

# **Kames Capital Investment Company (Ireland) Plc**

**(An open-ended umbrella investment company with variable capital and segregated liability between sub-funds)**

**(Registered Number 442106)**

**Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018**

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Table of Contents**

|  | Page    |
|--|---------|
| Directory  | 2       |
| General Information  | 3-6     |
| Investment Manager's Report  | 7-23    |
| Statement of Comprehensive Income  | 24-31   |
| Statement of Financial Position  | 32-39   |
| Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders | 40-43   |
| Notes to the Financial Statements  | 44-106  |
| Portfolio of Investments   | 107-172 |
| Portfolio Changes  | 173-200 |
| Securities Financial Transactions Regulations  | 201     |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Directory**

|   |  |
|---|--|
| <i>Board of Directors</i>                           | Mr. Mike Kirby* (Irish)<br>Mr. Andrew Bell* (British)<br>Ms. Bronwyn Wright** (Irish)  |
| <i>Investment Manager, Promoter and Distributor</i> | Kames Capital Plc<br>Kames House<br>3 Lochside Crescent<br>Edinburgh EH12 9SA<br>United Kingdom<br><br>Aegon Investment Management BV<br>AEGONplein 50,<br>2591 TV The Hague,<br>Netherlands |
| <i>Depository</i>                                   | Citi Depository Services Ireland Designated Activity Company (DAC)<br>1 North Wall Quay<br>Dublin 1<br>Ireland   |
| <i>Administrator</i>                                | Citibank Europe Plc<br>1 North Wall Quay<br>Dublin 1<br>Ireland  |
| <i>Independent Auditors</i>                         | PricewaterhouseCoopers<br>1 Spencer Dock<br>North Wall Quay<br>Dublin 1<br>Ireland   |
| <i>Irish Legal Advisers</i>                         | A&L Goodbody Solicitors<br>International Financial Services Centre<br>North Wall Quay<br>Dublin 1<br>Ireland   |
| <i>Sponsoring Brokers</i>                           | A&L Listing Limited<br>International Financial Services Centre<br>North Wall Quay<br>Dublin 1<br>Ireland   |
| <i>Secretary</i>                                    | Goodbody Secretarial Limited<br>International Financial Services Centre<br>North Wall Quay<br>Dublin 1<br>Ireland  |
| <i>Registered Office</i>                            | International Financial Services Centre<br>25/28 North Wall Quay<br>Dublin 1<br>Ireland  |

\* Denotes non-executive Director

\*\* Denotes independent non-executive Director

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**General Information**

**Structure**

Kames Capital Investment Company (Ireland) Plc (the "Company") is structured as an umbrella type open-ended investment company with variable capital consisting of a number of different sub-funds ("Funds"), incorporated on 25 June 2007 under the Companies Act 2014 (as amended) and is authorised in Ireland pursuant to European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended) ("the UCITS Regulations") and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015 (as amended) (the "Central Bank UCITS Regulations") supplemented or consolidated from time to time. Accordingly, the Company is supervised by the Central Bank of Ireland (the "Central Bank").

Shares representing interests in different Funds may be issued from time to time by the Directors. Shares of more than one class may be issued in relation to a Fund. All shares of each class will rank pari passu save as provided for in the relevant Supplement. A separate portfolio of assets will be maintained for each Fund (and accordingly not for each class of shares) and will be invested in accordance with the investment objective and policies applicable to such Fund.

The Company has segregated liability between its Funds and accordingly any liability incurred on behalf of or attributable to any Fund shall be discharged solely out of the assets of that Fund.

The Company lists the majority of its share classes on the Irish Stock Exchange ("ISE"). All share classes that are listed on the Irish Stock Exchange can be found on ISE website (<http://ise.ie/>).

As at 30 April 2018, the Company has fifteen Funds in existence, all of which are open to new subscriptions:

Kames Strategic Global Bond Fund  
Kames Investment Grade Global Bond Fund  
Kames High Yield Global Bond Fund  
Kames Absolute Return Bond Fund  
Kames Global Equity Income Fund  
Kames Active Long Dated Bond Fund  
Kames Equity Market Neutral Fund  
Kames Absolute Return Bond Global Fund  
Kames Absolute Return Bond Constrained Fund  
Kames Emerging Market Bond Opportunities Fund<sup>^</sup>  
Kames Global Diversified Income Fund  
Kames Global Sustainable Equity Fund  
Kames Global Diversified Growth Fund  
Kames Global Equity Market Neutral Fund  
Kames Short Dated High Yield Global Bond Fund

The Board of Directors voluntarily complies with the Corporate Governance Code for Collective Investment Schemes and Management Companies as published by Irish Funds (the "IF Code") in December 2011, as the Company's corporate governance code. The Board of Directors has assessed the measures included in the IF Code as being consistent with its corporate governance practices and procedures for the period.

<sup>^</sup> Kames Emerging Market Bond Fund has been re-named Kames Emerging Market Bond Opportunities Fund with effect from 1 December 2017.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**General Information (continued)**

**Investment Objectives and Policies of the Funds**

**Kames Strategic Global Bond Fund**

The investment objective of the Kames Strategic Global Bond Fund is to maximise total return (income plus capital).

The Fund will seek to achieve its investment objective by investing at least two thirds of its net assets in global debt instruments in any currency, ranging from AAA Government Bonds through to High Yield and Emerging Market Bonds. The Investment Grade and AAA Government Bond sector includes all fixed income securities available globally.

The Fund may invest in government and corporate bonds which may be at a fixed or floating rate, rated or unrated.

**Kames Investment Grade Global Bond Fund**

The investment objective of the Kames Investment Grade Global Bond Fund is to maximise total return (income plus capital).

The Fund will seek to achieve its investment objective by investing primarily in Investment Grade Government and Corporate bonds in any currency which may be at a fixed or floating rate, rated or unrated (deemed to have an equivalent rating by the Investment Manager). The Fund may also hold selected High Yield bonds and cash.

**Kames High Yield Global Bond Fund**

The investment objective of the Kames High Yield Global Bond Fund is to maximise total return (income plus capital).

The Fund will seek to achieve its investment objective by investing at least two thirds of its net assets in High Yield bonds (i.e. securities having a rating of Ba1 by Moody's or below or BB+ by Standard and Poor's or below, or other debt instruments deemed by the Investment Manager to be of similar credit quality) in any currency, which may be government or corporate, and which may be at a fixed or floating rate, rated or unrated. The Fund may also hold selected Investment Grade bonds and cash.

The Fund will invest primarily in High Yield bonds whose credit rating is rated below Investment Grade.

**Kames Absolute Return Bond Fund**

The investment objective of the Kames Absolute Return Bond Fund is to generate positive absolute returns for investors over a rolling 3 year period irrespective of market conditions.

The Fund will seek to achieve its investment objective by investing in global debt instruments in any currency, ranging from AAA Government Bonds through to High Yield and Emerging Market Bonds. The Fund may invest in all types of fixed and floating rate fixed income securities.

**Kames Global Equity Income Fund**

The investment objective of the Kames Global Equity Income Fund is to provide income and capital growth over the longer term by investing in the global equities market. The Fund will aim to deliver a yield higher than that generally available from investment in global equities.

In seeking to achieve its investment objective the Fund intends to invest primarily in a portfolio of global equity securities providing an above average yield (i.e. a higher yield than the yield of the overall global equity market). The Fund may also invest to a limited extent, in other securities and instruments.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**General Information (continued)**

**Kames Active Long Dated Bond Fund**

The investment objective of the Kames Active Long Dated Bond Fund is to maximise total return (income plus capital) whilst aiming to better manage exposure to interest rate and inflation risk.

The Fund will seek to achieve its investment objective by investing in a portfolio of government and corporate bonds, including index-linked bonds. The Financial Derivative Instrument ("FDI") will be utilised to tailor the Fund's interest rate, inflation and broad credit exposure to the Investment Manager's outlook for interest rates, inflation and broad credit risk.

The Fund will invest in a variety of global debt instruments in any currency, ranging from AAA Government Bonds through to Sub-Investment Grade bonds which are also known as High Yield bonds.

**Kames Equity Market Neutral Plus Fund**

The investment objective of the Kames Equity Market Neutral Plus Fund is to generate strong positive absolute returns for investors over a rolling 3 year period irrespective of market conditions.

The Fund will seek to achieve its investment objective by investing in companies based in the UK, principally conducting business in the UK or listed in the UK stock market. The Fund may also invest up to 10% in companies which are not UK companies. The Fund will invest in these companies or equity indices primarily using FDIs but may also invest directly in equities. The Fund may also invest to a limited extent in other securities and instruments.

**Kames Equity Market Neutral Fund**

The investment objective of the Kames Equity Market Neutral Fund is to generate positive absolute returns for investors over a rolling 3 year period irrespective of market conditions.

The Fund will seek to achieve its investment objective by investing in companies based in the UK, principally conducting business in the UK or listed in the UK stock market. The Fund may also invest up to 10% in companies which are not UK companies. The Fund will invest in these companies or equity indices primarily using FDIs but may also invest directly in equities. The Fund may also invest to a limited extent in other securities and instruments.

**Kames Absolute Return Bond Global Fund**

The investment objective of the Kames Absolute Return Bond Global Fund is to generate positive absolute returns for investors over a rolling 3 year period irrespective of market conditions with Sterling being the base currency of the Fund.

The Fund will seek to achieve its investment objective by investing in global debt instruments in any currency, ranging from AAA through to High Yield and Emerging Market Bonds. The Fund may invest in all types of fixed AAA Government Bonds and floating rate fixed income securities and also in FDIs.

**Kames Absolute Return Bond Constrained Fund**

The investment objective of the Kames Absolute Return Bond Constrained Fund is to generate positive absolute returns for investors over a rolling 3 year period irrespective of market conditions with Euro being the base currency of the Fund.

The Fund will seek to achieve its investment objective by investing in global debt instruments in any currency, ranging from AAA Government Bonds through to High Yield and Emerging Market Bonds. The Fund may invest in all types of fixed and floating rate fixed income securities and also in FDIs.

It is expected that the Kames Absolute Return Bond Constrained Fund will have a slightly lower risk profile than the Kames Absolute Return Bond Global Fund.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**General Information (continued)**

**Kames Emerging Market Bond Opportunities Fund**

The investment objective of the Kames Emerging Market Bond Opportunities Fund is to maximise total return (income plus capital).

The Fund will seek to achieve its investment objective by investing in Global Bonds and/or derivatives where the underlying assets are bonds in various currencies, ranging from AAA Government Bonds through to High Yield and Emerging Market Bonds. The Fund will invest at least 80% of its net assets in Emerging Market Bonds and separately, 80% in Investment Grade bonds. The Fund may invest in both sovereign and corporate Emerging Market Bonds.

**Kames Global Diversified Income Fund**

The investment objective of the Kames Global Diversified Income Fund is to provide income with the potential for capital growth over the medium term.

The Fund will seek to achieve its investment objective by investing predominantly in a diversified portfolio of equities and bonds denominated in any currency. The Fund's exposure to the equities and bonds may be obtained through direct investment or through the FDIs.

**Kames Global Sustainable Equity Fund**

The investment objective of the Kames Global Sustainable Equity Fund is to maximise total return (income plus capital).

The Fund will seek to achieve its investment objective by investing directly in a diversified portfolio of global equity securities which meet the Fund's predefined sustainability criteria. The Fund is not constrained by any index weightings and will not concentrate on any particular sector. There are no currency or geographical limitations on the Fund's investments.

**Kames Global Diversified Growth Fund**

The investment objective of the Kames Global Diversified Growth Fund is to maximise total return (income plus capital) over the medium term at a lower risk than global equity markets by investing in a diversified portfolio of global assets.

The Fund will seek to achieve its investment objective by investing predominantly in a diversified portfolio of equities and bonds denominated in any currency. The Fund's exposure to the equities and bonds may be obtained through direct investment or through the financial derivative instruments FDIs.

**Kames Global Equity Market Neutral Fund**

The investment objective of the Kames Global Equity Market Neutral Fund is to generate positive absolute returns over a rolling 3 year period irrespective of market conditions by investing in the global equities market.

The Fund will seek to achieve its investment objective by investing in companies listed or traded on a recognised market. The Fund will invest in these companies or equity indices primarily using FDIs such as swaps and contracts for difference but may also invest directly in equities.

**Kames Short Dated High Yield Global Bond Fund**

The investment objective of the Fund is to maximise total return (income plus capital).

The Fund will seek to achieve its investment objective by investing at least two thirds of its net assets in High Yield bonds in any currency, which may be government or corporate, and which may be at a fixed or floating rate, rated or unrated. The Fund's exposure to bonds may be obtained through direct investment or through FDI's. The Fund may also hold selected Investment Grade bonds and cash.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Investment Manager's Report**

**Kames Strategic Global Bond Fund**

The Kames Strategic Global Bond Fund returned 0.20% over the six-month period, compared to the peer group median return of -0.83%. The peer group is the Lipper Global Bond Global sector.

Throughout the period we ran the Fund with a low level of interest rate risk and a modest overweight to credit risk, reflecting the stretched nature of valuations versus fundamentals.

Within interest rate risk, we preferred to trade tactically as rates moved in a tight range. We were very active in cross-market trading; during the first half of the period for example we held a long US versus Australia position, short France versus Germany and Netherlands, and long Spain versus Italy. These positions generally helped performance. We also profited from the outperformance of gilts in cross-markets.

In terms of yield curve positioning, we maintained a preference for flatter curves in Europe (expressed in Germany and Italy), and the UK. These positions performed well, particularly in December as UK and European long-dated bonds performed strongly. We retained this positioning as we moved in to 2018 but we added a flattening trade in the US (5-30 year area), which subsequently performed well. Overall, our yield curve positions added value to the Fund and we subsequently took profits in our UK and US flattening positions while increasing our European position.

Within asset allocation, we held a clear preference for corporates over government bonds. This preference was primarily concentrated in investment grade where we saw the most compelling risk-adjusted returns. We maintained some protection in CDX emerging markets although we removed this position towards the end of the period as we became less negative on this area. At various stages we also held some European investment grade protection (via iTraxx Main); while we had this protection in place at the beginning of the period, we subsequently removed it given the favourable backdrop. We reinstated it early in 2018, however, given the volatility seen in markets. Credit spreads performed strongly in January, but gave it all back in February and March, and therefore our decision to increase the level of credit protection helped to minimise the losses at this time.

Within sector and stock selection, we maintained a preference for financials over non-financials. In non-financials we retained a cautious approach, given stretched valuations and fundamentals. Our high yield risk was concentrated in BB and B-rated bonds while we avoided CCC-rated credits. As the period progressed, we added selective exposure to emerging market companies that have global reach. Our preference for financials was a key driver of performance in the first half of the period but our positioning came under pressure as we moved into 2018, although they recovered some of the poor performance at the period-end. The performance of the weighting in high yield and emerging markets, was equally mixed as we moved into 2018, although again these areas improved as the period came to a close.

Overall, our slightly cautious approach, particularly within credit, coupled with actively trading the ranges within and between regional risk-free markets, helped the Fund to produce a strong outperformance of its peer group median.

**May 2018**

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Investment Manager's Report (continued)**

**Kames Investment Grade Global Bond Fund**

The Kames Investment Grade Global Bond Fund returned -1.49% compared to -1.36% for the Barclays Global Aggregate Corporate index.

The first half of the period was marked by a distinct lack of volatility; the strong global growth story continued and the December rate hike by the US Federal Reserve was absorbed relatively easily by the market. In these benign conditions, corporate bonds generally outperformed government bonds. The backdrop changed, however, as we moved into 2018 with volatility returning. Initially, the main cause was concern that global central banks might take a more aggressive approach to interest rate rises. This subsequently gave way to geopolitical concerns including President Trump's proposed trade tariffs. At this point government bonds staged something of a rally, and corporate bonds came under some pressure. By the end of the period concerns about a trade war had dissipated somewhat, and with central banks more dovish in their commentary, credit spreads recovered some of the previous widening that had occurred in February and March.

Within corporate bonds, the Fund was well positioned during the first half of the period to benefit from the relatively positive market tone, with its exposure to higher-beta credit especially supportive. The Fund also added value through executing relative value switch opportunities, both within and across markets. This strategy was a valuable means of adding performance to the Fund, given the protracted period of low volatility we initially experienced. The Fund remained active in both the euro and dollar primary markets. At this time, the Fund's exposure to financials, and particularly dollar-denominated subordinated banking debt, performed well. Highlights included legacy subordinated holdings in RBS and Unicredito.

In 2018, the increased nervousness about the fundamental economic outlook was compounded in credit markets by the level of primary issuance, which saw a surplus of new bonds come to a market that seemingly had less appetite to take down the additional risk on offer. The Fund continued to exploit cross-currency relative value opportunities at this time, with our decision to rotate the portfolio's exposure across the Unicredito, Credit Agricole and ING capital structures among the most notable highlights. As the period came to an end, the credit market rallied in parallel with a firmer equity market backdrop. The Fund's slight overweight to aggregate credit risk was therefore beneficial, with credit spreads recovering – to an extent - from the market weakness seen in February and March.

The duration positioning of the portfolio generally gravitated between being neutral against the index and modestly short over the period under review. As we moved into 2018 and volatility subsequently increased, our short duration position detracted. We increased the extent of our short position in UK duration as we approached the period-end, when government bond valuations became even more stretched in our view. This proved to be a profitable move, given bond yields increased again in the final month of the period.

**May 2018**

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Investment Manager's Report (continued)**

**Kames High Yield Global Bond Fund**

The Kames High Yield Global Bond Fund returned 0.34% over the six-month period, compared to -0.68% for the peer group median. The peer group is the Lipper Global Bond Global High Yield sector.

It was a volatile period for the high yield bond market, and bonds in general. Initially, the market backdrop was relatively benign, with the global growth story continuing. The December increase in interest rates by the US Federal Reserve was well anticipated and did not disturb the market's progress. Volatility returned to the market, however, as we moved into 2018. Investors began to factor in a stronger macroeconomic backdrop and, in particular, mounting price and wage inflation. This subsequently gave way to geopolitical concerns and particularly President Trump's threatened trade tariffs.

Throughout the period, we believed that markets were being too sanguine about the likelihood of rate increases in the face of an improving macro and earning environment. We therefore expected 2018 to lurch between periods of worry and confidence.

Our strategy remained to invest in sound companies with sustainable cash flows, where the benefit of compounding returns would add value to the Fund. We looked for companies that stood to gain from the global growth story and, in particular, firms with structural change on their side to support cash flows. We also looked to avoid areas of the high yield sector that we viewed as being most exposed to the shift within the market from quantitative easing to a more growth-led environment. This meant we avoided exposure to likely M&A participants, longer-duration bonds and certain emerging markets or over-leveraged CCC-rated borrowers.

The Fund's strategy worked well over the period and helped it post a positive return while the peer group median finished in negative territory. Disciplined stock selection was a key contributor to the Fund's relative outperformance with the standout names dispersed across a range of sectors.

At times when the market became more volatile (mainly from the end of January onwards), we used the dislocation to add some higher-yielding positions which became available at attractive yields. Among these was European modular buildings provider, Algeco, which issued a new 5-year euro note. Other investments made during 2018 included Pure Gym, the UK's largest operator of value gyms, which benefits from growth in the sector as well as a favourable rental environment. Another was LKQ, the market leading provider of auto parts to repair shops in the US and Europe. All of these names performed well over the period.

In the energy space, we bought Tullow Oil's new 7% 2025 bond, which was issued to repay a Fund holding in their 2020 bonds. Tullow's balance sheet has improved substantially following an equity injection and continued asset developments in West Africa. The bond was another positive performer for the Fund. Towards the end of the period, the exposure to automotive parts manufacture Federal-Mogul was also a significant contributor to performance after the company agreed to be acquired by rival Tenneco.

A significant detractor over the period was UK telecommunications operator TalkTalk, which saw its 5.375%, 2022 bond decline in price. While equity investors may be justified in penalising the company for a more conservative growth outlook, we believed that bondholders were being well compensated for lending to a cash-generative company with a modest level of indebtedness. We were, therefore, happy to hold on to the name.

**May 2018**

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Investment Manager's Report (continued)**

**Kames Absolute Return Bond Fund**

The Kames Absolute Return Bond Fund returned 0.59% compared to 0.29% for the LIBOR GBP 3-month benchmark index.

The Fund is made up of three modules: the Credit module focuses on credit-neutral, relative-value positions within global investment grade, high yield and emerging markets; the Rates module focuses primarily on duration-neutral, relative-value positions; and the Carry module invests in a range of short-dated, investment grade bonds. All three modules added value over the period.

**Credit**

Within the credit module, our single-name pair trades and our basis trades contributed positively to performance. Among the stand-out performers in our single name pair trades were our BNP long senior versus short subordinated position, along with our short Barclays senior versus long iTraxx senior financials. Our long VW versus short Daimler also aided returns as the spread differential continued to tighten. We subsequently closed all of the above position and locked-in profits. Later in the period we also took profits in our long-risk Jaguar Land Rover versus short-risk Peugeot, our long-risk Credit Suisse versus short-risk Commerzbank and our Lafarge versus Heidelberg position.

Our basis trades are positions where we buy a company's bonds and then buy credit protection on the name to benefit from an anomaly on their pricing. Among the standout performers were trades in UBS subordinated debt and Louis Dreyfus, which both moved in our favour.

Volatility levels within the market were relatively low in the first half of the period but as we moved into 2018 the backdrop became significantly more turbulent. The Credit module started the year well but February and March were more challenging as riskier assets came under pressure. Our collection of short-dated bonds, which we hold against a duration and credit hedge, suffered slightly although they recovered by the end of the period as risk asset also recovered. We were able to mitigate much of the risk sell-off through our focus on alpha opportunities and by carefully managing our credit risk hedging.

**Rates**

The Rates module came under pressure at the start of the period. We closed our UK 10-year versus 30-year flattening position, for example, at a small loss given the yield curve did not flatten as we had expected. As the period progressed, however, some of our steepening position began to add value; our US yield curve steepening trade performed well as moved into 2018, as did our European yield curve flattening trade.

Our cross-market relative value trades were a key contributor to the modules positive performance. A notable performer early in 2018 was our long 10-year Canada versus short 10-year US position. The market was pricing for the Bank of Canada to raise rates as much as the US Federal Reserve this year, which we felt was unlikely. As expected, the economic data diverged and we closed the position – locking in a healthy profit.

We also benefited from a number of positions involving the Australian market. Early in the period our long 10-year US versus short 10-year Australian position added value, given a subsequent reduction in demand for Australian bonds. In the first couple of months of 2018, Australian government bonds had outperformed other core markets, supported by a central bank that was resolutely on hold, in part because of muted inflationary pressures. This outperformance looked over done and we added a short 10-year Australia versus long 10-year UK and German position in March. As we moved into April we saw the appetite for Australian assets reduce, in part because of upcoming supply but also as long-term investors took profits on their long positions. We also rotated the UK position into the US, reflecting a concern over the outlook for UK gilts. The overall positions added value to the Fund and we closed it profitably mid-month.

**Carry**

The Carry module remained a solid base for the Fund. It added value over the period as a whole despite the volatility in both short-dated yields and spreads. The module invests in investment-grade-rated bonds with a maturity of less than two years, overwhelmingly on a buy and hold basis.

**May 2018**

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Investment Manager's Report (continued)**

**Kames Global Equity Income Fund**

The Kames Global Equity Income Fund returned 4.39% compared to the Investment Association Global Equity Global Income median Fund return of 2.24% and the MSCI AC World index US dollar return of 3.83%. The MSCI ACWI High Dividend Yield index returned 1.61%.

Income generation was resilient achieving a rolling annual distribution yield of 3.48% based on the C Income USD share class, compared to the market average of 2.40%.

Global stock markets performed well for most of the period although there was a significant increase in volatility levels as we moved through 2018. The key driver of the Fund's outperformance was stock selection, while sector and regional allocation were slightly more mixed.

Stock selection was strong overall, with impressive results coming from a range of areas. Japan's semiconductor production equipment expert Tokyo Electron contributed positively as it continued to deliver forecast-busting profits and dividends. US networking gear manufacturer Cisco Systems sustained its recovery and predicted that sales would stop falling in future quarters. The company also subsequently increased its dividend payment, as did TSMC (by 14%). Early in the period, US financial names JP Morgan and T. Rowe Price benefited from the sector rallying with rising domestic interest rates.

Elsewhere, Thailand's PTT Public posted strong results and raised its dividend by 25%. China's Anta Sports Products delivered another earnings beat and also announced its dividend would rise 29%.

Stocks that detracted from performance included Swedbank, which struggle on fears about an unwinding of long-term supportive conditions in the Swedish housing market. Anglo-Dutch consumer goods giant Unilever suffered after it posted disappointing sales growth data. Belgian postal operator bpost was the worst contributor as it forecast accelerating domestic mail volume declines and uncovered adverse operational issues at newly acquired e-logistics outfit Radial.

Over the period as a whole regional allocation was challenging with our overweight exposure to Europe detracting while having no exposure to non-Asian emerging markets also hampered relative returns. Our underweight position in the US was a small drag. Overweight positions in Asia-Pacific and Japan provided decent but slightly insufficient offsets, particularly in the first half of the period.

Sector wise a lack of exposure to utilities and telecoms and an underweight to healthcare all added value. An underweight position in technology and an overweight to consumer staples negatively offset some of the positive contributions mentioned above.

Overall, however, stock selection was the standout contributor over the period and helped the Fund achieve a strong outperformance against the peer group median and the benchmark index.

**May 2018**

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Investment Manager's Report (continued)**

**Kames Active Long Dated Bond Fund**

The Kames Active Long Dated Bond Fund returned -0.25% over the six-month period.

The six months to 30 April 2018 was a volatile period for bond markets. Initially, the market backdrop was relatively benign, with the global growth story continuing. The December increase in interest rates by the US Federal Reserve was well anticipated and did not disturb the market's progress. Volatility returned to the market, however, as we moved into 2018. Investors began to factor in a stronger macroeconomic backdrop and, in particular, mounting price and wage inflation. At the same time central bank rhetoric and geopolitical issues also ensured both government and corporate bond markets were turbulent.

Throughout the period, we believed that markets were being too sanguine about the likelihood of rate increases in the face of an improving macro and earning environment. At the same time we recognised the simultaneous improvement in the global economy and, therefore, we expected 2018 to lurch between periods of worry and confidence.

Throughout the period, trading in the Fund was minimal; we maintained a mix of both corporate and government bonds in the portfolio.

**May 2018**

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Investment Manager's Report (continued)**

**Kames Equity Market Neutral Plus Fund**

**Please note: the Fund was closed on 2 February 2018.** Over the two month period from 1 November 2017 to 31 December 2017 the Kames Equity Market Neutral Plus Fund returned -2.69% compared to the LIBOR GBP 1 Month return of 0.11%. This represents the most appropriate performance period for the Fund, given its closure date.

**May 2018**

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Investment Manager's Report (continued)**

**Kames Equity Market Neutral Fund**

The Kames Equity Market Neutral Fund returned -4.33% compared to 0.25% for the LIBOR GBP 1 Month return.

The Fund is made up of three modules: the Themes module seeks to add value from thematic movements in the equity market; the Best Ideas module holds our best individual stock picks; and the Pair Trades module uses a strategy that exploits dislocations in share-price performance between similar stocks.

Themes made a negative contribution over the period with our long Defence Spend theme a key detractor. One of our positions, Ultra Electronics, had a significant profit warning on slower UK defence spend. We had reduced our exposure to the theme prior to the warning and subsequently closed it.

Within Best Ideas, the top contributors to performance over the period came from a number of good stock specific long positions. These included EasyJet, which enjoyed reduced competition and consolidation in its main markets. The company also reported positive trading news and saw earnings upgrades. Elsewhere, NMC Health, the UAE healthcare business, performed well on the announcement of a number of acquisitions.

On the negative side of Best Ideas, our long in RELX detracted on fears over contract renewals in its academic division. Sanne Group fell on a lack of earnings upgrades and due to a competitor IPO coming to the market. Sage Group also detracted. Initially within the short book, a number of our UK domestic shorts worked well but a short in financials (which was bid for) offset this and a short in travel & leisure saw better trading conditions. Specific M&A activity was key detractor throughout the period.

Our Pair Trades module was volatile although it detracted overall. Of note, our pair in the house-building sector moved against us through the UK budget. On the downside, despite a short position in our support services pair working very well, the long side (Rentokil) fell on weaker growth. Also detracting was our pair in mining as Glencore detracted, this was somewhat offset by the short leg adding value.

Our pair in auto sales was the top contributor as the short side of the position fell significantly. Another success on the short side was our pair trade in utilities, which was also a strong contributor to performance.

**May 2018**

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Investment Manager's Report (continued)**

**Kames Absolute Return Bond Global Fund**

The Kames Absolute Return Bond Global Fund returned 0.89% over the six-month period compared to 0.29% for the LIBOR GBP 3 Months benchmark index.

The Fund uses three 'modules' to generate performance – Credit & Asset Allocation, Rates and Carry. The modules are not standalone portfolios, but are different components of the Fund based on how they invest in the market. In the Credit & Asset Allocation module we aim to add value from high conviction credit and fixed income asset class views. We harness top-down and bottom-up outputs from existing team strategies, covering areas such as credit stock selection, fixed income asset class, sector, region and credit curve relative value. In the Rates module, we focus on duration-neutral, relative-value positions using, for example, cross market, yield curve and inflation breakeven strategies. In the Carry module we generate income from a portfolio of global investment grade bonds. The three modules added value over the period.

**Credit & Asset Allocation**

Within the Credit and Asset Allocation module a tactical long position in UK inflation-linked debt, which was in place early in the period, was sold at a profit after a syndication offering was met by a record level of demand. As we moved into 2018 the backdrop became more volatile due to concerns about Central Bank policy and, latterly, geopolitics (mainly in the shape of President Trump's talk of trade tariffs). We were able to mitigate much of the risk sell-off through our focus on alpha opportunities and by carefully managing our credit risk hedging.

The module held positions which provided insurance against a widening of credit spreads. Market conditions were very benign at the start of the period with credit spreads narrowing and, therefore, these protection trades detracted slightly. As we moved into 2018, however, the module's protection against rising yields began to add value, given the sell-off. In particular, we protected the Fund against more aggressive Bank of England rate rises and also sold US, UK and German futures. These positions helped performance as yields rose.

Another area that added value for the module was its portfolio of yield-enhancing callable bonds. The focus here is on stock selection through the identification of bonds that we feel can perform well on a hold-to-maturity or hold-to-call basis. These bonds did come under pressure, particularly at the start of 2018 although the insurance that we bought against wider credit spreads helped to an extent, given the sell-off. These bonds, however, saw a solid recovery in April. By spreading these holdings across a number of relatively small positions we are able to diversify the idiosyncratic risk such that no one position will drive performance – instead we benefit from the collective exposure that we have.

**Rates**

At the beginning of the period the module struggled slightly due to the marked lack of volatility, both within each individual market and also between different rates markets. The ongoing bond buying by the Bank of Japan and the European Central Bank kept yields low and suppressed, not only in those domestic markets but also in global markets.

We benefited at this point from cross-market positions in Australian assets. Our long 10-year Australia versus short 10-year US futures position performed well for example. We also benefited from buying Australian 2047 bonds, which came to the market early in the period and looked attractive versus 30-year US bonds. Strong demand for long-dated Australian assets, aided by a surprisingly weak CPI print, helped our positions and we subsequently banked profits. On the downside, we opted to close our long 10-year Germany versus short 10-year France position at a small loss. Market sentiment continued to be pro-risk and pro-carry – this supported French bonds relative to German bunds.

As we moved into 2018, the module performed well with yield curve positions strong contributors. Our US yield curve steepening trade, while volatile, added value overall, as did our European yield curve flattener trade. Our trades within Australian bonds continued to do well and some of this outperformance began to look overdone. Towards the end of the period we therefore added a short 10-year Australia versus long 10-year UK and German position. The appetite for Australian assets subsequently reduced, in part because of upcoming supply but also as long-term investors took profits on their long positions.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Investment Manager's Report (continued)**

**Kames Absolute Return Bond Global Fund (continued)**

Our cross-market relative value trades also contributed positively. A notable performer was our long 10-year Canada versus short 10-year US position. The market was pricing for the Bank of Canada to raise rates as much as the US Federal Reserve this year, which we felt was unlikely. As expected, the economic data diverged and we closed the position – locking in a healthy profit.

**Carry**

The Carry module remained a solid base for the Fund. The module invests in investment-grade-rated bonds with a maturity of less than five years, overwhelmingly on a buy and hold basis. Careful stock selection helped offset the challenges of the underlying market moves.

**May 2018**

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Investment Manager's Report (continued)**

**Kames Absolute Return Bond Constrained Fund**

The Kames Absolute Return Bond Constrained Fund returned 0.02% over the six-month period compared to -0.18% for the 1-month EURIBOR benchmark index.

The Fund uses three investment modules to generate performance. The modules are not standalone portfolios, but are different components of the Fund based on how they invest in the market. The Carry module invests globally in short-dated, high quality corporate bonds, with the aim to generate income, or 'carry'. In the Rates module we aim to add value from duration-neutral relative value positions from global government bond markets. Our main strategies are cross-market pair trades, yield curve positions and inflation breakeven trades. In the Credit module we aim to generate small amounts of performance from traditional stock selection from our credit team's highest conviction ideas.

The rates module was the strongest contributor to Fund performance over the period. Our cross-market relative value trades, in particular, added value. Throughout the period we successfully exploited differences between the US and Australian markets. Early in the period, our long 30-year Australian bonds against short 30-year US Treasuries performed well as strong demand for long-dated Aussie bonds, aided by a surprisingly weak CPI print, helped this spread contract in relatively short order. We then positioned for a reversal, and opened a long 10-year US versus short 10-year Australian position that played out as we expected – also adding to performance.

We also had profitable positions involving the Australian market. As we moved into 2018, the strong outperformance of Australian government bonds looked overdone and we therefore added a short 10yr Australia vs long 10yr UK and German position in March. As we approached the end of the period we saw the appetite for Australian assets reduce, which helped our positioning.

We also benefited from inflation positions including, towards the end of 2017, a trade we added to play for lower European inflation and higher US inflation which worked as US inflation came in higher than expected. We also added a Euro swap tightening trade which anticipated the spread would narrow into year-end, aided by the traditionally heavy period of European bond supply.

Another notable performer was our long 10-year Canada versus short 10-year US position, which we held in the early months of 2018. The market was pricing for the Bank of Canada to raise rates as much as the US Federal Reserve during the year, which we felt was unlikely. As expected, the economic data diverged and we closed the position – locking in a healthy profit.

The Credit module added to performance through its high-conviction individual stock ideas. Among the standout names were Munich Re, Greene King, Heathrow Finance and Wales & West Utilities. The exposure to Annington Finance and Origin Energy also added value.

The Carry module remained a solid base for the Fund, although during the period it faced the twin challenges of upward pressure on both short-dated yields and spreads. The module invests in investment-grade-rated bonds with a maturity of less than two years, overwhelmingly on a buy and hold basis.

**May 2018**

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Investment Manager's Report (continued)**

**Kames Emerging Market Bond Opportunities Fund**

The Kames Emerging Market Bond Opportunities Fund returned -0.38% compared to -0.83% for the composite benchmark index returns. The composite benchmark is 50% MBI Global Diversified HY / 50% JPM CEMBI Broad Diversified HY index.

Emerging market bonds performed relatively well over the six-month period. Initially, the market backdrop was relatively benign, with the global growth story continuing. The December increase in interest rates by the US Federal Reserve was well anticipated and did not disturb the market's progress. Volatility returned to the market, however, as we moved into 2018. Investors began to factor in a stronger macroeconomic backdrop and, in particular, mounting price and wage inflation. This subsequently gave way to geopolitical concerns and particularly President Trump's threatened trade tariffs.

As a reminder, the Fund invests in emerging market sovereign, quasi-sovereign and corporate debt. It is a hard currency (US dollar) Fund but has the potential to take local currency exposure. In terms of managing regional exposure we look to balance a country's fundamental outlook with bond valuations, market technicals and sentiment to find favourable investments over the market cycle.

Within regional allocation, we took advantage of the Fund's flexibility to take off-benchmark, local currency bond exposure which, in general, added to overall relative performance. Interest rate exposure was generally managed to be close to benchmark, given our view that country and stock selection would be the key drivers of returns. This approach helped the Fund to outperform its benchmark index over the period.

In broad terms our overweight risk tilt helped the Fund keep pace with the strong market conditions, particularly in the first half of the period. Our overweight in corporate bonds relative to sovereigns and quasi-sovereigns also added value for most of the period. In regional terms, our exposure to Argentina, China, Turkey and Ecuador detracted while the weightings in Mexico, Iraq, Kazakhstan and Uruguay added value. Holdings that performed well included Petroleos Mexicanos and DNO ASA within our Iraq exposure.

**May 2018**

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Investment Manager's Report (continued)**

**Kames Global Diversified Income Fund**

The Kames Global Diversified Growth Fund returned 0.66% over the six months under review.

The investment objective of the Fund is to maximise total return (income plus capital) over the medium term at a lower risk than global equity markets by investing in a diversified portfolio of global assets.

The Fund's equity allocation delivered the largest positive contribution during the period. The allocations to alternatives and credit also delivered positive returns whilst the government bond and currency allocations detracted from performance.

The global equity growth component, which constituted the Fund's largest equity allocation, performed strongly, outperforming the broader equity market. The global equity value component, however, detracted slightly, particularly in the second half of the period when the environment for equities became more volatile.

The allocation to Japanese equities also performed well. At the start of the period our Japanese equity exposure consisted of a selection of financial companies. These investments performed strongly and towards the end of 2017 we switched this allocation into Topix index futures. We subsequently reduced the equity allocation by selling all of the Japanese equity allocation, following a very strong start to 2018.

The alternatives allocation also contributed positively over the period as a whole although again it came under pressure as we moved into 2018. Within alternatives the largest positive contributors were infrastructure and renewable energy investments. Leasing investment added some value despite suffering from negative news flow about the expected long-term residual values of Airbus A380 aircraft.

The allocation to bank credit performed strongly, particularly in the first half of the period. Early in 2018 most credit categories appeared reasonably fully-priced relative to history but we continued to find interesting opportunities within emerging markets which were benefiting from stronger economic growth and a weaker US dollar. We subsequently increased the allocation to emerging market debt and slightly reduced the allocation to bank credit.

The currency tilt had little impact over the period. As the period came to an end we remained broadly diversified across alternatives, equities and credit.

**May 2018**

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Investment Manager's Report (continued)**

**Kames Global Sustainable Equity Fund**

The Kames Global Sustainable Equity Fund returned -3.38% compared to the MSCI All Countries World index euro return of 0.11%.

The key driver of underperformance over the period was stock selection. Our growth style generally detracted during the period. As a growth orientated Fund, we are comfortable with our overweight positions in the growth and high quality cyclical areas of the market, which often translates to technology and industrial stocks.

We remained overweight technology which is a broad and diverse sector featuring software, internet, semi-conductors and hardware and is influenced by a mix of consumer, healthcare and industrial drivers. Our sustainable stock-picking process identified interesting opportunities in each segment. Whilst we recognised the broad portfolio position and shorter-term risk associated with this sector weighting, we looked at each stock on its own merit and remained confident in our underlying stocks.

Our exposure to technology stocks added value over the first half of the period all they came under pressure somewhat as we moved into the more challenging conditions of early 2018. A similar de-rating of companies exposed to the growth of OLED screens has also occurred recently, leading to the underperformance of one of our core holdings, Coherent. Again, the long-term trend towards OLED is very much alive. However, some very negative near-term sentiment around quarterly smartphone sales is creating some excellent buying opportunities in our view. Finally, Facebook dominated the news in March as a result of the controversy around the alleged Cambridge Analytica data misuse and the share price was negatively impacted as a result. We remain positive on both Facebook's progress on dealing with these issues in a positive way, and the ability of the business to continue growing very profitably. It now offers a compelling valuation at this level.

Our bank and insurance holdings which are deliberately very high quality and growth orientated underperformed particularly towards the end of 2017. The prime example of this was First Republic bank which underperformed the market during a very strong period for US banks. First Republic is a relative loser of US tax cuts, albeit still a net beneficiary.

Our sustainability focus on 'healthy healthcare' stocks that offer great solutions whilst also reducing the overall cost of healthcare to society led us to identify Amplifon, Insulet, Icon and Cochlear. All performed well and issued positive outlooks during the quarter. Insulet made a very positive announcement regarding approval of its Ominpod insulin pump on Medicare. This expands the market opportunity in the US.

We continue to seek to maximise our risk and returns from stock specifics and continue to work from the bottom up to identify the 40 best sustainable investment opportunities globally. We have a structural stylistic bias towards growth and quality.

**May 2018**

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Investment Manager's Report (continued)**

**Kames Global Diversified Growth Fund**

The Kames Global Diversified Growth Fund returned 0.66% over the six months under review.

The investment objective of the Fund is to maximise total return (income plus capital) over the medium term at a lower risk than global equity markets by investing in a diversified portfolio of global assets.

The Fund's equity allocation delivered the largest positive performance contribution during the period. The allocations to alternatives and credit also delivered positive returns whilst the government bond and currency allocations detracted from performance.

The global equity growth component continues to be the Fund's largest equity allocation and this performed strongly, outperforming the broader equity market. The global equity value component, however, detracted slightly, particularly in the second half of the period when the environment for equities became more volatile.

The allocation to Japanese equities also performed well. At the start of the period our Japanese equity exposure consisted of a selection of financial companies. These investments performed strongly and towards the end of 2017 we switched this allocation into Topix index futures. We subsequently reduced the global equity growth allocation by selling all of the Japanese equity allocation, following a very strong start to 2018.

The alternatives allocation also contributed positively over the period as a whole although again it came under pressure in as we moved into 2018. Within alternatives the largest positive contributors were infrastructure and renewable energy investments. Leasing investment added some value despite suffering from negative news flow about the expected long-term residual values of Airbus A380 aircraft.

The allocation to bank credit performed strongly, particularly in the first half of the period. We subsequently increased the allocation to emerging market debt and slightly reduced the allocation to bank credit. Early in 2018 most credit categories appeared reasonably fully-priced relative to history but we continued to find interesting opportunities within emerging markets which were benefiting from stronger economic growth and a weaker US dollar.

The currency tilt had little impact over the period. As the period came to an end we remained broadly diversified across alternatives, equities and credit.

**May 2018**

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Investment Manager's Report (continued)**

**Kames Global Equity Market Neutral Fund**

The Kames Global Equity Market Neutral Fund returned -0.77% compared to 0.25% for the LIBOR GBP 1 Month return.

Over the period the Themes and Pair Trades modules added value while the Best Ideas module detracted. Within the Best Ideas module, the position in AIA performed well; early in the period strong growth momentum and solid results boosted the stock. Insulet, the innovative healthcare firm that helps diabetes manage their insulin levels, posted solid third quarter results in November – beating expectations and prompting a sharp rally in the stock. Other positive contributors on the long side included MarketAxess, Hua Hong Semiconductor and TechnoPro. Insperty was another source of value, as was Anta Sports Products.

Detractors in Best Ideas included Coherent, which suffered from negative sentiment towards OLED screens. It was primarily in the short book, however, where performance was lost. Our short European printing company position continued to grind higher over the period and posted results that were well received by the market. Our US cash payments short continued to perform, and we closed the position on the firm's improving fundamentals. Other detractors were a short position in Australian international mall operator which announced a surprise deal to sell itself, and a Japanese department store short.

Within Pair Trades our long Cairn Homes was paired with a US real estate short. Cairn Homes should benefit from a recovering housing market, while the short has a lack of catalysts for improvement and looks highly valued. This thesis worked well for the Fund over the period and both sides of the pair added value. On the negative side, our financials pair detracted, as did our airlines pair. Pair Trades was the only module to detract from performance over the quarter.

Within the Themes module the 'Media goes Digital' theme seeks to exploit the decline of traditional media and cable companies and benefit from the rise of online competition and disruptors in the sector. Our 'Short Dinosaurs' theme aims to identify firms in structural decline that are ripe for, or are already subject to, disruption. 'Long Value' is a theme seeking to identify unloved companies that we expect to benefit from any switch away from growth. The top performing theme in the module was 'Short Dinosaurs'. All of our positions within this theme added value over the period, with the exception of two. Our 'Media Goes Digital' theme detracted as did our 'Value' theme, which was the largest detractor. Within 'Value', although our position in PTT performed very well, the balance of positions suffered in the market sell-off.

**May 2018**

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Investment Manager's Report (continued)**

**Kames Short Dated High Yield Global Bond Fund**

The Kames Short Dated High Yield Global Bond Fund returned 0.19% over the period.

The period was marked by a sharp rise in US Treasury 2-year yields which increased from 1.61% to 2.5% as the Federal Reserve continued to signal its intent to increase interest rates in response to strengthening macro data.

The high yield bond sector performed relatively well over the period, outperforming its government and investment grade bond counterparts. Whilst the move in 2-year rates would be expected to 'cost' the Fund in the order of -1.78% due to the duration effect; the Fund's carry and our ability to rotate into securities at the new prevailing rate allowed us to generate a positive total return.

In terms of positioning, the Fund remained focused on the BB and B-rated space, with exposure to a broad spectrum of sectors. It had zero weighting to the riskier CCC-rated bonds at the end of the period, and negligible exposure to emerging market bonds. Part of our process is to identify companies with improving credit fundamentals as a means of adding value to the Fund. We also focus on identifying issuers that would likely redeem their bonds early (and at a premium to par) in order to term-out their indebtedness.

The Fund's positioning added value to overall performance; where bonds were redeemed early, the proceeds were reinvested not only into existing holdings but also into attractive new issues.

The Fund performed well up to the end of the 2017 with a key driver of the positive return the excess spread generated, which more than offset the change in the underlying yield environment. With the US Federal Reserve increasing interest rates, and signalling that more hikes were likely for 2018, the 2-year US Treasury Note saw its yield increase. In this environment, the Fund successfully preserved investor capital during a period of rising interest rates, and displayed a negative correlation to government bond returns. This period of low returns meant that the Fund began 2018 with a higher starting yield. The decline in bond prices continued in the new year, driven by the steady rise in underlying government bond yields, with the 2-year US Treasury Note yield again increasing.

The advantage of short-dated bonds (of any variety) is that weak performance in one period will likely be followed by better performance in the future, as starting-point yields are higher. While the yield is not a guaranteed return, it does provide a good central case for what nominal returns might be over a two-to-four year time horizon.

Trading activity through the period was relatively robust. There were plenty of early bond repayments received from the issuers, providing a useful reminder of how the Fund generates liquidity ahead of the contractual redemption schedule. Many of the early redemptions the Fund experienced were made at above par, or positions were tendered for at a price both above par and prior market value. Such above-par redemptions showed how it is possible in this asset class to earn returns in excess of the starting yield. Among the best examples were Anglo American 9.375% 2019, CeramTec 8.25% 2021, Icahn Enterprises 4.875% 2019, Limited Brands 8.5% 2019, Marfrig 6.875% 2019, Thomas Cook 6.75% 2021, Tullow Oil 6% 2020, T-Mobile US 6.125% 2022, and Whiting Petroleum 5% 2019.

Among the most significant detractors was UK telecommunications operator TalkTalk, 5.375% 2022 note. While equity investors may be justified in penalising the company for a more conservative growth outlook, we believed that bondholders were being well compensated for lending to a cash-generative company with a modest level of indebtedness. Towards the end of the period the holding in automotive parts manufacturer Federal-Mogul was a strong contributor to performance. The bonds jumped after the company agreed to be acquired by larger rival Tenneco.

We continue to generally avoid the CCC-rated area of the market and retain our focus on identifying companies with improving credit fundamentals, particularly in the heart of the BB/B - rated space.

**May 2018**

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Statement of Comprehensive Income

For the financial period ended 30 April 2018

|   | Notes | Strategic<br>Global<br>Bond Fund<br>USD | Investment<br>Grade Global<br>Bond Fund<br>USD | High Yield<br>Global<br>Bond Fund<br>USD | Absolute<br>Return<br>Bond Fund<br>GBP | Global<br>Equity<br>Income Fund<br>USD | Active Long<br>Dated Bond<br>Fund<br>GBP | Equity Market<br>Neutral Plus<br>Fund <sup>^</sup><br>GBP | Equity Market<br>Neutral<br>Fund<br>GBP |
|---|-------|---|--|--|--|--|--|---|---|
| <b>Income:</b>  |       |   |  |  |  |  |  |   |   |
| Bond interest income  | 1g    | 9,437,739                               | 4,224,131                                      | 7,883,177                                | 19,605,550                             | -                                      | 1,578,307                                | 415   | 36,830                                  |
| Dividend income   | 1g    | -                                       | -  | -  | -                                      | 10,942,771                             | -  | 5,935   | 96,810                                  |
| Swap income   | 1h    | 927,202                                 | -  | 213,698                                  | 6,173,495                              | -                                      | -  | -   | -                                       |
| Other income  | 1u    | 139,477                                 | 112,435  | 38,123                                   | 82,527                                 | 16,567                                 | 22,568                                   | 5,256   | 145,545                                 |
| Net profit/(loss) on financial assets and liabilities<br>at fair value through profit or loss | 2     | 9,876,464                               | (912,041)                                      | 4,693,259                                | (7,125,585)                            | 18,348,979                             | (1,809,465)                              | (643,167)   | (4,866,457)                             |
| <b>Total income</b>   |       | <b>20,380,882</b>                       | <b>3,424,525</b>                               | <b>12,828,257</b>                        | <b>18,735,987</b>                      | <b>29,308,317</b>                      | <b>(208,590)</b>                         | <b>(631,561)</b>  | <b>(4,587,272)</b>                      |
| <b>Expenses:</b>  |       |   |  |  |  |  |  |   |   |
| Investment management fee   | 12    | (2,348,381)                             | (765,198)                                      | (1,281,750)                              | (5,269,385)                            | (2,272,338)                            | (380,731)                                | (8,248)   | (422,419)                               |
| Depository fee  | 12    | (16,319)                                | (6,730)  | (7,367)                                  | (51,351)                               | (28,630)                               | (2,714)                                  | -   | (123)                                   |
| Trustee fee   | 12    | (52,766)                                | (25,814)                                       | (33,555)                                 | (118,758)                              | (45,625)                               | (9,628)                                  | -   | (13,384)                                |
| Audit fee   | 12    | (10,474)                                | (8,313)  | (10,474)                                 | (7,457)                                | (8,313)                                | (5,269)                                  | -   | (7,457)                                 |
| Distributor fee   | 12    | (306,184)                               | (44,798)                                       | (208,721)                                | (1,373)                                | (8,711)                                | -  | -   | (35,961)                                |
| Directors' fee  | 12    | (1,596)                                 | (1,596)  | (1,596)                                  | (1,119)                                | (1,607)                                | (1,119)                                  | -   | (1,153)                                 |
| Legal expense   |       | (4,153)                                 | (4,215)  | (4,153)                                  | (2,747)                                | (4,160)                                | (1,958)                                  | -   | (3,460)                                 |
| Transaction costs   | 1m    | (98,915)                                | (5,166)  | (1,909)                                  | (210,008)                              | (221,492)                              | -  | (1,985)   | (4,925)                                 |
| Miscellaneous expenses  | 12    | (957,300)                               | (56,549)                                       | (22,786)                                 | (50,743)                               | (37,538)                               | (2)                                      | (3,517)   | (58,157)                                |
| Share class hedging fee   | 12    | (320,299)                               | (131,181)                                      | (162,134)                                | (112,328)                              | -                                      | -  | (372)   | (39,410)                                |
| <b>Total expenses</b>   |       | <b>(4,116,387)</b>                      | <b>(1,049,560)</b>                             | <b>(1,734,445)</b>                       | <b>(5,825,269)</b>                     | <b>(2,628,414)</b>                     | <b>(401,421)</b>                         | <b>(14,122)</b>   | <b>(586,449)</b>                        |
| <b>Operating profit/(loss) for the financial period</b>                                       |       | <b>16,264,495</b>                       | <b>2,374,965</b>                               | <b>11,093,812</b>                        | <b>12,910,718</b>                      | <b>26,679,903</b>                      | <b>(610,011)</b>                         | <b>(645,683)</b>  | <b>(5,173,721)</b>                      |

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

<sup>^</sup> Equity Market Neutral Plus Fund closed on 2 February 2018.

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Statement of Comprehensive Income (continued)

For the financial period ended 30 April 2018

|  | Notes  | Strategic<br>Global<br>Bond Fund<br>USD | Investment<br>Grade Global<br>Bond Fund<br>USD | High Yield<br>Global<br>Bond Fund<br>USD | Absolute<br>Return<br>Bond Fund<br>GBP | Global<br>Equity<br>Income Fund<br>USD | Active Long<br>Dated Bond<br>Fund<br>GBP | Equity Market<br>Neutral Plus<br>Fund <sup>^</sup><br>GBP | Equity Market<br>Neutral<br>Fund<br>GBP |
|--|--------|---|--|--|--|--|--|---|---|
| <b>Finance costs:</b>  |        |   |  |  |  |  |  |   |   |
| CFD interest expense   | 1s     | -                                       | -  | -  | -                                      | -                                      | -  | (7,892)   | (188,651)                               |
| Interest expense   | 12     | (33,140)                                | (10,557)                                       | (47,397)                                 | (1,076)                                | (2,013)                                | -  | -   | (424)                                   |
| Swap expense   | 1h     | (1,928,853)                             | -  | -  | (6,966,587)                            | -                                      | -  | -   | -                                       |
| Distribution to holders of Redeemable<br>Participating Shares                                      | 1j, 10 | (1,887,255)                             | (1,405,235)                                    | (5,628,476)                              | (4,759,132)                            | (906,254)                              | -  | -   | -                                       |
| Equalisation   | 1r     | (108,812)                               | (13,182)                                       | (730,032)                                | 447,949                                | (10,596)                               | (28,633)                                 | (2,097)   | 2                                       |
| <b>Total finance costs</b>   |        | <b>(3,958,060)</b>                      | <b>(1,428,974)</b>                             | <b>(6,405,905)</b>                       | <b>(11,278,846)</b>                    | <b>(918,863)</b>                       | <b>(28,633)</b>                          | <b>(9,989)</b>  | <b>(189,073)</b>                        |
| <b>Profit/(loss) for the financial period before tax</b>   |        | <b>12,306,435</b>                       | <b>945,991</b>                                 | <b>4,687,907</b>                         | <b>1,631,872</b>                       | <b>25,761,040</b>                      | <b>(638,644)</b>                         | <b>(655,672)</b>  | <b>(5,362,794)</b>                      |
| Withholding tax  | 1g     | -                                       | -  | (76,054)                                 | -                                      | (1,318,919)                            | (4,668)                                  | -   | -                                       |
| <b>Increase/(decrease) in net assets attributable<br/>to redeemable participating shareholders</b> |        | <b>12,306,435</b>                       | <b>945,991</b>                                 | <b>4,611,853</b>                         | <b>1,631,872</b>                       | <b>24,442,121</b>                      | <b>(643,312)</b>                         | <b>(655,672)</b>  | <b>(5,362,794)</b>                      |

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

<sup>^</sup> Equity Market Neutral Plus Fund closed on 2 February 2018.

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Statement of Comprehensive Income (continued)

For the financial period ended 30 April 2018

|  | Notes | Absolute<br>Return<br>Bond<br>Global Fund<br>GBP | Absolute<br>Return<br>Bond<br>Constrained<br>Fund<br>EUR | Emerging<br>Market Bond<br>Opportunities<br>Fund<br>USD | Global<br>Diversified<br>Income Fund<br>EUR | Global<br>Sustainable<br>Equity<br>Fund<br>EUR | Global<br>Diversified<br>Growth<br>Fund<br>EUR | Global<br>Equity<br>Market<br>Neutral<br>Fund<br>GBP | Short Dated<br>High Yield<br>Global Bond<br>Fund<br>USD | Total<br>30 April<br>2018<br>USD |
|--|-------|--|--|---|---|--|--|--|---|----------------------------------|
| <b>Income:</b>   |       |  |  |   |   |  |  |  |   |                                  |
| Bond interest income   | 1g    | 1,499,705  | 476,535  | 2,893,004   | 1,361,267                                   | -  | 292,664  | -  | 2,061,231   | 60,422,390                       |
| Dividend income  | 1g    | -  | -  | -   | 2,582,121                                   | 175,136  | 830,344  | -  | -   | 15,444,334                       |
| Swap income  | 1h    | 359,992  | 194  | -   | -   | -  | -  | -  | -   | 10,151,402                       |
| Other income   | 1u    | -  | -  | 59,069  | 322,131                                     | -  | 20,114   | 213,967  | 29,468  | 1,459,039                        |
| Net loss on financial assets and liabilities<br>at fair value through profit or loss | 2     | (991,144)  | (321,885)  | (3,131,675)   | (3,283,601)                                 | (2,122,555)                                    | (242,180)                                      | (217,582)  | (51,731)  | (19,563)                         |
| <b>Total income</b>  |       | <b>868,553</b>                                   | <b>154,844</b>   | <b>(179,602)</b>  | <b>981,918</b>                              | <b>(1,947,419)</b>                             | <b>900,942</b>                                 | <b>(3,615)</b>                                       | <b>2,038,968</b>  | <b>87,457,602</b>                |
| <b>Expenses:</b>   |       |  |  |   |   |  |  |  |   |                                  |
| Investment management fee  | 12    | (209,299)  | (82,351)   | (258,005)   | (379,226)                                   | (198,552)                                      | (152,234)                                      | (321,463)  | (164,068)   | (17,194,888)                     |
| Depository fee   | 12    | (3,126)  | -  | (2,393)   | (6,819)                                     | (3,413)  | (2,999)  | (3,781)  | -   | (161,774)                        |
| Trustee fee  | 12    | -  | -  | (11,209)  | (17,550)                                    | (5,855)  | (8,775)  | (12,481)   | -   | (420,802)                        |
| Audit fee  | 12    | -  | -  | (7,401)   | (9,719)                                     | (5,878)  | (5,835)  | (6,807)  | -   | (108,242)                        |
| Distributor fee  | 12    | -  | -  | -   | (39,816)                                    | -  | (35)   | -  | -   | (668,330)                        |
| Directors' fee   | 12    | (1,153)  | -  | (1,672)   | (1,931)                                     | (1,298)  | (1,298)  | (1,725)  | -   | (22,214)                         |
| Legal expense  |       | (2,759)  | -  | (4,127)   | (4,104)                                     | (4,409)  | (4,136)  | (3,281)  | -   | (55,770)                         |
| Transaction costs  | 1m    | (10,784)   | (9,424)  | -   | (111,334)                                   | (87,255)                                       | (52,632)                                       | (74,971)   | -   | (1,061,647)                      |
| Miscellaneous expenses   | 12    | (52,656)   | (50,772)   | (36,155)  | (60,493)                                    | (36,850)                                       | (38,084)                                       | (228,259)  | (66,175)  | (1,945,226)                      |
| Share class hedging fee  | 12    | (13,434)   | (278)  | (52)  | (33,239)                                    | -  | (16,242)                                       | (4,393)  | (2,663)   | (911,158)                        |
| <b>Total expenses</b>  |       | <b>(293,211)</b>                                 | <b>(142,825)</b>   | <b>(321,014)</b>  | <b>(664,231)</b>                            | <b>(343,510)</b>                               | <b>(282,270)</b>                               | <b>(657,161)</b>                                     | <b>(232,906)</b>  | <b>(22,550,051)</b>              |
| <b>Operating profit/(loss) for the financial period</b>                              |       | <b>575,342</b>                                   | <b>12,019</b>  | <b>(500,616)</b>  | <b>317,687</b>                              | <b>(2,290,929)</b>                             | <b>618,672</b>                                 | <b>(660,776)</b>                                     | <b>1,806,062</b>  | <b>64,907,551</b>                |

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

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Statement of Comprehensive Income (continued)

For the financial period ended 30 April 2018

|  | Notes  | Absolute<br>Return<br>Bond<br>Global Fund<br>GBP | Absolute<br>Return Bond<br>Constrained<br>Fund<br>EUR | Emerging<br>Market Bond<br>Opportunities<br>Fund<br>USD | Global<br>Diversified<br>Income Fund<br>EUR | Global<br>Sustainable<br>Equity Fund<br>EUR | Global<br>Diversified<br>Growth<br>Fund<br>EUR | Global<br>Equity<br>Market<br>Neutral<br>Fund<br>GBP | Short Dated<br>High Yield<br>Global Bond<br>Fund<br>USD | Total<br>30 April<br>2018<br>USD |
|--|--------|--|---|---|---|---|--|--|---|----------------------------------|
| <b>Finance costs:</b>  |        |  |   |   |   |   |  |  |   |                                  |
| CFD interest expense   | 1s     | -  | -   | -   | -   | -   | -  | 88,131   | -   | (149,510)                        |
| Interest expense   | 12     | (86)   | (12)  | -   | (247)                                       | -   | (76)   | -  | (4,629)   | (100,330)                        |
| Swap expense   | 1h     | (377,306)  | (35,389)  | -   | -   | -   | -  | -  | -   | (12,099,749)                     |
| Distribution to holders of Redeemable<br>Participating Shares                                      | 1j, 10 | (33,688)   | -   | -   | (1,724,759)                                 | -   | (2,715)  | -  | (1,439,356)   | (19,975,636)                     |
| Equalisation   | 1r     | (12,304)   | 521   | 717   | (19,778)                                    | 17  | 8,295  | -  | 277,573   | (39,216)                         |
| <b>Total finance costs</b>   |        | (423,384)  | (34,880)  | 717   | (1,744,784)                                 | 17  | 5,504  | 88,131   | (1,166,412)   | (32,364,441)                     |
| <b>Profit/(loss) for the financial period before tax</b>   |        | 151,958  | (22,861)  | (499,899)   | (1,427,097)                                 | (2,290,912)                                 | 624,176  | (572,645)  | 639,650   | 32,543,110                       |
| Withholding tax  | 1g     | -  | -   | -   | (336,045)                                   | (26,823)                                    | (96,553)                                       | (40,610)   | -   | (2,015,731)                      |
| <b>Increase/(decrease) in net assets attributable<br/>to redeemable participating shareholders</b> |        | 151,958  | (22,861)  | (499,899)   | (1,763,142)                                 | (2,317,735)                                 | 527,623  | (613,255)  | 639,650   | 30,527,379                       |

There were no gains/losses other than those dealt with in the Statement of Comprehensive Income. Gains and losses arose solely from continuing investment activities with the exception of Kames Active Long Dated Bond Fund and Kames Equity Market Neutral Plus Fund which have been prepared on a non going concern basis.

The GBP and EUR sub-funds were translated into USD at a rate of 1.37909 and 1.21526 respectively.

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

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Statement of Comprehensive Income (continued)

For the financial period ended 30 April 2017

|   | Notes | Strategic<br>Global<br>Bond Fund<br>USD | Investment<br>Grade Global<br>Bond Fund<br>USD | High Yield<br>Global<br>Bond Fund<br>USD | Absolute<br>Return<br>Bond Fund<br>GBP | Global<br>Equity<br>Income Fund<br>USD | Active Long<br>Dated Bond<br>Fund<br>GBP | Equity Market<br>Neutral Plus<br>Fund<br>GBP | Equity Market<br>Neutral<br>Fund<br>GBP |
|---|-------|---|--|--|--|--|--|--|---|
| <b>Income:</b>  |       |   |  |  |  |  |  |  |   |
| Bond interest income  | 1g    | 11,679,248                              | 2,737,329                                      | 10,090,247                               | 19,812,059                             | 615                                    | 1,656,487                                | 20,152                                       | 39,155                                  |
| Dividend income   | 1g    | -                                       | -  | -  | -                                      | 9,051,575                              | -  | 39,166                                       | 4,097                                   |
| Swap income   | 1h    | 1,097,864                               | -  | 665,218                                  | 6,963,619                              | -                                      | -  | -  | -                                       |
| Other income  | 1u    | 121,840                                 | 102  | 112,001                                  | 106,697                                | 28,813                                 | 7,057                                    | 99,614                                       | 168,638                                 |
| Net profit/(loss) on financial assets and liabilities<br>at fair value through profit or loss | 2     | 2,883,493                               | 4,606,945                                      | 16,941,946                               | (28,778,947)                           | 42,038,647                             | 1,167,653                                | (3,904,887)                                  | (11,594,491)                            |
| <b>Total income</b>   |       | <b>15,782,445</b>                       | <b>7,344,376</b>                               | <b>27,809,412</b>                        | <b>(1,896,572)</b>                     | <b>51,119,650</b>                      | <b>2,831,197</b>                         | <b>(3,745,955)</b>                           | <b>(11,382,601)</b>                     |
| <b>Expenses:</b>  |       |   |  |  |  |  |  |  |   |
| Investment management fee   | 12    | (3,082,577)                             | (522,764)                                      | (1,660,337)                              | (5,448,911)                            | (2,034,563)                            | (424,300)                                | (477,833)                                    | (789,057)                               |
| Depositary fee  | 12    | (36,302)                                | (7,604)  | (19,501)                                 | (111,065)                              | (24,894)                               | (2,552)                                  | (4,001)                                      | (8,562)                                 |
| Trustee fee   | 12    | (56,248)                                | (20,804)                                       | (36,138)                                 | (123,601)                              | (42,602)                               | (15,580)                                 | (13,409)                                     | (23,202)                                |
| Audit fee   | 12    | (8,496)                                 | (6,067)  | (8,467)                                  | (6,897)                                | (6,054)                                | (4,906)                                  | (6,940)                                      | (6,940)                                 |
| Performance fee   | 12    | -                                       | -  | -  | -                                      | -                                      | -  | -  | -                                       |
| Distributor fee   | 12    | (409,583)                               | (35,278)                                       | (198,001)                                | (4,351)                                | (6,144)                                | -  | -  | (135,430)                               |
| Directors' fee  | 12    | (1,559)                                 | (1,559)  | (1,567)                                  | (1,251)                                | (1,567)                                | (1,254)                                  | (1,251)                                      | (1,251)                                 |
| Legal expense   |       | (4,895)                                 | (4,895)  | (4,907)                                  | (3,936)                                | (4,907)                                | (2,083)                                  | (3,979)                                      | (3,979)                                 |
| Transaction costs   | 1m    | (122,247)                               | (3,759)  | (3,278)                                  | (140,335)                              | (243,876)                              | (1,099)                                  | (34,126)                                     | (12,854)                                |
| Miscellaneous expenses  | 12    | (35,869)                                | (45,566)                                       | (52,432)                                 | (28,789)                               | (40,723)                               | (2,494)                                  | (46,235)                                     | (23,451)                                |
| Share class hedging fee   | 12    | -                                       | -  | -  | (1,043)                                | -                                      | -  | -  | -                                       |
| <b>Total expenses</b>   |       | <b>(3,757,776)</b>                      | <b>(648,296)</b>                               | <b>(1,984,628)</b>                       | <b>(5,870,179)</b>                     | <b>(2,405,330)</b>                     | <b>(454,268)</b>                         | <b>(587,774)</b>                             | <b>(1,004,726)</b>                      |
| <b>Operating profit/(loss) for the financial period</b>                                       |       | <b>12,024,669</b>                       | <b>6,696,080</b>                               | <b>25,824,784</b>                        | <b>(7,766,751)</b>                     | <b>48,714,320</b>                      | <b>2,376,929</b>                         | <b>(4,333,729)</b>                           | <b>(12,387,327)</b>                     |

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

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Statement of Comprehensive Income (continued)

For the financial period ended 30 April 2017

|  | Notes  | Strategic<br>Global<br>Bond Fund<br>USD | Investment<br>Grade Global<br>Bond Fund<br>USD | High Yield<br>Global<br>Bond Fund<br>USD | Absolute<br>Return<br>Bond Fund<br>GBP | Global<br>Equity<br>Income Fund<br>USD | Active Long<br>Dated Bond<br>Fund<br>GBP | Equity Market<br>Neutral Plus<br>Fund<br>GBP | Equity Market<br>Neutral<br>Fund<br>GBP |
|--|--------|---|--|--|--|--|--|--|---|
| <b>Finance costs:</b>  |        |   |  |  |  |  |  |  |   |
| CFD interest expense   | 1s     | -                                       | -  | -  | -                                      | -                                      | -  | (315,608)                                    | (287,214)                               |
| Interest expense   | 12     | (354,349)                               | (85,036)                                       | (183,593)                                | (238,998)                              | -                                      | -  | (29,303)                                     | (90,104)                                |
| Swap expense   | 1h     | (3,511,441)                             | -  | -  | (9,010,884)                            | -                                      | -  | -  | -                                       |
| Distribution to holders of Redeemable<br>Participating Shares                                      | 1j, 10 | (2,454,478)                             | (349,278)                                      | (8,544,443)                              | (3,372,610)                            | (942,321)                              | -  | -  | -                                       |
| <b>Total finance costs</b>   |        | (6,320,268)                             | (434,314)                                      | (8,728,036)                              | (12,622,492)                           | (942,321)                              | -  | (344,911)                                    | (377,318)                               |
| <b>Profit/(loss) for the financial period before tax</b>   |        | 5,704,401                               | 6,261,766                                      | 17,096,748                               | (20,389,243)                           | 47,771,999                             | 2,376,929                                | (4,678,640)                                  | (12,764,645)                            |
| Withholding tax  | 1g     | (91,538)                                | -  | (212,850)                                | -                                      | (1,255,029)                            | (597)                                    | (15,627)                                     | (13,285)                                |
| <b>Profit/(loss) for the financial period after tax</b>  |        | 5,612,863                               | 6,261,766                                      | 16,883,898                               | (20,389,243)                           | 46,516,970                             | 2,376,332                                | (4,694,267)                                  | (12,777,930)                            |
| Adjustment from bid market prices to last traded<br>prices   | 1b     | (181,462)                               | (39,423)                                       | 67,024                                   | (1,925,194)                            | 35,327                                 | (381,163)                                | (27,283)                                     | (14,715)                                |
| Adjustment for preliminary setup cost  |        | -                                       | -  | -  | -                                      | (2,531)                                | (1,589)                                  | -  | -                                       |
| <b>Increase/(decrease) in net assets attributable<br/>to redeemable participating shareholders</b> |        | 5,431,401                               | 6,222,343                                      | 16,950,922                               | (22,314,437)                           | 46,549,766                             | 1,993,580                                | (4,721,550)                                  | (12,792,645)                            |

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

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Statement of Comprehensive Income (continued)

For the financial period ended 30 April 2017

|   | Notes | Absolute<br>Return Bond<br>Global Fund<br>GBP | Absolute<br>Return Bond<br>Constrained<br>Fund<br>EUR | Emerging<br>Market Bond<br>Opportunities<br>Fund<br>USD | Global<br>Diversified<br>Income<br>Fund<br>EUR | Global<br>Sustainable<br>Equity Fund<br>EUR | Global<br>Diversified<br>Growth<br>Fund<br>EUR | Global<br>Equity Market<br>Neutral Fund<br>GBP | Total<br>30 April<br>2017<br>USD |
|---|-------|---|---|---|--|---|--|--|----------------------------------|
| <b>Income:</b>  |       |   |   |   |  |   |  |  |                                  |
| Bond interest income  | 1g    | 890,878                                       | 411,033   | 1,819,329   | 1,170,167                                      | -   | 200,218  | 2,263  | 56,277,114                       |
| Dividend income   | 1g    | -   | -   | -   | 2,238,765                                      | 352,697                                     | 712,970  | -  | 12,640,276                       |
| Swap income   | 1h    | 97,070  | 22,750  | -   | -  | -   | -  | -  | 10,619,139                       |
| Other income  | 1u    | 6,354   | 723   | 6,565   | 530,940  | -   | 219,880  | 30,579   | 1,597,230                        |
| Net (loss)/profit on financial assets and liabilities<br>at fair value through profit or loss | 2     | (610,272)                                     | (372,687)   | (1,095,980)   | 7,576,853                                      | 7,636,799                                   | 3,387,614                                      | 330,088  | 30,598,667                       |
| <b>Total income</b>   |       | <b>384,030</b>                                | <b>61,819</b>   | <b>729,914</b>  | <b>11,516,725</b>                              | <b>7,989,496</b>                            | <b>4,520,682</b>                               | <b>362,930</b>                                 | <b>111,732,426</b>               |
| <b>Expenses:</b>  |       |   |   |   |  |   |  |  |                                  |
| Investment management fee   | 12    | (172,916)                                     | (77,187)  | (271,661)   | (285,595)                                      | (183,535)                                   | (110,268)                                      | (315,239)                                      | (17,815,869)                     |
| Depository fee  | 12    | (4,728)                                       | -   | (4,722)   | (5,711)  | (2,582)                                     | (2,562)  | (3,101)  | (272,256)                        |
| Trustee fee   | 12    | -   | -   | (14,717)  | (16,962)                                       | (9,570)                                     | (9,519)  | (10,697)                                       | (442,337)                        |
| Audit fee   | 12    | -   | -   | (6,228)   | (5,759)  | (5,759)                                     | (5,759)  | (7,212)  | (94,938)                         |
| Performance fee   | 12    | -   | -   | -   | -  | -   | -  | -  | -                                |
| Distributor fee   | 12    | -   | -   | -   | (2,117)  | -   | -  | -  | (826,112)                        |
| Directors' fee  | 12    | (1,252)                                       | -   | (1,667)   | (1,365)  | (1,365)                                     | (1,365)  | (1,211)  | (21,643)                         |
| Legal expense   |       | (3,933)                                       | -   | (4,980)   | (4,518)  | (4,518)                                     | (4,518)  | (3,997)  | (66,484)                         |
| Transaction costs   | 1m    | (8,937)                                       | (3,282)   | (1,452)   | (83,732)                                       | (86,763)                                    | (49,308)                                       | (79,765)                                       | (959,860)                        |
| Miscellaneous expenses  | 12    | (51,233)                                      | (12,562)  | (49,041)  | (54,032)                                       | (43,590)                                    | (38,205)                                       | (108,851)                                      | (708,888)                        |
| Share class hedging fee   | 12    | -   | -   | -   | (18)   | -   | -  | -  | (1,324)                          |
| <b>Total expenses</b>   |       | <b>(242,999)</b>                              | <b>(93,031)</b>                                       | <b>(354,468)</b>  | <b>(459,809)</b>                               | <b>(337,682)</b>                            | <b>(221,504)</b>                               | <b>(530,073)</b>                               | <b>(21,209,711)</b>              |
| <b>Operating profit/(loss) for the financial period</b>                                       |       | <b>141,031</b>                                | <b>(31,212)</b>                                       | <b>375,446</b>  | <b>11,056,916</b>                              | <b>7,651,814</b>                            | <b>4,299,178</b>                               | <b>(167,143)</b>                               | <b>90,522,715</b>                |

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

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Statement of Comprehensive Income (continued)

For the financial period ended 30 April 2017

|  | Notes  | Absolute<br>Return Bond<br>Global Fund<br>GBP | Absolute<br>Return Bond<br>Constrained<br>Fund<br>EUR | Emerging<br>Market Bond<br>Opportunities<br>Fund<br>USD | Global<br>Diversified<br>Income<br>Fund<br>EUR | Global<br>Sustainable<br>Equity Fund<br>EUR | Global<br>Diversified<br>Growth<br>Fund<br>EUR | Global<br>Equity Market<br>Neutral Fund<br>GBP | Total<br>30 April<br>2017<br>USD |
|--|--------|---|---|---|--|---|--|--|----------------------------------|
| <b>Finance costs:</b>  |        |   |   |   |  |   |  |  |                                  |
| CFD interest expense   | 1s     | -   | -   | -   | -  | -   | -  | (25,451)                                       | (785,863)                        |
| Interest expense   | 12     | (4,910)                                       | (352)   | (51)  | (32,228)                                       | -   | (12,592)                                       | (4,082)  | (1,130,898)                      |
| Swap expense   | 1h     | (144,190)                                     | (23,500)  | (14,833)  | -  | -   | -  | -  | (15,002,852)                     |
| Distribution to holders of Redeemable<br>Participating Shares                                      | 1j, 10 | (119,221)                                     | -   | (970)   | (1,364,940)                                    | (41)  | (1,785)  | -  | (18,121,138)                     |
| <b>Total finance costs</b>   |        | (268,321)                                     | (23,852)  | (15,854)  | (1,397,168)                                    | (41)  | (14,377)                                       | (29,533)                                       | (35,040,751)                     |
| <b>(Loss)/profit for the financial period before tax</b>   |        | (127,290)                                     | (55,064)  | 359,592   | 9,659,748                                      | 7,651,773                                   | 4,284,801                                      | (196,676)                                      | 55,481,964                       |
| Withholding tax  | 1g     | -   | -   | -   | (121,168)                                      | (37,088)                                    | (25,677)                                       | (36,500)                                       | (1,838,727)                      |
| <b>(Loss)/profit for the financial period after tax</b>  |        | (127,290)                                     | (55,064)  | 359,592   | 9,538,580                                      | 7,614,685                                   | 4,259,124                                      | (233,176)                                      | 53,643,237                       |
| Adjustment from bid market prices to last traded<br>prices   | 1b     | 115,857                                       | 17,275  | (15,141)  | 1,377  | (4,603)                                     | 38,377   | 8,659  | (2,859,243)                      |
| Adjustment for preliminary setup cost  |        | -   | -   | -   | -  | -   | -  | -  | (4,519)                          |
| <b>(Decrease)/increase in net assets attributable<br/>to redeemable participating shareholders</b> |        | (11,433)                                      | (37,789)  | 344,451   | 9,539,957                                      | 7,610,082                                   | 4,297,501                                      | (224,517)                                      | 50,779,475                       |

There were no gains/losses other than those dealt with in the Statement of Comprehensive Income. Gains and losses arose solely from continuing investment activities.

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

The GBP and EUR sub-funds were translated into USD at a rate of 1.25083 and 1.06965 respectively.

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Statement of Financial Position

As at 30 April 2018

|  | Notes      | Strategic<br>Global<br>Bond Fund<br>USD | Investment<br>Grade Global<br>Bond Fund<br>USD | High Yield<br>Global<br>Bond Fund<br>USD | Absolute<br>Return<br>Bond Fund<br>GBP | Global<br>Equity<br>Income Fund<br>USD | Active Long<br>Dated Bond<br>Fund<br>GBP | Equity Market<br>Neutral Plus<br>Fund^<br>GBP | Equity Market<br>Neutral<br>Fund<br>GBP |
|--|------------|---|--|--|--|--|--|---|---|
| <b>Current assets</b>                                      |            |   |  |  |  |  |  |   |   |
| Financial assets at fair value through profit or loss      | 1d, 2      | 600,375,120                             | 234,051,067                                    | 252,971,075                              | 1,872,127,734                          | 579,471,484                            | 87,962,940                               | -   | 4,778,749                               |
| Accrued interest receivable                                | 1g         | 5,472,502                               | 3,042,979                                      | 3,176,469                                | 43,076,375                             | 1,048                                  | 1,533,703                                | -   | -                                       |
| Receivable from sale of securities                         | 1o         | 24,787,585                              | 7,522,135                                      | 883                                      | 6,523                                  | -                                      | -  | -   | 7                                       |
| Due from shareholders                                      | 1n         | 153,605                                 | 709,982  | 13,137                                   | 2,846,401                              | 58,782                                 | -  | -   | -                                       |
| Other assets   | 1t         | 3,935                                   | 2,352  | -  | 599                                    | 2,776,073                              | -  | -   | 16,078                                  |
| Fund assets cash balances                                  | 1q         | 699                                     | 7,257  | -  | 2,392                                  | -                                      | -  | -   | -                                       |
| Fund assets receivables                                    | 1q         | -                                       | -  | 35,504                                   | -                                      | 88                                     | -  | -   | -                                       |
| Cash and cash equivalents                                  | 1e, 11     | 34,786,393                              | 2,603,629                                      | 3,901,353                                | 114,251,994                            | 6,331,866                              | 3,537,358                                | 9,330   | 30,399,768                              |
| Collateral cash  | 1e, 11     | 5,790,000                               | 1,480,000                                      | 3,430,000                                | 710,000                                | -                                      | -  | -   | -                                       |
| Collateral receivable from broker                          | 1e, 11, 17 | 24,829,998                              | 5,490,000                                      | 5,560,000                                | 14,870,000                             | 580,000                                | -  | -   | 620,000                                 |
| Margin owed from broker                                    | 1e, 11     | 6,606,674                               | 1,003,355                                      | -  | 13,027,631                             | -                                      | -  | -   | 335,697                                 |
|  |            | 702,806,511                             | 255,912,756                                    | 269,088,421                              | 2,060,919,649                          | 589,219,341                            | 93,034,001                               | 9,330   | 36,150,299                              |
| <b>Current liabilities</b>                                 |            |   |  |  |  |  |  |   |   |
| Financial liabilities at fair value through profit or loss | 1d, 2      | 19,754,865                              | 3,157,943                                      | 2,287,660                                | 31,347,086                             | 616,626                                | 53,123                                   | -   | 817,853                                 |
| Interest payable   | 1g         | -                                       | 970  | 31,743                                   | -                                      | 20                                     | -  | -   | 2,930                                   |
| Investment management fee payable                          | 12         | 836,965                                 | 276,749  | 378,855                                  | 1,966,332                              | 850,469                                | 138,580                                  | -   | 106,399                                 |
| Trustee fee payable  | 12         | 18,934                                  | 7,717  | 10,126                                   | 42,400                                 | 14,611                                 | 4,652                                    | -   | 10,751                                  |
| Depositary fee payable                                     | 12         | 10,790                                  | 4,507  | 5,983                                    | 36,187                                 | 4,889                                  | 193                                      | -   | 2,245                                   |
| Audit fee payable  | 12         | 4,467                                   | -  | 4,467                                    | 4,139                                  | -                                      | 2,787                                    | -   | 4,131                                   |
| Payable for purchase of securities                         | 1o         | 1,453,206                               | 6,351,333                                      | 45                                       | 10,537,011                             | 4,010,316                              | -  | -   | 3,007                                   |
| Due to shareholders  | 1n         | 341,077                                 | 46,837   | 327,623                                  | 810,698                                | 2,836                                  | -  | 9,096   | 2,231                                   |
| Distributions payable                                      | 10         | 955,883                                 | 651,615  | 2,283,919                                | 2,412,912                              | 629,509                                | -  | -   | -                                       |
| Other liabilities  |            | 113,576                                 | 37,781   | 43,830                                   | 49,696                                 | 420                                    | 18,090                                   | 234   | 29,841                                  |
| Distributor fees payable                                   | 12         | 108,557                                 | 8,650  | 64,928                                   | -                                      | 3,353                                  | -  | -   | -                                       |
| Outstanding fund assets cash balances                      | 1q         | -                                       | -  | 35,504                                   | -                                      | 88                                     | -  | -   | -                                       |
| Fund assets payable  | 1q         | 699                                     | 7,257  | -  | 2,392                                  | -                                      | -  | -   | -                                       |
| Overdrawn cash and cash equivalents                        | 1e, 11     | 41,906,646                              | 6,684,699                                      | 1,424,064                                | 2,593,649                              | 886,110                                | -  | -   | 2,219                                   |
| Collateral payable to broker                               | 1e, 11, 17 | 5,790,000                               | 1,480,000                                      | 3,430,000                                | 710,000                                | -                                      | -  | -   | -                                       |
| Margin due to broker                                       | 1e, 11     | 4,090                                   | 107  | -  | 2,416,766                              | -                                      | -  | -   | 122,757                                 |
|  |            | 71,299,755                              | 18,716,165                                     | 10,328,747                               | 52,929,268                             | 7,019,247                              | 217,425                                  | 9,330   | 1,104,364                               |

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

^ Equity Market Neutral Plus Fund closed on 2 February 2018.

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Statement of Financial Position (continued)

As at 30 April 2018

|  | Strategic<br>Global<br>Bond Fund<br>USD | Investment<br>Grade Global<br>Bond Fund<br>USD | High Yield<br>Global<br>Bond Fund<br>USD | Absolute<br>Return<br>Bond Fund<br>GBP | Global<br>Equity<br>Income Fund<br>USD | Active Long<br>Dated Bond<br>Fund<br>GBP | Equity Market<br>Neutral Plus<br>Fund^<br>GBP | Equity Market<br>Neutral<br>Fund<br>GBP |
|--|---|--|--|--|--|--|---|---|
| <b>Net assets attributable to redeemable<br/>participating shareholders at dealing NAV</b> | 631,506,756                             | 237,196,591                                    | 258,759,674                              | 2,007,990,381                          | 582,200,094                            | 92,816,576                               | -   | 35,045,935                              |

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

^ Equity Market Neutral Plus Fund closed on 2 February 2018.

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Statement of Financial Position (continued)

As at 30 April 2018

|  | Notes      | Absolute<br>Return Bond<br>Global Fund<br>GBP | Absolute<br>Return Bond<br>Constrained<br>Fund<br>EUR | Emerging<br>Market Bond<br>Opportunities<br>Fund<br>USD | Global<br>Diversified<br>Income<br>Fund<br>EUR | Global<br>Sustainable<br>Equity Fund<br>EUR | Global<br>Diversified<br>Growth<br>Fund<br>EUR | Global<br>Equity Market<br>Neutral<br>Fund<br>GBP | Short Dated<br>High Yield<br>Global Bond<br>Fund<br>USD | Total<br>30 April<br>2018<br>USD |
|--|------------|---|---|---|--|---|--|---|---|----------------------------------|
| <b>Current assets</b>                                      |            |   |   |   |  |   |  |   |   |                                  |
| Financial assets at fair value through profit or loss      | 1d, 2      | 112,459,410                                   | 75,318,503  | 98,204,511  | 155,465,075                                    | 71,984,097                                  | 56,463,007                                     | 42,910,840  | 158,632,220   | 5,268,241,900                    |
| Accrued interest receivable                                | 1g         | 2,387,445                                     | 1,318,813   | 1,367,070   | 776,661  | -   | 162,427  | -   | 2,312,639   | 82,607,851                       |
| Receivable from sale of securities                         | 1o         | -   | -   | -   | 409,737  | 68  | 16,275   | 93,887  | 1,815   | 32,965,605                       |
| Due from shareholders                                      | 1n         | -   | -   | -   | 457,564  | 24,669                                      | 51,970   | 8,408,334   | 2,058,309   | 19,087,084                       |
| Other assets   | 1t         | 2,906   | -   | 17,639  | 722,608  | 66,342                                      | 130,501  | 79,472  | -   | 4,048,074                        |
| Fund assets cash balances                                  | 1q         | 266   | -   | -   | 99,469   | -   | -  | -   | -   | 131,917                          |
| Fund assets receivables                                    | 1q         | -   | -   | -   | 138  | -   | 2,318  | 504   | 17,406  | 56,660                           |
| Cash and cash equivalents                                  | 1e, 11     | 5,834,814                                     | 4,676,705   | 2,413,756   | 1,364,339                                      | 1,769,561                                   | 9,551,297                                      | 50,051,992  | 1,031,749   | 352,175,848                      |
| Collateral cash  | 1e, 11     | -   | -   | -   | 190,000  | -   | 120,000  | -   | -   | 12,049,436                       |
| Collateral receivable from broker                          | 1e, 11, 17 | 1,440,000                                     | 980,000   | -   | 1,710,000                                      | -   | 590,000  | 450,000   | 4,270,000   | 68,551,372                       |
| Margin owed from broker                                    | 1e, 11     | 1,061,991                                     | 522,165   | -   | 312,513  | -   | -  | 4,733,839   | -   | 34,915,558                       |
|  |            | 123,186,832                                   | 82,816,186  | 102,002,976   | 161,508,104                                    | 73,844,737                                  | 67,087,795                                     | 106,728,868                                       | 168,324,138   | 5,874,831,305                    |
| <b>Current liabilities</b>                                 |            |   |   |   |  |   |  |   |   |                                  |
| Financial liabilities at fair value through profit or loss | 1d, 2      | 2,939,237                                     | 1,052,202   | 1,428   | 2,579,955                                      | -   | 1,181,249                                      | 1,388,761   | 1,902,158   | 83,702,203                       |
| Interest payable   | 1g         | 2   | 12  | -   | -  | -   | 2  | -   | 47  | 36,821                           |
| Investment management fee payable                          | 12         | 73,492  | 29,369  | 93,013  | 135,913  | 71,671                                      | 54,935   | 116,471   | 70,780  | 6,155,633                        |
| Trustee fee payable  | 12         | -   | -   | 5,403   | 6,595  | 3,376                                       | 5,303  | 4,465   | -   | 160,728                          |
| Depositary fee payable                                     | 12         | 2,488   | -   | 1,949   | 1,266  | 582   | 508  | 2,663   | -   | 91,050                           |
| Audit fee payable  | 12         | -   | -   | 2,930   | 7,216  | 3,374                                       | 3,598  | 7,957   | -   | 55,122                           |
| Payable for purchase of securities                         | 1o         | 1,658   | -   | -   | 468,728  | 325,913                                     | 25   | 770,076   | 25  | 28,301,493                       |
| Due to shareholders  | 1n         | 1,000,331                                     | -   | -   | 499  | -   | 6,127  | -   | 9,132   | 3,236,703                        |
| Distributions payable                                      | 10         | 13,434  | -   | -   | 744,741  | -   | 1,482  | -   | 902,416   | 9,656,096                        |
| Other liabilities  |            | 47,267  | 92  | 36,161  | 42,030   | 26,308                                      | 21,004   | 26,607  | 27,861  | 603,510                          |
| Distributor fees payable                                   | 12         | -   | -   | -   | 13,108   | -   | 11   | -   | -   | 201,356                          |
| Outstanding fund assets cash balances                      | 1q         | -   | -   | -   | 138  | -   | 2,318  | 504   | 17,406  | 56,660                           |
| Fund assets payable  | 1q         | 266   | -   | -   | 99,469   | -   | -  | -   | -   | 131,917                          |
| Overdrawn cash and cash equivalents                        | 1e, 11     | 350,802                                       | -   | -   | 51,541   | -   | 58,366   | 1,006,258   | 3,591,433   | 60,051,284                       |
| Collateral payable to broker                               | 1e, 11, 17 | -   | -   | -   | 190,000  | -   | 120,000  | -   | -   | 12,049,436                       |
| Margin due to broker                                       | 1e, 11     | 305,701                                       | 97,796  | -   | -  | -   | 215,144  | 3,725,582   | -   | 9,401,145                        |
|  |            | 4,734,678                                     | 1,179,471   | 140,884   | 4,341,199                                      | 431,224                                     | 1,670,072                                      | 7,049,344   | 6,521,258   | 213,891,157                      |

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

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Statement of Financial Position (continued)**

As at 30 April 2018

|  | Absolute<br>Return Bond<br>Global Fund<br>GBP | Absolute<br>Return Bond<br>Constrained<br>Fund<br>EUR | Emerging<br>Market Bond<br>Opportunities<br>Fund<br>USD | Global<br>Diversified<br>Income<br>Fund<br>EUR | Global<br>Sustainable<br>Equity Fund<br>EUR | Global<br>Diversified<br>Growth<br>Fund<br>EUR | Global<br>Equity Market<br>Neutral<br>Fund<br>GBP | Short Dated<br>High Yield<br>Global<br>Bond Fund<br>USD | Total<br>30 April<br>2018<br>USD |
|--|---|---|---|--|---|--|---|---|----------------------------------|
| <b>Net assets attributable to redeemable participating shareholders at dealing NAV</b> | 118,452,154                                   | 81,636,715  | 101,862,092   | 157,166,905                                    | 73,413,513                                  | 65,417,723                                     | 99,679,524  | 161,802,880   | 5,660,940,148                    |

The GBP and EUR sub-funds were translated into USD at a rate of 1.37250 and 1.20955 respectively.

