# LFP S&P CAPITAL IQ FUND Société d'Investissement à Capital Variable R.C.S. Luxembourg B 170.917 (Unaudited) Semi-Annual Report as at June 30, 2014



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### Organisation of the SICAV

### **Registered Office**

LFP S&P CAPITAL IQ FUND 33, rue de Gasperich L-5826 Hesperange Grand Duchy of Luxembourg

#### Board of Directors of the SICAV

#### Chairman

Alain GERBALDI Vice-Chairman of the Supervisory Board La Française AM International 4a, rue Henri Schnadt L-2530 Luxembourg Grand Duchy of Luxembourg

#### **Directors**

Pascale AUCLAIR Managing Director La Française des Placements 173, Boulevard Haussmann F-75008 Paris France

Andrea BERTOCCHINI Head of Sales Benelux La Française AM International 4a, rue Henri Schnadt L-2530 Luxembourg Grand Duchy of Luxembourg

Philippe VERDIER Conducting Officer La Française AM International 4a, rue Henri Schnadt L-2530 Luxembourg Grand Duchy of Luxembourg

Philippe LECOMTE Chief Executive Officer La Française AM 173, Boulevard Haussmann F-75008 Paris France

Michael THOMPSON Managing Director Standard & Poor's Financial Services LLC 55, Water Street 10041 New-York United States of America

### **Management Company**

La Française AM International 4a, rue Henri Schnadt L-2530 Luxembourg Grand Duchy of Luxembourg

### **Supervisory Board of the Management Company**

Alain GERBALDI Vice-Chairman La Française AM International 4a, rue Henri Schnadt L-2530 Luxembourg Grand Duchy of Luxembourg

### Organisation of the SICAV (continued)

Xavier LEPINE Chairman of the Executive Board La Française AM 173, Boulevard Haussmann F-75008 Paris France

Patrick RIVIERE Managing Director La Française AM 173, Boulevard Haussmann F-75008 Paris France

#### **Executive Board of the Management Company**

Philippe VERDIER Conducting Officer La Française AM International 4a, rue Henri Schnadt L-2530 Luxembourg Grand Duchy of Luxembourg

Philippe LECOMTE Chief Executive Officer La Française AM International 4a, rue Henri Schnadt L-2530 Luxembourg Grand Duchy of Luxembourg

Isabelle KINTZ
Conducting Officer
La Française AM International
4a, rue Henri Schnadt
L-2530 Luxembourg
Grand Duchy of Luxembourg

### **Custodian Bank, Domiciliation and Listing Agent**

BNP Paribas Securities Services - Luxembourg Branch 33, rue de Gasperich L-5826 Hesperange Grand Duchy of Luxembourg

### **Administrative Agent**

BNP Paribas Securities Services - Luxembourg Branch 33, rue de Gasperich L-5826 Hesperange Grand Duchy of Luxembourg

#### Cabinet de révision agréé

Deloitte Audit Société à responsabilité limitée 560, rue de Neudorf L-2220 Luxembourg Grand Duchy of Luxembourg

### Investment Manager - Investment Advisor

### For the Sub-Fund:

LFP S&P CAPITAL IQ FUND - LFP R2P GLOBAL CREDIT

Investment Manager La Française des Placements 173, Boulevard Haussmann F-75008 Paris France

### Organisation of the SICAV (continued)

Investment Advisor Mcgraw-Hill Financial Research Europe Limited 20 Canada Square Canary Wharf E14 5 LH, London United Kingdom

### Representative Agent in Switzerland

Acolin Fund Services AG Stadelhoferstrasse 18 CH-8001 Zürich Switzerland

### Paying Agent in Switzerland

NPB Neue Privat Bank AG Limmatquai 1/am Bellevue CH-8022 Zürich Switzerland

#### Information to shareholders

#### Incorporation

LFP S&P CAPITAL IQ FUND (the "SICAV") is an investment company with variable capital potentially comprising multiple Sub-Funds, subject to Part I of the amended 2010 Law relating to Undertakings for Collective Investment (the "Law"). Part I of the Law covers the provisions of the European Directive dated July 13, 2009 (2009/65/EC). The SICAV has been incorporated on August 9, 2012 for an unlimited period. The SICAV's Articles of Incorporation were published in the Mémorial, Recueil des Sociétés et Associations on August 24, 2012.

The minimum capital of the SICAV is EUR 1,250,000 ot its equivalent in USD. The SICAV's capital is expressed in USD and is at all times equal to the sum of the values of the net assets of its Sub-Fund, categories and classes of shares and represented by shares of no per value. For the avoidance of doubt, any amounts invested by a Sub-Fund of the SICAV into another Sub-Fund of the same shall not be taken into account for the purposes of assessing whether such minimum capital requirement is being complied with.

#### Communications and reports to shareholders

#### 1. Periodic reports

Annual Reports for the year ended December 31, unaudited semi-annual reports for the six months ended June 30 and the list of changes made to the composition of the Securities Portfolio are available to shareholders free of charge at the offices of the Custodian Bank as well as at the SICAV's Registered Office. These reports cover the Sub-Fund and the assets of the SICAV as a whole.

Annual Reports are available within four months of the financial year-end.

Semi-annual reports are published within two months of the end of the six-month period they cover.

- 2. Information to shareholders
- a) Net asset value

The net asset values of the shares in the Sub-Fund, categories or classes of shares of the SICAV are available on each business day at the Registered Office of the SICAV. The Board of Directors of the SICAV may subsequently decide to publish such net assets in newspapers of the countries where the shares of the SICAV are offered or sold. They are posted each business day on Reuters.

