: 64.18%</b>		
16,000,000	Fannie Mae 3% 31/12/2049	16,651,248	64.18
	<b>Total United States</b>	<b>16,651,248</b>	<b>64.18</b>
	<b>Total Asset Backed Securities</b>	<b>16,651,248</b>	<b>64.18</b>
	<b>Investment Funds: 10.30%</b>		
	<b>United States: 10.30%</b>		
	<b>Financial: 8.94%</b>		
64,175	Aberdeen Asia-Pacific Income Fund	336,278	1.30
17,417	BlackRock Multi-Sector Income Trust	297,134	1.15
28,669	Calamos Convertible and High Income Fund	327,973	1.26
12,259	DoubleLine Income Solutions Fund	237,457	0.92
24,410	Eaton Vance Duration Income Fund	337,590	1.30
29,159	Invesco Dynamic Credit Opportunities Fund	336,203	1.30
52,794	Nuveen Credit Strategies Income Fund	445,053	1.71

**SCHEDULE OF INVESTMENTS (continued)**  
**As at 31 July 2016**  
**Mariner Investment Diversifying Alternative UCITS Fund**

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets			
	<b>Investment Funds: 10.30% (continued)</b>					
	<b>United States: 10.30% (continued)</b>					
	<b>Funds: 1.36%</b>					
17,755	PIMCO Dynamic Credit and Mortgage Income Fund	353,502	1.36			
	<b>Total United States</b>	<b>2,671,190</b>	<b>10.30</b>			
	<b>Total Investment Funds</b>	<b>2,671,190</b>	<b>10.30</b>			
	<b>Financial Derivative Instruments: 0.23%</b>					
	<b>Contracts for Difference - Unrealised Gains: 0.02%</b>					
	<b>United States: 0.02%</b>					
	<b>Funds: 0.02%</b>					
(20,000)	iShares iBoxx \$ High Yield Corporate Bond ETF	4,400	0.02			
	<b>Total United States</b>	<b>4,400</b>	<b>0.02</b>			
	<b>Total Contracts for Difference - Unrealised Gains</b>	<b>4,400</b>	<b>0.02</b>			
	<b>Covered Options Purchased: 0.13%</b>					
		<b>Strike Price</b>	<b>No. of Contracts</b>	<b>Maturity Date</b>		
	<b>United States: 0.13%</b>					
	US 10 yr Treasury Note Call	134.5000	160	23/09/2016	35,000	0.13
	<b>Total United States</b>				<b>35,000</b>	<b>0.13</b>
	<b>Total Options Purchased</b>				<b>35,000</b>	<b>0.13</b>
<b>Counterparty</b>	<b>Total Return Swaps: 0.08%</b>					
JP Morgan	Markit IOS Index Class I				21,381	0.08
	<b>Total United States</b>				<b>21,381</b>	<b>0.08</b>
	<b>Total Total Return Swaps</b>				<b>21,381</b>	<b>0.08</b>
	<b>Total Financial Derivative Instruments</b>				<b>60,781</b>	<b>0.23</b>
	<b>Total Financial assets at fair value through profit or loss</b>				<b>30,693,422</b>	<b>118.31</b>
	<b>Financial liabilities at fair value through profit or loss</b>					
	<b>Financial Derivative Instruments: (1.28%)</b>					
<b>Counterparty</b>	<b>Credit Default Swaps: (1.28%)</b>					
JP Morgan	Markit CDX North High Yield Index Series 26				(330,867)	(1.28)
	<b>Total Credit Default Swaps</b>				<b>(330,867)</b>	<b>(1.28)</b>
	<b>Total Financial Derivative Instruments</b>				<b>(330,867)</b>	<b>(1.28)</b>
	<b>Total Financial liabilities at fair value through profit or loss</b>				<b>(330,867)</b>	<b>(1.28)</b>

**SCHEDULE OF INVESTMENTS (continued)**

As at 31 July 2016

**Mariner Investment Diversifying Alternative UCITS Fund**

	Fair Value US\$	% of Net Assets
<b>Total Value of Investments</b> (Cost: US\$ 29,734,092)	30,362,555	117.03
<b>Cash and Cash Equivalents</b>	12,305,799	47.44
<b>Other Net Liabilities</b>	(16,725,723)	(64.47)
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<u>25,942,631</u>	<u>100.00</u>
		<b>% of Total Assets</b>
<b>Analysis of Portfolio</b>		
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	30,632,641	70.82
Financial derivative instruments dealt in on a regulated market	35,000	0.08
Over the counter financial derivative instruments	25,781	0.06
Cash and cash equivalents	12,305,799	28.45
Other assets	256,955	0.59
<b>Total Assets</b>	<u>43,256,176</u>	<u>100.00</u>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the period ended 31 July 2016**  
**Mariner Investment Diversifying Alternative UCITS Fund**

<b>Total purchases in the period</b>	<b>US\$120,209,105</b>	
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost US\$</b>
Fannie Mae 3% 31/12/2049	16,000,000	16,631,875
Fannie Mae 3% 15/07/2046	16,000,000	16,416,875
Fannie Mae 3% 15/05/2046	16,000,000	16,377,188
Fannie Mae 3% 13/06/2046	16,000,000	16,345,625
Fannie Mae 3% 30/04/2046	16,000,000	16,327,500
West 5.375% 15/07/2022	1,775,000	1,628,590
PIMCO Dynamic Credit and Mortgage Income Fund	93,343	1,596,382
AmeriGas Partners 5.625% 20/05/2024	1,000,000	1,000,000
Freddie Mac Structured Agency 'HQA M3' FRN 25/11/2028	1,000,000	1,000,000
CNH Industrial Capital 4.875% 01/04/2021	1,000,000	994,470
Icahn Enterprises Finance 6% 01/08/2020	1,000,000	981,495
DoubleLine Income Solutions Fund	60,859	960,988
Navient 8% 25/03/2020	800,000	798,625
Air Canada 7.75% 15/04/2021	798,000	797,745
Invesco Dynamic Credit Opportunities Fund	68,673	679,840
Royal Bank of Scotland 6.125% 15/12/2022	633,000	668,089
Cemex SAB de CV 6.5% 10/12/2019	600,000	620,520
Talen Energy Supply 4.625% 15/07/2019	700,000	615,910
Aberdeen Asia-Pacific Income Fund	121,175	570,770
Sunoco Finance 6.25% 15/04/2021	555,000	555,399
<b>Total sales in the period</b>	<b>US\$90,734,402</b>	
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds US\$</b>
Fannie Mae 3% 15/07/2046	16,000,000	16,660,000
Fannie Mae 3% 13/06/2046	16,000,000	16,450,000
Fannie Mae 3% 30/04/2046	16,000,000	16,410,313
Fannie Mae 3% 15/05/2046	16,000,000	16,380,000
PIMCO Dynamic Credit and Mortgage Income Fund	75,588	1,314,627
West 5.375% 15/07/2022	1,325,000	1,225,679
Freddie Mac Structured Agency 'HQA M3' FRN 25/11/2028	1,000,000	1,038,594
AmeriGas Partners 5.625% 20/05/2024	900,000	911,400
CNH Industrial Capital 4.875% 01/04/2021	850,000	848,914
DoubleLine Income Solutions Fund	48,600	812,182
Icahn Enterprises Finance 6% 01/08/2020	736,000	725,886
Alcatel-Lucent USA 6.45% 15/03/2029	500,000	534,650
Building Materials 6% 15/10/2025	500,000	531,250
Sprint Communications 9% 15/11/2018	500,000	530,750
Fannie Mae Connecticut AV 'CO32 M2' FRN 25/10/2028	500,000	525,000
Univision Communications 8.5% 15/05/2021	500,000	522,173
Tenet Healthcare 8% 01/08/2020	500,000	519,848
Centurylink 5.625% 01/04/2020	500,000	509,862
ADT 6.25% 15/10/2021	500,000	509,741
JBS USA Finance 7.25% 01/06/2021	500,000	507,176

The above represents the 20 largest purchases and sales in the period.

**INVESTMENT MANAGER'S REPORT  
For the period ended 31 July 2016  
Smartfund Growth Fund**

The Sub-Fund's investment objective is to provide shareholders with long term exposure.

The Portfolio Strategy consists of investments in a portfolio of securities and other assets ("Reference Strategy") determined from time to time by Smartfund Administration Limited ("Sub Investment Manager") and exposure to an effective overnight interest rate for the British Pound Sterling ("Cash Component"). The allocation between the Reference Strategy and the Cash Component aims to control the risk of the Portfolio Strategy by adjusting the allocation to the Reference Strategy if the risk of the Reference Strategy changes over a specified period.

The Sub-Fund will gain exposure to the Portfolio Strategy through one unfunded total return swaps with the Approved Counterparty.

The Sub-Fund may invest in a wide range of instruments including fixed income securities, equity securities, currencies, securities with equity characteristics and FDI on UCITS eligible indices that comprise equity and fixed income investments.

The Sub-Fund was launched on 18 March 2016.

From 18 March 2016 (its inception) to 31 July 2016, the performance of the A GBP share class is 9.42%.

From 18 March 2016 (its inception) to 31 July 2016, the performance of the C GBP share class is 9.99%.

From 17 June 2016 (its inception) to 31 July 2016, the performance of the A USD share class is 10.94%.

From 18 March 2016 to 31 July 2016, the annualised volatility of the A GBP share class is 10.48%.

From 18 March 2016 to 31 July 2016, the annualised volatility of the C GBP share class is 10.48%.

From 17 June 2016 to 31 July 2016, the annualised volatility of the A USD share class is 9.74%.

As of 31 July 2016, the counterparty risk is equal to -0.45% of the Sub-Fund's net assets.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## Smartfund Growth Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
	<b>Exchange Traded Funds: 37.29%</b>		
	<b>Ireland: 25.52%</b>		
	<b>Funds: 25.52%</b>		
30,000	iShares GBP Index-Linked Gilts UCITS ETF	508,200	4.07
25,000	iShares MSCI AC Far East ex-Japan UCITS ETF	822,098	6.59
39,925	iShares MSCI Europe UCITS ETF	722,973	5.80
8,876	iShares S&P 500 UCITS ETF	144,736	1.16
14,000	iShares Short Duration High Yield Corporate Bond UCITS ETF	984,861	7.90
	<b>Total Ireland</b>	<b>3,182,868</b>	<b>25.52</b>
	<b>Luxembourg: 11.77%</b>		
	<b>Funds: 11.77%</b>		
39,000	db x-trackers MSCI Pacific ex Japan Index UCITS ETF	1,467,824	11.77
	<b>Total Luxembourg</b>	<b>1,467,824</b>	<b>11.77</b>
	<b>Total Exchange Traded Funds</b>	<b>4,650,692</b>	<b>37.29</b>
	<b>Equities: 61.97%</b>		
	<b>Austria: 4.29%</b>		
	<b>Basic Materials: 4.29%</b>		
6,773	Lenzing	534,743	4.29
	<b>Total Austria</b>	<b>534,743</b>	<b>4.29</b>
	<b>Finland: 4.22%</b>		
	<b>Technology: 4.22%</b>		
24,271	Tieto	526,181	4.22
	<b>Total Finland</b>	<b>526,181</b>	<b>4.22</b>
	<b>Germany: 46.26%</b>		
	<b>Basic Materials: 4.28%</b>		
30,944	ThyssenKrupp	534,280	4.28
	<b>Communications: 4.11%</b>		
40,014	Deutsche Telekom	513,107	4.11
	<b>Consumer, Non-cyclical: 16.74%</b>		
9,093	Fresenius	511,514	4.10
6,602	Merck	549,156	4.40
25,278	STADA Arzneimittel	1,027,789	8.24
	<b>Financial: 5.16%</b>		
60,000	TAG Immobilien	643,308	5.16
	<b>Industrial: 8.27%</b>		
26,367	Aurubis	1,031,760	8.27

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Smartfund Growth Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
	<b>Equities: 61.97% (continued)</b>		
	<b>Germany: 46.26% (continued)</b>		
	<b>Technology: 7.70%</b>		
46,000	Jenoptik	593,548	4.76
12,055	Software	366,229	2.94
	<b>Total Germany</b>	<b>5,770,691</b>	<b>46.26</b>
	<b>Netherlands: 7.20%</b>		
	<b>Basic Materials: 3.87%</b>		
9,879	Akzo Nobel	482,259	3.87
	<b>Consumer, Non-cyclical: 3.33%</b>		
12,817	Randstad	415,394	3.33
	<b>Total Netherlands</b>	<b>897,653</b>	<b>7.20</b>
	<b>Total Equities</b>	<b>7,729,268</b>	<b>61.97</b>
	<b>Financial Derivative Instruments: 10.52%</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Gains: 10.52%</b>		
Morgan Stanley	Morgan Stanley Capital Services LLC Swap Smartfund Growth Fund Reference Portfolio Leg	1,314,070	10.52
	<b>Total Total Return Swaps - Unrealised Gains</b>	<b>1,314,070</b>	<b>10.52</b>
	<b>Total Financial Derivative Instruments</b>	<b>1,314,070</b>	<b>10.52</b>
	<b>Total Financial assets at fair value through profit or loss</b>	<b>13,694,030</b>	<b>109.78</b>
	<b>Financial liabilities at fair value through profit or loss</b>		
	<b>Financial Derivative Instruments: (10.99%)</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Losses: (10.97%)</b>		
Morgan Stanley	Morgan Stanley Capital Services LLC Swap Smartfund Growth Fund Financing Leg	(1,367,336)	(10.97)
	<b>Total Total Return Swaps - Unrealised Losses</b>	<b>(1,367,336)</b>	<b>(10.97)</b>
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (0.02%)</b>		
	<b>Currency Buys</b>		
	<b>Currency Sells</b>		
	<b>Maturity Date</b>		
Morgan Stanley	USD 42,375	GBP 32,261	08/08/2016 (346) -
Morgan Stanley	USD 133,140	GBP 103,333	08/08/2016 (3,057) (0.02)
	<b>Total Forward Currency Contracts - Unrealised Losses</b>	<b>(3,403)</b>	<b>(0.02)</b>
	<b>Total Financial Derivative Instruments</b>	<b>(1,370,739)</b>	<b>(10.99)</b>
	<b>Total Financial liabilities at fair value through profit or loss</b>	<b>(1,370,739)</b>	<b>(10.99)</b>

**SCHEDULE OF INVESTMENTS (continued)**

As at 31 July 2016

**Smartfund Growth Fund**

	Fair Value £	% of Net Assets
<b>Total Value of Investments (Cost: £11,300,792)</b>	<b>12,323,291</b>	<b>98.79</b>
<b>Cash and Cash Equivalents</b>	<b>141,581</b>	<b>1.14</b>
<b>Other Net Assets</b>	<b>8,710</b>	<b>0.07</b>
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<b>12,473,582</b>	<b>100.00</b>
		<b>% of Total Assets</b>
<b>Analysis of Portfolio</b>		
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	12,379,960	80.20
Over the counter financial derivative instruments	1,314,070	8.51
Cash and cash equivalents	141,581	0.92
Other assets	1,600,993	10.37
<b>Total Assets</b>	<b>15,436,604</b>	<b>100.00</b>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the period ended 31 July 2016**  
**Smartfund Growth Fund**

<b>Total purchases in the period</b>		<b>£27,118,081</b>
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost £</b>
Covestro	230,708	5,970,501
Aurubis	100,000	3,435,507
Heineken	59,500	3,321,176
NOS	455,000	2,177,028
db x-trackers MSCI Pacific ex Japan Index UCITS ETF	39,000	1,274,807
iShares Short Duration High Yield Corporate Bond UCITS ETF	16,000	1,031,703
STADA Arzneimittel	25,278	931,866
iShares MSCI AC Far East ex-Japan UCITS ETF	25,000	727,324
iShares MSCI Europe UCITS ETF	39,925	724,617
TAG Immobilien	60,000	640,003
Jenoptik	46,000	532,829
iShares GBP Index-Linked Gilts UCITS ETF	30,000	499,650
Koninklijke DSM	10,734	465,944
Deutsche Telekom	40,014	465,939
Suedzucker	33,063	465,934
ThyssenKrupp	30,944	465,933
Tieto	24,271	465,932
Delhaize	6,310	465,929
Randstad	12,817	465,927
Akzo Nobel	9,879	465,903
Fresenius	9,093	465,897
Merck	6,602	465,890
Lenzing	6,773	465,889
Wolters Kluwer	10,710	292,147
Software	12,055	291,939
<b>Total sales in the period</b>		<b>£16,802,888</b>
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds £</b>
Covestro	230,708	6,496,382
Heineken	59,500	3,483,768
Aurubis	73,633	2,575,448
NOS	455,000	2,264,752
Suedzucker	33,063	526,966
Koninklijke DSM	10,734	518,724
Delhaize	6,310	479,878
Wolters Kluwer	10,710	315,109
iShares Short Duration High Yield Corporate Bond UCITS ETF	2,000	141,861

The above totals represent all material purchases and all sales in the period.

**INVESTMENT MANAGER'S REPORT  
For the period ended 31 July 2016  
Smartfund Cautious Fund**

The Sub-Fund's investment objective is to provide shareholders with long term exposure.

The Portfolio Strategy consists of investments in a portfolio of securities and other assets ("Reference Strategy") determined from time to time by Smartfund Administration Limited ("Sub Investment Manager") and exposure to an effective overnight interest rate for the British Pound Sterling ("Cash Component"). The allocation between the Reference Strategy and the Cash Component aims to control the risk of the Portfolio Strategy by adjusting the allocation to the Reference Strategy if the risk of the Reference Strategy changes over a specified period.

The Sub-Fund will gain exposure to the Portfolio Strategy through one unfunded total return swaps with the Approved Counterparty.

The Sub-Fund may invest in a wide range of instruments including fixed income securities, equity securities, currencies, securities with equity characteristics and FDI on UCITS eligible indices that comprise equity and fixed income investments.

The Sub-Fund was launched on 18 March 2016.

From 18 March 2016 (its inception) to 31 July 2016, the performance of the A GBP share class is 3.36%.

From 18 March 2016 (its inception) to 31 July 2016, the performance of the C GBP share class is 3.91%.

From 8 July 2016 (its inception) to 31 July 2016, the performance of the A EUR share class is 0.28%.

From 18 March 2016 to 31 July 2016, the annualised volatility of the A GBP share class is 3.91%.

From 18 March 2016 to 31 July 2016, the annualised volatility of the C GBP share class is 3.90%.

From 8 July 2016 to 31 July 2016, the annualised volatility of the A EUR share class is 2.21%.

As of 31 July 2016, the counterparty risk is equal to -6.98% of the Sub-Fund's net assets.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## Smartfund Cautious Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
	<b>Exchange Traded Funds: 40.78%</b>		
	<b>Ireland: 40.78%</b>		
	<b>Funds: 40.78%</b>		
30,000	iShares GBP Index-Linked Gilts UCITS ETF	508,200	4.07
15,000	iShares S&P 500 UCITS ETF	244,568	1.96
45,000	Lombard Odier IM Global Corporate Bond Fundamental GO UCITS ETF	348,422	2.79
200,000	Source Financial Services S&P US Select Sector UCITS ETF	1,835,505	14.69
180,000	Source Real Estate S&P US Select Sector UCITS ETF	2,157,641	17.27
	<b>Total Ireland</b>	<b>5,094,336</b>	<b>40.78</b>
	<b>Total Exchange Traded Funds</b>	<b>5,094,336</b>	<b>40.78</b>
	<b>Equities: 65.10%</b>		
	<b>Austria: 12.45%</b>		
	<b>Basic Materials: 4.46%</b>		
7,065	Lenzing	557,797	4.46
	<b>Financial: 4.46%</b>		
27,919	Erste Bank	557,415	4.46
	<b>Industrial: 3.53%</b>		
37,912	Wienerberger	440,651	3.53
	<b>Total Austria</b>	<b>1,555,863</b>	<b>12.45</b>
	<b>Finland: 1.81%</b>		
	<b>Technology: 1.81%</b>		
10,447	Tieto	226,485	1.81
	<b>Total Finland</b>	<b>226,485</b>	<b>1.81</b>
	<b>Germany: 43.26%</b>		
	<b>Basic Materials: 8.63%</b>		
4,808	Linde	521,173	4.17
32,277	ThyssenKrupp	557,296	4.46
	<b>Communications: 4.28%</b>		
41,737	Deutsche Telekom	535,202	4.28
	<b>Consumer, Non-cyclical: 4.59%</b>		
6,887	Merck	572,862	4.59
	<b>Financial: 8.10%</b>		
140,000	Deutsche Pfandbriefbank	1,011,706	8.10
	<b>Industrial: 17.66%</b>		
27,502	Aurubis	1,076,174	8.62
14,505	Pfeiffer Vacuum Technology	1,129,808	9.04
	<b>Total Germany</b>	<b>5,404,221</b>	<b>43.26</b>

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Smartfund Cautious Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
	<b>Equities: 65.10% (continued)</b>		
	<b>Netherlands: 4.03%</b>		
	<b>Basic Materials: 4.03%</b>		
10,305	Akzo Nobel	503,055	4.03
	<b>Total Netherlands</b>	<b>503,055</b>	<b>4.03</b>
	<b>Portugal: 3.55%</b>		
	<b>Communications: 3.55%</b>		
87,815	NOS	443,105	3.55
	<b>Total Portugal</b>	<b>443,105</b>	<b>3.55</b>
	<b>Total Equities</b>	<b>8,132,729</b>	<b>65.10</b>
	<b>Financial Derivative Instruments: 4.07%</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Gains: 4.07%</b>		
Morgan Stanley	Morgan Stanley Capital Services LLC Swap Smartfund Cautious Fund Reference Portfolio Leg	508,182	4.07
	<b>Total Total Return Swaps - Unrealised Gains</b>	<b>508,182</b>	<b>4.07</b>
	<b>Total Financial Derivative Instruments</b>	<b>508,182</b>	<b>4.07</b>
	<b>Total Financial assets at fair value through profit or loss</b>	<b>13,735,247</b>	<b>109.95</b>
	<b>Financial liabilities at fair value through profit or loss</b>		
	<b>Financial Derivative Instruments: (11.05%)</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Losses: (11.04%)</b>		
Morgan Stanley	Morgan Stanley Capital Services LLC Swap Smartfund Cautious Fund Financing Leg	(1,379,102)	(11.04)
	<b>Total Total Return Swaps - Unrealised Losses</b>	<b>(1,379,102)</b>	<b>(11.04)</b>
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (0.01%)</b>		
	<b>Currency Buys</b>		
	<b>Currency Sells</b>		
Morgan Stanley	EUR 70,000	GBP 59,645	19/08/2016
		(671)	(0.01)
	<b>Total Forward Currency Contracts - Unrealised Losses</b>	<b>(671)</b>	<b>(0.01)</b>
	<b>Total Financial Derivative Instruments</b>	<b>(1,379,773)</b>	<b>(11.05)</b>
	<b>Total Financial liabilities at fair value through profit or loss</b>	<b>(1,379,773)</b>	<b>(11.05)</b>
	<b>Total Value of Investments (Cost: £11,136,927)</b>	<b>12,355,474</b>	<b>98.90</b>
	<b>Cash and Cash Equivalents</b>	<b>157,097</b>	<b>1.26</b>
	<b>Other Net Liabilities</b>	<b>(19,543)</b>	<b>(0.16)</b>
	<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<b>12,493,028</b>	<b>100.00</b>

**SCHEDULE OF INVESTMENTS (continued)**

As at 31 July 2016

Smartfund Cautious Fund

	<b>Fair Value</b>	<b>% of Total</b>
	<b>£</b>	<b>Assets</b>
<b>Analysis of Portfolio</b>		
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	13,227,065	95.20
Over the counter financial derivative instruments	508,182	3.66
Cash and cash equivalents	157,097	1.13
Other assets	1,609	0.01
	<hr/>	<hr/>
<b>Total Assets</b>	<b>13,893,953</b>	<b>100.00</b>
	<hr/> <hr/>	<hr/> <hr/>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the period ended 31 July 2016**  
**Smartfund Cautious Fund**

<b>Total purchases in the period</b>	<b>£33,124,475</b>	
	<b>Nominal</b>	<b>Cost</b>
<b>Major Purchases</b>	<b>Holdings</b>	<b>£</b>
Aurubis	123,000	4,225,674
iShares Core S&P 500 UCITS ETF	28,000	3,776,011
NOS	737,815	3,510,123
REN - Redes Energeticas Nacionais	982,000	2,007,979
iShares Usd High Yield Corporate Bond UCITS ETF	27,000	1,891,985
Source Real Estate S&P US Select Sector UCITS ETF	180,000	1,796,645
Krones	23,315	1,769,490
Lombard Odier IM Global Corporate Bond Fundamental GO UCITS ETF	235,000	1,700,810
Source Financial Services S&P US Select Sector UCITS ETF	200,000	1,651,602
Deutsche Pfandbriefbank	160,000	1,223,598
SLM Solutions	58,000	1,128,957
Covestro	36,000	1,010,187
Pfeiffer Vacuum Technology	14,505	994,465
Cramo	43,477	666,074
ThyssenKrupp	32,277	486,004
Deutsche Telekom	41,737	486,002
Merck	6,887	486,002
Suedzucker	34,487	486,002
Erste Bank	27,919	485,999
Wienerberger	37,912	485,997
Akzo Nobel	10,305	485,994
Lenzing	7,065	485,975
Linde	4,808	485,947
Delhaize	6,581	485,939
iShares GBP Index-Linked Gilts UCITS ETF	30,000	467,250
<b>Total sales in the period</b>	<b>£21,592,608</b>	
	<b>Nominal</b>	<b>Proceeds</b>
<b>Major Sales</b>	<b>Holdings</b>	<b>£</b>
iShares Core S&P 500 UCITS ETF	28,000	3,807,116
Aurubis	95,498	3,399,069
NOS	650,000	3,213,531
REN - Redes Energeticas Nacionais	982,000	2,027,604
iShares Usd High Yield Corporate Bond UCITS ETF	27,000	1,870,451
Krones	23,315	1,782,832
Lombard Odier IM Global Corporate Bond Fundamental GO UCITS ETF	190,000	1,353,993
Covestro	36,000	1,122,071
SLM Solutions	58,000	1,116,403
Cramo	43,477	652,623
Suedzucker	34,487	630,270
Delhaize	6,581	463,427
Deutsche Pfandbriefbank	20,000	153,218

The above totals represent all material purchases and all sales in the period.

**INVESTMENT MANAGER'S REPORT  
For the period ended 31 July 2016  
Smartfund Balanced Fund**

The Sub-Fund's investment objective is to provide shareholders with long term exposure.

The Portfolio Strategy consists of investments in a portfolio of securities and other assets ("Reference Strategy") determined from time to time by Smartfund Administration Limited ("Sub Investment Manager") and exposure to an effective overnight interest rate for the British Pound Sterling ("Cash Component"). The allocation between the Reference Strategy and the Cash Component aims to control the risk of the Portfolio Strategy by adjusting the allocation to the Reference Strategy if the risk of the Reference Strategy changes over a specified period.

The Sub-Fund will gain exposure to the Portfolio Strategy through one unfunded total return swaps with the Approved Counterparty

The Sub-Fund may invest in a wide range of instruments including fixed income securities, equity securities, currencies, securities with equity characteristics and FDI on UCITS eligible indices that comprise equity and fixed income investments.

The Sub-Fund was launched on 18 March 2016.

From 18 March 2016 (its inception) to 31 July 2016, the performance of the A GBP share class is 5.43%.

From 18 March 2016 (its inception) to 31 July 2016, the performance of the C GBP share class is 5.99%.

From 6 May 2016 (its inception) to 31 July 2016, the performance of the A USD share class is 5.67%.

From 18 March 2016 to 31 July 2016, the annualised volatility of the A GBP share class is 6.67%.

From 18 March 2016 to 31 July 2016, the annualised volatility of the C GBP share class is 6.67%.

From 6 May 2016 to 31 July 2016, the annualised volatility of the A USD share class is 6.82%.

As of 31 July 2016, the counterparty risk is equal to -3.55% of the Sub-Fund's net assets.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## Smartfund Balanced Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
<b>Exchange Traded Funds: 29.90%</b>			
<b>Ireland: 25.75%</b>			
<b>Funds: 25.75%</b>			
11,000	iShares Core GBP Corporate Bond UCITS ETF	1,640,430	7.40
11,000	iShares GBP Corporate Bond 0-5yr UCITS ETF	1,182,830	5.34
30,381	iShares GBP Index-Linked Gilts UCITS ETF	514,654	2.32
50,000	iShares MSCI Europe UCITS ETF	905,414	4.09
160,000	iShares MSCI Japan UCITS ETF	1,462,400	6.60
<b>Total Ireland</b>		<b>5,705,728</b>	<b>25.75</b>
<b>Luxembourg: 4.15%</b>			
<b>Funds: 4.15%</b>			
25,000	db x-trackers MSCI Japan Index UCITS ETF	919,250	4.15
<b>Total Luxembourg</b>		<b>919,250</b>	<b>4.15</b>
<b>Total Exchange Traded Funds</b>		<b>6,624,978</b>	<b>29.90</b>
<b>Equities: 70.54%</b>			
<b>Austria: 12.28%</b>			
<b>Basic Materials: 4.32%</b>			
12,131	Lenzing	957,768	4.32
<b>Financial: 7.96%</b>			
57,035	CA Immobilien Anlagen	807,030	3.64
47,938	Erste Bank	957,103	4.32
<b>Total Austria</b>		<b>2,721,901</b>	<b>12.28</b>
<b>Germany: 46.01%</b>			
<b>Basic Materials: 6.00%</b>			
3,426	Linde	371,368	1.68
55,420	ThyssenKrupp	956,884	4.32
<b>Consumer, Non-cyclical: 22.81%</b>			
16,286	Fresenius	916,146	4.13
11,825	Merck	983,606	4.44
59,263	Rhoen-Klinikum	1,315,235	5.93
45,273	STADA Arzneimittel	1,840,774	8.31
<b>Financial: 12.54%</b>			
59,476	Alstria Office Reits	623,663	2.81
28,500	LEG Immobilien	2,155,320	9.73
<b>Industrial: 4.66%</b>			
25,000	KION	1,032,383	4.66
<b>Total Germany</b>		<b>10,195,379</b>	<b>46.01</b>
<b>Netherlands: 8.37%</b>			
<b>Basic Materials: 3.90%</b>			
17,694	Akzo Nobel	863,762	3.90

## SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

## Smartfund Balanced Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
	<b>Equities: 70.54% (continued)</b>		
	<b>Netherlands: 8.37% (continued)</b>		
	<b>Communications: 0.67%</b>		
4,649	Wolters Kluwer	147,325	0.67
	<b>Industrial: 3.80%</b>		
78,000	AMG Advanced Metallurgical Group	842,212	3.80
	<b>Total Netherlands</b>	<b>1,853,299</b>	<b>8.37</b>
	<b>Portugal: 3.88%</b>		
	<b>Basic Materials: 3.88%</b>		
359,173	Navigator	858,832	3.88
	<b>Total Portugal</b>	<b>858,832</b>	<b>3.88</b>
	<b>Total Equities</b>	<b>15,629,411</b>	<b>70.54</b>
	<b>Financial Derivative Instruments: 6.61%</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Gains: 6.61%</b>		
Morgan Stanley	Morgan Stanley Capital Services LLC Swap Smartfund Balanced Fund Reference Portfolio Leg	1,463,558	6.61
	<b>Total Total Return Swaps - Unrealised Gains</b>	<b>1,463,558</b>	<b>6.61</b>
	<b>Total Financial Derivative Instruments</b>	<b>1,463,558</b>	<b>6.61</b>
	<b>Total Financial assets at fair value through profit or loss</b>	<b>23,717,947</b>	<b>107.05</b>
	<b>Financial liabilities at fair value through profit or loss</b>		
	<b>Financial Derivative Instruments: (10.17%)</b>		
<b>Counterparty</b>	<b>Total Return Swaps - Unrealised Losses: (9.99%)</b>		
Morgan Stanley	Morgan Stanley Capital Services LLC Swap Smartfund Balanced Fund Financing Leg	(2,212,773)	(9.99)
	<b>Total Total Return Swaps - Unrealised Losses</b>	<b>(2,212,773)</b>	<b>(9.99)</b>
<b>Counterparty</b>	<b>Forward Currency Contracts - Unrealised Losses: (10.17%)</b>		
	<b>Currency Buys</b>		
	<b>Currency Sells</b>		
	<b>Maturity Date</b>		
Morgan Stanley	USD 21,000	GBP 16,165	08/08/2016 (348) -
Morgan Stanley	USD 40,000	GBP 30,483	08/08/2016 (357) -
Morgan Stanley	USD 62,000	GBP 47,241	08/08/2016 (545) -
Morgan Stanley	USD 702,000	GBP 542,731	08/08/2016 (14,013) (0.07)
Morgan Stanley	USD 1,067,000	GBP 828,127	08/08/2016 (24,506) (0.11)
	<b>Total Forward Currency Contracts - Unrealised Losses</b>	<b>(39,769)</b>	<b>(0.18)</b>
	<b>Total Financial Derivative Instruments</b>	<b>(2,252,542)</b>	<b>(10.17)</b>
	<b>Total Financial liabilities at fair value through profit or loss</b>	<b>(2,252,542)</b>	<b>(10.17)</b>

**SCHEDULE OF INVESTMENTS (continued)**

As at 31 July 2016

Smartfund Balanced Fund

	Fair Value £	% of Net Assets
<b>Total Value of Investments</b> (Cost: £19,571,657)	21,465,405	96.88
<b>Cash and Cash Equivalents</b>	985,589	4.45
<b>Other Net Liabilities</b>	(293,511)	(1.33)
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<u>22,157,483</u>	<u>100.00</u>
<b>Portfolio Classification</b>		<b>% of Total Assets</b>
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market	22,254,389	90.02
Over the counter financial derivative instruments	1,463,558	5.92
Cash and cash equivalents	985,589	3.99
Other assets	<u>19,064</u>	<u>0.07</u>
<b>Total Assets</b>	<u>24,722,600</u>	<u>100.00</u>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the period ended 31 July 2016**  
**Smartfund Balanced Fund**

<b>Total purchases in the period</b>	<b>£55,407,762</b>	
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost £</b>
Covestro	278,500	6,977,480
NN	281,700	6,508,978
STADA Arzneimittel	135,000	5,075,738
ING Groep	475,000	4,096,884
SPDR MSCI Europe UCITS ETF	28,000	3,572,264
TAG Immobilien	350,000	3,195,763
LEG Immobilien	28,500	1,935,579
iShares Core GBP Corporate Bond UCITS ETF	13,000	1,745,250
Heineken	27,452	1,528,908
iShares MSCI Europe UCITS ETF	80,000	1,334,245
Rhoen-Klinikum	59,263	1,300,605
iShares MSCI Japan UCITS ETF	160,000	1,299,200
iShares GBP Corporate Bond 0-5yr UCITS ETF	11,000	1,148,510
Pfeiffer Vacuum Technology	15,296	1,037,604
db x-trackers MSCI Japan Index UCITS ETF	25,000	909,750
KION	25,000	895,936
Navigator	359,173	834,488
CA Immobilien Anlagen	65,419	834,485
Deutsche Telekom	71,664	834,483
Wienerberger	65,097	834,483
Erste Bank	47,938	834,478
ThyssenKrupp	55,420	834,475
Merck	11,825	834,466
Akzo Nobel	17,694	834,466
Delhaize	11,301	834,463
Lenzing	12,131	834,446
Fresenius	16,286	834,444
iShares Core S&P 500 UCITS ETF	6,000	801,221
AMG Advanced Metallurgical Group	78,000	652,082
Alstria Office Reits	59,476	618,500
Suedzucker	50,000	615,008
<b>Total sales in the period</b>	<b>£35,967,136</b>	
<b>Major Sales</b>	<b>Nominal Holdings</b>	<b>Proceeds £</b>
Covestro	278,500	7,519,342
NN	281,700	6,607,124
SPDR MSCI Europe UCITS ETF	28,000	3,536,754
TAG Immobilien	350,000	3,380,183
STADA Arzneimittel	89,727	3,307,759
ING Groep	280,549	2,324,597
Heineken	27,452	1,707,114
ING Groep	194,451	1,618,678
Pfeiffer Vacuum Technology	15,296	1,042,748
Deutsche Telekom	71,664	900,167
Delhaize	11,301	859,075
iShares Core S&P 500 UCITS ETF	6,000	800,910
Suedzucker	50,000	793,013
Wienerberger	65,097	687,502
iShares MSCI Europe UCITS ETF	30,000	502,130
iShares Core GBP Corporate Bond UCITS ETF	2,000	273,000
CA Immobilien Anlagen	8,384	107,040

The above totals represent all material purchases and all sales in the period.

**INVESTMENT MANAGER'S REPORT  
For the period ended 31 July 2016  
Market Neutral Credit UCITS Fund**

Selwood AM Liquid Credit Strategy ("LCS") is focused on investment grade credits in Europe and North America. The strategy - built on the most liquid indices of the credit market (iTraxx Main and CDX IG) - aims to maintain a convex market neutral profile targeting attractive risk-adjusted returns.

The Sub-Fund started trading mid-April 2016 and returned +1.66% net to the end of July 2016.

The period was highly volatile as mixed signals affected the markets. However the portfolio short duration and the focus on the high grade risk helped mitigate the volatility. The Sub-Fund exhibited strong resilience with a maximum drawdown of -0.36%.

After the QE surprise in March, we got greater detail on which corporate bonds would be included in Corporate Sector Purchasing Programme "CSPP" (insurance names and Euro-domiciled subsidiaries of non-Euro names were the stand out), which in theory should have supported credit – in fact it did, but only properly in cash with indices underperforming as investors tended to use iTraxx as a hedge. From May to early July the market was dominated by the Brexit polls, the Brexit vote, the Brexit results and the Brexit consequences. The initial credit and equity sell-off was quickly reversed – UKX ended substantially above the immediate pre-Brexit level – as investors either brushed it off (unlikely) or took the view it was at least two years before any exit would be formalised. The GBP has been the clear victim of the vote to leave, falling to sub-\$1.30 vs. USD.

In July, concerns turned to banks, more especially Italian banks that faced capital and non-performing loans issues. However, better than feared stress test results helped sentiment, as did the proposal to restructure Monte dei Paschi (Selwood has no exposure), even if this recapitalisation faces significant execution risks, not least the Italian referendum in Oct '16.

Overall the political and macro risks across markets were outweighed by company performance together with ongoing self-help initiatives and by the European bonds continued to be supported by the CSPP which has consistently run at a ~€9bn/month level since inception.

## SCHEDULE OF INVESTMENTS

As at 31 July 2016

## Market Neutral Credit UCITS Fund

Holdings	Financial assets at fair value through profit or loss	Fair Value US\$	% of Net Assets
<b>Government Bonds: 56.99%</b>			
<b>United States: 56.99%</b>			
3,750,000	United States Treasury Bill 0.5% 31/03/2017	3,750,420	9.43
3,750,000	United States Treasury Bill 0.875% 15/04/2017	3,759,724	9.46
3,750,000	United States Treasury Bill 0.875% 28/02/2017	3,759,166	9.46
3,750,000	United States Treasury Bill 1% 31/03/2017	3,762,724	9.46
3,750,000	United States Treasury Bill 3% 28/02/2017	3,805,399	9.57
3,750,000	United States Treasury Bill 3.25% 31/03/2017	3,818,633	9.61
<b>Total United States</b>		<b>22,656,066</b>	<b>56.99</b>
<b>Total Government Bonds</b>		<b>22,656,066</b>	<b>56.99</b>
<b>Financial Derivative Instruments: 2.48%</b>			
<b>Counterparty Credit Default Swaps - Unrealised Gains: 2.31%</b>			
Morgan Stanley	iTraxx Europe Series 7 Version 1c	197,384	0.50
Morgan Stanley	Markit CDX North America Investment Grade Index Series 9	721,721	1.81
<b>Total Credit Default Swaps - Unrealised Gains</b>		<b>919,105</b>	<b>2.31</b>
<b>Counterparty Forward Currency Contracts - Unrealised Gain: 0.17%</b>			
	<b>Currency Buys</b>	<b>Currency Sells</b>	<b>Maturity Date</b>
Morgan Stanley	EUR 34,975,537	USD 39,044,066	05/08/2016
<b>Total Forward Currency Contracts - Unrealised Gain</b>		<b>67,329</b>	<b>0.17</b>
<b>Total Financial Derivative Instruments</b>		<b>986,434</b>	<b>2.48</b>
<b>Total Financial assets at fair value through profit or loss</b>		<b>23,642,500</b>	<b>59.47</b>
<b>Total Value of Investments (Cost: US\$22,992,077)</b>		<b>23,642,500</b>	<b>59.47</b>
<b>Cash and Cash Equivalents</b>		<b>15,992,478</b>	<b>40.22</b>
<b>Other Net Assets</b>		<b>121,653</b>	<b>0.31</b>
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>		<b>39,756,631</b>	<b>100.00</b>
<b>Portfolio Classification</b>			
Transferable securities admitted to official stock exchange listing or dealt in on another regulated market		22,656,066	56.76
Over the counter financial derivative instruments		986,434	2.47
Cash and cash equivalents		15,992,478	40.06
Other assets		283,347	0.71
<b>Total Assets</b>		<b>39,918,325</b>	<b>100.00</b>

**UNAUDITED SCHEDULE OF SIGNIFICANT PORTFOLIO MOVEMENTS**  
**For the period ended 31 July 2016**  
**Market Neutral Credit UCITS Fund**

<b>Total purchases in the period</b>		<b>US\$22,714,453</b>
<b>Major Purchases</b>	<b>Nominal Holdings</b>	<b>Cost US\$</b>
United States Treasury Bill 3.25% 31/03/2017	3,750,000	3,846,826
United States Treasury Bill 3% 28/02/2017	3,750,000	3,830,859
United States Treasury Bill 1% 31/03/2017	3,750,000	3,766,114
United States Treasury Bill 0.875% 15/04/2017	3,750,000	3,761,572
United States Treasury Bill 0.875% 28/02/2017	3,750,000	3,760,840
United States Treasury Bill 0.5% 31/03/2017	3,750,000	3,748,242

The above totals represent all purchases in the period. There are no sales in the period.

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 July 2016**

**1. General Information**

FundLogic Alternatives plc (the "Company") was incorporated on 28 April 2010 in the Republic of Ireland as a public limited company under the Companies Act 2014, as an umbrella investment company with variable capital and segregated liability between Sub-Funds. The Company was authorised on 27 July 2010 by the Central Bank as an Undertaking for Collective Investment in Transferable Securities in accordance with the provisions of the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended) (the "UCITS Regulations") and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015 (as amended) (the "Central Bank UCITS Regulations").

The following forty six Sub-Funds have been launched since incorporation:

<u>Sub-Fund Name</u>	<u>Launch date</u>
MS PSAM Global Event UCITS Fund	3 September 2010
Salar Convertible Absolute Return Fund	3 September 2010
Indus Select Asia Pacific Fund (terminated 30 October 2015)	26 October 2010
MS Algebris Global Financials UCITS Fund (merged into Algebris Financial Equity Fund, a sub-fund of Algebris UCITS Funds plc, on 5 February 2016)	7 January 2011
Emerging Markets Equity Fund	7 January 2011
Indus PacificChoice Asia Fund	12 January 2011
MS SOAM U.S. Financial Services UCITS Fund (terminated 27 June 2014)	8 April 2011
MS Ascend UCITS Fund	13 May 2011
MS Cohen & Steers Global Real Estate L/S Fund (terminated 5 July 2013)	6 July 2011
MS Alkeon UCITS Fund	22 July 2011
MS Perella Weinberg Partners Tokum Long/Short Healthcare UCITS Fund (terminated 9 August 2013)	17 August 2011
RiverCrest European Equity Alpha Fund (terminated 17 October 2014)	2 December 2011
MS Claritas Long Short Market Neutral UCITS Fund (terminated 15 May 2015)	12 December 2011
Amadeus LIBOR Fund (terminated 27 July 2012)	21 February 2012
MS SLJ Macro UCITS Fund	15 October 2012
MS QTI UCITS Fund	19 October 2012
MS Turner Spectrum UCITS Fund (terminated 12 December 2014)	28 December 2012
MS Short Term Trends UCITS Fund (terminated 15 May 2014)	31 December 2012
MS Long Term Trends UCITS Fund	1 February 2013
MS Discretionary Plus UCITS Fund (terminated 29 October 2014)	22 February 2013
MS Swiss Life Multi Asset Protected Fund	15 July 2013
MS Dalton Asia Pacific UCITS Fund	17 July 2013
MS TCW Unconstrained Plus Bond Fund	28 August 2013
MS Broadmark Tactical Plus UCITS Fund	11 October 2013
MS Scientific Beta Global Equity Factors UCITS ETF	27 May 2014
MS Lynx UCITS Fund	6 June 2014
MS Nezu Cyclical Japan UCITS Fund	21 July 2014
MS Kairos Enhanced Selection UCITS Fund	8 August 2014
MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund	1 October 2014
Global Equity Risk Premia Long/Short UCITS Fund	2 February 2015
MS Tremblant Long/Short Equity UCITS Fund	6 February 2015
MSCI Emerging Markets ESG Equity Fund	18 February 2015
DAX® 80 Garant	6 August 2015
Quantica Managed Futures UCITS Fund	7 August 2015
MS Scientific Beta US Equity Factors UCITS ETF	11 August 2015
IPM Systematic Macro UCITS Fund	12 August 2015
Smartfund 80% Protected Balanced Fund	2 September 2015
Smartfund 80% Protected Growth Fund	4 September 2015
MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II	21 September 2015
Mariner Lenus Healthcare UCITS Fund	16 December 2015
80% Protected Index Portfolio	16 February 2016
Mariner Investment Diversifying Alternative UCITS Fund	16 February 2016
Smartfund Growth Fund	18 March 2016
Smartfund Cautious Fund	18 March 2016
Smartfund Balanced Fund	18 March 2016
Market Neutral Credit UCITS Fund	23 March 2016

**NOTES TO THE FINANCIAL STATEMENTS (continued)  
For the year ended 31 July 2016**

**1. General Information (continued)**

The Investment Manager of the Company is FundLogic SAS. The Company has appointed Investment Managers in respect of each Sub-Fund. The Investment Manager for each Sub-Fund in existence during the year is detailed below.

<u>Sub-Fund Name</u>	<u>Investment Manager</u>
MS PSAM Global Event UCITS Fund	P. Schoenfeld Asset Management LP
Salar Convertible Absolute Return Fund	Ferox Capital LLP
Indus Select Asia Pacific Fund	Indus Capital Advisors (Hong Kong) Limited
MS Algebris Global Financials UCITS Fund	Algebris Investments (UK) LLP
Emerging Markets Equity Fund	FundLogic SAS
Indus PacificChoice Asia Fund	Indus Capital Partners, LLC
MS Ascend UCITS Fund	Ascend Capital, LLC
MS Alkeon UCITS Fund	Alkeon Capital Management, LLC
MS SLJ Macro UCITS Fund	SLJ Macro Partners LLP/Eurizon SLJ Capital Limited
MS QTI UCITS Fund	FundLogic SAS
MS Long Term Trends UCITS Fund	FundLogic SAS
MS Swiss Life Multi Asset Protected Fund	FundLogic SAS
MS Dalton Asia Pacific UCITS Fund	Dalton Investments LLC
MS TCW Unconstrained Plus Bond Fund	Metropolitan West Asset Management LLC
MS Broadmark Tactical Plus UCITS Fund	Broadmark Asset Management LLC
MS Scientific Beta Global Equity Factors UCITS ETF	FundLogic SAS
MS Lynx UCITS Fund	FundLogic SAS
MS Nezu Cyclical Japan UCITS Fund	Nezu Asia Capital Management Limited and Nezu Asia Capital Management (Singapore) Pte. Ltd
	Kairos Investment Management Ltd.
MS Kairos Enhanced Selection UCITS Fund	FundLogic SAS
MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund	FundLogic SAS
Global Equity Risk Premia Long/Short UCITS Fund	Tremblant Capital LP
MS Tremblant Long/Short Equity UCITS Fund	FundLogic SAS
MSCI Emerging Markets ESG Equity Fund	FundLogic SAS
DAX@ 80 Garant	Quantica Capital AG
Quantica Managed Futures UCITS Fund	FundLogic SAS
MS Scientific Beta US Equity Factors UCITS ETF	IPM Informed Portfolio Management AB
IPM Systematic Macro UCITS Fund	FundLogic SAS
Smartfund 80% Protected Balanced Fund	FundLogic SAS
Smartfund 80% Protected Growth Fund	FundLogic SAS
MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II	FundLogic SAS
Mariner Lenus Healthcare UCITS Fund	Mariner Investment Group LLC
80% Protected Index Portfolio	FundLogic SAS
Mariner Investment Diversifying Alternative UCITS Fund	Mariner Investment Group LLC
Smartfund Growth Fund	Smart Investment Management Limited
Smartfund Cautious Fund	Smart Investment Management Limited
Smartfund Balanced Fund	Smart Investment Management Limited
Market Neutral Credit UCITS Fund	Mirabella Financial Services LLP

The Investment Managers for MS PSAM Global Event UCITS Fund, Smartfund Growth Fund, Smartfund Cautious Fund and Smartfund Balanced Fund have appointed FundLogic SAS as Sub-Investment Manager. The Investment Manager for MS Swiss Life Multi Asset Protected Fund has appointed Swiss Life Asset Management AG as Sub-Investment Manager. The Investment Manager for MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund and MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II has appointed Fideuram Asset Management (Ireland) Ltd as Sub-Investment Manager. The Investment Manager for Global Equity Risk Premia Long/Short UCITS Fund has appointed Danske Bank A/S as Investment Advisor. The Investment Manager for Smartfund 80% Protected Balanced Fund and Smartfund 80% Protected Growth Fund has appointed Smartfund Administration Limited as Sub-Investment Manager.

**Investment objective**

*MS PSAM Global Event UCITS Fund:* The Sub-Fund's investment objective is to provide shareholders with a return linked to the performance of a reference portfolio. The reference portfolio is a notional portfolio representative of an actual portfolio of investments which would be made by the Investment Manager in implementing its global event-driven investment strategy (the "PSAM Investment Strategy").

The objective of the PSAM Investment Strategy is to seek superior risk adjusted returns associated with exposure to the equity, debt and other securities (including, without limitation, convertible or preferred stock and bonds) of companies which, in the opinion of the Sub-Investment Manager, are mispriced relative to their inherent or embedded value.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**1. General Information (continued)**

**Investment objective (continued)**

The Sub-Fund will use total return swaps in order to achieve its investment objective.

*Salar Convertible Absolute Return Fund*: The Sub-Fund's investment objective is to generate capital growth, whilst seeking to preserve capital, through exposure to the convertible bond markets. The Sub-Fund is exposed to the economic performance of a reference portfolio. The reference portfolio is a notional portfolio representative of a dynamically managed portfolio primarily consisting of convertible bond positions which will be made by the Investment Manager in implementing its absolute return strategy.

The Sub-Fund will use total return swaps in order to achieve its investment objective.

*Indus Select Asia Pacific Fund*: The Sub-Fund terminated on 5 February 2016. The Sub-Fund's investment objective was to seek capital appreciation over the long-term. The Sub-Fund sought to achieve its objective principally through long term investment in equities and equity related securities including, without limitation, common stock, convertible bonds, warrants, preferred stock and depository receipts, of companies whose registered office or principal place of business was in the Asia Pacific region (including Japan) or that had substantial assets or significant cash flows from the Asia Pacific region.

*MS Algebris Global Financials UCITS Fund*: The Sub-Fund merged into Algebris Financial Equity Fund, a sub-fund of Algebris UCITS Funds plc, on 5 February 2016. The Sub-Fund's investment objective was to achieve absolute returns, primarily by taking long and synthetic short positions in equity and debt securities (entering into derivatives in relation thereto) of companies in the global financial services and real estate sectors (including in emerging markets). The Sub-Fund sought to achieve its objective primarily through investment in listed and unlisted equities and corporate debt securities.

*Emerging Markets Equity Fund*: The Sub-Fund's investment objective is to provide shareholders with a return equivalent to the performance of the MSCI Emerging Markets Index (Total Return Net Dividend Reinvested) denominated in US dollars before all fees and expenses charged to, or incurred by, the Sub-Fund. The Sub-Fund will seek to achieve its objective by investing in equity securities that are constituents of the Index.

The return of this Sub-Fund is benchmarked against is the MSCI Emerging Markets Index.

The Sub-Fund will use total return swaps in order to achieve its investment objective.

*Indus PacifiChoice Asia Fund*: The Sub-Fund's investment objective is to seek high risk-adjusted returns while preserving capital, principally through investments in liquid equities and equity-related securities of companies in the Asia Pacific markets, including in emerging markets. The Sub-Fund may seek to achieve its objective by principally investing in both long and synthetic short positions in equities and equity related securities including, without limitation, common stock, convertible bonds, warrants, preferred stock and depository receipts.

*MS Ascend UCITS Fund*: The Sub-Fund's investment objective is to provide shareholders with a return linked to the performance of a reference portfolio. The reference portfolio is a notional portfolio representative of a dynamically managed portfolio of investments primarily consisting of long and short equity positions which will be made by the Investment Manager in implementing its strategy to generate superior risk-adjusted returns over a broad range of market environments (the "Ascend Investment Strategy").

The Ascend Investment Strategy's emphasis is primarily on individual equity securities in the U.S. markets.

The Sub-Fund will use total return swaps in order to achieve its investment objective.

*MS Alkeon UCITS Fund*: The Sub-Fund's investment objective is to provide shareholders with a return linked to the performance of a reference portfolio. The reference portfolio is a notional portfolio representative of a dynamically managed portfolio of investments primarily consisting of long and short equity positions which are made by the Investment Manager in implementing its absolute return strategy. The strategy involves taking long positions primarily in equity securities of U.S. and non-U.S. companies that the Investment Manager believes are well positioned to benefit from demand for their products or services. The strategy also involves taking short positions in securities in which the Investment Manager believes that the market prices of such securities are above their estimated intrinsic or fundamental value.

The objective of the Alkeon Investment Strategy is to achieve maximum capital appreciation by investing primarily in long and short positions of publicly-traded (i.e., on Recognised Markets) companies globally, including technology stocks.

The Sub-Fund will use total return swaps in order to achieve its investment objective.

*MS SLJ Macro UCITS Fund*: The Sub-Fund's investment objective is to seek to achieve absolute returns, which are expected to be lowly correlated to traditional asset class returns, whilst limiting the potential for capital losses. The Sub-Fund aims to achieve its investment objective by investing primarily in global currencies in the markets through the use of financial derivative instruments.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**

**For the year ended 31 July 2016**

**1. General Information (continued)**

**Investment Objective (continued)**

*MS QTI UCITS Fund:* The Sub-Fund's investment objective is to provide shareholders with returns based on exposure to the Quest QTI Strategy, investments in transferable securities and money market instruments issued by government issuers; and investments in cash deposits and cash equivalent securities.

*MS Long Term Trends UCITS Fund:* The Sub-Fund's investment objective is to provide shareholders with returns based on exposure to the Winton Diversified Program, investments in transferable securities and money market instruments issued by government issuers, and investments in cash deposits and cash equivalent securities.

*MS Swiss Life Multi Asset Protected Fund:* The Sub-Fund's investment objective is to provide shareholders with long term exposure to the performance of a portfolio basket with 80% of the highest NAV being protected as a minimum exit Net Asset Value. The portfolio basket consists of a basket of securities and other assets whose composition is determined from time to time by the Sub-Investment Manager and exposure to an effective overnight interest rate for the Swiss Franc.

The Sub-Fund will use total return swaps in order to achieve its investment objective.

*MS Dalton Asia Pacific UCITS Fund:* The Sub-Fund's investment objective is to seek long term capital appreciation through a diversified portfolio. The Sub-Fund will seek to achieve its investment objective by taking long and short positions primarily in equities and equity related securities listed or traded on recognised markets in the Asia Pacific region.

*MS TCW Unconstrained Plus Bond Fund:* The Sub-Fund's investment objective is to seek long term capital appreciation through a flexible investment approach that invests primarily in global debt securities. The Sub-Fund seeks to achieve its investment objective by employing a discretionary and flexible investment approach investing into a range of global investment opportunities in debt securities.

*MS Broadmark Tactical Plus UCITS Fund:* The Sub-Fund's investment objective is to seek to produce, in any market environment, above-average risk-adjusted returns and less risk of capital depreciation than the overall U.S. equity market. The Sub-Fund will seek to achieve its investment objective by investing primarily in a diversified portfolio of instruments that provide exposure to U.S. equity securities.

*MS Scientific Beta Global Equity Factors UCITS ETF:* The Sub-Fund's investment objective is to seek medium to long term capital appreciation by providing shareholders with a return equivalent to the performance of the Scientific Beta Developed Multi Beta Multi-Strategy Equal-Weight Index. The Sub-Fund will seek to achieve its objective by taking exposure to the economic performance of the Index which is composed of equity and equity-related securities including both common stock and preferred shares.

The Sub-Fund will use total return swaps in order to achieve its investment objective.

*MS Lynx UCITS Fund:* The Sub-Fund's investment objective is to provide shareholders with returns based on exposure to the Lynx Programme, investments in transferable securities and money market instruments issued by government issuers; and investments in cash deposits and cash equivalent securities.

*MS Nezu Cyclical Japan UCITS Fund:* The Sub-Fund's investment objective is to seek long term capital appreciation through investment in a portfolio of long and short positions in Asian equity and equity related securities with a primary focus on Japanese cyclical sector equities. The Sub-Fund will seek to achieve its investment objective by taking long and synthetic short positions primarily in equities and equity related securities listed or traded on the recognised markets globally.

*MS Kairos Enhanced Selection UCITS Fund:* The Sub-Fund's investment objective is to provide shareholders with a return linked to the performance of a reference portfolio. The reference portfolio is a notional portfolio representative of a dynamically managed portfolio of investments primarily consisting of long and short equity positions which will be made by the Investment Manager in implementing its strategy to generate superior risk-adjusted returns over a broad range of market environments.

The Sub-Fund will use total return swaps in order to achieve its investment objective.

*MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund:* The Sub-Fund's investment objective is to provide shareholders with long term exposure to the performance of a portfolio strategy with 80% of the highest NAV being protected as a minimum exit Net Asset Value. The portfolio strategy consists of long and short positions in a portfolio of securities and other assets whose composition is determined from time to time by the Sub-Investment Manager, and exposure to an effective overnight interest rate for the Euro, allocated in accordance with a volatility target strategy.

The Sub-Fund will use total return swaps in order to achieve its investment objective.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**

**For the year ended 31 July 2016**

**1. General Information (continued)**

**Investment objective (continued)**

*Global Equity Risk Premia Long/Short UCITS Fund*: The Sub-Fund's investment objective is to seek to provide a positive return to shareholders by providing shareholders with a return equivalent to the net performance of a long position on the Scientific Beta MSDC SRI Developed Multi-Beta Multi-Strategy Equal-Weight Index (the "Long Index") and of a short position in the MSCI Daily Gross Total Return World Euro Index, denominated in Euro (the "Short Index"). The Sub-Fund will seek to achieve its objective by taking: (i) a long exposure for 100% of the Sub-Fund's Net Asset Value to the Long Index through a total return swap (the "Long Index Total Return Swap"); and (ii) a short exposure for 70% of the Sub-Fund's Net Asset Value to the Short Index through a second total return swap (the "Short Index Total Return Swap").

*MS Tremblant Long/Short Equity UCITS Fund*: The Sub-Fund's investment objective is to provide shareholders with a return linked to the performance of a reference portfolio. The reference portfolio is a notional portfolio representative of a dynamically managed portfolio of investments primarily consisting of long and short equity positions which will be made by the Investment Manager in implementing its strategy to generate superior risk-adjusted returns over a broad range of market environments.

The Sub-Fund will use total return swaps in order to achieve its investment objective.

*MSCI Emerging Markets ESG Equity Fund*: The Sub-Fund's investment objective is to provide shareholders with a return equivalent to the performance of the MSCI Emerging Markets ESG Index (the Index). The Sub-Fund will seek to achieve its objective by investing in equity securities that are constituents of the Index or other securities (also constituents of the Index) with equity characteristics (such as rights to subscribe to, or purchase, or convert into, equities or depositary receipts for securities, such as Global Depositary Receipts (GDRs), for securities that are issued by companies that are constituents of the Index). The Sub-Fund may also invest in Fund Assets and enter into one or more total return index swaps in relation to the Fund Assets (the Swap).

The Sub-Fund will use total return swaps in order to achieve its investment objective.

*DAX@ 80 Garant*: The Sub-Fund's investment objective is to provide shareholders with long term exposure to the performance of a portfolio strategy with 80% of the highest NAV being protected as a minimum exit Net Asset Value. The portfolio strategy consists of long exposure of up to 150% in the equity futures on the DAX@ index allocated in accordance with a volatility target strategy and an exposure of 100% to an effective overnight interest rate for the Euro.

The Sub-Fund will use total return swaps in order to achieve its investment objective.

*Quantica Managed Futures UCITS Fund*: The Sub-Fund's investment objective is to provide shareholders with returns (i) based on Quantica Managed Futures Program which aims to generate consistent positive returns, (ii) investments in transferable securities and money market instruments issued by government issuers; and (iii) investments in cash deposits and cash equivalent securities. In order to achieve the Sub-Fund's investment objective, the Investment Manager intends to invest in a diversified manner across one or more of the permitted markets set out in the Prospectus.

*MS Scientific Beta US Equity Factors UCITS ETF*: The Sub-Fund's investment objective is to seek medium to long term capital appreciation by providing shareholders with a return equivalent to the performance of the Scientific Beta United States Multi Beta Multi-Strategy Equal-Weight Index, before all fees and expenses charged to, or incurred by, the Sub-Fund. The Sub-Fund will seek to achieve its objective by taking exposure to the economic performance of the Index which is composed of equity and equity-related securities including both common stock and preferred shares that are listed or traded on any stock exchange that is located in the United States of America.

The Sub-Fund will use total return swaps in order to achieve its investment objective.

*IPM Systematic Macro UCITS Fund*: The Sub-Fund's investment objective is to provide shareholders with returns (i) based on IPM's Systematic Macro Programme which aims to generate consistent positive returns (ii) investments in transferable securities and money market instruments issued by government issuers; and (iii) investments in cash deposits and cash equivalent securities in order to gain exposure to the IPM Systematic Macro Programme. In order to achieve the Sub-Fund's investment objective, the Investment Manager intends to invest in some or all of the instruments listed, traded and dealt with on one or more of the permitted markets set out in the Prospectus.

*Smartfund 80% Protected Balanced Fund*: The Sub-Fund's investment objective is to provide shareholders with long term exposure to the performance of a portfolio strategy with 80% of the highest NAV being protected as a minimum exit Net Asset Value. The portfolio strategy consists of long and short positions in a portfolio of securities and other assets whose composition is determined from time to time by the Sub-Investment Manager and exposure to an effective overnight interest rate for the British Pounds Sterling.

The Sub-Fund will use total return swaps in order to achieve its investment objective.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**

**For the year ended 31 July 2016**

**1. General Information (continued)**

**Investment objective (continued)**

*Smartfund 80% Protected Growth Fund:* The Sub-Fund's investment objective is to provide shareholders with long term exposure to the performance of a portfolio strategy with 80% of the highest NAV being protected as a minimum exit Net Asset Value. The portfolio strategy consists of long and short positions in a portfolio of securities and other assets whose composition is determined from time to time by the Sub-Investment Manager and exposure to an effective overnight interest rate for the British Pounds Sterling through exposure to a put option.

The Sub-Fund will use total return swaps in order to achieve its investment objective.

*MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II:* The Sub-Fund's investment objective is to provide shareholders with long term exposure to the performance of a portfolio strategy with 80% of the highest NAV being protected as a minimum exit Net Asset Value. The portfolio strategy consists of long and short positions in a portfolio of securities and other assets whose composition is determined from time to time by the Sub-Investment Manager and exposure to an effective overnight interest rate for the Euro.

The Sub-Fund will use total return swaps in order to achieve its investment objective.

*Mariner Lenus Healthcare UCITS Fund:* The Sub-Fund's investment objective is to achieve consistent positive return. The Sub-Fund will seek to achieve its investment objective by taking long and synthetic short positions primarily in equities and equity related securities and convertible securities listed or traded on the recognised global markets as referred to in the Prospectus. The Sub-Fund will primarily invest in equities and equity related securities of issuers within the global healthcare and life science industries.

*80% Protected Index Portfolio:* The Sub-Fund's investment objective is to provide shareholders with long term capital growth from a multi-asset portfolio with 80% of the highest NAV being protected as a minimum exit Net Asset Value. The Sub-Fund may take investment exposure to regulated investment funds with exposure to global equities and fixed income securities and cash (the "Investment Portfolio"). The composition of the Investment Portfolio will be determined by the Investment Manager.

The Sub-Fund will use total return swaps in order to achieve its investment objective.

*Mariner Investment Diversifying Alternative UCITS Fund:* The Sub-Fund's investment objective is to achieve consistent positive return by employing a long/short fixed income strategy that will aim to exhibit low correlations to traditional markets. The Sub-Fund will seek to achieve its investment objective by taking long positions and short positions primarily in fixed income securities.

*Smartfund Growth Fund:* The Sub-Fund's investment objective is to provide shareholders with long term capital growth from a multi-asset portfolio. The portfolio strategy consists of long and short positions in a portfolio of securities and other assets whose composition is determined from time to time by the Investment Manager, and exposure to an effective overnight interest rate for the British Pound Sterling, allocated in accordance with a risk control strategy.

The Sub-Fund will use total return swaps in order to achieve its investment objective.

*Smartfund Cautious Fund:* The Sub-Fund's investment objective is to provide shareholders with long term capital growth from a multi-asset portfolio. The portfolio strategy consists of long and short positions in a portfolio of securities and other assets whose composition is determined from time to time by the Investment Manager, and exposure to an effective overnight interest rate for the British Pound Sterling, allocated in accordance with a risk control strategy.

The Sub-Fund will use total return swaps in order to achieve its investment objective.

*Smartfund Balanced Fund:* The Sub-Fund's investment objective is to provide shareholders with long term capital growth from a multi-asset portfolio. The portfolio strategy consists of long and short positions in a portfolio of securities and other assets whose composition is determined from time to time by the Investment Manager, and exposure to an effective overnight interest rate for the British Pound Sterling, allocated in accordance with a risk control strategy.

The Sub-Fund will use total return swaps in order to achieve its investment objective.

*Market Neutral Credit UCITS Fund:* The Sub-Fund's investment objective is to aim to achieve positive risk-adjusted returns to shareholders primarily through opportunistic investments in the credit markets. The Sub-Fund will pursue its objective by investing on a medium to long-term basis, primarily through exposure to credit indices and other instruments.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**2. Significant Accounting Policies**

The significant accounting policies applied in the preparation of these financial statements are set out below.

**Basis of preparation**

The financial statements have been prepared on a going concern basis under the historical cost convention, as modified by the revaluation of financial assets and liabilities carried at fair value through profit or loss, and in accordance with International Financial Reporting Standards as adopted by the European Union ("IFRS") and Irish statute comprising the Companies Act 2014, the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended) (the "UCITS Regulations") and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015 (as amended) (the "Central Bank UCITS Regulations").

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires the Board of Directors to exercise its judgement in the process of applying the Company's accounting policies.

**Financial assets and financial liabilities at fair value through profit or loss**

(a) Classification

In accordance with IAS 39 "Financial Instruments: Recognition and Measurement", all investments are classified as financial assets and liabilities at fair value through profit or loss.

This category has two sub-categories: financial assets or financial liabilities held for trading; and those designated at fair value through profit or loss at inception.

*(i) Financial assets and liabilities held for trading*

Financial assets are classified as held for trading if they are acquired for the purpose of selling and repurchasing in the near term. This category includes equity securities and debt instruments. These assets are acquired principally for the purpose of generating a profit from short term fluctuation in price. All derivatives and liabilities from short sales of financial instruments are also classified as held for trading.

*(ii) Financial assets and liabilities designated at fair value through profit or loss at inception*

Financial assets and financial liabilities designated at fair value through profit or loss at inception are those that are managed and their performance evaluated on a fair value basis in accordance with the Company's documented investment strategy. The Company's policy is for the Investment Manager and the Board of Directors to evaluate the information about these financial assets on a fair value basis together with other related financial information.

At 31 July 2016, all investment securities and derivatives have been classified as financial assets and liabilities held for trading.

(b) Fair Value Measurement

Financial assets and financial liabilities at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed as incurred in the Statement of Comprehensive Income.

After initial recognition the Company measures financial instruments which are classified as at fair value through profit or loss at fair value. 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 measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either in the principal market for the asset or liability or, in the absence of a principal market, in the most advantageous market for the asset or liability. The principal or the most advantageous market must be accessible to the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

The fair value for financial instruments traded in active markets at the reporting date is based on their quoted or binding dealer price quotations, without any deduction for transactions costs.

If a quoted market price is not available on a recognised stock exchange or from broker/counterparty, the fair value of the financial instruments may be estimated by a competent person using valuation techniques, including use of recent arm's length market transactions and reference to the current fair value of another instrument that is substantially the same, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Subsequent changes in the fair value of those financial instruments are recorded in "Net realised and unrealised gains and losses on financial assets and liabilities at fair value through profit or loss". Dividend and interest income from financial assets at fair value through profit or loss is recognised in the Statement of Comprehensive Income on an accruals basis.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**2. Significant Accounting Policies (continued)**

**Financial assets and financial liabilities at fair value through profit or loss (continued)**

(b) Fair Value Measurement (continued)

All investments in the Company's portfolios as at 31 July 2016 were recorded at fair value.

IFRS 7 requires enhanced classification and disclosures about financial instruments carried at fair value. IFRS 13 establishes a fair value hierarchy for the inputs used in valuation models and techniques used to measure fair value. Fair value represents the price that would be received upon the sale of an asset or paid upon the transfer of a liability in an orderly transaction between market participants at the measurement date (an exit price).

Assets and liabilities measured at fair value are classified into one of the following categories based on the inputs used in measuring fair value:

- Level 1 – Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities. Included in Level 1 are equities, exchange traded funds and futures contracts.
- Level 2 – Quoted prices in markets that are not considered to be active or financial instruments priced using inputs other than quoted prices and for which all significant inputs are observable, either directly or indirectly. Included in Level 2 are warrants, participatory notes, investment funds, corporate bonds, government bonds, contracts for difference, total return swaps, options, forward currency contracts, asset backed securities, credit default swaps and commercial paper.
- Level 3 – Prices or valuations that require inputs that are both significant to the fair value measurement and unobservable (including the Investment Manager's own assumptions and assumptions used by the Board of Directors about what market participants would use in determining the fair value of investments).

(c) Recognition/derecognition

Purchases and sales of investments are recognised on the trade date – the date on which the Company commits to purchase or sell the investment. Investments are derecognised when the rights to receive cash flows from the investments have expired or the Company has transferred all risks and rewards of ownership.

A financial asset is derecognised where

- the rights to receive cash flows from the asset have expired or;
- the Company has transferred its rights to receive cash flows from the assets or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a "pass-through" arrangement and;
- either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset (or has entered into a pass-through arrangement), and has neither transferred substantially all the risks and rewards of the asset nor transferred control of the asset, the asset is recognised to the extent of the Company's continuing involvement in the asset.

The Company derecognises a financial liability when the obligation under the liability is discharged, cancelled or expires.

Total return swaps are held by the MS PSAM Global Event UCITS Fund, Salar Convertible Absolute Return Fund, Emerging Markets Equity Fund, MS Ascend UCITS Fund, MS Alkeon UCITS Fund, MS Swiss Life Multi Asset Protected Fund, MS Scientific Beta Global Equity Factors UCITS ETF, MS Kairos Enhanced Selection UCITS Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund, Global Equity Risk Premia Long/Short UCITS Fund, MS Tremblant Long/Short Equity UCITS Fund, MSCI Emerging Markets ESG Equity Fund, DAX® 80 Garant, MS Scientific Beta US Equity Factors UCITS ETF, Smartfund 80% Protected Balanced Fund, Smartfund 80% Protected Growth Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II, 80% Protected Index Portfolio, Smartfund Growth Fund, Smartfund Cautious Fund and Smartfund Balanced Fund. The Sub-Funds purchase Funding Assets and transfer the economic interest in such Funding Assets to the Approved Counterparty under a total return swap in exchange for economic exposure to the Reference Portfolios. There are two components to the total return swaps: the financing leg used to transfer the economic interest in the Funding Assets to the Approved Counterparty; and the reference portfolio leg used to gain economic exposure to the Reference Portfolio. Open total return swap positions are detailed in the Schedule of Investments. The Schedule of Investments and Statement of Financial Position detail the Funding Assets of each Sub-Fund.

**Offsetting financial instruments**

Financial assets and financial liabilities are offset and the net amount reported in the Statement of Financial Position if, and only if, there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the asset and settle the liability simultaneously. This is generally not the case with master-netting arrangements, and the related assets and liabilities are presented gross in the Statement of Financial Position.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**2. Significant Accounting Policies (continued)**

**Foreign currency translation**

(a) Functional and presentation currency

The Directors consider the Euro ("€") to be the functional currency of the following Sub-Funds as the € most faithfully represents the economic effects of the underlying transactions, events, and conditions of the Sub-Funds:

MS PSAM Global Event UCITS Fund;  
MS Algebris Global Financials UCITS Fund;  
MS SLJ Macro UCITS Fund;  
MS Dalton Asia Pacific UCITS Fund;  
MS Kairos Enhanced Selection UCITS Fund;  
MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund;  
Global Equity Risk Premia Long/Short UCITS Fund;  
DAX® 80 Garant; and  
MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II

The Directors consider the US Dollar ("US\$") to be the functional currency of the following Sub-Funds as the US\$ most faithfully represents the economic effects of the underlying transactions, events, and conditions of the Sub-Funds:

Salar Convertible Absolute Return Fund;  
Indus Select Asia Pacific Fund;  
Emerging Markets Equity Fund;  
Indus PacifiChoice Asia Fund;  
MS Ascend UCITS Fund;  
MS Alkeon UCITS Fund;  
MS QTI UCITS Fund;  
MS Long Term Trends UCITS Fund;  
MS TCW Unconstrained Plus Bond Fund;  
MS Broadmark Tactical Plus UCITS Fund;  
MS Scientific Beta Global Equity Factors UCITS ETF;  
MS Lynx UCITS Fund;  
MS Tremblant Long/Short Equity UCITS Fund;  
MSCI Emerging Markets ESG Equity Fund;  
Quantica Managed Futures UCITS Fund;  
MS Scientific Beta US Equity Factors UCITS ETF;  
IPM Systematic Macro UCITS Fund;  
Mariner Lenus Healthcare UCITS Fund;  
Mariner Investment Diversifying Alternative UCITS Fund; and  
Market Neutral Credit UCITS Fund

The Directors consider the Swiss Franc ("CHF") to be the functional currency of MS Swiss Life Multi Asset Protected Fund as the CHF most faithfully represents the economic effects of the underlying transactions, events, and conditions of the Sub-Fund.