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

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
for the financial period from 1 November 2017 to 30 April 2018

**Statement of Financial Position (continued)**

As at 31 October 2017

|  | Notes      | Strategic<br>Global<br>Bond Fund<br>USD | Investment<br>Grade Global<br>Bond Fund<br>USD | High Yield<br>Global<br>Bond Fund<br>USD | Absolute<br>Return<br>Bond Fund<br>GBP | Global<br>Equity<br>Income Fund<br>USD | Active Long<br>Dated Bond<br>Fund<br>GBP | Equity Market<br>Neutral Plus<br>Fund<br>GBP | Equity Market<br>Neutral<br>Fund<br>GBP |
|--|------------|---|--|--|--|--|--|--|---|
| <b>Current assets</b>                                      |            |   |  |  |  |  |  |  |   |
| Financial assets at fair value through profit or loss      | 1d, 2      | 576,709,992                             | 218,977,984                                    | 377,038,014                              | 1,724,130,885                          | 562,121,591                            | 96,024,765                               | 10,363,348                                   | 45,638,248                              |
| Accrued interest receivable                                | 1g         | 5,561,341                               | 2,539,273                                      | 4,850,158                                | 45,194,797                             | 813                                    | 1,476,535                                | 1,118  | 7,112                                   |
| Receivable from sale of securities                         | 1o         | 7                                       | 1,940  | 554                                      | 1,125,596                              | 32,906                                 | -  | 38,680                                       | 72,877                                  |
| Due from shareholders                                      | 1n         | 969,811                                 | 926,545  | 481,429                                  | 178,928                                | 98,371                                 | -  | -  | -                                       |
| Due from broker  | 1p         | -                                       | -  | -  | 129,435                                | -                                      | -  | -  | -                                       |
| Other assets   | 1t         | 484,858                                 | 178,806  | 296,331                                  | 429,348                                | 1,355,126                              | 1,099                                    | 7,881  | 113,529                                 |
| Fund assets cash balances                                  | 1q         | 105                                     | 60,672   | 230,125                                  | 50,802                                 | -                                      | -  | -  | -                                       |
| Fund assets receivables                                    | 1q         | -                                       | -  | 23,611                                   | 13,208                                 | -                                      | -  | -  | -                                       |
| Cash and cash equivalents                                  | 1e, 11     | 68,536,527                              | 1,848,649                                      | 16,242,784                               | 196,658,445                            | 14,207,449                             | 5,631,416                                | 17,941,322                                   | 90,334,238                              |
| Collateral cash  | 1e, 11     | 6,580,000                               | 2,190,000                                      | 5,180,000                                | 8,700,000                              | -                                      | -  | -  | 670,000                                 |
| Collateral receivable from broker                          | 1e, 11, 17 | 2,020,000                               | 2,830,000                                      | 1,070,000                                | 13,330,000                             | 160,000                                | -  | -  | -                                       |
| Margin owed from broker                                    | 1e, 11     | 1,048,778                               | 712,804  | -  | 6,764,544                              | -                                      | -  | 531,728                                      | 253,492                                 |
|  |            | 661,911,419                             | 230,266,673                                    | 405,413,006                              | 1,996,705,988                          | 577,976,256                            | 103,133,815                              | 28,884,077                                   | 137,089,496                             |
| <b>Current liabilities</b>                                 |            |   |  |  |  |  |  |  |   |
| Financial liabilities at fair value through profit or loss |            | 6,529,043                               | 306,696  | 31,735                                   | 35,502,377                             | 449,587                                | -  | 731,502                                      | 2,110,907                               |
| Interest payable   | 1d, 2      | 23,554                                  | 449  | 708                                      | 597                                    | 204                                    | -  | 8,475  | 15,064                                  |
| Investment management fee payable                          | 1g         | 448,293                                 | 138,772  | 324,875                                  | 1,018,960                              | 448,058                                | 82,766                                   | 41,217                                       | 99,032                                  |
| Performance fee payable                                    | 12         | -                                       | -  | -  | -                                      | -                                      | -  | -  | -                                       |
| Trustee fee payable  | 12         | 94,317                                  | 40,804   | 63,965                                   | 209,613                                | 76,110                                 | 27,792                                   | 14,453                                       | 36,387                                  |
| Depositary fee payable                                     | 12         | -                                       | -  | -  | -                                      | -                                      | -  | 954  | -                                       |
| Audit fee payable  | 12         | 15,945                                  | 11,220   | 15,945                                   | 12,295                                 | 11,213                                 | 8,652                                    | 8,384  | 12,287                                  |
| Payable for purchase of securities                         | 12         | 3,278,615                               | 18   | 4,560,651                                | 7,008,400                              | -                                      | 20                                       | -  | -                                       |
| Due to shareholders  | 1o         | 246,725                                 | 8,598  | 216,116                                  | 10,840,209                             | 13,258,212                             | 2,599,980                                | 89,324                                       | 4,528,705                               |
| Due to broker  | 1p         | -                                       | -  | -  | 235,244                                | -                                      | -  | -  | -                                       |
| Distributions payable                                      | 1n         | 695,736                                 | 293,854  | 3,324,638                                | 1,632,370                              | 464,487                                | -  | -  | -                                       |
| Other liabilities  | 1p         | 548,222                                 | 206,301  | 342,399                                  | 382,484                                | 25,166                                 | 20,497                                   | 103,935                                      | 254,363                                 |
| Distributor fees payable                                   | 10         | 69,945                                  | 1,653  | 38,818                                   | -                                      | 1,441                                  | -  | -  | 8,848                                   |
| Outstanding fund assets cash balances                      |            | -                                       | -  | 23,611                                   | 13,208                                 | -                                      | -  | -  | -                                       |
| Fund assets payable  | 12         | 105                                     | 60,672   | 230,125                                  | 50,802                                 | -                                      | -  | -  | -                                       |
| Overdrawn cash and cash equivalents                        | 1q         | 2,787,036                               | 5,696,308                                      | 486,436                                  | 40,807,453                             | -                                      | -  | 71,934                                       | 4,622,802                               |
| Collateral payable to broker                               | 1q, 11, 17 | 6,580,000                               | 2,190,000                                      | 5,180,000                                | 8,700,000                              | -                                      | -  | -  | 670,000                                 |
| Margin due to broker                                       | 1e, 11     | 192                                     | -  | 88,968                                   | 479,310                                | -                                      | -  | 704,441                                      | 430,824                                 |
|  |            | 21,317,728                              | 8,955,345                                      | 14,928,990                               | 106,893,322                            | 14,734,478                             | 2,739,707                                | 1,774,619                                    | 12,789,219                              |

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

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Statement of Financial Position (continued)

As at 31 October 2017

|  | Strategic<br>Global<br>Bond Fund<br>USD | Investment<br>Grade Global<br>Bond Fund<br>USD | High Yield<br>Global<br>Bond Fund<br>USD | Absolute<br>Return<br>Bond Fund<br>GBP | Global<br>Equity<br>Income Fund<br>USD | Active Long<br>Dated Bond<br>Fund<br>GBP | Equity Market<br>Neutral Plus<br>Fund<br>GBP | Equity Market<br>Neutral<br>Fund<br>GBP |
|--|---|--|--|--|--|--|--|---|
| <b>Net assets attributable to redeemable<br/>participating shareholders at dealing NAV</b> | 640,593,691                             | 221,311,328                                    | 390,484,016                              | 1,889,812,666                          | 563,241,778                            | 100,394,108                              | 27,109,458                                   | 124,300,277                             |

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

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Statement of Financial Position (continued)

As at 31 October 2017

|  | Notes      | Absolute<br>Return Bond<br>Global Fund<br>GBP | Absolute<br>Return Bond<br>Constrained<br>Fund<br>EUR | Emerging<br>Market Bond<br>Opportunities<br>Fund<br>USD | Global<br>Diversified<br>Income<br>Fund<br>EUR | Global<br>Sustainable<br>Equity Fund<br>EUR | Global<br>Diversified<br>Growth<br>Fund<br>EUR | Global<br>Equity Market<br>Neutral<br>Fund<br>GBP | Short Dated<br>High Yield<br>Global Bond<br>Fund<br>USD | Total<br>31 October<br>2017<br>USD |
|--|------------|---|---|---|--|---|--|---|---|------------------------------------|
| <b>Current assets</b>                                      |            |   |   |   |  |   |  |   |   |                                    |
| Financial assets at fair value through profit or loss      | 1d, 2      | 124,717,521                                   | 76,139,985  | 99,914,424  | 145,740,926                                    | 62,976,304                                  | 54,963,041                                     | 33,114,313  | 89,842,708  | 5,008,868,665                      |
| Accrued interest receivable                                | 1g         | 3,209,183                                     | 1,336,852   | 1,104,136   | 734,839  | -   | 132,315  | 5,120   | 1,139,021   | 83,714,795                         |
| Receivable from sale of securities                         | 1o         | 24,869  | -   | -   | 11,381   | 309,276                                     | 691  | 9,953   | 2,167   | 2,093,031                          |
| Due from shareholders                                      | 1n         | 86,801  | -   | -   | 2,643,250                                      | 44,969                                      | 175,486  | 164,752   | 950,725   | 7,329,143                          |
| Due from broker  | 1p         | -   | -   | -   | -  | -   | -  | -   | -   | 171,100                            |
| Other assets   | 1t         | 10,008  | 423   | 18,235  | 375,052  | 71,529                                      | 110,861  | 9,792   | -   | 3,738,356                          |
| Fund assets cash balances                                  | 1q         | -   | -   | -   | 69,572   | -   | 10,632   | -   | 278,628   | 730,039                            |
| Fund assets receivables                                    | 1q         | -   | -   | -   | 216  | -   | -  | -   | 101,786   | 143,108                            |
| Cash and cash equivalents                                  | 1e, 11     | 14,241,077                                    | 7,075,917   | 1,460,612   | 1,760,649                                      | 1,432,337                                   | 8,858,303                                      | 53,407,071  | 1,269,249   | 625,788,898                        |
| Collateral cash  | 1e, 11     | 450,000                                       | -   | -   | -  | -   | -  | -   | 500,000   | 27,431,058                         |
| Collateral receivable from broker                          | 1e, 11, 17 | -   | 1,228,921   | -   | 2,150,000                                      | -   | 1,110,000                                      | 810,000   | 1,100,000   | 31,096,546                         |
| Margin owed from broker                                    | 1e, 11     | 609,440                                       | 212,130   | -   | -  | -   | 151,720  | 3,005,557   | -   | 16,943,783                         |
|  |            | 143,348,899                                   | 85,994,228  | 102,497,407   | 153,485,885                                    | 64,834,415                                  | 65,513,049                                     | 90,526,558  | 95,184,284  | 5,808,048,522                      |
| <b>Current liabilities</b>                                 |            |   |   |   |  |   |  |   |   |                                    |
| Financial liabilities at fair value through profit or loss | 1d, 2      | 1,699,961                                     | 1,534,906   | -   | 1,654,996                                      | -   | 1,087,828                                      | 597,965   | 376   | 66,022,102                         |
| Interest payable   | 1g         | 32  | -   | -   | 129  | -   | 102  | -   | 209   | 57,341                             |
| Investment management fee payable                          | 12         | 49,764  | 17,673  | 56,055  | 65,167   | 34,446                                      | 19,974   | 59,017  | 19,801  | 3,381,182                          |
| Performance fee payable                                    | 12         | -   | -   | -   | -  | -   | -  | 204   | -   | 270                                |
| Trustee fee payable  | 12         | -   | -   | 25,490  | 30,795   | 16,818                                      | 36,447   | 20,074  | -   | 806,095                            |
| Depository fee payable                                     | 12         | 2,658   | -   | -   | -  | -   | 466  | 1,083   | -   | 6,749                              |
| Audit fee payable  | 12         | -   | -   | 11,185  | 9,732  | 9,733                                       | 7,397  | 12,284  | -   | 168,027                            |
| Payable for purchase of securities                         | 1o         | 42  | 1,249,056   | -   | 857,312  | 429,315                                     | -  | -   | 1,052,153   | 21,107,331                         |
| Due to shareholders  | 1n         | 11,822,955                                    | -   | -   | -  | 4,909                                       | -  | -   | 11  | 53,235,298                         |
| Due to broker  | 1p         | -   | -   | -   | -  | -   | -  | -   | -   | 310,969                            |
| Distributions payable                                      | 10         | 61,331  | -   | 604   | 704,640  | -   | 727  | -   | 341,722   | 8,180,956                          |
| Other liabilities  |            | 65,334  | 513   | 29,204  | 43,736   | 35,517                                      | 37,382   | 27,814  | 27,159  | 2,444,272                          |
| Distributor fees payable                                   | 12         | -   | -   | -   | 4,426  | -   | 6  | -   | -   | 128,712                            |
| Outstanding fund assets cash balances                      | 1q         | -   | -   | -   | 216  | -   | -  | -   | 101,786   | 143,108                            |
| Fund assets payable  | 1q         | -   | -   | -   | 69,572   | -   | 10,632   | -   | 278,628   | 730,039                            |
| Overdrawn cash and cash equivalents                        | 1e, 11     | 159,015                                       | -   | -   | 329,934  | 188,338                                     | 176,249  | 739,446   | 898,659   | 72,013,846                         |
| Collateral payable to broker                               | 1e, 11, 17 | 450,000                                       | -   | -   | -  | -   | -  | -   | 500,000   | 27,431,058                         |
| Margin due to broker                                       | 1e, 11     | 38,322  | 22,490  | -   | 9,218  | -   | 142  | 2,308,513   | -   | 5,362,820                          |
|  |            | 14,349,414                                    | 2,824,638   | 122,538   | 3,779,873                                      | 719,076                                     | 1,377,352                                      | 3,766,400   | 3,220,504   | 261,530,175                        |

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

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Statement of Financial Position (continued)

As at 31 October 2017

|  | Absolute<br>Return Bond<br>Global Fund<br>GBP | Absolute<br>Return Bond<br>Constrained<br>Fund<br>EUR | Emerging<br>Market Bond<br>Opportunities<br>Fund<br>USD | Global<br>Diversified<br>Income<br>Fund<br>EUR | Global<br>Sustainable<br>Equity Fund<br>EUR | Global<br>Diversified<br>Growth<br>Fund<br>EUR | Global<br>Equity Market<br>Neutral<br>Fund<br>GBP | Short Dated<br>High Yield<br>Global Bond<br>Fund<br>USD | Total<br>31 October<br>2017<br>USD |
|--|---|---|---|--|---|--|---|---|------------------------------------|
| <b>Net assets attributable to redeemable participating shareholders at dealing NAV</b> | 128,999,485                                   | 83,169,590  | 102,374,869   | 149,706,012                                    | 64,115,339                                  | 64,135,697                                     | 86,760,158  | 91,963,780  | 5,546,518,347                      |

The GBP and EUR sub-funds were translated into USD at a rate of 1.32190 and 1.16395 respectively.

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

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders

| For the financial period ended 30 April 2018   |       | Strategic<br>Global<br>Bond Fund | Investment<br>Grade Global<br>Bond Fund | High Yield<br>Global<br>Bond Fund | Absolute<br>Return Bond<br>Fund | Global Equity<br>Income<br>Fund | Active Long<br>Dated Bond<br>Fund | Equity Market<br>Neutral Plus<br>Fund^ | Equity Market<br>Neutral<br>Fund |
|--|-------|----------------------------------|---|-----------------------------------|---------------------------------|---------------------------------|-----------------------------------|--|----------------------------------|
|  | Notes | USD                              | USD                                     | USD                               | GBP                             | USD                             | GBP                               | GBP                                    | GBP                              |
| <b>Net assets attributable to redeemable participating shareholders at dealing NAV as at 31 October 2017</b> |       | 640,593,691                      | 221,311,328                             | 390,484,016                       | 1,889,812,666                   | 563,241,778                     | 100,394,108                       | 27,109,458                             | 124,300,277                      |
| Issuance of Shares   | 5     | 66,795,037                       | 69,452,026                              | 25,729,364                        | 283,842,943                     | 3,610,736                       | 235,011                           | 4,714                                  | 5,805,938                        |
| Redemption of Shares   | 5     | (88,266,383)                     | (54,619,333)                            | (162,497,016)                     | (167,698,710)                   | (9,094,548)                     | (7,202,481)                       | (26,624,613)                           | (89,898,628)                     |
| Dilution adjustments   | 1i    | 77,976                           | 106,579                                 | 431,457                           | 401,610                         | 7                               | 33,250                            | 166,113                                | 201,142                          |
| Foreign exchange consolidation adjustments   | 1c    | -                                | -                                       | -                                 | -                               | -                               | -                                 | -                                      | -                                |
| Increase/(decrease) in Net Assets Attributable to Redeemable Participating Shareholders                      |       | 12,306,435                       | 945,991                                 | 4,611,853                         | 1,631,872                       | 24,442,121                      | (643,312)                         | (655,672)                              | (5,362,794)                      |
| <b>Net assets attributable to redeemable participating shareholders at dealing NAV as at 30 April 2018</b>   |       | <u>631,506,756</u>               | <u>237,196,591</u>                      | <u>258,759,674</u>                | <u>2,007,990,381</u>            | <u>582,200,094</u>              | <u>92,816,576</u>                 | <u>-</u>                               | <u>35,045,935</u>                |

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

^ Equity Market Neutral Plus Fund closed on 2 February 2018.

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders (continued)

For the financial period ended 30 April 2018

| Notes  | Absolute Return Bond Global Fund GBP | Absolute Bond Constrained Fund EUR | Emerging Market Bond Opportunities Fund USD | Global Diversified Income Fund EUR | Global Sustainable Equity Fund EUR | Global Diversified Growth Fund EUR | Global Equity Market Neutral Fund GBP | Short Dated High Yield Global Bond Fund USD | Total 30 April 2018 USD |
|--|--------------------------------------|------------------------------------|---|------------------------------------|------------------------------------|------------------------------------|---------------------------------------|---|-------------------------|
| <b>Net assets attributable to redeemable participating shareholders at dealing NAV as at 31 October 2017</b> | 128,999,485                          | 83,169,590                         | 102,374,869                                 | 149,706,012                        | 64,115,339                         | 64,135,697                         | 86,760,158                            | 91,963,780                                  | 5,546,518,347           |
| Issuance of Shares   | 5 16,048,226                         | 19,861,064                         | 50,906,786                                  | 23,911,507                         | 18,299,240                         | 23,713,096                         | 18,292,793                            | 77,929,571                                  | 845,816,320             |
| Redemption of Shares   | 5 (26,732,450)                       | (21,369,828)                       | (50,919,300)                                | (14,725,771)*                      | (6,711,438)                        | (22,968,754)                       | (4,781,013)                           | (8,899,899)                                 | (899,591,588)           |
| Dilution adjustments   | 1I (15,065)                          | (1,250)                            | (364)                                       | 38,299                             | 28,107                             | 10,061                             | 20,841                                | 169,778                                     | 1,990,996               |
| Foreign exchange consolidation adjustments   | 1c -                                 | -                                  | -   | -                                  | -                                  | -                                  | -                                     | -   | 135,678,694             |
| Increase/(decrease) in Net Assets Attributable to Redeemable Participating Shareholders                      | 151,958                              | (22,861)                           | (499,899)                                   | (1,763,142)                        | (2,317,735)                        | 527,623                            | (613,255)                             | 639,650                                     | 30,527,379              |
| <b>Net assets attributable to redeemable participating shareholders at dealing NAV as at 30 April 2018</b>   | <b>118,452,154</b>                   | <b>81,636,715</b>                  | <b>101,862,092</b>                          | <b>157,166,905</b>                 | <b>73,413,513</b>                  | <b>65,417,723</b>                  | <b>99,679,524</b>                     | <b>161,802,880</b>                          | <b>5,660,940,148</b>    |

The GBP and EUR sub-funds were translated into USD at a rate of 1.37909 and 1.21526 respectively.

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

\* The Redemption of Shares includes in-specie transactions to the value of GBP 9,147,288.

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders (continued)

For the financial period ended 30 April 2017

|  | Notes | Strategic<br>Global<br>Bond Fund<br>USD | Investment<br>Grade Global<br>Bond Fund<br>USD | High Yield<br>Global<br>Bond Fund<br>USD | Absolute<br>Return<br>Bond Fund<br>GBP | Global<br>Equity<br>Income Fund<br>USD | Active Long<br>Dated Bond<br>Fund<br>GBP | Equity Market<br>Neutral Plus<br>Fund<br>GBP | Equity Market<br>Neutral<br>Fund<br>GBP |
|--|-------|---|--|--|--|--|--|--|---|
| <b>Net assets attributable to redeemable participating shareholders at dealing NAV as at 31 October 2016</b> |       | 797,396,044                             | 167,217,762                                    | 439,572,130                              | 2,041,028,006                          | 541,814,229                            | 154,095,641                              | 105,108,861                                  | 232,872,479                             |
| Issuance of Shares   | 5     | 199,224,910                             | 36,018,085                                     | 62,023,788                               | 221,608,971                            | 5,721,028                              | 273,439                                  | 30,663,538                                   | 28,867,629                              |
| Redemption of Shares   | 5     | (276,437,219)                           | (21,401,446)                                   | (90,519,835)                             | (235,007,102)                          | (68,910,268)                           | (48,633,583)*                            | (73,498,486)                                 | (91,246,104)                            |
| Equalisation   | 1r    | (306,223)                               | 223,584  | 92,563                                   | 82,739                                 | (428,321)                              | (21,392)                                 | (2,466)                                      | (263)                                   |
| Dilution adjustments   | 1l    | 431,629                                 | 67,742   | 95,167                                   | 289,226                                | 151,427                                | 170,793                                  | 276,038                                      | 73,885                                  |
| Foreign exchange consolidation adjustments   | 1c    | -                                       | -  | -  | -                                      | -                                      | -  | -  | -                                       |
| Increase/(decrease) in Net Assets Attributable to Redeemable Participating Shareholders                      |       | 5,431,401                               | 6,222,343                                      | 16,950,922                               | (22,314,437)                           | 46,549,766                             | 1,993,580                                | (4,721,550)                                  | (12,792,645)                            |
| <b>Net assets attributable to redeemable participating shareholders at dealing NAV as at 30 April 2017</b>   |       | <b>725,740,542</b>                      | <b>188,348,070</b>                             | <b>428,214,735</b>                       | <b>2,005,687,403</b>                   | <b>524,897,861</b>                     | <b>107,878,478</b>                       | <b>57,825,935</b>                            | <b>157,774,981</b>                      |

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

\* The redemption of Shares includes in-specie transactions to the value of GBP 48,463,280.

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders (continued)

For the financial period ended 30 April 2017

|  | Notes | Absolute<br>Return Bond<br>Global Fund<br>GBP | Absolute<br>Return Bond<br>Constrained<br>Fund<br>EUR | Emerging<br>Market Bond<br>Opportunities<br>Fund<br>USD | Global<br>Diversified<br>Income Fund<br>EUR | Global<br>Sustainable<br>Equity Fund<br>EUR | Global<br>Diversified<br>Growth<br>Fund<br>EUR | Global<br>Equity Market<br>Neutral Fund<br>GBP | Total<br>30 April<br>2017<br>USD |
|--|-------|---|---|---|---|---|--|--|----------------------------------|
| <b>Net assets attributable to redeemable participating shareholders at dealing NAV as at 31 October 2016</b> |       | 56,663,576                                    | 64,805,534  | 98,526,899  | 115,488,336                                 | 51,120,935                                  | 50,365,325                                     | 62,627,089                                     | 5,581,600,472                    |
| Issuance of Shares   | 5     | 66,713,606                                    | 26,285,637  | -   | 18,462,084                                  | 941,648                                     | 6,495,418                                      | 15,219,643                                     | 813,292,378                      |
| Redemption of Shares   | 5     | (8,334,304)                                   | (10,220,572)  | (361)   | (7,153,174)                                 | (2,207,748)                                 | (1,051,382)                                    | (3,552,519)                                    | (1,055,061,233)                  |
| Equalisation   | 1r    | 314,430                                       | 60,711  | -   | 170,679                                     | 298   | 26,253   | -  | 324,130                          |
| Dilution adjustments   | 1l    | 178,363                                       | 14,894  | 1   | 58,056                                      | 2,401                                       | 20,718   | 14,915   | 2,103,583                        |
| Foreign exchange consolidation adjustments   | 1c    | -   | -   | -   | -   | -   | -  | -  | 199,268,194                      |
| (Decrease)/increase in Net Assets Attributable to Redeemable Participating Shareholders                      |       | (11,433)                                      | (37,789)  | 344,451   | 9,539,957                                   | 7,610,082                                   | 4,297,501                                      | (224,517)                                      | 50,779,474                       |
| <b>Net assets attributable to redeemable participating shareholders at dealing NAV as at 30 April 2017</b>   |       | <b>115,524,238</b>                            | <b>80,908,415</b>                                     | <b>98,870,990</b>                                       | <b>136,565,938</b>                          | <b>57,467,616</b>                           | <b>60,153,833</b>                              | <b>74,084,611</b>                              | <b>5,592,306,998</b>             |

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

The GBP and EUR sub-funds were translated into USD at a rate of 1.25083 and 1.06965 respectively.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements**

**1. Significant Accounting Policies**

**a) Statement of Compliance**

The financial statements are prepared in accordance with FRS 102 Financial Reporting Standard applicable in the UK and Republic of Ireland ("FRS 102") issued by the Financial Reporting Council ("FRC") and promulgated by the Institute of Chartered Accountants in Ireland and in accordance with Irish statute comprising the Companies Act 2014, as amended, the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011, as amended ("the UCITS Regulations") and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015, as amended (the "Central Bank UCITS Regulations"). The financial statements have been prepared on a historical cost basis, except for financial instruments classified at fair value through profit or loss that have been measured at fair value.

The Company has applied FRS 104 "Interim Financial Reporting" ("FRS 104"), which is intended for use in the preparation of semi-annual reports by entities that apply FRS 102 when preparing their annual financial statements. FRS 104 replaced the Reporting Statement of Half-Yearly Financial Reporting issued by the Accounting Standards Board ("ASB") for accounting periods commencing on or after 1 January 2015. The Company has not applied the full disclosure requirements of FRS 102 as according to FRS 104, issued by the FRC, disclosures demanded by Financial Reporting Standards are generally not required for semi-annual reports.

The Company has applied the same accounting policies and methods of computation in this semi-annual report and financial statements as in its annual financial statements for the year ended 31 October 2017, except for the adoption of any new accounting standards.

The format and certain wordings of the financial statements have been adapted from those contained in the FRS 102 and 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.

The Company has availed of the exemption available to open-ended investment Funds under FRS 102 (Section 7.1A(c)) not to present a cash flow statement.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all period presented, unless otherwise stated.

**b) Basis of Accounting and Presentation of Financial Statements**

The financial statements are measured and presented in the currency of the primary economic environment in which each Fund operates. These are the United States Dollar ("USD"), Euro ("EUR") and Pound Sterling ("GBP") reflecting the fact that the Funds' operations are conducted in USD, EUR and GBP.

The financial statements are prepared on a fair value basis for the financial assets and financial liabilities through profit and loss. The financial statements have been prepared on the going concern basis for all Funds with the exception of Kames Active Long Dated Bond Fund and Kames Equity Market Neutral Plus Fund which are shown on a non going concern basis. Kames Active Long Dated Bond Fund fully redeemed on 8 May 2018. It will be formally closed on a later date yet to be confirmed. Kames Equity Market Neutral Plus Fund closed on 2 February 2018.

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported accounting policies and the reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the periods of revision and future periods if the revision affects both current and future periods. Actual results could differ from estimates.

Prior period Equalisation balances have been reclassified from the Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders to Finance Costs in the Statement of Comprehensive Income for consistency with the current year disclosure.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**1. Significant Accounting Policies (continued)**

**b) Basis of Accounting and Presentation of Financial Statements (continued)**

In the opinion of the Directors, the interim report contains all significant information required to enable the shareholders and potential investors to make an informed appraisal of the financial position of the listed fund for the period, and comparative period, to which it relates.

There has been a change in accounting estimate in the valuation of investments. Investments are now valued at mid market prices in accordance with the valuation methodology prescribed in the prospectus. This change in accounting estimate was applied prospectively.

Reclassifications in the current period financial statements were made to provide more reliable and accurate information. The current period classifications are considered more relevant, and there was no impact to the Net Asset Value of the Funds as a result of reclassifications.

**c) Foreign Currency Translation**

While the Funds' operations are conducted in USD, EUR and GBP, the functional currency of the Company is USD, (as the Directors have determined that this reflects the Company's primary economic currency). The presentation currency of the Company is also USD. Transactions in foreign currencies are translated at the foreign currency exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated to USD at the foreign currency exchange rate ruling at the Statement of Financial Position date. Foreign currency exchange differences arising on translation and realised gains and losses on disposals or settlements of monetary assets and liabilities are recognised in the Statement of Comprehensive Income. Foreign exchange gains/losses relating to investments at fair value through profit or loss are included in gains and losses on investments in the Statement of Comprehensive Income.

The Statement of Financial Position is translated using exchange rates at the financial period end and the Statement of Comprehensive Income is translated at an average rate over the period. The Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders is translated at an average rate over the financial period for inclusion in the combined financial statements of the Company. The resulting notional currency gain/(loss) and the notional currency gain/(loss) on retranslation of opening net assets is included in the Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders. The method of translation has no effect on the value of net assets allocated to the individual Funds.

**d) Financial Instruments**

**(i) Classification**

In accordance with FRS 102, the Company has elected to adopt IAS 39 Financial Instruments: Recognition and Measurement. The Company designates all its investments into financial assets and liabilities at fair value through profit or loss in accordance with FRS 102 and IAS 39. The category of financial assets and liabilities at fair value through profit or loss comprises:

Financial instruments held for trading: These include all financial instruments, (as the Company does not designate any derivatives as financial hedges) including futures, options, swaps, forward contracts, bonds, CFD's and equities.

Financial instruments designated at fair value through profit or loss upon initial recognition: These include financial assets that are not held for trading purposes and which may be sold.

These financial instruments are designated on the basis that their fair value can be reliably measured and their performance has been evaluated on a fair value basis in accordance with the risk management and/or investment strategy as set out in the Company's Prospectus.

Gains and losses arising from changes in the fair value of the financial assets and liabilities at fair value through profit or loss category are included in the Statement of Comprehensive Income in the financial period in which they arise.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**1. Significant Accounting Policies (continued)**

**d) Financial Instruments (continued)**

(ii) Recognition and Derecognition

All regular way purchases and sales of financial instruments are recognised on the trade date, which is the date that the Company commits to purchase or sell an asset. Regular way purchases or sales are purchases or sales of financial instruments that require delivery of assets within the period generally established by regulation or convention in the market place. Realised gains and losses on disposals of financial instruments, with the exception of futures and options, are calculated using the average cost method. Realised gains and losses on disposals of futures and options are calculated using the First In First Out (FIFO) method.

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire or a financial asset is transferred and the transfer qualifies for derecognition in accordance with FRS 102.

The Company derecognises a financial liability when the obligation specified in the contract is discharged, cancelled or expires.

(iii) Measurement

Financial instruments are measured initially at fair value (transaction price). Transaction costs on financial assets and financial liabilities at fair value through profit or loss are expensed immediately.

Subsequent to initial recognition, all instruments classified at fair value through profit or loss are measured at fair value with changes in fair value recognised in the Statement of Comprehensive Income.

Financial liabilities arising from redeemable shares issued by the Company are carried at redemption amount representing the investors' right to a residual interest in the Company's assets.

(iv) Fair value measurement principles

Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

The fair value of financial instruments is based on their quoted market prices on a recognised exchange or sourced from reputable brokers/counterparties or independent market data providers, in the case of non-exchange traded instruments, at the Statement of Financial Position date without any deduction for estimated future selling costs. Financial assets and liabilities are priced at their current mid prices.

For all other financial instruments not traded in an active market or where no broker/counterparty quotes can be obtained, the fair value is determined by using appropriate valuation techniques, which include using arm's length transactions; reference to the current market value of another instrument that is substantially the same; discounted cash flow analysis and option pricing models making as much use of available and supportable market data as possible.

Subsequent changes in the fair value of financial assets and liabilities at fair value through profit or loss are recognised in the Statement of Comprehensive Income.

The investments have been valued at mid market prices at 12 noon GMT on 30 April 2018.

**e) Cash, Cash Equivalents, Bank Overdrafts and Collateral**

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term investments in an active market with original maturities of three months or less and bank overdrafts. Overdrawn cash and cash equivalents are shown in Current Liabilities in the Statement of Financial Position.

Short-term investments that are not held for the purpose of meeting short-term cash commitments are not considered as 'cash and cash equivalents'.

Broker cash received as collateral is recorded as an asset on the Statement of Financial Position as 'Collateral cash' and a related liability to repay the collateral is disclosed within Current Liabilities as 'Collateral payable to broker'. The cash received from broker as collateral is not invested to purchase other investments in the relevant Funds.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**1. Significant Accounting Policies (continued)**

**e) Cash, Cash Equivalents, Bank Overdrafts and Collateral (continued)**

Cash collateral provided by the Funds to a counterparty in relation to Futures and CFDs contracts are identified in the Statement of Financial Position as 'Margin owed from broker'. Collateral receivable from broker is cash pledged as collateral for financial derivative instrument transactions. It is not included as a component of cash and cash equivalents in the Statement of Financial Position and is not available to the Funds on demand. Margin owed from broker/Collateral cash is valued at amortised cost plus accrued interest which approximates fair value. Further details of collateral received or pledged on derivative instruments are disclosed in Note 17.

Collateral pledged to counterparties other than cash is disclosed in the Statement of Financial Position as financial assets at fair value through profit or loss pledged as collateral. As at 30 April 2018, the Company held Nil stock collateral (31 October 2017: Nil).

**f) Operating Expenses**

Operating expenses of the Company are accounted for on an accruals basis and expensed in the period to which they relate.

**g) Interest and Dividend Income**

Interest income is recognised in the Statement of Comprehensive Income as it accrues. Bond interest is recognised as income on an effective yield basis using the original effective interest rate of the instrument calculated at the acquisition or origination date. Bond interest income includes amortisation of any discount or premium, transaction costs or other differences between the initial carrying amount of an interest-bearing instrument and its amount at maturity calculated on an effective interest rate basis. Accrued interest payable or receivable is shown in the Statement of Financial Position and represent interest payable or receivable that has been accrued for but not yet paid or received on the Statement of Financial Position date. Dividends are recognised in the Statement of Comprehensive Income on the dates on which the relevant securities are listed as "ex-dividend". Withholding tax is presented gross in the Statement of Comprehensive Income.

**h) Swap Income and Expense**

In 2012, the Company implemented a policy which splits income/(expenses) and gains/(losses) on Swaps into income or capital for the purpose of calculating a more accurate distribution on the Funds. Swap income is shown in the Statement of Comprehensive Income and Swap expense is disclosed as a Finance cost in the Statement of Comprehensive Income on pages 24 to 31.

**i) Net Asset Value Per Share**

The Net Asset Value per share for each share class within each Fund is calculated by dividing the total Net Asset Value of each share class within each Fund by the total number of shares outstanding for that particular share class within each Fund.

**j) Distributions**

Distributions to holders of Redeemable Participating Shares are recorded in the Statement of Comprehensive Income as Finance Costs.

**k) Redeemable Participating Shares**

All Redeemable Participating Shares issued by the Funds provide the investors with the right to require redemption for cash at the value proportionate to the investor's share in the Funds' net assets at the redemption date. In accordance with FRS 102 such instruments give rise to a financial liability for the present value of the redemption amount. The redemption price for each redeemable share is equal to the Net Asset Value per redeemable shares on the dealing day. The Net Asset Value per redeemable share is determined as at 12 noon GMT on each valuation day in accordance with the provisions set out in the Prospectus. Financial assets at fair value through profit or loss are reflected at mid-market prices.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**1. Significant Accounting Policies (continued)**

**l) Dilution Adjustment**

A Fund may suffer dilution which is a reduction in the value of the assets as a result of the costs incurred in dealing in its underlying investments and of any spread between the buying and the selling prices of such investments which is not reflected in the issue or redemption price paid by or to shareholders. With a view to countering this (which, if it is significant, disadvantages existing or continuing shareholders), the Directors may make an adjustment to the share price on a daily or quarterly basis at the discretion of the Directors and in accordance with the Prospectus.

The dilution adjustment may apply to redemptions or to subscriptions and if charged, the value of the dilution adjustment will be paid into the Fund and will become part of the property attributed to the relevant Fund. Dilution adjustments are disclosed in Statement of Changes in the Net Assets Attributable to Redeemable Participating Shareholders on pages 40 to 43.

**m) Transaction Costs**

Transaction costs are defined as the incremental costs that are directly attributable to the acquisition, issue or disposal of a financial asset or financial liability. An incremental cost is one that would not have been incurred if the entity had not acquired, issued or disposed of the financial instrument. When a financial asset or financial liability is recognised initially, an entity shall measure it at its fair value through profit or loss.

Transaction costs on the purchase and sale of bonds, forwards, CFDs and swaps are included in the purchase and sale price of the investment. During this financial period, they cannot be practically or reliably gathered as they are embedded in the cost of the investment and cannot be separately verified or disclosed. Transaction costs on purchases and sales of equities, futures and options are disclosed in the Statement of Comprehensive Income on pages 24 to 31.

**n) Due to/from Redeemable Participating Shareholders**

Amounts due to or from Redeemable Participating Shareholders represent redemptions or subscriptions where the shares have been redeemed or subscribed by the Redeemable Participating Shareholder, but as at Statement of Financial Position date the cash has not been paid.

**o) Receivable/Payable for Sale/Purchase of Securities**

Amounts Receivable or Payable for securities represent sales or purchases where the proceeds or payments have not been received or paid as at Statement of Financial Position date. Non base currency transactions are converted at the prevailing rate on a daily basis until settlement.

**p) Due from/to Broker**

Due from broker and Due to broker represents interest on the purchases and sales of swaps awaiting settlement.

**q) Fund Asset Cash Balances, Overdrawn Fund Asset Balances**

Fund asset cash balances, including an appropriate equal and opposing liability, are reflected at a Fund level on the Statement of Financial Position. They represent umbrella cash collection account balances attributable to the individual Funds of the Company. These amounts relate to subscription and redemption monies, including dividend money, that are due to an individual Fund, as fund assets, and which are held in an umbrella cash collection account in the name of the Company.

**r) Equalisation**

All Funds operating an income or distributing share class intend to operate income equalisation. Income equalisation prevents the dilution of current shareholders' earnings by applying a portion of the proceeds from Redeemable Participating Shares issued or redeemed to undistributed income. When Redeemable Participating Shares are purchased or redeemed the price may include an element of income. Equalisation is this element of income paid out to shareholders who have purchased or redeemed during this period and it is disclosed in the Statement of Comprehensive Income. In the prior period Equalisation was disclosed in the Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**1. Significant Accounting Policies (continued)**

**s) CFD Interest Expense**

The Funds may incur interest expense and earn dividend income on long CFD positions. Interest is calculated daily based on the value of the open positions. Such interest expense is recognised in the Statement of Comprehensive Income as CFD interest expense.

**t) Other assets**

Other assets on the Statement of Financial Position include dividend receivable, tax reclaimable dividends and preliminary expenses where applicable.

**u) Other income**

Other income on the Statement of Comprehensive Income include interest income on deposits, interest income on cash accounts, interest income on collaterals and interest income on derivative instruments i.e. futures, etc. where applicable.

**2. Financial Instruments at Fair Value Through Profit or Loss**

As at 30 April 2018, the financial assets at fair value through profit or loss comprised the following:

| <b>Strategic Global Bond Fund</b>   | <b>30 April 2018</b> | <b>31 October 2017</b> |
|---|----------------------|------------------------|
|   | <b>USD</b>           | <b>USD</b>             |
| <b>Financial assets - held for trading</b>  |                      |                        |
| Debt securities   | 590,405,276          | 564,848,859            |
| Derivatives   | 9,969,844            | 11,861,133             |
| <b>Total held for trading</b>   | <u>600,375,120</u>   | <u>576,709,992</u>     |
| <b>Financial liabilities - held for trading</b>   |                      |                        |
| Derivatives   | (19,754,865)         | (6,529,043)            |
| <b>Total held for trading</b>   | <u>(19,754,865)</u>  | <u>(6,529,043)</u>     |
| <b>Net changes in fair value on financial assets and liabilities through profit or loss</b> |                      |                        |
| - Realised  | 35,363,737           | 36,336,408             |
| - Unrealised  | (25,487,273)         | 6,670,308              |
| <b>Total gain</b>   | <u>9,876,464</u>     | <u>43,006,716</u>      |
| <br>  |                      |                        |
| <b>Investment Grade Global Bond Fund</b>  | <b>30 April 2018</b> | <b>31 October 2017</b> |
|   | <b>USD</b>           | <b>USD</b>             |
| <b>Financial assets - held for trading</b>  |                      |                        |
| Debt securities   | 231,736,790          | 215,840,442            |
| Derivatives   | 2,314,277            | 3,137,542              |
| <b>Total held for trading</b>   | <u>234,051,067</u>   | <u>218,977,984</u>     |
| <b>Financial liabilities - held for trading</b>   |                      |                        |
| Derivatives   | (3,157,943)          | (306,696)              |
| <b>Total held for trading</b>   | <u>(3,157,943)</u>   | <u>(306,696)</u>       |
| <b>Net changes in fair value on financial assets and liabilities through profit or loss</b> |                      |                        |
| - Realised  | 13,785,260           | 10,518,586             |
| - Unrealised  | (14,697,301)         | 5,364,470              |
| <b>Total (loss)/gain</b>  | <u>(912,041)</u>     | <u>15,883,056</u>      |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
for the financial period from 1 November 2017 to 30 April 2018

**Notes to the Financial Statements (continued)**

**2. Financial Instruments at Fair Value Through Profit or Loss (continued)**

| <b>High Yield Global Bond Fund</b>  | <b>30 April 2018</b> | <b>31 October 2017</b> |
|---|----------------------|------------------------|
|   | <b>USD</b>           | <b>USD</b>             |
| <b>Financial assets - held for trading</b>  |                      |                        |
| Debt securities   | 248,818,183          | 370,386,250            |
| Derivatives   | 4,152,892            | 6,651,764              |
| <b>Total held for trading</b>   | <u>252,971,075</u>   | <u>377,038,014</u>     |
| <b>Financial liabilities - held for trading</b>   |                      |                        |
| Derivatives   | (2,287,660)          | (31,735)               |
| <b>Total held for trading</b>   | <u>(2,287,660)</u>   | <u>(31,735)</u>        |
| <b>Net changes in fair value on financial assets and liabilities through profit or loss</b> |                      |                        |
| - Realised  | 21,043,078           | 12,078,828             |
| - Unrealised  | (16,349,819)         | 21,000,376             |
| <b>Total gain</b>   | <u>4,693,259</u>     | <u>33,079,204</u>      |
| <b>Absolute Return Bond Fund</b>  |                      |                        |
|   | <b>30 April 2018</b> | <b>31 October 2017</b> |
|   | <b>GBP</b>           | <b>GBP</b>             |
| <b>Financial assets - held for trading</b>  |                      |                        |
| Debt securities   | 1,853,186,479        | 1,691,359,149          |
| Derivatives   | 18,941,255           | 32,771,736             |
| <b>Total held for trading</b>   | <u>1,872,127,734</u> | <u>1,724,130,885</u>   |
| <b>Financial liabilities - held for trading</b>   |                      |                        |
| Derivatives   | (31,347,086)         | (35,502,377)           |
| <b>Total held for trading</b>   | <u>(31,347,086)</u>  | <u>(35,502,377)</u>    |
| <b>Net changes in fair value on financial assets and liabilities through profit or loss</b> |                      |                        |
| - Realised  | 12,123,246           | (133,948)              |
| - Unrealised  | (19,248,831)         | (2,019,124)            |
| <b>Total loss</b>   | <u>(7,125,585)</u>   | <u>(2,153,072)</u>     |
| <b>Global Equity Income Fund</b>  |                      |                        |
|   | <b>30 April 2018</b> | <b>31 October 2017</b> |
|   | <b>USD</b>           | <b>USD</b>             |
| <b>Financial assets - held for trading</b>  |                      |                        |
| Equity securities   | 579,392,846          | 562,121,591            |
| Derivatives   | 78,638               | -                      |
| <b>Total held for trading</b>   | <u>579,471,484</u>   | <u>562,121,591</u>     |
| <b>Financial liabilities - held for trading</b>   |                      |                        |
| Derivatives   | (616,626)            | (449,587)              |
| <b>Total held for trading</b>   | <u>(616,626)</u>     | <u>(449,587)</u>       |
| <b>Net changes in fair value on financial assets and liabilities through profit or loss</b> |                      |                        |
| - Realised  | 19,252,861           | 32,804,341             |
| - Unrealised  | (903,882)            | 60,656,408             |
| <b>Total gain</b>   | <u>18,348,979</u>    | <u>93,460,749</u>      |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 2. Financial Instruments at Fair Value Through Profit or Loss (continued)

| Active Long Dated Bond Fund   | 30 April 2018<br>GBP         | 31 October 2017<br>GBP         |
|---|------------------------------|--------------------------------|
| <b>Financial assets - held for trading</b>  |                              |                                |
| Debt securities   | 87,962,940                   | 96,022,230                     |
| Derivatives   | -                            | 2,535                          |
| <b>Total held for trading</b>   | <b>87,962,940</b>            | <b>96,024,765</b>              |
| <b>Financial liabilities - held for trading</b>   |                              |                                |
| Derivatives   | (53,123)                     | -                              |
| <b>Total held for trading</b>   | <b>(53,123)</b>              | <b>-</b>                       |
| <b>Net changes in fair value on financial assets and liabilities through profit or loss</b> |                              |                                |
| - Realised  | 320,669                      | 7,577,394                      |
| - Unrealised  | (2,130,134)                  | (6,770,850)                    |
| <b>Total (loss)/gain</b>  | <b>(1,809,465)</b>           | <b>806,544</b>                 |
| <b>Equity Market Neutral Plus Fund<sup>^</sup></b>  | <b>30 April 2018<br/>GBP</b> | <b>31 October 2017<br/>GBP</b> |
| <b>Financial assets - held for trading</b>  |                              |                                |
| Certificates of deposit   | -                            | 1,998,982                      |
| Debt securities   | -                            | 6,499,956                      |
| Equity securities   | -                            | 1,009,746                      |
| Derivatives   | -                            | 854,664                        |
| <b>Total held for trading</b>   | <b>-</b>                     | <b>10,363,348</b>              |
| <b>Financial liabilities - held for trading</b>   |                              |                                |
| Derivatives   | -                            | (731,502)                      |
| <b>Total held for trading</b>   | <b>-</b>                     | <b>(731,502)</b>               |
| <b>Net changes in fair value on financial assets and liabilities through profit or loss</b> |                              |                                |
| - Realised  | (270,259)                    | (4,600,172)                    |
| - Unrealised  | (372,908)                    | 578,904                        |
| <b>Total loss</b>   | <b>(643,167)</b>             | <b>(4,021,268)</b>             |
| <b>Equity Market Neutral Fund</b>   | <b>30 April 2018<br/>GBP</b> | <b>31 October 2017<br/>GBP</b> |
| <b>Financial assets - held for trading</b>  |                              |                                |
| Certificates of deposit   | -                            | 15,995,926                     |
| Debt securities   | 2,997,587                    | 26,289,394                     |
| Equity securities   | 1,053,622                    | 1,684,164                      |
| Derivatives   | 727,540                      | 1,668,764                      |
| <b>Total held for trading</b>   | <b>4,778,749</b>             | <b>45,638,248</b>              |
| <b>Financial liabilities - held for trading</b>   |                              |                                |
| Derivatives   | (817,853)                    | (2,110,907)                    |
| <b>Total held for trading</b>   | <b>(817,853)</b>             | <b>(2,110,907)</b>             |
| <b>Net changes in fair value on financial assets and liabilities through profit or loss</b> |                              |                                |
| - Realised  | (5,237,500)                  | (7,185,861)                    |
| - Unrealised  | 371,043                      | (1,368,673)                    |
| <b>Total loss</b>   | <b>(4,866,457)</b>           | <b>(8,554,534)</b>             |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 2. Financial Instruments at Fair Value Through Profit or Loss (continued)

| Absolute Return Bond Global Fund  | 30 April 2018<br>GBP         | 31 October 2017<br>GBP         |
|---|------------------------------|--------------------------------|
| <b>Financial assets - held for trading</b>  |                              |                                |
| Debt securities   | 110,951,980                  | 122,997,293                    |
| Derivatives   | 1,507,430                    | 1,720,228                      |
| <b>Total held for trading</b>   | <b>112,459,410</b>           | <b>124,717,521</b>             |
| <b>Financial liabilities - held for trading</b>   |                              |                                |
| Derivatives   | (2,939,237)                  | (1,699,961)                    |
| <b>Total held for trading</b>   | <b>(2,939,237)</b>           | <b>(1,699,961)</b>             |
| <b>Net changes in fair value on financial assets and liabilities through profit or loss</b> |                              |                                |
| - Realised  | 1,187,534                    | 1,766,648                      |
| - Unrealised  | (2,178,678)                  | (1,684,329)                    |
| <b>Total (loss)/gain</b>  | <b>(991,144)</b>             | <b>82,319</b>                  |
| <b>Absolute Return Bond Constrained Fund</b>  | <b>30 April 2018<br/>EUR</b> | <b>31 October 2017<br/>EUR</b> |
| <b>Financial assets - held for trading</b>  |                              |                                |
| Debt securities   | 75,119,886                   | 76,002,451                     |
| Derivatives   | 198,617                      | 137,534                        |
| <b>Total held for trading</b>   | <b>75,318,503</b>            | <b>76,139,985</b>              |
| <b>Financial liabilities - held for trading</b>   |                              |                                |
| Derivatives   | (1,052,202)                  | (1,534,906)                    |
| <b>Total held for trading</b>   | <b>(1,052,202)</b>           | <b>(1,534,906)</b>             |
| <b>Net changes in fair value on financial assets and liabilities through profit or loss</b> |                              |                                |
| - Realised  | (1,335,354)                  | (269,977)                      |
| - Unrealised  | 1,013,469                    | (182,584)                      |
| <b>Total loss</b>   | <b>(321,885)</b>             | <b>(452,561)</b>               |
| <b>Emerging Market Bond Opportunities Fund</b>  | <b>30 April 2018<br/>USD</b> | <b>31 October 2017<br/>USD</b> |
| <b>Financial assets - held for trading</b>  |                              |                                |
| Debt securities   | 98,204,498                   | 99,914,066                     |
| Derivatives   | 13                           | 358                            |
| <b>Total held for trading</b>   | <b>98,204,511</b>            | <b>99,914,424</b>              |
| <b>Financial liabilities - held for trading</b>   |                              |                                |
| Derivatives   | (1,428)                      | -                              |
| <b>Total held for trading</b>   | <b>(1,428)</b>               | <b>-</b>                       |
| <b>Net changes in fair value on financial assets and liabilities through profit or loss</b> |                              |                                |
| - Realised  | 2,136,320                    | 976,569                        |
| - Unrealised  | (5,267,995)                  | (83,388)                       |
| <b>Total (loss)/gain</b>  | <b>(3,131,675)</b>           | <b>893,181</b>                 |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 2. Financial Instruments at Fair Value Through Profit or Loss (continued)

| <b>Global Diversified Income Fund</b>   | <b>30 April 2018</b> | <b>31 October 2017</b> |
|---|----------------------|------------------------|
|   | <b>EUR</b>           | <b>EUR</b>             |
| <b>Financial assets - held for trading</b>  |                      |                        |
| Debt securities   | 58,206,927           | 53,529,332             |
| Equity securities   | 96,732,072           | 91,667,165             |
| Derivatives   | 526,076              | 544,429                |
| <b>Total held for trading</b>   | <b>155,465,075</b>   | <b>145,740,926</b>     |
| <b>Financial liabilities - held for trading</b>   |                      |                        |
| Derivatives   | (2,579,955)          | (1,654,996)            |
| <b>Total held for trading</b>   | <b>(2,579,955)</b>   | <b>(1,654,996)</b>     |
| <b>Net changes in fair value on financial assets and liabilities through profit or loss</b> |                      |                        |
| - Realised  | 1,722,291            | 4,630,631              |
| - Unrealised  | (5,005,892)          | 1,954,862              |
| <b>Total (loss)/gain</b>  | <b>(3,283,601)</b>   | <b>6,585,493</b>       |
| <b>Global Sustainable Equity Fund</b>   | <b>30 April 2018</b> | <b>31 October 2017</b> |
|   | <b>EUR</b>           | <b>EUR</b>             |
| <b>Financial assets - held for trading</b>  |                      |                        |
| Equity securities   | 71,984,097           | 62,976,304             |
| <b>Total held for trading</b>   | <b>71,984,097</b>    | <b>62,976,304</b>      |
| <b>Net changes in fair value on financial assets and liabilities through profit or loss</b> |                      |                        |
| - Realised  | 3,911,589            | 2,328,148              |
| - Unrealised  | (6,034,144)          | 11,098,581             |
| <b>Total (loss)/gain</b>  | <b>(2,122,555)</b>   | <b>13,426,729</b>      |
| <b>Global Diversified Growth Fund</b>   | <b>30 April 2018</b> | <b>31 October 2017</b> |
|   | <b>EUR</b>           | <b>EUR</b>             |
| <b>Financial assets - held for trading</b>  |                      |                        |
| Debt securities   | 11,692,748           | 11,427,704             |
| Equity securities   | 43,618,607           | 42,998,005             |
| Derivatives   | 1,151,652            | 537,332                |
| <b>Total held for trading</b>   | <b>56,463,007</b>    | <b>54,963,041</b>      |
| <b>Financial liabilities - held for trading</b>   |                      |                        |
| Derivatives   | (1,181,249)          | (1,087,828)            |
| <b>Total held for trading</b>   | <b>(1,181,249)</b>   | <b>(1,087,828)</b>     |
| <b>Net changes in fair value on financial assets and liabilities through profit or loss</b> |                      |                        |
| - Realised  | 1,253,119            | 2,563,621              |
| - Unrealised  | (1,495,299)          | 2,168,153              |
| <b>Total (loss)/gain</b>  | <b>(242,180)</b>     | <b>4,731,774</b>       |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**2. Financial Instruments at Fair Value Through Profit or Loss (continued)**

| <b>Global Equity Market Neutral Fund</b>  | <b>30 April 2018</b> | <b>31 October 2017</b> |
|---|----------------------|------------------------|
|   | <b>GBP</b>           | <b>GBP</b>             |
| <b>Financial assets - held for trading</b>  |                      |                        |
| Certificates of deposit   | -                    | 1,997,963              |
| Equity securities   | 42,199,351           | 30,557,871             |
| Derivatives   | 711,489              | 558,479                |
| <b>Total held for trading</b>   | <b>42,910,840</b>    | <b>33,114,313</b>      |
| <b>Financial liabilities - held for trading</b>   |                      |                        |
| Derivatives   | (1,388,761)          | (597,965)              |
| <b>Total held for trading</b>   | <b>(1,388,761)</b>   | <b>(597,965)</b>       |
| <b>Net changes in fair value on financial assets and liabilities through profit or loss</b> |                      |                        |
| - Realised  | 854,035              | 4,428,779              |
| - Unrealised  | (1,071,617)          | 846,897                |
| <b>Total (loss)/gain</b>  | <b>(217,582)</b>     | <b>5,275,676</b>       |
| <b>Short Dated High Yield Global Bond Fund*</b>   |                      |                        |
|   | <b>30 April 2018</b> | <b>31 October 2017</b> |
|   | <b>USD</b>           | <b>USD</b>             |
| <b>Financial assets - held for trading</b>  |                      |                        |
| Debt securities   | 157,114,105          | 88,634,364             |
| Derivatives   | 1,518,115            | 1,208,344              |
| <b>Total held for trading</b>   | <b>158,632,220</b>   | <b>89,842,708</b>      |
| <b>Financial liabilities - held for trading</b>   |                      |                        |
| Derivatives   | (1,902,158)          | (376)                  |
| <b>Total held for trading</b>   | <b>(1,902,158)</b>   | <b>(376)</b>           |
| <b>Net changes in fair value on financial assets and liabilities through profit or loss</b> |                      |                        |
| - Realised  | 4,728,279            | (180,889)              |
| - Unrealised  | (4,780,010)          | 2,069,374              |
| <b>Total (loss)/gain</b>  | <b>(51,731)</b>      | <b>1,888,485</b>       |

\* The comparative period under review for the Kames Short Dated High Yield Global Bond Fund is from launch date 14 June 2017 to financial period ended 30 April 2018.

^The comparative period under review for the Kames Equity Market Neutral Plus Fund is from 1 November 2017 to its closure date 2 February 2018.

**3. Fair Value Estimation**

The Company under FRS 102 is required to classify fair value measurements for Funds using a fair value hierarchy that reflects the significance of the inputs used in making the measurements.

In March 2016 amendments were made to paragraphs 34.22 and 34.42 of FRS 102, revising the fair value hierarchy disclosure requirements. An entity shall apply these amendments for accounting periods beginning on or after 1 January 2017. Early application is permitted. The Company has early adopted the amendments to FRS 102.

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 3. Fair Value Estimation (continued)

FRS 102 requires the Funds to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1 - The unadjusted quoted price in an active market for identical assets or liabilities that the entity can access at the measurement date.
- Level 2 - Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.
- Level 3 - Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement and consideration of factors specific to the asset or liability.

The following tables present the fair value hierarchy of each Fund's financial assets and liabilities measured at 30 April 2018 and 31 October 2017:

| <b>Strategic Global Bond Fund</b>      | <b>Level 1</b>     | <b>Level 2</b>     | <b>Level 3</b> |
|--|--------------------|--------------------|----------------|
| <b>30 April 2018</b>                   |                    |                    |                |
| <b>Financial Assets at Fair Value</b>  | <b>USD</b>         | <b>USD</b>         | <b>USD</b>     |
| <b>Through Profit or Loss Held for</b> |                    |                    |                |
| <b>Trading</b>                         |                    |                    |                |
| Asset Backed Securities                | -                  | 23,977,049         | -              |
| Bond Futures                           | 1,091,438          | -                  | -              |
| Corporate Bonds                        | -                  | 325,372,909        | -              |
| Floating Rate Notes                    | -                  | 3,312,176          | -              |
| Government Bonds                       | 237,743,142        | -                  | -              |
| Forwards                               | -                  | 8,714,007          | -              |
| Credit Default Swaps*                  | -                  | 164,399            | -              |
| <b>Total Assets</b>                    | <b>238,834,580</b> | <b>361,540,540</b> | <b>-</b>       |

|  |                    |                     |          |
|--|--------------------|---------------------|----------|
| <b>Financial Liabilities at Fair Value</b> |                    |                     |          |
| <b>Through Profit or Loss Held for</b>     |                    |                     |          |
| <b>Trading</b>                             |                    |                     |          |
| Bond Futures                               | (3,002,120)        | -                   | -        |
| Forwards                                   | -                  | (6,510,865)         | -        |
| Credit Default Swaps*                      | -                  | (10,241,880)        | -        |
| <b>Total Liabilities</b>                   | <b>(3,002,120)</b> | <b>(16,752,745)</b> | <b>-</b> |

|  | <b>Level 1</b>     | <b>Level 2</b>     | <b>Level 3</b> |
|--|--------------------|--------------------|----------------|
| <b>31 October 2017</b>                 |                    |                    |                |
| <b>Financial Assets at Fair Value</b>  | <b>USD</b>         | <b>USD</b>         | <b>USD</b>     |
| <b>Through Profit or Loss Held for</b> |                    |                    |                |
| <b>Trading</b>                         |                    |                    |                |
| Asset Backed Securities                | -                  | 36,046,400         | -              |
| Bond Futures                           | 2,196,320          | -                  | -              |
| Corporate Bonds                        | -                  | 351,718,513        | -              |
| Floating Rate Notes                    | -                  | 36,916,057         | -              |
| Government Bonds                       | 140,167,889        | -                  | -              |
| Forwards                               | -                  | 8,154,914          | -              |
| Credit Default Swaps*                  | -                  | 1,509,899          | -              |
| <b>Total Assets</b>                    | <b>142,364,209</b> | <b>434,345,783</b> | <b>-</b>       |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## 3. Fair Value Estimation (continued)

|  | Level 1          | Level 2            | Level 3    |
|--|------------------|--------------------|------------|
| <b>31 October 2017 (continued)</b>   |                  |                    |            |
| <b>Financial Liabilities at Fair Value Through Profit or Loss Held for Trading</b> | <b>USD</b>       | <b>USD</b>         | <b>USD</b> |
| Bond Futures   | (453,388)        | -                  | -          |
| Forwards   | -                | (407,589)          | -          |
| Credit Default Swaps*  | -                | (5,668,066)        | -          |
| <b>Total Liabilities</b>   | <b>(453,388)</b> | <b>(6,075,655)</b> | -          |

\* Swaps were valued using market observable interest rates, observable underlying instruments/indices, and credit spreads from the market.

|   | Level 1    | Level 2            | Level 3    |
|---|------------|--------------------|------------|
| <b>Investment Grade Global Bond Fund</b>                                      |            |                    |            |
| <b>30 April 2018</b>  |            |                    |            |
| <b>Financial Assets at Fair Value Through Profit or Loss Held for Trading</b> | <b>USD</b> | <b>USD</b>         | <b>USD</b> |
| Asset Backed Securities   | -          | 3,367,820          | -          |
| Corporate Bonds   | -          | 228,368,970        | -          |
| Forwards  | -          | 2,314,277          | -          |
| <b>Total Assets</b>   | <b>-</b>   | <b>234,051,067</b> | <b>-</b>   |

| <b>Financial Liabilities at Fair Value Through Profit or Loss Held for Trading</b> |                  |                    |          |
|--|------------------|--------------------|----------|
| Bond Futures   | (333,059)        | -                  | -        |
| Forwards   | -                | (2,824,884)        | -        |
| <b>Total Liabilities</b>   | <b>(333,059)</b> | <b>(2,824,884)</b> | <b>-</b> |

|   | Level 1    | Level 2            | Level 3    |
|---|------------|--------------------|------------|
| <b>31 October 2017</b>  |            |                    |            |
| <b>Financial Assets at Fair Value Through Profit or Loss Held for Trading</b> | <b>USD</b> | <b>USD</b>         | <b>USD</b> |
| Asset Backed Securities   | -          | 2,945,618          | -          |
| Corporate Bonds   | -          | 206,840,062        | -          |
| Floating Rate Notes   | -          | 6,054,762          | -          |
| Forwards  | -          | 3,137,542          | -          |
| <b>Total Assets</b>   | <b>-</b>   | <b>218,977,984</b> | <b>-</b>   |

| <b>Financial Liabilities at Fair Value Through Profit or Loss Held for Trading</b> |                  |                 |          |
|--|------------------|-----------------|----------|
| Bond Futures   | (251,244)        | -               | -        |
| Forwards   | -                | (55,452)        | -        |
| <b>Total Liabilities</b>   | <b>(251,244)</b> | <b>(55,452)</b> | <b>-</b> |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**3. Fair Value Estimation (continued)**

| <b>High Yield Global Bond Fund</b>  | <b>Level 1</b> | <b>Level 2</b>     | <b>Level 3</b> |
|---|----------------|--------------------|----------------|
| <b>30 April 2018</b>  |                |                    |                |
| <b>Financial Assets at Fair Value Through Profit or Loss Held for Trading</b> | <b>USD</b>     | <b>USD</b>         | <b>USD</b>     |
| Asset Backed Securities   | -              | 1,542,223          | -              |
| Corporate Bonds   | -              | 247,275,960        | -              |
| Forwards  | -              | 4,152,892          | -              |
| <b>Total Assets</b>   | <b>-</b>       | <b>252,971,075</b> | <b>-</b>       |

|  |          |                    |          |
|--|----------|--------------------|----------|
| <b>Financial Liabilities at Fair Value Through Profit or Loss Held for Trading</b> |          |                    |          |
| Forwards   | -        | (2,287,660)        | -        |
| <b>Total Liabilities</b>   | <b>-</b> | <b>(2,287,660)</b> | <b>-</b> |

| <b>31 October 2017</b>  | <b>Level 1</b> | <b>Level 2</b>     | <b>Level 3</b> |
|---|----------------|--------------------|----------------|
| <b>Financial Assets at Fair Value Through Profit or Loss Held for Trading</b> | <b>USD</b>     | <b>USD</b>         | <b>USD</b>     |
| Asset Backed Securities   | -              | 6,215,107          | -              |
| Bond Futures  | 236,641        | -                  | -              |
| Corporate Bonds   | -              | 363,935,010        | -              |
| Floating Rate Notes   | -              | 236,133            | -              |
| Forwards  | -              | 5,155,547          | -              |
| Credit Default Swaps*   | -              | 1,259,576          | -              |
| <b>Total Assets</b>   | <b>236,641</b> | <b>376,801,373</b> | <b>-</b>       |

|  |          |                 |          |
|--|----------|-----------------|----------|
| <b>Financial Liabilities at Fair Value Through Profit or Loss Held for Trading</b> |          |                 |          |
| Forwards   | -        | (31,735)        | -        |
| <b>Total Liabilities</b>   | <b>-</b> | <b>(31,735)</b> | <b>-</b> |

\*Swaps were valued using market observable interest rates, observable underlying instruments/indices, and credit spreads from the market.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**3. Fair Value Estimation (continued)**

| <b>Absolute Return Bond Fund</b>   | <b>Level 1</b>     | <b>Level 2</b>       | <b>Level 3</b> |
|--|--------------------|----------------------|----------------|
| <b>30 April 2018</b>   |                    |                      |                |
| <b>Financial Assets at Fair Value Through Profit or Loss Held for Trading</b>      | <b>USD</b>         | <b>USD</b>           | <b>USD</b>     |
| Asset Backed Securities  | -                  | 86,506,002           | -              |
| Bond Futures   | 3,908,210          | -                    | -              |
| Corporate Bonds  | -                  | 1,574,533,816        | -              |
| Floating Rate Notes  | -                  | 27,649,036           | -              |
| Government Bonds   | 164,497,625        | -                    | -              |
| Forwards   | -                  | 2,690,488            | -              |
| Credit Default Swaps*  | -                  | 10,730,626           | -              |
| Inflation Rate Swaps*  | -                  | 1,567,598            | -              |
| Interest Rate Swaps*   | -                  | 44,333               | -              |
| <b>Total Assets</b>  | <b>168,405,835</b> | <b>1,703,721,899</b> | <b>-</b>       |
| <b>Financial Liabilities at Fair Value Through Profit or Loss Held for Trading</b> |                    |                      |                |
| Bond Futures   | (3,829,646)        | -                    | -              |
| Forwards   | -                  | (4,492,116)          | -              |
| Credit Default Swaps*  | -                  | (22,892,577)         | -              |
| Inflation Rate Swaps*  | -                  | (132,747)            | -              |
| <b>Total Liabilities</b>   | <b>(3,829,646)</b> | <b>(27,517,440)</b>  | <b>-</b>       |
| <b>31 October 2017</b>   |                    |                      |                |
| <b>Financial Assets at Fair Value Through Profit or Loss Held for Trading</b>      |                    |                      |                |
|  | <b>Level 1</b>     | <b>Level 2</b>       | <b>Level 3</b> |
|  | <b>GBP</b>         | <b>GBP</b>           | <b>GBP</b>     |
| Asset Backed Securities  | -                  | 63,279,660           | -              |
| Bond Futures   | 3,437,344          | -                    | -              |
| Corporate Bonds  | -                  | 1,538,526,816        | -              |
| Floating Rate Notes  | -                  | 46,678,292           | -              |
| Government Bonds   | 42,874,381         | -                    | -              |
| Forwards   | -                  | 3,780,626            | -              |
| Credit Default Swaps*  | -                  | 25,553,766           | -              |
| <b>Total Assets</b>  | <b>46,311,725</b>  | <b>1,677,819,160</b> | <b>-</b>       |
| <b>Financial Liabilities at Fair Value Through Profit or Loss Held for Trading</b> |                    |                      |                |
| Bond Futures   | (2,722,637)        | -                    | -              |
| Forwards   | -                  | (2,691,586)          | -              |
| Credit Default Swaps*  | -                  | (29,211,886)         | -              |
| Interest Rate Swaps*   | -                  | (654,623)            | -              |
| Inflation Rate Swaps*  | -                  | (221,645)            | -              |
| <b>Total Liabilities</b>   | <b>(2,722,637)</b> | <b>(32,779,740)</b>  | <b>-</b>       |

\*Swaps were valued using market observable interest rates, observable underlying instruments/indices, and credit spreads from the market.

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 3. Fair Value Estimation (continued)

| <b>Global Equity Income Fund</b>       | <b>Level 1</b>     | <b>Level 2</b> | <b>Level 3</b> |
|--|--------------------|----------------|----------------|
| <b>30 April 2018</b>                   |                    |                |                |
| <b>Financial Assets at Fair Value</b>  | <b>USD</b>         | <b>USD</b>     | <b>USD</b>     |
| <b>Through Profit or Loss Held for</b> |                    |                |                |
| <b>Trading</b>                         |                    |                |                |
| Equities                               | 532,717,300        | -              | -              |
| Equities - UK Large Cap                | 31,678,234         | -              | -              |
| Equities - UK Small Cap                | 6,619,536          | -              | -              |
| REIT* - UK Small Cap                   | 8,377,776          | -              | -              |
| Forwards                               | -                  | 78,638         | -              |
| <b>Total Assets</b>                    | <b>579,392,846</b> | <b>78,638</b>  | <b>-</b>       |

#### **Financial Liabilities at Fair Value Through Profit or Loss Held for Trading**

|                          |          |                  |          |
|--------------------------|----------|------------------|----------|
| Forwards                 | -        | (616,626)        | -        |
| <b>Total Liabilities</b> | <b>-</b> | <b>(616,626)</b> | <b>-</b> |

|  | <b>Level 1</b>     | <b>Level 2</b> | <b>Level 3</b> |
|--|--------------------|----------------|----------------|
| <b>31 October 2017</b>                 |                    |                |                |
| <b>Financial Assets at Fair Value</b>  | <b>USD</b>         | <b>USD</b>     | <b>USD</b>     |
| <b>Through Profit or Loss Held for</b> |                    |                |                |
| <b>Trading</b>                         |                    |                |                |
| Equities                               | 519,024,029        | -              | -              |
| Equities - UK Large Cap                | 32,465,824         | -              | -              |
| Equities - UK Small Cap                | 6,447,354          | -              | -              |
| REIT* - UK Small Cap                   | 4,184,384          | -              | -              |
| <b>Total Assets</b>                    | <b>562,121,591</b> | <b>-</b>       | <b>-</b>       |

#### **Financial Liabilities at Fair Value Through Profit or Loss Held for Trading**

|                          |          |                  |          |
|--------------------------|----------|------------------|----------|
| Forwards                 | -        | (449,587)        | -        |
| <b>Total Liabilities</b> | <b>-</b> | <b>(449,587)</b> | <b>-</b> |

\* Real Estate Investment Trust ("REIT")

| <b>Active Long Dated Bond Fund</b>     | <b>Level 1</b>    | <b>Level 2</b>    | <b>Level 3</b> |
|--|-------------------|-------------------|----------------|
| <b>30 April 2018</b>                   |                   |                   |                |
| <b>Financial Assets at Fair Value</b>  | <b>GBP</b>        | <b>GBP</b>        | <b>GBP</b>     |
| <b>Through Profit or Loss Held for</b> |                   |                   |                |
| <b>Trading</b>                         |                   |                   |                |
| Asset Backed Securities                | -                 | 9,540,083         | -              |
| Corporate Bonds                        | -                 | 64,982,187        | -              |
| Government Bonds                       | 12,754,800        | -                 | -              |
| UK Index Linked Bonds                  | -                 | 685,870           | -              |
| <b>Total Assets</b>                    | <b>12,754,800</b> | <b>75,208,140</b> | <b>-</b>       |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 3. Fair Value Estimation (continued)

| Active Long Dated Bond Fund<br>(continued)<br>30 April 2018 (continued)<br>Financial Liabilities at Fair Value<br>Through Profit or Loss Held for<br>Trading | Level 1<br>GBP | Level 2<br>GBP  | Level 3<br>GBP |
|--|----------------|-----------------|----------------|
| Forwards   | -              | (53,123)        | -              |
| <b>Total Liabilities</b>   | <b>-</b>       | <b>(53,123)</b> | <b>-</b>       |

| 31 October 2017<br>Financial Assets at Fair Value<br>Through Profit or Loss Held for<br>Trading | Level 1<br>GBP    | Level 2<br>GBP    | Level 3<br>GBP |
|---|-------------------|-------------------|----------------|
| Asset Backed Securities   | -                 | 10,214,014        | -              |
| Corporate Bonds   | -                 | 69,782,270        | -              |
| Government Bonds  | 15,323,331        | -                 | -              |
| UK Index Linked Bonds   | -                 | 702,615           | -              |
| Forwards  | -                 | 2,535             | -              |
| <b>Total Assets</b>   | <b>15,323,331</b> | <b>80,701,434</b> | <b>-</b>       |

| Equity Market Neutral Plus Fund<br>31 October 2017<br>Financial Assets at Fair Value<br>Through Profit or Loss Held for<br>Trading | Level 1<br>GBP   | Level 2<br>GBP   | Level 3<br>GBP |
|--|------------------|------------------|----------------|
| Certificates of Deposits   | -                | 1,998,982        | -              |
| Equities   | 396,529          | -                | -              |
| Equities - UK Small Cap  | 613,217          | -                | -              |
| Zero Coupon Bonds  | -                | 6,499,956        | -              |
| Forwards   | -                | 1,013            | -              |
| Contracts for Difference   | -                | 853,651          | -              |
| <b>Total Assets</b>  | <b>1,009,746</b> | <b>9,353,602</b> | <b>-</b>       |

| Financial Liabilities at Fair Value<br>Through Profit or Loss Held for<br>Trading | Level 1<br>GBP  | Level 2<br>GBP   | Level 3<br>GBP |
|---|-----------------|------------------|----------------|
| Futures   | (12,954)        | -                | -              |
| Forwards  | -               | (94,463)         | -              |
| Contracts for Difference  | -               | (624,085)        | -              |
| <b>Total Liabilities</b>  | <b>(12,954)</b> | <b>(718,548)</b> | <b>-</b>       |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 3. Fair Value Estimation (continued)

| Equity Market Neutral Fund<br>30 April 2018                                  | Level 1          | Level 2          | Level 3 |
|--|------------------|------------------|---------|
| Financial Assets at Fair Value<br>Through Profit or Loss Held for<br>Trading | GBP              | GBP              | GBP     |
| Equities   | 265,131          | -                | -       |
| Equities - UK Small Cap  | 333,033          | -                | -       |
| REIT - UK Large Cap  | 455,458          | -                | -       |
| Zero Coupon Bonds  | -                | 2,997,587        | -       |
| Forwards   | -                | 25,659           | -       |
| Contracts for Difference   | -                | 701,881          | -       |
| <b>Total Assets</b>  | <b>1,053,622</b> | <b>3,725,127</b> | -       |

#### Financial Liabilities at Fair Value Through Profit or Loss Held for Trading

|                          |                  |                  |   |
|--------------------------|------------------|------------------|---|
| Futures                  | (118,650)        | -                | - |
| Forwards                 | -                | (70)             | - |
| Contracts for Difference | -                | (699,133)        | - |
| <b>Total Liabilities</b> | <b>(118,650)</b> | <b>(699,203)</b> | - |

| Equity Market Neutral Fund<br>31 October 2017                                | Level 1          | Level 2           | Level 3 |
|--|------------------|-------------------|---------|
| Financial Assets at Fair Value<br>Through Profit or Loss Held for<br>Trading | GBP              | GBP               | GBP     |
| Certificates of Deposits   | -                | -                 | -       |
| Equities   | -                | 15,995,926        | -       |
| Equities - UK Small Cap  | 744,084          | -                 | -       |
| REIT - UK Large Cap  | 940,080          | -                 | -       |
| Zero Coupon Bonds  | -                | 26,289,394        | -       |
| Forwards   | -                | 38,619            | -       |
| Contracts for Difference   | -                | 1,630,145         | -       |
| <b>Total Assets</b>  | <b>1,684,164</b> | <b>43,954,084</b> | -       |

#### Financial Liabilities at Fair Value Through Profit or Loss Held for Trading

|                          |                 |                    |   |
|--------------------------|-----------------|--------------------|---|
| Futures                  | (33,676)        | -                  | - |
| Forwards                 | -               | (855,797)          | - |
| Contracts for Difference | -               | (1,221,434)        | - |
| <b>Total Liabilities</b> | <b>(33,676)</b> | <b>(2,077,231)</b> | - |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**3. Fair Value Estimation (continued)**

| <b>Absolute Return Bond Global Fund<br/>30 April 2018</b>                             | <b>Level 1</b>    | <b>Level 2</b>    | <b>Level 3</b> |
|---|-------------------|-------------------|----------------|
| <b>Financial Assets at Fair Value<br/>Through Profit or Loss Held for<br/>Trading</b> | <b>GBP</b>        | <b>GBP</b>        | <b>GBP</b>     |
| Asset Backed Securities   | -                 | 5,043,015         | -              |
| Bond Futures  | 172,440           | -                 | -              |
| Corporate Bonds   | -                 | 88,605,254        | -              |
| Floating Rate Notes   | -                 | 4,520,486         | -              |
| Government Bonds  | 12,783,225        | -                 | -              |
| Forwards  | -                 | 312,561           | -              |
| Credit Default Swaps*   | -                 | 555,330           | -              |
| Interest Rate Swaps*  | -                 | 368,279           | -              |
| Inflation Rate Swaps*   | -                 | 98,820            | -              |
| <b>Total Assets</b>   | <b>12,955,665</b> | <b>99,503,745</b> | <b>-</b>       |

**Financial Liabilities at Fair Value  
Through Profit or Loss Held for  
Trading**

|                          |                  |                    |          |
|--------------------------|------------------|--------------------|----------|
| Bond Futures             | (191,779)        | -                  | -        |
| Forwards                 | -                | (511,035)          | -        |
| Credit Default Swaps*    | -                | (1,844,243)        | -        |
| Interest Rate Swaps*     | -                | (382,390)          | -        |
| Inflation Rate Swaps*    | -                | (9,790)            | -        |
| <b>Total Liabilities</b> | <b>(191,779)</b> | <b>(2,747,458)</b> | <b>-</b> |

| <b>Absolute Return Bond Global Fund<br/>31 October 2017</b>                           | <b>Level 1</b>   | <b>Level 2</b>     | <b>Level 3</b> |
|---|------------------|--------------------|----------------|
| <b>Financial Assets at Fair Value<br/>Through Profit or Loss Held for<br/>Trading</b> | <b>GBP</b>       | <b>GBP</b>         | <b>GBP</b>     |
| Asset Backed Securities   | -                | 3,994,099          | -              |
| Bond Futures  | 218,652          | -                  | -              |
| Corporate Bonds   | -                | 109,738,724        | -              |
| Floating Rate Notes   | -                | 5,166,741          | -              |
| Government Bonds  | 4,097,729        | -                  | -              |
| Forwards  | -                | 495,872            | -              |
| Credit Default Swaps*   | -                | 868,914            | -              |
| Interest Rate Swaps*  | -                | 136,790            | -              |
| <b>Total Assets</b>   | <b>4,316,381</b> | <b>120,401,140</b> | <b>-</b>       |

**Financial Liabilities at Fair Value  
Through Profit or Loss Held for  
Trading**

|                          |                  |                    |          |
|--------------------------|------------------|--------------------|----------|
| Bond Futures             | (203,882)        | -                  | -        |
| Forwards                 | -                | (325,953)          | -        |
| Credit Default Swaps*    | -                | (968,822)          | -        |
| Interest Rate Swaps*     | -                | (184,990)          | -        |
| Inflation Rate Swaps*    | -                | (16,314)           | -        |
| <b>Total Liabilities</b> | <b>(203,882)</b> | <b>(1,496,079)</b> | <b>-</b> |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 3. Fair Value Estimation (continued)

| <b>Absolute Return Bond Constrained Fund</b>                                  | <b>Level 1</b>   | <b>Level 2</b>    | <b>Level 3</b> |
|---|------------------|-------------------|----------------|
| <b>30 April 2018</b>  |                  |                   |                |
| <b>Financial Assets at Fair Value Through Profit or Loss Held for Trading</b> | <b>EUR</b>       | <b>EUR</b>        | <b>EUR</b>     |
| Asset Backed Securities   | -                | 1,590,389         | -              |
| Bond Futures  | 119,878          | -                 | -              |
| Corporate Bonds   | -                | 63,628,234        | -              |
| Floating Rate Notes   | -                | 513,141           | -              |
| Government Bonds  | 9,388,122        | -                 | -              |
| Forwards  | -                | 9,203             | -              |
| Interest Rate Swaps*  | -                | 880               | -              |
| Inflation Rate Swaps*   | -                | 68,656            | -              |
| <b>Total Assets</b>   | <b>9,508,000</b> | <b>65,810,503</b> | <b>-</b>       |

| <b>Financial Liabilities at Fair Value Through Profit or Loss Held for Trading</b> |                  |                  |          |
|--|------------------|------------------|----------|
| Bond Futures   | (155,198)        | -                | -        |
| Forwards   | -                | (721,111)        | -        |
| Credit Default Swaps*  | -                | (170,244)        | -        |
| Inflation Rate Swaps*  | -                | (5,649)          | -        |
| <b>Total Liabilities</b>   | <b>(155,198)</b> | <b>(897,004)</b> | <b>-</b> |

| <b>Absolute Return Bond Constrained Fund</b>                                  | <b>Level 1</b>   | <b>Level 2</b>    | <b>Level 3</b> |
|---|------------------|-------------------|----------------|
| <b>31 October 2017</b>  |                  |                   |                |
| <b>Financial Assets at Fair Value Through Profit or Loss Held for Trading</b> | <b>EUR</b>       | <b>EUR</b>        | <b>EUR</b>     |
| Asset Backed Securities   | -                | 1,180,581         | -              |
| Bond Futures  | 107,859          | -                 | -              |
| Corporate Bonds   | -                | 72,397,483        | -              |
| Floating Rate Notes   | -                | 700,758           | -              |
| Government Bonds  | 1,723,629        | -                 | -              |
| Forwards  | -                | 21,260            | -              |
| Credit Default Swaps*   | -                | 8,415             | -              |
| <b>Total Assets</b>   | <b>1,831,488</b> | <b>74,308,497</b> | <b>-</b>       |

| <b>Financial Liabilities at Fair Value Through Profit or Loss Held for Trading</b> |                 |                    |          |
|--|-----------------|--------------------|----------|
| Bond Futures   | (64,566)        | -                  | -        |
| Forwards   | -               | (1,250,079)        | -        |
| Credit Default Swaps*  | -               | (185,752)          | -        |
| Interest Rate Swaps*   | -               | (25,017)           | -        |
| Inflation Rate Swaps*  | -               | (9,492)            | -        |
| <b>Total Liabilities</b>   | <b>(64,566)</b> | <b>(1,470,340)</b> | <b>-</b> |

\*Swaps were valued using market observable interest rates, observable underlying instruments/indices, and credit spreads from the market.