They may also be obtained at the Registered Office of the Custodian Bank.

b) Subscription and redemption prices

The subscription and redemption prices of the shares of the SICAV, categories or classes of shares of the SICAV are published daily at the Custodian Bank.

c) Notifications to shareholders

Other information intended for the shareholders are published in the *Mémorial, Recueil Spécial des Sociétés et Associations* in Luxembourg, if such publication is required by law. They may also be published in a Luxembourg newspaper.

### **Statistics**

		June 30, 2014	December 31, 2013	December 31, 2012
LFP S&P CAPITAL IQ FUND - LFP R2P GLO	BAL CREDIT			
Net asset value	USD	164,117,880.15	152,379,515.05	83,205,538.04
Net asset value per share				
Class GP - EUR	EUR	107.24	101.42	101.53
Class GP - USD	USD	107.48	101.71	101.69
Class I - EUR	EUR	1,069.75	1,012.42	1,014.88
Class I - USD	USD	1,075.34	1,017.49	1,016.91
Class I Duration Hedged - EUR	EUR	1,037.09	1,018.23	-
Class R - EUR	EUR	106.21	100.82	101.43
Class R - USD	USD	106.77	101.20	101.59
Number of shares				
Class GP - EUR		507.00	26,133.00	37,106.00
Class GP - USD		12,907.00	12,907.00	12,907.00
Class I - EUR		33,893.73	39,359.97	53,714.35
Class I - USD		1,490.00	2,909.00	1,886.00
Class I Duration Hedged - EUR		77,478.83	61,686.50	-
Class R - EUR		131.52	12,154.36	13,657.00
Class R - USD		12,907.00	12,907.00	12,907.00

### LFP S&P CAPITAL IQ FUND - LFP R2P GLOBAL CREDIT (in USD)

### Statement of Net Assets as at June 30, 2014

# Statement of Operations and Changes in Net Assets for the period ended June 30, 2014

3.3, 9

3.3, 10

(1,015,572.62)

(220,027.93)

3,349,743.93

45,089,999.84

(36,701,378.67)

152,379,515.05

164,117,880.15

	Notes	USD		Notes	USD
Assets			Income		
Investment in securities at cost		153,688,700.00	Interest on bonds	3.4	3,529,247.64
Unrealised appreciation / (depreciation) on securities		3,600,100.41	Bank interest		2.43
Investment in securities at market value	3.3	157,288,800.41	Total income		3,529,250.07
Cash at bank		6,022,536.45	Expenses		
Net unrealised appreciation on forward foreign exchange contracts	3.3, 10	701,722.12	Management fees	6	394,940.12
Unrealised appreciation on futures contracts	3.3, 9	127,394.92	Performance fees	7	378,004.83
Interest receivable on bonds		2,445,632.04	Operating costs	8	257,898.64
Formation expenses	3.5	44,811.92	Professional fees	11	4,719.70
Total assets		166,630,897.86	Transaction costs	13	10,884.23
		100,000,001.00	Taxe d'abonnement	5	8,159.80
Liabilities			Bank interest and charges		5,373.80
Bank overdraft		1,884,899.14	Printing & Publication fees		4,491.26
Accrued expenses		628,118.57	Amortisation of formation expenses	3.5	5,495.48
Total liabilities		2,513,017.71	Other expenses	12	24,030.39
Net assets at the end of the period		164,117,880.15	Total expenses		1,093,998.25
			Net investment income / (loss)		2,435,251.82
			Net realised gain / (loss) on:		
			Investments	3.3	1,243,798.33
			Foreign currencies transactions	3.2	(75,589.09)
			Futures contracts	3.3	(2,892,087.13)
			Forward foreign exchange contracts	3.3	(920,923.19)
			Net realised gain / (loss) for the period		(209,549.26)
			Net change in unrealised appreciation / (depreciation) on:		
			Investments		4,794,893.74

### Statement of Changes in Number of Shares

Statement of Changes in Number of Shares				
<b>3</b>	Number of shares in issue at the beginning of the period	Number of shares subscribed	Number of shares redeemed	Number of shares in issue at the end of the period
Class GP - EUR	26,133.00	-	(25,626.00)	507.00
Class GP - USD	12,907.00	-	-	12,907.00
Class I - EUR	39,359.97	15,181.66	(20,647.90)	33,893.73
Class I - USD	2,909.00	-	(1,419.00)	1,490.00
Class I Duration Hedged - EUR	61,686.50	16,409.94	(617.61)	77,478.83
Class R - EUR	12,154.36	-	(12,022.84)	131.52
Class R - USD	12,907.00	-	-	12,907.00

