

Red Arc Global Investments (Ireland) plc
(An umbrella fund with segregated liability between sub-funds)

Annual Report and Audited Financial Statements

For the financial year ended 30 June 2017

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Company information

Directors of the Company	Mr. Kevin Molony (Irish) (Independent) Mr. Gerry Brady (Irish) (Independent) (Chairman) Mr. John Donohoe (Irish) (Independent) (All Directors are non-executive)
Registered Office	32 Molesworth Street Dublin 2 Ireland
Manager	Capita Financial Managers (Ireland) Limited 2 nd Floor, 2 Grand Canal Square Grand Canal Harbour Dublin 2 Ireland
Distributor	Citigroup Global Markets Limited Citigroup Centre Canada Square, Canary Wharf London E14 5LB United Kingdom
Investment Manager	<u>80% Protected Dynamic Allocation Fund:</u> Citigroup First Investment Management Limited 50F, Citibank Tower Citibank Plaza 3 Garden Road Hong Kong
Administrator	Capita Financial Administrators (Ireland) Limited 2 nd Floor, 2 Grand Canal Square Grand Canal Harbour Dublin 2 Ireland
Depository	J.P. Morgan Bank (Ireland) plc J.P. Morgan House IFSC Dublin 1 Ireland
Independent Auditor	Deloitte Chartered Accountants and Statutory Audit Firm Deloitte & Touche House Earlsfort Terrace Dublin 2 Ireland
Secretary	MFD Secretaries Limited 32 Molesworth Street Dublin 2 Ireland
Legal Advisors	<i>As to Irish Law:</i> Maples and Calder 75 St. Stephen's Green Dublin 2 Ireland
Company Number	452758

Directors' report

For the financial year ended 30 June 2017

The Directors of Red Arc Global Investments (Ireland) plc, (the "Company") present herewith their annual report and audited financial statements for the financial year ended 30 June 2017. As of the date of this report the Company has four live sub-funds, 80% Protected Dynamic Allocation Fund, Equity Balanced-Beta US Fund, Equity Balanced-Beta Eurozone Fund and Equity Balanced-Beta UK Fund.

Basis of preparation

The format and certain wordings of the financial statements have been adapted from those contained in the Companies Act 2014 so that, in the opinion of the Directors, they more appropriately reflect the nature of the Company's business as an investment fund.

Principal activities

The Company is an investment company with variable capital and limited liability which has been authorised by the Central Bank of Ireland as an Undertaking for Collective Investment in Transferable Securities ("UCITS") pursuant to the European Communities UCITS Regulations, 2011, and Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations, 2015 (as amended).

Accounting Records

The measures, which the Directors have taken to ensure that compliance with the requirements of sections 281 to 285 of the Companies Act 2014 with regard to the keeping of accounting records, are the adoption of suitable policies for recording transactions, assets and liabilities and the appointment of a suitable service organisation, Capita Financial Administrators (Ireland) Limited (the "Administrator"). The accounting records of the Company are located at the offices of the Administrator at 2 Grand Canal Square, Grand Canal Harbour, Dublin 2.

Activities and business review

See the review of funds report (source: Citigroup Global Markets Limited) on page 8 and 9.

Risks and uncertainties

The principal risks and uncertainties faced by the Company are outlined in the prospectus. These risks include market risk comprising of currency risk, interest rate risk and market price risk, liquidity risk and credit risk as per IFRS 7 - Financial Instruments: Disclosures. The Manager reviews and agrees policies for managing each of these risks and these are detailed in note 13 to the financial statements.

Directors

The names of the directors during the financial year ended 30 June 2017 are set out below:

Kevin Molony
Gerry Brady
John Donohoe

Directors' and Company Secretary's interests in the shares of the Company

The Directors or Company Secretary did not hold any shares in the Company at any point during the year.

Transactions involving directors

Other than as disclosed in note 16 to the financial statements, there were no contracts or arrangements of any significance in relation to the business of the Company in which the Directors had any interest, at any time during the year.

Transactions involving connected persons

Chapter 10 of the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations, 2015 (the "Central Bank Regulations") headed 'Transactions involving Connected Persons' states in regulation 41 that a responsible person shall ensure that any transaction between a UCITS and the management company or depositary to a UCITS; and the delegates or sub-delegates of such a management company or depositary (excluding any non-group company sub-custodians appointed by a depositary); and any associated or group company of such a management company, depositary, delegate or sub-delegate ("connected persons") is conducted at arm's length and is in the best interests of the unitholders of the UCITS.

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

Results of operations

The results of operations for the year are set out in the statement of comprehensive income on page 17. A review of the performance of each sub-fund is set out in the review of funds report on page 8 and 9.

Distributions

No dividends have been paid or declared during the year (2016: Nil).

Independent Auditor

The Auditor, Deloitte, have indicated their willingness to remain in office in accordance with Section 383 (2) of the Companies Act 2014.

Events after the reporting date

There have been no events after the reporting date which impact on these financial statements other than those disclosed in note 24.

Directors' report (continued)

For the financial year ended 30 June 2017

Corporate governance statement

The Company voluntarily adopted the Corporate Governance Code for Collective Investment Schemes and Management Companies as published by Irish Funds in December 2011 as the Company's corporate governance code, with effect from 01 January 2013. This code can be obtained from Irish Funds' website at www.irishfunds.ie. Due to internal policies at both the Manager and Distributor they are not in a position to appoint a Director to the Board. The Board, while noting that no representative from the Manager or Distributor's group has been appointed as a director of the Company, considers that the Company has complied with the main provisions contained in Irish Funds' Code throughout this accounting year.

For the purpose of the Code, Gerry Brady and Kevin Molony shall be the non-executive independent directors of the Company, fulfilling the requirements of Section 4.1 of the code.

Directors' responsibilities statement

The Directors are responsible for preparing the directors' report and the financial statements in accordance with the Companies Act 2014 and the applicable regulations. Irish company law requires the Directors to prepare financial statements for each financial year. Under the law, the Directors have elected to prepare the financial statements in accordance with International Financial Reporting Standards ("IFRS") as adopted by the European Union ("relevant financial reporting framework"). Under company law, the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the assets, liabilities and financial position of the Company as at the financial year end date and of the profit or loss of the Company for the financial year and otherwise comply with the Companies Act 2014.

In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with the applicable accounting standards, identify those standards, and note the effect and the reasons for any material departure from those standards; 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 are responsible for ensuring that the Company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the Company, enable at any time the assets, liabilities, financial position and profit or loss of the Company to be determined with reasonable accuracy, enable them to ensure that the financial statements and directors' report comply with the Companies Act 2014 and enable the financial statements to be audited. 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.

Directors' compliance statement

The Directors acknowledge that they are responsible for securing compliance by the Company with its relevant obligations as defined with the Companies Act, 2014 (hereinafter called the "relevant obligations").

The Directors confirm the Company has put in place appropriate arrangements designed to secure material compliance with its relevant obligations. The Directors confirm that they have adopted a specific compliance policy statement in respect of the financial year ended 30 June 2017 to ensure compliance with its requirements under the UCITS Regulations, the Central Bank (Supervision and Enforcement) Act 2013 (section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015 and the Corporate Governance Code and which are monitored and reviewed on an ongoing basis and is in compliance with its relevant obligations.

Statement on relevant audit information

In accordance with Section 332 of the Companies Act 2014 each of the persons who are Directors at the time the report is approved confirm the following:

- 1) so far as the Director is aware, there is no relevant audit information of which the Company's statutory auditors are unaware, and
- 2) the Director has taken all the steps that he or she ought to have taken as a Director in order to make himself or herself aware of any relevant audit information and to establish that the Company's statutory auditors are aware of that information.

Audit Committee

The Directors are aware of Section 167 of the Companies Act which requires certain companies to establish an audit committee. The Directors have delegated the day to day investment management and administration of the Company to the Manager. In addition the Manager is the Responsible Person in relation to the UCITS regulations. The Directors have also appointed J.P. Morgan Bank (Ireland) plc as Depositary of the assets of the Company. Due to the size, nature and complexity of the Company, the Directors do not consider it necessary to establish an audit committee.

On behalf of the Board

Signature:

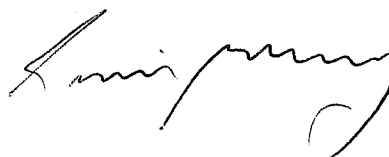


Print name:

Date: 23 October 2017

Gerald Brady

Signature:



Print name:

Kevin Molony

Manager's report

For the financial year ended 30 June 2017

Share Class	Currency	Launch Date	Performance from Inception to 30 June 2017	Performance for year ended 30 June 2017
UK Autocall Fund¹				
GBP Class A	GBP	7 April 2010	48.73% ²	6.55% ³
GBP Class A2	GBP	5 December 2013	21.00% ²	6.85% ³
80% Protected Dynamic Allocation Fund				
USD Class A	USD	18 July 2011	-1.2%	8.0%
EUR Class A	EUR	18 July 2011	16.6%	4.1%
GBP Class A	GBP	18 July 2011	15.5%	14.1%
GBP Class A2	GBP	28 February 2012	35.0%	13.5%
Equity Balanced-Beta US Fund				
USD Class I	USD	21 March 2012	81.0%	7.4%
USD Class A	USD	4 October 2013	38.9%	6.6%
USD Class C	USD	13 November 2012	75.1%	7.0%
EUR Class I ⁴	EUR	15 April 2013	N/A	N/A
Equity Balanced-Beta Eurozone Fund				
USD Class C	USD	11 April 2014	29.6%	21.3%
EUR Class I	EUR	21 March 2012	63.5%	19.9%
EUR Class A	EUR	21 March 2012	56.6%	18.9%
EUR Class C	EUR	8 August 2012	62.1%	19.4%
EUR Class D ⁵	EUR	17 August 2016	-	-
Equity Balanced-Beta UK Fund				
USD Class I	USD	12 February 2014	8.7%	11.4%
USD Class C	USD	27 September 2013	10.8%	11.0%
GBP Class I	GBP	27 August 2013	12.2%	10.7%
GBP Class C	GBP	8 August 2012	35.8%	10.3%

¹ UK Autocall Fund terminated effective 5 December 2016.² UK Autocall Fund Performance from inception to termination³ UK Autocall Fund Performance from for year to termination⁴ Equity Balanced-Beta US Fund Class EUR I was fully redeemed as of 14 September 2016.⁵ Equity Balanced-Beta Eurozone Fund launched Protected EUR Class D, effective 17 August 2016 which later fully redeemed and closed effective 21 June 2017.

Manager's report (continued)

For the financial year ended 30 June 2017

Remuneration

The UCITS Regulations requires certain disclosures to be made with regard to the remuneration policy of Capita Financial Managers (Ireland) Limited ("CFMI"). CFMI, as a UCITS management company, has in place a remuneration policy which has applied to CFMI since 1 January 2015, being the beginning of the first financial year of CFMI following its authorisation as a UCITS management company.

Details of CFMI's remuneration policy are disclosed on CFMI's website. In accordance with the UCITS Regulations remuneration requirements, CFMI is committed to ensuring that its remuneration policies and practices are consistent with and promote sound and effective risk management. This remuneration policy is designed to ensure that excessive risk taking is not encouraged within CFMI and to enable CFMI to achieve and maintain a sound capital base. In order to reduce the potential for conflicts of interests, none of the staff of CFMI receive remuneration, either fixed or variable, which depends on the performance of any UCITS which CFMI manages.

Remuneration costs are based on the direct employees of CFMI plus a portion of the shared resources. These costs are allocated to funds based on the number of sub-funds managed by CFMI.

The remuneration policy is in line with the business strategy, objectives, values and interests of the UCITS management company and the UCITS that it manages and of the investors in such UCITS, and includes measures to avoid conflicts of interest. The remuneration policy is adopted by the management body of the management company in its supervisory function, and that body adopts, and reviews at least annually, the general principles of the remuneration policy and is responsible for, and oversees, their implementation. There were no material changes to the policy during the period.

Total remuneration paid to staff of CFMI during the year to 30 June 2017

	€
Fixed remuneration	698,350
Variable remuneration	-
Total Remuneration paid	698,350
Number of beneficiaries	25
Attributable to Red Arc Global Investments (Ireland) plc	
Fixed remuneration	66,810
Variable remuneration	-
Total Remuneration paid	66,810

Remuneration of employees whose actions have a material impact on the risk profile of the UCITS

-

Capita Financial Managers (Ireland) Limited
August 2017

Review of Funds

For the financial year ended 30 June 2017

UK Autocall Fund (the "Fund") -Terminated effective 05 December 2016

GBP A share class

The UK Autocall Fund (the "Fund") GBP A share class was launched on 7 April 2010 with an initial NAV of GBP 100 per share. The start date of the underlying Autocall Strategy (the "strategy") was also 7 April 2010, when the closing level of the FTSE 100 Index (the "FTSE") was 5762.06 (the "autocall level").

On 8 April 2013, the Fund reached its second autocall observation date. As the closing level of the FTSE was above the autocall level on this second autocall observation date, the strategy matured early with a value of GBP 127.75 per share. In accordance with the Fund's investment objective and policy, the Fund reinvested these proceeds in a new autocall strategy which started a new five-year investment cycle. The start level of the FTSE was reset to 6276.94, which was the closing level of the FTSE on 8 April 2013, with a protection level of 3138.47 (being 50% of the reset start level of the FTSE).

On 8 April 2015, following the start of the new 5-year investment cycle, the Fund reached its first autocall observation date. As the closing level of the FTSE was above the autocall level on this autocall observation date, the strategy matured early with a value of GBP 145.64 per share. In accordance with the Fund's investment objective and policy, the Fund reinvested these proceeds in a new autocall strategy which started a new five-year investment cycle. The start level of the FTSE was reset to 6937.41, which was the closing level of the FTSE on 8 April 2015, with a protection level of 3468.71 (being 50% of the reset start level of the FTSE).

As of 05 December 2016, the board of the fund determined that the fund should be terminated.

GBP A2 share class

The GBP A2 share class of the Fund was launched on 5 December 2013 with an initial NAV of GBP 100 per share. The start date of the underlying Autocall Strategy (the "strategy") was also 5 December 2013, when the closing level of the FTSE 100 Index (the "FTSE") was 6498.33 (the "autocall level"). During the period of 1 July 2015 to 30 June 2016, the GBP denominated A2 share class returned 5.45%, closing at GBP 113.24 per share on 30 June 2016.

As of 05 December 2016, the board of the fund determined that the fund should be terminated.

80% Protected Dynamic Allocation Fund

The 80% Protected Dynamic Allocation Fund (the "Fund") Class A share classes denominated in EUR, GBP and USD were launched on 18 July 2011 with an initial NAV of EUR 100 per share, GBP 100 per share and USD 100 per share respectively. The Class A2 share class denominated in GBP was launched on 27 February 2012.

EUR A share class

The NAV at the start of the period (30 June 2016 to 30 June 2017) was EUR 112.06 per share, with an allocation of 39.85% to the reference portfolio. The allocation of the share class to the reference portfolio has generally risen throughout the period. The average allocation throughout this period was of 48.30%. The allocation to the reference portfolio peaked at 55.37% on 10 May 2017. The reference portfolio allocation on 30 June 2017 was 54.78%. The share class NAV closed at EUR 116.60 per share. Over this period, the share class returned 4.1%.

