

# **NEXT AM FUND**

## **Société d'Investissement à Capital Variable**

R.C.S. Luxembourg B 168.626

Annual Report, including Audited Financial Statements as at December 31, 2015

No subscription can be received on the basis of financial reports. Subscriptions are only valid if made on the basis of the current prospectus and relevant Key Investor Information Document ("KIID") which will be accompanied by a copy of the latest Annual Report and a copy of the latest available semi-annual report, if published after such Annual Report.

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## Organisation of the SICAV

### Registered Office

NEXT AM FUND (until December 31, 2015)  
33, rue de Gasperich  
L-5826 Hesperange  
Grand Duchy of Luxembourg

NEXT AM FUND (since January 1, 2016)  
60, Avenue John Fitzgerald Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

### Board of Directors of the SICAV

#### Chairman

Alain GERBALDI  
La Française AM International  
2, Boulevard de la Foire  
L-1528 Luxembourg  
Grand Duchy of Luxembourg

#### Directors

Pascale AUCLAIR  
La Française Asset Management  
128, Boulevard Raspail  
F-75006 Paris  
France

Lior DERHY  
New Alpha Asset Management  
128, Boulevard Raspail  
F-75006 Paris  
France

Philippe PAQUET  
New Alpha Asset Management  
128, Boulevard Raspail  
F-75006 Paris  
France

Antoine ROLLAND  
New Alpha Asset Management  
128, Boulevard Raspail  
F-75006 Paris  
France

Philippe VERDIER  
La Française AM International  
2, Boulevard de la Foire  
L-1528 Luxembourg  
Grand Duchy of Luxembourg

### Management Company

La Française AM International  
2, Boulevard de la Foire  
L-1528 Luxembourg  
Grand Duchy of Luxembourg

### Supervisory Board of the Management Company

Patrick RIVIERE  
La Française Group  
128, Boulevard Raspail  
F-75006 Paris  
France

## Organisation of the SICAV (continued)

Pierre LASSERRE  
La Française Group  
128, Boulevard Raspail  
F-75006 Paris  
France

Xavier LEPINE  
La Française Group  
128, Boulevard Raspail  
F-75006 Paris  
France

### Executive Board of the Management Company

Philippe LECOMTE  
La Française AM International  
2, Boulevard de la Foire  
L-1528 Luxembourg  
Grand Duchy of Luxembourg

Alain GERBALDI  
La Française AM International  
2, Boulevard de la Foire  
L-1528 Luxembourg  
Grand Duchy of Luxembourg

Philippe VERDIER  
La Française AM International  
2, Boulevard de la Foire  
L-1528 Luxembourg  
Grand Duchy of Luxembourg

Isabelle KINTZ  
La Française AM International  
2, Boulevard de la Foire  
L-1528 Luxembourg  
Grand Duchy of Luxembourg

### Custodian Bank, Domiciliation and Listing Agent

BNP Paribas Securities Services - Luxembourg Branch (until December 31, 2015)  
33, rue de Gasperich  
L-5826 Hesperange  
Grand Duchy of Luxembourg

BNP Paribas Securities Services - Luxembourg Branch (since January 1, 2016)  
60, Avenue John Fitzgerald Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

### Administrative Agent

BNP Paribas Securities Services - Luxembourg Branch (until December 31, 2015)  
33, rue de Gasperich  
L-5826 Hesperange  
Grand Duchy of Luxembourg

BNP Paribas Securities Services - Luxembourg Branch (since January 1, 2016)  
60, Avenue John Fitzgerald Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

### Investment Manager - Investment Advisor

**For the Sub-Fund:**  
NEXT AM FUND - TENDANCE FINANCE

Investment Manager  
La Française Asset Management (formerly La Française des Placements)  
128, Boulevard Raspail  
F-75006 Paris  
France

**Organisation of the SICAV (continued)**

Investment Advisor  
Tendance Finance  
128, Boulevard Raspail  
F-75006 Paris  
France

***Cabinet de révision agréé***

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

**Clearing Broker**

Newedge Group  
52, Avenue des Champs Elysées  
F-75008 Paris  
France

**Paying Agent / Representative Principal Paying Agent****France**

BNP Paribas Securities Services Paris  
3, rue d'Antin  
F-75002 Paris  
France

## Information to shareholders

### Incorporation

NEXT AM FUND (the "SICAV") is an investment Company with variable capital potentially comprising multiple Sub-Funds, subject to Part I of the amended 2010 Law (the "Law") relating to Undertakings for Collective Investment. The Part I of the Law covers the provisions of the European Directive dated July 13, 2009 (2009/65/EC). The SICAV has been incorporated on May 3, 2012 for an unlimited period. The SICAV's Articles of Association were published in the *Mémorial, Recueil des Sociétés et Associations* on May 25, 2012.