Futures contracts

operations

Forward foreign exchange contracts

Proceeds received on subscription of shares

Net amount paid on redemption of shares

Net assets at the beginning of the period

Net assets at the end of the period

Increase / (Decrease) in net assets as a result of

### LFP S&P CAPITAL IQ FUND - LFP R2P GLOBAL CREDIT (in USD)

### Securities Portfolio as at June 30, 2014

Quantity/ Name Nominal	Currency	Market value in USD	% NAV	Quantity/ Name Nominal	Currency	Market value in USD	% NAV
Transferable securities admitted to an offici-	al exchange	e listina		500,000.00 FCE BANK 4.75% 11-19/01/2015	EUR	700,212.75	0.43
				600,000.00 GEN ELEC CAP CRP 4.125% 05-19/09/2035	EUR USD	913,864.87	0.56
Bonds and other debt instrum	nents			1,500,000.00 GEN ELEC CAP CRP 6.75% 02-15/03/2032 1,000,000.00 HSBC FIN CORP 6.676% 11-15/01/2021	USD	1,984,348.50 1,197,524.00	1.20 0.73
Banks				850,000.00 JEFFERIES GROUP 2.375% 14-20/05/2020	EUR	1,177,734.16	0.72
1,200,000.00 ASSOC BANC-CORP 5.125% 11-28/03/2016	USD	1,278,643.20	0.78	900,000.00 LEGG MASON INC 13-21/05/2019 FRN	USD	1,030,725.00	0.63
800,000.00 BANCO SANTANDER 14-29/05/2049 FRN	USD	806,000.00	0.49	1,600,000.00 NASDAQ OMX GROUP 5.55% 10- 15/01/2020	USD	1,777,384.00	1.08
1,000,000.00 BARCLAYS BK PLC 6% 10-14/01/2021 1,100,000.00 CITIGROUP 5% 05-15/09/2014	EUR USD	1,631,952.39 1,109,795.50	0.99 0.68	13/01/2020		11,640,865.80	7.09
500,000.00 CITIGROUP INC 5.5% 13-13/09/2025	USD	558,920.50	0.34	Telecommunication		.,,	
1,300,000.00 CRED AGRICOLE SA 3% 12-01/10/2017	USD	1,358,285.50	0.83	250,000.00 AT&T INC 2.5% 10-15/08/2015	USD	255,498.75	0.16
800,000.00 CREDIT AGRICOLE 7.375% 08-18/12/2023	GBP EUR	1,693,224.62 918,015.08	1.03 0.56	1,000,000.00 AT&T INC 2.3% 10-13/06/2013	USD	1,214,196.00	0.16
600,000.00 CREDIT SUISSE 13-18/09/2025 FRN 750,000.00 CREDIT SUISSE 6.5% 13-08/08/2023	USD	834,375.00	0.50	1,500,000.00 ERICSSON LM 4.125% 12-15/05/2022	USD	1,561,729.50	0.94
900,000.00 FIFTH THIRD BANK 8.25% 08-01/03/2038	USD	1,332,864.00	0.81	500,000.00 ROGERS CANTEL 7.5% 05-15/03/2015	USD	524,260.50	0.32
1,250,000.00 GOLDMAN SACHS GP 5.5% 06-12/10/2021	GBP	2,323,739.28	1.42	500,000.00 TELECOM ITALIA 4.875% 13-25/09/2020 300,000.00 TELECOM ITALIA 5.875% 06-19/05/2023	EUR GBP	746,833.67 539,545.04	0.46 0.33
400,000.00 GOLDMAN SACHS GP 6% 10-15/06/2020	USD	466,836.00	0.28	1.250.000.00 TELEFONICA CHILE 3.875% 12-12/10/2022	USD	1.234.375.00	0.33
500,000.00 HSBC BANK PLC 3.5% 10-28/06/2015 600,000.00 HSBC BANK PLC 5.375% 03-22/08/2033	USD GBP	515,284.50 1,100,353.19	0.31 0.67	800,000.00 TELEFONICA EMIS 4.71% 12-20/01/2020	EUR	1,277,015.52	0.78
700,000.00 LLOYDS TSB BANK 9.625% 93-06/04/2023	GBP	1,633,965.93	1.00	250,000.00 VERIZON COMM INC 2.5% 13-15/09/2016	USD	257,824.00	0.16
1,000,000.00 MACQUARIE BK LTD 6% 10-21/09/2020	EUR	1,616,183.20	0.98	400,000.00 VERIZON COMM INC 4.75% 14-17/02/2034 750.000.00 VERIZON COMM INC 6.4% 08-15/02/2038	GBP USD	707,025.04 919,038.75	0.43 0.56
1,600,000.00 MERRILL LYNCH 4.625% 06-14/09/2018	EUR	2,442,109.81	1.49	170.000.00 VERIZON COMM INC 8.95% 08-01/03/2039	USD	266,060.54	0.36
1,300,000.00 MORGAN ST DEAN W 7.25% 02-01/04/2032 250,000.00 MORGAN STANLEY 5.375% 10-10/08/2020	USD EUR	1,748,134.70 415,229.49	1.07 0.25	11 3,500.00 12.1120.11 00.11111 11.10 0.007.10 0.1103/2000	002	9,503,402.31	5.79
600,000.00 MORGAN STANLEY 7.3% 09-13/05/2019	USD	734,420.40	0.45	Distribution & Wholesale		-,,	
900,000.00 REGIONS BK ALAB 7.5% 08-15/05/2018	USD	1,071,200.70	0.65	200.000.00 BUT SAS 7.375% 14-15/09/2019	FUD	272 202 44	0.17
700,000.00 SANTANDER INTL 3.381% 11-01/12/2015	EUR	993,845.53	0.61	1.400.000.00 GAP INC/THE 5.95% 11-12/04/2021	EUR USD	272,803.14 1,622,496.40	0.17 0.99
800,000.00 SANTANDER US 3.724% 10-20/01/2015 800,000.00 SOCIETE GENERALE 14 -27/10/2049 FRN	USD USD	811,948.80 789,000.00	0.49 0.48	266,000.00 INGRAM MICRO INC 5% 12-10/08/2022	USD	278,816.68	0.17
900,000.00 STANDARD CHART BK 5.875% 07-	EUR	1,408,636.29	0.86	1,400,000.00 MACYS RETAIL HLD 2.875% 12-15/02/2023	USD	1,346,381.40	0.82
26/09/2017	LICD	202 407 50	0.00	3,500,000.00 MACYS RETAIL HLD 3.625% 14-01/06/2024	USD	3,489,479.00	2.12
350,000.00 STANDARD CHART 12-12/07/2022 FRN 1,750,000.00 UBS AG 14-12/02/2026 FRN	USD EUR	362,127.50 2,550,914.71	0.22 1.56	950,000.00 MARKS & SPENCER 6.25% 07-01/12/2017 500,000.00 WAL-MART STORES 3.3% 14-22/04/2024	USD USD	1,073,191.25 506,307.00	0.65 0.31
1,100,000.00 WELLS FARGO CO 4.6% 11-01/04/2021	USD	1,225,814.70	0.75	000,000.00 WILL WINTER OF OTTLE 0.070 14 22/04/2024	OOD	8,589,474.87	5.23