The Directors consider the Japanese Yen ("¥") to be the functional currency of MS Nezu Cyclical Japan UCITS Fund as the ¥ most faithfully represents the economic effects of the underlying transactions, events, and conditions of the Sub-Fund.

The Directors consider the British Pound ("£") to be the functional currency of the following Sub-Funds as the £ most faithfully represents the economic effects of the underlying transactions, events, and conditions of the Sub-Funds:

Smartfund 80% Protected Balanced Fund;  
Smartfund 80% Protected Growth Fund;  
80% Protected Index Portfolio;  
Smartfund Growth Fund;  
Smartfund Cautious Fund; and  
Smartfund Balanced Fund

The Directors have adopted the functional currency of each Sub-Fund as the presentation currency at the Sub-Fund level and US\$ as the presentational currency at the Company level.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**2. Significant Accounting Policies (continued)**

**Foreign currency translation (continued)**

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency of the Sub-Funds using the exchange rates prevailing at the dates of the transactions. Assets and liabilities are translated into the functional currency of the Sub-Funds using the exchange rates prevailing at the Statement of Financial Position date. Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Comprehensive Income.

Translation differences on financial instruments held at fair value through profit or loss are reported as part of net gain/(loss) on financial assets and liabilities at fair value through profit or loss in the Statement of Comprehensive Income.

For the purposes of producing the combined financial statements, year end exchange rates are used for the Company Statement of Financial Position and average exchange rates, as an approximation of actual rates, are used for the Statement of Comprehensive Income, the Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares and the Statement of Cash Flows (for information on exchange rates used please refer to note 20). The foreign exchange adjustment on aggregation arising on retranslation of opening net assets and translation of transactions during the year is included in the Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares and the Statement of Cash Flows. This method of translation has no effect on the value of the net assets of each Sub-Fund.

**Net assets attributable to holders of redeemable participating shares**

International Accounting Standard 32 "Financial Instruments: Presentation" ("IAS 32") requires entities that issue financial instruments to classify such instruments as liabilities or equity in accordance with the substance of the contractual arrangement and the definitions contained within IAS 32. In this regard, IAS 32 requires that financial instruments that give the holder the right to put the instrument back to the issuer for cash or another financial asset be classified as a liability of the issuer.

The redeemable participating shares issued by the Sub-Funds provide the redeemable participating shareholders with the right to redeem their shares for cash equal to their proportionate share of the net asset value of the Sub-Fund. Within the context of IAS 32, the existence of the option for the redeemable participating shareholders to put the shares back to the Sub-Funds in exchange for cash requires the Company to classify the redeemable participating shares as liabilities.

The liability to redeemable participating shareholders is presented on the Statement of Financial Position as "net assets attributable to holders of redeemable participating shares" and is determined based on the residual assets of the Sub-Fund after deducting the Sub-Fund's other liabilities. The Net Asset Value per share is calculated by determining the portion of the Net Asset Value of a Sub-Fund attributable to each class and by dividing this by the number of shares of that class in issue.

**Cash and cash equivalents**

Cash and cash equivalents in the Statement of Financial Position comprise cash on hand, demand deposits and short term deposits in banks, with original maturities of three months or less. Margin cash held as collateral against open financial derivative instrument contracts is also included in cash and cash equivalents.

The Sub-Funds of the Company can have debit balances to hedge foreign currency risk and this is shown as Bank overdraft on the Statement of Financial Position. The Sub-Funds' aim to not remain in a net overdrawn position at any given time. For the purpose of the Statement of Cash Flows, cash and cash equivalents consist of cash balances net of outstanding bank overdrafts when applicable.

For the purpose of the Statement of Cash Flows, cash and cash equivalents consist of cash balances net of outstanding bank overdrafts when applicable.

**Investment income and expenses**

Bank and bond interest income are recognised in the Statement of Comprehensive Income on an accruals basis using the effective interest method. Bank and bond interest expense, relating to amortisation on bonds purchased at a premium, are recognised in the Statement of Comprehensive Income on an accruals basis using the effective interest method.

Dividend income is recognised in the Statement of Comprehensive Income on the dates on which the relevant securities are listed as "ex dividend". Dividend income is shown gross of any withholding taxes, which is disclosed separately in the Statement of Comprehensive Income, and net of any tax credits. The Sub-Funds incur expenses on contracts for difference sold short equal to the dividends due on the underlying equity. Such dividend expense is recognised in the Statement of Comprehensive Income on the dates on which the underlying securities are listed as "ex dividend".

**Variation margin receivable and payable**

Variation margin receivables and payables represent amounts due to and from brokers, in relation to price movements in the underlying of financial derivative instruments, which have not yet been settled on the Statement of Financial Position date.

## NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

### 2. Significant Accounting Policies (continued)

#### Receivable for investments sold and securities purchased payable

Receivables for investments sold represent amounts due from brokers for securities sold (in a regular way transaction) that have been contracted for, but not yet delivered, on the Statement of Financial Position date. Securities purchased payable represent amounts due to brokers for securities purchased (in a regular way transaction) that have been contracted for but not yet delivered on the Statement of Financial Position date.

These amounts are initially recognised and subsequently measured in accordance with the significant accounting policies for financial assets and financial liabilities at fair value through profit or loss set out above.

#### Net gains or losses on financial assets and liabilities at fair value through profit or loss

This item includes changes in the fair value of financial assets and liabilities held for trading or designated upon initial recognition as "at fair value through profit or loss" and excludes interest and dividend income and expenses.

Unrealised gains and losses comprise changes in fair value of financial instruments for the period and from reversal of prior periods' unrealised gains and losses for financial instruments which were realised in the reporting period.

Realised gains and losses on disposals of financial instruments classified as at fair value through profit or loss are calculated using the First-in, First-out (FIFO) method. They represent the difference between an instruments initial carrying amount and disposal amount, or cash payments or receipts made on financial derivative instrument contracts (excluding payments or receipts on collateral margin accounts for such instruments).

#### Operating expenses

The Sub-Funds are responsible for all normal operating expenses including stamp and other duties and charges incurred on the acquisition and realisation of investments. Operating expenses are recognised on an accruals basis.

#### Transaction costs

Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of a financial asset or financial liability. An incremental cost is one that would not have been incurred if the entity had not acquired, issued or disposed of the financial instrument.

#### Deferred income

Deferred income represents amounts received in advance from investors for shares due to be delivered after the Statement of Financial Position date. These amounts are initially recognised as a liability and recognised as income upon delivery of the shares.

### 3. Adoption of New Standards and Amendments

#### Standards and amendments to existing standards effective 1 January 2015

There are no new standards, amendments to standards or interpretations effective for the first time for the financial year beginning 1 August 2015 which have had an impact on the Company's financial position or performance.

#### Standards and amendments to existing standards issued but not yet effective

A number of new standards, amendments to standards and interpretations are effective for financial years beginning after 1 August 2015, and have not been applied in preparing these Financial Statements. Those that the Directors consider relevant to the Company are detailed below.

##### *Amendments to IAS 1*

Amendments to IAS 1 issued in December 2014 clarify that information should not be obscured by aggregating or by providing immaterial information, materiality considerations apply to the all parts of the financial statements, and even when a standard requires a specific disclosure, materiality considerations do apply. The amendments are effective for annual periods beginning 1 January 2016. The Directors do not expect that the adoption of the Amendments to IAS 1 will have a material impact on the financial statements of the Company in future periods.

##### *IFRS 9 Financial Instruments: Classification and Measurement*

IFRS 9 issued in November 2009 and October 2010, is being issued in phases and introduces new requirements dealing with recognition, classification, and measurement and derecognition of financial assets and liabilities. These chapters are tentatively effective for annual periods beginning 1 January 2018, subject to EU endorsement. Further chapters dealing with impairment methodology and hedge accounting are still being developed. The Directors do not expect to implement IFRS 9 until all of its chapters have been published and they can comprehensively assess the impact of all changes on the Company's financial statements.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**4. Financial Assets and Financial Liabilities at Fair Value through Profit or Loss**

The following tables detail the breakdown of the Sub-Funds' financial assets and financial liabilities at fair value through profit or loss as reported in the Statement of Financial Position as at 31 July 2016.

	<b>MS PSAM Global Event UCITS Fund As at 31 July 2016 €</b>	<b>Salar Convertible Absolute Return Fund As at 31 July 2016 US\$</b>	<b>Indus Select Asia Pacific Fund* As at 31 July 2016 US\$</b>	<b>MS Algebris Global Financials UCITS Fund** As at 31 July 2016 €</b>	<b>Emerging Markets Equity Fund As at 31 July 2016 US\$</b>	<b>Indus PacificChoice Asia Fund As at 31 July 2016 US\$</b>
<b>Financial assets held for trading</b>						
Equities	422,441,978	-	-	-	192,730,048	86,751,800
Participatory notes	-	-	-	-	-	1,052,426
Corporate bonds	-	180,960,863	-	-	-	-
Contracts for difference	-	-	-	-	-	7,601,084
Total return swaps	97	54	-	-	639,598	-
Futures contracts	-	-	-	-	-	6,047
Forward currency contracts	-	2,765,846	-	-	-	1,052,351
<b>Total financial assets held for trading</b>	<b>422,442,075</b>	<b>183,726,763</b>	<b>-</b>	<b>-</b>	<b>193,369,646</b>	<b>96,463,708</b>
<b>Financial liabilities held for trading</b>						
Contracts for difference	-	-	-	-	-	(1,842,463)
Total return swaps	-	-	-	-	(14,872,006)	-
Futures contracts	-	-	-	-	-	(1,324,633)
Forward currency contracts	(1,383,268)	-	-	-	-	(6,186,708)
<b>Total financial liabilities held for trading</b>	<b>(1,383,268)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(14,872,006)</b>	<b>(9,353,804)</b>

\* Terminated on 30 October 2015.

\*\* Terminated on 5 February 2016.

	<b>MS Ascend UCITS Fund As at 31 July 2016 US\$</b>	<b>MS Alkeon UCITS Fund As at 31 July 2016 US\$</b>	<b>MS SLJ Macro UCITS Fund As at 31 July 2016 €</b>	<b>MS QTI UCITS Fund As at 31 July 2016 US\$</b>	<b>MS Long Term Trends UCITS Fund As at 31 July 2016 US\$</b>	<b>MS Swiss Life Multi Asset Protected Fund As at 31 July 2016 CHF</b>
<b>Financial assets held for trading</b>						
Equities	155,104,157	93,818,475	-	-	-	27,384,362
Warrants	-	-	-	2,147,812	5,642,376	-
Investment funds	-	-	-	1,037,701	1,232,700	-
Government bonds	-	-	-	10,495,824	29,153,424	-
Exchange traded funds	-	-	-	-	-	26,725,976
Total return swaps	78	-	-	-	-	443,043
Options	-	-	454,801	-	-	1,722,762
Forward currency contracts	2,673,134	903,278	822,926	202,746	300,529	-
<b>Total financial assets held for trading</b>	<b>157,777,369</b>	<b>94,721,753</b>	<b>1,277,727</b>	<b>13,884,083</b>	<b>36,329,029</b>	<b>56,276,143</b>
<b>Financial liabilities held for trading</b>						
Total return swaps	-	(10)	-	-	-	(2,684,688)
Options	-	-	(30,994)	-	-	-
Forward currency contracts	(238,951)	(55,588)	(1,223,632)	(4,282)	(8,198)	-
<b>Total financial liabilities held for trading</b>	<b>(238,951)</b>	<b>(55,598)</b>	<b>(1,254,626)</b>	<b>(4,282)</b>	<b>(8,198)</b>	<b>(2,684,688)</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

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

	MS Dalton Asia Pacific UCITS Fund As at 31 July 2016 €	MS TCW Unconstrained Plus Bond Fund As at 31 July 2016 US\$	MS Broadmark Tactical Plus UCITS Fund As at 31 July 2016 US\$	MS Scientific Beta Global Equity Factors UCITS ETF As at 31 July 2016 US\$	MS Lynx UCITS Fund As at 31 July 2016 US\$	MS Nezu Cyclical Japan UCITS Fund As at 31 July 2016 ¥
<b>Financial assets held for trading</b>						
Equities	80,464,969	-	-	296,016,585	-	6,716,970,867
Warrants	-	-	-	-	33,124,688	-
Participatory notes	14,001,893	-	-	-	-	-
Investment funds	-	2,690,407	-	-	16,562,814	-
Corporate bonds	601,610	28,001,444	-	-	-	-
Government bonds	-	9,136,495	48,945,826	-	115,686,133	-
Contracts for difference	519,509	-	-	-	-	19,737,780
Total return swaps	-	-	-	11,508,590	-	-
Options	673,117	-	56,230	-	-	-
Futures contracts	38,040	-	498,940	-	-	692,626
Forward currency contracts	-	796,431	71,680	-	1,288,586	140,301,034
Asset backed securities	-	64,843,691	-	-	-	-
<b>Total financial assets held for trading</b>	<b>96,299,138</b>	<b>105,468,468</b>	<b>49,572,676</b>	<b>307,525,175</b>	<b>166,662,221</b>	<b>6,877,702,307</b>
<b>Financial liabilities held for trading</b>						
Contracts for difference	(921,043)	-	-	-	-	(4,555,393)
Total return swaps	-	-	-	(22,792,126)	-	-
Options	-	-	(18,640)	-	-	-
Futures contracts	(18,856)	(404,641)	-	-	-	(33,049,724)
Forward currency contracts	(79,477)	(173,412)	-	-	(20,382)	(80,119,027)
<b>Total financial liabilities held for trading</b>	<b>(1,019,376)</b>	<b>(578,053)</b>	<b>(18,640)</b>	<b>(22,792,126)</b>	<b>(20,382)</b>	<b>(117,724,144)</b>
	MS Kairos Enhanced Selection UCITS Fund As at 31 July 2016 €	MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund As at 31 July 2016 €	Global Equity Risk Premia Long/Short UCITS Fund As at 31 July 2016 €	MS Tremblant Long/Short Equity UCITS Fund As at 31 July 2016 US\$	MSCI Emerging Markets ESG Equity Fund As at 31 July 2016 US\$	DAX® 80 Garant As at 31 July 2016 €
<b>Financial assets held for trading</b>						
Equities	37,514,717	402,214,589	389,852,042	45,246,419	463,816,194	11,816,897
Warrants	-	-	-	-	84,122,404	-
Participatory notes	-	-	-	901,487	-	-
Total return swaps	-	2,318,789	6,254,191	-	62,053,364	123,139
Forward currency contracts	-	-	-	198,734	-	-
<b>Total financial assets held for trading</b>	<b>37,514,717</b>	<b>404,533,378</b>	<b>396,106,233</b>	<b>46,346,640</b>	<b>609,991,962</b>	<b>11,940,036</b>
<b>Financial liabilities held for trading</b>						
Total return swaps	-	(14,384,372)	(26,361,806)	(2)	(73,021,975)	(630,260)
Forward currency contracts	-	-	-	(41,242)	-	-
<b>Total financial liabilities held for trading</b>	<b>-</b>	<b>(14,384,372)</b>	<b>(26,361,806)</b>	<b>(41,244)</b>	<b>(73,021,975)</b>	<b>(630,260)</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

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

	Quantica Managed Futures UCITS Fund As at 31 July 2016 US\$	MS Scientific Beta US Equity Factors UCITS ETF As at 31 July 2016 US\$	IPM Systematic Macro UCITS Fund As at 31 July 2016 US\$	Smartfund 80% Protected Balanced Fund As at 31 July 2016 £	Smartfund 80% Protected Growth Fund As at 31 July 2016 £	MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II As at 31 July 2016 €
<b>Financial assets held for trading</b>						
Equities	-	162,230,793	-	15,250,019	11,944,363	35,399,098
Warrants	13,137,020	-	69,418,844	-	-	-
Investment funds	6,433,143	-	34,825,938	-	-	-
Government bonds	69,953,600	-	389,527,735	-	-	-
Exchange traded funds	-	-	-	21,094,569	18,396,806	-
Total return swaps	-	6,263,330	-	1,267,908	1,522,535	297,887
Forward currency contracts	227,146	-	35,420,832	58,402	12,418	-
<b>Total financial assets held for trading</b>	<b>89,750,909</b>	<b>168,494,123</b>	<b>529,193,349</b>	<b>37,670,898</b>	<b>31,876,122</b>	<b>35,696,985</b>
<b>Financial liabilities held for trading</b>						
Total return swaps	-	(6,552,869)	-	(3,392,541)	(3,548,237)	(1,505,529)
Forward currency contracts	(877,670)	-	(19,742,803)	(52,959)	(77,984)	-
<b>Total financial liabilities held for trading</b>	<b>(877,670)</b>	<b>(6,552,869)</b>	<b>(19,742,803)</b>	<b>(3,445,500)</b>	<b>(3,626,221)</b>	<b>(1,505,529)</b>
	Mariner Lenus Healthcare UCITS Fund As at 31 July 2016 US\$	80% Protected Index Portfolio As at 31 July 2016 £	Mariner Investment Diversifying Alternative UCITS Fund As at 31 July 2016 US\$	Smartfund Growth Fund As at 31 July 2016 £	Smartfund Cautious Fund As at 31 July 2016 £	Smartfund Balanced Fund As at 31 July 2016 £
<b>Financial assets held for trading</b>						
Equities	-	-	-	7,729,268	8,132,729	15,629,411
Investment funds	-	-	2,671,190	-	-	-
Corporate bonds	-	-	11,310,203	-	-	-
Contracts for difference	-	-	4,400	-	-	-
Exchange traded funds	-	1,349,920	-	4,650,692	5,094,336	6,624,978
Total return swaps	-	33,085	21,381	1,314,070	508,182	1,463,558
Options	-	-	35,000	-	-	-
Asset backed securities	-	-	16,651,248	-	-	-
<b>Total financial assets held for trading</b>	<b>-</b>	<b>1,383,005</b>	<b>30,693,422</b>	<b>13,694,030</b>	<b>13,735,247</b>	<b>23,717,947</b>
<b>Financial liabilities held for trading</b>						
Total return swaps	-	(73,735)	-	(1,367,336)	(1,379,102)	(2,212,773)
Forward currency contracts	-	-	-	(3,403)	(671)	(39,769)
Credit default swaps	-	-	(330,867)	-	-	-
<b>Total financial liabilities held for trading</b>	<b>-</b>	<b>(73,735)</b>	<b>(330,867)</b>	<b>(1,370,739)</b>	<b>(1,379,773)</b>	<b>(2,252,542)</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

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

	Market Neutral Credit UCITS Fund As at 31 July 2016 US\$	FundLogic Alternatives plc Total As at 31 July 2016 US\$
<b>Financial assets held for trading</b>		
Equities	-	3,210,362,670
Warrants	-	207,593,144
Participatory notes	-	17,611,537
Investment funds	-	65,453,893
Corporate bonds	-	220,945,261
Government bonds	22,656,066	695,555,103
Contracts for difference	-	8,379,017
Exchange traded funds	-	103,613,224
Total return swaps	-	99,113,848
Options	-	3,135,092
Futures contracts	-	554,283
Forward currency contracts	67,329	48,351,878
Asset backed securities	-	81,494,939
Credit default swaps	919,105	919,105
<b>Total financial assets held for trading</b>	<b><u>23,642,500</u></b>	<b><u>4,763,082,994</u></b>
<b>Financial liabilities held for trading</b>		
Contracts for difference	-	(2,916,869)
Total return swaps	-	(183,867,174)
Options	-	(53,299)
Futures contracts	-	(2,072,844)
Forward currency contracts	-	(31,367,104)
Credit default swaps	-	(330,867)
<b>Total financial liabilities held for trading</b>	<b><u>-</u></b>	<b><u>(220,608,157)</u></b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

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

The following tables detail the breakdown of the Sub-Funds' financial assets and financial liabilities at fair value through profit or loss as reported in the Statement of Financial Position as at 31 July 2015.

	<b>MS PSAM Global Event UCITS Fund As at 31 July 2015 €</b>	<b>Salar Convertible Absolute Return Fund As at 31 July 2015 US\$</b>	<b>Indus Select Asia Pacific Fund As at 31 July 2015 US\$</b>	<b>MS Algebris Global Financials UCITS Fund As at 31 July 2015 €</b>	<b>Emerging Markets Equity Fund As at 31 July 2015 US\$</b>	<b>Indus PacificChoice Asia Fund As at 31 July 2015 US\$</b>
<b>Financial assets held for trading</b>						
Equities	907,710,830	5,335,923	7,870,321	4,840,241	123,542,319	164,197,009
Participatory notes	-	-	616,209	-	-	17,042,037
Corporate bonds	-	269,655,666	-	-	-	-
Contracts for difference	-	-	23,445	143,390	-	8,859,210
Total return swaps	-	81	-	-	2,075,379	-
Options	-	-	-	58,690	-	-
Futures contracts	-	-	-	1,040	-	-
Forward currency contracts	526,156	1,463,913	75,872	144,678	-	4,543,014
<b>Total financial assets held for trading</b>	<b>908,236,986</b>	<b>276,455,583</b>	<b>8,585,847</b>	<b>5,188,039</b>	<b>125,617,698</b>	<b>194,641,270</b>
<b>Financial liabilities held for trading</b>						
Contracts for difference	-	(434,665)	(18,866)	(385,063)	-	(5,996,230)
Total return swaps	(315)	-	-	-	-	-
Options	-	-	-	(9,208)	-	-
Forward currency contracts	(2,688,947)	(579,871)	(118,948)	(102,147)	-	(688,659)
<b>Total financial liabilities held for trading</b>	<b>(2,689,262)</b>	<b>(1,014,536)</b>	<b>(137,814)</b>	<b>(496,418)</b>	<b>-</b>	<b>(6,684,889)</b>

## NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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

	MS Ascend UCITS Fund As at 31 July 2015 US\$	MS Alkeon UCITS Fund As at 31 July 2015 US\$	RiverCrest European Equity Alpha Fund * As at 31 July 2015 £	MS Claritas Long Short Market Neutral UCITS Fund ** As at 31 July 2015 US\$	MS SLJ Macro UCITS Fund As at 31 July 2015 €	MS QTI UCITS Fund As at 31 July 2015 US\$
<b>Financial assets held for trading</b>						
Equities	208,908,997	210,961,963	-	-	-	-
Warrants	-	-	-	-	-	2,512,898
Investment funds	-	-	-	-	-	508,967
Government bonds	-	-	-	-	-	11,597,924
Total return swaps	25	-	-	-	-	-
Options	-	-	-	-	177,286	-
Futures contracts	-	-	-	-	3,860	-
Forward currency contracts	397	48,942	-	-	1,359,650	195,316
<b>Total financial assets held for trading</b>	<b>208,909,419</b>	<b>211,010,905</b>	<b>-</b>	<b>-</b>	<b>1,540,796</b>	<b>14,815,105</b>
<b>Financial liabilities held for trading</b>						
Total return swaps	-	(44)	-	-	-	-
Options	-	-	-	-	(43,557)	-
Forward currency contracts	(523,893)	(2,683,620)	-	-	(1,468,391)	-
<b>Total financial liabilities held for trading</b>	<b>(523,893)</b>	<b>(2,683,664)</b>	<b>-</b>	<b>-</b>	<b>(1,511,948)</b>	<b>-</b>

\* Terminated on 17 October 2014.

\*\* Terminated on 15 May 2015.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

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

	MS Turner Spectrum UCITS Fund *** As at 31 July 2015 US\$	MS Long Term Trends UCITS Fund As at 31 July 2015 US\$	MS Discretionary Plus UCITS Fund **** As at 31 July 2015 US\$	MS Swiss Life Multi Asset Protected Fund As at 31 July 2015 CHF	MS Dalton Asia Pacific UCITS Fund As at 31 July 2015 €	MS TCW Unconstrained Plus Bond Fund As at 31 July 2015 US\$
<b>Financial assets held for trading</b>						
Equities	-	-	-	4,199,858	65,752,698	-
Warrants	-	8,577,925	-	-	-	-
Participatory notes	-	-	-	-	14,355,049	-
Investment funds	-	340,510	-	-	-	2,277,266
Corporate bonds	-	-	-	-	621,125	16,132,820
Government bonds	-	37,968,067	-	-	-	2,587,597
Contracts for difference	-	-	-	-	399,927	-
Exchange traded funds	-	-	-	44,583,953	-	-
Total return swaps	-	-	-	733,163	-	-
Options	-	-	-	1,987,414	-	-
Futures contracts	-	-	-	-	130,362	-
Forward currency contracts	-	283,102	-	-	-	5,354
Asset backed securities	-	-	-	-	-	74,902,451
Commercial paper	-	-	-	-	-	5,804,683
<b>Total financial assets held for trading</b>	<b>-</b>	<b>47,169,604</b>	<b>-</b>	<b>51,504,388</b>	<b>81,259,161</b>	<b>101,710,171</b>
<b>Financial liabilities held for trading</b>						
Contracts for difference	-	-	-	-	(758,618)	-
Total return swaps	-	-	-	(353,118)	-	-
Futures contracts	-	-	-	-	(65,197)	(22,503)
Forward currency contracts	-	(2,955)	-	-	(1,052)	(1,322,442)
<b>Total financial liabilities held for trading</b>	<b>-</b>	<b>(2,955)</b>	<b>-</b>	<b>(353,118)</b>	<b>(824,867)</b>	<b>(1,344,945)</b>

\*\*\* Terminated on 12 December 2014.

\*\*\*\* Terminated on 29 October 2014.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

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

	<b>MS Broadmark Tactical Plus UCITS Fund As at 31 July 2015 US\$</b>	<b>MS Scientific Beta Global Equity Factors UCITS ETF As at 31 July 2015 US\$</b>	<b>MS Lynx UCITS Fund As at 31 July 2015 US\$</b>	<b>MS Nezu Cyclicals Japan UCITS Fund As at 31 July 2015 ¥</b>	<b>MS Kairos Enhanced Selection UCITS Fund As at 31 July 2015 €</b>	<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund As at 31 July 2015 €</b>
<b>Financial assets held for trading</b>						
Equities	-	127,382,861	-	16,628,835,656	54,902,711	437,345,717
Warrants	-	-	18,617,292	-	-	-
Investment funds	-	-	9,309,062	-	-	-
Government bonds	48,982,687	-	62,970,329	-	-	-
Contracts for difference	-	-	-	90,324,264	-	-
Total return swaps	-	958,593	-	-	-	7,073,738
Options	710	-	-	-	-	-
Futures contracts	5,545	-	-	9,515,759	-	-
Forward currency contracts	-	-	60,082	102,875,116	-	-
<b>Total financial assets held for trading</b>	<b>48,988,942</b>	<b>128,341,454</b>	<b>90,956,765</b>	<b>16,831,550,795</b>	<b>54,902,711</b>	<b>444,419,455</b>
<b>Financial liabilities held for trading</b>						
Contracts for difference	-	-	-	(6,814,052)	-	-
Total return swaps	-	(2,609,635)	-	-	-	(4,975,941)
Futures contracts	(112,462)	-	-	(30,769,980)	-	-
Forward currency contracts	(97,564)	-	(191,088)	(32,041,919)	-	-
<b>Total financial liabilities held for trading</b>	<b>(210,026)</b>	<b>(2,609,635)</b>	<b>(191,088)</b>	<b>(69,625,951)</b>	<b>-</b>	<b>(4,975,941)</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

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

	Global Equity Risk Premia Long/Short UCITS Fund As at 31 July 2015 €	MS Tremblant Long/Short Equity UCITS Fund As at 31 July 2015 US\$	MSCI Emerging Markets ESG Equity Fund As at 31 July 2015 US\$	FundLogic Alternatives plc Total As at 31 July 2015 US\$
<b>Financial assets held for trading</b>				
Equities	318,441,468	82,319,239	417,123,671	3,462,799,492
Warrants	-	-	91,849,492	121,557,607
Participatory notes	-	1,951,357	-	35,469,783
Investment funds	-	-	-	12,435,805
Corporate bonds	-	-	-	286,474,736
Government bonds	-	-	-	164,106,604
Contracts for difference	-	-	-	10,211,978
Exchange traded funds	-	-	-	46,388,513
Total return swaps	1,919,800	38	31,113,631	44,847,098
Options	-	-	-	2,329,284
Futures contracts	-	-	-	231,794
Forward currency contracts	-	695,451	-	10,445,165
Asset backed securities	-	-	-	74,902,451
Commercial paper	-	-	-	5,804,683
<b>Total financial assets held for trading</b>	<b>320,361,268</b>	<b>84,966,085</b>	<b>540,086,794</b>	<b>4,278,004,993</b>
<b>Financial liabilities held for trading</b>				
Contracts for difference	-	-	-	(7,768,356)
Total return swaps	(11,485,297)	-	(30,636,971)	(51,801,613)
Options	-	-	-	(58,297)
Futures contracts	-	-	-	(455,353)
Forward currency contracts	-	(824,418)	-	(11,999,335)
<b>Total financial liabilities held for trading</b>	<b>(11,485,297)</b>	<b>(824,418)</b>	<b>(30,636,971)</b>	<b>(72,082,954)</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**5. Fair Value of Financial Assets and Financial Liabilities**

The following tables analyse the Sub-Funds' financial assets and liabilities at fair value through profit or loss as at the Statement of Financial Position date within the fair value hierarchy between those whose fair value is based on:

- Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities (Level 1);
- Quoted prices in markets that are not considered to be active or financial instruments priced using inputs other than quoted prices and for which all significant inputs are observable, either directly or indirectly (Level 2); and
- Prices or valuations that require inputs that are both significant to the fair value measurement and unobservable (Level 3).

As at 31 July 2016

<b>Sub-Fund Name</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>MS PSAM Global Event UCITS Fund</b>				
<b>Financial assets held for trading</b>				
Equities	422,441,978	-	-	422,441,978
Total return swaps	-	97	-	97
	<b>422,441,978</b>	<b>97</b>	<b>-</b>	<b>422,442,075</b>
<b>Financial liabilities held for trading</b>				
Forward currency contracts	-	(1,383,268)	-	(1,383,268)
	<b>-</b>	<b>(1,383,268)</b>	<b>-</b>	<b>(1,383,268)</b>
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Salar Convertible Absolute Return Fund</b>				
<b>Financial assets held for trading</b>				
Corporate bonds	-	180,960,863	-	180,960,863
Total return swaps	-	54	-	54
Forward currency contracts	-	2,765,846	-	2,765,846
	<b>-</b>	<b>183,726,763</b>	<b>-</b>	<b>183,726,763</b>
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Emerging Markets Equity Fund</b>				
<b>Financial assets held for trading</b>				
Equities	192,730,048	-	-	192,730,048
Total return swaps	-	639,598	-	639,598
	<b>192,730,048</b>	<b>639,598</b>	<b>-</b>	<b>193,369,646</b>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(14,872,006)	-	(14,872,006)
	<b>-</b>	<b>(14,872,006)</b>	<b>-</b>	<b>(14,872,006)</b>
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Indus PacifiChoice Asia Fund</b>				
<b>Financial assets held for trading</b>				
Equities	86,751,800	-	-	86,751,800
Participatory notes	-	1,052,426	-	1,052,426
Contracts for difference	-	7,601,084	-	7,601,084
Futures contracts	6,047	-	-	6,047
Forward currency contracts	-	1,052,351	-	1,052,351
	<b>86,757,847</b>	<b>9,705,861</b>	<b>-</b>	<b>96,463,708</b>
<b>Financial liabilities held for trading</b>				
Contracts for difference	-	(1,842,463)	-	(1,842,463)
Futures contracts	(1,324,633)	-	-	(1,324,633)
Forward currency contracts	-	(6,186,708)	-	(6,186,708)
	<b>(1,324,633)</b>	<b>(8,029,171)</b>	<b>-</b>	<b>(9,353,804)</b>
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>MS Ascend UCITS Fund</b>				
<b>Financial assets held for trading</b>				
Equities	155,104,157	-	-	155,104,157
Total return swaps	-	78	-	78
Forward currency contracts	-	2,673,134	-	2,673,134
	<b>155,104,157</b>	<b>2,673,212</b>	<b>-</b>	<b>157,777,369</b>
<b>Financial liabilities held for trading</b>				
Forward currency contracts	-	(238,951)	-	(238,951)
	<b>-</b>	<b>(238,951)</b>	<b>-</b>	<b>(238,951)</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**5. Fair Value of Financial Assets and Financial Liabilities (continued)**

As at 31 July 2016

<u>Sub-Fund Name</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>MS Alkeon UCITS Fund</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Financial assets held for trading</b>				
Equities	93,818,475	-	-	93,818,475
Forward currency contracts	-	903,278	-	903,278
	<b>93,818,475</b>	<b>903,278</b>	<b>-</b>	<b>94,721,753</b>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(10)	-	(10)
Forward currency contracts	-	(55,588)	-	(55,588)
	<b>-</b>	<b>(55,598)</b>	<b>-</b>	<b>(55,598)</b>
<b>MS SLJ Macro UCITS Fund</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>Financial assets held for trading</b>				
Options	-	454,801	-	454,801
Forward currency contracts	-	822,926	-	822,926
	<b>-</b>	<b>1,277,727</b>	<b>-</b>	<b>1,277,727</b>
<b>Financial liabilities held for trading</b>				
Options	-	(30,994)	-	(30,994)
Forward currency contracts	-	(1,223,632)	-	(1,223,632)
	<b>-</b>	<b>(1,254,626)</b>	<b>-</b>	<b>(1,254,626)</b>
<b>MS QTI UCITS Fund</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Financial assets held for trading</b>				
Warrants	-	2,147,812	-	2,147,812
Investment funds	-	1,037,701	-	1,037,701
Government bonds	-	10,495,824	-	10,495,824
Forward currency contracts	-	202,746	-	202,746
	<b>-</b>	<b>13,884,083</b>	<b>-</b>	<b>13,884,083</b>
<b>Financial liabilities held for trading</b>				
Forward currency contracts	-	(4,282)	-	(4,282)
	<b>-</b>	<b>(4,282)</b>	<b>-</b>	<b>(4,282)</b>
<b>MS Long Term Trends UCITS Fund</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Financial assets held for trading</b>				
Warrants	-	5,642,376	-	5,642,376
Investment funds	-	1,232,700	-	1,232,700
Government bonds	-	29,153,424	-	29,153,424
Forward currency contracts	-	300,529	-	300,529
	<b>-</b>	<b>36,329,029</b>	<b>-</b>	<b>36,329,029</b>
<b>Financial liabilities held for trading</b>				
Forward currency contracts	-	(8,198)	-	(8,198)
	<b>-</b>	<b>(8,198)</b>	<b>-</b>	<b>(8,198)</b>
<b>MS Swiss Life Multi Asset Protected Fund</b>	<b>CHF</b>	<b>CHF</b>	<b>CHF</b>	<b>CHF</b>
<b>Financial assets held for trading</b>				
Equities	27,384,362	-	-	27,384,362
Exchange traded funds	26,725,976	-	-	26,725,976
Total return swaps	-	443,043	-	443,043
Options	-	1,722,762	-	1,722,762
	<b>54,110,338</b>	<b>2,165,805</b>	<b>-</b>	<b>56,276,143</b>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(2,684,688)	-	(2,684,688)
	<b>-</b>	<b>(2,684,688)</b>	<b>-</b>	<b>(2,684,688)</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**5. Fair Value of Financial Assets and Financial Liabilities (continued)**

As at 31 July 2016

<u>Sub-Fund Name</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
	€	€	€	€
<b>MS Dalton Asia Pacific UCITS Fund</b>				
<b>Financial assets held for trading</b>				
Equities	80,464,969	-	-	80,464,969
Participatory notes	-	14,001,893	-	14,001,893
Corporate bonds	-	601,610	-	601,610
Contracts for difference	-	519,509	-	519,509
Options	-	673,117	-	673,117
Futures contracts	38,040	-	-	38,040
	<b>80,503,009</b>	<b>15,796,129</b>	<b>-</b>	<b>96,299,138</b>
<b>Financial liabilities held for trading</b>				
Contracts for difference	-	(921,043)	-	(921,043)
Futures contracts	(18,856)	-	-	(18,856)
Forward currency contracts	-	(79,477)	-	(79,477)
	<b>(18,856)</b>	<b>(1,000,520)</b>	<b>-</b>	<b>(1,019,376)</b>
	US\$	US\$	US\$	US\$
<b>MS TCW Unconstrained Plus Bond Fund</b>				
<b>Financial assets held for trading</b>				
Investment funds	-	2,690,407	-	2,690,407
Corporate bonds	-	28,001,444	-	28,001,444
Government bonds	-	9,136,495	-	9,136,495
Forward currency contracts	-	796,431	-	796,431
Asset backed securities	-	64,843,691	-	64,843,691
	-	<b>105,468,468</b>	-	<b>105,468,468</b>
<b>Financial liabilities held for trading</b>				
Futures contracts	(404,641)	-	-	(404,641)
Forward currency contracts	-	(173,412)	-	(173,412)
	<b>(404,641)</b>	<b>(173,412)</b>	<b>-</b>	<b>(578,053)</b>
	US\$	US\$	US\$	US\$
<b>MS Broadmark Tactical Plus UCITS Fund</b>				
<b>Financial assets held for trading</b>				
Government bonds	-	48,945,826	-	48,945,826
Options	-	56,230	-	56,230
Futures contracts	498,940	-	-	498,940
Forward currency contracts	-	71,680	-	71,680
	<b>498,940</b>	<b>49,073,736</b>	<b>-</b>	<b>49,572,676</b>
<b>Financial liabilities held for trading</b>				
Options	-	(18,640)	-	(18,640)
	-	<b>(18,640)</b>	-	<b>(18,640)</b>
	US\$	US\$	US\$	US\$
<b>MS Scientific Beta Global Equity Factors UCITS ETF</b>				
<b>Financial assets held for trading</b>				
Equities	296,016,585	-	-	296,016,585
Total return swaps	-	11,508,590	-	11,508,590
	<b>296,016,585</b>	<b>11,508,590</b>	<b>-</b>	<b>307,525,175</b>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(22,792,126)	-	(22,792,126)
	-	<b>(22,792,126)</b>	-	<b>(22,792,126)</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**5. Fair Value of Financial Assets and Financial Liabilities (continued)**

As at 31 July 2016

<u>Sub-Fund Name</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>MS Lynx UCITS Fund</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Financial assets held for trading</b>				
Warrants	-	33,124,688	-	33,124,688
Investment funds	-	16,562,814	-	16,562,814
Government bonds	-	115,686,133	-	115,686,133
Forward currency contracts	-	1,288,586	-	1,288,586
	-	<b>166,662,221</b>	-	<b>166,662,221</b>
<b>Financial liabilities held for trading</b>				
Forward currency contracts	-	(20,382)	-	(20,382)
	-	<b>(20,382)</b>	-	<b>(20,382)</b>
<b>MS Nezu Cyclical Japan UCITS Fund</b>	<b>¥</b>	<b>¥</b>	<b>¥</b>	<b>¥</b>
<b>Financial assets held for trading</b>				
Equities	6,716,970,867	-	-	6,716,970,867
Contracts for difference	-	19,737,780	-	19,737,780
Futures contracts	692,626	-	-	692,626
Forward currency contracts	-	140,301,034	-	140,301,034
	<b>6,717,663,493</b>	<b>160,038,814</b>	-	<b>6,877,702,307</b>
<b>Financial liabilities held for trading</b>				
Contracts for difference	-	(4,555,393)	-	(4,555,393)
Futures contracts	(33,049,724)	-	-	(33,049,724)
Forward currency contracts	-	(80,119,027)	-	(80,119,027)
	<b>(33,049,724)</b>	<b>(84,674,420)</b>	-	<b>(117,724,144)</b>
<b>MS Kairos Enhanced Selection UCITS Fund</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>Financial assets held for trading</b>				
Equities	37,514,717	-	-	37,514,717
	<b>37,514,717</b>	-	-	<b>37,514,717</b>
<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>Financial assets held for trading</b>				
Equities	402,214,589	-	-	402,214,589
Total return swaps	-	2,318,789	-	2,318,789
	<b>402,214,589</b>	<b>2,318,789</b>	-	<b>404,533,378</b>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(14,384,372)	-	(14,384,372)
	-	<b>(14,384,372)</b>	-	<b>(14,384,372)</b>
<b>Global Equity Risk Premia Long/Short UCITS Fund</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>Financial assets held for trading</b>				
Equities	389,852,042	-	-	389,852,042
Total return swaps	-	6,254,191	-	6,254,191
	<b>389,852,042</b>	<b>6,254,191</b>	-	<b>396,106,233</b>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(26,361,806)	-	(26,361,806)
	-	<b>(26,361,806)</b>	-	<b>(26,361,806)</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**5. Fair Value of Financial Assets and Financial Liabilities (continued)**

As at 31 July 2016

<u>Sub-Fund Name</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>MS Tremblant Long/Short Equity UCITS Fund</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Financial assets held for trading</b>				
Equities	45,246,419	-	-	45,246,419
Participatory notes	-	901,487	-	901,487
Forward currency contracts	-	198,734	-	198,734
	<b>45,246,419</b>	<b>1,100,221</b>	<b>-</b>	<b>46,346,640</b>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(2)	-	(2)
Forward currency contracts	-	(41,242)	-	(41,242)
	<b>-</b>	<b>(41,244)</b>	<b>-</b>	<b>(41,244)</b>
<b>MSCI Emerging Markets ESG Equity Fund</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Financial assets held for trading</b>				
Equities	463,816,194	-	-	463,816,194
Warrants	-	84,122,404	-	84,122,404
Total return swaps	-	62,053,364	-	62,053,364
	<b>463,816,194</b>	<b>146,175,768</b>	<b>-</b>	<b>609,991,962</b>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(73,021,975)	-	(73,021,975)
	<b>-</b>	<b>(73,021,975)</b>	<b>-</b>	<b>(73,021,975)</b>
<b>DAX® 80 Garant</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>Financial assets held for trading</b>				
Equities	11,816,897	-	-	11,816,897
Total return swaps	-	123,139	-	123,139
	<b>11,816,897</b>	<b>123,139</b>	<b>-</b>	<b>11,940,036</b>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(630,260)	-	(630,260)
	<b>-</b>	<b>(630,260)</b>	<b>-</b>	<b>(630,260)</b>
<b>Quantica Managed Futures UCITS Fund</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Financial assets held for trading</b>				
Warrants	-	13,137,020	-	13,137,020
Investment funds	-	6,433,143	-	6,433,143
Government bonds	-	69,953,600	-	69,953,600
Forward currency contracts	-	227,146	-	227,146
	<b>-</b>	<b>89,750,909</b>	<b>-</b>	<b>89,750,909</b>
<b>Financial liabilities held for trading</b>				
Forward currency contracts	-	(877,670)	-	(877,670)
	<b>-</b>	<b>(877,670)</b>	<b>-</b>	<b>(877,670)</b>
<b>MS Scientific Beta US Equity Factors UCITS ETF</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Financial assets held for trading</b>				
Equities	162,230,793	-	-	162,230,793
Total return swaps	-	6,263,330	-	6,263,330
	<b>162,230,793</b>	<b>6,263,330</b>	<b>-</b>	<b>168,494,123</b>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(6,552,869)	-	(6,552,869)
	<b>-</b>	<b>(6,552,869)</b>	<b>-</b>	<b>(6,552,869)</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**5. Fair Value of Financial Assets and Financial Liabilities (continued)**

As at 31 July 2016

<u>Sub-Fund Name</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>IPM Systematic Macro UCITS Fund</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Financial assets held for trading</b>				
Warrants	-	69,418,844	-	69,418,844
Investment funds	-	34,825,938	-	34,825,938
Government bonds	-	389,527,735	-	389,527,735
Forward currency contracts	-	35,420,832	-	35,420,832
	-	<b>529,193,349</b>	-	<b>529,193,349</b>
<b>Financial liabilities held for trading</b>				
Forward currency contracts	-	(19,742,803)	-	(19,742,803)
	-	<b>(19,742,803)</b>	-	<b>(19,742,803)</b>
<b>Smartfund 80% Protected Balanced Fund</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Financial assets held for trading</b>				
Equities	15,250,019	-	-	15,250,019
Exchange traded funds	21,094,569	-	-	21,094,569
Total return swaps	-	1,267,908	-	1,267,908
Forward currency contracts	-	58,402	-	58,402
	<b>36,344,588</b>	<b>1,326,310</b>	-	<b>37,670,898</b>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(3,392,541)	-	(3,392,541)
Forward currency contracts	-	(52,959)	-	(52,959)
	-	<b>(3,445,500)</b>	-	<b>(3,445,500)</b>
<b>Smartfund 80% Protected Growth Fund</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Financial assets held for trading</b>				
Equities	11,944,363	-	-	11,944,363
Exchange traded funds	18,396,806	-	-	18,396,806
Total return swaps	-	1,522,535	-	1,522,535
Forward currency contracts	-	12,418	-	12,418
	<b>30,341,169</b>	<b>1,534,953</b>	-	<b>31,876,122</b>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(3,548,237)	-	(3,548,237)
Forward currency contracts	-	(77,984)	-	(77,984)
	-	<b>(3,626,221)</b>	-	<b>(3,626,221)</b>
<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>Financial assets held for trading</b>				
Equities	35,399,098	-	-	35,399,098
Total return swaps	-	297,887	-	297,887
	<b>35,399,098</b>	<b>297,887</b>	-	<b>35,696,985</b>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(1,505,529)	-	(1,505,529)
	-	<b>(1,505,529)</b>	-	<b>(1,505,529)</b>
<b>80% Protected Index Portfolio</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Financial assets held for trading</b>				
Exchange traded funds	1,349,920	-	-	1,349,920
Total return swaps	-	33,085	-	33,085
	<b>1,349,920</b>	<b>33,085</b>	-	<b>1,383,005</b>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(73,735)	-	(73,735)
	-	<b>(73,735)</b>	-	<b>(73,735)</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**5. Fair Value of Financial Assets and Financial Liabilities (continued)**

As at 31 July 2016

<u>Sub-Fund Name</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>Mariner Investment Diversifying Alternative UCITS Fund</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Financial assets held for trading</b>				
Investment funds	-	2,671,190	-	2,671,190
Corporate bonds	-	11,310,203	-	11,310,203
Contracts for difference	4,400	-	-	4,400
Total return swaps	-	21,381	-	21,381
Options	-	35,000	-	35,000
Asset backed securities	-	16,651,248	-	16,651,248
	<b>4,400</b>	<b>30,689,022</b>	<b>-</b>	<b>30,693,422</b>
<b>Financial liabilities held for trading</b>				
Credit default swaps	-	(330,867)	-	(330,867)
	<b>-</b>	<b>(330,867)</b>	<b>-</b>	<b>(330,867)</b>
<b>Smartfund Growth Fund</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Financial assets held for trading</b>				
Equities	7,729,268	-	-	7,729,268
Exchange traded funds	4,650,692	-	-	4,650,692
Total return swaps	-	1,314,070	-	1,314,070
	<b>12,379,960</b>	<b>1,314,070</b>	<b>-</b>	<b>13,694,030</b>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(1,367,336)	-	(1,367,336)
Forward currency contracts	-	(3,403)	-	(3,403)
	<b>-</b>	<b>(1,370,739)</b>	<b>-</b>	<b>(1,370,739)</b>
<b>Smartfund Cautious Fund</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Financial assets held for trading</b>				
Equities	8,132,729	-	-	8,132,729
Exchange traded funds	5,094,336	-	-	5,094,336
Total return swaps	-	508,182	-	508,182
	<b>13,227,065</b>	<b>508,182</b>	<b>-</b>	<b>13,735,247</b>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(1,379,102)	-	(1,379,102)
Forward currency contracts	-	(671)	-	(671)
	<b>-</b>	<b>(1,379,773)</b>	<b>-</b>	<b>(1,379,773)</b>
<b>Smartfund Balanced Fund</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Financial assets held for trading</b>				
Equities	15,629,411	-	-	15,629,411
Exchange traded funds	6,624,978	-	-	6,624,978
Total return swaps	-	1,463,558	-	1,463,558
	<b>22,254,389</b>	<b>1,463,558</b>	<b>-</b>	<b>23,717,947</b>
<b>Financial liabilities held for trading</b>				
Contracts for difference	-	-	-	-
Total return swaps	-	(2,212,773)	-	(2,212,773)
Forward currency contracts	-	(39,769)	-	(39,769)
	<b>-</b>	<b>(2,252,542)</b>	<b>-</b>	<b>(2,252,542)</b>
<b>Market Neutral Credit UCITS Fund</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Financial assets held for trading</b>				
Government bonds	-	22,656,066	-	22,656,066
Forward currency contracts	-	67,329	-	67,329
Credit default swaps	-	919,105	-	919,105
	<b>-</b>	<b>23,642,500</b>	<b>-</b>	<b>23,642,500</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**5. Fair Value of Financial Assets and Financial Liabilities (continued)**

As at 31 July 2016

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
	US\$	US\$	US\$	US\$
<b>FundLogic Alternatives plc Total</b>				
<b>Financial assets held for trading</b>				
Equities	3,210,362,670	-	-	3,210,362,670
Warrants	-	207,593,144	-	207,593,144
Participatory notes	-	17,611,537	-	17,611,537
Investment funds	-	65,453,893	-	65,453,893
Corporate bonds	-	220,945,261	-	220,945,261
Government bonds	-	695,555,103	-	695,555,103
Contracts for difference	-	8,379,017	-	8,379,017
Exchange traded funds	103,613,224	-	-	103,613,224
Total return swaps	-	99,113,848	-	99,113,848
Options	-	3,135,092	-	3,135,092
Futures contracts	554,283	-	-	554,283
Forward currency contracts	-	48,351,878	-	48,351,878
Asset backed securities	-	81,494,939	-	81,494,939
Credit default swaps	-	919,105	-	919,105
	<u>3,314,530,177</u>	<u>1,448,552,817</u>	-	<u>4,763,082,994</u>
<b>Financial liabilities held for trading</b>				
Contracts for difference	-	(2,916,869)	-	(2,916,869)
Total return swaps	-	(183,867,174)	-	(183,867,174)
Options	-	(53,299)	-	(53,299)
Futures contracts	(2,072,844)	-	-	(2,072,844)
Forward currency contracts	-	(31,367,104)	-	(31,367,104)
Credit default swaps	-	(330,867)	-	(330,867)
	<u>(2,072,844)</u>	<u>(218,535,313)</u>	-	<u>(220,608,157)</u>

Indus Select Asia Pacific Fund, MS Algebris Global Financials UCITS Fund and Mariner Lenus Healthcare UCITS Fund did not hold any financial assets and liabilities at fair value through profit or loss as at 31 July 2016.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**5. Fair Value of Financial Assets and Financial Liabilities (continued)**

As at 31 July 2015

<u>Sub-Fund Name</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>MS PSAM Global Event UCITS Fund</b>	€	€	€	€
<b>Financial assets held for trading</b>				
Equities	907,710,830	-	-	907,710,830
Forward currency contracts	-	526,156	-	526,156
	<b>907,710,830</b>	<b>526,156</b>	-	<b>908,236,986</b>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(315)	-	(315)
Forward currency contracts	-	(2,688,947)	-	(2,688,947)
	-	<b>(2,689,262)</b>	-	<b>(2,689,262)</b>
<b>Salar Convertible Absolute Return Fund</b>	US\$	US\$	US\$	US\$
<b>Financial assets held for trading</b>				
Equities	5,335,923	-	-	5,335,923
Corporate bonds	-	269,655,666	-	269,655,666
Total return swaps	-	81	-	81
Forward currency contracts	-	1,463,913	-	1,463,913
	<b>5,335,923</b>	<b>271,119,660</b>	-	<b>276,455,583</b>
<b>Financial liabilities held for trading</b>				
Contracts for difference	-	(434,665)	-	(434,665)
Forward currency contracts	-	(579,871)	-	(579,871)
	-	<b>(1,014,536)</b>	-	<b>(1,014,536)</b>
<b>Indus Select Asia Pacific Fund</b>	US\$	US\$	US\$	US\$
<b>Financial assets held for trading</b>				
Equities	7,870,321	-	-	7,870,321
Participatory notes	-	616,209	-	616,209
Contracts for difference	-	23,445	-	23,445
Forward currency contracts	-	75,872	-	75,872
	<b>7,870,321</b>	<b>715,526</b>	-	<b>8,585,847</b>
<b>Financial liabilities held for trading</b>				
Contracts for difference	-	(18,866)	-	(18,866)
Forward currency contracts	-	(118,948)	-	(118,948)
	-	<b>(137,814)</b>	-	<b>(137,814)</b>
<b>MS Algebris Global Financials UCITS Fund</b>	€	€	€	€
<b>Financial assets held for trading</b>				
Equities	4,354,247	-	485,994	4,840,241
Contracts for difference	-	143,390	-	143,390
Options	-	58,690	-	58,690
Futures contracts	1,040	-	-	1,040
Forward currency contracts	-	144,678	-	144,678
	<b>4,355,287</b>	<b>346,758</b>	<b>485,994</b>	<b>5,188,039</b>
<b>Financial liabilities held for trading</b>				
Contracts for difference	-	(385,063)	-	(385,063)
Options	-	(9,208)	-	(9,208)
Forward currency contracts	-	(102,147)	-	(102,147)
	-	<b>(496,418)</b>	-	<b>(496,418)</b>
<b>Emerging Markets Equity Fund</b>	US\$	US\$	US\$	US\$
<b>Financial assets held for trading</b>				
Equities	123,542,319	-	-	123,542,319
Total return swaps	-	2,075,379	-	2,075,379
	<b>123,542,319</b>	<b>2,075,379</b>	-	<b>125,617,698</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**5. Fair Value of Financial Assets and Financial Liabilities (continued)**

As at 31 July 2015

<u>Sub-Fund Name</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>Indus PacifiChoice Asia Fund</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Financial assets held for trading</b>				
Equities	164,197,009	-	-	164,197,009
Participatory notes	-	17,042,037	-	17,042,037
Contracts for difference	-	8,859,210	-	8,859,210
Forward currency contracts	-	4,543,014	-	4,543,014
	<b>164,197,009</b>	<b>30,444,261</b>	<b>-</b>	<b>194,641,270</b>
<b>Financial liabilities held for trading</b>				
Contracts for difference	-	(5,996,230)	-	(5,996,230)
Forward currency contracts	-	(688,659)	-	(688,659)
	<b>-</b>	<b>(6,684,889)</b>	<b>-</b>	<b>(6,684,889)</b>
<b>MS Ascend UCITS Fund</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Financial assets held for trading</b>				
Equities	208,908,997	-	-	208,908,997
Total return swaps	-	25	-	25
Forward currency contracts	-	397	-	397
	<b>208,908,997</b>	<b>422</b>	<b>-</b>	<b>208,909,419</b>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	-	-	-
Forward currency contracts	-	(523,893)	-	(523,893)
	<b>-</b>	<b>(523,893)</b>	<b>-</b>	<b>(523,893)</b>
<b>MS Alkeon UCITS Fund</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Financial assets held for trading</b>				
Equities	210,961,963	-	-	210,961,963
Forward currency contracts	-	48,942	-	48,942
	<b>210,961,963</b>	<b>48,942</b>	<b>-</b>	<b>211,010,905</b>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(44)	-	(44)
Forward currency contracts	-	(2,683,620)	-	(2,683,620)
	<b>-</b>	<b>(2,683,664)</b>	<b>-</b>	<b>(2,683,664)</b>
<b>MS SLJ Macro UCITS Fund</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>Financial assets held for trading</b>				
Options	-	177,286	-	177,286
Futures contracts	3,860	-	-	3,860
Forward currency contracts	-	1,359,650	-	1,359,650
	<b>3,860</b>	<b>1,536,936</b>	<b>-</b>	<b>1,540,796</b>
<b>Financial liabilities held for trading</b>				
Options	-	(43,557)	-	(43,557)
Forward currency contracts	-	(1,468,391)	-	(1,468,391)
	<b>-</b>	<b>(1,511,948)</b>	<b>-</b>	<b>(1,511,948)</b>
<b>MS QTI UCITS Fund</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Financial assets held for trading</b>				
Warrants	-	2,512,898	-	2,512,898
Investment funds	-	508,967	-	508,967
Government bonds	-	11,597,924	-	11,597,924
Forward currency contracts	-	195,316	-	195,316
	<b>-</b>	<b>14,815,105</b>	<b>-</b>	<b>14,815,105</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**5. Fair Value of Financial Assets and Financial Liabilities (continued)**
**As at 31 July 2015**

<b>Sub-Fund Name</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<b>MS Long Term Trends UCITS Fund</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Financial assets held for trading</b>				
Warrants	-	8,577,925	-	8,577,925
Investment funds	-	340,510	-	340,510
Government bonds	-	37,968,067	-	37,968,067
Forward currency contracts	-	283,102	-	283,102
	-	<b>47,169,604</b>	-	<b>47,169,604</b>
<b>Financial liabilities held for trading</b>				
Forward currency contracts	-	(2,955)	-	(2,955)
	-	<b>(2,955)</b>	-	<b>(2,955)</b>
<b>MS Swiss Life Multi Asset Protected Fund</b>	<b>CHF</b>	<b>CHF</b>	<b>CHF</b>	<b>CHF</b>
<b>Financial assets held for trading</b>				
Equities	4,199,858	-	-	4,199,858
Exchange traded funds	44,583,953	-	-	44,583,953
Total return swaps	-	733,163	-	733,163
Options	-	1,987,414	-	1,987,414
	<b>48,783,811</b>	<b>2,720,577</b>	-	<b>51,504,388</b>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(353,118)	-	(353,118)
	-	<b>(353,118)</b>	-	<b>(353,118)</b>
<b>MS Dalton Asia Pacific UCITS Fund</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>Financial assets held for trading</b>				
Equities	65,752,698	-	-	65,752,698
Participatory notes	-	14,355,049	-	14,355,049
Corporate bonds	-	621,125	-	621,125
Contracts for difference	-	399,927	-	399,927
Futures contracts	130,362	-	-	130,362
	<b>65,883,060</b>	<b>15,376,101</b>	-	<b>81,259,161</b>
<b>Financial liabilities held for trading</b>				
Contracts for difference	-	(758,618)	-	(758,618)
Futures contracts	(65,197)	-	-	(65,197)
Forward currency contracts	-	(1,052)	-	(1,052)
	<b>(65,197)</b>	<b>(759,670)</b>	-	<b>(824,867)</b>
<b>MS TCW Unconstrained Plus Bond Fund</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Financial assets held for trading</b>				
Investment funds	-	2,277,266	-	2,277,266
Corporate bonds	-	16,132,820	-	16,132,820
Government bonds	-	2,587,597	-	2,587,597
Forward currency contracts	-	5,354	-	5,354
Asset backed securities	-	74,902,451	-	74,902,451
Commercial paper	-	5,804,683	-	5,804,683
	-	<b>101,710,171</b>	-	<b>101,710,171</b>
<b>Financial liabilities held for trading</b>				
Futures contracts	(22,503)	-	-	(22,503)
Forward currency contracts	-	(1,322,442)	-	(1,322,442)
	<b>(22,503)</b>	<b>(1,322,442)</b>	-	<b>(1,344,945)</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**5. Fair Value of Financial Assets and Financial Liabilities (continued)**

As at 31 July 2015

<u>Sub-Fund Name</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>MS Broadmark Tactical Plus UCITS Fund</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Financial assets held for trading</b>				
Government bonds	-	48,982,687	-	48,982,687
Options	-	710	-	710
Futures contracts	5,545	-	-	5,545
	<u>5,545</u>	<u>48,983,397</u>	<u>-</u>	<u>48,988,942</u>
<b>Financial liabilities held for trading</b>				
Futures contracts	(112,462)	-	-	(112,462)
Forward currency contracts	-	(97,564)	-	(97,564)
	<u>(112,462)</u>	<u>(97,564)</u>	<u>-</u>	<u>(210,026)</u>
<b>MS Scientific Beta Global Equity Factors UCITS ETF</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Financial assets held for trading</b>				
Equities	127,382,861	-	-	127,382,861
Total return swaps	-	958,593	-	958,593
	<u>127,382,861</u>	<u>958,593</u>	<u>-</u>	<u>128,341,454</u>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(2,609,635)	-	(2,609,635)
	<u>-</u>	<u>(2,609,635)</u>	<u>-</u>	<u>(2,609,635)</u>
<b>MS Lynx UCITS Fund</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
<b>Financial assets held for trading</b>				
Warrants	-	18,617,292	-	18,617,292
Investment funds	-	9,309,062	-	9,309,062
Government bonds	-	62,970,329	-	62,970,329
Forward currency contracts	-	60,082	-	60,082
	<u>-</u>	<u>90,956,765</u>	<u>-</u>	<u>90,956,765</u>
<b>Financial liabilities held for trading</b>				
Forward currency contracts	-	(191,088)	-	(191,088)
	<u>-</u>	<u>(191,088)</u>	<u>-</u>	<u>(191,088)</u>
<b>MS Nezu Cyclicals Japan UCITS Fund</b>	<b>¥</b>	<b>¥</b>	<b>¥</b>	<b>¥</b>
<b>Financial assets held for trading</b>				
Equities	16,628,835,656	-	-	16,628,835,656
Contracts for difference	-	90,324,264	-	90,324,264
Futures contracts	9,515,759	-	-	9,515,759
Forward currency contracts	-	102,875,116	-	102,875,116
	<u>16,638,351,415</u>	<u>193,199,380</u>	<u>-</u>	<u>16,831,550,795</u>
<b>Financial liabilities held for trading</b>				
Contracts for difference	-	(6,814,052)	-	(6,814,052)
Futures contracts	(30,769,980)	-	-	(30,769,980)
Forward currency contracts	-	(32,041,919)	-	(32,041,919)
	<u>(30,769,980)</u>	<u>(38,855,971)</u>	<u>-</u>	<u>(69,625,951)</u>
<b>MS Kairos Enhanced Selection UCITS Fund</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>Financial assets held for trading</b>				
Equities	54,902,711	-	-	54,902,711
	<u>54,902,711</u>	<u>-</u>	<u>-</u>	<u>54,902,711</u>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**5. Fair Value of Financial Assets and Financial Liabilities (continued)**

As at 31 July 2015

<u>Sub-Fund Name</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund</b>	€	€	€	€
<b>Financial assets held for trading</b>				
Equities	437,345,717	-	-	437,345,717
Total return swaps	-	7,073,738	-	7,073,738
	<u>437,345,717</u>	<u>7,073,738</u>	<u>-</u>	<u>444,419,455</u>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(4,975,941)	-	(4,975,941)
	<u>-</u>	<u>(4,975,941)</u>	<u>-</u>	<u>(4,975,941)</u>
<b>Global Equity Risk Premia Long/Short UCITS Fund</b>	€	€	€	€
<b>Financial assets held for trading</b>				
Equities	318,441,468	-	-	318,441,468
Total return swaps	-	1,919,800	-	1,919,800
	<u>318,441,468</u>	<u>1,919,800</u>	<u>-</u>	<u>320,361,268</u>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(11,485,297)	-	(11,485,297)
	<u>-</u>	<u>(11,485,297)</u>	<u>-</u>	<u>(11,485,297)</u>
<b>MS Tremblant Long/Short Equity UCITS Fund</b>	US\$	US\$	US\$	US\$
<b>Financial assets held for trading</b>				
Equities	82,319,239	-	-	82,319,239
Participatory notes	-	1,951,357	-	1,951,357
Total return swaps	-	38	-	38
Forward currency contracts	-	695,451	-	695,451
	<u>82,319,239</u>	<u>2,646,846</u>	<u>-</u>	<u>84,966,085</u>
<b>Financial liabilities held for trading</b>				
Forward currency contracts	-	(824,418)	-	(824,418)
	<u>-</u>	<u>(824,418)</u>	<u>-</u>	<u>(824,418)</u>
<b>MSCI Emerging Markets ESG Equity Fund</b>	US\$	US\$	US\$	US\$
<b>Financial assets held for trading</b>				
Equities	417,123,671	-	-	417,123,671
Warrants	-	91,849,492	-	91,849,492
Total return swaps	-	31,113,631	-	31,113,631
	<u>417,123,671</u>	<u>122,963,123</u>	<u>-</u>	<u>540,086,794</u>
<b>Financial liabilities held for trading</b>				
Total return swaps	-	(30,636,971)	-	(30,636,971)
	<u>-</u>	<u>(30,636,971)</u>	<u>-</u>	<u>(30,636,971)</u>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**5. Fair Value of Financial Assets and Financial Liabilities (continued)**

As at 31 July 2015

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
	US\$	US\$	US\$	US\$
<b>FundLogic Alternatives plc Total</b>				
<b>Financial assets held for trading</b>				
Equities	3,462,262,541	-	536,951	3,462,799,492
Warrants	-	121,557,607	-	121,557,607
Participatory notes	-	35,469,783	-	35,469,783
Investment funds	-	12,435,805	-	12,435,805
Corporate bonds	-	286,474,736	-	286,474,736
Government bonds	-	164,106,604	-	164,106,604
Contracts for difference	-	10,211,978	-	10,211,978
Exchange traded funds	46,388,513	-	-	46,388,513
Total return swaps	-	44,847,098	-	44,847,098
Options	-	2,329,284	-	2,329,284
Futures contracts	231,794	-	-	231,794
Forward currency contracts	-	10,445,165	-	10,445,165
Asset backed securities	-	74,902,451	-	74,902,451
Commercial paper	-	5,804,683	-	5,804,683
	<b><u>3,508,882,848</u></b>	<b><u>768,585,194</u></b>	<b><u>536,951</u></b>	<b><u>4,278,004,993</u></b>
<b>Financial liabilities held for trading</b>				
Contracts for difference	-	(7,768,356)	-	(7,768,356)
Total return swaps	-	(51,801,613)	-	(51,801,613)
Options	-	(58,297)	-	(58,297)
Futures contracts	(455,353)	-	-	(455,353)
Forward currency contracts	-	(11,999,335)	-	(11,999,335)
	<b><u>(455,353)</u></b>	<b><u>(71,627,601)</u></b>	<b><u>-</u></b>	<b><u>(72,082,954)</u></b>

RiverCrest European Equity Alpha Fund, MS Claritas Long Short Market Neutral UCITS Fund, MS Turner Spectrum UCITS Fund and MS Discretionary Plus UCITS Fund did not hold any financial assets and liabilities at fair value through profit or loss as at 31 July 2015.

When fair values of listed securities as well as publicly traded derivatives at the Statement of Financial Position date are based on quoted market prices or binding dealer price quotations, without any deduction for transaction costs, the instruments are included within Level 1 of the hierarchy. When a Sub-Fund has assets and liabilities with offsetting market risks, it uses last traded prices as a basis for establishing fair values for the off-setting risk positions and applies the last traded prices to the net open position.

The Company uses widely recognised valuation models for determining fair values of over-the-counter swaps and forward currency contracts. The most frequently applied valuation techniques include forward pricing and swap models, using present value calculations. The models incorporate various inputs including the credit quality of counterparties, foreign exchange spot and forward rates and swap curves. The Company uses vendor prices for determining the fair values of corporate and government bonds. For these financial instruments, inputs into models are market observable and are therefore included within Level 2.

The fair values of over-the-counter options on traded equity securities are calculated using an options pricing model by reference to the following market-based inputs: (i) expected volatility, (ii) expected dividends yield, and (iii) the risk-free rate of interest, which are all considered to be market observable. Therefore, the fair values of over-the-counter options on traded equity securities are included within Level 2.

There were no transfers between Level 1 and Level 2 during the year ended 31 July 2016 (2015: None).

There were no investments categorised as Level 3 investments as at 31 July 2016. The equities categorised as Level 3 investments as at 31 July 2015 relates to the Quindell investment held by MS Algebris Global Financials UCITS Fund which was classified as Level 3 as trading in its shares was suspended at year end. There were no other investments as at 31 July 2015 classified as Level 3.

## NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

## 5. Fair Value of Financial Assets and Financial Liabilities (continued)

The following table shows a reconciliation from the opening balances to the closing balances of investments categorised as Level 3 investments for MS Algebris Global Financials UCITS Fund, the only Sub-Fund with Level 3 investments at 31 July 2016 or 31 July 2015.

	<u>Equities</u>	<u>Total</u>
	€	€
<b>Balance as at 1 August 2014</b>	-	-
Transfers into Level 3	-	-
Transfers out of Level 3	-	-
Purchases	474,180	474,180
Sales	-	-
Total gains recognised in profit or loss	11,814	11,814
<b>Balance as at 31 July 2015</b>	<u>485,994</u>	<u>485,994</u>
<b>Balance as at 1 August 2015</b>	<b>485,994</b>	<b>485,994</b>
Transfers into Level 3	-	-
Transfers out of Level 3	-	-
Purchases	-	-
Sales	(477,234)	(477,234)
Total losses recognised in profit or loss	(8,760)	(8,760)
<b>Balance as at 31 July 2016</b>	<u>-</u>	<u>-</u>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments**

Typically, financial derivative instruments serve as components of the Sub-Funds' investment strategies and are utilised primarily to structure and hedge investments, to enhance performance and reduce risk to the Sub-Fund (the Company does not designate any derivatives as a hedging instrument for hedge accounting purposes). The financial derivative instruments that the Sub-Funds hold include: contracts for difference, swaps, options, futures contracts and forward currency contracts.

Sub-Funds use financial derivative instruments to economically hedge their risk associated primarily with interest rate and foreign currency fluctuations. Financial derivative instruments may also be used for trading purposes where the Investment Manager believes this would be more effective than investing directly in the underlying financial instruments.

Derivatives often reflect at their inception only a mutual exchange of promises with little or no transfer of tangible consideration. However, these instruments frequently involve a high degree of leverage and are very volatile. A relatively small movement in the underlying of a financial derivative instrument may have a significant impact on the profit or loss of a Sub-Fund.

Over-the-counter ("OTC") derivatives may expose a Sub-Fund to the risks associated with the absence of an exchange market on which to close out an open position.

The Company's constitution sets limits on investments in derivatives with high risk profile. The Investment Manager is instructed to closely monitor the Sub-Funds' exposure under financial derivative instrument contracts as part of the overall management of the Sub-Funds' market risk (for more information please refer to note 14).

At the Statement of Financial Position date, the Sub-Funds have positions in the following types of derivatives.

**Contracts for difference**

A contract for difference ("CFD") is a bilateral contractual agreement that obligates the involved parties to exchange the difference between the current market value of an underlying asset and its market value at the inception of the contract. The difference in price between the contract price of CFD and the market price of the underlying equity at the valuation point is recorded as the fair value (unrealised gain or loss) of the CFD. Open CFDs are carried at the net amount due to/from the counterparty under the terms of the agreement. When a Sub-Fund holds long CFDs they receive the dividends relating to the underlying equity. When a Sub-Fund sells CFDs short they pay the dividends relating to the underlying equity.

**Swaps**

Swaps are contractual agreements between two parties to exchange streams of payments over time based on specified notional amounts. Total return swaps ("TRS") relate to contracts taken out by the Sub-Funds with major brokers which give the Sub-Funds economic exposure to a Reference Portfolio. The Sub-Fund purchases Funding Assets and transfers the economic interest in such Funding Assets to the Approved Counterparty under a total return swap in exchange for economic exposure to the performance of the Reference Portfolio.

TRS are held by MS PSAM Global Event UCITS Fund, Salar Convertible Absolute Return Fund, Emerging Markets Equity Fund, MS Ascend UCITS Fund, MS Alkeon UCITS Fund, MS Swiss Life Multi Asset Protected Fund, MS Scientific Beta Global Equity Factors UCITS ETF, MS Kairos Enhanced Selection UCITS Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund, Global Equity Risk Premia Long/Short UCITS Fund, MS Tremblant Long/Short Equity UCITS Fund, MSCI Emerging Markets ESG Equity Fund, DAX® 80 Garant, MS Scientific Beta US Equity Factors UCITS ETF, Smartfund 80% Protected Balanced Fund, Smartfund 80% Protected Growth Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II, 80% Protected Index Portfolio, Smartfund Growth Fund, Smartfund Cautious Fund and Smartfund Balanced Fund.

The primary pricing source used to value TRS is the Approved Counterparty statement. On a weekly basis, the Independent Valuation Provider, using its own pricing source, checks the valuation of the TRS as provided by the Approved Counterparty. The Risk Manager, Morgan Stanley & Co International plc, ensures that the Approved Counterparty statement is sent to the Independent Valuation Provider and the Administrator. The Risk Manager also ensures that the Independent Valuation Provider sends their valuation to the Administrator. The Risk Manager performs a daily reconciliation to ensure that the Approved Counterparty statement captures the correct assets.

The following table details the Independent Valuation Provider of each relevant Sub-Fund.