GBP A share class

The NAV at the start of the period (30 June 2016 to 30 June 2017) was GBP 101.20 per share, with an allocation of 60.15% to the reference portfolio. The allocation of the share class to the reference portfolio has generally risen throughout the period. The average allocation throughout this period was 92.54%. The allocation to the reference portfolio reached 100% on 12 May 2017, and remained at that level until the end of the period. The share class closed this period with a NAV of GBP 115.45 per share. Over this period, the share class returned 14.10%.

USD A share class

The NAV at the start of the period (30 June 2016 to 30 June 2017) was USD 91.45 per share, with an allocation of 53.86% to the reference portfolio. The allocation of the share class to the reference portfolio increased from 56.96% to 71.58% on 27 February 2017. The average allocation throughout this period was 61.08%. The allocation to the reference portfolio peaked at 73.08% on 26 June 2017. The reference portfolio allocation on 30 June 2017 was 72.97%. The share class closed this period with a NAV of USD 98.77 per share. Over this period, the share class returned 8.00%.

GBP A2 share class

The NAV at the start of the period (30 June 2016 to 30 June 2017) was GBP 118.93 per share, with an allocation of 63.12% to the reference portfolio. The average allocation throughout this period was 83.10%. The allocation of the share class to the reference portfolio during the period peaked at 85.25% on 20 June 2017. The reference portfolio allocation on 30 June 2017 was 84.95%. The share class closed this period with a NAV of GBP 135.03 per share. Over this period, the share class returned 13.5%.

Equity Balanced Beta US Fund

The Equity Balanced Beta US Fund (the "Fund") was launched on 21 March 2012 with an initial NAV of USD 100 per share. The Fund is designed to track the Citi Volatility Balanced Beta (VIBE) Equity US Net Total Return Index (the "Index").

The Index closing level on 30 June 2016 was 342.08. Between 30 June 2016 and 30 June 2017, the Index returned 8.28%, closing at 370.39 on 30 June 2017. Over the same period, the Fund NAV for the USD denominated I share class returned 7.43%, closing at USD 181.04 per share on 30 June 2017. The USD denominated C share class returned 7.00%, closing at USD 175.05 per share on 30 June 2017. The EUR denominated I share class was fully redeemed as of 14 September 2016. The USD denominated A share class returned 6.6%, closing at USD 138.91 per share on 30 June 2017.

Review of Funds (continued)

For the financial year ended 30 June 2017

Equity Balanced Beta Eurozone Fund

The Equity Balanced Beta Eurozone Fund (the "Fund") was launched on 21 March 2012 with an initial NAV of EUR 100 per share. The Fund is designed to track the Citi Volatility Balanced Beta (VIBE) Equity Eurozone Net Total Return Index (the "Index").

The Index closing level on 30 June 2016 was 203.63. Between 30 June 2016 and 30 June 2017, the Index returned 20.92%, closing at 246.22 on 30 June 2017. Over the same period, the Fund NAV for the EUR denominated I share class returned 19.9%, closing at EUR 163.47 per share on 30 June 2017. The EUR denominated A share class returned 18.9%, closing at EUR 156.58 per share on 30 June 2017. The EUR denominated C share class returned 19.4%, closing at EUR 162.12 per share on 30 June 2017. The USD denominated C share class returned 21.3%, closing at USD 129.63 per share on 30 June 2017.

Equity Balanced Beta UK Fund

The Equity Balanced Beta UK Fund (the "Fund") was launched on 8 August 2012 with an initial NAV of 100 per share. The Fund is designed to track the Citi Volatility Balanced Beta (VIBE) Equity UK Net Total Return Index (the "Index").

The Index closing level on 30 June 2016 was 339.85. Between 30 June 2016 and 30 June 2017, the Index returned 11.66%, closing at 379.46 on 30 June 2017. Over the same period, the Fund NAV for the GBP denominated C share class returned 10.3%, when it closed at GBP 135.8 per share on 30 June 2017. The GBP denominated I share class returned 10.7%, when it closed at GBP 112.23 per share on 30 June 2017. The USD denominated C share class returned 11.0%, when it closed at USD 110.83 per share on 30 June 2017. The USD denominated I share class returned 11.4%, when it closed at USD 108.71 per share on 30 June 2017.

Capita Financial Managers (Ireland) Limited

Date: August 2017

Report of the Depositary to the shareholders of Red Arc Global Investments (Ireland) plc

For the financial year ended 30 June 2017

We have enquired into the conduct of Red Arc Global Investments (Ireland) plc ('the Company') for the period ended 30 June 2017 in our capacity as Depositary to the Company.

This report including the opinion has been prepared for and solely for the shareholders in the Company as a body, in accordance with the European Communities (Undertakings for Collective Investment in Transferable Securities) UCITS Regulations, 2011, as amended by the European Communities (Undertakings for Collective Investment in Transferable Securities) (Amendment) UCITS Regulations, 2016 (the "UCITS Regulations") and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015 (the "Central Bank UCITS Regulations") and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown.

Responsibilities of the Depositary

Our duties and responsibilities are outlined in the UCITS Regulations. One of those duties is to enquire into the conduct of the Company in each annual accounting period and report thereon to the shareholders.

Our report shall state whether, in our opinion the Company has been managed in that period, in accordance with the provisions of the Company's Memorandum and Articles of Association, the UCITS Regulations and the Central Bank UCITS Regulations. It is the overall responsibility of the Company to comply with these provisions. If the Company has not complied we, as Depositary must state why this is the case and outline the steps which we have taken to rectify the situation.

Basis of Depositary Opinion

The Depositary conducts such reviews as it, in its reasonable opinion, considers necessary in order to comply with its duties as outlined in the UCITS Regulations and to ensure that, in all material respects, the Company has been managed:

- (i) in accordance with the limitations imposed on the investment and borrowing powers of the Company by the provisions of its Memorandum and Articles of Association, the UCITS Regulations, the Central Bank UCITS Regulations; and
- (ii) otherwise in accordance with the provisions of the Company's Memorandum and Articles of Association, the UCITS Regulations and the Central Bank UCITS Regulations.

Opinion

In our opinion, the Company has been managed during the period, in all material respects:

- (i) in accordance with the limitations imposed on the investment and borrowing powers of the Company by the Memorandum and Articles of Association, the UCITS Regulations, the Central Bank UCITS Regulations; and
- (ii) otherwise in accordance with the provisions of the Memorandum and Articles of Association, the UCITS Regulations and the Central Bank UCITS Regulations.



For and on behalf of
J.P. Morgan Bank (Ireland) plc
JPMorgan House
IFSC
Dublin 1.

Date: 23 October 2017

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF RED ARC GLOBAL INVESTMENT (IRELAND) PLC

Report on the audit of the financial statements

Opinion on the financial statements of Red Arc Global Investment (Ireland) Plc (the 'company')

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the company as at 30 June 2017 and of the profit for the financial year then ended; and
- have been properly prepared in accordance with the relevant financial reporting framework and, in particular, with the requirements of the Companies Act 2014 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 and Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations, 2015 (as amended).

The financial statements we have audited comprise:

- the Statement of Comprehensive Income;
- the Statement of Financial Position;
- the Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares;
- the Statement of Cash Flows;
- the Schedule of Investments; and
- the related notes 1 to 25, including a summary of significant accounting policies as set out in note 2.

The relevant financial reporting framework that has been applied in their preparation is the Companies Act 2014 and International Financial Reporting Standards (IFRS) as adopted by the European Union ("the relevant financial reporting framework").

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. Our responsibilities under those standards are described below in the "Auditor's responsibilities for the audit of the financial statements" section of our report.

We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Ireland, including the Ethical Standard issued by the Irish Accounting and Auditing Supervisory Authority, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which ISAs (Ireland) require us to report to you where:

- the directors' use of the going concern basis of accounting in preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information included in the Annual Report and Audited Financial Statements, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement 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, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF RED ARC GLOBAL INVESTMENT (IRELAND) PLC

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (Ireland) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (Ireland), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause the entity (or where relevant, the group) to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that the auditor identifies during the audit.

This report is made solely to the company's shareholders, 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 shareholders 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

Report on other legal and regulatory requirements

Opinion on other matters prescribed by the Companies Act 2014

Based solely on the work undertaken in the course of the audit, we report that:

- 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 Statement of Financial Position and its Statement of Comprehensive Income are in agreement with the accounting records.
- In our opinion the information given in the directors' report is consistent with the financial statements and the directors' report has been prepared in accordance with the Companies Act 2014.

Matters on which we are required to report by exception

Based on the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

We have nothing to report in respect of the provisions in 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.



Brian Jackson
For and on behalf of Deloitte
Chartered Accountants and Statutory Audit Firm
Deloitte & Touche House, Earlsfort Terrace, Dublin 2

Date: 31st October 2017

Statement of financial position

As at 30 June 2017

	Note	UK Autocall Fund ¹ GBP	80% Protected Dynamic Allocation Fund USD	Equity Balanced Beta US Fund USD	Equity Balanced Beta Eurozone Fund EUR	Equity Balanced Beta UK Fund GBP	Total EUR
Assets							
Cash and cash equivalents	2 (e)	7,620	203,174	966,094	164,418	12,878	1,212,941
Financial assets at fair value through profit or loss	3						
- Financial derivative instruments		-	14,726,091	75,206,098	51,299,261	8,989,219	140,386,708
Spot contracts		-	-	-	73	-	73
Receivable under swap contract		-	22,442	13,871	306,054	-	337,892
Swap fee receivable	5	-	21,545	-	-	-	18,890
Subscriptions receivable	15	-	-	-	1,501	-	1,501
Other receivables	6	-	-	-	-	10,593	12,064
Total assets		7,620	14,973,252	76,186,063	51,771,307	9,012,690	141,970,069
Liabilities							
Financial liabilities at fair value through profit or loss	3						
- Financial derivative instruments		-	-	-	92,936	4,884	98,498
Payable under swap contract		-	117,212	-	28,000	-	130,768
Forward contracts to settle		-	-	-	388,740	7,327	397,085
Redemptions payable	15	-	90,301	846,116	332,466	-	1,153,488
Amount payable to distributor	16	-	-	60,046	35,157	-	87,804
Fund fees payable	8	7,620	39,399	127,218	113,424	20,192	291,183
Total liabilities (excluding net assets attributable to holders of redeemable participating shares)		7,620	246,912	1,033,380	990,723	32,403	2,158,826
Net assets attributable to holders of redeemable participating shares		-	14,726,340	75,152,683	50,780,584	8,980,287	139,811,243

¹Fully redeemed and terminated on 05 December 2016.

The accompanying notes form an integral part of the financial statements

Statement of financial position (continued)

As at 30 June 2017

Red Arc Global Investments (Ireland) plc

	Note	UK Autocall Fund ³	80% Protected Dynamic Allocation Fund	Equity Balanced Beta US Fund	Equity Balanced Beta Eurozone Fund	Equity Balanced Beta UK Fund
Number of redeemable participating shares in issue	12					
USD Class I		-	-	171,238.94	-	1,306.08
USD Class A		-	20,675.54	13,932.64	-	-
USD Class C		-	-	241,171.92	215,166.47	14,548.93
EUR Class I ¹		-	-	-	95,858.81	-
EUR Class A		-	36,761.54	-	200.03	-
EUR Class C		-	-	-	65,534.66	-
EUR Class D ²		-	-	-	-	-
GBP Class I		-	-	-	-	5,125.37
GBP Class A		-	28,836.89	-	-	-
GBP Class A2		-	19,789.49	-	-	-
GBP Class C		-	-	-	-	51,948.13
Net asset value per redeemable participating share	14					
USD Class I		-	-	\$181.04	-	\$108.71
USD Class A		-	\$98.77	\$138.91	-	-
USD Class C		-	-	\$175.05	\$129.63	\$110.83
EUR Class I ¹		-	-	-	€163.47	-
EUR Class A		-	€116.60	-	€156.58	-
EUR Class C		-	-	-	€162.12	-
EUR Class D ²		-	-	-	-	-
GBP Class I		-	-	-	-	£112.23
GBP Class A		-	£115.45	-	-	-
GBP Class A2		-	£135.03	-	-	-
GBP Class C		-	-	-	-	£135.80

¹ Fully redeemed effective 14 September 2016 on Equity Balanced-Beta US Fund.

² Launched effective 17 August 2016 and later fully redeemed and closed effective 20 June 2017 on Equity Balanced-Beta Eurozone Fund.

³ Fully redeemed and terminated effective 05 December 2016.

On behalf of the Board

Signature:

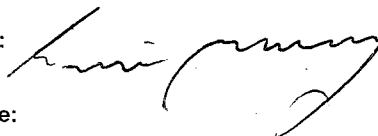


Print name:

Date: 23 October 2017

Gerald Brady

Signature:



Print name:

Kevin Molony

The accompanying notes form an integral part of the financial statements

Statement of financial position

As at 30 June 2016

	Note	UK Autocall Fund GBP	80% Protected Dynamic Allocation Fund USD	Equity Balanced Beta US Fund USD	Equity Balanced Beta Eurozone Fund EUR	Equity Balanced Beta UK Fund GBP	Harness Macro Currency Fund ¹ USD	Total EUR
Assets								
Cash and cash equivalents	2 (e)	119,346	141,316	32	182,576	240,360	-	742,637
Financial assets at fair value through profit or loss	3							
- Financial derivative instruments		8,674,240	14,564,978	133,401,267	95,570,243	11,812,098	-	253,410,019
Receivable under swap contract		-	-	83,120	2,858,226	-	-	2,933,045
Forward currency contracts to settle		-	-	-	575,798	-	-	575,798
Swap fee receivable	5	1,324	7,759	-	-	-	-	8,577
Subscriptions receivable	15	-	-	110,959	-	-	-	99,878
Total assets		8,794,910	14,714,053	133,595,378	99,186,843	12,052,458	-	257,769,954
Liabilities								
Financial liabilities at fair value through profit or loss	3							
- Financial derivative instruments		-	-	-	271,199	8,460	-	281,379
Spot contracts		-	-	-	1,598	-	-	1,598
Payable under swap contract		-	-	110,959	-	-	-	99,878
Forward currency contracts to settle		-	-	61	-	-	-	55
Redemptions payable	15	195,440	141,039	83,120	3,144,135	-	-	3,581,077
Fund fees	8	1,324	7,759	79,966	72,305	8,616	-	163,230
Total liabilities (excluding net assets attributable to holders of redeemable participating shares)		196,764	148,798	274,106	3,489,237	17,076	-	4,127,217
Net assets attributable to holders of redeemable participating shares		8,598,146	14,565,255	133,321,272	95,697,606	12,035,382	-	253,642,737

¹Fully redeemed and terminated on 06 July 2015

The accompanying notes form an integral part of the financial statements

Statement of financial position (continued)