		33,731,820.52	20.56	Chemical		0,000,	0.20
Energy				1,400,000.00 CF INDUSTRIES IN 7.125% 10-01/05/2020	USD	1 726 566 90	1.05
800,000.00 AMERADA HESS 7.3% 01-15/08/2031	USD	1,066,505.60	0.65	1,500,000.00 CF INDOSTRIES IN 7.125% 10-01/05/2020	USD	1,726,566.80 2,008,471.50	1.22
500,000.00 CONOCOPHILLIPS 4.6% 09-15/01/2015	USD	511,232.50	0.31	1,000,000.00 ROCKWOOD SPECIAL 4.625% 12-	USD	1,042,500.00	0.64
1,600,000.00 CONTINENTAL RES 5% 12-15/09/2022	USD	1,742,000.00	1.06	15/10/2020 1,350,000.00 RPM INTL INC 6.125% 09-15/10/2019	USD	1,555,827.75	0.95
1,000,000.00 DEVON ENERGY 7.95% 02-15/04/2032 1.350,000.00 DOMINION RESOURC 5.95% 05-15/06/2035	USD USD	1,419,905.00 1,637,644.50	0.87 1.00	1,000,000.00 10 10 10 10 10 0.120 /0 03-10/10/2013	000	6,333,366.05	3.86
1,200,000.00 DUKE ENERGY CAR 6.1% 07-01/06/2037	USD	1,509,746.40	0.92	In a second seco		0,000,000.00	0.00
650,000.00 EXELON GENERATION 6.2% 07-01/10/2017	USD	741,120.25	0.45	Insurance 750,000.00 AXA SA 13-04/07/2043 FRN	FUD	1 161 040 94	0.71
800,000.00 HESS CORP 8.125% 09-15/02/2019	USD	1,007,373.60	0.61	1,318,000.00 AXA SA 13-04/07/2043 FRN	EUR EUR	1,161,249.84 1,789,008.02	0.71 1.09
500,000.00 IBERDROLA FIN SA 7.375% 09-29/01/2024 400,000.00 IBERDROLA INTL 2.875% 13-11/11/2020	GBP EUR	1,083,700.76 593,411.87	0.66 0.36	700,000.00 DELTA LLOYD 4.25% 10-17/11/2017	EUR	1,049,036.24	0.64
1,100,000.00 KERR-MCGEE CORP 7.875% 01-15/09/2031	USD	1,557,738.60	0.95	1,500,000.00 GENWORTH FINL 7.625% 11-24/09/2021	USD	1,881,997.50	1.14
750,000.00 MURPHY OIL CORP 3.7% 12-01/12/2022	USD	747,779.25	0.46			5,881,291.60	3.58
1,100,000.00 NISOURCE FIN CP 6.4% 07-15/03/2018	USD	1,264,873.50 1,711,875.00	0.77	Real estate			
1,500,000.00 PLAINS EXPLORATI 6.75% 11-01/02/2022 1,000,000.00 PPL ENERGY SUPPL 4.6% 11-15/12/2021	USD USD	997,418.00	1.04 0.61	650,000.00 CORIO NV 4.625% 10-22/01/2018	EUR	995,831.24	0.61
1,000,000.00 ROWAN COS INC 4.75% 14-15/01/2024	USD	1,060,020.00	0.65	1,086,000.00 EQUITY ONE INC 3.75% 12-15/11/2022	USD	1,078,179.71	0.66
200,000.00 SCOTTISH & SOUTH 6.25% 08-27/08/2038	GBP	429,587.11	0.26	500,000.00 HOSPITALITY PROP 4.65% 14-15/03/2024 500,000.00 MERCIALYS 4.125% 12-26/03/2019	USD EUR	524,939.00 769.563.80	0.32 0.47
1,000,000.00 VALERO ENERGY 9.375% 09-15/03/2019 1,000,000.00 WILLIAMS COS INC 3.7% 12-15/01/2023	USD USD	1,313,869.00 963,674.00	0.80 0.59	1,100,000.00 OMEGA HEALTHCARE 6.75% 11-	USD	1,194,270.00	0.72
1,000,000.00 WILLIAWIS COS INC 3.7 /6 12-13/01/2023	030	21,359,474.94	13.02	15/10/2022	HCD		0.46
0		21,000,414.04	10.02	750,000.00 SENIOR HOUSING 3.25% 14-01/05/2019	USD	760,386.75	0.46 <b>3.24</b>
Cosmetics 750 000 00 AMOEN INC. 40/ 40/ 40/00/0000	ODD	4 044 754 45	0.70			5,323,170.50	3.24
750,000.00 AMGEN INC 4% 12-13/09/2029 700,000.00 BAXTER INTL 4.5% 13-15/06/2043	GBP USD	1,241,754.45 719,957.00	0.76 0.44	Media			
1,000,000.00 BIO-RAD LABS 4.875% 10-15/12/2020	USD	1,061,410.00	0.65	500,000.00 DIRECTV HLDG/FIN 5% 11-01/03/2021 1,000,000.00 DIRECTV HLDGS/FN 4.45% 14-01/04/2024	USD USD	558,959.50 1,062,428.00	0.34 0.65
500,000.00 BRISTOL-MYER SQB 5.875% 06-15/11/2036	USD	619,862.00	0.38	750,000.00 TIME WARNER ENT 8.375% 93-15/03/2023	USD	1,016,003.25	0.62
1,500,000.00 CAREFUSION CORP 6.375% 10-01/08/2019	USD	1,758,109.50	1.07	1,000,000.00 TIME WARNER INC 3.55% 14-01/06/2024	USD	994,928.00	0.61
1,650,000.00 HUMANA INC 6.45% 06-01/06/2016 1,600,000.00 JOHNSON&JOHNSON 5.95% 07-15/08/2037	USD USD	1,818,220.80 2,083,579.20	1.11 1.26	700,000.00 VIACOM INC 7.875% 00-30/07/2030	USD	943,026.70	0.57
1,000,000.00 LUXOTTICA 4% 10-10/11/2015	EUR	1,432,744.62	0.87			4,575,345.45	2.79
570,000.00 MERCK & CO INC 6.4% 98-01/03/2028	USD	735,191.70	0.45	Food services			
700,000.00 OMNICARE INC 7.75% 10-01/06/2020	USD	757,750.00	0.46	1,290,000.00 DELHAIZE GROUP 4.25% 11-19/10/2018	EUR	1,960,936.27	1.18
250,000.00 PFIZER INC 4.55% 07-15/05/2017	EUR	380,631.20 12 609 210 47	0.23 <b>7.68</b>	500,000.00 KELLOGG CO 7.45% 01-01/04/2031	USD	649,553.00	0.40
<u>.</u>		12,609,210.47	7.08	800,000.00 PERNOD-RICARD SA 4.875% 10-18/03/2016 650,000.00 PERNOD-RICARD SA 5.75% 11-07/04/2021	EUR USD	1,174,323.30 748,270.25	0.72 0.46
Financial services		000 100 0	0	555,000.001 ENNOU-MOAND 3A 5.75/6 11-07/04/2021	עטט	4,533,082.82	2.76
1,000,000.00 AMERICAN EXPRESS 4.05% 13-03/12/2042 1,000,000.00 BLACKSTONE HLDG 6.625% 09-15/08/2019	USD USD	966,400.00 1,195,175.00	0.59 0.73			.,300,302.02	2.70
500,000.00 FCE BANK PLC 1.625% 13-09/09/2016	EUR	697,497.52	0.73				
		*					

