

**LA FRANÇAISE RENDEMENT
GLOBAL 2020**

Mutual Fund

Management Company:
La Française Asset Management

128, boulevard Raspail
75006 Paris

**Statutory Auditor's report on the annual
accounts**

Financial year ending 30 December 2016

LA FRANCAISE RENDEMENT GLOBAL 2020

Mutual Fund

Management Company: La Française Asset Management

128, boulevard Raspail
75006 Paris

STATUTORY AUDITOR'S REPORT ON THE ANNUAL ACCOUNTS

Financial year ending 30 December 2016

Pursuant to the assignment entrusted to us by the Management Company, we hereby submit our report for the financial year ending 30 December 2016 concerning:

- the audit of the annual accounts for the LA FRANCAISE RENDEMENT GLOBAL 2020 mutual fund denominated in euros, as appended to this report,
- the documentation supporting our findings,
- the specific analyses and information provided for by law.

The annual accounts have been prepared by the Management Company. It is our responsibility to form an opinion, based on our audit, on these accounts.

1. OPINION ON THE ANNUAL ACCOUNTS

We have carried out our audit in accordance with professional accounting standards in France. These standards require due diligence so as to obtain reasonable assurance that the annual accounts are free from material misstatement. An audit involves inspecting evidence supporting the amounts and information appearing in the annual accounts using sampling or other selection methods. It also involves evaluating the accounting principles adopted, the significant estimations made and the overall presentation of the accounts. We deem the evidence gathered to be a sufficient and suitable basis for our opinion.

We certify that the annual accounts are, in conformity with French accounting rules and principles, accurate and consistent and give a true and fair view of the financial performance of the previous financial year, as well as the financial situation and assets of the UCI at the end of that financial year.

2. JUSTIFICATION OF OUR ASSESSMENTS

Pursuant to the provisions of Article L823-9 of the Commercial Code on the justification of our evaluation, we inform you that the assessments we conducted focused in particular on adherence to the accounting principles and methods applicable to UCI.

Our findings fall within the scope of our audit approach for the annual accounts, taken as a whole, and therefore helped us to formulate our opinion, expressed in the first section of this report.

3. SPECIFIC ANALYSES AND INFORMATION

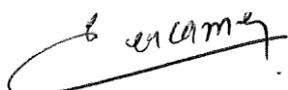
We also carried out the specific verifications provided for by law in accordance with the professional standards applicable in France.

We have no comments concerning the accuracy and consistency with the annual accounts of the information stated in the management report and documents sent to unitholders regarding the financial situation and annual accounts.

Neuilly-sur-Seine, 5 April 2017

Statutory Auditor

Deloitte & Associés



Jean-Pierre VERCAMER



Jean-Marc LECAT

Annual Accounts

Assets

	Financial year 30/12/2016	Financial year 31/12/2015
Net tangible assets	-	-
Deposits	-	-
Financial instruments	119,725,464.69	122,679,375.48
Equities and similar securities	-	-
Traded on a regulated market or similar	-	-
Not traded on a regulated market or similar	-	-
Bonds and similar securities	97,677,116.75	107,396,787.16
Traded on a regulated market or similar	97,677,116.75	107,396,787.16
Not traded on a regulated market or similar	-	-
Debt securities	20,962,523.14	13,945,037.58
Traded on a regulated market or similar - Negotiable debt securities	-	-
Traded on a regulated market or similar - Other debt securities	20,962,523.14	13,945,037.58
Not traded on a regulated market or similar	-	-
Securities in undertakings for collective investment	1,085,824.80	1,337,550.74
General purpose UCITS and AIF intended for non-professionals and equivalent in other Member States of the European Union	1,085,824.80	1,337,550.74
Other funds intended for non-professionals and equivalent in other Member States of the European Union	-	-
General purpose funds for professional investment and equivalent in other Member States of the European Union and listed securitisation bodies	-	-
Other funds for professional investment and equivalent in other Member States of the European Union and listed securitisation bodies	-	-
Other non-European bodies	-	-
Temporary securities transactions	-	-
Receivables representing securities received through repurchase agreements	-	-
Receivables representing loaned securities	-	-
Securities borrowed	-	-
Securities loaned under repurchase agreements	-	-
Other temporary transactions	-	-
Financial futures	-	-
Transactions on a regulated market or similar	-	-
Other transactions	-	-
Other financial instruments	-	-
Receivables	77,751,242.21	84,973,723.10
Forward exchange transactions	76,371,242.21	84,973,723.10
Other	1,380,000.00	-
Financial accounts	0.02	2,355,347.68
Liquidity	0.02	2,355,347.68
TOTAL ASSETS	197,476,706.92	210,008,446.26

Annual Accounts

Liabilities

	Financial year 30/12/2016	Financial year 31/12/2015
Equity		
Capital	111,144,043.74	122,193,783.40
Previous undistributed net gains and losses (a)	-	-
Balance carried forward (a)	2,584.26	2,992.61
Net gains and losses for the financial year (a,b)	2,404,348.01	-3,962,882.55
Profit or loss for the financial year (a,b)	6,773,678.47	6,511,274.96
Total equity	120,324,654.48	124,745,168.42
(= Amount representative of net assets)		
Financial instruments	-	-
Sale of financial instruments	-	-
Temporary securities transactions	-	-
Payables representing securities lent under repurchase agreements	-	-
Payables representing securities borrowed	-	-
Other temporary transactions	-	-
Financial futures	-	-
Transactions on a regulated market or similar	-	-
Other transactions	-	-
Other financial accounts	-	-
	-	-
	-	-
Payables	76,963,334.76	85,263,254.53
Forward exchange transactions	76,868,661.04	83,209,234.69
Other	94,673.72	2,054,019.84
Financial accounts	188,717.68	23.31
Current bank overdrafts	188,717.68	23.31
Loans	-	-
TOTAL LIABILITIES	197,476,706.92	210,008,446.26