As at 30 June 2016

	Note	UK Autocall Fund	80% Protected Dynamic Allocation Fund	Equity Balanced Beta US Fund	Equity Balanced Beta Eurozone Fund	Equity Balanced Beta UK Fund	Harness Macro Currency Fund ¹
Number of redeemable participating shares in issue	12						
USD Class I		-	-	436,646.29	-	2,790.49	-
USD Class A		-	24,542.79	19,825.35	-	-	-
USD Class C		-	-	349,297.50	538,663.77	32,131.07	-
EUR Class I		-	-	30.00	223,623.62	-	-
EUR Class A		-	42,741.17	-	435.03	-	-
EUR Class C		-	-	-	98,120.98	-	-
GBP Class I		-	-	-	-	23,930.72	-
GBP Class A		26,764.91	33,963.91	-	-	-	-
GBP Class A2		41,031.78	15,128.26	-	-	-	-
GBP Class C		-	-	-	-	56,892.63	-
Net asset value per redeemable participating share	14						
USD Class I		-	-	\$168.52	-	\$97.58	-
USD Class A		-	\$91.45	\$130.35	-	-	-
USD Class C		-	-	\$163.60	\$106.89	\$99.86	-
EUR Class I		-	-	€139.24	€136.35	-	-
EUR Class A		-	€112.06	-	€131.65	-	-
EUR Class C		-	-	-	€135.77	-	-
GBP Class I		-	-	-	-	£101.37	-
GBP Class A		£147.64	£101.20	-	-	-	-
GBP Class A2		£113.24	£118.93	-	-	-	-
GBP Class C		-	-	-	-	£123.14	-

¹Fully redeemed and terminated on 06 July 2015

The accompanying notes form an integral part of the financial statements

Statement of comprehensive income

For the financial year ended 30 June 2017

	Note	UK Autocall Fund ¹ GBP	80% Protected Dynamic Allocation Fund USD	Equity Balanced Beta US Fund USD	Equity Balanced Beta Eurozone Fund EUR	Equity Balanced Beta UK Fund GBP	Total EUR
Investment income							
Net gain on financial assets and liabilities at fair value through profit or loss and foreign exchange	3	435,902	1,193,916	6,999,569	15,514,265	1,428,009	25,203,085
Interest income		13	-	-	32	-	47
Other income	5	5,386	179,637	-	-	-	171,152
Total investment income		441,301	1,373,553	6,999,569	15,514,297	1,428,009	25,374,284
Expenses							
Fund fees	8	5,386	179,637	831,582	672,166	96,535	1,718,909
Transaction costs	9	95	28	199,435	171,858	24,366	383,396
Total expenses		5,481	179,665	1,031,017	844,024	120,901	2,102,305
Finance costs							
Interest expense		-	7	-	-	-	6
Increase in net assets attributable to holders of redeemable participating shares		435,820	1,193,881	5,968,552	14,670,273	1,307,108	23,271,973

¹Fully redeemed and terminated on 05 December 2016

There were no gains/(losses) in the year other than the increase in net assets attributable to holders of redeemable participating shares.

The accompanying notes form an integral part of the financial statements

Statement of comprehensive income

For the financial year ended 30 June 2016

	Note	UK Autocall Fund GBP	80% Protected Dynamic Allocation Fund USD	Equity Balanced Beta US Fund USD	Equity Balanced Beta Eurozone Fund EUR	Equity Balanced Beta UK Fund GBP	Harness Macro Currency Fund ¹ USD	Total EUR
Investment income								
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss and foreign exchange	3	597,768	(2,175,907)	6,238,397	(12,485,334)	402,760	(2,445)	(7,491,957)
Interest		27	-	5	177	79	-	323
Swap fee	5	12,881	207,743	-	-	-	-	204,372
Total investment income/(expense)		610,676	(1,968,164)	6,238,402	(12,485,157)	402,839	(2,445)	(7,287,262)
Expenses								
Fund fees	8	12,881	207,743	1,243,016	1,067,515	126,536	19	2,560,755
Transaction costs	9	-	-	310,263	264,536	32,987	-	588,112
Total expenses		12,881	207,743	1,553,279	1,332,051	159,523	19	3,148,867
Finance costs		-	7	3	216	-	25	248
Increase/(decrease) in net assets attributable to holders of redeemable participating shares		597,795	(2,175,914)	4,685,120	(13,817,424)	243,316	(2,489)	(10,436,377)

¹Fully redeemed and terminated on 06 July 2015

There were no gains/(losses) in the year other than the increase/(decrease) in net assets attributable to holders of redeemable participating shares.

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 financial year ended 30 June 2017

	Note	UK Autocall Fund ¹ GBP	Protected Dynamic Allocation Fund USD	Equity Balanced Beta US Fund USD	Equity Balanced Beta Eurozone Fund EUR	Equity Balanced Beta UK Fund GBP	Total EUR
Net assets attributable to holders of redeemable participating shares at the start of the year		8,598,146	14,565,255	133,321,272	95,697,606	12,035,382	253,642,737
Increase in net assets attributable to holders of redeemable participating shares		435,820	1,193,881	5,968,552	14,670,273	1,307,108	23,271,973
Issue of redeemable participating shares		196,768	3,353,307	3,352,850	6,340,677	328,078	13,106,698
Redemption of redeemable participating shares		(9,230,734)	(4,386,103)	(67,489,991)	(65,927,972)	(4,690,281)	(148,095,266)
Notional foreign exchange loss on conversion of assets and liabilities	2c(iii)	-	-	-	-	-	(2,114,899)
Net assets attributable to holders of redeemable participating shares at the end of the year		-	14,726,340	75,152,683	50,780,584	8,980,287	139,811,243

¹Fully redeemed and terminated on 05 December 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 financial year ended 30 June 2016

	Note	UK Autocall Fund GBP	80% Protected Dynamic Allocation Fund USD	Equity Balanced Beta US Fund USD	Equity Balanced Beta Eurozone Fund EUR	Equity Balanced Beta UK Fund GBP	Harness Macro Currency Fund ¹ USD	Total EUR
Net assets attributable to holders of redeemable participating shares at the start of the year		5,037,143	17,456,719	176,836,691	130,753,968	17,177,219	1,754,937	338,062,852
Increase/(decrease) in net assets attributable to holders of redeemable participating shares		597,795	(2,175,914)	4,685,120	(13,817,424)	243,316	(2,489)	(10,436,377)
Issue of redeemable participating shares		4,724,122	2,392,836	55,371,372	28,094,209	784,710	-	87,492,790
Redemption of redeemable participating shares		(1,760,914)	(3,108,386)	(103,571,911)	(49,333,147)	(6,169,863)	(1,752,448)	(157,617,604)
Notional foreign exchange loss on conversion of assets and liabilities	2c(iii)	-	-	-	-	-	-	(3,858,924)
Net assets attributable to holders of redeemable participating shares at the end of the year		8,598,146	14,565,255	133,321,272	95,697,606	12,035,382	-	253,642,737

¹Fully redeemed and terminated on 06 July 2015

The accompanying notes form an integral part of the financial statements

Statement of cash flows

For the financial year ended 30 June 2017

	UK Autocall Fund GBP	80% Protected Dynamic Allocation Fund USD	Equity Balanced Beta US Fund USD	Equity Balanced Beta Eurozone Fund EUR	Equity Balanced Beta UK Fund GBP	Total EUR
Cash flow from operating activities						
Increase in net assets attributable to holders of redeemable participating shares from operations	435,820	1,193,881	5,968,552	14,670,273	1,307,108	23,271,973
Net operating cash flow before change in operating assets and liabilities	435,820	1,193,881	5,968,552	14,670,273	1,307,108	23,271,973
Net decrease/(increase) in financial assets at fair value through profit or loss	8,674,240	(161,113)	58,195,169	44,270,982	2,822,879	110,913,327
Net decrease in financial liabilities at fair value through profit or loss	-	-	-	(178,263)	(3,576)	(182,423)
Net decrease/(increase) in other receivables	1,324	(36,228)	69,249	3,127,897	(10,593)	3,147,425
Net (decrease)/increase in other payables	6,296	148,852	(3,722)	491,418	18,903	653,943
Net cash from operating activities	9,117,680	1,145,392	64,229,248	62,382,307	4,134,721	137,804,245
Cash flows from financing activities						
Issue of redeemable participating shares	196,768	3,353,307	3,463,809	6,339,176	328,078	13,207,046
Redemption of participating shares	(9,426,174)	(4,436,841)	(66,726,995)	(68,739,641)	(4,690,281)	(150,480,495)
Net cash used in financing activities	(9,229,406)	(1,083,534)	(63,263,186)	(62,400,465)	(4,362,203)	(137,273,449)
Net (decrease)/increase in cash and cash equivalents	(111,726)	61,858	966,062	(18,158)	(227,482)	530,796
Cash and cash equivalents at the start of the year	119,346	141,316	32	182,576	240,360	742,637
Notional foreign exchange adjustment	-	-	-	-	-	(60,492)
Cash and cash equivalents at the end of the year	7,620	203,174	966,094	164,418	12,878	1,212,941

The accompanying notes form an integral part of the financial statements

Statement of cash flows

For the financial year ended 30 June 2016

	UK Autocall Fund GBP	80% Protected Dynamic Allocation Fund USD	Equity Balanced Beta US Fund USD	Equity Balanced Beta Eurozone Fund EUR	Equity Balanced Beta UK Fund GBP	Harness Macro Currency Fund ¹ USD	Total EUR
Cash flow from operating activities							
Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations	597,795	(2,175,914)	4,685,120	(13,817,424)	243,316	(2,489)	(10,436,377)
Net operating cash flow before change in operating assets and liabilities	597,795	(2,175,914)	4,685,120	(13,817,424)	243,316	(2,489)	(10,436,377)
Net (increase)/decrease in financial assets at fair value through profit or loss	(3,637,192)	2,891,446	43,562,933	36,694,186	5,498,685	1,675,128	82,544,424
Net increase/(decrease) in financial liabilities at fair value through profit or loss	-	-	-	237,739	8,384	(116)	248,822
Net (increase)/decrease in other receivables	(445)	3,096	(83,120)	(3,434,024)	-	-	(3,506,722)
Net increase/(decrease) in other payables	445	(3,096)	63,345	(22,735)	(4,905)	(3,007)	22,890
Net cash (used in)/from operating activities	(3,039,397)	715,532	48,228,278	19,657,742	5,745,480	1,669,516	68,873,037
Cash flows from financing activities							
Issue of redeemable participating shares	4,724,122	2,392,836	55,260,413	28,094,209	784,710	-	87,392,813
Redemption of participating shares	(1,565,474)	(2,967,347)	(103,488,791)	(46,189,012)	(6,169,863)	(1,752,448)	(154,010,690)
Net cash from/(used in) financing activities	3,158,648	(574,511)	(48,228,378)	(18,094,803)	(5,385,153)	(1,752,448)	(66,617,877)
Net increase/(decrease) in cash and cash equivalents	119,251	141,021	(100)	1,562,939	360,327	(82,932)	2,255,160
Cash and cash equivalents at the start of the year	95	295	132	(1,380,363)	(119,967)	82,932	(1,474,747)
Notional foreign exchange adjustment	-	-	-	-	-	-	(37,776)
Cash and cash equivalents at the end of the year	119,346	141,316	32	182,576	240,360	-	742,637

¹Fully redeemed and terminated on 06 July 2015

The accompanying notes form an integral part of the financial statements

Notes to the financial statements

For the financial year ended 30 June 2017

Red Arc Global Investments (Ireland) plc

1. General information

Red Arc Global Investments (Ireland) plc (the "Company") is an investment company with variable capital incorporated on 1 February 2008 and authorised in Ireland as an Undertaking for Collective Investment in Transferable Securities ("UCITS") pursuant to the European Communities UCITS Regulations 2011, and Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (undertakings for Collective Investment in Transferable Securities) Regulations, 2015 (as amended).

The table below reflects the active share classes on each of the sub-funds.

Sub-fund	Share Classes	Sub-fund launch date
UK Autocall Fund ¹	GBP Class A, GBP Class A2	7 April 2010
80% Protected Dynamic Allocation Fund	USD Class A, EUR Class A, GBP Class A, GBP Class A2	18 July 2011
Equity Balanced-Beta US Fund	USD Class I, USD Class A, USD Class C, EUR Class I ²	21 March 2012
Equity Balanced-Beta Eurozone Fund	USD Class C, EUR Class I, EUR Class A, EUR Class C, EUR Class D ³	21 March 2012
Equity Balanced-Beta UK Fund	USD Class I, USD Class C, GBP Class I, GBP Class C	8 August 2012

¹Fully redeemed and terminated on 05 December 2016.

²Fully redeemed effective 14 September 2016.

³Launched effective 17 August 2016 which later fully redeemed and closed effective 21 June 2017.

Please see the respective supplements for further information on the above sub-funds.

2. Significant accounting policies

(a) Basis of preparation

The audited financial statements of the Company have been prepared in accordance with International Financial Reporting Standards ("IFRS") as adopted by the European Union, Irish statute comprising the Companies Act 2014, the UCITS Regulations, and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015 (the "Central Bank Regulations"). The financial statements have been prepared under the historical cost convention, except for financial assets and financial liabilities classified at fair value through profit or loss that have been measured at fair value. The financial results presented for UK Autocall Fund were prepared under the termination basis of accounting as the sub-fund was fully redeemed and terminated on 05 December 2016.

The preparation of financial statements in accordance with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of income and expenses during the year. Actual results could differ from those estimates and these differences could be material.

(b) Standards, interpretations and amendments issued but not yet effective

IFRS 9 – Financial Instruments – Classification and Measurement

IFRS 9, published in July 2014, will replace the existing guidance in IAS 39 - Financial Instruments: Recognition and Measurement ("IAS 39"). It includes revised guidance on the classification and measurement of financial instruments, including a new expected credit loss model for calculating impairment on financial assets, and the new general hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from IAS 39.

IFRS 9 is effective for annual reporting periods beginning on or after 1 January 2018, with early adoption permitted. Based on the initial assessment, this standard is not expected to have a material impact on the Company.

IFRS 15 – Revenue from Contracts with Customers

IFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognised. It replaces existing revenue recognition guidance, including IAS 18 Revenue, IAS 11 Construction Contracts and IFRIC 13 Customer Loyalty Programmes. IFRS 15 is effective for annual reporting periods beginning on or after 1 January 2018, with early adoption permitted. Based on the initial assessment, this standard is not expected to have a material impact on the Company.

IFRS 16 – Leases

IFRS 16, published in January 2016 with an effective date of 1 January 2019 will replace the existing guidance in IAS 17 - Leases. The new standard requires lessees to recognise nearly all leases on the balance sheet which will reflect their right to use an asset for a period of time and the associated liability for payments. Based on the initial assessment, this standard is not expected to have a material impact on the Company.

(c) Foreign exchange translation

(i) Functional currency

The functional currency of Equity Balanced-Beta Eurozone Fund is Euro ("EUR"). The functional currency of Equity Balanced-Beta UK Fund is British Pound ("GBP") and this was also the functional currency of UK Autocall Fund. The functional currency of 80% Protected Dynamic Allocation Fund and Equity Balanced-Beta US Fund is US Dollars ("USD"). The Company has adopted the EUR as its presentation currency.

(ii) Foreign currency translation

Assets and liabilities denominated in currencies other than the functional currencies of the sub-funds are translated into the functional currency using exchange rates prevailing at the reporting date. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation, at the reporting date exchange rates, of assets and liabilities denominated in foreign currencies, are recognised in the statement of comprehensive income in the year in which they arise. Transactions in currencies other than the functional currencies are recorded at the rate of exchange prevailing on the dates of the transaction.

Notes to the financial statements (continued)

Red Arc Global Investments (Ireland) plc

For the financial year ended 30 June 2017

2. Significant accounting policies (continued)

(c) Foreign exchange translation (continued)

(iii) Notional foreign exchange adjustment

The foreign exchange adjustment arises due to the use of exchange rates at the reporting date to translate sub-funds that have a functional currency that differs to the presentation currency of the Company. The translation of the sub-funds' functional currencies into the presentation currency of the Company is recognised separately through the statement of changes in net assets attributable to holders of redeemable participating shares. For the reporting date 30 June 2017, the translation adjustment was a notional loss of €2,114,899 (30 June 2016: notional loss of €3,858,924); which has no impact on the net asset value ("NAV") of each individual sub-fund.

(d) Financial assets and liabilities at fair value through profit or loss

(i) Classification

The Company classifies its financial assets and liabilities into the categories below in accordance with IAS 39.

- Financial assets or financial liabilities held for trading are those acquired or incurred principally for the purpose of selling or repurchasing in the short term. This category includes derivatives.
- Financial assets and 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 each sub-fund's investment strategy.

The Company has classified all of its financial assets and liabilities at fair value through profit or loss as held for trading for the reporting dates 30 June 2017 and 30 June 2016.

(ii) Recognition

All "regular way" purchases and sales of financial instruments are recognised using trade date accounting, the day that the sub-funds commit to purchase or sell the asset. From this date any gains and losses arising from changes in fair value of the financial assets or financial liabilities are recorded. Regular way purchases, or sales, are purchases and sales of financial assets that require delivery of the asset within a time frame generally established by regulation or convention in the market place.

(iii) Measurement

At initial recognition financial assets and liabilities categorised at fair value through profit or loss are recognised initially at fair value, with transaction costs for such instruments being recognised directly in the statement of comprehensive income.

Subsequent to initial recognition, all instruments, classified at fair value through profit or loss, are measured at fair value with changes in their fair value recognised in the statement of comprehensive income in the year in which they arise.

- Investments in total return swaps are valued per the approved counterparty as detailed in the schedule of investments.
- Investments in forward currency contracts are valued at the close-of-business rates as reported by the pricing vendors utilised by the Administrator of the Company.

All investments held represent investments in collateralised total return swaps. As such, the investments held are not listed on an official stock exchange or traded on a regulated market.

(iv) Derecognition

Financial assets are derecognised when the contractual rights to the cash flows from the investments have expired or the Company has transferred substantially all risks and rewards of ownership. Financial liabilities are derecognised when the obligation specified in the contract is discharged, is cancelled or expires.

(v) Offsetting

The Company only offsets financial assets and financial liabilities at fair value through profit or loss if the Company has a legally enforceable right to set off the recognised amounts and either intends to settle on a net basis, or to realise the asset and settle the liability simultaneously.

(e) Cash and cash equivalents

Cash and cash equivalents in the statement of financial position comprise cash on hand and short-term deposits held with J.P. Morgan Bank (Ireland) plc (the "Depositary") that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, with original maturities of three months or less. Cash and cash equivalents also includes cash held in the umbrella cash collections account held at Bank of New York Mellon-London Branch. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and cash equivalents as defined above.

(f) Amounts received as collateral

Each approved counterparty to the derivative contracts will be required under the terms of the relevant derivative contract to provide collateral to the Company so that the Company's risk exposure to the relevant approved counterparty is in compliance with the Central Bank Regulations. The collateral received from the approved counterparty remains as a payable to the swap counterparty.

(g) Segregated liability between sub-funds

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 be exposed to the liabilities of other sub-funds of the Company. As at the reporting date, the Directors are not aware of any existing or contingent liabilities of any sub-fund of the Company.

Notes to the financial statements (continued)

Red Arc Global Investments (Ireland) plc

For the financial year ended 30 June 2017

2. Significant accounting policies (continued)

(h) Net gain/(loss) from financial instruments at fair value through profit or loss and foreign exchange

Net gain/(loss) from financial instruments at fair value through profit or loss includes all realised and unrealised fair value changes and foreign exchange differences. Net realised gain/(loss) from financial instruments at fair value through profit or loss is calculated using the average cost method.

(i) Expenses

All expenses are recognised in the statement of comprehensive income on an accrual basis.

(j) Redeemable participating shares

Redeemable participating shares are redeemable at the shareholder's option and are classified as financial liabilities.

(k) Transaction costs

Transaction costs are incremental costs, which are separately identifiable and directly attributable to the acquisition, issue or disposal of a financial asset or financial liability. Transaction costs for each sub-fund are disclosed in the statement of comprehensive income.

Notes to the financial statements (continued)

For the financial year ended 30 June 2017

Red Arc Global Investments (Ireland) plc

3. Financial assets and financial liabilities at fair value through profit or loss

(i) Net gains and losses of financial assets and financial liabilities at fair value through profit or loss and foreign exchange

For the financial year ended 30 June 2017

	UK Autocall Fund ¹ GBP	80% Protected Dynamic Allocation Fund USD	Equity Balanced Beta US Fund USD	Equity Balanced Beta Eurozone Fund EUR	Equity Balanced Beta UK Fund GBP	Total EUR
Net realised gain/(loss) on investments and foreign exchange	938,732	(216,543)	9,271,813	4,479,024	533,603	14,503,390
Change in unrealised gain/(loss) on investments and foreign exchange	(502,830)	1,410,459	(2,272,244)	11,035,241	894,406	10,699,695
Net gain on financial assets and financial liabilities at fair value through profit or loss and foreign exchange	435,902	1,193,916	6,999,569	15,514,265	1,428,009	25,203,085

¹Fully redeemed and terminated on 05 December 2016.

For the financial year ended 30 June 2016

	UK Autocall Fund GBP	80% Protected Dynamic Allocation Fund USD	Equity Balanced Beta US Fund USD	Equity Balanced Beta Eurozone Fund EUR	Equity Balanced Beta UK Fund GBP	Harness Macro Currency Fund ¹ USD	Total EUR
Net realised gain/(loss) on investments and foreign exchange	4,064	(180,865)	7,457,998	(823,393)	362,505	(6,344)	6,216,980
Change in unrealised gain/(loss) on investments and foreign exchange	593,704	(1,995,042)	(1,219,601)	(11,661,941)	40,255	3,899	(13,708,937)
Net gain/(loss) on financial assets and financial liabilities at fair value through profit or loss and foreign exchange	597,768	(2,175,907)	6,238,397	(12,485,334)	402,760	(2,445)	(7,491,957)

¹Fully redeemed and terminated on 06 July 2015.

Notes to the financial statements (continued)

Red Arc Global Investments (Ireland) plc

For the financial year ended 30 June 2017

3. Financial assets and financial liabilities at fair value through profit or loss (continued)

(ii) Fair value of financial instruments

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

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

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

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

The following table details the categories of financial assets and financial liabilities held by the Company at the reporting date:

As at 30 June 2017

	Level 1	Level 2	Level 3	Total
80% Protected Dynamic Allocation Fund	USD	USD	USD	USD
Held for trading				
- Investment in total return swaps	-	14,726,091	-	14,726,091
Financial assets at fair value through profit or loss	-	14,726,091	-	14,726,091
Equity Balanced-Beta US Fund	USD	USD	USD	USD
Held for trading				
- Investment in total return swaps	-	75,206,098	-	75,206,098
Financial assets at fair value through profit or loss	-	75,206,098	-	75,206,098
Equity Balanced-Beta Eurozone Fund	EUR	EUR	EUR	EUR
Held for trading				
- Investment in total return swaps	-	51,298,390	-	51,298,390
- Forward currency contracts	-	871	-	871
Financial assets at fair value through profit or loss	-	51,299,261	-	51,299,261
Held for trading				
- Forward currency contracts	-	92,936	-	92,936
Financial liabilities at fair value through profit or loss	-	92,936	-	92,936
Equity Balanced-Beta UK Fund	GBP	GBP	GBP	GBP
Held for trading				
- Investment in total return swaps	-	8,989,199	-	8,989,199
- Forward currency contracts	-	20	-	20
Financial assets at fair value through profit or loss	-	8,989,219	-	8,989,219
Held for trading				
- Forward currency contracts	-	4,884	-	4,884
Financial liabilities at fair value through profit or loss	-	4,884	-	4,884

As at 30 June 2016

	Level 1	Level 2	Level 3	Total
UK Autocall Fund	GBP	GBP	GBP	GBP
Held for trading				
- Investment in total return swaps	-	8,674,240	-	8,674,240
Financial assets at fair value through profit or loss	-	8,674,240	-	8,674,240
80% Protected Dynamic Allocation Fund	USD	USD	USD	USD
Held for trading				
- Investment in total return swaps	-	14,564,978	-	14,564,978
Financial assets at fair value through profit or loss	-	14,564,978	-	14,564,978
Equity Balanced-Beta US Fund	USD	USD	USD	USD
Held for trading				
- Investment in total return swaps	-	133,401,245	-	133,401,245
- Forward currency contracts	-	22	-	22
Financial assets at fair value through profit or loss	-	133,401,267	-	133,401,267

Notes to the financial statements (continued)

For the financial year ended 30 June 2017

Red Arc Global Investments (Ireland) plc

3. Financial assets and financial liabilities at fair value through profit or loss (continued)

(ii) Fair value of financial instruments (continued)

The following table details the categories of financial assets and financial liabilities held by the Company at the reporting date:

As at 30 June 2016 (continued)

	Level 1	Level 2	Level 3	Total
Equity Balanced-Beta Eurozone Fund	EUR	EUR	EUR	EUR
Held for trading				
- Investment in total return swaps	-	95,561,358	-	95,561,358
- Forward currency contracts	-	8,885	-	8,885
Financial assets at fair value through profit or loss	-	95,570,243	-	95,570,243
Held for trading				
- Forward currency contracts	-	271,199	-	271,199
Financial liabilities at fair value through profit or loss	-	271,199	-	271,199
Equity Balanced-Beta UK Fund	GBP	GBP	GBP	GBP
Held for trading				
- Investment in total return swaps	-	11,810,815	-	11,810,815
- Forward currency contracts	-	1,283	-	1,283
Financial assets at fair value through profit or loss	-	11,812,098	-	11,812,098
Held for trading				
- Forward currency contracts	-	8,460	-	8,460
Financial liabilities at fair value through profit or loss	-	8,460	-	8,460

There were no transfers between levels during the year (30 June 2016: nil). All other assets and liabilities held by the sub-funds at the reporting dates 30 June 2017 and 30 June 2016 are carried at amortised cost; their carrying values are a reasonable approximation of fair value. Cash and cash equivalents have been classified at level 1, due to the liquid nature of the asset. All other assets and liabilities have been classified at level 2.

4. Derivatives

UK Autocall Fund

The investment objective of the sub-fund was to provide Shareholders of each Class with a return reflecting the performance of the Reference Asset. The Reference Asset is the UK Autocall Strategy (the "Strategy"). In order to achieve the investment objective, the Company on behalf of the sub-fund entered into separate Derivative Contracts for each Share Class which provided exposure to the Reference Asset in accordance with the terms of the Prospectus. The Net Asset Value per Share of each Share Class depended on the value of the relevant Derivative Contract. In order to comply with the investment restrictions applicable to the Company, each Derivative Contract was collateralised.

As detailed in note 21, the sub-fund fully redeemed and terminated effective 05 December 2016.

The investment objective was achieved by gaining exposure to the Strategy which notionally pays a pre-defined growth amount if the official closing level of the Underlying Index is at or above a pre-specified level (which is called an Auto-Call Trigger Level) on an Auto-Call Observation Date. In return for this defined growth profile, investors do not benefit if the Underlying Index performs more strongly.

The Underlying Index used was a market-capitalisation weighted index representing the performance of the 100 largest UK-domiciled blue chip companies, which pass screening for size and liquidity. As at 30 June 2016, the underlying index represented approximately 80.76 per cent of the UK's market capitalisation and is suitable as the basis for investment products, such as funds, derivatives and exchange-traded funds. The underlying index also accounted for 4.97 per cent (30 June 2016: 6.56 per cent) of the world's equity market capitalisation as at 30 June 2017 (based on the FTSE All-World Index as at 30 June 2017). The underlying index components are all traded on the London Stock Exchange's SETS trading system.

80% Protected Dynamic Allocation Fund

The investment objective of the sub-fund is to provide Shareholders in each Class with investment exposure to the performance of a notional Reference Asset and partial capital protection in an amount equal to 80% of the highest ever Net Asset Value per Share of the relevant Class achieved on any day from the Initial Issue Date (the "Protected Amount"). The Protected Amount of the relevant Class on any day may be equal to or higher than 80% of the Initial Issue Price, depending on the performance of the Reference Asset since the Initial Issue Date.

The Reference Asset for each Class is a notional portfolio (denominated in the currency of the relevant Class of Shares) comprising: (i) the Reference Portfolio, which is a notional multi-asset portfolio selected by BlackRock Investment Management (UK) Limited (the "Portfolio Advisor") on an ongoing basis and providing exposure to a range of asset classes (including equities, bonds and commodities) through positions in collective investment schemes (CISs), exchange traded funds (ETFs) and certain derivative positions, and (ii) the Reserve Asset, which is a notional portfolio of cash instruments denominated in the currency of the relevant Class of Shares, bearing interest at a rate equal to the prevailing overnight interest rate in the relevant currency minus 0.125% per annum.

The balance of the allocation of the Reference Asset for each Class between the Reference Portfolio and the Reserve Asset is adjusted from time to time in accordance with a fixed set of systematic allocation rules (the "Dynamic Allocation Rules") which are designed to maximise the allocation to the Reference Portfolio (up to a maximum of 100% of the value of the Reference Asset), whilst at least preserving a value reflecting the Protected Amount of the relevant Class. Through following the Investment Policy, the Fund will receive, under the Derivative Contracts in respect of each Class, an amount reflecting the Protected Amount of the relevant Class even if the Dynamic Allocation Rules fail to achieve this through the rebalancing process.

In order to achieve its investment objective, the Company on behalf of the sub-fund intends to use the net proceeds of any issue of Shares to: (i) physically invest in certain Direct Investments, and (ii) enter into Derivative Contracts in respect of each Class with the Approved Counterparty in the form of: (a) an unfunded asset swap transaction (the "Asset swap"), and (b) a funded total return swap transaction (the "Total Return Swap", and together with the Asset Swap, the Derivative Contracts).

There were no direct investments held during the financial year ended 30 June 2017 (30 June 2016: nil).

Notes to the financial statements (continued)

Red Arc Global Investments (Ireland) plc

For the financial year ended 30 June 2017

4. Derivatives (continued)

Equity Balanced-Beta US Fund

The investment objective of the sub-fund is to provide Shareholders in each Class with exposure to the performance of the Citi Volatility Balanced-Beta (VIBE) Equity US Net Total Return Index (the "Index"), developed by Citigroup Global Markets Limited.

The constituents of the Index are drawn from the S&P 100 Index ("S&P 100") and weighted according to the Citi Volatility Balanced-Beta ("VIBE") methodology, a proprietary risk-weighting model developed by Citigroup, the Index Sponsor. As described in more detail below, the VIBE methodology determines the percentage weight within the Index of each constituent on a quarterly basis such that the risk contribution of each constituent is equal. In determining the risk contribution of each constituent, the VIBE methodology relies exclusively on market price volatility (both historic and implied) as a measure of risk. The S&P 100 measures the performance of the US's leading blue chip companies. The S&P 100 is made up of 100 constituents selected from the S&P 500 Index ("S&P 500") on the basis of sector balance and the availability of individual stock options for each constituent.

In order to achieve the investment objective, the Company on behalf of the sub-fund intends to invest the net proceeds of any issue of shares in sub-fund assets. The sub-fund assets (i) will include a single total return swap, which will be fully funded or partially funded from the net proceeds of any issue of shares, to obtain an exposure to the performance of the Index; (ii) will include, where the total return swap is partially funded, a single reverse repurchase agreement, to enable the Company to hold assets in a more cost-effective manner and (iii) will include one-month foreign exchange currency forward contracts, which will be used to smooth out the currency exposures to which the Company on behalf of the sub-fund will be exposed in respect of the classes the currencies of which are not the same as the base currency of the sub-fund.

The table below details the anticipated and the actual tracking error for the financial year ended:

	30 June 2017	30 June 2016
Anticipated tracking error	+0.25%	+0.25%
Actual tracking error (USD Class A)*	+0.09%	+0.28%

*Represented by the share class with the highest actual tracking error

The difference between the anticipated and the actual tracking error is due to a number of factors including, but not limited to, trading costs, fund expenses, level of hedging on non-base currency share classes and residual cash balances held.

The difference between the performance of the Fund (USD Class A) and the performance of the index was -1.68% for the year (30 June 2016: -0.84%) and the difference is due to a number of factors including, but not limited to, trading costs, fund expenses and residual cash balances held.

Equity Balanced-Beta Eurozone Fund

The investment objective of the sub-fund is to provide Shareholders in each Class with exposure to the performance of the Citi Volatility Balanced-Beta (VIBE) Equity Eurozone Net Total Return Index (the "Index"), developed by Citigroup Global Markets Limited.

The constituents of the Index are drawn from the S&P Euro 75 Index ("S&P Euro 75") and weighted according to the Citi Volatility Balanced-Beta ("VIBE") methodology, a proprietary risk-weighting model developed by Citigroup, the Index Sponsor. The VIBE methodology determines the percentage weight within the Index of each constituent on a quarterly basis such that the risk contribution of each constituent is equal. In determining the risk contribution of each constituent, the VIBE methodology relies exclusively on market price volatility (both historic and implied) as a measure of risk. The S&P Euro 75 measures the performance of the Eurozone's leading blue chip companies. The S&P Euro 75 is made up of 75 constituents, which are drawn from a universe comprising the constituent stocks of the broad S&P Eurozone Broad Market Index ("Eurozone BMI"), domiciled in the Eurozone and trading in Euro.

In order to achieve the investment objective, the Company on behalf of the sub-fund intends to invest the net proceeds of any issue of shares in sub-fund assets. The sub-fund assets (i) will include a single total return swap, which will be fully funded or partially funded from the net proceeds of any issue of shares, to obtain an exposure to the performance of the Index; (ii) will include, where the total return swap is partially funded, a single reverse repurchase agreement, to enable the Company to hold assets in a more cost-effective manner and (iii) will include one-month foreign exchange currency forward contracts, which will be used to smooth out the currency exposures to which the Company on behalf of the sub-fund will be exposed in respect of the classes the currencies of which are not the same as the base currency of the sub-fund.

The table below details the anticipated and the actual tracking error for the financial year ended:

	30 June 2017	30 June 2016
Anticipated tracking error	+0.15%	+0.15%
Actual tracking error (USD Class C)*	+0.29%	+0.58%

*Represented by the share class with the highest actual tracking error

The difference between the anticipated and the actual tracking error is due to a number of factors including, but not limited to, trading costs, fund expenses, level of hedging on non-base currency share classes and residual cash balances held.

The difference between the performance of the Fund (USD Class C) and the performance of the index was 0.38% for the year (30 June 2016: -0.64%) and the difference is due to a number of factors including, but not limited to, trading costs, fund expenses and residual cash balances held.

Equity Balanced-Beta UK Fund

The constituents of the Index are drawn from the S&P United Kingdom Index ("S&P UK") and weighted according to the Citi Volatility Balanced-Beta ("VIBE") methodology, a proprietary risk-weighting model developed by Citigroup, the Index Sponsor. The VIBE methodology determines the percentage weight within the Index of each constituent on a quarterly basis such that the risk contribution of each constituent is equal. In determining the risk contribution of each constituent, the VIBE methodology relies exclusively on market price volatility (both historic and implied) as a measure of risk. The S&P UK measures the performance of the UK's leading blue chip companies. The S&P UK is made up of stocks that have been analyzed for size and liquidity, as well as sector representation. The S&P UK is made up of a varying number of constituents, based on certain qualifying criteria. A stock's weight in the S&P UK is determined by the float-adjusted market capital of the stock. The float-adjustment seeks to exclude "strategic holdings", which are holdings by founders, directors of the company, corporate or government holdings that are considered long-term. A minimum liquidity, based on float turnover, is also required for inclusion.

The table below details the anticipated and actual tracking error for the financial year ended:

	30 June 2017	30 June 2016
Anticipated tracking error	+0.20%	+0.20%
Actual tracking error (USD Class C)*	+0.24%	+0.44%

*Represented by the share class with the highest actual tracking error

Notes to the financial statements (continued)

Red Arc Global Investments (Ireland) plc

For the financial year ended 30 June 2017

4. Derivatives (continued)

Equity Balanced-Beta UK Fund (continued)

The difference between the anticipated and the actual tracking error is due to a number of factors including, but not limited to, trading costs, fund expenses, level of hedging on non-base currency share classes and residual cash balances held and these are not material.

The difference between the performance of the Fund (USD Class C) and the performance of the index was -0.66% for the year (30 June 2016: -1.40%) difference is due to a number of factors including, but not limited to, trading costs, fund expenses and residual cash balances held and these are not material.

In order to achieve the investment objective, the Company on behalf of the sub-fund intends to invest the net proceeds of any issue of shares in sub-fund assets. The sub-fund assets (i) will include a single total return swap, which will be fully funded or partially funded from the net proceeds of any issue of shares, to obtain an exposure to the performance of the Index; (ii) will include, where the total return swap is partially funded, a single reverse repurchase agreement, to enable the Company to hold assets in a more cost-effective manner and (iii) will include one-month foreign exchange currency forward contracts, which will be used to smooth out the currency exposures to which the Company on behalf of the sub-fund will be exposed in respect of the classes the currencies of which are not the same as the base currency of the sub-fund.

The Company also holds forward currency contracts which are used for share class hedging purposes. The Company records these forward activities on a mark-to-market basis.

A **forward currency contract** involves an obligation to purchase or sell a specific currency at a future date, at a price set at the time the contract is made. Forward currency contracts will be valued by reference to the forward price at which a new forward contract of the same size and maturity could be undertaken at the valuation date. The unrealised gain or loss on open forward currency contracts is calculated as the difference between the contract rate and this forward price, and this difference is recognised in the statement of comprehensive income.

5. Swap fee receivable

80% Protected Dynamic Allocation Fund

Under the terms of the Asset Swap in respect of each Class, the Fund will pay to the Approved Counterparty the performance and any income received in respect of Direct Investments held by the Fund. In return, the Approved Counterparty will pay to the Fund (i) the performance of the Reference Asset, together with (ii) monthly amounts equal to the relevant proportion of the monthly Management Fee ("Swap fee receivable"). On this basis, the swap fee income is equal to the management fee charged to the sub-fund.

UK Autocall Fund

The Net Asset Value of the Shares of each Class was reduced by certain fees and expenses, as disclosed in note 7, which were funded by payments made by the Approved Counterparty under the relevant Derivatives Contract. On this basis, the swap fee income is equal to the management fee charged to the sub-fund.

6. Other receivables

Other receivables relates to a repayment by Citigroup Global Markets Limited to Equity Balanced-Beta UK Fund for swap fees that were over-charged during the year.

7. Auditors' remuneration

Fees and expenses charged by the Company's statutory Auditor, Deloitte, in respect of the financial year, entirely relate to the audit of the financial statements of €60,000 (2016: €60,000) - exclusive of VAT and tax compliance fees of €5,850 (2016: €5,100). Other than the aforementioned fees, there were no fees and expenses charged in respect of assurance, tax advisory or non-audit services provided by the statutory auditor for the financial years ended 30 June 2017 and 30 June 2016.

The Auditors' fee is paid out of the Fund Fees and not out of the assets of the Company.

8. Fees and Expenses

The Company pays out of the assets of the sub-funds amounts in respect of a management fee (the "Management Fee") and other costs and expenses ("Other Costs and Expenses") to the Manager. Together the Management Fee and Other Costs and Expenses are referred to as "Fund Fees".

The Manager, on behalf of the Company, pays out of the Fund Fees the following: fees and expenses of the Manager, the Distributor and any other delegates and service providers appointed by the Manager, the Investment Manager (if any), the Investment Advisor, the Depositary, the Administrator, Directors' fees attributable to the relevant Fund; the fees and expenses of sub-custodians which will be at normal commercial rates; any fees in respect of circulating details of the Net Asset Value; secretarial fees; any costs incurred in respect of meetings of Shareholders, marketing and distribution costs; costs incurred in respect of the distribution of income to Shareholders; the fees and expenses of any paying agent or representative appointed in compliance with the requirements of another jurisdiction; all sums payable in respect of Directors' and officers' liability insurance cover; the fees and expenses of the auditors, tax and legal advisers; fees connected with listing any Shares on the Irish Stock Exchange or other stock exchange and registering any Shares for sale in other jurisdictions; costs of printing and distributing, the relevant Annex, reports, accounts and any explanatory memoranda; any necessary translation fees; costs of publishing prices; costs incurred as a result of periodic updates of the Prospectus, or of a change in law or the introduction of any new law (including any costs incurred as a result of compliance with any applicable code, whether or not having the force of law).

Given the fixed nature of the Fund Fees and under the terms of its agreement with the Manager, the Distributor, and not the Shareholders, take the risk of any price increases to the cost of the services covered by the Fund Fees and takes the risk of expense levels relating to such services increasing above the Fund Fees as a result of a decrease in net assets. Conversely, the Distributor, and not the Shareholders, would benefit from any price decrease in the cost of services covered by the Fund Fees, including decreased expense levels resulting from an increase in net assets.

Particulars of the Fund Fees in respect of each Fund are outlined below.

UK Autocall Fund

The Company on behalf of the sub-fund paid, in respect of each Class, a fee out of the assets of the sub-fund attributable to such Class (the "Management Fee"). The Management Fee in respect of each Class is an amount up to 0.20 per cent. The Management Fee accrued on each Business Day, and was calculated on each Business Day with reference to the Net Asset Value of such Class on the immediately preceding Business Day. Prior to 08 April 2015 a fee of up to 0.90 per cent was charged in relation to Class A shares.

Notes to the financial statements (continued)

Red Arc Global Investments (Ireland) plc

For the financial year ended 30 June 2017

8. Fees and Expenses (continued)

80% Protected Dynamic Allocation Fund

A Management Fee of up to 1.25 per cent per annum of the aggregate NAV per share of each Class issued in respect of the sub-fund is paid by the Company on behalf of the sub-fund out of the assets of the sub-fund attributable to the relevant class. The Management Fee accrues daily and is calculated on each Business Day using the Net Asset Value of the relevant Class on the immediately preceding Business Day. The maximum fee was charged during the financial year ended 30 June 2017 and the financial year ended 30 June 2016.

Equity Balanced-Beta US Fund

The Company on behalf of the sub-fund pays a Management Fee of 0.40 per cent per annum of the Class I shares, 1.20 per cent of the Class A shares and 0.80 per cent of the Class C shares out of the assets of the sub-fund attributable to each Class. The Management Fee in respect of each Class accrues on each Business Day, and is calculated on each Business Day with reference to the Net Asset Value of such Class on the immediately preceding Business Day.

Other costs & expenses of 0.20 per cent, which form part of the Fund Fees, are also paid by the Company on behalf of the sub-fund.

Equity Balanced-Beta Eurozone Fund

The Company on behalf of the sub-fund pays a Management Fee of 0.40 per cent per annum of the Class I shares and Class D shares, 1.20 per cent of the Class A shares, and 0.80 per cent of the Class C shares out of the assets of the sub-fund attributable to each Class. The Management Fee in respect of each Class accrues on each Business Day, and is calculated on each Business Day with reference to the Net Asset Value of such Class on the immediately preceding Business Day.

Other costs & expenses of 0.20 per cent, which form part of the Fund Fees, are also paid by the Company on behalf of the sub-fund.

Equity Balanced-Beta UK Fund

The Company on behalf of the sub-fund pays a Management Fee of 0.40 per cent per annum of the Class I shares, 1.20 per cent of the Class A shares and 0.80 per cent of the Class C shares out of the assets of the sub-fund attributable to each Class. The Management Fee in respect of each Class accrues on each Business Day, and is calculated on each Business Day with reference to the Net Asset Value of such Class on the immediately preceding Business Day.

Other costs & expenses of 0.20 per cent, which form part of the Fund Fees, are also paid by the Company on behalf of the sub-fund.

9. Transaction Costs

Transaction costs are incremental costs, which are separately identifiable and directly attributable to the acquisition, issue or disposal of a financial asset or financial liability.

For Equity Balanced-Beta US Fund and Equity Balanced-Beta UK Fund the Company, on behalf of the sub-fund, pays a swap fee of up to 0.20 per cent of the notional size of the total return swap to the TRS Counterparty for the provision and hedging of the total return swap. Citigroup Global Markets Limited will pay any such fees in excess of such amount. For Equity Balanced-Beta Eurozone, in respect of all classes other than EUR Class D, the Company on behalf of the Fund will pay up to 0.20 per cent of the notional size of the relevant Index Swap to the IS Counterparty for the provision of such Index Swap. Citigroup Global Markets Limited will pay any such fees in excess of such amount. This is classified in the statement of comprehensive income as transaction costs.