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 3. Fair Value Estimation (continued)

| <b>Emerging Market Bond Opportunities Fund</b>                                | <b>Level 1</b>    | <b>Level 2</b>    | <b>Level 3</b> |
|---|-------------------|-------------------|----------------|
| <b>30 April 2018</b>  |                   |                   |                |
| <b>Financial Assets at Fair Value Through Profit or Loss Held for Trading</b> | <b>USD</b>        | <b>USD</b>        | <b>USD</b>     |
| Asset Backed Securities   | -                 | 6,881,915         | -              |
| Corporate Bonds   | -                 | 54,419,469        | -              |
| Floating Rate Notes   | -                 | 3,956,731         | -              |
| Government Bonds  | 32,946,383        | -                 | -              |
| Forwards  | -                 | 13                | -              |
| <b>Total Assets</b>   | <b>32,946,383</b> | <b>65,258,128</b> | <b>-</b>       |

| <b>Financial Liabilities at Fair Value Through Profit or Loss Held for Trading</b> |          |                |          |
|--|----------|----------------|----------|
| Forwards   | -        | (1,428)        | -        |
| <b>Total Liabilities</b>   | <b>-</b> | <b>(1,428)</b> | <b>-</b> |

| <b>31 October 2017</b>  | <b>Level 1</b>    | <b>Level 2</b>    | <b>Level 3</b> |
|---|-------------------|-------------------|----------------|
| <b>Financial Assets at Fair Value Through Profit or Loss Held for Trading</b> | <b>USD</b>        | <b>USD</b>        | <b>USD</b>     |
| Asset Backed Securities   | -                 | 3,443,462         | -              |
| Corporate Bonds   | -                 | 38,882,738        | -              |
| Government Bonds  | 57,587,866        | -                 | -              |
| Forwards  | -                 | 358               | -              |
| <b>Total Assets</b>   | <b>57,587,866</b> | <b>42,326,558</b> | <b>-</b>       |

| <b>Global Diversified Income Fund</b>   | <b>Level 1</b>     | <b>Level 2</b>    | <b>Level 3</b> |
|---|--------------------|-------------------|----------------|
| <b>30 April 2018</b>  |                    |                   |                |
| <b>Financial Assets at Fair Value Through Profit or Loss Held for Trading</b> | <b>EUR</b>         | <b>EUR</b>        | <b>EUR</b>     |
| Corporate Bonds   | -                  | 45,502,637        | -              |
| Equities  | 44,319,164         | -                 | -              |
| Equities - UK Large Cap   | 19,413,656         | -                 | -              |
| Equities - UK Small Cap   | 10,592,703         | -                 | -              |
| Government Bonds  | 12,704,290         | -                 | -              |
| Investment Funds - Non Bond   | -                  | 984,902           | -              |
| Overseas REIT   | 17,019,722         | -                 | -              |
| REIT - UK Large Cap   | 2,790,494          | -                 | -              |
| REIT - UK Small Cap   | 1,611,431          | -                 | -              |
| Forwards  | -                  | 526,076           | -              |
| <b>Total Assets</b>   | <b>108,451,460</b> | <b>47,013,615</b> | <b>-</b>       |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 3. Fair Value Estimation (continued)

| Global Diversified Income Fund<br>(continued)<br>30 April 2018 (continued)<br>Financial Liabilities at Fair Value<br>Through Profit or Loss Held for<br>Trading | Level 1          | Level 2            | Level 3 |
|---|------------------|--------------------|---------|
| Bond Futures  | (127,003)        | -                  | -       |
| Forwards  | -                | (2,452,952)        | -       |
| <b>Total Liabilities</b>  | <b>(127,003)</b> | <b>(2,452,952)</b> | -       |

|   | Level 1            | Level 2           | Level 3    |
|---|--------------------|-------------------|------------|
| <b>31 October 2017</b>  |                    |                   |            |
| <b>Financial Assets at Fair Value<br/>Through Profit or Loss Held for<br/>Trading</b> | <b>EUR</b>         | <b>EUR</b>        | <b>EUR</b> |
| Asset Backed Securities   | -                  | 390,407           | -          |
| Bond Futures  | 28,728             | -                 | -          |
| Corporate Bonds   | -                  | 43,077,555        | -          |
| Equities  | 35,775,753         | -                 | -          |
| Equities - UK Large Cap   | 17,166,471         | -                 | -          |
| Equities - UK Small Cap   | 16,345,703         | -                 | -          |
| Floating Rate Notes   | -                  | 101,436           | -          |
| Government Bonds  | 9,959,934          | -                 | -          |
| Investment Funds - Non Bond   | -                  | 1,123,393         | -          |
| Overseas REIT   | 17,958,480         | -                 | -          |
| REIT - UK Large Cap   | 2,854,369          | -                 | -          |
| REIT - UK Small Cap   | 442,996            | -                 | -          |
| Forwards  | -                  | 515,701           | -          |
| <b>Total Assets</b>   | <b>100,532,434</b> | <b>45,208,492</b> | -          |

|  | Level 1    | Level 2            | Level 3    |
|--|------------|--------------------|------------|
| <b>31 October 2017</b>   |            |                    |            |
| <b>Financial Liabilities at Fair Value<br/>Through Profit or Loss Held for<br/>Trading</b> | <b>EUR</b> | <b>EUR</b>         | <b>EUR</b> |
| Forwards   | -          | (1,654,996)        | -          |
| <b>Total Liabilities</b>   | -          | <b>(1,654,996)</b> | -          |

| Global Sustainable Equity Fund<br>30 April 2018                                       | Level 1           | Level 2    | Level 3    |
|---|-------------------|------------|------------|
| <b>Financial Assets at Fair Value<br/>Through Profit or Loss Held for<br/>Trading</b> | <b>EUR</b>        | <b>EUR</b> | <b>EUR</b> |
| Equities  | 69,206,063        | -          | -          |
| Equities - UK Large Cap   | 1,995,140         | -          | -          |
| Equities - UK Small Cap   | 782,894           | -          | -          |
| <b>Total Assets</b>   | <b>71,984,097</b> | -          | -          |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 3. Fair Value Estimation (continued)

| <b>Global Sustainable Equity Fund<br/>(continued)<br/>31 October 2017</b>                  | <b>Level 1</b>    | <b>Level 2</b>     | <b>Level 3</b> |
|--|-------------------|--------------------|----------------|
| <b>Financial Assets at Fair Value<br/>Through Profit or Loss Held for<br/>Trading</b>      | <b>EUR</b>        | <b>EUR</b>         | <b>EUR</b>     |
| Equities   | 61,392,326        | -                  | -              |
| Equities - UK Small Cap  | 1,583,978         | -                  | -              |
| <b>Total Assets</b>  | <b>62,976,304</b> | -                  | -              |
| <br>   |                   |                    |                |
| <b>Global Diversified Growth Fund<br/>30 April 2018</b>                                    | <b>Level 1</b>    | <b>Level 2</b>     | <b>Level 3</b> |
| <b>Financial Assets at Fair Value<br/>Through Profit or Loss Held for<br/>Trading</b>      | <b>EUR</b>        | <b>EUR</b>         | <b>EUR</b>     |
| Corporate Bonds  | -                 | 7,601,837          | -              |
| Equities   | 19,705,576        | -                  | -              |
| Equities - UK Large Cap  | 4,678,390         | -                  | -              |
| Equities - UK Small Cap  | 9,592,485         | -                  | -              |
| Floating Rate Notes  | -                 | 330,977            | -              |
| Futures  | 331,275           | -                  | -              |
| Government Bonds   | 3,759,934         | -                  | -              |
| Investment Funds - Bond  | -                 | 2,862,157          | -              |
| Investment Funds - Non Bond  | -                 | 406,391            | -              |
| Options  | -                 | 263,040            | -              |
| Options on Futures   | -                 | 31,701             | -              |
| Overseas REIT  | 5,135,339         | -                  | -              |
| REIT - UK Large Cap  | 620,939           | -                  | -              |
| REIT - UK Small Cap  | 617,330           | -                  | -              |
| Forwards   | -                 | 525,636            | -              |
| <b>Total Assets</b>  | <b>44,441,268</b> | <b>12,021,739</b>  | -              |
| <br>   |                   |                    |                |
| <b>Financial Liabilities at Fair Value<br/>Through Profit or Loss Held for<br/>Trading</b> |                   |                    |                |
| Bond Futures   | (123)             | -                  | -              |
| Forwards   | -                 | (1,181,126)        | -              |
| <b>Total Liabilities</b>   | <b>(123)</b>      | <b>(1,181,126)</b> | -              |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 3. Fair Value Estimation (continued)

| <b>Global Diversified Growth Fund<br/>(continued)</b>                                      | <b>Level 1</b>    | <b>Level 2</b>     | <b>Level 3</b> |
|--|-------------------|--------------------|----------------|
| <b>31 October 2017</b>   |                   |                    |                |
| <b>Financial Assets at Fair Value<br/>Through Profit or Loss Held for<br/>Trading</b>      | <b>EUR</b>        | <b>EUR</b>         | <b>EUR</b>     |
| Corporate Bonds  | -                 | 6,758,184          | -              |
| Equities   | 23,560,193        | -                  | -              |
| Equities - UK Large Cap  | 3,179,047         | -                  | -              |
| Equities - UK Small Cap  | 9,772,390         | -                  | -              |
| Futures  | 159,751           | -                  | -              |
| Government Bonds   | 1,992,640         | -                  | -              |
| Investment Funds - Bond  | -                 | 2,676,880          | -              |
| Investment Funds - Non Bond  | -                 | 501,118            | -              |
| Overseas REIT  | 5,081,068         | -                  | -              |
| REIT - UK Large Cap  | 611,748           | -                  | -              |
| REIT - UK Small Cap  | 292,441           | -                  | -              |
| Forwards   | -                 | 377,581            | -              |
| <b>Total Assets</b>  | <b>44,649,278</b> | <b>10,313,763</b>  | <b>-</b>       |
| <b>Financial Liabilities at Fair Value<br/>Through Profit or Loss Held for<br/>Trading</b> |                   |                    |                |
| Bond Futures   | (36,473)          | -                  | -              |
| Forwards   | -                 | (1,051,355)        | -              |
| <b>Total Liabilities</b>   | <b>(36,473)</b>   | <b>(1,051,355)</b> | <b>-</b>       |
| <b>Global Equity Market Neutral Fund<br/>30 April 2018</b>                                 | <b>Level 1</b>    | <b>Level 2</b>     | <b>Level 3</b> |
| <b>Financial Assets at Fair Value<br/>Through Profit or Loss Held for<br/>Trading</b>      | <b>GBP</b>        | <b>GBP</b>         | <b>GBP</b>     |
| Equities   | 42,199,351        | -                  | -              |
| Forwards   | -                 | 64,144             | -              |
| Contracts for Difference   | -                 | 647,345            | -              |
| <b>Total Assets</b>  | <b>42,199,351</b> | <b>711,489</b>     | <b>-</b>       |
| <b>Financial Liabilities at Fair Value<br/>Through Profit or Loss Held for<br/>Trading</b> |                   |                    |                |
| Forwards   | -                 | (640,637)          | -              |
| Contracts for Difference   | -                 | (748,124)          | -              |
| <b>Total Liabilities</b>   | <b>-</b>          | <b>(1,388,761)</b> | <b>-</b>       |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 3. Fair Value Estimation (continued)

#### Global Equity Market Neutral Fund (continued)

31 October 2017

|  | Level 1           | Level 2          | Level 3 |
|--|-------------------|------------------|---------|
| Financial Assets at Fair Value<br>Through Profit or Loss Held for<br>Trading | GBP               | GBP              | GBP     |
| Certificates of Deposits   | -                 | 1,997,963        | -       |
| Equities   | 30,557,871        | -                | -       |
| Forwards   | -                 | 17,875           | -       |
| Contracts for Difference   | -                 | 540,604          | -       |
| <b>Total Assets</b>  | <b>30,557,871</b> | <b>2,556,442</b> | -       |

#### Financial Liabilities at Fair Value Through Profit or Loss Held for Trading

|                          |   |                  |   |
|--------------------------|---|------------------|---|
| Forwards                 | - | (108,058)        | - |
| Contracts for Difference | - | (489,907)        | - |
| <b>Total Liabilities</b> | - | <b>(597,965)</b> | - |

#### Short Dated High Yield Global Bond Fund

30 April 2018

|  | Level 1 | Level 2            | Level 3 |
|--|---------|--------------------|---------|
| Financial Assets at Fair Value<br>Through Profit or Loss Held for<br>Trading | GBP     | GBP                | GBP     |
| Asset Backed Securities  | -       | 2,881,710          | -       |
| Corporate bonds  | -       | 152,300,663        | -       |
| Floating Rate Notes  | -       | 1,931,732          | -       |
| Forwards   | -       | 1,518,115          | -       |
| <b>Total Assets</b>  | -       | <b>158,632,220</b> | -       |

#### Financial Liabilities at Fair Value Through Profit or Loss Held for Trading

|                          |   |                    |   |
|--------------------------|---|--------------------|---|
| Forwards                 | - | (1,902,158)        | - |
| <b>Total Liabilities</b> | - | <b>(1,902,158)</b> | - |

#### Short Dated High Yield Global Bond Fund

31 October 2017

|  | Level 1 | Level 2           | Level 3 |
|--|---------|-------------------|---------|
| Financial Assets at Fair Value<br>Through Profit or Loss Held for<br>Trading | GBP     | GBP               | GBP     |
| Asset Backed Securities  | -       | 1,208,147         | -       |
| Corporate bonds  | -       | 87,426,217        | -       |
| Forwards   | -       | 1,208,344         | -       |
| <b>Total Assets</b>  | -       | <b>89,842,708</b> | -       |

#### Financial Liabilities at Fair Value Through Profit or Loss Held for Trading

|                          |   |              |   |
|--------------------------|---|--------------|---|
| Forwards                 | - | (376)        | - |
| <b>Total Liabilities</b> | - | <b>(376)</b> | - |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**4. Derivative Contracts and Efficient Portfolio Management**

Typically, derivative contracts serve as components of the Company's investment strategy and are utilised primarily to structure and economically hedge investments to enhance performance and reduce risk to the Company (the Company does not designate any derivatives as hedges for hedge accounting purposes as described under IAS 39).

The Company may also enter into derivative contracts for the purposes of efficient portfolio management. Efficient portfolio management means investment decisions involving transactions that are entered into for one or more of the following specific aims: the reduction of risk; the reduction of cost; or the generation of additional capital or income for the Funds with an appropriate level of risk, taking into account the risk profile of the Funds. Permitted efficient portfolio management transactions are transactions in derivative contracts dealt in or traded on regulated markets operating regularly or over-the-counter arrangements with highly rated financial institutions specializing in this type of transactions.

During the financial period contracts for difference ("CFD"), forward currency contracts, futures, options and swap contracts were entered into for the purpose of efficient portfolio management in order to hedge currency and market exposure and/or for investment purposes. Details of all open transactions and counterparties to these derivative positions at the financial period end are disclosed in the Portfolio of Investments. Please refer to Note 14 for details of exposure obtained through efficient portfolio management techniques and derivative positions and to Note 17 for details of collateral received by the Company to reduce the counterparty exposure. Any gains or losses arising from efficient portfolio management techniques and investments are recognised in the Statement of Comprehensive Income.

The Company did not engage in any efficient portfolio management techniques of repurchase, reverse repurchase and stock lending arrangements.

*Contracts for difference ("CFD")*

CFD involve a contract between two counterparties ("buyer" and "seller") which requires that the seller will pay to the buyer the difference between the current value of an asset and its value at a particular contract time. (If the difference is negative, then the buyer pays instead to the seller.) CFD allow traders to take advantage of prices moving up or prices moving down on underlying financial instruments and are often used to speculate on markets. CFD are typically traded "over-the-counter", which means that they are traded "off-exchange". CFD are traded on margin, and the leveraging effect of this increases the risk significantly. The Company will invest in CFD to gain exposure to equity investments and equity market.

The difference between the initial recognition amount and the market value of the open contract is recorded as unrealised gains or losses in the Statement of Financial Position. Realised gains or losses are recognised on the closing or trade date of the contract and are recorded as investment income in the Statement of Comprehensive Income.

*Forward Currency Contracts*

A forward currency contract involves an obligation to purchase or sell a specific currency at a future date, at a price set at the time the contract is made. Forward currency contracts are valued by reference to a 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 contracts is calculated as the difference between the contract rate and this forward price and is taken to the Statement of Comprehensive Income.

*Futures Contracts*

A futures contract is an agreement between two parties to buy and sell a security, index or currency at a specific price or rate at a future date. Upon entering into a futures contract, the Company is required to deposit with a broker an amount of cash or cash equivalents equal to a certain percentage of the contract amount. This is known as 'initial cash margin'. Subsequent payments ('variation margin') are made or received by the Funds each day, depending upon the daily fluctuation in the value of the contract. The daily changes in contract value are recorded as unrealised gains or losses and the Funds recognise a realised gain or loss when the contract is closed. Unrealised and realised gains and losses on futures contracts are recognised in the Statement of Comprehensive Income.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**4. Derivative Contracts and Efficient Portfolio Management (continued)**

*Options*

There are two forms of options, put and call options. Put options are contracts sold for a premium that gives one party (the buyer) the right, but not the obligation, to sell to the other party (the seller) of the contract, a specific quantity of a particular product or financial instrument at a specified price. Call options are similar contracts sold for a premium that gives the buyer the right, but not the obligation, to buy from the seller of the option. Options may also be cash settled. The daily changes in contract value are recorded as unrealised gains or losses and the Funds recognise a realised gain or loss when the contract is closed. Unrealised and realised gains and losses on option contracts are recognised in the Statement of Comprehensive Income.

*Swaps*

A standard swap is an agreement between two counterparties in which the cash flows from two assets are exchanged as they are received for a fixed time period, with the terms initially set so that the present value of the swap is zero. Interest rate swaps involve the exchange by a Fund with another party of their respective commitments to make or receive interest payments (e.g. an exchange of fixed rate payments for floating rate payments). On each payment date under an interest rate swap, the net payments owed by each party, and only the net amount, is paid by one party to the other.

Currency swaps are agreements between two parties to exchange future payments in one currency for payments in another currency. These agreements are used to transform the currency denomination of assets and liabilities.

Credit default swaps are transactions under which the parties' obligations depend on whether a credit event has occurred in relation to the reference asset. The credit events are specified in the contract and are intended to identify the occurrence of a significant deterioration in the creditworthiness of the reference asset. On settlement, credit default products may be cash settled or involve the physical delivery of an obligation of the reference entity following a default. The buyer in a credit default swap contract is obligated to pay the seller a periodic stream of payments over the term of the contract provided that no event of default on an underlying reference asset has occurred. If a credit event occurs, the seller must pay the buyer the full notional value of the reference asset that may have little or no value.

Inflation-linked swaps are agreements between two parties whereby one party pays a fixed rate on a notional principal amount, while the other party pays a floating rate linked to prevailing inflation measurement indices such as Retail Price Index (RPI).

Unrealised and realised gains and losses on swap contracts are recognised in the Statement of Comprehensive Income. Any swap related income/expenses are recognised as Swap income and Swap expense respectively in the Statement of Comprehensive Income.

**5. Share Capital**

The authorised share capital of the Company is 1,000,000,000,000 shares of no par value initially designated as unclassified shares; the issued share capital of the Company is €2 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 and which are held by Kames Capital Plc and Kames Capital Management Limited. The unclassified shares are available for issue as Redeemable Participating Shares.

*Voting Rights*

Subject to any rights or restrictions for the time being attached to any class or classes of Redeemable Participating Shares, on a show of hands every holder who is present in person or by proxy shall have one vote and the holder(s) of subscriber shares present in person or by proxy shall have one vote in respect of all the subscriber shares in issue and on a poll, every holder present in person or by proxy shall have one vote for every Redeemable Participating Share of which he is the holder and every holder of a subscriber share present in person or by proxy shall have one vote in respect of his holding of subscriber shares. Holders who hold a fraction of a Redeemable Participating Share may not exercise any voting rights, whether on a show of hands or on a poll, in respect of such fraction of a Redeemable Participating Share.

*Redeemable Participating Shares*

The net assets attributable to holders of Redeemable Participating Shares are at all times equal to the Net Asset Value of the Company. The participating shares which comprise the equity capital of the Company are in substance a liability of the Company to shareholders under the terms of FRS 102 as they can be redeemed at the option of the shareholder.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**5. Share Capital (continued)**

Participating shares may be redeemed on each dealing date or such other date or dates as the Board of Directors shall from time to time determine (Valuation Day) at the Net Asset Value per share.

*Equalisation*

The Company will operate grouping for equalisation with respect to Income shares (shares which are entitled to a portion of the Funds ordinary income). Each income class of each Fund will operate its own equalisation account. Shares purchased during a distribution period are called Group 2 Shares. Shares purchased during any previous distribution period are called Group 1 Shares. Group 2 Shares contain in their purchase price an amount called equalisation which represents a proportion of the net income of the Fund that has accrued up to the date of purchase. The amount of equalisation is averaged across all the Shareholders of Group 2 Shares and is refunded to them as part of their first distribution.

The movement in the number of participating shares per share class during the financial period ended 30 April 2018 is as follows:

| <b>As at 30 April 2018</b>               | At beginning of<br>financial period | Issued       | Redeemed       | At end of<br>financial period |
|--|-------------------------------------|--------------|----------------|-------------------------------|
| <b>Strategic Global Bond Fund</b>        |                                     |              |                |                               |
| Class A EUR (Income) Hedged              | 401,495.74                          | 15,370.84    | (67,473.60)    | 349,392.98                    |
| Class A GBP (Income) Hedged              | 172,547.39                          | 28.02        | (16,017.23)    | 156,558.18                    |
| Class B EUR (Income) Hedged              | 2,086,075.67                        | 55,017.94    | (560,408.58)   | 1,580,685.03                  |
| Class B GBP (Income) Hedged              | 1,723,774.14                        | 40,763.85    | (466,992.49)   | 1,297,545.50                  |
| Class B US Dollar (Income)               | 2,391,968.55                        | 65,665.20    | (1,133,297.79) | 1,324,335.96                  |
| Class A CHF (Accumulation) Hedged        | 510,372.10                          | -            | (288,476.32)   | 221,895.78                    |
| Class A EUR (Accumulation) Hedged        | 6,246,238.88                        | 518,456.05   | (1,437,917.78) | 5,326,777.15                  |
| Class A GBP (Accumulation) Hedged        | 320,196.75                          | 10,762.80    | (32,259.29)    | 298,700.26                    |
| Class A US Dollar (Accumulation)         | 1,958,163.11                        | 103,149.33   | (253,287.54)   | 1,808,024.90                  |
| Class B CHF (Accumulation) Hedged        | 1,900.00                            | -            | -              | 1,900.00                      |
| Class B EUR (Accumulation) Hedged        | 3,459,538.64                        | 1,355,213.63 | (1,204,529.74) | 3,610,222.53                  |
| Class B GBP (Accumulation) Hedged        | 367,283.98                          | 45,641.03    | (206,926.62)   | 205,998.39                    |
| Class B SEK (Accumulation) Hedged        | 36,079.00                           | 19,950.00    | (1,584.00)     | 54,445.00                     |
| Class B SGD (Accumulation) Hedged*       | 1,000.00                            | -            | (1,000.00)     | -                             |
| Class B US Dollar (Accumulation)^^^      | -                                   | 17,643.97    | -              | 17,643.97                     |
| Class I EUR (Accumulation) Hedged        | 19,792.00                           | 1,465.00     | (41.00)        | 21,216.00                     |
| Class J JPY (Accumulation) Hedged*       | -                                   | 9,777.00     | -              | 9,777.00                      |
| Class J US Dollar (Accumulation)^^^      | -                                   | 1,600.00     | -              | 1,600.00                      |
| Class L EUR (Accumulation) Hedged        | 1.00                                | -            | -              | 1.00                          |
| Class S US Dollar (Income)               | 7,086,802.29                        | 20,116.17    | (665,522.54)   | 6,441,395.92                  |
| Class S EUR (Income) Hedged              | 94,879.51                           | 1,217,283.00 | (18,865.81)    | 1,293,296.70                  |
| Class S GBP (Income) Hedged              | 6,219,398.29                        | 259,117.19   | (530,382.29)   | 5,948,133.19                  |
| <b>Investment Grade Global Bond Fund</b> |                                     |              |                |                               |
| Class A EUR (Income) Hedged              | 325,441.65                          | 57,318.60    | (25,328.61)    | 357,431.64                    |
| Class A GBP (Income) Hedged              | 984,757.51                          | 63,946.09    | (14,777.72)    | 1,033,925.88                  |
| Class A US Dollar (Income)               | 132,954.56                          | -            | (49,265.53)    | 83,689.03                     |
| Class B EUR (Income) Hedged              | 1,197,972.27                        | 888,576.77   | (1,791,818.86) | 294,730.18                    |
| Class B US Dollar (Income)               | 1,544,827.79                        | 744,283.86   | (439,241.13)   | 1,849,870.52                  |
| Class A EUR (Accumulation) Hedged        | 392,513.17                          | 82,928.05    | (246,818.67)   | 228,622.55                    |
| Class A US Dollar (Accumulation)         | 149,100.22                          | 89,971.95    | (40,958.96)    | 198,113.21                    |
| Class B CHF (Accumulation) Hedged        | 1,200.00                            | -            | -              | 1,200.00                      |
| Class B EUR (Accumulation) Hedged        | 3,394,639.34                        | 307,809.59   | (14,963.83)    | 3,687,485.10                  |
| Class B GBP (Accumulation) Hedged        | 9,438,638.29                        | 570,811.23   | (319,985.28)   | 9,689,464.24                  |
| Class B SEK (Accumulation) Hedged        | 1,480.00                            | -            | -              | 1,480.00                      |
| Class I EUR (Accumulation) Hedged        | 851.00                              | -            | (851.00)       | -                             |
| Class L EUR (Accumulation) Hedged        | 1.00                                | -            | -              | 1.00                          |
| Class S US Dollar (Income)               | 184,770.00                          | 832,381.03   | (62,218.74)    | 954,932.29                    |
| Class S EUR (Income) Hedged              | 72,301.89                           | 357,929.49   | (15,209.25)    | 415,022.13                    |
| Class S GBP (Income) Hedged              | 1,678,617.08                        | 1,786,816.55 | (564,567.36)   | 2,900,866.27                  |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**5. Share Capital (continued)**

| <b>As at 30 April 2018</b>               | At beginning of<br>financial period | Issued        | Redeemed        | At end of<br>financial period |
|--|-------------------------------------|---------------|-----------------|-------------------------------|
| <b>High Yield Global Bond Fund</b>       |                                     |               |                 |                               |
| Class A EUR (Income) Hedged              | 6,063,327.42                        | 356,662.09    | (1,293,327.63)  | 5,126,661.88                  |
| Class A GBP (Income) Hedged              | 1,302,918.54                        | 376,478.14    | (89,473.19)     | 1,589,923.49                  |
| Class A US Dollar (Income)               | 1,465,668.08                        | 38,709.87     | (417,656.16)    | 1,086,721.79                  |
| Class B EUR (Income) Hedged              | 2,573,651.23                        | 403,407.87    | (1,000,436.24)  | 1,976,622.86                  |
| Class B GBP (Income) Hedged              | 8,199,411.46                        | 253,450.30    | (5,410,796.94)  | 3,042,064.82                  |
| Class B US Dollar (Income)               | 5,968,365.07                        | 440,111.82    | (1,882,350.00)  | 4,526,126.89                  |
| Class A CHF (Accumulation) Hedged        | 343,330.22                          | 12,470.00     | (59,933.00)     | 295,867.22                    |
| Class A EUR (Accumulation) Hedged        | 245,894.60                          | 89,114.11     | (39,785.82)     | 295,222.89                    |
| Class A US Dollar (Accumulation)         | 129,193.75                          | 354.94        | (12,659.77)     | 116,888.92                    |
| Class B CHF (Accumulation) Hedged        | 305,433.00                          | 174,770.00    | (157,500.00)    | 322,703.00                    |
| Class B EUR (Accumulation) Hedged        | 3,513,719.64                        | 65,392.46     | (949,376.47)    | 2,629,735.63                  |
| Class B GBP (Accumulation) Hedged        | 681,001.89                          | 30,756.99     | (82,175.95)     | 629,582.93                    |
| Class B SEK (Accumulation) Hedged        | 1,480.00                            | -             | -               | 1,480.00                      |
| Class I EUR (Accumulation) Hedged        | 660.22                              | 7.55          | (630.54)        | 37.23                         |
| Class L EUR (Accumulation) Hedged        | 1.00                                | -             | -               | 1.00                          |
| <b>Absolute Return Bond Fund</b>         |                                     |               |                 |                               |
| Class B GBP (Income)                     | 68,775,392.52                       | 8,508,040.28  | (551,623.95)    | 76,731,808.85                 |
| Class H EUR (Income) Hedged*             | 3,520.00                            | -             | (3,520.00)      | -                             |
| Class A EUR (Accumulation) Hedged*       | 489.98                              | -             | (489.98)        | -                             |
| Class B EUR (Accumulation) Hedged*       | 2,194.00                            | -             | (2,194.00)      | -                             |
| Class B GBP (Accumulation)               | 2,754,073.29                        | 352,471.98    | (1,455,283.86)  | 1,651,261.41                  |
| Class B US Dollar (Accumulation) Hedged* | 291.36                              | -             | (291.36)        | -                             |
| Class C CHF (Accumulation) Hedged        | 63,483.02                           | 13,505.00     | (12,000.00)     | 64,988.02                     |
| Class C EUR (Accumulation) Hedged        | 19,027,492.20                       | 3,110,937.02  | (2,164,200.62)  | 19,974,228.60                 |
| Class C GBP (Accumulation)               | 90,085,837.72                       | 15,174,647.35 | (11,027,549.93) | 94,232,935.14                 |
| Class C SEK (Accumulation) Hedged        | 1,024,185.00                        | -             | (519,182.00)    | 505,003.00                    |
| Class C US Dollar (Accumulation) Hedged  | 379,539.09                          | 126,731.12    | (63,642.26)     | 442,627.95                    |
| Class H CHF (Accumulation) Hedged*       | 1,830.00                            | -             | (1,830.00)      | -                             |
| Class H EUR (Accumulation) Hedged        | 51,546.72                           | 26,236.72     | (72,469.96)     | 5,313.48                      |
| Class H US Dollar (Accumulation) Hedged  | 10,560.00                           | -             | (8,700.00)      | 1,860.00                      |
| <b>Global Equity Income Fund</b>         |                                     |               |                 |                               |
| Class A EUR (Income)                     | 113,736.47                          | 49,276.05     | (1,823.63)      | 161,188.89                    |
| Class B EUR (Income)                     | 42,853.53                           | 10,098.48     | -               | 52,952.01                     |
| Class B GBP (Income)*                    | 42,580.61                           | -             | (42,580.61)     | -                             |
| Class B US Dollar (Income)               | 3,061.46                            | 50,575.11     | (50,575.09)     | 3,061.48                      |
| Class C GBP (Income)                     | 2,879,482.50                        | 4,091.48      | (338,300.79)    | 2,545,273.19                  |
| Class C US Dollar (Income)               | 1,310.66                            | 463.24        | -               | 1,773.90                      |
| Class A EUR (Accumulation)               | 67,147.82                           | 2,956.53      | (7,380.69)      | 62,723.66                     |
| Class A US Dollar (Accumulation)         | 11,619.20                           | 5,066.39      | -               | 16,685.59                     |
| Class B EUR (Accumulation)               | 3,250.48                            | -             | -               | 3,250.48                      |
| Class B EUR (Accumulation) Hedged        | 4,362,321.86                        | -             | -               | 4,362,321.86                  |
| Class B GBP (Accumulation)               | 3,986,470.09                        | 72,414.39     | (30,198.08)     | 4,028,686.40                  |
| Class B US Dollar (Accumulation)         | 20,975,071.52                       | 1,643.64      | -               | 20,976,715.16                 |
| Class C EUR (Accumulation)               | 1,700.00                            | -             | -               | 1,700.00                      |
| Class C GBP (Accumulation)*              | 1,200.00                            | -             | (1,200.00)      | -                             |
| Class C SEK (Accumulation)               | 1,480.00                            | -             | -               | 1,480.00                      |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**5. Share Capital (continued)**

| <b>As at 30 April 2018</b>                   | At beginning of<br>financial period | Issued       | Redeemed       | At end of<br>financial period |
|--|-------------------------------------|--------------|----------------|-------------------------------|
| <b>Active Long Dated Bond Fund</b>           |                                     |              |                |                               |
| Class B GBP (Accumulation)                   | 7,571,367.68                        | 17,861.00    | (534,914.98)   | 7,054,313.70                  |
| <b>Equity Market Neutral Plus Fund^^</b>     |                                     |              |                |                               |
| Class B CHF (Accumulation) Hedged            | 1,820.00                            | -            | (1,820.00)     | -                             |
| Class B EUR (Accumulation) Hedged            | 31,505.74                           | -            | (31,505.74)    | -                             |
| Class B GBP (Accumulation)                   | 452,029.89                          | 519.47       | (452,549.36)   | -                             |
| Class B SEK (Accumulation) Hedged*           | 1,480.00                            | -            | (1,480.00)     | -                             |
| Class B US Dollar (Accumulation) Hedged*     | 89,649.24                           | -            | (89,649.24)    | -                             |
| Class C CHF (Accumulation) Hedged*           | 1,820.00                            | -            | (1,820.00)     | -                             |
| Class C EUR (Accumulation) Hedged            | 1,189,904.40                        | -            | (1,189,904.40) | -                             |
| Class C GBP (Accumulation)                   | 1,351,659.16                        | -            | (1,351,659.16) | -                             |
| Class C SEK (Accumulation) Hedged            | 1,480.00                            | -            | (1,480.00)     | -                             |
| <b>Equity Market Neutral Fund</b>            |                                     |              |                |                               |
| Class A EUR (Accumulation) Hedged            | 2,374,249.58                        | 29,505.31    | (2,171,543.41) | 232,211.48                    |
| Class B CHF (Accumulation) Hedged            | 3,035.00                            | -            | -              | 3,035.00                      |
| Class B GBP (Accumulation)                   | 3,848,422.40                        | 16.07        | (375,747.90)   | 3,472,690.57                  |
| Class B EUR (Accumulation) Hedged            | 8,154,305.54                        | 682,931.74   | (8,700,855.86) | 136,381.42                    |
| Class B SEK (Accumulation) Hedged            | 1,480.00                            | -            | -              | 1,480.00                      |
| Class B US Dollar (Accumulation) Hedged      | 4,630.49                            | -            | (2,675.00)     | 1,955.49                      |
| <b>Absolute Return Bond Global Fund</b>      |                                     |              |                |                               |
| Class B EUR (Income) Hedged*                 | 93,227.52                           | 151.58       | (93,379.10)    | -                             |
| Class B GBP (Income)                         | 1,436,900.82                        | 46,184.07    | (1,378,584.37) | 104,500.52                    |
| Class C EUR (Income) Hedged                  | 2,682.00                            | 80,103.34    | (41,951.89)    | 40,833.45                     |
| Class C GBP (Income)                         | 209,711.87                          | -            | (46,452.55)    | 163,259.32                    |
| Class B CHF (Accumulation) Hedged*           | 9,743.10                            | -            | (9,743.10)     | -                             |
| Class B EUR (Accumulation) Hedged*           | 1,670.00                            | -            | (1,670.00)     | -                             |
| Class B GBP (Accumulation)                   | 1,493,461.16                        | 79,829.74    | (255,417.35)   | 1,317,873.55                  |
| Class B SEK (Accumulation) Hedged            | 489,476.69                          | -            | (188,180.36)   | 301,296.33                    |
| Class B US Dollar (Accumulation) Hedged*     | 104,513.80                          | -            | (104,513.80)   | -                             |
| Class C CHF (Accumulation) Hedged            | 14,330.00                           | 3,183.03     | (15,783.03)    | 1,730.00                      |
| Class C EUR (Accumulation) Hedged            | 2,027,983.31                        | 145,299.93   | (545,135.86)   | 1,628,147.38                  |
| Class C GBP (Accumulation)                   | 7,056,796.06                        | 1,207,801.01 | (107,840.96)   | 8,156,756.11                  |
| Class C SEK (Accumulation) Hedged            | 1,480.00                            | -            | -              | 1,480.00                      |
| Class C US Dollar (Accumulation) Hedged      | 17,912.52                           | 42,771.94    | (25,958.18)    | 34,726.28                     |
| Class Z GBP (Accumulation)*                  | 1,200.00                            | -            | (1,200.00)     | -                             |
| <b>Absolute Return Bond Constrained Fund</b> |                                     |              |                |                               |
| Class B CHF (Accumulation) Hedged*           | 1,730.00                            | -            | (1,730.00)     | -                             |
| Class B EUR (Accumulation)*                  | 2,105,866.38                        | -            | (2,105,866.38) | -                             |
| Class B GBP (Accumulation) Hedged*           | 1,200.00                            | -            | (1,200.00)     | -                             |
| Class B SEK (Accumulation) Hedged*           | 1,480.00                            | -            | (1,480.00)     | -                             |
| Class B US Dollar (Accumulation) Hedged*     | 1,810.00                            | -            | (1,810.00)     | -                             |
| Class C CHF (Accumulation) Hedged            | 46,315.00                           | 22,000.00    | (7,471.00)     | 60,844.00                     |
| Class C EUR (Accumulation)                   | 6,130,258.51                        | 1,961,234.56 | (17,390.40)    | 8,074,102.67                  |
| Class C GBP (Accumulation) Hedged            | 1,200.00                            | -            | -              | 1,200.00                      |
| Class C SEK (Accumulation) Hedged            | 1,480.00                            | -            | -              | 1,480.00                      |
| Class C US Dollar (Accumulation) Hedged      | 1,810.00                            | -            | -              | 1,810.00                      |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**5. Share Capital (continued)**

| <b>As at 30 April 2018</b>                     | At beginning of<br>financial period | Issued       | Redeemed       | At end of<br>financial period |
|--|-------------------------------------|--------------|----------------|-------------------------------|
| <b>Emerging Market Bond Opportunities Fund</b> |                                     |              |                |                               |
| Class C GBP (Income) Hedged*                   | 1,200.00                            | -            | (1,200.00)     | -                             |
| Class C EUR (Income) Hedged*                   | 1,650.00                            | -            | (1,650.00)     | -                             |
| Class C US Dollar (Income)*                    | 1,860.00                            | -            | (1,860.00)     | -                             |
| Class B EUR (Accumulation) Hedged*             | 1,650.00                            | -            | (1,650.00)     | -                             |
| Class B US Dollar (Accumulation)*              | 4,532,483.29                        | -            | (4,532,483.29) | -                             |
| Class C EUR (Accumulation) Hedged              | 1,650.00                            | -            | -              | 1,650.00                      |
| Class C GBP (Accumulation) Hedged              | 1,200.00                            | 4,233.60     | -              | 5,433.60                      |
| Class C US Dollar (Accumulation)               | 4,532,483.29                        | 4,518,715.41 | -              | 9,051,198.70                  |
| <b>Global Diversified Income Fund</b>          |                                     |              |                |                               |
| Class A EUR (Income)                           | 699,304.52                          | 425,998.20   | (45,394.55)    | 1,079,908.17                  |
| Class B CHF (Income) Hedged                    | 8,945.00                            | -            | -              | 8,945.00                      |
| Class B EUR (Income)                           | 715,406.83                          | 973,365.18   | (154,206.01)   | 1,534,566.00                  |
| Class B GBP (Income) Hedged                    | 4,303,087.40                        | 27,387.42    | (354.38)       | 4,330,120.44                  |
| Class B SEK (Income) Hedged                    | 1,400.00                            | -            | -              | 1,400.00                      |
| Class B US Dollar (Income) Hedged              | 14,541.29                           | 38,430.07    | -              | 52,971.36                     |
| Class C CHF (Income) Hedged*                   | 1,650.00                            | -            | (1,650.00)     | -                             |
| Class C EUR (Income)                           | 116,749.49                          | 28,951.58    | (15,610.00)    | 130,091.07                    |
| Class C GBP (Income) Hedged                    | 216,006.48                          | -            | (30,792.40)    | 185,214.08                    |
| Class C US Dollar (Income) Hedged              | 14,182.88                           | 13,416.77    | -              | 27,599.65                     |
| Class A EUR (Accumulation)                     | 547,966.27                          | 86,074.47    | (219,298.82)   | 414,741.92                    |
| Class B EUR (Accumulation)                     | 3,035,948.38                        | 245,084.82   | (18,570.39)    | 3,262,462.81                  |
| Class C EUR (Accumulation)                     | 3,164,611.84                        | 257,649.49   | (804,866.13)   | 2,617,395.20                  |
| Class A GBP (Income) Hedged                    | 21,079.91                           | 90,403.75    | (6,767.05)     | 104,716.61                    |
| Class A US Dollar (Income) Hedged              | 12,077.04                           | 41,294.59    | (1,650.72)     | 51,720.91                     |
| Class A US Dollar (Accumulation)               | 13,000.00                           | 24,692.57    | (15,723.58)    | 21,968.99                     |
| <b>Global Sustainable Equity Fund</b>          |                                     |              |                |                               |
| Class B EUR (Income)                           | 1,500.00                            | 65,654.86    | (32,184.25)    | 34,970.61                     |
| Class C EUR (Income)                           | 1,500.00                            | -            | -              | 1,500.00                      |
| Class B CHF (Accumulation)                     | 1,650.00                            | -            | -              | 1,650.00                      |
| Class B EUR (Accumulation)                     | 2,324,307.28                        | 40.00        | -              | 2,324,347.28                  |
| Class B GBP (Accumulation)                     | 114,376.37                          | 453,493.07   | (387,909.38)   | 179,960.06                    |
| Class B SEK (Accumulation)                     | 1,400.00                            | -            | -              | 1,400.00                      |
| Class B US Dollar (Accumulation)               | 1,700.00                            | -            | -              | 1,700.00                      |
| Class C CHF (Accumulation)                     | 1,650.00                            | -            | -              | 1,650.00                      |
| Class C EUR (Accumulation)                     | 2,508,800.00                        | -            | (3,200.00)     | 2,505,600.00                  |
| Class C GBP (Accumulation)                     | 11,998.50                           | 642,991.09   | (7,769.99)     | 647,219.60                    |
| Class C US Dollar (Accumulation)               | 1,700.00                            | -            | -              | 1,700.00                      |
| <b>Global Diversified Growth Fund</b>          |                                     |              |                |                               |
| Class B EUR (Income)                           | 19,998.34                           | -            | -              | 19,998.34                     |
| Class C EUR (Income)*                          | 1,570.00                            | -            | (1,570.00)     | -                             |
| Class B CHF (Accumulation) Hedged*             | 1,740.00                            | -            | (1,740.00)     | -                             |
| Class B EUR (Accumulation)                     | 1,640,271.08                        | 1,621,508.36 | -              | 3,261,779.44                  |
| Class B GBP (Accumulation) Hedged              | 679,605.33                          | 83,742.44    | (89,262.66)    | 674,085.11                    |
| Class B SEK (Accumulation) Hedged*             | 1,460.00                            | -            | (1,460.00)     | -                             |
| Class B US Dollar (Accumulation) Hedged        | 1,750.00                            | -            | -              | 1,750.00                      |
| Class C CHF (Accumulation) Hedged*             | 1,740.00                            | -            | (1,740.00)     | -                             |
| Class C EUR (Accumulation)*                    | 1,610,000.00                        | -            | (1,610,000.00) | -                             |
| Class C GBP (Accumulation) Hedged              | 1,408,789.01                        | 340,272.11   | (273,649.68)   | 1,475,411.44                  |
| Class C US Dollar (Accumulation) Hedged*       | 1,750.00                            | -            | (1,750.00)     | -                             |
| Class A EUR (Accumulation)                     | 1,400.00                            | 10.00        | -              | 1,410.00                      |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**5. Share Capital (continued)**

| <b>As at 30 April 2018</b>                     | At beginning of<br>financial period | Issued       | Redeemed     | At end of<br>financial period |
|--|-------------------------------------|--------------|--------------|-------------------------------|
| <b>Global Equity Market Neutral Fund</b>       |                                     |              |              |                               |
| Class B CHF (Accumulation) Hedged              | 1,740.00                            | -            | -            | 1,740.00                      |
| Class B EUR (Accumulation) Hedged              | 803,394.00                          | 10,045.00    | -            | 813,439.00                    |
| Class B GBP (Accumulation)                     | 2,364,595.42                        | 72,593.68    | (19,371.88)  | 2,417,817.22                  |
| Class B SEK (Accumulation) Hedged              | 1,460.00                            | -            | -            | 1,460.00                      |
| Class B US Dollar (Accumulation) Hedged        | 1,750.00                            | -            | -            | 1,750.00                      |
| Class C CHF (Accumulation) Hedged              | 1,740.00                            | -            | -            | 1,740.00                      |
| Class C EUR (Accumulation) Hedged              | 1,570.00                            | -            | -            | 1,570.00                      |
| Class C GBP (Accumulation)                     | 5,319,031.19                        | 1,686,604.49 | (443,233.41) | 6,562,402.27                  |
| Class C US Dollar (Accumulation) Hedged        | 1,750.00                            | -            | -            | 1,750.00                      |
| Class P CHF (Accumulation) Hedged              | 1,740.00                            | -            | -            | 1,740.00                      |
| Class P EUR (Accumulation) Hedged              | 1,570.00                            | -            | -            | 1,570.00                      |
| Class P GBP (Accumulation)                     | 1,200.00                            | -            | -            | 1,200.00                      |
| Class P US Dollar (Accumulation) Hedged        | 1,750.00                            | -            | -            | 1,750.00                      |
| <b>Short Dated High Yield Global Bond Fund</b> |                                     |              |              |                               |
| Class B EUR (Income) Hedged                    | 1,000.00                            | 13,673.70    | -            | 14,673.70                     |
| Class B GBP (Income) Hedged                    | 1,000.00                            | 520,894.82   | (10,501.94)  | 511,392.88                    |
| Class B US Dollar (Income)                     | 1,000.00                            | -            | -            | 1,000.00                      |
| Class C EUR (Income) Hedged                    | 32,090.00                           | 29,656.34    | -            | 61,746.34                     |
| Class C GBP (Income) Hedged                    | 3,130,821.03                        | 3,240,374.93 | (311,888.35) | 6,059,307.61                  |
| Class C US Dollar (Income)                     | 390,929.15                          | 1,092,734.90 | (18,542.48)  | 1,465,121.57                  |
| Class B EUR (Accumulation) Hedged              | 1,000.00                            | -            | -            | 1,000.00                      |
| Class B GBP (Accumulation) Hedged              | 41,585.48                           | 100,927.83   | (37,798.19)  | 104,715.12                    |
| Class B US Dollar (Accumulation)               | 1,000.00                            | -            | -            | 1,000.00                      |
| Class C EUR (Accumulation) Hedged              | 31,541.28                           | 35,677.52    | -            | 67,218.80                     |
| Class C GBP (Accumulation) Hedged              | 1,911,232.39                        | 552,817.76   | (128,090.41) | 2,335,959.74                  |
| Class C US Dollar (Accumulation)               | 1,943,126.81                        | 566,068.21   | (203,855.02) | 2,305,340.00                  |

\* Closed on 1 December 2017

^ Closed on 2 February 2018

^^ Launched on 22 March 2018

The movement in the number of participating shares per share class 31 October 2017 is as follows:

| <b>As at 31 October 2017</b>      | At beginning of<br>financial year | Issued       | Redeemed        | At end of<br>financial year |
|-----------------------------------|-----------------------------------|--------------|-----------------|-----------------------------|
| <b>Strategic Global Bond Fund</b> |                                   |              |                 |                             |
| Class A EUR (Income) Hedged       | 4,147,845.43                      | 672,257.37   | (4,418,607.06)  | 401,495.74                  |
| Class A GBP (Income) Hedged       | 226,655.05                        | 766.18       | (54,873.84)     | 172,547.39                  |
| Class B EUR (Income) Hedged       | 9,032,616.87                      | 1,054,753.72 | (8,001,294.92)  | 2,086,075.67                |
| Class B GBP (Income) Hedged       | 23,980,611.35                     | 2,650,346.40 | (24,907,183.61) | 1,723,774.14                |
| Class B US Dollar (Income)        | 12,227,332.89                     | 967,002.66   | (10,802,367.00) | 2,391,968.55                |
| Class A CHF (Accumulation) Hedged | 2,139,907.75                      | 410,395.58   | (2,039,931.23)  | 510,372.10                  |
| Class A EUR (Accumulation) Hedged | 5,775,090.96                      | 1,813,024.13 | (1,341,876.21)  | 6,246,238.88                |
| Class A GBP (Accumulation) Hedged | 345,374.50                        | 34,128.14    | (59,305.89)     | 320,196.75                  |
| Class A US Dollar (Accumulation)  | 1,957,396.30                      | 396,121.81   | (395,355.00)    | 1,958,163.11                |
| Class B CHF (Accumulation) Hedged | 1,900.00                          | -            | -               | 1,900.00                    |
| Class B EUR (Accumulation) Hedged | 3,832,821.77                      | 2,450,184.66 | (2,823,467.79)  | 3,459,538.64                |
| Class B GBP (Accumulation) Hedged | 2,644,604.84                      | 153,987.78   | (2,431,308.64)  | 367,283.98                  |
| Class B SEK (Accumulation) Hedged | 1,480.00                          | 36,099.00    | (1,500.00)      | 36,079.00                   |
| Class B SGD (Accumulation) Hedged | 1,000.00                          | -            | -               | 1,000.00                    |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**5. Share Capital (continued)**

| <b>As at 31 October 2017</b>                  | At beginning of<br>financial year | Issued        | Redeemed        | At end of<br>financial year |
|---|-----------------------------------|---------------|-----------------|-----------------------------|
| <b>Strategic Global Bond Fund (continued)</b> |                                   |               |                 |                             |
| Class I EUR (Accumulation) Hedged             | 9,907.00                          | 10,646.00     | (761.00)        | 19,792.00                   |
| Class L EUR (Accumulation) Hedged             | 1.00                              | -             | -               | 1.00                        |
| Class S US Dollar (Income)*                   | -                                 | 9,569,631.44  | (2,482,829.15)  | 7,086,802.29                |
| Class S EUR (Income) Hedged*                  | -                                 | 3,211,183.93  | (3,116,304.42)  | 94,879.51                   |
| Class S GBP (Income) Hedged*                  | -                                 | 10,110,714.82 | (3,891,316.53)  | 6,219,398.29                |
| <b>Investment Grade Global Bond Fund</b>      |                                   |               |                 |                             |
| Class A EUR (Income) Hedged                   | 318,130.09                        | 217,198.28    | (209,886.72)    | 325,441.65                  |
| Class A GBP (Income) Hedged                   | 1,078,838.43                      | 100,241.65    | (194,322.57)    | 984,757.51                  |
| Class A US Dollar (Income)                    | 130,542.69                        | 15,289.33     | (12,877.46)     | 132,954.56                  |
| Class B EUR (Income) Hedged                   | 13,794.69                         | 1,290,475.27  | (106,297.69)    | 1,197,972.27                |
| Class B US Dollar (Income)                    | 1,629,411.87                      | 854,166.77    | (938,750.85)    | 1,544,827.79                |
| Class A EUR (Accumulation) Hedged             | 118,929.44                        | 301,383.56    | (27,799.83)     | 392,513.17                  |
| Class A US Dollar (Accumulation)              | 35,876.26                         | 125,240.05    | (12,016.09)     | 149,100.22                  |
| Class B CHF (Accumulation) Hedged             | 1,200.00                          | -             | -               | 1,200.00                    |
| Class B EUR (Accumulation) Hedged             | 5,027,258.64                      | 380,022.84    | (2,012,642.14)  | 3,394,639.34                |
| Class B GBP (Accumulation) Hedged             | 8,644,302.37                      | 3,747,298.26  | (2,952,962.34)  | 9,438,638.29                |
| Class B SEK (Accumulation) Hedged             | 1,480.00                          | -             | -               | 1,480.00                    |
| Class I EUR (Accumulation) Hedged             | 1.00                              | 850.00        | -               | 851.00                      |
| Class L EUR (Accumulation) Hedged             | 1.00                              | -             | -               | 1.00                        |
| Class S US Dollar (Income)**                  | -                                 | 184,770.00    | -               | 184,770.00                  |
| Class S EUR (Income) Hedged**                 | -                                 | 72,301.89     | -               | 72,301.89                   |
| Class S GBP (Income) Hedged**                 | -                                 | 1,678,617.08  | -               | 1,678,617.08                |
| <b>High Yield Global Bond Fund</b>            |                                   |               |                 |                             |
| Class A EUR (Income) Hedged                   | 5,086,299.27                      | 1,440,741.67  | (463,713.52)    | 6,063,327.42                |
| Class A GBP (Income) Hedged                   | 1,769,312.44                      | 400,431.28    | (866,825.18)    | 1,302,918.54                |
| Class A US Dollar (Income)                    | 1,096,006.81                      | 495,692.04    | (126,030.77)    | 1,465,668.08                |
| Class B EUR (Income) Hedged                   | 3,501,583.04                      | 349,474.37    | (1,277,406.18)  | 2,573,651.23                |
| Class B GBP (Income) Hedged                   | 12,823,471.78                     | 1,543,257.90  | (6,167,318.22)  | 8,199,411.46                |
| Class B US Dollar (Income)                    | 8,509,330.33                      | 1,255,088.90  | (3,796,054.16)  | 5,968,365.07                |
| Class A CHF (Accumulation) Hedged             | 761,298.22                        | 207,127.00    | (625,095.00)    | 343,330.22                  |
| Class A EUR (Accumulation) Hedged             | 226,293.26                        | 111,672.26    | (92,070.92)     | 245,894.60                  |
| Class A US Dollar (Accumulation)              | 233,094.38                        | 32,267.13     | (136,167.76)    | 129,193.75                  |
| Class B CHF (Accumulation) Hedged             | 295,711.00                        | 85,545.00     | (75,823.00)     | 305,433.00                  |
| Class B EUR (Accumulation) Hedged             | 2,343,497.46                      | 1,307,603.63  | (137,381.45)    | 3,513,719.64                |
| Class B GBP (Accumulation) Hedged             | 522,408.94                        | 324,015.59    | (165,422.64)    | 681,001.89                  |
| Class B SEK (Accumulation) Hedged             | 1,480.00                          | -             | -               | 1,480.00                    |
| Class I EUR (Accumulation) Hedged             | 571.00                            | 121.34        | (32.12)         | 660.22                      |
| Class L EUR (Accumulation) Hedged             | 1.00                              | -             | -               | 1.00                        |
| <b>Absolute Return Bond Fund</b>              |                                   |               |                 |                             |
| Class B GBP (Income)                          | 64,524,315.65                     | 5,318,866.31  | (1,067,789.44)  | 68,775,392.52               |
| Class H EUR (Income) Hedged                   | 3,520.00                          | -             | -               | 3,520.00                    |
| Class A EUR (Accumulation) Hedged             | 489.98                            | -             | -               | 489.98                      |
| Class B EUR (Accumulation) Hedged             | 3,246.75                          | -             | (1,052.75)      | 2,194.00                    |
| Class B GBP (Accumulation)                    | 11,665,535.79                     | 2,519,576.01  | (11,431,038.51) | 2,754,073.29                |
| Class B US Dollar (Accumulation) Hedged       | 410.71                            | -             | (119.35)        | 291.36                      |
| Class C CHF (Accumulation) Hedged             | 534,121.02                        | 45,257.00     | (515,895.00)    | 63,483.02                   |
| Class C EUR (Accumulation) Hedged             | 37,297,213.43                     | 13,931,221.89 | (32,200,943.12) | 19,027,492.20               |
| Class C GBP (Accumulation)                    | 73,892,444.86                     | 35,550,895.25 | (19,357,502.39) | 90,085,837.72               |
| Class C SEK (Accumulation) Hedged             | 12,035,886.91                     | 332,082.97    | (11,343,784.88) | 1,024,185.00                |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**5. Share Capital (continued)**

| <b>As at 31 October 2017</b>                 | At beginning of<br>financial year | Issued       | Redeemed        | At end of<br>financial year |
|--|-----------------------------------|--------------|-----------------|-----------------------------|
| <b>Absolute Return Bond Fund (continued)</b> |                                   |              |                 |                             |
| Class C US Dollar (Accumulation) Hedged      | 553,328.44                        | 209,803.47   | (383,592.82)    | 379,539.09                  |
| Class H CHF (Accumulation) Hedged            | 1,830.00                          | -            | -               | 1,830.00                    |
| Class H EUR (Accumulation) Hedged            | 38,255.74                         | 50,514.00    | (37,223.02)     | 51,546.72                   |
| Class H US Dollar (Accumulation) Hedged      | 242,010.00                        | -            | (231,450.00)    | 10,560.00                   |
| <b>Global Equity Income Fund</b>             |                                   |              |                 |                             |
| Class A EUR (Income)                         | 94,569.31                         | 29,779.48    | (10,612.32)     | 113,736.47                  |
| Class B EUR (Income)                         | 27,246.92                         | 15,606.61    | -               | 42,853.53                   |
| Class B GBP (Income)                         | 3,913.26                          | 38,667.35    | -               | 42,580.61                   |
| Class B US Dollar (Income)                   | 31,007.48                         | 327.26       | (28,273.28)     | 3,061.46                    |
| Class C GBP (Income)                         | 3,555,816.23                      | -            | (676,333.73)    | 2,879,482.50                |
| Class C US Dollar (Income)                   | 98,215.67                         | 2,620.62     | (99,525.63)     | 1,310.66                    |
| Class A EUR (Accumulation)                   | 52,004.47                         | 15,840.20    | (696.85)        | 67,147.82                   |
| Class A US Dollar (Accumulation)             | 13,333.72                         | 226,538.85   | (228,253.37)    | 11,619.20                   |
| Class B EUR (Accumulation)                   | 3,250.48                          | -            | -               | 3,250.48                    |
| Class B EUR (Accumulation) Hedged            | 4,362,321.86                      | -            | -               | 4,362,321.86                |
| Class B GBP (Accumulation)                   | 5,798,812.89                      | 141,757.90   | (1,954,100.70)  | 3,986,470.09                |
| Class B US Dollar (Accumulation)             | 23,415,048.49                     | -            | (2,439,976.97)  | 20,975,071.52               |
| Class C EUR (Accumulation)                   | 1,700.00                          | -            | -               | 1,700.00                    |
| Class C GBP (Accumulation)                   | 1,200.00                          | -            | -               | 1,200.00                    |
| Class C SEK (Accumulation)                   | 1,480.00                          | -            | -               | 1,480.00                    |
| Class C US Dollar (Accumulation)             | 88,105.00                         | -            | (88,105.00)     | -                           |
| <b>Active Long Dated Bond Fund</b>           |                                   |              |                 |                             |
| Class B GBP (Accumulation)                   | 11,971,607.13                     | 41,262.08    | (4,441,501.53)  | 7,571,367.68                |
| <b>Equity Market Neutral Plus Fund</b>       |                                   |              |                 |                             |
| Class B CHF (Accumulation) Hedged            | 23,749.69                         | 8,355.02     | (30,284.71)     | 1,820.00                    |
| Class B EUR (Accumulation) Hedged            | 989,748.81                        | 27,791.00    | (986,034.07)    | 31,505.74                   |
| Class B GBP (Accumulation)                   | 3,175,768.45                      | 484,814.58   | (3,208,553.14)  | 452,029.89                  |
| Class B SEK (Accumulation) Hedged            | 1,480.00                          | -            | -               | 1,480.00                    |
| Class B US Dollar (Accumulation) Hedged      | 84,128.55                         | 34,556.50    | (29,035.81)     | 89,649.24                   |
| Class C CHF (Accumulation) Hedged            | 32,100.00                         | -            | (30,280.00)     | 1,820.00                    |
| Class C EUR (Accumulation) Hedged            | 3,856,476.27                      | 21,332.11    | (2,687,903.98)  | 1,189,904.40                |
| Class C GBP (Accumulation)                   | 2,402,727.48                      | 116,874.00   | (1,167,942.32)  | 1,351,659.16                |
| Class C SEK (Accumulation) Hedged            | 1,480.00                          | -            | -               | 1,480.00                    |
| Class C US Dollar (Accumulation) Hedged      | 1,067,100.96                      | 3,171,498.92 | (4,238,599.88)  | -                           |
| <b>Equity Market Neutral Fund</b>            |                                   |              |                 |                             |
| Class A EUR (Accumulation) Hedged            | 3,940,160.60                      | 1,371,433.21 | (2,937,344.23)  | 2,374,249.58                |
| Class B CHF (Accumulation) Hedged            | 13,035.00                         | -            | (10,000.00)     | 3,035.00                    |
| Class B GBP (Accumulation)                   | 4,191,734.19                      | 83,167.55    | (426,479.34)    | 3,848,422.40                |
| Class B EUR (Accumulation) Hedged            | 17,524,077.62                     | 3,117,802.71 | (12,487,574.79) | 8,154,305.54                |
| Class B SEK (Accumulation) Hedged            | 1,480.00                          | -            | -               | 1,480.00                    |
| Class B US Dollar (Accumulation) Hedged      | 408,642.64                        | -            | (404,012.15)    | 4,630.49                    |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**5. Share Capital (continued)**

| <b>As at 31 October 2017</b>                   | At beginning of<br>financial year | Issued       | Redeemed       | At end of<br>financial year |
|--|-----------------------------------|--------------|----------------|-----------------------------|
| <b>Absolute Return Bond Global Fund</b>        |                                   |              |                |                             |
| Class B EUR (Income) Hedged                    | 60,709.34                         | 35,562.87    | (3,044.69)     | 93,227.52                   |
| Class B GBP (Income)                           | 1,303,814.55                      | 1,690,882.14 | (1,557,795.87) | 1,436,900.82                |
| Class C EUR (Income) Hedged                    | 2,682.00                          | -            | -              | 2,682.00                    |
| Class C GBP (Income)                           | 331,106.95                        | 1,760.00     | (123,155.08)   | 209,711.87                  |
| Class B CHF (Accumulation) Hedged              | 30,619.36                         | 10,998.19    | (31,874.45)    | 9,743.10                    |
| Class B EUR (Accumulation) Hedged              | 1,670.00                          | -            | -              | 1,670.00                    |
| Class B GBP (Accumulation)                     | 1,784,193.19                      | 223,483.77   | (514,215.80)   | 1,493,461.16                |
| Class B SEK (Accumulation) Hedged              | 562,930.00                        | 13,610.33    | (87,063.64)    | 489,476.69                  |
| Class B US Dollar (Accumulation) Hedged        | 100,357.32                        | 35,628.00    | (31,471.52)    | 104,513.80                  |
| Class C CHF (Accumulation) Hedged              | 33,230.00                         | -            | (18,900.00)    | 14,330.00                   |
| Class C EUR (Accumulation) Hedged              | 6,900.00                          | 2,039,517.14 | (18,433.83)    | 2,027,983.31                |
| Class C GBP (Accumulation)                     | 1,485,129.45                      | 5,802,787.46 | (231,120.85)   | 7,056,796.06                |
| Class C SEK (Accumulation) Hedged              | 1,480.00                          | -            | -              | 1,480.00                    |
| Class C US Dollar (Accumulation) Hedged        | 1,810.00                          | 21,196.11    | (5,093.59)     | 17,912.52                   |
| Class Z GBP (Accumulation)                     | 1,200.00                          | -            | -              | 1,200.00                    |
| <b>Absolute Return Bond Constrained Fund</b>   |                                   |              |                |                             |
| Class B CHF (Accumulation) Hedged              | 1,730.00                          | -            | -              | 1,730.00                    |
| Class B EUR (Accumulation)                     | 2,358,325.63                      | 37,400.86    | (289,860.11)   | 2,105,866.38                |
| Class B GBP (Accumulation) Hedged              | 1,200.00                          | -            | -              | 1,200.00                    |
| Class B SEK (Accumulation) Hedged              | 1,480.00                          | -            | -              | 1,480.00                    |
| Class B US Dollar (Accumulation) Hedged        | 1,810.00                          | -            | -              | 1,810.00                    |
| Class C CHF (Accumulation) Hedged              | 60,662.00                         | -            | (14,347.00)    | 46,315.00                   |
| Class C EUR (Accumulation)                     | 4,037,500.00                      | 2,809,484.51 | (716,726.00)   | 6,130,258.51                |
| Class C GBP (Accumulation) Hedged              | 1,200.00                          | -            | -              | 1,200.00                    |
| Class C SEK (Accumulation) Hedged              | 1,480.00                          | -            | -              | 1,480.00                    |
| Class C US Dollar (Accumulation) Hedged        | 1,810.00                          | -            | -              | 1,810.00                    |
| <b>Emerging Market Bond Opportunities Fund</b> |                                   |              |                |                             |
| Class C GBP (Income) Hedged                    | 1,200.00                          | -            | -              | 1,200.00                    |
| Class C EUR (Income) Hedged                    | 1,650.00                          | -            | -              | 1,650.00                    |
| Class C US Dollar (Income)                     | 1,860.00                          | -            | -              | 1,860.00                    |
| Class B EUR (Accumulation) Hedged              | 1,650.00                          | -            | -              | 1,650.00                    |
| Class B US Dollar (Accumulation)               | 4,532,483.29                      | -            | -              | 4,532,483.29                |
| Class C EUR (Accumulation) Hedged              | 1,650.00                          | -            | -              | 1,650.00                    |
| Class C GBP (Accumulation) Hedged              | 1,227.08                          | -            | (27.08)        | 1,200.00                    |
| Class C US Dollar (Accumulation)               | 4,532,483.29                      | -            | -              | 4,532,483.29                |
| <b>Global Diversified Income Fund</b>          |                                   |              |                |                             |
| Class A EUR (Income)                           | 2,871.34                          | 709,205.91   | (12,772.73)    | 699,304.52                  |
| Class B CHF (Income) Hedged                    | 1,650.00                          | 7,295.00     | -              | 8,945.00                    |
| Class B EUR (Income)                           | 7,020.66                          | 711,736.17   | (3,350.00)     | 715,406.83                  |
| Class B GBP (Income) Hedged                    | 4,271,797.39                      | 42,203.54    | (10,913.53)    | 4,303,087.40                |
| Class B SEK (Income) Hedged                    | 1,400.00                          | -            | -              | 1,400.00                    |
| Class B US Dollar (Income) Hedged              | 1,700.00                          | 12,841.29    | -              | 14,541.29                   |
| Class C CHF (Income) Hedged                    | 1,650.00                          | -            | -              | 1,650.00                    |
| Class C EUR (Income)                           | 1,500.00                          | 115,249.49   | -              | 116,749.49                  |
| Class C GBP (Income) Hedged                    | 274,526.77                        | 61,227.40    | (119,747.69)   | 216,006.48                  |
| Class C US Dollar (Income) Hedged              | 22,371.60                         | -            | (8,188.72)     | 14,182.88                   |
| Class A EUR (Accumulation)                     | 6,261.26                          | 597,806.70   | (56,101.69)    | 547,966.27                  |
| Class B EUR (Accumulation)                     | 3,000,000.00                      | 882,749.90   | (846,801.52)   | 3,035,948.38                |
| Class C EUR (Accumulation)                     | 3,000,000.00                      | 1,121,173.58 | (956,561.74)   | 3,164,611.84                |
| Class A GBP (Income) Hedged***                 | -                                 | 21,079.91    | -              | 21,079.91                   |
| Class A US Dollar (Income) Hedged***           | -                                 | 12,077.04    | -              | 12,077.04                   |
| Class A US Dollar (Accumulation)***            | -                                 | 13,000.00    | -              | 13,000.00                   |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 5. Share Capital (continued)

| As at 31 October 2017                    | At beginning of financial year | Issued       | Redeemed     | At end of financial year |
|--|--------------------------------|--------------|--------------|--------------------------|
| <b>Global Sustainable Equity Fund</b>    |                                |              |              |                          |
| Class B EUR (Income)                     | 1,500.00                       | -            | -            | 1,500.00                 |
| Class C EUR (Income)                     | 1,500.00                       | -            | -            | 1,500.00                 |
| Class B CHF (Accumulation)               | 1,650.00                       | -            | -            | 1,650.00                 |
| Class B EUR (Accumulation)               | 2,500,000.00                   | 15,900.00    | (191,592.72) | 2,324,307.28             |
| Class B GBP (Accumulation)               | 13,799.97                      | 113,338.06   | (12,761.66)  | 114,376.37               |
| Class B SEK (Accumulation)               | 1,400.00                       | -            | -            | 1,400.00                 |
| Class B US Dollar (Accumulation)         | 1,700.00                       | -            | -            | 1,700.00                 |
| Class C CHF (Accumulation)               | 1,650.00                       | -            | -            | 1,650.00                 |
| Class C EUR (Accumulation)               | 2,500,000.00                   | 8,800.00     | -            | 2,508,800.00             |
| Class C GBP (Accumulation)               | 5,175.00                       | 6,823.50     | -            | 11,998.50                |
| Class C US Dollar (Accumulation)         | 1,700.00                       | -            | -            | 1,700.00                 |
| <b>Global Diversified Growth Fund</b>    |                                |              |              |                          |
| Class B EUR (Income)                     | 1,570.00                       | 18,428.34    | -            | 19,998.34                |
| Class C EUR (Income)                     | 1,570.00                       | -            | -            | 1,570.00                 |
| Class B CHF (Accumulation) Hedged        | 1,740.00                       | -            | -            | 1,740.00                 |
| Class B EUR (Accumulation)               | 1,610,000.00                   | 30,271.08    | -            | 1,640,271.08             |
| Class B GBP (Accumulation) Hedged        | 498,014.15                     | 332,575.09   | (150,983.91) | 679,605.33               |
| Class B SEK (Accumulation) Hedged        | 1,460.00                       | -            | -            | 1,460.00                 |
| Class B US Dollar (Accumulation) Hedged  | 1,750.00                       | -            | -            | 1,750.00                 |
| Class C CHF (Accumulation) Hedged        | 1,740.00                       | -            | -            | 1,740.00                 |
| Class C EUR (Accumulation)               | 1,610,000.00                   | -            | -            | 1,610,000.00             |
| Class C GBP (Accumulation) Hedged        | 1,027,598.23                   | 554,595.70   | (173,404.92) | 1,408,789.01             |
| Class C US Dollar (Accumulation) Hedged  | 1,750.00                       | -            | -            | 1,750.00                 |
| Class A EUR (Accumulation)***            | -                              | 1,400.00     | -            | 1,400.00                 |
| <b>Global Equity Market Neutral Fund</b> |                                |              |              |                          |
| Class B CHF (Accumulation) Hedged        | 1,740.00                       | -            | -            | 1,740.00                 |
| Class B EUR (Accumulation) Hedged        | 1,570.00                       | 932,734.00   | (130,910.00) | 803,394.00               |
| Class B GBP (Accumulation)               | 2,500,000.00                   | 58,285.21    | (193,689.79) | 2,364,595.42             |
| Class B SEK (Accumulation) Hedged        | 1,460.00                       | -            | -            | 1,460.00                 |
| Class B US Dollar (Accumulation) Hedged  | 1,750.00                       | -            | -            | 1,750.00                 |
| Class C CHF (Accumulation) Hedged        | 1,740.00                       | -            | -            | 1,740.00                 |
| Class C EUR (Accumulation) Hedged        | 1,570.00                       | 200,000.00   | (200,000.00) | 1,570.00                 |
| Class C GBP (Accumulation)               | 3,816,322.34                   | 1,664,757.73 | (162,048.88) | 5,319,031.19             |
| Class C US Dollar (Accumulation) Hedged  | 1,750.00                       | -            | -            | 1,750.00                 |
| Class P CHF (Accumulation) Hedged        | 1,740.00                       | -            | -            | 1,740.00                 |
| Class P EUR (Accumulation) Hedged        | 1,570.00                       | -            | -            | 1,570.00                 |
| Class P GBP (Accumulation)               | 1,200.00                       | -            | -            | 1,200.00                 |
| Class P US Dollar (Accumulation) Hedged  | 1,750.00                       | -            | -            | 1,750.00                 |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 5. Share Capital (continued)

| As at 31 October 2017                          | At beginning of<br>financial year | Issued       | Redeemed    | At end of<br>financial year |
|--|-----------------------------------|--------------|-------------|-----------------------------|
| <b>Short Dated High Yield Global Bond Fund</b> |                                   |              |             |                             |
| Class B EUR (Income) Hedged                    | -                                 | 1,000.00     | -           | 1,000.00                    |
| Class B GBP (Income) Hedged                    | -                                 | 1,000.00     | -           | 1,000.00                    |
| Class B US Dollar (Income)                     | -                                 | 1,000.00     | -           | 1,000.00                    |
| Class C EUR (Income) Hedged                    | -                                 | 32,090.00    | -           | 32,090.00                   |
| Class C GBP (Income) Hedged                    | -                                 | 3,144,796.94 | (13,975.91) | 3,130,821.03                |
| Class C US Dollar (Income)                     | -                                 | 391,452.18   | (523.03)    | 390,929.15                  |
| Class B EUR (Accumulation) Hedged              | -                                 | 1,000.00     | -           | 1,000.00                    |
| Class B GBP (Accumulation) Hedged              | -                                 | 44,507.87    | (2,922.39)  | 41,585.48                   |
| Class B US Dollar (Accumulation)               | -                                 | 1,000.00     | -           | 1,000.00                    |
| Class C EUR (Accumulation) Hedged              | -                                 | 31,541.28    | -           | 31,541.28                   |
| Class C GBP (Accumulation) Hedged              | -                                 | 1,951,218.81 | (39,986.42) | 1,911,232.39                |
| Class C US Dollar (Accumulation)               | -                                 | 2,004,384.43 | (61,257.62) | 1,943,126.81                |

\* Launched on 24 March 2017

\*\* Launched on 12 October 2017

\*\*\* Launched on 22 September 2017

Launched on 14 June 2017

### 6. Taxation

Under current Irish law and practice, the Company qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended (the "TCA"). On that basis, it is not chargeable to Irish tax on its income or gains.

However, Irish tax can arise on the happening of a "chargeable event" in the Company. A chargeable event includes any distribution payments to Shareholders or any encashment, redemption, cancellation, transfer or deemed disposal of Shares for Irish tax purposes, arising as a result of holding shares in the Company for a period of eight years or more, or the appropriation or cancellation of Shares of a Shareholder by the Company for the purposes of meeting the amount of tax payable on a gain arising on a transfer.

No Irish tax will arise in respect of chargeable events in respect of a Shareholder who is an Exempt Irish Investor (as defined in Section 739D TCA) or in respect of a Shareholder who is neither Irish resident nor ordinarily resident in Ireland at the time of the chargeable event provided that a relevant declaration is in place (in accordance with Schedule 2B of the TCA) and the Company is not in possession of any information which would reasonably suggest that the information contained therein is no longer materially correct.

Dividends, interest and capital gains (if any) received on investments made by the Company may be subject to withholding taxes imposed by the country from which the investment income/gains are received and such taxes may not be recoverable by the Company or its Shareholders.

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 7. Commitments and Contingent Liabilities

For Credit Default Swaps in which the Company is selling protection the notional amount of the Credit Default Swap contract on which protection has been sold represents the maximum payout. Therefore, as at 30 April 2018 the maximum credit risk exposure amounted to:

|                                  | 30 April 2018   | 31 October 2017 |
|----------------------------------|-----------------|-----------------|
| Strategic Global Bond Fund       | EUR 31,000,000  | -               |
| High Yield Global Bond Fund      | -               | EUR 8,000,000   |
| Absolute Return Bond Fund        | EUR 350,000,000 | EUR 455,000,000 |
| Absolute Return Bond Fund        | USD 290,000,000 | -               |
| Absolute Return Bond Global Fund | EUR 8,000,000   | EUR 7,000,000   |
| Absolute Return Bond Global Fund | USD 36,000,000  | -               |

### 8. Soft Commission Arrangements

There were no soft commission arrangements in place during the financial period ended 30 April 2018 or the financial year ended 31 October 2017.

### 9. Exchange Rates

The financial statements are prepared in USD, EUR and GBP. Exchange rates used to translate assets and liabilities in other currencies to USD, EUR or GBP at 30 April 2018 were as follows:

|         |                |         |               |
|---------|----------------|---------|---------------|
| AUD/USD | 1:1.32459      | MXN/EUR | 1:22.61518    |
| CAD/USD | 1:1.28580      | NOK/EUR | 1:9.66851     |
| CHF/USD | 1:0.98965      | NZD/EUR | 1:1.71543     |
| EUR/USD | 1:0.82675      | PHP/EUR | 1:62.59315    |
| GBP/USD | 1:0.72860      | PLN/EUR | 1:4.22417     |
| HKD/USD | 1:7.84868      | SEK/EUR | 1:10.50595    |
| JPY/USD | 1:109.27003    | SGD/EUR | 1:1.60235     |
| MXN/USD | 1:18.69718     | THB/EUR | 1:38.17301    |
| NZD/USD | 1:1.41824      | TRY/EUR | 1:4.89572     |
| SEK/USD | 1:8.68583      | TWD/EUR | 1:35.78656    |
| SGD/USD | 1:1.32475      | USD/EUR | 1:1.20955     |
| THB/USD | 1:31.55968     | ZAR/EUR | 1:15.02864    |
| TRY/USD | 1:4.04755      | AUD/GBP | 1:1.81800     |
| TWD/USD | 1:29.58667     | CAD/GBP | 1:1.76476     |
| ZAR/USD | 1:12.42498     | CHF/GBP | 1:1.35830     |
| AUD/EUR | 1:1.60216      | EUR/GBP | 1:1.13472     |
| BRL/EUR | 1:4.18166      | HKD/GBP | 1:10.77231    |
| CAD/EUR | 1:1.55524      | JPY/GBP | 1:149.97312   |
| CHF/EUR | 1:1.19703      | KRW/GBP | 1:1,465.89198 |
| DKK/EUR | 1:7.45045      | NOK/GBP | 1:10.97105    |
| GBP/EUR | 1:0.88127      | NZD/GBP | 1:1.94653     |
| HKD/EUR | 1:9.49337      | SEK/GBP | 1:11.92131    |
| IDR/EUR | 1:16,827.35114 | SGD/GBP | 1:1.81822     |
| INR/EUR | 1:80.72277     | THB/GBP | 1:43.31566    |
| JPY/EUR | 1:132.16757    | TWD/GBP | 1:40.60771    |
| KRW/EUR | 1:1,291.85402  | USD/GBP | 1:1.37250     |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**9. Exchange Rates (continued)**

Exchange rates used to translate assets and liabilities in other currencies to USD, GBP or EUR at 31 October 2017 were as follows:

|         |                |         |               |
|---------|----------------|---------|---------------|
| AUD/USD | 1:1.30574      | MXN/EUR | 1:22.33212    |
| CAD/USD | 1:1.28475      | NOK/EUR | 1:9.52176     |
| CHF/USD | 1:0.99810      | NZD/EUR | 1:1.70019     |
| EUR/USD | 1:0.85914      | PHP/EUR | 1:60.09035    |
| GBP/USD | 1:0.75649      | PLN/EUR | 1:4.24801     |
| HKD/USD | 1:7.80031      | SEK/EUR | 1:9.73821     |
| JPY/USD | 1:113.32999    | SGD/EUR | 1:1.58547     |
| MXN/USD | 1:19.18649     | THB/EUR | 1:38.66687    |
| NZD/USD | 1:1.46071      | TRY/EUR | 1:4.41161     |
| SEK/USD | 1:8.36652      | TWD/EUR | 1:35.10420    |
| SGD/USD | 1:1.36215      | USD/EUR | 1:1.16395     |
| THB/USD | 1:33.22038     | ZAR/EUR | 1:16.42907    |
| TRY/USD | 1:3.79020      | AUD/GBP | 1:1.72606     |
| TWD/USD | 1:30.15954     | CAD/GBP | 1:1.69831     |
| ZAR/USD | 1:14.11492     | CHF/GBP | 1:1.31939     |
| AUD/EUR | 1:1.51982      | EUR/GBP | 1:1.13570     |
| BRL/EUR | 1:3.81572      | HKD/GBP | 1:10.31123    |
| CAD/EUR | 1:1.49538      | JPY/GBP | 1:149.81091   |
| CHF/EUR | 1:1.16174      | KRW/GBP | 1:1,480.98770 |
| DKK/EUR | 1:7.44118      | NOK/GBP | 1:10.81388    |
| GBP/EUR | 1:0.88051      | NZD/GBP | 1:1.93091     |
| HKD/EUR | 1:9.07917      | SEK/GBP | 1:11.05970    |
| HUF/EUR | 1:311.43975    | SGD/GBP | 1:1.80063     |
| IDR/EUR | 1:15,786.65401 | THB/GBP | 1:43.91403    |
| INR/EUR | 1:75.39025     | TWD/GBP | 1:39.86790    |
| JPY/EUR | 1:131.91044    | USD/GBP | 1:1.32190     |
| KRW/EUR | 1:1,304.02877  |         |               |

**10. Distribution Policy**

It is the current intention of the Directors to declare dividends for the Income share classes on the Strategic Global Bond Fund, the Investment Grade Global Bond Fund, the High Yield Global Bond Fund, the Absolute Return Bond Fund, the Global Equity Income Fund, the Absolute Return Bond Global Fund, the Emerging Market Bond Opportunities Fund, the Global Sustainable Equity Fund, the Global Diversified Growth Fund and Short Dated High Yield Global Bond Fund on a quarterly basis on the last Business Days of July, October, January and April. This is a change to previous year policy where dividends were declared on a quarterly basis on the first Business Day of August, November, February and May.

It is the current intention of the Directors to declare dividends for the Income share classes on the Global Diversified Income Fund on a monthly basis on the last Business Day of each month. Dividends will be declared out of the accumulated revenue (consisting of all revenue accrued including interest and dividends) less any applicable expenses. This Fund will operate a dividend calculation policy known as "smoothing" whereby income earned in an interim accounting period need not be distributed immediately and may instead be retained. Any residual income will be distributed at the Fund's annual income allocation date, 31 October of each year.

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 10. Distribution Policy (continued)

During the financial period to 30 April 2018 dividends declared were as follows:

|                 | <b>Strategic<br/>Global Bond<br/>Fund<br/>USD</b> | <b>Investment<br/>Grade Global<br/>Bond Fund<br/>USD</b> | <b>High Yield<br/>Global<br/>Bond Fund<br/>USD</b> | <b>Absolute<br/>Return<br/>Bond Fund<br/>GBP</b> | <b>Global<br/>Equity<br/>Income Fund<br/>USD</b> |
|-----------------|---|--|--|--|--|
| Distribution    |   |  |  |  |  |
| 31 January 2018 | 931,372   | 753,620  | 3,344,556  | 2,346,220  | 276,745  |
| 30 April 2018   | 955,883   | 651,615  | 2,283,920  | 2,412,912  | 629,509  |
|                 | <b>1,887,255</b>                                  | <b>1,405,235</b>   | <b>5,628,476</b>                                   | <b>4,759,132</b>                                 | <b>906,254</b>                                   |

|                 | <b>Absolute<br/>Return Bond<br/>Global Fund<br/>GBP</b> | <b>Emerging<br/>Market Bond<br/>Opportunities<br/>Fund<br/>USD</b> | <b>Global<br/>Sustainable<br/>Equity<br/>Fund<br/>EUR</b> | <b>Global<br/>Diversified<br/>Growth<br/>Fund<br/>EUR</b> | <b>Short Dated<br/>High Yield<br/>Global Bond<br/>Fund<br/>USD</b> |
|-----------------|---|--|---|---|--|
| Distribution    |   |  |   |   |  |
| 31 January 2018 | 20,254  | -  | -   | 1,233   | 536,940  |
| 30 April 2018   | 13,434  | -  | -   | 1,482   | 902,416  |
|                 | <b>33,688</b>   | <b>-</b>   | <b>-</b>  | <b>2,715</b>  | <b>1,439,356</b>   |

|                      | <b>Global<br/>Diversified<br/>Income<br/>Fund<br/>EUR</b> |
|----------------------|---|
| Monthly Distribution |   |
| 30 November 2017     | 216,272   |
| 30 December 2017     | 231,083   |
| 31 January 2018      | 244,868   |
| 28 February 2018     | 288,466   |
| 31 March 2018        | 365,152   |
| 30 April 2018        | 378,918   |
|                      | <b>1,724,759</b>  |

As the Active Long Dated Bond Fund, the Absolute Return Bond Constrained Fund, the Equity Market Neutral Plus Fund, and the Equity Market Neutral Fund and the Global Equity Market Neutral Fund hold only Accumulation Share Classes; no dividends were declared for these Funds.

During the financial period to 30 April 2017 dividends declared were as follows:

|                        | <b>Strategic<br/>Global Bond<br/>Fund<br/>USD</b> | <b>Investment<br/>Grade Global<br/>Bond Fund<br/>USD</b> | <b>High Yield<br/>Global<br/>Bond Fund<br/>USD</b> | <b>Absolute<br/>Return<br/>Bond Fund<br/>GBP</b> | <b>Global<br/>Equity<br/>Income Fund<br/>USD</b> |
|------------------------|---|--|--|--|--|
| Distribution (ex-date) |   |  |  |  |  |
| - 1 February 2017      | 1,659,542   | 175,983  | 4,451,769  | 1,710,864  | 384,595  |
| - 1 May 2017           | 794,936   | 173,295  | 4,092,674  | 1,661,746  | 557,726  |
|                        | <b>2,454,478</b>                                  | <b>349,278</b>   | <b>8,544,443</b>                                   | <b>3,372,610</b>                                 | <b>942,321</b>                                   |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 10. Distribution Policy (continued)

During the financial period to 30 April 2017 dividends declared were as follows (continued):

|                        | Absolute<br>Return Bond<br>Global Fund<br>GBP | Emerging<br>Market Bond<br>Opportunities<br>Fund<br>USD | Global<br>Sustainable<br>Equity<br>Fund<br>EUR | Global<br>Diversified<br>Growth<br>Fund<br>EUR |
|------------------------|---|---|--|--|
| Distribution (ex-date) |   |   |  |  |
| - 1 February 2017      | 73,476  | 464   | -  | 177  |
| - 1 May 2017           | 45,745  | 506   | 41   | 1,608  |
|                        | <b>119,221</b>                                | <b>970</b>  | <b>41</b>                                      | <b>1,785</b>                                   |

**Global  
Diversified  
Income Fund  
EUR**

Monthly distributing fund (ex-date):

|                 |                  |
|-----------------|------------------|
| 1 December 2016 | 211,463          |
| 2 January 2017  | 210,991          |
| 1 February 2017 | 211,720          |
| 1 March 2017    | 208,290          |
| 3 April 2017    | 247,976          |
| 1 May 2017      | 274,500          |
|                 | <b>1,364,940</b> |

As the Active Long Dated Bond Fund, the Absolute Return Bond Constrained Fund, the Equity Market Neutral Plus Fund, the Equity Market Neutral Fund and the Global Equity Market Neutral Fund hold only Accumulating Share Classes; no dividends were declared for these Funds.

### 11. Cash and Cash Equivalents and Margin Cash/Bank Overdrafts

All monies were held with Citibank, N.A. London in the name of Citibank International Plc. (Ireland Branch) (31 October 2017: Citibank, N.A. London) as Depository with the exception of margin cash which is held with Deutsche Bank AG, Goldman Sachs, Merrill Lynch and UBS Limited (31 October 2017: UBS Limited, Deutsche Bank AG, Merrill Lynch and Goldman Sachs) and collateral cash which is held with Barclays Bank Plc, BNP Paribas (London Branch), Citigroup Global Markets Limited, Deutsche Bank AG, Goldman Sachs International, J.P. Morgan Securities Plc, Merrill Lynch International, Morgan Stanley & Co International Plc, and Societe Generale (31 October 2017: Barclays Bank Plc, Credit Suisse, Deutsche Bank AG, BNP Paribas (London Branch), J.P. Morgan Securities Plc, Merrill Lynch, Goldman Sachs and Citigroup Global Markets Limited). Please refer to Note 17 for collateral held at each counterparty. Please refer to Note 1(e) for more information on bank overdrafts.