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

# LFP S&P CAPITAL IQ FUND - LFP R2P GLOBAL CREDIT (in USD)

### Securities Portfolio as at June 30, 2014

Quantity/ Nominal	Name	Curren		value n USD - I	% NAV
400,000.00 1,200,000.00	<b>Agriculture</b> ALTADIS EMIS FIN 4% 05-11/12/2015 BAT INTL FINANCE 2.75% 13-25/03/20 LORILLARD TOBACC 8.125% 09-23/0	)25 E	JR 1,723, SD 1,872,	343.45 427.86 106.50 ,877.81	0.35 1.05 1.14 <b>2.54</b>
350,000.00 600,000.00 1,300,000.00	Building materials HEIDELCEMENT FIN 9.5% 11-15/12/2 HOLCIM US FINANC 6% 09-30/12/201 MASCO CORP 7.125% 10-15/03/2020 OBRASCON HUARTE 4.75% 14-15/03	9 U	SD 696, SD 1,536, JR 1,152,		0.38 0.42 0.95 0.70 <b>2.45</b>
1,250,000.00	Computer software CA INC 5.375% 09-01/12/2019 FIDELITY NATIONA 5% 12-15/03/2022		SD 1,684,	966.25 195.20 , <b>161.45</b>	0.86 1.02 <b>1.88</b>
1,000,000.00 1,300,000.00	Office & Business equipment CAP GEMINI SOGET 5.25% 11-29/11/ STEELCASE INC 6.375% 11-15/02/202		SD 1,496,		0.93 0.91 <b>1.84</b>
500,000.00 1,200,000.00	Diversified services AUTOROUTES DU SUD 5.625% 07- 04/07/2022 MOODYS CORP 5.5% 10-01/09/2020	U	SD 1,366,	256.78 206.00	0.54
	VERISK ANALYTICS 5.8% 11-01/05/20  Transportation		2,691	112.12 , <b>574.90</b>	0.27 <b>1.64</b>
400,000.00 700,000.00 850,000.00	ASCIANO FINANCE 4.625% 10-23/09/ CON-WAY INC 7.25% 07-15/01/2018 UNION PAC CORP 4.75% 11-15/09/20 UNION PAC CORP 4.821% 14-01/02/2	41 U	SD 466, SD 765, SD 932,	800.00 604.70	0.21 0.28 0.47 0.57 <b>1.53</b>
791,000.00 400,000.00	Auto Parts & Equipment AGCO CORP 5.875% 12-01/12/2021 DAIMLER INTL FIN 3.5% 12-06/06/201 ROPER INDUSTRIES 2.05% 13-01/10/	9 G	BP 712, SD 802,	854.43 438.03 108.80 , <b>401.26</b>	0.55 0.43 0.49 <b>1.47</b>
	Internet EXPEDIA INC 5.95% 10-15/08/2020	U		683.20 , <b>683.20</b>	1.10 <b>1.10</b>
	Government US TREASURY N/B 0.125% 12-31/07/2	2014 U		140.40 <b>,140.40</b>	1.10 <b>1.10</b>
1,250,000.00	Metal ALCOA INC 5.87% 07-23/02/2022	U		426.25 <b>,426.25</b>	0.85 <b>0.85</b>
1,300,000.00	Private Equity INTL GAME TECH 5.35% 13-15/10/202	23 U		415.00 <b>,415.00</b>	0.83 <b>0.83</b>
1,200,000.00	Electric & Electronic JABIL CIRCUIT 5.625% 10-15/12/2020	U		000.00	0.80 <b>0.80</b>
1,200,000.00	Diversified machinery CRANE CO 2.75% 13-15/12/2018	U		628.40 , <b>628.40</b>	0.75 <b>0.75</b>
	Aerospace & Defense UNITED TECH CORP 6.125% 08-15/07	7/2038 U	773	,206.20	0.47 <b>0.47</b>
			155,671	,226.01 9	4.85