10. Exchange rates

The following exchange rates were used as at the reporting date:

Currency	30 June 2017 Rate to EUR	30 June 2016 Rate to EUR
GBP	1.138881	1.203286
USD	0.876770	0.900130

11. Fund asset regime

The Company operates under a Fund Asset Model, whereby a single, omnibus subscriptions/redemptions account is held at The Bank of New York Mellon – London Branch in the name of the Company. The subscriptions/redemptions account is used to collect subscription monies from investors and pay out redemption monies and also dividends (where applicable) to shareholders. The balances held in the account are reconciled on a daily basis and monies are not intended to be held in the account for long periods. The monies held in the subscriptions/redemptions account are separately identifiable as an asset of the respective sub-funds and are disclosed in the statement of financial position within cash and cash equivalents. At the reporting date, the Company held EUR 862,999 in the subscriptions/redemptions account.

12. Share capital

Authorised

The authorised share capital of the Company is 1,000,000,000,000 shares of no par value initially designated as unclassified shares.

Subscriber Shares

The issued share capital of the Company is represented by 2 shares (the "subscriber shares") issued for the purposes of the incorporation of the Company at an issue price of €1 per share which are fully paid up. The subscriber shares do not form part of the NAV of the Company and are thus disclosed in the financial statements by way of this note only.

Issued Share Capital

The table below details the share transactions during the financial year ended:

Sub-fund	30 June 2017	30 June 2016
UK Autocall Fund		
GBP Class A		
Opening balance	26,764.91	25,632.01
Shares issued	261.66	8,294.57
Shares redeemed	(27,026.57)	(7,161.67)
Closing balance	-	26,764.91

Notes to the financial statements (continued)

Red Arc Global Investments (Ireland) plc

For the financial year ended 30 June 2017

12. Share capital

Issued Share Capital (continued)

The table below details the share transactions during the financial year ended (continued):

Sub-fund	30 June 2017	30 June 2016
UK Autocall Fund		
GBP Class A2		
Opening balance	41,031.78	13,586.61
Shares issued	1,323.37	34,435.32
Shares redeemed	(42,355.15)	(6,990.15)
Closing balance	-	41,031.78
80% Protected Dynamic Allocation Fund		
USD Class A		
Opening balance	24,542.79	25,414.96
Shares issued	5,010.23	7,734.69
Shares redeemed	(8,877.48)	(8,606.86)
Closing balance	20,675.54	24,542.79
EUR Class A		
Opening balance	42,741.17	42,345.79
Shares issued	3,928.12	4,495.30
Shares redeemed	(9,907.75)	(4,099.92)
Closing balance	36,761.54	42,741.17
GBP Class A		
Opening balance	33,963.91	42,714.36
Shares issued	569.36	327.48
Shares redeemed	(5,696.38)	(9,077.93)
Closing balance	28,836.89	33,963.91
GBP Class A2		
Opening balance	15,128.26	12,211.25
Shares issued	13,788.37	5,992.94
Shares redeemed	(9,127.14)	(3,075.93)
Closing balance	19,789.49	15,128.26
Equity Balanced-Beta US Fund		
USD Class I		
Opening balance	436,646.29	560,508.98
Shares issued	610.00	112,354.63
Shares redeemed	(266,017.35)	(236,217.32)
Closing balance	171,238.94	436,646.29
USD Class A		
Opening balance	19,825.35	59,720.06
Shares issued	5,709.01	20,754.91
Shares redeemed	(11,601.72)	(60,649.62)
Closing balance	13,932.64	19,825.35
USD Class C		
Opening balance	349,297.50	508,763.75
Shares issued	14,994.10	224,543.41
Shares redeemed	(123,119.68)	(384,009.66)
Closing balance	241,171.92	349,297.50
EUR Class I		
Opening balance	30.00	30.00
Shares issued	-	-
Shares redeemed	(30.00)	-
Closing balance	-	30.00
Equity Balanced-Beta Eurozone Fund		
USD Class C		
Opening balance	538,663.77	665,248.61
Shares issued	-	122,911.22
Shares redeemed	(323,497.30)	(249,496.06)
Closing balance	215,166.47	538,663.77
EUR Class I		
Opening balance	223,623.62	254,849.65
Shares issued	39,556.69	94,317.08
Shares redeemed	(167,321.50)	(125,543.11)
Closing balance	95,858.81	223,623.62

Notes to the financial statements (continued)

Red Arc Global Investments (Ireland) plc

For the financial year ended 30 June 2017

12. Share capital (continued)

Issued Share Capital

The table below details the share transactions during the financial year ended (continued):

Sub-fund	30 June 2017	30 June 2016
Equity Balanced-Beta Eurozone Fund (continued)		
EUR Class A		
Opening balance	435.03	4,690.03
Shares issued	-	350.00
Shares redeemed	(235.00)	(4,605.00)
Closing balance	200.03	435.03
EUR Class C		
Opening balance	98,120.98	144,057.70
Shares issued	5,591.30	7,050.32
Shares redeemed	(38,177.62)	(52,987.04)
Closing balance	65,534.66	98,120.98
EUR Class D		
Opening balance	-	-
Shares issued	10.00	-
Shares redeemed	(10.00)	-
Closing balance	-	-
Equity Balanced-Beta UK Fund		
USD Class I		
Opening balance	2,790.49	10,693.29
Shares issued	-	9,829.19
Shares redeemed	(1,484.41)	(17,731.99)
Closing balance	1,306.08	2,790.49
USD Class C		
Opening balance	32,131.07	72,781.48
Shares issued	234.34	-
Shares redeemed	(17,816.48)	(40,650.41)
Closing balance	14,548.93	32,131.07
GBP Class I		
Opening balance	23,930.72	33,567.22
Shares issued	2,975.59	-
Shares redeemed	(21,780.94)	(9,636.50)
Closing balance	5,125.37	23,930.72
GBP Class C		
Opening balance	56,892.63	67,999.37
Shares issued	-	1,572.08
Shares redeemed	(4,944.50)	(12,678.82)
Closing balance	51,948.13	56,892.63

13. Financial instruments and risk management

The Company's risks are set out in the prospectus and any consideration of risk here should be viewed in the context of the prospectus which is the primary document governing the operation of the Company. In accordance with its investment objectives and policies, the Company holds derivative contracts, with Citigroup Global Markets Limited and Citibank N.A. as the counterparty.

The performance of the Company's sub-funds is linked to a reference asset. The investment objective of these sub-funds is to provide the investors with a return linked to a reference asset (as specified in the relevant supplement). Exposure to the reference asset is achieved through an investment in derivative contracts, which seek to provide shareholders of each class with a return linked to the reference asset.

The table below provides details of the relevant reference asset for each of the sub-funds:

Sub-fund	Reference asset
UK Autocall Fund	UK Autocall Strategy
80% Protected Dynamic Allocation Fund	Reference Portfolio selected by Investment Advisor and Reserve Asset
Equity Balanced-Beta US Fund	Citi Volatility Balanced Beta (VIBE) Equity US Net Total Return Index
Equity Balanced-Beta Eurozone Fund	Citi Volatility Balanced Beta (VIBE) Equity Eurozone Net Total Return Index
Equity Balanced-Beta UK Fund	Citi Volatility Balanced Beta (VIBE) Equity UK Net Total Return Index

The Company's activities, which are undertaken by its sub-funds, expose them to a variety of financial risks, including as determined by accounting standard IFRS 7 – Financial Instruments: Disclosures.

Market risk arises from uncertainty about future prices of financial investments held by a sub-fund, whether those changes are caused by factors specific to individual financial instruments, or other factors affecting a number of similar financial instruments traded in the markets. It represents the potential loss a sub-fund might suffer through holding market positions in the face of price movements. Usually the maximum risk resulting from financial instruments is determined by the opening fair value of the instruments. Market risk consists of currency risk, interest rate risk and market price risk.

All active sub-funds of the Company at 30 June 2017 use the commitment approach to calculate their global exposure.

Notes to the financial statements (continued)

For the financial year ended 30 June 2017

Red Arc Global Investments (Ireland) plc

13. Financial instruments and risk management (continued)

Market risk

(i) Currency risk

Currency risk is the risk that as certain assets of the sub-fund may be invested in securities and other investments denominated in foreign currencies (i.e. non-functional currency), the value of such assets may be affected favourably or unfavourably by fluctuations in currency rates.

There is no direct foreign exchange risk due to the total return swaps being held in the currency of each class for 80% Protected Dynamic Allocation Fund. For UK Autocall Fund the swaps were held in the functional currency of the sub-fund and there were no non-base share classes. For Equity Balanced Beta US Fund, Equity Balanced Beta Eurozone Fund and Equity Balanced Beta UK Fund which all have non-base share classes, the Company enters into forward currency contracts to hedge the non-base share classes.

Risks associated with investments in reference assets where the value or return includes currency conversions using one or more exchange rates include the risk that exchange rates may change (in certain circumstances significantly due to devaluation or revaluation of a currency) and the risk that government or monetary authorities with jurisdiction over a currency may impose (as some have done in the past) or modify exchange controls.

(ii) Interest rate risk

Interest rate risk is defined as the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Risks associated with investments in reference assets where the value or return is calculated by reference to one or more interest rates include the risk of changes in and volatility in the relevant interest rates and the level of interest rates generally which are affected by economic, political and market conditions.

None of the sub-funds are directly affected by interest rate risk as their underlying swaps are not impacted by interest rate fluctuations, except for the interest earned on the collateral and the residual cash balances (which are negligible).

The 80% Protected Dynamic Allocation Fund is indirectly affected by interest rate risk as the Reserve Asset contains the remaining proportion not in the Reference Portfolio.

Due to the percentage allocation in the Reference Portfolio, \$3,284,865 (2016: \$6,954,150) remains in the Reserve Asset, and a 0.25% increase in interest rates will increase the net assets attributable to redeemable participating shareholders by \$8,212 (2016: \$17,385).

Each sub-fund is collateralised in accordance with UCITS and the collateral may be exposed to a number of factors including but not limited to interest rates.

(iii) Market price risk

This is the risk that the fair value of a financial instrument or its future cash flows will fluctuate because of changes in market prices. It represents the potential loss the sub-fund might suffer through holding market positions in the face of price movements. Investors gain an exposure to the reference asset through the derivative contract. As such, the fair value of the contract will move in line with the market price of the underlying reference asset.

The Company is exposed to equity price risk on Equity Balanced Beta US Fund, Equity Balanced Beta Eurozone Fund and Equity Balanced Beta UK Fund as the sub-funds primarily invest in equity swap contracts. The 80% Protected Dynamic Allocation Fund is primarily invested in a total return swap that is invested in underlying funds. The Company was also exposed to equity price risk on UK Autocall Fund as this sub-fund also invested primarily in equity swap contracts.

The following table demonstrates the potential impact on net assets attributable to holders of redeemable participating shares of a movement in the respective reference asset of each sub-fund. The table assumes a 10% upwards movement in the value of investments with all other variables remaining constant (a negative 10% would have an equal but opposite effect). A key limitation of this simplified analysis is that movements in underlying indices may result in rebalancing or different allocations or triggering features.

It should also be noted that the 80% Protected Dynamic Allocation Fund is designed to provide a partial capital protection equal to an amount of 80% of the highest NAV achieved on any day since the launch date. For this reason, a 10% upwards movement in the value of investments will only affect the relevant allocated portion of the reference asset, and a negative 10% downward movement in the value of investments would not necessarily have the full impact on the net assets attributable to holders of redeemable participating shares as disclosed below.

Sub-fund	30 June 2017	30 June 2016
UK Autocall Fund	-	£859,815
80% Protected Dynamic Allocation Fund	\$1,144,123	\$761,111
Equity Balanced-Beta US Fund	\$7,520,610	\$13,332,125
Equity Balanced-Beta Eurozone Fund	€5,129,839	€9,595,992
Equity Balanced-Beta UK Fund	£898,920	£1,204,256

Liquidity risk

Liquidity risk is the risk that the Company may not be able to settle or meet its obligations on time or at a reasonable price. The Company is exposed to daily cash redemptions of redeemable shares. The derivative contracts have a scheduled termination date with the option to extend for additional yearly terms. The sub-funds have the ability to adjust the exposure on request. The Directors have the option to limit redemptions to 10% of the total NAV of each sub-fund on a dealing day and spread the redemptions over several days. In addition each sub-fund is 100% collateralised to ensure the Company is able to settle or meet its obligations. Collateral is monitored on a daily basis and additional collateral is pledged when the level falls below 100%. Collateral is either cash or bonds and the credit ratings of the bonds held as collateral is all investment grade/government debt and monitored on a monthly basis. Stress testing is also completed on a quarterly basis.

All assets and liabilities held at 30 June 2017 and 30 June 2016 had a maturity date of less than one month.

Credit risk

Credit risk is the risk that a sub-fund's counterparty or investment issuer will be unable or unwilling to meet a commitment that it has entered into and cause a sub-fund to incur a financial loss. A sub-fund will be exposed to settlement risk on parties with whom it trades and Depositary risk on parties with whom the sub-fund has placed its assets in custody.

It is the Company's policy to enter into financial instruments with a reputable counterparty.

Notes to the financial statements (continued)

Red Arc Global Investments (Ireland) plc

For the financial year ended 30 June 2017

13. Financial instruments and risk management (continued)

Currently the derivative contracts for Equity Balanced Beta US Fund, Equity Balanced Beta Eurozone Fund and Equity Balanced Beta UK Fund are held with Citigroup Global Markets Limited as the counterparty, while the derivative contracts for 80% Protected Dynamic Allocation Fund are held with Citibank N.A. as counterparty.

As at the reporting date, the Standard and Poor's credit rating of Citibank N.A, a part of Citigroup, is A+ (2016: A). The Standard and Poor's credit rating of Citigroup Global Markets Limited, the "Investment Advisor", is A+ as at the reporting date (2016: A). All Collateral is held in a collateral account with J.P. Morgan Chase Bank plc. As at the reporting date, the Standard and Poor's credit rating of J.P. Morgan Chase Bank plc is A+ (2016: A+).

The exposure of the Company to the counterparty is reduced as a result of the collateral arrangements in place as described in the table below. The collateral held consists of government bonds, the quality of which is assessed in accordance with the requirements of the Central Bank Regulations. On a daily basis, where collateral is pledged to the sub-fund, the Manager reviews the credit rating of bond collateral to ensure it complies with the eligible collateral as per the collateral policy of the sub-fund. The S&P, Moody's and Fitch rating of each bond is reviewed, where applicable.

UCITS rules prescribe that collateral should be "high quality" although "high quality" is not defined in the Central Bank Regulations. The Manager reviews new bond collateral to ensure that it is at least Investment Grade quality and is issued from an eligible country as outlined in the ISDA. (Investment Grade bonds are defined as having a Moody's rating of Baa3 or above, S&P Rating of BBB- or a Fitch rating of BBB-).

The Manager does not accept corporate bonds as collateral. On a case by case basis, certain government bonds may be deemed unacceptable due to default risk.

Based on the analysis completed for collateral held as of the 30 June 2017 and 30 June 2016 all of the bonds held on the sub-funds range from AA rated to AAA rated according to S&P's rating.

The below table summarises the collateral held by each sub-fund and analyses the Company's maximum credit exposure to credit risk for the component of the statement of financial position, including derivatives. The maximum exposure is shown gross, before the effect of mitigation through the use of collateral agreements. All collateral is held in a collateral account with J.P. Morgan Bank (Ireland) plc.

As at 30 June 2017

Fund	Currency	Counterparty risk exposure Local currency	Collateral Local currency	Collateral as a % of counterparty risk exposure	Regulatory collateral requirement in %
UK Autocall Fund	GBP	-	-	-	90%
80% Protected Dynamic Allocation Fund	USD	14,726,091	15,039,138	102%	90%
Equity Balanced-Beta US Fund	USD	75,206,098	78,095,858	104%	90%
Equity Balanced-Beta Eurozone Fund	EUR	51,298,390	57,861,576	113%	90%
Equity Balanced-Beta UK Fund	GBP	8,989,199	9,191,069	102%	90%

As at 30 June 2016

Fund	Currency	Counterparty risk exposure Local currency	Collateral Local currency	Collateral as a % of counterparty risk exposure	Regulatory collateral requirement in %
UK Autocall Fund	GBP	8,674,240	9,013,110	105%	90%
80% Protected Dynamic Allocation Fund	USD	14,564,978	15,222,670	105%	90%
Equity Balanced Beta-US Fund	USD	133,401,245	134,320,349	101%	90%
Equity Balanced Beta-Eurozone Fund	EUR	95,561,358	96,546,967	101%	90%
Equity Balanced Beta-UK Fund	GBP	11,810,815	12,078,459	102%	90%

14. Net asset value

The NAV of each class of redeemable participating shares is determined by dividing the value of the net assets of the share class by the total number of redeemable participating shares in issue at the year end.

The NAV for the last three financial years are as follows:

Net asset value	Currency	30 June 2017	30 June 2016	30 June 2015
UK Autocall Fund				
GBP Class A	GBP	-	£3,951,699	£3,578,068
GBP Class A2	GBP	-	£4,646,447	£1,459,075
80% Protected Dynamic Allocation Fund				
USD Class A	USD	\$2,042,120	\$2,244,439	\$2,497,271
EUR Class A	EUR	€4,286,331	€4,789,546	€5,214,857
GBP Class A	GBP	£3,329,215	£3,437,142	£4,373,927
GBP Class A2	GBP	£2,672,121	£1,799,178	£1,443,479
Equity Balanced Beta US Fund				
USD Class I	USD	\$31,000,624	\$73,585,715	\$89,862,831
USD Class A	USD	\$1,935,440	\$2,584,285	\$7,466,193
USD Class C	USD	\$42,216,619	\$57,146,630	\$79,503,221
EUR Class I	EUR	-	€4,177	€3,991

Notes to the financial statements (continued)

Red Arc Global Investments (Ireland) plc

For the financial year ended 30 June 2017

14. Net asset value (continued)

The NAV for the last three financial years are as follows (continued):

Net asset value	Currency	30 June 2017	30 June 2016	30 June 2015
Equity Balanced Beta Eurozone Fund				
USD Class C	USD	\$27,891,634	\$57,578,074	\$78,423,352
EUR Class I	EUR	€15,670,078	€30,490,895	€38,134,882
EUR Class A	EUR	€31,320	€57,273	€683,483
EUR Class C	EUR	€10,624,651	€13,321,687	€21,550,644
Equity Balanced Beta UK Fund				
USD Class I	USD	\$141,984	\$272,294	\$1,041,743
USD Class C	USD	\$1,612,393	\$3,208,476	\$7,294,509
GBP Class I	GBP	£575,230	£2,425,783	£3,421,884
GBP Class C	GBP	£7,054,446	£7,005,775	£8,454,729
Harness Macro Currency Fund				
USD Class I	USD	-	-	\$1
EUR Class I	EUR	-	-	€1,575,055

The NAV per share class for the last three financial years are as follows:

Net asset value per share	Currency	30 June 2017	30 June 2016	30 June 2015
UK Autocall Fund				
GBP Class A	GBP	-	£147.64	£139.59
GBP Class A2	GBP	-	£113.24	£107.39
80% Protected Dynamic Allocation Fund				
USD Class A	USD	\$98.77	\$91.45	\$98.26
EUR Class A	EUR	€116.60	€112.06	€123.15
GBP Class A	GBP	£115.45	£101.20	£102.40
GBP Class A2	GBP	£135.03	£118.93	£118.21
Equity Balanced Beta US Fund				
USD Class I	USD	\$181.04	\$168.52	\$160.32
USD Class A	USD	\$138.91	\$130.35	\$125.02
USD Class C	USD	\$175.05	\$163.60	\$156.27
EUR Class I	EUR	-	€139.24	€133.02
Equity Balanced Beta Eurozone Fund				
USD Class C	USD	\$129.63	\$106.89	\$117.89
EUR Class I	EUR	€163.47	€136.35	€149.64
EUR Class A	EUR	€156.58	€131.65	€145.73
EUR Class C	EUR	€162.12	€135.77	€149.60
Equity Balanced Beta UK Fund				
USD Class I	USD	\$108.71	\$97.58	\$97.42
USD Class C	USD	\$110.83	\$99.86	\$100.22
GBP Class I	GBP	£112.23	£101.37	£101.94
GBP Class C	GBP	£135.80	£123.14	£124.34
Harness Macro Currency Fund				
USD Class I	USD	-	-	\$97.00
EUR Class I	EUR	-	-	€95.79

15. Net asset value reconciliation

The published NAV is adjusted for subscriptions receivable and redemptions payable which have a value date of the last NAV of each sub-fund in the accounting year.

As at 30 June 2017

	UK Autocall Fund GBP	80% Protected Dynamic Allocation Fund USD	Equity Balanced Beta US Fund USD	Equity Balanced Beta Eurozone Fund EUR	Equity Balanced Beta UK Fund GBP
Net asset value per financial statements	-	14,726,340	75,152,683	50,780,584	8,980,287
Subscriptions receivable ¹	-	-	-	(1,501)	-
Published net asset value	-	14,726,340	75,152,683	50,779,083	8,980,287

¹Subscriptions effective for the last valuation date

Notes to the financial statements (continued)

Red Arc Global Investments (Ireland) plc

For the financial year ended 30 June 2017

15. Net asset value reconciliation (continued)

As at 30 June 2016

	UK Autocall Fund GBP	80% Protected Dynamic Allocation Fund USD	Equity Balanced Beta US Fund USD	Equity Balanced Beta Eurozone Fund EUR	Equity Balanced Beta UK Fund GBP
Net asset value per financial statements	8,598,146	14,565,255	133,321,272	95,697,606	12,035,382
Redemptions payable ¹	76,216	-	-	281,880	-
Published net asset value	8,674,362	14,565,255	133,321,272	95,979,486	12,035,382

¹ Redemptions effective for the last valuation date

16. Related party disclosures

In accordance with IAS 24 - Related Party Disclosures the related parties of the Company and the required disclosures relating to material transactions with parties are outlined below.

Manager

The Manager is considered a related party to the Company as it is considered to have significant influence over the Company in its role as manager. The Manager receives fees as set out in note 7.

Investment Manager

The Investment Manager is also deemed to be a related party as they have significant influence over the sub-funds they are appointed to. Citigroup First Investment Management Limited is Investment Manager to the 80% Protected Dynamic Allocation Fund. Citigroup First Investment Management Limited did not receive a fee in its capacity as Investment Manager during the financial year ended 30 June 2017 (30 June 2016: nil).

Distributor & Index Sponsor

Citigroup Global Markets Limited and/or affiliates (together, "Citigroup") is deemed to be a related party as they have significant influence over the sub-funds where they act as distributor and index sponsor.

As detailed in note 7 the Manager, on behalf of the Company, pays out of the Fund Fees the following: fees and expenses of the Manager, the Distributor and any other delegates and service providers appointed by the Manager, the Investment Manager (if any), the Investment Advisor, the Depositary, the Administrator, Directors' fees attributable to the relevant Fund; the fees and expenses of sub-custodians which will be at normal commercial rates; any fees in respect of circulating details of the Net Asset Value; secretarial fees; any costs incurred in respect of meetings of Shareholders, marketing and distribution costs; costs incurred in respect of the distribution of income to Shareholders; the fees and expenses of any paying agent or representative appointed in compliance with the requirements of another jurisdiction; all sums payable in respect of Directors' and officers' liability insurance cover; the fees and expenses of the auditors, tax and legal advisers; fees connected with listing any Shares on the Irish Stock Exchange or other stock exchange and registering any Shares for sale in other jurisdictions; costs of printing and distributing, the relevant Annex, reports, accounts and any explanatory memoranda; any necessary translation fees; costs of publishing prices; costs incurred as a result of periodic updates of the Prospectus, or of a change in law or the introduction of any new law (including any costs incurred as a result of compliance with any applicable code, whether or not having the force of law).

Given the fixed nature of the Fund Fees and under the terms of its agreement with the Manager, the Distributor and not the Shareholders takes the risk of any price increases to the cost of the services covered by the Fund Fees and takes the risk of expense levels relating to such services increasing above the Fund Fees as a result of a decrease in net assets. Conversely, the Distributor, and not the Shareholders, would benefit from any price decrease in the cost of services covered by the Fund Fees, including decreased expense levels resulting from an increase in net assets. Citigroup Global Markets Limited acts as Distributor in respect of the shares of the Company.

During the year ended 30 June 2017 the Distributor reimbursed the Company €109,228 due to a shortfall in Fund Fees compared to the actual operating expenses of the Company (for the year ended 30 June 2016 the Distributor received €793,069 from the Company due to an excess in the Fund Fees).

An amount of €87,804 was payable to the Distributor as at 30 June 2017 (30 June 2016: €166,950).

In addition, Citigroup is entitled to receive a fee (the "Swap Fee"), in their capacity as approved counterparty, as outlined in note 5.

Directors

The Directors are also considered related parties of the Company. All transactions between related parties are conducted at arm's length and can be summarised as follows:

Aggregate directors' fees charged during the financial year ended 30 June 2017 amounted to €45,000 (30 June 2016: €45,049).

The Directors did not hold shares in the Company during the financial year ended 30 June 2017 (30 June 2016: nil).

Other related parties

John Donohoe, Director of the Company is principal at Carne Global Financial Services Limited. Dave Burns, employed by Carne Global Financial Services Limited is the Money Laundering Reporting Officer ("MLRO") for the Company. Total fees charged by Carne Global Financial Services Limited during the financial year ended 30 June 2017 was €5,000, excluding VAT (30 June 2016: €5,000, excluding VAT).

Related party shareholder transactions

There were no shares held by related parties at the reporting date.

The table below discloses the shares held by related parties as at 30 June 2016:

30 June 2016				
Related Party	Related Party Type	Sub-fund	Class	Holdings
Citigroup	Distributor	Equity Balanced-Beta US Fund	EUR Class I	30.00

Notes to the financial statements (continued)

Red Arc Global Investments (Ireland) plc

For the financial year ended 30 June 2017

17. Distributions

The Directors decide the dividend policy and arrangements relating to each sub-fund and details are set out where applicable in the relevant supplement. Under the Articles, the Directors are entitled to declare dividends out of the relevant sub-fund being: (i) the accumulated revenue (consisting of all revenue accrued including interest and dividends) less expenses of the relevant sub-fund and/or (ii) realised and unrealised capital gains on the disposal/valuation of investments and other funds less realised and unrealised accumulated capital losses of the relevant sub-fund and/or (iii) the capital of the relevant sub-fund. Where dividends will be paid out of the capital of the relevant sub-fund, this will be disclosed in the relevant Annex. There were no dividends declared or paid during the financial year ended 30 June 2017 (30 June 2016: nil).

18. Soft commission arrangements

There were no soft commission arrangements in place during the year (30 June 2016: nil).

19. Efficient portfolio management

The Company on behalf of a sub-fund may employ techniques and instruments for efficient portfolio management ("EPM") purposes relating to transferable securities and/or other financial instruments in which it invests.

Any over-the-counter ("OTC") derivatives must be with an approved counterparty (being a counterparty with which a UCITS may enter into OTC derivative contracts) and in accordance with the requirements of the Central Bank.

During the year, forward currency transactions were entered into for the purpose of EPM. Details of all open transactions at the reporting date are disclosed in the schedule of investments and note 3.

20. Portfolio movements

The sub-funds invest in derivative swaps and therefore do not make purchases or sales of investments. The 80% Protected Dynamic Allocation Fund may invest in direct investments however, during the financial year ended 30 June 2017, no direct investments were made (30 June 2016: nil).

On this basis a statement of significant portfolio movements has not been presented.

21. Commitments and contingent liabilities

The Directors are not aware of any commitments or contingent liabilities of the Company as at 30 June 2017 (2016: nil).

22. Changes to the prospectus

An updated prospectus was issued effective, 02 August 2016 and 23 March 2017, to reflect regulatory updates around UCITS V and Investor Money Regulations and the EU Securities Financing Transactions Regulation ("SFTR") which came into effect on 12 January 2016, as well as updates to the share classes within Equity Balanced-Beta Eurozone Fund.

23. Significant events during the year

Equity Balanced-Beta Eurozone Fund launched EUR Class D effective 17 August 2016.

Equity Balanced-Beta US Fund fully redeemed and closed EUR Class I effective 14 September 2016.

All five sub-funds of the Company were delisted from the ISE, effective 30 November 2016.

Effective 30 November 2016, the Company was delisted from the Irish Stock Exchange.

UK Autocall Fund fully redeemed and terminated effective 05 December 2016.

Equity Balanced-Beta Eurozone Fund fully redeemed and closed Protected EUR Class D effective 20 June 2017.

24. Events after the reporting date

An updated prospectus was issued on 10 July 2017. The updated prospectus was amended generally to reflect updates necessitated by the European Union (Undertakings for Collective Investment in Transferable Securities) (Amendment) Regulations 2016 (UCITS V) and the Central Bank Regulations.

Effective 10 July 2017, US Municipal Bond Opportunities Fund was authorised by the Central Bank of Ireland.

The Board of Directors have taken the decision to terminate 80% Protected Dynamic Allocation Fund as the continued existence and operation of the sub-fund is not economically viable. The sub-fund will terminate effective 20 October 2017.

25. Approval of financial statements

The financial statements were authorised for issue by the Board of Directors on 23 October 2017.

Schedule of investments

As at 30 June 2017

Red Arc Global Investments (Ireland) plc

80% Protected Dynamic Allocation Fund	Currency	Nominal holdings	Fair value USD	% of NAV		
Total return swaps (Counterparty: Citibank N.A., New York)						
80% Protected Dynamic Allocation Fund - USD Class A	USD	20,676	2,042,074	13.87%		
80% Protected Dynamic Allocation Fund - EUR Class A	EUR	36,761	4,888,759	33.20%		
80% Protected Dynamic Allocation Fund - GBP Class A	GBP	28,836	4,324,303	29.36%		
80% Protected Dynamic Allocation Fund - GBP Class A2	GBP	19,789	3,470,955	23.57%		
			14,726,091	100.00%		
Cash and cash equivalents and other net assets			249	0.00%		
Net assets attributable to holders of redeemable participating shares			14,726,340	100.00%		
Analysis of total assets						
OTC financial derivative instruments				98.47%		
Other current assets				1.53%		
Total assets				100.00%		
Equity Balanced-Beta US Fund	Currency	Nominal holdings	Fair value USD	% of NAV		
Total return swaps (Counterparty: Citigroup Global Markets Limited)						
Equity Balanced-Beta US Fund	USD	203,076	75,206,098	100.07%		
			75,206,098	100.07%		
Cash and cash equivalents and other net liabilities			(53,415)	(0.07%)		
Net assets attributable to holders of redeemable participating shares			75,152,683	100.00%		
Analysis of total assets						
OTC financial derivative instruments				98.89%		
Other current assets				1.11%		
Total assets				100.00%		
Equity Balanced-Beta Eurozone Fund	Currency	Nominal holdings	Fair value EUR	% of NAV		
Total return swaps (Counterparty: Citigroup Global Markets Limited)						
Equity Balanced-Beta Eurozone Fund – EUR Swap	EUR	208,372	51,298,390	101.02%		
			51,298,390	101.02%		
Forward currency contracts (Counterparty: Citibank N.A., New York)						
Purchase currency	Amount	Sale currency	Amount	Settlement date	Fair value USD	% of NAV
Class C USD						
EUR	222,210	USD	(252,954)	31-Jul-2017	765	0.00%
EUR	458,727	USD	(523,876)	31-Jul-2017	106	0.00%
					871	0.00%
Total financial assets at fair value through profit or loss					51,299,261	101.02%
Financial liabilities at fair value through profit or loss						
Forward currency contracts (Counterparty: Citibank N.A., New York)						
Purchase currency	Amount	Sale currency	Amount	Settlement date	Fair value USD	% of NAV
Class C USD						
EUR	47,197	USD	(54,000)	31-Jul-2017	(77)	0.00%
EUR	63,935	USD	(73,151)	31-Jul-2017	(104)	0.00%
USD	29,068,628	EUR	(25,540,535)	31-Jul-2017	(92,755)	(0.18%)
					(92,936)	(0.18%)
Total financial liabilities at fair value through profit or loss					(92,936)	(0.18%)
Cash and cash equivalents and other net liabilities					(425,741)	(0.84%)
Net assets attributable to holders of redeemable participating shares					50,780,584	100.00%
Analysis of total assets						
OTC financial derivative instruments						99.29%
Other current assets						0.71%
Total assets						100.00%

Schedule of investments (continued)

As at 30 June 2017

Red Arc Global Investments (Ireland) plc

					Nominal holdings	Fair value GBP	% of NAV
Equity Balanced-Beta UK Fund					Currency		
Total return swaps (Counterparty: Citigroup Global Markets Limited)							
Equity Balanced-Beta UK Fund					GBP	23,693	8,989,199 100.10%
							8,989,199 100.10%
Forward currency contracts (Counterparty: Citibank N.A., New York)							
Purchase currency	Amount	Sale currency	Amount	Settlement date		Fair value GBP	% of NAV
Class C USD							
GBP	5,318	USD	(6,891)	31-Jul-2017		18	0.00%
GBP	6,676	USD	(8,679)	31-Jul-2017		-	0.00%
GBP	51	USD	(66)	31-Jul-2017		-	0.00%
Class I USD							
GBP	473	USD	(613)	31-Jul-2017		2	0.00%
USD	595	GBP	(774)	31-Jul-2017		-	0.00%
						20	0.00%
Total financial assets at fair value through profit or loss						8,989,219	100.10%
Financial liabilities at fair value through profit or loss							
Forward currency contracts (Counterparty: Citibank N.A., New York)							
Purchase currency	Amount	Sale currency	Amount	Settlement date		Fair value GBP	% of NAV
Class C USD							
USD	1,613,089	GBP	(1,245,157)	31-Jul-2017		(4,482)	(0.05%)
Class I USD							
USD	144,685	GBP	(111,683)	31-Jul-2017		(402)	0.00%
USD	26	GBP	(20)	31-Jul-2017		-	0.00%
						(4,884)	(0.05%)
Total financial liabilities at fair value through profit or loss						(4,884)	(0.05%)
Cash and cash equivalents and other net assets						(4,048)	(0.05%)
Net assets attributable to holders of redeemable participating shares						8,980,287	100.00%
Analysis of total assets							% of total assets
OTC financial derivative instruments							99.88%
Other current assets							0.12%
Total assets							100.00%

Schedule of investments (continued)

As at 30 June 2016

Red Arc Global Investments (Ireland) plc

UK Autocall Fund	Currency	Nominal holdings	Fair value GBP	% of NAV
Total return swaps (Counterparty: Citibank N.A., New York)				
UK Autocall Fund - GBP Class A	GBP	27,281	4,027,794	46.84%
UK Autocall Fund - GBP Class A2	GBP	41,032	4,646,446	54.05%
			8,674,240	100.89%
Cash and cash equivalents and other net liabilities			(76,094)	(0.89%)
Net assets attributable to holders of redeemable participating shares			8,598,146	100.00%
Analysis of total assets				
OTC financial derivative instruments				98.63%
Other current assets				1.37%
Total assets				100.00%

80% Protected Dynamic Allocation Fund	Currency	Nominal holdings	Fair value USD	% of NAV
Total return swaps (Counterparty: Citibank N.A., New York)				
80% Protected Dynamic Allocation Fund - USD Class A	USD	24,543	2,244,393	15.41%
80% Protected Dynamic Allocation Fund - EUR Class A	EUR	42,741	5,320,890	36.53%
80% Protected Dynamic Allocation Fund - GBP Class A	GBP	33,964	4,594,570	31.55%
80% Protected Dynamic Allocation Fund - GBP Class A2	GBP	15,128	2,405,125	16.51%
			14,564,978	100.00%
Cash and cash equivalents and other net assets			277	0.00%
Net assets attributable to holders of redeemable participating shares			14,565,255	100.00%
Analysis of total assets				
OTC financial derivative instruments				98.99%
Other current assets				1.01%
Total assets				100.00%

Equity Balanced-Beta US Fund	Currency	Nominal holdings	Fair value USD	% of NAV		
Total return swaps (Counterparty: Citigroup Global Markets Limited)						
Equity Balanced-Beta US Fund	USD	390,022	133,401,245	100.06%		
			133,401,245	100.06%		
Forward currency contracts (Counterparty: Citibank N.A., New York)						
Purchase currency	Amount	Sale currency	Amount	Settlement date	Fair value USD	% of NAV
Class I EUR						
EUR	4,058	USD	(4,490)	29 July 2016	22	0.00%
					22	0.00%
Total financial assets at fair value through profit or loss					133,401,267	100.06%
Cash and cash equivalents and other net liabilities					(79,995)	(0.06%)
Net assets attributable to holders of redeemable participating shares					133,321,272	100.00%
Analysis of total assets						
OTC financial derivative instruments						99.85%
Other current assets						0.15%
Total assets						100.00%

Schedule of investments (continued)

As at 30 June 2016

Red Arc Global Investments (Ireland) plc

Equity Balanced-Beta Eurozone Fund					Nominal holdings	Fair value EUR	% of NAV	
Total return swaps (Counterparty: Citigroup Global Markets Limited)								
Equity Balanced-Beta Eurozone Fund					EUR	469,372	95,561,358	99.86%
							95,561,358	99.86%
Forward currency contracts (Counterparty: Citibank N.A., New York)								
Purchase currency	Amount	Sale currency	Amount	Settlement date		Fair value USD	% of NAV	
Class C USD								
EUR	1,493,677	USD	(1,652,829)	29 July 2016		7,300	0.01%	
EUR	2,724,983	USD	(3,029,306)	29 July 2016		748	0.00%	
USD	1,561,433	EUR	(1,403,348)	29 July 2016		837	0.00%	
						8,885	0.01%	
Total financial assets at fair value through profit or loss						95,570,243	99.87%	
Financial liabilities at fair value through profit or loss								
Forward currency contracts (Counterparty: Citibank N.A., New York)								
Purchase currency	Amount	Sale currency	Amount	Settlement date		Fair value USD	% of NAV	
Class C USD								
USD	1,299,231	EUR	(1,168,711)	29 July 2016		(321)	(0.00%)	
USD	58,988,882	EUR	(53,319,186)	29 July 2016		(270,878)	(0.28%)	
Total financial liabilities at fair value through profit or loss						(271,199)	(0.28%)	
Cash and cash equivalents and other net assets						398,562	0.41%	
Net assets attributable to holders of redeemable participating shares						95,697,606	100.00%	
Analysis of total assets							% of total assets	
OTC financial derivative instruments							96.35%	
Other current assets							3.65%	
Total assets							100.00%	
Equity Balanced-Beta UK Fund					Nominal holdings	Fair value GBP	% of NAV	
Total return swaps (Counterparty: Citigroup Global Markets Limited)								
Equity Balanced-Beta UK Fund					GBP	34,762	11,810,815	98.13%
							11,810,815	98.13%
Forward currency contracts (Counterparty: Citibank N.A., New York)								
Purchase currency	Amount	Sale currency	Amount	Settlement date		Fair value USD	% of NAV	
Class C USD								
USD	74,115	GBP	(54,797)	29 July 2016		635	0.01%	
USD	95,729	GBP	(71,289)	29 July 2016		308	0.00%	
GBP	74,090	USD	(98,740)	29 July 2016		240	0.00%	
Class I USD								
USD	6,258	GBP	(4,627)	29 July 2016		54	0.00%	
USD	8,085	GBP	(6,021)	29 July 2016		26	0.00%	
GBP	6,213	USD	(8,281)	29 July 2016		20	0.00%	
Total unrealised gain on forward currency contracts						1,283	0.01%	
Total financial assets at fair value through profit or loss						11,812,098	98.14%	
Forward currency contracts (Counterparty: Citibank N.A., New York)								
Purchase currency	Amount	Sale currency	Amount	Settlement date		Fair value USD	% of NAV	
Class C USD								
USD	3,045,140	GBP	(2,285,301)	29 July 2016		(7,792)	(0.06%)	
Class I USD								
USD	261,136	GBP	(195,976)	29 July 2016		(668)	(0.01%)	
Total unrealised loss on forward currency contracts						(8,460)	(0.07%)	
Total financial liabilities at fair value through profit or loss						(8,460)	(0.07%)	
Cash and cash equivalents and other net assets						231,744	1.93%	
Net assets attributable to holders of redeemable participating shares						12,035,382	100.00%	

Schedule of investments (continued)

As at 30 June 2016

Red Arc Global Investments (Ireland) plc

Equity Balanced-Beta UK Fund (continued)

Analysis of total assets	% of total assets
OTC financial derivative instruments	98.01%
Other current assets	1.99%
Total assets	100.00%

Appendix 1: Information to Investors in Germany and Switzerland (Unaudited)

Red Arc Global Investments (Ireland) plc

For the financial year ended 30 June 2017

Information to Investors in Germany

Investors should be informed that an application for public distribution has not been filed for the following sub-funds in Germany and shares of these sub-funds may not be offered to investors subject to the German Capital Investment Code (Kapitalanlagegesetzbuch – KAGB):

- Equity Balanced-Beta UK Fund

Information to Investors in Switzerland

The Company is established as a limited liability company under Irish law.

The following sub-funds are compliant with Swiss law for distribution to qualified investors in Switzerland:

- Equity Balanced-Beta Eurozone Fund
- Equity Balanced-Beta US Fund
- 80% Protected Dynamic Allocation Fund
- US Municipal Bond Opportunities Fund

The Swiss representative is Carnegie Fund Services S.A., 11, rue du Général-Dufour, 1204 Geneva.

The Swiss paying agent is Banque Cantonale de Genève, 17, quai de l'Ile, 1204 Geneva.

Investors in Switzerland can obtain the documents of the Company, such as the Prospectus (Edition for Switzerland), the KIIDs, the Memorandum and Articles of Association and the semi-annual and annual reports, and further information free of charge from the Swiss representative.

This document may only be issued, circulated or distributed so as not to constitute an offering to nonqualified investors in Switzerland. Recipients of the document in Switzerland should not pass it on to anyone without first consulting their legal or other appropriate professional adviser, or the Swiss Representative. For the shares of the Funds distributed to qualified investors in Switzerland, the place of jurisdiction is Geneva.

Each time performance data is published, it should be noted that the past performance is no indication of current or future performance and that it does not take account of the commissions and costs incurred on the issue and redemption of shares.

Appendix 2: Securities financing transactions regulation (Unaudited)

Red Arc Global Investments (Ireland) plc

For the financial year ended 30 June 2017

The Securities Financing Regulation (Regulation (EU) 2015/2365) (the "SFT Regulation") came into force on 12 January 2016. Its aim is to improve the transparency of securities financing transactions ("SFTs") in the shadow banking sector, giving regulators (including the European Securities and Markets Authority ("ESMA") and national regulators) access to detailed information to enable them to monitor risks in that sector on an ongoing basis.

The SFT Regulation divides SFTs into four categories, each of which has similar economic effects:

- securities or commodities lending and borrowing;
- buy-sell back transactions, and sell-buy back transactions (including collateral and liquidity swaps if they are not derivatives under the European Market Infrastructure Regulation ("EMIR"));
- repurchase and reverse repurchase transactions; and
- margin lending transactions.

Derivatives contracts, as defined in EMIR, are out of scope.

Global Data

- There were no securities on loan during the financial year.
- Please refer to the schedule of investments for details of the amount of assets engaged in each type of total return swap

Data on collateral reuse

- There was no collateral reused during the financial year.

Concentration data

- All collateral is held with the Government of the United States of America as at 30 June 2017. The counterparty for the total return swaps held by 80% Protected Dynamic Allocation Fund was Citibank N.A., New York, while Citigroup Global Markets Limited was counterparty for all swaps held by the remaining sub-funds of the Company.

Safekeeping of collateral received

- 100% of all collateral was held with J.P. Morgan Bank (Ireland) plc.

Aggregate transaction data for each type of total return swap

1. The collateral is invested in government bonds. Collateral ratings are detailed in the table below:

Collateral rating	Market value USD
AAAu	162,809,616
F1+u	2,404,987
Cash	5,853,197
Total	171,067,800

2. Maturity range of the collateral is included in the table below:

Maturity	Market value USD
>1 year	157,856,946
3 months to 1 year	4,952,670
1 month to 3 months	2,404,987
Cash	5,853,197
Total	171,067,800

3. Currency of collateral

Currency	Market value USD
EUR	339,853
USD	170,727,947
	171,067,800

Appendix 2: Securities financing transactions regulation (continued)

(Unaudited)

Red Arc Global Investments (Ireland) plc

For the financial year ended 30 June 2017

Aggregate transaction data for each type of total return swap (continued)

4. The total return swaps all have an open maturity.
5. Citigroup Global Markets Limited is established in the United Kingdom.
6. The total return swaps are settled and cleared on a bilateral basis between Citigroup Global Markets Limited and the Company.

Safekeeping of collateral granted by collective investment scheme as part of SFTs and total return swaps

None

Data on return and cost for each type of SFT and total return swap

None