The margin cash exposure per counterparty for the relevant Funds as at 30 April 2018 is shown in the tables below.

| Counterparty                                | Strategic<br>Global Bond<br>Fund<br>USD | Investment<br>Grade Global<br>Bond Fund<br>USD | Absolute<br>Return Bond<br>Fund<br>GBP | Equity Market<br>Neutral<br>Fund<br>GBP |
|---|---|--|--|---|
| Deutsche Bank AG                            | -                                       | -  | -                                      | (13,551)                                |
| Goldman Sachs International                 | -                                       | -  | -                                      | 10,794                                  |
| Merrill Lynch International Bank<br>Limited | -                                       | -  | 1,788,996                              | 16,757                                  |
| UBS Limited                                 | 6,602,584                               | 1,003,248                                      | 8,821,869                              | 198,940                                 |
| <b>Total</b>                                | <b>6,602,584</b>                        | <b>1,003,248</b>                               | <b>10,610,865</b>                      | <b>212,940</b>                          |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 11. Cash and Cash Equivalents and Margin Cash/Bank Overdrafts (continued)

The margin cash exposure per counterparty for the relevant Funds as at 30 April 2018 is shown in the tables below (continued).

| Counterparty                             | Absolute<br>Return Bond<br>Global Fund<br>GBP | Absolute<br>Return Bond<br>Constrained<br>Fund<br>EUR | Global<br>Diversified<br>Income Fund<br>EUR | Global<br>Diversified<br>Growth Fund<br>EUR |
|--|---|---|---|---|
| Merrill Lynch International Bank Limited | 228,822                                       | 25,382  | -   | -   |
| UBS Limited                              | 527,468                                       | 398,987   | 312,513                                     | (215,144)                                   |
| <b>Total</b>                             | <b>756,290</b>                                | <b>424,369</b>  | <b>312,513</b>                              | <b>(215,144)</b>                            |

| Counterparty                             | Global Equity<br>Market Neutral<br>Fund<br>GBP |
|--|--|
| Deutsche Bank AG                         | 614,698  |
| Goldman Sachs International              | 362,251  |
| Merrill Lynch International Bank Limited | 31,308   |
| <b>Total</b>                             | <b>1,008,257</b>                               |

The margin cash exposure per counterparty for the relevant Funds as at 31 October 2017 is shown in the tables below.

| Counterparty                             | Strategic<br>Global Bond<br>Fund<br>USD | Investment<br>Grade Global<br>Bond Fund<br>USD | High Yield<br>Global Bond<br>Fund<br>USD | Absolute<br>Return Bond<br>Fund<br>GBP |
|--|---|--|--|--|
| Merrill Lynch International Bank Limited | -                                       | -  | -  | 3,935,879                              |
| UBS Limited                              | 1,048,586                               | 712,804  | (88,968)                                 | 2,349,355                              |
| <b>Total</b>                             | <b>1,048,586</b>                        | <b>712,804</b>                                 | <b>(88,968)</b>                          | <b>6,285,234</b>                       |

| Counterparty                             | Equity Market<br>Neutral Plus<br>Fund<br>GBP | Equity Market<br>Neutral<br>Fund<br>GBP | Absolute<br>Return Bond<br>Global Fund<br>GBP | Absolute<br>Return Bond<br>Constrained<br>Fund<br>EUR |
|--|--|---|---|---|
| Deutsche Bank AG                         | (12,269)                                     | (36,814)                                | -   | -   |
| Goldman Sachs International              | (133,091)                                    | (181,414)                               | -   | -   |
| Merrill Lynch International Bank Limited | (148,667)                                    | (212,596)                               | 410,839                                       | 119,328   |
| UBS Limited                              | 121,314                                      | 253,492                                 | 160,279                                       | 70,312  |
| <b>Total</b>                             | <b>(172,713)</b>                             | <b>(177,332)</b>                        | <b>571,118</b>                                | <b>189,640</b>  |

| Counterparty                             | Global<br>Diversified<br>Income Fund<br>EUR | Global<br>Diversified<br>Growth Fund<br>EUR | Global Equity<br>Market<br>Neutral Fund<br>GBP |
|--|---|---|--|
| Deutsche Bank AG                         | -   | -   | 626,769  |
| Goldman Sachs International              | -   | -   | 37,132   |
| Merrill Lynch International Bank Limited | -   | -   | 33,143   |
| UBS Limited                              | (9,218)                                     | 151,578                                     | -  |
| <b>Total</b>                             | <b>(9,218)</b>                              | <b>151,578</b>                              | <b>697,044</b>                                 |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
for the financial period from 1 November 2017 to 30 April 2018

**Notes to the Financial Statements (continued)**

**11. Cash and Cash Equivalents and Margin Cash/Bank Overdrafts (continued)**

Term Deposits were held with following counterparties at 30 April 2018:

| <b>Counterparty</b> | <b>Strategic<br/>Global Bond<br/>Fund<br/>USD</b> | <b>High Yield<br/>Global Bond<br/>Fund<br/>USD</b> | <b>Absolute<br/>Return Bond<br/>Fund<br/>GBP</b> | <b>Global Equity<br/>Income Fund<br/>USD</b> |
|---------------------|---|--|--|--|
| BNP Paribas         | -   | -  | 96,378,835                                       | -  |
| Lloyds Bank Plc     | -   | -  | -  | 2,556,000                                    |
| Standard Chartered  | 8,122,562   | 2,664,835  | -  | -  |
| <b>Total</b>        | <b>8,122,562</b>                                  | <b>2,664,835</b>                                   | <b>96,378,835</b>                                | <b>2,556,000</b>                             |

| <b>Counterparty</b>                | <b>Active Long<br/>Dated Bond<br/>Fund<br/>GBP</b> | <b>Equity<br/>Market<br/>Neutral Fund<br/>GBP</b> | <b>Absolute<br/>Return Bond<br/>Global Fund<br/>GBP</b> | <b>Absolute<br/>Return Bond<br/>Constrained<br/>Fund<br/>EUR</b> |
|------------------------------------|--|---|---|--|
| BNP Paribas                        | -  | 6,179,000   | -   | -  |
| Credit Agricole                    | -  | 4,903,803   | 1,008,136   | -  |
| Lloyds Bank Plc                    | 3,183,921  | -   | -   | -  |
| National Bank of Abu Dhabi         | -  | 6,376,185   | -   | -  |
| Standard Chartered                 | -  | -   | -   | 1,653,841  |
| Sumitomo Mitsui Banking Corp       | -  | 6,123,156   | -   | -  |
| Sumitomo Mitsui Trust Bank Limited | -  | 6,656,423   | -   | -  |
| <b>Total</b>                       | <b>3,183,921</b>                                   | <b>30,238,567</b>                                 | <b>1,008,136</b>  | <b>1,653,841</b>   |

| <b>Counterparty</b>                | <b>Emerging<br/>Market Bond<br/>Opportunities<br/>Fund<br/>USD</b> | <b>Global<br/>Diversified<br/>Growth<br/>Fund<br/>EUR</b> | <b>Global Equity<br/>Market<br/>Neutral Fund<br/>GBP</b> |
|------------------------------------|--|---|--|
| Credit Agricole                    | -  | 5,825,377   | -  |
| Lloyds Bank Plc                    | 2,403,255  | 1,559,830   | -  |
| Rabobank                           | -  | -   | 15,575,159   |
| Sumitomo Mitsui Banking Corp       | -  | -   | 16,538,797   |
| Sumitomo Mitsui Trust Bank Limited | -  | -   | 16,719,303   |
| <b>Total</b>                       | <b>2,403,255</b>   | <b>7,385,207</b>  | <b>48,833,259</b>  |

Term Deposits were held with following counterparties at 31 October 2017:

| <b>Counterparty</b>                  | <b>Strategic<br/>Global Bond<br/>Fund<br/>USD</b> | <b>High Yield<br/>Global Bond<br/>Fund<br/>USD</b> | <b>Absolute<br/>Return Bond<br/>Fund<br/>GBP</b> | <b>Global Equity<br/>Income Fund<br/>USD</b> |
|--------------------------------------|---|--|--|--|
| Bank of Tokyo-Mitsubishi UFJ Limited | 17,935,000  | -  | -  | -  |
| BNP Paribas                          | -   | 11,903,138   | 24,579,212                                       | -  |
| Credit Agricole                      | -   | -  | 9,946,471  | -  |
| ING Bank NV                          | 23,890,226  | -  | 32,768,158                                       | -  |
| Lloyds Bank Plc                      | -   | -  | -  | 3,711,246                                    |
| Standard Chartered                   | 14,422,042  | -  | 22,066,133                                       | -  |
| <b>Total</b>                         | <b>56,247,268</b>                                 | <b>11,903,138</b>                                  | <b>89,359,974</b>                                | <b>3,711,246</b>                             |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**11. Cash and Cash Equivalents and Margin Cash/Bank Overdrafts (continued)**

Term Deposits were held with following counterparties at 31 October 2017 (continued):

| <b>Counterparty</b>                  | <b>Active Long<br/>Dated Bond<br/>Fund<br/>GBP</b> | <b>Equity<br/>Market<br/>Neutral Plus<br/>Fund<br/>GBP</b> | <b>Equity<br/>Market<br/>Neutral Fund<br/>GBP</b> | <b>Absolute<br/>Return Bond<br/>Global Fund<br/>GBP</b> |
|--------------------------------------|--|--|---|---|
| Bank of Tokyo-Mitsubishi UFJ Limited | -  | -  | 7,435,844   | -   |
| BNP Paribas                          | -  | 1,641,982  | 9,981,288   | -   |
| Credit Agricole                      | -  | 1,619,297  | 9,981,222   | 7,016,598   |
| DBS Bank Limited                     | -  | 1,000,000  | 4,000,000   | -   |
| ING Bank NV                          | 4,422,632  | 1,904,376  | 5,195,922   | -   |
| Lloyds Bank Plc                      | -  | -  | 4,153,312   | -   |
| National Bank of Abu Dhabi           | -  | 2,019,192  | 9,981,160   | -   |
| Pohjola Bank Plc                     | -  | 1,000,000  | 4,000,000   | -   |
| Rabobank                             | -  | 1,614,105  | 3,496,311   | -   |
| Societe Generale                     | -  | 1,619,359  | 7,611,890   | -   |
| Standard Chartered                   | -  | 1,615,014  | -   | 4,703,085   |
| Sumitomo Mitsui Banking Corp         | -  | 2,144,403  | 9,981,192   | -   |
| Sumitomo Mitsui Trust Bank Limited   | -  | 1,639,995  | 9,981,664   | -   |
| <b>Total</b>                         | <b>4,422,632</b>                                   | <b>17,817,723</b>  | <b>85,799,805</b>                                 | <b>11,719,683</b>                                       |

| <b>Counterparty</b>                  | <b>Absolute<br/>Return Bond<br/>Constrained<br/>Fund<br/>EUR</b> | <b>Emerging<br/>Market Bond<br/>Opportunities<br/>Fund<br/>USD</b> | <b>Global<br/>Diversified<br/>Growth Fund<br/>EUR</b> | <b>Global Equity<br/>Market<br/>Neutral Fund<br/>GBP</b> |
|--------------------------------------|--|--|---|--|
| Bank of Tokyo-Mitsubishi UFJ Limited | -  | -  | -   | 5,965,318  |
| BNP Paribas                          | -  | -  | -   | 6,740,652  |
| Credit Agricole                      | -  | -  | 4,223,604   | 5,737,615  |
| ING Bank NV                          | -  | -  | -   | 6,767,909  |
| Lloyds Bank Plc                      | -  | 1,449,612  | 3,737,231   | 6,700,084  |
| Rabobank                             | -  | -  | -   | 6,450,179  |
| Standard Chartered                   | 2,797,793  | -  | -   | -  |
| Sumitomo Mitsui Banking Corp         | -  | -  | -   | 6,740,137  |
| Sumitomo Mitsui Trust Bank Limited   | -  | -  | -   | 6,761,998  |
| <b>Total</b>                         | <b>2,797,793</b>   | <b>1,449,612</b>   | <b>7,960,835</b>                                      | <b>51,863,892</b>  |

**12. Fees**

The Company may pay out of the assets of each Fund the fees and expenses payable to the Investment Manager, the Depositary, the Administrator and the Distributor, the fees and expenses of sub-depositaries which will be at normal commercial rates, the fees and expenses of the Directors, any other miscellaneous fees such as, all taxes, company secretarial fees, any costs incurred in respect of meetings of Shareholders and marketing and distribution costs.

Such fees, duties and charges will be charged to each Fund in respect of which they were incurred or, where an expense is not considered by the Directors to be attributable to any one Fund, the expense will be allocated by the Directors with the approval of the Depositary, in such manner and on such basis as the Directors in their discretion deem fair and equitable.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**12. Fees (continued)**

In the case of any fees or expenses of a regular or recurring nature, such as audit fees, the Directors may calculate such fees and expenses on an estimated figure for yearly or other periods in advance and accrue the same in equal proportions over any period.

**Administration Fee**

The Investment Manager pays Administration fees on behalf of the Funds. These fees are paid directly by the Investment Manager to the Administrator, Citibank Europe Plc. The Investment Manager is invoiced directly and pays these fees out of the Investment Manager fee. The fee payable to the Administrator for the services provided shall not exceed 1% per annum (plus VAT, if any) of the net asset value of the Fund. During the financial period ended 30 April 2018 the amounts paid amounted to USD 1,174,114 (30 April 2017: USD 1,054,317). At the financial period end USD 223,649 was payable (31 October 2017: USD 237,728), this amount is included in the Investment Management fee payable figure on the Statement of Financial Position.

**Transfer Agency Fee**

The Investment Manager pays Transfer Agency fees on behalf of the Absolute Return Bond Constrained Fund and the Short Dated High Yield Global Bond Fund as these Funds operate a different charging structure. The Transfer Agency fee is 0.48bps of the Net Asset Value for the Active Long Dated Bond Fund and 0.90bps of the Net Asset Value of the Equity Market Neutral Plus Fund, the Equity Market Neutral Fund and the Global Equity Market Neutral Fund. The Transfer Agency fee is 0.95bps of the Net Asset Value of the Strategic Global Bond Fund, the Investment Grade Global Bond Fund, the High Yield Global Bond Fund, the Global Equity Income Fund, the Global Diversified Income Fund, the Global Sustainable Equity Fund and the Global Diversified Growth Fund. The Transfer Agency fee is 1bps of the Net Asset Value of the Emerging Market Bond Opportunities Fund and 1.14bps of the Net Asset Value of the Absolute Return Bond Fund and the Absolute Return Bond Global Fund.

**Investment Manager Fees**

The fee payable to the Investment Manager (excluding the Performance Fee) will be no more than 1% per annum of the Net Asset Value of the Strategic Global Bond Fund, the Investment Grade Global Bond Fund, the High Yield Global Bond Fund, the Absolute Return Bond Fund, the Global Equity Income Fund, the Active Long Dated Bond Fund, the Equity Market Neutral Fund, the Absolute Return Bond Global Fund, the Absolute Return Bond Constrained Fund, the Emerging Market Bond Opportunities Fund and the Short Dated High Yield Global Bond Fund including both Income shares and Accumulation shares. The fee payable to the Investment Manager (excluding the Performance Fee) will be no more than 1.5% per annum of the Net Asset Value of the Equity Market Neutral Plus Fund, the Global Sustainable Equity Fund and the Global Equity Market Neutral Fund including both Income shares and Accumulation shares. The fee payable to the Investment Manager (excluding the Performance Fee) will be no more than 2% per annum of the Net Asset Value of the Global Diversified Income Fund and the Global Diversified Growth Fund including both Income share and Accumulation shares.

Such fees shall be calculated daily and payable monthly in arrears. The Investment Manager shall also be entitled to be reimbursed out of the assets of each Fund for reasonable out-of-pocket expenses incurred by the Investment Manager in the performance of its duties.

The Investment Manager Fees incurred and payable are presented in the Statement of Comprehensive Income and Statement of Financial Position on pages 24 to 31 and 32 to 39 respectively.

**Depositary and Trustee Fees**

The fee payable to the Depositary, for custodial services provided to the Company, will not exceed 0.5% per annum of the Net Asset Value of each Fund.

The Depositary will also be entitled to receive any out-of-pocket expenses incurred (including any transaction charges or sub-Depositary fees at normal commercial rates).

The Trustee Fees include safekeeping fees which are transaction based and are payable to the Depositary.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**12. Fees (continued)**

**Depository and Trustee Fees (continued)**

For all sub-funds the Depository will be entitled to a minimum fee of £3,000 per annum.

The Depository and Trustee Fees incurred and payable are presented in the Statement of Comprehensive Income and Statement of Financial Position on pages 24 to 31 and 32 to 39 respectively.

**Performance Fee**

In addition to the Investment Manager Fees, a Performance Fee is payable to the Investment Manager of the Equity Market Neutral Plus Fund and the Global Equity Market Neutral Fund in certain circumstances, as set out below. The Investment Manager may agree at its discretion to waive the Performance Fee or a portion of the Performance Fee with respect to certain Shareholders' investment in the Fund. Any such waiver or reduction will not entitle other Shareholders to a similar waiver. The Performance fee shall be payable annually in arrears.

**High Water Mark** is a measure used to ensure that a Performance Fee is only charged when there has been an increase in value over the Performance Period. For the Fund, the High Water Mark is the Net Asset Value per Share when a Performance Fee last crystallised or, if higher, the Initial Issue Price.

**Hurdle Price** is one of the prices which has to be exceeded (the other being the High Water Mark) before a Performance Fee will accrue. For the Fund, the Hurdle Price at the start of a Performance Period is equal to the High Water Mark. The Hurdle Price on each subsequent day of that Performance Period is calculated on a cumulative basis by multiplying the previous day's Hurdle Price by one plus the relevant Hurdle Rate.

**Hurdle Rate** is the relevant cash rate of return applicable in respect of the relevant Share class (as set out in the following table) on each day during the Performance Period, divided by 365 (or 366 in a leap year). The Investment Manager may amend the relevant cash rate of return upon 60 business days' written notice to Shareholders. For the purpose of the Hurdle Rate EURIBOR is the Euro Interbank Offered Rate, LIBOR is the London Interbank Offered Rate, STIBOR is the Stockholm Interbank Offered Rate, CHF LIBOR is the Swiss Franc Interbank Offer Rate, NIBOR is the Norwegian Interbank Offered Rate, CIBOR is the Copenhagen Interbank Offered Rate, REIBOR is the Reykjavik Interbank Offered Rate and TIBOR is the Tokyo Interbank Offered.

**Equity Market Neutral Plus Fund**

| <b>Share Class</b>                      | <b>Relevant cash rate of return</b> |
|---|-------------------------------------|
| Class B EUR (Accumulation) Hedged       | 1 month EURIBOR                     |
| Class C EUR (Accumulation) Hedged       |                                     |
| Class B GBP (Accumulation)              | 1 month GBP LIBOR                   |
| Class C GBP (Accumulation)              |                                     |
| Class B US Dollar (Accumulation) Hedged | 1 month USD LIBOR                   |
| Class C US Dollar (Accumulation) Hedged |                                     |
| Class B CHF (Accumulation) Hedged       | 1 month CHF LIBOR                   |
| Class C CHF (Accumulation) Hedged       |                                     |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 12. Fees (continued)

#### Performance Fee (continued)

##### Global Equity Market Neutral Fund

| Share Class                        | Relevant cash rate of return |
|------------------------------------|------------------------------|
| Class P Euro (Income) Hedged       | 1 month EURIBOR              |
| Class P Euro (Accumulation) Hedged |                              |
| Class P GBP (Income)               | 1 month GBP LIBOR            |
| Class P GBP (Accumulation)         |                              |
| Class P USD (Income) Hedged        | 1 month USD LIBOR            |
| Class P USD (Accumulation) Hedged  |                              |
| Class P CHF (Income) Hedged        | 1 month CHF LIBOR            |
| Class P CHF (Accumulation) Hedged  |                              |
| Class P SEK (Income) Hedged        | 1 month STIBOR               |
| Class P SEK (Accumulation) Hedged  |                              |
| Class P NOK (Income) Hedged        | 1 month NIBOR                |
| Class P NOK (Accumulation) Hedged  |                              |
| Class P DKK (Income) Hedged        | 1 month CIBOR                |
| Class P DKK (Accumulation) Hedged  |                              |
| Class P ISK (Income) Hedged        | 1 month REIBOR               |
| Class P ISK (Accumulation) Hedged  |                              |
| Class P JPY (Income) Hedged        | 1 month TIBOR                |
| Class P JPY (Accumulation) Hedged  |                              |

**Outperformance** is the amount by which the Net Asset Value per Share exceeds the higher of the High Water Mark and the Hurdle Price.

Performance Period is the period over which the Performance Fee is calculated and is the period ending at the valuation point on 31st October of each financial year. The first Performance Period for each Share Class will start on the launch date of that Share Class. The Performance Period shall be deemed to end on the date on which any Shares are redeemed.

The Performance Fee is calculated as 15% of the Outperformance. It is calculated and accrued daily by the Administrator, subject to verification by the Depositary. It is calculated at Share Class level (rather than, for example, at Fund level or individual Shareholder level).

Using a High Water Mark in the calculation of Outperformance ensures that Shareholders are only charged a Performance Fee once on any performance generated by the Fund. This means that Shares purchased when the Net Asset Value per Share is less than the High Water Mark will not be subject to any Performance Fee until the date on which the Net Asset Value per Share exceeds the High Water Mark (or, if higher, the Hurdle Price). Where the Net Asset Value per Share is below the High Water Mark at the end of a Performance Period, the High Water Mark will remain unchanged and will not be re-set downwards.

The Net Asset Value per Share and the Hurdle Rate may differ in different Share Classes. This means that the amount of Performance Fee payable in respect of a Performance Period may differ between Share Classes. The Hurdle Rate will vary from day to day over the Performance Period as the relevant cash rate of return (specified in the table above) changes.

The Performance Fee shall not fall below zero. There is no limit on the amount of the Performance Fee which may be payable in a Performance Period. Once a Performance Fee has been paid, it will not be repaid by the Investment Manager regardless of the future performance of the Fund.

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 12. Fees (continued)

#### Performance Fee (continued)

The Performance Fee is based on net realised and net unrealised gains and losses at the end of each Performance Period. As a result, a Performance Fee may be charged on gains which are not subsequently realised. Once a Performance Fee has been paid, no refund will be made.

Where a Performance Fee is payable to the Investment Manager, it will already be reflected in the Net Asset Value per Share. This means that payment of the Performance Fee to the Investment Manager will not result in a sudden drop in the Net Asset Value per Share.

The Performance Fee will be calculated as part of the Net Asset Value per Share, after any fees and expenses have been deducted but before any Dilution Adjustment has been made.

Where an investor holds Shares for part of a Performance Period, a Performance Fee will be payable by the relevant Share Class if there is Outperformance over the Performance Period even if, during the part of the Performance Period in which the investor owns Shares, there is no Outperformance. However, any Performance Fee payable will only accrue on those days on which there is Outperformance.

Where Shares are cancelled during a Performance Period and, at the relevant valuation point, the Net Asset Value per Share is above the High Water Mark and the Hurdle Price, any Performance Fee accrued and reflected in the price of those Shares will become payable to the Investment Manager. Any such Performance Fee paid to the Investment Manager will not be repaid even if, at the end of the relevant Performance Period, a Performance Fee would not have been payable in respect of such Shares if they had continued to be held to the end of such Performance Period.

The Performance Fee incurred and payable is presented in the Statement of Comprehensive Income and Statement of Financial Position on pages 24 to 31 and 32 to 39, respectively.

#### Distributor Fee

In addition to the preliminary charge that may be paid to the Distributor, the fee payable to the Distributor for its services in the distribution of shares of the Fund shall not exceed 1% per annum of the Net Asset Value attributable to the Class A Shares. The Distributor may, at its sole discretion and in accordance with applicable laws and regulations, (i) pay commission to financial intermediaries including but not limited to sub-distributors, intermediaries and advisers who refer and/or advise prospective investors out of the Distributor's fee as set out above and/or (ii) waive the Distributor Fee for certain prospective investors based on factors deemed appropriate by the Distributor.

The Distributor Fees incurred and payable are present in the Statement of Comprehensive Income and Statement of Financial Position on pages 24 to 31 and 32 to 39, respectively.

#### Directors Fees

Only Directors who are not employees of the Aegon group of companies and Kames group of companies will be entitled to remuneration for their services as Director. The fees shall not exceed EUR 20,000 per annum or such other amount as may be approved by a resolution of the Directors or the Shareholders in the general meeting.

All Directors will be entitled to be reimbursed out of the assets of the Funds for out of pocket expenses incurred in discharging their duties as Directors. The Directors fees incurred by the Company for the financial period ended 30 April 2018 amounted to USD 22,214 (30 April 2017: USD 21,643).

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**12. Fees (continued)**

**Audit Fees**

The Audit Fees incurred and payable are present in the Statement of Comprehensive Income and Statement of Financial Position on pages 24 to 31 and 32 to 39, respectively. The audit fees of the Absolute Return Bond Constrained Fund, the Absolute Return Bond Global Fund and Short Dated High Yield Global Bond Fund are paid by the Investment Manager until further notice.

**Miscellaneous Expenses**

Miscellaneous expenses on the Statement of Comprehensive Income include various fees and expenses such as listing, advisory, tax services, regulatory, company secretarial, translation service, report production fees, overdraft interest, consent fees and preliminary expenses where applicable.

**13. Risks Associated with Financial Instruments**

Risk is inherent in the activities of each Fund but it is managed through a process of ongoing identification, measurement and monitoring, subject to risks limits and other controls. The Funds are exposed to market risk (which includes currency risk, interest rate risk and market price risk), credit risk and liquidity risk arising from the financial instruments it holds.

The main risks arising from financial instruments and the policies for managing these risks are stated below. These policies have been applied throughout the period under review.

**Market Price**

The main risk arising from each Fund's financial instruments is market price. Market price risk is the risk that the value of the Funds' investments will fluctuate as a result of changes in market price caused by factors other than interest rate or foreign currency movements. Market price risk arises mainly from uncertainty about future prices of financial instruments that the Fund might hold. It represents the potential loss the Funds might suffer through holding market positions in the face of price movements. The Funds' investment portfolios are exposed to market price fluctuations, which are monitored by the investment manager in pursuance of the stated investment objectives, and policies as set out in the Prospectus. In addition, the Funds are also exposed to unfavourable market prices changes of the underlying financial instruments in case of contracts for difference. The Funds may incur a significant loss if the value of the underlying instruments falls below the value of a particular contract.

Adherence to the investment guidelines and to investment and borrowing powers set out in the instrument of incorporation, the Prospectus and UCITS regulations issued by the Central Bank mitigates the risk of excessive exposure per industry to any particular type of security or issuer.

**Foreign Currency Risk**

Foreign currency risk is the risk that the value of the Funds' investments will fluctuate as a result of changes in foreign currency exchange rates.

For the Funds where an element of the investment portfolio is invested in overseas securities the Statement of Financial Position can be affected by movements in exchange rates. The investment manager may seek to manage exposure to currency movements by using forward foreign currency contracts or by hedging the Fund currency value of investments that are priced in other currencies. Income received in other currencies is converted to Fund currency on or near the date of receipt.

**Interest Rate Risk**

Interest rate risk is the risk that the value of the Funds' investments will fluctuate as a result of changes in interest rates.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**13. Risks Associated with Financial Instruments (continued)**

**Interest Rate Risk (continued)**

All of the Funds, except the Global Sustainable Equity Fund, the Global Equity Income Fund, the Equity Market Neutral Plus Fund and the Global Equity Market Neutral Fund invest in fixed interest securities. The income from these Funds may be affected by changes to interest rates relevant to particular securities or as a result of the Directors being unable to secure similar returns on the expiry of contracts or sale of securities. The value of fixed interest securities may be affected by such movements in the future. Interest receivable on bank deposits and payable on bank overdrafts will be affected by fluctuations in interest rates, as will Floating Rate Bonds. All other assets and liabilities of the Funds are non-interest bearing.

The sub-funds will adjust their exposure to interest risk according to their views on how rates will move in the future. This may mean that at times the sub-funds may take on more or less risk depending on the view of the Investment Manager.

**Liquidity Risk**

Liquidity risk is defined as 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 Participating Shares. Redeemable Participating Shares are redeemed on demand at the holder's option based on the Company's net assets value per share at the time of redemption. The Redeemable Participating Shares are carried at the redemption amount that is payable at the reporting date if the holder exercises the right to put the share back to the Company.

The Company manages its liquidity risk by investing primarily in marketable securities.

The assets of the Company are considered to be readily realisable. Assets from a Fund may need to be sold if insufficient cash is available to finance such cancellations.

The Company may repurchase some proportion or all shares held by an investor at the Repurchase Price on the relevant Dealing Day, subject to the following exceptions:

(a) Where the total of repurchase requests on any Dealing Day exceeds 10% of the Net Asset Value of shares of any Fund in issue at the Valuation Point, the Company may scale down pro rata the number of shares to be repurchased in response to each request to ensure that the 10% limit is not exceeded. Any unfulfilled balance of repurchase requests will be carried forward to the next Dealing Day and so on thereafter until each request has been dealt with in full. Requests for repurchase that have been carried forward from an earlier Dealing Day will be dealt with in priority to later requests.

(b) If in respect of any single repurchase, monies amount to more than 5% of the Net Asset Value of the Fund at the Valuation Point for the Dealing Day, the Company has the power to divide in specie all or any part of the Assets of the relevant Fund, and has the right to elect by notice in writing to the investor to appropriate and transfer Assets to him in full or part satisfaction of the Repurchase Price.

**Credit Risk**

Certain transactions in securities that the Funds enter into expose them to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Funds have fulfilled their responsibility. The Funds only buy and sell investments through brokers, which have been approved by the Directors as an acceptable counterparty. In addition, limits are set to the exposure to any individual broker that may exist at any time and changes to brokers' financial ratings are reviewed.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**13. Risks Associated with Financial Instruments (continued)**

**Credit Risk (continued)**

**Derivatives**

Some of the Funds may also enter into derivative transactions in the form of contracts for difference, forward foreign currency contracts, swaps, futures. Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities, contracts for difference, swaps (including Credit Default Swaps), options and future contracts are used to manage market risks arising from the Funds investment activities.

The Absolute Return Bond Fund and the Global Equity Market Neutral Fund enter into financial derivative instruments (including forward foreign currency contracts, futures, and swaps) for investment purposes.

**14. Related Parties**

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions or if one party is a member of the key management personnel of the other party.

The following are related parties under FRS 102:

- \* Directors of the Company as listed on page 2.
- \* The Investment Manager, Distributor & Promoter, Kames Capital Plc.
- \* Andrew Bell, a senior employee of the Investment Manager.
- \* Mike Kirby, a Director and majority shareholder of KB Associates, a firm which provides consultancy, VAT reporting and money laundering reporting officer services to the Company.
- \* Scottish Equitable and Kames Capital Plc. Both entities have the same ultimate parent in the Aegon group. The investment manager is under common control with these three entities, and both have invested in one or more of the Funds.

Aegon Ireland Plc was sold by the Aegon group on 3 April 2018 and therefore is no longer a related party.

Investment Manager Fees, Performance Fees, Directors Fees and Depositary Fees are disclosed in Note 12.

**Connected Persons**

Regulation 41 of the Central Bank UCITS Regulations 'Restrictions of transactions with connected persons' states that 'A responsible person shall ensure that any transaction between a UCITS and a connected person is conducted a) at arm's length; and b) in the best interest of the unit holders of the UCITS'.

As required under Central Bank UCITS Regulation 78.4, the Directors, as responsible persons are satisfied that there are in place arrangements, evidenced by written procedures, to ensure that the obligations that are prescribed by Regulation 41(1) are applied to all transactions with a connected party; and all transactions with connected parties that were entered into during the period to which the report relates complied with the obligations that are prescribed by Regulation 41(l).

The fees paid by the Company for the financial period ended 30 April 2018 to KB Associates for consultancy, VAT reporting and money laundering reporting officer services amounted to USD Nil (30 April 2017: USD 29,822). Fees Payable as at 30 April 2018 are USD 61,387 (31 October 2017: USD 34,360).

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**14. Related Parties (continued)**

During the financial period Scottish Equitable had subscriptions of USD 601,296 (30 April 2017: USD 49,008,944) and redemptions of USD 12,171,233 (30 April 2017: USD 793,949) and Kames Capital Plc had subscriptions of USD 121,440 (30 April 2017: USD 45,128) and redemptions of USD 602,171 (30 April 2017: USD 27,385).

As at 30 April 2018 Scottish Equitable held total shares of 64,906,331 (31 October 2017: 65,732,630) with a value of USD 887,424,637 (31 October 2017: USD 874,314,193) and Kames Capital Plc held total shares of 95,020 (31 October 2017: 133,564) with a value of USD 1,163,025 (31 October 2017: USD 1,639,363).

Total redemption of Global Diversified Income Fund for the amount of EUR 14,725,771 during the financial period ended 30 April 2018 includes in-specie transactions to the value of EUR 9,147,288 (31 October 2017: Total issuance of Global Diversified Income Fund for the amount of EUR 21,822,503 during the financial year ended 31 October 2017 includes in-specie transactions to the value of EUR 8,052,611).

The following lists the number of shareholders that as at 30 April 2018 and 31 October 2017 hold more than 20% of shares in each Fund based on the relevant Fund's share value compared to the total Net Asset Value of each Fund:

| <b>Number of shareholders</b>                | <b>30 April 2018</b> | <b>31 October 2017</b> |
|--|----------------------|------------------------|
| Strategic Global Bond Fund                   | 1                    | 1                      |
| Investment Grade Global Bond Fund            | 2                    | 1                      |
| Absolute Return Bond Fund                    | 1                    | 1                      |
| Global Equity Income Fund                    | 1                    | 1                      |
| Active Long Dated Bond Fund                  | 1                    | 1                      |
| Equity Market Neutral Plus Fund <sup>^</sup> | -                    | 2                      |
| Equity Market Neutral Fund                   | 1                    | 2                      |
| Absolute Return Bond Global Fund             | 2                    | 2                      |
| Absolute Return Bond Constrained Fund        | 3                    | 3                      |
| Emerging Market Bond Opportunities Fund      | 1                    | 1                      |
| Global Diversified Income Fund               | 2                    | 2                      |
| Global Sustainable Equity Fund               | 1                    | 1                      |
| Global Diversified Growth Fund               | 1                    | 1                      |
| Global Equity Market Neutral Fund            | 2                    | 2                      |
| Short Dated High Yield Global Bond Fund      | 2                    | -                      |

**Directors Fees**

The Directors fees incurred by the Company for the financial period ended 30 April 2018 amounted to USD 22,214 (30 April 2017: USD 21,643).

<sup>^</sup> Equity Market Neutral Plus Fund closed on 2 February 2018.

**15. Events during the financial period**

The following share classes closed on 1 December 2017:

**Strategic Global Bond Fund**

Class B SGD (Accumulation) Hedged

**Global Equity Income Fund**

Class B GBP (Income)

Class C GBP (Accumulation)

**Absolute Return Bond Fund**

Class A EUR (Accumulation) Hedged

Class B EUR (Accumulation) Hedged

Class B US Dollar (Accumulation) Hedged

Class H EUR (Income) Hedged

Class H CHF (Accumulation) Hedged

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 15. Events during the financial period (continued)

#### Equity Market Neutral Plus Fund

Class B SEK (Accumulation) Hedged  
Class B US Dollar (Accumulation) Hedged  
Class B CHF (Accumulation) Hedged  
Class C US Dollar (Accumulation) Hedged

#### Absolute Return Bond Global Fund

Class B CHF (Accumulation) Hedged  
Class B EUR (Accumulation) Hedged  
Class B US Dollar (Accumulation) Hedged  
Class B EUR (Income) Hedged  
Class Z GBP (Accumulation)

The following share classes closed on 1 December 2017:

#### Absolute Return Bond Constrained Fund

Class B EUR (Accumulation)  
Class B GBP (Accumulation) Hedged  
Class B CHF (Accumulation) Hedged  
Class B SEK (Accumulation) Hedged  
Class B US Dollar (Accumulation) Hedged

#### Emerging Market Bond Opportunities Fund

Class B EUR (Accumulation) Hedged  
Class B US Dollar (Accumulation)  
Class C EUR (Income) Hedged  
Class C GBP (Income) Hedged  
Class C US Dollar (Income)

#### Global Diversified Income Fund

Class C CHF (Income) Hedged

#### Global Diversified Growth Fund

Class B CHF (Accumulation) Hedged  
Class B SEK (Accumulation) Hedged  
Class C US Dollar (Accumulation) Hedged  
Class C EUR (Accumulation)  
Class C CHF (Accumulation) Hedged  
Class C EUR (Income)

Kames Emerging Market Bond Fund has been re-named Kames Emerging Market Bond Opportunities Fund with effect from 1 December 2017.

Kames Equity Market Neutral Plus Fund closed on 2 February 2018.

Kames Strategic Global Bond Fund launched share class B US Dollar (Accumulation) and share class J US Dollar (Accumulation) on 22 March 2018.

Please refer to Note 10 for details of dividends declared by the Directors for the Income Share Classes during the financial period.

There have been no other significant events during the financial period.

### 16. Events after the Statement of Financial Position date

Kames Global Diversified Income Fund launched Share Class C US Dollar (Accumulation) Hedged on 2 May 2018.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**Notes to the Financial Statements (continued)**

**16. Events after the Statement of Financial Position date (continued)**

Kames Active Long Dated Bond Fund fully redeemed on 8 May 2018. It will be formally closed on a later date yet to be confirmed.

The Directors declared the following dividends for the Income Share Classes on Kames Global Diversified Income Fund: 31 May 2018 – EUR 393,390.

There have been no other significant events since the financial period end.

**17. Derivative Exposure**

The table below analyses the Company's derivative exposure by type of derivatives and counterparty:

**Strategic Global Bond Fund**  
**30 April 2018**

**Net Derivative Exposure**

| Financial Assets  | Net Exposure     | Cash Collateral    | Non Cash Collateral |
|-------------------|------------------|--------------------|---------------------|
| Forward Contracts | 2,203,142        | (9,040,000)        | -                   |
| <b>Total</b>      | <b>2,203,142</b> | <b>(9,040,000)</b> | <b>-</b>            |

**Financial Liabilities**

|              |                     |                     |          |
|--------------|---------------------|---------------------|----------|
| Swaps        | (10,077,481)        | (10,000,000)        | -        |
| <b>Total</b> | <b>(10,077,481)</b> | <b>(10,000,000)</b> | <b>-</b> |

**Collateral**

|                             | Net Exposure       | Credit Rating | Cash Collateral Received/(Pledged) | Non Cash Collateral |
|-----------------------------|--------------------|---------------|------------------------------------|---------------------|
| Barclays Bank               | 3,396,181          | A             | 2,650,000                          | -                   |
| BNP Paribas                 | (1,354,542)        | A             | (1,330,000)                        | -                   |
| Citi                        | (4,427,111)        | A+            | (14,810,000)                       | -                   |
| Deutsche Bank               | 3,234,072          | A-            | 3,120,000                          | -                   |
| Goldman Sachs International | (5,336,584)        | A+            | (5,260,000)                        | -                   |
| JPMorgan Securities         | (3,386,355)        | A+            | (3,410,000)                        | -                   |
|                             | <b>(7,874,339)</b> |               | <b>(19,040,000)</b>                | <b>-</b>            |

**Investment Grade Global Bond Fund**  
**30 April 2018**

**Net Derivative Exposure**

| Financial Liabilities | Net Exposure     | Cash Collateral    | Non Cash Collateral |
|-----------------------|------------------|--------------------|---------------------|
| Forward Contracts     | (510,607)        | (4,010,000)        | -                   |
| <b>Total</b>          | <b>(510,607)</b> | <b>(4,010,000)</b> | <b>-</b>            |

**Collateral**

|               | Net Exposure     | Credit Rating | Cash Collateral Received/(Pledged) | Non Cash Collateral |
|---------------|------------------|---------------|------------------------------------|---------------------|
| Barclays Bank | 501,845          | A             | (10,000)                           | -                   |
| Citi          | (2,549,987)      | A+            | (5,480,000)                        | -                   |
| Deutsche Bank | 1,537,535        | A-            | 1,480,000                          | -                   |
|               | <b>(510,607)</b> |               | <b>(4,010,000)</b>                 | <b>-</b>            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 17. Derivative Exposure (continued)

#### High Yield Global Bond Fund 30 April 2018

##### Net Derivative Exposure

| Financial Assets |                   | Net Exposure     | Cash Collateral    | Non Cash Collateral |
|------------------|-------------------|------------------|--------------------|---------------------|
|                  | Forward Contracts | 1,865,232        | (2,130,000)        | -                   |
|                  | <b>Total</b>      | <b>1,865,232</b> | <b>(2,130,000)</b> | <b>-</b>            |

##### Collateral

|               | Net Exposure     | Credit Rating | Cash Collateral Received/(Pledged) | Non Cash Collateral |
|---------------|------------------|---------------|------------------------------------|---------------------|
| Barclays Bank | 1,002,287        | A             | 750,000                            | -                   |
| Citi          | (1,927,300)      | A+            | (5,560,000)                        | -                   |
| Deutsche Bank | 2,790,245        | A-            | 2,680,000                          | -                   |
|               | <b>1,865,232</b> |               | <b>(2,130,000)</b>                 | <b>-</b>            |

#### Absolute Return Bond Fund 30 April 2018

##### Net Derivative Exposure

| Financial Liabilities |                   | Net Exposure        | Cash Collateral     | Non Cash Collateral |
|-----------------------|-------------------|---------------------|---------------------|---------------------|
|                       | Forward Contracts | (1,801,628)         | (3,740,000)         | -                   |
|                       | Swaps             | (12,161,951)        | (10,420,000)        | -                   |
|                       | <b>Total</b>      | <b>(13,963,579)</b> | <b>(14,160,000)</b> | <b>-</b>            |

##### Collateral

|                                       | Net Exposure        | Credit Rating | Cash Collateral Received/(Pledged) | Non Cash Collateral |
|---------------------------------------|---------------------|---------------|------------------------------------|---------------------|
| Barclays Bank                         | (1,081,859)         | A             | (1,030,000)                        | -                   |
| BNP Paribas                           | (1,815,826)         | A             | (1,660,000)                        | -                   |
| Citigroup Global Markets              | (189,785)           | A+            | (150,000)                          | -                   |
| Citi                                  | 1,637,644           | A+            | (640,000)                          | -                   |
| Goldman Sachs International           | (6,501,325)         | A+            | (6,530,000)                        | -                   |
| JPMorgan Securities                   | (4,807,787)         | A+            | (3,100,000)                        | -                   |
| Merrill Lynch International           | 776,697             | A+            | 710,000                            | -                   |
| Morgan Stanley & Co International Plc | (1,618,205)         | A+            | (1,400,000)                        | -                   |
| Societe Generale                      | (363,133)           | A             | (360,000)                          | -                   |
|                                       | <b>(13,963,579)</b> |               | <b>(14,160,000)</b>                | <b>-</b>            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 17. Derivative Exposure (continued)

#### Global Equity Income Fund 30 April 2018

##### Net Derivative Exposure

|                              |                   | Net<br>Exposure  | Cash<br>Collateral | Non Cash<br>Collateral |
|------------------------------|-------------------|------------------|--------------------|------------------------|
| <b>Financial Liabilities</b> |                   |                  |                    |                        |
|                              | Forward Contracts | (537,988)        | (580,000)          | -                      |
|                              | <b>Total</b>      | <b>(537,988)</b> | <b>(580,000)</b>   | <b>-</b>               |

##### Collateral

|      | Net<br>Exposure  | Credit<br>Rating | Cash<br>Received/(Pledged) | Non Cash<br>Collateral |
|------|------------------|------------------|----------------------------|------------------------|
| Citi | (537,988)        | A+               | (580,000)                  | -                      |
|      | <b>(537,988)</b> |                  | <b>(580,000)</b>           | <b>-</b>               |

#### Equity Market Neutral Fund 30 April 2018

##### Net Derivative Exposure

|                         |                   | Net<br>Exposure | Cash<br>Collateral | Non Cash<br>Collateral |
|-------------------------|-------------------|-----------------|--------------------|------------------------|
| <b>Financial Assets</b> |                   |                 |                    |                        |
|                         | Forward Contracts | 25,589          | (620,000)          | -                      |
|                         | <b>Total</b>      | <b>25,589</b>   | <b>(620,000)</b>   | <b>-</b>               |

##### Collateral

|      | Net<br>Exposure | Credit<br>Rating | Cash<br>Collateral<br>Received/(Pledged) | Non Cash<br>Collateral |
|------|-----------------|------------------|--|------------------------|
| Citi | 25,589          | A+               | (620,000)                                | -                      |
|      | <b>25,589</b>   |                  | <b>(620,000)</b>                         | <b>-</b>               |

#### Absolute Return Bond Global Fund 30 April 2018

##### Net Derivative Exposure

|                              |                   | Net<br>Exposure    | Cash<br>Collateral | Non Cash<br>Collateral |
|------------------------------|-------------------|--------------------|--------------------|------------------------|
| <b>Financial Liabilities</b> |                   |                    |                    |                        |
|                              | Forward Contracts | (198,474)          | (450,000)          | -                      |
|                              | Swaps             | (1,297,008)        | (990,000)          | -                      |
|                              | <b>Total</b>      | <b>(1,495,482)</b> | <b>(1,440,000)</b> | <b>-</b>               |

##### Collateral

|                                | Net<br>Exposure    | Credit<br>Rating | Cash<br>Collateral<br>Received/(Pledged) | Non Cash<br>Collateral |
|--------------------------------|--------------------|------------------|--|------------------------|
| BNP Paribas                    | (690,841)          | A                | (620,000)                                | -                      |
| Citi                           | 147,158            | A+               | (370,000)                                | -                      |
| Goldman Sachs<br>International | (290,587)          | A+               | (290,000)                                | -                      |
| JPMorgan Securities            | (661,212)          | A+               | (160,000)                                | -                      |
|                                | <b>(1,495,482)</b> |                  | <b>(1,440,000)</b>                       | <b>-</b>               |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 17. Derivative Exposure (continued)

#### Absolute Return Bond Constrained Fund 30 April 2018

##### Net Derivative Exposure

|                              |                   | Net Exposure     | Cash Collateral  | Non Cash Collateral |
|------------------------------|-------------------|------------------|------------------|---------------------|
| <b>Financial Liabilities</b> |                   |                  |                  |                     |
|                              | Forward Contracts | (712,440)        | (840,000)        | -                   |
|                              | Swaps             | (170,244)        | (140,000)        | -                   |
|                              | <b>Total</b>      | <b>(882,684)</b> | <b>(980,000)</b> | -                   |

##### Collateral

|                             | Net Exposure     | Credit Rating | Cash Collateral Received/(Pledged) | Non Cash Collateral |
|-----------------------------|------------------|---------------|------------------------------------|---------------------|
| Goldman Sachs International | (170,244)        | A+            | (140,000)                          | -                   |
| JPMorgan Securities         | (712,440)        | A+            | (840,000)                          | -                   |
|                             | <b>(882,684)</b> |               | <b>(980,000)</b>                   | -                   |

#### Global Diversified Income Fund 30 April 2018

##### Net Derivative Exposure

|                              |                   | Net Exposure       | Cash Collateral    | Non Cash Collateral |
|------------------------------|-------------------|--------------------|--------------------|---------------------|
| <b>Financial Liabilities</b> |                   |                    |                    |                     |
|                              | Forward Contracts | (2,043,336)        | (1,520,000)        | -                   |
|                              | <b>Total</b>      | <b>(2,043,336)</b> | <b>(1,520,000)</b> | -                   |

##### Collateral

|               | Net Exposure       | Credit Rating | Cash Collateral Received/(Pledged) | Non Cash Collateral |
|---------------|--------------------|---------------|------------------------------------|---------------------|
| Citi          | (472,069)          | A+            | 190,000                            | -                   |
| Deutsche Bank | (1,571,267)        | A-            | (1,710,000)                        | -                   |
|               | <b>(2,043,336)</b> |               | <b>(1,520,000)</b>                 | -                   |

#### Global Diversified Growth Fund 30 April 2018

##### Net Derivative Exposure

|                              |                   | Net Exposure     | Cash Collateral  | Non Cash Collateral |
|------------------------------|-------------------|------------------|------------------|---------------------|
| <b>Financial Liabilities</b> |                   |                  |                  |                     |
|                              | Forward Contracts | (655,490)        | (470,000)        | -                   |
|                              | <b>Total</b>      | <b>(655,490)</b> | <b>(470,000)</b> | -                   |

##### Collateral

|               | Net Exposure     | Credit Rating | Cash Collateral Received/(Pledged) | Non Cash Collateral |
|---------------|------------------|---------------|------------------------------------|---------------------|
| Citi          | (245,057)        | A+            | 120,000                            | -                   |
| Deutsche Bank | (410,433)        | A-            | (590,000)                          | -                   |
|               | <b>(655,490)</b> |               | <b>(470,000)</b>                   | -                   |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 17. Derivative Exposure (continued)

#### Global Equity Market Neutral Fund 30 April 2018

##### Net Derivative Exposure

|                              |                   | Net<br>Exposure  | Cash<br>Collateral | Non Cash<br>Collateral |
|------------------------------|-------------------|------------------|--------------------|------------------------|
| <b>Financial Liabilities</b> |                   |                  |                    |                        |
|                              | Forward Contracts | (640,637)        | (450,000)          | -                      |
|                              | <b>Total</b>      | <b>(640,637)</b> | <b>(450,000)</b>   | -                      |

##### Collateral

|                             | Net<br>Exposure  | Credit<br>Rating | Cash<br>Collateral<br>Received/(Pledged) | Non Cash<br>Collateral |
|-----------------------------|------------------|------------------|--|------------------------|
| Citigroup Global<br>Markets | (640,637)        | A+               | (450,000)                                | -                      |
|                             | <b>(640,637)</b> |                  | <b>(450,000)</b>                         | -                      |

#### Short Dated High Yield Global Bond Fund 30 April 2018

##### Net Derivative Exposure

|                              |                   | Net<br>Exposure  | Cash<br>Collateral | Non Cash<br>Collateral |
|------------------------------|-------------------|------------------|--------------------|------------------------|
| <b>Financial Liabilities</b> |                   |                  |                    |                        |
|                              | Forward Contracts | (384,043)        | (4,270,000)        | -                      |
|                              | <b>Total</b>      | <b>(384,043)</b> | <b>(4,270,000)</b> | -                      |

##### Collateral

|               | Net<br>Exposure  | Credit<br>Rating | Cash<br>Collateral<br>Received/(Pledged) | Non Cash<br>Collateral |
|---------------|------------------|------------------|--|------------------------|
| Citi          | (1,888,905)      | A+               | (3,110,000)                              | -                      |
| Deutsche Bank | 1,504,862        | A-               | (1,160,000)                              | -                      |
|               | <b>(384,043)</b> |                  | <b>(4,270,000)</b>                       | -                      |

#### Strategic Global Bond Fund 31 October 2017

##### Net Derivative Exposure

|                         |                   | Net<br>Exposure  | Cash<br>Collateral | Non Cash<br>Collateral |
|-------------------------|-------------------|------------------|--------------------|------------------------|
| <b>Financial Assets</b> |                   |                  |                    |                        |
|                         | Forward Contracts | 7,747,325        | 3,430,000          | -                      |
|                         | <b>Total</b>      | <b>7,747,325</b> | <b>3,430,000</b>   | -                      |

##### Financial Liabilities

|  |              |                    |                  |   |
|--|--------------|--------------------|------------------|---|
|  | Swaps        | (4,158,167)        | 1,130,000        | - |
|  | <b>Total</b> | <b>(4,158,167)</b> | <b>1,130,000</b> | - |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 17. Derivative Exposure (continued)

#### Strategic Global Bond Fund (continued) 31 October 2017 (continued)

##### Collateral

|               | Net Exposure     | Credit Rating | Cash Collateral Received/(Pledged) | Non Cash Collateral |
|---------------|------------------|---------------|------------------------------------|---------------------|
| Barclays Bank | (1,450,422)      | A             | 1,130,000                          | -                   |
| Citi          | (1,578,752)      | A+            | (1,550,000)                        | -                   |
| Citi London   | 1,293,525        | A+            | (470,000)                          | -                   |
| Deutsche Bank | 5,324,807        | A-            | 5,450,000                          | -                   |
|               | <b>3,589,158</b> |               | <b>4,560,000</b>                   | -                   |

#### Investment Grade Global Bond Fund 31 October 2017

##### Net Derivative Exposure

| Financial Assets  | Net Exposure     | Cash Collateral  | Non Cash Collateral |
|-------------------|------------------|------------------|---------------------|
| Forward Contracts | 2,996,233        | (640,000)        | -                   |
| <b>Total</b>      | <b>2,996,233</b> | <b>(640,000)</b> | -                   |

##### Collateral

|               | Net Exposure     | Credit Rating | Cash Collateral Received/(Pledged) | Non Cash Collateral |
|---------------|------------------|---------------|------------------------------------|---------------------|
| Citi London   | 1,126,390        | A+            | (2,830,000)                        | -                   |
| Deutsche Bank | 1,869,843        | A-            | 2,190,000                          | -                   |
|               | <b>2,996,233</b> |               | <b>(640,000)</b>                   | -                   |

#### High Yield Global Bond Fund 31 October 2017

##### Net Derivative Exposure

| Financial Assets  | Net Exposure     | Cash Collateral  | Non Cash Collateral |
|-------------------|------------------|------------------|---------------------|
| Forward Contracts | 5,123,812        | 2,450,000        | -                   |
| Swaps             | 1,259,576        | 1,660,000        | -                   |
| <b>Total</b>      | <b>6,383,388</b> | <b>4,110,000</b> | -                   |

##### Collateral

|               | Net Exposure     | Credit Rating | Cash Collateral Received/(Pledged) | Non Cash Collateral |
|---------------|------------------|---------------|------------------------------------|---------------------|
| Barclays Bank | 1,535,654        | A             | 1,660,000                          | -                   |
| Citi London   | 1,465,858        | A+            | (1,070,000)                        | -                   |
| Deutsche Bank | 3,381,876        | A-            | 3,520,000                          | -                   |
|               | <b>6,383,388</b> |               | <b>4,110,000</b>                   | -                   |

The fair value of UK government bond received as collateral for open derivative contracts by the High Yield Global Bond Fund as at 31 October 2017 was USD Nil (31 October 2016: USD 2,939,538).

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 17. Derivative Exposure (continued)

Absolute Return Bond Fund  
31 October 2017

#### Net Derivative Exposure

| Financial Assets  |  | Net Exposure     | Cash Collateral  | Non Cash Collateral |
|-------------------|--|------------------|------------------|---------------------|
| Forward Contracts |  | 1,089,040        | 1,210,000        | -                   |
| <b>Total</b>      |  | <b>1,089,040</b> | <b>1,210,000</b> | <b>-</b>            |

#### Financial Liabilities

|              |                    |                    |          |
|--------------|--------------------|--------------------|----------|
| Swaps        | (4,531,232)        | (5,840,000)        | -        |
| <b>Total</b> | <b>(4,531,232)</b> | <b>(5,840,000)</b> | <b>-</b> |

#### Collateral

|                                       | Net Exposure       | Credit Rating | Cash Collateral Received/(Pledged) | Non Cash Collateral |
|---------------------------------------|--------------------|---------------|------------------------------------|---------------------|
| Barclays Bank                         | 395,874            | A             | 610,000                            | -                   |
| BNP Paribas                           | (4,249,965)        | A             | (8,360,000)                        | -                   |
| Citi                                  | (2,001,132)        | A+            | (2,260,000)                        | -                   |
| Citi London                           | (1,746,428)        | A+            | 1,100,000                          | -                   |
| Credit Suisse International           | (95,351)           | A             | (190,000)                          | -                   |
| Goldman Sachs International           | 1,022,412          | A+            | 930,000                            | -                   |
| JPMorgan Securities                   | 2,180,845          | A+            | 2,370,000                          | -                   |
| Merrill Lynch                         | (2,463,685)        | A+            | (2,520,000)                        | -                   |
| Morgan Stanley & Co International Plc | 3,515,238          | A+            | 3,690,000                          | -                   |
|                                       | <b>(3,442,192)</b> |               | <b>(4,630,000)</b>                 | <b>-</b>            |

Global Equity Income Fund  
31 October 2017

#### Net Derivative Exposure

| Financial Liabilities |  | Net Exposure     | Cash Collateral  | Non Cash Collateral |
|-----------------------|--|------------------|------------------|---------------------|
| Forward Contracts     |  | (449,587)        | (160,000)        | -                   |
| <b>Total</b>          |  | <b>(449,587)</b> | <b>(160,000)</b> | <b>-</b>            |

#### Collateral

|             | Net Exposure     | Credit Rating | Cash Collateral Received/(Pledged) | Non Cash Collateral |
|-------------|------------------|---------------|------------------------------------|---------------------|
| Citi London | (449,587)        | A+            | (160,000)                          | -                   |
|             | <b>(449,587)</b> |               | <b>(160,000)</b>                   | <b>-</b>            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 17. Derivative Exposure (continued)

#### Equity Market Neutral Fund 31 October 2017

##### Net Derivative Exposure

|                              |                   | Net Exposure     | Cash Collateral | Non Cash Collateral |
|------------------------------|-------------------|------------------|-----------------|---------------------|
| <b>Financial Liabilities</b> |                   |                  |                 |                     |
|                              | Forward Contracts | (817,178)        | 670,000         | -                   |
|                              | <b>Total</b>      | <b>(817,178)</b> | <b>670,000</b>  | <b>-</b>            |

##### Collateral

|  |              | Net Exposure     | Credit Rating | Cash Collateral Received/(Pledged) | Non Cash Collateral |
|--|--------------|------------------|---------------|------------------------------------|---------------------|
|  | Citi London  | (817,178)        | A+            | 670,000                            | -                   |
|  | <b>Total</b> | <b>(817,178)</b> |               | <b>670,000</b>                     | <b>-</b>            |

#### Absolute Return Bond Global Fund 31 October 2017

##### Net Derivative Exposure

|                         |                   | Net Exposure   | Cash Collateral | Non Cash Collateral |
|-------------------------|-------------------|----------------|-----------------|---------------------|
| <b>Financial Assets</b> |                   |                |                 |                     |
|                         | Forward Contracts | 169,919        | 120,000         | -                   |
|                         | <b>Total</b>      | <b>169,919</b> | <b>120,000</b>  | <b>-</b>            |

##### Financial Liabilities

|  |              |                 |                |          |
|--|--------------|-----------------|----------------|----------|
|  | Swaps        | (51,624)        | 330,000        | -        |
|  | <b>Total</b> | <b>(51,624)</b> | <b>330,000</b> | <b>-</b> |

##### Collateral

|  |                     | Net Exposure   | Credit Rating | Cash Collateral Received/(Pledged) | Non Cash Collateral |
|--|---------------------|----------------|---------------|------------------------------------|---------------------|
|  | Citi London         | (223,801)      | A+            | 120,000                            | -                   |
|  | JPMorgan Securities | 342,096        | A+            | 330,000                            | -                   |
|  | <b>Total</b>        | <b>118,295</b> |               | <b>450,000</b>                     | <b>-</b>            |

#### Absolute Return Bond Constrained Fund 31 October 2017

##### Net Derivative Exposure

|                              |                   | Net Exposure       | Cash Collateral    | Non Cash Collateral |
|------------------------------|-------------------|--------------------|--------------------|---------------------|
| <b>Financial Liabilities</b> |                   |                    |                    |                     |
|                              | Forward Contracts | (1,229,425)        | (1,228,921)        | -                   |
|                              | Swaps             | (25,017)           | -                  | -                   |
|                              | <b>Total</b>      | <b>(1,254,442)</b> | <b>(1,228,921)</b> | <b>-</b>            |

##### Collateral

|  |                     | Net Exposure       | Credit Rating | Cash Collateral Received/(Pledged) | Non Cash Collateral |
|--|---------------------|--------------------|---------------|------------------------------------|---------------------|
|  | JPMorgan Securities | (1,254,442)        | A+            | (1,228,921)                        | -                   |
|  | <b>Total</b>        | <b>(1,254,442)</b> |               | <b>(1,228,981)</b>                 | <b>-</b>            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 17. Derivative Exposure (continued)

Global Diversified Income Fund  
31 October 2017

#### Net Derivative Exposure

|                              |                   | Net Exposure       | Cash Collateral    | Non Cash Collateral |
|------------------------------|-------------------|--------------------|--------------------|---------------------|
| <b>Financial Liabilities</b> |                   |                    |                    |                     |
|                              | Forward Contracts | (1,142,957)        | (2,150,000)        | -                   |
|                              | <b>Total</b>      | <b>(1,142,957)</b> | <b>(2,150,000)</b> | -                   |

#### Collateral

|               | Net Exposure       | Credit Rating | Cash Collateral Received/(Pledged) | Non Cash Collateral |
|---------------|--------------------|---------------|------------------------------------|---------------------|
| Citi London   | 490,981            | A+            | (350,000)                          | -                   |
| Deutsche Bank | (1,633,938)        | A-            | (1,800,000)                        | -                   |
|               | <b>(1,142,957)</b> |               | <b>(2,150,000)</b>                 | -                   |

Global Diversified Growth Fund  
31 October 2017

#### Net Derivative Exposure

|                              |                   | Net Exposure     | Cash Collateral    | Non Cash Collateral |
|------------------------------|-------------------|------------------|--------------------|---------------------|
| <b>Financial Liabilities</b> |                   |                  |                    |                     |
|                              | Forward Contracts | (673,774)        | (1,100,000)        | -                   |
|                              | <b>Total</b>      | <b>(673,774)</b> | <b>(1,100,000)</b> | -                   |

#### Collateral

|               | Net Exposure     | Credit Rating | Cash Collateral Received/(Pledged) | Non Cash Collateral |
|---------------|------------------|---------------|------------------------------------|---------------------|
| Citi London   | 239,987          | A+            | (160,000)                          | -                   |
| Deutsche Bank | (913,761)        | A-            | (950,000)                          | -                   |
|               | <b>(673,774)</b> |               | <b>(1,110,000)</b>                 | -                   |

Global Equity Market Neutral Fund  
31 October 2017

#### Net Derivative Exposure

|                              |                   | Net Exposure    | Cash Collateral  | Non Cash Collateral |
|------------------------------|-------------------|-----------------|------------------|---------------------|
| <b>Financial Liabilities</b> |                   |                 |                  |                     |
|                              | Forward Contracts | (90,183)        | (810,000)        | -                   |
|                              | <b>Total</b>      | <b>(90,183)</b> | <b>(810,000)</b> | -                   |

#### Collateral

|      | Net Exposure    | Credit Rating | Cash Collateral Received/(Pledged) | Non Cash Collateral |
|------|-----------------|---------------|------------------------------------|---------------------|
| Citi | (90,183)        | A+            | (810,000)                          | -                   |
|      | <b>(90,183)</b> |               | <b>(810,000)</b>                   | -                   |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## Notes to the Financial Statements (continued)

### 17. Derivative Exposure (continued)

Short Dated High Yield Global Bond Fund  
31 October 2017

#### Net Derivative Exposure

|                         | Net Exposure     | Cash Collateral  | Non Cash Collateral |
|-------------------------|------------------|------------------|---------------------|
| <b>Financial Assets</b> |                  |                  |                     |
| Forward Contracts       | 1,184,729        | (600,000)        | -                   |
| <b>Total</b>            | <b>1,184,729</b> | <b>(600,000)</b> | -                   |

#### Collateral

|               | Net Exposure     | Credit Rating | Cash Collateral Received/(Pledged) | Non Cash Collateral |
|---------------|------------------|---------------|------------------------------------|---------------------|
| Citi          | 632,878          | A+            | (1,100,000)                        | -                   |
| Deutsche Bank | 551,851          | A-            | 500,000                            | -                   |
|               | <b>1,184,729</b> |               | <b>(600,000)</b>                   | -                   |

### 18. Financial Statements

The Board of Directors approved the financial statements on 19 June 2018.

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – STRATEGIC GLOBAL BOND FUND

| Nominal   | Security Description                 | Coupon Rate % | Maturity Date | Fair Value USD    | % of Net Assets |
|---|--------------------------------------|---------------|---------------|-------------------|-----------------|
| <b>Asset Backed Securities - 3.80% (2017: 5.63% - USD 36,046,400)</b> |                                      |               |               |                   |                 |
| 3,300,000   | Channel Link Enterprises Finance     | 2.706         | 30/06/2050    | 4,142,551         | 0.66            |
| 1,500,000   | Dignity Finance                      | 4.696         | 31/12/2049    | 2,045,567         | 0.32            |
| 4,400,000   | Mitchells & Butlers Finance          | 2.575         | 15/12/2030    | 2,816,074         | 0.45            |
| 4,000,000   | Telereal Secured Finance             | 4.010         | 10/12/2031    | 4,689,872         | 0.74            |
| 3,300,000   | Tesco Property Finance               | 6.052         | 13/10/2039    | 4,727,602         | 0.75            |
| 1,875,000   | THPA Finance                         | 8.241         | 15/03/2028    | 2,891,669         | 0.46            |
| 4,000,000   | Unique Pub Finance                   | 6.542         | 30/03/2021    | 2,663,714         | 0.42            |
|   |                                      |               |               | <b>23,977,049</b> | <b>3.80</b>     |
| <b>Corporate Bonds - 51.52% (2017: 54.91% - USD 351,718,513)</b>      |                                      |               |               |                   |                 |
| 3,900,000   | Algeco Global Finance                | 6.500         | 15/02/2023    | 4,854,776         | 0.77            |
| 5,300,000   | Anheuser-Busch InBev                 | 2.850         | 25/05/2037    | 7,066,216         | 1.12            |
| 1,700,000   | Annington Funding                    | 3.935         | 12/07/2047    | 2,448,777         | 0.39            |
| 6,000,000   | APT Pipelines                        | 4.250         | 15/07/2027    | 5,880,080         | 0.93            |
| 4,000,000   | AT&T                                 | 3.150         | 04/09/2036    | 4,911,864         | 0.78            |
| 2,800,000   | Autodesk                             | 4.375         | 15/06/2025    | 2,835,090         | 0.45            |
| 3,000,000   | AXA                                  | 5.453         | 29/11/2049    | 4,500,084         | 0.71            |
| 2,800,000   | Banco Bilbao Vizcaya Argentaria      | 5.875         | 24/08/2166    | 3,701,828         | 0.59            |
| 3,400,000   | Banco Santander                      | 5.250         | 29/12/2166    | 4,367,101         | 0.69            |
| 2,200,000   | Bank of Scotland Capital Funding     | 7.754         | 29/03/2049    | 3,430,907         | 0.54            |
| 2,600,000   | Bankia                               | 6.000         | 18/10/2165    | 3,318,346         | 0.53            |
| 3,700,000   | Barclays Bank                        | 7.625         | 21/11/2022    | 4,041,849         | 0.64            |
| 3,000,000   | Barclays Bank                        | 5.750         | 14/09/2026    | 4,802,928         | 0.76            |
| 4,000,000   | BAT Capital                          | 4.390         | 15/08/2037    | 3,826,891         | 0.61            |
| 2,800,000   | Belfius Bank                         | 1.625         | 15/03/2028    | 3,371,174         | 0.53            |
| 2,400,000   | CaixaBank                            | 6.750         | 13/09/2165    | 3,266,801         | 0.52            |
| 1,500,000   | Catalent Pharma Solutions            | 4.750         | 15/12/2024    | 1,912,412         | 0.30            |
| 2,000,000   | Cheniere Energy Partners             | 5.250         | 01/10/2025    | 1,957,500         | 0.31            |
| 5,900,000   | Citigroup                            | 2.700         | 27/10/2022    | 5,679,129         | 0.90            |
| 2,300,000   | Close Brothers                       | 2.750         | 26/04/2023    | 3,168,421         | 0.50            |
| 3,100,000   | CNAC HK Finbridge                    | 4.125         | 19/07/2027    | 2,866,403         | 0.45            |
| 7,000,000   | Coca-Cola                            | 2.450         | 11/01/2020    | 6,936,602         | 1.10            |
| 4,400,000   | Cooperatieve Rabobank                | 2.500         | 26/05/2026    | 5,603,655         | 0.89            |
| 2,500,000   | Cooperatieve Rabobank                | 6.910         | 29/06/2049    | 5,053,945         | 0.80            |
| 2,700,000   | CPUK Finance                         | 4.250         | 28/08/2022    | 3,738,064         | 0.59            |
| 3,700,000   | Credit Agricole                      | 4.375         | 17/03/2025    | 3,654,772         | 0.58            |
| 3,000,000   | CSC                                  | 10.125        | 15/01/2023    | 3,339,375         | 0.53            |
| 2,000,000   | DEA Finance                          | 7.500         | 15/10/2022    | 2,624,401         | 0.42            |
| 5,700,000   | Dell International                   | 5.450         | 15/06/2023    | 5,992,617         | 0.95            |
| 2,500,000   | Digicel                              | 8.250         | 30/09/2020    | 2,230,860         | 0.35            |
| 3,000,000   | Digital Stout                        | 2.750         | 19/07/2024    | 4,168,626         | 0.66            |
| 2,500,000   | Direct Line Insurance                | 4.750         | 07/06/2166    | 3,313,765         | 0.52            |
| 2,600,000   | DP World                             | 6.850         | 07/06/2166    | 3,115,151         | 0.49            |
| 3,500,000   | Drax Finco                           | 4.250         | 01/05/2022    | 4,882,051         | 0.77            |
| 2,000,000   | EDF                                  | 6.000         | 22/01/2114    | 2,114,242         | 0.33            |
| 3,000,000   | Federal-Mogul                        | 4.875         | 15/04/2022    | 3,777,105         | 0.60            |
| 5,000,000   | Goldman Sachs                        | 2.876         | 31/10/2022    | 4,875,274         | 0.77            |
| 2,700,000   | Goldman Sachs                        | 6.875         | 18/01/2038    | 5,365,516         | 0.85            |
| 2,411,000   | HBOS Sterling Finance Jersey         | 7.881         | 29/12/2049    | 4,799,308         | 0.76            |
| 2,500,000   | HSBC Bank                            | 5.375         | 22/08/2033    | 4,277,648         | 0.68            |
| 2,900,000   | HSBC Bank Capital Funding Sterling 1 | 5.844         | 29/11/2049    | 5,055,241         | 0.80            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – STRATEGIC GLOBAL BOND FUND (continued)

| Nominal   | Security Description               | Coupon Rate % | Maturity Date | Fair Value USD     | % of Net Assets |
|---|------------------------------------|---------------|---------------|--------------------|-----------------|
| <b>Corporate Bonds (continued)</b>                                |                                    |               |               |                    |                 |
| 3,250,000   | Indika Energy Capital III          | 5.875         | 09/11/2024    | 3,071,544          | 0.49            |
| 3,800,000   | ING Groep                          | 1.625         | 26/09/2029    | 4,555,166          | 0.72            |
| 5,500,000   | Intel                              | 2.700         | 15/12/2022    | 5,380,983          | 0.85            |
| 2,700,000   | InterContinental Hotels            | 2.125         | 24/08/2026    | 3,526,915          | 0.56            |
| 2,400,000   | Intesa Sanpaolo                    | 7.000         | 19/07/2166    | 3,193,749          | 0.51            |
| 1,400,000   | Investec                           | 4.500         | 05/05/2022    | 2,076,903          | 0.33            |
| 2,200,000   | Iron Mountain                      | 3.000         | 15/01/2025    | 2,643,846          | 0.42            |
| 6,400,000   | JPMorgan Chase                     | 5.829         | 29/04/2049    | 6,445,600          | 1.02            |
| 4,900,000   | Juneau Investments                 | 5.900         | 22/02/2021    | 7,146,087          | 1.13            |
| 2,500,000   | La Mondiale                        | 5.050         | 17/12/2166    | 3,399,070          | 0.54            |
| 2,500,000   | LHC3                               | 4.125         | 15/08/2024    | 3,062,667          | 0.48            |
| 2,600,000   | LKQ Italia Bondco                  | 3.875         | 01/04/2024    | 3,328,128          | 0.53            |
| 2,500,000   | Lloyds Banking                     | 6.375         | 27/06/2049    | 3,298,339          | 0.52            |
| 3,250,000   | MAF Global Securities              | 5.500         | 07/09/2049    | 3,208,026          | 0.51            |
| 3,200,000   | MARB BondCo                        | 7.000         | 15/03/2024    | 3,081,726          | 0.49            |
| 4,200,000   | NN                                 | 4.625         | 13/01/2048    | 5,687,585          | 0.90            |
| 5,000,000   | Omnicom                            | 4.450         | 15/08/2020    | 5,134,840          | 0.81            |
| 2,600,000   | Orange                             | 5.875         | 28/02/2049    | 3,970,179          | 0.63            |
| 2,500,000   | Orsted                             | 6.250         | 26/06/3013    | 3,637,329          | 0.58            |
| 3,000,000   | Park Aerospace                     | 5.250         | 15/08/2022    | 2,992,500          | 0.47            |
| 2,400,000   | Pinnacle Bidco                     | 6.375         | 15/02/2025    | 3,356,269          | 0.53            |
| 2,900,000   | Platin 1426                        | 5.375         | 15/06/2023    | 3,491,180          | 0.55            |
| 420,000   | Puma International Financing       | 5.125         | 06/10/2024    | 413,797            | 0.07            |
| 4,400,000   | Royal Bank of Scotland             | 7.648         | 29/08/2049    | 5,571,500          | 0.88            |
| 4,200,000   | RSA Insurance                      | 5.125         | 10/10/2045    | 6,371,920          | 1.01            |
| 4,100,000   | Scentre Group Trust 1              | 2.250         | 16/07/2024    | 5,335,613          | 0.84            |
| 7,500,000   | Shell International Finance        | 2.375         | 21/08/2022    | 7,248,118          | 1.15            |
| 3,100,000   | Sinopec Group Overseas Development | 3.500         | 05/03/2026    | 2,951,993          | 0.47            |
| 3,700,000   | Southern Power                     | 1.850         | 20/06/2026    | 4,580,578          | 0.73            |
| 3,400,000   | SRLEV                              | 9.000         | 15/04/2041    | 4,932,053          | 0.78            |
| 2,300,000   | Stonegate Pub Financing            | 4.875         | 15/03/2022    | 3,134,929          | 0.50            |
| 3,000,000   | Syngenta Finance                   | 5.676         | 24/04/2048    | 2,859,226          | 0.45            |
| 2,200,000   | TP ICAP                            | 5.250         | 26/01/2024    | 3,187,045          | 0.50            |
| 3,500,000   | UniCredit                          | 6.750         | 29/12/2049    | 4,581,815          | 0.73            |
| 2,400,000   | UniCredit                          | 6.625         | 03/12/2166    | 3,168,519          | 0.50            |
| 2,800,000   | UniCredit                          | 4.375         | 03/01/2027    | 3,686,158          | 0.58            |
| 2,200,000   | UNIQA Insurance                    | 6.875         | 31/07/2043    | 3,242,345          | 0.51            |
| 2,900,000   | Volkswagen International Finance   | 2.700         | 14/12/2165    | 3,606,647          | 0.57            |
| 3,500,000   | Wells Fargo Bank                   | 5.250         | 01/08/2023    | 5,483,335          | 0.87            |
| 1,400,000   | Welltower                          | 4.800         | 20/11/2028    | 2,201,892          | 0.35            |
|   |                                    |               |               | <b>325,372,909</b> | <b>51.52</b>    |
| <b>Floating Rate Notes - 0.52% (2017: 5.76% - USD 36,916,057)</b> |                                    |               |               |                    |                 |
| 2,400,000   | Pennon Group                       | 2.875         | 22/05/2166    | 3,312,176          | 0.52            |
| <b>Government Bonds - 37.65% (2017: 21.88% - USD 140,167,889)</b> |                                    |               |               |                    |                 |
| 2,800,000   | Cyprus (Government of)             | 3.875         | 05/06/2022    | 3,735,151          | 0.59            |
| 11,101,000  | Ireland (Government of)            | 1.300         | 15/05/2033    | 13,293,075         | 2.10            |
| 11,400,000  | Italy Buoni Poliennali Del Tesoro  | 2.950         | 01/09/2038    | 14,686,152         | 2.33            |
| 5,000,000,000   | Japan Government Two Year Bond     | 0.100         | 15/06/2018    | 45,774,266         | 7.25            |
| 11,500,000  | Spain (Government of)              | 1.400         | 30/04/2028    | 14,073,562         | 2.23            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – STRATEGIC GLOBAL BOND FUND (continued)

| Nominal                             | Security Description | Coupon Rate % | Maturity Date | Fair Value USD | % of Net Assets |
|-------------------------------------|----------------------|---------------|---------------|----------------|-----------------|
| <b>Government Bonds (continued)</b> |                      |               |               |                |                 |
| 35,000,000                          | U.S. Treasury Note   | 1.000         | 30/11/2018    | 34,783,984     | 5.51            |
| 29,000,000                          | U.S. Treasury Note   | 1.875         | 31/12/2019    | 28,737,188     | 4.55            |
| 70,000,000                          | U.S. Treasury Note   | 0.125         | 15/04/2022    | 70,157,226     | 11.11           |
| 7,500,000                           | U.S. Treasury Note   | 2.750         | 15/02/2028    | 7,365,234      | 1.17            |
| 5,000,000                           | U.S. Treasury Note   | 1.000         | 15/02/2048    | 5,137,304      | 0.81            |
|                                     |                      |               |               | 237,743,142    | 37.65           |

### Bond Futures - 0.17% (2017: 0.34% - USD 2,196,320)

|       |                               |  |            |           |      |
|-------|-------------------------------|--|------------|-----------|------|
| (200) | Euro-Oat Future               |  | 07/06/2018 | 187,321   | 0.03 |
| (50)  | Euro-Bobl Future              |  | 07/06/2018 | 10,584    | -    |
| (566) | U.S. 5 Year Note Future       |  | 29/06/2018 | 473,533   | 0.07 |
| 90    | Euro-Buxl 30 Year Bond Future |  | 07/06/2018 | 256,984   | 0.04 |
| 1,000 | Australia 3 Year Bond Future  |  | 15/06/2018 | 163,016   | 0.03 |
|       |                               |  |            | 1,091,438 | 0.17 |

### Swaps - 0.03 % (2017: 0.24% - USD 1,509,899)

|            |   |  |            |         |      |
|------------|---|--|------------|---------|------|
| 31,000,000 | CDS Sell Protection ITraxx EUR Main 10 year |  | 20/06/2028 | 164,399 | 0.03 |
|------------|---|--|------------|---------|------|

### Forward Contracts\* - 1.38% (2017: 1.27% - USD 81,541,914)

| Description                               |            | Unrealised Gain | % of Net Assets |      |
|---|------------|-----------------|-----------------|------|
| Buy CAD 25,000,000, Sell USD 19,182,739   | 15/06/2018 | 281,736         | 0.04            |      |
| Buy EUR 2,000, Sell USD 2,423             | 31/05/2018 | 2               | -               |      |
| Buy EUR 26,521, Sell USD 32,122           | 31/05/2018 | 32              | -               |      |
| Buy JPY 9,777,000, Sell USD 89,578        | 31/05/2018 | 89              | -               |      |
| Buy USD 1,861,022, Sell EUR 1,500,000     | 15/06/2018 | 40,173          | 0.01            |      |
| Buy USD 111,179, Sell GBP 80,644          | 31/05/2018 | 331             | -               |      |
| Buy USD 117,811, Sell EUR 97,035          | 31/05/2018 | 165             | -               |      |
| Buy USD 122,516, Sell EUR 100,378         | 31/05/2018 | 816             | -               |      |
| Buy USD 14,253,851, Sell EUR 11,500,000   | 15/06/2018 | 294,012         | 0.05            |      |
| Buy USD 144,701,648, Sell EUR 116,000,000 | 15/06/2018 | 3,889,364       | 0.62            |      |
| Buy USD 17,911, Sell GBP 12,809           | 31/05/2018 | 304             | -               |      |
| Buy USD 176,934,240, Sell GBP 126,000,000 | 15/06/2018 | 3,607,884       | 0.57            |      |
| Buy USD 186,034, Sell EUR 153,227         | 31/05/2018 | 260             | -               |      |
| Buy USD 212,442, Sell EUR 174,055         | 31/05/2018 | 1,416           | -               |      |
| Buy USD 239, Sell GBP 171                 | 31/05/2018 | 4               | -               |      |
| Buy USD 26,406, Sell CHF 26,014           | 31/05/2018 | 48              | -               |      |
| Buy USD 3,716,760, Sell EUR 3,000,000     | 15/06/2018 | 75,063          | 0.01            |      |
| Buy USD 31,456, Sell EUR 25,768           | 31/05/2018 | 215             | -               |      |
| Buy USD 336,647, Sell EUR 275,279         | 31/05/2018 | 2,896           | -               |      |
| Buy USD 4,164,864, Sell EUR 3,400,000     | 15/06/2018 | 37,607          | 0.01            |      |
| Buy USD 4,947,236, Sell EUR 4,000,000     | 15/06/2018 | 91,640          | 0.01            |      |
| Buy USD 44,110, Sell EUR 36,133           | 31/05/2018 | 302             | -               |      |
| Buy USD 6,543, Sell GBP 4,746             | 31/05/2018 | 19              | -               |      |
| Buy USD 6,914, Sell SEK 59,500            | 31/05/2018 | 47              | -               |      |
| Buy USD 6,939,139, Sell EUR 5,600,000     | 15/06/2018 | 141,305         | 0.02            |      |
| Buy USD 7,811,155, Sell GBP 5,500,000     | 15/06/2018 | 245,322         | 0.04            |      |
| Buy USD 92,753, Sell GBP 66,391           | 31/05/2018 | 1,496           | -               |      |
| Buy USD 95,151, Sell GBP 68,162           | 31/05/2018 | 1,459           | -               |      |
|   |            |                 | 8,714,007       | 1.38 |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – STRATEGIC GLOBAL BOND FUND (continued)

|  | Fair Value<br>USD  | % of Net<br>Assets |
|--|--------------------|--------------------|
| <b>Financial Assets At Fair Value Through Profit or Loss</b> | <b>600,375,120</b> | <b>95.07</b>       |
| <b>(Cost: USD 591,496,250)</b>                               |                    |                    |

### Bond Futures<sup>^</sup> - (0.48%) (2017: (0.08%) - USD (453,388))

| Nominal | Security Description           | Maturity<br>Date |                    |               |
|---------|--------------------------------|------------------|--------------------|---------------|
| (915)   | Euro-Bobl Future               | 07/06/2018       | (500,426)          | (0.08)        |
| (645)   | Long Gilt Future               | 27/06/2018       | (647,063)          | (0.10)        |
| 225     | U.S 10 Year Note Future        | 20/06/2018       | (43,945)           | (0.01)        |
| (235)   | Euro BTP Bond Future           | 07/06/2018       | (1,187,736)        | (0.19)        |
| 330     | U.S. 2 Year Note Future        | 29/06/2018       | (203,672)          | (0.03)        |
| 300     | U.S. 10 Year Ultra Bond Future | 20/06/2018       | (419,278)          | (0.07)        |
|         |                                |                  | <u>(3,002,120)</u> | <u>(0.48)</u> |

### Swaps<sup>^^</sup> - (1.62%) (2017: (0.88%) - USD (5,668,066))

|             |   |            |                     |               |
|-------------|---|------------|---------------------|---------------|
| 130,000,000 | CDS Buy Protection ITraxx EUR Main 5 Year | 20/06/2023 | (3,824,213)         | (0.61)        |
| 25,000,000  | CDS Buy Protection ITraxx EUR Main 5 Year | 20/06/2023 | (3,386,355)         | (0.53)        |
| 57,000,000  | CDS Buy Protection ITraxx EUR Main 5 Year | 20/06/2023 | (1,676,770)         | (0.27)        |
| 10,000,000  | CDS Buy Protection ITraxx EUR Main 5 Year | 20/06/2023 | (1,354,542)         | (0.21)        |
|             |   |            | <u>(10,241,880)</u> | <u>(1.62)</u> |

### Forward Contracts\* - (1.03%) (2017: (0.06%) - USD (407,589))

| Description                               |            | Unrealised<br>Loss | % of Net<br>Assets |
|---|------------|--------------------|--------------------|
| Buy CHF 18,974, Sell USD 19,329           | 31/05/2018 | (104)              | -                  |
| Buy CHF 2,506,972, Sell USD 2,553,837     | 31/05/2018 | (13,713)           | -                  |
| Buy EUR 1,000,000, Sell USD 1,238,910     | 15/06/2018 | (25,011)           | -                  |
| Buy EUR 1,000,000, Sell USD 1,239,278     | 15/06/2018 | (25,379)           | -                  |
| Buy EUR 1,556, Sell USD 1,899             | 31/05/2018 | (13)               | -                  |
| Buy EUR 10,000,000, Sell USD 12,405,610   | 15/06/2018 | (266,620)          | (0.04)             |
| Buy EUR 10,068, Sell USD 12,288           | 31/05/2018 | (81)               | -                  |
| Buy EUR 12,903,924, Sell USD 15,748,646   | 31/05/2018 | (103,812)          | (0.02)             |
| Buy EUR 13,620, Sell USD 16,627           | 31/05/2018 | (114)              | -                  |
| Buy EUR 13,760,925, Sell USD 16,794,576   | 31/05/2018 | (110,707)          | (0.02)             |
| Buy EUR 214,970,050, Sell USD 262,361,057 | 31/05/2018 | (1,729,434)        | (0.28)             |
| Buy EUR 3,061,851, Sell USD 3,736,848     | 31/05/2018 | (24,633)           | -                  |
| Buy EUR 39,058,608, Sell USD 47,669,235   | 31/05/2018 | (314,227)          | (0.05)             |
| Buy EUR 62,594,384, Sell USD 76,393,567   | 31/05/2018 | (503,572)          | (0.08)             |
| Buy EUR 8,000,000, Sell USD 9,716,614     | 15/06/2018 | (5,422)            | -                  |
| Buy EUR 9,295, Sell USD 11,347            | 31/05/2018 | (78)               | -                  |
| Buy EUR 99,964, Sell USD 122,249          | 31/05/2018 | (1,052)            | -                  |
| Buy GBP 1,000,000, Sell USD 1,427,001     | 15/06/2018 | (51,395)           | (0.01)             |
| Buy GBP 1,758,913, Sell USD 2,455,063     | 31/05/2018 | (37,365)           | (0.01)             |
| Buy GBP 11,500,000, Sell USD 16,082,175   | 15/06/2018 | (262,706)          | (0.04)             |
| Buy GBP 15,833, Sell USD 22,119           | 31/05/2018 | (357)              | -                  |
| Buy GBP 2,520,397, Sell USD 3,517,930     | 31/05/2018 | (53,541)           | (0.01)             |
| Buy GBP 3,670,330, Sell USD 5,122,988     | 31/05/2018 | (77,969)           | (0.01)             |
| Buy GBP 60,232,946, Sell USD 84,072,905   | 31/05/2018 | (1,280,251)        | (0.20)             |
| Buy GBP 7,000,000, Sell USD 9,853,557     | 15/06/2018 | (224,315)          | (0.04)             |
| Buy GBP 8,384,375, Sell USD 11,702,777    | 31/05/2018 | (178,109)          | (0.03)             |
| Buy GBP 9,000,000, Sell USD 12,387,426    | 15/06/2018 | (6,972)            | -                  |
| Buy GBP 9,000,000, Sell USD 12,599,775    | 15/06/2018 | (219,321)          | (0.03)             |
| Buy SEK 5,782,390, Sell USD 675,096       | 31/05/2018 | (7,762)            | -                  |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**PORTFOLIO OF INVESTMENTS – STRATEGIC GLOBAL BOND FUND (continued)**

**Forward Contracts\* - (continued)**

| <b>Description</b>  | <b>Maturity Date</b> | <b>Unrealised Loss</b>    | <b>% of Net Assets</b> |
|---|----------------------|---------------------------|------------------------|
| Buy USD 19,355,883, Sell CAD 25,000,000                           | 15/06/2018           | (108,592)                 | (0.02)                 |
| Buy USD 3, Sell GBP 2   | 31/05/2018           | -                         | -                      |
| Buy USD 35,572, Sell EUR 29,369                                   | 31/05/2018           | (36)                      | -                      |
| Buy USD 44,569,018, Sell JPY 4,950,000,000                        | 15/06/2018           | (878,120)                 | (0.14)                 |
| Buy USD 81,057, Sell EUR 66,923                                   | 31/05/2018           | (82)                      | -                      |
|   |                      | <u>(6,510,865)</u>        | <u>(1.03)</u>          |
|   |                      | <b>Fair Value USD</b>     |                        |
| <b>Financial Liabilities At Fair Value Through Profit or Loss</b> |                      | <b>(19,754,865)</b>       | <b>(3.13)</b>          |
| <b>Overdrawn Cash and Cash Equivalents</b>                        |                      | (7,120,253)               | (1.13)                 |
| <b>Other Net Assets</b>   |                      | 58,006,754                | 9.19                   |
| <b>Net Asset Value as at 30 April 2018</b>                        |                      | <u><b>631,506,756</b></u> | <u><b>100.00</b></u>   |

\* The counterparties to the forwards are Barclays Bank (A) (2017: (A)), Citibank (A+) (2017: (A+)) and Deutsche Bank (A-) (2017:(A-)).

^The counterparty to the bond futures is UBS (A+) (2017: (A+)).

^^The counterparties to the swaps are BNP Paribas (A) (2017: (A)), Goldman Sachs International (A+) (2017: (A+)) and J.P Morgan Securities (A+) (2017: (A+)).

Investments except for derivatives are transferable securities admitted to an official stock exchange or traded on a regulated market.