The minimum capital of the SICAV is EUR 1,250,000. The SICAV's capital is expressed in EUR and is at all times equal to the sum of the values of the net assets of its Sub-Fund, categories and classes of shares and represented by shares of no par value.

### Communications and reports to shareholders

#### 1. Periodic reports

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

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

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

#### 2. Information to shareholders

##### a) Net asset value

The net asset values of the share in the Sub-Fund, category or class of share of the SICAV are available weekly at the Registered Office of the SICAV. The Board of Directors of the SICAV may subsequently decide to publish such net assets in newspapers of the countries where the shares of the SICAV are offered or sold. They are posted weekly on Fundsquare and Bloomberg.

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

##### b) Subscription and redemption prices

The subscription and redemption prices of the shares of the SICAV, category or class of shares of the SICAV are published weekly (until April 12, 2015) and daily (since April 13, 2015) at the Custodian Bank.

##### c) Notifications to shareholders

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

## Directors' Report

### NEXT AM FUND - TENDANCE FINANCE

In January 2015, the Greek saga took another turn following the entry into power of the extreme-left party, Syriza, in mid-December. Syriza was determined to widely renegotiate the conditions of the European aid programme for Greece. Once emotions had settled, and before some very gruelling negotiations in late June, this rapidly became a secondary concern, with the measures announced by the ECB on the size of its QE proving to be a surprise. The first part of the year was marked by an exceptional bond rally in the eurozone, causing German 10-year rates to fall to close to 0% and 30 year rates at 0.50%, half the rate of the already weak Japanese rates of the same maturity. At the same time, the US upturn appeared fragile (Q1 2015 at -0.2%, only partially due to a tougher economic situation), Chinese growth was sluggish (Q1 at 5.3%) and Japanese growth remained somewhat disappointing, despite the drop in the yen and the monetary measures of the BOJ. With low bond yields, equity markets rose strongly across the world (Europe, Japan and China), and to a slightly lesser extent in the USA (higher valuation level and corporate earnings showing no real progress owing to the strength of the dollar).

More than a radical shift in the economic landscape, the second quarter of 2015 was above all characterised by a significant change in the financial situation: a sharp upward correction of German and American long rates, the widening spreads of government rates in the eurozone and, above all, the stress caused by the stalemate in negotiations between the European Union and Greece. Aside from the excessively low yields on debts of the major countries, the first trend can mainly be explained by the eurozone coming out of a deflationary spiral and the increasingly strong probability - over a shorter timeframe - of the first rise in federal fund rates since 2008. At the end of the period, financial markets were fully occupied by "Greek stress", reacting rapidly to the often contradictory news emerging every day. On 30 June, despite it being a financial payment deadline for Greece with the IMF, no agreement was reached. With regard to the global situation, economies continued to grow across the world (except for Brazil and Russia), although it was generally disappointing with levels still considered too low, which required further interventions or stimulus from the central banks (Chinese interest rates lowered four times since the beginning of the year, rates lowered in Australia, South Korea, QE in Japan and in the eurozone, postponement of the expected interest rate hike in the USA and the UK, etc.). The second half of the year ended with a lot more doubts than certainties over the growth dynamic, reflecting significant revisions made by the major economic institutions (IMF, OECD, etc.). 2015 forecasts were revised downwards to lower levels than those of the previous year.

Since July, the agreement extracted by the European Union and the Greek authorities over a third aid plan was welcomed by the markets, which had previously suffered, but were unable to climb back to the highs of the year. In mid-August, the brutal drop of 3% in the Yuan against the dollar was a fresh catalyst for market uncertainty, notably because for some weeks the Chinese economy appeared to be caught in a certain slowdown, even though it was not possible to truly appreciate the scope of the slowdown. At the same time, the strong drop in the price of commodities jeopardised many emerging markets, along with statements from members of the Fed indicating the probable end to the zero-rate policy, were the other significant factors leading to a drop in equity markets and a rise in corporate risk premiums, with no real reward in traditional safe havens (core interest rates, gold, the Yen, etc.). Ultimately, despite a thriving American economy (Q2 growth revised to 3.90%), the failure of the central bank to act, allowing the potential risk of an economic slowdown outside the United States to remain, once again fuelled market uncertainty, reflected in the rise in the VIX, the fall in equity markets by more than 15% since mid-August and the sharp rise in risk premiums which, previously restricted to the commodities sector, spread across the whole market (companies with exposure to emerging economies, the Volkswagen emissions-cheating scandal, its competitors, sub-contractors, etc.). Overall, the third quarter of the year ended with global growth still creeping towards an economic slowdown and still flirting with deflationary risks.