(a) Including accrued income

(b) Less prepayments made during the financial year

Annual Accounts

Off-balance sheet

	Financial year 30/12/2016	Financial year 31/12/2015
HEDGING TRANSACTIONS	None	None
Investments on regulated markets or similar	-	-
	-	-
Over-the-counter commitments	-	-
	-	-
Other commitments	-	-
	-	-
	-	-
OTHER TRANSACTIONS	None	None
Investments on regulated markets or similar	-	-
	-	-
Over-the-counter commitments	-	-
	-	-
Other commitments	-	-
	-	-

Annual Accounts

Profit and loss account

	Financial year 30/12/2016	Financial year 31/12/2015
Profit on financial transactions		
Profit on equities and similar securities	-	-
Profit on bonds and similar debt securities	7,567,075.04	7,048,774.76
Profit on debt securities	766,863.24	1,281,138.38
Profit on temporary purchases and sales of securities	-	-
Profit on financial futures	-	-
Profit on deposits and financial accounts	5,189.72	76.50
Other financial income	-	-
Total I	8,339,128.00	8,329,989.64
Loss on financial transactions		
Loss on temporary purchases and sales of securities	-	-
Loss on financial futures	-	-
Loss on financial debts	-4,234.26	-5,730.12
Other financial expenses	-	-
Total II	-4,234.26	-5,730.12
Result on financial transactions (I+II)	8,334,893.74	8,324,259.52
Other income (III)	-	-
Management fees and depreciation and amortisation (IV)	-1,074,464.33	-1,229,930.89
Net profit or loss for financial year (I+II+III+IV)	7,260,429.41	7,094,328.63
Adjustment of income for the financial year (V)	-486,750.94	-583,053.67
Prepayments made on profit or loss during the financial year (VI)	-	-
Profit or loss (I+II+III+IV+V+VI)	6,773,678.47	6,511,274.96

Accounting principles and methods

The body complies with NCA Regulation No 2014-01 of 14 January 2014 relating to accounting for undertakings for collective investment with a variable capital.

The accounting currency is the euro.

All transferable securities in the portfolio are recorded at historic cost, excluding transaction costs.

Fixed-term securities, options and financial futures held in the portfolio which are denominated in foreign currencies are converted into the accounting currency at the exchange rate quoted in Paris on the valuation date.

The portfolio is valued at each net asset value calculation and at the end of the accounting period, according to the following methods:

Transferable securities

- Listed securities: at market value - including accrued coupons (day's closing price)

However, transferable securities without a recorded price on the valuation day, or transferable securities listed by contributors and for which the price has been adjusted, and securities not traded on a regulated market, will be valued under the responsibility of the Management Company (or the Board of Directors for a SICAV) at their probable trading value. Prices are adjusted by the Management Company based on its knowledge of issuers and/or markets.

- UCIs: at the last known net asset value or at the last estimated value. The net asset values of the securities of foreign undertakings for collective investment that are valued on a monthly basis are confirmed by the Fund administrators. The valuations are updated weekly on the basis of estimates communicated by the administrators of these UCIs and are validated by the manager.

- Negotiable debt securities and other similar securities that are not traded in large volumes are valued by means of an actuarial method. The rate used is the same as that for the issue of equivalent securities which is adjusted, where applicable, by a differential according to the nature of the issuer. Unless there are grounds for caution, securities with a residual maturity of three months are valued at the last rate up to maturity, and for those purchased with less than three months maturity, interest is calculated using a linear method.

- EMTNs are valued at their market value, based on prices issued by counterparties. These valuations are monitored by the Management Company.

Financial futures and options

FUTURES: day's settlement price.

The off-balance sheet valuation is calculated on the basis of the nominal value, the settlement price and, where applicable, the exchange rate.

OPTIONS: day's closing price or, if not known, the last known price.

The off-balance sheet valuation is calculated as the underlying equivalent on the basis of the delta and the price of the underlying and, where applicable, taking into account the exchange rate.

Forward exchange contracts: revaluation of foreign currency commitments at the daily rate with the premium/discount calculated according to the term of the contract.

Forward deposits: are recorded and valued at nominal value, even when they have a maturity of more than three months. Accrued interest is added to this amount. However, certain contracts contain specific conditions if early repayment is requested so that the effect of the increase in the financing curve of the counterparty is taken into account. The accrued interest may therefore be reduced by this impact without any negative effect. Term deposits are then at least valued at their nominal value.

Rate swaps:

- for swaps maturing in less than three months, interest is calculated using the linear method.

- swaps maturing after three months are revalued at market value.

Accounting principles and methods

Synthetic products (combination of a security and a swap) are reported globally. Interest received on swaps that form part of these products is valued using the linear method.

Asset swaps and synthetic products are valued on the basis of their market value. The valuation of asset swaps is based on the valuation of hedged securities minus the effect of variation of credit spreads. This change is valued using the average of spreads communicated by four counterparties from whom this information is requested monthly, adjusted by a margin based on the issuer's rating.

The off-balance sheet commitments for the swaps correspond to their nominal value.

Structured swaps (swaps with optional component): these swaps are valued at their market value, based on the prices issued by the counterparties. These valuations are monitored by the Management Company.

The valuation price of credit default swaps (CDS) comes from a contributor supplied to us by the Management Company.

The off-balance sheet commitments for these swaps correspond to their nominal value.

Management fees

- 0.60% (incl. tax) maximum for I units
- 1.20% (incl. tax) maximum for D units
- 1.20% (incl. tax) maximum for E units
- 1.20% (incl. tax) maximum for R units
- 0.05% (incl. tax) maximum for F units

The fees are calculated on the basis of net assets. These costs (excluding transaction costs) will be directly recognised on the Fund's profit and loss account.

These fees comprise all the costs billed to the UCI, with the exception of transaction fees. Transaction fees include intermediation charges (brokerage, stamp duties, etc....) and any turnover fees charged in particular by the Depositary and the Management Company.

Outperformance fee

None

Rebates on management fees

At each calculation of the net asset value, a fee is calculated based on a rate communicated by the Management Company.

Accounting method for interest

Accrued interest.

Allocation of realised income

- R units: capitalisation
- D units: distribution
- I units: capitalisation
- E units: capitalisation
- F units: capitalisation

Accounting principles and methods

Allocation of net realised gains

- R units: capitalisation
- D units: distribution
- I units: capitalisation
- E units: capitalisation
- F units: capitalisation

Changes affecting the fund:

None

Annual accounts - Notes

Statement of changes in net assets

	Financial year 30/12/2016	Financial year 31/12/2015
Net assets at the beginning of the financial year	124,745,168.42	153,409,411.09
Subscriptions (including subscription fees for the UCI)	1,015,863.95	997,730.34
Redemptions (after deduction of fees paid to the UCI)	-17,257,593.32	-30,997,383.41
Capital gains realised on deposits and financial instruments	3,987,894.98	2,948,864.79
Capital losses realised on deposits and financial instruments	-4,293,918.04	-4,862,610.53
Gains realised on financial futures	140,000.02	-
Capital losses realised on financial futures	-60,002.40	-
Transaction charges	-126,245.82	-99,746.11
Exchange rate differences	885,931.51	1,609,459.14
Variation in the valuation difference on deposits and financial instruments	5,673,127.22	-3,634,405.42
Valuation difference for financial year N	8,859,597.48	3,186,470.26
Valuation difference for financial year N-1	-3,186,470.26	-6,820,875.68
Variation in the valuation difference on financial futures	-	-
Valuation difference for financial year N	-	-
Valuation difference for financial year N-1	-	-
Distribution on net gains and losses for the previous financial year	-	-
Distribution of profits for the previous financial year	-1,646,001.45	-1,720,480.10
Net profit or loss for the financial year before accrued income	7,260,429.41	7,094,328.63
Prepayment(s) made on net gains and losses during the financial year	-	-
Prepayment(s) made on profit or loss during the financial year	-	-
Other items	-	-
Net assets at the end of the financial year	120,324,654.48	124,745,168.42

Annual accounts - Notes

Additional information 1

	Financial year 30/12/2016
Commitments received or made	
Commitments received or made (capital guarantee or other commitments)	(*) -
Current value of financial instruments in the portfolio representing collateral	None
Financial instruments received as collateral and not recognised on the balance sheet	-
Financial instruments given as collateral and recognised under their original line item	-
Financial instruments in the portfolio issued by the service provider or entities of the same group	
Deposits	-
Equities	-
Interest rate securities	-
UCI	1,085,824.8000
Temporary purchases and sales of securities	-
Swaps (nominal)	-
Current value of financial instruments which are the subject of temporary acquisitions	None
Repurchased securities	-
Securities under repurchase agreements	-
Securities borrowed	-

(*) For guaranteed UCIs, the information is given in the accounting principles.

Annual accounts - Notes

Additional information 2

	Financial year 30/12/2016	
Issues and redemptions during the financial year	Number of securities	
Category D (Currency: EUR)		
Number of securities issued		-
Number of securities redeemed		27,413.69800
Category E (Currency: EUR)		
Number of securities issued		-
Number of securities redeemed		2,236.92400
Category F (Currency: USD)		
Number of securities issued		-
Number of securities redeemed		6,593.50600
Category I (Currency: EUR)		
Number of securities issued		959.07700
Number of securities redeemed		3,984.34400
Category R (Currency: EUR)		
Number of securities issued		-
Number of securities redeemed		60,407.12000
Subscription and/or redemption fees	Amount (EUR)	
Subscription fees paid to the UCI		-
Redemption fees paid to the UCI		-
Subscription fees received and reassigned		-
Redemption fees received and reassigned		5,145.84
Management fees	Amount (EUR)	% of average net assets
Category D (Currency: EUR)		
Operating and management fees (*)	320,227.52	1.00
Outperformance fees	-	-
Other fees	-	-
Category E (Currency: EUR)		
Operating and management fees (*)	164,739.77	1.20
Outperformance fees	-	-
Other fees	-	-

Category F (Currency: USD)

Operating and management fees	(*)	2,094.83	0.05
Outperformance fees		-	-
Other fees		-	-

Category I (Currency: EUR)

Operating and management fees	(*)	196,949.10	0.60
Outperformance fees		-	-
Other fees		-	-

Category R (Currency: EUR)

Operating and management fees	(*)	390,403.11	1.00
Outperformance fees		-	-
Other fees		-	-

Rebates on management fees (all units)

- -

(*) For UCIs whose financial year is not equal to 12 months, the percentage of average net assets is the average annualised rate.

Annual accounts - Notes

Breakdown of receivables and payables by type

	Financial year 30/12/2016
Breakdown of receivables by type	
Deposit - euros	-
Deposit - other currency	-
Cash collateral	1,380,000.00
Valuation of currency futures purchases	8,059,431.81
Countervalue of futures sales	68,311,810.40
Other debtors	-
Interest receivable	-
TOTAL RECEIVABLES	77,751,242.21
Breakdown of payables by type	
Deposit - euros	-
Deposit - other currency	-
Cash collateral	-
Provision for borrowing expenses	-
Valuation of currency futures sales	68,864,312.94
Countervalue of futures purchases	8,004,348.10
Fees and charges owed	86,476.74
Other creditors	8,196.98
Provision for market liquidity risk	-
TOTAL PAYABLES	76,963,334.76

Annual accounts - Notes

Breakdown of instruments by legal or economic type

	Financial year 30/12/2016
Assets	
Bonds and similar securities	97,677,116.75
Indexed bonds	-
Convertible bonds	3,005,557.39
Participation notes	-
Other bonds and similar debt securities	94,671,559.36
Debt securities	20,962,523.14
<i>Traded on a regulated market</i>	20,962,523.14
Treasury bills	-
Other NDS	-
Other debt securities	20,962,523.14
<i>Not traded on a regulated market</i>	-
Liabilities	None
Sale of financial instruments	-
Equities	-
Bonds	-
Other	-
Off-balance sheet	None
Hedging transactions	
Rate	-
Equities	-
Other	-
Other transactions	
Rate	-
Equities	-
Other	-

Annual accounts - Notes

Breakdown of assets, liabilities and off-balance sheet items by rate type

	Fixed rate	Floating rate	Adjustable rate	Other
Assets		None		
Deposits	-	-	-	-
Bonds and similar securities	89,597,913.65	-	8,079,203.10	-
Debt securities	20,962,523.14	-	-	-
Temporary securities transactions	-	-	-	-
Financial accounts	-	-	-	0.02
Liabilities	None	None	None	
Temporary securities transactions	-	-	-	-
Financial accounts	-	-	-	188,717.68
Off-balance sheet	None	None	None	None
Hedging transactions	-	-	-	-
Other transactions	-	-	-	-

Annual accounts - Notes

Breakdown by residual maturity

	[0–3 months]	[3 months - 1 year]	[1 - 3 years]	[3 - 5 years]	> 5 years
Assets					None
Deposits	-	-	-	-	-
Bonds and similar securities	4,750,870.10	2,996,484.16	27,861,277.32	62,068,485.17	-
Debt securities	-	-	8,370,589.59	12,591,933.55	-
Temporary securities transactions	-	-	-	-	-
Financial accounts	0.02	-	-	-	-
Liabilities		None	None	None	None
Temporary securities transactions	-	-	-	-	-
Financial accounts	188,717.68	-	-	-	-
Off-balance sheet	None	None	None	None	None
Hedging transactions	-	-	-	-	-
Other transactions	-	-	-	-	-

Annual accounts - Notes

Breakdown by listing currency

	CAF	GBP	USD
Assets	None		
Deposits			
Equities and similar securities			
Bonds and similar securities		5,682,970.55	56,645,213.49
Debt securities		5,267,936.71	
UCI securities			
Temporary securities transactions			
Other financial instruments			
Receivables			8,059,431.81
Financial accounts		0.02	
Liabilities	None		
Sale of financial instruments			
Temporary securities transactions			
Payables		10,705,882.41	58,158,430.53
Financial accounts			0.04
Off-balance sheet	None	None	None
Hedging transactions			
Other transactions			

This table only includes the five currencies that are most representative of net assets.

Annual accounts - Notes

Allocation of distributable amounts

Class type: D (Currency: EUR)

Allocation table for distributable amounts related to profit or loss

	Financial year 30/12/2016	Financial year 31/12/2015
Amounts to be allocated		
Balance carried forward	2,584.26	2,992.61
Profit or loss	1,769,168.92	1,685,778.73
TOTAL	1,771,753.18	1,688,771.34
Allocation		
Distribution	1,771,128.13	1,685,948.90
Balance carried forward for the financial year	625.05	2,822.44
Capitalisation	-	-
TOTAL	1,771,753.18	1,688,771.34
Information on securities with distribution rights		
Number of securities	293,719.426	321,133.12400
Unit distribution	6.03	5.25
Tax credits and tax assets related to distribution of income		
Total tax credits and tax assets related to distribution of income:	-	-
for the financial year	-	-
for the financial year N-1	-	-
for the financial year N-2	-	-
for the financial year N-3	-	-
for the financial year N-4	-	-

Allocation table for distributable amounts related to net gains and losses

	Financial year 30/12/2016	Financial year 31/12/2015
Amounts to be allocated		
Previous undistributed net gains and losses	-	-
Net gains and losses for the financial year	657,531.45	-1,248,797.08
Prepayments made on net gains and losses for the financial year	-	-
TOTAL	657,531.45	-1,248,797.08
Allocation		
Distribution	654,994.32	-
Undistributed net gains and losses	2,537.13	-
Capitalisation	-	-1,248,797.08
TOTAL	657,531.45	-1,248,797.08
Information on securities with distribution rights		
Number of securities	293,719.426	-
Unit distribution	2.23	-

Class type: E (Currency: EUR)

Allocation table for distributable amounts related to profit or loss

	Financial year 30/12/2016	Financial year 31/12/2015
Amounts to be allocated		
Balance carried forward	-	-
Profit or loss	687,990.64	682,219.14
TOTAL	687,990.64	682,219.14
Allocation		
Distribution	-	-
Balance carried forward for the financial year	-	-
Capitalisation	687,990.64	682,219.14
TOTAL	687,990.64	682,219.14
Information on securities with distribution rights		
Number of securities	-	-
Unit distribution	-	-
Tax credits and tax assets related to distribution of income		
Total tax credits and tax assets related to distribution of income:	-	-
for the financial year	-	-
for the financial year N-1	-	-
for the financial year N-2	-	-
for the financial year N-3	-	-
for the financial year N-4	-	-

Allocation table for distributable amounts related to net gains and losses

	Financial year 30/12/2016	Financial year 31/12/2015
Amounts to be allocated		
Previous undistributed net gains and losses	-	-
Net gains and losses for the financial year	249,094.98	-498,764.13
Prepayments made on net gains and losses for the financial year	-	-
TOTAL	249,094.98	-498,764.13
Allocation		
Distribution	-	-
Undistributed net gains and losses	-	-
Capitalisation	249,094.98	-498,764.13
TOTAL	249,094.98	-498,764.13
Information on securities with distribution rights		
Number of securities	-	-
Unit distribution	-	-

Class type: F (Currency: USD)

Allocation table for distributable amounts related to profit or loss

	Financial year 30/12/2016	Financial year 31/12/2015
Amounts to be allocated		
Balance carried forward	-	-
Profit or loss	255,582.31	258,405.10
TOTAL	255,582.31	258,405.10
Allocation		
Distribution	-	-
Balance carried forward for the financial year	-	-
Capitalisation	255,582.31	258,405.10
TOTAL	255,582.31	258,405.10
Information on securities with distribution rights		
Number of securities	-	-
Unit distribution	-	-
Tax credits and tax assets related to distribution of income		
Total tax credits and tax assets related to distribution of income:	-	-
for the financial year	-	-
for the financial year N-1	-	-
for the financial year N-2	-	-
for the financial year N-3	-	-
for the financial year N-4	-	-

Allocation table for distributable amounts related to net gains and losses

	Financial year 30/12/2016	Financial year 31/12/2015
Amounts to be allocated		
Previous undistributed net gains and losses	-	-
Net gains and losses for the financial year	125,674.49	412,202.71
Prepayments made on net gains and losses for the financial year	-	-
TOTAL	125,674.49	412,202.71
Allocation		
Distribution	-	-
Undistributed net gains and losses	-	-
Capitalisation	125,674.49	412,202.71
TOTAL	125,674.49	412,202.71
Information on securities with distribution rights		
Number of securities	-	-
Unit distribution	-	-

Class type: I (Currency: EUR)

Allocation table for distributable amounts related to profit or loss

	Financial year 30/12/2016	Financial year 31/12/2015
Amounts to be allocated		
Balance carried forward	-	-
Profit or loss	1,953,541.20	1,808,573.10
TOTAL	1,953,541.20	1,808,573.10
Allocation		
Distribution	-	-
Balance carried forward for the financial year	-	-
Capitalisation	1,953,541.20	1,808,573.10
TOTAL	1,953,541.20	1,808,573.10
Information on securities with distribution rights		
Number of securities	-	-
Unit distribution	-	-
Tax credits and tax assets related to distribution of income		
Total tax credits and tax assets related to distribution of income:	-	-
for the financial year	-	-
for the financial year N-1	-	-
for the financial year N-2	-	-
for the financial year N-3	-	-
for the financial year N-4	-	-

Allocation table for distributable amounts related to net gains and losses

	Financial year 30/12/2016	Financial year 31/12/2015
Amounts to be allocated		
Previous undistributed net gains and losses	-	-
Net gains and losses for the financial year	636,316.69	-1,171,737.45
Prepayments made on net gains and losses for the financial year	-	-
TOTAL	636,316.69	-1,171,737.45
Allocation		
Distribution	-	-
Undistributed net gains and losses	-	-
Capitalisation	636,316.69	-1,171,737.45
TOTAL	636,316.69	-1,171,737.45
Information on securities with distribution rights		
Number of securities	-	-
Unit distribution	-	-

Class type: R (Currency: EUR)

Allocation table for distributable amounts related to profit or loss

	Financial year 30/12/2016	Financial year 31/12/2015
Amounts to be allocated		
Balance carried forward	-	-
Profit or loss	2,107,395.40	2,076,298.89
TOTAL	2,107,395.40	2,076,298.89
Allocation		
Distribution	-	-
Balance carried forward for the financial year	-	-
Capitalisation	2,107,395.40	2,076,298.89
TOTAL	2,107,395.40	2,076,298.89
Information on securities with distribution rights		
Number of securities	-	-
Unit distribution	-	-
Tax credits and tax assets related to distribution of income		
Total tax credits and tax assets related to distribution of income:	-	-
for the financial year	-	-
for the financial year N-1	-	-
for the financial year N-2	-	-
for the financial year N-3	-	-
for the financial year N-4	-	-

Allocation table for distributable amounts related to net gains and losses

	Financial year 30/12/2016	Financial year 31/12/2015
Amounts to be allocated		
Previous undistributed net gains and losses	-	-
Net gains and losses for the financial year	735,730.40	-1,455,786.60
Prepayments made on net gains and losses for the financial year	-	-
TOTAL	735,730.40	-1,455,786.60
Allocation		
Distribution	-	-
Undistributed net gains and losses	-	-
Capitalisation	735,730.40	-1,455,786.60
TOTAL	735,730.40	-1,455,786.60
Information on securities with distribution rights		
Number of securities	-	-
Unit distribution	-	-

Annual accounts - Notes

Table of income and other characteristic items for the last five financial years

Class type: D (Currency: EUR)

	26/09/2013 (1)	31/12/2013	31/12/2014	31/12/2015	30/12/2016
Net asset value (in EUR)					
D units	99.99	104.14	105.21	101.62	107.63
Net assets (in € thousand)	0.10	19,476.38	35,971.01	32,636.75	31,615.37
Number of securities					
D units	1.00000	187,004.05000	341,883.743	321,133.124	293,719.426

	31 December 2013	31 December 2014	31/12/2015	30/12/2016
Payment date				
Unit distribution on net gains and losses	-	-	-	2.23
(including prepayments) (in €)				
Unit distribution on profit or loss	0.93	5.16	5.25	6.03
(including prepayments) (in €)				
Unit tax credit (*)	-	-	-	-
natural persons (in €)				
Unit capitalisation on net gains and losses				
D units	0.14	5.26	-3.88	-
Unit capitalisation on profit or loss				
D units	-	-	-	-

Class type: E (Currency: EUR)

	31/10/2013 (1)	31/12/2013	31/12/2014	31/12/2015	30/12/2016
Net asset value (in EUR)					
C units	1,000.50	1,016.41	1,033.69	1,045.98	1,163.17
Net assets (in €thousand)	560.99	14,748.47	20,334.93	13,966.45	12,929.32
Number of securities					
C units	560.70000	14,510.30200	19,672.101	13,352.500	11,115.576

Payment date	31 December 2013	31 December 2014	31/12/2015	31/12/2016
Unit distribution on net gains and losses	-	-	-	-
(including prepayments) (in €)				
Unit distribution on profit or loss	-	-	-	-
(including prepayments) (in €)				
Unit tax credit (*)	-	-	-	-
natural persons (in €)				
Unit capitalisation on net gains and losses				
C units	1.85	-51.73	-37.35	22.40
Unit capitalisation on profit or loss				
C units	4.91	48.61	51.09	61.89

Class type: F (Currency: USD)

	20/03/2014 (1)	31/12/2014	31/12/2015	30/12/2016
Net asset value (in EUR)				
C units	100.00	100.37	102.44	115.62
Net assets (in € thousand)		4,306.36	4,251.23	4,218.69
Number of securities				
C units	1.00000	51,913.83300	45,076.74600	38,483.24000

	31 December 2014	31/12/2015	30/12/2016
Payment date			
Unit distribution on net gains and losses	-	-	-
(including prepayments) (in €)			
Unit distribution on profit or loss	-	-	-
(including prepayments) (in €)			
Unit tax credit (*)	-	-	-
natural persons (in €)			
Unit capitalisation on net gains and losses			
C units	3.97	9.14	3.25
Unit capitalisation on profit or loss			
C units	3.50	5.73	6.64

Class type: I (Currency: EUR)

	23/09/2013 (1)	31/12/2013	31/12/2014	31/12/2015	30/12/2016
Net asset value (in EUR)					
C units	1,000.00	1,043.28	1,067.41	1,086.59	1,215.58
Net assets (in €thousand)	10,000.00	40,024.62	39,857.71	33,033.17	33,277.16
Number of securities					
C units	10,000.00000	38,364.00700	37,340.574	30,400.591	27,375.324

Payment date	31 December 2013	31 December 2014	31/12/2015	30/12/2016
Unit distribution on net gains and losses	-	-	-	-
(including prepayments) (in €)				
Unit distribution on profit or loss	-	-	-	-
(including prepayments) (in €)				
Unit tax credit (*)	-	-	-	-
natural persons (in €)				
Unit capitalisation on net gains and losses				
C units	1.50	-53.34	-38.54	23.24
Unit capitalisation on profit or loss				
C units	10.43	56.53	59.49	71.36

Class type: R (Currency: EUR)

	25/09/2013 (1)	31/12/2013	31/12/2014	31/12/2015	30/12/2016
Net asset value (in EUR)					
C units	100.06	104.13	106.11	107.59	119.88
Net assets (in €thousand)	0.10	14,904.35	52,939.40	40,857.56	38,284.12
Number of securities					
C units	1.00000	143,120.40600	498,883.751	379,739.901	319,332.781

Payment date	31 December 2013	31 December 2014	31/12/2015	30/12/2016
Unit distribution on net gains and losses	-	-	-	-
(including prepayments) (in €)				
Unit distribution on profit or loss	-	-	-	-
(including prepayments) (in €)				
Unit tax credit (*)	-	-	-	-
natural persons (in €)				
Unit capitalisation on net gains and losses				
C units	0.14	-5.30	-3.83	2.30
Unit capitalisation on profit or loss				
C units	0.88	5.20	5.46	6.59

(*) The unit tax credit is determined on the date of payment under tax instruction 04/03/93 (Ints.4 K-1-93). The theoretical amounts, calculated according to the rules applicable to individuals, are presented here as a guide. "Instruction 4 J-2-99 of 08/11/99 also states that the beneficiaries of tax credits other than individuals are themselves responsible for calculating the amount of tax credits to which they are entitled."

Annual accounts - Notes

Inventory of financial instruments as at 30 December 2016

Asset and denomination of securities	Quantity	Price	Listing currency	Current value	Rounded % of the net assets
Bonds and similar securities				97,677,116.75	81.18
Traded on a regulated market or similar					
AGROKOR DD 8.875%12-010220	400,000.00	101.38	USD	398,755.63	0.33
ALCOA 6.15%10-150820	1,500,000.00	108.75	USD	1,580,344.87	1.31
ALTICO FINCO 9.875%12-151220	2,550,000.00	105.50	USD	2,563,204.65	2.13
ANTERO 6%12-011220	500,000.00	103.00	USD	490,874.61	0.41
ARMENIA 6%13-300920	3,000,000.00	103.25	USD	2,980,801.14	2.48
BLINE RENT FIN 7%14-010219	1,000,000.00	97.50	USD	952,595.40	0.79
BOMBARDIER 7.75%10-150320	800,000.00	105.25	USD	816,091.22	0.68
BOMBARDIER 7.75%10-150320 144A	1,800,000.00	105.25	USD	1,835,837.89	1.53
BUL ENERGY HLDG 4.25%13-1118	2,250,000.00	102.63	EUR	2,323,995.72	1.93
CABLEVISION 8%10-150420 SR	1,400,000.00	109.75	USD	1,480,045.29	1.23
CARRIZO OIL & GAS 7.5%12-0920	1,400,000.00	103.50	USD	1,403,926.68	1.17
CEMEX TV13-151018 SR 144A	300,000.00	103.75	USD	298,607.65	0.25
CEQUEL COMM 6.375%12-150920	1,500,000.00	103.00	USD	1,492,252.31	1.24
CERBERUS NIGHT. 8.25%15-010220	1,200,000.00	102.55	EUR	1,268,550.00	1.05
DAKAR FINANCE TV15-151120 REGS	1,366,945.80	102.50	EUR	1,417,522.79	1.18
DISH DBS CORP 5.125%13-010520	750,000.00	103.50	USD	742,333.79	0.62
ECUADOR 10.5%15-240320	2,200,000.00	107.13	USD	2,294,643.28	1.91
FINANCIERE QUICK TV14-150419	1,636,363.55	92.40	EUR	1,527,738.20	1.27
FIRST QUANTUM 6.75%14-150220	1,451,000.00	99.75	USD	1,408,095.93	1.17
FRONTIER COMM 8.875%16-150920	1,600,000.00	106.50	USD	1,655,937.43	1.38
GHANA 8.50%07-17	3,000,000.00	103.25	USD	2,996,484.16	2.49
GOODYEAR TIRE 8.75%10-150820	850,000.00	119.25	USD	988,236.09	0.82
HERTZ 5.875%12-151020	1,750,000.00	97.75	USD	1,643,220.32	1.37
HOUSE OF FRASER TV15-150920	1,400,000.00	89.50	GBP	1,473,128.33	1.22
HSS FINANCING 6.75%14-010819	680,000.00	101.35	GBP	830,084.35	0.69
INTL BK AZERBAIJAN 5.625%14-19	3,500,000.00	99.00	USD	3,296,545.39	2.74
INTL GAME TECH.4.125%15-150220	1,707,000.00	107.69	EUR	1,865,232.93	1.55
JBS INVTS 7.75%13-281020	2,000,000.00	106.13	USD	2,039,266.82	1.69
KAZMUNAIGAZ FIN.7%10-050520	1,673,000.00	109.75	USD	1,758,696.58	1.46
LION SENECA 7.875%14-150419	1,400,000.00	98.00	EUR	1,395,887.50	1.16
LOUIS DREYFUS COMPANY 4%13-20	1,350,000.00	102.36	EUR	1,386,337.50	1.15
LUNDIN MINING 7.5%14-011120	1,625,000.00	106.38	USD	1,658,765.89	1.38
MARFRIG OVERSEAS 9.50%10-0520	1,750,000.00	102.88	USD	1,733,131.86	1.44
MATALAN FINANCE 6.875%14-0619	650,000.00	83.00	GBP	636,827.96	0.53
MEDI-PARTENAIRES 7%13-150520	1,800,000.00	105.05	EUR	1,907,700.01	1.59
NORTHERN LIGHTS 7%12-160819	1,375,000.00	101.13	USD	1,330,205.95	1.11
NORWEGIAN AIR SHUT 7.25%15-19	2,000,000.00	104.02	EUR	2,089,550.08	1.74
NOVAFIVES TV14-300620 REG-S	2,850,000.00	92.00	EUR	2,644,779.58	2.20
OBERTHUR 9.25%13-300420 REGS	650,000.00	104.33	EUR	688,634.37	0.57
OI EUROPEAN 6.75%10-150920	2,200,000.00	120.45	EUR	2,713,012.50	2.25

Asset and denomination of securities	Quantity	Price	Listing currency	Current value	Rounded % of the net assets
PRECISION DRIL 6.625%11-1120	1,569,513.16	101.50	USD	1,523,781.67	1.27
SAFILO GROUP 1.25%14-220519 CV	700,000.00	94.00	EUR	659,015.21	0.55
SCIENTIFIC GAM 6.25%12-010920	1,600,000.00	85.00	USD	1,321,798.22	1.10
SONAE INV.1.625%14-110619 CV	1,600,000.00	94.37	EUR	1,511,562.86	1.26
SPRINT NEXTEL 9%11-151118	1,500,000.00	110.25	USD	1,585,328.27	1.32
SRI LANKA 6.25%10-041020 REGS	2,972,000.00	102.50	USD	2,932,222.12	2.44
STRETFORD 79 TV14-150720	1,850,000.00	97.50	GBP	2,134,949.34	1.77
TESORO 5.875%13-011020	1,250,000.00	103.13	USD	1,240,136.38	1.03
THOM EUROPE 7.375%14-150719	2,272,000.00	105.50	EUR	2,475,154.65	2.06
TRADE AND DEVELOPME 5.75%12-17	3,800,000.00	97.50	USD	3,571,361.12	2.97
UNITED GROUP 7.875%13-151120	2,271,000.00	104.67	EUR	2,400,901.20	2.00
UNIVEG HOLDING 7.875%13-1120	700,000.00	104.00	EUR	735,350.00	0.61
VALLOUREC 3.25%12-020819	1,700,000.00	101.37	EUR	1,746,600.95	1.45
VEDANTA RESSOUR.9.50%08-180718	1,600,000.00	105.92	USD	1,673,257.25	1.39
VIETNAM 6.75%10-290120 REG-S	1,000,000.00	108.32	USD	1,054,566.01	0.88
VIRIDIAN GR II 7.5%15-010320	1,500,000.00	106.50	EUR	1,635,625.00	1.36
VOYAGE CARE 6.5%13-010818	500,000.00	101.05	GBP	607,980.57	0.51
WHITING PETRO.1.25%16-01020 CV	1,000,000.00	87.75	USD	834,979.32	0.69
WHITING PETROLEUM 5%13-150319	500,000.00	100.39	USD	483,076.03	0.40
WIND ACQUISITION 4%14-150720	500,000.00	101.84	EUR	518,518.33	0.43
WIND ACQUISITION 4.75%14-0720	600,000.00	100.75	USD	585,806.27	0.49
ZINC CAPITAL 8.875%11-110518	2,350,000.00	102.53	EUR	2,437,263.33	2.03
Negotiable debt securities				20,962,523.14	17.42
Other debt securities				20,962,523.14	17.42
ADLER 4.75%15-080420 RATING	2,600,000.00	103.05	EUR	2,708,459.73	2.25
AGROKOR DD 9.125%12-010220	600,000.00	103.65	EUR	645,016.67	0.54
AREVA 3.25%13-040920 EMTN	800,000.00	100.15	EUR	809,851.18	0.67
AREVA 4.375%09-061119 EMTN	1,650,000.00	104.29	EUR	1,732,222.89	1.44
BOING GROUP FIN 6.625%14-0719	500,000.00	99.15	EUR	511,208.34	0.42
BOPARAN FINANCE 5.25%14-0719	2,100,000.00	100.50	GBP	2,521,980.44	2.10
CABOT FIN LUX 8.375%13-010820	1,050,000.00	104.55	GBP	1,329,550.34	1.10
CASINO 3.994%12-090320 EMTN	300,000.00	112.37	EUR	346,953.12	0.29
DBK 5%10-240620 SUBORDIDANTED	2,500,000.00	107.24	EUR	2,747,200.89	2.28
FIAT CHRYSLER 6.75%13-141019	2,150,000.00	114.65	EUR	2,497,116.32	2.08
INTESA 6.625%08-080518 EMTN	1,000,000.00	106.45	EUR	1,108,061.60	0.92
RALLYE 1% 13-021020 OCEANE	15,050.00	96.27	EUR	1,448,863.49	1.20
TELECOM ITALIA 4.875%13-0920	1,000,000.00	112.63	EUR	1,139,632.20	0.95
XSTRATA 7.375%08-270520 EMTN	1,000,000.00	116.44	GBP	1,416,405.93	1.18
UCI securities				1,085,824.80	0.90
General purpose UCITS and AIF intended for non-professionals and equivalent in other Member States of the European Union				1,085,824.80	0.90
LF TRESO I	10.00	108,582.48	EUR	1,085,824.80	0.90
Financial futures				0.00	0.00

Margin calls	0.00	0.00
	0.00	0.00
Swaps	0.00	0.00
	0.00	0.00
Receivables	77,751,242.21	64.62
Payables	-76,963,334.76	-63.96
Deposits		
Other financial accounts	-188,717.66	-0.16
TOTAL NET ASSETS	120,324,654.48	100.00

ADDITIONAL INFORMATION FOR INVESTORS IN GERMANY (NOT AUDITED)

The function of the Paying and Information Agent in the Federal Republic of Germany is performed by:

BNP Paribas Securities Services S.C.A. Zweigniederlassung Frankfurt am Main
Address: Europa-Allee 12, 60327 Frankfurt am Main, Germany

(hereinafter: German Paying and Information Agent).

Applications for the redemptions of units may be sent to the German Paying and Information Agent.

All payments to investors, including redemption proceeds and potential distributions may, upon request, be paid through the German Paying and Information Agent.

The following documents may be obtained, free of charge, in hardcopy form at the office of the German Paying and Information Agent:

- the prospectus,
- the key investor information documents,
- the current annual and semi-annual reports,
- the Management Regulations of the fund,
- the agreement between the Management Company and the Investment Manager,
- the agreement between the fund administrator, the Management Company and the custodian bank,
- the custody agreement between the Management Company and the custodian bank,

The issue and redemption prices, the net asset value as well as any notices to investors are also available from the Paying and Information Agent. In addition, the issue, redemption prices and any notices to investors are published on the website www.fundinfo.com

In addition, communications to investors in Germany will be by means of a durable medium (section 167 of the Investment Code) in the following cases:

- suspension of the redemption of the units,
- termination of the management of the fund or its liquidation,
- any amendments to the fund rules which are inconstant with the previous investment principles, which affect material investor rights or which relate to remuneration and reimbursement of expenses that may be paid or made out of the asset pool,
- merger of the fund with one or more other funds and
- the change of the fund into a feeder fund or the modification of a master fund.