Quantity/ Nominal	Name	Currency	Market value in USD	% NAV
	Other transferable secu	rities		
	Bonds and other debt inst	ruments		
Telecom	munication			
1,600,000.00 US WES	T COMM 6.875% 93-15/09/2033	USD	1,617,574.40	0.99
			1,617,574.40	0.99
		-	1,617,574.40	0.99
Total Securities Portfolio	)		157,288,800.41	95.84

### Financial derivative instruments as at June 30, 2014

Quantity	Name	Currency	Commitment in USD	Unrealised appreciation / (depreciation) in USD
	Futures	contracts		
(76.00) EURO-BOB (21.00) EURO-BUN	L 30Y BONDS 08/09/201 L FUTURE 08/09/2014 D FUTURE 08/09/2014 ATZ FUTURE 08/09/201 FUTURE (LIFFE)	EUR EUR	553,109.22 13,332,618.40 6,642,198.46 8,030,037.37 7,518,268.59	(13,061.69) (84,284.88) (50,932.38) (1,677.21) 41,038.58
26/09/2014 (145.00) US LONG B	OND FUT (CBT)	USD	19,892,187.50	76,609.45
19/09/2014 (238.00) US 10YR N (33.00) US 2YR NO 30/09/2014 (177.00) US 5YR NO 30/09/2014	,	014 USD USD USD	29,790,906.27 16,908,718.75 21,144,586.03	100,703.12 4,953.15 54,046.78
30/03/2014				127,394.92
Total Futures contracts				127,394.92
Purchase	Sale	Maturity Date	Commitment in USD	Unrealised appreciation / (depreciation) in USD
	Forward foreign e	xchange conti	acts	
37,094,121.11 USD 12,264,162.14 USD 115,910,743.58 EUR 44,000.03 GBP	27,261,119.83 EUR 7,203,867.03 GBP 157,721,382.04 USD 74,808.41 USD	31/07/2014 31/07/2014 31/07/2014 31/07/2014	37,094,121.11 12,264,162.14 157,721,382.04 74,808.41	(231,958.25) (51,033.87) 984,303.54 410.70
		-		701,722.12
Total Forward foreign ex	change contracts			701,722.12
Total Financial derivative	instruments			829,117.04

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

### LFP S&P CAPITAL IQ FUND - LFP R2P GLOBAL CREDIT (in USD)

### **Summary of net assets**

		NAV
Total Securities Portfolio	157,288,800.41	95.84
Total Financial derivative instruments	829,117.04	0.51
Cash at bank	4,137,637.31	2.52
Other assets and liabilities	1,862,325.39	1.13
Total net assets	164,117,880.15	100.00

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

### LFP S&P CAPITAL IQ FUND - LFP R2P GLOBAL CREDIT (in USD)

### Portfolio Breakdowns

Nature allocation	% of portfolio	% of net assets
Bonds and other debt instruments	100.00	95.84
	100.00	95.84
Country allocation	% of portfolio	% of net assets
United States	68.80	65.96
France	7.72	7.43
United Kingdom	7.17	6.86
Spain	4.26	4.08
Switzerland	2.74	2.63
Netherlands	2.13	2.04
Other	7.18	6.84

100.00

95.84

### **Top Ten Holdings**

Top Ten Holdings	Sector	Market value	% of net
		USD	assets
MACYS RETAIL HLD 3.625% 14-01/06/2024	Distribution & Wholesale	3,489,479.00	2.12
UBS AG 14-12/02/2026 FRN	Banks	2,550,914.71	1.56
MERRILL LYNCH 4.625% 06-14/09/2018	Banks	2,442,109.81	1.49
GOLDMAN SACHS GP 5.5% 06-12/10/2021	Banks	2,323,739.28	1.42
JOHNSON&JOHNSON 5.95% 07-15/08/2037	Cosmetics	2,083,579.20	1.26
DOW CHEMICAL 7.375% 99-01/11/2029	Chemical	2,008,471.50	1.22
GEN ELEC CAP CRP 6.75% 02-15/03/2032	Financial services	1,984,348.50	1.20
DELHAIZE GROUP 4.25% 11-19/10/2018	Food services	1,960,936.27	1.18
GENWORTH FINL 7.625% 11-24/09/2021	Insurance	1,881,997.50	1.14
LORILLARD TOBACC 8.125% 09-23/06/2019	Agriculture	1,872,106.50	1.14

### Notes to the Financial Statements as at June 30, 2014

#### Note 1 - General information

LFP S&P CAPITAL IQ FUND (the "SICAV") is an investment company with variable capital incorporated on August 9, 2012 and comprising various Sub-Funds of shares, incorporated under Part I of the amended law of December 17, 2010 (the "2010 Law") relating to Undertakings for Collective Investment.

The SICAV is registered with the Trade and Companies Register in Luxembourg under number B 170.917.