The fourth quarter of 2015 proved to be an eventful one - the monetary authorities, the IMF, the Fed and the ECB all took historic decisions. The first of these was to confirm the entry of the Chinese currency to the SDR basket of reserves. The second decision was to raise the federal funds rate for the first time since before the 2008 crisis, thereby signifying the good health and continuation of the US recovery. Finally, it was decided to once again cut the rate on overnight deposits, dipping further into negative territory at -0.30%. In addition to these decisions, the continual significant fall in the price of commodities, especially the price of oil, brought about increased nervousness and volatility in the markets. This negative sentiment also had its origins in fears over the magnitude of the Chinese slowdown. So, despite a favourable economic and financial environment (positive growth and abundant liquidity), company credit margins were widely spread under the initial instinct among companies in US energy sector, which was initially propagated to the industrial sector and ultimately to the entire High Yield market.

In the eurozone, although calm was restored since the start of the summer, the results of local, regional and national elections which took place over the fourth quarter in various European countries still point to political difficulties in pursuing the reforms already undertaken. Despite the planets coming into alignment (cheap oil, strong dollar and abundant liquidity), the financial markets ended the year with mixed fortunes. Returns were relatively modest, regardless of the asset class, with some honourable exceptions. It is worth pointing out that global economic growth in 2015, currently estimated at around 3%, fell below all expectations compared to growth in 2014.



## Directors' Report (continued)

### MANAGEMENT POLICY DURING THE FINANCIAL YEAR

#### PERFORMANCE AND ALLOCATIONS DURING THE FINANCIAL YEAR (31/12/2014 to 31/12/2015)

As at December 31, 2015, the Fund posted a performance (for the financial year 31/12/2014 to 31/12/2015) of +3.82%.

Bond market:

The EURO MTS 3/5 years index posted a return of +1.4%, the 5/7 years +2.1% and the Global index +1.7%.

Equities market:

EUROSTOXX 50 index: +6.4% Total Return

#### ALLOCATION OF ASSETS AS AT December 31, 2015

Interest rates: -10%

GLOBAL SHARES: +1.5%

CURRENCIES: 2.5%

As at December 31, 2015, the global risk of the Fund was at its lowest level for the year. The investment rate is very low.

The year 2015 can be divided into two main periods.

In the first period, from January to April, the Fund maintained a high risk level with a high investment rate in equities and fixed-income securities. The returns for the Fund were earned during this period.

The second period was characterised by high market volatility and the absence of a trend. Throughout this period, global risk remained very low, with drastically reduced holdings.

This second period was characterised by a decrease in the performance achieved during the first quarter.

The equity risk exposure of portfolio investments rose to 1.5% by the end of the period.

Over the course of 2015, exposure to equity risk varied between -5% and +110%.

In the first quarter, exposure was between +20% and +110%, concentrated on eurozone shares.

In the second period, the investment rate in equity risk remained below 10% due to the absence of market trends.

The interest rate risk exposure of portfolio investments (sensitivity of bond investments) was -0.08 years, or -10% at the end of the period.

Over the course of 2015, exposure to interest rate risk varied between -3 and 30 years in sensitivity.

Over the first quarter, the Fund remained highly exposed to interest rate risk in order to benefit from the drop in bond yields linked to the deflationary environment and a very modest upturn in worldwide growth.

Exposure centred on European interest rates in order to profit from the easing of the European Central Bank's monetary policy.

In the second period, interest rate risk exposure was low and even became a short position, by a slight margin, at the end of the year.

The Fund was very marginally exposed to currencies via a long position in dollars against a basket of primarily G10 currencies, at 2.5%, at the end of the period.

## Directors' Report (continued)

### ADDITIONAL INFORMATION

#### Selection of financial intermediaries

"The choice of counterparties and investment companies, LFP service providers, is carried out according to a detailed evaluation process aimed at ensuring the company receives a quality service. It consists of a key element in the overall decision-making process which includes the impact of the quality of the brokerage service in all of our departments: Management, Financial analysis and credit, Trading, Middle-Office and Internal Control."

#### 1. Best Selection

LFP, pursuant to the regulations in force, has implemented a policy which allows it to take all reasonable measures to obtain the best results possible for the UCITS under management.

This policy is used to select, according to each class of instrument (equities, rate products, derivatives, etc.), the Financial Intermediaries to whom the orders will be sent for execution, according to quantitative and qualitative criteria.

For more details, the order execution policy is available on the Company's website: [www.lafrancaise-group.com](http://www.lafrancaise-group.com).

#### 2. Conflicts of interest

In the context of the supply of investment services, the entities of the LA FRANCAISE Group are potentially likely to find themselves in a conflict-of-interest situation.