<u>Sub-Fund Name</u>	<u>Independent Valuation Provider</u>	<u>Tolerance Level</u>
MS PSAM Global Event UCITS Fund	P. Schoenfeld Asset Management LP	10 bps
Salar Convertible Absolute Return Fund	Ferox Capital LLP	50 bps
Emerging Markets Equity Fund	FundLogic SAS	10 bps for reference portfolio leg and 50 bps for financing leg
MS Ascend UCITS Fund	Ascend Capital, LLC	50 bps
MS Alkeon UCITS Fund	Alkeon Capital Management, LLC	50 bps

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

**Swaps (continued)**

<u>Sub-Fund Name</u>	<u>Independent Valuation Provider</u>	<u>Tolerance Level</u>
MS Swiss Life Multi Asset Protected Fund	FundLogic SAS	100 bps
MS Scientific Beta Global Equity Factors UCITS ETF	FundLogic SAS	10 bps for reference portfolio leg and 50 bps for financing leg
MS Kairos Enhanced Selection UCITS Fund	Kairos Investment Management Ltd.	25 bps
MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund	FundLogic SAS	100 bps
Global Equity Risk Premia Long/Short UCITS Fund	FundLogic SAS	10 bps for reference portfolio leg and 50 bps for financing leg
MS Tremblant Long/Short Equity UCITS Fund	Tremblant Capital LP	20 bps
MSCI Emerging Markets ESG Equity Fund	FundLogic SAS	10 bps for reference portfolio leg and 50 bps for financing leg
DAX® 80 Garant	FundLogic SAS	100 bps
MS Scientific Beta US Equity Factors UCITS ETF	FundLogic SAS	10 bps for reference portfolio leg and 50 bps for financing leg
Smartfund 80% Protected Balanced Fund	FundLogic SAS	100 bps
Smartfund 80% Protected Growth Fund	FundLogic SAS	100 bps
MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II	FundLogic SAS	100 bps
80% Protected Index Portfolio	FundLogic SAS	100 bps
Smartfund Growth Fund	FundLogic SAS	100 bps
Smartfund Cautious Fund	FundLogic SAS	100 bps
Smartfund Balanced Fund	FundLogic SAS	100 bps

If the price difference between the Approved Counterparty and the Independent Valuation Provider on any dealing day represents more than the tolerance level of the Sub-Fund Net Asset Value (“NAV”) as defined in the above table:

- The Independent Valuation Provider sends a price challenge/query form to the Approved Counterparty requesting price validation for the valuation date in question.
- If the Approved Counterparty confirms the price is correct, and the Independent Valuation Provider agrees, the Approved Counterparty OTC derivative price is used for NAV computation.
- If the Approved Counterparty confirms the price is correct, but the Independent Valuation Provider does not agree, the Risk Manager would access a 3rd pricing source.
- If the Approved Counterparty modifies the price, a new report is sent to the Independent Valuation Provider, the Risk Manager and the Administrator.

The Risk Manager keeps track of any price challenge and justification.

**Options**

Options are contractual agreements that convey the right, but not the obligation, for the purchaser to buy (call options) or sell (put options) the securities underlying the option at an agreed-upon price at any time on or before the expiration of the option.

The Sub-Funds may enter into purchase and sell options through regulated exchanges and OTC markets. Exchange traded options are valued at quoted settlement prices. OTC options are valued based on the closing price provided by the relevant counterparty. Options are generally settled on a net basis.

**Forward currency contracts**

Forward currency contracts involve an obligation to purchase or sell a specific currency at a future date at a price set at the time of the contract. Forwards currency contracts are customised contracts transacted in the OTC market. The fair value (unrealised gain or loss) on open forward foreign exchange contracts is calculated by reference to the difference between the contracted rate and the forward rate to close out the contract as at the valuation point.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**6. Financial Derivative Instruments (continued)**
**Futures contracts**

Futures contracts involve an obligation to purchase a specified financial instrument at a stated price and date in the future. Futures contracts are transacted in standardised amounts on regulated exchanges and may be subject to daily cash margin requirements. The fair value (unrealised gain or loss) of futures contracts is based upon the difference between the contracted price and their quoted settlement prices on the relevant exchange.

Realised and unrealised gains and losses on all financial derivative instruments contracts are recognised in net realised and unrealised gains/(losses) on financial assets and liabilities at fair value through profit or loss on the Statement of Comprehensive Income.

**Counterparty exposure**

The credit risk related to financial derivative instruments transacted on regulated exchanges is considered minimal as the exchanges ensure that these contracts are always honoured.

Counterparty exposure is calculated using the positive mark-to-market value of the OTC financial derivative instrument contract with that counterparty.

Counterparty exposure is calculated using the positive mark-to-market value of the OTC financial derivative instrument contract with that counterparty and is limited to 5% of a Sub-Fund net assets, with the limit raised to 10% in the case of counterparties authorised in the European Economic Area, Jersey, Guernsey and the Isle of Man, and is monitored daily by the Investment Manager and the Risk Manager.

Morgan Stanley, or any of its affiliates or subsidiaries that are UCITS eligible counterparties, have been appointed as the sole Approved Counterparty in respect of the TRS for all relevant Sub-Funds.

The notional amounts of the open total return swap contracts at 31 July 2016 and 31 July 2015 are detailed in the below table.

	<b>31 July 2016</b>	<b>31 July 2015</b>
<b>MS PSAM Global Event UCITS Fund</b>	<b>€</b>	<b>€</b>
MS PSAM Global Event UCITS Fund Reference Portfolio Leg	433,907,465	867,414,697
MS PSAM Global Event UCITS Fund Financing Leg	(422,442,053)	(907,711,294)
<b>Salar Convertible Absolute Return Fund</b>	<b>US\$</b>	<b>US\$</b>
Salar Convertible Absolute Return Fund Reference Portfolio Leg	181,200,717	273,534,625
Salar Convertible Absolute Return Fund Financing Leg	(181,565,518)	(275,708,211)
<b>Emerging Markets Equity Fund</b>	<b>US\$</b>	<b>US\$</b>
Emerging Markets Equity Fund Reference Portfolio Leg	179,465,387	127,563,017
Emerging Markets Equity Fund Financing Leg	(192,730,540)	(123,542,267)
<b>MS Ascend UCITS Fund</b>	<b>US\$</b>	<b>US\$</b>
MS Ascend UCITS Fund Reference Portfolio Leg	205,686,316	212,640,985
MS Ascend UCITS Fund Financing Leg	(155,104,174)	(208,908,987)
<b>MS Alkeon UCITS Fund</b>	<b>US\$</b>	<b>US\$</b>
MS Alkeon UCITS Fund Reference Portfolio Leg	92,072,667	208,192,163
MS Alkeon UCITS Fund Financing Leg	(93,818,510)	(210,961,924)
<b>MS Swiss Life Multi Asset Protected Fund</b>	<b>CHF</b>	<b>CHF</b>
MS Swiss Life Multi Asset Protected Fund Reference Portfolio leg	53,727,579	55,035,985
MS Swiss Life Multi Asset Protected Fund Financing Leg	(54,111,062)	(48,785,062)
<b>MS Scientific Beta Global Equity Factors UCITS ETF</b>	<b>US\$</b>	<b>US\$</b>
MS Scientific Beta Global Equity Factors UCITS ETF	285,322,534	126,254,623
MS Scientific Beta Global Equity Factors UCITS ETF Financing Leg	(296,016,585)	(127,382,861)
<b>MS Kairos Enhanced Selection UCITS Fund</b>	<b>€</b>	<b>€</b>
MS Kairos Enhanced Selection UCITS Fund Reference Portfolio Leg	58,048,925	113,595,137
MS Kairos Enhanced Selection UCITS Fund Financing Leg	(37,514,717)	(54,902,711)

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**6. Financial Derivative Instruments (continued)**
**Counterparty exposure (continued)**

	31 July 2016	31 July 2015
<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund</b>	€	€
MS Fideuram Equity Smart Beta Dynamic Protection 80		
Fund Reference Portfolio Leg	389,433,360	449,831,217
MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund Financing Leg	(402,213,901)	(437,344,732)
<b>Global Equity Risk Premia Long/Short UCITS Fund</b>	€	€
Global Equity Risk Premia Long/Short UCITS Fund Reference Portfolio Leg	115,279,139	94,682,836
Global Equity Risk Premia Long/Short UCITS Fund Financing Leg	(389,850,988)	(318,441,551)
<b>MS Tremblant Long/Short Equity UCITS Fund</b>	US\$	US\$
MS Tremblant Long/Short Equity UCITS Fund Reference Portfolio Leg	44,886,740	87,358,455
MS Tremblant Long/Short Equity UCITS Fund Financing Leg	(45,246,442)	(82,319,200)
<b>MSCI Emerging Markets ESG Equity Fund</b>	US\$	US\$
MSCI Emerging Markets ESG Equity Fund Reference Portfolio Leg	538,780,026	510,231,351
MSCI Emerging Markets ESG Equity Fund Financing Leg	(547,942,981)	(508,976,112)
<b>DAX® 80 Garant</b>	€	€
DAX® 80 Garant Reference Portfolio Leg	11,405,166	-
DAX® 80 Garant Financing Leg	(11,816,879)	-
<b>MS Scientific Beta US Equity Factors UCITS ETF</b>	US\$	US\$
MS Scientific Beta US Equity Factors UCITS ETF Reference Portfolio Leg	162,937,760	-
MS Scientific Beta US Equity Factors UCITS ETF Financing Leg	(162,230,793)	-
<b>Smartfund 80% Protected Balanced Fund</b>	£	£
Smartfund 80% Protected Balanced Fund Reference Portfolio Leg	37,130,261	-
Smartfund 80% Protected Balanced Fund Financing Leg	(36,344,669)	-
<b>Smartfund 80% Protected Growth Fund</b>	£	£
Smartfund 80% Protected Growth Fund Reference Portfolio Leg	31,736,548	-
Smartfund 80% Protected Growth Fund Financing Leg	(30,341,242)	-
<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II</b>	€	€
MS Fideuram Equity Smart Beta Dynamic Protection 80		
Fund - II Reference Portfolio Leg	35,123,868	-
MS Fideuram Equity Smart Beta Dynamic Protection 80	(35,399,033)	-
<b>80% Protected Index Portfolio</b>	£	£
80% Protected Index Portfolio Fund Reference Portfolio Leg	1,433,695	-
80% Protected Index Portfolio Fund Financing Leg	(1,349,920)	-
<b>Smartfund Growth Fund</b>	£	£
Smartfund Growth Fund Reference Portfolio Leg	12,461,331	-
Smartfund Growth Fund Financing Leg	(12,379,987)	-
<b>Smartfund Cautious Fund</b>	£	£
Smartfund Cautious Fund Reference Portfolio Leg	12,418,364	-
Smartfund Cautious Fund Financing Leg	(13,227,112)	-
<b>Smartfund Balanced Fund</b>	£	£
Smartfund Balanced Fund Reference Portfolio Leg	22,178,638	-
Smartfund Balanced Fund Financing Leg	(22,254,403)	-

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**6. Financial Derivative Instruments (continued)**
**Counterparty exposure (continued)**

Sub-Funds are exposed to credit risk on purchased OTC options and forward currency contracts only to the extent of their carrying amount, which is their fair value as detailed in the Schedule of Investments.

The notional amounts of the written options open at 31 July 2016 are detailed below.

<b>MS SLJ Macro UCITS Fund</b>	<b>Fair Value</b>	<b>Notional Amount</b>
	<b>€</b>	<b>€</b>
FXopt Usd/Jpy Put	(30,994)	(5,000,000)

<b>MS Broadmark Tactical Plus UCITS Fund</b>	<b>Fair Value</b>	<b>Notional Amount</b>
	<b>US\$</b>	<b>US\$</b>
S&P 500 Index Put	(10,400)	(13,845,000)
Nasdaq 100 Stock Index Put	(8,240)	(14,720,000)

The notional amounts of the written options open at 31 July 2015 are detailed below.

<b>MS Algebris Global Financials UCITS Fund</b>	<b>Fair Value</b>	<b>Notional Amount</b>
	<b>€</b>	<b>€</b>
Euro Stoxx 50 Put	(480)	(930,000)
Cohen & Steers Put	(2,661)	(42,000)
Franklin Resources Put	(1,000)	(51,350)
S&P 500 ETF Trust Spdr Put	(4,026)	(640,000)
S&P 500 Index Put	(634)	(1,900,000)
Wisdomtree Investments Call	(407)	(12,500)

<b>MS SLJ Macro UCITS Fund</b>	<b>Fair Value</b>	<b>Notional Amount</b>
	<b>€</b>	<b>€</b>
FXopt Eur/Usd Put	(14,340)	(4,729,500)
FXopt Eur/Usd Put	(29,164)	(5,260,000)
FXopt Usd/Jpy Call	(53)	(4,208,000)

Open financial derivative instrument contracts, including the relevant counterparties, the underlying securities, currencies or indices, and the fair values at the year end are disclosed in the Schedule of Investments as at 31 July 2016. Realised and unrealised gains and losses on financial derivative instrument transactions are included in "net realised and unrealised gains/(losses) on financial assets and liabilities at fair value through profit or loss" on the Statement of Comprehensive Income.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**6. Financial Derivative Instruments (continued)**
**Offsetting financial assets and financial liabilities**

IFRS 7 *Financial Instruments: Disclosures* requires the Company to disclose the impact of offsetting assets and liabilities presented in the Statement of Financial Position to enable users of the financial statements to evaluate the effect or potential effect of netting arrangements for recognised financial assets and financial liabilities on the Sub-Funds' financial position. These recognised financial assets and financial liabilities are financial instruments that are either subject to an enforceable master netting arrangement or similar agreement or meet the following right of setoff criteria: (i) the amounts owed by the Sub-Fund to another party are determinable; (ii) the Sub-Fund has the right to set off the amounts owed with the amounts owed by the other party; (iii) the Sub-Fund intends to set off; and (iv) the Sub-Fund's right of setoff is enforceable by law.

As at 31 July 2016 the Sub-Funds held financial instruments that are eligible for offset in the Statement of Financial Position and are subject to master netting arrangements. The master netting arrangements allow the counterparty to net any collateral held on behalf of a Sub-Fund or liabilities or payment obligations of the counterparty against any liabilities or payment obligations of the Sub-Fund to the counterparty.

The following tables disclose the potential effect of offsetting recognised financial assets and financial liabilities presented in the Statement of Financial Position as at 31 July 2016.

As at 31 July 2016

**MS PSAM Global Event UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	€	€	€	€	€	€
Total return swaps	97	-	97	-	-	97
	<b>97</b>	<b>-</b>	<b>97</b>	<b>-</b>	<b>-</b>	<b>97</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	€	€	€	€	€	€
Forward currency contracts	(1,383,268)	-	(1,383,268)	-	-	(1,383,268)
	<b>(1,383,268)</b>	<b>-</b>	<b>(1,383,268)</b>	<b>-</b>	<b>-</b>	<b>(1,383,268)</b>

**Salar Convertible Absolute Return Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	US\$	US\$	US\$	US\$	US\$	US\$
Total return swaps	54	-	54	-	-	54
Forward currency contracts	2,765,846	-	2,765,846	-	-	2,765,846
	<b>2,765,900</b>	<b>-</b>	<b>2,765,900</b>	<b>-</b>	<b>-</b>	<b>2,765,900</b>

**Emerging Markets Equity Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	US\$	US\$	US\$	US\$	US\$	US\$
Total return swaps	639,598	-	639,598	(639,598)	-	-
	<b>639,598</b>	<b>-</b>	<b>639,598</b>	<b>(639,598)</b>	<b>-</b>	<b>-</b>

\*These amounts are limited to the recognised financial asset and liability balances and, accordingly, do not include any excess collateral received/pledged.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

**Offsetting financial assets and financial liabilities (continued)**

As at 31 July 2016

**Emerging Markets Equity Fund (continued)**

	Gross amounts of recognised financial liabilities US\$	Gross amounts offset in the Statement of Financial Position US\$	Net amounts of financial liabilities presented in the Statement of Financial Position US\$	Related amounts not offset in the Statement of Financial Position		
				Financial instruments* US\$	Collateral pledged* US\$	Net amount US\$
<b>Financial liabilities</b>						
Total return swaps	(14,872,006)	-	(14,872,006)	639,598	-	(14,232,408)
	<b>(14,872,006)</b>	<b>-</b>	<b>(14,872,006)</b>	<b>639,598</b>	<b>-</b>	<b>(14,232,408)</b>

**Indus PacifiChoice Asia Fund**

	Gross amounts of recognised financial assets US\$	Gross amounts offset in the Statement of Financial Position US\$	Net amounts of financial assets presented in the Statement of Financial Position US\$	Related amounts not offset in the Statement of Financial Position		
				Financial instruments* US\$	Collateral received* US\$	Net amount US\$
<b>Financial assets</b>						
Contracts for difference	7,601,084	-	7,601,084	(1,842,463)	-	5,758,621
Futures contracts	6,047	-	6,047	(6,047)	-	-
Forward currency contracts	1,052,351	-	1,052,351	(1,052,351)	-	-
	<b>8,659,482</b>	<b>-</b>	<b>8,659,482</b>	<b>(2,900,861)</b>	<b>-</b>	<b>5,758,621</b>

	Gross amounts of recognised financial liabilities US\$	Gross amounts offset in the Statement of Financial Position US\$	Net amounts of financial liabilities presented in the Statement of Financial Position US\$	Related amounts not offset in the Statement of Financial Position		
				Financial instruments* US\$	Collateral pledged* US\$	Net amount US\$
<b>Financial liabilities</b>						
Contracts for difference	(1,842,463)	-	(1,842,463)	1,842,463	-	-
Futures contracts	(1,324,633)	-	(1,324,633)	6,047	-	(1,318,586)
Forward currency contracts	(6,186,708)	-	(6,186,708)	1,052,351	-	(5,134,357)
	<b>(9,353,804)</b>	<b>-</b>	<b>(9,353,804)</b>	<b>2,900,861</b>	<b>-</b>	<b>(6,452,943)</b>

**MS Ascend UCITS Fund**

	Gross amounts of recognised financial assets US\$	Gross amounts offset in the Statement of Financial Position US\$	Net amounts of financial assets presented in the Statement of Financial Position US\$	Related amounts not offset in the Statement of Financial Position		
				Financial instruments* US\$	Collateral received* US\$	Net amount US\$
<b>Financial assets</b>						
Total return swaps	78	-	78	-	-	78
Forward currency contracts	2,673,134	-	2,673,134	-	-	2,673,134
	<b>2,673,212</b>	<b>-</b>	<b>2,673,212</b>	<b>-</b>	<b>-</b>	<b>2,673,212</b>

	Gross amounts of recognised financial liabilities US\$	Gross amounts offset in the Statement of Financial Position US\$	Net amounts of financial liabilities presented in the Statement of Financial Position US\$	Related amounts not offset in the Statement of Financial Position		
				Financial instruments* US\$	Collateral pledged* US\$	Net amount US\$
<b>Financial liabilities</b>						
Forward currency contracts	(238,951)	-	(238,951)	-	-	(238,951)
	<b>(238,951)</b>	<b>-</b>	<b>(238,951)</b>	<b>-</b>	<b>-</b>	<b>(238,951)</b>

\*These amounts are limited to the recognised financial asset/liability balance and, accordingly, do not include any excess financial asset/liability or collateral received/pledged.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

**Offsetting financial assets and financial liabilities (continued)**

As at 31 July 2016

**MS Alkeon UCITS Fund**

	Gross amounts of recognised financial assets US\$	Gross amounts offset in the Statement of Financial Position US\$	Net amounts of financial assets presented in the Statement of Financial Position US\$	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount US\$
<b>Financial assets</b>						
Forward currency contracts	903,278	-	903,278	(47,433)	-	855,845
	<b>903,278</b>	<b>-</b>	<b>903,278</b>	<b>(47,433)</b>	<b>-</b>	<b>855,845</b>

	Gross amounts of recognised financial liabilities US\$	Gross amounts offset in the Statement of Financial Position US\$	Net amounts of financial liabilities presented in the Statement of Financial Position US\$	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount US\$
<b>Financial liabilities</b>						
Total return swaps	(10)	-	(10)	-	-	(10)
Forward currency contracts	(55,588)	-	(55,588)	47,433	-	(8,155)
	<b>(55,598)</b>	<b>-</b>	<b>(55,598)</b>	<b>47,433</b>	<b>-</b>	<b>(8,165)</b>

**MS SLJ Macro UCITS Fund**

	Gross amounts of recognised financial assets €	Gross amounts offset in the Statement of Financial Position €	Net amounts of financial assets presented in the Statement of Financial Position €	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount €
<b>Financial assets</b>						
Options	454,801	-	454,801	(30,994)	-	423,807
Forward currency contracts	822,926	-	822,926	(822,926)	-	-
	<b>1,277,727</b>	<b>-</b>	<b>1,277,727</b>	<b>(853,920)</b>	<b>-</b>	<b>423,807</b>

	Gross amounts of recognised financial liabilities €	Gross amounts offset in the Statement of Financial Position €	Net amounts of financial liabilities presented in the Statement of Financial Position €	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount €
<b>Financial liabilities</b>						
Options	(30,994)	-	(30,994)	30,994	-	-
Forward currency contracts	(1,223,632)	-	(1,223,632)	822,926	-	(400,706)
	<b>(1,254,626)</b>	<b>-</b>	<b>(1,254,626)</b>	<b>853,920</b>	<b>-</b>	<b>(400,706)</b>

**MS QTI UCITS Fund**

	Gross amounts of recognised financial assets US\$	Gross amounts offset in the Statement of Financial Position US\$	Net amounts of financial assets presented in the Statement of Financial Position US\$	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount US\$
<b>Financial assets</b>						
Forward currency contracts	202,746	-	202,746	(4,282)	-	198,464
	<b>202,746</b>	<b>-</b>	<b>202,746</b>	<b>(4,282)</b>	<b>-</b>	<b>198,464</b>

\*These amounts are limited to the recognised financial asset/liability balances and, accordingly, do not include any excess financial asset/liability or collateral received/pledged.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

**Offsetting financial assets and financial liabilities (continued)**

As at 31 July 2016

**MS QTI UCITS Fund (continued)**

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Forward currency contracts	(4,282)	-	(4,282)	4,282	-	-
	<b>(4,282)</b>	<b>-</b>	<b>(4,282)</b>	<b>4,282</b>	<b>-</b>	<b>-</b>

**MS Long Term Trends UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Forward currency contracts	300,529	-	300,529	(8,198)	-	292,331
	<b>300,529</b>	<b>-</b>	<b>300,529</b>	<b>(8,198)</b>	<b>-</b>	<b>292,331</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Forward currency contracts	(8,198)	-	(8,198)	8,198	-	-
	<b>(8,198)</b>	<b>-</b>	<b>(8,198)</b>	<b>8,198</b>	<b>-</b>	<b>-</b>

**MS Swiss Life Multi Asset Protected Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	<b>CHF</b>	<b>CHF</b>	<b>CHF</b>	<b>CHF</b>	<b>CHF</b>	<b>CHF</b>
Total return swaps	443,043	-	443,043	(443,043)	-	-
Options	1,722,762	-	1,722,762	-	-	1,722,762
	<b>2,165,805</b>	<b>-</b>	<b>2,165,805</b>	<b>(443,043)</b>	<b>-</b>	<b>1,722,762</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	<b>CHF</b>	<b>CHF</b>	<b>CHF</b>	<b>CHF</b>	<b>CHF</b>	<b>CHF</b>
Total return swaps	(2,684,688)	-	(2,684,688)	443,043	-	(2,241,645)
	<b>(2,684,688)</b>	<b>-</b>	<b>(2,684,688)</b>	<b>443,043</b>	<b>-</b>	<b>(2,241,645)</b>

\*These amounts are limited to the recognised financial asset/liability balances and, accordingly, do not include any excess financial asset/liability or collateral received/pledged.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

**Offsetting financial assets and financial liabilities (continued)**

As at 31 July 2016

**MS Dalton Asia Pacific UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	€	€	€	€	€	€
Contracts for difference	519,509	-	519,509	(519,509)	-	-
Options	673,117	-	673,117	-	-	673,117
Futures contracts	38,040	-	38,040	(18,856)	-	19,184
	<b>1,230,666</b>	<b>-</b>	<b>1,230,666</b>	<b>(538,365)</b>	<b>-</b>	<b>692,301</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	CHF	CHF	CHF	CHF	CHF	CHF
Contracts for difference	(921,043)	-	(921,043)	519,509	401,534	-
Futures contracts	(18,856)	-	(18,856)	18,856	-	-
Forward currency contracts	(79,477)	-	(79,477)	-	-	(79,477)
	<b>(1,019,376)</b>	<b>-</b>	<b>(1,019,376)</b>	<b>538,365</b>	<b>401,534</b>	<b>(79,477)</b>

**MS TCW Unconstrained Plus Bond Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	€	€	€	€	€	€
Forward currency contracts	796,431	-	796,431	(2,958)	-	793,473
	<b>796,431</b>	<b>-</b>	<b>796,431</b>	<b>(2,958)</b>	<b>-</b>	<b>793,473</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	€	€	€	€	€	€
Futures contracts	(404,641)	-	(404,641)	-	-	(404,641)
Forward currency contracts	(173,412)	-	(173,412)	2,958	-	(170,454)
	<b>(578,053)</b>	<b>-</b>	<b>(578,053)</b>	<b>2,958</b>	<b>-</b>	<b>(575,095)</b>

**MS Broadmark Tactical Plus UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	US\$	US\$	US\$	US\$	US\$	US\$
Options	56,230	-	56,230	(18,640)	-	37,590
Futures contracts	498,940	-	498,940	-	-	498,940
Forward currency contracts	71,680	-	71,680	-	-	71,680
	<b>626,850</b>	<b>-</b>	<b>626,850</b>	<b>(18,640)</b>	<b>-</b>	<b>608,210</b>

\*These amounts are limited to the recognised financial asset/liability balances and, accordingly, do not include any excess financial asset/liability or collateral received/pledged.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

**Offsetting financial assets and financial liabilities (continued)**

As at 31 July 2016

**MS Broadmark Tactical Plus UCITS Fund (continued)**

	Gross amounts of recognised financial liabilities US\$	Gross amounts offset in the Statement of Financial Position US\$	Net amounts of financial liabilities presented in the Statement of Financial Position US\$	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount US\$
Options	18,640	-	18,640	(18,640)	-	-
	<b>18,640</b>	<b>-</b>	<b>18,640</b>	<b>(18,640)</b>	<b>-</b>	<b>-</b>

**MS Scientific Beta Global Equity Factors UCITS ETF**

	Gross amounts of recognised financial assets US\$	Gross amounts offset in the Statement of Financial Position US\$	Net amounts of financial assets presented in the Statement of Financial Position US\$	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount US\$
Total return swaps	11,508,590	-	11,508,590	(11,508,590)	-	-
	<b>11,508,590</b>	<b>-</b>	<b>11,508,590</b>	<b>(11,508,590)</b>	<b>-</b>	<b>-</b>

	Gross amounts of recognised financial liabilities US\$	Gross amounts offset in the Statement of Financial Position US\$	Net amounts of financial liabilities presented in the Statement of Financial Position US\$	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount US\$
Total return swaps	(22,792,126)	-	(22,792,126)	11,508,590	-	(11,283,536)
	<b>(22,792,126)</b>	<b>-</b>	<b>(22,792,126)</b>	<b>11,508,590</b>	<b>-</b>	<b>(11,283,536)</b>

**MS Lynx UCITS Fund**

	Gross amounts of recognised financial assets US\$	Gross amounts offset in the Statement of Financial Position US\$	Net amounts of financial assets presented in the Statement of Financial Position US\$	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount US\$
Forward currency contracts	1,288,586	-	1,288,586	(20,382)	-	1,268,204
	<b>1,288,586</b>	<b>-</b>	<b>1,288,586</b>	<b>(20,382)</b>	<b>-</b>	<b>1,268,204</b>

	Gross amounts of recognised financial liabilities US\$	Gross amounts offset in the Statement of Financial Position US\$	Net amounts of financial liabilities presented in the Statement of Financial Position US\$	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount US\$
Forward currency contracts	(20,382)	-	(20,382)	20,382	-	-
	<b>(20,382)</b>	<b>-</b>	<b>(20,382)</b>	<b>20,382</b>	<b>-</b>	<b>-</b>

\*These amounts are limited to the recognised financial asset/liability balances and, accordingly, do not include any excess financial asset/liability or collateral received/pledged.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

**Offsetting financial assets and financial liabilities (continued)**

As at 31 July 2016

**MS Nezu Cyclical Japan UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	¥	¥	¥	¥	¥	¥
Contracts for difference	19,737,780	-	19,737,780	(4,555,393)	-	15,182,387
Futures contracts	692,626	-	692,626	(692,626)	-	-
Forward currency contracts	140,301,034	-	140,301,034	(80,119,027)	-	60,182,007
	<b>160,731,440</b>	<b>-</b>	<b>160,731,440</b>	<b>(85,367,046)</b>	<b>-</b>	<b>75,364,394</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	¥	¥	¥	¥	¥	¥
Contracts for difference	(4,555,393)	-	(4,555,393)	4,555,393	-	-
Futures contracts	(33,049,724)	-	(33,049,724)	692,626	-	(32,357,098)
Forward currency contracts	(80,119,027)	-	(80,119,027)	80,119,027	-	-
	<b>(117,724,144)</b>	<b>-</b>	<b>(117,724,144)</b>	<b>85,367,046</b>	<b>-</b>	<b>(32,357,098)</b>

**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	€	€	€	€	€	€
Total return swaps	2,318,789	-	2,318,789	(2,318,789)	-	-
	<b>2,318,789</b>	<b>-</b>	<b>2,318,789</b>	<b>(2,318,789)</b>	<b>-</b>	<b>-</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	€	€	€	€	€	€
Total return swaps	(14,384,372)	-	(14,384,372)	2,318,789	-	(12,065,583)
	<b>(14,384,372)</b>	<b>-</b>	<b>(14,384,372)</b>	<b>2,318,789</b>	<b>-</b>	<b>(12,065,583)</b>

**Global Equity Risk Premia Long/Short UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	€	€	€	€	€	€
Total return swaps	6,254,191	-	6,254,191	(6,254,191)	-	-
	<b>6,254,191</b>	<b>-</b>	<b>6,254,191</b>	<b>(6,254,191)</b>	<b>-</b>	<b>-</b>

\*These amounts are limited to the recognised financial asset/liability balances and, accordingly, do not include any excess financial asset/liability or collateral received/pledged.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

**Offsetting financial assets and financial liabilities (continued)**

As at 31 July 2016

**Global Equity Risk Premia Long/Short UCITS Fund (continued)**

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
	€	€	€	€	€	€
<b>Financial liabilities</b>						
Total return swaps	(26,361,806)	-	(26,361,806)	6,254,191	-	(20,107,615)
	<b>(26,361,806)</b>	<b>-</b>	<b>(26,361,806)</b>	<b>6,254,191</b>	<b>-</b>	<b>(20,107,615)</b>

**MS Tremblant Long/Short Equity UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
	US\$	US\$	US\$	US\$	US\$	US\$
<b>Financial assets</b>						
Forward currency contracts	198,734	-	198,734	(32,093)	-	166,641
	<b>198,734</b>	<b>-</b>	<b>198,734</b>	<b>(32,093)</b>	<b>-</b>	<b>166,641</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
	US\$	US\$	US\$	US\$	US\$	US\$
<b>Financial liabilities</b>						
Total return swaps	(2)	-	(2)	-	-	(2)
Forward currency contracts	(41,242)	-	(41,242)	32,093	-	(9,149)
	<b>(41,244)</b>	<b>-</b>	<b>(41,244)</b>	<b>32,093</b>	<b>-</b>	<b>(9,151)</b>

**MSCI Emerging Markets ESG Equity Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
	US\$	US\$	US\$	US\$	US\$	US\$
<b>Financial assets</b>						
Total return swaps	62,053,364	-	62,053,364	(62,053,364)	-	-
	<b>62,053,364</b>	<b>-</b>	<b>62,053,364</b>	<b>(62,053,364)</b>	<b>-</b>	<b>-</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
	US\$	US\$	US\$	US\$	US\$	US\$
<b>Financial liabilities</b>						
Total return swaps	73,021,975	-	73,021,975	(62,053,364)	-	10,968,611
	<b>73,021,975</b>	<b>-</b>	<b>73,021,975</b>	<b>(62,053,364)</b>	<b>-</b>	<b>10,968,611</b>

**DAX® 80 Garant**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
	€	€	€	€	€	€
<b>Financial assets</b>						
Total return swaps	123,139	-	123,139	(123,139)	-	-
	<b>123,139</b>	<b>-</b>	<b>123,139</b>	<b>(123,139)</b>	<b>-</b>	<b>-</b>

\*These amounts are limited to the recognised financial asset/liability balances and, accordingly, do not include any excess financial asset/liability or collateral received/pledged.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

**Offsetting financial assets and financial liabilities (continued)**

As at 31 July 2016

**DAX® 80 Garant (continued)**

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	€	€	€	€	€	€
Total return swaps	(630,260)	-	(630,260)	123,139	-	(507,121)
	<b>(630,260)</b>	<b>-</b>	<b>(630,260)</b>	<b>123,139</b>	<b>-</b>	<b>(507,121)</b>

**Quantica Managed Futures UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	US\$	US\$	US\$	US\$	US\$	US\$
Forward currency contracts	227,146	-	227,146	(227,146)	-	-
	<b>227,146</b>	<b>-</b>	<b>227,146</b>	<b>(227,146)</b>	<b>-</b>	<b>-</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	US\$	US\$	US\$	US\$	US\$	US\$
Forward currency contracts	(877,670)	-	(877,670)	227,146	-	(650,524)
	<b>(877,670)</b>	<b>-</b>	<b>(877,670)</b>	<b>227,146</b>	<b>-</b>	<b>(650,524)</b>

**MS Scientific Beta US Equity Factors UCITS ETF**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	US\$	US\$	US\$	US\$	US\$	US\$
Total return swaps	6,263,330	-	6,263,330	(6,263,330)	-	-
	<b>6,263,330</b>	<b>-</b>	<b>6,263,330</b>	<b>(6,263,330)</b>	<b>-</b>	<b>-</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	US\$	US\$	US\$	US\$	US\$	US\$
Total return swaps	(6,552,869)	-	(6,552,869)	6,263,330	-	(289,539)
	<b>(6,552,869)</b>	<b>-</b>	<b>(6,552,869)</b>	<b>6,263,330</b>	<b>-</b>	<b>(289,539)</b>

\*These amounts are limited to the recognised financial asset/liability balances and, accordingly, do not include any excess financial asset/liability or collateral received/pledged.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

**Offsetting financial assets and financial liabilities (continued)**

As at 31 July 2016

**IPM Systematic Macro UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Forward currency contracts	35,420,832	-	35,420,832	(19,742,803)	-	15,678,029
	<b>35,420,832</b>	<b>-</b>	<b>35,420,832</b>	<b>(19,742,803)</b>	<b>-</b>	<b>15,678,029</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Forward currency contracts	(19,742,803)	-	(19,742,803)	19,742,803	-	-
	<b>(19,742,803)</b>	<b>-</b>	<b>(19,742,803)</b>	<b>19,742,803</b>	<b>-</b>	<b>-</b>

**Smartfund 80% Protected Balanced Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Total return swaps	1,267,908	-	1,267,908	(1,267,908)	-	-
Forward currency contracts	58,402	-	58,402	(52,959)	-	5,443
	<b>1,326,310</b>	<b>-</b>	<b>1,326,310</b>	<b>(1,320,867)</b>	<b>-</b>	<b>5,443</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Total return swaps	(3,392,541)	-	(3,392,541)	1,267,908	-	(2,124,633)
Forward currency contracts	(52,959)	-	(52,959)	52,959	-	-
	<b>(3,445,500)</b>	<b>-</b>	<b>(3,445,500)</b>	<b>1,320,867</b>	<b>-</b>	<b>(2,124,633)</b>

**Smartfund 80% Protected Growth Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Total return swaps	1,522,535	-	1,522,535	(1,522,535)	-	-
Forward currency contracts	12,418	-	12,418	(12,418)	-	-
	<b>1,534,953</b>	<b>-</b>	<b>1,534,953</b>	<b>(1,534,953)</b>	<b>-</b>	<b>-</b>

\*These amounts are limited to the recognised financial asset/liability balances and, accordingly, do not include any excess financial asset/liability or collateral received/pledged.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

**Offsetting financial assets and financial liabilities (continued)**

As at 31 July 2016

**Smartfund 80% Protected Growth Fund (continued)**

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	£	£	£	£	£	£
Total return swaps	(3,548,237)	-	(3,548,237)	1,522,535	-	(2,025,702)
Forward currency contracts	(77,984)	-	(77,984)	12,418	-	(65,566)
	<b>(3,626,221)</b>	<b>-</b>	<b>(3,626,221)</b>	<b>1,534,953</b>	<b>-</b>	<b>(2,091,268)</b>

**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	€	€	€	€	€	€
Total return swaps	297,887	-	297,887	(297,887)	-	-
	<b>297,887</b>	<b>-</b>	<b>297,887</b>	<b>(297,887)</b>	<b>-</b>	<b>-</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	€	€	€	€	€	€
Total return swaps	(1,505,529)	-	(1,505,529)	297,887	-	(1,207,642)
	<b>(1,505,529)</b>	<b>-</b>	<b>(1,505,529)</b>	<b>297,887</b>	<b>-</b>	<b>(1,207,642)</b>

**80% Protected Index Portfolio**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	£	£	£	£	£	£
Total return swaps	33,085	-	33,085	(33,085)	-	-
	<b>33,085</b>	<b>-</b>	<b>33,085</b>	<b>(33,085)</b>	<b>-</b>	<b>-</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	US\$	US\$	US\$	US\$	US\$	US\$
Total return swaps	(73,735)	-	(73,735)	33,085	-	(40,650)
	<b>(73,735)</b>	<b>-</b>	<b>(73,735)</b>	<b>33,085</b>	<b>-</b>	<b>(40,650)</b>

\*These amounts are limited to the recognised financial asset/liability balances and, accordingly, do not include any excess financial asset/liability or collateral received/pledged.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

Offsetting financial assets and financial liabilities (continued)

As at 31 July 2016

**Mariner Investment Diversifying Alternative UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	£	£	£	£	£	£
Contracts for difference	4,400	-	4,400	-	-	4,400
Total return swaps	21,381	-	21,381	-	-	21,381
Options	35,000	-	35,000	-	-	35,000
	<b>60,781</b>	<b>-</b>	<b>60,781</b>	<b>-</b>	<b>-</b>	<b>60,781</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	US\$	US\$	US\$	US\$	US\$	US\$
Credit default swaps	(330,867)	-	(330,867)	-	330,867	-
	<b>(330,867)</b>	<b>-</b>	<b>(330,867)</b>	<b>-</b>	<b>330,867</b>	<b>-</b>

**Smartfund Growth Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	£	£	£	£	£	£
Total return swaps	1,314,070	-	1,314,070	(1,314,070)	-	-
	<b>1,314,070</b>	<b>-</b>	<b>1,314,070</b>	<b>(1,314,070)</b>	<b>-</b>	<b>-</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	US\$	US\$	US\$	US\$	US\$	US\$
Total return swaps	(1,367,336)	-	(1,367,336)	1,314,070	-	(53,266)
Forward currency contracts	(3,403)	-	(3,403)	-	-	(3,403)
	<b>(1,370,739)</b>	<b>-</b>	<b>(1,370,739)</b>	<b>1,314,070</b>	<b>-</b>	<b>(56,669)</b>

**Smartfund Cautious Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	£	£	£	£	£	£
Total return swaps	508,182	-	508,182	(508,182)	-	-
	<b>508,182</b>	<b>-</b>	<b>508,182</b>	<b>(508,182)</b>	<b>-</b>	<b>-</b>

\*These amounts are limited to the recognised financial asset/liability balances and, accordingly, do not include any excess financial asset/liability or collateral received/pledged.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

**Offsetting financial assets and financial liabilities (continued)**

As at 31 July 2016

**Smartfund Cautious Fund (continued)**

	Gross amounts of recognised financial liabilities US\$	Gross amounts offset in the Statement of Financial Position US\$	Net amounts of financial liabilities presented in the Statement of Financial Position US\$	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Total return swaps	(1,379,102)	-	(1,379,102)	508,182	-	(870,920)
Forward currency contracts	(671)	-	(671)	-	-	(671)
	<b>(1,379,773)</b>	<b>-</b>	<b>(1,379,773)</b>	<b>508,182</b>	<b>-</b>	<b>(871,591)</b>

**Smartfund Balanced Fund**

	Gross amounts of recognised financial assets £	Gross amounts offset in the Statement of Financial Position £	Net amounts of financial assets presented in the Statement of Financial Position £	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Total return swaps	1,463,558	-	1,463,558	(1,463,558)	-	-
	<b>1,463,558</b>	<b>-</b>	<b>1,463,558</b>	<b>(1,463,558)</b>	<b>-</b>	<b>-</b>

	Gross amounts of recognised financial liabilities US\$	Gross amounts offset in the Statement of Financial Position US\$	Net amounts of financial liabilities presented in the Statement of Financial Position US\$	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Total return swaps	(2,212,773)	-	(2,212,773)	1,463,558	-	(749,215)
Forward currency contracts	(39,769)	-	(39,769)	-	-	(39,769)
	<b>(2,252,542)</b>	<b>-</b>	<b>(2,252,542)</b>	<b>1,463,558</b>	<b>-</b>	<b>(788,984)</b>

**Market Neutral Credit UCITS Fund**

	Gross amounts of recognised financial assets £	Gross amounts offset in the Statement of Financial Position £	Net amounts of financial assets presented in the Statement of Financial Position £	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Forward currency contracts	67,329	-	67,329	-	-	67,329
Credit default swaps	919,105	-	919,105	-	-	919,105
	<b>67,329</b>	<b>-</b>	<b>67,329</b>	<b>-</b>	<b>-</b>	<b>67,329</b>

\*These amounts are limited to the recognised financial asset/liability balances and, accordingly, do not include any excess financial asset/liability or collateral received/pledged.

Indus Select Asia Pacific Fund, MS Algebris Global Financials UCITS Fund, MS Kairos Enhanced Selection UCITS Fund and Mariner Lenus Healthcare UCITS Fund did not hold any financial instruments that are eligible for offset in the Statement of Financial Position as at 31 July 2016.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**6. Financial Derivative Instruments (continued)**

The following tables disclose the potential effect of offsetting recognised financial assets and financial liabilities presented in the Statement of Financial Position as at 31 July 2015.

**Offsetting financial assets and financial liabilities (continued)**

As at 31 July 2015

**MS PSAM Global Event UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	€	€	€	€	€	€
Forward currency contracts	526,156	-	526,156	(526,156)	-	-
	<b>526,156</b>	<b>-</b>	<b>526,156</b>	<b>(526,156)</b>	<b>-</b>	<b>-</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	€	€	€	€	€	€
Total return swaps	(315)	-	(315)	-	-	(315)
Forward currency contracts	(2,688,948)	-	(2,688,948)	526,156	-	(2,162,792)
	<b>(2,689,263)</b>	<b>-</b>	<b>(2,689,263)</b>	<b>526,156</b>	<b>-</b>	<b>(2,163,107)</b>

**Salar Convertible Absolute Return Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	US\$	US\$	US\$	US\$	US\$	US\$
Total return swaps	81	-	81	-	-	81
Forward currency contracts	1,463,913	-	1,463,913	(579,871)	-	884,042
	<b>1,463,994</b>	<b>-</b>	<b>1,463,994</b>	<b>(579,871)</b>	<b>-</b>	<b>884,123</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	US\$	US\$	US\$	US\$	US\$	US\$
Contracts for difference	(434,665)	-	(434,665)	-	-	(434,665)
Forward currency contracts	(579,871)	-	(579,871)	579,871	-	-
	<b>(1,014,536)</b>	<b>-</b>	<b>(1,014,536)</b>	<b>579,871</b>	<b>-</b>	<b>(434,665)</b>

**Indus Select Asia Pacific Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	US\$	US\$	US\$	US\$	US\$	US\$
Contracts for difference	23,445	-	23,445	(18,866)	-	4,579
Forward currency contracts	75,872	-	75,872	(75,872)	-	-
	<b>99,317</b>	<b>-</b>	<b>99,317</b>	<b>(94,738)</b>	<b>-</b>	<b>4,579</b>

\*These amounts are limited to the recognised financial asset and liability balances and, accordingly, do not include any excess collateral received/pledged.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

**Offsetting financial assets and financial liabilities (continued)**

As at 31 July 2015

**Indus Select Asia Pacific Fund (continued)**

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Contracts for difference	(18,866)	-	(18,866)	18,866	-	-
Forward currency contracts	(118,948)	-	(118,948)	75,872	-	(43,076)
	<b>(137,814)</b>	<b>-</b>	<b>(137,814)</b>	<b>94,738</b>	<b>-</b>	<b>(43,076)</b>

**MS Algebris Global Financials UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
Contracts for difference	143,390	-	143,390	(143,390)	-	-
Options	58,690	-	58,690	(9,208)	-	49,482
Futures contracts	1,040	-	1,040	-	-	1,040
Forward currency contracts	144,678	-	144,678	(102,147)	-	42,531
	<b>347,798</b>	<b>-</b>	<b>347,798</b>	<b>(254,745)</b>	<b>-</b>	<b>93,053</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
Contracts for difference	(385,063)	-	(385,063)	143,390	-	(241,673)
Options	(9,208)	-	(9,208)	9,208	-	-
Forward currency contracts	(102,147)	-	(102,147)	102,147	-	-
	<b>(496,418)</b>	<b>-</b>	<b>(496,418)</b>	<b>254,745</b>	<b>-</b>	<b>(241,673)</b>

**Emerging Markets Equity Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Total return swaps	2,075,379	-	2,075,379	-	-	2,075,379
	<b>2,075,379</b>	<b>-</b>	<b>2,075,379</b>	<b>-</b>	<b>-</b>	<b>2,075,379</b>

**Indus PacifiChoice Asia Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Contracts for difference	8,859,210	-	8,859,210	(5,996,230)	-	2,862,980
Forward currency contracts	4,543,014	-	4,543,014	(688,659)	-	3,854,355
	<b>13,402,224</b>	<b>-</b>	<b>13,402,224</b>	<b>(6,684,889)</b>	<b>-</b>	<b>6,717,335</b>

\*These amounts are limited to the recognised financial asset and liability balances and, accordingly, do not include any excess collateral received/pledged.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

Offsetting financial assets and financial liabilities (continued)

As at 31 July 2015

**Indus PacifiChoice Asia Fund (continued)**

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Contracts for difference	(5,996,230)	-	(5,996,230)	5,996,230	-	-
Forward currency contracts	(688,659)	-	(688,659)	688,659	-	-
	<b>(6,684,889)</b>	<b>-</b>	<b>(6,684,889)</b>	<b>6,684,889</b>	<b>-</b>	<b>-</b>

**MS Ascend UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Total return swaps	25	-	25	-	-	25
Forward currency contracts	397	-	397	-	-	397
	<b>422</b>	<b>-</b>	<b>422</b>	<b>-</b>	<b>-</b>	<b>422</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Total return swaps	-	-	-	-	-	-
Forward currency contracts	(523,893)	-	(523,893)	-	-	(523,893)
	<b>(523,893)</b>	<b>-</b>	<b>(523,893)</b>	<b>-</b>	<b>-</b>	<b>(523,893)</b>

**MS Alkeon UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Forward currency contracts	48,942	-	48,942	(48,942)	-	-
	<b>48,942</b>	<b>-</b>	<b>48,942</b>	<b>(48,942)</b>	<b>-</b>	<b>-</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Total return swaps	(44)	-	(44)	-	-	(44)
Forward currency contracts	(2,683,620)	-	(2,683,620)	48,942	-	(2,634,678)
	<b>(2,683,664)</b>	<b>-</b>	<b>(2,683,664)</b>	<b>48,942</b>	<b>-</b>	<b>(2,634,722)</b>

\*These amounts are limited to the recognised financial asset and liability balances and, accordingly, do not include any excess collateral received/pledged.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

Offsetting financial assets and financial liabilities (continued)

As at 31 July 2015

**MS SLJ Macro UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	€	€	€	€	€	€
Options	177,286	-	177,286	(43,557)	-	133,729
Futures contracts	3,860	-	3,860	-	-	3,860
Forward currency contracts	1,359,650	-	1,359,650	(1,359,650)	-	-
	<b>1,540,796</b>	<b>-</b>	<b>1,540,796</b>	<b>(1,403,207)</b>	<b>-</b>	<b>137,589</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	€	€	€	€	€	€
Options	(43,557)	-	(43,557)	43,557	-	-
Forward currency contracts	(1,468,391)	-	(1,468,391)	1,359,650	-	(108,741)
	<b>(1,511,948)</b>	<b>-</b>	<b>(1,511,948)</b>	<b>1,403,207</b>	<b>-</b>	<b>(108,741)</b>

**MS QTI UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	US\$	US\$	US\$	US\$	US\$	US\$
Forward currency contracts	195,316	-	195,316	-	-	195,316
	<b>195,316</b>	<b>-</b>	<b>195,316</b>	<b>-</b>	<b>-</b>	<b>195,316</b>

**MS Long Term Trends UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	US\$	US\$	US\$	US\$	US\$	US\$
Forward currency contracts	283,102	-	283,102	(2,955)	-	280,147
	<b>283,102</b>	<b>-</b>	<b>283,102</b>	<b>(2,955)</b>	<b>-</b>	<b>280,147</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	US\$	US\$	US\$	US\$	US\$	US\$
Forward currency contracts	(2,955)	-	(2,955)	2,955	-	-
	<b>(2,955)</b>	<b>-</b>	<b>(2,955)</b>	<b>2,955</b>	<b>-</b>	<b>-</b>

\*These amounts are limited to the recognised financial asset and liability balances and, accordingly, do not include any excess collateral received/pledged.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

Offsetting financial assets and financial liabilities (continued)

As at 31 July 2015

**MS Swiss Life Multi Asset Protected Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	CHF	CHF	CHF	CHF	CHF	CHF
Total return swaps	733,163	-	733,163	(353,118)	-	380,045
Options	1,987,414	-	1,987,414	-	-	1,987,414
	<b>2,720,577</b>	<b>-</b>	<b>2,720,577</b>	<b>(353,118)</b>	<b>-</b>	<b>2,367,459</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	CHF	CHF	CHF	CHF	CHF	CHF
Total return swaps	(353,118)	-	(353,118)	353,118	-	-
	<b>(353,118)</b>	<b>-</b>	<b>(353,118)</b>	<b>353,118</b>	<b>-</b>	<b>-</b>

**MS Dalton Asia Pacific UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	€	€	€	€	€	€
Contracts for difference	399,927	-	399,927	(399,927)	-	-
Futures contracts	130,362	-	130,362	65,197	-	195,559
	<b>530,289</b>	<b>-</b>	<b>530,289</b>	<b>(334,730)</b>	<b>-</b>	<b>195,559</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	€	€	€	€	€	€
Contracts for difference	(758,618)	-	(758,618)	399,927	423,888	65,197
Futures contracts	(65,197)	-	(65,197)	65,197	-	-
Forward currency contracts	(1,052)	-	(1,052)	-	-	(1,052)
	<b>(824,867)</b>	<b>-</b>	<b>(824,867)</b>	<b>465,124</b>	<b>423,888</b>	<b>64,145</b>

**MS TCW Unconstrained Plus Bond Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	US\$	US\$	US\$	US\$	US\$	US\$
Forward currency contracts	5,354	-	5,354	(5,354)	-	-
	<b>5,354</b>	<b>-</b>	<b>5,354</b>	<b>(5,354)</b>	<b>-</b>	<b>-</b>

\*These amounts are limited to the recognised financial asset and liability balances and, accordingly, do not include any excess collateral received/pledged.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

**Offsetting financial assets and financial liabilities (continued)**

As at 31 July 2015

**MS TCW Unconstrained Plus Bond Fund (continued)**

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
	US\$	US\$	US\$	Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Futures contracts	(22,503)	-	(22,503)	-	-	(22,503)
Forward currency contracts	(1,322,442)	-	(1,322,442)	5,354	-	(1,317,088)
	<b>(1,344,945)</b>	<b>-</b>	<b>(1,344,945)</b>	<b>5,354</b>	<b>-</b>	<b>(1,339,591)</b>

**MS Broadmark Tactical Plus UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
	US\$	US\$	US\$	Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Options	710	-	710	-	-	710
Futures contracts	5,545	-	5,545	(5,545)	-	-
	<b>6,255</b>	<b>-</b>	<b>6,255</b>	<b>(5,545)</b>	<b>-</b>	<b>710</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
	US\$	US\$	US\$	Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Futures contracts	(112,462)	-	(112,462)	5,545	-	(106,917)
Forward currency contracts	(97,564)	-	(97,564)	-	-	(97,564)
	<b>(210,026)</b>	<b>-</b>	<b>(210,026)</b>	<b>5,545</b>	<b>-</b>	<b>(204,481)</b>

**MS Scientific Beta Global Equity Factors UCITS ETF**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
	US\$	US\$	US\$	Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Total return swaps	958,593	-	958,593	(958,593)	-	-
	<b>958,593</b>	<b>-</b>	<b>958,593</b>	<b>(958,593)</b>	<b>-</b>	<b>-</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
	US\$	US\$	US\$	Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Total return swaps	(2,609,635)	-	(2,609,635)	958,593	-	(1,651,042)
	<b>(2,609,635)</b>	<b>-</b>	<b>(2,609,635)</b>	<b>958,593</b>	<b>-</b>	<b>(1,651,042)</b>

\*These amounts are limited to the recognised financial asset and liability balances and, accordingly, do not include any excess collateral received/pledged.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

Offsetting financial assets and financial liabilities (continued)

As at 31 July 2015

**MS Lynx UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
	US\$	US\$	US\$	Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>				US\$	US\$	US\$
Forward currency contracts	60,082	-	60,082	(60,082)	-	-
	<b>60,082</b>	<b>-</b>	<b>60,082</b>	<b>(60,082)</b>	<b>-</b>	<b>-</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
	US\$	US\$	US\$	Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>				US\$	US\$	US\$
Forward currency contracts	(191,088)	-	(191,088)	60,082	-	(131,006)
	<b>(191,088)</b>	<b>-</b>	<b>(191,088)</b>	<b>60,082</b>	<b>-</b>	<b>(131,006)</b>

**MS Nezu Cyclical Japan UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
	¥	¥	¥	Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>				¥	¥	¥
Contracts for difference	90,324,264	-	90,324,264	(6,814,052)	-	83,510,212
Futures contracts	9,515,759	-	9,515,759	(9,515,759)	-	-
Forward currency contracts	102,875,116	-	102,875,116	(32,041,919)	-	70,833,197
	<b>202,715,139</b>	<b>-</b>	<b>202,715,139</b>	<b>(48,371,730)</b>	<b>-</b>	<b>154,343,409</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
	¥	¥	¥	Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>				¥	¥	¥
Contracts for difference	(6,814,052)	-	(6,814,052)	6,814,052	-	-
Futures contracts	(30,769,980)	-	(30,769,980)	9,515,759	-	(21,254,221)
Forward currency contracts	(32,041,919)	-	(32,041,919)	32,041,919	-	-
	<b>(69,625,951)</b>	<b>-</b>	<b>(69,625,951)</b>	<b>48,371,730</b>	<b>-</b>	<b>(21,254,221)</b>

**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
	€	€	€	Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>				€	€	€
Total return swaps	7,073,738	-	7,073,738	(4,975,941)	-	2,097,797
	<b>7,073,738</b>	<b>-</b>	<b>7,073,738</b>	<b>(4,975,941)</b>	<b>-</b>	<b>2,097,797</b>

\*These amounts are limited to the recognised financial asset and liability balances and, accordingly, do not include any excess collateral received/pledged.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

Offsetting financial assets and financial liabilities (continued)

As at 31 July 2015

**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund (continued)**

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
	€	€	€	€	€	€
<b>Financial liabilities</b>						
Total return swaps	(4,975,941)	-	(4,975,941)	4,975,941	-	-
	<b>(4,975,941)</b>	<b>-</b>	<b>(4,975,941)</b>	<b>4,975,941</b>	<b>-</b>	<b>-</b>

**Global Equity Risk Premia Long/Short UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
	€	€	€	€	€	€
<b>Financial assets</b>						
Total return swaps	1,919,800	-	1,919,800	(1,919,800)	-	-
	<b>1,919,800</b>	<b>-</b>	<b>1,919,800</b>	<b>(1,919,800)</b>	<b>-</b>	<b>-</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
	€	€	€	€	€	€
<b>Financial liabilities</b>						
Total return swaps	(11,485,297)	-	(11,485,297)	1,919,800	-	(9,565,497)
	<b>(11,485,297)</b>	<b>-</b>	<b>(11,485,297)</b>	<b>1,919,800</b>	<b>-</b>	<b>(9,565,497)</b>

**MS Tremblant Long/Short Equity UCITS Fund**

	Gross amounts of recognised financial assets	Gross amounts offset in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
	US\$	US\$	US\$	US\$	US\$	US\$
<b>Financial assets</b>						
Total return swaps	38	-	38	-	-	38
Forward currency contracts	695,451	-	695,451	(695,451)	-	-
	<b>695,489</b>	<b>-</b>	<b>695,489</b>	<b>(695,451)</b>	<b>-</b>	<b>38</b>

	Gross amounts of recognised financial liabilities	Gross amounts offset in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
	US\$	US\$	US\$	US\$	US\$	US\$
<b>Financial liabilities</b>						
Forward currency contracts	(824,418)	-	(824,418)	695,451	-	(128,967)
	<b>(824,418)</b>	<b>-</b>	<b>(824,418)</b>	<b>695,451</b>	<b>-</b>	<b>(128,967)</b>

\*These amounts are limited to the recognised financial asset and liability balances and, accordingly, do not include any excess collateral received/pledged.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**6. Financial Derivative Instruments (continued)**

**Offsetting financial assets and financial liabilities (continued)**

As at 31 July 2015

**MSCI Emerging Markets ESG Equity Fund**

	Gross amounts of recognised financial assets US\$	Gross amounts offset in the Statement of Financial Position US\$	Net amounts of financial assets presented in the Statement of Financial Position US\$	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral received*	Net amount
<b>Financial assets</b>						
Total return swaps	31,113,631	-	31,113,631	(30,636,971)	-	476,660
	<b>31,113,631</b>	<b>-</b>	<b>31,113,631</b>	<b>(30,636,971)</b>	<b>-</b>	<b>476,660</b>

	Gross amounts of recognised financial liabilities US\$	Gross amounts offset in the Statement of Financial Position US\$	Net amounts of financial liabilities presented in the Statement of Financial Position US\$	Related amounts not offset in the Statement of Financial Position		
				Financial instruments*	Collateral pledged*	Net amount
<b>Financial liabilities</b>						
Total return swaps	30,636,971	-	30,636,971	(30,636,971)	-	-
	<b>30,636,971</b>	<b>-</b>	<b>30,636,971</b>	<b>(30,636,971)</b>	<b>-</b>	<b>-</b>

\*These amounts are limited to the recognised financial asset and liability balances and, accordingly, do not include any excess collateral received/pledged.

RiverCrest European Equity Alpha Fund, MS Claritas Long Short Market Neutral UCITS Fund, MS Turner Spectrum UCITS Fund, MS Discretionary Plus UCITS Fund and MS Kairos Enhanced Selection UCITS Fund did not hold any financial instruments that are eligible for offset in the Statement of Financial Position as at 31 July 2015.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**

**For the year ended 31 July 2016**

**7. Taxation**

Under current Irish law and practice the Company qualifies as an investment undertaking under Section 739B of the Taxes Consolidation Act, 1997 and the Sub-Funds are not therefore chargeable to Irish tax on their relevant income or relevant gains. No stamp, transfer or registration tax is payable in Ireland on the issue, redemption or transfer of shares in the Sub-Funds. Distributions and interest on securities issued in countries other than Ireland may be subject to taxes including withholding taxes imposed by such countries.

The Company may not be able to benefit from a reduction in the rate of withholding tax by virtue of the double taxation agreement in operation between Ireland and other countries. The Sub-Funds may not, therefore, be able to reclaim withholding tax suffered by them in particular countries.

Following legislative changes in the Finance Act 2006, the holding of shares at the end of a relevant period will, in respect of Irish resident investors, also constitute a chargeable event. To the extent that any tax issues arise on such a chargeable event, such tax will be allowed as a credit against any tax payable on the subsequent encashment, redemption, cancellation or transfer of the relevant shares.

A relevant period is defined as a period of eight years beginning with the acquisition of a share by a shareholder and each subsequent period of eight years beginning immediately after the preceding relevant period.

The Finance Act, 2010 provides that the Revenue Commissioners may grant approval for investment funds marketed outside of Ireland to make payments to non-resident investors without deduction of Irish tax where no relevant declaration is in place, subject to meeting the "equivalent measures". A company wishing to receive approval must apply in writing to the Revenue Commissioners confirming compliance with the relevant conditions. As at 31 July 2016, the Company had not applied for approval from the Revenue Commissioners.

Dividends, interest and capital gains (if any) on securities in which the Sub-Funds invests may be subject to taxes including withholding taxes imposed by such countries. In addition, where the Sub-Funds invest in securities that are not subject to withholding tax at the time of acquisition, there can be no assurance that tax may not be withheld in the future as a result of any change in applicable laws, treaties, rules or regulations or the interpretation thereof.

The Company is not required to deduct dividend withholding tax on dividend payments to shareholders provided the shareholder has completed the relevant declaration. It is the intention of the Directors that the business of the Company will be conducted in such a manner to ensure that the Company will be regarded as resident in Ireland for tax purposes.

**8. Fees and Other Expenses**

**Investment Manager Fee**

The Company will pay to the Investment Manager from the assets attributable to each class of shares of each Sub-Fund management fees which are based on a percentage of net assets attributable to such class of shares, which are accrued daily and paid periodically in arrears, up to an annual rate as set out in the below table.

**Performance Fee**

The Investment Manager will also be entitled to receive a performance fee from certain Sub-Funds calculated on a share-by-share basis. The performance fee will be payable by the Sub-Funds to the Investment Manager in arrears within 14 calendar days of the end of each Calculation Period at a rate set out in the below table.

The performance fee in respect of each class of shares is calculated using the relevant performance fee rate detailed in the below table applied to the net appreciation in the net asset value of each class. The net appreciation reflects the movement from the high watermark to the net asset value per class at the final valuation date in a calculation period. The initial high watermark is the net asset value per share at which the relevant share class was launched.

For each subsequent performance period, the high watermark is the net asset value per share at the last performance period where a performance fee was paid or the net asset value per share at which the relevant share class was launched where no such performance fee has been paid since the launch of the relevant share class.

For more information on the performance fee of each of the Sub Funds please refer to the Supplement for the relevant Sub-Fund.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**8. Fees and Other Expenses (continued)**

	Investment Manager fee rate	Performance fee rate
<b>MS PSAM Global Event UCITS Fund</b>		
Class A - EUR, USD, GBP	2.50%	15%
Class B - EUR, USD, GBP	1.00%	10%
Class C - EUR, USD, GBP	2.50%	15%
Class I - EUR, USD, GBP, SEK	1.50%	15%
Class P - EUR, USD, GBP, SEK	1.50%	15%
Class S - EUR, USD, GBP	1.00%	13%
Class R - EUR, USD, GBP	1.00%	13%
Class E - USD	0%	0%
<b>Salar Convertible Absolute Return Fund</b>		
Class A - Accumulating - Standard - CHF, EUR, GBP, USD	1.50%	15%
Class A - Accumulating - Mutualised - CHF, EUR, GBP, USD	1.50%	15%
Class A - Distributing - Standard - CHF, EUR, GBP, USD	1.50%	15%
Class A - Distributing - Mutualised - CHF, EUR, GBP, USD	1.50%	15%
Class B - Accumulating - Standard - CHF, EUR, GBP, USD	0.75%	10%
Class B - Accumulating - Mutualised - CHF, EUR, GBP, USD	0.75%	10%
Class B - Distributing - Standard - CHF, EUR, GBP, USD	0.75%	10%
Class B - Distributing - Mutualised - CHF, EUR, GBP, USD	0.75%	10%
Class C - Accumulating - Standard - CHF, EUR, GBP, USD	2.00%	15%
Class C - Accumulating - Mutualised - CHF, EUR, GBP, USD	2.00%	15%
Class C - Distributing - Standard - CHF, EUR, GBP, USD	2.00%	15%
Class C - Distributing - Mutualised - CHF, EUR, GBP, USD	2.00%	15%
Class D - Accumulating - Standard - CHF, EUR, GBP, USD	1.25%	10%
Class D - Accumulating - Mutualised - CHF, EUR, GBP, USD	1.25%	10%
Class D - Distributing - Standard - CHF, EUR, GBP, USD	1.25%	10%
Class D - Distributing - Mutualised - CHF, EUR, GBP, USD	1.25%	10%
Management Class - EUR, GBP, USD	0%	0%
<b>Indus Select Asia Pacific Fund</b>		
Class A - EUR, USD, GBP	1.00%	15%
Class B - EUR, USD, GBP	1.50%	0%
Class C - EUR, USD, GBP	1.50%	15%
Class D - EUR, USD, GBP	2.00%	0%
Class E - USD	0%	0%
<b>MS Algebris Global Financial UCITS Fund</b>		
Class A - EUR, USD, GBP, CHF, SGD, SEK	2.00%	20%
Class I - EUR, USD, GBP, CHF, SGD, SEK	1.50%	20%
Class M - EUR, USD, GBP, CHF, SGD, SEK	0%	0%
Class B - EUR, USD, GBP, CHF, SGD, SEK	1.00%	10%
<b>Emerging Markets Equity Fund</b>		
Class A - USD	0.55%	0%
Class I - USD	0.20%	0%
<b>Indus PacifiChoice Asia Fund</b>		
Class A - EUR, USD, GBP, CHF	2.00%	20%
Class B - EUR, USD, GBP	1.50%	20%
Class I - EUR, USD, GBP, CHF	1.50%	20%
Class P - EUR, USD, GBP, CHF	1.50%	20%
Class S - EUR, USD	1.25%	20%
Class E - USD	0%	0%
<b>MS Ascend UCITS Fund</b>		
Class A - EUR, USD, GBP	2.50%	20%
Class I - EUR, USD, GBP	1.50%	20%
Class P - EUR, USD, GBP	1.50%	20%
Class E - USD	0%	0%
Class S - EUR, USD	1.60%	20%

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**8. Fees and Other Expenses (continued)**

	Investment Manager fee rate	Performance fee rate
<b>MS Alkeon UCITS Fund</b>		
Class A - EUR, USD, GBP, CHF	2.50%	20%
Class C - EUR, USD, GBP, CHF	1.00%	20%
Class I - EUR, USD, GBP, CHF	2.00%	20%
Class P - EUR, USD, GBP, CHF	2.00%	20%
Class E - USD	0%	0%
<b>MS SLJ Macro UCITS Fund</b>		
Class I - EUR, USD, GBP	1.50%	20%
Class B1 - EUR, USD, GBP	0.60%	10%
Class B2 - EUR, USD, GBP	1.00%	10%
Class P - EUR, USD, GBP	1.50%	20%
Class E - EUR, USD	0%	0%
<b>MS QTI UCITS Fund</b>		
Class A - EUR, USD, GBP, CHF	1.75%	0%
Class I - EUR, USD, GBP, CHF	1.00%	0%
Class B - EUR, USD, GBP, CHF	0.40%	0%
<b>MS Long Term Trends UCITS Fund</b>		
Class A - USD, EUR, GBP, CHF	1.35%	0%
Class I - USD, EUR, GBP, CHF	0.60%	0%
Class B - USD, EUR, GBP, CHF	0.30%	0%
Class E - USD, EUR	0%	0%
<b>MS Swiss Life Multi Asset Protected Fund</b>		
Class A - CHF	*0.15%	0%
<b>MS Dalton Asia Pacific UCITS Fund</b>		
Class B1 - USD, EUR, GBP	0.75%	0%
Class B2 - USD, EUR, GBP	1.25%	7.5%
Class I - USD, EUR, GBP	1.50%	15%
Class P - USD, EUR, GBP	1.50%	15%
Class A - USD, EUR, GBP	2.50%	15%
<b>MS TCW Unconstrained Plus Bond Fund</b>		
Class B1 - USD, EUR, GBP	0.55%	0%
Class I - USD, EUR, GBP	0.80%	0%
Class P - USD, EUR, GBP	0.80%	0%
Class A - USD, EUR, GBP	1.60%	0%
<b>MS Broadmark Tactical Plus UCITS Fund</b>		
Class B1 - USD, EUR, GBP	0.75%	0%
Class B2 - USD, EUR, GBP	1.00%	15%
Class I - USD, EUR, GBP	1.50%	15%
Class P - USD, EUR, GBP	1.50%	15%
<b>MS Scientific Beta Global Equity Factors UCITS ETF</b>		
Class A - USD	0.10%	0%
<b>MS Lynx UCITS Fund</b>		
Class P - USD, EUR, GBP, CHF	0.50%	0%
Class I - USD, EUR, GBP, CHF	0.50%	0%
Class B - USD, EUR, GBP, CHF	0.30%	0%
Class E - USD, EUR	0%	0%

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**8. Fees and Other Expenses (continued)**

	Investment Manager fee rate	Performance fee rate
<b>MS Nezu Cyclical Japan UCITS Fund</b>		
Class M - USD, JPY	0%	0%
Class H - EUR	1.00%	20%
Class S - USD, EUR, GBP, JPY	1.00%	20%
Class B - USD, EUR, GBP	1.25%	20%
Class R - USD, EUR, GBP	1.25%	20%
Class C - USD, EUR, GBP	1.25%	20%
Class D - GBP	1.25%	20%
Class I - USD, EUR, GBP	1.50%	20%
Class P - USD, EUR, GBP	1.50%	20%
Class A - USD, EUR, GBP	2.25%	20%
<b>MS Kairos Enhanced Selection UCITS Fund</b>		
Class A - USD, EUR, GBP, CHF	2.60%	20%
Class I - USD, EUR, GBP, CHF	1.60%	20%
Class P - USD, EUR, GBP, CHF	1.60%	20%
Class B - USD, EUR, GBP, CHF	1.20%	15%
Class M - USD, EUR	1.60%	20%
Class S - USD, EUR	0%	0%
<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund</b>		
Class A - EUR	*0.15%	0%
<b>**Global Equity Risk Premia Long/Short UCITS Fund</b>		
Class A - EUR	0.05%	0%
<b>MS Tremblant Long/Short Equity UCITS Fund</b>		
Class A - USD, EUR, GBP	2.50%	20%
Class I - USD, EUR, GBP	1.75%	20%
Class P - USD, EUR, GBP	1.75%	20%
Class B - USD, EUR, GBP	1.25%	15%
Class S - USD, EUR, GBP	1.00%	15%
Class M - USD	0%	0%
Class C - USD, EUR, GBP	1.25%	15%
<b>MSCI Emerging Markets ESG Equity Fund</b>		
Class I - USD	0.20%	0%
Class A - USD	0.55%	0%
<b>DAX® 80 Garant</b>		
Class A - EUR	0.10%	0%
<b>Quantica Managed Futures UCITS Fund</b>		
Class A - USD, EUR, GBP, CHF	2.00%	20%
Class I - USD, EUR, GBP, CHF	1.00%	20%
Class P - USD, EUR, GBP, CHF	1.00%	20%
Class B2 - USD, EUR, GBP, CHF	0.75%	15%
Class B1 - USD, EUR, GBP, CHF	0.50%	10%
<b>MS Scientific Beta US Equity Factors UCITS ETF</b>		
Class A - USD	0.10%	0%
<b>IPM Systematic Macro UCITS Fund</b>		
Class A - USD, EUR, GBP, CHF, SEK	2.00%	20%
Class I - USD, EUR, GBP, CHF, SEK	1.50%	20%
Class P - USD, EUR, GBP, CHF, SEK	1.50%	20%
Class B - USD, EUR, GBP, SEK	1.00%	15%
Class M - USD	As agreed between investors and the Investment Manager	As agreed between investors and the Investment Manager

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**8. Fees and Other Expenses (continued)**

	Investment Manager fee rate	Performance fee rate
<b>Smartfund 80% Protected Balanced Fund</b>		
Class A - USD, EUR, GBP	*0.10%	0%
Class C - GBP	*0.10%	0%
<b>Smartfund 80% Protected Growth Fund</b>		
Class A - USD, EUR, GBP	*0.10%	0%
Class C - GBP	*0.10%	0%
<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II</b>		
Class A - EUR	*0.15%	0%
<b>Mariner Lenus Healthcare UCITS Fund</b>		
Class A - USD, EUR, GBP, CHF	2.25%	20%
Class I - USD, EUR, GBP, CHF	1.50%	20%
Class P - USD, EUR, GBP, CHF	1.50%	20%
Class B - USD, EUR, GBP, CHF	1.25%	17.5%
<b>80% Protected Index Portfolio</b>		
Class A - GBP	0.15%	0%
<b>Mariner Investment Diversifying Alternative UCITS Fund</b>		
Class A - USD, EUR, GBP, CHF	2.25%	0%
Class I - USD, EUR, GBP, CHF	1.50%	0%
Class P - USD, EUR, GBP, CHF	1.50%	0%
Class B - USD, EUR, GBP, CHF	1.00%	0%
<b>Smartfund Growth Fund</b>		
Class A - USD, EUR, GBP	*1.70%	0%
Class C - GBP	*0.25%	0%
<b>Smartfund Cautious Fund</b>		
Class A - USD, EUR, GBP	*1.70%	0%
Class C - GBP	*0.25%	0%
<b>Smartfund Balanced Fund</b>		
Class A - USD, EUR, GBP	*1.70%	0%
Class C - GBP	*0.25%	0%
<b>Market Neutral Credit UCITS Fund</b>		
Class A - USD, EUR, GBP, CHF	1.75%	20%
Class I - USD, EUR, GBP, CHF	1.25%	20%
Class P - USD, EUR, GBP, CHF	1.25%	20%
Class B2 - USD, EUR, GBP, CHF	1.00%	15%
Class B1 - USD, EUR, GBP, CHF	1.00%	15%
Class M - USD, EUR	1.00%	15%

\*In addition to the above Investment Manager fees, MS Swiss Life Multi Asset Protected Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund, Smartfund 80% Protected Balanced Fund, Smartfund 80% Protected Growth Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II, Smartfund Growth Fund, Smartfund Cautious Fund and Smartfund Balanced Fund will pay to their Sub-Investment Manager from the assets attributable each class of shares of the Sub-Fund management fees which are based on a percentage of net assets attributable to each class of shares, which are accrued daily and paid periodically in arrears, up to an annual rate as set out in the below table. No Sub-Investment Manager fee will be paid in respect of the MS PSAM Global Event UCITS Fund.