**Portfolio Analysis**

|   | <b>% of Total Assets</b> |
|---|--------------------------|
| Transferable securities admitted to official stock exchanges or traded on a regulated market (2017: 85.34%) | 84.01                    |
| Financial derivative instruments dealt in on a regulated market (2017: 0.33%)                               | 0.16                     |
| OTC financial derivative instruments (2017: 1.46%)  | 1.26                     |
| Other current assets (2017: 12.87%)   | 14.57                    |
|   | <u>100.00</u>            |

# Kames Capital Investment Company (Ireland) Plc

## Semi-Annual Report and Unaudited Financial Statements

for the financial period from 1 November 2017 to 30 April 2018

### PORTFOLIO OF INVESTMENTS – INVESTMENT GRADE GLOBAL BOND FUND

| Nominal  | Security Description                   | Coupon Rate % | Maturity Date | Fair Value USD   | % of Net Assets |
|--|--|---------------|---------------|------------------|-----------------|
| <b>Asset Backed Securities - 1.42% (2017: 1.33% - USD 2,945,618)</b> |  |               |               |                  |                 |
| 1,700,000  | Channel Link Enterprises Finance       | 2.706         | 30/06/2050    | 2,134,041        | 0.90            |
| 800,000  | THPA Finance                           | 8.241         | 15/03/2028    | 1,233,779        | 0.52            |
|  |  |               |               | <u>3,367,820</u> | <u>1.42</u>     |
| <b>Corporate Bonds - 96.27% (2017: 93.46% - USD 206,840,062)</b>     |  |               |               |                  |                 |
| 2,000,000  | Abbott Laboratories                    | 3.750         | 30/11/2026    | 1,970,039        | 0.83            |
| 1,000,000  | Airbus                                 | 3.150         | 10/04/2027    | 958,116          | 0.40            |
| 800,000  | Altria                                 | 5.375         | 31/01/2044    | 878,985          | 0.37            |
| 2,000,000  | American Express Credit                | 3.300         | 05/03/2027    | 1,918,686        | 0.81            |
| 1,000,000  | American International                 | 4.125         | 15/02/2024    | 1,005,911        | 0.42            |
| 1,200,000  | American International                 | 4.750         | 01/04/2048    | 1,193,644        | 0.50            |
| 1,500,000  | Anheuser-Busch InBev                   | 2.850         | 25/05/2037    | 1,999,873        | 0.84            |
| 700,000  | Annington Funding                      | 3.935         | 12/07/2047    | 1,008,320        | 0.43            |
| 1,000,000  | Anthem                                 | 5.100         | 15/01/2044    | 1,036,646        | 0.44            |
| 2,000,000  | APT Pipelines                          | 4.250         | 15/07/2027    | 1,960,027        | 0.83            |
| 2,500,000  | AT&T                                   | 5.150         | 23/05/2018    | 2,529,438        | 1.07            |
| 2,500,000  | Autodesk                               | 4.375         | 15/06/2025    | 2,531,330        | 1.07            |
| 3,200,000  | AXA                                    | 3.250         | 28/05/2049    | 3,902,744        | 1.65            |
| 1,200,000  | AXA Equitable                          | 5.000         | 20/04/2048    | 1,152,453        | 0.49            |
| 3,000,000  | Baker Hughes                           | 3.337         | 15/12/2027    | 2,814,795        | 1.19            |
| 2,000,000  | Banco Bilbao Vizcaya Argentaria        | 5.875         | 24/08/2166    | 2,644,163        | 1.11            |
| 1,400,000  | Banco Santander                        | 5.250         | 29/12/2166    | 1,798,218        | 0.76            |
| 2,000,000  | Bank of America                        | 3.093         | 01/10/2025    | 1,906,352        | 0.80            |
| 2,000,000  | Bank of America                        | 4.183         | 25/11/2027    | 1,947,187        | 0.82            |
| 1,000,000  | Bank of New York Mellon                | 3.650         | 04/02/2024    | 1,004,824        | 0.42            |
| 1,900,000  | Barclays                               | 2.000         | 07/02/2028    | 2,263,337        | 0.95            |
| 1,500,000  | Barclays Bank                          | 7.625         | 21/11/2022    | 1,638,588        | 0.69            |
| 2,000,000  | BAT Capital                            | 4.390         | 15/08/2037    | 1,913,445        | 0.81            |
| 2,000,000  | BAT International Finance              | 1.625         | 09/09/2019    | 1,966,177        | 0.83            |
| 2,000,000  | Belfius Bank                           | 3.125         | 11/05/2026    | 2,595,265        | 1.09            |
| 3,000,000  | Berkshire Hathaway Energy              | 3.800         | 15/07/2048    | 2,798,108        | 1.18            |
| 2,000,000  | BG Energy Capital                      | 4.000         | 15/10/2021    | 2,040,288        | 0.86            |
| 2,000,000  | BNP Paribas                            | 2.250         | 01/11/2027    | 2,483,560        | 1.05            |
| 1,000,000  | Boeing                                 | 3.250         | 01/03/2028    | 972,017          | 0.41            |
| 2,000,000  | Booking                                | 3.600         | 01/06/2026    | 1,944,286        | 0.82            |
| 2,000,000  | BP Capital Markets                     | 3.119         | 04/05/2026    | 1,911,031        | 0.81            |
| 2,000,000  | British Telecommunications             | 5.750         | 07/12/2028    | 3,424,109        | 1.44            |
| 500,000  | BUPA Finance                           | 6.125         | 29/12/2049    | 742,943          | 0.31            |
| 1,000,000  | Cheniere Energy Partners               | 5.250         | 01/10/2025    | 978,750          | 0.41            |
| 2,000,000  | Chevron                                | 1.718         | 24/06/2018    | 1,997,457        | 0.84            |
| 1,100,000  | Citigroup                              | 4.125         | 25/07/2028    | 1,059,180        | 0.45            |
| 2,000,000  | Cooperatieve Rabobank                  | 4.000         | 10/04/2029    | 1,953,207        | 0.82            |
| 2,500,000  | Credit Agricole                        | 8.125         | 19/09/2033    | 2,547,400        | 1.07            |
| 2,000,000  | Credit Suisse                          | 7.500         | 29/12/2049    | 2,171,500        | 0.92            |
| 1,400,000  | CRH America Finance                    | 3.400         | 09/05/2027    | 1,322,313        | 0.56            |
| 2,000,000  | CVS Health                             | 4.780         | 25/03/2038    | 1,977,022        | 0.83            |
| 1,200,000  | Demeter Investments                    | 5.125         | 01/06/2048    | 1,190,651        | 0.50            |
| 2,000,000  | Demeter Investments                    | 5.625         | 15/08/2052    | 2,011,928        | 0.85            |
| 1,000,000  | Deutsche Telekom International Finance | 6.000         | 07/08/2019    | 1,036,201        | 0.44            |
| 1,000,000  | Deutsche Telekom International Finance | 2.485         | 19/09/2023    | 942,295          | 0.40            |
| 2,000,000  | Digital Realty Trust                   | 3.700         | 15/08/2027    | 1,901,693        | 0.80            |

# Kames Capital Investment Company (Ireland) Plc

## Semi-Annual Report and Unaudited Financial Statements

for the financial period from 1 November 2017 to 30 April 2018

### PORTFOLIO OF INVESTMENTS – INVESTMENT GRADE GLOBAL BOND FUND (continued)

| Nominal                            | Security Description          | Coupon Rate % | Maturity Date | Fair Value USD | % of Net Assets |
|------------------------------------|-------------------------------|---------------|---------------|----------------|-----------------|
| <b>Corporate Bonds (continued)</b> |                               |               |               |                |                 |
| 3,000,000                          | Duke Energy                   | 3.750         | 09/01/2046    | 2,682,434      | 1.13            |
| 1,500,000                          | Erste Group Bank              | 7.125         | 10/10/2022    | 2,291,596      | 0.97            |
| 2,000,000                          | Ethias                        | 5.000         | 14/01/2026    | 2,773,618      | 1.17            |
| 1,000,000                          | Exxon Mobil                   | 2.726         | 01/03/2023    | 980,372        | 0.41            |
| 1,000,000                          | Fidelity International        | 2.500         | 04/11/2026    | 1,248,031      | 0.53            |
| 2,700,000                          | Ford Motor Credit             | 4.389         | 08/01/2026    | 2,652,574      | 1.12            |
| 3,000,000                          | General Electric              | 2.700         | 07/12/2028    | 2,894,735      | 1.22            |
| 1,000,000                          | General Electric              | 5.250         | 09/10/2022    | 1,660,750      | 0.70            |
| 1,100,000                          | Global Switch                 | 2.250         | 31/05/2027    | 1,351,633      | 0.57            |
| 2,500,000                          | Goldman Sachs                 | 3.750         | 25/02/2026    | 2,421,936      | 1.02            |
| 1,000,000                          | HBOS                          | 4.500         | 18/03/2030    | 1,401,492      | 0.59            |
| 1,000,000                          | Heineken                      | 2.750         | 01/04/2023    | 967,732        | 0.41            |
| 1,000,000                          | HSBC                          | 7.625         | 17/05/2032    | 1,287,265      | 0.54            |
| 1,000,000                          | HSBC Bank USA                 | 7.000         | 15/01/2039    | 1,375,280      | 0.58            |
| 2,000,000                          | HSBC Capital Funding Dollar 1 | 10.176        | 31/12/2165    | 3,133,333      | 1.32            |
| 4,000,000                          | Hubbell                       | 3.500         | 15/02/2028    | 3,847,336      | 1.62            |
| 1,500,000                          | Iberdrola International       | 6.750         | 15/07/2036    | 1,892,357      | 0.80            |
| 2,000,000                          | Iberdrola International       | 1.875         | 22/05/2166    | 2,400,191      | 1.01            |
| 1,000,000                          | ING Bank                      | 4.125         | 21/11/2023    | 1,005,119      | 0.42            |
| 1,600,000                          | ING Groep                     | 1.625         | 26/09/2029    | 1,917,964      | 0.81            |
| 2,000,000                          | Intesa Sanpaolo               | 3.875         | 14/07/2027    | 1,879,395      | 0.79            |
| 1,600,000                          | Intesa Sanpaolo               | 7.000         | 19/07/2166    | 2,129,166      | 0.90            |
| 1,000,000                          | Japan Tobacco                 | 2.100         | 23/07/2018    | 999,685        | 0.42            |
| 2,000,000                          | John Deere Capital            | 2.700         | 06/01/2023    | 1,941,916      | 0.82            |
| 3,000,000                          | JPMorgan Chase                | 5.829         | 29/04/2049    | 3,021,375      | 1.27            |
| 1,000,000                          | Juneau Investments            | 5.900         | 22/02/2021    | 1,458,385      | 0.61            |
| 2,000,000                          | KazMunayGas National          | 4.750         | 19/04/2027    | 1,974,031      | 0.83            |
| 1,000,000                          | Kinder Morgan                 | 3.050         | 01/12/2019    | 996,497        | 0.42            |
| 2,000,000                          | Koninklijke Philips           | 1.375         | 02/05/2028    | 2,405,384      | 1.01            |
| 4,000,000                          | La Mondiale                   | 4.800         | 18/01/2048    | 3,700,020      | 1.56            |
| 1,000,000                          | Lagardere                     | 2.750         | 13/04/2023    | 1,270,585      | 0.53            |
| 2,000,000                          | McDonald's                    | 3.250         | 10/06/2024    | 1,964,543      | 0.83            |
| 1,750,000                          | Mead Johnson Nutrition        | 5.900         | 01/11/2039    | 2,083,240      | 0.88            |
| 2,000,000                          | Medtronic                     | 3.500         | 15/03/2025    | 1,981,093      | 0.84            |
| 2,000,000                          | Michael Kors USA              | 4.000         | 01/11/2024    | 1,963,091      | 0.83            |
| 2,000,000                          | Microsoft                     | 3.300         | 06/02/2027    | 1,958,937      | 0.83            |
| 1,000,000                          | Monsanto                      | 4.400         | 15/07/2044    | 947,790        | 0.40            |
| 1,500,000                          | Nationwide Building Society   | 2.000         | 25/07/2029    | 1,820,695      | 0.77            |
| 500,000                            | Nationwide Building Society   | 5.769         | 28/02/2049    | 748,356        | 0.32            |
| 500,000                            | Natwest Markets               | 9.500         | 29/08/2049    | 703,068        | 0.30            |
| 2,500,000                          | NIKE                          | 2.375         | 01/11/2026    | 2,284,090      | 0.96            |
| 3,000,000                          | PACCAR Financial              | 2.800         | 03/01/2021    | 2,980,218      | 1.26            |
| 500,000                            | Peel South East               | 10.000        | 30/04/2026    | 976,093        | 0.41            |
| 1,000,000                          | Pension Insurance             | 8.000         | 23/11/2026    | 1,760,126      | 0.74            |
| 2,000,000                          | PepsiCo                       | 1.550         | 05/02/2019    | 1,979,528      | 0.83            |
| 2,000,000                          | Petroleos Mexicanos           | 6.500         | 13/03/2027    | 2,074,083      | 0.87            |
| 1,700,000                          | Prudential                    | 5.700         | 19/12/2063    | 2,704,932      | 1.14            |
| 1,500,000                          | Prudential Financial          | 5.375         | 15/05/2045    | 1,512,188      | 0.64            |
| 2,400,000                          | Royal Bank of Scotland        | 1.750         | 02/03/2026    | 2,905,832      | 1.23            |
| 3,500,000                          | Royal Bank of Scotland        | 7.648         | 29/08/2049    | 4,431,875      | 1.87            |
| 700,000                            | RSA Insurance                 | 5.125         | 10/10/2045    | 1,061,987      | 0.45            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – INVESTMENT GRADE GLOBAL BOND FUND (continued)

| Nominal                            | Security Description                   | Coupon Rate % | Maturity Date | Fair Value USD | % of Net Assets |
|------------------------------------|--|---------------|---------------|----------------|-----------------|
| <b>Corporate Bonds (continued)</b> |  |               |               |                |                 |
| 1,000,000                          | Schlumberger                           | 4.000         | 21/12/2025    | 1,000,800      | 0.42            |
| 1,000,000                          | Shell International Finance            | 3.250         | 11/05/2025    | 981,904        | 0.41            |
| 1,400,000                          | Sherwin-Williams                       | 2.750         | 01/06/2022    | 1,357,057      | 0.57            |
| 1,500,000                          | Shire Acquisitions Investments Ireland | 3.200         | 23/09/2026    | 1,372,890      | 0.57            |
| 1,000,000                          | Siemens Financieringsmaatschappij      | 2.200         | 16/03/2020    | 987,060        | 0.42            |
| 1,000,000                          | Siemens Financieringsmaatschappij      | 6.125         | 17/08/2026    | 1,163,766      | 0.49            |
| 1,000,000                          | Societe Generale                       | 8.250         | 29/09/2049    | 1,028,790      | 0.43            |
| 1,700,000                          | Southern Power                         | 1.850         | 20/06/2026    | 2,104,590      | 0.89            |
| 1,500,000                          | SSE                                    | 4.750         | 16/09/2077    | 1,509,250      | 0.64            |
| 2,500,000                          | Standard Life Aberdeen                 | 4.250         | 30/06/2048    | 2,410,179      | 1.02            |
| 1,000,000                          | Svenska Handelsbanken                  | 5.125         | 30/03/2020    | 1,038,410      | 0.44            |
| 3,000,000                          | Syngenta Finance                       | 5.182         | 24/04/2028    | 2,969,534      | 1.25            |
| 1,000,000                          | Time Warner                            | 3.400         | 15/06/2022    | 993,195        | 0.42            |
| 700,000                            | TP ICAP                                | 5.250         | 26/01/2024    | 1,014,060      | 0.43            |
| 3,000,000                          | UBS                                    | 5.125         | 15/05/2024    | 3,064,623      | 1.29            |
| 1,400,000                          | UBS                                    | 5.750         | 29/12/2049    | 1,899,220      | 0.80            |
| 2,000,000                          | UniCredit                              | 4.625         | 12/04/2027    | 1,995,997      | 0.84            |
| 2,000,000                          | UNIQA Insurance                        | 6.000         | 27/07/2046    | 2,913,782      | 1.23            |
| 2,500,000                          | Volkswagen International Finance       | 3.875         | 14/06/2166    | 3,147,294      | 1.33            |
| 1,000,000                          | Voya Financial                         | 3.125         | 15/07/2024    | 951,116        | 0.40            |
| 2,000,000                          | Walgreens Boots Alliance               | 3.450         | 01/06/2026    | 1,877,159      | 0.79            |
| 2,000,000                          | Wells Fargo                            | 2.625         | 22/07/2022    | 1,923,563      | 0.81            |
| 3,000,000                          | Wells Fargo                            | 4.300         | 22/07/2027    | 2,961,719      | 1.25            |
| 500,000                            | Welltower                              | 3.750         | 15/03/2023    | 500,079        | 0.21            |
| 2,000,000                          | XLIT                                   | 3.250         | 29/06/2047    | 2,454,479      | 1.03            |
|                                    |  |               |               | 228,368,970    | 96.27           |

### Forward Contracts\* - 0.98% (2017: 1.42% - USD 3,137,542)

| Description  |            | Unrealised Gain       | % of Net Assets |
|--|------------|-----------------------|-----------------|
| Buy EUR 13,005, Sell USD 15,752  | 31/05/2018 | 16                    | -               |
| Buy EUR 31,355, Sell USD 37,977  | 31/05/2018 | 38                    | -               |
| Buy EUR 34,297, Sell USD 41,540  | 31/05/2018 | 42                    | -               |
| Buy USD 1,055, Sell EUR 864  | 31/05/2018 | 7                     | -               |
| Buy USD 1,243,924, Sell EUR 1,000,000  | 15/06/2018 | 30,025                | 0.01            |
| Buy USD 116,859, Sell EUR 95,744   | 31/05/2018 | 779                   | -               |
| Buy USD 14,853, Sell GBP 10,774  | 31/05/2018 | 44                    | -               |
| Buy USD 2,481,578, Sell EUR 2,000,000  | 15/06/2018 | 53,780                | 0.02            |
| Buy USD 22,748,688, Sell GBP 16,200,000  | 15/06/2018 | 463,871               | 0.20            |
| Buy USD 284,465, Sell GBP 203,779  | 31/05/2018 | 4,363                 | -               |
| Buy USD 3,825,164, Sell EUR 3,100,000  | 15/06/2018 | 62,078                | 0.03            |
| Buy USD 427,441, Sell GBP 300,000  | 15/06/2018 | 14,760                | 0.01            |
| Buy USD 62,620,886, Sell EUR 50,200,000  | 15/06/2018 | 1,683,156             | 0.71            |
| Buy USD 85,974, Sell GBP 61,589  | 31/05/2018 | 1,318                 | -               |
|  |            | 2,314,277             | 0.98            |
|  |            | <b>Fair Value USD</b> |                 |
| <b>Financial Assets At Fair Value Through Profit or Loss (Cost: USD 235,301,421)</b> |            | <b>234,051,067</b>    | <b>98.67</b>    |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – INVESTMENT GRADE GLOBAL BOND FUND (continued)

| Nominal   | Security Description    | Maturity Date | Fair Value USD            | % of Net Assets      |
|---|-------------------------|---------------|---------------------------|----------------------|
| <b>Bond Futures<sup>^</sup> - (0.14%) (2017: (0.11%) - USD (251,244))</b> |                         |               |                           |                      |
| (100)   | Euro-Bobl Future        | 07/06/2018    | (169,942)                 | (0.07)               |
| (100)   | Long Gilt Future        | 27/06/2018    | (87,648)                  | (0.04)               |
| 140   | U.S 10 Year Note Future | 20/06/2018    | (75,469)                  | (0.03)               |
|   |                         |               | <u>(333,059)</u>          | <u>(0.14)</u>        |
| <b>Forward Contracts* - (1.19%) (2017: (0.03%) - USD (55,452))</b>        |                         |               |                           |                      |
| Description   |                         |               | Unrealised Loss           | % of Net Assets      |
| Buy CHF 11,817, Sell USD 12,038   |                         | 31/05/2018    | (65)                      | -                    |
| Buy EUR 1,600,000, Sell USD 1,990,627                                     |                         | 15/06/2018    | (48,389)                  | (0.02)               |
| Buy EUR 10,465, Sell USD 12,772   |                         | 31/05/2018    | (84)                      | -                    |
| Buy EUR 12,024, Sell USD 14,678   |                         | 31/05/2018    | (100)                     | -                    |
| Buy EUR 2,300,000, Sell USD 2,864,905                                     |                         | 15/06/2018    | (72,938)                  | (0.03)               |
| Buy EUR 2,465,107, Sell USD 3,008,549                                     |                         | 31/05/2018    | (19,832)                  | (0.01)               |
| Buy EUR 2,561,283, Sell USD 3,125,928                                     |                         | 31/05/2018    | (20,606)                  | (0.01)               |
| Buy EUR 2,771,146, Sell USD 3,382,056                                     |                         | 31/05/2018    | (22,294)                  | (0.01)               |
| Buy EUR 22,254, Sell USD 27,215   |                         | 31/05/2018    | (234)                     | -                    |
| Buy EUR 257, Sell USD 314   |                         | 31/05/2018    | (3)                       | -                    |
| Buy EUR 3,000,000, Sell USD 3,719,796                                     |                         | 15/06/2018    | (78,099)                  | (0.03)               |
| Buy EUR 3,700,000, Sell USD 4,553,479                                     |                         | 15/06/2018    | (62,053)                  | (0.03)               |
| Buy EUR 327,007, Sell USD 399,197   |                         | 31/05/2018    | (2,731)                   | -                    |
| Buy EUR 4,032,368, Sell USD 4,921,319                                     |                         | 31/05/2018    | (32,440)                  | (0.01)               |
| Buy EUR 42,961,130, Sell USD 52,432,083                                   |                         | 31/05/2018    | (345,622)                 | (0.15)               |
| Buy GBP 200,000, Sell USD 281,933   |                         | 15/06/2018    | (6,811)                   | -                    |
| Buy GBP 28,243,927, Sell USD 39,422,421                                   |                         | 31/05/2018    | (599,986)                 | (0.26)               |
| Buy GBP 36,346, Sell USD 50,822   |                         | 31/05/2018    | (863)                     | -                    |
| Buy GBP 5,850,312, Sell USD 8,165,771                                     |                         | 31/05/2018    | (124,278)                 | (0.05)               |
| Buy GBP 65,243,526, Sell USD 91,066,652                                   |                         | 31/05/2018    | (1,386,751)               | (0.58)               |
| Buy GBP 712, Sell USD 994   |                         | 31/05/2018    | (16)                      | -                    |
| Buy GBP 82,397, Sell USD 113,727  |                         | 31/05/2018    | (468)                     | -                    |
| Buy SEK 158,444, Sell USD 18,498  |                         | 31/05/2018    | (213)                     | -                    |
| Buy USD 1, Sell GBP 1   |                         | 31/05/2018    | -                         | -                    |
| Buy USD 28, Sell GBP 20   |                         | 31/05/2018    | -                         | -                    |
| Buy USD 8,189, Sell EUR 6,761   |                         | 31/05/2018    | (8)                       | -                    |
|   |                         |               | <u>(2,824,884)</u>        | <u>(1.19)</u>        |
|   |                         |               | <b>Fair Value USD</b>     |                      |
| <b>Financial Liabilities At Fair Value Through Profit or Loss</b>         |                         |               | <b>(3,157,943)</b>        | <b>(1.32)</b>        |
| <b>Overdrawn Cash and Cash Equivalents</b>                                |                         |               | <b>(4,071,070)</b>        | <b>(1.72)</b>        |
| <b>Other Net Assets</b>   |                         |               | <b>10,374,537</b>         | <b>4.38</b>          |
| <b>Net Asset Value as at 30 April 2018</b>                                |                         |               | <b><u>237,196,591</u></b> | <b><u>100.00</u></b> |

\* The counterparties to the forwards are Barclays Bank (A) (2017: (A)), Citibank (A+) (2017: (A+)) and Deutsche Bank (A-) (2017:(A-)).

<sup>^</sup>The counterparty to the bond futures is UBS (A+) (2017: (A+)).

Investments except for derivatives are transferable securities admitted to an official stock exchange or traded on a regulated market.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**PORTFOLIO OF INVESTMENTS – INVESTMENT GRADE GLOBAL BOND FUND (continued)**

**Portfolio Analysis**

|  | <b>% of Total<br/>Assets</b> |
|--|------------------------------|
| Transferable securities admitted to official stock exchanges or traded on a regulated market<br>(2017: 93.73%) | 90.56                        |
| OTC financial derivative instruments (2017: 1.36%)   | 0.90                         |
| Other current assets (2017: 4.91%)   | 8.54                         |
|  | <hr/> 100.00 <hr/>           |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – HIGH YIELD GLOBAL BOND FUND

| Nominal  | Security Description               | Coupon Rate % | Maturity Date | Fair Value USD | % of Net Assets |
|--|------------------------------------|---------------|---------------|----------------|-----------------|
| <b>Asset Backed Securities - 0.60% (2017: 1.60% - USD 6,215,107)</b> |                                    |               |               |                |                 |
| 1,000,000  | THPA Finance                       | 8.241         | 15/03/2028    | 1,542,223      | 0.60            |
| <b>Corporate Bonds - 95.56% (2017: 93.21% - USD 363,935,010)</b>     |                                    |               |               |                |                 |
| 2,500,000  | 1011778 BC                         | 4.250         | 15/05/2024    | 2,409,114      | 0.93            |
| 2,700,000  | Aker BP                            | 5.875         | 31/03/2025    | 2,798,970      | 1.08            |
| 2,800,000  | Algeco Global Finance              | 6.500         | 15/02/2023    | 3,485,480      | 1.35            |
| 1,000,000  | Algeco Global Finance 2            | 10.000        | 15/08/2023    | 1,017,500      | 0.39            |
| 2,500,000  | Arena Luxembourg Finance           | 2.875         | 01/11/2024    | 3,096,259      | 1.20            |
| 2,600,000  | Arqiva Broadcast Finance           | 9.500         | 31/03/2020    | 3,754,448      | 1.45            |
| 3,300,000  | Ashtead Capital                    | 4.125         | 15/08/2025    | 3,149,438      | 1.22            |
| 2,400,000  | Banco Bilbao Vizcaya Argentaria    | 5.875         | 24/08/2166    | 3,172,995      | 1.23            |
| 3,800,000  | BlueLine Rental Finance            | 9.250         | 15/03/2024    | 4,048,900      | 1.56            |
| 1,000,000  | CaixaBank                          | 6.750         | 13/09/2165    | 1,361,167      | 0.53            |
| 3,400,000  | Catalent Pharma Solutions          | 4.750         | 15/12/2024    | 4,334,800      | 1.68            |
| 3,400,000  | CBR Fashion Finance                | 5.125         | 01/10/2022    | 3,623,566      | 1.40            |
| 2,800,000  | Centene                            | 6.125         | 15/02/2024    | 2,936,500      | 1.13            |
| 4,900,000  | Cheniere Energy Partners           | 5.250         | 01/10/2025    | 4,795,875      | 1.85            |
| 1,600,000  | CPUK Finance                       | 4.250         | 28/08/2022    | 2,215,149      | 0.86            |
| 2,000,000  | CPUK Finance                       | 4.875         | 28/08/2025    | 2,772,985      | 1.07            |
| 1,600,000  | Crown European                     | 2.250         | 01/02/2023    | 1,959,576      | 0.76            |
| 4,100,000  | CSC                                | 10.125        | 15/01/2023    | 4,563,813      | 1.76            |
| 1,600,000  | CTC BondCo                         | 5.250         | 15/12/2025    | 1,918,930      | 0.74            |
| 3,050,000  | DEA Finance                        | 7.500         | 15/10/2022    | 4,002,212      | 1.55            |
| 1,600,000  | Digicel                            | 8.250         | 30/09/2020    | 1,427,750      | 0.55            |
| 2,800,000  | Drax Finco                         | 4.250         | 01/05/2022    | 3,905,641      | 1.51            |
| 700,000  | Drax Finco                         | 6.625         | 01/11/2025    | 708,744        | 0.27            |
| 1,500,000  | EI                                 | 6.000         | 06/10/2023    | 2,246,979      | 0.87            |
| 3,900,000  | Equinix                            | 2.875         | 01/10/2025    | 4,594,364      | 1.78            |
| 1,800,000  | Erste Group Bank                   | 8.875         | 29/12/2049    | 2,645,565      | 1.02            |
| 1,900,000  | Federal-Mogul                      | 4.875         | 15/04/2022    | 2,392,166      | 0.92            |
| 3,000,000  | Federal-Mogul                      | 5.000         | 15/07/2024    | 3,816,070      | 1.47            |
| 2,800,000  | First Data                         | 7.000         | 01/12/2023    | 2,931,250      | 1.13            |
| 1,500,000  | Frontier Communications            | 8.500         | 01/04/2026    | 1,455,750      | 0.56            |
| 4,500,000  | Genesis Energy                     | 5.625         | 15/06/2024    | 4,277,813      | 1.65            |
| 2,800,000  | GLP Capital                        | 5.375         | 15/04/2026    | 2,828,318      | 1.09            |
| 1,500,000  | Goodyear Tire & Rubber             | 5.125         | 15/11/2023    | 1,498,125      | 0.58            |
| 2,900,000  | Greystar Real Estate Partners      | 5.750         | 01/12/2025    | 2,884,282      | 1.11            |
| 2,700,000  | Grifols                            | 3.200         | 01/05/2025    | 3,300,415      | 1.28            |
| 2,100,000  | HCA                                | 7.500         | 15/02/2022    | 2,311,243      | 0.89            |
| 3,200,000  | HCA                                | 5.375         | 01/02/2025    | 3,190,000      | 1.23            |
| 3,750,000  | International Game Technology      | 6.250         | 15/02/2022    | 3,945,469      | 1.52            |
| 2,500,000  | Intrum Justitia                    | 2.750         | 15/07/2022    | 3,004,875      | 1.16            |
| 3,000,000  | IQVIA                              | 3.250         | 15/03/2025    | 3,694,558      | 1.43            |
| 750,000  | IRB                                | 6.750         | 15/02/2026    | 728,438        | 0.28            |
| 3,700,000  | Iron Mountain                      | 3.000         | 15/01/2025    | 4,446,469      | 1.72            |
| 2,700,000  | Jaguar Land Rover Automotive       | 3.500         | 15/03/2020    | 2,685,125      | 1.04            |
| 1,400,000  | Kaisa                              | 7.250         | 30/06/2020    | 1,336,230      | 0.52            |
| 1,500,000  | KFC/Pizza Hut/Taco Bell of America | 5.000         | 01/06/2024    | 1,501,554      | 0.58            |
| 4,100,000  | LHC3                               | 4.125         | 15/08/2024    | 5,022,774      | 1.94            |
| 4,200,000  | Live Nation Entertainment          | 4.875         | 01/11/2024    | 4,124,531      | 1.59            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – HIGH YIELD GLOBAL BOND FUND

| Nominal                            | Security Description               | Coupon Rate % | Maturity Date | Fair Value USD | % of Net Assets |
|------------------------------------|------------------------------------|---------------|---------------|----------------|-----------------|
| <b>Corporate Bonds (continued)</b> |                                    |               |               |                |                 |
| 2,600,000                          | LKQ European                       | 3.625         | 01/04/2026    | 3,145,199      | 1.22            |
| 3,300,000                          | Mclaren Finance                    | 5.000         | 01/08/2022    | 4,510,378      | 1.74            |
| 1,000,000                          | MGM Resorts International          | 6.625         | 15/12/2021    | 1,073,750      | 0.41            |
| 1,300,000                          | MGM Resorts International          | 6.000         | 15/03/2023    | 1,363,375      | 0.53            |
| 800,000                            | MGM Resorts International          | 4.625         | 01/09/2026    | 758,500        | 0.29            |
| 2,000,000                          | Miller Homes                       | 5.500         | 15/10/2024    | 2,757,272      | 1.07            |
| 800,000                            | MPT Operating Partnership          | 5.250         | 01/08/2026    | 781,824        | 0.30            |
| 2,300,000                          | MPT Partners                       | 4.000         | 19/08/2022    | 3,042,279      | 1.18            |
| 3,500,000                          | Nassa Topco                        | 2.875         | 06/04/2024    | 4,333,458      | 1.67            |
| 14,000                             | Nationwide Building Society        | 10.250        | 29/06/2049    | 3,031,368      | 1.17            |
| 2,600,000                          | Nielsen Finance                    | 5.000         | 15/04/2022    | 2,609,750      | 1.01            |
| 3,700,000                          | Ocado                              | 4.000         | 15/06/2024    | 5,040,163      | 1.95            |
| 3,000,000                          | Owens-Brockway Glass Container     | 5.875         | 15/08/2023    | 3,087,656      | 1.19            |
| 1,200,000                          | Paprec                             | 4.000         | 31/03/2025    | 1,471,930      | 0.57            |
| 3,100,000                          | Par Petroleum                      | 7.750         | 15/12/2025    | 3,147,792      | 1.22            |
| 5,100,000                          | Park Aerospace                     | 5.250         | 15/08/2022    | 5,087,250      | 1.97            |
| 1,500,000                          | Pilgrim's Pride                    | 5.750         | 15/03/2025    | 1,470,417      | 0.57            |
| 2,800,000                          | Pinnacle Bidco                     | 6.375         | 15/02/2025    | 3,915,647      | 1.51            |
| 2,700,000                          | Platin 1426                        | 5.375         | 15/06/2023    | 3,250,409      | 1.26            |
| 2,000,000                          | Quebecor Media                     | 6.625         | 15/01/2023    | 1,685,478      | 0.65            |
| 1,700,000                          | Residomo                           | 3.375         | 15/10/2024    | 2,075,541      | 0.80            |
| 4,000,000                          | SBA Communications                 | 4.875         | 15/07/2022    | 4,025,000      | 1.56            |
| 500,000                            | Service Corp International         | 5.375         | 15/01/2022    | 509,688        | 0.20            |
| 3,500,000                          | Stichting AK Rabobank Certificaten | 6.500         | 29/12/2049    | 5,271,485      | 2.04            |
| 2,800,000                          | Stonegate Pub Financing            | 4.875         | 15/03/2022    | 3,816,435      | 1.48            |
| 1,000,000                          | Superior Industries International  | 6.000         | 15/06/2025    | 1,200,992      | 0.47            |
| 1,700,000                          | Synlab Unsecured Bondco            | 8.250         | 01/07/2023    | 2,203,513      | 0.85            |
| 3,000,000                          | TalkTalk Telecom                   | 5.375         | 15/01/2022    | 4,167,726      | 1.61            |
| 4,000,000                          | Teva Pharmaceutical Finance        | 2.950         | 18/12/2022    | 3,531,094      | 1.36            |
| 2,900,000                          | Tullow Oil                         | 7.000         | 01/03/2025    | 2,948,192      | 1.14            |
| 2,800,000                          | UniCredit                          | 9.250         | 29/12/2049    | 4,061,068      | 1.57            |
| 3,100,000                          | Unitymedia                         | 6.125         | 15/01/2025    | 3,264,688      | 1.26            |
| 700,000                            | Unitymedia                         | 3.750         | 15/01/2027    | 899,857        | 0.35            |
| 2,100,000                          | Vantiv                             | 3.875         | 15/11/2025    | 2,844,619      | 1.10            |
| 3,000,000                          | Verisure Midholding                | 5.750         | 01/12/2023    | 3,614,414      | 1.40            |
| 4,200,000                          | Vermilion Energy                   | 5.625         | 15/03/2025    | 4,173,750      | 1.61            |
| 1,900,000                          | Williams Scotsman International    | 7.875         | 15/12/2022    | 1,985,500      | 0.77            |
| 2,700,000                          | XPO Logistics                      | 6.125         | 01/09/2023    | 2,796,328      | 1.08            |
|                                    |                                    |               |               | 247,275,960    | 95.56           |

**Floating Rate Notes – 0.00% (2017: 0.07% - USD 236,133)**

**Bond Futures - 0.00% (2017: 0.06% - USD 236,641)**

**Swaps - 0.00% (2017: 0.32% - USD 1,259,576)**

**Forward Contracts\* - 1.60% (2017: 1.30% - USD 5,155,547)**

| Description                           | Maturity Date | Unrealised Gain | % of Net Assets |
|---------------------------------------|---------------|-----------------|-----------------|
| Buy EUR 3,000,000, Sell USD 3,638,163 | 15/06/2018    | 3,534           | -               |
| Buy GBP 800,000, Sell USD 1,099,935   | 15/06/2018    | 550             | -               |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – HIGH YIELD GLOBAL BOND FUND (continued)

### Forward Contracts\* - (continued)

| Description                              | Maturity Date | Unrealised Gain | % of Net Assets |
|--|---------------|-----------------|-----------------|
| Buy USD 1,223, Sell EUR 1,000            | 31/05/2018    | 11              | -               |
| Buy USD 100,153, Sell EUR 82,491         | 31/05/2018    | 140             | -               |
| Buy USD 102,779, Sell EUR 84,208         | 31/05/2018    | 685             | -               |
| Buy USD 106,201, Sell EUR 87,472         | 31/05/2018    | 149             | -               |
| Buy USD 106,529, Sell GBP 76,350         | 31/05/2018    | 1,582           | -               |
| Buy USD 109,773,664, Sell EUR 88,000,000 | 15/06/2018    | 2,950,552       | 1.14            |
| Buy USD 16,903, Sell EUR 13,846          | 31/05/2018    | 116             | -               |
| Buy USD 20,229, Sell GBP 14,467          | 31/05/2018    | 344             | -               |
| Buy USD 30,539, Sell GBP 22,152          | 31/05/2018    | 91              | -               |
| Buy USD 306, Sell EUR 250                | 31/05/2018    | 3               | -               |
| Buy USD 31,013, Sell GBP 22,179          | 31/05/2018    | 527             | -               |
| Buy USD 58,556,808, Sell GBP 41,700,000  | 15/06/2018    | 1,194,038       | 0.46            |
| Buy USD 66,247, Sell EUR 54,170          | 31/05/2018    | 570             | -               |
|  |               | 4,152,892       | 1.60            |

### Financial Assets At Fair Value Through Profit or Loss (Cost: USD 241,322,971)

**Fair Value  
USD  
252,971,075      97.76**

### Forward Contracts\* - (0.88%) (2017: (0.01%) - USD (31,735))

| Description                             |            | Unrealised Loss | % of Net Assets |
|---|------------|-----------------|-----------------|
| Buy CHF 3,693,945, Sell USD 3,762,999   | 31/05/2018 | (20,206)        | (0.01)          |
| Buy CHF 3,808,137, Sell USD 3,879,327   | 31/05/2018 | (20,831)        | (0.01)          |
| Buy EUR 1,100,000, Sell USD 1,358,944   | 15/06/2018 | (23,656)        | (0.01)          |
| Buy EUR 10,539, Sell USD 12,862         | 31/05/2018 | (85)            | -               |
| Buy EUR 14, Sell USD 17                 | 31/05/2018 | -               | -               |
| Buy EUR 182, Sell USD 221               | 31/05/2018 | -               | -               |
| Buy EUR 21,625,833, Sell USD 26,393,334 | 31/05/2018 | (173,980)       | (0.07)          |
| Buy EUR 29,250, Sell USD 35,771         | 31/05/2018 | (308)           | -               |
| Buy EUR 3,921,494, Sell USD 4,786,003   | 31/05/2018 | (31,548)        | (0.01)          |
| Buy EUR 35,896,816, Sell USD 43,810,413 | 31/05/2018 | (288,790)       | (0.11)          |
| Buy EUR 36,602,024, Sell USD 44,671,087 | 31/05/2018 | (294,463)       | (0.11)          |
| Buy EUR 397,658, Sell USD 485,323       | 31/05/2018 | (3,199)         | -               |
| Buy EUR 5,200,000, Sell USD 6,443,772   | 15/06/2018 | (131,498)       | (0.05)          |
| Buy GBP 2,800,000, Sell USD 3,942,932   | 15/06/2018 | (91,235)        | (0.04)          |
| Buy GBP 3,100,000, Sell USD 4,365,445   | 15/06/2018 | (101,066)       | (0.04)          |
| Buy GBP 324, Sell USD 453               | 31/05/2018 | (7)             | -               |
| Buy GBP 33,450,491, Sell USD 46,689,661 | 31/05/2018 | (710,589)       | (0.27)          |
| Buy GBP 8,340,976, Sell USD 11,642,200  | 31/05/2018 | (177,187)       | (0.07)          |
| Buy GBP 9,367, Sell USD 12,914          | 31/05/2018 | (38)            | -               |
| Buy GBP 9,881,039, Sell USD 13,791,796  | 31/05/2018 | (209,903)       | (0.08)          |
| Buy SEK 169,906, Sell USD 19,837        | 31/05/2018 | (228)           | -               |
| Buy USD 1,548,471, Sell CAD 2,000,000   | 15/06/2018 | (8,687)         | -               |
| Buy USD 130,888, Sell EUR 108,066       | 31/05/2018 | (132)           | -               |
| Buy USD 16, Sell GBP 11                 | 31/05/2018 | -               | -               |
| Buy USD 23,421, Sell EUR 19,337         | 31/05/2018 | (24)            | -               |
|   |            | (2,287,660)     | (0.88)          |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**PORTFOLIO OF INVESTMENTS – HIGH YIELD GLOBAL BOND FUND (continued)**

|   | <b>Fair Value<br/>USD</b> | <b>% of Net<br/>Assets</b> |
|---|---------------------------|----------------------------|
| <b>Financial Liabilities At Fair Value Through Profit or Loss</b> | <b>(2,287,660)</b>        | <b>(0.88)</b>              |
| <b>Cash and Cash Equivalents</b>                                  | 2,477,289                 | 0.96                       |
| <b>Other Net Assets</b>   | 5,598,970                 | 2.16                       |
| <b>Net Asset Value as at 30 April 2018</b>                        | <b>258,759,674</b>        | <b>100.00</b>              |

\* The counterparties to the forwards are Barclays Bank (A) (2017: (A)), Citibank (A+) (2017: (A+)) and Deutsche Bank (A-) (2017:(A-))

Investments except for derivatives are transferable securities admitted to an official stock exchange or traded on a regulated market.

**Portfolio Analysis**

|   | <b>% of Total<br/>Assets</b> |
|---|------------------------------|
| Transferable securities admitted to official stock exchanges or traded on a regulated market (2017: 91.36%) | 92.47                        |
| Financial derivatives instruments dealt in on a regulated market (2017: 0.06%)                              | -                            |
| OTC financial derivative instruments (2017: 1.58%)  | 1.54                         |
| Other current assets (2017: 7.00%)  | 5.99                         |
|   | 100.00                       |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – ABSOLUTE RETURN BOND FUND

| Nominal   | Security Description                            | Coupon Rate % | Maturity Date | Fair Value GBP    | % of Net Assets |
|---|---|---------------|---------------|-------------------|-----------------|
| <b>Asset Backed Securities - 4.31% (2017: 3.35% - GBP 63,279,660)</b> |   |               |               |                   |                 |
| 29,200,000  | Broadgate Financing                             | 1.683         | 05/01/2020    | 4,234,506         | 0.21            |
| 1,180,000   | City Greenwich Lewisham Rail Link               | 9.375         | 11/10/2020    | 238,924           | 0.01            |
| 49,937,000  | Greene King Finance                             | 1.856         | 15/09/2021    | 14,280,192        | 0.71            |
| 2,000,000   | Greene King Finance                             | 1.556         | 15/06/2031    | 1,215,211         | 0.06            |
| 25,600,000  | Income Contingent Student Loans 1 2002-2006     | 1.621         | 24/07/2056    | 25,641,533        | 1.28            |
| 58,857,000  | Marstons Issuer                                 | 2.161         | 15/07/2020    | 11,190,728        | 0.56            |
| 8,000,000   | Mitchells & Butlers Finance                     | 5.965         | 15/12/2023    | 2,765,142         | 0.14            |
| 1,200,000   | THPA Finance                                    | 8.241         | 15/03/2028    | 1,348,392         | 0.07            |
| 7,400,000   | Trafford Centre Finance                         | 8.280         | 28/10/2022    | 7,930,321         | 0.39            |
| 36,400,000  | Unique Pub Finance                              | 6.542         | 30/03/2021    | 17,661,053        | 0.88            |
|   |   |               |               | <b>86,506,002</b> | <b>4.31</b>     |
| <b>Corporate Bonds - 78.41% (2017: 81.41% - GBP 1,538,526,816)</b>    |   |               |               |                   |                 |
| 5,000,000   | America Movil                                   | 6.375         | 06/09/2073    | 5,463,438         | 0.27            |
| 6,000,000   | Anglo American Capital                          | 6.875         | 01/05/2018    | 6,000,000         | 0.30            |
| 3,000,000   | Aquarius & Investments                          | 8.250         | 29/09/2049    | 2,215,301         | 0.11            |
| 8,405,000   | Arqiva Broadcast Finance                        | 9.500         | 31/03/2020    | 8,842,970         | 0.44            |
| 6,828,000   | Arqiva Financing                                | 4.040         | 30/06/2020    | 7,110,043         | 0.35            |
| 4,097,000   | ASIF III Jersey                                 | 5.000         | 18/12/2018    | 4,200,947         | 0.21            |
| 15,000,000  | ASR Nederland                                   | 10.000        | 26/10/2065    | 15,080,213        | 0.75            |
| 6,154,000   | Aviva   | 6.875         | 29/11/2049    | 6,556,933         | 0.33            |
| 10,653,000  | Aviva   | 5.902         | 29/11/2049    | 11,286,427        | 0.56            |
| 20,083,000  | AXA   | 7.125         | 15/12/2020    | 22,840,684        | 1.14            |
| 16,055,000  | AXA   | 6.772         | 29/10/2049    | 17,080,513        | 0.85            |
| 15,400,000  | Banco Bilbao Vizcaya Argentaria                 | 6.750         | 29/12/2049    | 14,666,799        | 0.73            |
| 2,500,000   | Bank of America                                 | 5.500         | 04/12/2019    | 2,667,080         | 0.13            |
| 6,000,000   | Bank of Scotland                                | 6.375         | 16/08/2019    | 6,367,346         | 0.32            |
| 11,040,000  | Barclays Bank                                   | 7.125         | 29/10/2049    | 12,193,680        | 0.61            |
| 8,430,000   | Barclays Bank                                   | 8.250         | 29/12/2049    | 8,779,143         | 0.44            |
| 10,000,000  | Barclays Bank                                   | 14.000        | 15/06/2166    | 11,227,297        | 0.56            |
| 5,571,000   | BMW US Capital                                  | 2.000         | 20/11/2019    | 5,635,607         | 0.28            |
| 2,300,000   | BNP Paribas                                     | 7.781         | 29/06/2049    | 2,052,737         | 0.10            |
| 7,150,000   | BPCE  | 12.500        | 31/03/2066    | 5,827,541         | 0.29            |
| 7,100,000   | Centrica  | 7.000         | 19/09/2018    | 7,261,445         | 0.36            |
| 2,896,000   | Chorus  | 6.750         | 06/04/2020    | 3,169,972         | 0.16            |
| 36,512,000  | Citigroup                                       | 5.125         | 12/12/2018    | 37,387,211        | 1.86            |
| 1,160,000   | Clerical Medical Finance                        | 7.375         | 05/11/2019    | 1,230,141         | 0.06            |
| 9,480,000   | Commerzbank                                     | 6.625         | 30/08/2019    | 10,082,019        | 0.50            |
| 22,600,000  | Cooperatieve Centrale-Raiffeisen-Boerenleenbank | 11.000        | 29/12/2049    | 17,900,381        | 0.89            |
| 27,883,000  | Coventry Building Society                       | 6.000         | 16/10/2019    | 29,793,845        | 1.48            |
| 21,406,000  | CPUK Finance                                    | 2.666         | 28/02/2020    | 21,780,061        | 1.08            |
| 3,500,000   | CPUK Finance                                    | 4.250         | 28/08/2022    | 3,530,520         | 0.18            |
| 20,000,000  | Credit Agricole                                 | 8.125         | 19/09/2033    | 14,848,233        | 0.74            |
| 1,500,000   | Credit Agricole                                 | 7.589         | 29/01/2049    | 1,626,708         | 0.08            |
| 18,683,000  | Credit Agricole                                 | 5.000         | 29/06/2049    | 18,772,237        | 0.93            |
| 7,000,000   | Credit Agricole                                 | 8.125         | 29/10/2049    | 7,578,419         | 0.38            |
| 10,000,000  | Credit Suisse                                   | 5.750         | 18/09/2025    | 9,822,699         | 0.49            |
| 1,050,000   | Credit Suisse Group Finance US                  | 7.000         | 05/10/2020    | 1,183,797         | 0.06            |
| 12,467,000  | Daily Mail & General Trust                      | 5.750         | 07/12/2018    | 12,779,672        | 0.64            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – ABSOLUTE RETURN BOND FUND (continued)

| Nominal                            | Security Description                       | Coupon Rate | Maturity Date | Fair Value GBP | % of Net Assets |
|------------------------------------|--|-------------|---------------|----------------|-----------------|
| <b>Corporate Bonds (continued)</b> |  |             |               |                |                 |
| 1,175,000                          | Daimler International Finance              | 3.500       | 06/06/2019    | 1,205,214      | 0.06            |
| 27,235,000                         | Danske Bank                                | 5.375       | 29/09/2021    | 27,663,698     | 1.38            |
| 10,000,000                         | Dell International                         | 3.480       | 01/06/2019    | 7,309,928      | 0.36            |
| 14,900,000                         | Deutsche Bank                              | 1.875       | 28/02/2020    | 14,876,121     | 0.74            |
| 29,500,000                         | E.ON International Finance                 | 6.000       | 30/10/2019    | 31,564,524     | 1.57            |
| 16,203,000                         | EE Finance                                 | 4.375       | 28/03/2019    | 16,662,148     | 0.83            |
| 6,150,000                          | EI   | 6.500       | 06/12/2018    | 6,264,006      | 0.31            |
| 5,450,000                          | EI   | 6.375       | 15/02/2022    | 5,694,647      | 0.28            |
| 9,000,000                          | ELM BV for Swiss Reinsurance               | 6.302       | 29/03/2049    | 9,382,613      | 0.47            |
| 12,544,000                         | Enel                                       | 6.250       | 20/06/2019    | 13,245,198     | 0.66            |
| 10,000,000                         | Enel                                       | 7.750       | 10/09/2075    | 11,310,000     | 0.56            |
| 19,000,000                         | Engie                                      | 4.625       | 10/01/2049    | 19,404,588     | 0.97            |
| 11,550,000                         | Eni Finance International                  | 6.125       | 17/12/2018    | 11,913,302     | 0.59            |
| 16,110,000                         | Eni Finance International                  | 5.000       | 27/01/2019    | 16,566,161     | 0.83            |
| 3,000,000                          | ESB Finance                                | 6.500       | 05/03/2020    | 3,272,807      | 0.16            |
| 9,711,000                          | Experian Finance                           | 4.750       | 23/11/2018    | 9,910,361      | 0.49            |
| 14,494,000                         | FCE Bank                                   | 2.625       | 20/11/2018    | 14,603,905     | 0.73            |
| 20,339,000                         | FCE Bank                                   | 2.759       | 13/11/2019    | 20,746,105     | 1.03            |
| 23,049,000                         | Firstgroup                                 | 6.125       | 18/01/2019    | 23,806,236     | 1.19            |
| 33,148,000                         | G4S  | 7.750       | 13/05/2019    | 35,266,588     | 1.76            |
| 2,452,000                          | GE Capital UK Funding Unlimited            | 4.375       | 31/07/2019    | 2,540,801      | 0.13            |
| 8,000,000                          | General Electric                           | 6.250       | 29/09/2020    | 8,874,874      | 0.44            |
| 7,892,000                          | GKN  | 6.750       | 28/10/2019    | 8,477,204      | 0.42            |
| 17,500,000                         | Glencore Finance Europe                    | 6.500       | 27/02/2019    | 18,231,038     | 0.91            |
| 3,000,000                          | Grainger                                   | 5.000       | 16/12/2020    | 3,256,944      | 0.16            |
| 25,850,000                         | HBOS Capital Funding                       | 6.461       | 29/11/2049    | 26,540,751     | 1.32            |
| 32,572,000                         | Heathrow Funding                           | 6.250       | 10/09/2018    | 33,149,410     | 1.65            |
| 1,100,000                          | HSBC Bank Capital Funding Sterling 2       | 5.862       | 29/04/2049    | 1,175,096      | 0.06            |
| 35,800,000                         | ING Bank                                   | 6.875       | 29/05/2018    | 35,947,700     | 1.79            |
| 5,150,000                          | Intesa Sanpaolo                            | 8.375       | 29/10/2049    | 5,014,526      | 0.25            |
| 9,647,000                          | J Sainsbury                                | 6.500       | 29/12/2049    | 10,473,928     | 0.52            |
| 12,460,000                         | JANY                                       | 2.844       | 23/09/2019    | 9,055,628      | 0.45            |
| 22,713,000                         | John Lewis                                 | 8.375       | 08/04/2019    | 24,173,353     | 1.20            |
| 6,850,000                          | Juneau Investments                         | 5.900       | 22/02/2021    | 7,278,643      | 0.36            |
| 8,500,000                          | Kelda Finance No 3                         | 5.750       | 17/02/2020    | 8,942,055      | 0.45            |
| 17,900,000                         | Koninklijke                                | 6.000       | 29/05/2019    | 18,807,380     | 0.94            |
| 17,403,000                         | Koninklijke KPN                            | 6.875       | 14/03/2073    | 18,849,189     | 0.94            |
| 13,426,000                         | Legal & General                            | 5.875       | 29/03/2049    | 13,907,993     | 0.69            |
| 10,000,000                         | Leonardo                                   | 8.000       | 16/12/2019    | 11,037,322     | 0.55            |
| 26,153,000                         | London Stock Exchange                      | 9.125       | 18/10/2019    | 29,148,755     | 1.45            |
| 8,000,000                          | Louis Dreyfus                              | 4.000       | 07/02/2022    | 7,493,148      | 0.37            |
| 14,476,000                         | Marks & Spencer                            | 6.125       | 02/12/2019    | 15,515,467     | 0.77            |
| 5,777,000                          | Mediobanca                                 | 3.500       | 12/06/2018    | 5,791,731      | 0.29            |
| 10,000,000                         | MetLife                                    | 5.250       | 29/06/2020    | 10,804,186     | 0.54            |
| 15,669,000                         | Mondelez International                     | 7.250       | 18/07/2018    | 15,867,144     | 0.79            |
| 37,000,000                         | Muenchener Rueckversicherungs-Gesellschaft | 7.625       | 21/06/2028    | 37,358,201     | 1.86            |
| 9,267,000                          | National Australia Bank                    | 7.125       | 12/06/2023    | 9,331,656      | 0.46            |
| 18,925,000                         | National Capital Trust I                   | 5.620       | 29/09/2049    | 19,340,381     | 0.96            |
| 22,320,000                         | National Grid North America                | 1.875       | 06/08/2018    | 22,362,604     | 1.11            |
| 9,184,000                          | Natwest Markets                            | 6.625       | 17/09/2018    | 9,371,672      | 0.47            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – ABSOLUTE RETURN BOND FUND (continued)

| Nominal   | Security Description                      | Coupon Rate | Maturity Date | Fair Value GBP       | % of Net Assets |
|---|---|-------------|---------------|----------------------|-----------------|
| <b>Corporate Bonds (continued)</b>                                |   |             |               |                      |                 |
| 15,402,000  | Northern Ireland Electricity Networks     | 6.875       | 18/09/2018    | 15,735,958           | 0.78            |
| 12,330,000  | Northern Powergrid Yorkshire              | 9.250       | 17/01/2020    | 13,954,968           | 0.69            |
| 24,879,000  | Origin Energy Finance                     | 7.875       | 16/06/2071    | 22,141,269           | 1.10            |
| 8,400,000   | Partnership Assurance                     | 9.500       | 24/03/2025    | 9,487,800            | 0.47            |
| 24,942,000  | Porterbrook Rail Finance                  | 5.500       | 20/04/2019    | 25,920,157           | 1.29            |
| 22,879,000  | PostNL                                    | 7.500       | 14/08/2018    | 23,287,877           | 1.16            |
| 5,128,000   | Provident Financial                       | 8.000       | 23/10/2019    | 5,371,580            | 0.27            |
| 28,692,000  | Prudential                                | 11.375      | 29/05/2039    | 31,700,634           | 1.58            |
| 16,000,000  | Rabobank Capital Funding Trust IV         | 5.556       | 29/10/2049    | 16,777,504           | 0.84            |
| 13,372,000  | RCI Banque                                | 3.000       | 09/05/2019    | 13,613,122           | 0.68            |
| 1,395,000   | RSA Insurance                             | 9.375       | 20/05/2039    | 1,512,686            | 0.08            |
| 16,600,000  | RWE                                       | 7.000       | 29/03/2049    | 17,250,305           | 0.86            |
| 8,483,000   | Santander                                 | 1.875       | 17/02/2020    | 8,556,426            | 0.43            |
| 15,795,000  | Santander                                 | 9.625       | 30/10/2023    | 16,437,488           | 0.82            |
| 7,927,000   | Scottish Amicable Finance                 | 8.500       | 29/06/2049    | 8,012,215            | 0.40            |
| 3,056,000   | Segro                                     | 6.000       | 30/09/2019    | 3,253,166            | 0.16            |
| 13,942,000  | Societe Generale                          | 8.875       | 29/06/2049    | 14,060,978           | 0.70            |
| 4,000,000   | Societe Generale                          | 9.375       | 29/09/2049    | 3,949,101            | 0.20            |
| 6,244,000   | Southern Water Greensands Financing       | 8.500       | 15/04/2019    | 6,646,509            | 0.33            |
| 7,457,000   | SSE                                       | 5.000       | 01/10/2018    | 7,577,903            | 0.38            |
| 3,072,000   | Standard Chartered Bank                   | 5.375       | 29/06/2049    | 3,237,158            | 0.16            |
| 10,044,000  | Standard Life Aberdeen                    | 6.546       | 29/11/2049    | 10,837,978           | 0.54            |
| 15,500,000  | Tate & Lyle International Finance         | 6.750       | 25/11/2019    | 16,805,276           | 0.84            |
| 15,250,000  | Telecom Italia                            | 6.375       | 24/06/2019    | 16,091,855           | 0.80            |
| 9,700,000   | Telefonica                                | 5.597       | 12/03/2020    | 10,441,053           | 0.52            |
| 5,000,000   | Tesco                                     | 5.500       | 13/12/2019    | 5,337,819            | 0.27            |
| 8,000,000   | Thames Water Kemble Finance               | 7.750       | 01/04/2019    | 8,433,451            | 0.42            |
| 20,000,000  | Thames Water Utilities Finance            | 5.050       | 30/06/2020    | 21,384,010           | 1.06            |
| 960,000   | TP ICAP                                   | 5.250       | 11/06/2019    | 994,944              | 0.05            |
| 5,000,000   | UBS                                       | 4.750       | 22/05/2018    | 3,649,195            | 0.18            |
| 9,400,000   | UBS                                       | 1.250       | 10/12/2020    | 9,371,272            | 0.48            |
| 8,000,000   | UBS                                       | 6.375       | 19/11/2024    | 8,532,034            | 0.42            |
| 22,000,000  | UBS                                       | 4.750       | 12/02/2026    | 21,344,778           | 1.06            |
| 6,894,000   | UniCredit International Bank Luxembourg   | 8.593       | 27/12/2165    | 6,965,598            | 0.35            |
| 1,500,000   | Vattenfall                                | 6.125       | 16/12/2019    | 1,616,692            | 0.08            |
| 1,100,000   | Virgin Money                              | 2.250       | 21/04/2020    | 1,110,460            | 0.06            |
| 6,555,000   | Volkswagen Financial Services             | 2.375       | 13/11/2018    | 6,599,560            | 0.33            |
| 9,034,000   | Volkswagen Financial Services             | 2.625       | 22/07/2019    | 9,180,890            | 0.46            |
| 5,120,000   | Volkswagen Financial Services             | 1.750       | 17/04/2020    | 5,147,896            | 0.26            |
| 2,184,000   | Wales & West Utilities Finance            | 6.750       | 17/12/2036    | 2,253,016            | 0.11            |
| 8,400,000   | Yorkshire Building Society                | 4.125       | 20/11/2024    | 8,686,120            | 0.43            |
| 7,192,000   | Yorkshire Water Services Bradford Finance | 6.000       | 21/08/2019    | 7,636,126            | 0.38            |
|   |   |             |               | <b>1,574,533,816</b> | <b>78.41</b>    |
| <b>Floating Rate Notes - 1.38% (2017: 2.47% - GBP 46,678,292)</b> |   |             |               |                      |                 |
| 25,000,000  | American International                    | 1.403       | 15/03/2067    | 21,143,716           | 1.05            |
| 6,700,000   | Friends Life                              | 7.875       | 08/11/2049    | 4,997,925            | 0.26            |
| 2,000,000   | La Mondiale                               | 7.625       | 23/10/2165    | 1,507,395            | 0.07            |
|   |   |             |               | <b>27,649,036</b>    | <b>1.38</b>     |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – ABSOLUTE RETURN BOND FUND (continued)

| Nominal  | Security Description  | Coupon Rate | Maturity Date | Fair Value GBP         | % of Net Assets        |
|--|---|-------------|---------------|------------------------|------------------------|
| <b>Government Bonds - 8.20% (2017: 2.27% - GBP 42,874,381)</b>                         |   |             |               |                        |                        |
| 18,787,000   | Ireland (Government of)   | 1.300       | 15/05/2033    | 16,391,113             | 0.82                   |
| 58,000,000   | Spain (Government of)   | 1.400       | 30/04/2028    | 51,715,631             | 2.58                   |
| 132,000,000  | U.S. Treasury Note  | 0.125       | 15/04/2022    | 96,390,881             | 4.80                   |
|  |   |             |               | <b>164,497,625</b>     | <b>8.20</b>            |
| <b>Bond Futures - 0.19% (2017: 0.18% - GBP 3,437,344)</b>                              |   |             |               |                        |                        |
| (1,050)  | Euro-Oat Future   |             | 07/06/2018    | 750,418                | 0.04                   |
| 425  | Euro-Bobl Future  |             | 07/06/2018    | 171,042                | 0.01                   |
| (2,900)  | U.S. 5 Year Note Future   |             | 29/06/2018    | 1,272,800              | 0.06                   |
| 360  | Euro-Buxl 30 Year Bond Future   |             | 07/06/2018    | 1,215,102              | 0.06                   |
| 4,200  | Australia 3 Year Bond Future  |             | 15/06/2018    | 498,848                | 0.02                   |
|  |   |             |               | <b>3,908,210</b>       | <b>0.19</b>            |
| <b>Swaps - 0.61% (2017: 1.35% - GBP 25,553,766)</b>                                    |   |             |               |                        |                        |
| 40,000,000   | CDS Sell Protection Anheuser-Busch Inbev  |             | 20/06/2023    | 949,902                | 0.05                   |
| 290,000,000  | CDS Sell Protection CDX 5 Year Inflation Swap Pay 2.240% Rec US CPI Urban Consumers NSA |             | 20/06/2023    | 4,224,489              | 0.21                   |
| 26,500,000   | IRS Pay WMBA SONI On Deposit Rates GBP  |             | 03/10/2047    | 971,321                | 0.05                   |
| 40,000,000   | Inflation Swap Rec 3.403% Pay UK RPI All Items NSA                                      |             | 13/04/2048    | 44,333                 | -                      |
| 45,000,000   | CDS Sell Protection Itraxx Eur Main   |             | 15/01/2028    | 596,277                | 0.03                   |
| 120,000,000  | CDS Sell Protection Glencore Finance  |             | 20/06/2028    | 463,668                | 0.02                   |
| 20,000,000   | CDS Sell Protection Centrica  |             | 20/06/2023    | 3,425,958              | 0.17                   |
| 20,000,000   | CDS Sell Protection Unicredit, Societa Per Azioni                                       |             | 20/06/2023    | 203,614                | 0.01                   |
| 20,000,000   | CDS Sell Protection Societa Per Azioni  |             | 20/06/2023    | 309,375                | 0.02                   |
| 20,000,000   | CDS Sell Protection Mediobanca  |             | 20/06/2023    | 92,823                 | -                      |
| 10,000,000   | CDS Sell Protection Axia  |             | 20/06/2023    | 236,962                | 0.01                   |
| 20,000,000   | CDS Sell Protection Lloyds Banking Group  |             | 20/06/2023    | 230,910                | 0.01                   |
| 40,000,000   | CDS Sell Protection Brit Telecom  |             | 20/06/2023    | 544,857                | 0.03                   |
| 10,000,000   | CDS Sell Protection HSBC  |             | 20/06/2023    | 48,068                 | -                      |
|  |   |             |               | <b>12,342,557</b>      | <b>0.61</b>            |
| <b>Forward Contracts* - 0.13% (2017: 0.20% - GBP 3,780,626)</b>                        |   |             |               |                        |                        |
| <b>Description</b>   |   |             |               | <b>Unrealised Gain</b> | <b>% of Net Assets</b> |
| Buy CHF 650,300, Sell GBP 474,603  |   |             | 31/05/2018    | 4,757                  | -                      |
| Buy EUR 2,542,589, Sell GBP 2,233,970  |   |             | 31/05/2018    | 8,712                  | -                      |
| Buy EUR 203,073,641, Sell GBP 177,562,312  |   |             | 31/05/2018    | 1,558,095              | 0.08                   |
| Buy EUR 4,500,000, Sell GBP 3,920,652  |   |             | 15/06/2018    | 50,358                 | -                      |
| Buy EUR 719,935, Sell GBP 629,486  |   |             | 31/05/2018    | 5,530                  | -                      |
| Buy EUR 932, Sell GBP 819  |   |             | 31/05/2018    | 3                      | -                      |
| Buy GBP 150,745,359, Sell EUR 169,700,000  |   |             | 15/06/2018    | 994,164                | 0.05                   |
| Buy SEK 50,821,805, Sell GBP 4,250,896   |   |             | 31/05/2018    | 16,160                 | -                      |
| Buy USD 19,148, Sell GBP 13,718  |   |             | 31/05/2018    | 212                    | -                      |
| Buy USD 4,734,460, Sell GBP 3,391,896  |   |             | 31/05/2018    | 52,497                 | -                      |
|  |   |             |               | <b>2,690,488</b>       | <b>0.13</b>            |
| <b>Financial Assets At Fair Value Through Profit or Loss (Cost: GBP 1,901,078,045)</b> |   |             |               | <b>Fair Value GBP</b>  | <b>% of Net Assets</b> |
|  |   |             |               | <b>1,872,127,734</b>   | <b>93.23</b>           |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – ABSOLUTE RETURN BOND FUND (continued)

| Nominal   | Security Description   | Maturity Date | Fair Value GBP         | % of Net Assets        |
|---|--|---------------|------------------------|------------------------|
| <b>Bond Futures<sup>^</sup> - (0.19%) (2017: (0.15%) - GBP (2,722,637))</b> |  |               |                        |                        |
| (3,850)   | Euro-Bobl Future   | 07/06/2018    | (1,688,952)            | (0.09)                 |
| (1,175)   | Long Gilt Future   | 27/06/2018    | (37,040)               | -                      |
| 3,250   | U.S. 2 Year Note Future                                      | 29/06/2018    | (1,083,505)            | (0.05)                 |
| 800   | U.S. 10 Year Ultra Bond Future                               | 20/06/2018    | (1,020,149)            | (0.05)                 |
|   |  |               | <u>(3,829,646)</u>     | <u>(0.19)</u>          |
| <b>Swaps<sup>^^</sup> - (1.15%) (2017: (1.59%) - GBP (30,088,154))</b>      |  |               |                        |                        |
| 85,000,000  | CDS Buy Protection ITraxx EUR Main 5 Year                    | 20/06/2023    | (1,821,819)            | (0.09)                 |
| 440,000,000   | CDS Buy Protection ITraxx EUR Main 5 Year                    | 20/06/2023    | (9,430,594)            | (0.45)                 |
| 40,000,000  | CDS Buy Protection Vodafone                                  | 20/06/2023    | (602,736)              | (0.03)                 |
| 20,000,000  | CDS Sell Protection RBS                                      | 20/06/2023    | (521,304)              | (0.03)                 |
| 10,000,000  | CDS Buy Protection Galp Energia Sgps                         | 20/06/2023    | (2,002,654)            | (0.10)                 |
| 15,000,000  | CDS Buy Protection Repsol International Finance              | 20/06/2023    | (352,863)              | (0.02)                 |
| 20,000,000  | CDS Buy Protection Credit Suisse                             | 20/06/2023    | (363,133)              | (0.02)                 |
| 20,000,000  | Inflation Swap Rec 1.908% Pay Eurostat Eurozone HICP Ex Toba | 15/09/2047    | (132,747)              | (0.01)                 |
| 40,000,000  | CDS Buy Protection Santander SNR                             | 20/06/2023    | (1,108,617)            | (0.06)                 |
| 20,000,000  | CDS Buy Protection Anglo American Capital                    | 20/06/2023    | (3,599,163)            | (0.18)                 |
| 10,000,000  | CDS Buy Protection Assic Generali                            | 20/06/2023    | (154,694)              | (0.01)                 |
| 20,000,000  | CDS Buy Protection Standard Chartered                        | 20/06/2023    | (311,277)              | (0.02)                 |
| 20,000,000  | CDS Buy Protection HSBC                                      | 20/06/2023    | (487,718)              | (0.02)                 |
| 40,000,000  | CDS Buy Protection RBS SNR                                   | 20/06/2023    | (282,864)              | (0.01)                 |
| 15,000,000  | CDS Buy Protection UBS                                       | 20/06/2023    | (189,785)              | (0.01)                 |
| 10,000,000  | CDS Sell Protection Standard Chartered                       | 20/06/2023    | (138,770)              | (0.01)                 |
| 20,000,000  | CDS Buy Protection Electricite De France                     | 20/06/2023    | (395,607)              | (0.02)                 |
| 8,000,000   | CDS Buy Protection Louis Dreyfus                             | 20/06/2023    | (1,128,979)            | (0.06)                 |
|   |  |               | <u>(23,025,324)</u>    | <u>(1.15)</u>          |
| <b>Forward Contracts* - (0.22%) (2017: (0.14%) - GBP (2,691,586))</b>       |  |               |                        |                        |
| <b>Description</b>  |  |               | <b>Unrealised Loss</b> | <b>% of Net Assets</b> |
| Buy GBP 12,278,574, Sell EUR 14,000,000                                     |  | 15/06/2018    | (75,679)               | -                      |
| Buy GBP 172,015, Sell EUR 196,507   |  | 31/05/2018    | (1,314)                | -                      |
| Buy GBP 2,898, Sell EUR 3,331   |  | 31/05/2018    | (40)                   | -                      |
| Buy GBP 22,686,222, Sell EUR 26,000,000                                     |  | 15/06/2018    | (257,391)              | (0.01)                 |
| Buy GBP 280,117, Sell EUR 320,002   |  | 31/05/2018    | (2,140)                | -                      |
| Buy GBP 3,495,506, Sell USD 5,000,000                                       |  | 15/06/2018    | (139,256)              | (0.01)                 |
| Buy GBP 300,243, Sell EUR 343,901   |  | 31/05/2018    | (3,094)                | -                      |
| Buy GBP 36,899,976, Sell USD 52,000,000                                     |  | 15/06/2018    | (901,545)              | (0.04)                 |
| Buy GBP 396, Sell EUR 451   |  | 31/05/2018    | (2)                    | -                      |
| Buy GBP 46,457,771, Sell USD 66,000,000                                     |  | 15/06/2018    | (1,521,083)            | (0.08)                 |
| Buy GBP 52,145, Sell EUR 59,727   |  | 31/05/2018    | (537)                  | -                      |
| Buy GBP 75,831,584, Sell USD 106,500,000                                    |  | 15/06/2018    | (1,588,840)            | (0.08)                 |
| Buy GBP 87,193, Sell EUR 100,209  |  | 31/05/2018    | (1,195)                | -                      |
|   |  |               | <u>(4,492,116)</u>     | <u>(0.22)</u>          |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**PORTFOLIO OF INVESTMENTS – ABSOLUTE RETURN BOND FUND (continued)**

|   | <b>Fair Value<br/>GBP</b> | <b>% of Net<br/>Assets</b> |
|---|---------------------------|----------------------------|
| <b>Financial Liabilities At Fair Value Through Profit or Loss</b> | <b>(31,347,086)</b>       | <b>(1.56)</b>              |
| <b>Cash and Cash Equivalents</b>                                  | 111,658,345               | 5.56                       |
| <b>Other Net Assets</b>   | 55,551,388                | 2.77                       |
| <b>Net Asset Value as at 30 April 2018</b>                        | <b>2,007,990,381</b>      | <b>100.00</b>              |

\* The counterparties to the forwards are Citibank (A+) (2017: (A+)) and J.P. Morgan Securities (A+) (2017: (A+)).

^ The counterparty to the bond futures is UBS (A+) (2017: (A+)).

^^ The counterparties to the swaps are Barclays Bank (A) (2017: (A)), BNP Paribas (A) (2017: (A)), Citi Global Markets (A+) (2017: (A+)), Goldman Sachs International (A+) (2017: (A+)), J.P. Morgan Securities (A+) (2017: (A+)), Merrill Lynch International (A+) (2017:(A+)), Morgan Stanley & Co International (A+) (2017 (A1)), Royal Bank of Scotland (BBB+) (2017: (BBB+)),and Societe Generale (A) (2017: (A)).

Investments except for derivatives are transferable securities admitted to an official stock exchange or traded on a regulated market.

**Portfolio Analysis**

|   | <b>% of Total<br/>Assets</b> |
|---|------------------------------|
| Transferable securities admitted to official stock exchanges or traded on a regulated market (2017: 84.71%) | 89.92                        |
| Financial derivative instruments dealt in on a regulated market (2017: 0.17%)                               | 0.19                         |
| OTC financial derivative instruments (2017: 1.47%)  | 0.73                         |
| Other current assets (2017: 13.65%)   | 9.16                         |
|   | 100.00                       |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – GLOBAL EQUITY INCOME FUND

| Nominal   | Security Description                 | Fair Value<br>USD  | % of Net<br>Assets |
|---|--------------------------------------|--------------------|--------------------|
| <b>Equities - 91.50% (2017: 92.16% - USD 519,024,029)</b>           |                                      |                    |                    |
| 156,571   | AbbVie                               | 15,457,472         | 2.66               |
| 68,251  | Allianz                              | 16,247,255         | 2.79               |
| 3,573,000   | ANTA Sports Products                 | 20,519,760         | 3.52               |
| 1,793,555   | Boral                                | 9,336,136          | 1.60               |
| 392,498   | Bpost                                | 8,654,619          | 1.49               |
| 331,600   | Bridgestone                          | 13,927,681         | 2.39               |
| 215,549   | British American Tobacco             | 11,903,694         | 2.04               |
| 155,824   | Chevron                              | 19,723,423         | 3.40               |
| 13,628,000  | China Petroleum & Chemical           | 13,326,436         | 2.29               |
| 292,366   | CI Financial                         | 6,183,617          | 1.06               |
| 242,022   | Cia de Distribucion Integral Logista | 5,477,123          | 0.94               |
| 363,670   | Cisco Systems                        | 16,261,504         | 2.79               |
| 61,252  | Clorox                               | 7,245,805          | 1.24               |
| 38,800  | Daito Trust Construction             | 6,484,715          | 1.11               |
| 709,000   | DBS                                  | 16,502,739         | 2.83               |
| 191,535   | Eaton                                | 14,584,433         | 2.51               |
| 505,900   | Hang Seng Bank                       | 12,884,898         | 2.21               |
| 1,145,431   | ING                                  | 19,289,705         | 3.32               |
| 89,416  | Johnson & Johnson                    | 11,470,732         | 1.97               |
| 195,938   | JPMorgan Chase                       | 21,436,597         | 3.68               |
| 151,905   | Leggett & Platt                      | 6,236,460          | 1.07               |
| 69,495  | Lockheed Martin                      | 22,378,432         | 3.84               |
| 221,363   | Macquarie                            | 18,195,808         | 3.13               |
| 334,655   | Maxim Integrated Products            | 18,233,678         | 3.13               |
| 136,136   | Microsoft                            | 13,043,190         | 2.24               |
| 1,211,648   | Natixis                              | 9,905,645          | 1.70               |
| 43,242  | NextEra Energy                       | 7,091,904          | 1.22               |
| 109,452   | Nucor                                | 6,788,760          | 1.17               |
| 431,000   | ORIX                                 | 7,588,943          | 1.30               |
| 2,510,000   | Pegatron                             | 5,891,825          | 1.01               |
| 363,848   | Pfizer                               | 13,467,834         | 2.31               |
| 9,859,000   | PTT                                  | 17,689,213         | 3.04               |
| 1,054,400   | Sands China                          | 6,132,671          | 1.05               |
| 617,518   | Swedbank                             | 13,538,236         | 2.33               |
| 71,499  | T Rowe Price                         | 8,152,673          | 1.41               |
| 556,036   | Taiwan Semiconductor Manufacturing   | 21,221,114         | 3.64               |
| 64,000  | Tokyo Electron                       | 12,334,946         | 2.12               |
| 297,626   | Unilever                             | 17,132,992         | 2.94               |
| 169,231   | Vinci                                | 16,962,938         | 2.91               |
| 89,071  | Watsco                               | 15,145,187         | 2.60               |
| 74,850  | Wyndham Worldwide                    | 8,666,507          | 1.50               |
|   |                                      | <b>532,717,300</b> | <b>91.50</b>       |
| <b>Equity - UK Large Cap - 5.44% (2017: 5.76% - USD 32,465,824)</b> |                                      |                    |                    |
| 167,700   | Imperial Brands                      | 6,047,095          | 1.04               |
| 1,929,052   | Legal & General                      | 7,181,680          | 1.23               |
| 126,002   | Rio Tinto                            | 6,911,457          | 1.19               |
| 4,325,474   | Taylor Wimpey                        | 11,538,002         | 1.98               |
|   |                                      | <b>31,678,234</b>  | <b>5.44</b>        |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – GLOBAL EQUITY INCOME FUND (continued)

| Nominal  | Security Description  |                  | Fair Value<br>USD         | % of Net<br>Assets |
|--|-----------------------|------------------|---------------------------|--------------------|
| <b>Equity - UK Small Cap - 1.14% (2017: 1.14% - USD 6,447,354)</b>                       |                       |                  |                           |                    |
| 1,278,626  | Direct Line Insurance |                  | 6,619,536                 | 1.14               |
| <b>REIT - UK Small Cap - 1.44% (2017: 0.74% - USD 4,184,384)</b>                         |                       |                  |                           |                    |
| 1,567,144  | Secure Income REIT    |                  | 8,377,776                 | 1.44               |
| <b>Forward Contracts* - 0.01% (2017: 0.00% - USD Nil)</b>                                |                       |                  |                           |                    |
| Description  |                       | Maturity<br>Date | Unrealised<br>Gain        | % of Net<br>Assets |
| Buy AUD 192,756, Sell EUR 120,000  |                       | 31/05/2018       | 41                        | -                  |
| Buy EUR 1,747,000, Sell SEK 18,153,077   |                       | 31/05/2018       | 23,013                    | -                  |
| Buy EUR 150,000, Sell JPY 19,797,000   |                       | 31/05/2018       | 297                       | -                  |
| Buy EUR 6,191,000, Sell GBP 5,420,468  |                       | 31/05/2018       | 55,287                    | 0.01               |
|  |                       |                  | 78,638                    | 0.01               |
|  |                       |                  | <b>Fair Value<br/>USD</b> |                    |
| <b>Financial Assets At Fair Value Through Profit or Loss<br/>(Cost: USD 448,291,436)</b> |                       |                  | <b>579,471,484</b>        | <b>99.53</b>       |
| <b>Forward Contracts* - (0.11%) (2017: (0.08%) - USD (449,587))</b>                      |                       |                  |                           |                    |
| Description  |                       |                  | Unrealised<br>Loss        | % of Net<br>Assets |
| Buy EUR 3,567,000, Sell AUD 5,751,252  |                       | 31/05/2018       | (17,496)                  | -                  |
| Buy EUR 31,141,000, Sell USD 38,129,352  |                       | 31/05/2018       | (373,723)                 | (0.07)             |
| Buy EUR 5,084,000, Sell JPY 678,153,235  |                       | 31/05/2018       | (55,507)                  | (0.01)             |
| Buy EUR 6,369,000, Sell HKD 61,156,730   |                       | 31/05/2018       | (76,444)                  | (0.01)             |
| Buy EUR 7,507,000, Sell SGD 12,163,967   |                       | 31/05/2018       | (86,395)                  | (0.02)             |
| Buy EUR 780,000, Sell CAD 1,224,241  |                       | 31/05/2018       | (7,061)                   | -                  |
|  |                       |                  | (616,626)                 | (0.11)             |
|  |                       |                  | <b>Fair Value<br/>USD</b> |                    |
| <b>Financial Liabilities At Fair Value Through Profit or Loss</b>                        |                       |                  | <b>(616,626)</b>          | <b>(0.11)</b>      |
| <b>Cash and Cash Equivalents</b>   |                       |                  | 5,445,756                 | 0.94               |
| <b>Other Net Liabilities</b>   |                       |                  | (2,100,520)               | (0.36)             |
| <b>Net Asset Value as at 30 April 2018</b>   |                       |                  | <b>582,200,094</b>        | <b>100.00</b>      |

\* The counterparty to the forwards is Citibank (A+) (2017: (A+)).

Investments except for derivatives are transferable securities admitted to an official stock exchange or traded on a regulated market.

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**PORTFOLIO OF INVESTMENTS – GLOBAL EQUITY INCOME FUND (continued)**

**Portfolio Analysis**

Transferable securities admitted to official stock exchanges or traded on a regulated market  
(2017: 97.26%)  
OTC financial derivative instruments (2017: 0.00%)  
Other current assets (2017: 2.74%)

**% of Total  
Assets**

98.34

0.01

1.65

---

100.00

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – ACTIVE LONG DATED BOND FUND

| Nominal   | Security Description                            | Coupon Rate % | Maturity Date | Fair Value GBP   | % of Net Assets |
|---|---|---------------|---------------|------------------|-----------------|
| <b>Asset Backed Securities - 10.28% (2017: 10.17% - GBP 10,214,014)</b> |   |               |               |                  |                 |
| 300,000   | Arqiva Financing                                | 4.882         | 31/12/2032    | 334,058          | 0.36            |
| 685,000   | Aspire Defence Finance                          | 4.674         | 31/03/2040    | 772,001          | 0.83            |
| 690,000   | BL Superstores Finance                          | 5.270         | 04/10/2025    | 184,966          | 0.20            |
| 645,000   | BL Superstores Finance                          | 4.482         | 04/10/2025    | 279,007          | 0.30            |
| 1,082,000   | Dignity Finance                                 | 4.696         | 31/12/2049    | 1,075,072        | 1.16            |
| 518,000   | Great Rolling Stock                             | 6.875         | 27/07/2035    | 527,672          | 0.57            |
| 300,000   | High Speed Rail Finance 1                       | 1.566         | 11/01/2038    | 459,071          | 0.50            |
| 640,000   | Marstons Issuer                                 | 5.177         | 15/07/2032    | 704,416          | 0.76            |
| 735,000   | Meadowhall Finance                              | 4.986         | 01/12/2032    | 677,834          | 0.73            |
| 647,000   | Mitchells & Butlers Finance                     | 6.013         | 15/12/2028    | 687,744          | 0.74            |
| 310,000   | Mitchells & Butlers Finance                     | 5.574         | 15/12/2030    | 160,797          | 0.17            |
| 711,000   | Octagon Healthcare Funding                      | 5.333         | 31/12/2035    | 737,144          | 0.79            |
| 300,000   | Paragon Treasury                                | 3.625         | 21/01/2047    | 321,621          | 0.35            |
| 631,000   | Telereal Securitisation                         | 6.165         | 10/12/2031    | 717,577          | 0.77            |
| 600,000   | Tesco Property Finance                          | 7.623         | 13/07/2039    | 728,877          | 0.79            |
| 500,000   | Tesco Property Finance                          | 6.052         | 13/10/2039    | 521,897          | 0.56            |
| 560,000   | Trafford Centre Finance                         | 6.500         | 28/07/2033    | 650,329          | 0.70            |
|   |   |               |               | <b>9,540,083</b> | <b>10.28</b>    |
| <b>Corporate Bonds - 70.01% (2017: 69.52% - GBP 69,782,270)</b>         |   |               |               |                  |                 |
| 500,000   | ABP Finance                                     | 6.250         | 14/12/2026    | 623,343          | 0.67            |
| 300,000   | Allergan Funding                                | 4.550         | 15/03/2035    | 207,898          | 0.22            |
| 252,000   | America Movil                                   | 5.000         | 27/10/2026    | 299,674          | 0.32            |
| 800,000   | America Movil                                   | 6.375         | 06/09/2073    | 874,150          | 0.94            |
| 328,000   | Amgen   | 5.500         | 07/12/2026    | 404,074          | 0.45            |
| 485,000   | Amgen   | 4.000         | 13/09/2029    | 543,729          | 0.59            |
| 650,000   | Anglian Water Services Financing                | 4.500         | 22/02/2026    | 716,607          | 0.77            |
| 1,100,000   | Anheuser-Busch InBev                            | 4.900         | 01/02/2046    | 830,558          | 0.89            |
| 1,000,000   | APT Pipelines                                   | 3.500         | 22/03/2030    | 1,030,158        | 1.11            |
| 581,000   | AT&T  | 4.375         | 14/09/2029    | 649,771          | 0.70            |
| 650,000   | AT&T  | 7.000         | 30/04/2040    | 968,714          | 1.04            |
| 938,000   | Aviva   | 6.875         | 20/05/2058    | 1,217,823        | 1.31            |
| 300,000   | Bank of America                                 | 8.125         | 02/06/2028    | 425,791          | 0.47            |
| 500,000   | BAT International Finance                       | 2.250         | 09/09/2052    | 390,720          | 0.42            |
| 363,000   | BG Energy Capital                               | 5.000         | 04/11/2036    | 483,926          | 0.52            |
| 500,000   | BPCE  | 5.250         | 16/04/2029    | 589,953          | 0.64            |
| 358,000   | British Land                                    | 5.357         | 31/03/2028    | 431,557          | 0.47            |
| 575,000   | British Land                                    | 5.264         | 24/09/2035    | 732,153          | 0.79            |
| 500,000   | Centrica  | 7.000         | 19/09/2033    | 729,755          | 0.79            |
| 500,000   | Centrica  | 4.250         | 12/09/2044    | 576,549          | 0.62            |
| 502,000   | Citigroup                                       | 5.150         | 21/05/2026    | 598,523          | 0.64            |
| 700,000   | Citigroup                                       | 6.250         | 29/12/2049    | 531,452          | 0.57            |
| 388,000   | Commonwealth Bank of Australia                  | 3.000         | 04/09/2026    | 421,219          | 0.45            |
| 800,000   | Cooperatieve Centrale-Raiffeisen-Boerenleenbank | 5.375         | 03/08/2060    | 1,291,412        | 1.39            |
| 97,000  | Coventry Building Society                       | 5.875         | 28/09/2022    | 114,034          | 0.12            |
| 465,000   | CPUK Finance                                    | 7.239         | 28/02/2024    | 579,188          | 0.62            |
| 650,000   | E.ON International Finance                      | 6.750         | 27/01/2039    | 989,586          | 1.07            |
| 900,000   | EDF   | 6.000         | 23/01/2114    | 1,230,455        | 1.33            |
| 650,000   | EDF   | 6.125         | 02/06/2034    | 871,671          | 0.94            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – ACTIVE LONG DATED BOND FUND (continued)

| Nominal                            | Security Description                                | Coupon Rate % | Maturity Date | Fair Value GBP | % of Net Assets |
|------------------------------------|---|---------------|---------------|----------------|-----------------|
| <b>Corporate Bonds (continued)</b> |   |               |               |                |                 |
| 700,000                            | EDF   | 5.125         | 22/09/2050    | 875,523        | 0.94            |
| 500,000                            | Enel Finance International                          | 5.750         | 14/09/2040    | 677,650        | 0.73            |
| 550,000                            | Engie   | 5.000         | 01/10/2060    | 845,889        | 0.91            |
| 553,000                            | Freshwater Finance                                  | 5.182         | 20/04/2035    | 728,624        | 0.79            |
| 149,000                            | Freshwater Finance                                  | 4.556         | 03/04/2036    | 185,032        | 0.20            |
| 900,000                            | Gatwick Funding                                     | 4.625         | 27/03/2034    | 1,070,121      | 1.15            |
| 807,000                            | GE Capital UK Funding                               | 5.875         | 18/01/2033    | 1,060,240      | 1.14            |
| 346,000                            | GE Capital UK Funding                               | 6.250         | 05/05/2038    | 489,499        | 0.53            |
| 900,000                            | GlaxoSmithKline                                     | 5.250         | 19/12/2033    | 1,180,962      | 1.27            |
| 700,000                            | Goldman Sachs                                       | 6.875         | 18/01/2038    | 1,013,523      | 1.09            |
| 78,000                             | Heathrow Funding                                    | 7.075         | 04/08/2028    | 107,448        | 0.12            |
| 495,000                            | Heathrow Funding                                    | 6.450         | 10/12/2031    | 686,173        | 0.74            |
| 572,000                            | Heathrow Funding                                    | 5.875         | 13/05/2041    | 814,333        | 0.88            |
| 532,544                            | Housing Finance                                     | 8.625         | 13/11/2023    | 698,800        | 0.75            |
| 555,000                            | HSBC  | 5.750         | 20/12/2027    | 669,567        | 0.72            |
| 450,000                            | HSBC  | 6.750         | 11/09/2028    | 584,610        | 0.63            |
| 650,000                            | HSBC  | 4.750         | 24/03/2046    | 797,465        | 0.86            |
| 900,000                            | Imperial Brands Finance                             | 4.875         | 07/06/2032    | 1,051,940      | 1.13            |
| 700,000                            | innogy Finance                                      | 4.750         | 31/01/2034    | 833,508        | 0.90            |
| 1,048,000                          | International Bank for Reconstruction & Development | 5.750         | 07/06/2032    | 1,547,589      | 1.67            |
| 500,000                            | John Lewis  | 4.250         | 18/12/2034    | 514,963        | 0.55            |
| 750,000                            | Juneau Investments                                  | 5.900         | 22/02/2021    | 796,932        | 0.86            |
| 1,000,000                          | Kreditanstalt fuer Wiederaufbau                     | 6.000         | 07/12/2028    | 1,408,594      | 1.52            |
| 833,000                            | Kreditanstalt fuer Wiederaufbau                     | 5.750         | 07/06/2032    | 1,233,680      | 1.33            |
| 610,000                            | Kreditanstalt fuer Wiederaufbau                     | 5.000         | 09/06/2036    | 904,041        | 0.97            |
| 97,000                             | Land Securities Capital Markets                     | 5.125         | 07/02/2036    | 130,081        | 0.14            |
| 1,000,000                          | Legal & General                                     | 5.500         | 27/06/2064    | 1,114,696      | 1.20            |
| 600,000                            | Lloyds Bank   | 6.500         | 17/09/2040    | 920,022        | 0.99            |
| 97,000                             | Lunar Funding I                                     | 5.750         | 18/10/2033    | 133,674        | 0.14            |
| 465,000                            | Metropolitan Life Global Funding                    | 3.500         | 30/09/2026    | 514,314        | 0.55            |
| 400,000                            | Motability Operations                               | 3.625         | 10/03/2036    | 448,816        | 0.49            |
| 800,000                            | National Westminster Bank                           | 6.500         | 07/09/2021    | 912,620        | 0.98            |
| 1,000,000                          | Network Rail Infrastructure Finance                 | 4.750         | 29/11/2035    | 1,409,174      | 1.52            |
| 1,000,000                          | NGG Finance   | 5.625         | 18/06/2073    | 1,117,388      | 1.20            |
| 58,000                             | Northern Gas Networks Finance                       | 5.625         | 23/03/2040    | 82,276         | 0.09            |
| 678,000                            | Northern Powergrid Yorkshire                        | 4.375         | 05/07/2032    | 807,069        | 0.87            |
| 900,000                            | Orange  | 5.375         | 22/11/2050    | 1,269,961      | 1.37            |
| 985,000                            | Orsted  | 4.875         | 12/01/2032    | 1,202,574      | 1.30            |
| 421,000                            | Prudential  | 5.875         | 11/05/2029    | 549,470        | 0.59            |
| 78,000                             | Prudential  | 11.375        | 29/05/2039    | 86,179         | 0.09            |
| 200,000                            | Prudential  | 5.700         | 19/12/2063    | 231,860        | 0.25            |
| 800,000                            | Severn Trent Utilities Finance                      | 6.250         | 07/06/2029    | 1,069,404      | 1.15            |
| 295,000                            | Southern Water Services Finance                     | 4.500         | 31/03/2052    | 401,564        | 0.43            |
| 523,000                            | SP Manweb   | 4.875         | 20/09/2027    | 625,273        | 0.67            |
| 400,000                            | SSE   | 6.250         | 27/08/2038    | 586,342        | 0.63            |
| 600,000                            | Statoil   | 4.250         | 10/04/2041    | 755,255        | 0.81            |
| 700,000                            | Swan Housing Capital                                | 3.625         | 05/03/2048    | 746,044        | 0.80            |
| 682,000                            | Temasek Financial I                                 | 5.125         | 26/07/2040    | 1,001,085      | 1.08            |
| 800,000                            | Thames Water Utilities Finance                      | 4.375         | 03/07/2034    | 924,218        | 1.00            |
| 562,000                            | Transport for London                                | 3.875         | 23/07/2042    | 701,282        | 0.76            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – ACTIVE LONG DATED BOND FUND (continued)

| Nominal   | Security Description                     | Coupon Rate % | Maturity Date | Fair Value GBP         | % of Net Assets        |
|---|--|---------------|---------------|------------------------|------------------------|
| <b>Corporate Bonds (continued)</b>  |  |               |               |                        |                        |
| 800,000   | UBS                                      | 5.125         | 15/05/2024    | 595,434                | 0.64                   |
| 600,000   | Verizon Communications                   | 4.400         | 01/11/2034    | 422,694                | 0.46                   |
| 499,000   | Wales & West Utilities Finance           | 5.750         | 29/03/2030    | 655,067                | 0.71                   |
| 280,000   | Wal-Mart Stores                          | 5.250         | 28/09/2035    | 386,977                | 0.42                   |
| 400,000   | Wellcome Trust                           | 4.000         | 09/05/2059    | 577,262                | 0.62                   |
| 1,000,000   | Welltower                                | 4.800         | 20/11/2028    | 1,145,924              | 1.23                   |
| 700,000   | Western Power Distribution East Midlands | 6.250         | 10/12/2040    | 1,045,626              | 1.13                   |
| 449,000   | Western Power Distribution West Midlands | 5.750         | 16/04/2032    | 587,303                | 0.63                   |
| 1,200,000   | Wheatley Group Capital                   | 4.375         | 28/11/2044    | 1,418,467              | 1.53                   |
| 200,000   | Yorkshire Water Services Finance         | 5.500         | 28/05/2037    | 275,643                | 0.30                   |
|   |  |               |               | <b>64,982,187</b>      | <b>70.01</b>           |
| <b>Government Bonds - 13.74% (2017: 15.26% - GBP 15,323,331)</b>                    |  |               |               |                        |                        |
| 1,700,000   | European Investment Bank                 | 6.000         | 07/12/2028    | 2,384,358              | 2.57                   |
| 1,185,000   | European Investment Bank                 | 5.625         | 07/06/2032    | 1,723,668              | 1.86                   |
| 971,000   | European Investment Bank                 | 5.000         | 15/04/2039    | 1,466,530              | 1.58                   |
| 751,000   | European Investment Bank                 | 4.625         | 12/10/2054    | 1,264,396              | 1.36                   |
| 800,000   | LCR Finance                              | 4.500         | 07/12/2028    | 1,006,450              | 1.08                   |
| 400,000   | United Kingdom Gilt                      | 2.250         | 07/09/2023    | 423,865                | 0.46                   |
| 3,500,000   | United Kingdom Gilt                      | 3.250         | 22/01/2044    | 4,485,533              | 4.83                   |
|   |  |               |               | <b>12,754,800</b>      | <b>13.74</b>           |
| <b>UK Index Linked Bonds - 0.74% (2017: 0.70% - GBP 702,615)</b>                    |  |               |               |                        |                        |
| 400,000   | Affinity Water Programme Finance         | 1.548         | 06/01/2045    | 685,870                | 0.74                   |
| <b>Forward Contracts* - 0.00% (2017: 0.00% - GBP 2,535)</b>                         |  |               |               |                        |                        |
|   |  |               |               | <b>Fair Value GBP</b>  |                        |
| <b>Financial Assets At Fair Value Through Profit or Loss (Cost: USD 80,270,440)</b> |  |               |               | <b>87,962,940</b>      | <b>94.77</b>           |
| <b>Forward Contracts* - (0.06%) (2017: (0.00%) - GBP Nil)</b>                       |  |               |               |                        |                        |
| <b>Description</b>  |  |               |               | <b>Unrealised Loss</b> | <b>% of Net Assets</b> |
| Buy GBP 2,782,137, Sell USD 3,900,000   |  |               | 14/06/2018    | (53,123)               | (0.06)                 |
| <b>Financial Liabilities At Fair Value Through Profit or Loss</b>                   |  |               |               | <b>(53,123)</b>        | <b>(0.06)</b>          |
| <b>Cash and Cash Equivalents</b>  |  |               |               | 3,537,358              | 3.81                   |
| <b>Other Net Assets</b>   |  |               |               | 1,369,401              | 1.48                   |
| <b>Net Asset Value as at 30 April 2018</b>  |  |               |               | <b>92,816,576</b>      | <b>100.00</b>          |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**PORTFOLIO OF INVESTMENTS – ACTIVE LONG DATED BOND FUND (continued)**

\* The counterparty to the forwards is Citigroup Global Markets (A+) (2017:(A+)).