These situations, defined as situations likely to jeopardise the interest of one or more clients of the companies of the LA FRANCAISE Group, are identified and monitored.

The management policy concerning conflicts of interest is available on the Company's website: [www.lafrancaise-group.com](http://www.lafrancaise-group.com).

#### 3. Report on intermediation fees

This report is available at: [www.lafrancaise-group.com](http://www.lafrancaise-group.com).

### Efficiency control techniques and the management of financial guarantees

#### 1. Efficiency control techniques

At the closing date, the Fund did not have efficiency control techniques.

#### 2. Financial guarantees management at December 31, 2015

N/A

### Code of conduct

We have not carried out any transaction in company securities in the Group.

We would like to inform you that we may have recourse to the UCITS of the Group, both at monetary-investment level and bond/equity investment level, according to the asset allocation decided upon, and, in the context of everyday management of the cash balance, the UCITS of the Group which were used.

### Respect for the ESG criteria

ESG criteria are not taken into account within the management of the Fund.

The mapping (non-exhaustive) of ESG investment criteria for issuers is defined on the Group's website [www.lafrancaise-group.com](http://www.lafrancaise-group.com)

## Directors' Report (continued)

### Payment policy

The manager attaches particular importance to respecting all the provisions in terms of remuneration as detailed in Directive 2011/61/EU of the European Parliament and of the Council of June 8, 2011 relating to managers of alternative investment funds ("**AIFM DIRECTIVE**"). These rules, relating to the structures, practices and the remuneration policy of the manager, are mainly aimed at helping to strengthen the healthy, efficient and controlled management of risks affecting both the management company and the Fund.

The manager therefore adopted the policy and implemented the practices of remuneration in accordance with the latest legislative and regulatory developments while ensuring the identification of colleagues affected by the new provisions in terms of remuneration taken from the AIFM Directive and its transposition texts (the "**Identified Population**"). The manager has therefore implemented assessment practices suited to the identified population in relation to the functions exercised, especially in terms of management and risks. Furthermore, the manager has implemented measures for all their staff aimed at limiting the risk of any conflicts of interest.

The remuneration policy is reviewed every year by the manager's Remunerations Committee.

### Global Risk Exposure

The Sub-Fund shall apply the absolute Value at Risk (Var) approach.

	<i>Leverage</i>				<i>VaR</i>			
	<i>Prospectus</i>	<i>Min</i>	<i>Max</i>	<i>Average</i>	<i>Regulatory</i>	<i>Min</i>	<i>Max</i>	<i>Average</i>
<b>NEXT AM FUND - TENDANCE FINANCE</b>	900%	8.0%	550.0%	179.0%	20%	0.39%	12.17%	4.02%

Luxembourg, April 12, 2016

The Board of Directors of the SICAV

Note : The information stated in this report is historical and not necessarily indicative of future performance.

## Report of the *Réviseur d'entreprises agréé*

Tel: +352 451 451  
Fax: +352 451 452 992  
[www.deloitte.lu](http://www.deloitte.lu)

To the Shareholders of NEXT AM FUND  
*Société d'investissement à capital variable*  
60, Avenue John Fitzgerald Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

Following our appointment by the Annual General Meeting of the Shareholders dated May 19, 2015, we have audited the accompanying financial statements of NEXT AM FUND (the "SICAV"), which comprise the Statement of Net Assets, the Securities Portfolio and the Financial derivative instruments as at December 31, 2015 and the Statement of Operations and Changes in Net Assets for the year then ended, and a summary of significant accounting policies and other explanatory notes to the financial statements.

### Responsibility of the Board of Directors of the SICAV for the financial statements

The Board of Directors of the SICAV is responsible for the preparation and fair presentation of these financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements and for such internal control as the Board of Directors of the SICAV determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### Responsibility of the *Réviseur d'entreprises agréé*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing as adopted for Luxembourg by the *Commission de Surveillance du Secteur Financier*. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the *réviseur d'entreprises agréé's* judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the *réviseur d'entreprises agréé* considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors of the SICAV, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

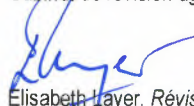
### Opinion

In our opinion, the financial statements give a true and fair view of the financial position of NEXT AM FUND as at December 31, 2015, and of the results of its operations and changes in its net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements.

### Other matter

Supplementary information included in the annual report has been reviewed in the context of our mandate but has not been subject to specific audit procedures carried out in accordance with the standards described above. Consequently, we express no opinion on such information. However, we have no observation to make concerning such information in the context of the financial statements taken as a whole.