**Sub-Investment Manager fee rate**

<b>MS Swiss Life Multi Asset Protected Fund</b>	
Class A - CHF	0.60%
<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund</b>	
Class A - EUR	1.50%

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**8. Fees and Other Expenses (continued)**

	<b>Sub-Investment Manager fee rate</b>
<b>Smartfund 80% Protected Balanced Fund</b>	
Class A - USD, EUR, GBP	1.70%
Class C - GBP	0.25%
<b>Smartfund 80% Protected Growth Fund</b>	
Class A - USD, EUR, GBP	1.70%
Class C - GBP	0.25%
<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II</b>	
Class A - EUR	1.90%
<b>Smartfund Growth Fund</b>	
Class A - USD, EUR, GBP	0.10%
Class C - GBP	0.10%
<b>Smartfund Cautious Fund</b>	
Class A - USD, EUR, GBP	0.10%
Class C - GBP	0.10%
<b>Smartfund Balanced Fund</b>	
Class A - USD, EUR, GBP	0.10%
Class C - GBP	0.10%

\*\*In addition to the above Investment Manager fee, Global Equity Risk Premia Long/Short UCITS Fund will pay to its Investment Advisor, from the assets of the Sub-Fund a fee which is based on a percentage of net assets of the Sub-Fund, which is accrued daily and paid periodically in arrears at an annual rate of 0.05% .

There were no changes in the above rates from the previous year.

The below tables summarise the management fee and performance fee charged to each Sub-Fund for the year and payable by each Sub-Fund at the year end.

**For the year/period ended 31 July 2016**

	<b>Management fee</b>		<b>Performance fee</b>	
	<b>Charged</b>	<b>Payable</b>	<b>Charged</b>	<b>Payable</b>
MS PSAM Global Event UCITS Fund	€8,229,323	€1,558,090	€605,577	€596,969
Salar Convertible Absolute Return Fund	\$2,638,112	\$454,631	\$(809,954)	\$1,437
Indus Select Asia Pacific Fund	\$28,192	-	\$(83)	-
MS Algebris Global Financials UCITS Fund	€36,067	€993	€(11,294)	-
Emerging Markets Equity Fund	\$281,207	\$27,255	-	-
Indus PacificChoice Asia Fund	\$2,760,758	\$140,153	\$(1,143,306)	\$5,312
MS Ascend UCITS Fund	\$2,823,779	\$162,917	\$(382,116)	-
MS Alkeon UCITS Fund	\$2,341,262	\$139,282	\$(1,516,986)	-
MS SLJ Macro UCITS Fund	€254,094	€22,565	-	-
MS QTI UCITS Fund	\$71,191	\$4,788	-	-
MS Long Term Trends UCITS Fund	\$148,013	\$11,082	-	-
MS Swiss Life Multi Asset Protected Fund	CHF374,114	CHF50,194	-	-
MS Dalton Asia Pacific UCITS Fund	€1,113,453	€670,616	€94,964	€364,305
MS TCW Unconstrained Plus Bond Fund	\$827,690	\$841,226	-	-
MS Broadmark Tactical Plus UCITS Fund	\$428,595	\$33,802	-	-
MS Scientific Beta Global Equity Factors UCITS ETF	\$144,874	\$22,129	-	-
MS Lynx UCITS Fund	\$139,319	\$23,785	-	-
MS Nezu Cyclical Japan UCITS Fund	¥213,528,240	¥8,715,383	¥(110,111,045)	¥66,510
MS Kairos Enhanced Selection UCITS Fund	€459,921	€129,906	€(191,099)	-
MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund	€6,798,954	€501,345	-	-
Global Equity Risk Premia Long/Short UCITS Fund	€332,282	€29,346	-	-
MS Tremblant Long/Short Equity UCITS Fund	\$651,070	\$25,801	\$(412,808)	\$5,030
MSCI Emerging Markets ESG Equity Fund	\$843,024	\$306,203	-	-

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**8. Fees and Other Expenses (continued)**
**For the year/period ended 31 July 2016 (continued)**

	Management fee		Performance fee	
	Charged	Payable	Charged	Payable
DAX® 80 Garant	€10,009	€3,696	-	-
Quantica Managed Futures UCITS Fund	\$320,449	\$45,234	\$240,112	\$240,112
MS Scientific Beta US Equity Factors UCITS ETF	\$68,398	\$12,557	-	-
IPM Systematic Macro UCITS Fund	\$2,803,909	\$2,641,237	\$1,868,749	\$1,243,675
Smartfund 80% Protected Balanced Fund	£287,337	£48,249	-	-
Smartfund 80% Protected Growth Fund	£257,868	£40,954	-	-
MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II	€382,824	€61,876	-	-
Mariner Lenus Healthcare UCITS Fund	\$327,180	\$24,050	\$109,508	-
80% Protected Index Portfolio	£450	£130	-	-
Mariner Investment Diversifying Alternative UCITS Fund	\$112,062	\$20,453	-	-
Smartfund Growth Fund	£49,651	£11,299	-	-
Smartfund Cautious Fund	£59,220	£13,331	-	-
Smartfund Balanced Fund	£106,637	£25,172	-	-
Market Neutral Credit UCITS Fund	\$71,763	\$71,763	\$56,229	\$56,228

**For the year/period ended 31 July 2015**

	Management fee		Performance fee	
	Charged	Payable	Charged	Payable
MS PSAM Global Event UCITS Fund	€15,745,870	€2,438,447	€(2,924,572)	€48,190
Salar Convertible Absolute Return Fund	\$2,796,692	\$422,498	\$1,103,283	\$1,201,944
Indus Select Asia Pacific Fund	\$287,501	\$11,165	\$117,495	\$464
MS Algebris Global Financials UCITS Fund	€234,237	€22,650	€493,533	€14,318
Emerging Markets Equity Fund	\$1,274,365	\$93,347	-	-
Indus PacifiChoice Asia Fund	\$2,275,318	\$254,124	\$5,467,482	\$2,988,150
MS Ascend UCITS Fund	\$1,971,691	\$224,540	\$1,443,334	\$806,893
MS Alkeon UCITS Fund	\$3,954,941	\$293,849	\$3,527,268	\$1,552,745
RiverCrest European Equity Alpha Fund	£17,004	-	-	-
MS Claritas Long Short Market Neutral UCITS Fund	\$11,454	\$2,258	-	-
MS SLJ Macro UCITS Fund	€80,846	€8,309	€166,045	-
MS QTI UCITS Fund	\$38,507	\$5,301	-	-
MS Turner Spectrum UCITS Fund	\$122,668	\$15,065	-	-
MS Long Term Trends UCITS Fund	\$231,685	\$14,509	-	-
MS Discretionary Plus UCITS Fund	-	-	-	-
MS Swiss Life Multi Asset Protected Fund	CHF457,618	CHF148,126	-	-
MS Dalton Asia Pacific UCITS Fund	€730,177	€312,351	€584,960	€608,169
MS TCW Unconstrained Plus Bond Fund	\$799,062	\$551,203	-	-
MS Broadmark Tactical Plus UCITS Fund	\$379,212	\$37,769	\$70,605	-
MS Scientific Beta Global Equity Factors UCITS ETF	\$127,015	\$43,786	-	-
MS Lynx UCITS Fund	\$38,354	\$8,581	-	-
MS Nezu Cyclical Japan UCITS Fund	¥150,146,402	¥17,902,495	¥391,056,422	¥234,002,673
MS Kairos Enhanced Selection UCITS Fund	€531,041	€100,722	€488,485	€191,099
MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund	€3,147,116	€645,090	-	-
Global Equity Risk Premia Long/Short UCITS Fund	€117,475	€61,852	-	-
MS Tremblant Long/Short Equity UCITS Fund	\$210,012	\$207,214	\$550,003	\$542,676
MSCI Emerging Markets ESG Equity Fund	\$298,386	\$265,523	-	-

Each performance fee calculation period ends 31 December whereas the Company's financial year ends 31 July. In accordance with accounting standards, where applicable, performance fees are accrued daily on the net appreciation in the net asset value of each class but are only payable at each calculation period end on the net appreciation, if any, during that calculation period. Accordingly, where the net asset value per share appreciates above and subsequently depreciates below its high watermark, a positive charge is recognised in profit or loss to reverse previously accrued performance fees which are no longer payable. The preceding may result in the reporting of positive performance fees in the financial statements when, in actuality, performance fees are not earned by the Sub-Funds.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**

**For the year ended 31 July 2016**

**8. Fees and Other Expenses (continued)**

**Risk Management, Administrator's and Depositary's Fees**

The Company will pay the Promoter, out of the assets of the Sub-Funds, a fee which will not exceed:

0.35% per annum of the net assets of MS PSAM Global Event UCITS Fund;

0.30% per annum of the net assets of Salar Convertible Absolute Return Fund, MS Scientific Beta Global Equity Factors UCITS ETF and MS Scientific Beta US Equity Factors UCITS ETF;

0.40% per annum of the net assets of Indus Select Asia Pacific Fund, MS Algebris Global Financials UCITS Fund, Indus PacificChoice Asia Fund, MS Ascend UCITS Fund, MS Alkeon UCITS Fund, MS SLJ Macro UCITS Fund, MS QTI UCITS Fund, MS Long Term Trends UCITS Fund, MS Dalton Asia Pacific UCITS Fund, MS TCW Unconstrained Plus Bond Fund, MS Broadmark Tactical Plus UCITS Fund, MS Lynx UCITS Fund, MS Nezu Cyclical Japan UCITS Fund, MS Kairos Enhanced Selection UCITS Fund, MS Tremblant Long/Short Equity UCITS Fund, Quantica Managed Futures UCITS Fund, IPM Systematic Macro UCITS Fund, Mariner Lenus Healthcare UCITS Fund, Mariner Investment Diversifying Alternative UCITS Fund and Market Neutral Credit UCITS Fund;

0.10% per annum of the net assets of Global Equity Risk Premia Long/Short UCITS Fund.

1.15% per annum of the net assets of DAX® 80 Garant; and

0.15% per annum of the net assets of Smartfund 80% Protected Balanced Fund, Smartfund 80% Protected Growth Fund, Smartfund Growth Fund, Smartfund Cautious Fund and Smartfund Balanced Fund.

The fee will be accrued daily and paid periodically in arrears. No promoter fee will be paid in respect of Emerging Markets Equity Fund, MS Swiss Life Multi Asset Protected Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund, MSCI Emerging Markets ESG Equity Fund and MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II.

The Promoter will, inter alia, pay the fees and expenses of the Administrator and Depositary in addition to director and audit fees in full out of this fee and will be entitled to retain any excess after payment of such fees for risk management services provided. For financial statement purposes, the promoter fee does not include administration fees and depositary fees which are shown separately on the Statement of Financial Position and Statement of Comprehensive Income. Notwithstanding the above, any transaction charges, reasonable fees and customary agents' charges due to any sub-custodian (which shall be charged at normal commercial rates) together with value added tax, if any, thereon, shall be paid out of the assets of the Sub-Fund or, if paid by the Depositary, shall be reimbursed to the Depositary out of the assets of the Sub-Fund.

The administration fee and depositary fee in respect of Emerging Markets Equity Fund, MS Swiss Life Multi Asset Protected Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund, MSCI Emerging Equity ESG UCITS Fund and MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II will be paid by FundLogic SAS.

**Ongoing Charges and Expenses**

The additional charges and expenses specified in the section entitled Ongoing Charges and Expenses in the Prospectus will, save in respect of the fees of the Distributor, be paid out of the assets of the Sub-Funds.

The Distributor has appointed Danske Bank A/S as Sub-Distributor of Global Equity Risk Premia Long/Short UCITS Fund. The Distributor will pay to the Sub-Distributor, out of the assets of the Sub-Fund, an amount equal to 0.5% per annum of the Net Asset Value of the Sub-Fund.

Kevin Molony received a director's fee of €60,000 for the year ended 31 July 2016 from the Promoter (31 July 2015: €50,000). Simon O'Sullivan received a director's fee of €50,000 for the year ended 31 July 2016 from the Promoter (31 July 2015: €35,000). Benjamin Walker and David Haydon did not receive a director's fee for the year ended 31 July 2016 (31 July 2015: None).

Total audit fees for the year amounted to US\$266,144 (31 July 2015: US\$220,961).

With the exception of legal and professional fees paid by MS PSAM Global Event UCITS Fund amounting to €633,575 (31 July 2015: €1,381,456) and Salar Convertible Absolute Return Fund amounting to US\$147,176 (31 July 2015: None) all legal fees have been paid by the Promoter on behalf of the Company.

**Transaction Costs**

Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of a financial asset or financial liability. An incremental cost is one that would not have been incurred if the entity had not acquired, issued or disposed of the financial instrument. Transaction costs on the acquisition and disposal of securities are included in net realised gains/(losses) on financial assets and liabilities at fair value through profit or loss in the Statement of Comprehensive Income. Transaction costs on the acquisition and disposal of financial derivative instruments are shown separately on the Statement of Comprehensive Income and for the year amounted to US\$5,525,674 (31 July 2015: US\$5,241,090).

**NOTES TO THE FINANCIAL STATEMENTS (continued)**

**For the year ended 31 July 2016**

**9. Related Party Disclosures**

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 is considered to be related as they have the ability to control, or exercise significant influence over, the Company in making financial or operational decisions.

FundLogic SAS has been appointed Investment Manager for Emerging Markets Equity Fund, MS QTI UCITS Fund, MS Long Term Trends UCITS Fund, MS Swiss Life Multi Asset Protected Fund, MS Scientific Beta Global Equity Factors UCITS ETF, MS Lynx UCITS Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 UCITS Fund, Global Equity Risk Premia Long/Short UCITS Fund, MSCI Emerging Markets ESG Equity Fund, DAX® 80 Garant, MS Scientific Beta US Equity Factors UCITS ETF, Smartfund 80% Protected Balanced Fund, Smartfund 80% Protected Growth Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II and 80% Protected Index Portfolio. During the year ended 31 July 2016, FundLogic SAS earned management fees amounting to US\$2,892,464 (31 July 2015: US\$2,127,177). The Company has appointed other Investment Managers to manage the portfolios of all other Sub-Funds. Management fees and performance fees earned by the other Investment Managers during the year are shown on the Statement of Comprehensive Income.

The respective Investment Manager of each relevant Sub-Fund provides the independent valuation of the total return swaps and other over-the-counter derivatives.

The cost of establishing the Sub-Funds and the expenses of the initial offer of shares in the Sub-Funds, the preparation and printing of the Prospectus and Supplement for the Sub-Funds, marketing costs and the fees of all professionals relating to them will be borne by Morgan Stanley & Co International plc, the Promoter and the ultimate parent company to FundLogic SAS.

Morgan Stanley & Co International plc has been appointed by the Company to act as Promoter, Risk Manager and Distributor of the Sub-Funds. Promoter fees earned by Morgan Stanley & Co International plc are shown on the Statement of Comprehensive Income and during the year amounted to US\$6,236,259 (31 July 2015: US\$5,821,905).

In addition Morgan Stanley, or any of its affiliate or subsidiaries that are UCITS eligible counterparties, is a counterparty to the Sub-Funds for open financial derivative instrument contracts, including the total return swap financing leg and total return swap reference portfolio leg for MS PSAM Global Event UCITS Fund, Salar Convertible Absolute Return Fund, Emerging Markets Equity Fund, MS Ascend UCITS Fund, MS Alkeon UCITS Fund, MS Swiss Life Multi Asset Protected Fund, MS Scientific Beta Global Equity Factors UCITS ETF, MS Kairos Enhanced Selection UCITS Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund, Global Equity Risk Premia Long/Short UCITS Fund, MS Tremblant Long/Short Equity UCITS Fund, MSCI Emerging Markets ESG Equity Fund, DAX® 80 Garant, MS Scientific Beta US Equity Factors UCITS ETF, Smartfund 80% Protected Balanced Fund, Smartfund 80% Protected Growth Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II, 80% Protected Index Portfolio, Smartfund Growth Fund, Smartfund Cautious Fund and Smartfund Balanced Fund, as disclosed in the Schedule of Investments as at 31 July 2016.

Morgan Stanley & Co International plc or any of its employees, agents, affiliates, subsidiaries may perform further or alternative roles relating to the Company and any Sub-Fund, including:

- (i) being the counterparty in respect of any investments of the Sub-Funds;
- (ii) being involved in arrangements relating to the relevant investments (for example as a derivative counterparty, or a calculation agent);
- (iii) being appointed as sub-custodian to a Sub-Fund by the Depositary and the Company;
- (iv) acting as a market maker in respect of Shares;
- (v) being responsible for providing valuations which may form the basis of calculating the Net Asset Value per Share in respect of any Sub-Fund in line with the valuation policies of the Company; and/or
- (vi) sponsoring or otherwise being involved with a variety of structured products such as participating notes, options or swaps linked in whole or in part to the performance of the Sub-Funds.

Morgan Stanley & Co International plc and its affiliates may receive compensation for providing such services to the Company and the Sub-Funds at normal commercial rates.

The Company has adopted a conflict of interest policy to ensure that during the course of its business, shareholders in the Sub-Funds are treated fairly and material conflicts of interest are identified, disclosed and managed at a level of independence which is appropriate to the size and the activities of the Company.



**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**Salor Convertible Absolute Return Fund (continued)**

	<b>Class B EUR Accumulating Mutualised</b>	<b>Class C EUR Accumulating Standard</b>	<b>Class A GBP Accumulating Standard</b>	<b>Class A GBP Distributing Mutualised</b>	<b>Class B GBP Accumulating Standard</b>	<b>Class B GBP Distributing Standard</b>
<b>Number of Shares at 1 August 2015</b>	44,927	58,979	47,160	20,937	422,434	92,980
Subscriptions	-	5,082	15,660	3,428	-	7
Redemptions	-	(43,159)	(28,849)	(10,890)	-	(2,430)
<b>Number of Shares at 31 July 2016</b>	<b>44,927</b>	<b>20,902</b>	<b>33,971</b>	<b>13,475</b>	<b>422,434</b>	<b>90,557</b>
<b>Total NAV per share class as at 31 July 2016</b>	<b>€4,797,427</b>	<b>€2,025,189</b>	<b>£3,727,311</b>	<b>£1,463,122</b>	<b>£50,277,214</b>	<b>£10,490,002</b>
<b>NAV per share as at 31 July 2016</b>	<b>€106.78</b>	<b>€96.89</b>	<b>£109.72</b>	<b>£108.58</b>	<b>£119.02</b>	<b>£115.84</b>

	<b>Management Class GBP</b>	<b>Class A CHF Accumulating Standard</b>
<b>Number of Shares at 1 August 2015</b>	36,312	63,950
Subscriptions	-	-
Redemptions	(21,831)	-
<b>Number of Shares at 31 July 2016</b>	<b>14,481</b>	<b>63,950</b>
<b>Total NAV per share class as at 31 July 2016</b>	<b>£1,842,198</b>	<b>CHF 6,179,033</b>
<b>NAV per share as at 31 July 2016</b>	<b>£127.22</b>	<b>CHF 96.62</b>

**Indus Select Asia Pacific Fund**

	<b>Class B USD</b>	<b>Class A EUR</b>	<b>Class C GBP</b>
<b>Number of Shares at 1 August 2015</b>	5,131	1,334	6
Subscriptions	-	-	-
Redemptions	(5,131)	(1,334)	(6)
<b>Number of Shares at 31 July 2016</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total NAV per share class as at 31 July 2016</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NAV per share as at 31 July 2016</b>	<b>-</b>	<b>-</b>	<b>-</b>

**MS Algebris Global Financials UCITS Fund**

	<b>Class I EUR</b>	<b>Class B EUR</b>	<b>Class A EUR</b>	<b>Class I USD</b>	<b>Class B USD</b>	<b>Class M USD</b>
<b>Number of Shares at 1 August 2015</b>	1,051	625	849	3,569	125	199
Subscriptions	-	8	-	-	-	-
Redemptions	(1,051)	(633)	(849)	(3,569)	(125)	(199)
<b>Number of Shares at 31 July 2016</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total NAV per share class as at 31 July 2016</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NAV per share as at 31 July 2016</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**MS Algebris Global Financials UCITS Fund (continued)**

	<b>Class M GBP</b>
<b>Number of Shares at 1 August 2015</b>	12
Subscriptions	-
Redemptions	(12)
<b>Number of Shares at 31 July 2016</b>	<u>-</u>
<b>Total NAV per share class as at 31 July 2016</b>	-
<b>NAV per share as at 31 July 2016</b>	-

**Emerging Markets Equity Fund**

	<b>Class I USD</b>
<b>Number of Shares at 1 August 2015</b>	144,286
Subscriptions	88,578
Redemptions	(27,928)
<b>Number of Shares at 31 July 2016</b>	<u>204,936</u>
<b>Total NAV per share class as at 31 July 2016</b>	<b>\$179,413,595</b>
<b>NAV per share as at 31 July 2016</b>	<b>\$875.46</b>

**Indus PacifiChoice Asia Fund**

	<b>Class A USD</b>	<b>Class B USD</b>	<b>Class I USD</b>	<b>Class S USD</b>	<b>Class B EUR</b>	<b>Class S EUR</b>
<b>Number of Shares at 1 August 2015</b>	15,845	178	15,619	8,178	810	1,246
Subscriptions	13,354	162	9,632	-	-	-
Redemptions	(9,606)	(340)	(23,465)	(8,178)	(810)	(1,062)
<b>Number of Shares at 31 July 2016</b>	<u>19,593</u>	<u>-</u>	<u>1,786</u>	<u>-</u>	<u>-</u>	<u>184</u>
<b>Total NAV per share class as at 31 July 2016</b>	<b>\$21,756,236</b>	<b>-</b>	<b>\$2,237,065</b>	<b>-</b>	<b>-</b>	<b>€241,513</b>
<b>NAV per share as at 31 July 2016</b>	<b>\$1,110.40</b>	<b>-</b>	<b>\$1,252.45</b>	<b>-</b>	<b>-</b>	<b>€1,313.44</b>
	<b>Class I EUR</b>	<b>Class E USD</b>	<b>Class B GBP</b>	<b>Class I GBP</b>	<b>Class P USD</b>	<b>Class A EUR</b>
<b>Number of Shares at 1 August 2015</b>	55,100	6,751	905	29,593	139	800
Subscriptions	15,052	304	-	10,163	446	395
Redemptions	(70,152)	(7,055)	(905)	(39,739)	(518)	(850)
<b>Number of Shares at 31 July 2016</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17</u>	<u>67</u>	<u>345</u>
<b>Total NAV per share class as at 31 July 2016</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>£23,468</b>	<b>\$63,315</b>	<b>€308,718</b>
<b>NAV per share as at 31 July 2016</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>£1,392.42</b>	<b>\$940.45</b>	<b>€894.64</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

## 10. Share Capital (continued)

## Indus PacifiChoice Asia Fund (continued)

	Class P GBP	Class P CHF
Number of Shares at 1 August 2015	-	-
Subscriptions	1,586	2,100
Redemptions	(32)	(2,100)
Number of Shares at 31 July 2016	<u>1,554</u>	<u>-</u>
Total NAV per share class as at 31 July 2016	£1,439,776	-
NAV per share as at 31 July 2016	£926.64	-

## MS Ascend UCITS Fund

	Class I USD	Class E USD	Class I EUR	Class S EUR	Class P USD
Number of Shares at 1 August 2015	5,900	25,000	115,531	20,000	6,471
Subscriptions	7,272	-	49,934	-	461
Redemptions	(11,050)	-	(78,710)	-	(5,086)
Number of Shares at 31 July 2016	<u>2,122</u>	<u>25,000</u>	<u>86,755</u>	<u>20,000</u>	<u>1,846</u>
Total NAV per share class as at 31 July 2016	\$2,051,794	\$29,309,152	€89,376,361	€19,780,719	\$2,012,968
NAV per share as at 31 July 2016	\$966.70	\$1,172.37	€1,030.23	€989.04	\$1,090.65

## MS Alkeon UCITS Fund

	Class A USD	Class I USD	Class P USD	Class A CHF	Class I CHF	Class A EUR
Number of Shares at 1 August 2015	42,152	6,643	4,498	7,255	99	8,322
Subscriptions	974	256	1,401	140	-	174
Redemptions	(16,035)	(3,380)	(2,372)	(1,865)	-	(3,404)
Number of Shares at 31 July 2016	<u>27,091</u>	<u>3,519</u>	<u>3,527</u>	<u>5,530</u>	<u>99</u>	<u>5,092</u>
Total NAV per share class as at 31 July 2016	\$32,874,422	\$4,138,119	\$3,847,645	CHF6,063,899	CHF113,212	€5,540,515
NAV per share as at 31 July 2016	\$1,213.49	\$1,175.85	\$1,090.96	CHF1,096.50	CHF1,143.18	€1,087.98
	Class C EUR	Class I EUR	Class P EUR	Class A GBP	Class I GBP	Class P GBP
Number of Shares at 1 August 2015	72,144	2,805	1,037	1,970	436	921
Subscriptions	11,054	-	797	-	-	143
Redemptions	(59,279)	(2,051)	(810)	(295)	(258)	(492)
Number of Shares at 31 July 2016	<u>23,919</u>	<u>754</u>	<u>1,024</u>	<u>1,675</u>	<u>178</u>	<u>572</u>
Total NAV per share class as at 31 July 2016	€30,597,387	€863,051	€1,113,555	£1,793,842	£195,470	£600,250
NAV per share as at 31 July 2016	€1,279.22	€1,144.75	€1,086.99	£1,071.13	£1,097.99	£1,048.89

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**MS SLJ Macro UCITS Fund**

	<b>Class B1 EUR</b>	<b>Class B2 EUR</b>	<b>Class E USD</b>	<b>Class B2 GBP</b>	<b>Class B2 USD</b>
<b>Number of Shares at 1 August 2015</b>	1,049	5,447	678	713	2,024
Subscriptions	30,842	26,706	-	-	647
Redemptions	(4,661)	(25,864)	-	-	(1,498)
<b>Number of Shares at 31 July 2016</b>	<b>27,230</b>	<b>6,289</b>	<b>678</b>	<b>713</b>	<b>1,173</b>
<b>Total NAV per share class as at 31 July 2016</b>	<b>€28,032,939</b>	<b>€6,441,087</b>	<b>\$683,231</b>	<b>£747,218</b>	<b>\$1,122,252</b>
<b>NAV per share as at 31 July 2016</b>	<b>€1,029.47</b>	<b>€1,024.24</b>	<b>\$1,008.20</b>	<b>£1,047.50</b>	<b>\$956.50</b>

**MS QTI UCITS Fund**

	<b>Class B EUR</b>	<b>Class B USD</b>	<b>Class B CHF</b>
<b>Number of Shares at 1 August 2015</b>	10,956	781	-
Subscriptions	3,808	4,003	6,512
Redemptions	(9,408)	(3,581)	-
<b>Number of Shares at 31 July 2016</b>	<b>5,356</b>	<b>1,203</b>	<b>6,512</b>
<b>Total NAV per share class as at 31 July 2016</b>	<b>€6,188,160</b>	<b>\$1,431,281</b>	<b>CHF6,589,529</b>
<b>NAV per share as at 31 July 2016</b>	<b>€1,155.47</b>	<b>\$1,189.51</b>	<b>CHF1,011.92</b>

**MS Long Term Trends UCITS Fund**

	<b>Class A EUR</b>	<b>Class B EUR</b>	<b>Class B GBP</b>	<b>Class I GBP</b>	<b>Class E EUR</b>	<b>Class A USD</b>
<b>Number of Shares at 1 August 2015</b>	518	15,988	4,422	870	2,829	1,086
Subscriptions	581	7,243	4,317	-	600	5,614
Redemptions	(145)	(12,120)	(547)	(870)	-	(5,060)
<b>Number of Shares at 31 July 2016</b>	<b>954</b>	<b>11,111</b>	<b>8,192</b>	<b>-</b>	<b>3,429</b>	<b>1,640</b>
<b>Total NAV per share class as at 31 July 2016</b>	<b>€984,180</b>	<b>€13,974,370</b>	<b>£10,222,406</b>	<b>-</b>	<b>€4,406,459</b>	<b>\$1,705,918</b>
<b>NAV per share as at 31 July 2016</b>	<b>€1,032.25</b>	<b>€1,257.74</b>	<b>£1,247.82</b>	<b>-</b>	<b>€1,285.04</b>	<b>\$1,040.33</b>

	<b>Class B USD</b>	<b>Class A CHF</b>
<b>Number of Shares at 1 August 2015</b>	11,173	520
Subscriptions	1,505	245
Redemptions	(10,826)	(292)
<b>Number of Shares at 31 July 2016</b>	<b>1,852</b>	<b>473</b>
<b>Total NAV per share class as at 31 July 2016</b>	<b>\$2,149,106</b>	<b>CHF484,199</b>
<b>NAV per share as at 31 July 2016</b>	<b>\$1,160.48</b>	<b>CHF1,022.75</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**MS Swiss Life Multi Asset Protected Fund**

	<b>Class A CHF</b>
Number of Shares at 1 August 2015	556,419
Subscriptions	22,747
Redemptions	(32,575)
<b>Number of Shares at 31 July 2016</b>	<b>546,591</b>

**Total NAV per share class as at 31 July 2016** CHF55,428,456

**NAV per share as at 31 July 2016** CHF101.41

**MS Dalton Asia Pacific UCITS Fund**

	<b>Class A EUR</b>	<b>Class B1 EUR</b>	<b>Class B2 EUR</b>	<b>Class P EUR</b>	<b>Class A USD</b>	<b>Class P USD</b>
Number of Shares at 1 August 2015	143	20,753	49,565	147	196	898
Subscriptions	26	-	20,075	92	8,018	173
Redemptions	(15)	-	(16,850)	-	(4,562)	(13)
<b>Number of Shares at 31 July 2016</b>	<b>154</b>	<b>20,753</b>	<b>52,790</b>	<b>239</b>	<b>3,652</b>	<b>1,058</b>

**Total NAV per share class as at 31 July 2016** €179,509 €27,956,051 €67,814,252 €283,894 \$4,063,701 \$1,194,752

**NAV per share as at 31 July 2016** €1,161.88 €1,347.06 €1,284.60 €1,185.50 \$1,112.68 \$1,129.57

**MS TCW Unconstrained Plus Bond Fund**

	<b>Class I USD</b>	<b>Class P USD</b>	<b>Class A USD</b>	<b>Class B1 EUR</b>	<b>Class I EUR</b>	<b>Class P EUR</b>
Number of Shares at 1 August 2015	-	2,342	4,650	28,906	50,543	59
Subscriptions	193	42	400	5,619	20,993	-
Redemptions	(78)	(147)	(2,714)	-	(25,964)	-
<b>Number of Shares at 31 July 2016</b>	<b>115</b>	<b>2,237</b>	<b>2,336</b>	<b>34,525</b>	<b>45,572</b>	<b>59</b>

**Total NAV per share class as at 31 July 2016** \$117,366 \$2,332,268 \$2,387,889 €37,164,155 €48,398,319 €61,214

**NAV per share as at 31 July 2016** \$1,021.83 \$1,042.64 \$1,022.16 €1,076.43 €1,062.02 €1,030.33

	<b>Class A EUR</b>	<b>Class I GBP</b>
Number of Shares at 1 August 2015	5,020	-
Subscriptions	315	6,851
Redemptions	(2,009)	(135)
<b>Number of Shares at 31 July 2016</b>	<b>3,326</b>	<b>6,716</b>

**Total NAV per share class as at 31 July 2016** €3,436,043 £6,868,721

**NAV per share as at 31 July 2016** €1,033.09 £1,022.81

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**MS Broadmark Tactical Plus UCITS Fund**

	<b>Class B1 USD</b>	<b>Class B2 USD</b>	<b>Class B1 EUR</b>	<b>Class B2 EUR</b>
<b>Number of Shares at 1 August 2015</b>	42,020	2,893	4,720	3,979
Subscriptions	99	-	-	-
Redemptions	(1,020)	(2,843)	-	(146)
<b>Number of Shares at 31 July 2016</b>	<b>41,099</b>	<b>50</b>	<b>4,720</b>	<b>3,833</b>
<b>Total NAV per share class as at 31 July 2016</b>	<b>\$46,690,979</b>	<b>\$51,284</b>	<b>€4,786,311</b>	<b>€4,018,327</b>
<b>NAV per share as at 31 July 2016</b>	<b>\$1,136.06</b>	<b>\$1,030.99</b>	<b>€1,014.05</b>	<b>€1,048.30</b>

**MS Scientific Beta Global Equity Factors UCITS ETF**

	<b>Class A USD</b>
<b>Number of Shares at 1 August 2015</b>	1,184,881
Subscriptions	1,416,614
Redemptions	-
<b>Number of Shares at 31 July 2016</b>	<b>2,601,495</b>
<b>Total NAV per share class as at 31 July 2016</b>	<b>\$285,270,242</b>
<b>NAV per share as at 31 July 2016</b>	<b>\$109.66</b>

**MS Lynx UCITS Fund**

	<b>Class E USD</b>	<b>Class E EUR</b>	<b>Class P USD</b>	<b>Class B USD</b>	<b>Class P CHF</b>	<b>Class B EUR</b>
<b>Number of Shares at 1 August 2015</b>	14,997	29,194	1,650	10,682	3,145	19,143
Subscriptions	1,208	8,545	-	4,425	-	56,541
Redemptions	(364)	(2,568)	(1,650)	(2,677)	(816)	(10,546)
<b>Number of Shares at 31 July 2016</b>	<b>15,841</b>	<b>35,171</b>	<b>-</b>	<b>12,430</b>	<b>2,329</b>	<b>65,138</b>
<b>Total NAV per share class as at 31 July 2016</b>	<b>\$20,485,161</b>	<b>€45,593,771</b>	<b>-</b>	<b>\$12,506,331</b>	<b>CHF2,085,005</b>	<b>€64,146,337</b>
<b>NAV per share as at 31 July 2016</b>	<b>\$1,293.14</b>	<b>€1,296.33</b>	<b>-</b>	<b>\$1,006.15</b>	<b>CHF895.18</b>	<b>€985.00</b>

	<b>Class I EUR</b>
<b>Number of Shares at 1 August 2015</b>	-
Subscriptions	16,440
Redemptions	-
<b>Number of Shares at 31 July 2016</b>	<b>16,440</b>
<b>Total NAV per share class as at 31 July 2016</b>	<b>€17,595,274</b>
<b>NAV per share as at 31 July 2016</b>	<b>€1,070.00</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**MS Nezu Cyclical Japan UCITS Fund**

	<b>Class H EUR</b>	<b>Class S EUR</b>	<b>Class I EUR</b>	<b>Class M USD</b>	<b>Class I USD</b>	<b>Class A EUR</b>
<b>Number of Shares at 1 August 2015</b>	35,099	65,244	27,463	5,000	5,116	-
Subscriptions	27,240	24,364	7,599	-	3,774	251
Redemptions	(32,466)	(52,738)	(34,869)	-	(5,354)	(101)
<b>Number of Shares at 31 July 2016</b>	<b>29,873</b>	<b>36,870</b>	<b>193</b>	<b>5,000</b>	<b>3,536</b>	<b>150</b>
<b>Total NAV per share class as at 31 July 2016</b>	<b>€28,319,096</b>	<b>€34,141,438</b>	<b>€170,500</b>	<b>\$4,927,263</b>	<b>\$3,163,591</b>	<b>€127,101</b>
<b>NAV per share as at 31 July 2016</b>	<b>€947.98</b>	<b>€925.99</b>	<b>€882.00</b>	<b>\$985.45</b>	<b>\$894.58</b>	<b>€845.33</b>

	<b>Class R EUR</b>	<b>Class P USD</b>	<b>Class R USD</b>	<b>Class D GBP</b>
<b>Number of Shares at 1 August 2015</b>	-	-	-	-
Subscriptions	14,641	365	12,513	2,101
Redemptions	(952)	-	(2,918)	(413)
<b>Number of Shares at 31 July 2016</b>	<b>13,689</b>	<b>365</b>	<b>9,595</b>	<b>1,688</b>
<b>Total NAV per share class as at 31 July 2016</b>	<b>€11,623,682</b>	<b>\$367,567</b>	<b>\$8,155,990</b>	<b>£1,502,317</b>
<b>NAV per share as at 31 July 2016</b>	<b>€849.11</b>	<b>\$1,007.03</b>	<b>\$850.03</b>	<b>£890.04</b>

**MS Kairos Enhanced Selection UCITS Fund**

	<b>Class B EUR</b>	<b>Class M EUR</b>	<b>Class S EUR</b>
<b>Number of Shares at 1 August 2015</b>	32,429	10,000	10,000
Subscriptions	10,555	-	-
Redemptions	(8,332)	(10,000)	(6,250)
<b>Number of Shares at 31 July 2016</b>	<b>34,652</b>	<b>-</b>	<b>3,750</b>
<b>Total NAV per share class as at 31 July 2016</b>	<b>€34,590,874</b>	<b>-</b>	<b>€3,879,779</b>
<b>NAV per share as at 31 July 2016</b>	<b>€998.25</b>	<b>-</b>	<b>€1,034.61</b>

**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund**

	<b>Class A EUR</b>
<b>Number of Shares at 1 August 2015</b>	41,860,403
Subscriptions	15,055,394
Redemptions	(18,423,745)
<b>Number of Shares at 31 July 2016</b>	<b>38,492,052</b>
<b>Total NAV per share class as at 31 July 2016</b>	<b>€388,924,235</b>
<b>NAV per share as at 31 July 2016</b>	<b>€10.10</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**Global Equity Risk Premia Long/Short UCITS Fund**

	<b>Class A EUR</b>
<b>Number of Shares at 1 August 2015</b>	3,074,249
Subscriptions	599,116
Redemptions	(92,456)
<b>Number of Shares at 31 July 2016</b>	<u>3,580,909</u>
<b>Total NAV per share class as at 31 July 2016</b>	<b>€371,234,671</b>
<b>NAV per share as at 31 July 2016</b>	<b>€103.67</b>

**MS Tremblant Long/Short Equity UCITS Fund**

	<b>Class M USD</b>	<b>Class S EUR</b>	<b>Class S USD</b>
<b>Number of Shares at 1 August 2015</b>	15,484	60,172	-
Subscriptions	-	20,632	4,338
Redemptions	-	(55,942)	(1,841)
<b>Number of Shares at 31 July 2016</b>	<u>15,484</u>	<u>24,862</u>	<u>2,497</u>
<b>Total NAV per share class as at 31 July 2016</b>	<b>\$15,891,416</b>	<b>€24,768,280</b>	<b>\$2,278,506</b>
<b>NAV per share as at 31 July 2016</b>	<b>\$1,026.32</b>	<b>€996.22</b>	<b>\$912.40</b>

**MSCI Emerging Markets ESG Equity Fund**

	<b>Class I USD</b>
<b>Number of Shares at 1 August 2015</b>	545,761
Subscriptions	12,640
Redemptions	(81)
<b>Number of Shares at 31 July 2016</b>	<u>558,320</u>
<b>Total NAV per share class as at 31 July 2016</b>	<b>\$538,709,466</b>
<b>NAV per share as at 31 July 2016</b>	<b>\$964.88</b>

**DAX® 80 Garant**

	<b>Class A EUR</b>
<b>Number of Shares at 1 August 2015</b>	-
Subscriptions	114,259
Redemptions	(80)
<b>Number of Shares at 31 July 2016</b>	<u>114,179</u>
<b>Total NAV per share class as at 31 July 2016</b>	<b>€11,393,933</b>
<b>NAV per share as at 31 July 2016</b>	<b>€99.79</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**Quantica Managed Futures UCITS Fund**

	<b>Class A EUR</b>	<b>Class A CHF</b>	<b>Class B2 EUR</b>	<b>Class B2 USD</b>	<b>Class B2 CHF</b>	<b>Class B1 EUR</b>
<b>Number of Shares at 1 August 2015</b>	-	-	-	-	-	-
Subscriptions	149	20	2,886	9,040	3,035	54,540
Redemptions	-	-	-	(1,974)	(1,000)	(540)
<b>Number of Shares at 31 July 2016</b>	<b>149</b>	<b>20</b>	<b>2,886</b>	<b>7,066</b>	<b>2,035</b>	<b>54,000</b>
<b>Total NAV per share class as at 31 July 2016</b>	<b>€154,513</b>	<b>CHF20,799</b>	<b>€2,901,686</b>	<b>\$7,538,170</b>	<b>CHF2,220,655</b>	<b>€54,273,548</b>
<b>NAV per share as at 31 July 2016</b>	<b>€1,039.30</b>	<b>CHF1,039.96</b>	<b>€1,005.38</b>	<b>\$1,066.80</b>	<b>CHF1,091.20</b>	<b>€1,005.06</b>

	<b>Class B1 USD</b>	<b>Class B1 GBP</b>	<b>Class B1 CHF</b>
<b>Number of Shares at 1 August 2015</b>	-	-	-
Subscriptions	21,305	500	13,449
Redemptions	(3,122)	-	(328)
<b>Number of Shares at 31 July 2016</b>	<b>18,183</b>	<b>500</b>	<b>13,121</b>
<b>Total NAV per share class as at 31 July 2016</b>	<b>\$18,451,511</b>	<b>£509,076</b>	<b>CHF13,101,555</b>
<b>NAV per share as at 31 July 2016</b>	<b>\$1,014.77</b>	<b>£1,018.15</b>	<b>CHF998.55</b>

**MS Scientific Beta US Equity Factors UCITS ETF**

	<b>Class A USD</b>
<b>Number of Shares at 1 August 2015</b>	-
Subscriptions	1,654,659
Redemptions	(114,297)
<b>Number of Shares at 31 July 2016</b>	<b>1,540,362</b>
<b>Total NAV per share class as at 31 July 2016</b>	<b>\$162,925,287</b>
<b>NAV per share as at 31 July 2016</b>	<b>\$105.77</b>

**IPM Systematic Macro UCITS Fund**

	<b>Class M USD</b>	<b>Class I USD</b>	<b>Class B USD</b>	<b>Class A SEK</b>	<b>Class I SEK</b>	<b>Class B SEK</b>
<b>Number of Shares at 1 August 2015</b>	-	-	-	-	-	-
Subscriptions	68,398	106,869	18,620	24,105	18,542	33,995
Redemptions	(149)	(2,422)	(642)	(3,720)	(1,454)	(739)
<b>Number of Shares at 31 July 2016</b>	<b>68,249</b>	<b>104,447</b>	<b>17,978</b>	<b>20,385</b>	<b>17,088</b>	<b>33,256</b>
<b>Total NAV per share class as at 31 July 2016</b>	<b>\$74,590,461</b>	<b>\$108,225,445</b>	<b>\$18,742,800</b>	<b>SEK 212,324,737</b>	<b>SEK 182,173,139</b>	<b>SEK 356,896,569</b>
<b>NAV per share as at 31 July 2016</b>	<b>\$1,092.91</b>	<b>\$1,036.17</b>	<b>\$1,042.52</b>	<b>SEK 10,415.49</b>	<b>SEK 10,660.55</b>	<b>SEK 10,731.67</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**IPM Systematic Macro UCITS Fund (continued)**

	<b>Class I EUR</b>	<b>Class B EUR</b>	<b>Class A CHF</b>	<b>Class A USD</b>	<b>Class A EUR</b>	<b>Class I CHF</b>
<b>Number of Shares at 1 August 2015</b>	-	-	-	-	-	-
Subscriptions	311,454	29,153	42	451	2,991	11,110
Redemptions	(33,633)	(16,361)	-	-	(620)	(675)
<b>Number of Shares at 31 July 2016</b>	<b>277,821</b>	<b>12,792</b>	<b>42</b>	<b>451</b>	<b>2,371</b>	<b>10,435</b>

**Total NAV per share class as at 31 July 2016**                    **€291,305,943**                    **€13,434,117**                    **CHF42,028**                    **\$433,798**                    **€2,273,142**                    **CHF10,449,333**

**NAV per share as at 31 July 2016**                    **€1,048.54**                    **€1,050.21**                    **CHF991.23**                    **\$961.50**                    **€958.65**                    **CHF1,001.38**

	<b>Class I GBP</b>	<b>Class P GBP</b>
<b>Number of Shares at 1 August 2015</b>	-	-
Subscriptions	6,066	251
Redemptions	(197)	-
<b>Number of Shares at 31 July 2016</b>	<b>5,869</b>	<b>251</b>

**Total NAV per share class as at 31 July 2016**                    **£5,621,411**                    **£239,163**

**NAV per share as at 31 July 2016**                    **£957.86**                    **£952.12**

**Smartfund 80% Protected Balanced Fund**

	<b>Class A EUR</b>	<b>Class A GBP</b>	<b>Class A USD</b>	<b>Class C GBP</b>
<b>Number of Shares at 1 August 2015</b>	-	-	-	-
Subscriptions	10,170	19,588	9,649	1,896
Redemptions	(1,020)	(967)	(1,043)	(16)
<b>Number of Shares at 31 July 2016</b>	<b>9,150</b>	<b>18,621</b>	<b>8,606</b>	<b>1,880</b>

**Total NAV per share class as at 31 July 2016**                    **€9,664,417**                    **£19,957,813**                    **\$9,165,237**                    **£2,033,089**

**NAV per share as at 31 July 2016**                    **€1,056.21**                    **£1,071.80**                    **\$1,065.01**                    **£1,081.68**

**Smartfund 80% Protected Growth Fund**

	<b>Class A GBP</b>	<b>Class A EUR</b>	<b>Class A USD</b>	<b>Class C GBP</b>
<b>Number of Shares at 1 August 2015</b>	-	-	-	-
Subscriptions	12,570	6,697	14,915	1,676
Redemptions	(752)	(608)	(1,577)	(15)
<b>Number of Shares at 31 July 2016</b>	<b>11,818</b>	<b>6,089</b>	<b>13,338</b>	<b>1,661</b>

**Total NAV per share class as at 31 July 2016**                    **£13,173,597**                    **€6,678,497**                    **\$14,723,430**                    **£1,875,370**

**NAV per share as at 31 July 2016**                    **£1,114.70**                    **€1,096.84**                    **\$1,103.89**                    **£1,128.73**

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II**

	<b>Class A EUR</b>
<b>Number of Shares at 1 August 2015</b>	-
Subscriptions	4,045,075
Redemptions	(495,178)
<b>Number of Shares at 31 July 2016</b>	<u><b>3,549,897</b></u>
<b>Total NAV per share class as at 31 July 2016</b>	<b>€35,144,019</b>
<b>NAV per share as at 31 July 2016</b>	<b>€9.90</b>

**Mariner Lenus Healthcare UCITS Fund**

	<b>Class B USD</b>
<b>Number of Shares at 1 August 2015</b>	-
Subscriptions	49,999
Redemptions	(21,607)
<b>Number of Shares at 31 July 2016</b>	<u><b>28,392</b></u>
<b>Total NAV per share class as at 31 July 2016</b>	<b>\$24,569,713</b>
<b>NAV per share as at 31 July 2016</b>	<b>\$865.37</b>

**80% Protected Index Portfolio**

	<b>Class A GBP</b>
<b>Number of Shares at 1 August 2015</b>	-
Subscriptions	13,306
Redemptions	(307)
<b>Number of Shares at 31 July 2016</b>	<u><b>12,999</b></u>
<b>Total NAV per share class as at 31 July 2016</b>	<b>£1,432,850</b>
<b>NAV per share as at 31 July 2016</b>	<b>£110.22</b>

**Mariner Investment Diversifying Alternative UCITS Fund**

	<b>Class B USD</b>
<b>Number of Shares at 1 August 2015</b>	-
Subscriptions	25,000
Redemptions	-
<b>Number of Shares at 31 July 2016</b>	<u><b>25,000</b></u>
<b>Total NAV per share class as at 31 July 2016</b>	<b>\$25,942,631</b>
<b>NAV per share as at 31 July 2016</b>	<b>\$1,037.71</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**Smartfund Growth Fund**

	<b>Class A GBP</b>	<b>Class C GBP</b>	<b>Class A USD</b>
<b>Number of Shares at 1 August 2015</b>	-	-	-
Subscriptions	6,828	6,291	177
Redemptions	(543)	(1,337)	-
<b>Number of Shares at 31 July 2016</b>	<b>6,285</b>	<b>4,954</b>	<b>177</b>

**Total NAV per share class as at 31 July 2016** £6,877,142 £5,448,453 \$196,483

**NAV per share as at 31 July 2016** £1,094.16 £1,099.94 \$1,109.35

**Smartfund Cautious Fund**

	<b>Class A GBP</b>	<b>Class A EUR</b>	<b>Class C GBP</b>
<b>Number of Shares at 1 August 2015</b>	-	-	-
Subscriptions	8,883	70	9,404
Redemptions	(677)	-	(5,601)
<b>Number of Shares at 31 July 2016</b>	<b>8,206</b>	<b>70</b>	<b>3,803</b>

**Total NAV per share class as at 31 July 2016** £8,482,619 €70,197 £3,951,286

**NAV per share as at 31 July 2016** £1,033.61 €1,002.82 £1,039.07

**Smartfund Balanced Fund**

	<b>Class A GBP</b>	<b>Class A USD</b>	<b>Class C GBP</b>
<b>Number of Shares at 1 August 2015</b>	-	-	-
Subscriptions	15,932	1,790	7,989
Redemptions	(2,108)	-	(2,179)
<b>Number of Shares at 31 July 2016</b>	<b>13,824</b>	<b>1,790</b>	<b>5,810</b>

**Total NAV per share class as at 31 July 2016** £14,574,927 \$1,899,477 £6,157,948

**NAV per share as at 31 July 2016** £1,054.33 \$1,061.16 £1,059.90

**Market Neutral Credit UCITS Fund**

	<b>Class B1 EUR</b>
<b>Number of Shares at 1 August 2015</b>	-
Subscriptions	34,972
Redemptions	-
<b>Number of Shares at 31 July 2016</b>	<b>34,972</b>

**Total NAV per share class as at 31 July 2016** €39,756,631

**NAV per share as at 31 July 2016** €1,136.82

All share classes of Indus Select Asia Pacific Fund; all share classes of MS Algebris Global Financials UCITS Fund; Class B USD, Class S USD, Class B EUR, Class I EUR, Class E USD, Class B GBP and Class P CHF of Indus PacificChoice Asia Fund; Class I GBP of MS Long Term Trends UCITS Fund; Class P USD of MS Lynx UCITS Fund; and Class M EUR of MS Kairos Enhanced Selection UCITS Fund are closed to further subscriptions.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

The movement in the number of redeemable participating shares during the year from 1 August 2014 to 31 July 2015 and the NAV per share class and NAV per share as at 31 July 2015 are detailed below:

**MS PSAM Global Event UCITS Fund**

	<b>Class C USD</b>	<b>Class E USD</b>	<b>Class I USD</b>	<b>Class P USD</b>	<b>Class R USD</b>	<b>Class B EUR</b>
<b>Number of Shares at 1 August 2014</b>	33,437	1,464	121,482	76,253	53	16,712
Subscriptions	6,999	-	48,284	3,878	6,447	-
Redemptions	(17,719)	(165)	(102,538)	(68,320)	(8)	(4,668)
<b>Number of Shares at 31 July 2015</b>	<b>22,717</b>	<b>1,299</b>	<b>67,228</b>	<b>11,811</b>	<b>6,492</b>	<b>12,044</b>

<b>Total NAV per share class as at 31 July 2015</b>	<b>\$25,505,419</b>	<b>\$1,671,957</b>	<b>\$76,444,477</b>	<b>\$13,298,900</b>	<b>\$6,240,594</b>	<b>€14,629,545</b>
---	---------------------	--------------------	---------------------	---------------------	--------------------	--------------------

<b>NAV per share as at 31 July 2015</b>	<b>\$1,122.70</b>	<b>\$1,287.76</b>	<b>\$1,137.09</b>	<b>\$1,126.03</b>	<b>\$961.44</b>	<b>€1,214.76</b>
---	-------------------	-------------------	-------------------	-------------------	-----------------	------------------

	<b>Class I EUR</b>	<b>Class C EUR</b>	<b>Class P EUR</b>	<b>Class R EUR</b>	<b>Class C GBP</b>	<b>Class P GBP</b>
<b>Number of Shares at 1 August 2014</b>	336,584	17,708	89,430	53	1,767	4,242
Subscriptions	136,422	11,831	19,968	68,340	-	2,934
Redemptions	(287,746)	(18,219)	(82,439)	-	(1,001)	(802)
<b>Number of Shares at 31 July 2015</b>	<b>185,260</b>	<b>11,320</b>	<b>26,959</b>	<b>68,393</b>	<b>766</b>	<b>6,374</b>

<b>Total NAV per share class as at 31 July 2015</b>	<b>€217,564,372</b>	<b>€12,425,077</b>	<b>€27,205,599</b>	<b>€65,767,665</b>	<b>£827,721</b>	<b>£7,182,036</b>
---	---------------------	--------------------	--------------------	--------------------	-----------------	-------------------

<b>NAV per share as at 31 July 2015</b>	<b>€1,174.36</b>	<b>€1,097.66</b>	<b>€1,009.14</b>	<b>€961.61</b>	<b>£1,081.18</b>	<b>£1,126.69</b>
---	------------------	------------------	------------------	----------------	------------------	------------------

	<b>Class I GBP</b>	<b>Class R GBP</b>	<b>Class P SEK</b>
<b>Number of Shares at 1 August 2014</b>	46,550	-	1,699,583
Subscriptions	10,384	319	1,551,907
Redemptions	(5,139)	-	(41,171)
<b>Number of Shares at 31 July 2015</b>	<b>51,795</b>	<b>319</b>	<b>3,210,319</b>

<b>Total NAV per share class as at 31 July 2015</b>	<b>£59,187,343</b>	<b>£300,119</b>	<b>SEK 3,046,630,269</b>
---	--------------------	-----------------	--------------------------

<b>NAV per share as at 31 July 2015</b>	<b>£1,142.73</b>	<b>£940.32</b>	<b>SEK 949.01</b>
---	------------------	----------------	-------------------

**Salar Convertible Absolute Return Fund**

	<b>Class A USD Accumulating Standard</b>	<b>Class B USD Accumulating Standard</b>	<b>Class A USD Accumulating Mutualised</b>	<b>Class A EUR Accumulating Standard</b>	<b>Class B EUR Accumulating Standard</b>	<b>Class A EUR Accumulating Mutualised</b>
<b>Number of Shares at 1 August 2014</b>	39,597	276,902	193,863	82,143	11,204	476,473
Subscriptions	9,404	-	744	141,221	-	435,352
Redemptions	(33,939)	-	(39,291)	(76,055)	(1,707)	(329,874)
<b>Number of Shares at 31 July 2015</b>	<b>15,062</b>	<b>276,902</b>	<b>155,316</b>	<b>147,309</b>	<b>9,497</b>	<b>581,951</b>

<b>Total NAV per share class as at 31 July 2015</b>	<b>\$1,782,515</b>	<b>\$34,201,324</b>	<b>\$15,977,436</b>	<b>€16,914,086</b>	<b>€1,169,118</b>	<b>€60,721,221</b>
---	--------------------	---------------------	---------------------	--------------------	-------------------	--------------------

<b>NAV per share as at 31 July 2015</b>	<b>\$118.34</b>	<b>\$123.51</b>	<b>\$102.87</b>	<b>€114.82</b>	<b>€123.10</b>	<b>€104.34</b>
---	-----------------	-----------------	-----------------	----------------	----------------	----------------

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**Salar Convertible Absolute Return Fund (continued)**

	<b>Class B EUR Accumulating Mutualised</b>	<b>Class C EUR Accumulating Standard</b>	<b>Class A GBP Accumulating Standard</b>	<b>Class A GBP Distributing Mutualised</b>	<b>Class B GBP Accumulating Standard</b>	<b>Class B GBP Distributing Standard</b>
<b>Number of Shares at 1 August 2014</b>	53,806	116,341	49,585	28,065	422,434	96,652
Subscriptions	-	32,488	2,631	4,004	-	3,278
Redemptions	(8,879)	(89,850)	(5,056)	(11,132)	-	(6,950)
<b>Number of Shares at 31 July 2015</b>	<b>44,927</b>	<b>58,979</b>	<b>47,160</b>	<b>20,937</b>	<b>422,434</b>	<b>92,980</b>
<b>Total NAV per share class as at 31 July 2015</b>	<b>€5,044,727</b>	<b>€6,087,372</b>	<b>£5,436,578</b>	<b>£2,390,118</b>	<b>£52,529,652</b>	<b>£11,253,179</b>
<b>NAV per share as at 31 July 2015</b>	<b>€112.29</b>	<b>€103.21</b>	<b>£115.28</b>	<b>£114.16</b>	<b>£124.35</b>	<b>£121.03</b>

	<b>Management Class GBP</b>	<b>Class A CHF Accumulating Standard</b>
<b>Number of Shares at 1 August 2014</b>	37,278	-
Subscriptions	6,307	63,950
Redemptions	(7,273)	-
<b>Number of Shares at 31 July 2015</b>	<b>36,312</b>	<b>63,950</b>
<b>Total NAV per share class as at 31 July 2015</b>	<b>£4,804,921</b>	<b>CHF 6,583,735</b>
<b>NAV per share as at 31 July 2015</b>	<b>£132.32</b>	<b>CHF 102.95</b>

**Indus Select Asia Pacific Fund**

	<b>Class A USD</b>	<b>Class B USD</b>	<b>Class C USD</b>	<b>Class A EUR</b>	<b>Class C GBP</b>
<b>Number of Shares at 1 August 2014</b>	20,827	8,686	-	2,070	-
Subscriptions	-	9	10	3,354	6
Redemptions	(20,827)	(3,564)	(10)	(4,090)	-
<b>Number of Shares at 31 July 2015</b>	<b>-</b>	<b>5,131</b>	<b>-</b>	<b>1,334</b>	<b>6</b>
<b>Total NAV per share class as at 31 July 2015</b>	<b>-</b>	<b>\$7,293,976</b>	<b>-</b>	<b>€1,427,905</b>	<b>£6,421</b>
<b>NAV per share as at 31 July 2015</b>	<b>-</b>	<b>\$1,421.52</b>	<b>-</b>	<b>€1,070.88</b>	<b>£1,027.32</b>

**MS Algebris Global Financials UCITS Fund**

	<b>Class I EUR</b>	<b>Class B EUR</b>	<b>Class A EUR</b>	<b>Class I USD</b>	<b>Class B USD</b>	<b>Class M USD</b>
<b>Number of Shares at 1 August 2014</b>	1,969	11,171	151	7,773	125	1,420
Subscriptions	-	-	772	73	-	191
Redemptions	(918)	(10,546)	(74)	(4,277)	-	(1,412)
<b>Number of Shares at 31 July 2015</b>	<b>1,051</b>	<b>625</b>	<b>849</b>	<b>3,569</b>	<b>125</b>	<b>199</b>
<b>Total NAV per share class as at 31 July 2015</b>	<b>€1,273,651</b>	<b>€859,718</b>	<b>€942,402</b>	<b>\$4,710,007</b>	<b>\$183,721</b>	<b>\$408,910</b>
<b>NAV per share as at 31 July 2015</b>	<b>€1,212.07</b>	<b>€1,374.36</b>	<b>€1,109.55</b>	<b>\$1,319.61</b>	<b>\$1,469.77</b>	<b>\$2,055.08</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**MS Algebris Global Financials UCITS Fund (continued)**

	<b>Class M GBP</b>	<b>Class I GBP</b>
Number of Shares at 1 August 2014	20	1,615
Subscriptions	-	123
Redemptions	(8)	(1,738)
<b>Number of Shares at 31 July 2015</b>	<b>12</b>	<b>-</b>
<b>Total NAV per share class as at 31 July 2015</b>	<b>£18,661</b>	<b>-</b>
<b>NAV per share as at 31 July 2015</b>	<b>£1,460.08</b>	<b>-</b>

**Emerging Markets Equity Fund**

	<b>Class I USD</b>
Number of Shares at 1 August 2014	1,164,281
Subscriptions	51,084
Redemptions	(1,071,079)
<b>Number of Shares at 31 July 2015</b>	<b>144,286</b>
<b>Total NAV per share class as at 31 July 2015</b>	<b>\$127,523,114</b>
<b>NAV per share as at 31 July 2015</b>	<b>\$883.82</b>

**Indus PacifiChoice Asia Fund**

	<b>Class A USD</b>	<b>Class B USD</b>	<b>Class I USD</b>	<b>Class S USD</b>	<b>Class B EUR</b>	<b>Class S EUR</b>
Number of Shares at 1 August 2014	6,734	2,276	25,918	8,178	810	1,649
Subscriptions	11,415	25	16,611	-	-	-
Redemptions	(2,304)	(2,123)	(26,910)	-	-	(403)
<b>Number of Shares at 31 July 2015</b>	<b>15,845</b>	<b>178</b>	<b>15,619</b>	<b>8,178</b>	<b>810</b>	<b>1,246</b>
<b>Total NAV per share class as at 31 July 2015</b>	<b>\$18,525,563</b>	<b>\$224,459</b>	<b>\$20,498,515</b>	<b>\$11,203,605</b>	<b>€1,067,013</b>	<b>€1,717,942</b>
<b>NAV per share as at 31 July 2015</b>	<b>\$1,169.21</b>	<b>\$1,266.52</b>	<b>\$1,312.38</b>	<b>\$1,369.85</b>	<b>€1,318.38</b>	<b>€1,378.32</b>
	<b>Class I EUR</b>	<b>Class E USD</b>	<b>Class B GBP</b>	<b>Class I GBP</b>	<b>Class P USD</b>	<b>Class A EUR</b>
Number of Shares at 1 August 2014	30,086	8,534	1,869	31,948	-	-
Subscriptions	40,118	38	-	2,259	139	800
Redemptions	(15,104)	(1,821)	(964)	(4,614)	-	-
<b>Number of Shares at 31 July 2015</b>	<b>55,100</b>	<b>6,751</b>	<b>905</b>	<b>29,593</b>	<b>139</b>	<b>800</b>
<b>Total NAV per share class as at 31 July 2015</b>	<b>€68,507,414</b>	<b>\$9,883,863</b>	<b>£1,207,210</b>	<b>£43,347,277</b>	<b>\$137,497</b>	<b>€761,347</b>
<b>NAV per share as at 31 July 2015</b>	<b>€1,243.31</b>	<b>\$1,463.88</b>	<b>£1,334.23</b>	<b>£1,464.75</b>	<b>\$989.75</b>	<b>€951.68</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**MS Ascend UCITS Fund**

	<b>Class I USD</b>	<b>Class E USD</b>	<b>Class I EUR</b>	<b>Class P EUR</b>	<b>Class S EUR</b>	<b>Class P USD</b>
<b>Number of Shares at 1 August 2014</b>	-	25,000	59,397	400	20,000	14,144
Subscriptions	11,160	-	63,729	-	-	5,627
Redemptions	(5,260)	-	(7,595)	(400)	-	(13,300)
<b>Number of Shares at 31 July 2015</b>	<b>5,900</b>	<b>25,000</b>	<b>115,531</b>	<b>-</b>	<b>20,000</b>	<b>6,471</b>
<b>Total NAV per share class as at 31 July 2015</b>	<b>\$6,163,499</b>	<b>\$31,259,338</b>	<b>€129,674,931</b>	<b>-</b>	<b>€21,503,027</b>	<b>\$7,626,766</b>
<b>NAV per share as at 31 July 2015</b>	<b>\$1,044.61</b>	<b>\$1,250.37</b>	<b>€1,122.43</b>	<b>-</b>	<b>€1,075.15</b>	<b>\$1,178.65</b>

**MS Alkeon UCITS Fund**

	<b>Class A USD</b>	<b>Class C USD</b>	<b>Class I USD</b>	<b>Class P USD</b>	<b>Class A CHF</b>	<b>Class I CHF</b>
<b>Number of Shares at 1 August 2014</b>	42,703	34,761	13,351	4,600	6,632	202
Subscriptions	7,960	-	1,338	424	1,625	-
Redemptions	(8,511)	(34,761)	(8,046)	(526)	(1,002)	(103)
<b>Number of Shares at 31 July 2015</b>	<b>42,152</b>	<b>-</b>	<b>6,643</b>	<b>4,498</b>	<b>7,255</b>	<b>99</b>
<b>Total NAV per share class as at 31 July 2015</b>	<b>\$54,862,194</b>	<b>-</b>	<b>\$8,340,957</b>	<b>\$5,237,508</b>	<b>CHF8,618,727</b>	<b>CHF121,909</b>
<b>NAV per share as at 31 July 2015</b>	<b>\$1,301.52</b>	<b>-</b>	<b>\$1,255.47</b>	<b>\$1,164.70</b>	<b>CHF1,187.85</b>	<b>CHF1,230.99</b>
	<b>Class A EUR</b>	<b>Class C EUR</b>	<b>Class I EUR</b>	<b>Class P EUR</b>	<b>Class A GBP</b>	<b>Class I GBP</b>
<b>Number of Shares at 1 August 2014</b>	10,327	62,792	15,539	1,302	2,141	1,086
Subscriptions	2,170	35,511	11,641	67	105	-
Redemptions	(4,175)	(26,159)	(24,375)	(332)	(276)	(650)
<b>Number of Shares at 31 July 2015</b>	<b>8,322</b>	<b>72,144</b>	<b>2,805</b>	<b>1,037</b>	<b>1,970</b>	<b>436</b>
<b>Total NAV per share class as at 31 July 2015</b>	<b>€9,774,724</b>	<b>€97,990,410</b>	<b>€3,446,695</b>	<b>€1,209,471</b>	<b>£2,262,314</b>	<b>£510,289</b>
<b>NAV per share as at 31 July 2015</b>	<b>€1,174.46</b>	<b>€1,358.24</b>	<b>€1,228.62</b>	<b>€1,165.97</b>	<b>£1,148.56</b>	<b>£1,170.80</b>

**Class P GBP**

<b>Number of Shares at 1 August 2014</b>	863
Subscriptions	58
Redemptions	-
<b>Number of Shares at 31 July 2015</b>	<b>921</b>
<b>Total NAV per share class as at 31 July 2015</b>	<b>£1,030,260</b>
<b>NAV per share as at 31 July 2015</b>	<b>£1,118.43</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**RiverCrest European Equity Alpha Fund**

	<b>Class B USD</b>	<b>Class B EUR</b>	<b>Class I EUR</b>	<b>Class B GBP</b>
<b>Number of Shares at 1 August 2014</b>	3,061	2,248	17,332	1,602
Subscriptions	-	-	-	-
Redemptions	(3,061)	(2,248)	(17,332)	(1,602)
<b>Number of Shares at 31 July 2015</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total NAV per share class as at 31 July 2015</b>	-	-	-	-
<b>NAV per share as at 31 July 2015</b>	-	-	-	-

**MS Claritas Long Short Market Neutral UCITS Fund**

	<b>Class S USD</b>	<b>Class E USD</b>
<b>Number of Shares at 1 August 2014</b>	5,922	5,958
Subscriptions	-	-
Redemptions	(5,922)	(5,958)
<b>Number of Shares at 31 July 2015</b>	<u>-</u>	<u>-</u>
<b>Total NAV per share class as at 31 July 2015</b>	-	-
<b>NAV per share as at 31 July 2015</b>	-	-

**MS SLJ Macro UCITS Fund**

	<b>Class B1 EUR</b>	<b>Class B2 EUR</b>	<b>Class E USD</b>	<b>Class B2 GBP</b>	<b>Class B2 USD</b>
<b>Number of Shares at 1 August 2014</b>	4,489	742	678	1,488	-
Subscriptions	5,587	5,283	-	-	2,024
Redemptions	(9,027)	(578)	-	(775)	-
<b>Number of Shares at 31 July 2015</b>	<u>1,049</u>	<u>5,447</u>	<u>678</u>	<u>713</u>	<u>2,024</u>
<b>Total NAV per share class as at 31 July 2015</b>	<b>€1,226,802</b>	<b>€6,362,378</b>	<b>\$767,227</b>	<b>£839,354</b>	<b>\$2,191,071</b>
<b>NAV per share as at 31 July 2015</b>	<b>€1,169.32</b>	<b>€1,168.02</b>	<b>\$1,132.14</b>	<b>£1,176.66</b>	<b>\$1,082.49</b>

**MS QTI UCITS Fund**

	<b>Class B EUR</b>	<b>Class B USD</b>
<b>Number of Shares at 1 August 2014</b>	2,914	1,500
Subscriptions	8,068	781
Redemptions	(26)	(1,500)
<b>Number of Shares at 31 July 2015</b>	<u>10,956</u>	<u>781</u>
<b>Total NAV per share class as at 31 July 2015</b>	<b>€13,013,129</b>	<b>\$943,370</b>
<b>NAV per share as at 31 July 2015</b>	<b>€1,187.77</b>	<b>\$1,208.38</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**MS Turner Spectrum UCITS Fund**

	<b>Class B1 EUR</b>	<b>Class B2 EUR</b>
<b>Number of Shares at 1 August 2014</b>	20,000	7,611
Subscriptions	-	209
Redemptions	(20,000)	(7,820)
<b>Number of Shares at 31 July 2015</b>	<u>-</u>	<u>-</u>
<b>Total NAV per share class as at 31 July 2015</b>	-	-
<b>NAV per share as at 31 July 2015</b>	-	-

**MS Long Term Trends UCITS Fund**

	<b>Class A EUR</b>	<b>Class B EUR</b>	<b>Class B GBP</b>	<b>Class I GBP</b>	<b>Class E EUR</b>	<b>Class A USD</b>
<b>Number of Shares at 1 August 2014</b>	-	10,851	4,722	18,525	2,829	-
Subscriptions	518	6,766	67	68	-	1,086
Redemptions	-	(1,629)	(367)	(17,723)	-	-
<b>Number of Shares at 31 July 2015</b>	<u>518</u>	<u>15,988</u>	<u>4,422</u>	<u>870</u>	<u>2,829</u>	<u>1,086</u>
<b>Total NAV per share class as at 31 July 2015</b>	<b>€527,292</b>	<b>€19,642,048</b>	<b>£5,325,195</b>	<b>£1,094,544</b>	<b>€3,540,862</b>	<b>\$1,106,081</b>
<b>NAV per share as at 31 July 2015</b>	<b>€1,018.92</b>	<b>€1,228.61</b>	<b>£1,204.28</b>	<b>£1,258.36</b>	<b>€1,251.66</b>	<b>\$1,018.45</b>

	<b>Class B USD</b>	<b>Class A CHF</b>
<b>Number of Shares at 1 August 2014</b>	-	-
Subscriptions	11,173	520
Redemptions	-	-
<b>Number of Shares at 31 July 2015</b>	<u>11,173</u>	<u>520</u>

<b>Total NAV per share class as at 31 July 2015</b>	<b>\$12,561,440</b>	<b>CHF528,763</b>
<b>NAV per share as at 31 July 2015</b>	<b>\$1,124.29</b>	<b>CHF1,015.99</b>

**MS Discretionary Plus UCITS Fund**

	<b>Class E USD</b>
<b>Number of Shares at 1 August 2014</b>	2,996
Subscriptions	-
Redemptions	(2,996)
<b>Number of Shares at 31 July 2015</b>	<u>-</u>

<b>Total NAV per share class as at 31 July 2015</b>	-
<b>NAV per share as at 31 July 2015</b>	-

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

## 10. Share Capital (continued)

**MS Swiss Life Multi Asset Protected Fund**

	Class A CHF
Number of Shares at 1 August 2014	542,305
Subscriptions	148,227
Redemptions	(134,113)
<b>Number of Shares at 31 July 2015</b>	<b>556,419</b>

**Total NAV per share class as at 31 July 2015** **CHF57,450,289**

**NAV per share as at 31 July 2015** **CHF103.25**

**MS Dalton Asia Pacific UCITS Fund**

	Class A EUR	Class B1 EUR	Class B2 EUR	Class P EUR	Class A USD	Class P USD
Number of Shares at 1 August 2014	81	20,000	29,798	187	103	455
Subscriptions	92	753	29,142	20	196	857
Redemptions	(30)	-	(9,375)	(60)	(103)	(414)
<b>Number of Shares at 31 July 2015</b>	<b>143</b>	<b>20,753</b>	<b>49,565</b>	<b>147</b>	<b>196</b>	<b>898</b>

**Total NAV per share class as at 31 July 2015** **€165,476** **€27,418,022** **€62,804,810** **€172,370** **\$224,424** **\$1,034,289**

**NAV per share as at 31 July 2015** **€1,159.15** **€1,321.13** **€1,267.10** **€1,173.64** **\$1,147.63** **\$1,152.11**

**MS TCW Unconstrained Plus Bond Fund**

	Class P USD	Class A USD	Class B1 EUR	Class I EUR	Class P EUR	Class A EUR
Number of Shares at 1 August 2014	33	2,766	29,426	35,439	666	6,071
Subscriptions	2,356	3,694	10,232	29,439	-	3,386
Redemptions	(47)	(1,810)	(10,752)	(14,335)	(607)	(4,437)
<b>Number of Shares at 31 July 2015</b>	<b>2,342</b>	<b>4,650</b>	<b>28,906</b>	<b>50,543</b>	<b>59</b>	<b>5,020</b>

**Total NAV per share class as at 31 July 2015** **\$2,399,311** **\$4,707,410** **€30,757,801** **€53,192,905** **€60,662** **€5,180,701**

**NAV per share as at 31 July 2015** **\$1,024.52** **\$1,012.41** **€1,064.06** **€1,052.43** **€1,021.03** **€1,031.93**

**MS Broadmark Tactical Plus UCITS Fund**

	Class B1 USD	Class B2 USD	Class B1 EUR	Class B2 EUR
Number of Shares at 1 August 2014	29,881	5,453	-	2,547
Subscriptions	46,254	244	4,720	1,432
Redemptions	(34,115)	(2,804)	-	-
<b>Number of Shares at 31 July 2015</b>	<b>42,020</b>	<b>2,893</b>	<b>4,720</b>	<b>3,979</b>

**Total NAV per share class as at 31 July 2015** **\$46,399,662** **\$2,905,761** **€4,684,467** **€4,092,664**

**NAV per share as at 31 July 2015** **\$1,104.23** **\$1,004.56** **€992.47** **€1,028.53**

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**MS Scientific Beta Global Equity Factors UCITS ETF**

	<b>Class A USD</b>
<b>Number of Shares at 1 August 2014</b>	1,236,105
Subscriptions	-
Redemptions	(51,224)
<b>Number of Shares at 31 July 2015</b>	<u>1,184,881</u>
<b>Total NAV per share class as at 31 July 2015</b>	<b>\$126,226,186</b>
<b>NAV per share as at 31 July 2015</b>	<b>\$106.53</b>