Investments except for derivatives are transferable securities admitted to an official stock exchange or traded on a regulated market.

**Portfolio Analysis**

|  | <b>% of Total<br/>Assets</b> |
|--|------------------------------|
| Transferable securities admitted to official stock exchanges or traded on a regulated market<br>(2017: 93.10%) | 94.55                        |
| Other current assets (2017: 6.90%)   | 5.45                         |
|  | <hr/> 100.00 <hr/>           |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – EQUITY MARKET NEUTRAL FUND

| Nominal   | Security Description    | Maturity Date | Fair Value GBP | % of Net Assets |      |
|---|-------------------------|---------------|----------------|-----------------|------|
| <b>Certificates of Deposits – 0.00% (2017: 12.87% - GBP 15,995,926)</b> |                         |               |                |                 |      |
| <b>Equities - 0.76% (2017: 0.60% - GBP 744,084)</b>                     |                         |               |                |                 |      |
| 189,650   | Strix                   |               | 265,131        | 0.76            |      |
| <b>Equity - UK Small Cap - 0.95% (2017: 0.76% - GBP 940,080)</b>        |                         |               |                |                 |      |
| 15,207  | accesso Technology      |               | 333,033        | 0.95            |      |
| <b>REIT - UK Small Cap - 1.30% (2017: 0.00% - GBP Nil)</b>              |                         |               |                |                 |      |
| 116,934   | Secure Income REIT      |               | 455,458        | 1.30            |      |
| <b>Zero Coupon Bonds - 8.55% (2017: 21.15% - GBP 26,289,394)</b>        |                         |               |                |                 |      |
| 3,000,000   | United Kingdom Treasury | 0.000         | 23/07/2018     | 2,997,587       | 8.55 |
| <b>Contracts for Difference^^ - 2.00% (2017: 1.31% - GBP 1,630,145)</b> |                         |               |                |                 |      |
| 49,292  | Prudential              |               | 28/12/2050     | 40,543          | 0.12 |
| 45,410  | RELX                    |               | 18/01/2100     | 10,610          | 0.03 |
| 101,313   | Synthomer               |               | 28/12/2050     | 1,114           | -    |
| 12,138  | Rio Tinto               |               | 27/12/2050     | 8,800           | 0.03 |
| 126,217   | Melrose Industries      |               | 16/12/2052     | 32,335          | 0.09 |
| 16,305  | Gamma Communications    |               | 16/12/2052     | 1,467           | -    |
| 30,077  | CVS                     |               | 16/12/2052     | 451             | -    |
| 10,547  | Blue Prism              |               | 16/12/2052     | 2,320           | 0.01 |
| 5,400   | RHI Magnesita           |               | 16/12/2052     | 7,722           | 0.02 |
| 186,032   | Premier Oil             |               | 16/12/2052     | 36,555          | 0.10 |
| (51,864)  | NewRiver REIT           |               | 16/12/2052     | 2,723           | 0.01 |
| 25,026  | Keywords Studios        |               | 16/12/2051     | 27,779          | 0.08 |
| 291,443   | Cairn Homes             |               | 16/12/2051     | 18,749          | 0.05 |
| 133,034   | Senior                  |               | 16/12/2051     | 4,390           | 0.01 |
| 79,284  | GB                      |               | 16/12/2051     | 75,122          | 0.21 |
| (3,878)   | Croda                   |               | 21/12/2050     | 1,977           | 0.01 |
| 164,670   | Forterra                |               | 16/12/2050     | 17,709          | 0.05 |
| 46,135  | FDM                     |               | 11/12/2050     | 22,606          | 0.06 |
| 35,473  | Aveva                   |               | 11/12/2050     | 52,602          | 0.15 |
| (6,994)   | Greggs                  |               | 19/12/2050     | 3,462           | 0.01 |
| (6,790)   | Reckitt Benck           |               | 29/12/2050     | 33,305          | 0.10 |
| 28,921  | SSE                     |               | 27/12/2050     | 24,294          | 0.07 |
| 113,441   | Tesco                   |               | 27/12/2050     | 4,708           | 0.01 |
| 17,678  | Mondi                   |               | 27/12/2050     | 22,981          | 0.07 |
| 57,548  | Stand Chartered         |               | 07/12/2050     | 27,019          | 0.08 |
| (1,565)   | Asos                    |               | 19/12/2050     | 689             | -    |
| (2,463)   | NMC Health              |               | 12/02/2054     | 1,180           | -    |
| 30,266  | Vitec                   |               | 28/12/2050     | 2,270           | 0.01 |
| (16,653)  | Jupiter Fund            |               | 27/12/2050     | 1,424           | -    |
| 82,717  | Autotrader              |               | 10/12/2050     | 328             | -    |
| 66,288  | Informa                 |               | 15/12/2050     | 9,309           | 0.03 |
| 66,774  | Just Eat                |               | 15/12/2050     | 29,517          | 0.08 |
| 181,040   | Vodafone                |               | 15/12/2050     | 13,125          | 0.04 |
| 10,438  | Wolseley                |               | 16/12/2050     | 7,620           | 0.02 |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – EQUITY MARKET NEUTRAL FUND (continued)

| Nominal  | Security Description               | Maturity Date | Fair Value GBP         | % of Net Assets        |
|--|------------------------------------|---------------|------------------------|------------------------|
| <b>Contracts for Difference^^ (continued)</b>                                      |                                    |               |                        |                        |
| 17,278   | Coca-Cola                          | 18/12/2050    | 3,283                  | 0.01                   |
| (81,428)   | McCarthy & Stone                   | 16/12/2051    | 855                    | -                      |
| 8,285  | Johnson Mathey                     | 16/12/2051    | 9,859                  | 0.03                   |
| 4,521  | Shire                              | 09/12/2050    | 5,260                  | 0.02                   |
| 30,350   | British Sky Broadcasting           | 15/12/2050    | 14,340                 | 0.04                   |
| 62,353   | Glaxosmithkline                    | 28/12/2055    | 40,280                 | 0.11                   |
| 154,380  | Rentokil Initial                   | 31/12/2050    | 60,671                 | 0.18                   |
| 198,339  | Morrison Supermarket               | 30/12/2050    | 20,528                 | 0.06                   |
|  |                                    |               | <b>701,881</b>         | <b>2.00</b>            |
| <b>Forward Contracts* - 0.07% (2017: 0.03% - GBP 38,619)</b>                       |                                    |               | <b>Unrealised Gain</b> | <b>% of Net Assets</b> |
| <b>Description</b>   |                                    |               |                        |                        |
| Buy CHF 26,794, Sell GBP 19,554  |                                    | 31/05/2018    | 196                    | -                      |
| Buy EUR 1,233,009, Sell GBP 1,078,101  |                                    | 31/05/2018    | 9,470                  | 0.03                   |
| Buy EUR 2,049,950, Sell GBP 1,792,407  |                                    | 31/05/2018    | 15,745                 | 0.04                   |
| Buy SEK 132,008, Sell GBP 11,042   |                                    | 31/05/2018    | 42                     | -                      |
| Buy USD 18,563, Sell GBP 13,299  |                                    | 31/05/2018    | 206                    | -                      |
|  |                                    |               | <b>25,659</b>          | <b>0.07</b>            |
| <b>Financial Assets At Fair Value Through Profit or Loss (Cost: GBP 3,961,838)</b> |                                    |               | <b>Fair Value GBP</b>  | <b>13.63</b>           |
| <b>Contracts for Difference^^ - (1.99%) (2017: (0.98%) - GBP (1,221,434))</b>      |                                    |               |                        |                        |
| (11,529)   | Victoria                           | 16/12/2052    | (4,202)                | (0.01)                 |
| (19,338)   | SSP                                | 16/12/2052    | (5,453)                | (0.02)                 |
| 32,389   | Ricardo                            | 16/12/2052    | (4,858)                | (0.01)                 |
| (68,109)   | Haversham                          | 16/12/2052    | (4,427)                | (0.01)                 |
| (8,233)  | Plus500                            | 16/12/2051    | (3,458)                | (0.01)                 |
| 120,870  | Equiniti                           | 16/12/2051    | (8,159)                | (0.02)                 |
| (16,006)   | Compass                            | 18/01/2050    | (9,564)                | (0.03)                 |
| (252,995)  | Boohoo.com                         | 22/01/2050    | (69,827)               | (0.20)                 |
| (8,329)  | Intermediate Capital               | 22/01/2050    | (1,821)                | (0.01)                 |
| (36,494)   | Hiscox                             | 22/01/2050    | (6,751)                | (0.02)                 |
| (7,912)  | Intercontinental Hotels            | 22/01/2050    | (16,299)               | (0.05)                 |
| (8,955)  | Dignity                            | 16/12/2051    | (14,552)               | (0.04)                 |
| 4,612  | Dechra Pharmaceuticals             | 16/12/2051    | (2,537)                | (0.01)                 |
| 36,812   | Jardine Lloyd Thompson             | 16/12/2051    | (368)                  | -                      |
| (15,282)   | Beazley                            | 16/12/2051    | (2,017)                | (0.01)                 |
| (222,552)  | AA                                 | 16/12/2051    | (11,740)               | (0.03)                 |
| 46,301   | Sanne                              | 16/12/2051    | -                      | -                      |
| (253,064)  | Countrywide                        | 09/12/2050    | (53,903)               | (0.15)                 |
| (5,180)  | Paddy Power Betfair                | 09/12/2050    | -                      | -                      |
| (133,832)  | Talk Telecom                       | 27/12/2050    | (4,751)                | (0.01)                 |
| (13,202)   | Intertek                           | 28/12/2050    | (28,054)               | (0.08)                 |
| (34,084)   | Euromoney Institutional Investment | 29/12/2050    | (10,225)               | (0.03)                 |
| (7,321)  | Halma                              | 13/12/2050    | (328)                  | -                      |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – EQUITY MARKET NEUTRAL FUND (continued)

| Nominal   | Security Description     | Maturity Date        | Fair Value GBP           | % of Net Assets        |
|---|--------------------------|----------------------|--------------------------|------------------------|
| <b>Contracts for Difference^^ (continued)</b>                       |                          |                      |                          |                        |
| (54,746)  | HSBC                     | 30/12/2050           | (30,685)                 | (0.09)                 |
| (22,373)  | Wetherspoon (J.D)        | 30/12/2050           | (8,527)                  | (0.02)                 |
| (23,748)  | Admiral                  | 27/12/2050           | (1,425)                  | -                      |
| (121,196)   | BP                       | 31/12/2050           | (35,412)                 | (0.10)                 |
| (76,786)  | Pearson                  | 19/12/2050           | (53,059)                 | (0.15)                 |
| (20,561)  | Smith & Nephew           | 26/12/2050           | (5,757)                  | (0.02)                 |
| (15,994)  | Royal Mail               | 19/12/2050           | (3,799)                  | (0.01)                 |
| (84)  | ishares FTSE             | 26/12/2050           | (48,590)                 | (0.14)                 |
| (269,845)   | Serco                    | 26/12/2050           | (2,564)                  | (0.01)                 |
| 153,720   | Royal Bank of Scotland   | 27/12/2050           | (6,379)                  | (0.02)                 |
| (87,573)  | BT                       | 27/12/2050           | (10,903)                 | (0.03)                 |
| 19,449  | Ultra Electronic         | 10/12/2050           | (3,404)                  | (0.01)                 |
| 32,008  | Easyjet                  | 27/12/2050           | (5,601)                  | (0.02)                 |
| (27,560)  | Antofagasta              | 27/12/2050           | (2,536)                  | (0.01)                 |
| (4,418)   | WH Smith                 | 28/12/2050           | (4,175)                  | (0.01)                 |
| 71,253  | Glencore                 | 13/12/2050           | (13,502)                 | (0.04)                 |
| (3,973)   | Genus                    | 27/12/2050           | (4,728)                  | (0.01)                 |
| 366,048   | Just Retirement          | 08/12/2050           | (11,531)                 | (0.03)                 |
| (7,052)   | Spirax-Sarco Engineering | 09/12/2050           | (5,642)                  | (0.02)                 |
| (20,024)  | Bunzl                    | 15/12/2050           | (5,707)                  | (0.02)                 |
| (17,590)  | Aggreko                  | 15/12/2050           | (1,249)                  | -                      |
| (29,387)  | Smiths                   | 15/12/2050           | (3,747)                  | (0.01)                 |
| (30,900)  | Electrocomponents        | 15/12/2050           | (5,655)                  | (0.02)                 |
| (166,140)   | ITE                      | 15/12/2050           | (18,608)                 | (0.05)                 |
| (138,811)   | AO World                 | 15/12/2050           | (41,366)                 | (0.12)                 |
| (10,119)  | DCC                      | 16/12/2050           | (43,259)                 | (0.12)                 |
| (2,368)   | Berkeley                 | 19/12/2050           | (5,198)                  | (0.01)                 |
| (26,972)  | Marshalls                | 16/12/2051           | (971)                    | -                      |
| (147,128)   | Marks & Spencer          | 27/12/2050           | (36,046)                 | (0.10)                 |
| (11,336)  | Royal Dutch Shell        | 08/12/2061           | (15,814)                 | (0.05)                 |
|   |                          |                      | <u>(699,133)</u>         | <u>(1.99)</u>          |
| <b>Futures^ - (0.34%) (2017: (0.03%) - GBP 33,676)</b>              |                          |                      |                          |                        |
| (28)  | FTSE 100                 | 15/06/2018           | (118,650)                | (0.34)                 |
| <b>Forward Contracts* - (0.00%) (2017: (0.69%) - GBP (855,797))</b> |                          |                      |                          |                        |
| <b>Description</b>  |                          | <b>Maturity Date</b> | <b>Unrealised Loss</b>   | <b>% of Net Assets</b> |
| Buy GBP 135, Sell USD 188   |                          | 31/05/2018           | (2)                      | -                      |
| Buy GBP 2,212, Sell EUR 2,533                                       |                          | 31/05/2018           | (23)                     | -                      |
| Buy GBP 5,925, Sell EUR 6,769                                       |                          | 31/05/2018           | (45)                     | -                      |
|   |                          |                      | <u>(70)</u>              | <u>-</u>               |
|   |                          |                      | <b>Fair Value GBP</b>    | <b>% of Net Assets</b> |
| <b>Financial Liabilities At Fair Value Through Profit or Loss</b>   |                          |                      | <b>(817,853)</b>         | <b>(2.33)</b>          |
| <b>Cash and Cash Equivalents</b>                                    |                          |                      | 30,397,549               | 86.74                  |
| <b>Other Net Assets</b>   |                          |                      | 687,490                  | 1.96                   |
| <b>Net Asset Value as at 30 April 2018</b>                          |                          |                      | <u><b>35,045,935</b></u> | <u><b>100.00</b></u>   |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**PORTFOLIO OF INVESTMENTS – EQUITY MARKET NEUTRAL FUND (continued)**

\* The counterparty to the forwards is Citibank (A+) (2017: (A+)).

^ The counterparty to the futures is UBS (A+) (2017: (A+)).

^^ The counterparties to the contracts for differences are Deutsche Bank (A-) (2017:(A-)), Goldman Sachs International (A+) (2017 :(A+)) and Merrill Lynch International Bank (A+) (2017: (A+)).

Investments except for derivatives are transferable securities admitted to an official stock exchange or traded on a regulated market.

**Portfolio Analysis**

|  | <b>% of Total<br/>Assets</b> |
|--|------------------------------|
| Transferable securities admitted to official stock exchanges or traded on a regulated market<br>(2017: 32.07%) | 11.21                        |
| OTC financial derivative instruments (2017: 1.22%)   | 2.01                         |
| Other current assets (2017: 66.71%)  | 86.78                        |
|  | 100.00                       |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – ABSOLUTE RETURN BOND GLOBAL FUND

| Nominal  | Security Description                            | Coupon Rate % | Maturity Date | Fair Value GBP   | % of Net Assets |
|--|---|---------------|---------------|------------------|-----------------|
| <b>Asset Backed Securities - 4.26% (2017: 3.10% - GBP 3,994,099)</b> |   |               |               |                  |                 |
| 9,535,000  | Broadgate Financing                             | 2.323         | 05/10/2023    | 1,041,445        | 0.88            |
| 1,164,000  | Greene King Finance                             | 1.856         | 15/09/2021    | 332,862          | 0.29            |
| 1,200,000  | Income Contingent Student Loans 1 2002-2006     | 1.621         | 24/07/2056    | 1,201,947        | 1.01            |
| 1,300,000  | Marstons Issuer                                 | 2.161         | 15/07/2020    | 247,174          | 0.21            |
| 2,900,000  | Mitchells & Butlers Finance                     | 5.965         | 15/12/2023    | 1,002,364        | 0.85            |
| 1,000,000  | Trafford Centre Finance                         | 8.280         | 28/10/2022    | 1,071,665        | 0.90            |
| 300,000  | Unique Pub Finance                              | 6.542         | 30/03/2021    | 145,558          | 0.12            |
|  |   |               |               | <b>5,043,015</b> | <b>4.26</b>     |
| <b>Corporate Bonds - 74.80% (2017: 85.07% - GBP 109,738,724)</b>     |   |               |               |                  |                 |
| 600,000  | ABN AMRO Bank                                   | 1.000         | 30/06/2020    | 596,248          | 0.51            |
| 800,000  | ABN AMRO Bank                                   | 5.750         | 29/12/2049    | 770,069          | 0.65            |
| 400,000  | America Movil                                   | 6.375         | 06/09/2073    | 437,075          | 0.37            |
| 700,000  | Aquarius & Investments                          | 8.250         | 29/09/2049    | 516,903          | 0.45            |
| 1,564,000  | Arqiva Financing                                | 4.040         | 30/06/2020    | 1,628,604        | 1.37            |
| 800,000  | ASIF III Jersey                                 | 5.000         | 18/12/2018    | 820,297          | 0.69            |
| 1,100,000  | ASR Nederland                                   | 10.000        | 26/10/2065    | 1,105,882        | 0.93            |
| 1,523,000  | Aviva   | 6.875         | 29/11/2049    | 1,622,718        | 1.37            |
| 1,305,000  | AXA   | 7.125         | 15/12/2020    | 1,484,195        | 1.25            |
| 1,000,000  | Banco Bilbao Vizcaya Argentaria                 | 6.750         | 29/12/2049    | 952,390          | 0.80            |
| 1,200,000  | Banco Santander                                 | 6.250         | 12/03/2049    | 1,097,626        | 0.93            |
| 500,000  | Bankia  | 9.000         | 16/11/2026    | 554,102          | 0.48            |
| 1,500,000  | Barclays  | 2.625         | 11/11/2025    | 1,368,584        | 1.16            |
| 500,000  | Barclays  | 8.000         | 15/12/2049    | 507,920          | 0.44            |
| 300,000  | Barclays Bank                                   | 7.125         | 29/10/2049    | 331,350          | 0.28            |
| 1,200,000  | BNP Paribas                                     | 7.781         | 29/06/2049    | 1,070,993        | 0.90            |
| 810,000  | BPCE  | 12.500        | 29/09/2049    | 834,817          | 0.70            |
| 1,000,000  | BPCE  | 12.500        | 31/03/2066    | 815,041          | 0.69            |
| 300,000  | BUPA Finance                                    | 6.125         | 29/12/2049    | 324,784          | 0.27            |
| 1,561,000  | Citigroup                                       | 5.125         | 12/12/2018    | 1,598,418        | 1.35            |
| 600,000  | Close Brothers                                  | 2.750         | 26/04/2023    | 602,218          | 0.51            |
| 1,900,000  | Cooperatieve Centrale-Raiffeisen-Boerenleenbank | 11.000        | 29/12/2049    | 1,504,899        | 1.27            |
| 450,000  | CPUK Finance                                    | 2.666         | 28/02/2020    | 457,864          | 0.39            |
| 1,500,000  | CPUK Finance                                    | 4.250         | 28/08/2022    | 1,513,080        | 1.28            |
| 350,000  | Credit Agricole                                 | 7.589         | 29/01/2049    | 379,565          | 0.32            |
| 800,000  | Credit Agricole                                 | 5.000         | 29/06/2049    | 803,821          | 0.68            |
| 300,000  | Credit Agricole                                 | 8.375         | 29/10/2049    | 232,787          | 0.20            |
| 1,000,000  | Credit Agricole                                 | 8.125         | 29/10/2049    | 1,082,631        | 0.91            |
| 1,100,000  | Credit Suisse                                   | 5.750         | 18/09/2025    | 1,080,497        | 0.91            |
| 1,096,000  | Daily Mail & General Trust                      | 5.750         | 07/12/2018    | 1,123,488        | 0.95            |
| 1,341,000  | Danske Bank                                     | 5.375         | 29/09/2021    | 1,362,108        | 1.15            |
| 1,000,000  | Deutsche Bank                                   | 1.875         | 28/02/2020    | 998,397          | 0.84            |
| 1,211,000  | EI  | 6.500         | 06/12/2018    | 1,233,449        | 1.04            |
| 180,000  | EI  | 6.375         | 15/02/2022    | 188,080          | 0.16            |
| 1,000,000  | ELM BV for Swiss Reinsurance                    | 6.302         | 29/03/2049    | 1,042,513        | 0.88            |
| 900,000  | Enel  | 6.250         | 20/06/2019    | 950,309          | 0.80            |
| 700,000  | Engie   | 3.000         | 29/06/2049    | 633,296          | 0.53            |
| 1,700,000  | Engie   | 4.625         | 10/01/2049    | 1,736,200        | 1.48            |
| 800,000  | Erste Group Bank                                | 8.875         | 29/12/2049    | 856,690          | 0.72            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – ABSOLUTE RETURN BOND GLOBAL FUND (continued)

| Nominal                              | Security Description                       | Coupon Rate % | Maturity Date | Fair Value GBP | % of Net Assets |
|--------------------------------------|--|---------------|---------------|----------------|-----------------|
| <b>Corporate Bonds – (continued)</b> |  |               |               |                |                 |
| 1,600,000                            | Erste Group Bank                           | 5.500         | 26/05/2025    | 1,207,156      | 1.02            |
| 150,000                              | Experian Finance                           | 4.750         | 23/11/2018    | 153,079        | 0.13            |
| 400,000                              | FCE Bank                                   | 2.759         | 13/11/2019    | 408,006        | 0.34            |
| 1,300,000                            | FCE Bank                                   | 3.250         | 19/11/2020    | 1,348,769      | 1.14            |
| 1,600,000                            | Firstgroup                                 | 6.125         | 18/01/2019    | 1,652,565      | 1.40            |
| 1,500,000                            | G4S  | 7.750         | 13/05/2019    | 1,595,869      | 1.35            |
| 1,200,000                            | GE Capital UK Funding Unlimited            | 5.625         | 25/04/2019    | 1,248,673      | 1.05            |
| 1,300,000                            | GKN  | 6.750         | 28/10/2019    | 1,396,397      | 1.18            |
| 500,000                              | Glencore Finance Europe                    | 6.500         | 27/02/2019    | 520,887        | 0.44            |
| 175,000                              | HBOS                                       | 6.750         | 21/05/2018    | 127,775        | 0.11            |
| 600,000                              | HBOS Capital Funding                       | 6.461         | 29/11/2049    | 616,033        | 0.52            |
| 900,000                              | Heathrow Funding                           | 6.000         | 20/03/2020    | 976,054        | 0.82            |
| 2,100,000                            | HSBC Bank Capital Funding Sterling 2       | 5.862         | 29/04/2049    | 2,243,364      | 1.89            |
| 550,000                              | Imperial Brands Finance                    | 7.750         | 24/06/2019    | 590,187        | 0.50            |
| 2,505,000                            | ING Bank                                   | 6.875         | 29/05/2018    | 2,515,335      | 2.12            |
| 600,000                              | Intesa Sanpaolo                            | 8.375         | 29/10/2049    | 584,217        | 0.49            |
| 400,000                              | Investec                                   | 4.500         | 05/05/2022    | 432,350        | 0.36            |
| 1,600,000                            | JPMorgan Chase                             | 5.829         | 29/04/2049    | 1,174,062      | 0.99            |
| 1,000,000                            | KBC  | 2.375         | 25/11/2024    | 911,541        | 0.77            |
| 1,300,000                            | KBC  | 5.625         | 29/03/2049    | 1,185,151      | 1.00            |
| 440,000                              | KBC Bank                                   | 6.202         | 29/12/2049    | 465,850        | 0.39            |
| 700,000                              | Legal & General                            | 10.000        | 23/07/2041    | 868,596        | 0.73            |
| 700,000                              | Lloyds Bank                                | 5.750         | 09/07/2025    | 755,763        | 0.64            |
| 801,000                              | London Stock Exchange                      | 9.125         | 18/10/2019    | 892,752        | 0.75            |
| 730,000                              | Muenchener Rueckversicherungs-Gesellschaft | 7.625         | 21/06/2028    | 737,067        | 0.62            |
| 350,000                              | National Australia Bank                    | 7.125         | 12/06/2023    | 352,442        | 0.30            |
| 1,200,000                            | National Capital Trust I                   | 5.620         | 29/09/2049    | 1,226,339      | 1.04            |
| 800,000                              | National Express                           | 6.625         | 17/06/2020    | 881,473        | 0.74            |
| 278,000                              | Natwest Markets                            | 6.200         | 29/03/2049    | 306,225        | 0.26            |
| 400,000                              | Orange                                     | 4.000         | 29/10/2049    | 387,664        | 0.33            |
| 1,430,000                            | Origin Energy Finance                      | 7.875         | 16/06/2071    | 1,272,640      | 1.07            |
| 1,000,000                            | Porterbrook Rail Finance                   | 6.500         | 20/10/2020    | 1,115,719      | 0.94            |
| 200,000                              | Prudential                                 | 1.750         | 27/11/2018    | 200,899        | 0.17            |
| 1,200,000                            | Prudential                                 | 11.375        | 29/05/2039    | 1,325,832      | 1.12            |
| 1,244,000                            | Rabobank Capital Funding Trust IV          | 5.556         | 29/10/2049    | 1,304,451      | 1.10            |
| 466,000                              | Royal Bank of Scotland                     | 7.648         | 29/08/2049    | 429,925        | 0.36            |
| 342,000                              | RSA Insurance                              | 9.375         | 20/05/2039    | 370,852        | 0.31            |
| 1,000,000                            | RWE  | 7.000         | 29/03/2049    | 1,039,175      | 0.88            |
| 400,000                              | Santander                                  | 9.625         | 30/10/2023    | 416,271        | 0.35            |
| 662,000                              | Scottish Amicable Finance                  | 8.500         | 29/06/2049    | 669,117        | 0.56            |
| 200,000                              | Skandinaviska Enskilda Banken              | 2.375         | 20/11/2018    | 145,479        | 0.12            |
| 900,000                              | Societe Generale                           | 8.875         | 29/06/2049    | 907,680        | 0.77            |
| 1,400,000                            | Societe Generale                           | 9.375         | 29/09/2049    | 1,382,185      | 1.17            |
| 778,000                              | SSE  | 5.000         | 01/10/2018    | 790,614        | 0.67            |
| 800,000                              | Standard Life Aberdeen                     | 6.546         | 29/11/2049    | 863,240        | 0.73            |
| 200,000                              | Syngenta Finance                           | 3.698         | 24/04/2020    | 146,089        | 0.12            |
| 1,100,000                            | Telefonica                                 | 5.597         | 12/03/2020    | 1,184,037      | 1.00            |
| 1,400,000                            | Thames Water Utilities Finance             | 5.050         | 30/06/2020    | 1,496,881      | 1.26            |
| 1,491,000                            | TP ICAP                                    | 5.250         | 11/06/2019    | 1,545,272      | 1.30            |
| 1,600,000                            | UBS  | 4.750         | 22/05/2018    | 1,167,742      | 0.99            |
| 342,000                              | UBS  | 6.375         | 19/11/2024    | 364,744        | 0.31            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – ABSOLUTE RETURN BOND GLOBAL FUND (continued)

| Nominal  | Security Description                               | Coupon Rate % | Maturity Date | Fair Value GBP         | % of Net Assets        |
|--|--|---------------|---------------|------------------------|------------------------|
| <b>Corporate Bonds – (continued)</b>                             |  |               |               |                        |                        |
| 500,000  | UniCredit  | 9.375         | 21/07/2065    | 513,461                | 0.43                   |
| 750,000  | UniCredit International Bank Luxembourg            | 8.125         | 29/12/2049    | 734,937                | 0.62                   |
| 200,000  | Volkswagen International Finance                   | 2.125         | 20/11/2018    | 145,279                | 0.12                   |
| 1,000,000  | Volkswagen International Finance                   | 3.875         | 04/09/2166    | 891,892                | 0.75                   |
| 1,064,000  | Wales & West Utilities Finance                     | 6.750         | 17/12/2036    | 1,097,623              | 0.93                   |
| 400,000  | Walgreens Boots Alliance                           | 2.875         | 20/11/2020    | 413,108                | 0.35                   |
| 2,600,000  | Yorkshire Building Society                         | 4.125         | 20/11/2024    | 2,688,561              | 2.27                   |
|  |  |               |               | <b>88,605,254</b>      | <b>74.80</b>           |
| <b>Floating Rate Notes - 3.82% (2017: 4.00% - GBP 5,166,741)</b> |  |               |               |                        |                        |
| 300,000  | American International                             | 1.403         | 15/03/2067    | 253,725                | 0.21                   |
| 400,000  | American International                             | 2.311         | 15/03/2067    | 388,654                | 0.33                   |
| 500,000  | de Volksbank                                       | 3.750         | 05/11/2025    | 472,348                | 0.40                   |
| 1,600,000  | Friends Life                                       | 7.875         | 08/11/2049    | 1,193,534              | 1.01                   |
| 1,200,000  | La Mondiale  | 7.625         | 23/10/2165    | 904,437                | 0.76                   |
| 800,000  | Royal Bank of Scotland                             | 4.622         | 29/03/2049    | 589,435                | 0.50                   |
| 800,000  | UniCredit  | 2.421         | 03/05/2025    | 718,353                | 0.61                   |
|  |  |               |               | <b>4,520,486</b>       | <b>3.82</b>            |
| <b>Government Bonds - 10.79% (2017: 3.18% - GBP 4,097,729)</b>   |  |               |               |                        |                        |
| 3,690,000  | Spain (Government of)                              | 1.400         | 30/04/2028    | 3,290,184              | 2.78                   |
| 13,000,000   | U.S. Treasury Note                                 | 0.125         | 15/04/2022    | 9,493,041              | 8.01                   |
|  |  |               |               | <b>12,783,225</b>      | <b>10.79</b>           |
| <b>Bond Futures^ - 0.15% (2017: 0.17% - GBP 218,652)</b>         |  |               |               |                        |                        |
| (53)   | Euro-Oat Future                                    |               | 07/06/2018    | 38,672                 | 0.04                   |
| 25   | Euro-Bobl Future                                   |               | 07/06/2018    | 11,787                 | 0.01                   |
| (52)   | Long Gilt Future                                   |               | 27/06/2018    | 16,470                 | 0.01                   |
| (90)   | U.S. 5 Year Note Future                            |               | 29/06/2018    | 41,140                 | 0.04                   |
| 11   | Euro-Buxl 30 Year Bond Future                      |               | 07/06/2018    | 36,934                 | 0.03                   |
| 231  | Australia 3 Year Bond Future                       |               | 15/06/2018    | 27,437                 | 0.02                   |
|  |  |               |               | <b>172,440</b>         | <b>0.15</b>            |
| <b>Swaps^^ - 0.86% (2017: 0.78% - GBP 1,005,704)</b>             |  |               |               |                        |                        |
| 8,000,000  | CDS Sell Protection ITraxx EUR Main 10 year        |               | 20/06/2028    | 30,911                 | 0.03                   |
| 36,000,000   | CDS Sell Protection CDX 5 Year                     |               | 20/06/2023    | 524,419                | 0.44                   |
|  | Inflation Swap Pay 2.240% Rec US CPI Urban         |               |               |                        |                        |
| 1,950,000  | Consumers NSA                                      |               | 03/10/2047    | 71,475                 | 0.06                   |
| 2,500,000  | IRS Pay WMBA SONI On Deposit Rates GBP             |               | 13/04/2048    | 2,771                  | -                      |
| 2,400,000  | Inflation Swap Rec 3.387% Pay UK RPI All Items NSA |               | 15/01/2028    | 27,345                 | 0.02                   |
| 87,800,000   | IRS Rec EFR 2.025% USD                             |               | 20/12/2022    | 365,508                | 0.31                   |
|  |  |               |               | <b>1,022,429</b>       | <b>0.86</b>            |
| <b>Forward Contracts* - 0.26% (2017: 0.38% - GBP 495,872)</b>    |  |               |               |                        |                        |
| <b>Description</b>   |  |               |               | <b>Unrealised Gain</b> | <b>% of Net Assets</b> |
| Buy CHF 16,980, Sell GBP 12,393                                  |  |               | 31/05/2018    | 124                    | -                      |
| Buy EUR 17,132,822, Sell GBP 14,980,357                          |  |               | 31/05/2018    | 131,590                | 0.11                   |
| Buy EUR 394,135, Sell GBP 344,618                                |  |               | 31/05/2018    | 3,027                  | -                      |
| Buy GBP 24,872,540, Sell EUR 28,000,000                          |  |               | 15/06/2018    | 164,034                | 0.14                   |
| Buy SEK 149,504, Sell GBP 12,505                                 |  |               | 31/05/2018    | 48                     | -                      |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – ABSOLUTE RETURN BOND GLOBAL FUND (continued)

### Forward Contracts\* - (continued)

| Description                            | Maturity Date | Unrealised Gain | % of Net Assets |
|--|---------------|-----------------|-----------------|
| Buy SEK 30,522,677, Sell GBP 2,553,013 | 31/05/2018    | 9,705           | 0.01            |
| Buy USD 363,725, Sell GBP 260,582      | 31/05/2018    | 4,033           | -               |
|  |               | <u>312,561</u>  | <u>0.26</u>     |

|  |  |                           |              |
|--|--|---------------------------|--------------|
|  |  | <b>Fair Value<br/>GBP</b> |              |
| <b>Financial Assets At Fair Value Through Profit or Loss<br/>(Cost: GBP 114,290,526)</b> |  | <b>112,459,410</b>        | <b>94.94</b> |

### Bond Futures^ - (0.16%) (2017: (0.16%) - GBP (203,882))

|                                   |            |                  |               |
|-----------------------------------|------------|------------------|---------------|
| (249) Euro-Bobl Future            | 07/06/2018 | (82,112)         | (0.07)        |
| (60) U.S 10 Year Note Future      | 20/06/2018 | (14,003)         | (0.01)        |
| 95 U.S. 2 Year Note Future        | 29/06/2018 | (31,905)         | (0.03)        |
| 50 U.S. 10 Year Ultra Bond Future | 20/06/2018 | (63,759)         | (0.05)        |
|                                   |            | <u>(191,779)</u> | <u>(0.16)</u> |

### Swaps^^ - (1.89%) (2017: (0.91%) - GBP (1,170,126))

|  |            |                    |               |
|--|------------|--------------------|---------------|
| 15,000,000 CDS Buy Protection ITraxx EUR Main 5 Year       | 20/06/2023 | (321,498)          | (0.27)        |
| 7,000,000 CDS Buy Protection ITraxx EUR Main 5 Year        | 20/06/2023 | (690,841)          | (0.58)        |
| 3,000,000 CDS Buy Protection ITraxx EUR Main 5 Year        | 20/06/2023 | (296,075)          | (0.25)        |
| 25,000,000 CDS Buy Protection ITraxx EUR Main 5 Year       | 20/06/2023 | (535,829)          | (0.46)        |
| Inflation Swap Rec 1.908% Pay Eurostat Eurozone HICP Ex    |            |                    |               |
| 1,475,000 Toba   | 15/09/2047 | (9,790)            | (0.01)        |
| 16,000,000 IRS Rec WMBA SONIA O/N Deposit Rates 1.032% GBP | 28/03/2020 | (15,287)           | (0.01)        |
| 83,355,000 IRS Rec EFR 1.995% USD                          | 20/06/2020 | (359,008)          | (0.30)        |
| 16,000,000 IRS Rec WMBA SONIA O/N Deposit Rates 1.006% GBP | 20/04/2020 | (8,095)            | (0.01)        |
|  |            | <u>(2,236,423)</u> | <u>(1.89)</u> |

### Forward Contracts\* - (0.43%) (2017: (0.25%) - GBP (325,953))

| Description                             |            | Unrealised Loss  | % of Net Assets |
|---|------------|------------------|-----------------|
| Buy GBP 1,787,715, Sell USD 2,500,000   | 15/06/2018 | (29,666)         | (0.03)          |
| Buy GBP 10,182,081, Sell USD 14,300,000 | 15/06/2018 | (213,337)        | (0.18)          |
| Buy GBP 350,960, Sell EUR 399,445       | 31/05/2018 | (1,369)          | -               |
| Buy GBP 8,311,375, Sell USD 11,800,000  | 15/06/2018 | (266,663)        | (0.22)          |
|   |            | <u>(511,035)</u> | <u>(0.43)</u>   |

|   |  |                           |               |
|---|--|---------------------------|---------------|
|   |  | <b>Fair Value<br/>GBP</b> |               |
| <b>Financial Liabilities At Fair Value Through Profit or Loss</b> |  | <b>(2,939,237)</b>        | <b>(2.48)</b> |

|                                  |  |           |      |
|----------------------------------|--|-----------|------|
| <b>Cash and Cash Equivalents</b> |  | 5,484,012 | 4.63 |
| <b>Other Net Assets</b>          |  | 3,447,969 | 2.91 |

|  |  |                    |               |
|--|--|--------------------|---------------|
| <b>Net Asset Value as at 30 April 2018</b> |  | <b>118,452,154</b> | <b>100.00</b> |
|--|--|--------------------|---------------|

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**PORTFOLIO OF INVESTMENTS – ABSOLUTE RETURN BOND GLOBAL FUND (continued)**

\* The counterparties to the forwards are Citibank (A+) (2017: (A+)) and J.P Morgan Securities (A+) (2017: (A+)).

^The counterparty to the bond futures is UBS (A+) (2017: (A+)).

^^The counterparties to the swaps are Barclays Bank (A) (2017: (A)), BNP Paribas (A) (2017: (A)), Goldman Sachs International (A+) (2017 : (A+)), J.P. Morgan Securities (A+) (2017: (A+)) and Royal Bank of Scotland (BBB+) (2017: (BBB+)).

Investments except for derivatives are transferable securities admitted to an official stock exchange or traded on a regulated market.

**Portfolio Analysis**

|   | <b>% of Total Assets</b> |
|---|--------------------------|
| Transferable securities admitted to official stock exchanges or traded on a regulated market (2017: 85.80%) | 90.07                    |
| Financial derivative instruments dealt in on a regulated market (2017: 0.15%)                               | 0.14                     |
| OTC financial derivative instruments (2017: 1.05%)  | 1.08                     |
| Other current assets (2017: 13.00%)   | 8.71                     |
|   | 100.00                   |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – ABSOLUTE RETURN BOND CONSTRAINED FUND

| Nominal  | Security Description                  | Coupon Rate % | Maturity Date | Fair Value EUR   | % of Net Assets |
|--|---------------------------------------|---------------|---------------|------------------|-----------------|
| <b>Asset Backed Securities - 1.95% (2017: 1.42% - EUR 1,180,581)</b> |                                       |               |               |                  |                 |
| 1,520,000  | Broadgate Financing                   | 2.323         | 05/10/2023    | 188,386          | 0.23            |
| 1,000,000  | Channel Link Enterprises Finance      | 1.761         | 30/06/2050    | 1,018,656        | 1.25            |
| 1,000,000  | Greene King Finance                   | 1.856         | 15/09/2021    | 324,489          | 0.40            |
| 100,000  | Mitchells & Butlers Finance           | 5.574         | 15/12/2030    | 58,858           | 0.07            |
|  |                                       |               |               | <u>1,590,389</u> | <u>1.95</u>     |
| <b>Corporate Bonds - 77.94% (2017: 87.05% - EUR 72,397,483)</b>      |                                       |               |               |                  |                 |
| 400,000  | American International                | 5.000         | 26/04/2023    | 514,043          | 0.63            |
| 500,000  | ASIF III Jersey                       | 5.000         | 18/12/2018    | 581,755          | 0.71            |
| 400,000  | ASR Nederland                         | 10.000        | 26/10/2065    | 456,315          | 0.56            |
| 1,000,000  | Australia & New Zealand Banking       | 5.125         | 10/09/2019    | 1,068,757        | 1.31            |
| 800,000  | Bank of America                       | 4.625         | 14/09/2018    | 814,060          | 1.00            |
| 1,250,000  | Bank of Scotland                      | 6.375         | 16/08/2019    | 1,505,241        | 1.84            |
| 1,300,000  | Barclays Bank                         | 6.000         | 14/01/2021    | 1,477,565        | 1.81            |
| 1,750,000  | BAT International Finance             | 4.000         | 07/07/2020    | 1,897,447        | 2.32            |
| 1,800,000  | Becton Dickinson                      | 2.133         | 06/06/2019    | 1,473,580        | 1.81            |
| 500,000  | BNP Paribas                           | 2.000         | 28/01/2019    | 508,349          | 0.62            |
| 700,000  | British Telecommunications            | 1.125         | 10/06/2019    | 709,679          | 0.87            |
| 1,830,000  | Carnival                              | 1.125         | 06/11/2019    | 1,862,349        | 2.28            |
| 450,000  | Casino Guichard Perrachon             | 5.731         | 12/11/2018    | 463,297          | 0.57            |
| 850,000  | Citigroup                             | 5.125         | 12/12/2018    | 987,632          | 1.21            |
| 650,000  | Citigroup                             | 2.900         | 08/12/2021    | 527,559          | 0.65            |
| 1,000,000  | Commerzbank                           | 6.625         | 30/08/2019    | 1,206,779        | 1.48            |
| 400,000  | Coventry Building Society             | 1.000         | 05/05/2020    | 451,056          | 0.54            |
| 200,000  | CPUK Finance                          | 4.250         | 28/08/2022    | 228,923          | 0.28            |
| 400,000  | CRH Finance                           | 5.000         | 25/01/2019    | 415,382          | 0.51            |
| 1,000,000  | Danske Bank                           | 5.375         | 29/09/2021    | 1,152,581        | 1.41            |
| 1,000,000  | Dell International                    | 3.480         | 01/06/2019    | 829,472          | 1.02            |
| 900,000  | Deutsche Bank                         | 1.000         | 18/03/2019    | 907,424          | 1.11            |
| 600,000  | Deutsche Bank                         | 1.875         | 28/02/2020    | 679,741          | 0.83            |
| 1,200,000  | E.ON International Finance            | 6.000         | 30/10/2019    | 1,456,959        | 1.78            |
| 500,000  | Engie                                 | 4.625         | 10/01/2049    | 579,441          | 0.71            |
| 350,000  | Eni Finance International             | 6.125         | 17/12/2018    | 409,644          | 0.50            |
| 1,500,000  | FCA Bank                              | 1.250         | 23/09/2020    | 1,539,625        | 1.89            |
| 200,000  | FCE Bank                              | 2.625         | 20/11/2018    | 228,665          | 0.28            |
| 1,100,000  | FCE Bank                              | 3.250         | 19/11/2020    | 1,295,017        | 1.59            |
| 1,000,000  | G4S                                   | 7.750         | 13/05/2019    | 1,207,243        | 1.48            |
| 500,000  | General Motors Financial              | 3.250         | 15/05/2018    | 413,550          | 0.51            |
| 1,300,000  | General Motors Financial              | 3.700         | 24/11/2020    | 1,081,699        | 1.33            |
| 1,000,000  | GKN                                   | 6.750         | 28/10/2019    | 1,218,861        | 1.49            |
| 600,000  | Goldman Sachs                         | 7.500         | 15/02/2019    | 514,972          | 0.63            |
| 700,000  | Goldman Sachs                         | 4.750         | 12/10/2021    | 795,280          | 0.97            |
| 400,000  | Heathrow Funding                      | 6.250         | 10/09/2018    | 461,934          | 0.57            |
| 800,000  | Heathrow Finance                      | 5.375         | 01/09/2019    | 951,325          | 1.17            |
| 1,000,000  | HeidelbergCement Finance Luxembourg   | 8.500         | 31/10/2019    | 1,127,767        | 1.38            |
| 400,000  | Heineken                              | 2.500         | 19/03/2019    | 409,345          | 0.50            |
| 500,000  | HSBC                                  | 6.000         | 10/06/2019    | 533,025          | 0.65            |
| 1,000,000  | Hutchison Whampoa International 09/19 | 5.750         | 11/09/2019    | 856,750          | 1.05            |
| 700,000  | Imperial Brands Finance               | 4.500         | 05/07/2018    | 705,719          | 0.86            |
| 1,000,000  | Imperial Brands Finance               | 7.750         | 24/06/2019    | 1,217,631        | 1.49            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – ABSOLUTE RETURN BOND CONSTRAINED FUND (continued)

| Nominal  | Security Description                       | Coupon Rate % | Maturity Date | Fair Value EUR    | % of Net Assets |
|--|--|---------------|---------------|-------------------|-----------------|
| <b>Corporate Bonds (continued)</b>                                 |  |               |               |                   |                 |
| 400,000  | ING Bank                                   | 0.700         | 16/04/2020    | 406,163           | 0.50            |
| 850,000  | Lafarge                                    | 5.500         | 16/12/2019    | 924,735           | 1.13            |
| 400,000  | Legal & General                            | 10.000        | 23/07/2041    | 563,208           | 0.69            |
| 572,000  | London Stock Exchange                      | 9.125         | 18/10/2019    | 723,408           | 0.89            |
| 700,000  | Morgan Stanley                             | 2.450         | 01/02/2019    | 578,545           | 0.71            |
| 350,000  | Morgan Stanley                             | 5.000         | 02/05/2019    | 368,272           | 0.45            |
| 525,000  | Muenchener Rueckversicherungs-Gesellschaft | 7.625         | 21/06/2028    | 601,495           | 0.74            |
| 500,000  | National Capital Trust I                   | 5.620         | 29/09/2049    | 579,813           | 0.71            |
| 1,300,000  | Origin Energy Finance                      | 7.875         | 16/06/2071    | 1,312,809         | 1.61            |
| 1,500,000  | Philip Morris International                | 2.125         | 30/05/2019    | 1,536,506         | 1.88            |
| 1,000,000  | Prudential                                 | 11.375        | 29/05/2039    | 1,253,706         | 1.53            |
| 1,500,000  | Rentokil Initial                           | 3.375         | 24/09/2019    | 1,571,842         | 1.93            |
| 700,000  | RWE  | 7.000         | 29/03/2049    | 825,421           | 1.01            |
| 550,000  | Santander                                  | 2.000         | 14/01/2019    | 558,714           | 0.68            |
| 1,000,000  | Siemens Financieringsmaatschappij          | 2.200         | 16/03/2020    | 816,055           | 1.00            |
| 950,000  | Societe Generale                           | 6.125         | 20/08/2018    | 967,730           | 1.19            |
| 300,000  | Standard Chartered                         | 1.625         | 20/11/2018    | 303,157           | 0.37            |
| 200,000  | Syngenta Finance                           | 3.698         | 24/04/2020    | 165,770           | 0.20            |
| 300,000  | Telefonica Emisiones                       | 2.736         | 29/05/2019    | 309,273           | 0.38            |
| 640,000  | Tesco Corporate Treasury Services          | 1.375         | 01/07/2019    | 649,750           | 0.80            |
| 800,000  | Tesco Corporate Treasury Services          | 2.125         | 12/11/2020    | 834,834           | 1.02            |
| 1,200,000  | Thames Water Kemble Finance                | 7.750         | 01/04/2019    | 1,435,441         | 1.76            |
| 1,000,000  | thyssenkrupp                               | 4.000         | 27/08/2018    | 1,012,722         | 1.24            |
| 1,150,000  | Time Warner Cable                          | 6.750         | 01/07/2018    | 955,991           | 1.17            |
| 800,000  | UBS  | 1.250         | 10/12/2020    | 905,002           | 1.11            |
| 300,000  | UniCredit                                  | 9.375         | 21/07/2065    | 349,580           | 0.43            |
| 1,000,000  | Volkswagen Financial Services              | 2.375         | 13/11/2018    | 1,142,434         | 1.40            |
| 1,000,000  | Volkswagen International Finance           | 3.875         | 04/09/2166    | 1,012,047         | 1.24            |
| 800,000  | Vonovia Finance                            | 0.875         | 30/03/2020    | 813,051           | 1.00            |
| 878,000  | Wales & West Utilities Finance             | 6.750         | 17/12/2036    | 1,027,767         | 1.26            |
| 1,700,000  | Wells Fargo                                | 2.125         | 22/04/2019    | 1,399,555         | 1.71            |
|  |  |               |               | <b>63,628,234</b> | <b>77.94</b>    |
| <b>Floating Rate Notes - 0.63% (2017: 0.84% - EUR 700,758)</b>     |  |               |               |                   |                 |
| 600,000  | La Mondiale                                | 7.625         | 23/10/2165    | 513,141           | 0.63            |
| <b>Government Bonds - 11.50% (2017: 2.07% - EUR 1,723,629)</b>     |  |               |               |                   |                 |
| 1,366,000  | Ireland (Government of)                    | 1.300         | 15/05/2033    | 1,352,354         | 1.66            |
| 1,800,000  | Spain (Government of)                      | 1.400         | 30/04/2028    | 1,821,188         | 2.23            |
| 7,500,000  | U.S. Treasury Note                         | 0.125         | 15/04/2022    | 6,214,580         | 7.61            |
|  |  |               |               | <b>9,388,122</b>  | <b>11.50</b>    |
| <b>Bond Futures<sup>^</sup> - 0.15% (2017 0.13% - EUR 107,859)</b> |  |               |               |                   |                 |
| (27)   | Euro-Oat Future                            |               | 07/06/2018    | 21,017            | 0.03            |
| (35)   | Long Gilt Future                           |               | 27/06/2018    | 6,028             | 0.01            |
| (101)  | U.S. 5 Year Note Future                    |               | 29/06/2018    | 48,643            | 0.06            |
| 14   | Euro-Buxl 30 Year Bond Future              |               | 07/06/2018    | 32,060            | 0.04            |
| 90   | Australia 3 Year Bond Future               |               | 15/06/2018    | 12,130            | 0.01            |
|  |  |               |               | <b>119,878</b>    | <b>0.15</b>     |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – ABSOLUTE RETURN BOND CONSTRAINED FUND (continued)

| Nominal   | Security Description   | Maturity Date | Fair Value EUR         | % of Net Assets        |
|---|--|---------------|------------------------|------------------------|
| <b>Swaps^^ - 0.08% (2017: 0.01% - EUR 8,415)</b>                                    |  |               |                        |                        |
| 1,000,000   | Inflation Swap Pay 2.240% Rec US CPI Urban Consumers NSA     | 03/10/2047    | 41,592                 | 0.05                   |
| 700,000   | IRS Pay WMBA SONI On Deposit Rates GBP                       | 13/04/2048    | 880                    | -                      |
| 1,800,000   | Inflation Swap Rec 3.403% Pay UK RPI All Items NSA           | 15/01/2028    | 27,064                 | 0.03                   |
|   |  |               | <b>69,536</b>          | <b>0.08</b>            |
| <b>Forward Contracts* - 0.01% (2017: 0.02% - EUR 21,260)</b>                        |  |               |                        |                        |
| <b>Description</b>  |  |               | <b>Unrealised Gain</b> | <b>% of Net Assets</b> |
| Buy CHF 598,391, Sell EUR 499,462   |  | 31/05/2018    | 620                    | -                      |
| Buy EUR 683,411, Sell GBP 600,000   |  | 15/06/2018    | 3,483                  | -                      |
| Buy EUR 798,246, Sell GBP 700,000   |  | 15/06/2018    | 4,997                  | 0.01                   |
| Buy USD 18,852, Sell EUR 15,446   |  | 31/05/2018    | 103                    | -                      |
|   |  |               | <b>9,203</b>           | <b>0.01</b>            |
|   |  |               | <b>Fair Value EUR</b>  |                        |
| <b>Financial Assets At Fair Value Through Profit or Loss (Cost: EUR 77,845,628)</b> |  |               | <b>75,318,503</b>      | <b>92.26</b>           |
| <b>Bond Futures^ - (0.19%) (2017: (0.09%) - EUR (64,566))</b>                       |  |               |                        |                        |
| (164)   | Euro-Bobl Future   | 07/06/2018    | (68,458)               | (0.08)                 |
| 110   | U.S. 2 Year Note Future                                      | 29/06/2018    | (41,919)               | (0.05)                 |
| (50)  | Euro-Schatz Future   | 07/06/2018    | (4,875)                | (0.01)                 |
| 28  | U.S. 10 Year Ultra Bond Future                               | 20/06/2018    | (39,946)               | (0.05)                 |
|   |  |               | <b>(155,198)</b>       | <b>(0.19)</b>          |
| <b>Swaps^^ - (0.22%) (2017: (0.26%) - EUR (220,261))</b>                            |  |               |                        |                        |
| 7,000,000   | CDS Buy Protection ITraxx EUR Main 5 Year                    | 20/06/2023    | (170,244)              | (0.21)                 |
| 750,000   | Inflation Swap Rec 1.908% Pay Eurostat Eurozone HICP Ex Toba | 15/09/2047    | (5,649)                | (0.01)                 |
|   |  |               | <b>(175,893)</b>       | <b>(0.22)</b>          |
| <b>Forward Contracts* - (0.88%) (2017: (1.50%) - EUR (1,250,079))</b>               |  |               |                        |                        |
| <b>Description</b>  |  |               | <b>Unrealised Loss</b> | <b>% of Net Assets</b> |
| Buy EUR 17,294,603, Sell USD 21,575,000   |  | 15/06/2018    | (478,704)              | (0.58)                 |
| Buy EUR 29,100,365, Sell GBP 25,850,000   |  | 15/06/2018    | (193,191)              | (0.24)                 |
| Buy GBP 12,245, Sell EUR 14,004   |  | 31/05/2018    | (121)                  | -                      |
| Buy GBP 3,700,000, Sell EUR 4,241,913   |  | 15/06/2018    | (49,025)               | (0.06)                 |
| Buy SEK 148,000, Sell EUR 14,158  |  | 31/05/2018    | (70)                   | -                      |
|   |  |               | <b>(721,111)</b>       | <b>(0.88)</b>          |
|   |  |               | <b>Fair Value EUR</b>  |                        |
| <b>Financial Liabilities At Fair Value Through Profit or Loss</b>                   |  |               | <b>(1,052,202)</b>     | <b>(1.29)</b>          |
| <b>Cash and Cash Equivalents</b>  |  |               | 4,676,705              | 5.73                   |
| <b>Other Net Assets</b>   |  |               | 2,693,709              | 3.30                   |
| <b>Net Asset Value as at 30 April 2018</b>  |  |               | <b>81,636,715</b>      | <b>100.00</b>          |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**PORTFOLIO OF INVESTMENTS – ABSOLUTE RETURN BOND CONSTRAINED FUND (continued)**

\* The counterparties to the forwards are Citibank (A+) (2017: (A+)) and J.P Morgan Securities (A+) (2017: (A+)).

^ The counterparty to the bond futures is UBS (A+) (2017: (A+)).

^^ The counterparties to the swaps are Goldman Sachs International (A+) (2017: (A+)) and Royal Bank of Scotland (BBB+) (2017:(BBB+)).

Investments except for derivatives are transferable securities admitted to an official stock exchange or traded on a regulated market.

**Portfolio Analysis**

|  | <b>% of Total<br/>Assets</b> |
|--|------------------------------|
| Transferable securities admitted to official stock exchanges or traded on a regulated market<br>(2017: 88.38%) | 90.71                        |
| Financial derivative instruments dealt in on a regulated market (2017: 0.13%)                                  | 0.14                         |
| OTC financial derivative instruments (2017: 0.03%)   | 0.10                         |
| Other current assets (2017: 11.46%)  | 9.05                         |
|  | 100.00                       |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – EMERGING MARKET BOND OPPURTUNITIES FUND

| Nominal  | Security Description                        | Coupon Rate % | Maturity Date | Fair Value USD    | % of Net Assets |
|--|---|---------------|---------------|-------------------|-----------------|
| <b>Asset Backed Securities - 6.76% (2017: 3.36% - USD 3,443,462)</b> |   |               |               |                   |                 |
| 900,000  | Ardshinbank                                 | 12.000        | 29/07/2020    | 972,000           | 0.95            |
| 1,000,000  | Bahamas (Government of)                     | 6.000         | 21/11/2028    | 1,034,188         | 1.02            |
| 2,900,000  | Eurotorg                                    | 8.750         | 30/10/2022    | 2,946,607         | 2.90            |
| 950,000  | Ivory Coast (Government of)                 | 6.375         | 03/03/2028    | 960,308           | 0.94            |
| 1,000,000  | Senegal (Government of)                     | 6.250         | 23/05/2033    | 968,812           | 0.95            |
|  |   |               |               | <b>6,881,915</b>  | <b>6.76</b>     |
| <b>Corporate Bonds - 53.42% (2017: 37.99% - USD 38,882,738)</b>      |   |               |               |                   |                 |
| 1,000,000  | Akbank Turk                                 | 6.797         | 27/04/2028    | 987,802           | 0.97            |
| 1,850,000  | Banco do Brasil                             | 9.250         | 15/10/2166    | 1,993,616         | 1.96            |
| 2,000,000  | Bancolumbia                                 | 4.875         | 18/10/2027    | 1,929,744         | 1.89            |
| 2,100,000  | Digicel                                     | 8.250         | 30/09/2020    | 1,873,922         | 1.84            |
| 1,050,000  | Digicel                                     | 6.000         | 15/04/2021    | 1,004,809         | 0.99            |
| 3,000,000  | DNO   | 8.750         | 18/06/2020    | 3,087,300         | 3.03            |
| 1,630,000  | DP World                                    | 6.850         | 02/07/2037    | 1,952,960         | 1.92            |
| 962,468  | DTEK Finance                                | 10.750        | 31/12/2024    | 1,029,239         | 1.01            |
| 2,000,000  | Geopark                                     | 6.500         | 21/09/2024    | 1,997,000         | 1.96            |
| 2,850,000  | IHS Netherlands Holdco                      | 9.500         | 27/10/2021    | 2,958,300         | 2.90            |
| 2,100,000  | Indika Energy Capital III Pte               | 5.875         | 09/11/2024    | 1,984,690         | 1.95            |
| 1,000,000  | Indo Energy Finance II                      | 6.375         | 24/01/2023    | 987,208           | 0.97            |
| 2,000,000  | Kaisa                                       | 7.250         | 30/06/2020    | 1,908,900         | 1.87            |
| 2,000,000  | KazMunayGas National                        | 4.750         | 19/04/2027    | 1,974,031         | 1.94            |
| 1,900,000  | Liquid Telecommunications Financing         | 8.500         | 13/07/2022    | 2,007,287         | 1.97            |
| 2,000,000  | MAF Global Securities                       | 5.500         | 07/09/2049    | 1,974,170         | 1.94            |
| 2,000,000  | MARB BondCo                                 | 7.000         | 15/03/2024    | 1,926,079         | 1.89            |
| 2,200,000  | Petkim Petrokimya                           | 5.875         | 26/01/2023    | 2,112,937         | 2.07            |
| 1,700,000  | Petrobras Global Finance                    | 8.750         | 23/05/2026    | 1,998,660         | 1.96            |
| 900,000  | Petroleos Mexicanos                         | 6.500         | 13/03/2027    | 933,338           | 0.92            |
| 3,000,000  | Puma International Financing                | 5.125         | 06/10/2024    | 2,955,696         | 2.90            |
| 2,100,000  | Rio Energy                                  | 6.875         | 01/02/2025    | 2,065,875         | 2.03            |
| 1,000,000  | Teva Pharmaceutical Finance Netherlands III | 6.000         | 15/04/2024    | 972,500           | 0.95            |
| 1,200,000  | Teva Pharmaceutical Finance Netherlands III | 3.150         | 01/10/2026    | 957,750           | 0.94            |
| 2,900,000  | Topaz Marine                                | 9.125         | 26/07/2022    | 3,005,246         | 2.95            |
| 2,000,000  | Tullow Oil                                  | 7.000         | 01/03/2025    | 2,033,236         | 2.00            |
| 1,027,000  | Tunisia (Government of)                     | 5.750         | 30/01/2025    | 954,323           | 0.94            |
| 1,500,000  | Vale Overseas                               | 8.250         | 17/01/2034    | 1,926,595         | 1.89            |
| 1,900,000  | Vedanta Resources                           | 7.125         | 31/05/2023    | 1,947,052         | 1.91            |
| 1,000,000  | Yasar                                       | 8.875         | 06/05/2020    | 979,204           | 0.96            |
|  |   |               |               | <b>54,419,469</b> | <b>53.42</b>    |
| <b>Floating Rate Notes - 3.88% (2017: 0.00% - USD Nil)</b>           |   |               |               |                   |                 |
| 2,000,000  | Energy Resources                            | 0.000         | 30/09/2022    | 1,965,682         | 1.93            |
| 1,000,000  | First Bank of Nigeria                       | 8.250         | 07/08/2020    | 1,000,833         | 0.98            |
| 1,000,000  | First Bank of Nigeria                       | 8.000         | 23/07/2021    | 990,216           | 0.97            |
|  |   |               |               | <b>3,956,731</b>  | <b>3.88</b>     |
| <b>Government Bonds - 32.35% (2017: 56.25% - USD 57,587,866)</b>     |   |               |               |                   |                 |
| 2,100,000  | Argentine (Government of)                   | 4.625         | 11/01/2023    | 2,019,818         | 1.98            |
| 1,900,000  | Argentine (Government of)                   | 7.500         | 22/04/2026    | 1,999,710         | 1.96            |
| 1,850,000  | Argentine (Government of)                   | 6.875         | 26/01/2027    | 1,854,559         | 1.82            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – EMERGING MARKET BOND OPPURTUNITIES FUND (continued)

| Nominal  | Security Description               | Coupon Rate % | Maturity Date | Fair Value USD         | % of Net Assets        |
|--|------------------------------------|---------------|---------------|------------------------|------------------------|
| <b>Government Bonds (continued)</b>  |                                    |               |               |                        |                        |
| 1,000,000  | Bahrain (Government of)            | 7.000         | 12/10/2028    | 956,615                | 0.94                   |
| 2,300,000  | Brazilian (Government of)          | 5.000         | 27/01/2045    | 1,996,649              | 1.96                   |
| 1,800,000  | Dominican Republic (Government of) | 6.600         | 28/01/2024    | 1,929,960              | 1.89                   |
| 2,000,000  | Dominican Republic (Government of) | 5.500         | 27/01/2025    | 2,015,583              | 1.98                   |
| 980,000  | Ecuador (Government of)            | 7.950         | 20/06/2024    | 929,040                | 0.91                   |
| 1,000,000  | Ecuador (Government of)            | 8.875         | 23/10/2027    | 951,900                | 0.93                   |
| 1,400,000  | Egypt (Government of)              | 5.577         | 21/02/2023    | 1,408,169              | 1.38                   |
| 1,500,000  | Egypt (Government of)              | 7.500         | 31/01/2027    | 1,588,335              | 1.56                   |
| 1,000,000  | Ethiopia International Bond        | 6.625         | 11/12/2024    | 1,013,755              | 1.00                   |
| 850,000  | Jamaica(Government of)             | 7.875         | 28/07/2045    | 1,004,488              | 0.99                   |
| 1,000,000  | Kenya (Government of)              | 7.250         | 28/02/2028    | 1,033,652              | 1.01                   |
| 1,900,000  | Lebanon (Government of)            | 8.250         | 12/04/2021    | 1,938,594              | 1.90                   |
| 950,000  | Pakistan (Government of)           | 8.250         | 15/04/2024    | 990,843                | 0.97                   |
| 1,600,000  | South Africa (Government of)       | 4.300         | 12/10/2028    | 1,473,217              | 1.46                   |
| 1,600,000  | South Africa (Government of)       | 5.375         | 24/07/2044    | 1,494,922              | 1.47                   |
| 1,050,000  | Sri Lanka (Government of)          | 5.750         | 18/04/2023    | 1,046,170              | 1.03                   |
| 1,950,000  | Sri Lanka (Government of)          | 6.200         | 11/05/2027    | 1,887,968              | 1.85                   |
| 1,000,000  | Turkey (Government of)             | 5.750         | 11/05/2047    | 876,193                | 0.86                   |
| 1,500,000  | Ukraine (Government of)            | 7.750         | 01/09/2023    | 1,519,843              | 1.50                   |
| 1,100,000  | Zambia (Government of)             | 5.375         | 20/09/2022    | 1,016,400              | 1.00                   |
|  |                                    |               |               | <b>32,946,383</b>      | <b>32.35</b>           |
| <b>Forward Contracts* - 0.00% (2017: 0.00% - USD 358)</b>                            |                                    |               |               |                        |                        |
| <b>Description</b>   |                                    |               |               | <b>Unrealised Gain</b> | <b>% of Net Assets</b> |
| Buy USD 879, Sell GBP 630  |                                    |               | 31/05/2018    | 13                     | -                      |
|  |                                    |               |               | <b>Fair Value USD</b>  |                        |
| <b>Financial Assets At Fair Value Through Profit or Loss (Cost: USD 100,803,627)</b> |                                    |               |               | <b>98,204,511</b>      | <b>96.41</b>           |
| <b>Forward Contracts* - (0.00%) (2017: (0.00%) - USD Nil)</b>                        |                                    |               |               |                        |                        |
| <b>Description</b>   |                                    |               |               | <b>Unrealised Loss</b> | <b>% of Net Assets</b> |
| Buy EUR 17,812, Sell USD 21,739  |                                    |               | 31/05/2018    | (143)                  | -                      |
| Buy GBP 60,487, Sell USD 84,427  |                                    |               | 31/05/2018    | (1,285)                | -                      |
|  |                                    |               |               | <b>(1,428)</b>         | <b>-</b>               |
|  |                                    |               |               | <b>Fair Value USD</b>  |                        |
| <b>Financial Liabilities At Fair Value Through Profit or Loss</b>                    |                                    |               |               | <b>(1,428)</b>         | <b>-</b>               |
| <b>Cash and Cash Equivalents</b>   |                                    |               |               | 2,413,756              | 2.37                   |
| <b>Other Net Assets</b>  |                                    |               |               | 1,245,253              | 1.22                   |
| <b>Net Asset Value as at 30 April 2018</b>   |                                    |               |               | <b>101,862,092</b>     | <b>100.00</b>          |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**PORTFOLIO OF INVESTMENTS – EMERGING MARKET BOND OPPURTUNITIES FUND (continued)**

\* The counterparty to the forwards is Citibank (A+) (2017: (A+)).

Investments except for derivatives are transferable securities admitted to an official stock exchange or traded on a regulated market.

**Portfolio Analysis**

|  | <b>% of Total<br/>Assets</b> |
|--|------------------------------|
| Transferable securities admitted to official stock exchanges or traded on a regulated market<br>(2017: 97.48%) | 96.28                        |
| Other current assets (2017: 2.52%)   | 3.72                         |
|  | <hr/> 100.00 <hr/>           |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – GLOBAL DIVERSIFIED INCOME FUND

| Nominal  | Security Description                 | Coupon Rate % | Maturity Date | Fair Value EUR | % of Net Assets |
|--|--------------------------------------|---------------|---------------|----------------|-----------------|
| <b>Asset Backed Securities - 0.00% (2017: 0.26% - EUR 390,407)</b> |                                      |               |               |                |                 |
| <b>Corporate Bonds - 28.95% (2017: 28.77% - EUR 43,077,555)</b>    |                                      |               |               |                |                 |
| 600,000  | Abbott Laboratories                  | 3.750         | 30/11/2026    | 488,621        | 0.31            |
| 400,000  | Algeco Global Finance                | 6.500         | 15/02/2023    | 411,662        | 0.26            |
| 400,000  | Anheuser-Busch InBev                 | 3.650         | 01/02/2026    | 324,273        | 0.21            |
| 400,000  | Anheuser-Busch InBev                 | 2.850         | 25/05/2037    | 440,907        | 0.28            |
| 300,000  | Annington Funding                    | 3.935         | 12/07/2047    | 357,271        | 0.23            |
| 471,000  | APT Pipelines                        | 4.250         | 15/07/2027    | 381,618        | 0.24            |
| 400,000  | Arqiva Broadcast Finance             | 9.500         | 31/03/2020    | 477,539        | 0.30            |
| 300,000  | Ashtead Capital                      | 4.375         | 15/08/2027    | 235,005        | 0.15            |
| 550,000  | AT&T                                 | 5.150         | 15/03/2042    | 452,528        | 0.29            |
| 600,000  | AXA                                  | 3.250         | 28/05/2049    | 604,989        | 0.38            |
| 600,000  | Banco Bilbao Vizcaya Argentaria      | 5.875         | 24/08/2166    | 655,821        | 0.42            |
| 300,000  | Banco Santander                      | 6.750         | 25/04/2022    | 340,875        | 0.22            |
| 1,200,000  | Bank of America                      | 5.875         | 15/09/2166    | 990,244        | 0.63            |
| 147,000  | Bank of Scotland                     | 7.281         | 29/05/2049    | 204,739        | 0.13            |
| 500,000  | BG Energy Capital                    | 4.000         | 15/10/2021    | 421,704        | 0.27            |
| 447,000  | BlueLine Rental Finance              | 9.250         | 15/03/2024    | 393,765        | 0.25            |
| 650,000  | BP Capital Markets                   | 3.119         | 04/05/2026    | 513,484        | 0.33            |
| 357,000  | British Telecommunications           | 5.750         | 07/12/2028    | 505,315        | 0.32            |
| 300,000  | BUPA Finance                         | 5.000         | 08/12/2026    | 380,771        | 0.24            |
| 600,000  | CaixaBank                            | 6.750         | 13/09/2165    | 675,210        | 0.43            |
| 600,000  | CNAC HK Finbridge                    | 4.625         | 14/03/2023    | 497,013        | 0.32            |
| 400,000  | CPUK Finance                         | 4.875         | 28/08/2025    | 458,515        | 0.29            |
| 700,000  | Credit Agricole                      | 7.875         | 29/01/2049    | 629,520        | 0.40            |
| 400,000  | CRH Finance UK                       | 4.125         | 02/12/2029    | 511,288        | 0.33            |
| 400,000  | CSC                                  | 10.125        | 15/01/2023    | 368,112        | 0.23            |
| 600,000  | CTC BondCo                           | 5.250         | 15/12/2025    | 594,931        | 0.38            |
| 300,000  | Demeter Investments                  | 5.125         | 01/06/2048    | 246,094        | 0.16            |
| 400,000  | Demeter Investments                  | 5.625         | 15/08/2052    | 332,674        | 0.21            |
| 500,000  | Digicel                              | 8.250         | 30/09/2020    | 368,874        | 0.23            |
| 400,000  | Digital Realty Trust                 | 3.700         | 15/08/2027    | 314,446        | 0.20            |
| 700,000  | Direct Line Insurance                | 4.750         | 07/06/2166    | 767,107        | 0.49            |
| 600,000  | DNO                                  | 8.750         | 18/06/2020    | 510,487        | 0.32            |
| 800,000  | DP World                             | 6.850         | 02/07/2037    | 792,450        | 0.49            |
| 500,000  | Drax Finco                           | 6.625         | 01/11/2025    | 418,541        | 0.27            |
| 600,000  | Erste Group Bank                     | 6.500         | 15/10/2166    | 687,702        | 0.44            |
| 650,000  | Ford Motor Credit                    | 4.389         | 08/01/2026    | 527,951        | 0.34            |
| 471,000  | Greystar Real Estate Partners        | 5.750         | 01/12/2025    | 387,290        | 0.25            |
| 536,000  | HCA                                  | 5.375         | 01/02/2025    | 441,755        | 0.28            |
| 213,000  | Herc Rentals                         | 7.750         | 01/06/2024    | 190,464        | 0.12            |
| 1,100,000  | HSBC                                 | 6.250         | 23/09/2166    | 924,216        | 0.59            |
| 447,000  | HSBC Bank Capital Funding Sterling 1 | 5.844         | 29/11/2049    | 644,210        | 0.41            |
| 1,177,000  | IHS Netherlands Holdco               | 9.500         | 27/10/2021    | 1,010,067      | 0.64            |
| 500,000  | Investec                             | 6.750         | 05/12/2065    | 589,700        | 0.38            |
| 50,000   | IRB                                  | 6.750         | 15/02/2026    | 40,149         | 0.03            |
| 1,600,000  | KBC                                  | 4.250         | 24/10/2166    | 1,573,577      | 1.00            |
| 800,000  | La Mondiale                          | 4.800         | 18/01/2048    | 611,801        | 0.39            |
| 536,000  | Live Nation Entertainment            | 4.875         | 01/11/2024    | 435,177        | 0.28            |
| 600,000  | MAF Global Securities                | 5.500         | 07/09/2049    | 489,646        | 0.31            |
| 550,000  | MARB BondCo                          | 6.875         | 19/01/2025    | 432,031        | 0.27            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – GLOBAL DIVERSIFIED INCOME FUND (continued)

| Nominal                            | Security Description               | Coupon Rate % | Maturity Date | Fair Value EUR    | % of Net Assets |
|------------------------------------|------------------------------------|---------------|---------------|-------------------|-----------------|
| <b>Corporate Bonds (continued)</b> |                                    |               |               |                   |                 |
| 500,000                            | Mclaren Finance                    | 5.000         | 01/08/2022    | 564,996           | 0.36            |
| 357,000                            | MGM Resorts International          | 4.625         | 01/09/2026    | 279,840           | 0.18            |
| 447,000                            | Microsoft                          | 3.125         | 03/11/2025    | 361,179           | 0.23            |
| 500,000                            | Miller Homes                       | 5.500         | 15/10/2024    | 569,897           | 0.36            |
| 357,000                            | MPT Operating Partnership          | 5.250         | 01/08/2026    | 288,445           | 0.18            |
| 6,000                              | Nationwide Building Society        | 10.250        | 29/06/2049    | 1,074,084         | 0.68            |
| 400,000                            | Ocado                              | 4.000         | 15/06/2024    | 450,484           | 0.29            |
| 471,000                            | Par Petroleum                      | 7.750         | 15/12/2025    | 395,404           | 0.25            |
| 400,000                            | Pension Insurance                  | 8.000         | 23/11/2026    | 582,076           | 0.37            |
| 600,000                            | Petrobras Global Finance           | 8.750         | 23/05/2026    | 583,200           | 0.37            |
| 500,000                            | Pilgrim's Pride                    | 5.750         | 15/03/2025    | 405,224           | 0.26            |
| 600,000                            | Pinnacle Bidco                     | 6.375         | 15/02/2025    | 693,702           | 0.44            |
| 600,000                            | Platin 1426                        | 5.375         | 15/06/2023    | 597,175           | 0.38            |
| 300,000                            | Puma International Financing       | 5.125         | 06/10/2024    | 244,363           | 0.16            |
| 700,000                            | Puma International Financing       | 5.000         | 24/01/2026    | 546,321           | 0.35            |
| 447,000                            | RBS Capital Trust II               | 6.425         | 29/12/2049    | 431,922           | 0.27            |
| 568,000                            | Reynolds American                  | 5.700         | 15/08/2035    | 516,672           | 0.33            |
| 900,000                            | Rio Energy                         | 6.875         | 01/02/2025    | 731,987           | 0.47            |
| 268,000                            | Sabine Pass Liquefaction           | 5.875         | 30/06/2026    | 240,233           | 0.15            |
| 700,000                            | Sainsbury's Bank                   | 6.000         | 23/11/2027    | 845,884           | 0.53            |
| 500,000                            | Siemens Financieringsmaatschappij  | 6.125         | 17/08/2026    | 481,074           | 0.31            |
| 500,000                            | Southern Power                     | 1.850         | 20/06/2026    | 511,758           | 0.33            |
| 1,695,600                          | Stichting AK Rabobank Certificaten | 6.500         | 29/12/2049    | 2,111,371         | 1.34            |
| 500,000                            | Syngenta Finance                   | 5.182         | 24/04/2028    | 409,179           | 0.26            |
| 400,000                            | TP ICAP                            | 5.250         | 26/01/2024    | 479,073           | 0.30            |
| 600,000                            | Tullow Oil                         | 7.000         | 01/03/2025    | 504,296           | 0.32            |
| 800,000                            | UBS                                | 6.875         | 29/12/2049    | 697,712           | 0.44            |
| 800,000                            | UniCredit                          | 5.375         | 03/06/2166    | 800,804           | 0.51            |
| 800,000                            | Unitymedia                         | 6.125         | 15/01/2025    | 696,540           | 0.44            |
| 400,000                            | Vale Overseas                      | 8.250         | 17/01/2034    | 424,752           | 0.27            |
| 500,000                            | Verisure Midholding                | 5.750         | 01/12/2023    | 498,038           | 0.32            |
| 400,000                            | Verizon Communications             | 3.375         | 27/10/2036    | 451,709           | 0.29            |
| 565,000                            | Vermilion Energy                   | 5.625         | 15/03/2025    | 464,196           | 0.30            |
| 300,000                            | Volkswagen International Finance   | 3.875         | 14/06/2166    | 312,245           | 0.20            |
| 659,000                            | Williams Scotsman International    | 7.875         | 15/12/2022    | 569,348           | 0.36            |
| 400,000                            | XLIT                               | 3.250         | 29/06/2047    | 405,850           | 0.26            |
| 268,000                            | XPO Logistics                      | 6.125         | 01/09/2023    | 229,475           | 0.15            |
|                                    |                                    |               |               | <b>45,502,637</b> | <b>28.95</b>    |