For Deloitte Audit  
Cabinet de révision agréé



Elisabeth Luyer, *Réviseur d'entreprises agréé*  
Partner

April 12, 2016

## Statistics

		December 31, 2015	December 31, 2014	December 31, 2013
<b>NEXT AM FUND - TENDANCE FINANCE</b>				
<b>Net asset value</b>	EUR	61,075,524.21	49,181,919.84	13,252,312.29
<b>Net asset value per share</b>				
Class A Institutional Capitalisation	EUR	1,391.49	1,340.31	1,070.12
Class B Retail Capitalisation	EUR	103.42	101.69	-
<b>Number of shares</b>				
Class A Institutional Capitalisation		42,111.26	36,371.33	12,384.00
Class B Retail Capitalisation		23,960.97	4,260.00	-

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

# NEXT AM FUND

## NEXT AM FUND - TENDANCE FINANCE (in EUR)

### Statement of Net Assets as at December 31, 2015

	Notes	EUR
<b>Assets</b>		
Investment in securities at cost		59,757,825.08
Unrealised appreciation / (depreciation) on securities		12,233.54
Investment in securities at market value	3.3	59,770,058.62
Cash at bank	3.3	2,397,047.85
Formation expenses	3.5	15,676.81
<b>Total assets</b>		<b>62,182,783.28</b>
<b>Liabilities</b>		
Bank overdraft		512,992.16
Accrued expenses	12	578,947.48
Net unrealised depreciation on futures contracts	3.3, 9	15,319.43
<b>Total liabilities</b>		<b>1,107,259.07</b>
<b>Net assets at the end of the year</b>		<b>61,075,524.21</b>

### Statement of Operations and Changes in Net Assets for the year ended December 31, 2015

	Notes	EUR
<b>Income</b>		
Bank interest		2,787.80
<b>Total income</b>		<b>2,787.80</b>
<b>Expenses</b>		
Management fees	7	1,414,527.92
Performance fees	7	197,844.58
Operating costs	8	347,556.01
Professional fees	13	1,825.20
Transaction costs	11	367,515.61
Taxe d'abonnement	5	8,139.01
Bank interest and charges		9,019.05
Amortisation of formation expenses	3.5	8,073.05
Other expenses	10	17,634.26
<b>Total expenses</b>		<b>2,372,134.69</b>
<b>Net investment income / (loss)</b>		<b>(2,369,346.89)</b>
Net realised gain / (loss) on:		
Investments	3.3	6,592.06
Foreign currencies transactions	3.2	271,904.10
Futures contracts	3.3	4,356,525.01
<b>Net realised gain / (loss) for the year</b>		<b>2,265,674.28</b>
Net change in unrealised appreciation / (depreciation) on:		
Investments		9,374.53
Futures contracts	3.3, 9	(1,667,402.74)
<b>Increase / (Decrease) in net assets as a result of operations</b>		<b>607,646.07</b>
Proceeds received on subscription of shares		36,130,691.85
Net amount paid on redemption of shares		(24,844,733.55)
Net assets at the beginning of the year		49,181,919.84
<b>Net assets at the end of the year</b>		<b>61,075,524.21</b>

### Statement of Changes in Number of Shares

	Number of shares in issue at the beginning of the year	Number of shares subscribed	Number of shares redeemed	Number of shares in issue at the end of the year
Class A Institutional Capitalisation	36,371.33	71,281.08	(65,541.15)	42,111.26
Class B Retail Capitalisation	4,260.00	52,151.31	(32,450.34)	23,960.97

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

# NEXT AM FUND

## NEXT AM FUND - TENDANCE FINANCE (in EUR)

### Securities Portfolio as at December 31, 2015

### Summary of net assets

Quantity/ Nominal	Name	Currency	Market value in EUR	% NAV		% NAV
<b>Transferable securities admitted to an official exchange listing</b>						
<b>Money market instruments</b>						
<b>Government</b>						
2,500,000.00	ITALY BOTS 0% 15-14/04/2016	EUR	2,501,072.25	4.10		
5,000,000.00	ITALY BOTS 0% 15-14/11/2016	EUR	5,000,174.75	8.19		
4,500,000.00	ITALY BOTS 0% 15-14/12/2016	EUR	4,502,641.73	7.37		
5,000,000.00	ITALY BOTS 0% 15-29/01/2016	EUR	5,000,785.00	8.19		
5,000,000.00	ITALY BOTS 0% 15-31/05/2016	EUR	5,001,041.50	8.19		
2,000,000.00	LETRAS 0% 15-08/04/2016	EUR	2,000,926.72	3.28		
4,000,000.00	LETRAS 0% 15-16/09/2016	EUR	4,001,427.84	6.55		
4,000,000.00	LETRAS 0% 15-17/06/2016	EUR	4,001,394.28	6.55		
6,000,000.00	LETRAS 0% 15-19/02/2016	EUR	6,001,860.54	9.83		
5,000,000.00	LETRAS 0% 15-19/08/2016	EUR	5,002,050.15	8.19		
5,000,000.00	LETRAS 0% 15-22/01/2016	EUR	5,000,720.25	8.19		
6,500,000.00	PORTUGAL T-BILL 0% 15-18/03/2016	EUR	6,501,300.00	10.63		
			<b>54,515,395.01</b>	<b>89.26</b>		
			<b>54,515,395.01</b>	<b>89.26</b>		
<b>Undertakings for collective investment</b>						
<b>Open-ended Funds</b>						
48.40	LFP TRESORERIE - Class I	EUR	5,254,663.61	8.60		
			<b>5,254,663.61</b>	<b>8.60</b>		
			<b>5,254,663.61</b>	<b>8.60</b>		
<b>Total Securities Portfolio</b>			<b>59,770,058.62</b>	<b>97.86</b>		