As at June 30, 2014, the SICAV comprises the following Sub-Fund:

LFP S&P CAPITAL IQ FUND - LFP R2P GLOBAL CREDIT.

The management objective of the Sub-Fund is to combine a maximisation of growth and capital return.

In a service agreement dated August 9, 2012, the SICAV appointed La Française AM International, a Luxembourg Management Company, to provide it with fund management, administration and distribution services. La Française AM International is accredited as Management Company in accordance with the provisions of Chapter 15 of the 2010 Law.

#### Note 2 - Shares of the SICAV

As at June 30, 2014, the SICAV has issued the following type of share classes:

- the "Retail" category ("Class R") which is open to all types of Investors.
- the "Institutional" category ("Class I") which is exclusively reserved for Institutional Investors, within the meaning of article 174 of the 2010 Law.
- the "Class GP" category which is exclusively reserved to Retail Investors subscribing through La Française des Placements Gestion Privée.

As at June 30, 2014, each share class is available in USD and EUR (hedge), respectively named: Class GP - EUR, Class GP - USD, Class I - EUR, Class I - EUR, Class R - EUR and Class R - USD. The Class I Duration Hedged is available in EUR (hedge).

The Reference Currency of the Sub-Fund is the US Dollar.

#### Note 3 - Accounting principles

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

### 3.1 Combined of the different Sub-Funds

The financial statements of LFP S&P CAPITAL IQ FUND are expressed in US dollar (USD) by converting the financial statements of the Sub-Funds denominated in currencies other than the US dollar (USD) at the rate of exchange prevailing at the end of the period. As at June 30, 2014, there is only one Sub-Fund open to subscription and no combined statements are presented in these financial statements.

### 3.2 Currency conversion

The accounts of the Sub-Fund are kept in the currency of its net asset value and the financial statements are expressed in the same currency.

The acquisition cost of securities purchased in a currency other than that of the Sub-Fund is converted into the currency of the Sub-Fund on the basis of the exchange rates prevailing on the date on which the securities are acquired.

Income and expenses denominated in a currency other than that of the Sub-Fund are converted into the currency of the Sub-Fund on the basis of the exchange rates prevailing on the transaction date.

At the end of the period, the security valuations (determined as described below), receivables, bank deposits and debts denominated in a currency other than that of the Sub-Fund are converted into the currency of the Sub-Fund on the basis of the exchange rates prevailing on that date; the foreign exchange differences resulting from the conversion of receivables, bank deposits and debts are included in the net realised gain / (loss) on foreign currencies transactions in the Statement of Operations and Changes in Net Assets.

### 3.3 Valuation of investments

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

a) The value of cash in hand or on deposit, notes and bills payable on demand and all accounts receivable, prepaid costs, dividends and interest due but not yet received shall correspond to the full par value, unless it proves to be unlikely that the full value shall be received; in which case the value shall be calculated by subtracting a certain amount which appears to be appropriate in order to reflect the true value of such assets;

### Notes to the Financial Statements as at June 30, 2014 (continued)

#### Note 3 - Significant accounting principles (continued)

#### 3.3 Valuation of investments (continued)

- b) The valuation of transferable securities and money market instruments listed or traded on an official stock market or other regulated market which operates regularly and is recognised and open to the public, shall be based on the last known price and if that transferable security / money market instrument is traded on several markets, on the basis of the last known price on the principal market for that security or instrument. If the last known price is not representative, the valuation shall be based on the probable realisation value estimated with prudence and in good faith by the Board of Directors of the SICAV;
- c) Securities and money market instruments not listed or traded on an official stock exchange or on another regulated market which operates regularly and is recognized and open to the public shall be valued on the basis of their probable sale price as estimated prudently and in accordance with the principle of prudence and good faith by the Board of Directors of the SICAV;
- d) The Board of Directors of the SICAV may authorise the use of amortised cost method of valuation for short-term transferable debt securities in the Sub-Fund. This method involves valuing a security at its cost and thereafter assuming a constant amortisation to maturity of any discount or premium regardless of the impact of fluctuating interest rates on the market value of the security or other instrument. While this method provides certainty in valuation, it may result in periods during which value as determined by amortised cost, is higher or lower than the price the Sub-Fund would receive if it sold the securities. This method of valuation will only be used in accordance with ESMA guidelines concerning eligible assets for investments by UCITS and only with respect to securities with a maturity at issuance or residual term to maturity of 397 days or less or securities that undergo regular yield adjustments at least every 397 days;
- e) All other securities and assets shall be valued at their market value determined in good faith, in accordance with the procedures established by the Board of Directors of the SICAV;
- f) Prices of securities denominated in currencies other than the currency of account of the Sub-Fund shall be converted at the last available exchange rate;
- g) The settlement value of future contracts and option contracts which are not traded on regulated markets shall be equivalent to their net settlement value determined in accordance with the policies established by the Board of Directors of the SICAV, on a basis applied consistently to each type of contract. The settlement value of future contracts or option contracts traded on regulated markets shall be based on the last price available for settlement of those contracts on the regulated markets on which those future contracts or those option contracts are traded by the SICAV; insofar as if a future contract or an option contract cannot be settled on the day on which the net assets are valued, the basis which shall serve to determine the settlement value of that contract shall be determined by the Board of Directors of the SICAV in a fair and reasonable manner. All gains and losses realised and changes in unrealised gains and losses are included in the Statement of Operations and Changes in Net Assets;
- h) Open foreign forward exchange contracts are valued with reference to the forward exchange rate corresponding to the remaining life of the contract. All gains and losses realised and changes in unrealised gains and losses are included in the Statement of Operations and Changes in Net Assets.

#### 3.4 Income

A provision is created for interest at the time of each Net Asset Value calculation.

Interest received by the SICAV on its investments is in many cases subject to irrecoverable withholding taxes at source.

### 3.5 Formation expenses

The formation expenses will be amortised over a period of 5 years.

### 3.6 Swing Pricing

The Swing Pricing is applicable if the net subscriptions and redemptions based on the last available NAV on any valuation day exceed 5% ("the Percentage") of the value of the Sub-Fund on that valuation day, the valuation of the underlying assets will be adjusted by applying an estimate of the difference between the buy and sell price applicable on the markets on which the assets are traded. Such estimate will be first approved by the Board of Directors, and its absolute value will not exceed 2%.

In the interest of shareholders, the Board of Directors may, with the approval of the Custodian and on giving one month notice to shareholders, change the Percentage from time to time. The NAV per share is determined by the Administrative Agent and made available at the Registered Office of the Company on the relevant Valuation Day.

#### Note 4 - Exchange rates at June 30, 2014

The exchange rates used in the conversion of the SICAV's assets or liabilities denominated in currencies other than the US dollar (USD) are:

1 US dollar (USD) = 0.730380 EUR

1 US dollar (USD) = 0.584815 GBP

### Notes to the Financial Statements as at June 30, 2014 (continued)

#### Note 5 - Taxe d'abonnement

The SICAV is not subject to any taxes in Luxembourg on income or capital gains. The only tax to which the SICAV in Luxembourg is subject is the "taxe d'abonnement" of 0.05% (share classes "R" and "GP") p.a. based on the Net Asset Value of the Sub-Fund at the end of the relevant quarter, calculated and paid quarterly. In respect of any share class which comprises only Institutional Investors (share class "I"), the tax levied is at the rate of 0.01% p.a..

#### Note 6 - Management fees

For the three types of available share classes, the management fees are calculated as follows:

Share class I and GP: Maximum 0.50% p.a., calculated quarterly and based on the average net assets of the Sub-Fund during the respective quarter. The payment is due in the month following the end of the quarter.

Share class R: Maximum 0.90% p.a., calculated quarterly and based on the average net assets of the Sub-Fund during the respective quarter. The payment is due in the month following the end of the quarter.

The Investment Manager may pay part of its management fees to the Investment Advisor.

#### Note 7 - Performance fees

The performance fee shall represent 20% maximum of the difference between the Sub-Fund's performance and the reference index:

- Barclays Global Aggregate Corporate Total Return Hedged \$ index (LGCPTRUH Index) for the currency hedged share classes denominated in USD,
- Barclays Global Aggregate Corporate Total Return Hedged € index (LGCPTREH Index) for the currency hedged share classes denominated in EUR,
- Index Euribor 3 months + 100 basis points for the duration & currency hedged share classes denominated in EUR.

The total amount of the outperformance fee is set at an upper limit of 2% of the average net asset of the respective share class during the period.

The performance is calculated by comparing the evolution of the assets of the Sub-Fund to the assets of a reference fund with a performance identical to that of the applicable reference index and registering the same variations in subscriptions and redemptions as the real share class.

A provision or, the recovery of the provision in the event of underperformance is accounted for in each NAV calculation. The proportion of variable fees corresponding to redemptions is paid to the Investment Manager.

The performance fees are calculated based on the last NAV in December. The performance fee is payable annually in the month following the end of the year.

As at June 30, 2014, the Sub-Fund LFP S&P CAPITAL IQ FUND - LFP R2P GLOBAL CREDIT booked a performance fee of USD 378,004.83.

### Note 8 - Operating costs

BNP Paribas Securities Services, Luxembourg Branch has been appointed Administrative Agent, Domiciliation Agent, Custodian Bank and Listing Agent of the SICAV pursuant to an administrative services agreement and custody agreement entered into between the Management Company and BNP Paribas Securities Services, Luxembourg Branch.

For the remuneration of the services of the Management Company, the Administrative Agent and the Custodian Bank, a maximum of 0.34% p.a. is payable quarterly and based on the average net assets of the Sub-Fund during the respective quarter, with a minimum of EUR 30,000 p.a..

### Note 9 - Futures contracts

As at June 30, 2014, the Sub-Fund LFP S&P CAPITAL IQ FUND - LFP R2P GLOBAL CREDIT held positions in Futures contracts. The counterparty for all of these positions is Newedge and the Sub-Fund did not received collateral.

#### Note 10 - Forward foreign exchange contracts

As at June 30, 2014, the Sub-Fund LFP S&P CAPITAL IQ FUND - LFP R2P GLOBAL CREDIT held positions in Forward foreign exchange contracts. The counterparty for all of these positions is BNP Paribas Securities Services Luxembourg and the Sub-Fund did not received collateral.

#### Note 11 - Professional fees

The caption "Professional fees" is composed of Legal fees.

### Notes to the Financial Statements as at June 30, 2014 (continued)

### Note 12 - Other expenses

The caption "Other expenses" is mainly composed of CSSF fees, Distribution fees and Translation fees.

#### Note 13 - Transaction costs

The SICAV incurred transaction costs which have been defined as brokerage fees and are taken into account through the Statement of Operations and Changes in Net Assets. In line with market practices for debt securities, the transaction fees are included in the spreads relating to the purchase and sale of transferable securities or money market instruments.

### Note 14 - Changes in the composition of the investment portfolio

The report on changes in the composition of the Securities Portfolio for the Sub-Fund for the period ended June 30, 2014 is available upon request and free of charge at the Custodian Bank and Registered Office of the SICAV.