**MS Lynx UCITS Fund**

	<b>Class E USD</b>	<b>Class E EUR</b>	<b>Class P USD</b>	<b>Class I USD</b>	<b>Class B USD</b>	<b>Class P CHF</b>
<b>Number of Shares at 1 August 2014</b>	2,998	15,000	750	-	-	-
Subscriptions	19,939	14,194	900	450	14,928	3,145
Redemptions	(7,940)	-	-	(450)	(4,246)	-
<b>Number of Shares at 31 July 2015</b>	<u>14,997</u>	<u>29,194</u>	<u>1,650</u>	<u>-</u>	<u>10,682</u>	<u>3,145</u>
<b>Total NAV per share class as at 31 July 2015</b>	<b>\$18,652,532</b>	<b>€36,606,588</b>	<b>\$2,035,739</b>	<b>-</b>	<b>\$10,368,031</b>	<b>CHF2,757,297</b>
<b>NAV per share as at 31 July 2015</b>	<b>\$1,243.74</b>	<b>€1,253.89</b>	<b>\$1,233.96</b>	<b>-</b>	<b>\$970.61</b>	<b>CHF876.69</b>

	<b>Class B EUR</b>
<b>Number of Shares at 1 August 2014</b>	-
Subscriptions	22,033
Redemptions	(2,890)
<b>Number of Shares at 31 July 2015</b>	<u>19,143</u>

<b>Total NAV per share class as at 31 July 2015</b>	<b>€18,304,306</b>
<b>NAV per share as at 31 July 2015</b>	<b>€956.21</b>

**MS Nezu Cyclical Japan UCITS Fund**

	<b>Class H EUR</b>	<b>Class S EUR</b>	<b>Class B EUR</b>	<b>Class I EUR</b>	<b>Class M USD</b>	<b>Class I USD</b>
<b>Number of Shares at 1 August 2014</b>	30,090	-	-	-	-	-
Subscriptions	13,013	68,674	1,345	28,601	5,000	5,116
Redemptions	(8,004)	(3,430)	(1,345)	(1,138)	-	-
<b>Number of Shares at 31 July 2015</b>	<u>35,099</u>	<u>65,244</u>	<u>-</u>	<u>27,463</u>	<u>5,000</u>	<u>5,116</u>
<b>Total NAV per share class as at 31 July 2015</b>	<b>€39,774,560</b>	<b>€72,219,987</b>	<b>-</b>	<b>€29,088,406</b>	<b>\$5,836,175</b>	<b>\$5,464,952</b>
<b>NAV per share as at 31 July 2015</b>	<b>€1,133.22</b>	<b>€1,106.93</b>	<b>-</b>	<b>€1,059.21</b>	<b>\$1,167.24</b>	<b>\$1,068.14</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**MS Nezu Cyclical Japan UCITS Fund (continued)**

	<b>Class S USD</b>	<b>Class S JPY</b>
<b>Number of Shares at 1 August 2014</b>	-	-
Subscriptions	13,400	28,000
Redemptions	(13,400)	(28,000)
<b>Number of Shares at 31 July 2015</b>	<u>-</u>	<u>-</u>
<b>Total NAV per share class as at 31 July 2015</b>	-	-
<b>NAV per share as at 31 July 2015</b>	-	-

**MS Kairos Enhanced Selection UCITS Fund**

	<b>Class B EUR</b>	<b>Class M EUR</b>	<b>Class S EUR</b>
<b>Number of Shares at 1 August 2014</b>	-	-	-
Subscriptions	32,429	40,628	10,000
Redemptions	-	(30,628)	-
<b>Number of Shares at 31 July 2015</b>	<u>32,429</u>	<u>10,000</u>	<u>10,000</u>
<b>Total NAV per share class as at 31 July 2015</b>	<b>€35,168,951</b>	<b>€10,760,040</b>	<b>€11,122,632</b>
<b>NAV per share as at 31 July 2015</b>	<b>€1,084.48</b>	<b>€1,076.00</b>	<b>€1,112.26</b>

**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund**

	<b>Class A EUR</b>
<b>Number of Shares at 1 August 2014</b>	-
Subscriptions	46,463,217
Redemptions	(4,602,814)
<b>Number of Shares at 31 July 2015</b>	<u>41,860,403</u>
<b>Total NAV per share class as at 31 July 2015</b>	<b>€449,205,038</b>
<b>NAV per share as at 31 July 2015</b>	<b>€10.73</b>

**Global Equity Risk Premia Long/Short UCITS Fund**

	<b>Class A EUR</b>
<b>Number of Shares at 1 August 2014</b>	-
Subscriptions	3,099,952
Redemptions	(25,703)
<b>Number of Shares at 31 July 2015</b>	<u>3,074,249</u>
<b>Total NAV per share class as at 31 July 2015</b>	<b>€311,806,330</b>
<b>NAV per share as at 31 July 2015</b>	<b>€101.43</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**MS Tremblant Long/Short Equity UCITS Fund**

	<b>Class M USD</b>	<b>Class S EUR</b>
<b>Number of Shares at 1 August 2014</b>	-	-
Subscriptions	20,413	60,172
Redemptions	(4,929)	-
<b>Number of Shares at 31 July 2015</b>	<u>15,484</u>	<u>60,172</u>
<b>Total NAV per share class as at 31 July 2015</b>	<b>\$16,895,577</b>	<b>€64,383,326</b>
<b>NAV per share as at 31 July 2015</b>	<b>\$1,091.17</b>	<b>€1,069.98</b>

**MSCI Emerging Markets ESG Equity Fund**

	<b>Class I USD</b>
<b>Number of Shares at 1 August 2014</b>	-
Subscriptions	548,761
Redemptions	(3,000)
<b>Number of Shares at 31 July 2015</b>	<u>545,761</u>
<b>Total NAV per share class as at 31 July 2015</b>	<b>\$510,122,308</b>
<b>NAV per share as at 31 July 2015</b>	<b>\$934.70</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

The movement in the number of redeemable participating shares during the year from 1 August 2013 to 31 July 2014 and the NAV per share class and NAV per share as at 31 July 2014 are detailed below:

**MS PSAM Global Event UCITS Fund**

	<b>Class C USD</b>	<b>Class E USD</b>	<b>Class I USD</b>	<b>Class P USD</b>	<b>Class R USD</b>	<b>Class B EUR</b>
<b>Number of Shares at 1 August 2013</b>	4,483	1,237	30,494	10,673	-	20,151
Subscriptions	30,066	1,157	104,986	71,165	250	468
Redemptions	(1,112)	(930)	(13,998)	(5,585)	(197)	(3,907)
<b>Number of Shares at 31 July 2014</b>	<b>33,437</b>	<b>1,464</b>	<b>121,482</b>	<b>76,253</b>	<b>53</b>	<b>16,712</b>

<b>Total NAV per share class as at 31 July 2014</b>	<b>\$39,898,446</b>	<b>\$1,955,741</b>	<b>\$144,915,751</b>	<b>\$90,259,297</b>	<b>\$53,188</b>	<b>€21,197,780</b>
---	---------------------	--------------------	----------------------	---------------------	-----------------	--------------------

<b>NAV per share as at 31 July 2014</b>	<b>\$1,193.22</b>	<b>\$1,336.48</b>	<b>\$1,192.90</b>	<b>\$1,183.68</b>	<b>\$1,008.72</b>	<b>€1,268.45</b>
---	-------------------	-------------------	-------------------	-------------------	-------------------	------------------

	<b>Class I EUR</b>	<b>Class C EUR</b>	<b>Class P EUR</b>	<b>Class R EUR</b>	<b>Class C GBP</b>	<b>Class P GBP</b>
<b>Number of Shares at 1 August 2013</b>	64,794	1,128	-	-	518	7,248
Subscriptions	312,287	17,357	89,676	250	1,249	2,568
Redemptions	(40,497)	(777)	(246)	(197)	-	(5,574)
<b>Number of Shares at 31 July 2014</b>	<b>336,584</b>	<b>17,708</b>	<b>89,430</b>	<b>53</b>	<b>1,767</b>	<b>4,242</b>

<b>Total NAV per share class as at 31 July 2014</b>	<b>€414,308,750</b>	<b>€20,665,186</b>	<b>€94,902,191</b>	<b>€53,305</b>	<b>£2,030,072</b>	<b>£5,027,962</b>
---	---------------------	--------------------	--------------------	----------------	-------------------	-------------------

<b>NAV per share as at 31 July 2014</b>	<b>€1,230.92</b>	<b>€1,166.99</b>	<b>€1,061.18</b>	<b>€1,009.19</b>	<b>£1,148.97</b>	<b>£1,185.09</b>
---	------------------	------------------	------------------	------------------	------------------	------------------

	<b>Class I GBP</b>	<b>Class P SEK</b>
<b>Number of Shares at 1 August 2013</b>	40,187	-
Subscriptions	9,244	1,699,583
Redemptions	(2,881)	-
<b>Number of Shares at 31 July 2014</b>	<b>46,550</b>	<b>1,699,583</b>

<b>Total NAV per share class as at 31 July 2014</b>	<b>£55,818,460</b>	<b>SEK 1,697,928,613</b>
---	--------------------	--------------------------

<b>NAV per share as at 31 July 2014</b>	<b>£1,199.10</b>	<b>SEK 999.03</b>
---	------------------	-------------------

**Salar Convertible Absolute Return Fund**

	<b>Class A USD Accumulating Standard</b>	<b>Class B USD Accumulating Standard</b>	<b>Class A USD Accumulating Mutualised</b>	<b>Class A EUR Accumulating Standard</b>	<b>Class B EUR Accumulating Standard</b>	<b>Class A EUR Accumulating Mutualised</b>
<b>Number of Shares at 1 August 2013</b>	4,319	276,059	-	6,073	25,922	102,269
Subscriptions	65,828	843	193,863	188,026	105	570,109
Redemptions	(30,550)	-	-	(111,956)	(14,823)	(195,905)
<b>Number of Shares at 31 July 2014</b>	<b>39,597</b>	<b>276,902</b>	<b>193,863</b>	<b>82,143</b>	<b>11,204</b>	<b>476,473</b>

<b>Total NAV per share class as at 31 July 2014</b>	<b>\$4,537,701</b>	<b>\$32,829,704</b>	<b>\$19,302,636</b>	<b>€9,149,441</b>	<b>€1,326,523</b>	<b>€48,263,385</b>
---	--------------------	---------------------	---------------------	-------------------	-------------------	--------------------

<b>NAV per share as at 31 July 2014</b>	<b>\$114.60</b>	<b>\$118.56</b>	<b>\$99.57</b>	<b>€111.38</b>	<b>€118.39</b>	<b>€101.29</b>
---	-----------------	-----------------	----------------	----------------	----------------	----------------

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**Salor Convertible Absolute Return Fund (continued)**

	<b>Class B EUR Accumulating Mutualised</b>	<b>Class C EUR Accumulating Standard</b>	<b>Class A GBP Accumulating Standard</b>	<b>Class A GBP Distributing Mutualised</b>	<b>Class B GBP Accumulating Standard</b>	<b>Class B GBP Distributing Standard</b>
<b>Number of Shares at 1 August 2013</b>	108,314	-	34,873	27,065	420,372	113,243
Subscriptions	-	124,470	44,464	9,434	2,062	606
Redemptions	(54,508)	(8,129)	(29,752)	(8,434)	-	(17,197)
<b>Number of Shares at 31 July 2014</b>	<b>53,806</b>	<b>116,341</b>	<b>49,585</b>	<b>28,065</b>	<b>422,434</b>	<b>96,652</b>
<b>Total NAV per share class as at 31 July 2014</b>	<b>€5,810,501</b>	<b>€11,698,034</b>	<b>£5,525,181</b>	<b>£3,096,461</b>	<b>£50,333,397</b>	<b>£11,208,451</b>
<b>NAV per share as at 31 July 2014</b>	<b>€107.99</b>	<b>€100.55</b>	<b>£111.43</b>	<b>£110.33</b>	<b>£119.15</b>	<b>£115.97</b>

	<b>Management Class GBP</b>
<b>Number of Shares at 1 August 2013</b>	78,944
Subscriptions	-
Redemptions	(41,666)
<b>Number of Shares at 31 July 2014</b>	<b>37,278</b>

**Total NAV per share class as at 31 July 2014** **£4,668,586**

**NAV per share as at 31 July 2014** **£125.24**

**Indus Select Asia Pacific Fund**

	<b>Class A USD</b>	<b>Class B USD</b>	<b>Class A EUR</b>
<b>Number of Shares at 1 August 2013</b>	38,747	11,086	-
Subscriptions	109	392	2,119
Redemptions	(18,029)	(2,792)	(49)
<b>Number of Shares at 31 July 2014</b>	<b>20,827</b>	<b>8,686</b>	<b>2,070</b>

**Total NAV per share class as at 31 July 2014** **\$27,752,568** **\$12,022,264** **€2,160,299**

**NAV per share as at 31 July 2014** **\$1,332.50** **\$1,384.06** **€1,043.76**

**MS Algebris Global Financials UCITS Fund**

	<b>Class I EUR</b>	<b>Class B EUR</b>	<b>Class A EUR</b>	<b>Class I USD</b>	<b>Class B USD</b>	<b>Class M USD</b>
<b>Number of Shares at 1 August 2013</b>	-	17,486	-	-	125	1,420
Subscriptions	12,106	1,076	151	11,721	121	-
Redemptions	(10,137)	(7,391)	-	(3,948)	(121)	-
<b>Number of Shares at 31 July 2014</b>	<b>1,969</b>	<b>11,171</b>	<b>151</b>	<b>7,773</b>	<b>125</b>	<b>1,420</b>

**Total NAV per share class as at 31 July 2014** **€1,922,714** **€12,136,584** **€135,999** **\$8,271,817** **\$145,477** **\$2,258,331**

**NAV per share as at 31 July 2014** **€976.54** **€1,086.36** **€898.25** **\$1,064.20** **\$1,163.82** **\$1,590.78**

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**MS Algebris Global Financials UCITS Fund (continued)**

	<b>Class M GBP</b>	<b>Class I GBP</b>
Number of Shares at 1 August 2013	20	-
Subscriptions	-	1,615
Redemptions	-	-
<b>Number of Shares at 31 July 2014</b>	<b>20</b>	<b>1,615</b>
<b>Total NAV per share class as at 31 July 2014</b>	<b>£22,850</b>	<b>£1,609,507</b>
<b>NAV per share as at 31 July 2014</b>	<b>£1,124.17</b>	<b>£996.60</b>

**Emerging Markets Equity Fund**

	<b>Class I USD</b>
Number of Shares at 1 August 2013	471,732
Subscriptions	720,867
Redemptions	(28,318)
<b>Number of Shares at 31 July 2014</b>	<b>1,164,281</b>
<b>Total NAV per share class as at 31 July 2014</b>	<b>\$1,190,345,051</b>
<b>NAV per share as at 31 July 2014</b>	<b>\$1,022.39</b>

**Indus PacifiChoice Asia Fund**

	<b>Class A USD</b>	<b>Class B USD</b>	<b>Class I USD</b>	<b>Class S USD</b>	<b>Class B EUR</b>	<b>Class S EUR</b>
Number of Shares at 1 August 2013	-	2,196	2,992	8,511	1,275	13,895
Subscriptions	6,734	80	36,562	277	-	6,067
Redemptions	-	-	(13,636)	(610)	(465)	(18,313)
<b>Number of Shares at 31 July 2014</b>	<b>6,734</b>	<b>2,276</b>	<b>25,918</b>	<b>8,178</b>	<b>810</b>	<b>1,649</b>
<b>Total NAV per share class as at 31 July 2014</b>	<b>\$6,658,781</b>	<b>\$2,426,560</b>	<b>\$28,655,480</b>	<b>\$9,416,077</b>	<b>€901,414</b>	<b>€1,916,742</b>
<b>NAV per share as at 31 July 2014</b>	<b>\$988.90</b>	<b>\$1,066.27</b>	<b>\$1,105.60</b>	<b>\$1,151.29</b>	<b>€1,113.77</b>	<b>€1,162.40</b>

	<b>Class I EUR</b>	<b>Class E USD</b>	<b>Class B GBP</b>	<b>Class I GBP</b>
Number of Shares at 1 August 2013	21,525	9,087	1,869	27,010
Subscriptions	28,591	-	-	14,668
Redemptions	(20,030)	(553)	-	(9,730)
<b>Number of Shares at 31 July 2014</b>	<b>30,086</b>	<b>8,534</b>	<b>1,869</b>	<b>31,948</b>
<b>Total NAV per share class as at 31 July 2014</b>	<b>€31,617,007</b>	<b>\$9,946,219</b>	<b>£2,094,838</b>	<b>£39,323,055</b>
<b>NAV per share as at 31 July 2014</b>	<b>€1,050.88</b>	<b>\$1,165.44</b>	<b>£1,120.97</b>	<b>£1,230.83</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**MS SOAM U.S. Financial Services UCITS Fund**

	<b>Class B USD</b>	<b>Class B EUR</b>	<b>Class S EUR</b>	<b>Class E USD</b>
<b>Number of Shares at 1 August 2013</b>	6,124	1,827	19,891	1
Subscriptions	19	-	7,268	-
Redemptions	(6,143)	(1,827)	(27,159)	(1)
<b>Number of Shares at 31 July 2014</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total NAV per share class as at 31 July 2014</b>	-	-	-	-
<b>NAV per share as at 31 July 2014</b>	-	-	-	-

**MS Ascend UCITS Fund**

	<b>Class I USD</b>	<b>Class E USD</b>	<b>Class I EUR</b>	<b>Class P EUR</b>	<b>Class S EUR</b>	<b>Class A USD</b>
<b>Number of Shares at 1 August 2013</b>	492	25,000	59,879	1,007	-	61
Subscriptions	-	-	32,050	140	20,000	-
Redemptions	(492)	-	(32,532)	(747)	-	(61)
<b>Number of Shares at 31 July 2014</b>	<u>-</u>	<u>25,000</u>	<u>59,397</u>	<u>400</u>	<u>20,000</u>	<u>-</u>
<b>Total NAV per share class as at 31 July 2014</b>	-	<b>\$29,189,480</b>	<b>€63,839,821</b>	<b>€456,994</b>	<b>€20,545,134</b>	-
<b>NAV per share as at 31 July 2014</b>	-	<b>\$1,167.58</b>	<b>€1,074.80</b>	<b>€1,142.48</b>	<b>€1,027.26</b>	-

	<b>Class P USD</b>	<b>Class I GBP</b>
<b>Number of Shares at 1 August 2013</b>	13,156	3,898
Subscriptions	988	-
Redemptions	-	(3,898)
<b>Number of Shares at 31 July 2014</b>	<u>14,144</u>	<u>-</u>

<b>Total NAV per share class as at 31 July 2014</b>	<b>\$15,968,640</b>	-
<b>NAV per share as at 31 July 2014</b>	<b>\$1,129.00</b>	-

**MS Alkeon UCITS Fund**

	<b>Class A USD</b>	<b>Class C USD</b>	<b>Class I USD</b>	<b>Class P USD</b>	<b>Class A CHF</b>	<b>Class I CHF</b>
<b>Number of Shares at 1 August 2013</b>	13,032	-	21,620	1,009	3,169	149
Subscriptions	33,880	34,761	23,486	3,693	3,603	53
Redemptions	(4,209)	-	(31,755)	(102)	(140)	-
<b>Number of Shares at 31 July 2014</b>	<u>42,703</u>	<u>34,761</u>	<u>13,351</u>	<u>4,600</u>	<u>6,632</u>	<u>202</u>
<b>Total NAV per share class as at 31 July 2014</b>	<b>\$52,125,650</b>	<b>\$34,371,487</b>	<b>\$15,634,699</b>	<b>\$5,004,280</b>	<b>CHF7,402,493</b>	<b>CHF233,151</b>
<b>NAV per share as at 31 July 2014</b>	<b>\$1,220.65</b>	<b>\$988.79</b>	<b>\$1,171.04</b>	<b>\$1,088.06</b>	<b>CHF1,116.15</b>	<b>CHF1,151.98</b>

## NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

## 10. Share Capital (continued)

## MS Alkeon UCITS Fund (continued)

	Class A EUR	Class C EUR	Class I EUR	Class P EUR	Class A GBP	Class I GBP
Number of Shares at 1 August 2013	4,869	30,983	21,555	155	552	414
Subscriptions	8,205	38,795	24,216	1,147	2,013	843
Redemptions	(2,747)	(6,986)	(30,232)	-	(424)	(171)
Number of Shares at 31 July 2014	<u>10,327</u>	<u>62,792</u>	<u>15,539</u>	<u>1,302</u>	<u>2,141</u>	<u>1,086</u>
Total NAV per share class as at 31 July 2014	€11,380,511	€79,157,303	€17,896,688	€1,416,279	£2,310,998	£1,187,517
NAV per share as at 31 July 2014	€1,102.02	€1,260.61	€1,151.69	€1,088.13	£1,079.55	£1,093.55

## Class P GBP

Number of Shares at 1 August 2013	130
Subscriptions	733
Redemptions	-
Number of Shares at 31 July 2014	<u>863</u>
Total NAV per share class as at 31 July 2014	£900,872

NAV per share as at 31 July 2014 £1,043.68

## MS Perella Weinberg Partners Tokum Long/Short Healthcare UCITS Fund

	Class S USD	Class B EUR	Class I EUR
Number of Shares at 1 August 2013	16,718	7,449	3,045
Subscriptions	-	-	-
Redemptions	(16,718)	(7,449)	(3,045)
Number of Shares at 31 July 2014	<u>-</u>	<u>-</u>	<u>-</u>

Total NAV per share class as at 31 July 2014 - - -

NAV per share as at 31 July 2014 - - -

## RiverCrest European Equity Alpha Fund

	Class B USD	Class B EUR	Class I EUR	Class B GBP
Number of Shares at 1 August 2013	3,125	1,299	-	1,489
Subscriptions	86	949	19,966	128
Redemptions	(150)	-	(2,634)	(15)
Number of Shares at 31 July 2014	<u>3,061</u>	<u>2,248</u>	<u>17,332</u>	<u>1,602</u>

Total NAV per share class as at 31 July 2014 \$3,361,935 €2,465,645 €16,479,139 £1,175,506

NAV per share as at 31 July 2014 \$1,098.47 €1,097.01 €950.79 £1,108.94

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

## 10. Share Capital (continued)

**MS Claritas Long Short Market Neutral UCITS Fund**

	<b>Class S USD</b>	<b>Class E USD</b>
<b>Number of Shares at 1 August 2013</b>	7,789	5,958
Subscriptions	-	-
Redemptions	(1,867)	-
<b>Number of Shares at 31 July 2014</b>	<b>5,922</b>	<b>5,958</b>
<b>Total NAV per share class as at 31 July 2014</b>	<b>\$5,873,634</b>	<b>\$6,054,057</b>
<b>NAV per share as at 31 July 2014</b>	<b>\$991.79</b>	<b>\$1,016.19</b>

**MS SLJ Macro UCITS Fund**

	<b>Class B1 EUR</b>	<b>Class B2 EUR</b>	<b>Class E USD</b>	<b>Class B2 GBP</b>
<b>Number of Shares at 1 August 2013</b>	18,675	4,710	-	1,488
Subscriptions	7,173	2,295	678	-
Redemptions	(21,359)	(6,263)	-	-
<b>Number of Shares at 31 July 2014</b>	<b>4,489</b>	<b>742</b>	<b>678</b>	<b>1,488</b>
<b>Total NAV per share class as at 31 July 2014</b>	<b>€4,405,379</b>	<b>€729,596</b>	<b>\$634,296</b>	<b>£1,474,584</b>
<b>NAV per share as at 31 July 2014</b>	<b>€981.28</b>	<b>€983.51</b>	<b>\$935.99</b>	<b>£991.18</b>

**MS QTI UCITS Fund**

	<b>Class B EUR</b>	<b>Class B USD</b>
<b>Number of Shares at 1 August 2013</b>	2,672	-
Subscriptions	2,305	1,500
Redemptions	(2,063)	-
<b>Number of Shares at 31 July 2014</b>	<b>2,914</b>	<b>1,500</b>
<b>Total NAV per share class as at 31 July 2014</b>	<b>€2,974,905</b>	<b>\$1,560,430</b>
<b>NAV per share as at 31 July 2014</b>	<b>€1,021.08</b>	<b>\$1,040.29</b>

**MS Turner Spectrum UCITS Fund**

	<b>Class B1 EUR</b>	<b>Class B2 EUR</b>
<b>Number of Shares at 1 August 2013</b>	20,000	2,662
Subscriptions	-	6,531
Redemptions	-	(1,582)
<b>Number of Shares at 31 July 2014</b>	<b>20,000</b>	<b>7,611</b>
<b>Total NAV per share class as at 31 July 2014</b>	<b>€21,211,224</b>	<b>€7,811,945</b>
<b>NAV per share as at 31 July 2014</b>	<b>€1,060.56</b>	<b>€1,026.40</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**MS Short Term Trends UCITS Fund**

	<b>Class B EUR</b>	<b>Class E USD</b>
<b>Number of Shares at 1 August 2013</b>	2,075	-
Subscriptions	-	1,500
Redemptions	(2,075)	(1,500)
<b>Number of Shares at 31 July 2014</b>	<u>-</u>	<u>-</u>
<b>Total NAV per share class as at 31 July 2014</b>	-	-
<b>NAV per share as at 31 July 2014</b>	-	-

**MS Long Term Trends UCITS Fund**

	<b>Class B EUR</b>	<b>Class E USD</b>	<b>Class B GBP</b>	<b>Class I GBP</b>	<b>Class E EUR</b>
<b>Number of Shares at 1 August 2013</b>	1,657	3,000	3,860	-	7,511
Subscriptions	9,357	-	3,577	21,016	-
Redemptions	(163)	(3,000)	(2,715)	(2,491)	(4,682)
<b>Number of Shares at 31 July 2014</b>	<u>10,851</u>	<u>-</u>	<u>4,722</u>	<u>18,525</u>	<u>2,829</u>
<b>Total NAV per share class as at 31 July 2014</b>	<b>€11,410,743</b>	-	<b>£4,860,043</b>	<b>£19,982,882</b>	<b>€3,025,727</b>
<b>NAV per share as at 31 July 2014</b>	<b>€1,051.59</b>	-	<b>£1,029.29</b>	<b>£1,078.72</b>	<b>€1,069.57</b>

**MS Discretionary Plus UCITS Fund**

	<b>Class B EUR</b>	<b>Class E USD</b>
<b>Number of Shares at 1 August 2013</b>	500	2,996
Subscriptions	-	-
Redemptions	(500)	-
<b>Number of Shares at 31 July 2014</b>	<u>-</u>	<u>2,996</u>
<b>Total NAV per share class as at 31 July 2014</b>	-	<b>\$2,836,887</b>
<b>NAV per share as at 31 July 2014</b>	-	<b>\$946.95</b>

**MS Swiss Life Multi Asset Protected Fund**

	<b>Class A CHF</b>
<b>Number of Shares at 1 August 2013</b>	100,000
Subscriptions	456,814
Redemptions	(14,509)
<b>Number of Shares at 31 July 2014</b>	<u>542,305</u>
<b>Total NAV per share class as at 31 July 2014</b>	<b>CHF56,933,688</b>
<b>NAV per share as at 31 July 2014</b>	<b>CHF104.98</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

## 10. Share Capital (continued)

## MS Dalton Asia Pacific UCITS Fund

	Class A EUR	Class B1 EUR	Class B2 EUR	Class P EUR	Class A USD	Class P USD
Number of Shares at 1 August 2013	-	20,000	-	-	-	-
Subscriptions	81	-	35,896	187	103	455
Redemptions	-	-	(6,098)	-	-	-
Number of Shares at 31 July 2014	<u>81</u>	<u>20,000</u>	<u>29,798</u>	<u>187</u>	<u>103</u>	<u>455</u>
Total NAV per share class as at 31 July 2014	€79,653	€21,454,496	€31,267,575	€184,614	\$103,443	\$448,231
NAV per share as at 31 July 2014	€984.19	€1,072.72	€1,049.32	€988.32	\$1,000.47	\$985.40

## MS TCW Unconstrained Plus Bond Fund

	Class P USD	Class A USD	Class B1 EUR	Class I EUR	Class P EUR	Class A EUR
Number of Shares at 1 August 2013	-	-	-	-	-	-
Subscriptions	33	3,378	29,426	41,558	913	9,046
Redemptions	-	(612)	-	(6,119)	(247)	(2,975)
Number of Shares at 31 July 2014	<u>33</u>	<u>2,766</u>	<u>29,426</u>	<u>35,439</u>	<u>666</u>	<u>6,071</u>
Total NAV per share class as at 31 July 2014	\$33,347	\$2,798,381	€31,019,343	€37,041,977	€674,562	€6,272,493
NAV per share as at 31 July 2014	\$1,015.70	\$1,011.75	€1,054.15	€1,045.23	€1,014.03	€1,033.10

## MS Broadmark Tactical Plus UCITS Fund

	Class B1 USD	Class B2 USD	Class B2 EUR
Number of Shares at 1 August 2013	-	-	-
Subscriptions	30,341	7,477	3,599
Redemptions	(460)	(2,024)	(1,052)
Number of Shares at 31 July 2014	<u>29,881</u>	<u>5,453</u>	<u>2,547</u>
Total NAV per share class as at 31 July 2014	\$32,337,448	\$5,426,326	€2,601,010
NAV per share as at 31 July 2014	\$1,082.20	\$995.15	€1,021.15

## MS Scientific Beta Global Equity Factors UCITS ETF

	Class A USD
Number of Shares at 1 August 2013	-
Subscriptions	1,483,238
Redemptions	(247,133)
Number of Shares at 31 July 2014	<u>1,236,105</u>
Total NAV per share class as at 31 July 2014	\$123,423,703
NAV per share as at 31 July 2014	\$99.85

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**10. Share Capital (continued)**

**MS Lynx UCITS Fund**

	<b>Class E USD</b>	<b>Class E EUR</b>	<b>Class P USD</b>
<b>Number of Shares at 1 August 2013</b>	-	-	-
Subscriptions	2,998	15,000	750
Redemptions	-	-	-
<b>Number of Shares at 31 July 2014</b>	<b>2,998</b>	<b>15,000</b>	<b>750</b>
<b>Total NAV per share class as at 31 July 2014</b>	<b>\$3,011,314</b>	<b>€15,134,881</b>	<b>\$751,243</b>
<b>NAV per share as at 31 July 2014</b>	<b>\$1,004.44</b>	<b>€1,008.99</b>	<b>\$1,001.66</b>

**MS Nezu Cyclical Japan UCITS Fund**

	<b>Class H EUR</b>
<b>Number of Shares at 1 August 2013</b>	-
Subscriptions	30,090
Redemptions	-
<b>Number of Shares at 31 July 2014</b>	<b>30,090</b>
<b>Total NAV per share class as at 31 July 2014</b>	<b>€30,029,692</b>
<b>NAV per share as at 31 July 2014</b>	<b>€997.99</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**11. Cash and Cash Equivalents**

The cash assets of the Sub-Funds are held with Northern Trust Company, London Branch, global Custodian to Northern Trust Fiduciary Services (Ireland) Limited, Depository to the Company and Morgan Stanley & Co International plc, Sub-Custodian to certain Sub-Funds. Margin cash held as collateral against open financial derivative instrument contracts with Morgan Stanley & Co International plc, UBS AG, Goldman Sachs International, Societe Generale, Deutsche Bank AG and JP Morgan & Co is also included in the cash balances.

The cash balances held with these parties as at the 31 July 2016 are set out below:

	<b>MS PSAM Global Event UCITS Fund</b>	<b>Salar Convertible Absolute Return Fund</b>	<b>Indus Select Asia Pacific Fund</b>	<b>MS Algebris Global Financials UCITS Fund</b>	<b>Emerging Markets Equity Fund</b>	<b>Indus PacifiChoice Asia Fund</b>
	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>
	<b>€</b>	<b>US\$</b>	<b>US\$</b>	<b>€</b>	<b>US\$</b>	<b>US\$</b>
Northern Trust Company, London Branch	4,209,601	60,618	25,867	-	-	-
Morgan Stanley & Co International plc	-	-	-	4,250	6,013,282	6,726,348
UBS AG	-	-	-	-	-	10,835,000
	<b>4,209,601</b>	<b>60,618</b>	<b>25,867</b>	<b>4,250</b>	<b>6,013,282</b>	<b>17,561,348</b>
	<b>MS Ascend UCITS Fund</b>	<b>MS Alkeon UCITS Fund</b>	<b>MS SLJ Macro UCITS Fund</b>	<b>MS QTI UCITS Fund</b>	<b>MS Long Term Trends UCITS Fund</b>	<b>MS Swiss Life Multi Asset Protected Fund</b>
	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>
	<b>US\$</b>	<b>US\$</b>	<b>€</b>	<b>US\$</b>	<b>US\$</b>	<b>CHF</b>
Northern Trust Company, London Branch	53,630,841	(704,267)	-	1,140,608	3,128,969	(263,686)
Morgan Stanley & Co International plc	-	-	37,727,964	-	-	2,249,307
	<b>53,630,841</b>	<b>(704,267)</b>	<b>37,727,964</b>	<b>1,140,608</b>	<b>3,128,969</b>	<b>1,985,621</b>

Included in the cash balances of Indus PacifiChoice Asia Fund is margin cash held against open contracts for difference with Morgan Stanley & Co International plc of US\$7,715,973 and with UBS AG of US\$10,835,000.

Included in the cash balances of MS Ascend UCITS Fund is US\$50,000,000 received in advance from investors for shares due to be delivered after the Statement of Financial Position date with Northern Trust Company, London Branch. This balance is held in a single, Company level umbrella cash account but is attributable to the Sub-Fund only.

Included in the cash balances of MS Dalton Asia Pacific UCITS Fund is margin cash held against open contracts for difference with Morgan Stanley & Co International plc of €6,993,026.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**11. Cash and Cash Equivalents (continued)**

	<b>MS Dalton Asia Pacific UCITS Fund</b>	<b>MS TCW Unconstrained Plus Bond Fund</b>	<b>MS Broadmark Tactical Plus UCITS Fund</b>	<b>MS Scientific Beta Global Equity Factors UCITS ETF</b>	<b>MS Lynx UCITS Fund</b>	<b>MS Nezu Cyclical Japan UCITS Fund</b>
	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>
	<b>€</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>¥</b>
Northern Trust Company, London Branch	-	9,719,239	692,757	-	5,533,594	-
Morgan Stanley & Co International plc	1,567,705	-	6,423,098	775,649	-	4,060,619,058
Goldman Sachs International	-	-	-	-	-	70,493,493
	<b>1,567,705</b>	<b>9,719,239</b>	<b>7,115,855</b>	<b>775,649</b>	<b>5,533,594</b>	<b>4,131,112,551</b>
	<b>MS Kairos Enhanced Selection UCITS Fund</b>	<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund</b>	<b>Global Equity Risk Premia Long/Short UCITS Fund</b>	<b>MS Tremblant Long/Short Equity UCITS Fund</b>	<b>MSCI Emerging Markets ESG Equity Fund</b>	<b>DAX® 80 Garant</b>
	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>
	<b>€</b>	<b>€</b>	<b>€</b>	<b>US\$</b>	<b>US\$</b>	<b>€</b>
Northern Trust Company, London Branch	444,176	-	-	1,720,297	-	-
Morgan Stanley & Co International plc	-	(643,768)	1,890,244	-	2,061,997	126,780
	<b>444,176</b>	<b>(643,768)</b>	<b>1,890,244</b>	<b>1,720,297</b>	<b>2,061,997</b>	<b>126,780</b>

Included in the cash balances of MS Broadmark Tactical Plus UCITS Fund is margin cash held against open futures contracts with Morgan Stanley & Co International plc of US\$2,012,206.

Included in the cash balances of MS Nezu Cyclical Japan UCITS Fund is margin cash held against open contracts for difference with Morgan Stanley & Co International plc of ¥114,349,048 and with Goldman Sachs International of ¥70,493,493.

Included in the cash balances of MS Tremblant Long/Short Equity UCITS Fund is US\$1,000,000 received in advance from investors for shares due to be delivered after the Statement of Financial Position date with Northern Trust Company, London Branch. This balance is held in a single, Company level umbrella cash account but is attributable to the Sub-Fund only.





**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**11. Cash and Cash Equivalents (continued)**

	<b>MS Broadmark Tactical Plus UCITS Fund As at 31 July 2015 US\$</b>	<b>MS Scientific Beta Global Equity Factors UCITS ETF As at 31 July 2015 US\$</b>	<b>MS Lynx UCITS Fund As at 31 July 2015 US\$</b>	<b>MS Nezu Cyclical Japan UCITS Fund As at 31 July 2015 ¥</b>	<b>MS Kairos Enhanced Selection UCITS Fund As at 31 July 2015 €</b>	<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund As at 31 July 2015 €</b>
Northern Trust Company, London Branch	-	-	4,457,474	-	715,464	-
Morgan Stanley & Co International plc	10,331,018	3,020,478	-	3,518,093,544	-	7,731,525
	<b>10,331,018</b>	<b>3,020,478</b>	<b>4,457,474</b>	<b>3,518,093,544</b>	<b>715,464</b>	<b>7,731,525</b>
	<b>Global Equity Risk Premia Long/Short UCITS Fund As at 31 July 2015 €</b>	<b>MS Tremblant Long/Short Equity UCITS Fund As at 31 July 2015 US\$</b>	<b>MSCI Emerging Markets ESG Equity Fund As at 31 July 2015 US\$</b>			
Northern Trust Company, London Branch	-	1,620,638	-			
Morgan Stanley & Co International plc	3,126,195	-	1,107,834			
	<b>3,126,195</b>	<b>1,620,638</b>	<b>1,107,834</b>			

Included in the cash balances of MS Nezu Cyclical Japan UCITS Fund is margin cash held against open contracts for difference with Morgan Stanley & Co International plc of ¥1,212,163,487.

**12. Efficient Portfolio Management**

The Sub-Funds, subject to the conditions and limits laid down by the Central Bank, enter into financial derivative instrument transactions for hedging and efficient portfolio management purposes. Such instruments include futures contracts, forward currency contracts, options, swaps, contracts for differences and their uses comprise hedging against market movements, currency exchange or interest rate risks in accordance with the investment policies of the Sub-Funds.

Open financial derivative instrument contracts, including the relevant counterparties, the underlying securities, currencies or indices, and the fair values at the year end are disclosed in the Schedule of Investments as at 31 July 2016. Realised and unrealised gains and losses on financial derivative instrument transactions are included in "net realised and unrealised gains/(losses) on financial assets and liabilities at fair value through profit or loss" on the Statement of Comprehensive Income.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**13. Net Realised and Unrealised Gains/Losses on Financial Assets and Liabilities at Fair Value through Profit or Loss**

The following tables detail the breakdown of net realised and unrealised gains/(losses) on financial assets and liabilities at fair value through profit or loss as reported in the Statement of Comprehensive Income for the year ended 31 July 2016.

	<b>MS PSAM Global Event UCITS Fund</b>	<b>Salar Convertible Absolute Return Fund</b>	<b>Indus Select Asia Pacific Fund</b>	<b>MS Algebris Global Financials UCITS Fund</b>	<b>Emerging Markets Equity Fund</b>	<b>Indus PacificChoice Asia Fund</b>
	<b>Year ended 31 July 2016</b>	<b>Year ended 31 July 2016</b>	<b>Year ended 31 July 2016</b>	<b>Year ended 31 July 2016</b>	<b>Year ended 31 July 2016</b>	<b>Year ended 31 July 2016</b>
	<b>€</b>	<b>US\$</b>	<b>US\$</b>	<b>€</b>	<b>US\$</b>	<b>US\$</b>
Net realised (losses)/gains on sale of investments	(6,516,093)	(3,903,032)	(17,059)	(908,277)	11,400,679	(3,673,865)
Net currency (losses)/gains	(3,991,395)	(14,184,542)	45,443	(77,051)	239,432	(29,061,717)
Net unrealised gains/(losses) on investments	10,662,758	6,320,822	(134,103)	(86,522)	(7,101,718)	9,400,221
<b>Net realised and unrealised gains/(losses) on financial assets at fair value through profit or loss</b>	<b>155,270</b>	<b>(11,766,752)</b>	<b>(105,719)</b>	<b>(1,071,850)</b>	<b>4,538,393</b>	<b>(23,335,361)</b>

	<b>MS Ascend UCITS Fund</b>	<b>MS Alkeon UCITS Fund</b>	<b>MS SLJ Macro UCITS Fund</b>	<b>MS QTI UCITS Fund</b>	<b>MS Long Term Trends UCITS Fund</b>	<b>MS Swiss Life Multi Asset Protected Fund</b>
	<b>Year ended 31 July 2016</b>	<b>Year ended 31 July 2016</b>				
	<b>US\$</b>	<b>US\$</b>	<b>€</b>	<b>US\$</b>	<b>US\$</b>	<b>CHF</b>
Net realised (losses)/gains on sale of investments	(14,346,626)	(13,485,540)	(1,002,063)	(1,176,440)	1,313,287	519,262
Net currency gains/(losses)	700,427	(10,362)	(3,216,603)	165,311	(1,537,416)	(11,089)
Net unrealised gains/(losses) on investments	484,360	(2,361,328)	(172,030)	760,905	(172,664)	(1,115,873)
<b>Net realised and unrealised losses on financial assets at fair value through profit or loss</b>	<b>(13,161,839)</b>	<b>(15,857,230)</b>	<b>(4,390,696)</b>	<b>(250,224)</b>	<b>(396,793)</b>	<b>(607,700)</b>

	<b>MS Dalton Asia Pacific UCITS Fund</b>	<b>MS TCW Unconstrained Plus Bond Fund</b>	<b>MS Broadmark Tactical Plus UCITS Fund</b>	<b>MS Scientific Beta Global Equity Factors UCITS ETF</b>	<b>MS Lynx UCITS Fund</b>	<b>MS Nezu Cyclical Japan UCITS Fund</b>
	<b>Year ended 31 July 2016</b>	<b>Year ended 31 July 2016</b>	<b>Year ended 31 July 2016</b>	<b>Year ended 31 July 2016</b>	<b>Year ended 31 July 2016</b>	<b>Year ended 31 July 2016</b>
	<b>€</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>¥</b>
Net realised gains/(losses) on sale of investments	1,450,318	(116,066)	1,765,881	5,419,856	(5,271,682)	(4,493,402,864)
Net currency (losses)/gains	(1,768,025)	(1,278,257)	37,097	386,072	174,555	(2,824,373,546)
Net unrealised gains/(losses) on investments	1,502,729	(2,166,947)	559,683	2,024,757	12,043,520	349,017,942
<b>Net realised and unrealised gains/(losses) on financial assets at fair value through profit or loss</b>	<b>1,185,022</b>	<b>(3,561,270)</b>	<b>2,362,661</b>	<b>7,830,685</b>	<b>6,946,393</b>	<b>(6,968,758,468)</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**13. Net Realised and Unrealised Gains/Losses on Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)**

	MS Kairos Enhanced Selection UCITS Fund Year ended 31 July 2016 €	MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund Year ended 31 July 2016 €	Global Equity Risk Premia Long/Short UCITS Fund Year ended 31 July 2016 €	MS Tremblant Long/Short Equity UCITS Fund Year ended 31 July 2016 US\$	MSCI Emerging Markets ESG Equity Fund Year ended 31 July 2016 US\$	DAX® 80 Garant Period ended 31 July 2016 €
Net realised (losses)/gains on sale of investments	(3,797,296)	(5,378,491)	14,810,236	(7,378,729)	(883,019)	127,599
Net currency (losses)/gains	-	(2,794,116)	79,633	1,360,110	104,847	(142,272)
Net unrealised (losses)/gains on investments	(598,885)	(11,662,878)	(4,303,469)	2,127,541	21,119,107	101,000
<b>Net realised and unrealised (losses)/gains on financial assets at fair value through profit or loss</b>	<b>(4,396,181)</b>	<b>(19,835,485)</b>	<b>10,586,400</b>	<b>(3,891,078)</b>	<b>20,340,935</b>	<b>86,327</b>
	Quantica Managed Futures UCITS Fund Period ended 31 July 2016 US\$	MS Scientific Beta US Equity Factors UCITS ETF Period ended 31 July 2016 US\$	IPM Systematic Macro UCITS Fund Period ended 31 July 2016 US\$	Smartfund 80% Protected Balanced Fund Period ended 31 July 2016 £	Smartfund 80% Protected Growth Fund Period ended 31 July 2016 £	MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II Period ended 31 July 2016 €
Net realised (losses)/gains on sale of investments	(2,273,041)	4,386,117	1,820,710	1,057,626	1,000,738	(487,958)
Net currency (losses)/gains	(6,085)	690,195	48,412,786	1,369,611	1,884,245	41,785
Net unrealised gains/(losses) on investments	5,403,492	4,537,365	(41,567,880)	1,243,042	1,466,977	295,416
<b>Net realised and unrealised gains/(losses) on financial assets at fair value through profit or loss</b>	<b>3,124,366</b>	<b>9,613,677</b>	<b>8,665,616</b>	<b>3,670,279</b>	<b>4,351,960</b>	<b>(150,757)</b>
	Mariner Lenus Healthcare UCITS Fund Period ended 31 July 2016 US\$	80% Protected Index Portfolio Period ended 31 July 2016 £	Mariner Investment Diversifying Alternative UCITS Fund Period ended 31 July 2016 US\$	Smartfund Growth Fund Period ended 31 July 2016 £	Smartfund Cautious Fund Period ended 31 July 2016 £	Smartfund Balanced Fund Period ended 31 July 2016 £
Net realised (losses)/gains on sale of investments	(6,792,239)	44,937	68,460	47,330	87,599	68,550
Net currency (losses)/gains	(1)	(303)	422	79,200	86,442	65,485
Net unrealised gains on investments	-	31,984	628,463	1,025,902	348,298	1,184,302
<b>Net realised and unrealised (losses)/gains on financial assets at fair value through profit or loss</b>	<b>(6,792,240)</b>	<b>76,618</b>	<b>697,345</b>	<b>1,152,432</b>	<b>522,339</b>	<b>1,318,337</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**13. Net Realised and Unrealised Gains/Losses on Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)**

	Credit UCITS Fund Period ended 31 July 2016 US\$
Net realised gains on sale of investments	-
Net currency losses	(220,103)
Net unrealised gains on investments	303,678
<b>Net realised and unrealised gains on financial assets at fair value through profit or loss</b>	<b>83,575</b>

The following tables detail the breakdown of net realised and unrealised gains/(losses) on financial assets and liabilities at fair value through profit or loss as reported in the Statement of Comprehensive Income for the year ended 31 July 2015.

	MS PSAM Global Event UCITS Fund Year ended 31 July 2015 €	Salar Convertible Absolute Return Fund Year ended 31 July 2015 US\$	Indus Select Asia Pacific Fund Year ended 31 July 2015 US\$	MS Algebris Global Financials UCITS Fund Year ended 31 July 2015 €	Emerging Markets Equity Fund Year ended 31 July 2015 US\$	Indus PacificChoice Asia Fund Year ended 31 July 2015 US\$
Net realised (losses)/gains on sale of investments	(8,201,035)	34,857,106	4,058,597	5,938,009	(94,344,102)	16,955,276
Net currency gains/(losses)	38,759,174	(30,172,831)	(351,644)	725,482	(568,845)	8,371,167
Net unrealised (losses)/gains on investments	(23,416,527)	(2,913,018)	(4,036,425)	1,613,781	(1,837,043)	(6,448,086)
<b>Net realised and unrealised gains/(losses) on financial assets at fair value through profit or loss</b>	<b>7,141,612</b>	<b>1,771,257</b>	<b>(329,472)</b>	<b>8,277,272</b>	<b>(96,749,990)</b>	<b>18,878,357</b>

	MS Ascend UCITS Fund Year ended 31 July 2015 US\$	MS Alkeon UCITS Fund Year ended 31 July 2015 US\$	RiverCrest European Equity Alpha Fund Year ended 31 July 2015 £	MS Claritas Long Short Market Neutral UCITS Fund Year ended 31 July 2015 US\$	MS SLJ Macro UCITS Fund Year ended 31 July 2015 €	MS QTI UCITS Fund Year ended 31 July 2015 US\$
Net realised gains/(losses) on sale of investments	3,182,440	17,302,176	152,878	(722,112)	(842,576)	952,741
Net currency (losses)/gains	(21,983,827)	(29,556,313)	78,966	224,686	2,883,182	(785,615)
Net unrealised gains/(losses) on investments	8,766,152	9,416,926	(55,173)	232,845	35,788	(1,094,928)
<b>Net realised and unrealised (losses)/gains on financial assets at fair value through profit or loss</b>	<b>(10,035,235)</b>	<b>(2,837,211)</b>	<b>176,671</b>	<b>(264,581)</b>	<b>2,076,394</b>	<b>(927,802)</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**13. Net Realised and Unrealised Gains/Losses on Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)**

	<b>MS Turner Spectrum UCITS Fund Year ended 31 July 2015 US\$</b>	<b>MS Long Term Trends UCITS Fund Year ended 31 July 2015 US\$</b>	<b>MS Discretionary Plus UCITS Fund Year ended 31 July 2015 US\$</b>	<b>MS Swiss Life Multi Asset Protected Fund Year ended 31 July 2015 CHF</b>	<b>MS Dalton Asia Pacific UCITS Fund Year ended 31 July 2015 €</b>	<b>MS TCW Unconstrained Plus Bond Fund Year ended 31 July 2015 US\$</b>
Net realised gains/(losses) on sale of investments	86,878	9,759,343	(182,501)	(1,141,859)	6,340,338	633,880
Net currency (losses)/gains	(2,835,102)	(7,550,648)	-	77,911	675,730	(17,163,319)
Net unrealised gains/(losses) on investments	37,148	53,512	133,033	470,896	6,970,772	(2,125,911)
<b>Net realised and unrealised (losses)/gains on financial assets at fair value through profit or loss</b>	<b>(2,711,076)</b>	<b>2,262,207</b>	<b>(49,468)</b>	<b>(593,052)</b>	<b>13,986,840</b>	<b>(18,655,350)</b>
	<b>MS Broadmark Tactical Plus UCITS Fund Year ended 31 July 2015 US\$</b>	<b>MS Scientific Beta Global Equity Factors UCITS ETF Year ended 31 July 2015 US\$</b>	<b>MS Lynx UCITS Fund Period ended 31 July 2015 US\$</b>	<b>MS Nezu Cyclical Japan UCITS Fund Period ended 31 July 2015 ¥</b>	<b>MS Kairos Enhanced Selection UCITS Fund Period ended 31 July 2015 €</b>	<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund Period ended 31 July 2015 €</b>
Net realised gains on sale of investments	1,544,761	24,887,051	8,162,129	2,840,420,915	3,484,059	22,095
Net currency (losses)/gains	(510,380)	147,067	(5,666,546)	(512,589,080)	4,388	990,804
Net unrealised gains/(losses) on investments	168,171	(16,298,781)	(2,891,070)	(108,554,352)	1,079,065	4,968,191
<b>Net realised and unrealised gains/(losses) on financial assets at fair value through profit or loss</b>	<b>1,202,552</b>	<b>8,735,337</b>	<b>(395,487)</b>	<b>2,219,277,483</b>	<b>4,567,512</b>	<b>5,981,090</b>
	<b>Global Equity Risk Premia Long/Short UCITS Fund Period ended 31 July 2015 €</b>	<b>MS Tremblant Long/Short Equity UCITS Fund Period ended 31 July 2015 US\$</b>	<b>MSCI Emerging Markets ESG Equity Fund Period ended 31 July 2015 US\$</b>			
Net realised gains on sale of investments	4,325,710	5,722,527	1,135,222			
Net currency gains/(losses)	232,744	63,690	(1,118,426)			
Net unrealised losses on investments	(2,722,010)	(506,525)	(30,191,931)			
<b>Net realised and unrealised gains/(losses) on financial assets at fair value through profit or loss</b>	<b>1,836,444</b>	<b>5,279,692</b>	<b>(30,175,135)</b>			

## NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

### 14. Risk Associated with Financial Instruments

The Sub-Funds' objective in managing risk is the creation and protection of shareholder value. Risk is inherent in the Sub-Funds' activities, but it is managed through a process of ongoing identification, measurement and monitoring, subject to risk limits and other controls. The process of risk management is critical to the Sub-Funds' continuing profitability. The Sub-Funds are exposed to market risk (which includes currency risk, interest rate risk and price risk), credit risk and liquidity risk arising from the financial instruments they hold.

#### Risk management structure

The Investment Manager is responsible for identifying and controlling risks. The Board of Directors supervises the Investment Manager and is ultimately responsible for overall risk management.

The Sub-Funds' risk management processes are managed by Morgan Stanley & Co International plc, the Risk Manager. The Risk Manager is independent of the Investment Manager, both in terms of entities and activities.

#### Risk measurement and reporting system

The Sub-Funds' risks are measured using a method that reflects both the expected loss likely to arise in normal circumstances and unexpected losses that are an estimate of the potential loss based on statistical models. The models make use of the probabilities derived from historical experience, adjusted to reflect the economic environment, and have remained substantially unchanged from the previous year.

Monitoring and controlling risks is primarily based on limits established by the Board of Directors. These limits reflect the business strategy including the risk that the Sub-Funds are willing to accept and the market environment of the Sub-Funds. In addition, the Sub-Funds monitor and measure overall risk in relation to the aggregate risk exposure across all risk types and activities.

#### Risk mitigation

The Sub-Funds have investment guidelines that set out their overall business strategies, their tolerance for risk and their general risk management philosophy.

The Sub-Funds use derivatives and other instruments for trading purposes and in connection with their risk management activities.

#### Excessive risk concentration

Concentration indicates the relative sensitivity of a Sub-Fund's performance to developments affecting a particular industry or geographical location. Concentration of risks arise when a number of financial instruments or contracts are entered into with the same counterparty, or where a number of counterparties are engaged in similar business activities, or activities in the same geographic region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentration of liquidity risk may arise from the repayment terms of financial liabilities, sources of borrowing facilities or reliance on a particular market in which to realise assets. Concentration of foreign exchange risk may arise if a Sub-Fund has a significant net open position in a single foreign currency, or aggregate net open positions in several currencies that tend to move together.

In order to avoid excessive concentration of risk, the Sub-Funds' policies and procedures include specific guidelines to focus on maintaining a diversified portfolio. The Investment Manager is instructed to reduce exposure or to use derivative instruments to manage excessive risk concentrations when they arise.

#### Value at Risk

Value at Risk ("VaR") is a statistical measure that helps quantify market risk. It indicates the potential loss of a portfolio (or an individual security), for a given time horizon and confidence level, under normal market conditions. For example, a 1 day VaR of US\$1million at a 99% confidence level indicates that 99 out of 100 trading days on average, the 1-day loss of the portfolio should not exceed US\$1 million. A fundamental assumption underlying this 1-day VaR number is that of a 1-day holding period for the entire portfolio. VaR, for equity and equity related products, is based on a 50-factor global equity model, provided by APT – a third party vendor. For each factor, APT provides the past 4 years (approximately 1000 days) of 1- day returns. "Systematic" returns for an individual stock are derived from these historical returns, using the sensitivities of the stock to the 50 factors. For each of the 1000, 1-day returns thus derived, five values of "residual" returns, reflecting the idiosyncratic element of risk, are calculated. A combination of these "systematic" returns and "residual" returns yields 5000, 1-day "total" returns for the stock. The 95th percentile and 99th percentile VaR correspond to the 250th and 50th worst total returns, respectively.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**

For the year ended 31 July 2016

**14. Risk Associated with Financial Instruments (continued)**

**Value at Risk (continued)**

The appropriate absolute or relative VaR measure is calculated daily using a historical approach with a one-tailed confidence interval of 99% for a 20 day holding horizon, and considering 4 years of historical data and the calculation is subject to quarterly data set updates, or more frequent when market prices are subject to material changes. The Risk Manager will use Risk Analytics to calculate VAR. Risk Analytics is a proprietary tool developed by Morgan Stanley & Co International plc and is independent from any other tools used by the Investment Manager. In addition, Risk Analytics is based on market data independent from data used by the Portfolio Managers. In the case of a sophisticated Sub Fund, the VaR approach is applied. In the VaR approach, the potential loss that a Sub Fund could suffer within a certain time horizon and a certain degree of confidence is estimated.

For swaps, total returns are the same as those of the underlying equity, while for equity indices, these are derived as the weighted average of the returns of the individual component stocks. Finally, for equity options, total return incorporates the return of the underlying equity as well as the return on volatility of the benchmark country index, corresponding to the underlying stock.

The VaR of MS PSAM Global Event UCITS Fund, Salar Convertible Absolute Return Fund, MS SLJ Macro UCITS Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund, Quantica Managed Futures UCITS Fund, IPM Systematic Macro UCITS Fund, Smartfund 80% Protected Balanced Fund, Smartfund 80% Protected Growth Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II, Mariner Investment Diversifying Alternative UCITS Fund, Smartfund Growth Fund, Smartfund Balanced Fund and Market Neutral Credit UCITS Fund is expressed in absolute terms as a percentage of the Sub-Fund's Net Asset Value.

MS Algebris Global Financials UCITS Fund, Indus PacificChoice Asia Fund, MS Ascend UCITS Fund, MS Alkeon UCITS Fund, MS Broadmark Tactical Plus UCITS Fund, MS Nezu Cyclical Japan UCITS Fund, MS Kairos Enhanced Selection UCITS Fund, Global Equity Risk Premia Long/Short UCITS Fund, MS Tremblant Long/Short Equity UCITS Fund and DAX® 80 Garant use the Relative VaR approach and therefore their VaR should be compared with the VaR of their selected benchmark.

The following table discloses information on the Sub-Funds' VaR approach in accordance with the requirements of the Central Bank.

Sub-Fund Name	Type	Benchmark/Reference portfolio	Leverage	VaR Minimum	VaR Maximum	VaR Average	VaR as of 31/07/2016
MS PSAM Global Event UCITS Fund	Absolute VaR	n/a	235.00%	6.35%	12.19%	8.67%	8.81%
Salar Convertible Absolute Return Fund	Absolute VaR	n/a	245.00%	1.07%	2.77%	1.52%	1.30%
MS SLJ Macro UCITS Fund	Absolute VaR	n/a	190.51%	0.51%	12.84%	4.39%	1.58%
MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund	Absolute VaR	n/a	279.72%	2.01%	6.65%	4.39%	6.18%
Quantica Managed Futures UCITS Fund	Absolute VaR	n/a	18.35%	4.49%	11.39%	7.18%	6.41%
IPM Systematic Macro UCITS Fund	Absolute VaR	n/a	214.00%	6.55%	14.50%	9.58%	9.67%
Smartfund 80% Protected Balanced Fund	Absolute VaR	n/a	290.12%	5.05%	9.38%	7.63%	7.18%
Smartfund 80% Protected Growth Fund	Absolute VaR	n/a	300.62%	7.21%	13.90%	10.22%	9.57%
MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II	Absolute VaR	n/a	292.36%	2.01%	6.29%	4.31%	6.17%
Mariner Investment Diversifying Alternative UCITS Fund	Absolute VaR	n/a	351.00%	0.85%	4.30%	2.16%	4.30%
Smartfund Growth Fund	Absolute VaR	n/a	184.79%	7.21%	13.90%	10.22%	9.57%
Smartfund Balanced Fund	Absolute VaR	n/a	200.87%	5.05%	9.38%	7.63%	7.18%
Market Neutral Credit UCITS Fund	Absolute VaR	n/a	2006.21%	0.53%	7.39%	3.19%	0.53%
MS Algebris Global Financials UCITS Fund	Relative VaR	MSCI World Financials	n/a	0.37	1.76	0.81	0.62
Indus PacificChoice Asia Fund	Relative VaR	MSCI Asia-Pacific All	168.00%	0.59	1.86	0.90	0.89
MS Ascend UCITS Fund	Relative VaR	S&P 500	117.00%	0.10	0.26	0.18	0.15
MS Alkeon UCITS Fund	Relative VaR	MSCI World	165.57%	0.62	1.61	0.98	1.08
MS Broadmark Tactical Plus UCITS Fund	Relative VaR	Russell 2000 Index	230.73%	0.00	1.63	0.55	1.00
MS Nezu Cyclical Japan UCITS Fund	Relative VaR	TOPIX INDEX	123.61%	0.53	0.93	0.74	0.82
MS Kairos Enhanced Selection UCITS Fund	Relative VaR	Eurostoxx 50 Index	368.00%	0.21	0.85	0.52	0.22
Global Equity Risk Premia Long/Short UCITS Fund	Relative VaR	MSCI World	245.00%	0.19	0.86	0.25	0.35
MS Tremblant Long/Short Equity UCITS Fund	Relative VaR	MSCI World	205.00%	0.48	0.85	0.68	0.77
DAX® 80 Garant	Relative VaR	DAX® index	242.32%	0.29	0.66	0.46	0.52

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Value at Risk (continued)**

Leverage is calculated using the sum of the notionals of derivatives positions.

The model and inputs used for calculating VaR are: Calculation Model: Historical VaR; Confidence Interval: 99%; Holding Period: One Month; Historical Observation Period: 4 years

Relative VaR is a ratio that is calculated as:  $\text{Relative VaR} = \text{Sub-Fund VaR} / \text{Benchmark VaR}$

In accordance with the requirements of the Central Bank: the VaR of the VaR Sub-Funds is limited to 20% of their Net Asset Value; and the VaR of the Relative VaR Sub-Funds is limited to 2 times the VaR of their benchmark.

**Commitment approach**

The risk of Indus Select Asia Pacific Fund, Emerging Markets Equity Fund, MS QTI UCITS Fund, MS Long Term Trends UCITS Fund, MS Swiss Life Multi Asset Protected Fund, MS Dalton Asia Pacific UCITS Fund, MS TCW Unconstrained Plus Bond Fund, MS Scientific Beta Global Equity Factors UCITS ETF, MS Lynx UCITS Fund, MSCI Emerging Markets ESG Equity Fund, MS Scientific Beta US Equity Factors UCITS ETF, Mariner Lenus Healthcare UCITS Fund, 80% Protected Index Portfolio and Smartfund Cautious Fund is managed through the commitment approach through the use of financial derivative instruments in line with the UCITS Regulations and the Central Bank UCITS Regulations.

In accordance with the requirements of the Central Bank: the global exposure generated through the use of derivatives of these Sub-Funds is limited to 100% of their Net Asset Value; and the leverage of these Sub-Funds is limited to 100% of their Net Asset Value.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk**

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variable as interest rates, foreign exchange rates and market prices.

**(a) Interest rate risk**

Interest rate risk is the risk that the future cash flows or the fair values of financial instruments will fluctuate due to changes in market interest rates.

The following tables analyse the Sub-Funds' interest rate risk exposure as at the Statement of Financial Position date. The Sub-Funds' assets and liabilities are included at fair value and categorised by the earlier of contractual re-pricing or maturity dates.

The interest rate risk relating to MS PSAM Global Event UCITS Fund, Salar Convertible Absolute Return Fund, Emerging Markets Equity Fund, MS Ascend UCITS Fund, MS Alkeon UCITS Fund, MS Swiss Life Multi Asset Protected Fund, MS Scientific Beta Global Equity Factors UCITS ETF, MS Kairos Enhanced Selection UCITS Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund, Global Equity Risk Premia Long/Short UCITS Fund, MS Tremblant Long/Short Equity UCITS Fund, MSCI Emerging Markets ESG Equity Fund, DAX® 80 Garant, MS Scientific Beta US Equity Factors UCITS ETF, Smartfund 80% Protected Balanced Fund, Smartfund 80% Protected Growth Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II, 80% Protected Index Portfolio, Smartfund Growth Fund, Smartfund Cautious Fund and Smartfund Balanced Fund in these tables only shows the interest rate risk of the Funding Assets which is fully transferred via the total return swaps to the Approved Counterparty. It is not representative of the interest rate risk of the Reference Portfolio and as such does not reflect the Sub-Funds' actual economic exposure.