### Financial derivative instruments as at December 31, 2015

Quantity	Name	Currency	Commitment in EUR	Unrealised appreciation / (depreciation) in EUR
<b>Futures contracts</b>				
(3.00)	CAD CURRENCY FUTURES 15/03/2016	USD	199,751.45	(497.10)
(1.00)	CHF / USD CURRENCY FUTURE 14/03/2016	USD	115,437.72	1,001.10
(2.00)	CHI AUD / USD 14/03/2016	USD	133,775.20	73.64
(1.00)	EURO FX CURR FUT (CME) 14/03/2016	USD	125,264.66	793.98
(29.00)	EURO-BOBL FUTURE 08/03/2016	EUR	3,789,430.00	(580.00)
(3.00)	GBP CURRENCY FUTURE 14/03/2016	USD	254,315.11	1,346.31
(2.00)	JPY CURRENCY FUTURE 14/03/2016	USD	191,763.33	(437.26)
(6.00)	MEXICAN PESO FUTURE 14/03/2016	USD	159,624.41	331.40
2.00	MINI DOW JONES INDUS AVG 5\$ 18/03/2016	USD	159,633.62	(2,531.53)
2.00	NASDAQ E-MINI FUTURE 18/03/2016	USD	168,931.24	(1,818.09)
(2.00)	NZD / USD CURRENCY FUTURE 14/03/2016	USD	125,379.73	699.62
2.00	RUSSELL 2000 MINI INDEX FUTURES 18/03/16	USD	208,321.82	(3,065.45)
2.00	S&P / TSE 60 IX FUTURE 17/03/2016	CAD	201,703.18	(3,684.68)
2.00	S&P 500 E-MINI FUTURE 18/03/2016	USD	187,379.18	(2,968.79)
(21.00)	US 5YR NOTE FUTURE (CBT) 31/03/2016	USD	2,287,329.99	(4,379.84)
22.00	USD/KRW 18/01/2016	KRW	202,634.59	397.26
				<b>(15,319.43)</b>
<b>Total Futures contracts</b>				<b>(15,319.43)</b>
<b>Total Financial derivative instruments</b>				<b>(15,319.43)</b>

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

## NEXT AM FUND - TENDANCE FINANCE (in EUR)

## Portfolio Breakdowns

Nature allocation	% of portfolio	% of net assets
Money market instruments	91.21	89.26
Undertakings for collective investment	8.79	8.60
	<b>100.00</b>	<b>97.86</b>

Country allocation	% of portfolio	% of net assets
Spain	43.51	42.59
Italy	36.82	36.04
Portugal	10.88	10.63
France	8.79	8.60
	<b>100.00</b>	<b>97.86</b>

## Top Ten Holdings

Top Ten Holdings	Sector	Market value EUR	% of net assets
PORTUGAL T-BILL 0% 15-18/03/2016	Government	6,501,300.00	10.63
LETRAS 0% 15-19/02/2016	Government	6,001,860.54	9.83
LFP TRESORERIE - Class I	Open-ended Funds	5,254,663.61	8.60
LETRAS 0% 15-19/08/2016	Government	5,002,050.15	8.19
ITALY BOTS 0% 15-31/05/2016	Government	5,001,041.50	8.19
ITALY BOTS 0% 15-29/01/2016	Government	5,000,785.00	8.19
LETRAS 0% 15-22/01/2016	Government	5,000,720.25	8.19
ITALY BOTS 0% 15-14/11/2016	Government	5,000,174.75	8.19
ITALY BOTS 0% 15-14/12/2016	Government	4,502,641.73	7.37
LETRAS 0% 15-16/09/2016	Government	4,001,427.84	6.55

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



## Notes to the Financial Statements as at December 31, 2015

### Note 1 - General information

NEXT AM FUND (the "SICAV"), is an open-ended investment company organised as a société anonyme under the laws of the Grand Duchy of Luxembourg and qualifies as a société d'investissement à capital variable ("SICAV"), incorporated under the form of a public limited liability company (société anonyme) on May 3, 2012 for an unlimited period of time and authorised by the Part I of the amended law of December 17, 2010 (the "Law") relating to Undertakings for Collective Investment.