### Equities - 28.20% (2017: 23.90% - EUR 35,775,753)

|         |                            |  |  |           |      |
|---------|----------------------------|--|--|-----------|------|
| 16,390  | AbbVie                     |  |  | 1,337,773 | 0.85 |
| 7,515   | Allianz                    |  |  | 1,479,027 | 0.94 |
| 139,628 | ANTA Sports Products       |  |  | 662,961   | 0.42 |
| 22,920  | AT&T                       |  |  | 626,176   | 0.40 |
| 67,543  | Boral                      |  |  | 290,676   | 0.18 |
| 28,950  | Bpost                      |  |  | 527,759   | 0.34 |
| 34,787  | Bridgestone                |  |  | 1,207,974 | 0.77 |
| 8,766   | British American Tobacco   |  |  | 400,233   | 0.25 |
| 4,108   | Chevron                    |  |  | 429,887   | 0.27 |
| 616,000 | China Petroleum & Chemical |  |  | 498,011   | 0.32 |
| 9,014   | CI Financial               |  |  | 157,619   | 0.10 |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – GLOBAL DIVERSIFIED INCOME FUND (continued)

| Nominal   | Security Description                       | Fair Value<br>EUR | % of Net<br>Assets |
|---|--|-------------------|--------------------|
| <b>Equities (continued)</b>   |  |                   |                    |
| 45,748  | Cia de Distribucion Integral Logista       | 855,945           | 0.54               |
| 17,124  | Cisco Systems                              | 633,045           | 0.40               |
| 98,910  | CK Asset                                   | 709,524           | 0.45               |
| 5,784   | Clorox                                     | 565,680           | 0.36               |
| 15,877  | Daimler                                    | 1,040,737         | 0.66               |
| 1,500   | Daito Trust Construction                   | 207,265           | 0.13               |
| 53,700  | DBS  | 1,033,380         | 0.66               |
| 13,112  | Eaton                                      | 825,442           | 0.53               |
| 49,466  | Enagas                                     | 1,186,937         | 0.76               |
| 99,776  | Ferrovial                                  | 1,774,766         | 1.13               |
| 828,659   | Infratil                                   | 1,539,760         | 0.98               |
| 64,597  | ING  | 899,384           | 0.57               |
| 7,418   | Johnson & Johnson                          | 786,754           | 0.50               |
| 4,231   | JPMorgan Chase                             | 382,698           | 0.24               |
| 186,372   | Kungsleden                                 | 1,104,737         | 0.70               |
| 21,460  | Leggett & Platt                            | 728,403           | 0.46               |
| 9,434   | Macquarie                                  | 641,119           | 0.41               |
| 11,560  | Maxim Integrated Products                  | 520,728           | 0.33               |
| 8,012   | Muenchener Rueckversicherungs-Gesellschaft | 1,526,887         | 0.97               |
| 116,301   | Natixis                                    | 786,078           | 0.50               |
| 91,145  | Nissan Motor                               | 794,094           | 0.51               |
| 75,621  | Nordea Bank                                | 642,846           | 0.41               |
| 70,300  | ORIX                                       | 1,023,377         | 0.65               |
| 550,000   | Pegatron                                   | 1,067,370         | 0.68               |
| 39,664  | Pfizer                                     | 1,213,809         | 0.77               |
| 266,195   | Phoenix                                    | 2,393,045         | 1.52               |
| 23,499  | ProSiebenSat.1 Media                       | 710,610           | 0.45               |
| 431,880   | PTT  | 640,641           | 0.41               |
| 12,313  | Renault                                    | 1,112,295         | 0.71               |
| 106,207   | Sands China                                | 510,709           | 0.32               |
| 75,804  | Skandinaviska Enskilda Banken              | 593,173           | 0.38               |
| 67,337  | Swedbank                                   | 1,220,513         | 0.78               |
| 3,779   | T Rowe Price                               | 356,249           | 0.23               |
| 23,840  | Taiwan Semiconductor Manufacturing         | 752,225           | 0.48               |
| 182,377   | Tilt Renewables                            | 207,315           | 0.13               |
| 4,555   | Tokyo Electron                             | 725,808           | 0.47               |
| 24,042  | Unilever                                   | 1,144,219         | 0.73               |
| 16,485  | Verizon Communications                     | 703,190           | 0.45               |
| 16,810  | Vinci                                      | 1,393,045         | 0.89               |
| 10,023  | Wyndham Worldwide                          | 959,459           | 0.61               |
| 926,185   | Zhejiang Expressway                        | 787,807           | 0.50               |
|   |  | <b>44,319,164</b> | <b>28.20</b>       |
| <b>Equity - UK Large Cap - 12.35% (2017: 11.47% - EUR 17,166,471)</b> |  |                   |                    |
| 283,740   | Aviva                                      | 1,706,095         | 1.09               |
| 120,755   | Esure                                      | 308,850           | 0.20               |
| 69,950  | GlaxoSmithKline                            | 1,172,190         | 0.75               |
| 995,966   | HICL Infrastructure                        | 1,648,878         | 1.05               |
| 43,275  | HSBC                                       | 358,246           | 0.23               |
| 47,462  | Imperial Brands                            | 1,414,934         | 0.90               |
| 935,084   | International Public Partnerships          | 1,547,023         | 0.98               |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – GLOBAL DIVERSIFIED INCOME FUND (continued)

| Nominal  | Security Description            | Fair Value<br>EUR | % of Net<br>Assets |
|--|---------------------------------|-------------------|--------------------|
| <b>Equity - UK Large Cap (continued)</b>                                 |                                 |                   |                    |
| 1,173,513  | John Laing Infrastructure Fund  | 1,535,345         | 0.98               |
| 516,410  | Legal & General                 | 1,589,473         | 1.01               |
| 61,288   | Mondi                           | 1,422,537         | 0.91               |
| 145,937  | National Grid                   | 1,403,854         | 0.89               |
| 22,932   | Rio Tinto                       | 1,039,945         | 0.66               |
| 21,445   | Royal Dutch Shell               | 613,219           | 0.38               |
| 116,070  | SSE                             | 1,816,897         | 1.16               |
| 359,970  | Taylor Wimpey                   | 793,852           | 0.50               |
| 74,802   | WPP                             | 1,042,318         | 0.66               |
|  |                                 | <hr/>             |                    |
|  |                                 | 19,413,656        | 12.35              |
| <b>Equity - UK Small Cap - 6.74% (2017: 10.92% - EUR 16,345,703)</b>     |                                 |                   |                    |
| 208,792  | 3i Infrastructure               | 520,040           | 0.34               |
| 326,839  | BBGI SICAV                      | 491,404           | 0.31               |
| 316,481  | Direct Line Insurance           | 1,354,591         | 0.86               |
| 89,302   | Doric Nimrod Air One            | 101,839           | 0.06               |
| 1,066,045  | Doric Nimrod Air Three          | 1,239,904         | 0.79               |
| 1,394,984  | DP Aircraft I                   | 1,216,740         | 0.77               |
| 2,078,055  | Greencoat UK Wind               | 2,883,847         | 1.83               |
| 1,027,449  | NextEnergy Solar                | 1,282,454         | 0.82               |
| 1,249,832  | Renewables Infrastructure       | 1,501,884         | 0.96               |
|  |                                 | <hr/>             |                    |
|  |                                 | 10,592,703        | 6.74               |
| <b>Floating Rate Notes - 0.00% (2017: 0.07% - 101,436)</b>               |                                 |                   |                    |
| <b>Government Bonds - 8.08% (2017: 6.64% - EUR 9,959,934)</b>            |                                 |                   |                    |
| 1,700,000  | Argentine (Government of)       | 1,479,240         | 0.94               |
| 600,000  | Egypt (Government of)           | 498,947           | 0.32               |
| 19,937,000,000   | Indonesia (Government of)       | 1,278,960         | 0.81               |
| 26,423,800   | Mexican Bonos                   | 1,174,479         | 0.75               |
| 17,774,590   | South Africa (Government of)    | 1,350,128         | 0.86               |
| 1,200,000  | Sri Lanka (Government of)       | 988,486           | 0.63               |
| 1,563,200  | U.S. Treasury Note              | 1,279,458         | 0.81               |
| 1,423,000  | U.S. Treasury Note              | 1,181,526         | 0.75               |
| 2,623,900  | U.S. Treasury Note              | 2,147,965         | 1.37               |
| 1,601,400  | U.S. Treasury Note              | 1,325,101         | 0.84               |
|  |                                 | <hr/>             |                    |
|  |                                 | 12,704,290        | 8.08               |
| <b>Investment Funds - Non Bond - 0.63% (2017: 0.75% - EUR 1,123,393)</b> |                                 |                   |                    |
| 850,950  | John Laing Environmental Assets | 984,902           | 0.63               |
| <b>Overseas REIT - 10.83% (2017: 12.00% - EUR 17,958,480)</b>            |                                 |                   |                    |
| 4,668  | Altarea                         | 993,117           | 0.63               |
| 459,010  | Ascendas REIT                   | 763,416           | 0.49               |
| 1,836,855  | Ascott Residence Trust          | 1,301,106         | 0.83               |
| 26,112   | Blackstone Mortgage Trust       | 665,672           | 0.42               |
| 47,943   | Granite Point Mortgage Trust    | 658,966           | 0.42               |
| 45,499   | Hospitality Properties Trust    | 936,462           | 0.59               |
| 62,127   | Host Hotels & Resorts           | 1,014,177         | 0.65               |
| 43,962   | Invesco Mortgage Capital        | 591,891           | 0.38               |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – GLOBAL DIVERSIFIED INCOME FUND (continued)

| Nominal  | Security Description       | Fair Value<br>EUR  | % of Net<br>Assets |
|--|----------------------------|--------------------|--------------------|
| 1,149,116  | Mapletree Logistics Trust  | 907,186            | 0.57               |
| <b>Overseas REIT (continued)</b>                                 |                            |                    |                    |
| 104,911  | Medical Properties Trust   | 1,108,914          | 0.71               |
| 153,122  | Merlin Properties Socimi   | 1,963,024          | 1.25               |
| 815,138  | Mirvac                     | 1,139,655          | 0.73               |
| 5,602  | National Health Investors  | 316,214            | 0.20               |
| 59,908   | New Residential Investment | 859,579            | 0.54               |
| 90,231   | Resilient REIT             | 403,585            | 0.26               |
| 1,097,004  | Starhill Global REIT       | 491,216            | 0.31               |
| 27,174   | Starwood Property Trust    | 472,127            | 0.30               |
| 86,463   | Two Harbors Investment     | 1,095,486          | 0.70               |
| 30,606   | Welltower                  | 1,337,929          | 0.85               |
|  |                            | <b>17,019,722</b>  | <b>10.83</b>       |
| <b>REIT - UK Large Cap - 1.78% (2017: 1.91% - EUR 2,854,369)</b> |                            |                    |                    |
| 374,813  | LondonMetric Property      | 807,234            | 0.51               |
| 1,162,872  | Tritax Big Box REIT        | 1,983,260          | 1.27               |
|  |                            | <b>2,790,494</b>   | <b>1.78</b>        |
| <b>REIT - UK Small Cap - 1.03% (2017: 0.30% - EUR 442,996)</b>   |                            |                    |                    |
| 505,294  | Civitas Social Housing     | 562,473            | 0.36               |
| 237,335  | Secure Income REIT         | 1,048,958          | 0.67               |
|  |                            | <b>1,611,431</b>   | <b>1.03</b>        |
| <b>Bond Futures^ - 0.00% (2017: 0.02% - EUR 28,728)</b>          |                            |                    |                    |
| <b>Forward Contracts* - 0.32% (2017: 0.34% - EUR 515,701)</b>    |                            |                    |                    |
| Description  | Maturity<br>Date           | Unrealised<br>Gain | % of Net<br>Assets |
| Buy CHF 91,514, Sell EUR 76,385                                  | 31/05/2018                 | 95                 | -                  |
| Buy EUR 1,060,711, Sell DKK 7,900,000                            | 09/05/2018                 | 356                | -                  |
| Buy EUR 1,439,414, Sell ZAR 21,000,000                           | 09/05/2018                 | 44,716             | 0.03               |
| Buy EUR 1,547,346, Sell NZD 2,650,000                            | 09/05/2018                 | 3,619              | -                  |
| Buy EUR 3,776,303, Sell SEK 38,530,000                           | 09/05/2018                 | 108,543            | 0.07               |
| Buy EUR 499, Sell USD 604  | 31/05/2018                 | 1                  | -                  |
| Buy EUR 50,351,037, Sell GBP 44,300,000                          | 09/05/2018                 | 95,345             | 0.06               |
| Buy EUR 771,879, Sell CHF 905,000                                | 04/05/2018                 | 15,786             | 0.01               |
| Buy EUR 98,108, Sell GBP 85,786                                  | 31/05/2018                 | 850                | -                  |
| Buy IDR 38,641,000,000, Sell EUR 2,274,070                       | 11/05/2018                 | 20,819             | 0.01               |
| Buy USD 10,603, Sell EUR 8,670                                   | 31/05/2018                 | 75                 | -                  |
| Buy USD 11,500,000, Sell EUR 9,267,908                           | 21/05/2018                 | 224,763            | 0.14               |
| Buy USD 2,600,000, Sell EUR 2,145,668                            | 09/05/2018                 | 2,509              | -                  |
| Buy USD 220,418, Sell EUR 180,601                                | 31/05/2018                 | 1,200              | -                  |
| Buy USD 296,033, Sell EUR 242,557                                | 31/05/2018                 | 1,612              | -                  |
| Buy USD 496,660, Sell EUR 406,943                                | 31/05/2018                 | 2,705              | -                  |
| Buy USD 565,987, Sell EUR 463,746                                | 31/05/2018                 | 3,082              | -                  |
|  |                            | <b>526,076</b>     | <b>0.32</b>        |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – GLOBAL DIVERSIFIED INCOME FUND (continued)

|  | Fair Value<br>EUR  | % of Net<br>Assets |
|--|--------------------|--------------------|
| <b>Financial Assets At Fair Value Through Profit or Loss<br/>(Cost: EUR 155,612,202)</b> | <b>155,465,075</b> | <b>98.91</b>       |

| Nominal   | Security Description    | Maturity<br>Date |                  |               |
|---|-------------------------|------------------|------------------|---------------|
| <b>Bond Futures<sup>^</sup> - (0.08%) (2017: 0.00% - EUR Nil)</b> |                         |                  |                  |               |
| (47)  | Long Gilt Future        | 27/06/2018       | (89,864)         | (0.06)        |
| 125   | U.S 10 Year Note Future | 20/06/2018       | (37,139)         | (0.02)        |
|   |                         |                  | <u>(127,003)</u> | <u>(0.08)</u> |

### Forward Contracts\* - (1.56%) (2017: (1.11%) - EUR (1,654,996))

| Description                               |            | Unrealised<br>Loss |               |
|---|------------|--------------------|---------------|
| Buy AUD 2,260,000, Sell EUR 1,410,996     | 09/05/2018 | (1,283)            | -             |
| Buy AUD 2,790,000, Sell EUR 1,746,830     | 09/05/2018 | (6,520)            | -             |
| Buy CHF 820,000, Sell EUR 695,400         | 04/05/2018 | (10,321)           | (0.01)        |
| Buy DKK 7,800,000, Sell EUR 1,047,050     | 09/05/2018 | (117)              | -             |
| Buy EUR 1,013,193, Sell USD 1,250,000     | 09/05/2018 | (19,584)           | (0.01)        |
| Buy EUR 1,301,166, Sell MXN 30,370,000    | 04/05/2018 | (40,657)           | (0.03)        |
| Buy EUR 1,626,425, Sell USD 2,000,000     | 09/05/2018 | (26,018)           | (0.02)        |
| Buy EUR 13,969,228, Sell USD 17,400,000   | 09/05/2018 | (407,029)          | (0.27)        |
| Buy EUR 199,302, Sell CAD 319,000         | 09/05/2018 | (5,718)            | -             |
| Buy EUR 2,161,519, Sell HKD 21,100,000    | 09/05/2018 | (60,265)           | (0.04)        |
| Buy EUR 3,025,241, Sell INR 244,500,000   | 11/05/2018 | (9,304)            | (0.01)        |
| Buy EUR 3,147,154, Sell KRW 4,164,000,000 | 08/05/2018 | (70,285)           | (0.04)        |
| Buy EUR 310,106, Sell HKD 3,000,000       | 09/05/2018 | (5,787)            | -             |
| Buy EUR 45,873,895, Sell USD 56,760,000   | 04/05/2018 | (1,041,205)        | (0.66)        |
| Buy EUR 490,516, Sell SGD 790,000         | 09/05/2018 | (2,273)            | -             |
| Buy EUR 5,157,126, Sell AUD 8,317,000     | 09/05/2018 | (30,743)           | (0.02)        |
| Buy EUR 5,267,559, Sell TWD 189,000,000   | 08/05/2018 | (6,084)            | -             |
| Buy EUR 556,825, Sell HKD 5,400,000       | 09/05/2018 | (11,784)           | (0.01)        |
| Buy EUR 6,958,660, Sell SGD 11,330,000    | 09/05/2018 | (108,813)          | (0.07)        |
| Buy EUR 621,234, Sell USD 767,000         | 04/05/2018 | (12,732)           | (0.01)        |
| Buy EUR 665,213, Sell USD 820,000         | 09/05/2018 | (12,288)           | (0.01)        |
| Buy EUR 953,731, Sell THB 37,000,000      | 09/05/2018 | (15,069)           | (0.01)        |
| Buy EUR 975,623, Sell USD 1,200,000       | 04/05/2018 | (16,239)           | (0.01)        |
| Buy GBP 1,945,316, Sell EUR 2,224,757     | 31/05/2018 | (19,299)           | (0.01)        |
| Buy GBP 144,224, Sell EUR 164,076         | 31/05/2018 | (565)              | -             |
| Buy GBP 28,672, Sell EUR 32,633           | 31/05/2018 | (127)              | -             |
| Buy GBP 45,406,067, Sell EUR 51,928,552   | 31/05/2018 | (450,469)          | (0.29)        |
| Buy GBP 465,000, Sell EUR 535,013         | 09/05/2018 | (7,499)            | -             |
| Buy GBP 727, Sell EUR 830                 | 31/05/2018 | (6)                | -             |
| Buy GBP 94,411, Sell EUR 108,503          | 31/05/2018 | (1,467)            | -             |
| Buy GBP 976,522, Sell EUR 1,116,798       | 31/05/2018 | (9,688)            | (0.01)        |
| Buy INR 244,500,000, Sell EUR 3,038,022   | 11/05/2018 | (3,476)            | -             |
| Buy JPY 667,000,000, Sell EUR 5,083,252   | 09/05/2018 | (36,943)           | (0.02)        |
| Buy KRW 4,164,000,000, Sell EUR 3,220,667 | 08/05/2018 | (3,227)            | -             |
| Buy SEK 143,970, Sell EUR 13,772          | 31/05/2018 | (68)               | -             |
|   |            | <u>(2,452,952)</u> | <u>(1.56)</u> |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**PORTFOLIO OF INVESTMENTS – GLOBAL DIVERSIFIED INCOME FUND (continued)**

|   | <b>Fair Value<br/>EUR</b> | <b>% of Net<br/>Assets</b> |
|---|---------------------------|----------------------------|
| <b>Financial Liabilities At Fair Value Through Profit or Loss</b> | <b>(2,579,955)</b>        | <b>(1.64)</b>              |
| <b>Cash and Cash Equivalents</b>                                  | 1,312,798                 | 0.84                       |
| <b>Other Net Assets</b>   | 2,968,987                 | 1.89                       |
| <b>Net Asset Value as at 30 April 2018</b>                        | <b>157,166,905</b>        | <b>100.00</b>              |

\* The counterparties to the forwards are Barclays Bank (A) (2017 : (A)), Citibank (A+) (2017: (A+)), Citigroup Global Markets (A+) (2017 (A+)), Deutsche Bank (A-) (2017 : (A-)) and J.P. Morgan Securities (A+) (2017: (A+)).

^ The counterparty to the bond futures is UBS (A+) (2017: (A+)).

Investments except for derivatives are transferable securities admitted to an official stock exchange or traded on a regulated market.

**Portfolio Analysis**

|   | <b>% of Total<br/>Assets</b> |
|---|------------------------------|
| Transferable securities admitted to official stock exchanges or traded on a regulated market (2017: 94.60%) | 95.94                        |
| Financial derivative instruments dealt in on a regulated market (2017: 0.02%)                               | -                            |
| OTC financial derivative instruments (2017: 0.34%)  | 0.33                         |
| Other current assets (2017: 5.04%)  | 3.73                         |
|   | 100.00                       |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – GLOBAL SUSTAINABLE EQUITY FUND

| Nominal  | Security Description        | Fair Value<br>EUR | % of Net<br>Assets |
|--|-----------------------------|-------------------|--------------------|
| <b>Equities - 94.26% (2017: 95.75% - EUR 61,392,326)</b>           |                             |                   |                    |
| 24,436   | Albemarle                   | 1,958,739         | 2.67               |
| 31,081   | Amadeus IT                  | 1,872,630         | 2.54               |
| 151,219  | Amplifon                    | 2,368,090         | 3.23               |
| 27,927   | Aumann                      | 1,392,161         | 1.90               |
| 14,636   | Avery Dennison              | 1,269,147         | 1.73               |
| 319,000  | Chroma ATE                  | 1,339,323         | 1.82               |
| 17,765   | Cochlear                    | 2,148,331         | 2.93               |
| 10,952   | Coherent                    | 1,514,474         | 2.06               |
| 11,758   | Core Laboratories           | 1,193,978         | 1.63               |
| 32,046   | CTS Eventim                 | 1,225,119         | 1.67               |
| 8,200  | Disco                       | 1,195,248         | 1.63               |
| 10,548   | Electronic Arts             | 1,024,365         | 1.40               |
| 71,033   | Everbridge                  | 2,173,479         | 2.96               |
| 15,705   | Facebook                    | 2,253,792         | 3.07               |
| 19,490   | First Republic Bank         | 1,513,454         | 2.06               |
| 23,969   | ICON                        | 2,348,350         | 3.20               |
| 33,858   | Insulet                     | 2,444,981         | 3.33               |
| 3,800  | Keyence                     | 1,925,336         | 2.62               |
| 58,146   | Kingspan                    | 2,197,337         | 2.99               |
| 431,000  | KMC Kuei Meng International | 1,571,693         | 2.14               |
| 152,914  | Leroy Seafood               | 914,304           | 1.25               |
| 9,011  | Littelfuse                  | 1,435,145         | 1.95               |
| 11,249   | MarketAxess                 | 1,852,916         | 2.51               |
| 27,377   | Medidata Solutions          | 1,611,430         | 2.20               |
| 47,326   | MINDBODY                    | 1,542,580         | 2.10               |
| 12,905   | Mohawk Industries           | 2,319,123         | 3.16               |
| 56,700   | Nabtesco                    | 1,698,843         | 2.31               |
| 33,660   | Novanta                     | 1,635,622         | 2.23               |
| 38,660   | Planet Fitness              | 1,294,953         | 1.76               |
| 57,000   | St Shine Optical            | 1,271,832         | 1.73               |
| 29,270   | Steel Dynamics              | 1,102,631         | 1.50               |
| 6,847  | SVB Financial               | 1,729,397         | 2.36               |
| 211,338  | Technogym                   | 2,112,852         | 2.88               |
| 42,600   | TechnoPro                   | 2,049,943         | 2.79               |
| 53,800   | Tencent                     | 2,216,408         | 3.02               |
| 68,923   | Tetra Tech                  | 2,873,335         | 3.91               |
| 84,200   | Trimble                     | 2,436,095         | 3.32               |
| 10,643   | VAT                         | 1,310,557         | 1.79               |
| 43,145   | Worldpay                    | 2,868,070         | 3.91               |
|  |                             | <b>69,206,063</b> | <b>94.26</b>       |
| <b>Equity - UK Large Cap - 2.72% (2017: 0.00% - EUR Nil)</b>       |                             |                   |                    |
| 98,779   | Hargreaves Lansdown         | 1,995,140         | 2.72               |
| <b>Equity - UK Small Cap - 1.07% (2017: 2.47% - EUR 1,583,978)</b> |                             |                   |                    |
| 109,515  | Mortgage Advice Bureau      | 782,894           | 1.07               |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**PORTFOLIO OF INVESTMENTS – GLOBAL SUSTAINABLE EQUITY FUND (continued)**

|  | <b>Fair Value<br/>EUR</b> | <b>% of Net<br/>Assets</b> |
|--|---------------------------|----------------------------|
| <b>Financial Assets At Fair Value Through Profit or Loss<br/>(Cost: EUR 65,350,724)</b>                        | <b>71,984,097</b>         | <b>98.05</b>               |
| <b>Cash and Cash Equivalents</b>   | 1,769,561                 | 2.41                       |
| <b>Other Net Liabilities</b>   | (340,145)                 | (0.46)                     |
| <b>Net Asset Value as at 30 April 2018</b>   | <b>73,413,513</b>         | <b>100.00</b>              |
| <br><b>Portfolio Analysis</b>  |                           |                            |
| Transferable securities admitted to official stock exchanges or traded on a regulated market<br>(2017: 97.13%) |                           | 97.48                      |
| Other current assets (2017: 2.87%)   |                           | 2.52                       |
|  |                           | 100.00                     |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – GLOBAL DIVERSIFIED GROWTH FUND

| Nominal  | Security Description                 | Coupon Rate % | Maturity Date | Fair Value EUR   | % of Net Assets |
|--|--------------------------------------|---------------|---------------|------------------|-----------------|
| <b>Corporate Bonds - 11.62% (2017: 10.54% - EUR 6,758,184)</b> |                                      |               |               |                  |                 |
| 350,000  | Banco do Brasil                      | 9.250         | 15/10/2166    | 311,827          | 0.48            |
| 200,000  | CaixaBank                            | 6.750         | 13/09/2165    | 225,070          | 0.34            |
| 300,000  | Credit Agricole                      | 7.875         | 29/01/2049    | 269,794          | 0.41            |
| 400,000  | Digicel                              | 8.250         | 30/09/2020    | 295,099          | 0.45            |
| 400,000  | Direct Line Insurance                | 4.750         | 07/06/2166    | 438,347          | 0.67            |
| 600,000  | DNO                                  | 8.750         | 18/06/2020    | 510,487          | 0.78            |
| 200,000  | Erste Group Bank                     | 6.500         | 15/10/2166    | 229,234          | 0.35            |
| 200,000  | HSBC                                 | 6.875         | 29/12/2049    | 175,591          | 0.27            |
| 300,000  | HSBC                                 | 6.250         | 23/09/2166    | 252,059          | 0.39            |
| 650,000  | IHS Netherlands Holdco               | 9.500         | 27/10/2021    | 557,811          | 0.85            |
| 300,000  | Investec                             | 6.750         | 05/12/2065    | 353,820          | 0.53            |
| 400,000  | KBC                                  | 4.250         | 24/10/2166    | 393,394          | 0.60            |
| 400,000  | MAF Global Securities                | 5.500         | 07/09/2049    | 326,430          | 0.50            |
| 400,000  | MARB BondCo                          | 7.000         | 15/03/2024    | 318,479          | 0.49            |
| 2,000  | Nationwide Building Society          | 10.250        | 29/06/2049    | 358,028          | 0.54            |
| 320,000  | Petrobras Global Finance             | 8.750         | 23/05/2026    | 311,040          | 0.48            |
| 400,000  | Petroleos Mexicanos                  | 6.750         | 21/09/2047    | 321,176          | 0.49            |
| 100,000  | Pinnacle Bidco                       | 6.375         | 15/02/2025    | 115,617          | 0.18            |
| 200,000  | Puma International Financing         | 5.125         | 06/10/2024    | 162,909          | 0.25            |
| 300,000  | Puma International Financing         | 5.000         | 24/01/2026    | 234,138          | 0.36            |
| 200,000  | RBS Capital Trust II                 | 6.425         | 29/12/2049    | 193,254          | 0.30            |
| 400,000  | Rio Energy                           | 6.875         | 01/02/2025    | 325,328          | 0.50            |
| 500,000  | Stichting AK Rabobank Certificaten   | 6.500         | 29/12/2049    | 622,603          | 0.95            |
| 300,000  | UniCredit                            | 5.375         | 06/03/2166    | 300,302          | 0.46            |
|  |                                      |               |               | <b>7,601,837</b> | <b>11.62</b>    |
| <b>Equities - 30.12% (2017: 36.65% - EUR 23,507,246)</b>       |                                      |               |               |                  |                 |
| 20,707   | Amplifon                             |               |               | 324,272          | 0.50            |
| 2,990  | Ansys                                |               |               | 402,453          | 0.62            |
| 92,000   | ANTA Sports Products                 |               |               | 436,821          | 0.67            |
| 13,185   | Atlantia                             |               |               | 364,763          | 0.56            |
| 3,467  | Aumann                               |               |               | 172,830          | 0.26            |
| 515,900  | Beauty Community                     |               |               | 314,219          | 0.48            |
| 72,000   | BOC Aviation                         |               |               | 348,686          | 0.53            |
| 133,534  | Bolsa Mexicana de Valores            |               |               | 210,441          | 0.32            |
| 894  | Bossard                              |               |               | 152,506          | 0.23            |
| 7,363  | BRP                                  |               |               | 253,168          | 0.39            |
| 3,341  | Burlington Stores                    |               |               | 379,068          | 0.58            |
| 9,457  | Canfor                               |               |               | 177,922          | 0.27            |
| 457,200  | Catco Reinsurance Opportunities Fund |               |               | 392,167          | 0.60            |
| 119,760  | China General Plastics               |               |               | 106,837          | 0.16            |
| 160,000  | China Water Affairs                  |               |               | 126,151          | 0.19            |
| 9,588  | CIE Automotive                       |               |               | 297,995          | 0.46            |
| 2,378  | Coherent                             |               |               | 328,837          | 0.50            |
| 1,700  | Disco                                |               |               | 247,795          | 0.38            |
| 24,100   | Downer                               |               |               | 101,986          | 0.16            |
| 25,700   | Enagas                               |               |               | 616,672          | 0.94            |
| 3,411  | Evercore                             |               |               | 283,627          | 0.43            |
| 2,642  | Everest Re                           |               |               | 517,315          | 0.79            |
| 7,873  | Forestar                             |               |               | 144,663          | 0.22            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – GLOBAL DIVERSIFIED GROWTH FUND (continued)

| Nominal                     | Security Description                       | Fair Value<br>EUR | % of Net<br>Assets |
|-----------------------------|--|-------------------|--------------------|
| <b>Equities (continued)</b> |  |                   |                    |
| 17,600                      | Gourmet Master                             | 169,181           | 0.26               |
| 7,308                       | Green Dot                                  | 364,720           | 0.56               |
| 145,648                     | Greencoat Renewables                       | 153,295           | 0.23               |
| 360                         | GS Home Shopping                           | 48,475            | 0.07               |
| 62,271                      | Haitian International                      | 137,256           | 0.21               |
| 550,000                     | HannStar Display                           | 125,948           | 0.19               |
| 3,000                       | Harmonic Drive Systems                     | 119,394           | 0.18               |
| 19,196                      | Hazama Ando                                | 127,956           | 0.20               |
| 176,000                     | Hua Hong Semiconductor                     | 332,038           | 0.51               |
| 308,000                     | Huaneng Renewables                         | 114,040           | 0.17               |
| 194                         | Inficon                                    | 97,241            | 0.15               |
| 6,440                       | Insperty                                   | 407,175           | 0.62               |
| 49,636                      | Iren                                       | 124,934           | 0.19               |
| 3,876                       | Janus Henderson                            | 102,848           | 0.16               |
| 38,000                      | Kajima                                     | 303,327           | 0.46               |
| 12,300                      | Kandenko                                   | 120,611           | 0.18               |
| 57,714                      | Kiatnakin Bank                             | 111,692           | 0.17               |
| 51,000                      | LCY Chemical                               | 62,812            | 0.10               |
| 5,144                       | Legg Mason                                 | 168,561           | 0.26               |
| 26,760                      | Leroy Seafood                              | 160,004           | 0.24               |
| 3,075                       | Linamar                                    | 143,870           | 0.22               |
| 393,000                     | Lonking                                    | 148,823           | 0.23               |
| 95,357                      | Macquarie Korea Infrastructure Fund        | 660,267           | 1.01               |
| 4,613                       | Magna International                        | 227,678           | 0.35               |
| 3,300                       | Mandom                                     | 98,500            | 0.15               |
| 1,198                       | MarketAxess                                | 197,333           | 0.30               |
| 6,524                       | Marten Transport                           | 105,582           | 0.16               |
| 5,162                       | Martinrea International                    | 52,093            | 0.08               |
| 2,600                       | Meitec                                     | 118,229           | 0.18               |
| 1,722                       | Melexis                                    | 137,373           | 0.21               |
| 46,798                      | Metcash                                    | 104,715           | 0.16               |
| 7,300                       | Mitsubishi                                 | 167,190           | 0.26               |
| 7,800                       | NHK Spring                                 | 71,232            | 0.11               |
| 21,700                      | Nippon Suisan Kaisha                       | 97,608            | 0.15               |
| 2,800                       | Nitto Boseki                               | 50,135            | 0.08               |
| 21,524                      | Nomad Foods                                | 299,224           | 0.46               |
| 4,294                       | Novanta                                    | 208,656           | 0.32               |
| 5,032                       | Nucor                                      | 258,038           | 0.39               |
| 84,861                      | Nuveen Preferred Income Opportunities Fund | 691,418           | 1.06               |
| 11,500                      | Obayashi                                   | 109,808           | 0.17               |
| 2,600                       | PALTAC                                     | 107,803           | 0.16               |
| 4,147                       | Peugeot                                    | 84,599            | 0.13               |
| 6,035                       | Polski Koncern Naftowy ORLEN               | 128,781           | 0.20               |
| 280,000                     | PTT  | 415,346           | 0.63               |
| 6,971                       | Raven Industries                           | 213,098           | 0.33               |
| 15,347                      | Repsol                                     | 242,981           | 0.37               |
| 6,498                       | Salmar                                     | 248,400           | 0.38               |
| 1,477                       | Sanderson Farms                            | 140,086           | 0.21               |
| 8,427                       | Santander Consumer USA                     | 129,831           | 0.20               |
| 67,574                      | Saras                                      | 132,749           | 0.20               |
| 8,597                       | Scandic Hotels                             | 70,374            | 0.11               |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – GLOBAL DIVERSIFIED GROWTH FUND (continued)

| Nominal  | Security Description                            | Fair Value<br>EUR | % of Net<br>Assets |
|--|---|-------------------|--------------------|
| <b>Equities (continued)</b>  |   |                   |                    |
| 3,740  | SFA Engineering                                 | 93,872            | 0.14               |
| 12,270   | SKCKOLONPI                                      | 411,975           | 0.63               |
| 471,825  | Supalai   | 287,374           | 0.44               |
| 1,032  | SVB Financial                                   | 260,660           | 0.40               |
| 4,616  | T Rowe Price                                    | 435,153           | 0.67               |
| 7,512  | Taylor Morrison Home                            | 150,886           | 0.23               |
| 72,015   | Thai Oil  | 177,571           | 0.27               |
| 9,476  | Third Point Reinsurance                         | 105,959           | 0.16               |
| 84,000   | Tianneng Power International                    | 100,782           | 0.15               |
| 2,680  | Toll Brothers                                   | 96,438            | 0.15               |
| 5,100  | Towa  | 52,267            | 0.08               |
| 28,000   | Tripod Technology                               | 70,496            | 0.11               |
| 4,093  | Ubisoft Entertainment                           | 326,458           | 0.50               |
| 13,653   | Ultra Petroleum                                 | 27,937            | 0.04               |
| 1,086  | VAT   | 133,728           | 0.20               |
| 10,139   | Woori Bank                                      | 126,163           | 0.19               |
| 104,000  | Xinyi Glass                                     | 125,216           | 0.19               |
| 21,500   | Yue Yuen Industrial                             | 50,560            | 0.08               |
| 8,200  | Zenrin  | 137,176           | 0.21               |
| 27,200   | Zeon  | 291,926           | 0.46               |
| 386,150  | Zhejiang Expressway                             | 328,457           | 0.50               |
|  |   | <b>19,705,576</b> | <b>30.12</b>       |
| <b>Equity - UK Large Cap - 7.15% (2017: 4.96% - EUR 3,179,047)</b>   |   |                   |                    |
| 16,761   | 3i  | 179,635           | 0.27               |
| 46,522   | Brewin Dolphin                                  | 189,725           | 0.29               |
| 39,098   | Glencore  | 158,939           | 0.24               |
| 312,639  | HICL Infrastructure                             | 517,592           | 0.79               |
| 393,823  | International Public Partnerships               | 651,549           | 1.00               |
| 386,679  | John Laing                                      | 1,236,899         | 1.89               |
| 379,473  | John Laing Infrastructure Fund                  | 496,477           | 0.76               |
| 17,616   | Just Eat  | 154,157           | 0.24               |
| 417,939  | Syncona   | 940,425           | 1.44               |
| 27,249   | Synthomer                                       | 152,992           | 0.23               |
|  |   | <b>4,678,390</b>  | <b>7.15</b>        |
| <b>Equity - UK Small Cap - 14.66% (2017: 15.24% - EUR 9,772,390)</b> |   |                   |                    |
| 393,373  | 3i Infrastructure                               | 979,778           | 1.50               |
| 402,253  | BBGI SICAV                                      | 604,789           | 0.92               |
| 275,430  | Bluefield Solar Income Fund                     | 364,886           | 0.56               |
| 33,315   | Burford Capital                                 | 550,793           | 0.84               |
| 657,923  | Catco Reinsurance Opportunities Fund            | 394,357           | 0.60               |
| 545,049  | Doric Nimrod Air Three                          | 633,940           | 0.97               |
| 325,440  | DP Aircraft I                                   | 283,857           | 0.43               |
| 68,890   | Dragon Capital - Vietnam Enterprise Investments | 359,195           | 0.55               |
| 285,350  | Foresight Solar Fund                            | 345,648           | 0.53               |
| 475,270  | GCP Infrastructure Investments                  | 653,630           | 1.00               |
| 1,032,872  | Greencoat UK Wind                               | 1,433,381         | 2.19               |
| 508,190  | NextEnergy Solar                                | 634,319           | 0.97               |
| 760,499  | Renewables Infrastructure                       | 913,868           | 1.40               |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – GLOBAL DIVERSIFIED GROWTH FUND (continued)

| Nominal  | Security Description                                     | Coupon Rate % | Maturity Date | Fair Value EUR   | % of Net Assets |
|--|--|---------------|---------------|------------------|-----------------|
| <b>Equity - UK Small Cap (continued)</b>                               |  |               |               |                  |                 |
| 616,058  | Sequoia Economic Infrastructure Income Fund              |               |               | 758,473          | 1.16            |
| 285,000  | Triple Point Social Housing REIT                         |               |               | 328,246          | 0.50            |
| 91,987   | VinaCapital Vietnam Opportunity Fund                     |               |               | 353,325          | 0.54            |
|  |  |               |               | <u>9,592,485</u> | <u>14.66</u>    |
| <b>Floating Rate Notes - 0.51% (2017: 0.00% - EUR Nil)</b>             |  |               |               |                  |                 |
| 400,000  | First Bank of Nigeria                                    | 8.250         | 07/08/2020    | 330,977          | 0.51            |
| <b>Government Bonds - 5.76% (2017: 3.11% - EUR 1,992,640)</b>          |  |               |               |                  |                 |
| 17,500,000   | Mexican Bonos  | 7.750         | 13/11/2042    | 775,795          | 1.19            |
| 15,500,000   | South Africa (Government of)                             | 8.750         | 28/02/2048    | 998,121          | 1.53            |
| 400,000  | Sri Lanka (Government of)                                | 6.200         | 05/11/2027    | 320,181          | 0.49            |
| 500,000  | Sri Lanka (Government of)                                | 6.750         | 18/04/2028    | 412,229          | 0.63            |
| 1,515,000  | U.S. Treasury Note                                       | 2.625         | 15/11/2020    | 1,253,608        | 1.92            |
|  |  |               |               | <u>3,759,934</u> | <u>5.76</u>     |
| <b>Investment Funds - Bond - 4.38% (2017: 4.17% - EUR 2,676,880)</b>   |  |               |               |                  |                 |
| 52,374   | iShares Emerging Markets Local Government Bond UCITS ETF |               |               | 2,862,157        | 4.38            |
| <b>Investment Funds - Non Bond - 0.62% (2017: 0.78% - EUR 501,118)</b> |  |               |               |                  |                 |
| 351,120  | John Laing Environmental Assets                          |               |               | 406,391          | 0.62            |
| <b>Overseas REIT - 7.85% (2017: 7.92% - EUR 5,081,068)</b>             |  |               |               |                  |                 |
| 4,275  | AG Mortgage Investment Trust                             |               |               | 62,823           | 0.10            |
| 22,499   | Apollo Commercial Real Estate                            |               |               | 334,169          | 0.51            |
| 31,049   | Ares Commercial Real Estate                              |               |               | 314,328          | 0.48            |
| 12,943   | Blackstone Mortgage Trust                                |               |               | 329,955          | 0.50            |
| 22,962   | Granite Point Mortgage Trust                             |               |               | 315,608          | 0.49            |
| 14,839   | Invesco Mortgage Capital                                 |               |               | 199,788          | 0.31            |
| 15,000   | Invesco Mortgage Capital                                 |               |               | 296,205          | 0.45            |
| 8,586  | Klepierre  |               |               | 289,048          | 0.44            |
| 3,466  | MTGE Investment  |               |               | 52,368           | 0.08            |
| 76,767   | New Residential Investment                               |               |               | 1,101,477        | 1.68            |
| 619,200  | Starhill Global REIT                                     |               |               | 277,265          | 0.42            |
| 37,614   | Starwood Property Trust                                  |               |               | 653,514          | 1.00            |
| 50,695   | Two Harbors Investment                                   |               |               | 642,306          | 0.98            |
| 1,343  | Unibail-Rodamco  |               |               | 266,485          | 0.41            |
|  |  |               |               | <u>5,135,339</u> | <u>7.85</u>     |
| <b>REIT - UK Large Cap - 0.95% (2017: 0.95% - EUR 611,748)</b>         |  |               |               |                  |                 |
| 364,084  | Tritax Big Box REIT                                      |               |               | 620,939          | 0.95            |
| <b>REIT - UK Small Cap - 0.94% (2017: 0.46% - EUR 292,441)</b>         |  |               |               |                  |                 |
| 554,574  | Civitas Social Housing                                   |               |               | 617,330          | 0.94            |
| <b>Warrant - 0.00% (2017: 0.08% - EUR 52,947)</b>                      |  |               |               |                  |                 |
| <b>Futures^^ - 0.51% (2017: 0.25% - EUR 159,751)</b>                   |  |               |               |                  |                 |
| 210  | STOXX Europe 600 Oil & Gas Index                         |               | 15/06/2018    | 331,275          | 0.51            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – GLOBAL DIVERSIFIED GROWTH FUND (continued)

### Options<sup>^^^</sup> - 0.45% (2017: 0.00% - EUR Nil)

| Nominal | Security Description | Strike Price | Maturity Date | Fair Value EUR | % of Net Assets |
|---------|----------------------|--------------|---------------|----------------|-----------------|
| 96      | CALL Eurex Exchange  | 320          | 15/06/2018    | 263,040        | 0.40            |
| 2,045   | CALL Euro Fx Futures | 99           | 15/06/2018    | 31,701         | 0.05            |
|         |                      |              |               | <u>294,741</u> | <u>0.45</u>     |

### Forward Contracts\* - 0.80% (2017: 0.59% - EUR 377,581)

| Description  |            | Unrealised Gain       | % of Net Assets |
|--|------------|-----------------------|-----------------|
| Buy EUR 1,019,989, Sell ZAR 15,000,000                       | 11/05/2018 | 24,229                | 0.04            |
| Buy EUR 1,093, Sell GBP 957                                  | 31/05/2018 | 8                     | -               |
| Buy EUR 17,397,228, Sell GBP 15,220,000                      | 11/05/2018 | 132,026               | 0.20            |
| Buy EUR 2,096,553, Sell AUD 3,350,000                        | 11/05/2018 | 7,253                 | 0.01            |
| Buy EUR 434,368, Sell CHF 515,000                            | 11/05/2018 | 4,057                 | 0.01            |
| Buy EUR 5,766,465, Sell CHF 6,800,000                        | 11/05/2018 | 84,685                | 0.13            |
| Buy EUR 6,171, Sell GBP 5,422                                | 31/05/2018 | 24                    | -               |
| Buy EUR 75,663, Sell SEK 780,000                             | 11/05/2018 | 1,413                 | -               |
| Buy EUR 97,130, Sell GBP 84,931                              | 31/05/2018 | 841                   | -               |
| Buy EUR 999,209, Sell MXN 22,300,000                         | 11/05/2018 | 15,720                | 0.02            |
| Buy IDR 21,694,000,000, Sell EUR 1,262,086                   | 04/06/2018 | 19,812                | 0.03            |
| Buy IDR 21,694,000,000, Sell EUR 1,267,543                   | 03/05/2018 | 21,731                | 0.03            |
| Buy INR 103,300,000, Sell EUR 1,254,783                      | 04/06/2018 | 20,703                | 0.03            |
| Buy INR 103,300,000, Sell EUR 1,272,794                      | 03/05/2018 | 8,052                 | 0.01            |
| Buy KRW 1,648,000,000, Sell EUR 1,248,863                    | 03/05/2018 | 26,062                | 0.04            |
| Buy PHP 159,860,000, Sell EUR 2,505,250                      | 03/05/2018 | 48,155                | 0.07            |
| Buy PHP 82,500,000, Sell EUR 1,308,485                       | 04/06/2018 | 3,562                 | 0.01            |
| Buy THB 50,500,000, Sell EUR 1,312,711                       | 03/05/2018 | 10,039                | 0.02            |
| Buy TWD 86,500,000, Sell EUR 2,386,207                       | 03/05/2018 | 29,722                | 0.05            |
| Buy USD 20,599, Sell EUR 16,878                              | 31/05/2018 | 112                   | -               |
| Buy USD 4,500,000, Sell EUR 3,649,990                        | 11/05/2018 | 67,430                | 0.10            |
|  |            | <u>525,636</u>        | <u>0.80</u>     |
|  |            | <b>Fair Value EUR</b> |                 |
| <b>Financial Assets At Fair Value Through Profit or Loss</b> |            | <b>56,463,007</b>     | <b>86.32</b>    |
| <b>(Cost: EUR 53,804,051)</b>                                |            |                       |                 |

### Bond Futures<sup>^</sup> - (0.00%) (2017: (0.06%) - EUR (36,473))

|                            |            |              |          |
|----------------------------|------------|--------------|----------|
| 19 U.S. 2 Year Note Future | 29/06/2018 | <u>(123)</u> | <u>-</u> |
|----------------------------|------------|--------------|----------|

### Forward Contracts\* - (1.81%) (2017: (1.64%) - EUR (1,051,355))

| Description                                |            | Unrealised Loss | % of Net Assets |
|--|------------|-----------------|-----------------|
| Buy EUR 1,232,057, Sell KRW 1,648,000,000  | 03/05/2018 | (42,868)        | (0.07)          |
| Buy EUR 1,246,785, Sell KRW 1,648,000,000  | 04/06/2018 | (24,878)        | (0.04)          |
| Buy EUR 1,262,836, Sell INR 103,300,000    | 03/05/2018 | (18,010)        | (0.03)          |
| Buy EUR 1,271,072, Sell INR 103,300,000    | 04/06/2018 | (4,414)         | (0.01)          |
| Buy EUR 1,272,375, Sell IDR 21,694,000,000 | 03/05/2018 | (16,899)        | (0.03)          |
| Buy EUR 1,304,603, Sell THB 50,500,000     | 03/05/2018 | (18,148)        | (0.03)          |
| Buy EUR 1,305,922, Sell THB 50,500,000     | 04/06/2018 | (14,782)        | (0.02)          |
| Buy EUR 1,419,559, Sell CHF 1,700,000      | 11/05/2018 | (886)           | -               |
| Buy EUR 1,432,021, Sell CAD 2,230,000      | 11/05/2018 | (1,027)         | -               |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**PORTFOLIO OF INVESTMENTS – GLOBAL DIVERSIFIED GROWTH FUND (continued)**

**Forward Contracts\* (continued)**

| Description   | Maturity<br>Date | Unrealised<br>Loss        | % of Net<br>Assets   |
|---|------------------|---------------------------|----------------------|
| Buy EUR 2,047,173, Sell HKD 19,730,000                            | 11/05/2018       | (30,144)                  | (0.05)               |
| Buy EUR 2,382,264, Sell TWD 86,500,000                            | 04/06/2018       | (31,064)                  | (0.05)               |
| Buy EUR 2,402,444, Sell TWD 86,500,000                            | 03/05/2018       | (13,484)                  | (0.02)               |
| Buy EUR 2,453,722, Sell PHP 159,860,000                           | 03/05/2018       | (99,683)                  | (0.15)               |
| Buy EUR 2,601,651, Sell PHP 167,000,000                           | 04/06/2018       | (54,250)                  | (0.08)               |
| Buy EUR 232,576, Sell HKD 2,250,000                               | 11/05/2018       | (4,320)                   | (0.01)               |
| Buy EUR 27,892,135, Sell USD 34,277,593                           | 11/05/2018       | (424,355)                 | (0.65)               |
| Buy EUR 3,827,795, Sell JPY 506,000,000                           | 11/05/2018       | (384)                     | -                    |
| Buy EUR 353,120, Sell SGD 570,000                                 | 11/05/2018       | (2,397)                   | -                    |
| Buy EUR 762,024, Sell CAD 1,195,000                               | 11/05/2018       | (5,910)                   | (0.01)               |
| Buy GBP 1,600, Sell EUR 1,833                                     | 31/05/2018       | (19)                      | -                    |
| Buy GBP 15,657, Sell EUR 17,934                                   | 31/05/2018       | (183)                     | -                    |
| Buy GBP 15,803, Sell EUR 18,054                                   | 31/05/2018       | (137)                     | -                    |
| Buy GBP 16,995,230, Sell EUR 19,436,560                           | 31/05/2018       | (168,608)                 | (0.25)               |
| Buy GBP 28,734, Sell EUR 32,704                                   | 31/05/2018       | (127)                     | -                    |
| Buy GBP 7,758,174, Sell EUR 8,872,619                             | 31/05/2018       | (76,968)                  | (0.12)               |
| Buy JPY 964,000,000, Sell EUR 7,342,943                           | 11/05/2018       | (49,734)                  | (0.08)               |
| Buy MXN 56,800,000, Sell EUR 2,539,783                            | 11/05/2018       | (34,753)                  | (0.05)               |
| Buy NOK 33,850,000, Sell EUR 3,528,126                            | 11/05/2018       | (28,468)                  | (0.04)               |
| Buy PLN 10,000,000, Sell EUR 2,379,910                            | 11/05/2018       | (14,226)                  | (0.02)               |
|   |                  | <u>(1,181,126)</u>        | <u>(1.81)</u>        |
|   |                  | <b>Fair Value<br/>EUR</b> |                      |
| <b>Financial Liabilities At Fair Value Through Profit or Loss</b> |                  | <b>(1,181,249)</b>        | <b>(1.81)</b>        |
| <b>Cash and Cash Equivalents</b>                                  |                  | 9,492,931                 | 14.51                |
| <b>Other Net Assets</b>   |                  | 643,034                   | 0.98                 |
| <b>Net Asset Value as at 30 April 2018</b>                        |                  | <u><b>65,417,723</b></u>  | <u><b>100.00</b></u> |

\* The counterparties to the forwards are Citibank (A+) (2017: (A+)), Deutsche Bank (A-) (2017: (A-)).

^ The counterparty to the bond futures is UBS (A+) (2017: (A+)).

^^ The counterparty to the futures is UBS (A+) (2017: (A+)).

^^^ The counterparty to the options is UBS (A+) (2017:(A+)).

Investments except for derivatives are transferable securities admitted to an official stock exchange or traded on a regulated market

**Portfolio Analysis**

|   | % of Total<br>Assets |
|---|----------------------|
| Transferable securities admitted to official stock exchanges or traded on a regulated market (2017: 83.08%) | 82.45                |
| Financial derivative instruments dealt in on a regulated market (2017: 0.24%)                               | 0.49                 |
| OTC financial derivative instruments (2017: 0.58%)  | 1.22                 |
| Other current assets (2017: 16.10%)   | 15.84                |
|   | <u>100.00</u>        |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – GLOBAL EQUITY MARKET NEUTRAL FUND

| Nominal   | Security Description    | Fair Value<br>GBP | % of Net<br>Assets |
|---|-------------------------|-------------------|--------------------|
| <b>Certificates of Deposits - 0.00% (2017: 2.30% - GBP 1,997,963)</b> |                         |                   |                    |
| <b>Equities - 42.34% (2017: 35.23% - GBP 30,557,871)</b>              |                         |                   |                    |
| 19,100  | 58.com                  | 1,170,423         | 1.17               |
| 71,500  | Amano                   | 1,297,719         | 1.30               |
| 432,000   | ANTA Sports Products    | 1,807,635         | 1.81               |
| 16,274  | Burlington Stores       | 1,627,222         | 1.63               |
| 73,278  | Canfor                  | 1,214,961         | 1.22               |
| 53,184  | CIE Automotive          | 1,456,711         | 1.46               |
| 9,920   | Coherent                | 1,208,903         | 1.21               |
| 120,000   | Gourmet Master          | 1,016,556         | 1.02               |
| 762,000   | Hua Hong Semiconductor  | 1,266,898         | 1.27               |
| 29,274  | Insperity               | 1,631,132         | 1.64               |
| 15,783  | Jack Henry & Associates | 1,381,257         | 1.39               |
| 216,000   | Kajima                  | 1,519,472         | 1.52               |
| 151,000   | Kandenko                | 1,304,874         | 1.31               |
| 58,500  | Kurita Water Industries | 1,386,699         | 1.39               |
| 29,280  | Lamb Weston             | 1,420,693         | 1.43               |
| 313,322   | Leroy Seafood           | 1,650,995         | 1.66               |
| 10,014  | Littelfuse              | 1,405,535         | 1.41               |
| 49,532  | MINDBODY                | 1,422,804         | 1.43               |
| 51,100  | Nabtesco                | 1,349,282         | 1.35               |
| 315,600   | Nippon Suisan Kaisha    | 1,251,052         | 1.26               |
| 124,086   | Nomad Foods             | 1,520,223         | 1.53               |
| 708,000   | PTT                     | 925,543           | 0.93               |
| 49,346  | Raven Industries        | 1,329,376         | 1.33               |
| 6,243   | SVB Financial           | 1,389,630         | 1.39               |
| 32,400  | TechnoPro               | 1,374,006         | 1.38               |
| 43,562  | Tetra Tech              | 1,600,447         | 1.61               |
| 25,575  | Ubisoft Entertainment   | 1,797,679         | 1.80               |
| 13,544  | VAT                     | 1,469,773         | 1.47               |
| 11,227  | Watsco                  | 1,390,880         | 1.40               |
| 27,499  | Worldpay                | 1,610,971         | 1.62               |
|   |                         | 42,199,351        | 42.34              |

## Contracts for Difference^ - 0.65% (2017: 0.62% - GBP 540,604)

|             |                                | Maturity<br>Date |        |      |
|-------------|--------------------------------|------------------|--------|------|
| 241,520     | Synthomer                      | 28/12/2050       | 8,695  | 0.01 |
| 66,000      | Keywords Studios               | 16/12/2051       | 73,690 | 0.06 |
| 780,534     | Cairn Homes                    | 16/12/2051       | 50,214 | 0.05 |
| 117,822     | Just Eat                       | 15/12/2050       | 59,382 | 0.06 |
| (33,530)    | Commonwealth Bank Of Australia | 31/12/2050       | 45,371 | 0.05 |
| (50,963)    | Aramark                        | 15/12/2050       | 29,341 | 0.03 |
| (32,756)    | Starbucks                      | 16/12/2050       | 25,417 | 0.03 |
| (42,600)    | Line                           | 16/12/2052       | 13,931 | 0.01 |
| (164,000)   | Caesars Entertainment          | 16/12/2052       | 32,860 | 0.03 |
| (7,363)     | Netease                        | 16/12/2052       | 56,794 | 0.06 |
| (191,500)   | Ricoh                          | 16/12/2052       | 35,561 | 0.04 |
| (14,962)    | Siemens                        | 16/12/2052       | 11,144 | 0.01 |
| (1,148,000) | Lite-On Technology             | 16/12/2052       | 21,910 | 0.02 |
| (43,184)    | HNI                            | 16/12/2052       | 26,115 | 0.03 |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – GLOBAL EQUITY MARKET NEUTRAL FUND (continued)

| Nominal   | Security Description | Maturity Date | Fair Value GBP | % of Net Assets |
|---|----------------------|---------------|----------------|-----------------|
| <b>Contracts for Difference<sup>^</sup> (continued)</b> |                      |               |                |                 |
| (45,400)  | MIXI                 | 16/12/2052    | 30,272         | 0.03            |
| (19,508)  | Walt Disney          | 18/12/2050    | 27,645         | 0.03            |
| (47,561)  | Cinemark             | 16/12/2052    | 22,351         | 0.02            |
| (15,400)  | Murata Manufacturing | 16/12/2052    | 37,170         | 0.04            |
| 53,838  | Wonik IPS            | 16/12/2051    | 39,482         | 0.04            |
|   |                      |               | <b>647,345</b> | <b>0.65</b>     |

### Forward Contracts\* - 0.06% (2017: 0.02% - GBP 17,875)

| Description                           |            | Unrealised Gain | % of Net Assets |
|---------------------------------------|------------|-----------------|-----------------|
| Buy CHF 17,404, Sell GBP 12,702       | 31/05/2018 | 127             | -               |
| Buy CHF 17,437, Sell GBP 12,726       | 31/05/2018 | 128             | -               |
| Buy CHF 17,473, Sell GBP 12,752       | 31/05/2018 | 128             | -               |
| Buy EUR 15,830, Sell GBP 13,841       | 31/05/2018 | 122             | -               |
| Buy EUR 15,887, Sell GBP 13,891       | 31/05/2018 | 122             | -               |
| Buy EUR 8,184,383, Sell GBP 7,156,146 | 31/05/2018 | 62,861          | 0.06            |
| Buy SEK 146,873, Sell GBP 12,285      | 31/05/2018 | 47              | -               |
| Buy USD 18,253, Sell GBP 13,077       | 31/05/2018 | 202             | -               |
| Buy USD 18,273, Sell GBP 13,091       | 31/05/2018 | 203             | -               |
| Buy USD 18,360, Sell GBP 13,153       | 31/05/2018 | 204             | -               |
|                                       |            | <b>64,144</b>   | <b>0.06</b>     |

|   | Fair Value GBP    | % of Net Assets |
|---|-------------------|-----------------|
| <b>Financial Assets At Fair Value Through Profit or Loss<br/>(Cost: GBP 39,136,471)</b> | <b>42,910,840</b> | <b>43.05</b>    |

### Contracts for Difference<sup>^</sup> - (0.75%) (2017: (0.57%) - GBP (489,907))

|             |                                |            |                  |               |
|-------------|--------------------------------|------------|------------------|---------------|
| (67,095)    | Actuant                        | 17/12/2050 | (8,555)          | (0.01)        |
| (175,000)   | Asustek Computer               | 22/01/2050 | (17,623)         | (0.02)        |
| (100,512)   | Western Union Comp Com         | 17/12/2050 | (15,013)         | (0.02)        |
| (29,670)    | Henry Schein                   | 17/12/2050 | (148,404)        | (0.14)        |
| (3,562,000) | Lenovo                         | 17/12/2050 | (8,267)          | (0.01)        |
| (34,487)    | Holcim                         | 17/12/2050 | (22,597)         | (0.02)        |
| (28,841)    | Nestle                         | 16/12/2052 | (46,448)         | (0.05)        |
| (20,500)    | KT&G                           | 16/12/2052 | (2,797)          | -             |
| (89,721)    | Sonic Healthcare               | 16/12/2052 | (19,987)         | (0.02)        |
| (23,072)    | Energys                        | 16/12/2052 | (15,802)         | (0.02)        |
| (50,600)    | Nippon Paint                   | 16/12/2052 | (118,739)        | (0.12)        |
| (30,126)    | Compass Minerals International | 16/12/2052 | (18,109)         | (0.02)        |
| (31,100)    | Lawson                         | 16/12/2052 | (18,663)         | (0.02)        |
| (102,928)   | Shaw Communications            | 16/12/2052 | (13,706)         | (0.01)        |
| (17,137)    | Societe                        | 16/12/2052 | (46,960)         | (0.05)        |
| (37,595)    | Kone                           | 16/12/2052 | (25,180)         | (0.03)        |
| (546,800)   | Seven Bank                     | 16/12/2052 | (54,690)         | (0.05)        |
| (62,100)    | Calbee                         | 16/12/2052 | (14,493)         | (0.01)        |
| (123,916)   | Kennedy-Wilson                 | 16/12/2051 | (65,457)         | (0.07)        |
| (15,632)    | Gerresheimer                   | 16/12/2051 | (12,743)         | (0.01)        |
| (3,138,000) | Li & Fung                      | 16/12/2051 | (53,891)         | (0.05)        |
|             |                                |            | <b>(748,124)</b> | <b>(0.75)</b> |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – GLOBAL EQUITY MARKET NEUTRAL FUND (continued)

| Nominal   | Security Description | Maturity Date | Fair Value GBP           | % of Net Assets        |
|---|----------------------|---------------|--------------------------|------------------------|
| <b>Forward Contracts* - (0.64%) (2017: (0.12%) - GBP (108,058))</b> |                      |               |                          |                        |
| <b>Description</b>  |                      |               | <b>Unrealised Loss</b>   | <b>% of Net Assets</b> |
| Buy GBP 1,224,768, Sell CAD 2,200,000                               |                      | 31/05/2018    | (20,821)                 | (0.02)                 |
| Buy GBP 1,316,027, Sell CHF 1,800,000                               |                      | 31/05/2018    | (10,818)                 | (0.01)                 |
| Buy GBP 1,498,199, Sell TWD 62,400,000                              |                      | 31/05/2018    | (37,444)                 | (0.04)                 |
| Buy GBP 1,660,472, Sell NOK 18,400,000                              |                      | 31/05/2018    | (16,013)                 | (0.02)                 |
| Buy GBP 19,543,470, Sell USD 27,300,000                             |                      | 31/05/2018    | (317,705)                | (0.31)                 |
| Buy GBP 3,039,598, Sell HKD 33,300,000                              |                      | 31/05/2018    | (49,591)                 | (0.05)                 |
| Buy GBP 3,236,779, Sell EUR 3,700,000                               |                      | 31/05/2018    | (26,794)                 | (0.03)                 |
| Buy GBP 9,283,957, Sell JPY 1,413,100,000                           |                      | 31/05/2018    | (144,571)                | (0.14)                 |
| Buy GBP 929,090, Sell THB 41,000,000                                |                      | 31/05/2018    | (16,880)                 | (0.02)                 |
|   |                      |               | <u>(640,637)</u>         | <u>(0.64)</u>          |
|   |                      |               | <b>Fair Value GBP</b>    |                        |
| <b>Financial Liabilities At Fair Value Through Profit or Loss</b>   |                      |               | <b>(1,388,761)</b>       | <b>(1.39)</b>          |
| <b>Cash and Cash Equivalents</b>                                    |                      |               | 49,045,734               | 49.20                  |
| <b>Other Net Assets</b>   |                      |               | 9,111,711                | 9.14                   |
| <b>Net Asset Value as at 30 April 2018</b>                          |                      |               | <u><b>99,679,524</b></u> | <u><b>100.00</b></u>   |

\* The counterparties to the forwards are Citibank (A+) (2017: (A+)) and Citigroup Global Markets (A+) (2017: (A+)).

^ The counterparties to the Contracts for Difference are Deutsche Bank (A-) (2017: (A-)), Goldman Sachs International (A+) (2017: (A+)) and Merrill Lynch International (A+) (2017: (A+)).

Investments except for derivatives are transferable securities admitted to an official stock exchange or traded on a regulated market.

| Portfolio Analysis  | % of Total Assets |
|---|-------------------|
| Transferable securities admitted to official stock exchanges or traded on a regulated market (2017: 35.96%) | 39.54             |
| OTC financial derivative instruments (2017: 0.62%)  | 0.67              |
| Other current assets (2017: 63.42%)   | 59.79             |
|   | <u>100.00</u>     |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – SHORT DATED HIGH YIELD GLOBAL BOND FUND

| Nominal   | Security Description                    | Coupon Rate % | Maturity Date | Fair Value USD   | % of Net Assets |
|---|---|---------------|---------------|------------------|-----------------|
| <b>Asset Backed Securities - 1.78% (2017:1.31% - USD 1,208,147)</b> |   |               |               |                  |                 |
| 550,000   | eDreams ODIGEO                          | 8.500         | 01/08/2021    | 688,098          | 0.42            |
| 1,700,000   | Reynolds Group Issuer                   | 5.750         | 15/10/2020    | 1,660,869        | 1.03            |
| 800,000   | Unique Pub Finance                      | 6.542         | 30/03/2021    | 532,743          | 0.33            |
|   |   |               |               | <u>2,881,710</u> | <u>1.78</u>     |
| <b>Corporate Bonds – 94.13% (2017: 95.07% - USD 87,426,217)</b>     |   |               |               |                  |                 |
| 500,000   | ADT                                     | 5.250         | 15/03/2020    | 511,328          | 0.32            |
| 800,000   | Aircastle                               | 4.625         | 15/12/2018    | 808,750          | 0.50            |
| 1,200,000   | Aker BP                                 | 6.000         | 01/07/2022    | 1,254,000        | 0.78            |
| 1,500,000   | Algeco Global Finance                   | 6.500         | 15/02/2023    | 1,867,222        | 1.15            |
| 1,200,000   | Ally Financial                          | 3.600         | 21/05/2018    | 1,199,250        | 0.74            |
| 800,000   | Ally Financial                          | 3.750         | 18/11/2019    | 803,080          | 0.50            |
| 1,700,000   | Altice France                           | 6.000         | 15/05/2022    | 1,686,188        | 1.04            |
| 1,400,000   | American Airlines                       | 4.625         | 01/03/2020    | 1,408,750        | 0.87            |
| 800,000   | American Axle & Manufacturing           | 6.625         | 15/10/2022    | 827,000          | 0.51            |
| 1,200,000   | Antero Resources                        | 5.375         | 01/11/2021    | 1,215,000        | 0.75            |
| 1,500,000   | ArcelorMittal                           | 5.125         | 01/06/2020    | 1,548,411        | 0.96            |
| 800,000   | Arconic                                 | 5.400         | 15/04/2021    | 826,202          | 0.51            |
| 800,000   | Ardagh Packaging Finance                | 4.250         | 15/09/2022    | 796,917          | 0.49            |
| 1,100,000   | Ares Capital                            | 4.875         | 30/11/2018    | 1,113,248        | 0.69            |
| 1,100,000   | Arqiva Broadcast Finance                | 9.500         | 31/03/2020    | 1,588,421        | 0.98            |
| 1,900,000   | AV Homes                                | 6.625         | 15/05/2022    | 1,947,500        | 1.20            |
| 900,000   | B&M European Value Retail               | 4.125         | 01/02/2022    | 1,272,308        | 0.79            |
| 700,000   | Ball                                    | 5.000         | 15/03/2022    | 727,462          | 0.45            |
| 700,000   | Banijay                                 | 4.000         | 01/07/2022    | 873,888          | 0.54            |
| 1,500,000   | Barclays Bank                           | 7.625         | 21/11/2022    | 1,638,588        | 1.01            |
| 1,200,000   | BAT Capital                             | 2.297         | 14/08/2020    | 1,174,574        | 0.73            |
| 500,000   | BBVA Bancomer                           | 6.500         | 10/03/2021    | 530,075          | 0.33            |
| 900,000   | Berry Global                            | 6.000         | 15/10/2022    | 939,375          | 0.58            |
| 1,700,000   | CBR Fashion Finance                     | 5.125         | 01/10/2022    | 1,811,783        | 1.12            |
| 900,000   | CCO                                     | 5.250         | 30/09/2022    | 914,625          | 0.57            |
| 800,000   | Cenovus Energy                          | 5.700         | 15/10/2019    | 824,171          | 0.51            |
| 900,000   | Centene                                 | 5.625         | 15/02/2021    | 924,664          | 0.57            |
| 1,400,000   | Coty                                    | 4.000         | 15/04/2023    | 1,710,380        | 1.06            |
| 650,000   | Crown European                          | 4.000         | 15/07/2022    | 860,512          | 0.53            |
| 700,000   | Crown European                          | 2.250         | 01/02/2023    | 857,315          | 0.53            |
| 1,700,000   | CSC                                     | 10.125        | 15/01/2023    | 1,892,313        | 1.17            |
| 950,000   | DEA Finance                             | 7.500         | 15/10/2022    | 1,246,591        | 0.77            |
| 600,000   | Dell International                      | 4.420         | 15/06/2021    | 611,613          | 0.38            |
| 700,000   | DEMIRE Deutsche Mittelstand Real Estate | 2.875         | 15/07/2022    | 866,552          | 0.54            |
| 1,000,000   | Digicel                                 | 6.000         | 15/04/2021    | 956,961          | 0.59            |
| 1,500,000   | Dollar Tree                             | 5.750         | 01/03/2023    | 1,564,163        | 0.97            |
| 1,400,000   | Drax Finco                              | 4.250         | 01/05/2022    | 1,952,820        | 1.21            |
| 600,000   | EC Finance                              | 2.375         | 15/11/2022    | 731,023          | 0.45            |
| 1,100,000   | Edgewell Personal Care                  | 4.700         | 19/05/2021    | 1,089,275        | 0.67            |
| 600,000   | EI                                      | 6.500         | 06/12/2018    | 838,766          | 0.52            |
| 700,000   | Energy Transfer Equity                  | 7.500         | 15/10/2020    | 748,125          | 0.46            |
| 1,700,000   | Equinix                                 | 5.375         | 01/01/2022    | 1,759,500        | 1.09            |
| 400,000   | Erste Group Bank                        | 7.125         | 10/10/2022    | 611,092          | 0.38            |
| 900,000   | Europcar                                | 5.750         | 15/06/2022    | 1,127,403        | 0.70            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – SHORT DATED HIGH YIELD GLOBAL BOND FUND (continued)

| Nominal                            | Security Description                 | Coupon Rate % | Maturity Date | Fair Value USD | % of Net Assets |
|------------------------------------|--------------------------------------|---------------|---------------|----------------|-----------------|
| <b>Corporate Bonds (continued)</b> |                                      |               |               |                |                 |
| 1,100,000                          | Expedia                              | 7.456         | 15/08/2018    | 1,115,254      | 0.69            |
| 1,500,000                          | Federal-Mogul                        | 4.875         | 15/04/2022    | 1,888,552      | 1.17            |
| 1,000,000                          | Fiat Chrysler Automobiles            | 5.250         | 15/04/2023    | 1,037,875      | 0.64            |
| 2,000,000                          | First Data                           | 5.375         | 15/08/2023    | 2,038,000      | 1.26            |
| 1,900,000                          | First Quality Finance                | 4.625         | 15/05/2021    | 1,888,125      | 1.17            |
| 1,000,000                          | Firstgroup                           | 6.125         | 18/01/2019    | 1,417,591      | 0.88            |
| 600,000                            | Fly Leasing                          | 6.375         | 15/10/2021    | 626,928        | 0.39            |
| 1,500,000                          | FMG Resources August 2006            | 4.750         | 15/05/2022    | 1,490,074      | 0.92            |
| 900,000                            | Fresenius Medical Care US Finance II | 5.625         | 31/07/2019    | 920,250        | 0.57            |
| 800,000                            | Garfunkelux Holdco 3                 | 8.500         | 01/11/2022    | 1,137,732      | 0.70            |
| 1,700,000                          | Genesis Energy                       | 6.750         | 01/08/2022    | 1,733,923      | 1.07            |
| 800,000                            | GLP Capital                          | 4.375         | 15/04/2021    | 810,213        | 0.50            |
| 800,000                            | Grainger                             | 5.000         | 16/12/2020    | 1,192,041      | 0.74            |
| 1,200,000                          | Group 1 Automotive                   | 5.000         | 01/06/2022    | 1,204,648      | 0.74            |
| 700,000                            | Grupo Antolin Dutch                  | 5.125         | 30/06/2022    | 874,999        | 0.54            |
| 1,800,000                          | HCA                                  | 7.500         | 15/02/2022    | 1,981,066      | 1.22            |
| 1,790,000                          | Herc Rentals                         | 7.500         | 01/06/2022    | 1,902,994      | 1.18            |
| 1,200,000                          | Huntsman International               | 4.875         | 15/11/2020    | 1,223,610      | 0.76            |
| 1,200,000                          | IHO Verwaltungs                      | 4.125         | 15/09/2021    | 1,200,000      | 0.74            |
| 400,000                            | Imperial Brands Finance              | 2.050         | 20/07/2018    | 399,499        | 0.25            |
| 1,688,000                          | International Game Technology        | 6.250         | 15/02/2022    | 1,775,987      | 1.10            |
| 1,500,000                          | InterXion                            | 6.000         | 15/07/2020    | 1,866,759      | 1.15            |
| 800,000                            | Intesa Sanpaolo                      | 5.150         | 16/07/2020    | 1,061,501      | 0.66            |
| 1,300,000                          | Intrum Justitia                      | 2.750         | 15/07/2022    | 1,562,535      | 0.97            |
| 1,300,000                          | IQVIA                                | 4.875         | 15/05/2023    | 1,323,833      | 0.82            |
| 1,400,000                          | Iron Mountain                        | 4.375         | 01/06/2021    | 1,402,389      | 0.87            |
| 1,600,000                          | Jaguar Land Rover Automotive         | 4.125         | 15/12/2018    | 1,607,240      | 0.99            |
| 900,000                            | Kaisa                                | 7.250         | 30/06/2020    | 859,005        | 0.53            |
| 1,200,000                          | KB Home                              | 8.000         | 15/03/2020    | 1,287,750      | 0.80            |
| 600,000                            | Kraft Heinz Foods                    | 6.125         | 23/08/2018    | 606,559        | 0.37            |
| 700,000                            | Lennar                               | 4.500         | 15/11/2019    | 708,157        | 0.44            |
| 400,000                            | Lincoln Finance                      | 7.375         | 15/04/2021    | 414,750        | 0.26            |
| 1,100,000                          | Loxam                                | 3.500         | 15/04/2022    | 1,384,830      | 0.86            |
| 1,300,000                          | Marfrig                              | 8.000         | 08/06/2023    | 1,324,490      | 0.82            |
| 700,000                            | Matterhorn Telecom                   | 3.875         | 01/05/2022    | 860,619        | 0.52            |
| 450,000                            | McDonald's                           | 2.100         | 07/12/2018    | 448,844        | 0.28            |
| 1,400,000                          | Mclaren Finance                      | 5.000         | 01/08/2022    | 1,913,494      | 1.18            |
| 800,000                            | Merlin Entertainments                | 2.750         | 15/03/2022    | 1,007,253      | 0.62            |
| 1,400,000                          | MGM Resorts International            | 7.750         | 15/03/2022    | 1,555,750      | 0.96            |
| 900,000                            | MPT Partners                         | 4.000         | 19/08/2022    | 1,190,457      | 0.74            |
| 1,100,000                          | Mylan                                | 2.500         | 07/06/2019    | 1,091,517      | 0.67            |
| 400,000                            | National Westminster Bank            | 6.500         | 07/09/2021    | 626,286        | 0.39            |
| 1,100,000                          | Navient                              | 5.500         | 15/01/2019    | 1,114,438      | 0.69            |
| 1,300,000                          | Netflix                              | 5.375         | 01/02/2021    | 1,343,063      | 0.83            |
| 1,100,000                          | NGPL PipeCo                          | 4.375         | 15/08/2022    | 1,100,821      | 0.68            |
| 600,000                            | NXP                                  | 4.125         | 15/06/2020    | 606,394        | 0.37            |
| 600,000                            | OI European                          | 6.750         | 15/09/2020    | 830,845        | 0.50            |
| 500,000                            | ONEOK                                | 4.250         | 01/02/2022    | 508,267        | 0.31            |
| 1,900,000                          | Park Aerospace                       | 5.250         | 15/08/2022    | 1,895,250      | 1.17            |
| 1,100,000                          | Pershing Square                      | 5.500         | 15/07/2022    | 1,106,875      | 0.68            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – SHORT DATED HIGH YIELD GLOBAL BOND FUND (continued)

| Nominal  | Security Description              | Coupon Rate % | Maturity Date | Fair Value USD     | % of Net Assets |
|--|-----------------------------------|---------------|---------------|--------------------|-----------------|
| <b>Corporate Bonds (continued)</b>                         |                                   |               |               |                    |                 |
| 250,000  | Phoenix                           | 4.125         | 20/07/2022    | 357,708            | 0.22            |
| 1,000,000  | Platform Specialty Products       | 6.500         | 01/02/2022    | 1,023,750          | 0.63            |
| 1,600,000  | Platin 1426                       | 5.375         | 15/06/2023    | 1,926,168          | 1.19            |
| 1,700,000  | Prime Security Services Borrower  | 9.250         | 15/05/2023    | 1,830,688          | 1.13            |
| 1,000,000  | PulteGroup                        | 4.250         | 01/03/2021    | 1,006,979          | 0.62            |
| 1,200,000  | Rockies Express Pipeline          | 6.850         | 15/07/2018    | 1,209,150          | 0.75            |
| 1,200,000  | Sable International Finance       | 6.875         | 01/08/2022    | 1,266,000          | 0.78            |
| 700,000  | Sappi Papier                      | 3.375         | 01/04/2022    | 861,606            | 0.52            |
| 1,300,000  | SBA Communications                | 4.000         | 01/10/2022    | 1,239,655          | 0.77            |
| 1,100,000  | Seagate HDD Cayman                | 4.250         | 01/03/2022    | 1,095,270          | 0.68            |
| 700,000  | Sealed Air                        | 6.500         | 01/12/2020    | 744,594            | 0.46            |
| 1,300,000  | Sirius XM Radio                   | 3.875         | 01/08/2022    | 1,265,801          | 0.78            |
| 600,000  | Smurfit Kappa Acquisitions        | 4.875         | 15/09/2018    | 601,875            | 0.37            |
| 600,000  | SoftBank                          | 4.500         | 15/04/2020    | 616,648            | 0.38            |
| 1,000,000  | SPCM                              | 2.875         | 15/06/2023    | 1,229,413          | 0.76            |
| 1,300,000  | Stonegate Pub Financing           | 4.875         | 15/03/2022    | 1,771,916          | 1.10            |
| 700,000  | Swissport Financing               | 6.750         | 15/12/2021    | 881,558            | 0.54            |
| 900,000  | Synlab Bondco                     | 6.250         | 01/07/2022    | 1,133,021          | 0.70            |
| 1,300,000  | TalkTalk Telecom                  | 5.375         | 15/01/2022    | 1,806,015          | 1.12            |
| 725,000  | Targa Resources Partners          | 4.125         | 15/11/2019    | 727,777            | 0.45            |
| 500,000  | Telecom Italia Capital            | 6.999         | 04/06/2018    | 502,440            | 0.31            |
| 814,000  | Tesco Corporate Treasury Services | 1.375         | 01/07/2019    | 999,572            | 0.62            |
|  | Teva Pharmaceutical Finance       |               |               |                    |                 |
| 2,000,000  | Netherlands III                   | 1.700         | 19/07/2019    | 1,944,350          | 1.20            |
| 600,000  | Thames Water Kemble Finance       | 7.750         | 01/04/2019    | 868,118            | 0.54            |
| 1,200,000  | Thomas Cook                       | 6.250         | 15/06/2022    | 1,564,443          | 0.97            |
| 700,000  | thyssenkrupp                      | 3.125         | 25/10/2019    | 878,022            | 0.54            |
| 1,500,000  | T-Mobile USA                      | 6.000         | 01/03/2023    | 1,559,567          | 0.96            |
| 500,000  | Travis Perkins                    | 4.375         | 15/09/2021    | 717,024            | 0.44            |
| 500,000  | TUI                               | 2.125         | 26/10/2021    | 631,027            | 0.39            |
| 1,400,000  | Tullow Oil                        | 6.250         | 15/04/2022    | 1,423,995          | 0.88            |
| 500,000  | UniCredit                         | 6.950         | 31/10/2022    | 741,741            | 0.46            |
| 500,000  | United Continental                | 6.375         | 01/06/2018    | 502,114            | 0.31            |
| 1,100,000  | VFH Parent                        | 6.750         | 15/06/2022    | 1,145,375          | 0.71            |
| 800,000  | Virgin Media Secured Finance      | 5.250         | 15/01/2021    | 821,500            | 0.51            |
| 500,000  | Volvo Car                         | 3.250         | 18/05/2021    | 650,207            | 0.40            |
| 600,000  | William Hill                      | 4.250         | 05/06/2020    | 852,675            | 0.53            |
| 1,200,000  | Williams Scotsman International   | 7.875         | 15/12/2022    | 1,254,000          | 0.78            |
| 1,100,000  | XPO Logistics                     | 6.500         | 15/06/2022    | 1,137,567          | 0.70            |
| 573,000  | ZF North America Capital          | 4.500         | 29/04/2022    | 584,818            | 0.36            |
|  |                                   |               |               | <b>152,300,663</b> | <b>94.13</b>    |
| <b>Floating Rate Notes - 1.19% (2017: 0.00% - USD Nil)</b> |                                   |               |               |                    |                 |
| 1,400,000  | Miller Homes                      | 6.036         | 15/10/2023    | 1,931,732          | 1.19            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO OF INVESTMENTS – SHORT DATED HIGH YIELD GLOBAL BOND FUND (continued)

### Forward Contracts\* - 0.94% (2017: 1.31% - USD 1,208,344)

| Description                             | Maturity Date | Unrealised Gain  | % of Net Assets |
|---|---------------|------------------|-----------------|
| Buy EUR 17,232, Sell USD 20,871         | 31/05/2018    | 21               | -               |
| Buy USD 1,602,033, Sell EUR 1,300,000   | 15/06/2018    | 23,964           | 0.01            |
| Buy USD 1,860,694, Sell GBP 1,300,000   | 15/06/2018    | 72,406           | 0.04            |
| Buy USD 124,527, Sell GBP 89,206        | 31/05/2018    | 1,910            | -               |
| Buy USD 17,411,485, Sell GBP 12,400,000 | 15/06/2018    | 353,970          | 0.23            |
| Buy USD 2,009,714, Sell GBP 1,400,000   | 15/06/2018    | 83,866           | 0.05            |
| Buy USD 2,220, Sell GBP 1,589           | 31/05/2018    | 36               | -               |
| Buy USD 34,803,241, Sell EUR 27,900,000 | 15/06/2018    | 935,459          | 0.58            |
| Buy USD 423,157, Sell GBP 300,000       | 15/06/2018    | 10,475           | 0.01            |
| Buy USD 485,627, Sell EUR 400,000       | 15/06/2018    | 67               | -               |
| Buy USD 743,118, Sell EUR 600,000       | 15/06/2018    | 14,779           | 0.01            |
| Buy USD 849, Sell GBP 608               | 31/05/2018    | 14               | -               |
| Buy USD 88,922, Sell GBP 63,700         | 31/05/2018    | 1,364            | -               |
| Buy USD 9,336, Sell GBP 6,677           | 31/05/2018    | 159              | -               |
| Buy USD 990,744, Sell EUR 800,000       | 15/06/2018    | 19,625           | 0.01            |
|   |               | <b>1,518,115</b> | <b>0.94</b>     |

|  | Fair Value USD     | % of Net Assets |
|--|--------------------|-----------------|
| <b>Financial Assets At Fair Value Through Profit or Loss<br/>(Cost: USD 158,496,020)</b> | <b>158,632,220</b> | <b>98.04</b>    |

### Forward Contracts\* - (1.18%) (2017: (0.00%) - USD (376))

| Description                             | Maturity Value | Unrealised Loss    | % of Net Assets |
|---|----------------|--------------------|-----------------|
| Buy EUR 10,000, Sell USD 12,205         | 31/05/2018     | (80)               | -               |
| Buy EUR 144,123, Sell USD 175,895       | 31/05/2018     | (1,159)            | -               |
| Buy EUR 39,960, Sell USD 48,868         | 31/05/2018     | (420)              | -               |
| Buy EUR 550,613, Sell USD 671,998       | 31/05/2018     | (4,430)            | -               |
| Buy EUR 672,757, Sell USD 821,070       | 31/05/2018     | (5,412)            | -               |
| Buy GBP 1,052,408, Sell USD 1,468,935   | 31/05/2018     | (22,356)           | (0.01)          |
| Buy GBP 145,961, Sell USD 204,096       | 31/05/2018     | (3,466)            | -               |
| Buy GBP 18,923, Sell USD 26,436         | 31/05/2018     | (426)              | -               |
| Buy GBP 21,217, Sell USD 29,251         | 31/05/2018     | (87)               | -               |
| Buy GBP 228,233, Sell USD 318,858       | 31/05/2018     | (5,142)            | -               |
| Buy GBP 23,478,587, Sell USD 32,771,036 | 31/05/2018     | (498,756)          | (0.31)          |
| Buy GBP 300,000, Sell USD 422,431       | 15/06/2018     | (9,749)            | (0.01)          |
| Buy GBP 44,884, Sell USD 62,760         | 31/05/2018     | (1,066)            | -               |
| Buy GBP 5,049,937, Sell USD 7,048,622   | 31/05/2018     | (107,276)          | (0.07)          |
| Buy GBP 5,292, Sell USD 7,399           | 31/05/2018     | (126)              | -               |
| Buy GBP 58,401,356, Sell USD 81,516,380 | 31/05/2018     | (1,241,321)        | (0.78)          |
| Buy USD -20,871, Sell GBP -216,258      | 31/05/2018     | (886)              | -               |
|   |                | <b>(1,902,158)</b> | <b>(1.18)</b>   |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the financial period from 1 November 2017 to 30 April 2018**

**PORTFOLIO OF INVESTMENTS – SHORT DATED HIGH YIELD GLOBAL BOND FUND (continued)**

|   | <b>Fair Value<br/>USD</b> | <b>% of Net<br/>Assets</b> |
|---|---------------------------|----------------------------|
| <b>Financial Liabilities At Fair Value Through Profit or Loss</b> | <b>(1,902,158)</b>        | <b>(1.18)</b>              |
| <b>Overdrawn Cash and Cash Equivalents</b>                        | (2,559,684)               | (1.58)                     |
| <b>Other Net Assets</b>   | 7,632,502                 | 4.72                       |
| <b>Net Asset Value as at 30 April 2018</b>                        | <b>161,802,880</b>        | <b>100.00</b>              |

\* The counterparties to the forwards are Citibank (A+) (2017: (A+)) and Deutsche Bank (A-) (2017 : (A-)).

Investments except for derivatives are transferable securities admitted to an official stock exchange or traded on a regulated market.

**Portfolio Analysis**

|  | <b>% of Total<br/>Assets</b> |
|--|------------------------------|
| Transferable securities admitted to official stock exchanges or traded on a regulated market<br>(2017: 93.12%) | 93.34                        |
| OTC financial derivative instruments (2017: 1.27%)   | 0.90                         |
| Other current assets (2017: 5.61%)   | 5.76                         |
|  | 100.00                       |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018

The tables below show a breakdown of material purchases and sales of the Portfolios in accordance with Central Bank UCITS Regulations 79(2) requirements. All purchases and sales of investments exceeding 1% of the total value of each purchases and sales respectively, a minimum of 20 of each such purchases and sales, are disclosed. A full analysis of the movement on the Portfolio is available upon request.

### STRATEGIC GLOBAL BOND FUND

| <b>Largest Purchases</b>                        | <b>Maturity Date</b> | <b>Quantity</b> | <b>Value USD</b> |
|---|----------------------|-----------------|------------------|
| U.S. Treasury Note 0.125%                       | 15/04/2022           | 65,000,000      | 65,182,850       |
| U.S. Treasury Note 1.000%                       | 30/11/2018           | 45,000,000      | 44,719,682       |
| Japan Government Two Year Bond 0.100%           | 15/06/2018           | 5,000,000,000   | 44,476,976       |
| Canadian Government Bond 1.250%                 | 01/02/2020           | 50,000,000      | 39,714,281       |
| U.S. Treasury Note 3.875%                       | 15/05/2018           | 37,000,000      | 37,521,882       |
| U.S. Treasury Note 1.875%                       | 31/12/2019           | 29,000,000      | 28,955,917       |
| Netherlands Government Bond 0.750%              | 15/07/2027           | 14,000,000      | 17,032,943       |
| Bundesrepublik Deutschland Bundesanleihe 0.500% | 15/02/2028           | 14,000,000      | 16,657,406       |
| Spain (Government of) 1.400%                    | 30/04/2028           | 11,500,000      | 14,018,265       |
| Ireland (Government of) 1.300%                  | 15/05/2033           | 11,101,000      | 13,674,227       |
| Italy Buoni Poliennali Del Tesoro 2.950%        | 01/09/2038           | 11,400,000      | 13,626,948       |
| Spain Government Bond 1.450%                    | 31/10/2027           | 10,000,000      | 11,800,391       |
| Goldman Sachs 6.875%                            | 18/01/2038           | 5,600,000       | 11,493,356       |
| European Financial Stability Facility 0.400%    | 17/02/2025           | 9,200,000       | 11,019,317       |
| UniCredit 6.625%                                | 03/12/2066           | 6,800,000       | 9,261,882        |
| United Kingdom Gilt Inflation Linked 0.125%     | 22/03/2068           | 2,575,000       | 9,019,652        |
| ING Groep 1.625%                                | 26/09/2029           | 7,400,000       | 8,927,204        |
| U.S. Treasury Note 2.750%                       | 15/02/2028           | 7,500,000       | 7,442,022        |
| United Kingdom Gilt Inflation Linked 0.125%     | 10/08/2048           | 3,360,000       | 7,322,860        |
| United Kingdom Gilt 1.500%                      | 22/07/2047           | 5,900,000       | 7,240,881        |

| <b>Largest Sales</b>                            | <b>Maturity Date</b> | <b>Quantity</b> | <b>Value USD</b> |
|---|----------------------|-----------------|------------------|
| Canadian Government Bond 1.250%                 | 01/02/2020           | 50,000,000      | 38,318,715       |
| U.S. Treasury Note 3.875%                       | 15/05/2018           | 37,000,000      | 37,585,626       |
| U.S. Treasury Note 4.250%                       | 15/11/2017           | 35,000,000      | 35,000,000       |
| Canadian Government Bond 0.750%                 | 01/08/2019           | 37,000,000      | 29,491,579       |
| U.S. Treasury Note 2.625%                       | 31/01/2018           | 25,000,000      | 25,310,938       |
| U.S. Treasury Note 0.125%                       | 15/04/2022           | 25,000,000      | 25,142,717       |
| U.S. Treasury Inflation Indexed Bonds 2.375%    | 15/01/2027           | 15,000,000      | 21,538,990       |
| Netherlands Government Bond 0.750%              | 15/07/2027           | 14,000,000      | 17,593,570       |
| Bundesrepublik Deutschland Bundesanleihe 0.500% | 15/02/2028           | 14,000,000      | 17,023,608       |
| Spain Government Bond 1.450%                    | 31/10/2027           | 10,000,000      | 11,877,324       |
| European Financial Stability Facility 0.400%    | 17/02/2025           | 9,200,000       | 11,321,431       |
| Cooperatieve Rabobank 5.250%                    | 14/09/2027           | 6,600,000       | 11,064,077       |
| BUPA Finance 5.000%                             | 25/04/2023           | 6,800,000       | 10,550,642       |
| U.S. Treasury Note 1.000%                       | 30/11/2018           | 10,000,000      | 9,949,477        |
| United Kingdom Gilt Inflation Linked 0.125%     | 22/03/2068           | 2,575,000       | 9,190,290        |
| UniCredit 9.250%                                | 29/12/2049           | 5,900,000       | 8,993,020        |
| United Kingdom Gilt 1.500%                      | 22/07/2047           | 5,900,000       | 7,669,201        |
| Barclays Bank 7.125%                            | 29/10/2049           | 5,000,000       | 7,640,758        |
| United Kingdom Gilt Inflation Linked 0.125%     | 10/08/2048           | 3,360,000       | 7,588,668        |
| Anheuser-Busch InBev 4.900%                     | 01/02/2046           | 6,500,000       | 7,572,991        |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

The tables below show a breakdown of material purchases and sales of the Portfolios in accordance with Central Bank UCITS Regulations 79(2) requirements. All purchases and sales of investments exceeding 1% of the total value of each purchases and sales respectively, a minimum of 20 of each such purchases and sales, are disclosed. A full analysis of the movement on the Portfolio is available upon request.