As at 31 July 2016

**MS PSAM Global Event UCITS Fund**

	Less than 1 month €	1 month to 1 year €	1 to 5 years €	More than 5 years €	Non-Interest bearing €	Total €
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	422,442,075	422,442,075
Cash and cash equivalents	4,209,601	-	-	-	-	4,209,601
Spot contracts receivable	-	-	-	-	12,864	12,864
Variation margin receivable	-	-	-	-	3,299,808	3,299,808
<b>Total assets</b>	<b>4,209,601</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>425,754,747</b>	<b>429,964,348</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	1,383,268	1,383,268
Management fee payable	-	-	-	-	1,558,090	1,558,090
Performance fee payable	-	-	-	-	596,969	596,969
Administration fee payable	-	-	-	-	20,864	20,864
Depository fee payable	-	-	-	-	11,501	11,501
Variation margin payable	-	-	-	-	462,085	462,085
Other accrued expenses	-	-	-	-	298,453	298,453
Net assets attributable to holders of redeemable participating shares	-	-	-	-	425,633,118	425,633,118
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>429,964,348</b>	<b>429,964,348</b>
<b>Total interest sensitivity gap</b>	<b>4,209,601</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(a) Interest rate risk (continued)**
**As at 31 July 2016**
**Salar Convertible Absolute Return Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	29,380,695	118,499,119	33,081,049	2,765,900	183,726,763
Cash and cash equivalents	60,618	-	-	-	-	60,618
Receivable for investments sold	-	-	-	-	2,951,758	2,951,758
Dividends and interest receivable	-	-	-	-	621,371	621,371
Variation margin receivable	-	-	-	-	904,848	904,848
<b>Total assets</b>	<b>60,618</b>	<b>29,380,695</b>	<b>118,499,119</b>	<b>33,081,049</b>	<b>7,243,877</b>	<b>188,265,358</b>
<b>Liabilities</b>						
Management fee payable	-	-	-	-	454,631	454,631
Performance fee payable	-	-	-	-	1,437	1,437
Administration fee payable	-	-	-	-	9,580	9,580
Depositary fee payable	-	-	-	-	4,717	4,717
Spot contracts payable	-	-	-	-	895,286	895,286
Variation margin payable	-	-	-	-	4,034,372	4,034,372
Other accrued expenses	-	-	-	-	189,856	189,856
Net assets attributable to holders of redeemable participating shares	-	-	-	-	182,675,479	182,675,479
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>188,265,358</b>	<b>188,265,358</b>
<b>Total interest sensitivity gap</b>	<b>60,618</b>	<b>29,380,695</b>	<b>118,499,119</b>	<b>33,081,049</b>		

**Emerging Markets Equity Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	193,369,646	193,369,646
Cash and cash equivalents	6,013,282	-	-	-	-	6,013,282
Subscriptions receivable	-	-	-	-	20,447	20,447
Spot contracts receivable	-	-	-	-	114,820	114,820
<b>Total assets</b>	<b>6,013,282</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>193,504,913</b>	<b>199,518,195</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	14,872,006	14,872,006
Securities purchased payable	-	-	-	-	5,111,595	5,111,595
Redemptions payable	-	-	-	-	93,734	93,734
Management fee payable	-	-	-	-	27,255	27,255
Other accrued expenses	-	-	-	-	10	10
Net assets attributable to holders of redeemable participating shares	-	-	-	-	179,413,595	179,413,595
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>199,518,195</b>	<b>199,518,195</b>
<b>Total interest sensitivity gap</b>	<b>6,013,282</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(a) Interest rate risk (continued)**

As at 31 July 2016

**Indus PacifiChoice Asia Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	96,463,708	96,463,708
Cash and cash equivalents	17,561,348	-	-	-	-	17,561,348
Receivable for investments sold	-	-	-	-	2,302,598	2,302,598
Dividends and interest receivable	-	-	-	-	219,067	219,067
Spot contracts receivable	-	-	-	-	91,273	91,273
Variation margin receivable	-	-	-	-	350,146	350,146
Sundry debtors	-	-	-	-	2,322	2,322
<b>Total assets</b>	<b>17,561,348</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>99,429,114</b>	<b>116,990,462</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	9,353,804	9,353,804
Redemptions payable	-	-	-	-	79,632,018	79,632,018
Management fee payable	-	-	-	-	140,153	140,153
Performance fee payable	-	-	-	-	5,312	5,312
Administration fee payable	-	-	-	-	15,258	15,258
Depositary fee payable	-	-	-	-	4,608	4,608
Spot contracts payable	-	-	-	-	34,110	34,110
Variation margin payable	-	-	-	-	800,916	800,916
Other accrued expenses	-	-	-	-	388,480	388,480
Net assets attributable to holders of redeemable participating shares	-	-	-	-	26,615,803	26,615,803
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>116,990,462</b>	<b>116,990,462</b>
<b>Total interest sensitivity gap</b>	<b>17,561,348</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**MS Ascend UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	157,777,369	157,777,369
Cash and cash equivalents	53,630,841	-	-	-	-	53,630,841
<b>Total assets</b>	<b>53,630,841</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>157,777,369</b>	<b>211,408,210</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	238,951	238,951
Management fee payable	-	-	-	-	162,917	162,917
Administration fee payable	-	-	-	-	10,169	10,169
Depositary fee payable	-	-	-	-	2,745	2,745
Variation margin payable	-	-	-	-	5,392,435	5,392,435
Deferred income	-	-	-	-	50,000,000	50,000,000
Other accrued expenses	-	-	-	-	162,176	162,176
Net assets attributable to holders of redeemable participating shares	-	-	-	-	155,438,817	155,438,817
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>211,408,210</b>	<b>211,408,210</b>
<b>Total interest sensitivity gap</b>	<b>53,630,841</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(a) Interest rate risk (continued)**
**As at 31 July 2016**
**MS Alkeon UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	94,721,753	94,721,753
<b>Total assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>94,721,753</b>	<b>94,721,753</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	55,598	55,598
Management fee payable	-	-	-	-	139,282	139,282
Administration fee payable	-	-	-	-	6,301	6,301
Depositary fee payable	-	-	-	-	1,643	1,643
Spot contracts payable	-	-	-	-	469,047	469,047
Other accrued expenses	-	-	-	-	34,169	34,169
Bank overdraft	704,267	-	-	-	-	704,267
Net assets attributable to holders of redeemable participating shares	-	-	-	-	93,311,446	93,311,446
<b>Total liabilities</b>	<b>704,267</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>94,017,486</b>	<b>94,721,753</b>
<b>Total interest sensitivity gap</b>	<b>(704,267)</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**MS SLJ Macro UCITS Fund**

	Less than 1 month €	1 month to 1 year €	1 to 5 years €	More than 5 years €	Non-Interest bearing €	Total €
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	1,277,727	1,277,727
Cash and cash equivalents	37,727,964	-	-	-	-	37,727,964
Subscriptions receivable	-	-	-	-	76,013	76,013
<b>Total assets</b>	<b>37,727,964</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,353,740</b>	<b>39,081,704</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	1,254,626	1,254,626
Redemptions payable	-	-	-	-	786,762	786,762
Management fee payable	-	-	-	-	22,565	22,565
Administration fee payable	-	-	-	-	2,635	2,635
Depositary fee payable	-	-	-	-	3,223	3,223
Spot contracts payable	-	-	-	-	3	3
Other accrued expenses	-	-	-	-	38,414	38,414
Net assets attributable to holders of redeemable participating shares	-	-	-	-	36,973,476	36,973,476
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>39,081,704</b>	<b>39,081,704</b>
<b>Total interest sensitivity gap</b>	<b>37,727,964</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(a) Interest rate risk (continued)**

As at 31 July 2016

**MS QTI UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	4,499,580	5,996,244	-	-	3,388,259	13,884,083
Cash and cash equivalents	1,140,608	-	-	-	-	1,140,608
Receivable for investments sold	-	-	-	-	161,280	161,280
<b>Total assets</b>	<b>5,640,188</b>	<b>5,996,244</b>	<b>-</b>	<b>-</b>	<b>3,549,539</b>	<b>15,185,971</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	4,282	4,282
Management fee payable	-	-	-	-	4,788	4,788
Administration fee payable	-	-	-	-	2,377	2,377
Depositary fee payable	-	-	-	-	713	713
Other accrued expenses	-	-	-	-	4,338	4,338
Net assets attributable to holders of redeemable participating shares	-	-	-	-	15,169,473	15,169,473
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,185,971</b>	<b>15,185,971</b>
<b>Total interest sensitivity gap</b>	<b>5,640,188</b>	<b>5,996,244</b>	<b>-</b>	<b>-</b>		

**MS Long Term Trends UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	1,999,833	27,153,591	-	-	7,175,605	36,329,029
Cash and cash equivalents	3,128,969	-	-	-	-	3,128,969
Receivable for investments sold	-	-	-	-	175,965	175,965
<b>Total assets</b>	<b>5,128,802</b>	<b>27,153,591</b>	<b>-</b>	<b>-</b>	<b>7,351,570</b>	<b>39,633,963</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	8,198	8,198
Management fee payable	-	-	-	-	11,082	11,082
Administration fee payable	-	-	-	-	2,503	2,503
Depositary fee payable	-	-	-	-	717	717
Other accrued expenses	-	-	-	-	28,219	28,219
Net assets attributable to holders of redeemable participating shares	-	-	-	-	39,583,244	39,583,244
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>39,633,963</b>	<b>39,633,963</b>
<b>Total interest sensitivity gap</b>	<b>5,128,802</b>	<b>27,153,591</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(a) Interest rate risk (continued)**
**As at 31 July 2016**
**MS Swiss Life Multi Asset Protected Fund**

	Less than 1 month CHF	1 month to 1 year CHF	1 to 5 years CHF	More than 5 years CHF	Non-Interest bearing CHF	Total CHF
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	56,276,143	56,276,143
Cash and cash equivalents	2,249,307	-	-	-	-	2,249,307
Subscriptions receivable	-	-	-	-	405	405
<b>Total assets</b>	<b>2,249,307</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>56,276,548</b>	<b>58,525,855</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	2,684,688	2,684,688
Redemptions payable	-	-	-	-	95,526	95,526
Management fee payable	-	-	-	-	50,194	50,194
Administration fee payable	-	-	-	-	2,316	2,316
Depositary fee payable	-	-	-	-	989	989
Bank overdraft	263,686	-	-	-	-	263,686
Net assets attributable to holders of redeemable participating shares	-	-	-	-	55,428,456	55,428,456
<b>Total liabilities</b>	<b>263,686</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>58,262,169</b>	<b>58,525,855</b>
<b>Total interest sensitivity gap</b>	<b>1,985,621</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**MS Dalton Asia Pacific UCITS Fund**

	Less than 1 month €	1 month to 1 year €	1 to 5 years €	More than 5 years €	Non-Interest bearing €	Total €
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	601,610	-	95,697,528	96,299,138
Cash and cash equivalents	1,567,705	-	-	-	-	1,567,705
Receivable for investments sold	-	-	-	-	5,803,692	5,803,692
Dividends and interest receivable	-	-	-	-	135,043	135,043
<b>Total assets</b>	<b>1,567,705</b>	<b>-</b>	<b>601,610</b>	<b>-</b>	<b>101,636,263</b>	<b>103,805,578</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	1,019,376	1,019,376
Management fee payable	-	-	-	-	670,616	670,616
Performance fee payable	-	-	-	-	364,305	364,305
Administration fee payable	-	-	-	-	5,742	5,742
Depositary fee payable	-	-	-	-	12,202	12,202
Spot contracts payable	-	-	-	-	144,892	144,892
Variation margin payable	-	-	-	-	397,951	397,951
Other accrued expenses	-	-	-	-	254,395	254,395
Net assets attributable to holders of redeemable participating shares	-	-	-	-	100,936,099	100,936,099
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>103,805,578</b>	<b>103,805,578</b>
<b>Total interest sensitivity gap</b>	<b>1,567,705</b>	<b>-</b>	<b>601,610</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(a) Interest rate risk (continued)**
**As at 31 July 2016**
**MS TCW Unconstrained Plus Bond Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	1,180,962	5,531,435	20,527,608	74,741,625	3,486,838	105,468,468
Cash and cash equivalents	9,719,239	-	-	-	-	9,719,239
Receivable for investments sold	-	-	-	-	140,261	140,261
Subscriptions receivable	-	-	-	-	35,858	35,858
Dividends and interest receivable	-	-	-	-	510,502	510,502
<b>Total assets</b>	<b>10,900,201</b>	<b>5,531,435</b>	<b>20,527,608</b>	<b>74,741,625</b>	<b>4,173,459</b>	<b>115,874,328</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	578,053	578,053
Securities purchased payable	-	-	-	-	780,691	780,691
Redemptions payable	-	-	-	-	29,582	29,582
Management fee payable	-	-	-	-	841,226	841,226
Administration fee payable	-	-	-	-	7,008	7,008
Depository fee payable	-	-	-	-	2,503	2,503
Spot contracts payable	-	-	-	-	57	57
Variation margin payable	-	-	-	-	52,672	52,672
Other accrued expenses	-	-	-	-	34,365	34,365
Net assets attributable to holders of redeemable participating shares	-	-	-	-	113,548,171	113,548,171
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>115,874,328</b>	<b>115,874,328</b>
<b>Total interest sensitivity gap</b>	<b>10,900,201</b>	<b>5,531,435</b>	<b>20,527,608</b>	<b>74,741,625</b>		

**MS Broadmark Tactical Plus UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	7,999,692	40,946,134	-	-	626,850	49,572,676
Cash and cash equivalents	7,115,855	-	-	-	-	7,115,855
<b>Total assets</b>	<b>15,115,547</b>	<b>40,946,134</b>	<b>-</b>	<b>-</b>	<b>626,850</b>	<b>56,688,531</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	18,640	18,640
Management fee payable	-	-	-	-	33,802	33,802
Administration fee payable	-	-	-	-	3,173	3,173
Depository fee payable	-	-	-	-	986	986
Other accrued expenses	-	-	-	-	43,881	43,881
Net assets attributable to holders of redeemable participating shares	-	-	-	-	56,588,049	56,588,049
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>56,688,531</b>	<b>56,688,531</b>
<b>Total interest sensitivity gap</b>	<b>15,115,547</b>	<b>40,946,134</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(a) Interest rate risk (continued)**
**As at 31 July 2016**
**MS Scientific Beta Global Equity Factors UCITS ETF**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	307,525,175	307,525,175
Cash and cash equivalents	775,649	-	-	-	-	775,649
<b>Total assets</b>	<b>775,649</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>307,525,175</b>	<b>308,300,824</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	22,792,126	22,792,126
Management fee payable	-	-	-	-	22,129	22,129
Administration fee payable	-	-	-	-	6,959	6,959
Depositary fee payable	-	-	-	-	3,757	3,757
Other accrued expenses	-	-	-	-	205,611	205,611
Net assets attributable to holders of redeemable participating shares	-	-	-	-	285,270,242	285,270,242
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>308,300,824</b>	<b>308,300,824</b>
<b>Total interest sensitivity gap</b>	<b>775,649</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**MS Lynx UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	14,998,538	100,687,595	-	-	50,976,088	166,662,221
Cash and cash equivalents	5,533,594	-	-	-	-	5,533,594
Subscriptions receivable	-	-	-	-	5,591,252	5,591,252
<b>Total assets</b>	<b>20,532,132</b>	<b>100,687,595</b>	<b>-</b>	<b>-</b>	<b>56,567,340</b>	<b>177,787,067</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	20,382	20,382
Redemptions payable	-	-	-	-	84,557	84,557
Management fee payable	-	-	-	-	23,785	23,785
Administration fee payable	-	-	-	-	9,386	9,386
Depositary fee payable	-	-	-	-	2,544	2,544
Other accrued expenses	-	-	-	-	104,732	104,732
Net assets attributable to holders of redeemable participating shares	-	-	-	-	177,541,681	177,541,681
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>177,787,067</b>	<b>177,787,067</b>
<b>Total interest sensitivity gap</b>	<b>20,532,132</b>	<b>100,687,595</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(a) Interest rate risk (continued)**

As at 31 July 2016

**MS Nezu Cyclical Japan UCITS Fund**

	Less than 1 month ¥	1 month to 1 year ¥	1 to 5 years ¥	More than 5 years ¥	Non-Interest bearing ¥	Total ¥
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	6,877,702,307	6,877,702,307
Cash and cash equivalents	4,131,112,551	-	-	-	-	4,131,112,551
Receivable for investments sold	-	-	-	-	432,936,814	432,936,814
Subscriptions receivable	-	-	-	-	-	-
Dividends and interest receivable	-	-	-	-	227,476	227,476
Spot contracts receivable	-	-	-	-	180,507	180,507
Variation margin receivable	-	-	-	-	26,710,751	26,710,751
Sundry debtors	-	-	-	-	23,380	23,380
<b>Total assets</b>	<b>4,131,112,551</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,337,781,235</b>	<b>11,468,893,786</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	117,724,144	117,724,144
Securities purchased payable	-	-	-	-	632,935,572	632,935,572
Redemptions payable	-	-	-	-	-	-
Management fee payable	-	-	-	-	8,715,383	8,715,383
Performance fee payable	-	-	-	-	66,510	66,510
Administration fee payable	-	-	-	-	486,964	486,964
Depositary fee payable	-	-	-	-	189,286	189,286
Spot contracts payable	-	-	-	-	-	-
Variation margin payable	-	-	-	-	213,807,196	213,807,196
Other accrued expenses	-	-	-	-	20,356,877	20,356,877
Net assets attributable to holders of redeemable participating shares	-	-	-	-	10,474,611,854	10,474,611,854
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11,468,893,786</b>	<b>11,468,893,786</b>
<b>Total interest sensitivity gap</b>	<b>4,131,112,551</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**MS Kairos Enhanced Selection UCITS Fund**

	Less than 1 month €	1 month to 1 year €	1 to 5 years €	More than 5 years €	Non-Interest bearing €	Total €
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	37,514,717	37,514,717
Cash and cash equivalents	444,176	-	-	-	-	444,176
Variation margin receivable	-	-	-	-	932,170	932,170
<b>Total assets</b>	<b>444,176</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>38,446,887</b>	<b>38,891,063</b>
<b>Liabilities</b>						
Management fee payable	-	-	-	-	129,906	129,906
Administration fee payable	-	-	-	-	2,338	2,338
Depositary fee payable	-	-	-	-	1,681	1,681
Variation margin payable	-	-	-	-	263,258	263,258
Other accrued expenses	-	-	-	-	23,227	23,227
Net assets attributable to holders of redeemable participating shares	-	-	-	-	38,470,653	38,470,653
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>38,891,063</b>	<b>38,891,063</b>
<b>Total interest sensitivity gap</b>	<b>444,176</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(a) Interest rate risk (continued)**
**As at 31 July 2016**
**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund**

	Less than 1 month €	1 month to 1 year €	1 to 5 years €	More than 5 years €	Non-Interest bearing €	Total €
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	404,533,378	404,533,378
Receivable for investments sold	-	-	-	-	41,532,136	41,532,136
Subscriptions receivable	-	-	-	-	1,469,207	1,469,207
Spot contracts receivable	-	-	-	-	103,363	103,363
Variation margin receivable	-	-	-	-	16,730	16,730
<b>Total assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>447,654,814</b>	<b>447,654,814</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	14,384,372	14,384,372
Securities purchased payable	-	-	-	-	39,635,471	39,635,471
Redemptions payable	-	-	-	-	2,590,348	2,590,348
Management fee payable	-	-	-	-	501,345	501,345
Administration fee payable	-	-	-	-	12,285	12,285
Depositary fee payable	-	-	-	-	5,182	5,182
Variation margin payable	-	-	-	-	957,806	957,806
Other accrued expenses	-	-	-	-	2	2
Bank overdraft	643,768	-	-	-	-	643,768
Net assets attributable to holders of redeemable participating shares	-	-	-	-	388,924,235	388,924,235
<b>Total liabilities</b>	<b>643,768</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>447,011,046</b>	<b>447,654,814</b>
<b>Total interest sensitivity gap</b>	<b>(643,768)</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**Global Equity Risk Premia Long/Short UCITS Fund**

	Less than 1 month €	1 month to 1 year €	1 to 5 years €	More than 5 years €	Non-Interest bearing €	Total €
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	396,106,233	396,106,233
Cash and cash equivalents	1,890,244	-	-	-	-	1,890,244
Subscriptions receivable	-	-	-	-	187,949	187,949
<b>Total assets</b>	<b>1,890,244</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>396,294,182</b>	<b>398,184,426</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	26,361,806	26,361,806
Redemptions payable	-	-	-	-	112,803	112,803
Management fee payable	-	-	-	-	29,346	29,346
Administration fee payable	-	-	-	-	61,842	61,842
Depositary fee payable	-	-	-	-	14,295	14,295
Other accrued expenses	-	-	-	-	369,663	369,663
Net assets attributable to holders of redeemable participating shares	-	-	-	-	371,234,671	371,234,671
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>398,184,426</b>	<b>398,184,426</b>
<b>Total interest sensitivity gap</b>	<b>1,890,244</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(a) Interest rate risk (continued)**
**As at 31 July 2016**
**MS Tremblant Long/Short Equity UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	46,346,640	46,346,640
Cash and cash equivalents	1,720,297	-	-	-	-	1,720,297
Sundry debtors	-	-	-	-	1,279	1,279
<b>Total assets</b>	<b>1,720,297</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>46,347,919</b>	<b>48,068,216</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	41,244	41,244
Management fee payable	-	-	-	-	25,801	25,801
Performance fee payable	-	-	-	-	5,030	5,030
Administration fee payable	-	-	-	-	2,849	2,849
Depositary fee payable	-	-	-	-	855	855
Spot contracts payable	-	-	-	-	57,187	57,187
Variation margin payable	-	-	-	-	1,015,284	1,015,284
Deferred income	-	-	-	-	1,000,000	1,000,000
Other accrued expenses	-	-	-	-	52,914	52,914
Net assets attributable to holders of redeemable participating shares	-	-	-	-	45,867,052	45,867,052
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>48,068,216</b>	<b>48,068,216</b>
<b>Total interest sensitivity gap</b>	<b>1,720,297</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**MSCI Emerging Markets ESG Equity Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	609,991,962	609,991,962
Cash and cash equivalents	2,061,997	-	-	-	-	2,061,997
Receivable for investments sold	-	-	-	-	118,340	118,340
Variation margin receivable	-	-	-	-	30,731	30,731
<b>Total assets</b>	<b>2,061,997</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>610,141,033</b>	<b>612,203,030</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	73,021,975	73,021,975
Redemptions payable	-	-	-	-	55,954	55,954
Management fee payable	-	-	-	-	306,203	306,203
Administration fee payable	-	-	-	-	15,330	15,330
Depositary fee payable	-	-	-	-	6,576	6,576
Spot contracts payable	-	-	-	-	6	6
Variation margin payable	-	-	-	-	2,943	2,943
Other accrued expenses	-	-	-	-	84,577	84,577
Net assets attributable to holders of redeemable participating shares	-	-	-	-	538,709,466	538,709,466
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>612,203,030</b>	<b>612,203,030</b>
<b>Total interest sensitivity gap</b>	<b>2,061,997</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(a) Interest rate risk (continued)**
**As at 31 July 2016**
**DAX® 80 Garant**

	Less than 1 month €	1 month to 1 year €	1 to 5 years €	More than 5 years €	Non-Interest bearing €	Total €
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	11,940,036	11,940,036
Cash and cash equivalents	126,780	-	-	-	-	126,780
<b>Total assets</b>	<b>126,780</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11,940,036</b>	<b>12,066,816</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	630,260	630,260
Management fee payable	-	-	-	-	3,696	3,696
Administration fee payable	-	-	-	-	6,716	6,716
Depositary fee payable	-	-	-	-	1,683	1,683
Other accrued expenses	-	-	-	-	30,528	30,528
Net assets attributable to holders of redeemable participating shares	-	-	-	-	11,393,933	11,393,933
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,066,816</b>	<b>12,066,816</b>
<b>Total interest sensitivity gap</b>	<b>126,780</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**Quantica Managed Futures UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	13,999,309	55,954,291	-	-	19,797,309	89,750,909
Cash and cash equivalents	19,167,569	-	-	-	-	19,167,569
<b>Total assets</b>	<b>33,166,878</b>	<b>55,954,291</b>	<b>-</b>	<b>-</b>	<b>19,797,309</b>	<b>108,918,478</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	877,670	877,670
Management fee payable	-	-	-	-	45,234	45,234
Performance fee payable	-	-	-	-	240,112	240,112
Administration fee payable	-	-	-	-	6,242	6,242
Depositary fee payable	-	-	-	-	2,245	2,245
Spot contracts payable	-	-	-	-	3,648	3,648
Variation margin payable	-	-	-	-	-	-
Deferred income	-	-	-	-	1,026,161	1,026,161
Other accrued expenses	-	-	-	-	66,924	66,924
Net assets attributable to holders of redeemable participating shares	-	-	-	-	106,650,242	106,650,242
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>108,918,478</b>	<b>108,918,478</b>
<b>Total interest sensitivity gap</b>	<b>33,166,878</b>	<b>55,954,291</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(a) Interest rate risk (continued)**
**As at 31 July 2016**
**MS Scientific Beta US Equity Factors UCITS ETF**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	168,494,123	168,494,123
Cash and cash equivalents	1,080,449	-	-	-	-	1,080,449
<b>Total assets</b>	<b>1,080,449</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>168,494,123</b>	<b>169,574,572</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	6,552,869	6,552,869
Management fee payable	-	-	-	-	12,557	12,557
Administration fee payable	-	-	-	-	5,394	5,394
Depositary fee payable	-	-	-	-	2,197	2,197
Other accrued expenses	-	-	-	-	76,268	76,268
Net assets attributable to holders of redeemable participating shares	-	-	-	-	162,925,287	162,925,287
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>169,574,572</b>	<b>169,574,572</b>
<b>Total interest sensitivity gap</b>	<b>1,080,449</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**IPM Systematic Macro UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	39,996,660	349,531,075	-	-	139,665,614	529,193,349
Cash and cash equivalents	146,687,949	-	-	-	-	146,687,949
Subscriptions receivable	-	-	-	-	542,207	542,207
<b>Total assets</b>	<b>186,684,609</b>	<b>349,531,075</b>	<b>-</b>	<b>-</b>	<b>140,207,821</b>	<b>676,423,505</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	19,742,803	19,742,803
Redemptions payable	-	-	-	-	451,754	451,754
Management fee payable	-	-	-	-	2,641,237	2,641,237
Performance fee payable	-	-	-	-	1,243,675	1,243,675
Administration fee payable	-	-	-	-	27,389	27,389
Depositary fee payable	-	-	-	-	6,515	6,515
Spot contracts payable	-	-	-	-	17,928	17,928
Other accrued expenses	-	-	-	-	292,179	292,179
Net assets attributable to holders of redeemable participating shares	-	-	-	-	652,000,025	652,000,025
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>676,423,505</b>	<b>676,423,505</b>
<b>Total interest sensitivity gap</b>	<b>186,684,609</b>	<b>349,531,075</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(a) Interest rate risk (continued)**

As at 31 July 2016

**Smartfund 80% Protected Balanced Fund**

	Less than 1 month £	1 month to 1 year £	1 to 5 years £	More than 5 years £	Non-Interest bearing £	Total £
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	37,670,898	37,670,898
Cash and cash equivalents	2,496,614	-	-	-	-	2,496,614
Subscriptions receivable	-	-	-	-	410,671	410,671
Spot contracts receivable	-	-	-	-	154	154
Sundry debtors	-	-	-	-	4,800	4,800
<b>Total assets</b>	<b>2,496,614</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>38,086,523</b>	<b>40,583,137</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	3,445,500	3,445,500
Redemptions payable	-	-	-	-	39,327	39,327
Management fee payable	-	-	-	-	48,249	48,249
Administration fee payable	-	-	-	-	2,247	2,247
Depository fee payable	-	-	-	-	632	632
Variation margin payable	-	-	-	-	13,393	13,393
Net assets attributable to holders of redeemable participating shares	-	-	-	-	37,033,789	37,033,789
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>40,583,137</b>	<b>40,583,137</b>
<b>Total interest sensitivity gap</b>	<b>2,496,614</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**Smartfund 80% Protected Growth Fund**

	Less than 1 month £	1 month to 1 year £	1 to 5 years £	More than 5 years £	Non-Interest bearing £	Total £
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	31,876,122	31,876,122
Cash and cash equivalents	3,427,783	-	-	-	-	3,427,783
Subscriptions receivable	-	-	-	-	200,581	200,581
Spot contracts receivable	-	-	-	-	2,570	2,570
Variation margin receivable	-	-	-	-	146	146
Sundry debtors	-	-	-	-	3,902	3,902
<b>Total assets</b>	<b>3,427,783</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>32,083,321</b>	<b>35,511,104</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	3,626,221	3,626,221
Redemptions payable	-	-	-	-	66,868	66,868
Management fee payable	-	-	-	-	40,954	40,954
Administration fee payable	-	-	-	-	1,915	1,915
Depository fee payable	-	-	-	-	539	539
Variation margin payable	-	-	-	-	11,293	11,293
Net assets attributable to holders of redeemable participating shares	-	-	-	-	31,763,314	31,763,314
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>35,511,104</b>	<b>35,511,104</b>
<b>Total interest sensitivity gap</b>	<b>3,427,783</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(a) Interest rate risk (continued)**

As at 31 July 2016

**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II**

	Less than 1 month €	1 month to 1 year €	1 to 5 years €	More than 5 years €	Non-Interest bearing €	Total €
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	35,696,985	35,696,985
Cash and cash equivalents	844,644	-	-	-	-	844,644
Subscriptions receivable	-	-	-	-	218,039	218,039
Variation margin receivable	-	-	-	-	14	14
<b>Total assets</b>	<b>844,644</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>35,915,038</b>	<b>36,759,682</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	1,505,529	1,505,529
Redemptions payable	-	-	-	-	44,666	44,666
Management fee payable	-	-	-	-	61,876	61,876
Administration fee payable	-	-	-	-	2,139	2,139
Depositary fee payable	-	-	-	-	587	587
Variation margin payable	-	-	-	-	866	866
Net assets attributable to holders of redeemable participating shares	-	-	-	-	35,144,019	35,144,019
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>36,759,682</b>	<b>36,759,682</b>
<b>Total interest sensitivity gap</b>	<b>844,644</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Mariner Lenus Healthcare UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Cash and cash equivalents	24,684,358	-	-	-	-	24,684,358
<b>Total assets</b>	<b>24,684,358</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>24,684,358</b>
<b>Liabilities</b>						
Management fee payable	-	-	-	-	24,050	24,050
Administration fee payable	-	-	-	-	2,377	2,377
Depositary fee payable	-	-	-	-	594	594
Spot contracts payable	-	-	-	-	1	1
Other accrued expenses	-	-	-	-	87,623	87,623
Net assets attributable to holders of redeemable participating shares	-	-	-	-	24,569,713	24,569,713
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>24,684,358</b>	<b>24,684,358</b>
<b>Total interest sensitivity gap</b>	<b>24,684,358</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(a) Interest rate risk (continued)**
**As at 31 July 2016**
**80% Protected Index Portfolio**

	Less than 1 month £	1 month to 1 year £	1 to 5 years £	More than 5 years £	Non-Interest bearing £	Total £
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	1,383,005	1,383,005
Cash and cash equivalents	158,467	-	-	-	-	158,467
Subscriptions receivable	-	-	-	-	120,782	120,782
Sundry debtors	-	-	-	-	6,775	6,775
<b>Total assets</b>	<b>158,467</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,510,562</b>	<b>1,669,029</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	73,735	73,735
Securities purchased payable	-	-	-	-	149,933	149,933
Management fee payable	-	-	-	-	130	130
Administration fee payable	-	-	-	-	7,524	7,524
Depository fee payable	-	-	-	-	1,908	1,908
Spot contracts payable	-	-	-	-	58	58
Variation margin payable	-	-	-	-	2,891	2,891
Net assets attributable to holders of redeemable participating shares	-	-	-	-	1,432,850	1,432,850
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,669,029</b>	<b>1,669,029</b>
<b>Total interest sensitivity gap</b>	<b>158,467</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**Mariner Investment Diversifying Alternative UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	7,151,893	20,809,558	2,731,971	30,693,422
Cash and cash equivalents	12,305,799	-	-	-	-	12,305,799
Receivable for investments sold	-	-	-	-	52,950	52,950
Dividends and interest receivable	-	-	-	-	204,005	204,005
<b>Total assets</b>	<b>12,305,799</b>	<b>-</b>	<b>7,151,893</b>	<b>20,809,558</b>	<b>2,988,926</b>	<b>43,256,176</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	330,867	-	330,867
Securities purchased payable	-	-	-	-	16,898,878	16,898,878
Management fee payable	-	-	-	-	20,453	20,453
Administration fee payable	-	-	-	-	1,901	1,901
Depository fee payable	-	-	-	-	475	475
Other accrued expenses	-	-	-	-	60,971	60,971
Net assets attributable to holders of redeemable participating shares	-	-	-	-	25,942,631	25,942,631
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>330,867</b>	<b>42,925,309</b>	<b>43,256,176</b>
<b>Total interest sensitivity gap</b>	<b>12,305,799</b>	<b>-</b>	<b>7,151,893</b>	<b>20,478,691</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(a) Interest rate risk (continued)**

As at 31 July 2016

**Smartfund Growth Fund**

	Less than 1 month £	1 month to 1 year £	1 to 5 years £	More than 5 years £	Non-Interest bearing £	Total £
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	13,694,030	13,694,030
Cash and cash equivalents	141,581	-	-	-	-	141,581
Receivable for investments sold	-	-	-	-	1,541,899	1,541,899
Subscriptions receivable	-	-	-	-	56,844	56,844
Sundry debtors	-	-	-	-	2,250	2,250
<b>Total assets</b>	<b>141,581</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,295,023</b>	<b>15,436,604</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	1,370,739	1,370,739
Securities purchased payable	-	-	-	-	1,360,891	1,360,891
Redemptions payable	-	-	-	-	16,638	16,638
Management fee payable	-	-	-	-	11,299	11,299
Administration fee payable	-	-	-	-	6,254	6,254
Depository fee payable	-	-	-	-	1,564	1,564
Spot contracts payable	-	-	-	-	31	31
Variation margin payable	-	-	-	-	195,604	195,604
Other accrued expenses	-	-	-	-	2	2
Net assets attributable to holders of redeemable participating shares	-	-	-	-	12,473,582	12,473,582
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,436,604</b>	<b>15,436,604</b>
<b>Total interest sensitivity gap</b>	<b>141,581</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**Smartfund Cautious Fund**

	Less than 1 month £	1 month to 1 year £	1 to 5 years £	More than 5 years £	Non-Interest bearing £	Total £
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	13,735,247	13,735,247
Cash and cash equivalents	157,097	-	-	-	-	157,097
Sundry debtors	-	-	-	-	1,609	1,609
<b>Total assets</b>	<b>157,097</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,736,856</b>	<b>13,893,953</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	1,379,773	1,379,773
Management fee payable	-	-	-	-	13,331	13,331
Administration fee payable	-	-	-	-	6,254	6,254
Depository fee payable	-	-	-	-	1,564	1,564
Other accrued expenses	-	-	-	-	3	3
Net assets attributable to holders of redeemable participating shares	-	-	-	-	12,493,028	12,493,028
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,893,953</b>	<b>13,893,953</b>
<b>Total interest sensitivity gap</b>	<b>157,097</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(a) Interest rate risk (continued)**
**As at 31 July 2016**
**Smartfund Balanced Fund**

	Less than 1 month £	1 month to 1 year £	1 to 5 years £	More than 5 years £	Non-Interest bearing £	Total £
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	23,717,947	23,717,947
Cash and cash equivalents	985,589	-	-	-	-	985,589
Variation margin receivable	-	-	-	-	19,064	19,064
<b>Total assets</b>	<b>985,589</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>23,737,011</b>	<b>24,722,600</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	2,252,542	2,252,542
Redemptions payable	-	-	-	-	277,000	277,000
Management fee payable	-	-	-	-	25,172	25,172
Administration fee payable	-	-	-	-	6,297	6,297
Depositary fee payable	-	-	-	-	1,760	1,760
Other accrued expenses	-	-	-	-	2,346	2,346
Net assets attributable to holders of redeemable participating shares	-	-	-	-	22,157,483	22,157,483
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>24,722,600</b>	<b>24,722,600</b>
<b>Total interest sensitivity gap</b>	<b>985,589</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**Market Neutral Credit UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	22,853,450	721,721	-	67,329	23,642,500
Cash and cash equivalents	15,992,478	-	-	-	-	15,992,478
Dividends and interest receivable	-	-	-	-	283,347	283,347
<b>Total assets</b>	<b>15,992,478</b>	<b>22,853,450</b>	<b>721,721</b>	<b>-</b>	<b>350,676</b>	<b>39,918,325</b>
<b>Liabilities</b>						
Management fee payable	-	-	-	-	71,763	71,763
Performance fee payable	-	-	-	-	56,228	56,228
Administration fee payable	-	-	-	-	4,588	4,588
Depositary fee payable	-	-	-	-	1,785	1,785
Spot contracts payable	-	-	-	-	9	9
Other accrued expenses	-	-	-	-	27,321	27,321
Net assets attributable to holders of redeemable participating shares	-	-	-	-	39,756,631	39,756,631
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>39,918,325</b>	<b>39,918,325</b>
<b>Total interest sensitivity gap</b>	<b>15,992,478</b>	<b>22,853,450</b>	<b>721,721</b>	<b>-</b>		

Indus Select Asia Pacific Fund and MS Algebris Global Financials UCITS Fund did not have any interest rate risk exposure as at 31 July 2016.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(a) Interest rate risk (continued)**

As at 31 July 2015

**MS PSAM Global Event UCITS Fund**

	Less than 1 month €	1 month to 1 year €	1 to 5 years €	More than 5 years €	Non-Interest bearing €	Total €
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	908,236,986	908,236,986
Cash and cash equivalents	3,941,414	-	-	-	-	3,941,414
<b>Total assets</b>	<b>3,941,414</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>927,539,972</b>	<b>931,481,386</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	2,689,262	2,689,262
Redemptions payable	-	-	-	-	49,692,783	49,692,783
Management fee payable	-	-	-	-	2,438,447	2,438,447
Performance fee payable	-	-	-	-	48,190	48,190
Administration fee payable	-	-	-	-	101,550	101,550
Custody fee payable	-	-	-	-	46,272	46,272
Spot contracts payable	-	-	-	-	448,003	448,003
Variation margin payable	-	-	-	-	9,362,832	9,362,832
Other accrued expenses	-	-	-	-	694,746	694,746
Net assets attributable to holders of redeemable participating shares	-	-	-	-	865,959,301	865,959,301
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>931,481,386</b>	<b>931,481,386</b>
<b>Total interest sensitivity gap</b>	<b>3,941,414</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**Salar Convertible Absolute Return Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	52,590,915	170,852,861	46,211,890	6,799,917	276,455,583
Cash and cash equivalents	4,285,018	-	-	-	-	4,285,018
Receivable for investments sold	-	-	-	-	7,917,877	7,917,877
Subscriptions receivable	-	-	-	-	4,333,906	4,333,906
Dividends and interest receivable	-	-	-	-	718,424	718,424
Spot contracts receivable	-	-	-	-	577,348	577,348
<b>Total assets</b>	<b>4,285,018</b>	<b>52,590,915</b>	<b>170,852,861</b>	<b>46,211,890</b>	<b>20,347,472</b>	<b>294,288,156</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	1,014,536	1,014,536
Securities purchased payable	-	-	-	-	12,686,078	12,686,078
Management fee payable	-	-	-	-	422,498	422,498
Performance fee payable	-	-	-	-	1,201,944	1,201,944
Administration fee payable	-	-	-	-	32,835	32,835
Custody fee payable	-	-	-	-	13,016	13,016
Variation margin payable	-	-	-	-	1,331,300	1,331,300
Other accrued expenses	-	-	-	-	163,335	163,335
Net assets attributable to holders of redeemable participating shares	-	-	-	-	277,422,614	277,422,614
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>294,288,156</b>	<b>294,288,156</b>
<b>Total interest sensitivity gap</b>	<b>4,285,018</b>	<b>52,590,915</b>	<b>170,852,861</b>	<b>46,211,890</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(a) Interest rate risk (continued)**

**As at 31 July 2015**

**Indus Select Asia Pacific Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	8,585,847	8,585,847
Cash and cash equivalents	385,236	-	-	-	-	385,236
Receivable for investments sold	-	-	-	-	40,528	40,528
Dividends and interest receivable	-	-	-	-	29,725	29,725
Spot contracts receivable	-	-	-	-	5	5
<b>Total assets</b>	<b>385,236</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,656,105</b>	<b>9,041,341</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	137,814	137,814
Management fee payable	-	-	-	-	11,165	11,165
Performance fee payable	-	-	-	-	464	464
Administration fee payable	-	-	-	-	4,505	4,505
Custody fee payable	-	-	-	-	1,553	1,553
Other accrued expenses	-	-	-	-	4,220	4,220
Net assets attributable to holders of redeemable participating shares	-	-	-	-	8,881,620	8,881,620
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9,041,341</b>	<b>9,041,341</b>
<b>Total interest sensitivity gap</b>	<b>385,236</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**MS Algebris Global Financials UCITS Fund**

	Less than 1 month €	1 month to 1 year €	1 to 5 years €	More than 5 years €	Non-Interest bearing €	Total €
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	5,188,039	5,188,039
Cash and cash equivalents	3,475,705	-	-	-	-	3,475,705
Receivable for investments sold	-	-	-	-	70,279	70,279
Dividends and interest receivable	-	-	-	-	2,842	2,842
Variation margin receivable	-	-	-	-	36,390	36,390
Sundry debtors	-	-	-	-	28,358	28,358
<b>Total assets</b>	<b>3,475,705</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,325,908</b>	<b>8,801,613</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	496,418	496,418
Securities purchased payable	-	-	-	-	350,904	350,904
Management fee payable	-	-	-	-	22,650	22,650
Performance fee payable	-	-	-	-	14,318	14,318
Administration fee payable	-	-	-	-	5,731	5,731
Custody fee payable	-	-	-	-	6,993	6,993
Spot contracts payable	-	-	-	-	188	188
Variation margin payable	-	-	-	-	1,302	1,302
Other accrued expenses	-	-	-	-	1,574	1,574
Net assets attributable to holders of redeemable participating shares	-	-	-	-	7,901,535	7,901,535
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,801,613</b>	<b>8,801,613</b>
<b>Total interest sensitivity gap</b>	<b>3,475,705</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(a) Interest rate risk (continued)**
**As at 31 July 2015**
**Emerging Markets Equity Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	125,617,698	125,617,698
Cash and cash equivalents	967,599	-	-	-	-	967,599
Subscriptions receivable	-	-	-	-	25,591	25,591
Dividends and interest receivable	-	-	-	-	57,617	57,617
Variation margin receivable	-	-	-	-	1,085,938	1,085,938
<b>Total assets</b>	<b>967,599</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>126,786,844</b>	<b>127,754,443</b>
<b>Liabilities</b>						
Redemptions payable	-	-	-	-	80,363	80,363
Management fee payable	-	-	-	-	93,347	93,347
Other accrued expenses	-	-	-	-	57,619	57,619
Net assets attributable to holders of redeemable participating shares	-	-	-	-	127,523,114	127,523,114
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>127,754,443</b>	<b>127,754,443</b>
<b>Total interest sensitivity gap</b>	<b>967,599</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**Indus PacifiChoice Asia Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	194,641,270	194,641,270
Cash and cash equivalents	28,690,277	-	-	-	-	28,690,277
Receivable for investments sold	-	-	-	-	4,225,639	4,225,639
Subscriptions receivable	-	-	-	-	2,559,355	2,559,355
Dividends and interest receivable	-	-	-	-	371,978	371,978
Spot contracts receivable	-	-	-	-	6,939	6,939
Variation margin receivable	-	-	-	-	32,472	32,472
Sundry debtors	-	-	-	-	630	630
<b>Total assets</b>	<b>28,690,277</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>201,838,283</b>	<b>230,528,560</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	6,684,889	6,684,889
Securities purchased payable	-	-	-	-	9,245,899	9,245,899
Management fee payable	-	-	-	-	254,124	254,124
Performance fee payable	-	-	-	-	2,988,150	2,988,150
Administration fee payable	-	-	-	-	26,298	26,298
Custody fee payable	-	-	-	-	7,791	7,791
Variation margin payable	-	-	-	-	1,426,453	1,426,453
Other accrued expenses	-	-	-	-	285,616	285,616
Net assets attributable to holders of redeemable participating shares	-	-	-	-	209,609,340	209,609,340
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>230,528,560</b>	<b>230,528,560</b>
<b>Total interest sensitivity gap</b>	<b>28,690,277</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(a) Interest rate risk (continued)**
**As at 31 July 2015**
**MS Ascend UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	208,909,419	208,909,419
Cash and cash equivalents	2,305,933	-	-	-	-	2,305,933
Subscriptions receivable	-	-	-	-	4,419,402	4,419,402
Variation margin receivable	-	-	-	-	524,002	524,002
Sundry debtors	-	-	-	-	138,810	138,810
<b>Total assets</b>	<b>2,305,933</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>213,991,633</b>	<b>216,297,566</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	523,893	523,893
Management fee payable	-	-	-	-	224,540	224,540
Performance fee payable	-	-	-	-	806,893	806,893
Administration fee payable	-	-	-	-	26,680	26,680
Custody fee payable	-	-	-	-	6,198	6,198
Variation margin payable	-	-	-	-	2,451,767	2,451,767
Other accrued expenses	-	-	-	-	179,022	179,022
Net assets attributable to holders of redeemable participating shares	-	-	-	-	212,078,573	212,078,573
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>216,297,566</b>	<b>216,297,566</b>
<b>Total interest sensitivity gap</b>	<b>2,305,933</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**MS Alkeon UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	211,010,905	211,010,905
Cash and cash equivalents	5,280,043	-	-	-	-	5,280,043
Subscriptions receivable	-	-	-	-	876,180	876,180
Spot contracts receivable	-	-	-	-	219,484	219,484
<b>Total assets</b>	<b>5,280,043</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>212,106,569</b>	<b>217,386,612</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	2,683,664	2,683,664
Redemptions payable	-	-	-	-	401,956	401,956
Management fee payable	-	-	-	-	293,849	293,849
Performance fee payable	-	-	-	-	1,552,745	1,552,745
Administration fee payable	-	-	-	-	27,728	27,728
Custody fee payable	-	-	-	-	6,535	6,535
Variation margin payable	-	-	-	-	4,559,364	4,559,364
Other accrued expenses	-	-	-	-	182,657	182,657
Net assets attributable to holders of redeemable participating shares	-	-	-	-	207,678,114	207,678,114
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>217,386,612</b>	<b>217,386,612</b>
<b>Total interest sensitivity gap</b>	<b>5,280,043</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(a) Interest rate risk (continued)**

As at 31 July 2015

**MS SLJ Macro UCITS Fund**

	Less than 1 month €	1 month to 1 year €	1 to 5 years €	More than 5 years €	Non-Interest bearing €	Total €
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	1,540,796	1,540,796
Cash and cash equivalents	10,947,072	-	-	-	-	10,947,072
Subscriptions receivable	-	-	-	-	512,684	512,684
Spot contracts receivable	-	-	-	-	720	720
Sundry debtors	-	-	-	-	13,809	13,809
<b>Total assets</b>	<b>10,947,072</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,068,009</b>	<b>13,015,081</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	1,511,948	1,511,948
Redemptions payable	-	-	-	-	9,170	9,170
Management fee payable	-	-	-	-	8,309	8,309
Administration fee payable	-	-	-	-	5,713	5,713
Custody fee payable	-	-	-	-	3,603	3,603
Net assets attributable to holders of redeemable participating shares	-	-	-	-	11,476,338	11,476,338
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,015,081</b>	<b>13,015,081</b>
<b>Total interest sensitivity gap</b>	<b>10,947,072</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**MS QTI UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	2,599,941	8,997,983	-	-	3,217,181	14,815,105
Cash and cash equivalents	519,880	-	-	-	-	519,880
<b>Total assets</b>	<b>3,119,821</b>	<b>8,997,983</b>	<b>-</b>	<b>-</b>	<b>3,217,181</b>	<b>15,334,985</b>
<b>Liabilities</b>						
Management fee payable	-	-	-	-	5,301	5,301
Administration fee payable	-	-	-	-	5,252	5,252
Custody fee payable	-	-	-	-	1,553	1,553
Other accrued expenses	-	-	-	-	1,952	1,952
Net assets attributable to holders of redeemable participating shares	-	-	-	-	15,320,927	15,320,927
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,334,985</b>	<b>15,334,985</b>
<b>Total interest sensitivity gap</b>	<b>3,119,821</b>	<b>8,997,983</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(a) Interest rate risk (continued)**

As at 31 July 2015

**MS Long Term Trends UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	7,499,858	30,468,209	-	-	9,201,537	47,169,604
Cash and cash equivalents	4,109,855	-	-	-	-	4,109,855
<b>Total assets</b>	<b>11,609,713</b>	<b>30,468,209</b>	<b>-</b>	<b>-</b>	<b>9,201,537</b>	<b>51,279,459</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	2,955	2,955
Redemptions payable	-	-	-	-	780,251	780,251
Management fee payable	-	-	-	-	14,509	14,509
Administration fee payable	-	-	-	-	7,102	7,102
Custody fee payable	-	-	-	-	1,754	1,754
Other accrued expenses	-	-	-	-	40,980	40,980
Net assets attributable to holders of redeemable participating shares	-	-	-	-	50,431,908	50,431,908
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>51,279,459</b>	<b>51,279,459</b>
<b>Total interest sensitivity gap</b>	<b>11,609,713</b>	<b>30,468,209</b>	<b>-</b>	<b>-</b>		

**MS Swiss Life Multi Asset Protected Fund**

	Less than 1 month CHF	1 month to 1 year CHF	1 to 5 years CHF	More than 5 years CHF	Non-Interest bearing CHF	Total CHF
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	51,504,388	51,504,388
Cash and cash equivalents	6,443,331	-	-	-	-	6,443,331
Subscriptions receivable	-	-	-	-	4,947	4,947
Sundry debtors	-	-	-	-	79,450	79,450
<b>Total assets</b>	<b>6,443,331</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>51,588,785</b>	<b>58,032,116</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	353,118	353,118
Redemptions payable	-	-	-	-	1,133	1,133
Management fee payable	-	-	-	-	148,126	148,126
Administration fee payable	-	-	-	-	57,862	57,862
Custody fee payable	-	-	-	-	21,588	21,588
Net assets attributable to holders of redeemable participating shares	-	-	-	-	57,450,289	57,450,289
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>58,032,116</b>	<b>58,032,116</b>
<b>Total interest sensitivity gap</b>	<b>6,443,331</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(a) Interest rate risk (continued)**

As at 31 July 2015

**MS Dalton Asia Pacific UCITS Fund**

	Less than 1 month €	1 month to 1 year €	1 to 5 years €	More than 5 years €	Non-Interest bearing €	Total €
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	621,125	-	80,638,036	81,259,161
Cash and cash equivalents	12,074,838	-	-	-	-	12,074,838
Subscriptions receivable	-	-	-	-	385,480	385,480
Dividends and interest receivable	-	-	-	-	250,299	250,299
<b>Total assets</b>	<b>12,074,838</b>	<b>-</b>	<b>621,125</b>	<b>-</b>	<b>81,273,815</b>	<b>93,969,778</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	824,867	824,867
Securities purchased payable	-	-	-	-	293,233	293,233
Redemptions payable	-	-	-	-	11,719	11,719
Management fee payable	-	-	-	-	312,351	312,351
Performance fee payable	-	-	-	-	608,169	608,169
Administration fee payable	-	-	-	-	12,051	12,051
Custody fee payable	-	-	-	-	9,850	9,850
Other accrued expenses	-	-	-	-	197,599	197,599
Net assets attributable to holders of redeemable participating shares	-	-	-	-	91,699,939	91,699,939
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>93,969,778</b>	<b>93,969,778</b>
<b>Total interest sensitivity gap</b>	<b>12,074,838</b>	<b>-</b>	<b>621,125</b>	<b>-</b>		

**MS TCW Unconstrained Plus Bond Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	1,799,944	7,484,157	7,859,910	82,283,540	2,282,620	101,710,171
Cash and cash equivalents	6,561,877	-	-	-	-	6,561,877
Receivable for investments sold	-	-	-	-	156,912	156,912
Dividends and interest receivable	-	-	-	-	377,612	377,612
<b>Total assets</b>	<b>8,361,821</b>	<b>7,484,157</b>	<b>7,859,910</b>	<b>82,283,540</b>	<b>2,817,144</b>	<b>108,806,572</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	1,344,945	1,344,945
Securities purchased payable	-	-	-	-	1,134,966	1,134,966
Redemptions payable	-	-	-	-	33,145	33,145
Management fee payable	-	-	-	-	551,203	551,203
Administration fee payable	-	-	-	-	14,980	14,980
Custody fee payable	-	-	-	-	4,951	4,951
Variation margin payable	-	-	-	-	15,031	15,031
Other accrued expenses	-	-	-	-	55,481	55,481
Net assets attributable to holders of redeemable participating shares	-	-	-	-	105,651,870	105,651,870
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>108,806,572</b>	<b>108,806,572</b>
<b>Total interest sensitivity gap</b>	<b>8,361,821</b>	<b>7,484,157</b>	<b>7,859,910</b>	<b>82,283,540</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(a) Interest rate risk (continued)**

As at 31 July 2015

**MS Broadmark Tactical Plus UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	1,999,962	46,982,725	-	-	6,255	48,988,942
Cash and cash equivalents	10,331,018	-	-	-	-	10,331,018
Sundry debtors	86	-	-	-	-	86
<b>Total assets</b>	<b>12,331,066</b>	<b>46,982,725</b>	<b>-</b>	<b>-</b>	<b>6,255</b>	<b>59,320,046</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	210,026	210,026
Management fee payable	-	-	-	-	37,769	37,769
Administration fee payable	-	-	-	-	6,080	6,080
Custody fee payable	-	-	-	-	1,719	1,719
Other accrued expenses	-	-	-	-	61,613	61,613
Net assets attributable to holders of redeemable participating shares	-	-	-	-	59,002,839	59,002,839
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>59,320,046</b>	<b>59,320,046</b>
<b>Total interest sensitivity gap</b>	<b>12,331,066</b>	<b>46,982,725</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**MS Scientific Beta Global Equity Factors UCITS ETF**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	128,341,454	128,341,454
Cash and cash equivalents	3,020,478	-	-	-	-	3,020,478
Receivable for investments sold	-	-	-	-	74,737,471	74,737,471
<b>Total assets</b>	<b>3,020,478</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>203,078,925</b>	<b>206,099,403</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	2,609,635	2,609,635
Securities purchased payable	-	-	-	-	73,178,822	73,178,822
Management fee payable	-	-	-	-	43,786	43,786
Administration fee payable	-	-	-	-	2,812	2,812
Custody fee payable	-	-	-	-	1,621	1,621
Spot contracts payable	-	-	-	-	24,754	24,754
Other accrued expenses	-	-	-	-	4,011,787	4,011,787
Net assets attributable to holders of redeemable participating shares	-	-	-	-	126,226,186	126,226,186
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>206,099,403</b>	<b>206,099,403</b>
<b>Total interest sensitivity gap</b>	<b>3,020,478</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(a) Interest rate risk (continued)**
**As at 31 July 2015**
**MS Lynx UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	11,999,748	50,970,581	-	-	27,986,436	90,956,765
Cash and cash equivalents	4,457,474	-	-	-	-	4,457,474
<b>Total assets</b>	<b>16,457,222</b>	<b>50,970,581</b>	<b>-</b>	<b>-</b>	<b>27,986,436</b>	<b>95,414,239</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	191,088	191,088
Securities purchased payable	-	-	-	-	531,846	531,846
Management fee payable	-	-	-	-	8,581	8,581
Administration fee payable	-	-	-	-	12,459	12,459
Custody fee payable	-	-	-	-	2,942	2,942
Spot contracts payable	-	-	-	-	626	626
Other accrued expenses	-	-	-	-	73,192	73,192
Net assets attributable to holders of redeemable participating shares	-	-	-	-	94,593,505	94,593,505
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>95,414,239</b>	<b>95,414,239</b>
<b>Total interest sensitivity gap</b>	<b>16,457,222</b>	<b>50,970,581</b>	<b>-</b>	<b>-</b>		

**MS Nezu Cyclical Japan UCITS Fund**

	Less than 1 month ¥	1 month to 1 year ¥	1 to 5 years ¥	More than 5 years ¥	Non-Interest bearing ¥	Total ¥
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	16,831,550,795	16,831,550,795
Cash and cash equivalents	3,518,093,544	-	-	-	-	3,518,093,544
Receivable for investments sold	-	-	-	-	470,955,200	470,955,200
Subscriptions receivable	-	-	-	-	556,969,697	556,969,697
Dividends and interest receivable	-	-	-	-	38,118,987	38,118,987
Spot contracts receivable	-	-	-	-	83,453	83,453
Variation margin receivable	-	-	-	-	833,347,721	833,347,721
<b>Total assets</b>	<b>3,518,093,544</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18,731,025,853</b>	<b>22,249,119,397</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	69,625,951	69,625,951
Securities purchased payable	-	-	-	-	892,236,107	892,236,107
Management fee payable	-	-	-	-	17,902,495	17,902,495
Performance fee payable	-	-	-	-	234,002,673	234,002,673
Administration fee payable	-	-	-	-	2,532,615	2,532,615
Custody fee payable	-	-	-	-	577,667	577,667
Variation margin payable	-	-	-	-	343,545,719	343,545,719
Other accrued expenses	-	-	-	-	119,223,127	119,223,127
Net assets attributable to holders of redeemable participating shares	-	-	-	-	20,569,473,043	20,569,473,043
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>22,249,119,397</b>	<b>22,249,119,397</b>
<b>Total interest sensitivity gap</b>	<b>3,518,093,544</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(a) Interest rate risk (continued)**
**As at 31 July 2015**
**MS Kairos Enhanced Selection UCITS Fund**

	Less than 1 month €	1 month to 1 year €	1 to 5 years €	More than 5 years €	Non-Interest bearing €	Total €
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	54,902,711	54,902,711
Cash and cash equivalents	715,464	-	-	-	-	715,464
Subscriptions receivable	-	-	-	-	1,986,767	1,986,767
Variation margin receivable	-	-	-	-	242,915	242,915
<b>Total assets</b>	<b>715,464</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>57,132,393</b>	<b>57,847,857</b>
<b>Liabilities</b>						
Management fee payable	-	-	-	-	100,722	100,722
Performance fee payable	-	-	-	-	191,099	191,099
Administration fee payable	-	-	-	-	7,512	7,512
Custody fee payable	-	-	-	-	4,217	4,217
Variation margin payable	-	-	-	-	443,934	443,934
Other accrued expenses	-	-	-	-	48,750	48,750
Net assets attributable to holders of redeemable participating shares	-	-	-	-	57,051,623	57,051,623
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>57,847,857</b>	<b>57,847,857</b>
<b>Total interest sensitivity gap</b>	<b>715,464</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund**

	Less than 1 month €	1 month to 1 year €	1 to 5 years €	More than 5 years €	Non-Interest bearing €	Total €
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	444,419,455	444,419,455
Cash and cash equivalents	7,731,525	-	-	-	-	7,731,525
Subscriptions receivable	-	-	-	-	3,921,567	3,921,567
Variation margin receivable	-	-	-	-	163	163
<b>Total assets</b>	<b>7,731,525</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>448,341,185</b>	<b>456,072,710</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	4,975,941	4,975,941
Redemptions payable	-	-	-	-	1,108,717	1,108,717
Management fee payable	-	-	-	-	645,090	645,090
Administration fee payable	-	-	-	-	83,347	83,347
Custody fee payable	-	-	-	-	34,014	34,014
Variation margin payable	-	-	-	-	20,563	20,563
Net assets attributable to holders of redeemable participating shares	-	-	-	-	449,205,038	449,205,038
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>456,072,710</b>	<b>456,072,710</b>
<b>Total interest sensitivity gap</b>	<b>7,731,525</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(a) Interest rate risk (continued)**
**As at 31 July 2015**
**Global Equity Risk Premia Long/Short UCITS Fund**

	Less than 1 month €	1 month to 1 year €	1 to 5 years €	More than 5 years €	Non-Interest bearing €	Total €
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	320,361,268	320,361,268
Cash and cash equivalents	3,126,195	-	-	-	-	3,126,195
Subscriptions receivable	-	-	-	-	164,468	164,468
<b>Total assets</b>	<b>3,126,195</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>320,525,736</b>	<b>323,651,931</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	11,485,297	11,485,297
Redemptions payable	-	-	-	-	19,393	19,393
Management fee payable	-	-	-	-	61,852	61,852
Administration fee payable	-	-	-	-	84,631	84,631
Custody fee payable	-	-	-	-	18,651	18,651
Other accrued expenses	-	-	-	-	175,777	175,777
Net assets attributable to holders of redeemable participating shares	-	-	-	-	311,806,330	311,806,330
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>323,651,931</b>	<b>323,651,931</b>
<b>Total interest sensitivity gap</b>	<b>3,126,195</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**MS Tremblant Long/Short Equity UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	84,966,085	84,966,085
Cash and cash equivalents	1,620,638	-	-	-	-	1,620,638
Subscriptions receivable	-	-	-	-	3,204,066	3,204,066
Variation margin receivable	-	-	-	-	646,085	646,085
<b>Total assets</b>	<b>1,620,638</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>88,816,236</b>	<b>90,436,874</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	824,418	824,418
Management fee payable	-	-	-	-	207,214	207,214
Performance fee payable	-	-	-	-	542,676	542,676
Administration fee payable	-	-	-	-	11,207	11,207
Custody fee payable	-	-	-	-	2,783	2,783
Spot contracts payable	-	-	-	-	698,955	698,955
Variation margin payable	-	-	-	-	60,362	60,362
Other accrued expenses	-	-	-	-	59,763	59,763
Net assets attributable to holders of redeemable participating shares	-	-	-	-	88,029,496	88,029,496
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>90,436,874</b>	<b>90,436,874</b>
<b>Total interest sensitivity gap</b>	<b>1,620,638</b>	<b>-</b>	<b>-</b>	<b>-</b>		

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(a) Interest rate risk (continued)**

As at 31 July 2015

**MSCI Emerging Markets ESG Equity Fund**

	Less than 1 month US\$	1 month to 1 year US\$	1 to 5 years US\$	More than 5 years US\$	Non-Interest bearing US\$	Total US\$
<b>Assets</b>						
Financial assets at fair value through profit or loss	-	-	-	-	540,086,794	540,086,794
Cash and cash equivalents	1,107,834	-	-	-	-	1,107,834
<b>Total assets</b>	<b>1,107,834</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>540,086,794</b>	<b>541,194,628</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	-	-	-	-	30,636,971	30,636,971
Management fee payable	-	-	-	-	265,523	265,523
Administration fee payable	-	-	-	-	74,893	74,893
Custody fee payable	-	-	-	-	26,572	26,572
Other accrued expenses	-	-	-	-	68,361	68,361
Net assets attributable to holders of redeemable participating shares	-	-	-	-	510,122,308	510,122,308
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>541,194,628</b>	<b>541,194,628</b>
<b>Total interest sensitivity gap</b>	<b>1,107,834</b>	<b>-</b>	<b>-</b>	<b>-</b>		

RiverCrest European Equity Alpha Fund, MS Claritas Long Short Market Neutral UCITS Fund, MS Turner Spectrum UCITS Fund and MS Discretionary Plus UCITS Fund did not have any interest rate risk exposure as at 31 July 2015.

The Sub-Funds receive short term market interest rates on credit cash balances and pay short term market interest rates on overdrawn balances and their exposure to interest rate risk in respect of such balances is not considered significant.

All Sub-Funds for which risk is managed by the commitment approach, with the exception of MS TCW Unconstrained Plus Bond Fund, invest principally in non-interest bearing financial instruments and their exposure to interest rate risk is not considered significant. Therefore, interest rate risk sensitivity analysis for these Sub-Funds is not disclosed.

If interest rates as at the Statement of Financial Position date had increased by a reasonably possible 50 basis points, with all other variables held constant, this would have decreased profits and net assets attributable to holders of redeemable shares in MS TCW Unconstrained Plus Bond Fund by \$461,312 (31 July 2015: \$464,328). A decrease of 50 basis points would have had an approximately equal but opposite effect. The preceding sensitivity analysis is strictly a mathematical exercise and in practice, the actual trading results may differ and the difference could be material.

The interest rate risk sensitivity analysis of MS PSAM Global Event UCITS Fund, Salar Convertible Absolute Return Fund, MS Algebris Global Financials UCITS Fund, Indus PacificChoice Asia Fund, MS Ascend UCITS Fund, MS Alkeon UCITS Fund, MS SLJ Macro UCITS Fund, MS Broadmark Tactical Plus UCITS Fund, MS Nezu Cyclical Japan UCITS Fund, MS Kairos Enhanced Selection UCITS Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund, Global Equity Risk Premia Long/Short UCITS Fund, MS Tremblant Long/Short Equity UCITS Fund, DAX® 80 Garant, Quantica Managed Futures UCITS Fund, IPM Systematic Macro UCITS Fund, Smartfund 80% Protected Balanced Fund, Smartfund 80% Protected Growth Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II, Mariner Investment Diversifying Alternative UCITS Fund, Smartfund Growth Fund, Smartfund Balanced Fund and Market Neutral Credit UCITS Fund is disclosed by way of VaR analysis on page 427.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(b) Currency risk**

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Sub-Funds invest in securities and other investments that are denominated in currencies other than their functional currency as defined in note 2. Accordingly, the value of the Sub-Funds' assets may be affected favourably or unfavourably by fluctuations in currency rates and therefore the Sub-Funds are subject to foreign exchange risks.

The primary purpose of the Sub-Funds' foreign currency economic hedging activities is to protect against the volatility associated with investments and other assets and liabilities denominated in foreign currencies in the normal course of business. The Sub-Funds primarily utilise forward exchange contracts to hedge foreign-currency-denominated financial instruments. Increases or decreases in the fair values of a Sub-Fund's foreign-currency-denominated financial assets and liabilities are partially offset by gains and losses on the economic hedging instruments.

The following tables set out the currency risk exposure of the Sub-Funds as at the Statement of Financial Position date. The currency risk relating to MS PSAM Global Event UCITS Fund, Salar Convertible Absolute Return Fund, Emerging Markets Equity Fund, MS Ascend UCITS Fund, MS Alkeon UCITS Fund, MS Swiss Life Multi Asset Protected Fund, MS Scientific Beta Global Equity Factors UCITS ETF, MS Kairos Enhanced Selection UCITS Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund, Global Equity Risk Premia Long/Short UCITS Fund, MS Tremblant Long/Short Equity UCITS Fund, MSCI Emerging Markets ESG Equity Fund, DAX® 80 Garant, MS Scientific Beta US Equity Factors UCITS ETF, Smartfund 80% Protected Balanced Fund, Smartfund 80% Protected Growth Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II, 80% Protected Index Portfolio, Smartfund Growth Fund, Smartfund Cautious Fund and Smartfund Balanced Fund in these tables only shows the currency risk of the Funding Assets which is fully transferred via the total return swaps to the Approved Counterparty. It is not representative of the currency risk of the Reference Portfolio and as such does not reflect the Sub-Funds' actual economic exposure.

**As at 31 July 2016**
**MS PSAM Global Event UCITS Fund**

	Net Non Monetary Assets €	Net Monetary Assets €	Total €	% of Net Assets %
Danish Krone	45,585,721	-	45,585,721	10.71
Norwegian Krone	16,280,779	-	16,280,779	3.83
Sterling	44,401,500	417	44,401,917	10.43
Swedish Krona	217,164,284	17,063	217,181,347	51.03
Swiss Franc	34,681,204	-	34,681,204	8.15
US Dollar	123,924,033	1,188	123,925,221	29.12

**Salar Convertible Absolute Return Fund**

	Net Non Monetary Assets US\$	Net Monetary Assets US\$	Total US\$	% of Net Assets %
Euro	81,594,584	74,066	81,668,650	44.71
Hong Kong Dollar	3,417,311	-	3,417,311	1.87
Japanese Yen	21,770,355	(46)	21,770,309	11.92
Singapore Dollar	8,598,394	-	8,598,394	4.71
South African Rand	-	19	19	-
Sterling	120,327,365	39,073	120,366,438	65.89
Swiss Franc	6,374,191	2,648	6,376,839	3.49

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(b) Currency risk (continued)**
**As at 31 July 2016**
**Emerging Markets Equity Fund**

	Net Non-monetary Assets US\$	Net Monetary Assets US\$	Total US\$	% of Net Assets %
Brazilian Real	-	272	272	-
Chilean Peso	-	1,280	1,280	-
Egyptian Pound	57,702	1,525	59,227	0.03
Euro	118,419,747	650	118,420,397	66.00
Hong Kong Dollar	5,812	1	5,813	-
Hungary Forint	-	691	691	-
Israeli Shekel	399,789	1,749	401,538	0.22
Japanese Yen	5,216,695	-	5,216,695	2.91
Korean Won	2,376	104	2,480	-
Malaysian Ringgit	5,150	100	5,250	-
Mexican Peso	-	449	449	-
Philippine Peso	28	-	28	-
Polish Zloty	12,392	620	13,012	0.01
Sterling	324,901	-	324,901	0.18
Swedish Krona	4,087,468	214	4,087,682	2.28
Swiss Franc	3,966,268	(37)	3,966,231	2.21
Taiwan Dollar	5,404	75	5,479	-
Thai Baht	5,670,543	1	5,670,544	3.16
Turkish Lira	-	1,098	1,098	-

**Indus PacifiChoice Asia Fund**

	Net Non-monetary Assets/(Liabilities) US\$	Net Monetary (Liabilities)/Assets US\$	Total US\$	% of Net Assets %
Australian Dollar	3,298	(15)	3,283	0.01
Canadian Dollar	-	(3)	(3)	-
Chinese Yuan	(1,028,095)	-	(1,028,095)	(3.86)
Danish Krone	-	(1)	(1)	-
Euro	612,199	(3,830)	608,369	2.29
Hong Kong Dollar	12,654,866	314,588	12,969,454	48.73
Indian Rupee	7,558	(26,655)	(19,097)	(0.07)
Japanese Yen	(10,040,704)	(71,023)	(10,111,727)	(37.99)
Korean Won	3,271,062	965	3,272,027	12.29
Malaysian Ringgit	64	10,626	10,690	0.04
New Zealand Dollar	-	(23)	(23)	-
Philippine Peso	(520,762)	-	(520,762)	(1.96)
Singapore Dollar	-	(76)	(76)	-
South African Rand	-	24	24	-
Sterling	2,107,864	396	2,108,260	7.92
Swedish Krona	-	(1)	(1)	-
Swiss Franc	(47,708)	(6)	(47,714)	(0.18)
Taiwan Dollar	3,466,395	21	3,466,416	13.02

**MS Ascend UCITS Fund**

	Net Non-monetary Assets US\$	Net Monetary Liabilities US\$	Total US\$	% of Net Assets %
Euro	277,132,617	(238)	277,132,379	178.29

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(b) Currency risk (continued)**
**As at 31 July 2016**
**MS Alkeon UCITS Fund**

	<b>Net Non-monetary Assets US\$</b>	<b>Net Monetary (Liabilities)/Assets US\$</b>	<b>Total US\$</b>	<b>% of Net Assets %</b>
Danish Krone	14,777,707	-	14,777,707	15.84
Euro	88,924,541	(231,583)	88,692,958	95.05
Norwegian Krone	4,051,955	-	4,051,955	4.34
Sterling	3,227,311	181,871	3,409,182	3.65
Swedish Krona	20,872,227	-	20,872,227	22.37
Swiss Franc	13,762,159	(328,986)	13,433,173	14.40

**MS SLJ Macro UCITS Fund**

	<b>Net Non-monetary Assets/(Liabilities) €</b>	<b>Net Monetary Assets/(Liabilities) €</b>	<b>Total €</b>	<b>% of Net Assets %</b>
Australian Dollar	2,031,444	2	2,031,446	5.49
Brazilian Real	1,894,943	-	1,894,943	5.13
Canadian Dollar	-	(1)	(1)	-
Chinese Yuan	(6,148,846)	-	(6,148,846)	(16.63)
New Zealand Dollar	(2,009,774)	2	(2,009,772)	(5.44)
Sterling	887,617	(737)	886,880	2.40
Swiss Franc	-	2	2	-
Turkish Lira	-	1	1	-
US Dollar	3,670,037	553,095	4,223,132	11.42

**MS QTI UCITS Fund**

	<b>Net Non-monetary Assets US\$</b>	<b>Net Monetary Assets US\$</b>	<b>Total US\$</b>	<b>% of Net Assets %</b>
Euro	6,819,136	16,020	6,835,156	45.06
Swiss Franc	6,721,430	3,949	6,725,379	44.33

**MS Long Term Trends UCITS Fund**

	<b>Net Non-monetary Assets US\$</b>	<b>Net Monetary Assets US\$</b>	<b>Total US\$</b>	<b>% of Net Assets %</b>
Euro	21,490,929	119,019	21,609,948	54.59
Sterling	13,633,657	7,093	13,640,750	34.46
Swiss Franc	495,023	5,860	500,883	1.27

**MS Swiss Life Multi Asset Protected Fund**

	<b>Net Non-monetary Assets CHF</b>	<b>Net Monetary Assets/(Liabilities) CHF</b>	<b>Total CHF</b>	<b>% of Net Assets %</b>
Euro	32,356,436	10	32,356,446	58.38
Sterling	2,080,030	7	2,080,037	3.75
Swedish Krona	2,188,592	(16)	2,188,576	3.95
US Dollar	4,199,252	130	4,199,382	7.58

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(b) Currency risk (continued)**

As at 31 July 2016

**MS Dalton Asia Pacific UCITS Fund**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary Assets/(Liabilities)</b>	<b>Total</b>	<b>% of Net Assets</b>
	€	€	€	%
Australian Dollar	4	5,991	5,995	0.01
Hong Kong Dollar	29,578,571	2,806,461	32,385,032	32.08
Japanese Yen	22,249,478	2,735,984	24,985,462	24.75
Korean Won	6,727,255	229	6,727,484	6.67
Singapore Dollar	7,197,584	6,816	7,204,400	7.14
Sterling	-	404,606	404,606	0.40
US Dollar	31,021,882	(2,295,857)	28,726,025	28.46

**MS TCW Unconstrained Plus Bond Fund**

	<b>Net Non-monetary Assets/(Liabilities)</b>	<b>Net Monetary Liabilities</b>	<b>Total</b>	<b>% of Net Assets</b>
	US\$	US\$	US\$	%
Euro	97,534,493	(426)	97,534,067	85.90
Japanese Yen	(2,313)	-	(2,313)	-
Sterling	8,943,252	(3)	8,943,249	7.88

**MS Broadmark Tactical Plus UCITS Fund**

	<b>Net Non-monetary Assets/(Liabilities)</b>	<b>Net Monetary Assets/(Liabilities)</b>	<b>Total</b>	<b>% of Net Assets</b>
	US\$	US\$	US\$	%
Euro	9,557,719	6,664	9,564,383	16.90
Sterling	(265)	(124,187)	(124,452)	(0.22)

**MS Scientific Beta Global Equity Factors UCITS ETF**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary Assets</b>	<b>Total</b>	<b>% of Net Assets</b>
	US\$	US\$	US\$	%
Danish Krone	22,012,893	1	22,012,894	7.72
Euro	44,725,813	12	44,725,825	15.68
Norwegian Krone	14,091,316	-	14,091,316	4.94
Sterling	23,591,667	-	23,591,667	8.27
Swedish Krona	39,596,887	3	39,596,890	13.88
Swiss Franc	29,372,193	28	29,372,221	10.30

**MS Lynx UCITS Fund**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary Assets</b>	<b>Total</b>	<b>% of Net Assets</b>
	US\$	US\$	US\$	%
Euro	139,973,186	238,599	140,211,785	78.97
Swiss Franc	2,111,513	6,738	2,118,251	1.19

**MS Nezu Cyclical Japan UCITS Fund**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary Assets/(Liabilities)</b>	<b>Total</b>	<b>% of Net Assets</b>
	¥	¥	¥	%
Euro	8,455,169,719	3,517,896	8,458,687,615	80.75
Hong Kong Dollar	443,329,866	(454,855,837)	(11,525,971)	(0.11)
Korean Won	580,369,262	16,931,775	597,301,037	5.70
Singapore Dollar	-	69,525	69,525	-
Sterling	203,242,233	58	203,242,291	1.94
Taiwan Dollar	772,620,958	266,095,842	1,038,716,800	9.92
US Dollar	1,763,285,318	(20,912,347)	1,742,372,971	16.63

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(b) Currency risk (continued)**
**As at 31 July 2016**
**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary Assets</b>	<b>Total</b>	<b>% of Net Assets</b>
	<b>€</b>	<b>€</b>	<b>€</b>	<b>%</b>
Danish Krone	44,355,207	-	44,355,207	11.40
Norwegian Krone	19,386,092	-	19,386,092	4.98
Sterling	28,916,729	-	28,916,729	7.44
Swedish Krona	36,038,591	-	36,038,591	9.27
Swiss Franc	23,607,504	-	23,607,504	6.07
US Dollar	8,513,615	17	8,513,632	2.19

**Global Equity Risk Premia Long/Short UCITS Fund**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary Liabilities</b>	<b>Total</b>	<b>% of Net Assets</b>
	<b>€</b>	<b>€</b>	<b>€</b>	<b>%</b>
Danish Krone	17,759,096	-	17,759,096	4.78
Norwegian Krone	15,026,897	-	15,026,897	4.05
Sterling	31,433,989	-	31,433,989	8.47
Swedish Krona	32,267,957	-	32,267,957	8.69
Swiss Franc	49,845,820	-	49,845,820	13.43
US Dollar	141,638,004	(4)	141,638,000	38.15

**MS Tremblant Long/Short Equity UCITS Fund**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary Assets</b>	<b>Total</b>	<b>% of Net Assets</b>
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>%</b>
Euro	38,237,587	419,385	38,656,972	84.28
Swedish Krona	1,881,329	-	1,881,329	4.10

**MSCI Emerging Markets ESG Equity Fund**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary (Liabilities)/Assets</b>	<b>Total</b>	<b>% of Net Assets</b>
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>%</b>
Brazilian Real	34,481,910	(4,124)	34,477,786	6.40
Chilean Peso	4,910,557	-	4,910,557	0.91
Colombian Peso	2,202,517	-	2,202,517	0.41
Euro	10,035,102	1,070	10,036,172	1.86
Hong Kong Dollar	104,167,370	15,814	104,183,184	19.34
Indonesian Rupiah	11,692,530	-	11,692,530	2.17
Korean Won	66,318,904	35	66,318,939	12.31
Malaysian Ringgit	18,070,536	26	18,070,562	3.35
Mexican Peso	15,828,931	-	15,828,931	2.94
Philippine Peso	9,450,797	-	9,450,797	1.75
Russian Ruble	2,454,255	-	2,454,255	0.46
Taiwan Dollar	73,709,237	(4,018)	73,705,219	13.68
Thai Baht	17,099,881	-	17,099,881	3.17

**DAX® 80 Garant**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary Assets</b>	<b>Total</b>	<b>% of Net Assets</b>
	<b>€</b>	<b>€</b>	<b>€</b>	<b>%</b>
Swedish Krona	512,008	-	512,008	4.49
Swiss Franc	1,025,570	-	1,025,570	9.00
US Dollar	45,280	40	45,320	0.40

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(b) Currency risk (continued)**
**As at 31 July 2016**
**Quantica Managed Futures UCITS Fund**

	Net Non-monetary Assets US\$	Net Monetary (Liabilities)/Assets US\$	Total US\$	% of Net Assets %
Euro	63,043,104	633,406	63,676,510	59.71
Sterling	667,880	-	667,880	0.63
Swiss Franc	15,293,029	493,094	15,786,123	14.80

**MS Scientific Beta US Equity Factors UCITS ETF**

	Net Non-monetary Assets US\$	Net Monetary Assets/(Liabilities) US\$	Total US\$	% of Net Assets %
Danish Krone	12,472,481	-	12,472,481	7.66
Euro	45,841,114	1	45,841,115	28.14
Norwegian Krone	6,595,601	1	6,595,602	4.05
Swedish Krona	12,379,190	2	12,379,192	7.60
Swiss Franc	12,655,312	(1)	12,655,311	7.77

**IPM Systematic Macro UCITS Fund**

	Net Non-monetary (Liabilities)/Assets US\$	Net Monetary (Liabilities)/Assets US\$	Total US\$	% of Net Assets %
Australian Dollar	(199,440,526)	-	(199,440,526)	(30.59)
Brazilian Real	24,013,998	-	24,013,998	3.68
Canadian Dollar	(69,569,670)	(1)	(69,569,671)	(10.67)
Czech Koruna	(36,169,436)	-	(36,169,436)	(5.55)
Euro	512,235,126	4,642,593	516,877,719	79.28
Hungary Forint	(31,518,868)	-	(31,518,868)	(4.83)
Indian Rupee	(3,722,590)	-	(3,722,590)	(0.57)
Japanese Yen	245,436,944	-	245,436,944	37.64
Korean Won	(21,104,785)	-	(21,104,785)	(3.24)
Mexican Peso	20,614,613	-	20,614,613	3.16
New Zealand Dollar	(6,621,199)	-	(6,621,199)	(1.02)
Norwegian Krone	(19,382,899)	-	(19,382,899)	(2.97)
Polish Zloty	3,626,768	-	3,626,768	0.56
Russian Ruble	34,757,945	-	34,757,945	5.33
Singapore Dollar	(37,810,074)	59	(37,810,015)	(5.80)
South African Rand	24,731,949	-	24,731,949	3.79
Sterling	(23,596,076)	201,756	(23,394,320)	(3.59)
Swedish Krona	(144,217,630)	698,908	(143,518,722)	(22.01)
Swiss Franc	161,904,042	306,530	162,210,572	24.88
Turkish Lira	23,330,624	-	23,330,624	3.58

**Smartfund 80% Protected Balanced Fund**

	Net Non-monetary Assets £	Net Monetary Assets £	Total £	% of Net Assets %
Euro	1,687	30,022,072	30,023,759	81.07
US Dollar	13,524	18,039,545	18,053,069	48.75

**Smartfund 80% Protected Growth Fund**

	Net Non-monetary Assets £	Net Monetary (Liabilities)/Assets £	Total £	% of Net Assets %
Euro	19,088,810	(305)	19,088,505	60.10
US Dollar	26,887,381	249,106	27,136,487	85.43

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(b) Currency risk (continued)**
**As at 31 July 2016**
**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary Liabilities</b>	<b>Total</b>	<b>% of Net Assets</b>
	<b>€</b>	<b>€</b>	<b>€</b>	<b>%</b>
Swedish Krona	182,847	-	182,847	0.52
Swiss Franc	4,080,293	-	4,080,293	11.61
US Dollar	-	(1)	(1)	-

**80% Protected Index Portfolio**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary Assets</b>	<b>Total</b>	<b>% of Net Assets</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>%</b>
Euro	119,370	-	119,370	8.33
US Dollar	115,425	-	115,425	8.06

**Smartfund Growth Fund**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary Assets</b>	<b>Total</b>	<b>% of Net Assets</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>%</b>
Euro	8,452,241	-	8,452,241	67.76
US Dollar	3,566,774	-	3,566,774	28.59

**Smartfund Cautious Fund**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary Assets</b>	<b>Total</b>	<b>% of Net Assets</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>%</b>
Euro	8,191,703	-	8,191,703	65.57
US Dollar	4,586,136	-	4,586,136	36.71

**Smartfund Balanced Fund**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary Liabilities</b>	<b>Total</b>	<b>% of Net Assets</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>%</b>
Euro	16,534,825	(21)	16,534,804	74.62
US Dollar	1,424,977	(1)	1,424,976	6.43

**Market Neutral Credit UCITS Fund**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary Assets</b>	<b>Total</b>	<b>% of Net Assets</b>
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>%</b>
Euro	39,358,604	82,200	39,440,804	99.21

Indus Select Asia Pacific Fund, MS Algebris Global Financials UCITS Fund, MS Kairos Enhanced Selection UCITS Fund, Mariner Investment Diversifying Alternative UCITS Fund and Mariner Lenus Healthcare UCITS Fund did not have any currency risk exposure as at 31 July 2016.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(b) Currency risk (continued)**
**As at 31 July 2015**
**MS PSAM Global Event UCITS Fund**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary Assets/(Liabilities)</b>	<b>Total</b>	<b>% of Net Assets</b>
	<b>€</b>	<b>€</b>	<b>€</b>	<b>%</b>
Danish Krone	62,350,997	-	62,350,997	7.20
Euro	297,995,206	1,176,604	299,171,810	34.55
Norwegian Krone	20,941,821	-	20,941,821	2.42
Sterling	67,189,047	(411,620)	66,777,427	7.71
Swedish Krona	501,751,688	244,174	501,995,862	57.97
Swiss Franc	85,998,099	-	85,998,099	9.93
US Dollar	339,813,215	278,211	340,091,426	39.27

**Salar Convertible Absolute Return Fund**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary (Liabilities)/Assets</b>	<b>Total</b>	<b>% of Net Assets</b>
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>%</b>
Chinese Yuan	6,093,801	-	6,093,801	2.20
Euro	177,388,849	(29,011)	177,359,838	63.93
Hong Kong Dollar	10,150,464	-	10,150,464	3.66
Japanese Yen	31,577,688	-	31,577,688	11.38
Singapore Dollar	9,947,772	-	9,947,772	3.59
Sterling	127,456,401	83,308	127,539,709	45.97
Swiss Franc	14,273,270	188,389	14,461,659	5.21

**Indus Select Asia Pacific Fund**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary Assets</b>	<b>Total</b>	<b>% of Net Assets</b>
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>%</b>
Australian Dollar	138,503	239	138,742	1.56
Euro	1,572,194	5,534	1,577,728	17.76
Hong Kong Dollar	1,718,667	-	1,718,667	19.35
Indonesian Rupiah	167,229	-	167,229	1.88
Japanese Yen	3,560,989	-	3,560,989	40.09
Korean Won	411,440	-	411,440	4.63
Philippine Peso	168,361	-	168,361	1.90
Sterling	9,953	-	9,953	0.11
Taiwan Dollar	552,096	-	552,096	6.22

**MS Algebris Global Financials UCITS Fund**

	<b>Net Non-monetary Assets/(Liabilities)</b>	<b>Net Monetary Assets/(Liabilities)</b>	<b>Total</b>	<b>% of Net Assets</b>
	<b>€</b>	<b>€</b>	<b>€</b>	<b>%</b>
Brazilian Real	327,989	-	327,989	4.15
Hong Kong Dollar	81,544	14	81,558	1.03
Japanese Yen	9,652	-	9,652	0.12
Korean Won	(237,017)	-	(237,017)	(3.00)
Norwegian Krone	-	361	361	-
Singapore Dollar	(3,276)	15	(3,261)	(0.04)
Sterling	(91,944)	(32,457)	(124,401)	(1.57)
Swedish Krona	3,253	(35)	3,218	0.04
Swiss Franc	188,445	(776)	187,669	2.38
US Dollar	4,840,768	(3,581)	4,837,187	61.22

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(b) Currency risk (continued)**
**As at 31 July 2015**
**Emerging Markets Equity Fund**

	Net Non-monetary Assets US\$	Net Monetary Assets/(Liabilities) US\$	Total US\$	% of Net Assets %
Brazilian Real	-	234	234	-
Chilean Peso	-	1,246	1,246	-
Egyptian Pound	114,104	1,662	115,766	0.09
Euro	75,759,931	655	75,760,586	59.41
Hong Kong Dollar	6,765	-	6,765	0.01
Hungary Forint	-	688	688	-
Indonesian Rupiah	185,083	-	185,083	0.15
Israeli Shekel	375,856	1,776	377,632	0.30
Korean Won	2,136	5	2,141	-
Malaysian Ringgit	1,898,970	109	1,899,079	1.49
Mexican Peso	-	164,105	164,105	0.13
Norwegian Krone	23,653	-	23,653	0.02
Philippine Peso	23	-	23	-
Polish Zloty	13,837	639	14,476	0.01
Sterling	218,919	-	218,919	0.17
Swedish Krona	3,484,191	213	3,484,404	2.73
Swiss Franc	2,510,303	(37)	2,510,266	1.97
Thai Baht	6,648,039	144	6,648,183	5.21

**Indus PacifiChoice Asia Fund**

	Net Non-monetary Assets/(Liabilities) US\$	Net Monetary (Liabilities)/Assets US\$	Total US\$	% of Net Assets %
Australian Dollar	29,704	(24,906)	4,798	-
Canadian Dollar	-	(3)	(3)	-
Chinese Yuan	(14,196,847)	-	(14,196,847)	(6.77)
Euro	72,243,392	(4,828)	72,238,564	34.46
Hong Kong Dollar	13,802,539	125,316	13,927,855	6.64
Indonesian Rupiah	11,170,993	-	11,170,993	5.33
Indian Rupee	(147,809)	-	(147,809)	(0.07)
Japanese Yen	(21,187,579)	142,568	(21,045,011)	(10.04)
Korean Won	878,086	13,896	891,982	0.43
Malaysian Ringgit	2,451,682	-	2,451,682	1.17
Philippine Peso	(65,860)	-	(65,860)	(0.03)
Singapore Dollar	62,748	-	62,748	0.03
Sterling	69,593,692	1,232	69,594,924	33.20
Taiwan Dollar	(157,434)	-	(157,434)	(0.08)

**MS Ascend UCITS Fund**

	Net Non-monetary Assets US\$	Net Monetary Assets US\$	Total US\$	% of Net Assets %
Euro	375,952,835	1,338,271	377,291,106	177.90

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(b) Currency risk (continued)**
**As at 31 July 2015**
**MS Alkeon UCITS Fund**

	<b>Net Non-monetary Assets US\$</b>	<b>Net Monetary Assets/(Liabilities) US\$</b>	<b>Total US\$</b>	<b>% of Net Assets %</b>
Danish Krone	26,851,284	-	26,851,284	12.93
Euro	238,607,814	49,833	238,657,647	114.92
Norwegian Krone	5,236,412	-	5,236,412	2.52
Sterling	5,877,913	49,597	5,927,510	2.85
Swedish Krona	40,001,036	-	40,001,036	19.26
Swiss Franc	33,009,718	(988)	33,008,730	15.89

**MS SLJ Macro UCITS Fund**

	<b>Net Non-monetary (Liabilities)/Assets €</b>	<b>Net Monetary Assets/(Liabilities) €</b>	<b>Total €</b>	<b>% of Net Assets %</b>
Australian Dollar	(3,019,467)	1	(3,019,466)	(26.31)
Brazilian Real	(497,047)	-	(497,047)	(4.33)
Canadian Dollar	(1,530,339)	(1)	(1,530,340)	(13.33)
Hungary Forint	(448,636)	-	(448,636)	(3.91)
New Zealand Dollar	(2,753,251)	2	(2,753,249)	(23.99)
Norwegian Krone	(222,593)	-	(222,593)	(1.94)
Russian Rouble	(350,345)	-	(350,345)	(3.05)
South African Rand	(1,070,652)	-	(1,070,652)	(9.33)
Sterling	2,269,492	(7,122)	2,262,370	19.71
Swiss Franc	-	2	2	-
Turkish Lira	(1,037,572)	1	(1,037,571)	(9.04)
US Dollar	15,944,391	2,928	15,947,319	138.96

**MS QTI UCITS Fund**

	<b>Net Non-monetary Assets US\$</b>	<b>Net Monetary Assets US\$</b>	<b>Total US\$</b>	<b>% of Net Assets %</b>
Euro	14,259,919	111	14,260,030	93.08

**MS Long Term Trends UCITS Fund**

	<b>Net Non-monetary Assets US\$</b>	<b>Net Monetary Assets US\$</b>	<b>Total US\$</b>	<b>% of Net Assets %</b>
Euro	25,833,196	6,050	25,839,246	51.24
Sterling	9,928,939	20,678	9,949,617	19.73
Swiss Franc	545,627	3,516	549,143	1.09

**MS Swiss Life Multi Asset Protected Fund**

	<b>Net Non-monetary Assets CHF</b>	<b>Net Monetary Assets CHF</b>	<b>Total CHF</b>	<b>% of Net Assets %</b>
Euro	25,769,587	30	25,769,617	44.86
Sterling	1,461,792	2	1,461,794	2.54
US Dollar	18,140,028	113	18,140,141	31.58

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(b) Currency risk (continued)**

As at 31 July 2015

**MS Dalton Asia Pacific UCITS Fund**

	<b>Net Non-monetary (Liabilities)/Assets</b>	<b>Net Monetary (Liabilities)/Assets</b>	<b>Total</b>	<b>% of Net Assets</b>
	€	€	€	%
Australian Dollar	(882)	(2,719,248)	(2,720,130)	(2.97)
Hong Kong Dollar	26,388,883	9,684,370	36,073,253	39.34
Indonesian Rupiah	1,825,869	-	1,825,869	1.99
Japanese Yen	21,437,192	(2,634,976)	18,802,216	20.50
Korean Won	2,923,750	-	2,923,750	3.19
Malaysian Ringgit	905,081	-	905,081	0.99
Singapore Dollar	4,234,394	2,596,854	6,831,248	7.45
Sterling	-	555,024	555,024	0.61
US Dollar	22,093,284	683,098	22,776,382	24.84

**MS TCW Unconstrained Plus Bond Fund**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary Assets</b>	<b>Total</b>	<b>% of Net Assets</b>
	US\$	US\$	US\$	%
Euro	98,615,575	-	98,615,575	93.34

**MS Broadmark Tactical Plus UCITS Fund**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary Assets</b>	<b>Total</b>	<b>% of Net Assets</b>
	US\$	US\$	US\$	%
Euro	7,997,984	1,618,999	9,616,983	16.30

**MS Scientific Beta Global Equity Factors UCITS ETF**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary Assets</b>	<b>Total</b>	<b>% of Net Assets</b>
	US\$	US\$	US\$	%
Danish Krone	12,672,985	-	12,672,985	10.04
Euro	47,880,956	19	47,880,975	37.93
Norwegian Krone	1,489,823	-	1,489,823	1.18
Swedish Krona	13,433,465	-	13,433,465	10.64
Swiss Franc	13,955,995	-	13,955,995	11.06

**MS Lynx UCITS Fund**

	<b>Net Non-monetary Assets</b>	<b>Net Monetary Assets</b>	<b>Total</b>	<b>% of Net Assets</b>
	US\$	US\$	US\$	%
Euro	59,998,546	46	59,998,592	63.43
Swiss Franc	749,444	2,080,948	2,830,392	2.99

**MS Nezu Cyclical Japan UCITS Fund**

	<b>Net Non-monetary Assets/(Liabilities)</b>	<b>Net Monetary (Liabilities)/Assets</b>	<b>Total</b>	<b>% of Net Assets</b>
	¥	¥	¥	%
Euro	18,918,998,833	(1,382,697)	18,917,616,135	91.97
Hong Kong Dollar	1,427,513,912	(1,423,037,979)	4,475,933	0.02
Korean Won	454,183,673	62,664,634	516,848,307	2.51
Singapore Dollar	60,763,349	(104,376,203)	(43,612,854)	(0.21)
Taiwan Dollar	1,652,198,832	298,275,587	1,950,474,419	9.48
Thai Baht	(2,613)	-	(2,613)	-
US Dollar	1,547,504,509	(130,715,278)	1,416,789,231	6.89

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(b) Currency risk (continued)**
**As at 31 July 2015**
**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund**

	Net Non-monetary Assets	Net Monetary Assets	Total	% of Net Assets
	€	€	€	%
Danish Krone	3,091,998	-	3,091,998	0.69
Norwegian Krone	14,486,321	-	14,486,321	3.22
Swedish Krona	18,927,444	-	18,927,444	4.21
Swiss Franc	38,817,994	-	38,817,994	8.64
US Dollar	114,959,904	17	114,959,921	25.59

**Global Equity Risk Premia Long/Short UCITS Fund**

	Net Non-monetary Assets	Net Monetary Liabilities	Total	% of Net Assets
	€	€	€	%
Danish Krone	44,633,783	-	44,633,783	14.31
Norwegian Krone	2,367,159	-	2,367,159	0.76
Swedish Krona	44,475,682	-	44,475,682	14.26
Swiss Franc	2,683,021	-	2,683,021	0.86
US Dollar	65,868,876	(4)	65,868,872	21.12

**MS Tremblant Long/Short Equity UCITS Fund**

	Net Non-monetary Assets	Net Monetary Assets	Total	% of Net Assets
	US\$	US\$	US\$	%
Danish Krone	6,722,722	-	6,722,722	7.64
Euro	119,311,784	1	119,311,785	135.54
Swedish Krona	11,275,071	-	11,275,071	12.81
Swiss Franc	14,882,782	-	14,882,782	16.91

**MSCI Emerging Markets ESG Equity Fund**

	Net Non-monetary Assets	Net Monetary Assets	Total	% of Net Assets
	US\$	US\$	US\$	%
Brazilian Real	35,444,732	9	35,444,741	6.95
Chilean Peso	5,179,556	-	5,179,556	1.02
Colombian Peso	2,431,176	-	2,431,176	0.48
Euro	56,623,809	54	56,623,863	11.10
Hong Kong Dollar	104,533,191	-	104,533,191	20.49
Indonesian Rupiah	20,667,457	-	20,667,457	4.05
Korean Won	62,806,893	-	62,806,893	12.31
Malaysian Ringgit	22,268,326	-	22,268,326	4.37
Mexican Peso	14,612,262	-	14,612,262	2.86
Philippine Peso	6,741,395	-	6,741,395	1.32
Russian Ruble	3,543,950	-	3,543,950	0.69
Taiwan Dollar	64,414,256	-	64,414,256	12.63
Thai Baht	15,323,517	-	15,323,517	3.00

RiverCrest European Equity Alpha Fund, MS Claritas Long Short Market Neutral UCITS Fund, MS Turner Spectrum UCITS Fund, MS Discretionary Plus UCITS Fund and MS Kairos Enhanced Selection UCITS Fund did not have any currency risk exposure as at 31 July 2015.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(b) Currency risk (continued)**

If the exchange rates as at the Statement of Financial Position date of the foreign currencies to which the Sub-Funds managed by the commitment approach had exposure had increased or decreased by a reasonably possible 5%, with all other variables held constant, this would have increased or decreased profit and net assets attributable to holders of redeemable shares as follows:

	<b>31 July 2016</b>	<b>31 July 2016</b>	<b>31 July 2015</b>	<b>31 July 2015</b>
	<b>+5%</b>	<b>-5%</b>	<b>+5%</b>	<b>-5%</b>
Indus Select Asia Pacific Fund	\$21	\$(21)	\$415,260	\$(415,260)
Emerging Markets Equity Fund	\$6,909,153	\$(6,909,153)	\$4,570,948	\$(4,570,948)
MS QTI UCITS Fund	\$678,027	\$(678,027)	\$713,002	\$(713,002)
MS Long Term Trends UCITS Fund	\$1,787,579	\$(1,787,579)	\$1,816,900	\$(1,816,900)
MS Swiss Life Multi Asset Protected Fund	CHF2,041,222	CHF(2,041,222)	CHF2,268,578	CHF(2,268,578)
MS Dalton Asia Pacific UCITS Fund	€5,021,950	€(5,021,950)	€4,398,635	€(4,398,635)
MS TCW Unconstrained Plus Bond Fund	\$5,323,750	\$(5,323,750)	\$4,930,779	\$(4,930,779)
MS Scientific Beta Global Equity Factors UCITS ETF	\$8,669,541	\$(8,669,541)	\$4,471,662	\$(4,471,662)
MS Lynx UCITS Fund	\$7,116,502	\$(7,116,502)	\$3,141,449	\$(3,141,449)
MSCI Emerging Equity ESG UCITS Fund	\$18,521,567	\$(18,521,567)	\$20,729,529	\$(20,729,529)
MS Scientific Beta US Equity Factors UCITS ETF	\$4,497,185	\$(4,497,185)	-	-
Mariner Lenus Healthcare UCITS Fund	-	-	-	-
80% Protected Index Portfolio	£11,740	£(11,740)	-	-
Smartfund Cautious Fund	£638,892	£(638,892)	-	-

The following table demonstrates the sensitivity of the relevant Sub-Funds' profit or loss to the effect of a 5% change, with all other variables held constant, in the exchange rates of the foreign currencies the Reference Portfolio Leg of the open total return swaps are exposed to:

	<b>31 July 2016</b>	<b>31 July 2016</b>	<b>31 July 2015</b>	<b>31 July 2015</b>
	<b>+5%</b>	<b>-5%</b>	<b>+5%</b>	<b>-5%</b>
Emerging Markets Equity Fund	\$8,854,822	\$(8,854,822)	\$6,245,534	\$(6,245,534)
MS Swiss Life Multi Asset Protected Fund	CHF2,045,658	CHF(2,045,658)	CHF2,345,202	CHF(2,345,202)
MS Scientific Beta Global Equity Factors UCITS ETF	\$5,335,568	\$(5,335,568)	\$2,834,852	\$(2,834,852)
MSCI Emerging Markets ESG Equity Fund	\$26,397,269	\$(26,397,269)	\$25,333,279	\$(25,333,279)
MS Scientific Beta US Equity Factors UCITS ETF	-	-	-	-
80% Protected Index Portfolio	£597	£(597)	-	-
Smartfund Cautious Fund	£7,634,809	£(7,634,809)	-	-

The above sensitivity analysis is strictly a mathematical exercise and in practice, the actual trading results may differ and the difference could be material.

The currency risk sensitivity analysis of MS PSAM Global Event UCITS Fund, Salar Convertible Absolute Return Fund, MS Algebris Global Financials UCITS Fund, Indus PacificChoice Asia Fund, MS Ascend UCITS Fund, MS Alkeon UCITS Fund, MS SLJ Macro UCITS Fund, MS Broadmark Tactical Plus UCITS Fund, MS Nezu Cyclical Japan UCITS Fund, MS Kairos Enhanced Selection UCITS Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund, Global Equity Risk Premia Long/Short UCITS Fund, MS Tremblant Long/Short Equity UCITS Fund, DAX@ 80 Garant, Quantica Managed Futures UCITS Fund, IPM Systematic Macro UCITS Fund, Smartfund 80% Protected Balanced Fund, Smartfund 80% Protected Growth Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II, Mariner Investment Diversifying Alternative UCITS Fund, Smartfund Growth Fund, Smartfund Balanced Fund and Market Neutral Credit UCITS Fund is disclosed by way of VaR analysis on page 427.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(c) Price risk**

Price risk is the risk that the future cash flows or the fair values of financial instruments will fluctuate due to changes in market prices. Price risk exposure arises from the Sub-Funds' investments in equity securities and equity related derivatives. The Sub-Funds manage price risk by diversifying their portfolios.

If the prices of the equity securities to which the Sub-Funds managed by the commitment approach had exposure as at the Statement of Financial Position date had increased or decreased by a reasonably possible 5%, with all other variables held constant, this would have increased or decreased profit and net assets attributable to holders of redeemable shares as follows:

	31 July 2016 +5%	31 July 2016 -5%	31 July 2015 +5%	31 July 2015 -5%
Indus Select Asia Pacific Fund	-	-	\$436,533	\$(436,533)
Emerging Markets Equity Fund	\$9,636,502	\$(9,636,502)	\$6,177,116	\$(6,177,116)
MS QTI UCITS Fund	\$159,276	\$(159,276)	\$151,093	\$(151,093)
MS Long Term Trends UCITS Fund	\$343,754	\$(343,754)	\$445,922	\$(445,922)
MS Swiss Life Multi Asset Protected Fund	CHF2,791,655	CHF(2,791,655)	CHF2,538,561	CHF(2,538,561)
MS Dalton Asia Pacific UCITS Fund	€2,008,660	€(2,008,660)	€1,374,035	€(1,374,035)
MS TCW Unconstrained Plus Bond Fund	\$(507,141)	\$507,141	\$(50,248)	\$50,248
MS Scientific Beta Global Equity Factors UCITS ETF	\$14,800,829	\$(14,800,829)	\$6,369,143	\$(6,369,143)
MS Lynx UCITS Fund	\$2,484,375	\$(2,484,375)	\$1,396,318	\$(1,396,318)
MSCI Emerging Equity ESG UCITS Fund	\$27,396,930	\$(27,396,930)	\$25,448,658	\$(25,448,658)
MS Scientific Beta US Equity Factors UCITS ETF	\$8,111,540	\$(8,111,540)	-	-
Mariner Lenus Healthcare UCITS Fund	-	-	-	-
80% Protected Index Portfolio	£67,496	£(67,496)	-	-
Smartfund Cautious Fund	£661,353	£(661,353)	-	-

The following table demonstrates the sensitivity of the relevant Sub-Fund's profit or loss to the effect of a reasonably possible 5% change, with all other variables held constant, in the prices of the equity securities the Reference Portfolio Leg of the open total return swaps are exposed to:

	31 July 2016 +5%	31 July 2016 -5%	31 July 2015 +5%	31 July 2015 -5%
Emerging Markets Equity Fund	\$8,973,269	\$(8,973,269)	\$6,378,151	\$(6,378,151)
MS Swiss Life Multi Asset Protected Fund	\$2,686,379	\$(2,686,379)	\$2,751,799	\$(2,751,799)
MS Scientific Beta Global Equity Factors UCITS ETF	\$14,266,127	\$(14,266,127)	\$6,312,731	\$(6,312,731)
MSCI Emerging Markets ESG Equity Fund	\$26,939,001	\$(26,939,001)	\$25,511,568	\$(25,511,568)
MS Scientific Beta US Equity Factors UCITS ETF	\$8,146,888	\$(8,146,888)	-	-
80% Protected Index Portfolio	£71,685	£(71,685)	-	-
Smartfund Cautious Fund	£620,918	£(620,918)	-	-

The above sensitivity analysis is strictly a mathematical exercise and in practice, the actual trading results may differ and the difference could be material. Investors and prospective investors should not place any reliance on this analysis, as the actual effect of a 5% change in equity prices will differ materially from the effect described above. The Investment Manager does not believe this analysis should be used to assess the risk or potential performance of its investment strategy.

The price risk sensitivity analysis of MS PSAM Global Event UCITS Fund, Salar Convertible Absolute Return Fund, MS Algebris Global Financials UCITS Fund, Indus PacificChoice Asia Fund, MS Ascend UCITS Fund, MS Alkeon UCITS Fund, MS SLJ Macro UCITS Fund, MS Broadmark Tactical Plus UCITS Fund, MS Nezu Cyclical Japan UCITS Fund, MS Kairos Enhanced Selection UCITS Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund, Global Equity Risk Premia Long/Short UCITS Fund, MS Tremblant Long/Short Equity UCITS Fund, DAX® 80 Garant, Quantica Managed Futures UCITS Fund, IPM Systematic Macro UCITS Fund, Smartfund 80% Protected Balanced Fund, Smartfund 80% Protected Growth Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II, Mariner Investment Diversifying Alternative UCITS Fund, Smartfund Growth Fund, Smartfund Balanced Fund and Market Neutral Credit UCITS Fund is disclosed by way of VaR analysis on page 427.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(c) Price risk (continued)**
**Concentration of price risk**

The concentration of price risk relating to MS PSAM Global Event UCITS Fund, Salar Convertible Absolute Return Fund, Emerging Markets Equity Fund, MS Ascend UCITS Fund, MS Alkeon UCITS Fund, MS Swiss Life Multi Asset Protected Fund, MS Scientific Beta Global Equity Factors UCITS ETF, MS Kairos Enhanced Selection UCITS Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund, Global Equity Risk Premia Long/Short UCITS Fund, MS Tremblant Long/Short Equity UCITS Fund, MSCI Emerging Markets ESG Equity Fund, DAX® 80 Garant, MS Scientific Beta US Equity Factors UCITS ETF, Smartfund 80% Protected Balanced Fund, Smartfund 80% Protected Growth Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II, 80% Protected Index Portfolio, Smartfund Growth Fund, Smartfund Cautious Fund and Smartfund Balanced Fund in the below tables only shows the concentration of price risk of the Funding Assets which is fully transferred via the total return swaps to the Approved Counterparty. It is not representative of the concentration of price risk of the Reference Portfolio and as such does not reflect the Sub-Funds' actual concentration of price risk.

The following tables analyse the concentration of price risk in the Sub-Funds' portfolios as at 31 July 2016 and 31 July 2015 by geographical distribution (based on equity securities' place of domicile or, on equity related derivatives, the underlying securities' place of domicile).

	% of equity securities and equity related derivatives	
	31 July 2016	31 July 2015
<b>MS PSAM Global Event UCITS Fund</b>		
European Union (excluding United Kingdom)	68.36%	62.99%
Norway	3.85%	2.31%
Switzerland	8.21%	9.47%
United States of America	19.58%	25.23%
	<b>100.00%</b>	<b>100.00%</b>
<b>Salar Convertible Absolute Return Fund</b>		
European Union (excluding United Kingdom)	n/a	100.00%
	<b>n/a</b>	<b>100.00%</b>
<b>Indus Select Asia Pacific Fund</b>		
Australia	n/a	1.63%
China	n/a	25.94%
Hong Kong	n/a	7.20%
India	n/a	8.19%
Indonesia	n/a	1.97%
Japan	n/a	41.79%
Philippines	n/a	1.98%
South Korea	n/a	4.81%
Taiwan	n/a	6.49%
	<b>n/a</b>	<b>100.00%</b>
<b>MS Algebris Global Financials UCITS Fund</b>		
Brazil	n/a	0.69%
China	n/a	1.61%
European Union (excluding United Kingdom)	n/a	47.31%
Hong Kong	n/a	1.18%
Japan	n/a	7.48%
Singapore	n/a	0.03%
Switzerland	n/a	3.74%
Thailand	n/a	0.34%
United Kingdom	n/a	9.73%
United States of America	n/a	27.89%
	<b>n/a</b>	<b>100.00%</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(c) Price risk (continued)**

**Concentration of price risk (continued)**

	<b>% of equity securities and equity related derivatives</b>	
	<b>31 July 2016</b>	<b>31 July 2015</b>
<b>Emerging Markets Equity Fund</b>		
China	0.00%	0.01%
Egypt	1.50%	0.91%
European Union (excluding United Kingdom)	64.09%	66.83%
India	4.60%	0.00%
Indonesia	0.00%	0.15%
Israel	0.21%	0.30%
Japan	2.71%	0.00%
Malaysia	0.00%	1.54%
Russia	16.92%	20.01%
Switzerland	2.06%	2.03%
Thailand	2.94%	5.38%
United Kingdom	0.00%	2.84%
United States of America	4.97%	0.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>Indus PacifiChoice Asia Fund</b>		
China	10.17%	11.17%
Hong Kong	8.21%	6.48%
India	4.48%	3.38%
Indonesia	0.01%	0.55%
Japan	62.70%	62.35%
Malaysia	0.00%	0.12%
Philippines	5.72%	4.42%
Singapore	0.00%	0.10%
South Korea	3.46%	1.20%
Taiwan	3.32%	4.34%
Thailand	0.00%	0.17%
United States of America	1.93%	5.72%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Ascend UCITS Fund</b>		
European Union (excluding United Kingdom)	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Alkeon UCITS Fund</b>		
European Union (excluding United Kingdom)	81.29%	86.19%
Norway	4.32%	2.48%
Switzerland	14.39%	11.33%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS SLJ Macro UCITS Fund</b>		
European Union (excluding United Kingdom)	0.00%	100.00%
United States of America	100.00%	0.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS QTI UCITS Fund</b>		
United Kingdom	67.42%	83.16%
United States of America	32.58%	16.84%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Long Term Trends UCITS Fund</b>		
United Kingdom	82.07%	96.18%
United States of America	17.93%	3.82%
	<b>100.00%</b>	<b>100.00%</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(c) Price risk (continued)**

**Concentration of price risk (continued)**

	% of equity securities and equity related derivatives	
	31 July 2016	31 July 2015
<b>MS Swiss Life Multi Asset Protected Fund</b>		
European Union (excluding United Kingdom)	71.45%	96.09%
Switzerland	26.88%	3.91%
United Kingdom	1.67%	0.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Dalton Asia Pacific UCITS Fund</b>		
Australia	0.00%	0.06%
Canada	1.41%	1.79%
China	1.98%	4.09%
Hong Kong	27.93%	30.78%
India	14.67%	18.45%
Indonesia	0.04%	2.33%
Japan	30.86%	27.13%
Malaysia	0.16%	1.12%
Russia	2.11%	2.72%
Singapore	7.56%	5.31%
South Korea	7.05%	3.84%
Taiwan	0.00%	0.22%
Thailand	0.00%	0.01%
United States of America	6.23%	2.15%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS TCW Unconstrained Plus Bond Fund</b>		
European Union (excluding United Kingdom)	84.19%	81.64%
United States of America	15.81%	18.36%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Broadmark Tactical Plus UCITS Fund</b>		
United States of America	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Scientific Beta Global Equity Factors UCITS ETF</b>		
European Union (excluding United Kingdom)	35.92%	58.08%
Norway	4.76%	1.17%
Switzerland	9.92%	10.96%
United States of America	49.40%	29.79%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Lynx UCITS Fund</b>		
Cayman Islands	33.33%	33.33%
United Kingdom	66.67%	66.67%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Nezu Cyclical Japan UCITS Fund</b>		
China	5.67%	4.93%
Hong Kong	0.95%	0.92%
Japan	69.77%	77.25%
Singapore	0.00%	0.44%
South Korea	10.53%	3.09%
Taiwan	13.08%	11.03%
United States of America	0.00%	2.34%
	<b>100.00%</b>	<b>100.00%</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(c) Price risk (continued)**

**Concentration of price risk (continued)**

	<b>% of equity securities and equity related derivatives</b>	
	<b>31 July 2016</b>	<b>31 July 2015</b>
<b>MS Kairos Enhanced Selection UCITS Fund</b>		
European Union (excluding United Kingdom)	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund</b>		
European Union (excluding United Kingdom)	80.00%	59.89%
Jersey	7.19%	0.00%
Norway	4.82%	3.31%
Switzerland	5.87%	8.88%
United Kingdom	0.00%	1.63%
United States of America	2.12%	26.29%
	<b>100.00%</b>	<b>100.00%</b>
<b>Global Equity Risk Premia Long/Short UCITS Fund</b>		
European Union (excluding United Kingdom)	38.97%	77.74%
Norway	3.85%	0.74%
Switzerland	12.79%	0.84%
United States of America	44.39%	20.68%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Tremblant Long/Short Equity UCITS Fund</b>		
European Union (excluding United Kingdom)	28.09%	74.51%
India	1.95%	2.32%
Switzerland	0.00%	17.66%
United Kingdom	0.00%	5.51%
United States of America	69.96%	0.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MSCI Emerging Markets ESG Equity Fund</b>		
Brazil	6.29%	6.96%
Chile	0.90%	1.02%
China	26.86%	20.22%
Colombia	0.40%	0.48%
European Union (excluding United Kingdom)	9.24%	11.13%
Hong Kong	0.10%	0.31%
Indonesia	2.13%	4.06%
Malaysia	3.30%	4.38%
Mexico	2.89%	2.87%
Philippines	1.72%	1.32%
Russia	0.91%	1.19%
South Korea	12.10%	12.34%
Taiwan	13.45%	12.66%
Thailand	3.12%	3.01%
United States of America	16.59%	18.05%
	<b>100.00%</b>	<b>100.00%</b>
<b>DAX® 80 Garant</b>		
European Union (excluding United Kingdom)	90.94%	n/a
Switzerland	8.68%	n/a
United States of America	0.38%	n/a
	<b>100.00%</b>	<b>n/a</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(c) Price risk (continued)**

**Concentration of price risk (continued)**

	<b>% of equity securities and equity related derivatives</b>	
	<b>31 July 2016</b>	<b>31 July 2015</b>
<b>Quantica Managed Futures UCITS Fund</b>		
Cayman Islands	32.87%	n/a
United States of America	67.13%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>MS Scientific Beta US Equity Factors UCITS ETF</b>		
European Union (excluding United Kingdom)	44.85%	n/a
Norway	4.07%	n/a
Switzerland	7.80%	n/a
United States of America	43.28%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>IPM Systematic Macro UCITS Fund</b>		
European Union (excluding United Kingdom)	66.59%	n/a
United States of America	33.41%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>Smartfund 80% Protected Balanced Fund</b>		
European Union (excluding United Kingdom)	100.00%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>Smartfund 80% Protected Growth Fund</b>		
European Union (excluding United Kingdom)	100.00%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II</b>		
European Union (excluding United Kingdom)	88.47%	n/a
Switzerland	11.53%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>80% Protected Index Portfolio</b>		
European Union (excluding United Kingdom)	100.00%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>Mariner Investment Diversifying Alternative UCITS Fund</b>		
United States of America	100.00%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>Smartfund Growth Fund</b>		
European Union (excluding United Kingdom)	100.00%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>Smartfund Cautious Fund</b>		
European Union (excluding United Kingdom)	100.00%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>Smartfund Balanced Fund</b>		
European Union (excluding United Kingdom)	100.00%	n/a
	<b>100.00%</b>	<b>n/a</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(c) Price risk (continued)**
**Concentration of price risk (continued)**

The following tables analyse the concentration of price risk in the Sub-Funds' portfolios as at 31 July 2016 and 31 July 2015 by Industrial distribution:

	% of equity securities and equity related derivatives	
	31 July 2016	31 July 2015
<b>MS PSAM Global Event UCITS Fund</b>		
Basic Materials	3.31%	9.44%
Communications	15.09%	18.08%
Consumer, Cyclical	9.52%	11.54%
Consumer, Non-Cyclical	33.11%	15.48%
Energy	5.38%	1.56%
Financial	12.16%	20.36%
Industrial	21.43%	20.69%
Technology	0.00%	2.85%
	<b>100.00%</b>	<b>100.00%</b>
<b>Salar Convertible Absolute Return Fund</b>		
Industrial	n/a	100.00%
	<b>n/a</b>	<b>100.00%</b>
<b>Indus Select Asia Pacific Fund</b>		
Communications	n/a	6.57%
Consumer, Cyclical	n/a	28.28%
Consumer, Non-Cyclical	n/a	11.96%
Financial	n/a	31.93%
Industrial	n/a	12.03%
Technology	n/a	7.20%
Utilities	n/a	2.03%
	<b>n/a</b>	<b>100.00%</b>
<b>MS Algebris Global Financials UCITS Fund</b>		
Communications	n/a	9.64%
Financial	n/a	90.35%
Technology	n/a	0.01%
	<b>n/a</b>	<b>100.00%</b>
<b>Emerging Markets Equity Fund</b>		
Basic Materials	7.19%	8.04%
Communications	9.52%	27.84%
Consumer, Cyclical	11.77%	3.04%
Consumer, Non-Cyclical	5.41%	2.44%
Diversified	0.00%	0.44%
Energy	6.18%	11.69%
Financial	22.30%	25.22%
Industrial	22.11%	21.00%
Technology	2.31%	0.02%
Utilities	13.21%	0.27%
	<b>100.00%</b>	<b>100.00%</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(c) Price risk (continued)**

**Concentration of price risk (continued)**

	<b>% of equity securities and equity related derivatives</b>	
	<b>31 July 2016</b>	<b>31 July 2015</b>
<b>Indus PacifiChoice Asia Fund</b>		
Basic Materials	2.28%	2.39%
Communications	9.17%	2.56%
Consumer, Cyclical	21.55%	18.75%
Consumer, Non-Cyclical	30.37%	26.09%
Financial	12.62%	28.55%
Industrial	11.26%	7.30%
Technology	0.00%	9.62%
Utilities	12.75%	4.74%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Ascend UCITS Fund</b>		
Basic Materials	17.90%	11.83%
Communications	21.60%	18.76%
Consumer, Cyclical	2.36%	3.61%
Consumer, Non-Cyclical	8.14%	26.97%
Energy	3.16%	2.45%
Financial	23.81%	16.64%
Industrial	17.10%	12.66%
Technology	0.00%	4.18%
Utilities	5.93%	2.90%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Alkeon UCITS Fund</b>		
Basic Materials	14.62%	17.02%
Communications	12.61%	13.22%
Consumer, Cyclical	14.17%	3.74%
Consumer, Non-Cyclical	24.76%	20.25%
Energy	0.00%	1.79%
Financial	24.04%	30.01%
Industrial	9.80%	13.37%
Technology	0.00%	0.60%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS SLJ Macro UCITS Fund</b>		
Financial	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS QTI UCITS Fund</b>		
Financial	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Long Term Trends UCITS Fund</b>		
Financial	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(c) Price risk (continued)**

**Concentration of price risk (continued)**

	<b>% of equity securities and equity related derivatives</b>	
	<b>31 July 2016</b>	<b>31 July 2015</b>
<b>MS Swiss Life Multi Asset Protected Fund</b>		
Basic Materials	4.91%	0.00%
Communications	6.17%	0.00%
Consumer, Cyclical	1.82%	0.00%
Consumer, Non-Cyclical	8.73%	0.00%
Financial	61.36%	91.73%
Industrial	11.91%	0.00%
Technology	5.10%	8.27%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Dalton Asia Pacific UCITS Fund</b>		
Basic Materials	3.30%	1.52%
Communications	5.36%	2.81%
Consumer, Cyclical	20.96%	18.43%
Consumer, Non-Cyclical	10.23%	10.98%
Diversified	0.11%	2.57%
Energy	2.16%	4.98%
Financial	39.63%	43.50%
Industrial	11.17%	7.87%
Technology	7.03%	7.34%
Utilities	0.05%	0.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS TCW Unconstrained Plus Bond Fund</b>		
Financial	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Broadmark Tactical Plus UCITS Fund</b>		
Financial	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Scientific Beta Global Equity Factors UCITS ETF</b>		
Basic Materials	8.06%	6.83%
Communications	14.34%	12.48%
Consumer, Cyclical	10.98%	11.76%
Consumer, Non-Cyclical	32.84%	19.95%
Energy	7.36%	1.29%
Financial	19.15%	21.21%
Industrial	5.53%	18.26%
Technology	1.74%	4.08%
Utilities	0.00%	4.14%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Lynx UCITS Fund</b>		
Financial	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(c) Price risk (continued)**

**Concentration of price risk (continued)**

	<b>% of equity securities and equity related derivatives</b>	
	<b>31 July 2016</b>	<b>31 July 2015</b>
<b>MS Nezu Cyclical Japan UCITS Fund</b>		
Basic Materials	15.41%	5.97%
Communications	6.08%	4.20%
Consumer, Cyclical	18.45%	31.79%
Consumer, Non-Cyclical	3.78%	2.19%
Energy	0.05%	0.39%
Financial	5.53%	7.66%
Industrial	33.84%	40.47%
Technology	16.71%	4.29%
Utilities	0.15%	3.04%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Kairos Enhanced Selection UCITS Fund</b>		
Basic Materials	16.48%	13.02%
Communications	26.90%	17.20%
Consumer, Cyclical	7.47%	0.00%
Consumer, Non-Cyclical	8.04%	25.87%
Financial	12.75%	25.93%
Industrial	19.21%	12.92%
Technology	0.00%	2.55%
Utilities	9.15%	2.51%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund</b>		
Basic Materials	10.96%	9.84%
Communications	13.42%	13.70%
Consumer, Cyclical	1.14%	8.49%
Consumer, Non-Cyclical	23.17%	19.29%
Diversified	0.00%	0.82%
Energy	1.01%	2.71%
Financial	19.99%	12.80%
Industrial	20.69%	11.34%
Technology	3.15%	19.78%
Utilities	6.47%	1.23%
	<b>100.00%</b>	<b>100.00%</b>
<b>Global Equity Risk Premia Long/Short UCITS Fund</b>		
Basic Materials	10.71%	15.67%
Communications	22.86%	13.56%
Consumer, Cyclical	4.67%	0.00%
Consumer, Non-Cyclical	19.85%	18.33%
Diversified	0.00%	0.35%
Energy	5.26%	4.48%
Financial	19.05%	28.00%
Industrial	9.51%	17.24%
Technology	4.38%	2.37%
Utilities	3.71%	0.00%
	<b>100.00%</b>	<b>100.00%</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Market risk (continued)**
**(c) Price risk (continued)**
**Concentration of price risk (continued)**

	<b>% of equity securities and equity related derivatives</b>	
	<b>31 July 2016</b>	<b>31 July 2015</b>
<b>MS Tremblant Long/Short Equity UCITS Fund</b>		
Basic Materials	2.75%	3.23%
Communications	22.59%	6.78%
Consumer, Cyclical	9.45%	2.57%
Consumer, Non-Cyclical	8.79%	29.92%
Energy	0.02%	7.98%
Financial	16.59%	23.41%
Industrial	13.10%	10.49%
Technology	14.79%	8.06%
Utilities	11.92%	7.56%
	<b>100.00%</b>	<b>100.00%</b>
<b>MSCI Emerging Markets ESG Equity Fund</b>		
Basic Materials	2.41%	3.28%
Communications	28.70%	13.07%
Consumer, Cyclical	5.89%	6.59%
Consumer, Non-Cyclical	8.07%	7.52%
Diversified	1.55%	1.20%
Energy	3.31%	2.57%
Financial	33.21%	39.42%
Industrial	4.73%	5.12%
Technology	10.13%	8.84%
Utilities	2.00%	12.39%
	<b>100.00%</b>	<b>100.00%</b>
<b>DAX® 80 Garant</b>		
Basic Materials	23.23%	n/a
Communications	13.93%	n/a
Consumer, Non-Cyclical	22.44%	n/a
Financial	18.73%	n/a
Industrial	13.55%	n/a
Technology	8.12%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>Quantica Managed Futures UCITS Fund</b>		
Financial	100.00%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>MS Scientific Beta US Equity Factors UCITS ETF</b>		
Basic Materials	10.84%	n/a
Communications	14.65%	n/a
Consumer, Cyclical	14.05%	n/a
Consumer, Non-Cyclical	20.76%	n/a
Financial	5.38%	n/a
Industrial	15.17%	n/a
Technology	10.53%	n/a
Utilities	8.62%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>IPM Systematic Macro UCITS Fund</b>		
Financial	100.00%	n/a
	<b>100.00%</b>	<b>n/a</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Market risk (continued)**

**(c) Price risk (continued)**

**Concentration of price risk (continued)**

	<b>% of equity securities and equity related derivatives</b>	
	<b>31 July 2016</b>	<b>31 July 2015</b>
<b>Smartfund 80% Protected Balanced Fund</b>		
Communications	5.37%	n/a
Consumer, Non-Cyclical	18.97%	n/a
Financial	62.49%	n/a
Industrial	6.99%	n/a
Technology	6.18%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>Smartfund 80% Protected Growth Fund</b>		
Communications	8.52%	n/a
Consumer, Cyclical	4.32%	n/a
Financial	76.15%	n/a
Technology	11.01%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II</b>		
Basic Materials	5.21%	n/a
Communications	4.60%	n/a
Consumer, Non-Cyclical	36.77%	n/a
Financial	13.39%	n/a
Industrial	17.70%	n/a
Technology	22.33%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>80% Protected Index Portfolio</b>		
Financial	100.00%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>Mariner Investment Diversifying Alternative UCITS Fund</b>		
Financial	100.00%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>Smartfund Growth Fund</b>		
Basic Materials	12.53%	n/a
Communications	4.14%	n/a
Consumer, Non-Cyclical	20.23%	n/a
Financial	42.77%	n/a
Industrial	8.33%	n/a
Technology	12.00%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>Smartfund Cautious Fund</b>		
Basic Materials	16.17%	n/a
Communications	7.40%	n/a
Consumer, Non-Cyclical	4.33%	n/a
Financial	50.38%	n/a
Industrial	20.01%	n/a
Technology	1.71%	n/a
	<b>100.00%</b>	<b>n/a</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**

For the year ended 31 July 2016

**14. Risk Associated with Financial Instruments (continued)**

Market risk (continued)

(c) Price risk (continued)

Concentration of price risk (continued)

	% of equity securities and equity related derivatives	
	31 July 2016	31 July 2015
<b>Smartfund Balanced Fund</b>		
Basic Materials	18.01%	n/a
Communications	0.66%	n/a
Consumer, Non-Cyclical	22.72%	n/a
Financial	50.19%	n/a
Industrial	8.42%	n/a
	<u>100.00%</u>	<u>n/a</u>

Indus Select Asia Pacific Fund, MS Algebris Global Financials UCITS Fund, Mariner Lenus Healthcare UCITS Fund and Market Neutral Credit UCITS Fund did not have any price risk exposure as at 31 July 2016.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Liquidity risk**

Liquidity risk is the risk that the Sub-Funds will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. Exposure to liquidity risk arises because of the possibility that the Sub-Funds could be required to pay their liabilities or redeem their shares earlier than expected. The Sub-Funds are exposed to cash redemptions of their redeemable shares on a regular basis. Shares are redeemable at the holder's option based on their proportionate share of the Sub-Funds' NAV per share at the time of redemption calculation in accordance with the Company's constitution.

The Sub-Funds' policy is to satisfy redemption requests by the following means:

- Searching for new investors;
- Withdrawing cash deposits;
- Disposing of highly liquid assets (i.e. short-term, low-risk debt investments); and/or
- Either disposing of other assets or increasing of leverage.

The Sub-Funds invest primarily in marketable securities and other financial instruments which, under normal market conditions, are readily convertible to cash. In addition, the Sub-Funds' policy is to maintain sufficient cash and cash equivalents to meet normal operating requirements and expected redemption requests. The Sub-Funds also have access to a bank overdraft facility to help mitigate liquidity risk.

The Sub-Funds enter into master-netting arrangements with major counterparties to financial derivative instrument contracts. Please refer to the "Credit risk" section below for more information.

It is the Company's policy that the Investment Manager monitors the Sub-Funds' liquidity position on a daily basis and that the Board of Directors reviews them on a regular basis.

The following tables summarise the maturity profile of the Sub-Funds' redeemable shares (classified as liabilities) and liabilities including gross-settled derivatives based on contractual undiscounted cash flows. The tables also analyse the maturity profile of the Sub-Funds' assets (undiscounted where appropriate) in order to provide a complete view of the Sub-Funds' contractual commitments and liquidity.

The liquidity risk relating to MS PSAM Global Event UCITS Fund, Salar Convertible Absolute Return Fund, Emerging Markets Equity Fund, MS Ascend UCITS Fund, MS Alkeon UCITS Fund, MS Swiss Life Multi Asset Protected Fund, MS Scientific Beta Global Equity Factors UCITS ETF, MS Kairos Enhanced Selection UCITS Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund, Global Equity Risk Premia Long/Short UCITS Fund, MS Tremblant Long/Short Equity UCITS Fund, MSCI Emerging Markets ESG Equity Fund, DAX® 80 Garant, MS Scientific Beta US Equity Factors UCITS ETF, Smartfund 80% Protected Balanced Fund, Smartfund 80% Protected Growth Fund, MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II, 80% Protected Index Portfolio, Smartfund Growth Fund, Smartfund Cautious Fund and Smartfund Balanced Fund in these tables only shows the liquidity risk of the Funding Assets which is fully transferred via the total return swaps to the Approved Counterparty. It is not representative of the liquidity risk of the Reference Portfolio and as such does not reflect the Sub-Funds' actual economic exposure.

**Assets**

The analysis of equity and debt securities at fair value through profit or loss into maturity groupings is based on the expected date on which these assets will be realised. For other assets, including gross-settled derivative assets, the analysis into maturity groupings is based on the remaining period from the end of the reporting period to the contractual maturity date or, if earlier, the expected date on which the assets will be realised.

**Liabilities**

For liabilities, including gross-settled derivative liabilities, the analysis into maturity grouping is based on the remaining period from the end of the reporting period to the contractual maturity date or, if earlier, the expected date on which the liabilities will be settled. When a counterparty has a choice of when the amount is paid, the liability is allocated to the earliest period in which the Sub-Fund can be required to pay.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Liquidity risk (continued)**
**As at 31 July 2016**
**MS PSAM Global Event UCITS Fund**

	Less than 1 month €	1 month to 1 year €	More than 1 year €	Total €
<b>Assets</b>				
Financial assets at fair value through profit or loss	422,442,075	-	-	422,442,075
Cash and cash equivalents	4,209,601	-	-	4,209,601
Spot contracts receivable	12,864	-	-	12,864
Variation margin receivable	3,299,808	-	-	3,299,808
<b>Total assets</b>	<b>429,964,348</b>	<b>-</b>	<b>-</b>	<b>429,964,348</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	1,383,268	-	-	1,383,268
Management fee payable	1,558,090	-	-	1,558,090
Performance fee payable	-	596,969	-	596,969
Administration fee payable	20,864	-	-	20,864
Depositary fee payable	11,501	-	-	11,501
Variation margin payable	462,085	-	-	462,085
Other accrued expenses	298,453	-	-	298,453
Net assets attributable to holders of redeemable participating shares	425,633,118	-	-	425,633,118
<b>Total liabilities</b>	<b>429,367,379</b>	<b>596,969</b>	<b>-</b>	<b>429,964,348</b>
<b>Liquidity gap</b>	<b>596,969</b>	<b>(596,969)</b>	<b>-</b>	<b>-</b>

**Salar Convertible Absolute Return Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	2,765,900	29,380,695	151,580,168	183,726,763
Cash and cash equivalents	60,618	-	-	60,618
Receivable for investments sold	2,951,758	-	-	2,951,758
Dividends and interest receivable	621,371	-	-	621,371
Variation margin receivable	904,848	-	-	904,848
<b>Total assets</b>	<b>7,304,495</b>	<b>29,380,695</b>	<b>151,580,168</b>	<b>188,265,358</b>
<b>Liabilities</b>				
Management fee payable	454,631	-	-	454,631
Performance fee payable	-	1,437	-	1,437
Administration fee payable	9,580	-	-	9,580
Depositary fee payable	4,717	-	-	4,717
Spot contracts payable	895,286	-	-	895,286
Variation margin payable	4,034,372	-	-	4,034,372
Other accrued expenses	189,856	-	-	189,856
Net assets attributable to holders of redeemable participating shares	182,675,479	-	-	182,675,479
<b>Total liabilities</b>	<b>188,263,921</b>	<b>1,437</b>	<b>-</b>	<b>188,265,358</b>
<b>Liquidity gap</b>	<b>(180,959,426)</b>	<b>29,379,258</b>	<b>151,580,168</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Liquidity risk (continued)**
**As at 31 July 2016**
**Emerging Markets Equity Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	193,369,646	-	-	193,369,646
Cash and cash equivalents	6,013,282	-	-	6,013,282
Subscriptions receivable	20,447	-	-	20,447
Spot contracts receivable	114,820	-	-	114,820
<b>Total assets</b>	<b>199,518,195</b>	<b>-</b>	<b>-</b>	<b>199,518,195</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	14,872,006	-	-	14,872,006
Securities purchased payable	5,111,595	-	-	5,111,595
Redemptions payable	93,734	-	-	93,734
Management fee payable	27,255	-	-	27,255
Other accrued expenses	10	-	-	10
Net assets attributable to holders of redeemable participating shares	179,413,595	-	-	179,413,595
<b>Total liabilities</b>	<b>199,518,195</b>	<b>-</b>	<b>-</b>	<b>199,518,195</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Indus PacifiChoice Asia Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	88,613,078	249,546	7,601,084	96,463,708
Cash and cash equivalents	17,561,348	-	-	17,561,348
Receivable for investments sold	2,302,598	-	-	2,302,598
Dividends and interest receivable	219,067	-	-	219,067
Spot contracts receivable	91,273	-	-	91,273
Variation margin receivable	350,146	-	-	350,146
Sundry debtors	2,322	-	-	2,322
<b>Total assets</b>	<b>109,139,832</b>	<b>249,546</b>	<b>7,601,084</b>	<b>116,990,462</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	1,154,727	6,356,614	1,842,463	9,353,804
Redemptions payable	79,632,018	-	-	79,632,018
Management fee payable	140,153	-	-	140,153
Performance fee payable	-	5,312	-	5,312
Administration fee payable	15,258	-	-	15,258
Depositary fee payable	4,608	-	-	4,608
Spot contracts payable	34,110	-	-	34,110
Variation margin payable	800,916	-	-	800,916
Other accrued expenses	388,480	-	-	388,480
Net assets attributable to holders of redeemable participating shares	26,615,803	-	-	26,615,803
<b>Total liabilities</b>	<b>108,786,073</b>	<b>6,361,926</b>	<b>1,842,463</b>	<b>116,990,462</b>
<b>Liquidity gap</b>	<b>353,759</b>	<b>(6,112,380)</b>	<b>5,758,621</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Liquidity risk (continued)**

As at 31 July 2016

**MS Ascend UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	157,777,369	-	-	157,777,369
Cash and cash equivalents	53,630,841	-	-	53,630,841
<b>Total assets</b>	<b>211,408,210</b>	<b>-</b>	<b>-</b>	<b>211,408,210</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	238,951	-	-	238,951
Management fee payable	162,917	-	-	162,917
Administration fee payable	10,169	-	-	10,169
Depositary fee payable	2,745	-	-	2,745
Variation margin payable	5,392,435	-	-	5,392,435
Deferred income	50,000,000	-	-	50,000,000
Other accrued expenses	162,176	-	-	162,176
Net assets attributable to holders of redeemable participating shares	155,438,817	-	-	155,438,817
<b>Total liabilities</b>	<b>211,408,210</b>	<b>-</b>	<b>-</b>	<b>211,408,210</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**MS Alkeon UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	94,721,753	-	-	94,721,753
<b>Total assets</b>	<b>94,721,753</b>	<b>-</b>	<b>-</b>	<b>94,721,753</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	55,598	-	-	55,598
Management fee payable	139,282	-	-	139,282
Administration fee payable	6,301	-	-	6,301
Depositary fee payable	1,643	-	-	1,643
Spot contracts payable	469,047	-	-	469,047
Other accrued expenses	34,169	-	-	34,169
Bank overdraft	704,267	-	-	704,267
Net assets attributable to holders of redeemable participating shares	93,311,446	-	-	93,311,446
<b>Total financial liabilities</b>	<b>94,721,753</b>	<b>-</b>	<b>-</b>	<b>94,721,753</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Liquidity risk (continued)**
**As at 31 July 2016**
**MS SLJ Macro UCITS Fund**

	Less than 1 month €	1 month to 1 year €	More than 1 year €	Total €
<b>Assets</b>				
Financial assets at fair value through profit or loss	-	1,277,727	-	1,277,727
Cash and cash equivalents	37,727,964	-	-	37,727,964
Subscriptions receivable	76,013	-	-	76,013
<b>Total assets</b>	<b>37,803,977</b>	<b>1,277,727</b>	<b>-</b>	<b>39,081,704</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	-	1,254,626	-	1,254,626
Redemptions payable	786,762	-	-	786,762
Management fee payable	22,565	-	-	22,565
Administration fee payable	2,635	-	-	2,635
Depositary fee payable	3,223	-	-	3,223
Spot contracts payable	3	-	-	3
Other accrued expenses	38,414	-	-	38,414
Net assets attributable to holders of redeemable participating shares	36,973,476	-	-	36,973,476
<b>Total liabilities</b>	<b>37,827,078</b>	<b>1,254,626</b>	<b>-</b>	<b>39,081,704</b>
<b>Liquidity gap</b>	<b>(23,101)</b>	<b>23,101</b>	<b>-</b>	<b>-</b>

**MS QTI UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	5,740,027	5,996,244	2,147,812	13,884,083
Cash and cash equivalents	1,140,608	-	-	1,140,608
Receivable for investments sold	161,280	-	-	161,280
<b>Total assets</b>	<b>7,041,915</b>	<b>5,996,244</b>	<b>2,147,812</b>	<b>15,185,971</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	4,282	-	-	4,282
Management fee payable	4,788	-	-	4,788
Administration fee payable	2,377	-	-	2,377
Depositary fee payable	713	-	-	713
Other accrued expenses	4,338	-	-	4,338
Net assets attributable to holders of redeemable participating shares	15,169,473	-	-	15,169,473
<b>Total liabilities</b>	<b>15,185,971</b>	<b>-</b>	<b>-</b>	<b>15,185,971</b>
<b>Liquidity gap</b>	<b>(8,144,056)</b>	<b>5,996,244</b>	<b>2,147,812</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Liquidity risk (continued)**

As at 31 July 2016

**MS Long Term Trends UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	3,533,062	27,153,591	5,642,376	36,329,029
Cash and cash equivalents	3,128,969	-	-	3,128,969
Receivable for investments sold	175,965	-	-	175,965
<b>Total assets</b>	<b>6,837,996</b>	<b>27,153,591</b>	<b>5,642,376</b>	<b>39,633,963</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	8,198	-	-	8,198
Management fee payable	11,082	-	-	11,082
Administration fee payable	2,503	-	-	2,503
Depositary fee payable	717	-	-	717
Other accrued expenses	28,219	-	-	28,219
Net assets attributable to holders of redeemable participating shares	39,583,244	-	-	39,583,244
<b>Total liabilities</b>	<b>39,633,963</b>	<b>-</b>	<b>-</b>	<b>39,633,963</b>
<b>Liquidity gap</b>	<b>(32,795,967)</b>	<b>27,153,591</b>	<b>5,642,376</b>	<b>-</b>

**MS Swiss Life Multi Asset Protected Fund**

	Less than 1 month CHF	1 month to 1 year CHF	More than 1 year CHF	Total CHF
<b>Assets</b>				
Financial assets at fair value through profit or loss	54,553,381	-	1,722,762	56,276,143
Cash and cash equivalents	2,249,307	-	-	2,249,307
Subscriptions receivable	405	-	-	405
<b>Total assets</b>	<b>56,803,093</b>	<b>-</b>	<b>1,722,762</b>	<b>58,525,855</b>
Bank overdraft				
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	2,684,688	-	-	2,684,688
Redemptions payable	95,526	-	-	95,526
Management fee payable	50,194	-	-	50,194
Administration fee payable	2,316	-	-	2,316
Depositary fee payable	989	-	-	989
Bank overdraft	263,686	-	-	263,686
Net assets attributable to holders of redeemable participating shares	55,428,456	-	-	55,428,456
<b>Total liabilities</b>	<b>58,525,855</b>	<b>-</b>	<b>-</b>	<b>58,525,855</b>
<b>Liquidity gap</b>	<b>(1,722,762)</b>	<b>-</b>	<b>1,722,762</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Liquidity risk (continued)**
**As at 31 July 2016**
**MS Dalton Asia Pacific UCITS Fund**

	Less than 1 month €	1 month to 1 year €	More than 1 year €	Total €
<b>Assets</b>				
Financial assets at fair value through profit or loss	94,504,902	673,117	1,121,119	96,299,138
Cash and cash equivalents	1,567,705	-	-	1,567,705
Receivable for investments sold	5,803,692	-	-	5,803,692
Dividends and interest receivable	135,043	-	-	135,043
<b>Total assets</b>	<b>102,011,342</b>	<b>673,117</b>	<b>1,121,119</b>	<b>103,805,578</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	98,333	921,043	-	1,019,376
Management fee payable	670,616	-	-	670,616
Performance fee payable	-	364,305	-	364,305
Administration fee payable	5,742	-	-	5,742
Depositary fee payable	12,202	-	-	12,202
Spot contracts payable	144,892	-	-	144,892
Variation margin payable	397,951	-	-	397,951
Other accrued expenses	254,395	-	-	254,395
Net assets attributable to holders of redeemable participating shares	100,936,099	-	-	100,936,099
<b>Total liabilities</b>	<b>102,520,230</b>	<b>1,285,348</b>	<b>-</b>	<b>103,805,578</b>
<b>Liquidity gap</b>	<b>(508,888)</b>	<b>(612,231)</b>	<b>1,121,119</b>	<b>-</b>

**MS TCW Unconstrained Plus Bond Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	4,667,800	5,531,435	95,269,233	105,468,468
Cash and cash equivalents	9,719,239	-	-	9,719,239
Receivable for investments sold	140,261	-	-	140,261
Subscriptions receivable	35,858	-	-	35,858
Dividends and interest receivable	510,502	-	-	510,502
<b>Total assets</b>	<b>15,073,660</b>	<b>5,531,435</b>	<b>95,269,233</b>	<b>115,874,328</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	578,053	-	-	578,053
Securities purchased payable	780,691	-	-	780,691
Redemptions payable	29,582	-	-	29,582
Management fee payable	841,226	-	-	841,226
Administration fee payable	7,008	-	-	7,008
Depositary fee payable	2,503	-	-	2,503
Spot contracts payable	57	-	-	57
Variation margin payable	52,672	-	-	52,672
Other accrued expenses	34,365	-	-	34,365
Net assets attributable to holders of redeemable participating shares	113,548,171	-	-	113,548,171
<b>Total liabilities</b>	<b>115,874,328</b>	<b>-</b>	<b>-</b>	<b>115,874,328</b>
<b>Liquidity gap</b>	<b>(100,800,668)</b>	<b>5,531,435</b>	<b>95,269,233</b>	<b>-</b>

## NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

## 14. Risk Associated with Financial Instruments (continued)

## Liquidity risk (continued)

As at 31 July 2016

## MS Broadmark Tactical Plus UCITS Fund

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	8,055,922	41,516,754	-	49,572,676
Cash and cash equivalents	7,115,855	-	-	7,115,855
<b>Total assets</b>	<b>15,171,777</b>	<b>41,516,754</b>	<b>-</b>	<b>56,688,531</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	18,640	-	-	18,640
Management fee payable	33,802	-	-	33,802
Administration fee payable	3,173	-	-	3,173
Depositary fee payable	986	-	-	986
Other accrued expenses	43,881	-	-	43,881
Net assets attributable to holders of redeemable participating shares	56,588,049	-	-	56,588,049
<b>Total liabilities</b>	<b>56,688,531</b>	<b>-</b>	<b>-</b>	<b>56,688,531</b>
<b>Liquidity gap</b>	<b>(41,516,754)</b>	<b>41,516,754</b>	<b>-</b>	<b>-</b>

## MS Scientific Beta Global Equity Factors UCITS ETF

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	296,016,585	11,508,590	-	307,525,175
Cash and cash equivalents	775,649	-	-	775,649
<b>Total assets</b>	<b>296,792,234</b>	<b>11,508,590</b>	<b>-</b>	<b>308,300,824</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	-	22,792,126	-	22,792,126
Management fee payable	22,129	-	-	22,129
Administration fee payable	6,959	-	-	6,959
Depositary fee payable	3,757	-	-	3,757
Other accrued expenses	205,611	-	-	205,611
Net assets attributable to holders of redeemable participating shares	285,270,242	-	-	285,270,242
<b>Total liabilities</b>	<b>285,508,698</b>	<b>22,792,126</b>	<b>-</b>	<b>308,300,824</b>
<b>Liquidity gap</b>	<b>11,283,536</b>	<b>(11,283,536)</b>	<b>-</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Liquidity risk (continued)**
**As at 31 July 2016**
**MS Lynx UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	32,849,938	100,687,595	33,124,688	166,662,221
Cash and cash equivalents	5,533,594	-	-	5,533,594
Subscriptions receivable	5,591,252	-	-	5,591,252
<b>Total assets</b>	<b>43,974,784</b>	<b>100,687,595</b>	<b>33,124,688</b>	<b>177,787,067</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	20,382	-	-	20,382
Redemptions payable	84,557	-	-	84,557
Management fee payable	23,785	-	-	23,785
Administration fee payable	9,386	-	-	9,386
Depositary fee payable	2,544	-	-	2,544
Other accrued expenses	104,732	-	-	104,732
Net assets attributable to holders of redeemable participating shares	177,541,681	-	-	177,541,681
<b>Total liabilities</b>	<b>177,787,067</b>	<b>-</b>	<b>-</b>	<b>177,787,067</b>
<b>Liquidity gap</b>	<b>(133,812,283)</b>	<b>100,687,595</b>	<b>33,124,688</b>	<b>-</b>

**MS Nezu Cyclical Japan UCITS Fund**

	Less than 1 month ¥	1 month to 1 year ¥	More than 1 year ¥	Total ¥
<b>Assets</b>				
Financial assets at fair value through profit or loss	6,862,174,178	-	15,528,129	6,877,702,307
Cash and cash equivalents	4,131,112,551	-	-	4,131,112,551
Receivable for investments sold	432,936,814	-	-	432,936,814
Dividends and interest receivable	227,476	-	-	227,476
Spot contracts receivable	180,507	-	-	180,507
Variation margin receivable	26,710,751	-	-	26,710,751
Sundry debtors	23,380	-	-	23,380
<b>Total assets</b>	<b>11,453,365,657</b>	<b>-</b>	<b>15,528,129</b>	<b>11,468,893,786</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	80,119,027	35,419,069	2,186,048	117,724,144
Securities purchased payable	632,935,572	-	-	632,935,572
Management fee payable	8,715,383	-	-	8,715,383
Performance fee payable	-	66,510	-	66,510
Administration fee payable	486,964	-	-	486,964
Depositary fee payable	189,286	-	-	189,286
Variation margin payable	213,807,196	-	-	213,807,196
Other accrued expenses	20,356,877	-	-	20,356,877
Net assets attributable to holders of redeemable participating shares	10,474,611,854	-	-	10,474,611,854
<b>Total liabilities</b>	<b>11,431,222,159</b>	<b>35,485,579</b>	<b>2,186,048</b>	<b>11,468,893,786</b>
<b>Liquidity gap</b>	<b>22,143,498</b>	<b>(35,485,579)</b>	<b>13,342,081</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Liquidity risk (continued)**
**As at 31 July 2016**
**MS Kairos Enhanced Selection UCITS Fund**

	Less than 1 month €	1 month to 1 year €	More than 1 year €	Total €
<b>Assets</b>				
Financial assets at fair value through profit or loss	37,514,717	-	-	37,514,717
Cash and cash equivalents	444,176	-	-	444,176
Variation margin receivable	932,170	-	-	932,170
<b>Total assets</b>	<b>38,891,063</b>	<b>-</b>	<b>-</b>	<b>38,891,063</b>
<b>Liabilities</b>				
Management fee payable	129,906	-	-	129,906
Administration fee payable	2,338	-	-	2,338
Depositary fee payable	1,681	-	-	1,681
Variation margin payable	263,258	-	-	263,258
Other accrued expenses	23,227	-	-	23,227
Net assets attributable to holders of redeemable participating shares	38,470,653	-	-	38,470,653
<b>Total liabilities</b>	<b>38,891,063</b>	<b>-</b>	<b>-</b>	<b>38,891,063</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund**

	Less than 1 month €	1 month to 1 year €	More than 1 year €	Total €
<b>Assets</b>				
Financial assets at fair value through profit or loss	404,533,378	-	-	404,533,378
Receivable for investments sold	41,532,136	-	-	41,532,136
Subscriptions receivable	1,469,207	-	-	1,469,207
Spot contracts receivable	103,363	-	-	103,363
Variation margin receivable	16,730	-	-	16,730
<b>Total assets</b>	<b>447,654,814</b>	<b>-</b>	<b>-</b>	<b>447,654,814</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	14,384,372	-	-	14,384,372
Securities purchased payable	39,635,471	-	-	39,635,471
Redemptions payable	2,590,348	-	-	2,590,348
Management fee payable	501,345	-	-	501,345
Administration fee payable	12,285	-	-	12,285
Depositary fee payable	5,182	-	-	5,182
Variation margin payable	957,806	-	-	957,806
Other accrued expenses	2	-	-	2
Bank overdraft	643,768	-	-	643,768
Net assets attributable to holders of redeemable participating shares	388,924,235	-	-	388,924,235
<b>Total financial liabilities</b>	<b>447,654,814</b>	<b>-</b>	<b>-</b>	<b>447,654,814</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Liquidity risk (continued)**
**As at 31 July 2016**
**Global Equity Risk Premia Long/Short UCITS Fund**

	Less than 1 month €	1 month to 1 year €	More than 1 year €	Total €
<b>Assets</b>				
Financial assets at fair value through profit or loss	396,106,233	-	-	396,106,233
Cash and cash equivalents	1,890,244	-	-	1,890,244
Subscriptions receivable	187,949	-	-	187,949
<b>Total assets</b>	<b>398,184,426</b>	<b>-</b>	<b>-</b>	<b>398,184,426</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	26,361,806	-	-	26,361,806
Redemptions payable	112,803	-	-	112,803
Management fee payable	29,346	-	-	29,346
Administration fee payable	61,842	-	-	61,842
Depositary fee payable	14,295	-	-	14,295
Other accrued expenses	369,663	-	-	369,663
Net assets attributable to holders of redeemable participating shares	371,234,671	-	-	371,234,671
<b>Total liabilities</b>	<b>398,184,426</b>	<b>-</b>	<b>-</b>	<b>398,184,426</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**MS Tremblant Long/Short Equity UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	46,346,640	-	-	46,346,640
Cash and cash equivalents	1,720,297	-	-	1,720,297
Sundry debtors	1,279	-	-	1,279
<b>Total assets</b>	<b>48,068,216</b>	<b>-</b>	<b>-</b>	<b>48,068,216</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	41,244	-	-	41,244
Management fee payable	25,801	-	-	25,801
Performance fee payable	-	5,030	-	5,030
Administration fee payable	2,849	-	-	2,849
Depositary fee payable	855	-	-	855
Spot contracts payable	57,187	-	-	57,187
Variation margin payable	1,015,284	-	-	1,015,284
Deferred income	1,000,000	-	-	1,000,000
Other accrued expenses	52,914	-	-	52,914
Net assets attributable to holders of redeemable participating shares	45,867,052	-	-	45,867,052
<b>Total liabilities</b>	<b>48,063,186</b>	<b>5,030</b>	<b>-</b>	<b>48,068,216</b>
<b>Liquidity gap</b>	<b>5,030</b>	<b>(5,030)</b>	<b>-</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Liquidity risk (continued)**

As at 31 July 2016

**MSCI Emerging Markets ESG Equity Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	525,869,558	40,612,834	43,509,570	609,991,962
Cash and cash equivalents	2,061,997	-	-	2,061,997
Receivable for investments sold	118,340	-	-	118,340
Variation margin receivable	30,731	-	-	30,731
<b>Total assets</b>	<b>528,080,626</b>	<b>40,612,834</b>	<b>43,509,570</b>	<b>612,203,030</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	73,021,975	-	-	73,021,975
Redemptions payable	55,954	-	-	55,954
Management fee payable	306,203	-	-	306,203
Administration fee payable	15,330	-	-	15,330
Depositary fee payable	6,576	-	-	6,576
Spot contracts payable	6	-	-	6
Variation margin payable	2,943	-	-	2,943
Other accrued expenses	84,577	-	-	84,577
Net assets attributable to holders of redeemable participating shares	538,709,466	-	-	538,709,466
<b>Total liabilities</b>	<b>612,203,030</b>	<b>-</b>	<b>-</b>	<b>612,203,030</b>
<b>Liquidity gap</b>	<b>(84,122,404)</b>	<b>40,612,834</b>	<b>43,509,570</b>	<b>-</b>

**DAX® 80 Garant**

	Less than 1 month €	1 month to 1 year €	More than 1 year €	Total €
<b>Assets</b>				
Financial assets at fair value through profit or loss	11,940,036	-	-	11,940,036
Cash and cash equivalents	126,780	-	-	126,780
<b>Total assets</b>	<b>12,066,816</b>	<b>-</b>	<b>-</b>	<b>12,066,816</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	630,260	-	-	630,260
Management fee payable	3,696	-	-	3,696
Administration fee payable	6,716	-	-	6,716
Depositary fee payable	1,683	-	-	1,683
Other accrued expenses	30,528	-	-	30,528
Net assets attributable to holders of redeemable participating shares	11,393,933	-	-	11,393,933
<b>Total liabilities</b>	<b>12,066,816</b>	<b>-</b>	<b>-</b>	<b>12,066,816</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Liquidity risk (continued)**
**As at 31 July 2016**
**Quantica Managed Futures UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	20,432,452	56,181,437	13,137,020	89,750,909
Cash and cash equivalents	19,167,569	-	-	19,167,569
<b>Total assets</b>	<b>39,600,021</b>	<b>56,181,437</b>	<b>13,137,020</b>	<b>108,918,478</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	-	877,670	-	877,670
Management fee payable	45,234	-	-	45,234
Performance fee payable	-	240,112	-	240,112
Administration fee payable	6,242	-	-	6,242
Depositary fee payable	2,245	-	-	2,245
Spot contracts payable	3,648	-	-	3,648
Deferred income	1,026,161	-	-	1,026,161
Other accrued expenses	66,924	-	-	66,924
Net assets attributable to holders of redeemable participating shares	106,650,242	-	-	106,650,242
<b>Total liabilities</b>	<b>107,800,696</b>	<b>1,117,782</b>	<b>-</b>	<b>108,918,478</b>
<b>Liquidity gap</b>	<b>(68,200,675)</b>	<b>55,063,655</b>	<b>13,137,020</b>	<b>-</b>

**MS Scientific Beta US Equity Factors UCITS ETF**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	168,494,123	-	-	168,494,123
Cash and cash equivalents	1,080,449	-	-	1,080,449
<b>Total assets</b>	<b>169,574,572</b>	<b>-</b>	<b>-</b>	<b>169,574,572</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	6,552,869	-	-	6,552,869
Management fee payable	12,557	-	-	12,557
Administration fee payable	5,394	-	-	5,394
Depositary fee payable	2,197	-	-	2,197
Other accrued expenses	76,268	-	-	76,268
Net assets attributable to holders of redeemable participating shares	162,925,287	-	-	162,925,287
<b>Total liabilities</b>	<b>169,574,572</b>	<b>-</b>	<b>-</b>	<b>169,574,572</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Liquidity risk (continued)**

As at 31 July 2016

**IPM Systematic Macro UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	77,919,566	381,854,939	69,418,844	529,193,349
Cash and cash equivalents	146,687,949	-	-	146,687,949
Subscriptions receivable	542,207	-	-	542,207
<b>Total assets</b>	<b>225,149,722</b>	<b>381,854,939</b>	<b>69,418,844</b>	<b>676,423,505</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	685,859	19,056,944	-	19,742,803
Redemptions payable	451,754	-	-	451,754
Management fee payable	2,641,237	-	-	2,641,237
Performance fee payable	-	1,243,675	-	1,243,675
Administration fee payable	27,389	-	-	27,389
Depositary fee payable	6,515	-	-	6,515
Spot contracts payable	17,928	-	-	17,928
Other accrued expenses	292,179	-	-	292,179
Net assets attributable to holders of redeemable participating shares	652,000,025	-	-	652,000,025
<b>Total liabilities</b>	<b>656,122,886</b>	<b>20,300,619</b>	<b>-</b>	<b>676,423,505</b>
<b>Liquidity gap</b>	<b>(430,973,164)</b>	<b>361,554,320</b>	<b>69,418,844</b>	<b>-</b>

**Smartfund 80% Protected Balanced Fund**

	Less than 1 month £	1 month to 1 year £	More than 1 year £	Total £
<b>Assets</b>				
Financial assets at fair value through profit or loss	37,670,898	-	-	37,670,898
Cash and cash equivalents	2,496,614	-	-	2,496,614
Subscriptions receivable	410,671	-	-	410,671
Spot contracts receivable	154	-	-	154
Sundry debtors	4,800	-	-	4,800
<b>Total assets</b>	<b>40,583,137</b>	<b>-</b>	<b>-</b>	<b>40,583,137</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	3,445,500	-	-	3,445,500
Redemptions payable	39,327	-	-	39,327
Management fee payable	48,249	-	-	48,249
Administration fee payable	2,247	-	-	2,247
Depositary fee payable	632	-	-	632
Variation margin payable	13,393	-	-	13,393
Net assets attributable to holders of redeemable participating shares	37,033,789	-	-	37,033,789
<b>Total liabilities</b>	<b>40,583,137</b>	<b>-</b>	<b>-</b>	<b>40,583,137</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Liquidity risk (continued)**
**As at 31 July 2016**
**Smartfund 80% Protected Growth Fund**

	Less than 1 month £	1 month to 1 year £	More than 1 year £	Total £
<b>Assets</b>				
Financial assets at fair value through profit or loss	31,876,122	-	-	31,876,122
Cash and cash equivalents	3,427,783	-	-	3,427,783
Subscriptions receivable	200,581	-	-	200,581
Spot contracts receivable	2,570	-	-	2,570
Variation margin receivable	146	-	-	146
Sundry debtors	3,902	-	-	3,902
<b>Total assets</b>	<b>35,511,104</b>	<b>-</b>	<b>-</b>	<b>35,511,104</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	3,626,221	-	-	3,626,221
Redemptions payable	66,868	-	-	66,868
Management fee payable	40,954	-	-	40,954
Administration fee payable	1,915	-	-	1,915
Depositary fee payable	539	-	-	539
Variation margin payable	11,293	-	-	11,293
Net assets attributable to holders of redeemable participating shares	31,763,314	-	-	31,763,314
<b>Total liabilities</b>	<b>35,511,104</b>	<b>-</b>	<b>-</b>	<b>35,511,104</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II**

	Less than 1 month €	1 month to 1 year €	More than 1 year €	Total €
<b>Assets</b>				
Financial assets at fair value through profit or loss	35,696,985	-	-	35,696,985
Cash and cash equivalents	844,644	-	-	844,644
Subscriptions receivable	218,039	-	-	218,039
Variation margin receivable	14	-	-	14
<b>Total assets</b>	<b>36,759,682</b>	<b>-</b>	<b>-</b>	<b>36,759,682</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	1,505,529	-	-	1,505,529
Redemptions payable	44,666	-	-	44,666
Management fee payable	61,876	-	-	61,876
Administration fee payable	2,139	-	-	2,139
Depositary fee payable	587	-	-	587
Variation margin payable	866	-	-	866
Net assets attributable to holders of redeemable participating shares	35,144,019	-	-	35,144,019
<b>Total liabilities</b>	<b>36,759,682</b>	<b>-</b>	<b>-</b>	<b>36,759,682</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Liquidity risk (continued)**

As at 31 July 2016

**Mariner Lenus Healthcare UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Cash and cash equivalents	24,684,358	-	-	24,684,358
<b>Total assets</b>	<b>24,684,358</b>	<b>-</b>	<b>-</b>	<b>24,684,358</b>
<b>Liabilities</b>				
Management fee payable	24,050	-	-	24,050
Administration fee payable	2,377	-	-	2,377
Depositary fee payable	594	-	-	594
Spot contracts payable	1	-	-	1
Other accrued expenses	87,623	-	-	87,623
Net assets attributable to holders of redeemable participating shares	24,569,713	-	-	24,569,713
<b>Total liabilities</b>	<b>24,684,358</b>	<b>-</b>	<b>-</b>	<b>24,684,358</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**80% Protected Index Portfolio**

	Less than 1 month £	1 month to 1 year £	More than 1 year £	Total £
<b>Assets</b>				
Financial assets at fair value through profit or loss	1,383,005	-	-	1,383,005
Cash and cash equivalents	158,467	-	-	158,467
Subscriptions receivable	120,782	-	-	120,782
Sundry debtors	6,775	-	-	6,775
<b>Total assets</b>	<b>1,669,029</b>	<b>-</b>	<b>-</b>	<b>1,669,029</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	73,735	-	-	73,735
Securities purchased payable	149,933	-	-	149,933
Management fee payable	130	-	-	130
Administration fee payable	7,524	-	-	7,524
Depositary fee payable	1,908	-	-	1,908
Spot contracts payable	58	-	-	58
Variation margin payable	2,891	-	-	2,891
Net assets attributable to holders of redeemable participating shares	1,432,850	-	-	1,432,850
<b>Total liabilities</b>	<b>1,669,029</b>	<b>-</b>	<b>-</b>	<b>1,669,029</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Liquidity risk (continued)**

As at 31 July 2016

**Mariner Investment Diversifying Alternative UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	2,696,971	35,000	27,961,451	30,693,422
Cash and cash equivalents	12,305,799	-	-	12,305,799
Receivable for investments sold	52,950	-	-	52,950
Dividends and interest receivable	204,005	-	-	204,005
<b>Total assets</b>	<b>15,259,725</b>	<b>35,000</b>	<b>27,961,451</b>	<b>43,256,176</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	330,867	-	-	330,867
Securities purchased payable	16,898,878	-	-	16,898,878
Management fee payable	20,453	-	-	20,453
Administration fee payable	1,901	-	-	1,901
Depositary fee payable	475	-	-	475
Other accrued expenses	60,971	-	-	60,971
Net assets attributable to holders of redeemable participating shares	25,942,631	-	-	25,942,631
<b>Total liabilities</b>	<b>43,256,176</b>	<b>-</b>	<b>-</b>	<b>43,256,176</b>
<b>Liquidity gap</b>	<b>(27,996,451)</b>	<b>35,000</b>	<b>27,961,451</b>	<b>-</b>

**Smartfund Growth Fund**

	Less than 1 month £	1 month to 1 year £	More than 1 year £	Total £
<b>Assets</b>				
Financial assets at fair value through profit or loss	13,694,030	-	-	13,694,030
Cash and cash equivalents	141,581	-	-	141,581
Receivable for investments sold	1,541,899	-	-	1,541,899
Subscriptions receivable	56,844	-	-	56,844
Sundry debtors	2,250	-	-	2,250
<b>Total assets</b>	<b>15,436,604</b>	<b>-</b>	<b>-</b>	<b>15,436,604</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	1,370,739	-	-	1,370,739
Securities purchased payable	1,360,891	-	-	1,360,891
Redemptions payable	16,638	-	-	16,638
Management fee payable	11,299	-	-	11,299
Administration fee payable	6,254	-	-	6,254
Depositary fee payable	1,564	-	-	1,564
Spot contracts payable	31	-	-	31
Variation margin payable	195,604	-	-	195,604
Other accrued expenses	2	-	-	2
Net assets attributable to holders of redeemable participating shares	12,473,582	-	-	12,473,582
<b>Total liabilities</b>	<b>15,436,604</b>	<b>-</b>	<b>-</b>	<b>15,436,604</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Liquidity risk (continued)**
**As at 31 July 2016**
**Smartfund Cautious Fund**

	Less than 1 month £	1 month to 1 year £	More than 1 year £	Total £
<b>Assets</b>				
Financial assets at fair value through profit or loss	13,735,247	-	-	13,735,247
Cash and cash equivalents	157,097	-	-	157,097
Sundry debtors	1,609	-	-	1,609
<b>Total assets</b>	<b>13,893,953</b>	<b>-</b>	<b>-</b>	<b>13,893,953</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	1,379,773	-	-	1,379,773
Management fee payable	13,331	-	-	13,331
Administration fee payable	6,254	-	-	6,254
Depository fee payable	1,564	-	-	1,564
Other accrued expenses	3	-	-	3
Net assets attributable to holders of redeemable participating shares	12,493,028	-	-	12,493,028
<b>Total liabilities</b>	<b>13,893,953</b>	<b>-</b>	<b>-</b>	<b>13,893,953</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Smartfund Balanced Fund**

	Less than 1 month £	1 month to 1 year £	More than 1 year £	Total £
<b>Assets</b>				
Financial assets at fair value through profit or loss	23,717,947	-	-	23,717,947
Cash and cash equivalents	985,589	-	-	985,589
Variation margin receivable	19,064	-	-	19,064
<b>Total assets</b>	<b>24,722,600</b>	<b>-</b>	<b>-</b>	<b>24,722,600</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	2,252,542	-	-	2,252,542
Redemptions payable	277,000	-	-	277,000
Management fee payable	25,172	-	-	25,172
Administration fee payable	6,297	-	-	6,297
Depository fee payable	1,760	-	-	1,760
Other accrued expenses	2,346	-	-	2,346
Net assets attributable to holders of redeemable participating shares	22,157,483	-	-	22,157,483
<b>Total liabilities</b>	<b>24,722,600</b>	<b>-</b>	<b>-</b>	<b>24,722,600</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Liquidity risk (continued)**

As at 31 July 2016

**Market Neutral Credit UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	67,329	22,853,450	721,721	23,642,500
Cash and cash equivalents	15,992,478	-	-	15,992,478
Dividends and interest receivable	283,347	-	-	283,347
<b>Total assets</b>	<b>16,343,154</b>	<b>22,853,450</b>	<b>721,721</b>	<b>39,918,325</b>
<b>Liabilities</b>				
Management fee payable	71,763	-	-	71,763
Performance fee payable	-	56,228	-	56,228
Administration fee payable	4,588	-	-	4,588
Depository fee payable	1,785	-	-	1,785
Spot contracts payable	9	-	-	9
Other accrued expenses	27,321	-	-	27,321
Net assets attributable to holders of redeemable participating shares	39,756,631	-	-	39,756,631
<b>Total liabilities</b>	<b>39,862,097</b>	<b>56,228</b>	<b>-</b>	<b>39,918,325</b>
<b>Liquidity gap</b>	<b>(23,518,943)</b>	<b>22,797,222</b>	<b>721,721</b>	<b>-</b>

Indus Select Asia Pacific Fund and MS Algebris Global Financials UCITS Fund terminated during the year and did not have any liquidity risk exposure as at 31 July 2016.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Liquidity risk (continued)**
**As at 31 July 2015**
**MS PSAM Global Event UCITS Fund**

	Less than 1 month €	1 month to 1 year €	More than 1 year €	Total €
<b>Assets</b>				
Financial assets at fair value through profit or loss	908,236,986	-	-	908,236,986
Cash and cash equivalents	3,941,414	-	-	3,941,414
Subscriptions receivable	19,302,986	-	-	19,302,986
<b>Total assets</b>	<b>931,481,386</b>	<b>-</b>	<b>-</b>	<b>931,481,386</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	2,689,262	-	-	2,689,262
Redemptions payable	49,692,783	-	-	49,692,783
Management fee payable	2,438,447	-	-	2,438,447
Performance fee payable	48,190	-	-	48,190
Administration fee payable	101,550	-	-	101,550
Custody fee payable	46,272	-	-	46,272
Spot contracts payable	448,003	-	-	448,003
Variation margin payable	9,362,832	-	-	9,362,832
Other accrued expenses	694,746	-	-	694,746
Net assets attributable to holders of redeemable participating shares	865,959,301	-	-	865,959,301
<b>Total liabilities</b>	<b>931,481,386</b>	<b>-</b>	<b>-</b>	<b>931,481,386</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Salar Convertible Absolute Return Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	6,799,917	52,590,915	217,064,751	276,455,583
Cash and cash equivalents	4,285,018	-	-	4,285,018
Receivable for investments sold	7,917,877	-	-	7,917,877
Subscriptions receivable	4,333,906	-	-	4,333,906
Dividends and interest receivable	718,424	-	-	718,424
Spot contracts receivable	577,348	-	-	577,348
<b>Total assets</b>	<b>24,632,490</b>	<b>52,590,915</b>	<b>217,064,751</b>	<b>294,288,156</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	579,871	434,665	-	1,014,536
Securities purchased payable	12,686,078	-	-	12,686,078
Management fee payable	422,498	-	-	422,498
Performance fee payable	1,201,944	-	-	1,201,944
Administration fee payable	32,835	-	-	32,835
Custody fee payable	13,016	-	-	13,016
Variation margin payable	1,331,300	-	-	1,331,300
Other accrued expenses	163,335	-	-	163,335
Net assets attributable to holders of redeemable participating shares	277,422,614	-	-	277,422,614
<b>Total liabilities</b>	<b>293,853,491</b>	<b>434,665</b>	<b>-</b>	<b>294,288,156</b>
<b>Liquidity gap</b>	<b>(269,221,001)</b>	<b>52,156,250</b>	<b>217,064,751</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Liquidity risk (continued)**
**As at 31 July 2015**
**Indus Select Asia Pacific Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	7,870,321	715,526	-	8,585,847
Cash and cash equivalents	385,236	-	-	385,236
Receivable for investments sold	40,528	-	-	40,528
Dividends and interest receivable	29,725	-	-	29,725
Spot contracts receivable	5	-	-	5
<b>Total assets</b>	<b>8,325,815</b>	<b>715,526</b>	<b>-</b>	<b>9,041,341</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	-	137,814	-	137,814
Management fee payable	11,165	-	-	11,165
Performance fee payable	464	-	-	464
Administration fee payable	4,505	-	-	4,505
Custody fee payable	1,553	-	-	1,553
Other accrued expenses	4,220	-	-	4,220
Net assets attributable to holders of redeemable participating shares	8,881,620	-	-	8,881,620
<b>Total liabilities</b>	<b>8,903,527</b>	<b>137,814</b>	<b>-</b>	<b>9,041,341</b>
<b>Liquidity gap</b>	<b>(577,712)</b>	<b>577,712</b>	<b>-</b>	<b>-</b>

**MS Algebris Global Financials UCITS Fund**

	Less than 1 month €	1 month to 1 year €	More than 1 year €	Total €
<b>Assets</b>				
Financial assets at fair value through profit or loss	4,983,631	204,408	-	5,188,039
Cash and cash equivalents	3,475,705	-	-	3,475,705
Receivable for investments sold	70,279	-	-	70,279
Dividends and interest receivable	2,842	-	-	2,842
Variation margin receivable	36,390	-	-	36,390
Sundry debtors	28,358	-	-	28,358
<b>Total assets</b>	<b>8,597,205</b>	<b>204,408</b>	<b>-</b>	<b>8,801,613</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	385,063	111,355	-	496,418
Securities purchased payable	350,904	-	-	350,904
Management fee payable	22,650	-	-	22,650
Performance fee payable	14,318	-	-	14,318
Administration fee payable	5,731	-	-	5,731
Custody fee payable	6,993	-	-	6,993
Spot contracts payable	188	-	-	188
Variation margin payable	1,302	-	-	1,302
Other accrued expenses	1,574	-	-	1,574
Net assets attributable to holders of redeemable participating shares	7,901,535	-	-	7,901,535
<b>Total liabilities</b>	<b>8,690,258</b>	<b>111,355</b>	<b>-</b>	<b>8,801,613</b>
<b>Liquidity gap</b>	<b>(93,053)</b>	<b>93,053</b>	<b>-</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Liquidity risk (continued)**

**As at 31 July 2015**

**Emerging Markets Equity Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	125,617,698	-	-	125,617,698
Cash and cash equivalents	967,599	-	-	967,599
Subscriptions receivable	25,591	-	-	25,591
Dividends and interest receivable	57,617	-	-	57,617
Variation margin receivable	1,085,938	-	-	1,085,938
<b>Total assets</b>	<b>127,754,443</b>	<b>-</b>	<b>-</b>	<b>127,754,443</b>
<b>Liabilities</b>				
Redemptions payable	80,363	-	-	80,363
Management fee payable	93,347	-	-	93,347
Other accrued expenses	57,619	-	-	57,619
Net assets attributable to holders of redeemable participating shares	127,523,114	-	-	127,523,114
<b>Total liabilities</b>	<b>127,754,443</b>	<b>-</b>	<b>-</b>	<b>127,754,443</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Indus PacifiChoice Asia Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	187,110,620	4,543,014	2,987,636	194,641,270
Cash and cash equivalents	28,690,277	-	-	28,690,277
Receivable for investments sold	4,225,639	-	-	4,225,639
Subscriptions receivable	2,559,355	-	-	2,559,355
Dividends and interest receivable	371,978	-	-	371,978
Spot contracts receivable	6,939	-	-	6,939
Variation margin receivable	32,472	-	-	32,472
Sundry debtors	630	-	-	630
<b>Total assets</b>	<b>222,997,910</b>	<b>4,543,014</b>	<b>2,987,636</b>	<b>230,528,560</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	5,693,286	991,603	-	6,684,889
Securities purchased payable	9,245,899	-	-	9,245,899
Management fee payable	254,124	-	-	254,124
Performance fee payable	2,988,150	-	-	2,988,150
Administration fee payable	26,298	-	-	26,298
Custody fee payable	7,791	-	-	7,791
Variation margin payable	1,426,453	-	-	1,426,453
Other accrued expenses	285,616	-	-	285,616
Net assets attributable to holders of redeemable participating shares	209,609,340	-	-	209,609,340
<b>Total liabilities</b>	<b>229,536,957</b>	<b>991,603</b>	<b>-</b>	<b>230,528,560</b>
<b>Liquidity gap</b>	<b>(6,539,047)</b>	<b>3,551,411</b>	<b>2,987,636</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Liquidity risk (continued)**
**As at 31 July 2015**
**MS Ascend UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	208,909,419	-	-	208,909,419
Cash and cash equivalents	2,305,933	-	-	2,305,933
Subscriptions receivable	4,419,402	-	-	4,419,402
Variation margin receivable	524,002	-	-	524,002
Sundry debtors	138,810	-	-	138,810
<b>Total assets</b>	<b>216,297,566</b>	-	-	<b>216,297,566</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	523,893	-	-	523,893
Management fee payable	224,540	-	-	224,540
Performance fee payable	806,893	-	-	806,893
Administration fee payable	26,680	-	-	26,680
Custody fee payable	6,198	-	-	6,198
Variation margin payable	2,451,767	-	-	2,451,767
Other accrued expenses	179,022	-	-	179,022
Net assets attributable to holders of redeemable participating shares	212,078,573	-	-	212,078,573
<b>Total liabilities</b>	<b>216,297,566</b>	-	-	<b>216,297,566</b>
<b>Liquidity gap</b>	-	-	-	-

**MS Alkeon UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	211,010,905	-	-	211,010,905
Cash and cash equivalents	5,280,043	-	-	5,280,043
Subscriptions receivable	876,180	-	-	876,180
Spot contracts receivable	219,484	-	-	219,484
<b>Total assets</b>	<b>217,386,612</b>	-	-	<b>217,386,612</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	2,683,664	-	-	2,683,664
Redemptions payable	401,956	-	-	401,956
Management fee payable	293,849	-	-	293,849
Performance fee payable	1,552,745	-	-	1,552,745
Administration fee payable	27,728	-	-	27,728
Custody fee payable	6,535	-	-	6,535
Variation margin payable	4,559,364	-	-	4,559,364
Other accrued expenses	182,657	-	-	182,657
Net assets attributable to holders of redeemable participating shares	207,678,114	-	-	207,678,114
<b>Total liabilities</b>	<b>217,386,612</b>	-	-	<b>217,386,612</b>
<b>Liquidity gap</b>	-	-	-	-

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Liquidity risk (continued)**
**As at 31 July 2015**
**MS SLJ Macro UCITS Fund**

	Less than 1 month €	1 month to 1 year €	More than 1 year €	Total €
<b>Assets</b>				
Financial assets at fair value through profit or loss	-	1,540,796	-	1,540,796
Cash and cash equivalents	10,947,072	-	-	10,947,072
Subscriptions receivable	512,684	-	-	512,684
Spot contracts receivable	720	-	-	720
Sundry debtors	13,809	-	-	13,809
<b>Total assets</b>	<b>11,474,285</b>	<b>1,540,796</b>	<b>-</b>	<b>13,015,081</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	53	1,511,895	-	1,511,948
Redemptions payable	9,170	-	-	9,170
Management fee payable	8,309	-	-	8,309
Administration fee payable	5,713	-	-	5,713
Custody fee payable	3,603	-	-	3,603
Net assets attributable to holders of redeemable participating shares	11,476,338	-	-	11,476,338
<b>Total liabilities</b>	<b>11,503,186</b>	<b>1,511,895</b>	<b>-</b>	<b>13,015,081</b>
<b>Liquidity gap</b>	<b>(28,901)</b>	<b>28,901</b>	<b>-</b>	<b>-</b>

**MS QTI UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	3,304,224	8,997,983	2,512,898	14,815,105
Cash and cash equivalents	519,880	-	-	519,880
<b>Total assets</b>	<b>3,824,104</b>	<b>8,997,983</b>	<b>2,512,898</b>	<b>15,334,985</b>
<b>Liabilities</b>				
Management fee payable	5,301	-	-	5,301
Administration fee payable	5,252	-	-	5,252
Custody fee payable	1,553	-	-	1,553
Other accrued expenses	1,952	-	-	1,952
Net assets attributable to holders of redeemable participating shares	15,320,927	-	-	15,320,927
<b>Total liabilities</b>	<b>15,334,985</b>	<b>-</b>	<b>-</b>	<b>15,334,985</b>
<b>Liquidity gap</b>	<b>(11,510,881)</b>	<b>8,997,983</b>	<b>2,512,898</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

Liquidity risk (continued)

As at 31 July 2015

**MS Long Term Trends UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	8,123,470	30,468,209	8,577,925	47,169,604
Cash and cash equivalents	4,109,855	-	-	4,109,855
<b>Total assets</b>	<b>12,233,325</b>	<b>30,468,209</b>	<b>8,577,925</b>	<b>51,279,459</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	2,955	-	-	2,955
Redemptions payable	780,251	-	-	780,251
Management fee payable	14,509	-	-	14,509
Administration fee payable	7,102	-	-	7,102
Custody fee payable	1,754	-	-	1,754
Other accrued expenses	40,980	-	-	40,980
Net assets attributable to holders of redeemable participating shares	50,431,908	-	-	50,431,908
<b>Total liabilities</b>	<b>51,279,459</b>	<b>-</b>	<b>-</b>	<b>51,279,459</b>
<b>Liquidity gap</b>	<b>(39,046,134)</b>	<b>30,468,209</b>	<b>8,577,925</b>	<b>-</b>

**MS Swiss Life Multi Asset Protected Fund**

	Less than 1 month CHF	1 month to 1 year CHF	More than 1 year CHF	Total CHF
<b>Assets</b>				
Financial assets at fair value through profit or loss	48,783,811	733,163	1,987,414	51,504,388
Cash and cash equivalents	6,443,331	-	-	6,443,331
Subscriptions receivable	4,947	-	-	4,947
Sundry debtors	79,450	-	-	79,450
<b>Total assets</b>	<b>55,311,539</b>	<b>733,163</b>	<b>1,987,414</b>	<b>58,032,116</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	-	353,118	-	353,118
Redemptions payable	1,133	-	-	1,133
Management fee payable	148,126	-	-	148,126
Administration fee payable	57,862	-	-	57,862
Custody fee payable	21,588	-	-	21,588
Net assets attributable to holders of redeemable participating shares	57,450,289	-	-	57,450,289
<b>Total liabilities</b>	<b>57,678,998</b>	<b>353,118</b>	<b>-</b>	<b>58,032,116</b>
<b>Liquidity gap</b>	<b>(2,367,459)</b>	<b>380,045</b>	<b>1,987,414</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Liquidity risk (continued)**
**As at 31 July 2015**
**MS Dalton Asia Pacific UCITS Fund**

	Less than 1 month €	1 month to 1 year €	More than 1 year €	Total €
<b>Assets</b>				
Financial assets at fair value through profit or loss	80,638,036	-	621,125	81,259,161
Cash and cash equivalents	12,074,838	-	-	12,074,838
Subscriptions receivable	385,480	-	-	385,480
Dividends and interest receivable	250,299	-	-	250,299
<b>Total assets</b>	<b>93,348,653</b>	<b>-</b>	<b>621,125</b>	<b>93,969,778</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	824,867	-	-	824,867
Securities purchased payable	293,233	-	-	293,233
Redemptions payable	11,719	-	-	11,719
Management fee payable	312,351	-	-	312,351
Performance fee payable	608,169	-	-	608,169
Administration fee payable	12,051	-	-	12,051
Custody fee payable	9,850	-	-	9,850
Other accrued expenses	197,599	-	-	197,599
Net assets attributable to holders of redeemable participating shares	91,699,939	-	-	91,699,939
<b>Total liabilities</b>	<b>93,969,778</b>	<b>-</b>	<b>-</b>	<b>93,969,778</b>
<b>Liquidity gap</b>	<b>(621,125)</b>	<b>-</b>	<b>621,125</b>	<b>-</b>

**MS TCW Unconstrained Plus Bond Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	4,082,564	7,484,157	90,143,450	101,710,171
Cash and cash equivalents	6,561,877	-	-	6,561,877
Receivable for investments sold	156,912	-	-	156,912
Dividends and interest receivable	377,612	-	-	377,612
<b>Total assets</b>	<b>11,178,965</b>	<b>7,484,157</b>	<b>90,143,450</b>	<b>108,806,572</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	1,344,945	-	-	1,344,945
Securities purchased payable	1,134,966	-	-	1,134,966
Redemptions payable	33,145	-	-	33,145
Management fee payable	551,203	-	-	551,203
Administration fee payable	14,980	-	-	14,980
Custody fee payable	4,951	-	-	4,951
Variation margin payable	15,031	-	-	15,031
Other accrued expenses	55,481	-	-	55,481
Net assets attributable to holders of redeemable participating shares	105,651,870	-	-	105,651,870
<b>Total liabilities</b>	<b>108,806,572</b>	<b>-</b>	<b>-</b>	<b>108,806,572</b>
<b>Liquidity gap</b>	<b>(97,627,607)</b>	<b>7,484,157</b>	<b>90,143,450</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Liquidity risk (continued)**

As at 31 July 2015

**MS Broadmark Tactical Plus UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	2,000,672	46,988,270	-	48,988,942
Cash and cash equivalents	10,331,018	-	-	10,331,018
Sundry debtors	86	-	-	86
<b>Total assets</b>	<b>12,331,776</b>	<b>46,988,270</b>	<b>-</b>	<b>59,320,046</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	-	210,026	-	210,026
Management fee payable	37,769	-	-	37,769
Administration fee payable	6,080	-	-	6,080
Custody fee payable	1,719	-	-	1,719
Other accrued expenses	61,613	-	-	61,613
Net assets attributable to holders of redeemable participating shares	59,002,839	-	-	59,002,839
<b>Total liabilities</b>	<b>59,110,020</b>	<b>210,026</b>	<b>-</b>	<b>59,320,046</b>
<b>Liquidity gap</b>	<b>(46,778,244)</b>	<b>46,778,244</b>	<b>-</b>	<b>-</b>

**MS Scientific Beta Global Equity Factors UCITS ETF**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	127,382,861	958,593	-	128,341,454
Cash and cash equivalents	3,020,478	-	-	3,020,478
Receivable for investments sold	74,737,471	-	-	74,737,471
<b>Total assets</b>	<b>205,140,810</b>	<b>958,593</b>	<b>-</b>	<b>206,099,403</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	-	2,609,635	-	2,609,635
Securities purchased payable	73,178,822	-	-	73,178,822
Management fee payable	43,786	-	-	43,786
Administration fee payable	2,812	-	-	2,812
Custody fee payable	1,621	-	-	1,621
Spot contracts payable	24,754	-	-	24,754
Other accrued expenses	4,011,787	-	-	4,011,787
Net assets attributable to holders of redeemable participating shares	126,226,186	-	-	126,226,186
<b>Total liabilities</b>	<b>203,489,768</b>	<b>2,609,635</b>	<b>-</b>	<b>206,099,403</b>
<b>Liquidity gap</b>	<b>1,651,042</b>	<b>(1,651,042)</b>	<b>-</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Liquidity risk (continued)**
**As at 31 July 2015**
**MS Lynx UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	21,368,892	50,970,581	18,617,292	90,956,765
Cash and cash equivalents	4,457,474	-	-	4,457,474
<b>Total assets</b>	<b>25,826,366</b>	<b>50,970,581</b>	<b>18,617,292</b>	<b>95,414,239</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	191,088	-	-	191,088
Securities purchased payable	531,846	-	-	531,846
Management fee payable	8,581	-	-	8,581
Administration fee payable	12,459	-	-	12,459
Custody fee payable	2,942	-	-	2,942
Spot contracts payable	626	-	-	626
Other accrued expenses	73,192	-	-	73,192
Net assets attributable to holders of redeemable participating shares	94,593,505	-	-	94,593,505
<b>Total liabilities</b>	<b>95,414,239</b>	<b>-</b>	<b>-</b>	<b>95,414,239</b>
<b>Liquidity gap</b>	<b>(69,587,873)</b>	<b>50,970,581</b>	<b>18,617,292</b>	<b>-</b>

**MS Nezu Cyclical Japan UCITS Fund**

	Less than 1 month ¥	1 month to 1 year ¥	More than 1 year ¥	Total ¥
<b>Assets</b>				
Financial assets at fair value through profit or loss	16,831,550,795	-	-	16,831,550,795
Cash and cash equivalents	3,518,093,544	-	-	3,518,093,544
Receivable for investments sold	470,955,200	-	-	470,955,200
Subscriptions receivable	556,969,697	-	-	556,969,697
Dividends and interest receivable	38,118,987	-	-	38,118,987
Spot contracts receivable	83,453	-	-	83,453
Variation margin receivable	833,347,721	-	-	833,347,721
<b>Total assets</b>	<b>22,249,119,397</b>	<b>-</b>	<b>-</b>	<b>22,249,119,397</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	69,625,951	-	-	69,625,951
Securities purchased payable	892,236,107	-	-	892,236,107
Management fee payable	17,902,495	-	-	17,902,495
Performance fee payable	234,002,673	-	-	234,002,673
Administration fee payable	2,532,615	-	-	2,532,615
Custody fee payable	577,667	-	-	577,667
Variation margin payable	343,545,719	-	-	343,545,719
Other accrued expenses	119,223,127	-	-	119,223,127
Net assets attributable to holders of redeemable participating shares	20,569,473,043	-	-	20,569,473,043
<b>Total liabilities</b>	<b>22,249,119,397</b>	<b>-</b>	<b>-</b>	<b>22,249,119,397</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Liquidity risk (continued)**
**As at 31 July 2015**
**MS Kairos Enhanced Selection UCITS Fund**

	Less than 1 month €	1 month to 1 year €	More than 1 year €	Total €
<b>Assets</b>				
Financial assets at fair value through profit or loss	54,902,711	-	-	54,902,711
Cash and cash equivalents	715,464	-	-	715,464
Subscriptions receivable	1,986,767	-	-	1,986,767
Variation margin receivable	242,915	-	-	242,915
<b>Total assets</b>	<b>57,847,857</b>	<b>-</b>	<b>-</b>	<b>57,847,857</b>
<b>Liabilities</b>				
Management fee payable	100,722	-	-	100,722
Performance fee payable	191,099	-	-	191,099
Administration fee payable	7,512	-	-	7,512
Custody fee payable	4,217	-	-	4,217
Variation margin payable	443,934	-	-	443,934
Other accrued expenses	48,750	-	-	48,750
Net assets attributable to holders of redeemable participating shares	57,051,623	-	-	57,051,623
<b>Total liabilities</b>	<b>57,847,857</b>	<b>-</b>	<b>-</b>	<b>57,847,857</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund**

	Less than 1 month €	1 month to 1 year €	More than 1 year €	Total €
<b>Assets</b>				
Financial assets at fair value through profit or loss	444,419,455	-	-	444,419,455
Cash and cash equivalents	7,731,525	-	-	7,731,525
Subscriptions receivable	3,921,567	-	-	3,921,567
Variation margin receivable	163	-	-	163
<b>Total assets</b>	<b>456,072,710</b>	<b>-</b>	<b>-</b>	<b>456,072,710</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	4,975,941	-	-	4,975,941
Redemptions payable	1,108,717	-	-	1,108,717
Management fee payable	645,090	-	-	645,090
Administration fee payable	83,347	-	-	83,347
Custody fee payable	34,014	-	-	34,014
Variation margin payable	20,563	-	-	20,563
Net assets attributable to holders of redeemable participating shares	449,205,038	-	-	449,205,038
<b>Total liabilities</b>	<b>456,072,710</b>	<b>-</b>	<b>-</b>	<b>456,072,710</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Liquidity risk (continued)**

As at 31 July 2015

**Global Equity Risk Premia Long/Short UCITS Fund**

	Less than 1 month €	1 month to 1 year €	More than 1 year €	Total €
<b>Assets</b>				
Financial assets at fair value through profit or loss	320,361,268	-	-	320,361,268
Cash and cash equivalents	3,126,195	-	-	3,126,195
Subscriptions receivable	164,468	-	-	164,468
<b>Total assets</b>	<b>323,651,931</b>	<b>-</b>	<b>-</b>	<b>323,651,931</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	11,485,297	-	-	11,485,297
Redemptions payable	19,393	-	-	19,393
Management fee payable	61,852	-	-	61,852
Administration fee payable	84,631	-	-	84,631
Custody fee payable	18,651	-	-	18,651
Other accrued expenses	175,777	-	-	175,777
Net assets attributable to holders of redeemable participating shares	311,806,330	-	-	311,806,330
<b>Total liabilities</b>	<b>323,651,931</b>	<b>-</b>	<b>-</b>	<b>323,651,931</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**MS Tremblant Long/Short Equity UCITS Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	84,966,085	-	-	84,966,085
Cash and cash equivalents	1,620,638	-	-	1,620,638
Subscriptions receivable	3,204,066	-	-	3,204,066
Variation margin receivable	646,085	-	-	646,085
<b>Total assets</b>	<b>90,436,874</b>	<b>-</b>	<b>-</b>	<b>90,436,874</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	824,418	-	-	824,418
Management fee payable	207,214	-	-	207,214
Performance fee payable	542,676	-	-	542,676
Administration fee payable	11,207	-	-	11,207
Custody fee payable	2,783	-	-	2,783
Spot contracts payable	698,955	-	-	698,955
Variation margin payable	60,362	-	-	60,362
Other accrued expenses	59,763	-	-	59,763
Net assets attributable to holders of redeemable participating shares	88,029,496	-	-	88,029,496
<b>Total liabilities</b>	<b>90,436,874</b>	<b>-</b>	<b>-</b>	<b>90,436,874</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Liquidity risk (continued)**

As at 31 July 2015

**MSCI Emerging Markets ESG Equity Fund**

	Less than 1 month US\$	1 month to 1 year US\$	More than 1 year US\$	Total US\$
<b>Assets</b>				
Financial assets at fair value through profit or loss	540,086,794	-	-	540,086,794
Cash and cash equivalents	1,107,834	-	-	1,107,834
<b>Total assets</b>	<b>541,194,628</b>	<b>-</b>	<b>-</b>	<b>541,194,628</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss	30,636,971	-	-	30,636,971
Management fee payable	265,523	-	-	265,523
Administration fee payable	74,893	-	-	74,893
Custody fee payable	26,572	-	-	26,572
Other accrued expenses	68,361	-	-	68,361
Net assets attributable to holders of redeemable participating shares	510,122,308	-	-	510,122,308
<b>Total liabilities</b>	<b>541,194,628</b>	<b>-</b>	<b>-</b>	<b>541,194,628</b>
<b>Liquidity gap</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

RiverCrest European Equity Alpha Fund, MS Claritas Long Short Market Neutral UCITS Fund, MS Turner Spectrum UCITS Fund and MS Discretionary Plus UCITS Fund terminated during the year and did not have any liquidity risk exposure as at 31 July 2015.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Credit risk**

Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss for a Sub-Fund by failing to discharge an obligation.

The financial assets of the Sub-Funds are held with Northern Trust Fiduciary Services (Ireland) Limited, the Depository, and Morgan Stanley & Co International plc ("MSI"), Sub-Custodian to certain Sub-Funds. Where assets are held with the Northern Trust Fiduciary Services (Ireland) Limited, they are held distinct and separately from the proprietary assets of the Depository. Securities are clearly recorded to ensure they are held on behalf of the Sub-Funds. Bankruptcy or insolvency of the Depository and or one of its agents or affiliates may cause the Sub-Funds' rights with respect to the securities held by the Depository to be delayed.

Where Morgan Stanley & Co International plc is the appointed Sub-Custodian to a Sub-Fund, the assets are held by MSI as Sub-Custodian on behalf of, and for the benefit of, the Sub-Fund, and recorded in MSI's books and records as being client assets and not proprietary assets of MSI. Bankruptcy or insolvency of the Sub-Custodian and or one of its agents or affiliates may cause the Sub-Fund's rights with respect to the securities held by the Sub-Custodian to be delayed.

The cash balances of the Sub-Funds are held with Northern Trust Company, London Branch, global Custodian to the Depository Company and Morgan Stanley & Co International plc, where it is the appointed Sub-Custodian to a Sub-Fund.

Cash deposited with Northern Trust Company, London Branch is deposited as banker and is held on its Balance Sheet. Accordingly, in accordance with usual banking practice, Northern Trust Company, London Branch's liability to the Sub-Fund in respect of such cash deposits shall be that of debtor and the Sub-Fund will rank as a general creditor of Northern Trust Company, London Branch. Northern Trust Fiduciary Services (Ireland) Limited and Northern Trust Company, London Branch are wholly owned subsidiaries of the Northern Trust Corporation. As at 31 July 2016 the Northern Trust Corporation has a credit rating of A+ from Standard & Poor's (31 July 2015: A+).

Cash held with Morgan Stanley & Co International plc is held separate from MSI's own assets under a client money protection agreement. MSI is an indirect wholly owned subsidiary of Morgan Stanley. As at 31 July 2016 MSI has a credit rating of A from Standard & Poor's (31 July 2015: A).

The Sub-Funds are exposed to credit risk arising from transactions with their counterparties, Morgan Stanley & Co International plc, Northern Trust Fiduciary Services (Ireland) Limited, Bank of America N.A., Chase Manhattan Bank, UBS AG, Goldman Sachs International, Citibank N.A., Societe Generale, Deutsche Bank AG and JP Morgan & Co. Bankruptcy or insolvency of a counterparty may cause a Sub-Fund's rights with respect to its assets to be delayed. To mitigate against these risks the Sub-Funds require their counterparties to be financial institutions that are regulated entities subject to prudential supervision.

It is the Sub-Funds' policy to enter into financial instruments with reputable counterparties.

The Investment Manager closely monitors the creditworthiness of the Sub-Funds' counterparties (e.g., brokers, Depository and Sub-Custodian) by reviewing their credit ratings, financial statements and press releases on a regular basis.

The Sub-Funds restrict the exposure to losses on derivative instruments they hold by entering into master-netting arrangements with major counterparties with whom a significant volume of transactions are undertaken. Such an arrangement provides for a single net settlement of all financial instruments covered by the agreement in the event of default on any one contract. Master-netting arrangements do not result in an offset of assets and liabilities in the Statement of Financial Position unless certain conditions for offsetting under IAS 32 apply.

Although master-netting arrangements may significantly reduce credit risk, it should be noted that:

- Credit risk is eliminated only to the extent that amounts due to the same counterparty will be settled after the assets are realised; and
- The extent to which overall credit risk is reduced may change substantially within a short period because the exposure is affected by each transaction subject to the arrangement.

Please refer to note 6 for information on the potential effect of offsetting financial instruments subject to enforceable master netting arrangement.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Credit risk (continued)**

It is the Company's policy that the Investment Manager closely monitors counterparties' creditworthiness as well as the fair value of collateral held and upon unfavourable change, seek to terminate the agreement or to obtain additional collateral. Credit risk relating to unsettled transactions in listed securities is considered to be minimal as the Sub-Funds only use brokers with high creditworthiness and the transactions are settled or paid for only upon delivery. Payments on securities acquired are only made after the broker has received the securities.

The Sub-Funds reduce the settlement risk on gross settled foreign exchange derivatives by using a foreign exchange clearing house which allows transactions to be settled on a delivery versus payment basis.

The following tables summarise the Sub-Funds' maximum credit risk exposure as at the Statement of Financial Position date. The credit risk relating to debt securities held by Salar Convertible Absolute Return Fund in these tables only shows the credit risk of the Funding Assets which is fully transferred via the total return swap to the Approved Counterparty. It is not representative of the credit risk of the Reference Portfolio and as such does not reflect the Sub-Fund's actual economic exposure.

**As at 31 July 2016**

	<b>MS PSAM Global Event UCITS Fund As at 31 July 2016</b>	<b>Salar Convertible Absolute Return Fund As at 31 July 2016</b>	<b>Indus Select Asia Pacific Fund As at 31 July 2016</b>	<b>MS Algebris Global Financials UCITS Fund As at 31 July 2016</b>	<b>Emerging Markets Equity Fund As at 31 July 2016</b>	<b>Indus PacificChoice Asia Fund As at 31 July 2016</b>
	€	US\$	US\$	€	US\$	US\$
Debt securities	-	180,960,863	-	-	-	-
Derivative assets	97	2,765,900	-	-	639,598	8,659,482
Cash and cash equivalents	4,209,601	60,618	25,867	4,250	6,013,282	17,561,348
Receivable for investments sold	-	2,951,758	-	-	-	2,302,598
Subscriptions receivable	-	-	-	-	20,447	-
Dividends and interest receivable	-	621,371	-	-	-	219,067
Spot contracts receivable	12,864	-	-	-	114,820	91,273
Variation margin receivable	3,299,808	904,848	-	-	-	350,146
Sundry debtors	-	-	4,161	10,162	-	2,322
	<b>7,522,370</b>	<b>188,265,358</b>	<b>30,028</b>	<b>14,412</b>	<b>6,788,147</b>	<b>29,186,236</b>
	<b>MS Ascend UCITS Fund As at 31 July 2016</b>	<b>MS Alkeon UCITS Fund As at 31 July 2016</b>	<b>MS SLJ Macro UCITS Fund As at 31 July 2016</b>	<b>MS QTI UCITS Fund As at 31 July 2016</b>	<b>MS Long Term Trends UCITS Fund As at 31 July 2016</b>	<b>MS Swiss Life Multi Asset Protected Fund As at 31 July 2016</b>
	US\$	US\$	€	US\$	US\$	CHF
Debt securities	-	-	-	10,495,824	29,153,424	-
Derivative assets	2,673,212	903,278	1,277,727	2,350,558	5,942,905	2,165,805
Cash and cash equivalents	53,630,841	-	37,727,964	1,140,608	3,128,969	2,249,307
Receivable for investments sold	-	-	-	161,280	175,965	-
Subscriptions receivable	-	-	76,013	-	-	405
	<b>56,304,053</b>	<b>903,278</b>	<b>39,081,704</b>	<b>14,148,270</b>	<b>38,401,263</b>	<b>4,415,517</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Credit risk (continued)**

As at 31 July 2016

	<b>MS Dalton Asia Pacific UCITS Fund</b>	<b>MS TCW Unconstrained Plus Bond Fund</b>	<b>MS Broadmark Tactical Plus UCITS Fund</b>	<b>MS Scientific Beta Global Equity Factors UCITS ETF</b>	<b>MS Lynx UCITS Fund</b>	<b>MS Nezu Cyclical Japan UCITS Fund</b>
	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>
	<b>€</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>¥</b>
Debt securities	601,610	101,981,630	48,945,826	-	115,686,133	-
Derivative assets	1,230,666	796,431	626,850	11,508,590	34,413,274	160,731,440
Cash and cash equivalents	1,567,705	9,719,239	7,115,855	775,649	5,533,594	4,131,112,551
Receivable for investments sold	5,803,692	140,261	-	-	-	432,936,814
Subscriptions receivable	-	35,858	-	-	5,591,252	-
Dividends and interest receivable	135,043	510,502	-	-	-	227,476
Spot contracts receivable	-	-	-	-	-	180,507
Variation margin receivable	-	-	-	-	-	26,710,751
Sundry debtors	-	-	-	-	-	23,380
	<b>9,338,716</b>	<b>113,183,921</b>	<b>56,688,531</b>	<b>12,284,239</b>	<b>161,224,253</b>	<b>4,751,922,919</b>
	<b>MS Kairos Enhanced Selection UCITS Fund</b>	<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund</b>	<b>Global Equity Risk Premia Long/Short UCITS Fund</b>	<b>MS Tremblant Long/Short Equity UCITS Fund</b>	<b>MSCI Emerging Markets ESG Equity Fund</b>	<b>DAX® 80 Garant</b>
	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>	<b>As at 31 July 2016</b>
	<b>€</b>	<b>€</b>	<b>€</b>	<b>US\$</b>	<b>US\$</b>	<b>€</b>
Derivative assets	-	2,318,789	6,254,191	198,734	146,175,768	123,139
Cash and cash equivalents	444,176	-	1,890,244	1,720,297	2,061,997	126,780
Receivable for investments sold	-	41,532,136	-	-	118,340	-
Subscriptions receivable	-	1,469,207	187,949	-	-	-
Spot contracts receivable	-	103,363	-	-	-	-
Variation margin receivable	932,170	16,730	-	-	30,731	-
Sundry debtors	-	-	-	1,279	-	-
	<b>1,376,346</b>	<b>45,440,225</b>	<b>8,332,384</b>	<b>1,920,310</b>	<b>148,386,836</b>	<b>249,919</b>



**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Credit risk (continued)**

**As at 31 July 2016**

	<b>Market Neutral Credit UCITS Fund As at 31 July 2016 US\$</b>
Debt securities	22,656,066
Derivative assets	986,434
Cash and cash equivalents	15,992,478
Dividends and interest receivable	283,347
	<b><u>39,918,325</u></b>

**As at 31 July 2015**

	<b>MS PSAM Global Event UCITS Fund As at 31 July 2015 €</b>	<b>Salar Convertible Absolute Return Fund As at 31 July 2015 US\$</b>	<b>Indus Select Asia Pacific Fund As at 31 July 2015 US\$</b>	<b>MS Algebris Global Financials UCITS Fund As at 31 July 2015 €</b>	<b>Emerging Markets Equity Fund As at 31 July 2015 US\$</b>	<b>Indus PacifiChoice Asia Fund As at 31 July 2015 US\$</b>
Debt securities	-	269,655,666	-	-	-	-
Derivative assets	526,156	1,463,994	99,317	347,798	2,075,379	13,402,224
Cash and cash equivalents	3,941,414	4,285,018	385,236	3,475,705	967,599	28,690,277
Receivable for investments sold	-	7,917,877	40,528	70,279	-	4,225,639
Subscriptions receivable	19,302,986	4,333,906	-	-	25,591	2,559,355
Dividends and interest receivable	-	718,424	29,725	2,842	57,617	371,978
Spot contracts receivable	-	577,348	5	-	-	6,939
Variation margin receivable	-	-	-	36,390	1,085,938	32,472
Sundry debtors	-	-	-	28,358	-	630
	<b><u>23,770,556</u></b>	<b><u>288,952,233</u></b>	<b><u>554,811</u></b>	<b><u>3,961,372</u></b>	<b><u>4,212,124</u></b>	<b><u>49,289,514</u></b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Credit risk (continued)**

As at 31 July 2015

	<b>MS Ascend UCITS</b>	<b>MS Alkeon UCITS</b>	<b>RiverCrest European Equity Alpha Fund</b>	<b>MS Claritas Long Short Market Neutral UCITS</b>	<b>MS SLJ Macro UCITS Fund</b>	<b>MS QTI UCITS</b>
	<b>Fund</b>	<b>Fund</b>	<b>Fund</b>	<b>Fund</b>	<b>Fund</b>	<b>Fund</b>
	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>
	<b>31 July 2015</b>	<b>31 July 2015</b>	<b>31 July 2015</b>	<b>31 July 2015</b>	<b>31 July 2015</b>	<b>31 July 2015</b>
	<b>US\$</b>	<b>US\$</b>	<b>£</b>	<b>US\$</b>	<b>€</b>	<b>US\$</b>
Debt securities	-	-	-	-	-	11,597,924
Derivative assets	422	48,942	-	-	1,540,796	195,316
Cash and cash equivalents	2,305,933	5,280,043	-	9,210	10,947,072	519,880
Subscriptions receivable	4,419,402	876,180	-	-	512,684	-
Spot contracts receivable	-	219,484	-	-	720	-
Variation margin receivable	524,002	-	-	-	-	-
Sundry debtors	138,810	-	9,079	6,686	13,809	-
	<b>7,388,569</b>	<b>6,424,649</b>	<b>9,079</b>	<b>15,896</b>	<b>13,015,081</b>	<b>12,313,120</b>
	<b>MS Turner Spectrum UCITS</b>	<b>MS Long Term Trends UCITS Fund</b>	<b>MS Discretionary Plus UCITS Fund</b>	<b>MS Swiss Life Multi Asset Protected Fund</b>	<b>MS Dalton Asia Pacific UCITS Fund</b>	<b>MS TCW Unconstrained Plus Bond Fund</b>
	<b>Fund</b>	<b>Fund</b>	<b>Fund</b>	<b>Fund</b>	<b>Fund</b>	<b>Fund</b>
	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>
	<b>31 July 2015</b>	<b>31 July 2015</b>	<b>31 July 2015</b>	<b>31 July 2015</b>	<b>31 July 2015</b>	<b>31 July 2015</b>
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>CHF</b>	<b>€</b>	<b>US\$</b>
Debt securities	-	37,968,067	-	-	621,125	99,427,551
Derivative assets	-	283,102	-	2,720,577	530,289	5,354
Cash and cash equivalents	67,699	4,109,855	28,034	6,443,331	12,074,838	6,561,877
Receivable for investments sold	-	-	-	-	-	156,912
Subscriptions receivable	-	-	-	4,947	385,480	-
Dividends and interest receivable	-	-	-	-	250,299	377,612
Sundry debtors	-	-	13,720	79,450	-	-
	<b>67,699</b>	<b>42,361,024</b>	<b>41,754</b>	<b>9,248,305</b>	<b>13,862,031</b>	<b>106,529,306</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Credit risk (continued)**

As at 31 July 2015

	<b>MS Broadmark Tactical Plus UCITS Fund As at 31 July 2015 US\$</b>	<b>MS Scientific Beta Global Equity Factors UCITS ETF As at 31 July 2015 US\$</b>	<b>MS Lynx UCITS Fund As at 31 July 2015 US\$</b>	<b>MS Nezu Cyclical Japan UCITS Fund As at 31 July 2015 ¥</b>	<b>MS Kairos Enhanced Selection UCITS Fund As at 31 July 2015 €</b>	<b>MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund As at 31 July 2015 €</b>
Debt securities	48,982,687	-	62,970,329	-	-	-
Derivative assets	6,255	958,593	60,082	202,715,139	-	7,073,738
Cash and cash equivalents	10,331,018	3,020,478	4,457,474	3,518,093,544	715,464	7,731,525
Receivable for investments sold	-	74,737,471	-	470,955,200	-	-
Subscriptions receivable	-	-	-	556,969,697	1,986,767	3,921,567
Dividends and interest receivable	-	-	-	38,118,987	-	-
Spot contracts receivable	-	-	-	83,453	-	-
Variation margin receivable	-	-	-	833,347,721	242,915	163
Sundry debtors	86	-	-	-	-	-
	<b>59,320,046</b>	<b>78,716,542</b>	<b>67,487,885</b>	<b>5,620,283,741</b>	<b>2,945,146</b>	<b>18,726,993</b>
	<b>Global Equity Risk Premia Long/Short UCITS Fund As at 31 July 2015 €</b>	<b>MS Tremblant Long/Short Equity UCITS Fund As at 31 July 2015 US\$</b>	<b>MSCI Emerging Markets ESG Equity Fund As at 31 July 2015 US\$</b>			
Derivative assets	1,919,800	695,489	31,113,631			
Cash and cash equivalents	3,126,195	1,620,638	1,107,834			
Subscriptions receivable	164,468	3,204,066	-			
Variation margin receivable	-	646,085	-			
	<b>5,210,463</b>	<b>6,166,278</b>	<b>32,221,465</b>			

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Credit risk (continued)**

**Credit quality of financial assets**

The following tables analyse the credit quality Sub-Funds' debt portfolios as rated by Standard & Poor's.

	% of debt securities	
	31 July 2016	31 July 2015
<b>Salar Convertible Absolute Return Fund</b>		
AAA	1.87%	0.00%
AA-	2.75%	0.00%
A+	0.00%	2.93%
A	0.00%	3.21%
A-	11.67%	7.35%
BBB+	10.80%	0.00%
BBB	1.28%	1.80%
BBB-	3.23%	3.07%
BB+	7.37%	5.06%
BB	0.00%	10.33%
BB-	3.38%	1.32%
B+	4.38%	0.00%
B	3.06%	0.00%
B-	1.01%	2.22%
Not Rated	49.20%	62.71%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS QTI UCITS Fund</b>		
AA+	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Long Term Trends UCITS Fund</b>		
AA+	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Dalton Asia Pacific UCITS Fund</b>		
B+	0.00%	100.00%
B-	100.00%	0.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS TCW Unconstrained Plus Bond Fund</b>		
AAA	16.36%	21.68%
AA+	10.67%	6.40%
AA	4.60%	4.13%
AA-	1.83%	0.92%
A+	7.61%	3.21%
A	2.93%	3.28%
A-	4.33%	4.28%
BBB+	5.62%	2.76%
BBB	6.26%	4.36%
BBB-	6.40%	4.87%
BB+	1.58%	2.50%
BB	1.00%	1.16%
BB-	2.60%	1.70%
B+	1.71%	1.35%
B	1.20%	1.50%
B-	1.53%	1.71%
CCC	7.39%	11.46%
CC	1.13%	1.49%
D	4.78%	7.77%
Not Rated	10.47%	13.47%
	<b>100.00%</b>	<b>100.00%</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Credit risk (continued)**

**Credit quality of financial assets (continued)**

	% of debt securities	
	31 July 2016	31 July 2015
<b>MS Broadmark Tactical Plus UCITS Fund</b>		
AA+	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Lynx UCITS Fund</b>		
AA+	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>Quantica Managed Futures UCITS Fund</b>		
AA+	100.00%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>IPM Systematic Macro UCITS Fund</b>		
AA+	100.00%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>Mariner Investment Diversifying Alternative UCITS Fund</b>		
AA+	59.54%	n/a
BBB-	0.80%	n/a
BB+	3.35%	n/a
BB	5.99%	n/a
BB-	3.89%	n/a
B+	11.93%	n/a
B	11.66%	n/a
CCC+	2.47%	n/a
Not Rated	0.37%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>Market Neutral Credit UCITS Fund</b>		
AA+	100.00%	n/a
	<b>100.00%</b>	<b>n/a</b>

Morgan Stanley & Co International plc, Northern Trust Fiduciary Services (Ireland)Limited, Bank of America N.A., Chase Manhattan Bank, UBS AG, Goldman Sachs International, Citibank N.A., Deutsche Bank AG and JP Morgan & Co are counterparties to the Sub-Funds' OTC derivatives as disclosed in the Schedule of Investments as at 31 July 2016. As at 31 July 2016, Bank of America N.A. has a credit rating of A (31 July 2015: n/a), Chase Manhattan Bank has a credit rating of A+ (31 July 2015: n/a), UBS AG has a credit rating of A+ (31 July 2015: n/a), Goldman Sachs International has a credit rating of A (31 July 2015: n/a), Citibank N.A. has a credit rating of A (31 July 2015: n/a), Societe Generale has a credit rating of A (31 July 2015: n/a), Deutsche Bank AG has a credit rating of BBB+ (31 July 2015: n/a) and JP Morgan & Co has a credit rating of A- (31 July 2015: n/a) from Standard & Poor's.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**
**14. Risk Associated with Financial Instruments (continued)**
**Credit risk (continued)**
**Concentration of credit risk**

Concentration of credit risk is managed by client/counterparty, geographical region and industry sector. The concentration of credit risk relating to debt securities held by Salar Convertible Absolute Return Fund in the below tables only shows the concentration of credit risk of the Funding Assets which is fully transferred via the total return swap to the Approved Counterparty. It is not representative of the concentration of credit risk of the Reference Portfolio and as such does not reflect the Sub-Fund's actual concentration of credit risk.

The following tables analyse the concentration of credit risk in the Sub-Funds' debt portfolios as at 31 July 2016 and 31 July 2015 by geographical distribution (based on counterparties' place of domicile):

	% of debt securities	
	31 July 2016	31 July 2015
<b>Salar Convertible Absolute Return Fund</b>		
China	3.75%	7.58%
European Union (excluding United Kingdom)	24.71%	13.99%
Hong Kong	0.00%	2.29%
Japan	12.03%	13.23%
Jersey	9.69%	0.00%
Malaysia	1.08%	0.00%
Mexico	0.00%	3.94%
Singapore	3.72%	5.45%
South Africa	0.00%	1.42%
South Korea	0.00%	0.00%
Switzerland	0.00%	2.80%
Taiwan	2.93%	6.23%
United Kingdom	4.57%	15.17%
United States of America	36.53%	27.25%
Others	0.99%	0.65%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS QTI UCITS Fund</b>		
United States of America	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Long Term Trends UCITS Fund</b>		
United States of America	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Dalton Asia Pacific UCITS Fund</b>		
Indonesia	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS TCW Unconstrained Plus Bond Fund</b>		
Australia	0.69%	0.31%
Bermuda	0.24%	0.29%
Canada	0.33%	0.00%
Cayman Islands	0.00%	3.21%
European Union (excluding United Kingdom)	0.28%	0.18%
Israel	0.28%	0.00%
Japan	3.45%	0.00%
Switzerland	0.25%	0.55%
United Kingdom	1.57%	0.72%
United States of America	92.91%	94.74%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Broadmark Tactical Plus UCITS Fund</b>		
United States of America	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Credit risk (continued)**

**Concentration of credit risk (continued)**

	% of debt securities	
	31 July 2016	31 July 2015
<b>MS Lynx UCITS Fund</b>		
United States of America	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>Quantica Managed Futures UCITS Fund</b>		
United States of America	100.00%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>IPM Systematic Macro UCITS Fund</b>		
United States of America	100.00%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>Mariner Investment Diversifying Alternative UCITS Fund</b>		
Brazil	2.23%	n/a
Canada	3.33%	n/a
European Union (excluding United Kingdom)	1.48%	n/a
United Kingdom	0.80%	n/a
United States of America	92.16%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>Market Neutral Credit UCITS Fund</b>		
United States of America	100.00%	n/a
	<b>100.00%</b>	<b>n/a</b>

The following tables analyse the concentration of credit risk in the Sub-Funds' debt portfolios as at 31 July 2016 and 31 July 2015 by Industrial distribution:

	% of debt securities	
	31 July 2016	31 July 2015
<b>Salar Convertible Absolute Return Fund</b>		
Basic Materials	2.74%	2.29%
Communications	4.82%	10.16%
Consumer, Cyclical	9.20%	12.84%
Consumer, Non-Cyclical	12.70%	8.20%
Diversified	6.30%	5.14%
Energy	1.86%	3.41%
Financial	29.14%	39.62%
Industrial	13.30%	12.03%
Technology	11.07%	6.31%
Utilities	8.87%	0.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS QTI UCITS Fund</b>		
Government	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Long Term Trends UCITS Fund</b>		
Government	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Dalton Asia Pacific UCITS Fund</b>		
Government	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**14. Risk Associated with Financial Instruments (continued)**

**Credit risk (continued)**

**Concentration of credit risk (continued)**

	<b>% of debt securities</b>	
	<b>31 July 2016</b>	<b>31 July 2015</b>
<b>MS TCW Unconstrained Plus Bond Fund</b>		
Communications	2.46%	1.11%
Consumer, Cyclical	2.48%	2.19%
Consumer, Non-Cyclical	5.43%	2.03%
Energy	2.04%	2.18%
Financial	10.72%	7.81%
Industrial	0.46%	0.00%
Technology	0.85%	0.00%
Utilities	3.66%	1.67%
Asset Backed Securities	25.35%	31.23%
Government	8.96%	8.44%
Mortgage Securities	37.59%	43.34%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Broadmark Tactical Plus UCITS Fund</b>		
Government	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>MS Lynx UCITS Fund</b>		
Government	100.00%	100.00%
	<b>100.00%</b>	<b>100.00%</b>
<b>Quantica Managed Futures UCITS Fund</b>		
Government	100.00%	n/a
	<b>100.00%</b>	<b>0.00%</b>
<b>IPM Systematic Macro UCITS Fund</b>		
Government	100.00%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>Mariner Investment Diversifying Alternative UCITS Fund</b>		
Government	100.00%	n/a
	<b>100.00%</b>	<b>n/a</b>
<b>Market Neutral Credit UCITS Fund</b>		
Government	100.00%	n/a
	<b>100.00%</b>	<b>n/a</b>

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**15. Distributions**

There were no distributions to holders of redeemable participating shares declared or paid during the year ended 31 July 2016 or the year ended 31 July 2015.

**16. Soft Commission Arrangements and Directed Brokerage Services**

There were no soft commission arrangements affecting the Company during the year ended 31 July 2016 or the year ended 31 July 2015.

There were no directed brokerage services or similar arrangements affecting the Company during the year ended 31 July 2016 or the year ended 31 July 2015.

**17. Material Changes to the Prospectus**

There were no material changes to the Prospectus or the Supplements for the Sub-Funds during the year.

**18. Segregated Liability**

The Company is structured as an umbrella fund with segregated liability between its Sub-Funds. As a matter of Irish law, the assets of one Sub-Fund are not available to meet the liabilities of another. However, the Company is still a single legal entity that may operate or have assets held on its behalf. While the provisions of the Companies Act 2014 provide for segregated liability between Sub-Funds, these provisions have yet to be tested in foreign courts, in particular, in satisfying local creditors' claims. Accordingly, it is not free from doubt that the assets of any Sub-Fund of the Company may not be exposed to the liabilities of other Sub-Funds of the Company.

**19. Index-Tracking Disclosures**

The Central Bank UCITS Regulations require disclosures in relation to index-tracking funds. These disclosures have been made for Emerging Markets Equity Fund, MS Scientific Beta Global Equity Factors UCITS ETF, MSCI Emerging Markets ESG Equity Fund and MS Scientific Beta US Equity Factors UCITS ETF, the only Sub-Funds to which the requirements apply, below.

Emerging Markets Equity Fund has achieved a low tracking error at 0.02% versus the MSCI Emerging Markets Index since launch. The realised divergence with the anticipated level of tracking error, which is defined at 0.10%, is due to the quality of the synthetic replication of the Index. During this period, the replication was not impacted by corporate actions and was only slightly impacted by credit or debit interest accrued on cash balances.

MS Scientific Beta Global Equity Factors UCITS ETF has achieved a low tracking error at 0.03% versus the Scientific Beta Developed Multi Beta Multi-Strategy Equal Weight Index since launch. The realised divergence with the anticipated level of tracking error, which is defined at 0.50%, is due to the quality of the synthetic replication of the Index. During this period, the replication was not impacted by corporate actions and was only slightly impacted by credit or debit interest accrued on cash balances.

MSCI Emerging Markets ESG Equity Fund has achieved a low tracking error at 0.02% versus the MSCI Emerging Markets ESG Index since launch. The realised divergence with the anticipated level of tracking error, which is defined at 0.10%, is due to the quality of the synthetic replication of the Index. During this period, the replication was not impacted by corporate actions and was only slightly impacted by credit or debit interest accrued on cash balances.

MS Scientific Beta US Equity Factors UCITS ETF has achieved a low tracking error at 0.03% versus the Scientific Beta United States Multi-Beta Multi-Strategy Equal-Weight Index since launch. The realised divergence with the anticipated level of tracking error, which is defined at 0.20%, is due to the quality of the synthetic replication of the Index. During this period, the replication was not impacted by corporate actions and was only slightly impacted by credit or debit interest accrued on cash balances.

**20. Exchange Rates**

For the purposes of producing the combined Company Statement of Financial Position, the following year end exchange rates were used to translate the assets and liabilities of the Sub-Funds whose presentation currency, as defined in note 2, is other than US Dollar:

	<b>As at 31 July 2016</b>	<b>As at 31 July 2015</b>
Euro	0.8943	0.9051
Swiss Franc	0.9665	0.9611
Japanese Yen	102.4850	123.8950
British Pound	0.7532	0.6408

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**20. Exchange Rates (continued)**

For the purposes of producing the combined Company Statement of Comprehensive Income, Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares and Statement of Cash Flows, the following average exchange rates were used to translate the transactions during the year of the Sub-Funds whose presentation currency is other than US Dollar:

	Year ended 31 July 2016	Year ended 31 July 2015
Euro	0.9010	0.8512
Swiss Franc	0.9822	0.9480
Japanese Yen	115.1035	116.5821
British Pound	0.6851	0.6408

**21. Exchange Traded Funds and Investment Funds**

The following table sets out the management fees charged by the exchange traded funds and investment funds the Sub-Funds are invested in at 31 July 2016.

<u>Fund Name</u>	<u>Management Fee Rate</u>
E2 Quest Tradeco - QTI Program	0.45%
E2 Wntn Tradeco	1.00%
Lyxor UCITS EuroMTS global investments Class I ETF	0.165%
Deka DB Eurogov Germany UCITS ETF	0.15%
iShares MSCI Japan UCITS ETF	0.59%
iShares NASDAQ 100 UCITS ETF	0.33%
iShares USD High Yield Corporate Bond UCITS ETF	0.50%
iShares USD Treasury Bond 7-10 yr UCITS ETF	0.20%
Source Man GLG Europe Plus UCITS ETF	0.75%
Source Markets - Energy S&P US Select Sector UCITS ETF	0.30%
Source Stoxx Europe 600 Optimised Automobiles & Parts UCITS ETF	0.30%
Vanguard FTSE 100 UCITS ETF	0.09%
db x-trackers II iBoxx Germany UCITS ETF	0.15%
db x-trackers II iBoxx Sovereigns Eurozone UCITS ETF	0.15%
TCW Funds - Emerging Markets Income Fund	0.65%
American Capital Agency Reits	1.25%
MS Lynx Fund	0.70%
Quantica Capital Cayman Fund	0.00%
IPM Cayman Fund	0.00%
iShares Core DAX UCITS ETF	0.16%
iShares Euro High Yield Corporate Bond UCITS ETF	0.50%
iShares GBP Corporate Bond 0-5yr UCITS ETF	0.20%
iShares GBP Index-Linked Gilts UCITS ETF	0.25%
iShares JP Morgan Emerging Markets Bond UCITS ETF	0.45%
iShares MSCI AC Far East ex-Japan UCITS ETF	0.74%
iShares MSCI Europe UCITS ETF	0.35%
iShares S&P 500 UCITS ETF	0.40%
iShares Short Duration High Yield Corporate Bond UCITS ETF	0.45%
Source Markets - Man GLG Asia Plus UCITS ETF	0.95%
Source Morningstar US Energy Infrastructure MLP UCITS ETF Class A	0.50%
Source MSCI Europe UCITS ETF ETF	0.20%
Source S&P 500 UCITS ETF	0.05%
Source STOXX Europe 600 Optimised Technology UCITS ETF	0.30%
Source STOXX Japan Exporters UCITS ETF	0.35%
SPDR MSCI Europe UCITS ETF	0.25%
db x-trackers MSCI Japan Index UCITS ETF	0.50%
db x-trackers MSCI Pacific ex Japan Index UCITS ETF	0.45%
Lombard Odier IM Global Corporate Bond Fundamental GO UCITS ETF	0.41%
Source Consumer Discretionary S&P US Select Sector ETF	0.30%
Source EURO STOXX 50 UCITS ETF	0.05%
Source EURO STOXX Optimised Banks UCITS ETF	0.30%
Source Morningstar US Energy Infrastructure MLP UCITS ETF Class B	0.50%

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**21. Exchange Traded Funds and Investment Funds (continued)**

<u>Fund Name</u>	<u>Management Fee Rate</u>
Source Utilities S&P US Select Sector UCITS ETF	0.30%
iShares Core FTSE 100 UCITS ETF	0.07%
iShares Core GBP Corporate Bond UCITS ETF	0.20%
iShares Euro Stoxx 50 UCITS ETF	0.35%
Source Healthcare S&P US Select Sector UCITS ETF	0.30%
Source JPX-Nikkei 400 UCITS ETF	0.20%
Vanguard FTSE 250 UCITS ETF	0.10%
Vanguard FTSE Asia Pacific ex Japan UCITS ETF	0.22%
Vanguard FTSE Developed Europe ex UK UCITS ETF	0.12%
Vanguard FTSE Emerging Markets UCITS ETF	0.25%
Vanguard FTSE Japan UCITS ETF	0.19%
Vanguard S&P 500 UCITS ETF	0.07%
Vanguard U.K. Gilt UCITS ETF	0.12%
Aberdeen Asia-Pacific Income Fund	0.65%
BlackRock Multi-Sector Income Trust	1.43%
Calamos Convertible and High Income Fund	0.80%
DoubleLine Income Solutions Fund	1.00%
Eaton Vance Duration Income Fund	0.75%
Invesco Dynamic Credit Opportunities Fund	1.25%
Nuveen Credit Strategies Income Fund	0.81%
PIMCO Dynamic Credit and Mortgage Income Fund	1.15%
Source Financial Services S&P US Select Sector UCITS ETF	0.30%
Source Real Estate S&P US Select Sector UCITS ETF	0.30%

**22. Events During the Year**

The following Sub-Funds launched during the year:

<u>Sub-Fund</u>	<u>Launch date</u>
DAX® 80 Garant	6 August 2015
Quantica Managed Futures UCITS Fund	7 August 2015
MS Scientific Beta US Equity Factors UCITS ETF	11 August 2015
IPM Systematic Macro UCITS Fund	12 August 2015
Smartfund 80% Protected Balanced Fund	2 September 2015
Smartfund 80% Protected Growth Fund	4 September 2015
MS Fideuram Equity Smart Beta Dynamic Protection 80 Fund – II	21 September 2015
Mariner Lenus Healthcare UCITS Fund	16 December 2015
80% Protected Index Portfolio	16 February 2016
Mariner Investment Diversifying Alternative UCITS Fund	16 February 2016
Smartfund Growth Fund	18 March 2016
Smartfund Cautious Fund	18 March 2016
Smartfund Balanced Fund	18 March 2016
Market Neutral Credit UCITS Fund	23 March 2016

Effective 3 September 2015, Benjamin Walker resigned as a Director.

Effective 3 September 2015, David Haydon was appointed as a Director.

Indus Select Asia Pacific Fund terminated on 30 October 2015.

Effective 5 February 2016, MS Algebris Global Financials UCITS Fund merged into Algebris Financial Equity Fund, a sub-fund of Algebris UCITS Funds plc, by way of the transfer of the net assets of MS Algebris Global Financials UCITS Fund into Algebris Financial Equity Fund. The shareholders in MS Algebris Global Financials UCITS Fund were issued with shares in Algebris Financial Equity Fund using an exchange ratio of 1:1, upon which the shares of MS Algebris Global Financials UCITS Fund were cancelled.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**For the year ended 31 July 2016**

**22. Events During the Year (continued)**

Ferox Capital LLP, the Investment Manager of Salar Convertible Absolute Return Fund has been pursuing legal proceedings on behalf of the Sub-Fund against the issuer of a convertible bond in which the Sub-Fund had a position. In this regard, in the judgement made public on 24 February 2016, between Citicorp International Limited (the "Claimant"), trustee of the convertible bond, and Castex Technologies Limited (the "Defendant"), in respect of the Claimant's assertion that, on a true and proper construction of Condition 8.11 of the Terms and Conditions ("Condition 8.11") governing the US US\$70m 2.5% convertible bond, convertible into equity shares of the Defendant, the Mandatory Conversion Notice (the "Notice") was invalid and of no effect, such that the Defendant was not entitled to rely upon it. In its response to the application for summary judgment, the Defendant asserted that on a true and proper construction of Condition 8.11 the Notice was valid. The court ruled that the Notice did not need to include the content of Condition 8.11 and was consequently valid, thus ruling in favour of Castex Technologies Limited. The total legal costs incurred by the Sub-Fund in relation to these legal proceedings are not expected to exceed US\$350,000 of which US\$147,176 has been paid out from the assets of the Sub-Fund as of the Statement of Financial Position date. The full copy of judgement is available at <http://www.bailii.org/ew/cases/EWHC/Comm/2016/349.html>.

Effective 18 March 2016, Northern Trust Fiduciary Services (Ireland), previously Custodian of the Company, was appointed Depositary of the Company as a consequence of changes required by amendments to the UCITS Regulations.

Effective 7 July 2016, Eurizon SLJ Capital Limited was appointed Investment Manager for MS SLJ Macro UCITS Fund due to a transfer of business from the existing Investment Manager, SLJ Macro Partners LLP, to Eurizon SLJ Capital Limited. There was no change in the investment management of the Sub-Fund as a result of the transfer.

There were no other significant events during the year.

**23. Subsequent Events**

The following Sub-Funds terminated subsequent to 31 July 2016:

<u>Sub-Fund</u>	<u>Termination date</u>
Mariner Lenus Healthcare UCITS Fund	2 August 2016
MS Kairos Enhanced Selection UCITS Fund	15 August 2016

The following Sub-Funds launched subsequent to 31 July 2016:

<u>Sub-Fund</u>	<u>Launch date</u>
Academy Quantitative Global UCITS Fund	26 August 2016

Effective 1 September 2016, Selwood Asset Management LLP was appointed Investment Manager for Market Neutral Credit UCITS Fund, replacing Mirabella Financial Services LLP.

As of 29 November 2016, additional costs of US\$165,000 relating to the above noted legal proceedings Ferox Capital LLP has been pursuing on behalf of Salar Convertible Absolute Return Fund have been incurred by the Sub-Fund.

There were no other significant events subsequent to 31 July 2016 to the date the financial statements were approved by the Directors.

**24. Approval of Financial Statements**

The financial statements were approved and authorised for issue by the Board of Directors on 29 November 2016.

**APPENDICES (Unaudited)  
For the year ended 31 July 2016**

**I. Remuneration Policy**

The Company has adopted a remuneration policy (the "Remuneration Policy") in accordance with the remuneration requirements of the UCITS Regulations. The Remuneration Policy sets out practices for those receiving total remuneration whose professional activities have a material impact on the risk profile of the Company, that are consistent with and promote sound and effective risk management and do not encourage risk-taking which is inconsistent with the risk profiles, rules or constitutional document of the Company.

As the remuneration requirements came into effect from 18 March 2016 no quantitative disclosures will be provided until a full years reporting period is completed.