The SICAV is registered with the Trade and Companies Register in Luxembourg under number B 168.626.

As at December 31, 2015, the SICAV comprises the following Sub-Fund:

#### NEXT AM FUND - TENDANCE FINANCE

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

The Sub-Fund is mainly exposed to equity indices and interest-rate and foreign-exchange derivatives in the main international financial centres. The Sub-Fund may be exposed simultaneously to equity, interest-rate and currency products.

### Note 2 - Shares of the SICAV

The Share Classes available for subscription as at December 31, 2015 are listed below:

- The "Institutional" category ("Class A Institutional Capitalisation") which is exclusively reserved for Institutional Investors, within the meaning of article 174 of the Law;
- The "Retail" category ("Class B Retail Capitalisation") which is open to all types of Investors.

The Reference Currency of the Sub-Fund is the Euro.

### Note 3 - Accounting Principles

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

#### 3.1 Combined of the different Sub-Funds

The financial statements of NEXT AM FUND are expressed in Euro (EUR) by converting the financial statements of the Sub-Funds denominated in currencies other than the Euro (EUR) at the rate of exchange prevailing at the end of the year. As at December 31, 2015, there is only one Sub-Fund open to subscription and no combined statements are presented in these financial statements.

#### 3.2 Currency conversion

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

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

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

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

#### 3.3 Valuation of investments

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

- a) The value of cash in hand or on deposit, notes and bills payable on demand and all accounts receivable, prepaid costs, dividends and interest due but not yet received shall correspond to the full par value, unless it proves to be unlikely that the full value shall be received; in which case the value shall be calculated by subtracting a certain amount which appears to be appropriate in order to reflect the true value of such assets with prudence and in good faith by the Board of Directors of the SICAV;
- b) The valuation of transferable securities, money market instruments or financial derivative instruments listed or traded on an official stock market or other regulated market which operates regularly and is recognised and open to the public, shall be based on the last known price and if that transferable security / money market instrument is traded on several markets, on the basis of the last known price on the principal market for that security or instrument. If the last known price is not representative, the valuation shall be based on the probable realisation value estimated with prudence and in good faith by the Board of Directors of the SICAV;

## Notes to the Financial Statements as at December 31, 2015 (continued)

## Note 3 - Accounting Principles (continued)

## 3.3 Valuation of investments (continued)

c) Securities not listed or traded on an official stock exchange or on another regulated market which operates regularly and is recognized and open to the public shall be valued on the basis of their probable sale price as estimated prudently and in accordance with the principle of prudence and good faith by the Board of Directors of the SICAV;

d) Prices of securities denominated in currencies other than the currency of account of the Sub-Fund shall be converted at the last available exchange rate;

e) The settlement value of futures contracts and option contracts which are not traded on regulated markets shall be equivalent to their net settlement value determined in accordance with the policies established by the Board of Directors of the SICAV, on a basis applied consistently to each type of contract. The settlement value of futures contracts or option contracts traded on regulated markets shall be based on the last price available for settlement of those contracts on the regulated markets on which those futures contracts or those option contracts are traded by the SICAV; insofar as if a futures contract or an option contract cannot be settled on the day on which the net assets are valued, the basis which shall serve to determine the settlement value of that contract shall be determined by the Board of Directors of the SICAV in a fair and reasonable manner. All gains and losses realised and changes in unrealised gains and losses are included in the Statement of Operations and Changes in Net Assets;

f) The Board of Directors of the SICAV may authorise the use of amortised cost method of valuation for short-term transferable debt securities in the Sub-Fund. This method involves valuing a security at its cost and thereafter assuming a constant amortisation to maturity of any discount or premium regardless of the impact of fluctuating interest rates on the market value of the security or other instrument. While this method provides certainty in valuation, it may result in periods during which value as determined by amortised cost, is higher or lower than the price the Sub-Fund would receive if it sold the securities. This method of valuation will only be used in accordance with ESMA guidelines concerning eligible assets for investments by UCITS and only with respect to securities with a maturity at issuance or residual term to maturity of 397 days or less or securities that undergo regular yield adjustments at least every 397 days;

g) The shares of UCITS and/or other UCI shall be valued at their last known Net Asset Value per share;

h) All other securities and assets shall be valued at their market value determined in good faith, in accordance with the procedures established by the Board of Directors of the SICAV;

i) All other asset balances shall be valued on the basis of their probable realisation price, as estimated prudently and in accordance with the principle of prudence and good faith of the Board of Directors of the SICAV.

Realised gains and losses on the sales of investments in securities are usually determined on the average cost basis. Other principles such as FIFO are also acceptable.

## 3.4 Income

Interests are accrued at the time of each Net Asset Value calculation.

Interests received by the SICAV on its investments are in many cases subject to irrevocable withholding taxes at source.

## 3.5 Formation expenses

Expenses incurred in connection with incorporation of the SICAV and the creation of the initial Sub-Fund, including those incurred in the preparation and the publication of the first Prospectus and Key Investor Information Document, as well as the taxes, duties and any other publication expenses are amortised over a period of 5 years.

## Note 4 - Exchange rates as at December 31, 2015

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

1 EUR = 1.493050 AUD	1 EUR = 18.761650 MXN
1 EUR = 1.508950 CAD	1 EUR = 9.615250 NOK
1 EUR = 1.087400 CHF	1 EUR = 9.158150 SEK
1 EUR = 0.737050 GBP	1 EUR = 1.541100 SGD
1 EUR = 130.676450 JPY	1 EUR = 1.086300 USD
1 EUR = 1,273.741100 KRW	1 EUR = 16.832750 ZAR

## Note 5 - Taxe d'abonnement

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

## Notes to the Financial Statements as at December 31, 2015 (continued)

### Note 6 - Subscription fees

Subscription fees are applicable as follows:

	Classes	Maximum Subscription fees
NEXT AM FUND - TENDANCE FINANCE	Class A Institutional Capitalisation	2% p.a.
	Class B Retail Capitalisation	2% p.a.

### Note 7 - Management fees and Performance fees

The Board of Directors of the SICAV has appointed La Française AM International to serve as the Management Company of the SICAV. La Française AM International is a company incorporated under Luxembourg law with Registered Office at 2, boulevard de la Foire, L-1528 Luxembourg.

The Management Company is to provide, subject to the overall control of the Board of Directors of the SICAV and without limitation, asset management services, central administration, registrar and transfer agency services and distribution services to the SICAV.

The Management Company and the Investment Manager are remunerated for their services to the SICAV out of a fixed management fee, calculated on the average of the net asset values of the Sub-Fund, of the category or class of shares, at the end of each quarter and payable in the month following the end of the quarter as follows:

	Classes	Maximum Management fees	Investment Manager
NEXT AM FUND - TENDANCE FINANCE	Class A Institutional Capitalisation	2% p.a.	La Française Asset Management
	Class B Retail Capitalisation	3% p.a.	La Française Asset Management

In addition, the Investment Manager is entitled to receive an annual performance fee based on the following formula:

	Classes	Performance fees
NEXT AM FUND - TENDANCE FINANCE	Class A Institutional Capitalisation	20% of the performance with the high-water mark
	Class B Retail Capitalisation	20% of the performance over 5% with the high-water mark

The principle is based on a high water mark with the reference value at the start of the year always being equal to the highest reference value at the end of the preceding financial year (and of the original NAV) serving as the reference.

As at December 31, 2015, the Sub-Fund NEXT AM FUND - TENDANCE FINANCE booked a performance fee of EUR 197,844.58.

### Note 8 - Operating costs

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

For the remuneration of the services of the Management Company and the Administrative Agent an "all in fee" of 0.50% p.a. is payable quarterly and based on the average net assets of the Sub-Fund during the respective quarter, with a minimum of EUR 50,000 p.a..

### Note 9 - Futures contracts

As at December 31, 2015, the Sub-Fund NEXT AM FUND - TENDANCE FINANCE held positions in Futures contracts. The counterparty for all these positions is Newedge and the Sub-Fund did not receive any collateral.

### Note 10 - Other expenses

The caption "Other expenses" is mainly composed of distribution, regulatory, supervisory and audit fees.

**Notes to the Financial Statements as at December 31, 2015 (continued)****Note 11 - Transaction costs**

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

**Note 12 - Accrued Expenses**

The caption "Accrued expenses" is mainly composed of Performance fees and Management fees to be paid.

**Note 13 - Professional Fees**

The caption "Other expenses" is mainly composed of audit fees.

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

The report on changes in the composition of the Securities Portfolio for the Sub-Fund for the year ended December 31, 2015 is available upon request and free of charge at the Custodian Bank and Registered Office of the SICAV.

**Note 15 - Subsequent events**

As at January 1, 2016, the registered office of the SICAV changed from 33, rue de Gasperich, L-5826 Hesperange to 60, avenue John Fitzgerald Kennedy, L-1855 Luxembourg.