### INVESTMENT GRADE GLOBAL BOND FUND

| Largest Purchases                          | Maturity Date | Quantity  | Value USD |
|--|---------------|-----------|-----------|
| Baker Hughes 3.337%                        | 15/12/2027    | 6,000,000 | 6,000,000 |
| ING Groep 1.625%                           | 26/09/2029    | 4,300,000 | 5,227,528 |
| Vodafone 2.875%                            | 20/11/2037    | 4,000,000 | 4,654,286 |
| UniCredit 4.375%                           | 03/01/2027    | 3,300,000 | 4,356,776 |
| La Mondiale 4.800%                         | 18/01/2048    | 4,000,000 | 4,000,000 |
| Hubbell 3.500%                             | 15/02/2028    | 4,000,000 | 3,977,520 |
| AXA 3.250%                                 | 28/05/2049    | 3,200,000 | 3,894,470 |
| Telefonica Europe 2.625%                   | 07/06/2066    | 3,000,000 | 3,555,150 |
| British Telecommunications 5.750%          | 07/12/2028    | 2,000,000 | 3,366,641 |
| Wells Fargo 4.900%                         | 17/11/2045    | 3,000,000 | 3,313,958 |
| Toyota Motor Credit 0.625%                 | 21/11/2024    | 2,800,000 | 3,282,275 |
| Royal Bank of Scotland 7.648%              | 29/08/2049    | 2,500,000 | 3,185,671 |
| HeidelbergCement Finance Luxembourg 1.750% | 24/04/2028    | 2,500,000 | 3,056,690 |
| JPMorgan Chase 5.829%                      | 29/04/2049    | 3,000,000 | 3,026,250 |
| Microsoft 3.300%                           | 06/02/2027    | 3,000,000 | 3,012,990 |
| Syngenta Finance 5.182%                    | 24/04/2028    | 3,000,000 | 3,011,550 |
| Orange 9.000%                              | 01/03/2031    | 2,000,000 | 3,004,680 |
| PACCAR Financial 2.800%                    | 01/03/2021    | 3,000,000 | 2,998,530 |
| General Electric 2.700%                    | 09/10/2022    | 3,000,000 | 2,988,720 |
| UNIQA Insurance 6.000%                     | 27/07/2046    | 2,000,000 | 2,987,110 |
| Berkshire Hathaway Energy 3.800%           | 15/07/2048    | 3,000,000 | 2,974,410 |
| Wells Fargo 4.300%                         | 22/07/2027    | 3,000,000 | 2,962,050 |
| Royal Bank of Scotland 1.750%              | 02/03/2026    | 2,400,000 | 2,951,526 |
| Ethias 5.000%                              | 14/01/2026    | 2,000,000 | 2,926,682 |
| SRLEV 9.000%                               | 15/04/2041    | 2,000,000 | 2,873,973 |
| Banco Santander 3.250%                     | 04/04/2026    | 2,000,000 | 2,770,292 |
| Prudential 5.700%                          | 19/12/2063    | 1,700,000 | 2,719,269 |
| BNP Paribas 2.250%                         | 11/01/2027    | 2,000,000 | 2,527,411 |
| Banco Bilbao Vizcaya Argentaria 5.875%     | 24/08/2066    | 2,000,000 | 2,513,547 |
| CaixaBank 2.750%                           | 14/07/2028    | 2,000,000 | 2,502,990 |
| Credit Agricole 4.000%                     | 10/01/2033    | 2,500,000 | 2,487,625 |
| Standard Life Aberdeen 4.250%              | 30/06/2048    | 2,500,000 | 2,468,750 |
| KBC 1.875%                                 | 11/03/2027    | 2,000,000 | 2,462,069 |
| Koninklijke Philips 1.375%                 | 02/05/2028    | 2,000,000 | 2,415,637 |
| Iberdrola International 1.875%             | 22/05/2166    | 2,000,000 | 2,396,664 |
| NIKE 2.375%                                | 01/11/2026    | 2,500,000 | 2,379,050 |
| Erste Group Bank 7.125%                    | 10/10/2022    | 1,500,000 | 2,359,918 |
| Rentokil Initial 0.950%                    | 22/11/2024    | 2,000,000 | 2,346,324 |
| Intesa Sanpaolo 2.855%                     | 23/04/2025    | 1,800,000 | 2,294,582 |
| Barclays 2.000%                            | 07/02/2028    | 1,900,000 | 2,288,519 |
| Credit Suisse 7.500%                       | 29/12/2049    | 2,000,000 | 2,255,000 |
| Banco de Sabadell 5.625%                   | 06/05/2026    | 1,500,000 | 2,215,198 |
| Petroleos Mexicanos 6.500%                 | 13/03/2027    | 2,000,000 | 2,198,800 |
| Southern Power 1.850%                      | 20/06/2026    | 1,700,000 | 2,156,082 |
| UniCredit 6.950%                           | 31/10/2022    | 1,400,000 | 2,151,601 |
| AXA 5.125%                                 | 17/01/2047    | 2,000,000 | 2,147,500 |
| Intesa Sanpaolo 7.000%                     | 19/07/2166    | 1,600,000 | 2,144,308 |
| ING Groep 3.950%                           | 29/03/2027    | 2,000,000 | 2,086,960 |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

### INVESTMENT GRADE GLOBAL BOND FUND (continued)

| Largest Sales                              | Maturity Date | Quantity  | Value USD |
|--|---------------|-----------|-----------|
| Vodafone 2.875%                            | 20/11/2037    | 4,000,000 | 4,948,891 |
| UniCredit 4.375%                           | 03/01/2027    | 3,300,000 | 4,476,733 |
| Telefonica Europe 2.625%                   | 07/06/2066    | 3,000,000 | 3,714,366 |
| General Electric 1.500%                    | 17/05/2029    | 3,000,000 | 3,683,805 |
| ING Groep 1.625%                           | 26/09/2029    | 2,700,000 | 3,321,403 |
| Toyota Motor Credit 0.625%                 | 21/11/2024    | 2,800,000 | 3,285,480 |
| SRLEV 9.000%                               | 15/04/2041    | 2,000,000 | 3,156,170 |
| Wells Fargo 4.900%                         | 17/11/2045    | 3,000,000 | 3,113,857 |
| Orange 9.000%                              | 01/03/2031    | 2,000,000 | 3,031,380 |
| HeidelbergCement Finance Luxembourg 1.750% | 24/04/2028    | 2,500,000 | 3,029,420 |
| ABN AMRO Bank 4.400%                       | 27/03/2028    | 3,000,000 | 3,028,233 |
| Baker Hughes 3.337%                        | 15/12/2027    | 3,000,000 | 3,000,000 |
| Microsoft 3.700%                           | 08/08/2046    | 3,000,000 | 2,987,198 |
| TOTAL 3.875%                               | 29/12/2049    | 2,000,000 | 2,743,025 |
| Aviva 3.375%                               | 04/12/2045    | 2,000,000 | 2,742,912 |
| de Volksbank 3.750%                        | 05/11/2025    | 2,000,000 | 2,697,312 |
| Banco Santander 3.250%                     | 04/04/2026    | 2,000,000 | 2,678,766 |
| CaixaBank 2.750%                           | 14/07/2028    | 2,000,000 | 2,650,666 |
| AstraZeneca 3.375%                         | 16/11/2025    | 2,500,000 | 2,585,156 |
| KBC 2.375%                                 | 25/11/2024    | 2,000,000 | 2,577,994 |
| Fresenius Finance Ireland 2.125%           | 01/02/2027    | 2,000,000 | 2,546,502 |
| KBC 1.875%                                 | 11/03/2027    | 2,000,000 | 2,543,414 |
| ING Groep 2.500%                           | 15/02/2029    | 2,000,000 | 2,541,080 |
| CaixaBank 3.500%                           | 15/02/2027    | 2,000,000 | 2,530,921 |
| Rentokil Initial 0.950%                    | 22/11/2024    | 2,000,000 | 2,441,336 |
| Credit Agricole 4.000%                     | 10/01/2033    | 2,500,000 | 2,414,125 |
| DS Smith 1.375%                            | 26/07/2024    | 2,000,000 | 2,392,467 |
| Commonwealth Bank of Australia 1.936%      | 03/10/2029    | 2,000,000 | 2,382,752 |
| UniCredit 2.421%                           | 03/05/2025    | 2,000,000 | 2,372,643 |
| Erste Group Bank 5.500%                    | 26/05/2025    | 2,200,000 | 2,329,067 |
| Intesa Sanpaolo 2.855%                     | 23/04/2025    | 1,800,000 | 2,321,605 |
| Banco de Sabadell 5.625%                   | 06/05/2026    | 1,500,000 | 2,293,950 |
| Abbott Laboratories 4.750%                 | 30/11/2036    | 2,000,000 | 2,225,342 |
| UniCredit 9.375%                           | 21/07/2065    | 1,500,000 | 2,215,847 |
| Royal Bank of Scotland 8.625%              | 29/12/2049    | 2,000,000 | 2,203,729 |
| Petroleos Mexicanos 6.500%                 | 13/03/2027    | 2,000,000 | 2,198,800 |
| Bankinter 2.500%                           | 06/04/2027    | 1,700,000 | 2,183,713 |
| UniCredit 6.950%                           | 31/10/2022    | 1,400,000 | 2,171,315 |
| Anheuser-Busch InBev 4.900%                | 01/02/2046    | 2,000,000 | 2,170,160 |
| Santander 5.000%                           | 07/11/2023    | 2,000,000 | 2,136,604 |
| ING Groep 3.950%                           | 29/03/2027    | 2,000,000 | 2,107,398 |
| Standard Chartered 1.625%                  | 03/10/2027    | 1,700,000 | 2,097,559 |
| Eurofins Scientific 2.125%                 | 25/07/2024    | 1,600,000 | 2,052,350 |
| Santander 4.500%                           | 17/07/2025    | 2,000,000 | 2,045,340 |
| Becton Dickinson 3.734%                    | 15/12/2024    | 2,000,000 | 2,037,521 |
| AXA 5.125%                                 | 17/01/2047    | 2,000,000 | 2,031,292 |
| Oracle 4.000%                              | 15/11/2047    | 2,000,000 | 2,023,882 |
| ING Groep 4.700%                           | 22/03/2028    | 2,000,000 | 2,022,948 |
| Alibaba Group 2.800%                       | 06/06/2023    | 2,000,000 | 2,005,978 |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

### INVESTMENT GRADE GLOBAL BOND FUND (continued)

| <b>Largest Sales (continued)</b> | <b>Maturity Date</b> | <b>Quantity</b> | <b>Value USD</b> |
|----------------------------------|----------------------|-----------------|------------------|
| Statoil 1.200%                   | 29/03/2049           | 2,000,000       | 2,000,000        |
| AT&T 3.550%                      | 14/09/2037           | 1,400,000       | 1,984,852        |
| McDonald's 2.625%                | 15/01/2022           | 2,000,000       | 1,978,067        |
| Proven Honour Capital 4.125%     | 06/05/2026           | 2,000,000       | 1,970,983        |
| Apple 3.200%                     | 11/05/2027           | 2,000,000       | 1,970,187        |
| Mitsubishi UFJ Financial 2.665%  | 25/07/2022           | 2,000,000       | 1,948,956        |
| Banco Santander 6.250%           | 11/12/2066           | 1,400,000       | 1,941,013        |
| RCI Banque 1.625%                | 11/04/2025           | 1,500,000       | 1,933,724        |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

The tables below show a breakdown of material purchases and sales of the Portfolios in accordance with Central Bank UCITS Regulations 79(2) requirements. All purchases and sales of investments exceeding 1% of the total value of each purchases and sales respectively, a minimum of 20 of each such purchases and sales, are disclosed. A full analysis of the movement on the Portfolio is available upon request.

### HIGH YIELD GLOBAL BOND FUND

| Largest Purchases                        | Maturity Date | Quantity  | Value USD |
|--|---------------|-----------|-----------|
| Cheniere Energy Partners 5.250%          | 01/10/2025    | 5,900,000 | 6,035,554 |
| Bankinter 2.500%                         | 06/04/2027    | 4,400,000 | 5,686,037 |
| Royal Bank of Scotland 4.622%            | 29/03/2049    | 4,300,000 | 4,087,729 |
| Pinnacle Bidco 6.375%                    | 15/02/2025    | 2,800,000 | 3,914,684 |
| Arqiva Broadcast Finance 9.500%          | 31/03/2020    | 2,700,000 | 3,737,951 |
| Teva Pharmaceutical Finance 2.950%       | 18/12/2022    | 4,000,000 | 3,621,059 |
| Verisure Midholding 5.750%               | 01/12/2023    | 3,000,000 | 3,540,300 |
| Algeco Global Finance 6.500%             | 15/02/2023    | 2,800,000 | 3,384,600 |
| LKQ European 3.625%                      | 01/04/2026    | 2,600,000 | 3,200,210 |
| Platin 1426 5.375%                       | 15/06/2023    | 2,700,000 | 3,186,500 |
| Par Petroleum 7.750%                     | 15/12/2025    | 3,100,000 | 3,077,432 |
| Banco Bilbao Vizcaya Argentaria 5.875%   | 24/08/2066    | 2,400,000 | 3,016,257 |
| Greystar Real Estate Partners 5.750%     | 01/12/2025    | 2,900,000 | 2,922,500 |
| Tullow Oil 7.000%                        | 01/03/2025    | 2,900,000 | 2,901,500 |
| Vantiv 3.875%                            | 15/11/2025    | 2,100,000 | 2,828,920 |
| Equinix 2.875%                           | 01/10/2025    | 2,300,000 | 2,792,844 |
| Aker BP 5.875%                           | 31/03/2025    | 2,700,000 | 2,727,300 |
| Ashtead Capital 4.125%                   | 15/08/2025    | 2,500,000 | 2,514,800 |
| Ocado 4.000%                             | 15/06/2024    | 1,700,000 | 2,276,156 |
| EI 6.000%                                | 06/10/2023    | 1,500,000 | 2,220,527 |
| Crown European 2.250%                    | 01/02/2023    | 1,600,000 | 1,976,670 |
| Williams Scotsman International 7.875%   | 15/12/2022    | 1,900,000 | 1,944,000 |
| Reynolds Group Issuer 5.750%             | 15/10/2020    | 1,900,000 | 1,940,378 |
| Tullow Oil 6.000%                        | 01/11/2020    | 1,900,000 | 1,921,375 |
| CTC BondCo 5.250%                        | 15/12/2025    | 1,600,000 | 1,919,534 |
| Frontier Communications 8.500%           | 01/04/2026    | 1,500,000 | 1,481,250 |
| Paprec 4.000%                            | 31/03/2025    | 1,200,000 | 1,479,013 |
| Pilgrim's Pride 5.750%                   | 15/03/2025    | 1,500,000 | 1,477,125 |
| Digicel 8.250%                           | 30/09/2020    | 1,600,000 | 1,451,697 |
| CaixaBank 6.750%                         | 13/09/2065    | 1,000,000 | 1,424,479 |
| BlueLine Rental Finance 9.250%           | 15/03/2024    | 1,300,000 | 1,413,125 |
| Ultra Resources 6.875%                   | 15/04/2022    | 1,400,000 | 1,373,750 |
| Kaisa 7.250%                             | 30/06/2020    | 1,400,000 | 1,344,000 |
| Arena Luxembourg Finance 2.875%          | 01/11/2024    | 1,100,000 | 1,331,821 |
| Superior Industries International 6.000% | 15/06/2025    | 1,000,000 | 1,201,355 |
| Federal-Mogul 5.000%                     | 15/07/2024    | 1,000,000 | 1,169,720 |
| CSC 10.125%                              | 15/01/2023    | 1,000,000 | 1,121,250 |
| Picard Bondco 5.500%                     | 30/11/2024    | 900,000   | 1,061,010 |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

### HIGH YIELD GLOBAL BOND FUND (continued)

| <b>Largest Sales</b>                              | <b>Maturity Date</b> | <b>Quantity</b> | <b>Value USD</b> |
|---|----------------------|-----------------|------------------|
| Royal Bank of Scotland 4.622%                     | 29/03/2049           | 8,600,000       | 8,479,267        |
| Williams Partners 4.875%                          | 15/03/2024           | 6,600,000       | 6,949,878        |
| Bank of America 5.125%                            | 29/12/2049           | 6,500,000       | 6,711,943        |
| Virgin Media Receivables Financing Notes I 5.500% | 15/09/2024           | 4,900,000       | 6,711,863        |
| Fresenius US Finance II 4.500%                    | 15/01/2023           | 5,900,000       | 6,343,453        |
| CNH Industrial 4.500%                             | 15/08/2023           | 5,100,000       | 5,353,415        |
| Service Corp International 4.500%                 | 15/11/2020           | 5,200,000       | 5,308,951        |
| Origin Energy Finance 4.000%                      | 16/09/2074           | 3,920,000       | 5,105,638        |
| NRG Energy 6.250%                                 | 15/07/2022           | 4,500,000       | 4,829,375        |
| Spectrum Brands 5.750%                            | 15/07/2025           | 4,600,000       | 4,795,844        |
| T-Mobile USA 6.125%                               | 15/01/2022           | 4,600,000       | 4,740,898        |
| Ultra Resources 6.875%                            | 15/04/2022           | 5,200,000       | 4,485,022        |
| CaixaBank 3.500%                                  | 15/02/2027           | 3,200,000       | 4,443,854        |
| Grainger 5.000%                                   | 16/12/2020           | 2,800,000       | 4,236,634        |
| Sabine Pass Liquefaction 5.750%                   | 15/05/2024           | 3,800,000       | 4,221,322        |
| Morgan Stanley 5.550%                             | 29/12/2049           | 4,000,000       | 4,162,117        |
| Ziggo Secured Finance 5.500%                      | 15/01/2027           | 4,056,000       | 4,008,527        |
| Altice France 7.375%                              | 01/05/2026           | 3,800,000       | 3,946,206        |
| Reynolds Group Issuer 5.750%                      | 15/10/2020           | 3,800,000       | 3,903,537        |
| First Data 5.000%                                 | 15/01/2024           | 3,800,000       | 3,861,750        |
| Ardagh Packaging Finance 6.750%                   | 15/05/2024           | 2,600,000       | 3,550,259        |
| Catalent Pharma Solutions 4.750%                  | 15/12/2024           | 2,500,000       | 3,315,894        |
| International Game Technology 6.500%              | 15/02/2025           | 2,900,000       | 3,197,052        |
| MPT Partners 4.000%                               | 19/08/2022           | 2,200,000       | 3,056,159        |
| Equinix 5.875%                                    | 15/01/2026           | 2,800,000       | 3,051,496        |
| Herc Rentals 7.750%                               | 01/06/2024           | 2,658,000       | 2,946,979        |
| IHO Verwaltungs 3.250%                            | 15/09/2023           | 2,200,000       | 2,816,945        |
| TalkTalk Telecom 5.375%                           | 15/01/2022           | 2,000,000       | 2,740,114        |
| Altice Financing 6.500%                           | 15/01/2022           | 2,500,000       | 2,581,250        |
| Stonegate Pub Financing 4.875%                    | 15/03/2022           | 1,800,000       | 2,522,657        |
| Stichting AK Rabobank Certificaten 6.500%         | 29/12/2049           | 1,600,000       | 2,512,394        |
| Verisure 6.000%                                   | 01/11/2022           | 2,100,000       | 2,508,014        |
| Arqiva Broadcast Finance 9.500%                   | 31/03/2020           | 1,600,000       | 2,507,551        |
| MGM Resorts International 4.625%                  | 01/09/2026           | 2,500,000       | 2,500,624        |
| CSC 10.125%                                       | 15/01/2023           | 2,200,000       | 2,489,268        |
| Rexel 3.500%                                      | 15/06/2023           | 1,900,000       | 2,480,817        |
| KFC/Pizza Hut/Taco Bell of America 5.000%         | 01/06/2024           | 2,350,000       | 2,413,646        |
| Crown European 3.375%                             | 15/05/2025           | 1,900,000       | 2,400,194        |
| DEA Finance 7.500%                                | 15/10/2022           | 1,700,000       | 2,363,488        |
| Banijay 4.000%                                    | 01/07/2022           | 1,800,000       | 2,331,028        |
| Unique Pub Finance 6.542%                         | 30/03/2021           | 3,100,000       | 2,245,604        |
| Equinix 5.750%                                    | 01/01/2025           | 2,100,000       | 2,224,119        |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

The tables below show a breakdown of material purchases and sales of the Portfolios in accordance with Central Bank UCITS Regulations 79(2) requirements. All purchases and sales of investments exceeding 1% of the total value of each purchases and sales respectively, a minimum of 20 of each such purchases and sales, are disclosed. A full analysis of the movement on the Portfolio is available upon request.

### ABSOLUTE RETURN BOND FUND

| Largest Purchases                                  | Maturity Date | Quantity    | Value GBP  |
|--|---------------|-------------|------------|
| U.S. Treasury Note 0.125%                          | 15/04/2022    | 132,000,000 | 93,892,084 |
| United Kingdom Gilt 1.500%                         | 22/07/2047    | 65,000,000  | 59,371,900 |
| Spain (Government of) 1.400%                       | 30/04/2028    | 58,000,000  | 51,489,201 |
| E.ON International Finance 6.000%                  | 30/10/2019    | 29,500,000  | 31,981,072 |
| Italy Buoni Poliennali Del Tesoro 2.950%           | 01/09/2038    | 30,390,000  | 26,845,934 |
| Income Contingent Student Loans 1 2002-2006 1.621% | 24/07/2056    | 25,600,000  | 25,351,680 |
| AXA 7.125%   | 15/12/2020    | 20,083,000  | 23,183,414 |
| Coventry Building Society 6.000%                   | 16/10/2019    | 21,183,000  | 23,008,379 |
| CPUK Finance 2.666%                                | 28/02/2020    | 21,406,000  | 21,777,951 |
| Ireland (Government of) 1.300%                     | 15/05/2033    | 18,787,000  | 16,326,973 |
| Porterbrook Rail Finance 5.500%                    | 20/04/2019    | 15,532,000  | 16,250,615 |
| Deutsche Bank 1.875%                               | 28/02/2020    | 14,900,000  | 14,948,783 |
| Banco Bilbao Vizcaya Argentaria 6.750%             | 29/12/2049    | 15,400,000  | 14,851,891 |
| Northern Powergrid Yorkshire 9.250%                | 17/01/2020    | 12,330,000  | 14,450,267 |
| Koninklijke KPN 6.875%                             | 14/03/2073    | 12,403,000  | 13,606,910 |
| Barclays Bank 7.125%                               | 29/10/2049    | 11,040,000  | 12,418,412 |
| Aviva 5.902%                                       | 29/11/2049    | 10,653,000  | 11,594,246 |
| Enel 7.750%  | 10/09/2075    | 10,000,000  | 11,386,000 |
| Barclays Bank 14.000%                              | 15/06/2166    | 10,000,000  | 11,272,500 |
| Eni Finance International 5.000%                   | 27/01/2019    | 10,741,000  | 11,243,547 |
| Legal & General 5.875%                             | 29/03/2049    | 10,426,000  | 10,942,679 |
| MetLife 5.250%                                     | 29/06/2020    | 10,000,000  | 10,833,200 |
| J Sainsbury 6.500%                                 | 29/12/2049    | 9,647,000   | 10,521,444 |
| Telefonica 5.597%                                  | 12/03/2020    | 9,700,000   | 10,444,960 |
| Credit Suisse 5.750%                               | 18/09/2025    | 10,000,000  | 10,033,068 |
| London Stock Exchange 9.125%                       | 18/10/2019    | 8,854,000   | 9,903,199  |
| Partnership Assurance 9.500%                       | 24/03/2025    | 8,400,000   | 9,660,000  |
| United Kingdom Gilt Inflation Linked 0.125%        | 22/03/2068    | 3,600,000   | 9,470,899  |
| UBS 1.250%   | 10/12/2020    | 9,400,000   | 9,396,898  |
| Telecom Italia 6.375%                              | 24/06/2019    | 8,400,000   | 9,054,700  |
| Leonardo 8.000%                                    | 16/12/2019    | 8,000,000   | 9,028,000  |
| General Electric 6.250%                            | 29/09/2020    | 8,000,000   | 8,883,138  |
| Yorkshire Building Society 4.125%                  | 20/11/2024    | 8,400,000   | 8,759,641  |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

### ABSOLUTE RETURN BOND FUND (continued)

| Largest Sales                               | Maturity Date | Quantity   | Value GBP  |
|---|---------------|------------|------------|
| United Kingdom Gilt 1.500%                  | 22/07/2047    | 65,000,000 | 59,398,940 |
| U.S.Treasury Inflation Indexed Bonds 0.375% | 15/01/2027    | 56,500,000 | 43,342,029 |
| BG Energy Capital 6.500%                    | 30/11/2072    | 38,173,000 | 38,173,000 |
| Standard Chartered Bank 7.750%              | 03/04/2018    | 35,450,000 | 35,450,000 |
| Barclays Bank 6.750%                        | 16/01/2023    | 32,878,000 | 32,878,000 |
| Severn Trent Utilities Finance 6.000%       | 22/01/2018    | 32,771,000 | 32,771,000 |
| Bank of America 7.750%                      | 30/04/2018    | 32,600,000 | 32,600,000 |
| Italy Buoni Poliennali Del Tesoro 2.950%    | 01/09/2038    | 30,390,000 | 27,485,985 |
| Vodafone 5.375%                             | 05/12/2017    | 26,241,000 | 26,241,000 |
| HSBC Bank 5.000%                            | 20/03/2023    | 25,733,000 | 25,733,000 |
| RELX Investments 7.000%                     | 11/12/2017    | 25,700,000 | 25,700,000 |
| RCI Banque 3.250%                           | 25/04/2018    | 22,321,000 | 22,321,000 |
| Telefonica Emisiones 5.375%                 | 02/02/2018    | 21,829,000 | 21,829,000 |
| Spirit Issuer %                             | 28/12/2036    | 20,021,000 | 20,021,000 |
| Daimler Canada Finance 1.750%               | 08/11/2017    | 20,000,000 | 20,000,000 |
| GKN 5.375%                                  | 19/09/2022    | 17,500,000 | 19,744,042 |
| Firstgroup 8.125%                           | 19/09/2018    | 16,840,000 | 17,438,662 |
| Veolia Environnement 4.850%                 | 29/01/2049    | 17,100,000 | 17,100,000 |
| Leonardo 6.250%                             | 15/07/2019    | 20,000,000 | 15,945,633 |
| Telecom Italia 7.375%                       | 15/12/2017    | 15,800,000 | 15,800,000 |
| Anglian Water Osprey Financing 7.000%       | 31/01/2018    | 15,701,000 | 15,701,000 |
| Banco Bilbao Vizcaya Argentaria 9.000%      | 29/05/2049    | 19,000,000 | 14,213,173 |
| Daimler 1.750%                              | 08/11/2017    | 11,382,000 | 11,382,000 |
| Bank of Scotland 10.500%                    | 16/02/2018    | 11,170,000 | 11,170,000 |
| Hutchison Whampoa Finance 5.625%            | 24/11/2017    | 10,400,000 | 10,400,000 |
| American International 6.765%               | 15/11/2017    | 10,124,000 | 10,124,000 |
| United Kingdom Gilt Inflation Linked 0.125% | 22/03/2068    | 3,600,000  | 9,511,721  |
| Credit Suisse 6.750%                        | 16/01/2023    | 9,465,000  | 9,465,000  |
| Deutsche Bank 2.750%                        | 17/02/2025    | 10,000,000 | 9,367,922  |
| General Electric 4.625%                     | 30/01/2043    | 11,800,000 | 8,492,569  |
| BMW Finance 1.750%                          | 20/11/2017    | 8,336,000  | 8,336,000  |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

The tables below show a breakdown of material purchases and sales of the Portfolios in accordance with Central Bank UCITS Regulations 79(2) requirements. All purchases and sales of investments exceeding 1% of the total value of each purchases and sales respectively, a minimum of 20 of each such purchases and sales, are disclosed. A full analysis of the movement on the Portfolio is available upon request.

### GLOBAL EQUITY INCOME FUND

| <b>Largest Purchases</b>   | <b>Quantity</b> | <b>Value USD</b> |
|----------------------------|-----------------|------------------|
| DBS                        | 709,000         | 14,432,813       |
| China Petroleum & Chemical | 13,628,000      | 12,983,016       |
| PTT                        | 9,979,400       | 12,638,256       |
| Microsoft                  | 136,136         | 11,526,746       |
| Natixis                    | 1,211,648       | 10,853,304       |
| ORIX                       | 431,000         | 8,051,653        |
| NextEra Energy             | 43,242          | 7,024,044        |
| Secure Income REIT         | 728,619         | 3,701,677        |
| Sabre Insurance            | 862,637         | 2,669,956        |
| Vinci                      | 16,737          | 1,689,084        |
| Taylor Wimpey              | 636,770         | 1,670,259        |
| Bpost                      | 47,406          | 1,377,636        |
| Watsco                     | 6,215           | 1,060,996        |

| <b>Largest Sales</b>               | <b>Quantity</b> | <b>Value USD</b> |
|------------------------------------|-----------------|------------------|
| PTT                                | 1,303,000       | 16,611,005       |
| Philip Morris International        | 98,821          | 8,219,936        |
| Tokyo Electron                     | 42,800          | 8,104,305        |
| TechnoPro                          | 135,200         | 7,162,021        |
| Lite-On Technology                 | 4,826,000       | 5,911,705        |
| Daito Trust Construction           | 30,500          | 5,769,513        |
| ComfortDelGro                      | 2,896,567       | 4,330,011        |
| Taiwan Semiconductor Manufacturing | 85,779          | 3,512,647        |
| Sabre Insurance                    | 862,637         | 2,961,122        |
| British American Tobacco           | 49,842          | 2,714,405        |
| Maxim Integrated Products          | 45,375          | 2,681,394        |
| Imperial Brands                    | 70,413          | 2,627,041        |
| Johnson & Johnson                  | 17,685          | 2,324,724        |
| Macquarie                          | 32,170          | 2,324,264        |
| Leggett & Platt                    | 52,991          | 2,271,011        |
| Wyndham Worldwide                  | 17,645          | 2,119,243        |
| Bridgestone                        | 44,000          | 1,983,700        |
| JPMorgan Chase                     | 10,707          | 1,235,084        |
| ING                                | 61,586          | 1,229,777        |
| Lockheed Martin                    | 3,191           | 1,102,697        |
| ANTA Sports Products               | 217,000         | 924,371          |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

The tables below show a breakdown of material purchases and sales of the Portfolios in accordance with Central Bank UCITS Regulations 79(2) requirements. All purchases and sales of investments exceeding 1% of the total value of each purchases and sales respectively, a minimum of 20 of each such purchases and sales, are disclosed. A full analysis of the movement on the Portfolio is available upon request.

### ACTIVE LONG DATED BOND FUND

| <b>Largest Sales</b>                               | <b>Maturity Date</b> | <b>Quantity</b> | <b>Value GBP</b> |
|--|----------------------|-----------------|------------------|
| United Kingdom Gilt 4.750%                         | 07/12/2030           | 1,000,000       | 1,384,031        |
| United Kingdom Gilt 2.250%                         | 07/09/2023           | 1,100,000       | 1,187,919        |
| AA Bond 6.269%                                     | 31/07/2025           | 800,000         | 855,344          |
| Pfizer 6.500%                                      | 03/06/2038           | 500,000         | 843,204          |
| Walmart 4.875%                                     | 19/01/2039           | 500,000         | 705,311          |
| Wal-Mart Stores 5.250%                             | 28/09/2035           | 220,000         | 318,800          |
| Vodafone 3.375%                                    | 08/08/2049           | 200,000         | 186,873          |
| Teva Pharmaceutical Finance Netherlands III 4.100% | 01/10/2046           | 200,000         | 119,513          |
| BL Superstores Finance 5.270%                      | 04/10/2025           | -               | 105,831          |
| Vodafone 3.000%                                    | 12/08/2056           | 100,000         | 86,229           |
| BL Superstores Finance 4.482%                      | 04/10/2025           | -               | 83,156           |
| Mitchells & Butlers Finance 6.013%                 | 15/12/2028           | -               | 12,629           |
| Meadowhall Finance 4.986%                          | 12/01/2032           | -               | 12,527           |
| Great Rolling Stock 6.875%                         | 27/07/2035           | -               | 11,448           |
| Octagon Healthcare Funding 5.333%                  | 31/12/2035           | -               | 9,421            |
| Aspire Defence Finance 4.674%                      | 31/03/2040           | -               | 7,384            |
| Mitchells & Butlers Finance 5.574%                 | 15/12/2030           | -               | 5,118            |
| Tesco Property Finance 7.623%                      | 13/07/2039           | -               | 4,997            |
| Tesco Property Finance 6.052%                      | 13/10/2039           | -               | 4,885            |
| Trafford Centre Finance 6.500%                     | 28/07/2033           | -               | 4,562            |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

The tables below show a breakdown of material purchases and sales of the Portfolios in accordance with Central Bank UCITS Regulations 79(2) requirements. All purchases and sales of investments exceeding 1% of the total value of each purchases and sales respectively, a minimum of 20 of each such purchases and sales, are disclosed. A full analysis of the movement on the Portfolio is available upon request.

### EQUITY MARKET NEUTRAL PLUS FUND<sup>^</sup>

| <b>Largest Purchases</b> |  | <b>Quantity</b> | <b>Value GBP</b> |
|--------------------------|--|-----------------|------------------|
| accesso Technology       |  | 1,369           | 30,558           |

  

| <b>Largest Sales</b>     | <b>Maturity Date</b> | <b>Quantity</b> | <b>Value GBP</b> |
|--------------------------|----------------------|-----------------|------------------|
| United Kingdom Treasury  | 02/01/2018           | 6,500,000       | 6,497,019        |
| KBC Bank 0.280%          | 05/12/2017           | 1,000,000       | 1,000,186        |
| Banque Federative 0.000% | 01/12/2017           | 1,000,000       | 999,781          |
| Quiz                     |                      | 289,484         | 460,500          |
| Strix                    |                      | 285,016         | 409,341          |
| accesso Technology       |                      | 7,468           | 169,607          |

<sup>^</sup> Equity Market Neutral Plus Fund closed on 2 February 2018.

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

The tables below show a breakdown of material purchases and sales of the Portfolios in accordance with Central Bank UCITS Regulations 79(2) requirements. All purchases and sales of investments exceeding 1% of the total value of each purchases and sales respectively, a minimum of 20 of each such purchases and sales, are disclosed. A full analysis of the movement on the Portfolio is available upon request.

### EQUITY MARKET NEUTRAL FUND

| <b>Largest Purchases</b>  | <b>Maturity Date</b> | <b>Quantity</b> | <b>Value GBP</b> |
|---------------------------|----------------------|-----------------|------------------|
| United Kingdom Treasury   | 30/01/2018           | 20,000,000      | 19,998,707       |
| United Kingdom Treasury   | 22/01/2018           | 20,000,000      | 19,997,239       |
| United Kingdom Treasury   | 26/02/2018           | 11,000,000      | 10,997,803       |
| Bank of Tokyo 0.000%      | 20/06/2018           | 7,500,000       | 7,500,000        |
| United Kingdom Treasury   | 26/03/2018           | 7,000,000       | 6,996,665        |
| United Kingdom Treasury   | 16/04/2018           | 6,000,000       | 5,996,878        |
| Mizuho Bank 0.500%        | 15/01/2018           | 3,500,000       | 3,500,105        |
| Barclays Bank 0.470%      | 13/03/2018           | 3,500,000       | 3,500,000        |
| ABN AMRO Bank 0.000%      | 12/02/2018           | 3,500,000       | 3,498,114        |
| Banque Federative 0.000%  | 08/03/2018           | 3,500,000       | 3,495,834        |
| BPCE                      | 09/04/2018           | 3,500,000       | 3,492,820        |
| Societe Generale 0.500%   | 08/02/2018           | 3,000,000       | 3,000,000        |
| United Kingdom Treasury   | 23/07/2018           | 3,000,000       | 2,995,691        |
| Standard Chartered 0.530% | 12/02/2018           | 2,000,000       | 2,000,000        |
| Secure Income REIT        |                      | 321,267         | 1,173,561        |
| accesso Technology        |                      | 28,133          | 619,005          |
| Strix                     |                      | 31,654          | 44,474           |
| Quiz                      |                      | 26,299          | 42,473           |

| <b>Largest Sales</b>      | <b>Maturity Date</b> | <b>Quantity</b> | <b>Value GBP</b> |
|---------------------------|----------------------|-----------------|------------------|
| United Kingdom Treasury   | 02/01/2018           | 21,000,000      | 21,000,000       |
| United Kingdom Treasury   | 30/01/2018           | 20,000,000      | 20,000,000       |
| United Kingdom Treasury   | 22/01/2018           | 20,000,000      | 20,000,000       |
| United Kingdom Treasury   | 26/02/2018           | 11,000,000      | 11,000,000       |
| Bank of Tokyo 0.000%      | 20/06/2018           | 7,500,000       | 7,500,195        |
| United Kingdom Treasury   | 26/03/2018           | 7,000,000       | 7,000,000        |
| United Kingdom Treasury   | 16/04/2018           | 6,000,000       | 6,000,000        |
| ING Bank 0.320%           | 01/12/2017           | 4,000,000       | 4,000,000        |
| KBC Bank 0.280%           | 05/12/2017           | 4,000,000       | 4,000,000        |
| Santander 0.290%          | 01/12/2017           | 4,000,000       | 4,000,000        |
| Banque Federative 0.000%  | 01/12/2017           | 4,000,000       | 4,000,000        |
| Barclays Bank 0.470%      | 13/03/2018           | 3,500,000       | 3,500,000        |
| Mizuho Bank 0.500%        | 15/01/2018           | 3,500,000       | 3,500,000        |
| ABN AMRO Bank 0.000%      | 12/02/2018           | 3,500,000       | 3,500,000        |
| BPCE                      | 09/04/2018           | 3,500,000       | 3,500,000        |
| Banque Federative 0.000%  | 08/03/2018           | 3,500,000       | 3,500,000        |
| United Kingdom Treasury   | 20/11/2017           | 3,035,000       | 3,035,000        |
| Societe Generale 0.500%   | 08/02/2018           | 3,000,000       | 3,000,000        |
| United Kingdom Treasury   | 06/11/2017           | 2,255,000       | 2,255,000        |
| Standard Chartered 0.530% | 12/02/2018           | 2,000,000       | 2,000,000        |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

The tables below show a breakdown of material purchases and sales of the Portfolios in accordance with Central Bank UCITS Regulations 79(2) requirements. All purchases and sales of investments exceeding 1% of the total value of each purchases and sales respectively, a minimum of 20 of each such purchases and sales, are disclosed. A full analysis of the movement on the Portfolio is available upon request.

### ABSOLUTE RETURN BOND GLOBAL FUND

| Largest Purchases                                  | Maturity Date | Quantity   | Value GBP |
|--|---------------|------------|-----------|
| U.S. Treasury Note 0.125%                          | 15/04/2022    | 13,000,000 | 9,235,431 |
| Italy Buoni Poliennali Del Tesoro 2.950%           | 01/09/2038    | 4,140,000  | 3,690,710 |
| Spain (Government of) 1.400%                       | 30/04/2028    | 3,690,000  | 3,262,633 |
| United Kingdom Gilt 1.500%                         | 22/07/2047    | 3,000,000  | 2,710,500 |
| Natwest Markets 0.625%                             | 02/03/2022    | 1,700,000  | 1,497,655 |
| Barclays 2.625%                                    | 11/11/2025    | 1,500,000  | 1,383,526 |
| Deutsche Bank 1.750%                               | 16/12/2021    | 1,300,000  | 1,295,463 |
| GE Capital UK Funding 5.625%                       | 25/04/2019    | 1,200,000  | 1,259,040 |
| KBC 5.625%   | 29/03/2049    | 1,300,000  | 1,196,912 |
| Income Contingent Student Loans 1 2002-2006 1.621% | 24/07/2056    | 1,200,000  | 1,188,360 |
| JPMorgan Chase 5.829%                              | 29/04/2049    | 1,600,000  | 1,157,023 |
| Credit Suisse 5.750%                               | 18/09/2025    | 1,100,000  | 1,103,639 |
| Banco Santander 6.250%                             | 12/03/2049    | 1,200,000  | 1,100,987 |
| UBS 1.250%   | 10/12/2020    | 1,100,000  | 1,099,637 |
| Telefonica 5.597%                                  | 12/03/2020    | 1,000,000  | 1,080,020 |
| Banco Bilbao Vizcaya Argentaria 6.750%             | 29/12/2049    | 1,000,000  | 975,276   |
| Volkswagen International Finance 3.875%            | 04/09/2166    | 1,000,000  | 901,944   |
| Erste Group Bank 8.875%                            | 29/12/2049    | 800,000    | 880,792   |
| Volkswagen Bank 0.750%                             | 15/06/2023    | 1,000,000  | 879,905   |
| ABN AMRO Bank 5.750%                               | 29/12/2049    | 800,000    | 782,010   |
| Close Brothers 2.750%                              | 26/04/2023    | 600,000    | 597,750   |
| United Kingdom Gilt Inflation Linked 0.125%        | 22/03/2068    | 220,000    | 578,777   |
| Royal Bank of Scotland 4.622%                      | 29/03/2049    | 800,000    | 575,689   |
| Bankia 9.000%                                      | 16/11/2026    | 500,000    | 559,758   |
| Heathrow Funding 6.000%                            | 20/03/2020    | 500,000    | 546,205   |
| Barclays 8.000%                                    | 15/12/2049    | 500,000    | 513,604   |
| CVS Health 3.700%                                  | 09/03/2023    | 700,000    | 499,678   |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

### ABSOLUTE RETURN BOND GLOBAL FUND (continued)

| Largest Sales                               | Maturity Date | Quantity  | Value GBP |
|---|---------------|-----------|-----------|
| U.S.Treasury Inflation Indexed Bonds 0.375% | 15/01/2027    | 5,400,000 | 4,142,424 |
| Italy Buoni Poliennali Del Tesoro 2.950%    | 01/09/2038    | 4,140,000 | 3,760,817 |
| United Kingdom Gilt 1.500%                  | 22/07/2047    | 3,000,000 | 2,780,586 |
| BG Energy Capital 6.500%                    | 30/11/2072    | 2,400,000 | 2,553,469 |
| RELX Investments 7.000%                     | 11/12/2017    | 2,200,000 | 2,352,039 |
| Telefonica Emisiones 5.375%                 | 02/02/2018    | 2,112,000 | 2,225,134 |
| Barclays Bank 6.750%                        | 16/01/2023    | 1,604,000 | 1,710,950 |
| Hutchison Whampoa Finance 5.625%            | 24/11/2017    | 1,600,000 | 1,688,761 |
| Skandinaviska Enskilda Banken 7.092%        | 29/12/2049    | 1,800,000 | 1,648,382 |
| Natwest Markets 0.625%                      | 02/03/2022    | 1,700,000 | 1,477,589 |
| AA Bond 4.249%                              | 31/07/2020    | 1,300,000 | 1,312,810 |
| Deutsche Bank 1.750%                        | 16/12/2021    | 1,300,000 | 1,295,132 |
| Telecom Italia 7.375%                       | 15/12/2017    | 1,200,000 | 1,287,256 |
| HSBC Bank 5.000%                            | 20/03/2023    | 1,200,000 | 1,200,000 |
| Heathrow Finance 5.375%                     | 01/09/2019    | 1,050,000 | 1,139,461 |
| Firstgroup 8.125%                           | 19/09/2018    | 1,100,000 | 1,139,105 |
| Anglian Water Osprey Financing 7.000%       | 31/01/2018    | 1,100,000 | 1,138,286 |
| UBS 1.250%                                  | 10/12/2020    | 1,100,000 | 1,099,115 |
| Natwest Markets 6.625%                      | 17/09/2018    | 1,000,000 | 1,061,297 |
| HBOS Capital Funding 6.461%                 | 29/11/2049    | 1,000,000 | 1,049,570 |
| Veolia Environnement 4.850%                 | 29/01/2049    | 1,000,000 | 1,045,971 |
| Santander 10.125%                           | 04/01/2023    | 1,000,000 | 1,000,000 |
| Wales & West Utilities Finance 6.750%       | 17/12/2036    | 936,000   | 992,350   |
| Volkswagen Bank 0.750%                      | 15/06/2023    | 1,000,000 | 885,367   |
| Bormioli Rocco 10.000%                      | 01/08/2018    | 1,000,000 | 879,211   |
| RCI Banque 3.250%                           | 25/04/2018    | 800,000   | 800,000   |
| Banco Bilbao Vizcaya Argentaria 9.000%      | 29/05/2049    | 1,000,000 | 765,270   |
| Citigroup 7.625%                            | 03/04/2018    | 700,000   | 751,322   |
| Standard Chartered Bank 7.750%              | 03/04/2018    | 650,000   | 650,000   |
| Nationwide Building Society 4.125%          | 20/03/2023    | 700,000   | 639,329   |
| UniCredit 2.421%                            | 03/05/2025    | 700,000   | 634,271   |
| United Kingdom Gilt Inflation Linked 0.125% | 22/03/2068    | 220,000   | 581,272   |
| Royal Bank of Scotland 4.622%               | 29/03/2049    | 800,000   | 575,689   |
| Cloverie PLC for Zurich Insurance 8.250%    | 29/01/2049    | 736,000   | 561,791   |
| KBC Bank 8.000%                             | 25/01/2023    | 800,000   | 559,343   |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

The tables below show a breakdown of material purchases and sales of the Portfolios in accordance with Central Bank UCITS Regulations 79(2) requirements. All purchases and sales of investments exceeding 1% of the total value of each purchases and sales respectively, a minimum of 20 of each such purchases and sales, are disclosed. A full analysis of the movement on the Portfolio is available upon request.

### ABSOLUTE RETURN BOND CONSTRAINED FUND

| Largest Purchases                           | Maturity Date | Quantity  | Value EUR |
|---|---------------|-----------|-----------|
| U.S. Treasury Note 0.125%                   | 15/04/2022    | 7,500,000 | 6,075,387 |
| Spain (Government of) 1.400%                | 30/04/2028    | 1,800,000 | 1,783,800 |
| United Kingdom Gilt 1.500%                  | 22/07/2047    | 1,700,000 | 1,759,693 |
| FCA Bank 1.250%                             | 23/09/2020    | 1,500,000 | 1,548,345 |
| Barclays Bank 6.000%                        | 14/01/2021    | 1,300,000 | 1,511,109 |
| Ireland (Government of) 1.300%              | 15/05/2033    | 1,366,000 | 1,362,462 |
| Portugal Obrigacoes do Tesouro OT 2.125%    | 17/10/2028    | 1,250,000 | 1,265,013 |
| Prudential 11.375%                          | 29/05/2039    | 1,000,000 | 1,263,435 |
| GKN 6.750%                                  | 28/10/2019    | 1,000,000 | 1,233,288 |
| Italy Buoni Poliennali Del Tesoro 2.950%    | 01/09/2038    | 1,100,000 | 1,097,426 |
| Volkswagen International Finance 3.875%     | 04/09/2166    | 1,000,000 | 1,022,380 |
| Heathrow Finance 5.375%                     | 01/09/2019    | 800,000   | 958,126   |
| Lafarge 5.500%                              | 16/12/2019    | 850,000   | 929,127   |
| Bank of Scotland 6.375%                     | 16/08/2019    | 750,000   | 913,568   |
| UBS 1.250%                                  | 10/12/2020    | 800,000   | 897,489   |
| Dell International 3.480%                   | 01/06/2019    | 1,000,000 | 860,702   |
| Tesco Corporate Treasury Services 2.125%    | 12/11/2020    | 800,000   | 841,920   |
| RWE 7.000%                                  | 29/03/2049    | 700,000   | 838,175   |
| Firstgroup 8.125%                           | 19/09/2018    | 700,000   | 829,188   |
| FCE Bank 3.250%                             | 19/11/2020    | 700,000   | 818,496   |
| BAT International Finance 4.000%            | 07/07/2020    | 750,000   | 816,008   |
| Vonovia Finance 0.875%                      | 30/03/2020    | 800,000   | 813,752   |
| Goldman Sachs 4.750%                        | 12/10/2021    | 700,000   | 809,550   |
| General Motors Financial 3.700%             | 24/11/2020    | 700,000   | 611,108   |
| Legal & General 10.000%                     | 23/07/2041    | 400,000   | 561,590   |
| La Mondiale 7.625%                          | 23/10/2165    | 600,000   | 523,939   |
| ASR Nederland 10.000%                       | 26/10/2065    | 400,000   | 462,000   |
| United Kingdom Gilt Inflation Linked 0.125% | 22/03/2068    | 150,000   | 445,302   |
| UniCredit 9.375%                            | 21/07/2065    | 300,000   | 354,000   |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

### ABSOLUTE RETURN BOND CONSTRAINED FUND (continued)

| Largest Sales                               | Maturity Date | Quantity  | Value EUR |
|---|---------------|-----------|-----------|
| Firstgroup 8.125%                           | 19/09/2018    | 1,700,000 | 2,008,415 |
| United Kingdom Gilt 1.500%                  | 22/07/2047    | 1,700,000 | 1,771,413 |
| U.S.Treasury Inflation Indexed Bonds 0.375% | 15/01/2027    | 2,000,000 | 1,715,737 |
| FCA Bank 4.000%                             | 17/10/2018    | 1,517,000 | 1,579,627 |
| Natwest Markets 6.934%                      | 09/04/2018    | 1,400,000 | 1,400,000 |
| Portugal Obrigacoes do Tesouro OT 2.125%    | 17/10/2028    | 1,250,000 | 1,266,715 |
| Standard Chartered Bank 7.750%              | 03/04/2018    | 1,000,000 | 1,141,639 |
| Italy Buoni Poliennali Del Tesoro 2.950%    | 01/09/2038    | 1,100,000 | 1,132,325 |
| Goldman Sachs 6.375%                        | 02/05/2018    | 1,000,000 | 1,064,991 |
| Zimmer Biomet 2.000%                        | 01/04/2018    | 1,300,000 | 1,057,039 |
| Renault 3.625%                              | 19/09/2018    | 1,000,000 | 1,037,777 |
| Severn Trent Utilities Finance 6.000%       | 22/01/2018    | 900,000   | 1,019,416 |
| Achmea Bank 0.875%                          | 17/09/2018    | 1,000,000 | 1,010,094 |
| Wendel 6.750%                               | 20/04/2018    | 1,000,000 | 1,000,000 |
| Santander 1.750%                            | 15/01/2018    | 1,000,000 | 1,000,000 |
| Wales & West Utilities Finance 6.750%       | 17/12/2036    | 772,000   | 933,577   |
| Ford Motor Credit 2.145%                    | 09/01/2018    | 1,000,000 | 834,968   |
| HSBC USA 1.700%                             | 05/03/2018    | 1,000,000 | 812,315   |
| Lafarge 5.000%                              | 19/01/2018    | 800,000   | 800,000   |
| Telecom Italia 7.375%                       | 15/12/2017    | 700,000   | 797,996   |
| Daimler 1.750%                              | 08/11/2017    | 700,000   | 794,511   |
| Bank of Scotland 10.500%                    | 16/02/2018    | 700,000   | 788,541   |
| Heathrow Funding 4.600%                     | 15/02/2018    | 700,000   | 732,303   |
| Vonovia Finance 0.621%                      | 15/12/2017    | 700,000   | 700,000   |
| RCI Banque 2.875%                           | 22/01/2018    | 700,000   | 700,000   |
| Bank of America 6.875%                      | 25/04/2018    | 800,000   | 654,959   |
| Barclays Bank 6.000%                        | 23/01/2018    | 600,000   | 636,174   |
| Tesco Corporate Treasury Services 1.375%    | 01/07/2019    | 560,000   | 576,351   |
| UBS 6.625%                                  | 11/04/2018    | 500,000   | 573,846   |
| Credit Suisse 6.750%                        | 16/01/2023    | 500,000   | 562,312   |
| Morgan Stanley 2.250%                       | 12/03/2018    | 500,000   | 511,445   |
| Barclays Bank 6.050%                        | 04/12/2017    | 600,000   | 505,625   |
| BMW Finance 1.750%                          | 20/11/2017    | 450,000   | 504,254   |
| National Australia Bank 3.625%              | 08/11/2017    | 400,000   | 454,006   |
| United Kingdom Gilt Inflation Linked 0.125% | 22/03/2068    | 150,000   | 448,398   |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

The tables below show a breakdown of material purchases and sales of the Portfolios in accordance with Central Bank UCITS Regulations 79(2) requirements. All purchases and sales of investments exceeding 1% of the total value of each purchases and sales respectively, a minimum of 20 of each such purchases and sales, are disclosed. A full analysis of the movement on the Portfolio is available upon request.

### EMERGING MARKET BOND OPPORTUNITIES FUND

| Largest Purchases                             | Maturity Date | Quantity  | Value USD |
|---|---------------|-----------|-----------|
| Topaz Marine 9.125%                           | 26/07/2022    | 2,900,000 | 3,020,060 |
| Eurotorg 8.750%                               | 30/10/2022    | 2,450,000 | 2,508,375 |
| Ukraine Government International Bond 7.375%  | 25/09/2032    | 2,550,000 | 2,507,725 |
| Petkim Petrokimya 5.875%                      | 26/01/2023    | 2,200,000 | 2,201,512 |
| Rio Energy 6.875%                             | 01/02/2025    | 2,100,000 | 2,110,152 |
| Senegal (Government of) 6.250%                | 23/05/2033    | 2,000,000 | 2,100,200 |
| Indika Energy Capital III Pte 5.875%          | 09/11/2024    | 2,100,000 | 2,095,800 |
| Turkey (Government of) 5.750%                 | 11/05/2047    | 2,200,000 | 2,094,356 |
| Argentina (Government of) 7.500%              | 22/04/2026    | 1,900,000 | 2,078,900 |
| Petropavlovsk 8.125%                          | 14/11/2022    | 2,100,000 | 2,073,600 |
| Credit Bank of Moscow Via CBOM Finance 7.500% | 05/10/2027    | 2,200,000 | 2,067,780 |
| Energy Resources 0%                           | 30/09/2022    | 2,000,000 | 2,054,930 |
| IHS Netherlands Holdco 9.500%                 | 27/10/2021    | 1,900,000 | 2,049,625 |
| Puma International Financing 5.125%           | 06/10/2024    | 2,000,000 | 2,047,000 |
| Brazilian (Government of) 5.000%              | 27/01/2045    | 2,300,000 | 2,046,770 |
| Petrobras Global Finance 8.750%               | 23/05/2026    | 1,700,000 | 2,045,100 |
| Zambia (Government of) 5.375%                 | 20/09/2022    | 2,100,000 | 2,044,340 |
| Dominican Republic (Government of) 5.500%     | 27/01/2025    | 2,000,000 | 2,042,825 |
| MARB BondCo 7.000%                            | 15/03/2024    | 2,000,000 | 2,040,000 |
| Ecuador (Government of) 8.875%                | 23/10/2027    | 1,900,000 | 2,037,750 |
| Jamaica(Government of) 7.875%                 | 28/07/2045    | 1,650,000 | 2,036,250 |
| Argentina (Government of) 4.625%              | 11/01/2023    | 2,100,000 | 2,035,768 |
| Digicel 8.250%                                | 30/09/2020    | 2,100,000 | 2,034,480 |
| Argentina (Government of) 6.875%              | 26/01/2027    | 1,850,000 | 2,032,225 |
| Banco do Brasil 9.250%                        | 15/10/2166    | 1,850,000 | 2,030,061 |
| Geopark 6.500%                                | 21/09/2024    | 2,000,000 | 2,030,000 |
| Akbank Turk 6.797%                            | 27/04/2028    | 2,000,000 | 2,029,600 |
| Dominican Republic (Government of) 6.600%     | 28/01/2024    | 1,800,000 | 2,021,526 |
| Bahrain (Government of) 7.000%                | 12/10/2028    | 2,000,000 | 2,012,200 |
| Lebanon (Government of) 8.250%                | 12/04/2021    | 1,900,000 | 2,009,060 |
| Liquid Telecommunications Financing 8.500%    | 13/07/2022    | 1,900,000 | 2,005,355 |
| Egypt (Government of) 7.500%                  | 31/01/2027    | 1,800,000 | 2,002,140 |
| Vale Overseas 8.250%                          | 17/01/2034    | 1,500,000 | 1,983,750 |
| Ethiopia International Bond 6.625%            | 11/12/2024    | 1,900,000 | 1,975,430 |
| DNO 8.750%                                    | 18/06/2020    | 2,000,000 | 1,975,000 |
| Kaisa 7.250%                                  | 30/06/2020    | 2,000,000 | 1,965,000 |
| Bancolumbia 4.875%                            | 18/10/2027    | 2,000,000 | 1,953,400 |
| South Africa (Government of) 5.375%           | 24/07/2044    | 1,600,000 | 1,540,000 |
| Ukraine (Government of) 7.750%                | 01/09/2023    | 1,500,000 | 1,530,000 |
| South Africa (Government of) 4.300%           | 12/10/2028    | 1,600,000 | 1,480,000 |
| Egypt (Government of) 5.577%                  | 21/02/2023    | 1,400,000 | 1,400,000 |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

### EMERGING MARKET BOND OPPORTUNITIES FUND (continued)

| Largest Sales   | Maturity Date | Quantity   | Value USD |
|---|---------------|------------|-----------|
| Peruvian Government International Bond 8.750%           | 21/11/2033    | 1,650,000  | 2,625,627 |
| Uruguay Government International Bond 5.100%            | 18/06/2050    | 2,300,000  | 2,614,736 |
| Ukraine Government International Bond 7.375%            | 25/09/2032    | 2,550,000  | 2,428,203 |
| Kazakhstan Government International Bond 4.875%         | 14/10/2044    | 2,250,000  | 2,415,773 |
| Uruguay Government International Bond 4.375%            | 27/10/2027    | 2,132,955  | 2,321,104 |
| Republic of Poland Government International Bond 5.125% | 21/04/2021    | 2,100,000  | 2,302,460 |
| Republic of Poland Government International Bond 5.000% | 23/03/2022    | 2,000,000  | 2,219,278 |
| Credit Bank of Moscow Via CBOM Finance 7.500%           | 05/10/2027    | 2,200,000  | 2,147,292 |
| Petropavlovsk 8.125%                                    | 14/11/2022    | 2,100,000  | 2,096,923 |
| Kazakhstan Government International Bond 3.875%         | 14/10/2024    | 2,000,000  | 2,089,379 |
| Colombia Government International Bond 4.000%           | 26/02/2024    | 1,950,000  | 2,046,997 |
| Mexican Bonos 4.750%                                    | 14/06/2018    | 38,000,000 | 2,035,403 |
| Sinopec Group Overseas Development 3.500%               | 03/05/2026    | 2,000,000  | 2,028,057 |
| Export-Import Bank of India 3.375%                      | 05/08/2026    | 2,000,000  | 1,994,820 |
| Proven Honour Capital 4.125%                            | 06/05/2026    | 2,000,000  | 1,970,983 |
| Indonesia Government International Bond 5.875%          | 15/01/2024    | 1,600,000  | 1,861,819 |
| Hungary Government International Bond 6.375%            | 29/03/2021    | 1,650,000  | 1,860,152 |
| Chile Government International Bond 3.125%              | 27/03/2025    | 1,800,000  | 1,852,181 |
| Colombia Government International Bond 5.000%           | 15/06/2045    | 1,700,000  | 1,832,345 |
| Peruvian Government International Bond 5.625%           | 18/11/2050    | 1,350,000  | 1,733,160 |
| Petroleos Mexicanos 6.750%                              | 21/09/2047    | 1,600,000  | 1,709,236 |
| Corp Nacional del Cobre de Chile 4.500%                 | 13/08/2023    | 1,500,000  | 1,633,313 |
| Bahrain Government International Bond 7.500%            | 20/09/2047    | 1,600,000  | 1,594,653 |
| KazMunayGas National 5.750%                             | 19/04/2047    | 1,500,000  | 1,557,971 |
| Oman Sovereign Sukuk 4.397%                             | 01/06/2024    | 1,500,000  | 1,525,662 |
| State Grid Overseas Investment 2013 3.125%              | 22/05/2023    | 1,500,000  | 1,508,893 |
| Hungary Government International Bond 6.250%            | 29/01/2020    | 1,200,000  | 1,322,907 |
| Hungary Government International Bond 5.375%            | 25/03/2024    | 1,150,000  | 1,318,074 |
| Petronas Capital 5.250%                                 | 12/08/2019    | 1,200,000  | 1,276,136 |
| Colombia Government International Bond 5.625%           | 26/02/2044    | 1,100,000  | 1,274,261 |
| Philippine Government International Bond 3.700%         | 01/03/2041    | 1,227,000  | 1,240,460 |
| Colombia Government International Bond 7.375%           | 18/03/2019    | 1,100,000  | 1,184,100 |
| Indonesia Government International Bond 5.125%          | 15/01/2045    | 1,000,000  | 1,116,573 |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

The tables below show a breakdown of material purchases and sales of the Portfolios in accordance with Central Bank UCITS Regulations 79(2) requirements. All purchases and sales of investments exceeding 1% of the total value of each purchases and sales respectively, a minimum of 20 of each such purchases and sales, are disclosed. A full analysis of the movement on the Portfolio is available upon request.

### GLOBAL DIVERSIFIED INCOME FUND

| <b>Largest Purchases</b>                    | <b>Maturity Date</b> | <b>Quantity</b> | <b>Value EUR</b> |
|---|----------------------|-----------------|------------------|
| U.S. Treasury Note 1.625%                   | 31/08/2019           | 2,785,500       | 2,332,346        |
| UniCredit 5.375%                            | 03/06/2166           | 2,000,000       | 2,000,000        |
| KBC 4.250%                                  | 24/10/2166           | 1,600,000       | 1,600,000        |
| U.S.Treasury Note 3.750%                    | 15/11/2018           | 1,800,000       | 1,550,947        |
| Fortress REIT                               |                      | 1,489,828       | 1,544,950        |
| Australia Government Bond 3.250%            | 21/04/2029           | 2,299,000       | 1,512,129        |
| Australia Government Bond 2.750%            | 21/10/2019           | 2,300,000       | 1,503,956        |
| U.S Treasury Note 3.625%                    | 15/08/2019           | 1,700,000       | 1,481,774        |
| Welltower                                   |                      | 30,606          | 1,470,342        |
| U.S. Treasury Note 2.625%                   | 15/11/2020           | 1,700,000       | 1,467,307        |
| Argentine (Government of) 7.500%            | 22/04/2026           | 1,700,000       | 1,465,498        |
| Turkey Government International Bond 6.000% | 25/03/2027           | 1,661,000       | 1,381,745        |
| Mondi                                       |                      | 61,288          | 1,341,332        |
| Siemens                                     |                      | 10,186          | 1,244,131        |
| Two Harbors Investment                      |                      | 88,990          | 1,107,206        |
| Mirvac                                      |                      | 815,138         | 1,085,730        |
| Danske Bank                                 |                      | 32,552          | 1,074,123        |
| Direct Line Insurance 4.750%                | 07/06/2166           | 900,000         | 1,023,170        |
| ORIX  |                      | 70,300          | 1,007,632        |
| Bank of America 5.875%                      | 15/09/2166           | 1,200,000       | 973,900          |
| Sri Lanka (Government of) 5.750%            | 18/04/2023           | 1,200,000       | 970,084          |
| Stichting AK Rabobank Certificaten 6.500%   | 29/12/2049           | 757,200         | 957,858          |
| Bridgestone                                 |                      | 25,300          | 945,109          |
| U.S.Treasury Note 1.625%                    | 31/03/2019           | 1,147,800       | 926,432          |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

### GLOBAL DIVERSIFIED INCOME FUND (continued)

| <b>Largest Sales</b>                        | <b>Maturity Date</b> | <b>Quantity</b> | <b>Value EUR</b> |
|---|----------------------|-----------------|------------------|
| U.S.Treasury Note 1.625%                    | 31/03/2019           | 2,790,700       | 2,279,845        |
| Australia Government Bond 4.500%            | 21/04/2033           | 2,443,000       | 1,864,468        |
| Fortress REIT                               |                      | 1,489,828       | 1,679,158        |
| U.S.Treasury Note 3.750%                    | 15/11/2018           | 1,800,000       | 1,558,743        |
| Growthpoint Properties                      |                      | 907,137         | 1,546,741        |
| Fortress Income Fund                        |                      | 1,489,828       | 1,544,950        |
| Australia Government Bond 3.250%            | 21/04/2029           | 2,299,000       | 1,536,202        |
| Australia Government Bond 2.750%            | 21/10/2019           | 2,300,000       | 1,498,121        |
| U.S Treasury Note 3.625%                    | 15/08/2019           | 1,700,000       | 1,425,794        |
| Turkey Government International Bond 6.000% | 25/03/2027           | 1,661,000       | 1,365,285        |
| UniCredit 5.375%                            | 03/06/2166           | 1,200,000       | 1,234,866        |
| Host Hotels & Resorts                       |                      | 73,327          | 1,234,064        |
| Jiangsu Expressway                          |                      | 906,882         | 1,181,811        |
| Amedeo Air Four Plus                        |                      | 972,131         | 1,132,130        |
| Sequoia Economic Infrastructure Income Fund |                      | 882,064         | 1,074,366        |
| Siemens                                     |                      | 10,186          | 1,063,174        |
| Lite-On Technology                          |                      | 1,016,000       | 1,061,093        |
| Danske Bank                                 |                      | 32,552          | 995,669          |
| Informa                                     |                      | 114,927         | 958,393          |
| UBS 5.750%                                  | 29/12/2049           | 800,000         | 958,271          |
| Doric Nimrod Air Two                        |                      | 421,438         | 956,023          |
| Barclays 8.000%                             | 15/12/2049           | 800,000         | 925,551          |
| Akbank Turk 7.500%                          | 05/02/2018           | 4,200,000       | 897,072          |
| Santander 6.750%                            | 29/12/2049           | 700,000         | 888,300          |
| PTT   |                      | 73,660          | 842,497          |
| Credit Suisse 7.500%                        | 29/12/2049           | 900,000         | 820,936          |
| Malaysia Government Bond 4.160%             | 15/07/2021           | 3,798,000       | 820,133          |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

The tables below show a breakdown of material purchases and sales of the Portfolios in accordance with Central Bank UCITS Regulations 79(2) requirements. All purchases and sales of investments exceeding 1% of the total value of each purchases and sales respectively, a minimum of 20 of each such purchases and sales, are disclosed. A full analysis of the movement on the Portfolio is available upon request.

### GLOBAL SUSTAINABLE EQUITY FUND

| <b>Largest Purchases</b>    | <b>Quantity</b> | <b>Value EUR</b> |
|-----------------------------|-----------------|------------------|
| Worldpay                    | 54,019          | 3,131,272        |
| Facebook                    | 13,611          | 2,080,191        |
| Nabtesco                    | 56,700          | 2,018,563        |
| Amplifon                    | 151,219         | 2,007,454        |
| Hargreaves Lansdown         | 98,779          | 1,938,858        |
| Amadeus IT                  | 31,081          | 1,858,700        |
| Technogym                   | 211,338         | 1,854,953        |
| Novanta                     | 33,660          | 1,490,664        |
| Avery Dennison              | 14,636          | 1,437,030        |
| St Shine Optical            | 57,000          | 1,420,013        |
| VAT                         | 10,643          | 1,407,281        |
| SVB Financial               | 6,847           | 1,363,666        |
| Mohawk Industries           | 6,414           | 1,318,933        |
| Trimble                     | 39,195          | 1,304,606        |
| MINDBODY                    | 47,326          | 1,255,076        |
| CTS Eventim                 | 32,046          | 1,212,825        |
| Fox Factory                 | 35,087          | 1,144,575        |
| Albemarle                   | 11,808          | 1,023,129        |
| Planet Fitness              | 38,660          | 1,006,253        |
| Disco                       | 5,400           | 1,004,930        |
| Steel Dynamics              | 29,270          | 986,692          |
| ICON                        | 10,545          | 973,665          |
| Everbridge                  | 41,746          | 969,251          |
| Aumann                      | 13,639          | 895,809          |
| Kingspan                    | 22,943          | 807,882          |
| Tetra Tech                  | 19,901          | 789,381          |
| Mortgage Advice Bureau      | 109,515         | 762,164          |
| Electronic Arts             | 8,002           | 752,939          |
| KMC Kuei Meng International | 182,000         | 669,421          |
| Ingredion                   | 5,658           | 643,177          |
| Coherent                    | 3,057           | 616,466          |
| Medidata Solutions          | 10,868          | 602,072          |
| Tencent                     | 12,200          | 553,325          |
| TechnoPro                   | 11,600          | 536,896          |
| Insulet                     | 8,398           | 502,158          |
| MarketAxess                 | 2,818           | 486,529          |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

### GLOBAL SUSTAINABLE EQUITY FUND (continued)

| <b>Largest Sales</b>       | <b>Quantity</b> | <b>Value EUR</b> |
|----------------------------|-----------------|------------------|
| Alphabet                   | 3,050           | 2,674,118        |
| Worldpay                   | 37,454          | 2,072,686        |
| Aon                        | 17,075          | 1,995,805        |
| KION                       | 26,515          | 1,922,351        |
| Svenska Handelsbanken      | 148,305         | 1,685,345        |
| ING                        | 117,856         | 1,657,414        |
| Ingredion                  | 14,349          | 1,548,124        |
| Fevertree Drinks           | 65,866          | 1,518,220        |
| Facebook                   | 11,961          | 1,485,241        |
| Ansys                      | 11,440          | 1,449,420        |
| Kajima                     | 176,000         | 1,415,745        |
| Norsk Hydro                | 238,785         | 1,342,926        |
| Vestas Wind Systems        | 18,768          | 1,305,222        |
| AO Smith                   | 23,024          | 1,233,420        |
| Industria de Diseno Textil | 41,415          | 1,229,041        |
| Keyence                    | 2,300           | 1,147,957        |
| Burlington Stores          | 12,372          | 1,032,080        |
| Fox Factory                | 35,087          | 1,006,685        |
| Disco                      | 5,400           | 909,806          |
| Largan Precision           | 8,000           | 875,862          |
| First Republic Bank        | 10,121          | 775,968          |
| Electronic Arts            | 7,740           | 739,061          |
| Leroy Seafood              | 162,191         | 728,142          |
| Huaneng Renewables         | 2,494,000       | 638,307          |
| SK Hynix                   | 10,230          | 610,732          |
| Coherent                   | 2,006           | 484,867          |
| Core Laboratories          | 5,049           | 440,042          |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

The tables below show a breakdown of material purchases and sales of the Portfolios in accordance with Central Bank UCITS Regulations 79(2) requirements. All purchases and sales of investments exceeding 1% of the total value of each purchases and sales respectively, a minimum of 20 of each such purchases and sales, are disclosed. A full analysis of the movement on the Portfolio is available upon request.

### GLOBAL DIVERSIFIED GROWTH FUND

| Largest Purchases                           | Maturity Date | Quantity  | Value EUR |
|---|---------------|-----------|-----------|
| United Kingdom Gilt Inflation Linked 0.125% | 10/08/2048    | 1,235,000 | 2,325,044 |
| U.S. Treasury Note 2.625%                   | 15/11/2020    | 1,515,000 | 1,276,797 |
| GCP Infrastructure Investments              |               | 707,384   | 969,616   |
| 3i Infrastructure                           |               | 393,373   | 878,433   |
| UniCredit 5.375%                            | 03/06/2166    | 800,000   | 800,000   |
| Invesco Mortgage Capital                    |               | 31,930    | 663,212   |
| DNO 8.750%                                  | 18/06/2020    | 800,000   | 661,303   |
| Petkim Petrokimya 5.875%                    | 26/01/2023    | 800,000   | 653,865   |
| Civitas Social Housing                      |               | 554,574   | 634,790   |
| Syncona                                     |               | 267,899   | 629,824   |
| Two Harbors Investment                      |               | 50,695    | 625,550   |
| Macquarie Korea Infrastructure Fund         |               | 95,357    | 599,216   |
| HICL Infrastructure                         |               | 343,647   | 566,966   |
| John Laing                                  |               | 193,338   | 523,564   |
| New Residential Investment                  |               | 32,940    | 466,461   |
| Direct Line Insurance 4.750%                | 07/06/2166    | 400,000   | 454,742   |
| Catco Reinsurance Opportunities Fund        |               | 573,370   | 453,822   |
| Burford Capital                             |               | 33,315    | 436,063   |
| T Rowe Price                                |               | 4,616     | 420,018   |
| Sri Lanka (Government of) 6.750%            | 18/04/2028    | 500,000   | 403,730   |
| KBC 4.250%                                  | 24/10/2166    | 400,000   | 400,000   |
| PTT   |               | 286,900   | 387,199   |
| Granite Point Mortgage Trust                |               | 22,962    | 339,979   |
| John Laing Infrastructure Fund              |               | 248,050   | 334,794   |
| Burlington Stores                           |               | 3,401     | 332,985   |
| Catco C Share                               |               | 390,000   | 329,100   |
| Triple Point Social Housing REIT            |               | 285,000   | 326,366   |
| First Bank of Nigeria 8.250%                | 07/08/2020    | 400,000   | 324,563   |
| MAF Global Securities 5.500%                | 07/09/2049    | 400,000   | 322,489   |
| Rio Energy 6.875%                           | 01/02/2025    | 400,000   | 322,132   |
| MARB BondCo 7.000%                          | 15/03/2024    | 400,000   | 320,564   |
| BOC Aviation                                |               | 72,000    | 318,988   |
| Digicel 8.250%                              | 30/09/2020    | 400,000   | 318,431   |
| Petrobras Global Finance 8.750%             | 23/05/2026    | 320,000   | 306,758   |
| Banco do Brasil 9.250%                      | 15/10/2166    | 350,000   | 306,133   |
| Ubisoft Entertainment                       |               | 4,093     | 300,269   |
| SVB Financial                               |               | 1,292     | 273,845   |
| Credit Agricole                             | 29/01/2049    | 300,000   | 271,875   |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

### GLOBAL DIVERSIFIED GROWTH FUND (continued)

| Largest Sales                                     | Maturity Date | Quantity  | Value EUR |
|---|---------------|-----------|-----------|
| United Kingdom Gilt Inflation Linked 0.125%       | 10/08/2048    | 1,235,000 | 2,346,890 |
| 3i Infrastructure                                 |               | 375,660   | 818,754   |
| Invesco Mortgage Capital                          |               | 43,327    | 731,571   |
| Mitsubishi UFJ Financial                          |               | 119,200   | 680,070   |
| Petkim Petrokimya 5.875%                          | 26/01/2023    | 800,000   | 635,977   |
| Activision Blizzard                               |               | 11,165    | 623,425   |
| PTT   |               | 51,000    | 604,535   |
| STORE Capital                                     |               | 25,400    | 553,577   |
| Sumitomo Mitsui Financial                         |               | 15,100    | 513,842   |
| UniCredit 5.375%                                  | 03/06/2166    | 500,000   | 505,473   |
| Mizuho Financial                                  |               | 327,800   | 500,732   |
| Amedeo Air Four Plus                              |               | 429,272   | 500,115   |
| CNA Financial                                     |               | 10,966    | 479,994   |
| Essent  |               | 14,265    | 477,621   |
| HICL Infrastructure                               |               | 302,639   | 475,895   |
| AO Smith  |               | 8,804     | 472,238   |
| Virgin Media Receivables Financing Notes I 5.500% | 15/09/2024    | 400,000   | 463,761   |
| Koito Manufacturing                               |               | 7,500     | 425,842   |
| Abertis Infraestructuras                          |               | 22,960    | 419,080   |
| John Laing  |               | 96,669    | 343,902   |
| China Resources Land                              |               | 136,000   | 338,007   |
| DEA Finance 7.500%                                | 15/10/2022    | 300,000   | 331,902   |
| Catco C Share                                     |               | 390,000   | 329,100   |
| GCP Infrastructure Investments                    |               | 232,114   | 305,427   |
| Doric Nimrod Air Two                              |               | 134,167   | 304,355   |
| CSC 10.125%                                       | 15/01/2023    | 300,000   | 299,824   |
| Ares Commercial Real Estate                       |               | 27,355    | 295,664   |
| DNB Bank 6.500%                                   | 29/12/2049    | 300,000   | 273,892   |
| Credit Suisse 7.500%                              | 29/12/2049    | 300,000   | 271,841   |
| Altice France 7.375%                              | 01/05/2026    | 300,000   | 266,872   |
| Empiric Student Property                          |               | 265,120   | 265,020   |
| Sequoia Economic Infrastructure Income Fund       |               | 212,600   | 264,894   |
| Brembo  |               | 19,850    | 262,674   |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

The tables below show a breakdown of material purchases and sales of the Portfolios in accordance with Central Bank UCITS Regulations 79(2) requirements. All purchases and sales of investments exceeding 1% of the total value of each purchases and sales respectively, a minimum of 20 of each such purchases and sales, are disclosed. A full analysis of the movement on the Portfolio is available upon request.

### GLOBAL EQUITY MARKET NEUTRAL FUND

| Largest Purchases       | Quantity | Value GBP |
|-------------------------|----------|-----------|
| Worldpay                | 60,692   | 3,345,898 |
| SVB Financial           | 13,940   | 2,546,161 |
| Nabtesco                | 62,100   | 1,866,386 |
| Littelfuse              | 12,131   | 1,788,480 |
| Burlington Stores       | 16,274   | 1,585,700 |
| VAT                     | 13,544   | 1,568,174 |
| Ubisoft Entertainment   | 25,575   | 1,555,403 |
| Xylem                   | 27,735   | 1,506,633 |
| Nomad Foods             | 124,086  | 1,485,453 |
| Boral                   | 326,832  | 1,421,637 |
| ORIX                    | 110,300  | 1,418,981 |
| Jack Henry & Associates | 15,783   | 1,408,691 |
| Mohawk Industries       | 6,625    | 1,400,681 |
| Lamb Weston             | 29,280   | 1,382,768 |
| MINDBODY                | 49,532   | 1,361,697 |
| Amano                   | 71,500   | 1,361,614 |
| Kurita Water Industries | 58,500   | 1,361,035 |
| CIE Automotive          | 53,184   | 1,333,173 |
| Zeon                    | 120,200  | 1,261,880 |
| Kandenko                | 151,000  | 1,249,810 |
| Raven Industries        | 49,346   | 1,242,029 |
| Insperity               | 29,274   | 1,225,393 |
| Nippon Suisan Kaisha    | 315,600  | 1,223,087 |
| Canfor                  | 73,278   | 1,220,359 |
| Gourmet Master          | 120,000  | 1,169,504 |
| 58.com                  | 19,100   | 1,143,045 |
| POSCO                   | 4,976    | 1,131,680 |
| Jafco                   | 28,700   | 1,118,770 |
| Coherent                | 4,428    | 827,958   |
| PTT                     | 722,000  | 709,941   |
| ANTA Sports Products    | 182,000  | 640,564   |
| Disco                   | 3,200    | 568,706   |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

### GLOBAL EQUITY MARKET NEUTRAL FUND (continued)

| <b>Largest Sales</b>     | <b>Maturity Date</b> | <b>Quantity</b> | <b>Value GBP</b> |
|--------------------------|----------------------|-----------------|------------------|
| Worldpay                 |                      | 62,702          | 3,532,066        |
| Banque Federative 0.000% | 01/12/2017           | 2,000,000       | 2,000,000        |
| AIA                      |                      | 289,400         | 1,757,287        |
| Insulet                  |                      | 28,728          | 1,733,526        |
| Disco                    |                      | 11,800          | 1,721,245        |
| AO Smith                 |                      | 36,206          | 1,698,183        |
| Square Enix              |                      | 49,900          | 1,639,348        |
| Xylem                    |                      | 27,735          | 1,562,137        |
| Asahi Glass              |                      | 50,600          | 1,479,757        |
| PTT                      |                      | 145,900         | 1,465,692        |
| MarketAxess              |                      | 10,131          | 1,421,983        |
| ORIX                     |                      | 110,300         | 1,402,885        |
| Essent                   |                      | 46,241          | 1,343,325        |
| Albemarle                |                      | 13,509          | 1,316,665        |
| SVB Financial            |                      | 7,697           | 1,293,318        |
| Boral                    |                      | 326,832         | 1,292,314        |
| Haseko                   |                      | 118,700         | 1,271,248        |
| Mohawk Industries        |                      | 6,625           | 1,221,701        |
| Zeon                     |                      | 120,200         | 1,192,480        |
| Daicel                   |                      | 129,400         | 1,102,896        |
| Fox Factory              |                      | 40,216          | 1,088,718        |
| POSCO                    |                      | 4,976           | 1,071,609        |
| Jafco                    |                      | 28,700          | 1,063,435        |
| Nippon Light Metal       |                      | 557,500         | 1,030,882        |
| Huaneng Renewables       |                      | 2,848,000       | 697,242          |
| ANTA Sports Products     |                      | 176,000         | 586,302          |
| Watsco                   |                      | 3,300           | 417,560          |
| Basso Industry           |                      | 235,000         | 409,940          |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

The tables below show a breakdown of material purchases and sales of the Portfolios in accordance with Central Bank UCITS Regulations 79(2) requirements. All purchases and sales of investments exceeding 1% of the total value of each purchases and sales respectively, a minimum of 20 of each such purchases and sales, are disclosed. A full analysis of the movement on the Portfolio is available upon request.

### SHORT DATED HIGH YIELD GLOBAL BOND FUND

| Largest Purchases                                  | Maturity Date | Quantity  | Value USD |
|--|---------------|-----------|-----------|
| Seagate HDD Cayman 4.250%                          | 01/03/2022    | 2,200,000 | 2,199,120 |
| First Data 5.375%                                  | 15/08/2023    | 2,000,000 | 2,037,990 |
| HCA 7.500%   | 15/02/2022    | 1,800,000 | 2,027,565 |
| Miller Homes 6.036%                                | 15/10/2023    | 1,400,000 | 2,009,610 |
| Teva Pharmaceutical Finance Netherlands III 1.700% | 19/07/2019    | 2,000,000 | 1,950,600 |
| Platin 1426 5.375%                                 | 15/06/2023    | 1,600,000 | 1,912,546 |
| InterXion 6.000%                                   | 15/07/2020    | 1,500,000 | 1,911,319 |
| Teva Pharmaceutical Finance Netherlands III 1.400% | 20/07/2018    | 1,900,000 | 1,885,354 |
| Prime Security Services Borrower 9.250%            | 15/05/2023    | 1,700,000 | 1,847,370 |
| Algeco Global Finance 6.500%                       | 15/02/2023    | 1,500,000 | 1,832,972 |
| Equinix 5.375%                                     | 01/01/2022    | 1,700,000 | 1,764,665 |
| Genesis Energy 6.750%                              | 01/08/2022    | 1,700,000 | 1,764,432 |
| Coty 4.000%  | 15/04/2023    | 1,400,000 | 1,735,567 |
| Reynolds Group Issuer 5.750%                       | 15/10/2020    | 1,700,000 | 1,705,817 |
| MGM Resorts International 7.750%                   | 15/03/2022    | 1,400,000 | 1,610,431 |
| T-Mobile USA 6.000%                                | 01/03/2023    | 1,500,000 | 1,574,947 |
| ArcelorMittal 5.125%                               | 01/06/2020    | 1,500,000 | 1,569,069 |
| Thomas Cook 6.250%                                 | 15/06/2022    | 1,200,000 | 1,557,679 |
| Arqiva Broadcast Finance 9.500%                    | 31/03/2020    | 1,100,000 | 1,541,377 |
| Western Digital 7.375%                             | 01/04/2023    | 1,400,000 | 1,517,365 |
| Firstgroup 6.125%                                  | 18/01/2019    | 1,000,000 | 1,459,496 |
| Tullow Oil 6.250%                                  | 15/04/2022    | 1,400,000 | 1,423,800 |
| Marfrig 8.000%                                     | 08/06/2023    | 1,300,000 | 1,361,200 |
| IQVIA 4.875%                                       | 15/05/2023    | 1,300,000 | 1,335,610 |
| Tullow Oil 6.000%                                  | 01/11/2020    | 1,300,000 | 1,315,755 |
| United States Steel 8.375%                         | 01/07/2021    | 1,200,000 | 1,304,326 |
| Williams Scotsman International 7.875%             | 15/12/2022    | 1,200,000 | 1,242,740 |
| Aker BP 6.000%                                     | 01/07/2022    | 1,200,000 | 1,240,738 |
| SPCM 2.875%  | 15/06/2023    | 1,000,000 | 1,227,226 |
| CBR Fashion Finance 5.125%                         | 01/10/2022    | 1,000,000 | 1,157,069 |
| Federal-Mogul 4.875%                               | 15/04/2022    | 900,000   | 1,115,015 |
| Mylan 2.500%                                       | 07/06/2019    | 1,100,000 | 1,095,543 |
| International Game Technology 6.250%               | 15/02/2022    | 1,000,000 | 1,077,864 |
| Jaguar Land Rover Automotive 4.125%                | 15/12/2018    | 1,050,000 | 1,062,536 |
| Drax Finco 4.250%                                  | 01/05/2022    | 750,000   | 1,061,649 |
| Fiat Chrysler Automobiles 5.250%                   | 15/04/2023    | 1,000,000 | 1,046,864 |

# Kames Capital Investment Company (Ireland) Plc

Semi-Annual Report and Unaudited Financial Statements  
for the financial period from 1 November 2017 to 30 April 2018

## PORTFOLIO CHANGES FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2018 (continued)

### SHORT DATED HIGH YIELD GLOBAL BOND FUND (continued)

| <b>Largest Sales</b>                               | <b>Maturity Date</b> | <b>Quantity</b> | <b>Value USD</b> |
|--|----------------------|-----------------|------------------|
| United States Steel 8.375%                         | 01/07/2021           | 2,000,000       | 2,162,251        |
| Teva Pharmaceutical Finance Netherlands III 1.400% | 20/07/2018           | 1,900,000       | 1,900,000        |
| Ultra Resources 6.875%                             | 15/04/2022           | 1,800,000       | 1,545,764        |
| Western Digital 7.375%                             | 01/04/2023           | 1,400,000       | 1,522,164        |
| Nielsen Finance 5.000%                             | 15/04/2022           | 1,300,000       | 1,331,691        |
| Tullow Oil 6.000%                                  | 01/11/2020           | 1,300,000       | 1,319,500        |
| L Brands 8.500%                                    | 15/06/2019           | 1,100,000       | 1,187,901        |
| CeramTec 8.250%                                    | 15/08/2021           | 895,000         | 1,155,812        |
| HCA 3.750%   | 15/03/2019           | 1,100,000       | 1,124,878        |
| Seagate HDD Cayman 4.250%                          | 01/03/2022           | 1,100,000       | 1,099,560        |
| MGM Resorts International 5.250%                   | 31/03/2020           | 1,000,000       | 1,056,896        |
| Genesis Energy 5.750%                              | 15/02/2021           | 1,000,000       | 1,039,778        |
| Marfrig Holdings Europe 6.875%                     | 24/06/2019           | 1,000,000       | 1,034,774        |
| CIT 5.500%   | 15/02/2019           | 1,000,000       | 1,024,730        |
| CNH Industrial Capital 3.625%                      | 15/04/2018           | 1,000,000       | 1,000,000        |
| Reynolds Group Issuer 5.750%                       | 15/10/2020           | 900,000         | 947,713          |
| T-Mobile USA 6.125%                                | 15/01/2022           | 900,000         | 927,567          |
| Freeport-McMoRan 2.375%                            | 15/03/2018           | 700,000         | 700,000          |
| Icahn Enterprises 4.875%                           | 15/03/2019           | 700,000         | 700,000          |
| Anglo American Capital 9.375%                      | 08/04/2019           | 600,000         | 642,940          |
| Thomas Cook Finance 6.750%                         | 15/06/2021           | 500,000         | 627,822          |
| Fiat Chrysler Automobiles 4.500%                   | 15/04/2020           | 600,000         | 622,950          |
| ArcelorMittal 3.000%                               | 25/03/2019           | 500,000         | 620,468          |
| Whiting Petroleum 5.000%                           | 15/03/2019           | 600,000         | 617,856          |
| Rexel 3.250%                                       | 15/06/2022           | 500,000         | 608,276          |
| CenturyLink 6.450%                                 | 15/06/2021           | 600,000         | 603,910          |
| UniCredit 6.125%                                   | 19/04/2021           | 400,000         | 562,821          |
| Mylan 2.600%                                       | 24/06/2018           | 500,000         | 502,664          |
| General Motors Financial 2.400%                    | 10/04/2018           | 450,000         | 450,000          |
| Bormioli Rocco 10.000%                             | 01/08/2018           | 300,000         | 355,500          |
| Leonardo 6.250%                                    | 15/07/2019           | 300,000         | 318,522          |

**Kames Capital Investment Company (Ireland) Plc**  
**Semi-Annual Report and Unaudited Financial Statements**  
**for the period from 1 November 2017 to 30 April 2018**

**Securities Financial Transactions Regulations**

The following disclosure follows the requirements of EU Securities Financing Transactions Regulation ("SFTR") which came into effect on 12 January 2016.

A Securities Financing Transaction ("SFT") is defined as per Article 3(11) of the SFTR as:

- A repurchase transaction;
- Securities or commodities lending and securities or commodities borrowing;
- A buy-sell back transaction or sell-buy back transaction; or
- A margin lending transaction.

None of the Funds were engaged in securities lending transactions during the period ended 30 April 2018. In addition, no SFTs that meet above definition were held by any of the Funds as at 30 April 2018.

There were no securities and commodities on loan as a proportion of total lendable assets (excluding cash and cash equivalents) as at 30 April 2018.

Kames Capital Investment Company (Ireland) Plc, is an umbrella type open-ended investment company with variable capital registered in the Republic of Ireland (Company Number 442106), registered office at 25-28 North Wall Quay, International Financial Services Centre, Dublin 1. Board of Directors: Andrew Bell (UK), Mike Kirby (Ireland) and Bronwyn Wright (Ireland). Kames Capital Investment Company (Ireland) Plc is regulated by the Central Bank of Ireland.

Kames Capital plc (Company No. SC113505) and Kames Capital Management Limited (Company No. SC212159) are registered in Scotland at Kames House, 3 Lochside Crescent, Edinburgh EH12 9SA. Kames Capital plc is authorised and regulated by the Financial Conduct Authority. Kames Capital Management Limited is an appointed representative of Scottish Equitable plc which is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority.