

# **OLD MUTUAL GLOBAL INVESTORS SERIES II ICAV**

An open-ended umbrella Irish collective asset-management vehicle with variable capital and segregated liability between sub-funds formed in Ireland under the Irish Collective Asset-management Vehicles Act 2015 and authorised by the Central Bank of Ireland as a UCITS pursuant to the Regulations.

**(Registered Number C141034)**

**Interim Report and Unaudited Condensed Financial  
Statements  
for the six months ended 30 September 2016**

# **Old Mutual Global Investors Series II ICAV**

## **Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016**

<b>CONTENTS</b>	<b>PAGE</b>
Directory	2
General Information	5
Investment Manager's Report	7
Portfolio of Investments	8
Condensed Financial Statements	
Statement of Comprehensive Income	19
Statement of Financial Position	20
Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders	21
Notes to the Condensed Financial Statements	22
Significant Purchases and Sales	33
Supplementary Information	
Exchange Rates	35
Total Expense Ratios	36

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### DIRECTORY

#### Board of Directors

Adrian Waters (Irish)\*

Bronwyn Wright (Irish)\*

Jessica Brescia (British)

Paul Simpson (British)\*\*

Thomas Murray (Irish)\*

\*Independent, Non-Executive Directors

\*\* Paul Simpson was appointed on 8 April 2016

#### Investment Manager, Distributor and Facilities Agent in the UK

Old Mutual Global Investors (UK) Limited

2 Lambeth Hill

London EC4P 4WR

United Kingdom

#### Depository

State Street Custodial Services (Ireland) Limited

78 Sir John Rogerson's Quay

Dublin 2

Ireland

#### Administrator

State Street Fund Services (Ireland) Limited

78 Sir John Rogerson's Quay

Dublin 2

Ireland

#### Secretary

Tudor Trust Limited

33 Sir John Rogerson's Quay

Dublin 2

Ireland

#### Registered Office

33 Sir John Rogerson's Quay

Dublin 2

Ireland

#### Auditor

KPMG

Chartered Accountants

1 Harbourmaster Place

International Financial Services Centre

Dublin 1

Ireland

#### Irish Legal Advisers

Maples and Calder

75 St. Stephen's Green

Dublin 2

Ireland

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### DIRECTORY (continued)

#### Information Agent in Germany\*

Skandia Portfolio Management GmbH  
Kaiserin-Augusta-Allee 108  
10553 Berlin  
Germany

#### Representative in Spain

Allfunds Bank S.A.  
Madrid, Estafeta, 6  
La Moraleja, Complejo Plaza de la Fuente  
Alcobendas 28109  
Spain

#### Paying and Information Agent in Austria

Erste Bank der oesterreichischen Sparkassen AG  
Graben 21, 1010 Wien  
Austria

#### Paying Agent and Representative in Luxembourg

BNP Paribas Securities Services  
60, avenue J.F Kennedy  
L-2085 Luxembourg  
Grand-Duchy of Luxembourg

#### Paying Agent in Sweden

SKANDINAVISKA ENSKILDA BANKEN AB (publ)  
Kungsträdgårdsgatan 8  
SE-106 40 Stockholm  
Sweden

#### Representative in Switzerland\*\*

First Independent Fund Services Ltd.  
Klausstrasse 33  
CH-8008 Zurich  
Switzerland

#### Paying Agent in Switzerland

BNP Paribas Securities Services  
Selnaustrasse 16  
CH-8002 Zurich  
Switzerland

\* The prospectus, the key investor information documents, the instrument of incorporation, the annual and semi-annual reports, a list of changes in the composition of the portfolios as well as the issue and redemption prices are available free of charge pursuant to Sec. 297(1) of the German Capital Investment Code from the office of the Information Agent in Germany as specified above. For investors in Germany, the following sub-fund is available: Old Mutual Absolute Return Government Bond Fund.

\*\* Interested parties may obtain the prospectus, the key investor information documents, the latest annual and semi-annual reports, copies of the instrument of incorporation, a list of changes in the composition of the portfolios and the statement of purchases and sales free of charge from the registered office of the ICAV or the local representatives in the countries where the ICAV is registered and at the office of the Representative in Switzerland provided above. The issue and the redemption prices of the shares of each sub-fund of the ICAV will be published daily with the indication “excluding commissions” on the electronic platform “fundinfo AG” ([www.fundinfo.com](http://www.fundinfo.com)).

# **Old Mutual Global Investors Series II ICAV**

**Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016**

## **DIRECTORY (continued)**

**Paying Agent in Belgium**

CACEIS Belgium SA  
B - 1000 Brussels  
Avenue du Port 86c, b230  
Belgium

# **Old Mutual Global Investors Series II ICAV**

## **Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016**

### **GENERAL INFORMATION**

#### **Structure**

Old Mutual Global Investors Series II ICAV (the “ICAV”) is an open-ended umbrella Irish collective asset-management vehicle with variable capital and segregated liability between Funds formed in Ireland on 26 May 2015 pursuant to the Irish Collective Asset-management Vehicles Act 2015 (“the ICAV Act”). The ICAV commenced trading on 7 October 2015.

The ICAV is authorised by the Central Bank of Ireland (the “Central Bank”), under the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011, as amended, (the “UCITS Regulations”), and under the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015, as amended, (together the “Central Bank’s UCITS Regulations”).

The ICAV is structured as an umbrella fund consisting of different funds (each a “Fund”), each comprising one or more Share Classes. As at 30 September 2016, the ICAV comprised one active Fund, Old Mutual Absolute Return Government Bond Fund (the “Fund”). The Fund has fifteen active share classes in operation at 30 September 2016.

#### **Investment Objectives of the Fund**

The investment objective of the Fund is to seek to deliver positive total returns on a rolling twelve month basis with stable levels of volatility uncorrelated to bond and equity market conditions.

The Fund seeks to achieve its investment objective by investing in a combination of debt securities and taking exposure to them indirectly (both long and short) through financial derivative instruments in accordance with the investment strategy.

#### **Distribution Policy**

No distributions were proposed or paid during the period (or prior period) with respect to certain Share Classes of the Fund. It is intended to declare dividends in respect of the following Classes: A (GBP) Income Shares, R (GBP) Income Shares, U1 (GBP) Income Shares and U2 (GBP) Income Shares. Dividends shall be declared semi-annually at the discretion of the Directors, in consultation with the Investment Manager. It is currently intended to distribute in March and September of each year. There is no guarantee of regular distribution and, if any distribution is made, there is no guarantee of the amount being distributed.

Dividends may be declared out of net income (i.e. income less expenses) (whether in the form of dividends, interest or otherwise) and net realised and unrealised gains (i.e. realised and unrealised gains net of all realised and unrealised losses), subject to certain adjustments and, in accordance with the requirements of the Central Bank, partially or fully out of the capital of the relevant Fund. It is not currently intended for any other Classes to distribute dividends to the Shareholders. The net returns of such Classes will be accumulated and reinvested on behalf of Shareholders.

#### **Investment Risks**

An investment in any Fund involves investment risks, including possible loss of the amount invested. Moreover, there can be no assurance that a Fund will achieve its investment objective.

#### **Subscriptions and Repurchases**

Certain Share Classes have minimum initial investment, minimum subsequent investment and minimum holding requirements which are disclosed in the Prospectus.

A preliminary charge may be payable to the ICAV on subscription for Shares. A preliminary charge of up to 6.25% of the Net Asset Value per share may be payable on all Class A Shares and also on Class R (GBP) Income Shares. A preliminary charge of up to 3% of the Net Asset Value may be payable on Class N Shares. A preliminary charge of up to 1% of the Net Asset Value per share may be payable on the Class C Shares of any Fund. A contingent deferred sales charge may be payable to the ICAV on the subscription price paid for each of the Class C Shares of each Fund if they are repurchased within one year of issue. Any contingent deferred sales charge will be payable to the Distributor. No contingent deferred sales charge shall be payable on Shares issued arising as a result of the reinvestment of dividends. No contingent deferred sales charge shall be payable on any increase on the Net Asset Value per Share above the subscription price paid for the Share and no contingent deferred sales charge shall be payable on transfers or conversions of Shares. For the purposes of determining whether a contingent deferred sales charge is payable any Shares repurchased shall be deemed to be those first subscribed.

# **Old Mutual Global Investors Series II ICAV**

## **Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016**

### **GENERAL INFORMATION (continued)**

#### **Taxation**

As an investment undertaking within the meaning of Section 739(B) of the Taxes Consolidation Act 1997, as amended, the ICAV is generally exempt from Irish tax on its income and gains and the ICAV will not be required to account for any tax in respect of Shareholders who are not Irish residents or exempt Irish residents provided that the signed necessary declarations are in place. The ICAV may be required to account for tax in respect of Shareholders who are Irish residents. Shareholders who are not Irish residents and have made the required declaration of non-residence will not be liable to Irish tax on income from their Shares or gains made on the disposal of their Shares, provided the Shares are not attributable to an Irish branch or agency of such Shareholder. No stamp duty or other tax is generally payable in Ireland on the subscription, issue, holding, redemption, conversion or transfer of Shares.

#### **Securities Lending**

The ICAV has not engaged in securities lending during the six months ended 30 September 2016 or prior period.

#### **Directed Brokerage Transactions and Soft Commission Arrangements**

The ICAV has not entered into any directed brokerage transactions or soft commission arrangements during the six months ended 30 September 2016 or prior period.

#### **Dealing Days**

A Dealing Day means, in respect of each Fund, each Business Day (as defined in the Prospectus) on which subscriptions for, redemptions of and exchanges of relevant Shares can be made by the ICAV as specified in the Supplement for the relevant Fund and/or such other Dealing Days as the Directors shall determine and notify to Shareholders in advance, provided that there shall be at least two Dealing Days in each month occurring at regular intervals.

#### **Dilution Adjustment**

A dilution adjustment may be payable on subscriptions for Shares. In calculating the subscription price the Directors may on any Dealing Day when there are net subscriptions adjust the subscription price by adding a dilution adjustment to cover dealing costs and to preserve the underlying assets of the ICAV. The dilution adjustment for the ICAV will be calculated by reference to the costs of dealing in the underlying investments of the ICAV, including any dealing spreads, commissions and transfer taxes. These costs can vary over time and as a result the amount of dilution adjustment will also vary over time. The price of each Class of Share in the ICAV will be calculated separately but any dilution adjustment will affect the price of Shares of each Class in the ICAV in an identical manner. During the period ended 30 September 2016 a dilution adjustment was applied amounting to GBP 38,400 (period ended 31 March 2016: GBP 6,412).

#### **Revised Instrument of Incorporation, Prospectus and Supplement**

Revised instrument of incorporation, prospectus and supplement for the ICAV were issued and approved by the Central Bank on 1 July 2016. The most significant amendment was in accordance with Directive 2014/91/EU ("UCITS V") of the European Parliament and of the Council of 23 July 2014 amending Directive 2009/65/EC.

#### **Connected Party Transactions**

Regulation 41(1) of the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferrable Securities) Regulations 2015 ("Central Bank Regulations") 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 UCITS Regulation 78(4) of the Central Bank Regulations, the Directors 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(1).

# **Old Mutual Global Investors Series II ICAV**

## **Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016**

### **INVESTMENT MANAGER'S REPORT FOR THE SIX MONTHS ENDED 30 September 2016**

#### **OLD MUTUAL ABSOLUTE RETURN GOVERNMENT BOND FUND**

The Fund posted a positive return over the six months to 30 September 2016.

The period was dominated by a few key events and trends. The most significant event was the UK's decision to leave the European Union on 23 June. The Fund took off a great deal of risk ahead of the vote, as we prefer not to take significant risk over such binary events. However in the aftermath of the surprise outcome, the Fund profited from the subsequent fall in sterling's value against all the major currencies and also the decline in UK gilt yields in an absolute sense and also versus interest rate swaps.

The period also saw a rise in inflation expectations in the US, as the world's largest economy continues to grow and wage inflation ticks steadily higher. Both core inflation and average hourly earnings have been trending higher over the last 18 months; the divergence between the market's pricing of inflation expectations and the real data is an anomaly the team has taken advantage of. We believe that the Federal Reserve (Fed) is happy to see this rise in inflation pricing, given concerns about the risk of the US falling into a Japan-style deflationary trap. The fund was positioned for this rise in market-based inflation expectations.

As a way of diversifying the portfolio we have looked to the developed markets of Australia and New Zealand. We believe Asia is transitioning into a lower level of growth over the coming years and this will challenge those developing economies that have done well during China's recent period of strong growth. Official rates in Australia and New Zealand are low by their standards but high when compared with other developed markets; therefore, we have been long of both these rates markets and have made positive returns from these positions. These positions also gives a good balance to the portfolio, in our view, as although over this period we were short of US and euro rates, we have been long of Australian and New Zealand rates.

We have also diversified our inflation book over this period. Our core position in inflation has been our long in US inflation, but we have also been short of longer-dated UK and Euro inflation. Both of these positions are more structural in nature. We were looking for changing UK pension laws to lower the pricing of UK inflation; that duly came to pass, while European inflation similarly continued to drift lower in a still-challenging economic environment. Again, these positions have helped diversify the portfolio over the period. The markets have also become increasingly sceptical about any extensions to monetary easing, believing that to a great extent that central bank stimulus has reached the limits of its effectiveness and that current, flat yield curves have begun to harm the banking sector. This has led to market rates to start to trend higher, particularly from the yield-lows seen in July. We feel that this trend can continue to play out and, for this reason, we are generally short of developed market rates.

Our exposure to the rise in inflation continues to be focused on the US market, where the strong labour market and Fed policy continue, in our opinion, to suggest that there is still a significant upside to the pricing of domestic inflation.

Markets have also been increasingly focused on the US presidential election and its associated risks. For this reason we have also been positioning the fund to be generally long of volatility. The markets generally feel an uncertain place, as a significant events calendar continues into 2017, with French and German elections. Investors are likely to reduce risk into the US presidential event; the portfolio management team has similarly been reducing risk levels ahead of the vote.

We continue to believe that investors will continue to price longer-term US inflation higher, despite the recent rally in market rates, given the continued strength of the US economy and the Fed's desire to curb the risk of deflation. That said, we expect the central bank to raise interest rates by more than the market is pricing over the next couple of years.

Against these views we continue to have, amongst others, diversifying trades in Australia and New Zealand, where we expect rates eventually to fall further.

**Old Mutual Global Investors (UK) Limited**

**November 2016**



# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### Old Mutual Absolute Return Government Bond Fund

#### PORTFOLIO OF INVESTMENTS

Nominal	Security Description	Coupon Rate (%)	Maturity date	Fair Value GBP	% of Net Assets		
Government Bonds 213.18% (31 March 2016: 293.71%)							
France 11.64%							
59,499,970	France Government Bond OAT*	0.250	25/07/2018	55,108,461	11.64		
Total France				55,108,461	11.64		
Japan 65.23%							
7,260,000,000	Japan Government Five Year Bond	0.100	20/03/2021	56,248,660	11.88		
5,300,000,000	Japan Government Five Year Bond	0.100	20/09/2021	41,127,329	8.69		
1,275,000,000	Japan Government Twenty Year Bond	0.200	20/06/2036	9,454,937	2.00		
11,500,000,000	Japan Government Two Year Bond	0.100	15/09/2018	88,374,806	18.67		
6,579,999,822	Japanese Government CPI Linked Bond	0.100	10/03/2025	52,747,128	11.14		
4,799,999,400	Japanese Government CPI Linked Bond	0.100	10/09/2024	38,344,149	8.10		
2,800,000,087	Japanese Government CPI Linked Bond	0.100	10/03/2026	22,486,459	4.75		
Total Japan				308,783,468	65.23		
United Kingdom 53.46%							
38,250,000	United Kingdom Gilt*	2.000	07/09/2025	42,946,335	9.07		
27,200,000	United Kingdom Gilt	1.500	22/07/2026	29,289,912	6.19		
10,750,000	United Kingdom Gilt	4.500	07/09/2034	16,453,359	3.48		
4,250,000	United Kingdom Gilt	4.250	07/03/2036	6,434,415	1.36		
7,000,000	United Kingdom Gilt	3.750	22/07/2052	11,793,250	2.49		
4,150,000	United Kingdom Gilt	4.000	22/01/2060	7,884,834	1.67		
4,400,000	United Kingdom Gilt	2.500	22/07/2065	6,307,840	1.33		
28,000,000	United Kingdom Gilt Inflation Linked*	2.500	16/04/2020	103,964,840	21.97		
12,750,003	United Kingdom Gilt Inflation Linked*	1.875	22/11/2022	20,999,489	4.44		
6,000,002	United Kingdom Gilt Inflation Linked	0.125	22/11/2019	6,907,317	1.46		
Total United Kingdom				252,981,591	53.46		
United States 82.85%							
52,000,005	United States Treasury Inflation Indexed Bonds*	0.125	15/07/2022	43,078,985	9.10		
42,500,020	United States Treasury Inflation Indexed Bonds*	0.625	15/01/2024	35,582,767	7.52		
127,500,015	United States Treasury Inflation Indexed Bonds*	0.125	15/07/2024	101,444,879	21.43		
48,880,014	United States Treasury Inflation Indexed Bonds*	0.375	15/07/2025	39,623,773	8.37		
82,100,000	United States Treasury Bond*	3.000	15/11/2045	73,266,853	15.48		
122,580,000	United States Treasury Bond*	2.500	15/02/2046	99,152,764	20.95		
Total United States				392,150,021	82.85		
Total Government Bonds				1,009,023,541	213.18		
Total Investments excluding Financial Derivative Assets				1,009,023,541	213.18		
Financial Derivative Assets 23.48% (31 March 2016: 18.94%)							
Futures Contracts 0.23% (31 March 2016: 0.54%)							
Number of contracts	Security Description	Broker	Average cost	Notional value	Maturity date	Unrealized appreciation GBP	% of Net Assets
2,550	Australia 3 Year Bond						
	Futures	3*	AUD 57.73	AUD 147,202,831	15/12/2016	358,850	0.08
272	US Ultra Bond	3*	USD 141.17	USD 38,397,015	20/12/2016	688,513	0.15
Total unrealised appreciation on Futures Contracts						1,047,363	0.23
Forward Foreign Currency Contracts 1.28% (31 March 2016: 1.04%)							
Currency Bought	Amount Bought	Currency Sold	Amount Sold	Broker	Contractual settlement date	Unrealised appreciation GBP	% of Net Assets
AUD	36,000,000	GBP	20,642,959	6*	05/10/2016	495,790	0.10
AUD	15,000,000	NZD	15,688,350	9*	25/10/2016	25,869	0.01
AUD	3,722,414	USD	2,800,000	9*	24/10/2016	25,001	0.01
AUD	14,960,000	USD	11,379,025	3*	24/10/2016	3,230	0.00
CAD	260,058	EUR	175,000	1*	24/10/2016	1,542	0.00
EUR	217,664,443	GBP	185,010,206	11*	17/10/2016	2,518,070	0.53

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### Old Mutual Absolute Return Government Bond Fund

#### PORTFOLIO OF INVESTMENTS (continued)

Financial Derivative Assets 23.48% (31 March 2016: 18.94%) (continued)

Forward Foreign Currency Contracts 1.28% (31 March 2016: 1.04%) (continued)

Currency Bought	Amount Bought	Currency Sold	Amount Sold	Broker	Contractual settlement date	Unrealised appreciation GBP	% of Net Assets
EUR	50,396,073	GBP	42,835,604	11*	17/10/2016	583,012	0.12
EUR	29,372,542	GBP	24,966,044	11*	17/10/2016	339,799	0.07
EUR	6,328,871	GBP	5,379,408	11*	17/10/2016	73,216	0.02
EUR	1,351,916	GBP	1,149,100	11*	17/10/2016	15,640	0.00
EUR	672,245	GBP	571,394	11*	17/10/2016	7,777	0.00
EUR	308,053	GBP	262,722	11*	17/10/2016	2,681	0.00
EUR	28,731	GBP	24,734	11*	17/10/2016	19	0.00
GBP	646,325	AUD	1,100,000	1*	24/10/2016	919	0.00
GBP	447,171	EUR	518,600	11*	04/10/2016	519	0.00
GBP	10,445	EUR	12,002	11*	17/10/2016	105	0.00
GBP	3,907	EUR	4,497	11*	17/10/2016	32	0.00
GBP	50,010,387	JPY	6,500,000,000	9*	24/10/2016	425,869	0.09
JPY	2,292,586,000	GBP	17,000,000	9*	24/10/2016	488,734	0.10
NOK	3,530,000	EUR	388,070	1*	24/10/2016	3,554	0.00
NZD	1,100,000	GBP	611,170	9*	25/10/2016	4,080	0.00
USD	16,877,080	AUD	22,000,000	9*	24/10/2016	105,686	0.02
USD	34,749,450	EUR	31,000,000	9*	24/10/2016	82,083	0.02
USD	3,583,042	GBP	2,705,692	11*	17/10/2016	57,537	0.01
USD	437,584	GBP	330,436	11*	17/10/2016	7,027	0.00
USD	1,042	GBP	787	11*	17/10/2016	17	0.00
USD	100,000,000	JPY	10,026,150,000	9*	24/10/2016	626,034	0.13
USD	11,500,000	JPY	1,157,463,500	9*	24/10/2016	38,000	0.01
USD	11,000,000	SEK	92,598,000	6*	24/10/2016	191,532	0.04
<b>Total unrealised appreciation on Forward Foreign Currency Contracts</b>						<b>6,123,374</b>	<b>1.28</b>

Foreign Exchange Options 3.94% (31 March 2016: 1.10%)

Security Description	Broker	Currency	Notional	Strike price	Maturity date	Unrealised appreciation GBP	% of Net Assets
Call AUD VS USD	9*	AUD	24,000,000	0.716	10/11/2016	846,976	0.18
Call EUR VS USD	1*	EUR	17,000,000	1.103	25/10/2016	238,333	0.05
Call EUR VS USD	9*	EUR	22,000,000	1.126	06/01/2017	301,299	0.06
Call USD VS JPY	9*	USD	32,000,000	109.000	07/11/2016	11,620	0.00
Call USD VS JPY	9*	USD	22,000,000	100.100	22/12/2016	460,048	0.10
Call USD VS JPY	3*	USD	55,500,000	106.110	13/01/2021	1,875,955	0.40
Call USD VS JPY	9*	USD	25,500,000	101.000	02/03/2021	1,140,241	0.24
Put AUD VS USD	9*	AUD	160,000,000	0.740	03/11/2016	367,514	0.08
Put AUD VS USD	9*	AUD	320,000,000	0.700	03/11/2016	55,648	0.01
Put AUD VS USD	9*	AUD	24,000,000	0.716	10/11/2016	25,189	0.01
Put EUR VS CAD	3*	EUR	32,000,000	1.410	20/10/2016	8,825	0.00
Put EUR VS USD	1*	EUR	17,000,000	1.103	25/10/2016	43,683	0.01
Put EUR VS USD	9*	EUR	22,000,000	1.126	06/01/2017	373,085	0.08
Put GBP VS USD	6*	GBP	17,850,000	1.313	26/10/2016	298,395	0.06
Put GBP VS USD	3*	GBP	17,850,000	1.310	04/11/2016	320,336	0.07
Put GBP VS USD	6*	GBP	16,000,000	1.460	23/11/2016	2,007,493	0.42
Put GBP VS USD	3*	GBP	80,000,000	1.430	29/11/2016	8,187,752	1.73
Put GBP VS USD	4*	GBP	37,300,000	1.352	11/01/2017	1,757,390	0.37
Put USD VS JPY	9*	USD	22,000,000	100.100	22/12/2016	349,772	0.07
<b>Total unrealised appreciation on Foreign Exchange Options</b>						<b>18,669,554</b>	<b>3.94</b>

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### Old Mutual Absolute Return Government Bond Fund

#### PORTFOLIO OF INVESTMENTS (continued)

Financial Derivative Assets 23.48% (31 March 2016: 18.94%) (continued)

Swaps 16.18% (31 March 2016: 14.36%)

Security Description	Broker	Currency	Fixed Rate	Notional	Maturity date	Unrealised appreciation GBP	% of Net Assets
AUD BB 6M INDEX	5*	AUD	2.317	172,000,000	28/01/2020	1,576,481	0.33
AUD BB 6M INDEX	8*	AUD	1.955	73,500,000	24/11/2020	137,295	0.03
AUD BB 6M INDEX	3*	AUD	2.590	75,000,000	24/11/2020	1,364,110	0.29
AUD BB 6M INDEX	12*	AUD	2.590	74,000,000	25/11/2020	1,345,891	0.28
AUD BB 6M INDEX	9*	AUD	2.560	51,000,000	26/11/2020	889,527	0.19
AUD BB 6M INDEX	12*	AUD	3.935	31,500,000	26/11/2035	1,712,277	0.36
AUD BBSW 6M INDEX	5*	AUD	1.995	368,000,000	13/09/2021	1,220,124	0.26
AUD CCP BBR BBSW	5*	AUD	1.618	115,000,000	06/09/2019	44,615	0.01
AUD CCP BBR BBSW	5*	AUD	1.675	218,400,000	12/09/2019	57,415	0.01
AUD CCP BBR BBSW	5*	AUD	2.065	2,500,000	31/08/2026	26,407	0.01
CAD OR 03 INDEX	6*	CAD	1.778	39,200,000	12/09/2036	735,938	0.16
EUR 6M INDEX	3*	EUR	0.312	63,200,000	10/08/2026	451,546	0.10
EUR 6M INDEX	5*	EUR	0.849	51,800,000	03/02/2028	2,791,619	0.58
EUR 6M INDEX	5*	EUR	0.832	25,200,000	04/02/2028	1,312,412	0.28
EUR 6M INDEX	10*	EUR	1.803	60,000,000	04/02/2031	1,530,206	0.32
EUR 6M INDEX	5*	EUR	1.011	17,000,000	10/02/2031	1,103,652	0.23
EUR 6M INDEX	5*	EUR	0.996	17,000,000	10/02/2031	1,070,683	0.23
EUR 6M INDEX	1*	EUR	0.633	28,475,000	21/07/2031	329,389	0.07
EUR 6M INDEX	6*	EUR	2.200	31,700,000	12/01/2036	2,691,539	0.57
EUR 6M INDEX	1*	EUR	0.941	21,840,000	07/04/2036	1,036,906	0.22
EUR 6M INDEX	1*	EUR	0.756	21,845,000	21/07/2036	294,595	0.06
EUR 6M INDEX	8*	EUR	0.692	32,555,000	04/08/2036	76,138	0.02
EUR 6M INDEX	2*	EUR	1.600	5,400,000	12/11/2040	1,019,807	0.22
EUR 6M INDEX	9*	EUR	0.826	15,280,000	04/07/2042	346,792	0.07
EUR CPT FEMU INDEX	8*	EUR	0.755	40,000,000	15/03/2021	58,973	0.01
EUR CPT FEMU INDEX	10*	EUR	0.865	40,000,000	15/05/2021	116,054	0.02
EUR CPT FEMU INDEX	10*	EUR	0.864	75,200,000	15/05/2021	221,601	0.05
EUR CPT FEMU INDEX	8*	EUR	0.888	40,000,000	15/05/2022	122,182	0.03
EUR CPT FEMU INDEX	3*	EUR	1.000	176,000,000	26/02/2026	18,422	0.00
EUR CPT FEMU INDEX	3*	EUR	1.073	224,000,000	15/04/2026	388,565	0.08
EUR CPT FEMU INDEX	2*	EUR	1.000	42,500,000	14/07/2026	483,627	0.10
EUR CPT FEMU INDEX	9*	EUR	1.050	21,250,000	15/07/2026	141,297	0.03
GBP 6M INDEX	1*	GBP	0.600	171,000,000	13/09/2021	1,069,673	0.23
GBP 6M INDEX	4*	GBP	0.778	10,240,000	08/09/2025	99,428	0.02
GBP 6M INDEX	5*	GBP	0.886	50	03/08/2026	1	0.00
GBP 6M INDEX	9*	GBP	0.918	34,550,000	14/09/2026	665,602	0.14
GBP 6M INDEX	5*	GBP	1.061	6,120,000	07/09/2034	127,082	0.03
GBP 6M INDEX	3*	GBP	2.315	8,400,000	07/01/2036	839,772	0.18
GBP 6M INDEX	6*	GBP	1.099	10,030,000	07/03/2036	272,389	0.06
GBP 6M INDEX	1*	GBP	1.045	15,810,000	11/07/2046	410,053	0.09
GBP CCP LIBOR BBA	4*	GBP	0.435	42,500,000	10/08/2021	73,266	0.02
INFLATION ZERO EUR EXT CPI	12*	EUR	1.410	15,000,000	15/10/2027	647,980	0.14
INFLATION ZERO EUR EXT CPI	3*	EUR	1.520	65,000,000	12/11/2027	3,561,375	0.75
INFLATION ZERO EUR EXT CPI	3*	EUR	1.474	46,000,000	19/11/2027	2,254,298	0.48
INFLATION ZERO EUR EXT CPI	3*	EUR	1.603	20,000,000	10/11/2030	1,281,256	0.27
INFLATION ZERO EUR EXT CPI	12*	EUR	1.340	11,250,000	15/02/2031	204,804	0.04
INFLATION ZERO EUR EXT CPI	3*	EUR	1.255	88,000,000	26/02/2031	441,140	0.09
INFLATION ZERO UK RPI	6*	GBP	3.307	9,800,000	04/12/2030	93,296	0.02
INFLATION ZERO UK RPI	2*	GBP	3.285	12,110,000	10/12/2030	58,999	0.01
INFLATION ZERO UK RPI	8*	GBP	3.420	12,500,000	9/10/2035	528,310	0.11
INFLATION ZERO UK RPI	6*	GBP	3.330	8,000,000	15/10/2035	102,586	0.02
INFLATION ZERO UK RPI	6*	GBP	3.429	9,000,000	20/10/2040	451,996	0.10
INFLATION ZERO UK RPI	6*	GBP	3.453	7,000,000	24/11/2040	359,864	0.08
INFLATION ZERO UK RPI	3*	GBP	3.483	35,000,000	01/12/2040	2,156,789	0.45

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### Old Mutual Absolute Return Government Bond Fund

#### PORTFOLIO OF INVESTMENTS (continued)

Financial Derivative Assets 23.48% (31 March 2016: 18.94%) (continued)

Swaps 16.18% (31 March 2016: 14.36%) (continued)

Security Description	Broker	Currency	Fixed Rate	Notional	Maturity date	Unrealised appreciation GBP	% of Net Assets
INFLATION ZERO UK RPI	6*	GBP	3.418	9,000,000	20/10/2065	2,935,333	0.61
INFLATION ZERO UK RPI	2*	USD	1.931	12,800,000	12/05/2031	2,524	0.00
JPY 6M INDEX	5*	JPY	(0.075)	13,200,000,000	26/09/2018	36,557	0.01
JPY 6M INDEX	7*	JPY	(0.048)	8,500,000,000	22/03/2021	183,987	0.04
JPY 6M INDEX	5*	JPY	(0.060)	27,400,000,000	20/09/2022	243,640	0.05
JPY 6M INDEX	12*	JPY	0.520	7,400,000,000	02/02/2026	1,095,331	0.23
JPY 6M INDEX	2*	JPY	1.772	3,700,000,000	22/10/2035	3,139,490	0.66
JPY 6M INDEX	9*	JPY	0.422	3,219,000,000	21/04/2036	354,992	0.08
JPY 6M INDEX	5*	JPY	0.485	1,700,000,000	23/03/2037	265,225	0.06
NZD BB 3M INDEX	5*	NZD	2.516	149,500,000	22/02/2018	577,536	0.12
NZD BB 3M INDEX	3*	NZD	2.498	119,000,000	26/02/2018	442,364	0.09
NZD BB 3M INDEX	6*	NZD	2.443	80,800,000	08/03/2018	266,957	0.06
NZD BB 3M INDEX	4*	NZD	2.088	123,000,000	21/09/2018	116,380	0.02
NZD BB 3M INDEX	6*	NZD	2.088	20,000,000	21/09/2018	3,172	0.00
UK RPI INDEX	3*	GBP	2.790	350,000,000	28/06/2017	1,015,936	0.21
UK RPI INDEX	3*	GBP	2.686	64,000,000	11/03/2020	784,767	0.17
UK RPI INDEX	3*	GBP	3.075	58,800,000	07/07/2021	398,635	0.08
UK RPI INDEX	6*	GBP	2.829	26,300,000	10/02/2026	1,050,663	0.22
UK RPI INDEX	1*	GBP	2.810	18,400,000	10/05/2026	885,772	0.19
UK RPI INDEX	8*	GBP	2.808	18,400,000	15/05/2026	894,814	0.19
UK RPI INDEX	8*	GBP	2.985	33,575,000	15/08/2026	1,094,994	0.23
UK RPI INDEX	10*	GBP	3.143	33,575,000	15/09/2026	342,299	0.07
UK RPI INDEX	2*	GBP	3.115	65,450,000	15/09/2026	894,821	0.19
UK RPI INDEX	6*	GBP	3.136	20,000,000	19/09/2026	215,944	0.05
UK RPI INDEX	5*	GBP	3.105	40,000,000	22/09/2026	597,163	0.13
UK RPI INDEX	6*	GBP	3.113	20,000,000	23/09/2026	279,641	0.06
UK RPI INDEX	2*	GBP	3.060	14,400,000	14/06/2036	1,492,033	0.32
UK RPI INDEX	2*	GBP	3.140	14,450,000	04/07/2036	1,173,268	0.25
UK RPI INDEX	3*	GBP	3.160	13,200,000	07/07/2036	989,422	0.21
UK RPI INDEX	3*	GBP	3.225	7,760,000	19/02/2056	94,142	0.02
US 3M Index	5*	USD	1.166	313,650,000	26/02/2021	269,387	0.06
US 3M Index	5*	USD	1.202	209,000,000	26/02/2021	179,846	0.04
US 3M Index	8*	USD	1.244	124,950,000	07/09/2021	517,179	0.11
US 3M Index	5*	USD	1.230	124,950,000	07/09/2021	450,913	0.10
US 3M Index	12*	USD	1.618	100	09/06/2026	2	0.00
US 3M Index	1*	USD	1.667	30,515,000	15/02/2036	56,624	0.01
US 3M Index	6*	USD	1.707	32,300,000	15/02/2036	220,949	0.05
US 3M Index	4*	USD	1.987	49,000,000	15/02/2036	2,221,150	0.46
US 3M Index	6*	USD	2.038	80,080,000	26/09/2036	383,230	0.08
US 3M Index	5*	USD	2.084	37,500,000	15/08/2041	2,398,859	0.50
USD CCP LIBOR BBA	5*	USD	1.096	214,400,000	04/08/2021	618,916	0.13
USD CCP LIBOR BBA	5*	USD	1.122	170,000,000	05/08/2021	1,377	0.00
USD CCP LIBOR BBA	5*	USD	1.372	38,400,000	17/02/2026	54,794	0.01
USD CPU RNSA INDEX	6*	USD	1.515	85,000,000	02/08/2017	271,673	0.06
USD CPU RNSA INDEX	6*	USD	1.680	153,000,000	19/09/2017	234,666	0.05
USD CPU RNSA INDEX	6*	USD	1.615	76,500,000	19/09/2018	182,275	0.04
USD CPU RNSA INDEX	9*	USD	1.613	109,600,000	20/09/2019	260,039	0.05
USD CPU RNSA INDEX	6*	USD	1.635	75,000,000	23/09/2020	157,747	0.03
USD CPU RNSA INDEX	6*	USD	1.635	82,500,000	23/09/2020	173,522	0.04
USD CPU RNSA INDEX	6*	USD	1.290	40,000,000	23/02/2021	641,459	0.14
USD CPU RNSA INDEX	6*	USD	1.717	50,000,000	29/04/2021	126,695	0.03
USD CPU RNSA INDEX	9*	USD	1.675	120,000,000	26/05/2021	505,018	0.11

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### Old Mutual Absolute Return Government Bond Fund

#### PORTFOLIO OF INVESTMENTS (continued)

Financial Derivative Assets 23.48% (31 March 2016: 18.94%) (continued)

Swaps 16.18% (31 March 2016: 14.36%) (continued)

Security Description	Broker	Currency	Fixed Rate	Notional	Maturity date	Unrealised appreciation GBP	% of Net Assets
USD CPU RNSA INDEX	9*	USD	1.702	65,000,000	01/06/2021	200,850	0.04
USD CPU RNSA INDEX	6*	USD	1.508	66,300,000	15/08/2021	469,924	0.10
USD CPU RNSA INDEX	9*	USD	1.555	42,500,000	31/08/2021	187,285	0.04
USD CPU RNSA INDEX	6*	USD	1.565	52,000,000	14/09/2021	247,550	0.05
USD CPU RNSA INDEX	5*	USD	1.599	44,000,000	19/09/2021	248,952	0.05
USD CPU RNSA INDEX	9*	USD	1.622	128,350,000	09/08/2024	979,792	0.21
USD CPU RNSA INDEX	9*	USD	1.610	60,000,000	15/08/2024	484,067	0.10
USD CPU RNSA INDEX	2*	USD	1.610	126,000,000	19/08/2024	993,912	0.21
USD CPU RNSA INDEX	2*	USD	1.850	50,000,000	25/08/2041	530,601	0.11
<b>Total unrealised appreciation on Swaps</b>						<b>76,553,099</b>	<b>16.18</b>

Total Return Swaps 0.35% (31 March 2016: 0.20%)

Security Description	Broker	Currency	Notional	Maturity date	Unrealised appreciation GBP	% of Net Assets
GBP WMBA SONIA COMPOUND	4*	GBP	80,000,000	30/11/2016	1,644,155	0.35
<b>Total gains on Total Return Swaps</b>					<b>1,644,155</b>	<b>0.35</b>

Swaptions 1.50% (31 March 2016: 1.70%)

Security Description	Broker	Strike Price	Currency	Notional	Expiry date	Unrealised appreciation GBP	% of Net Assets
Call AUD VS BBR BBSW	5*	0.12	AUD	442,000,000	28/07/2017	289,817	0.06
Call AUD VS BBR BBSW	8*	0.09	AUD	40,000,000	16/11/2016	446,024	0.09
Call EUR VS EURIBOR	3*	0.76	EUR	140,000,000	10/12/2020	2,692,886	0.57
Call GBP VS 6M Index	5*	3.97	GBP	17,000,000	15/11/2016	64,157	0.01
Call JPY VS LIBOR BBA	5*	4.32	JPY	2,130,000,000	30/03/2017	137,298	0.03
Call USD VS LIBOR BBA	6*	0.04	USD	1,000,000,000	31/03/2017	1,201,259	0.25
Call USD VS LIBOR BBA	6*	3.35	USD	180,000,000	23/08/2021	25,200	0.01
Call USD VS LIBOR BBA	6*	2.08	USD	160,000,000	23/02/2021	1,990,260	0.42
Put USD VS 3M Index	6*	3.17	USD	180,000,000	23/08/2021	275,648	0.06
<b>Total unrealised appreciation on Swaptions</b>						<b>7,122,549</b>	<b>1.50</b>

Total Financial Derivative Assets

**111,160,094** **23.48**

Total Financial Assets at Fair Value Through Profit or Loss

**1,120,183,635** **236.66**

Financial Liabilities at Fair Value Through Profit or Loss (154.61)% (31 March 2016: (238.09)%)

Repurchase Agreements (129.37)% (31 March 2016: (212.45)%)

Nominal	CCY	Security Description	Broker	Interest Rate (%)	Maturity date	Fair Value GBP	% of Net Assets
(42,935,625)	GBP	Repo - United Kingdom Gilt (collateral: United Kingdom Gilt 2.000% due 07/09/2025)	9*	0.05	05/10/2016	(42,935,625)	(9.07)
(94,620,250)	USD	Repo - United States Treasury Bond (collateral: United States Treasury Bond 3.000% due 15/11/2045)	9*	0.72	05/10/2016	(72,989,778)	(15.42)

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### Old Mutual Absolute Return Government Bond Fund

#### PORTFOLIO OF INVESTMENTS (continued)

##### Repurchase Agreements (129.37)% (31 March 2016: (212.45)%) (continued)

Nominal	CCY	Security Description	Broker	Interest Rate (%)	Maturity date	Fair Value GBP	% of Net Assets
(55,640,000)	USD	Repo - United States Treasury Inflation Indexed Bonds (collateral: United States Treasury Inflation Indexed Bonds 0.125% due 15/07/2022)	9*	0.72	05/10/2016	(42,920,529)	(9.07)
(51,910,041)	GBP	Repo - United Kingdom Gilt Inflation Linked (collateral: United Kingdom Gilt Inflation Linked 2.500% due 16/04/2020)	3*	0.42	05/10/2016	(51,910,041)	(10.97)
(45,900,000)	USD	Repo - United States Treasury Inflation Indexed Bonds (collateral: United States Treasury Inflation Indexed Bonds 0.625% due 15/01/2024)	2*	0.70	05/10/2016	(35,407,122)	(7.48)
(52,012,703)	GBP	Repo - United Kingdom Gilt Inflation Linked (collateral: United Kingdom Gilt Inflation Linked 2.500% due 16/04/2020)	3*	0.48	05/10/2016	(52,012,703)	(10.99)
(44,200,000)	USD	Repo - United States Treasury Bond (collateral: United States Treasury Bond 2.500% due 15/02/2046)	2*	0.70	05/10/2016	(34,095,747)	(7.20)
(54,871,390)	USD	Repo - United States Treasury Bond (collateral: United States Treasury Bond 2.500% due 15/02/2046)	5*	0.65	05/10/2016	(42,327,625)	(8.94)
(20,859,713)	GBP	Repo - United Kingdom Gilt Inflation Linked (collateral: United Kingdom Gilt Inflation Linked 1.875% due 22/11/2022)	3*	0.52	05/10/2016	(20,859,713)	(4.41)
(43,775,000)	USD	Repo - United States Treasury Inflation Indexed Bonds (collateral: United States Treasury Inflation Indexed Bonds 0.125% due 15/07/2024)	2*	0.70	05/10/2016	(33,767,904)	(7.13)
(51,324,000)	USD	Repo - United States Treasury Inflation Indexed Bonds (collateral: United States Treasury Inflation Indexed Bonds 0.375% due 15/07/2025)	2*	0.70	05/10/2016	(39,591,180)	(8.36)
(27,390,000)	USD	Repo - United States Treasury Bond (collateral: United States Treasury Bond 2.500% due 15/02/2046)	9*	0.72	05/10/2016	(21,128,564)	(4.46)
(87,337,500)	USD	Repo - United States Treasury Inflation Indexed Bonds (collateral: United States Treasury Inflation Indexed Bonds 0.125% due 15/07/2024)	5*	0.72	05/10/2016	(67,371,885)	(14.23)
(63,956,550)	EUR	Repo - French Republic Government Bond OAT (collateral: French Republic Government Bond OAT 0.250% due 25/07/2018)	9*	(0.40)	05/10/2016	(55,083,526)	(11.64)
<b>Total Repurchase Agreements</b>						<b>(612,401,942)</b>	<b>(129.37)</b>

##### Financial Derivative Liabilities (25.24)% (31 March 2016: (25.64)%)

##### Futures Contracts (1.43)% (31 March 2016: (3.84)%)

Number of contracts	Security Description	Broker	Average cost	Notional value	Maturity date	Unrealised depreciation GBP	% of Net Assets
(247)	Australia 10 Year Bond Futures	3*	AUD (56.44)	AUD (13,940,853)	15/12/2016	(284,935)	(0.06)
(1)	Euro Buxl 30 Year Bond Futures	8*	EUR (158.36)	EUR (158,361)	08/12/2016	(8,931)	(0.00)
(440)	Euro-Bobl Futures	8*	EUR (113.68)	EUR (50,018,471)	08/12/2016	(89,055)	(0.02)
11	Euro-Bund Futures	8*	EUR 143.26	EUR 1,575,869	08/12/2016	(1,162)	(0.00)
(190)	Japan 10 Year Bond (OSE) Futures	3*	JPY (1.16)	JPY (219,673,744)	13/12/2016	(1,032,726)	(0.22)

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### Old Mutual Absolute Return Government Bond Fund

#### PORTFOLIO OF INVESTMENTS (continued)

Financial Derivative Liabilities (25.24)% (31 March 2016: (25.64)%) (continued)

Futures Contracts (1.43)% (31 March 2016: (3.84)%) (continued)

Number of contracts	Security Description	Broker	Average cost	Notional value	Maturity date	Unrealised depreciation GBP	% of Net Assets
(1,870)	Long Gilt Futures	8*	JPY (130.42)	JPY (243,880,293)	28/12/2016	(1,108,407)	(0.24)
(120)	Short Gilt Futures	8*	GBP (104.63)	GBP (12,555,150)	28/12/2016	(10,050)	(0.00)
(1,594)	US 10 Year Note Futures	3*	GBP (100.70)	GBP (160,511,298)	20/12/2016	(1,393,336)	(0.29)
(237)	US 10 Year Ultra Futures	3*	USD (111.70)	USD (26,471,923)	20/12/2016	(39,991)	(0.01)
(2,975)	US 2 Year Note Futures	3*	USD (84.24)	USD (501,252,760)	30/12/2016	(435,223)	(0.09)
(978)	US 5 Year Note Futures	3*	USD (93.41)	USD (91,358,835)	30/12/2016	(533,821)	(0.11)
(2,300)	US Long Bond Futures	3*	USD (130.26)	USD (299,595,636)	20/12/2016	(1,854,258)	(0.39)
<b>Total unrealised depreciation on Futures Contracts</b>						<b>(6,791,895)</b>	<b>(1.43)</b>

Forward Foreign Currency Contracts (0.62)% (31 March 2016: (0.37)%)

Currency Bought	Amount Bought	Currency Sold	Amount Sold	Broker	Contractual settlement date	Unrealised depreciation GBP	% of Net Assets
AUD	23,500,000	GBP	13,888,068	9*	24/10/2016	(99,841)	(0.02)
AUD	1,100,000	USD	842,137	9*	24/10/2016	(3,960)	(0.00)
CAD	49,000,000	USD	37,617,218	9*	24/10/2016	(302,262)	(0.06)
EUR	518,600	GBP	447,318	11*	17/10/2016	(519)	(0.00)
EUR	580,890	GBP	502,694	11*	17/10/2016	(2,230)	(0.00)
EUR	24,000,000	USD	26,989,320	6*	24/10/2016	(130,263)	(0.03)
EUR	51,500,000	USD	57,950,375	9*	24/10/2016	(307,122)	(0.06)
GBP	795	EUR	935	11*	17/10/2016	(11)	(0.00)
GBP	7,544	EUR	8,803	11*	17/10/2016	(40)	(0.00)
GBP	16,584	EUR	19,352	11*	17/10/2016	(88)	(0.00)
GBP	8,805	EUR	10,359	11*	17/10/2016	(120)	(0.00)
GBP	67,861	EUR	79,185	11*	17/10/2016	(360)	(0.00)
GBP	81,470	EUR	95,855	11*	17/10/2016	(1,114)	(0.00)
GBP	362,966	EUR	423,529	11*	17/10/2016	(1,925)	(0.00)
GBP	388,039	EUR	456,554	11*	17/10/2016	(5,304)	(0.00)
GBP	521,439	EUR	612,441	11*	17/10/2016	(6,207)	(0.00)
GBP	619,562	EUR	728,955	11*	17/10/2016	(8,468)	(0.00)
GBP	2,224,413	EUR	2,595,573	11*	17/10/2016	(11,796)	(0.00)
GBP	2,872,165	EUR	3,379,292	11*	17/10/2016	(39,256)	(0.01)
GBP	7,159,434	JPY	944,000,000	9*	24/10/2016	(41,764)	(0.01)
GBP	167,325,829	JPY	22,000,000,000	9*	24/10/2016	(498,692)	(0.11)
GBP	15	USD	20	11*	17/10/2016	(0)	(0.00)
GBP	9	USD	12	11*	17/10/2016	(0)	(0.00)
GBP	10,476	USD	13,592	11*	17/10/2016	(6)	(0.00)
GBP	4,058	USD	5,368	11*	17/10/2016	(82)	(0.00)
GBP	6,493	USD	8,598	11*	17/10/2016	(138)	(0.00)
GBP	122,954	USD	160,000	9*	24/10/2016	(421)	(0.00)
GBP	30,595	USD	40,470	11*	17/10/2016	(615)	(0.00)
GBP	53,174	USD	70,418	11*	17/10/2016	(1,132)	(0.00)
GBP	3,689,910	USD	4,810,000	1*	24/10/2016	(19,052)	(0.00)
GBP	67,009,674	USD	87,000,000	6*	24/10/2016	(75,494)	(0.02)
GBP	101,066,558	USD	132,000,000	9*	26/10/2016	(713,975)	(0.16)
JPY	1,720,821,960	USD	17,160,000	6*	24/10/2016	(104,875)	(0.02)
JPY	1,000,000,000	GBP	7,634,235	9*	24/10/2016	(5,847)	(0.00)
NZD	62,000,000	USD	45,413,140	9*	21/10/2016	(333,718)	(0.07)
SEK	31,639,392	CHF	3,600,000	9*	24/10/2016	(19,559)	(0.00)
SEK	80,000,000	USD	9,391,325	9*	24/10/2016	(79,019)	(0.02)
USD	11,000,000	JPY	1,127,940,000	6*	24/10/2016	(122,330)	(0.03)
<b>Total unrealised depreciation on Forward Foreign Currency Contracts</b>						<b>(2,937,605)</b>	<b>(0.62)</b>

Foreign Exchange Options (3.85)% (31 March 2016: (3.24)%)

Security Description	Broker	Currency	Notional	Strike price	Maturity date	Unrealised appreciation GBP	% of Net Assets
Call AUD VS USD	3*	AUD	24,000,000	0.716	10/11/2016	(846,976)	(0.18)

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### Old Mutual Absolute Return Government Bond Fund

#### PORTFOLIO OF INVESTMENTS (continued)

Financial Derivative Liabilities (25.24)% (31 March 2016: (25.64)%) (continued)

Foreign Exchange Options (3.85)% (31 March 2016: (3.24)%) (continued)

Security Description	Broker	Currency	Notional	Strike price	Maturity date	Unrealised appreciation GBP	% of Net Assets
Call EUR VS CAD	3*	EUR	32,000,000	1.600	20/10/2016	(4,640)	(0.00)
Call EUR VS GBP	5*	EUR	32,300,000	0.754	11/10/2016	(3,465,080)	(0.73)
Call EUR VS USD	3*	EUR	32,300,000	1.102	11/01/2017	(811,629)	(0.17)
Call NZD VS USD	6*	NZD	64,400,000	0.647	13/10/2016	(3,903,771)	(0.82)
Call USD VS JPY	9*	USD	32,000,000	115.000	07/11/2016	(3,153)	(0.00)
Put AUD VS NZD	6*	AUD	44,000,000	1.068	24/11/2016	(592,536)	(0.13)
Put AUD VS USD	3*	AUD	24,000,000	0.716	10/11/2016	(25,189)	(0.01)
Put AUD VS USD	9*	AUD	320,000,000	0.700	03/11/2016	(55,648)	(0.01)
Put EUR VS CAD	3*	EUR	32,000,000	1.370	20/10/2016	(4,332)	(0.00)
Put EUR VS USD	1*	EUR	22,000,000	1.123	13/01/2017	(3,388)	0.00
Put GBP VS USD	3*	GBP	80,000,000	1.350	29/11/2016	(3,491,224)	(0.74)
Put GBP VS USD	3*	GBP	37,300,000	1.352	11/01/2017	(1,757,390)	(0.37)
Put USD VS CAD	5*	USD	25,700,000	1.419	13/10/2016	(1,543,666)	(0.33)
Put USD VS CAD	12*	USD	7,400,000	1.326	28/10/2016	(81,139)	(0.02)
Put USD VS CAD	5*	USD	25,700,000	1.417	23/01/2017	(1,603,670)	(0.34)
<b>Total unrealised depreciation on Foreign Exchange Options</b>						<b>(18,193,431)</b>	<b>(3.85)</b>

Swaps (13.26)% (31 March 2016: (13.63)%)

Security Description	Broker	Currency	Fixed rate	Notional	Maturity date	Unrealised depreciation GBP	% of Net Assets
AUD BB 6M INDEX	12*	AUD	2.065	27,000,000	31/08/2026	(34,421)	(0.01)
AUD BBR BBSW	8*	AUD	2.110	14,500,000	13/07/2026	(14,932)	(0.00)
AUD BBR BBSW	8*	AUD	2.150	127,500,000	15/07/2026	(406,787)	(0.09)
AUD BBR BBSW	12*	AUD	1.973	150,000,000	01/03/2018	(414,284)	(0.09)
AUD BBR BBSW	4*	AUD	1.983	150,000,000	01/03/2018	(427,320)	(0.09)
AUD BBR BBSW	12*	AUD	2.071	79,200,000	08/02/2019	(481,632)	(0.10)
AUD BBR BBSW	6*	AUD	2.098	89,600,000	08/04/2019	(609,205)	(0.13)
AUD CCP BBR BBSW	4*	AUD	1.675	94,400,000	12/09/2019	(54,987)	(0.01)
AUD CCP BBR BBSW	5*	AUD	1.675	112,000,000	12/09/2019	(66,206)	(0.01)
CAD BA CDOR	6*	CAD	1.375	47,600,000	14/09/2026	(494,452)	(0.10)
CPT FEMU Index	6*	EUR	1.295	21,600,000	15/06/2031	(21,476)	(0.00)
CPT FEMU Index	6*	EUR	0.871	42,350,000	15/11/2019	(367,970)	(0.08)
CPT FEMU Index	3*	EUR	0.978	46,000,000	19/11/2020	(618,774)	(0.13)
CPT FEMU Index	3*	EUR	1.030	65,000,000	12/11/2020	(1,032,217)	(0.22)
CPU RNSA Index	6*	USD	1.720	40,000,000	03/10/2021	(12,155)	(0.00)
CPU RNSA Index	6*	USD	1.720	50,000,000	03/10/2021	(15,193)	(0.00)
CPU RNSA Index	6*	USD	2.035	5,000,000	16/11/2045	(174,609)	(0.04)
EUR CCP EURIBOR	12*	EUR	0.557	100	08/06/2026	(3)	(0.00)
EUR EURIBOR	9*	EUR	0.306	25,440,000	15/08/2025	(316,343)	(0.07)
EUR EURIBOR	1*	EUR	0.312	41,990,000	21/07/2026	(324,826)	(0.07)
EUR EURIBOR	5*	EUR	0.333	26,350,000	15/08/2025	(384,469)	(0.08)
EUR EURIBOR	8*	EUR	0.332	41,990,000	20/07/2026	(401,806)	(0.08)
EUR EURIBOR	5*	EUR	(0.006)	58,000,000	04/01/2021	(411,516)	(0.09)
EUR EURIBOR	9*	EUR	0.309	40,100,000	15/08/2025	(508,305)	(0.11)
EUR EURIBOR	8*	EUR	0.570	40,000,000	20/04/2026	(1,314,225)	(0.28)
EUR EURIBOR	9*	EUR	0.390	84,100,000	07/03/2023	(1,518,298)	(0.32)
EUR EURIBOR	6*	EUR	0.397	85,000,000	08/03/2023	(1,559,291)	(0.33)
EUR EURIBOR	6*	EUR	1.595	100,000,000	29/09/2036	(3,532,081)	(0.75)
GBP 6M Index	4*	GBP	0.943	7,820,000	10/08/2046	(14,170)	(0.00)
GBP 6M Index	1*	GBP	0.659	56,100,000	08/09/2025	(43,006)	(0.01)
GBP 6M Index	1*	GBP	0.659	24,300,000	08/09/2025	(18,628)	(0.00)
GBP 6M Index	5*	GBP	0.867	8,000,000	15/11/2046	(186,009)	(0.04)
GBP CCP LIBOR BBA	5*	GBP	0.504	98,500,000	25/08/2021	(153,680)	(0.03)
INFLATION ZERO CCP USA CPI U	5*	USD	1.860	50,000,000	27/09/2017	(30,570)	(0.01)



# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### Old Mutual Absolute Return Government Bond Fund

#### PORTFOLIO OF INVESTMENTS (continued)

Financial Derivative Liabilities (25.24)% (31 March 2016: (25.64)%) (continued)

Swaps (13.26)% (31 March 2016: (13.63)%) (continued)

Security Description	Broker	Currency	Fixed rate	Notional	Maturity date	Unrealised depreciation GBP	% of Net Assets
INFLATION ZERO CCP USA CPI U	5*	USD	1.858	50,000,000	27/09/2017	(31,528)	(0.01)
INFLATION ZERO CCP USA CPI U	5*	USD	1.838	50,000,000	26/09/2017	(36,264)	(0.01)
INFLATION ZERO CCP USA CPI U	5*	USD	1.850	100,000,000	29/09/2017	(80,532)	(0.02)
INFLATION ZERO EUR EXT CPI	6*	EUR	1.085	7,800,000	15/06/2026	(7,435)	(0.00)
INFLATION ZERO EUR EXT CPI	3*	EUR	1.175	224,000,000	15/04/2028	(209,906)	(0.04)
INFLATION ZERO EUR EXT CPI	1*	EUR	0.788	80,750,000	15/08/2021	(258,346)	(0.05)
INFLATION ZERO EUR EXT CPI	2*	EUR	0.790	85,000,000	29/08/2021	(262,256)	(0.06)
INFLATION ZERO EUR EXT CPI	2*	EUR	0.705	80,920,000	30/06/2021	(653,312)	(0.14)
INFLATION ZERO UK RPI	6*	GBP	3.230	15,000,000	03/11/2030	(55,018)	(0.01)
INFLATION ZERO UK RPI	3*	GBP	3.318	7,760,000	18/02/2041	(135,265)	(0.03)
INFLATION ZERO UK RPI	3*	GBP	3.273	7,760,000	19/02/2041	(291,501)	(0.06)
INFLATION ZERO UK RPI	6*	GBP	3.253	20,000,000	19/09/2031	(341,291)	(0.07)
INFLATION ZERO UK RPI	2*	GBP	3.050	13,600,000	14/07/2026	(372,112)	(0.08)
INFLATION ZERO UK RPI	6*	GBP	3.230	20,000,000	23/09/2031	(439,052)	(0.09)
INFLATION ZERO UK RPI	2*	GBP	3.225	20,400,000	15/09/2031	(469,649)	(0.10)
INFLATION ZERO UK RPI	6*	GBP	2.970	38,250,000	04/07/2021	(480,446)	(0.10)
INFLATION ZERO UK RPI	2*	GBP	3.060	21,250,000	14/07/2026	(554,686)	(0.12)
INFLATION ZERO UK RPI	5*	GBP	3.223	35,500,000	22/09/2031	(835,860)	(0.18)
INFLATION ZERO UK RPI	6*	GBP	3.065	39,950,000	08/07/2026	(1,017,897)	(0.22)
INFLATION ZERO UK RPI	9*	GBP	3.133	37,500,000	15/01/2031	(1,074,566)	(0.23)
INFLATION ZERO UK RPI	9*	GBP	3.073	21,800,000	15/05/2031	(1,095,085)	(0.23)
INFLATION ZERO UK RPI	6*	GBP	3.074	26,300,000	10/02/2031	(1,110,050)	(0.23)
INFLATION ZERO UK RPI	2*	GBP	3.000	5,080,000	14/06/2036	(1,316,542)	(0.28)
INFLATION ZERO UK RPI	3*	GBP	2.270	350,000,000	20/11/2017	(1,318,925)	(0.28)
INFLATION ZERO UK RPI	3*	GBP	3.089	58,800,000	07/07/2026	(1,322,150)	(0.28)
INFLATION ZERO USA CPI U	6*	USD	1.950	250,000,000	03/10/2017	(40,305)	(0.01)
INFLATION ZERO USA CPI U	6*	USD	1.285	30,000,000	13/11/2017	(135,108)	(0.03)
INFLATION ZERO USA CPI U	6*	USD	1.585	125,000,000	19/08/2017	(229,627)	(0.05)
INFLATION ZERO USA CPI U	5*	USD	1.790	100,320,000	13/09/2026	(232,063)	(0.05)
INFLATION ZERO USA CPI U	12*	USD	1.110	50,000,000	14/10/2017	(265,099)	(0.06)
INFLATION ZERO USA CPI U	12*	USD	1.095	50,000,000	13/10/2017	(273,834)	(0.06)
INFLATION ZERO USA CPI U	6*	USD	1.220	60,000,000	06/11/2017	(302,270)	(0.06)
INFLATION ZERO USA CPI U	6*	USD	1.005	43,000,000	16/10/2017	(302,852)	(0.06)
INFLATION ZERO USA CPI U	6*	USD	1.140	54,000,000	02/11/2017	(323,659)	(0.07)
INFLATION ZERO USA CPI U	9*	USD	1.730	48,000,000	15/08/2026	(338,788)	(0.07)
INFLATION ZERO USA CPI U	8*	USD	1.710	80,000,000	10/05/2017	(350,397)	(0.07)
INFLATION ZERO USA CPI U	6*	USD	1.690	140,000,000	23/03/2018	(368,702)	(0.08)
INFLATION ZERO USA CPI U	5*	USD	1.280	70,000,000	25/11/2017	(381,081)	(0.08)
INFLATION ZERO USA CPI U	8*	USD	1.940	160,000,000	26/05/2017	(433,876)	(0.09)
INFLATION ZERO USA CPI U	9*	USD	1.733	101,150,000	09/08/2026	(718,771)	(0.15)
INFLATION ZERO USA CPI U	2*	USD	1.805	102,000,000	25/08/2028	(719,455)	(0.15)
INFLATION ZERO USA CPI U	2*	USD	1.723	100,000,000	19/08/2026	(749,546)	(0.16)
INFLATION ZERO USA CPI U	12*	USD	1.755	20,000,000	26/02/2046	(903,472)	(0.19)
INFLATION ZERO USA CPI U	6*	USD	1.914	320,000,000	19/05/2017	(921,258)	(0.19)
INFLATION ZERO USA CPI U	6*	USD	1.650	280,000,000	12/04/2017	(979,547)	(0.21)
INFLATION ZERO USA CPI U	6*	USD	1.796	320,000,000	17/05/2017	(1,200,699)	(0.25)
JPY 6M Index	7*	JPY	0.443	1,120,000,000	28/09/2046	(33,752)	(0.01)
JPY 6M Index	9*	JPY	0.256	2,530,000,000	16/03/2038	(640,186)	(0.14)
JPY CCP LIBOR BBA	5*	JPY	(0.030)	24,300,000,000	20/09/2023	(321,676)	(0.07)
JPY LIBOR BBA	5*	JPY	0.373	2,167,500,000	04/08/2036	(40,263)	(0.01)
JPY LIBOR BBA	4*	JPY	0.375	2,210,000,000	04/08/2036	(49,488)	(0.01)
JPY LIBOR BBA	5*	JPY	0.813	5,250,000,000	14/10/2025	(1,422,452)	(0.30)
JPY LIBOR BBA	2*	JPY	0.804	6,800,000,000	20/10/2025	(1,814,643)	(0.38)
JPY LIBOR BBA	12*	JPY	1.476	3,900,000,000	04/02/2036	(2,391,500)	(0.51)
UK RPI Index	3*	GBP	3.264	7,760,000	18/02/2056	(218,676)	(0.05)

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### Old Mutual Absolute Return Government Bond Fund

#### PORTFOLIO OF INVESTMENTS (continued)

##### Financial Derivative Liabilities (25.24)% (31 March 2016: (25.64)%) (continued)

##### Swaps (13.26)% (31 March 2016: (13.63)%) (continued)

Security Description	Broker	Currency	Fixed rate	Notional	Maturity date	Unrealised depreciation GBP	% of Net Assets
UK RPI Index	6*	GBP	3.505	7,500,000	12/11/2045	(944,396)	(0.20)
UK RPI Index	6*	GBP	3.379	7,000,000	24/11/2055	(1,103,516)	(0.23)
UK RPI Index	6*	GBP	3.373	9,000,000	20/10/2055	(1,473,457)	(0.31)
UK RPI Index	3*	GBP	3.457	35,000,000	01/12/2045	(3,186,234)	(0.67)
US 3M Index	8*	USD	1.096	214,400,000	04/08/2021	(205,395)	(0.04)
US 3M Index	5*	USD	1.122	170,000,000	05/08/2021	(34,633)	(0.01)
US 3M Index	5*	USD	1.372	38,400,000	17/02/2026	(669)	(0.00)
US 3M Index	6*	USD	1.616	19,550,000	15/02/2036	(103,934)	(0.02)
USD CCP LIBOR BBA	6*	USD	0.985	510,000,000	09/08/2018	(53,661)	(0.01)
USD CCP LIBOR BBA	8*	USD	1.166	313,650,000	26/02/2021	(491,059)	(0.10)
USD CCP LIBOR BBA	5*	USD	1.202	209,000,000	26/02/2021	(561,746)	(0.12)
USD CCP LIBOR BBA	5*	USD	1.244	124,950,000	07/09/2021	(516,967)	(0.10)
USD CCP LIBOR BBA	5*	USD	1.230	124,950,000	07/09/2021	(451,569)	(0.10)
USD CCP LIBOR BBA	8*	USD	1.445	42,500,000	05/08/2026	(175,737)	(0.04)
USD LIBOR BBA	9*	USD	1.423	24,910,000	20/07/2026	(75,548)	(0.02)
USD LIBOR BBA	4*	USD	1.575	73,000,000	16/12/2020	(1,358,031)	(0.29)
USD LIBOR BBA	8*	USD	1.527	92,000,000	04/11/2020	(1,611,085)	(0.34)
USD LIBOR BBA	4*	USD	1.449	122,000,000	16/12/2020	(1,743,584)	(0.37)
USD LIBOR BBA	4*	USD	1.341	171,000,000	31/05/2020	(1,808,946)	(0.38)
<b>Total unrealised depreciation on Swaps</b>						<b>(62,736,732)</b>	<b>(13.26)</b>

##### Swaptions (6.08)% (31 March 2016: (4.56)%)

Security Description	Broker	Strike Price	Currency	Notional	Expiry date	Unrealised depreciation GBP	% of Net Assets
Call GBP VS 6M Index	6*	0.51	GBP	44,000,000	15/12/2016	(373,281)	(0.08)
Call GBP VS 6M Index	3*	14.48	GBP	122,800,000	07/01/2026	(8,362,768)	(1.77)
Call JPY VS LIBOR BBA	3*	0.04	JPY	21,250,000,000	30/03/2017	(133,333)	(0.03)
Call JPY VS LIBOR BBA	3*	0.41	JPY	11,250,000,000	20/02/2017	(345,046)	(0.07)
Call JPY VS LIBOR BBA	3*	0.46	JPY	6,400,000,000	18/04/2017	(59,899)	(0.01)
Put EUR VS 6M Index	6*	14.16	EUR	54,000,000	08/01/2026	(2,822,603)	(0.60)
Put EUR VS 6M Index	6*	6.04	EUR	68,000,000	27/10/2016	(2,098,647)	(0.44)
Put GBP VS 6M Index	3*	2.53	GBP	280,000,000	07/03/2017	(3,923,364)	(0.83)
Put JPY VS 6M Index	3*	0.10	JPY	21,250,000,000	30/03/2017	(25,542)	(0.01)
Put JPY VS 6M Index	3*	0.19	JPY	6,400,000,000	18/04/2017	(190,434)	(0.04)
Put JPY VS 6M Index	6*	0.06	JPY	5,900,000,000	16/10/2017	(288,503)	(0.06)
Put JPY VS 6M Index	9*	0.01	JPY	24,000,000,000	19/12/2016	(867,630)	(0.18)
Put JPY VS 6M Index	9*	0.00	JPY	19,600,000,000	21/11/2016	(500,005)	(0.11)
Put JPY VS 6M Index	5*	1.40	JPY	3,400,000,000	21/03/2017	(519,493)	(0.11)
Put JPY VS 6M Index	5*	1.21	JPY	2,130,000,000	30/03/2017	(367,224)	(0.08)
Put JPY VS 6M Index	9*	1.99	JPY	2,600,000,000	09/03/2018	(766,834)	(0.16)
Put JPY VS 6M Index	9*	2.00	JPY	2,550,000,000	14/03/2018	(661,382)	(0.14)
Put USD VS 3M Index	9*	4.21	USD	160,000,000	12/05/2021	(755,882)	(0.16)
Put USD VS 3M Index	8*	5.07	USD	232,500,000	30/01/2017	(5,673,620)	(1.20)
<b>Total unrealised depreciation on Swaptions</b>						<b>(28,735,490)</b>	<b>(6.08)</b>

##### Total Financial Derivative Liabilities

**(119,395,153)** **(25.24)**

##### Total Financial Liabilities at Fair Value Through Profit or Loss

**(731,797,095)** **(154.61)**

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### Old Mutual Absolute Return Government Bond Fund

#### PORTFOLIO OF INVESTMENTS (continued)

	Fair Value	% of Net
	GBP	Assets
<b>Total investments (Cost GBP 299,163,140)</b>	<b>388,386,540</b>	<b>82.05</b>
Deposits with credit institutions	1,697,363	0.36
Broker cash, cash collateral and bank overdraft, net	46,843,539	9.90
Other assets and liabilities, net	36,381,192	7.69
<b>Total net assets</b>	<b>473,308,634</b>	<b>100.00</b>

<b>Analysis of Gross Assets</b>	<b>% of Gross Assets</b>
Transferable securities admitted to an official stock listing	57.02
Transferable securities dealt with on a regulated market	24.72
FDI's dealt with on a regulated market	0.08
OTC derivatives	8.92
Deposits	0.14
Other assets	9.12
	<b>100.00</b>

Investment pledged as collateral. For further details on the non-cash collaterals pledged, see note 3.

Short positions are covered.

\* Investment pledged as collateral.

All OTC derivatives including options and swaptions, both sold and bought are valued and collateralised daily.

For sold options, the exposure is adequately covered using hedging strategies in related instruments and ultimately by the high quality liquid government bonds in the Fund's portfolio of investments.

The following is a list of counterparties for the financial derivative instruments.

<b>Reference</b>	<b>Counterparty</b>
1*	Barclays Bank
2*	BNP Paribas
3*	Goldman Sachs
4*	HSBC
5*	JP Morgan
6*	Merrill Lynch
7*	Mitsubishi UFJ Securities International
8*	Morgan Stanley
9*	Nomura
10*	Royal Bank of Scotland
11*	State Street
12*	UBS

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED 30 September 2016

		Old Mutual Absolute Return Government Bond Fund GBP Six months ended 30 September 2016	Old Mutual Absolute Return Government Bond Fund GBP Period ended 31 March 2016*
	Note		
<b>Income</b>			
Other income		35,923	301
Net gains on investment activities		36,716,368	13,738,843
<b>Total net income</b>		<b>36,752,291</b>	<b>13,739,144</b>
<b>Expenses</b>			
Performance fees	7	(480,012)	-
Fixed operating expenses	9	(628,094)	(512,688)
Investment Management fees	7	(842,814)	(615,100)
<b>Total operating expenses</b>		<b>(1,950,920)</b>	<b>(1,127,788)</b>
<b>Profit for financial period before finance costs</b>		<b>34,801,371</b>	<b>12,611,356</b>
<b>Finance costs</b>			
Interest expense		(1,478,501)	(8,124,652)
<b>Total finance costs</b>		<b>(1,478,501)</b>	<b>(8,124,652)</b>
<b>Profit before distributions and tax</b>		<b>33,322,870</b>	<b>4,486,704</b>
Foreign tax withheld	5	-	(29,831)
<b>Net increase for the period in net assets attributable to holders of redeemable participating shares</b>		<b>33,322,870</b>	<b>4,456,873</b>

All activities arose from continuing operations. There are no other gains and losses other than those noted above.

\* For the period from 26 May 2015 (date of formation) to 31 March 2016. The Fund commenced operations on 7 October 2015.

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

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### STATEMENT OF FINANCIAL POSITION AS AT 30 September 2016

		Old Mutual Absolute Return Government Bond Fund GBP As at 30 September 2016	Old Mutual Absolute Return Government Bond Fund GBP As at 31 March 2016
<b>Assets</b>	<b>Note</b>		
Financial assets at fair value through profit or loss:			
Transferable securities		1,009,023,541	1,361,594,768
Financial derivative assets		111,160,094	87,804,723
Deposits with credit institutions		1,697,363	20,356,114
Cash collateral	3	25,790,000	25,810,000
Cash due from broker		48,831,012	48,702,864
Debtors:			
Receivable for investments sold		34,040,044	33,156,381
Receivable for Fund shares sold		841,326	1,401,848
Interest receivable		3,092,041	5,178,698
<b>Total assets</b>		<b>1,234,475,421</b>	<b>1,584,005,396</b>
<b>Liabilities (excluding net assets attributable to holders of redeemable participating shares)</b>			
Financial liabilities at amortised cost:			
Repurchase Agreements		(612,401,942)	(984,876,312)
Financial liabilities at fair value through profit or loss:			
Financial derivative liabilities		(119,395,153)	(118,889,664)
Bank overdraft		(2,910,983)	(25,142)
Cash due to broker		(24,866,490)	(14,880,369)
Creditors – amounts falling due within one year:			
Payable for investments purchased		-	(676,674)
Payable for Fund shares redeemed		(81,984)	(122,439)
Interest payable		(38,091)	(256,200)
Performance fees payable	7	(480,012)	-
Investment Management fees payable	7	(302,118)	(353,270)
Fixed operating expenses payable	9	(690,014)	(334,565)
<b>Total liabilities</b>		<b>(761,166,787)</b>	<b>(1,120,414,635)</b>
<b>Net assets attributable to holders of redeemable participating shares</b>		<b>473,308,634</b>	<b>463,590,761</b>

Please refer to note 4 of these unaudited condensed financial statements for details of number of shares outstanding, NAV and NAV per share as of the respective Statements of Financial Position date.

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

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS FOR THE SIX MONTHS ENDED 30 September 2016

		Old Mutual Absolute Return Government Bond Fund GBP Six months ended 30 September 2016		Old Mutual Absolute Return Government Bond Fund GBP Period ended 31 March 2016*
	Note		Note	
Net assets attributable to holders of redeemable participating shares at the beginning of the period		<u>463,590,761</u>		<u>-</u>
<b>Share transactions</b>				
Proceeds from redeemable participating shares issued	4	130,854,240	4	554,136,206
Payments for redemption of redeemable participating shares	4	<u>(154,459,237)</u>	4	<u>(95,002,318)</u>
<b>Net (decrease)/increase from share transactions</b>		<u><b>(23,604,997)</b></u>		<u><b>459,133,888</b></u>
Increase in net assets attributable to holders of redeemable participating shares from operations		33,322,870		4,456,873
<b>Net assets attributable to holders of redeemable participating shares at the end of the period</b>		<u><b>473,308,634</b></u>		<u><b>463,590,761</b></u>

\* For the period from 26 May 2015 (date of formation) to 31 March 2016. The Fund commenced operations on 7 October 2015.

Please refer to note 4 of these unaudited condensed financial statements for details of number of shares issued and redeemed during the respective financial periods.

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

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 September 2016

#### 1. Basis of preparation

Old Mutual Global Investor Series II ICAV (the “ICAV”) is an open-ended umbrella Irish collective asset-management vehicle with variable capital and segregated liability between Funds formed in Ireland on 26 May 2015 pursuant to the Irish Collective Asset-management Vehicles Act 2015 (the “ICAV Act”). The ICAV is authorised by the Central Bank of Ireland (the “Central Bank”), under the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011, as amended, (the “UCITS Regulations”) and under the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015, as amended, (together the “Central Bank’s UCITS Regulations”). The ICAV commenced trading on 7 October 2015.

The ICAV’s condensed financial statements have been prepared in accordance with Financial Reporting Standard 104 “Interim Financial Reporting” (“FRS 104”), Irish statute comprising the ICAV Act and the provisions of the UCITS Regulations. The financial statements are prepared under the historical cost convention as modified by the revaluation of financial assets and financial liabilities at fair value through profit or loss.

FRS 104 is promulgated by the Institute of Chartered Accountants in Ireland (the “Institute”) and issued by the Financial Reporting Council (“FRC”).

In preparation of financial statements in conformity with FRS 104 the ICAV is required to make certain accounting estimates and assumptions. Actual results may differ from these estimates and assumptions. The Directors believe that any estimates used in preparing the financial statements are reasonable and prudent. Critical accounting estimates are those which involve the most complex or subjective judgements or assessments. The areas of the ICAV’s business that typically require such estimates are the determination of the fair value of financial assets and liabilities.

The ICAV has availed of the exemption available under FRS 104 and is not presenting a cash flow statement.

As these unaudited condensed financial statements are the first interim accounts to be prepared, the comparatives amounts relate to the annual audited report for the financial period ended 31 March 2016.

#### 2. Significant accounting policies

The accounting policies applied in preparing these financial statements under FRS 104 are consistent with the accounting policies applied in preparing the ICAV’s prior annual report and audited financial statements under FRS 102 for period ended 31 March 2016.

#### 3. Collateral

##### a) Collateral Held with Counterparties

The Fund’s assets may be pledged as collateral to, and held by the counterparties and brokers for open futures contracts, options contracts, forward currency exchange contracts and swap contracts held on that Fund. Details of non-cash collateral held at period end by counterparties are identified within the Portfolio of Investments and detailed within the tables below. Securities held by counterparties as collateral are typically U.S. Treasury Bills or other international equivalents. The total of cash held as collateral by counterparties at period end and prior period end is disclosed on the Statement of Financial Position and detailed within the tables below.

##### Non-cash collateral held with counterparties for Swaps:

Counterparty	As at 30 September 2016 GBP	As at 31 March 2016 GBP
Morgan Stanley	16,851,935	-

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 September 2016 (continued)

#### 3. Collateral (continued)

##### a) Collateral Held with Counterparties (continued)

###### Cash collateral held with counterparties for Swaps:

Counterparty	As at 30 September 2016 GBP	As at 31 March 2016 GBP
Barclays	-	30,000
HSBC	-	2,400,000
Goldman Sachs	1,230,000	-
JP Morgan	1,480,000	8,660,000
Lloyds	-	3,090,000
Merrill Lynch	8,230,000	10,190,000
Morgan Stanley	8,890,000	1,440,000
Nomura	5,960,000	-
	<b>25,790,000</b>	<b>25,810,000</b>

##### b) Collateral Held by the Fund

The Fund may also receive cash and/or non-cash collateral from counterparties in relation to financial derivative positions and repurchase agreements held on the Fund.

A Fund may receive cash and non-cash collateral, in the form of stock, from counterparties for swap contracts and repurchase agreements. This collateral does not form part of the net assets of the Fund. Details of non-cash collateral held by the Fund at period end and prior period end are disclosed and detailed within the tables below.

Collateral received must at all times meet with the specific requirements of the Central Bank as detailed in the ICAV's Prospectus.

###### Cash collateral held by the Fund for Swaps:

Counterparty	As at 30 September 2016 GBP	As at 31 March 2016 GBP
BNP Paribas	2,760,000	3,520,000
Barclays	2,800,000	-
Goldman Sachs	-	710,000
HSBC	420,000	-
Nomura	-	360,000
Royal Bank of Scotland	1,790,000	1,380,000
UBS	19,407	3,740,871
	<b>7,789,407</b>	<b>9,710,871</b>

###### Cash collateral held by the Fund for Repurchase Agreements:

Counterparty	As at 30 September 2016 GBP	As at 31 March 2016 GBP
BNP Paribas	510,000	5,270,000
HSBC	1,060,000	-
Lloyds	-	380,000
Nomura	1,551,009	1,990,000
	<b>3,121,009</b>	<b>7,640,000</b>



# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 September 2016 (continued)

#### 3. Collateral (continued)

##### b) Collateral Held by the Fund (continued)

##### Non-cash collateral held for Repurchase Agreements:

Counterparty	As at 30 September 2016 GBP	As at 31 March 2016 GBP
BNP	194,335,225	343,092,444
Goldman Sachs	120,361,468	-
HSBC	43,420,790	185,640,039
Lloyds	-	182,992,320
Nomura	245,458,152	239,131,479
	<b>603,575,635</b>	<b>950,856,282</b>

##### c) Impairment of Collateral

The Investment Manager has considered the recoverability of collateral due from relevant brokers and counterparties at period end and prior period end and has considered the need to write-down the value of such collateral. The Investment Manager is satisfied that the full value of the collateral is recoverable from all brokers and counterparties at the respective period end date.

#### 4. Share capital

The authorised share capital of the ICAV is 300,000 redeemable non-participating Shares of no par value and 500,000,000,000 participating Shares of no par value. Non-participating Shares do not entitle the holders thereof to any dividend and on a winding up entitle the holders thereof to receive the consideration paid therefore but do not otherwise entitle them to participate in the assets of the ICAV. The Directors have the power to allot shares in the capital of the ICAV on such terms and in such manner as they may think fit.

2 non-participating shares of €1.00 each are held by Old Mutual Global Investors (UK) Limited. These shares do not entitle the holder to a share of the assets of the ICAV and are disclosed in these financial statements by way of this note only. The ICAV had initial capital of €300,000 upon incorporation which was repaid by the ICAV in November 2015.

The shares issued and redeemed in each ICAV'S share class during the six months ended 30 September 2016 are detailed in below table:

Number of Participating Shares	Shares in Issue at 31 March 2016	Shares Issued during the period	Shares Redeemed during the period	Shares in Issue at 30 September 2016
A (USD) Hedged Accumulation Shares	8,074	34,013	-	42,087
A (EUR) Hedged Accumulation Shares	57,096	19,609	(10,864)	65,841
I (USD) Hedged Accumulation Shares	100	-	-	100
L2 (EUR) Hedged Accumulation Shares	-	2,791,100	(100)	2,791,000
I (EUR) Hedged Accumulation Shares	1,997,110	3,342,756	(432,978)	4,906,888
A (GBP) Accumulation Shares	39,834	33,666	(1,384)	72,116
R (GBP) Accumulation Shares	274,884	271,935	(285,178)	261,641
U1 (GBP) Accumulation Shares	952,195	368,018	(242,674)	1,077,539
U2 (EUR) Hedged Accumulation Shares	40,100	235,000	-	275,100
U2 (GBP) Accumulation Shares	8,848,009	1,755,882	(4,444,620)	6,159,271
F (USD) Hedged Accumulation Shares	326,527	20,242	(5,014)	341,755
F (EUR) Hedged Accumulation Shares	18,966,934	4,338,950	(2,086,340)	21,219,544
F (GBP) Accumulation Shares	17,671,621	1,836,490	(6,116,384)	13,391,727
U1 (EUR) Hedged Accumulation Shares	581,641	184,960	(145,492)	621,109
X (EUR) Hedged Accumulation Shares	2,860,100	-	(2,860,100)	-

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 September 2016 (continued)

#### 4. Share capital (continued)

The shares issued and redeemed in each ICAV'S share class during the period ended 31 March 2016 are detailed in below table:

Number of Participating Shares	Shares in issue at beginning of the period	Shares Issued during the period	Shares Redeemed during the period	Shares in Issue at 31 March 2016
A (USD) Hedged Accumulation Shares	-	8,074	-	8,074
A (EUR) Hedged Accumulation Shares	-	63,508	(6,412)	57,096
I (USD) Hedged Accumulation Shares	-	100	-	100
I (EUR) Hedged Accumulation Shares	-	2,492,906	(495,796)	1,997,110
A (GBP) Accumulation Shares	-	41,609	(1,775)	39,834
R (GBP) Accumulation Shares	-	283,006	(8,122)	274,884
U1 (GBP) Accumulation Shares	-	953,345	(1,150)	952,195
U2 (EUR) Hedged Accumulation Shares	-	65,100	(25,000)	40,100
U2 (GBP) Accumulation Shares	-	9,307,077	(459,068)	8,848,009
F (USD) Hedged Accumulation Shares	-	330,179	(3,652)	326,527
F (EUR) Hedged Accumulation Shares	-	22,578,831	(3,611,899)	18,966,934
F (GBP) Accumulation Shares	-	23,780,695	(6,109,074)	17,671,621
U1 (EUR) Hedged Accumulation Shares	-	583,390	(1,749)	581,641
X (EUR) Hedged Accumulation Shares	-	2,860,100	-	2,860,100

The NAV, shares outstanding and NAV per share of each of the Fund's share class as at the respective period end are detailed in below table:

	Net Assets		Shares Outstanding		Net Asset Value per Share	
	30 September 2016	31 March 2016	30 September 2016	31 March 2016	30 September 2016	31 March 2016
A (USD) Hedged Accumulation Shares	USD 423,551	USD 78,670	42,087	8,074	USD 10.06	USD 9.74
A (EUR) Hedged Accumulation Shares	EUR 656,649	EUR 554,479	65,841	57,096	EUR 9.97	EUR 9.71
I (USD) Hedged Accumulation Shares	USD 1,009	USD 975	100	100	USD 10.09	USD 9.75
L2 (EUR) Hedged Accumulation Shares	EUR 28,645,396	-	2,791,000	-	EUR 10.26	-
I (EUR) Hedged Accumulation Shares	EUR 49,087,128	EUR 19,413,660	4,906,888	1,997,110	EUR 10.00	EUR 9.72
A (GBP) Accumulation Shares	GBP 724,364	GBP 387,923	72,116	39,834	GBP 10.04	GBP 9.74
R (GBP) Accumulation Shares	GBP 2,637,455	GBP 2,680,687	261,641	274,884	GBP 10.08	GBP 9.75
U1 (GBP) Accumulation Shares	GBP 10,871,199	GBP 9,296,176	1,077,539	952,195	GBP 10.09	GBP 9.76
U2 (EUR) Hedged Accumulation Shares	EUR 2,745,620	EUR 389,129	275,100	40,100	EUR 9.98	EUR 9.70
U2 (GBP) Accumulation Shares	GBP 62,204,426	GBP 86,474,117	6,159,271	8,848,009	GBP 10.10	GBP 9.77
F (USD) Hedged Accumulation Shares	USD 3,458,782	USD 3,191,010	341,755	326,527	USD 10.12	USD 9.77
F (EUR) Hedged Accumulation Shares	EUR 212,755,385	EUR 184,661,613	21,219,544	18,966,934	EUR 10.03	EUR 9.74
F (GBP) Accumulation Shares	GBP 135,417,649	GBP 172,850,808	13,391,727	17,671,621	GBP 10.11	GBP 9.78
U1 (EUR) Hedged Accumulation Shares	EUR 6,200,965	EUR 5,643,398	621,109	581,641	EUR 9.98	EUR 9.70
X (EUR) Hedged Accumulation Shares	-	EUR 28,509,845	-	2,860,100	-	EUR 9.97

Minimum Fund size is GBP 10,000,000.

#### 5. Taxation

Under current law and practice the ICAV qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended, (the "Taxes Consolidation Act"). On that basis, it is generally not chargeable to Irish tax on its relevant income and gains so long as the ICAV is non-resident for tax purposes in Ireland. However, Irish tax may arise on the happening of a "chargeable event". A chargeable event includes any distribution payments to Shareholders or any encashment, redemption, cancellation or transfer of shares and the holding of shares at the end of each eight year period beginning with the acquisition of such shares.

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 September 2016 (continued)

#### 5. Taxation (continued)

No Irish tax will arise on the ICAV in respect of chargeable events in respect of:

- a Shareholder who is neither Irish resident nor ordinarily resident in Ireland for tax purposes, at the time of the chargeable event, provided appropriate valid declarations in accordance with the provisions of the Taxes Consolidation Act, are held by the ICAV; and
- certain exempted Irish tax resident Shareholders who have provided the ICAV with the necessary signed statutory declarations.

Dividends, interest and capital gains (if any) received on investments made by the ICAV may be subject to withholding taxes imposed by the country from which the investments income/gains are received and such taxes may not be recoverable by the ICAV and its Shareholders. Withholding tax and reclaims incurred on dividends are recorded on ex-date. Dividends receivable are shown net of withholding taxes payable, if any, in the Statement of Financial Position.

The ICAV may be subject to taxes imposed on realised and unrealised gains on securities of certain foreign countries in which the ICAV invests. The foreign tax expense, if any, is recorded on an accrual basis and is included in “Capital gains taxes” on the accompanying Statement of Comprehensive Income. The amount of foreign tax owed, if any, is included in “Capital gains tax payable” on the accompanying Statement of Financial Position.

#### 6. Efficient portfolio management

The ICAV on behalf of a Fund may employ techniques and instruments relating to Transferable Securities, Money Market Instruments and/or other financial instruments (including FDI) in which it invests for efficient portfolio management purposes. Such techniques and instruments include the use of futures, options, swaps, forwards and repurchase and reverse repurchase agreements within the limits laid down by the Central Bank.

Use of such techniques and instruments should be in line with the best interests of Shareholders and will generally be made for one or more of the following reasons:

- (a) the reduction of risk;
- (b) the reduction of cost; or
- (c) the generation of additional capital or income for the relevant Fund with an appropriate level of risk, taking into account the risk profile of the Fund and the risk diversification rules set out in the Regulations.

In addition, share purchase rights and Warrants, which give the Fund the ability but not the obligation to purchase more shares, may be issued to the Fund pursuant to its investment in a particular security and, in such cases, may be retained for the purposes of efficient portfolio management and exercised when considered appropriate.

The use of FDI and efficient portfolio management techniques for the purposes outlined above will expose the Fund to the risks including (but not limited to) Derivate risk, Credit risk, Counterparty risk and Collateral risk. Please refer to the Portfolio of Investments for range of FDIs and repurchase agreements which the Fund may have used for efficient portfolio management purposes during the period under review.

Please refer to Appendix III of the prospectus (entitled “Risk Factors”) for details of all the risks the Fund might be exposed to due to the use of FDI and efficient portfolio management techniques.

The risks arising from the use of such techniques and instruments shall be adequately captured in the ICAV’s risk management process.

Collateral may be pledged or received by the Fund for FDIs and repurchase agreements. Please see note 3 to these condensed interim unaudited financial statements for detail of collateral pledged and held by the Fund as of the respective period ends.

All the revenues arising from efficient portfolio management techniques employed shall be returned to the relevant Fund following the deduction of any direct and indirect operational costs and fees arising. Such direct and indirect operational costs and fees, (which are all fully transparent) which shall not include hidden revenue, shall include fees and expenses payable to

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 September 2016 (continued)

#### 6. Efficient portfolio management (continued)

repurchase/reverse repurchase agreements counterparties and/or securities lending agents engaged by the ICAV from time to time. Such fees and expenses of any repurchase/reverse repurchase agreements counterparties and/or stocklending agents engaged by the ICAV, which will be at normal commercial rates together with VAT, if any, thereon, will be borne by the ICAV or the Fund in respect of which the relevant party has been engaged.

Realised and unrealised gains and losses on efficient portfolio management transactions during the period and prior period under review are recognised within Net gains on investment activities in the Statement of Comprehensive Income.

#### 7. Related party transactions

##### Investment manager

There have been no changes, during the period under review, to the calculation methodology and fee rates of the investment management fees, the performance fees or distributor fees as disclosed in note 7 to the ICAV's Annual Report and Audited Financial Statements for the period ended 31 March 2016 with the exception of management fee of 1.25% charged to Class L2 (EUR) Hedged Accumulation Shares which has launched during the period.

Old Mutual Global Investors (UK) Limited (the "Investment Manager") earned fees of GBP 842,814 (period ended 31 March 2016: GBP 615,100) during the period of which GBP 302,118 (period ended 31 March 2016: GBP 353,270) remained payable at the period end. The Investment Manager also earned Performance Fees of GBP 480,012 (period ended 31 March 2016: Nil) during the period all of which remained payable at the period end. The Investment Manager did not earn any fees in its capacity as Distributor to the ICAV (period ended 31 March 2016: Nil).

##### Related party shareholders

As at 30 September 2016 and 31 March 2016 the following related parties held Shares in the Fund.

#### 30 September 2016

Related party	Share class	Shares
Nedgroup Trust Limited	U2 (GBP), F (GBP)	3,336
Old Mutual Global Investors (UK) Limited	U2 (EUR), A (USD), I (USD)	300
Old Mutual International Ireland Limited	R (GBP), A (GBP)	2,940
Old Mutual International Isle of Man Limited	A (EUR), A (GBP), A (USD), R (GBP)	14,229
Old Mutual Life and Pensions Limited	U1 (GBP), U2 (GBP), A (GBP)	3,343,559
Old Mutual Wealth Life Assurance Limited	U1 (GBP), U2 (GBP),	2,962,088
OM Seed Investments (UK) Limited	F (GBP)	4,868,549

#### 31 March 2016

Related party	Share class	Shares
Old Mutual Global Investors (UK) Limited	U1 (GBP), U2 (EUR), U2 (GBP), A (EUR), A (GBP), A (USD), F (EUR), F (USD), I (EUR), I (USD), R (GBP), X (EUR)	1,200
Old Mutual International Ireland Limited	R (GBP)	1,336
Old Mutual International Isle of Man Limited	A (EUR), A (GBP), A (USD), R (GBP)	9,442
Old Mutual Life and Pensions Limited	U1 (GBP), U2 (GBP), A (GBP)	4,647,013
Old Mutual Wealth Life Assurance Limited	U1 (GBP), U2 (GBP),	4,364,447
OM Seed Investments (UK) Limited	F (GBP)	4,868,559

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 September 2016 (continued)

#### 7. Related party transactions (continued)

##### Directors

Jessica Brescia is the Chief Risk Officer of the Investment Manager. Paul Simpson is the Investment Director of the Investment Manager. Directors' fees are payable out of the Fixed Operating Expenses. Jessica Brescia and Paul Simpson waived their entitlement to receive Directors' fees.

None of the Directors has a service contract with the ICAV nor are any such service contracts proposed. Directors of the Investment Manager remuneration charged to the ICAV for the six months ended 30 September 2016 amounted to GBP 28,132 (period ended 31 March 2016: GBP 45,120).

##### Significant shareholders

The following tables detail the number of Shareholders with significant holdings of at least 20 per cent of the Fund and the percentage of that holding of the Fund's NAV as at 30 September 2016 and 31 March 2016.

##### 30 September 2016

<b>Fund</b>	<b>Number of significant shareholders</b>	<b>Total holding as at 30 September 2016 GBP</b>	<b>Aggregate shareholding as a % of the Fund</b>
Old Mutual Absolute Return Government Bond Fund	1	163,759,896	34.60

##### 31 March 2016

<b>Fund</b>	<b>Number of significant shareholders</b>	<b>Total holding as at 31 March 2016 GBP</b>	<b>Aggregate shareholding as a % of the Fund</b>
Old Mutual Absolute Return Government Bond Fund	1	115,375,918	24.92

#### 8. Financial instruments and associated risks

The activities of the Fund expose it to various financial risks such as market risk (including price risk, interest rate risk, and currency risk), credit risk and liquidity risk. The overall risk management process for the Fund focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance for the Fund.

The ICAV's financial risk management objectives and policies continue to be consistent with those disclosed in the ICAV's Annual Report and Audited Financial Statements as at and for the period ended 31 March 2016.

##### Fair Value Measurement & Hierarchy

The ICAV classifies 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

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 September 2016 (continued)

#### 8. Financial instruments and associated risks (continued)

##### Fair Value Measurement & Hierarchy (continued)

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, considering factors specific to the asset or liability.

The determination of what constitutes “observable” requires significant judgement by the Investment Manager. The Investment Manager considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

For each class of financial assets and financial liabilities not measured at fair value in the Statement of Financial Position but for which fair value is disclosed, FRS 104 requires the ICAV to disclose the level within the fair value hierarchy which the fair value measurement would be categorised and a description of the valuation technique and inputs used in the technique.

Assets and liabilities not carried at fair value are carried at amortised cost; their carrying values are a reasonable approximation of fair value.

All forward foreign exchange contracts, swaps and swaptions are classified as Level 2 since they are valued using observable inputs but are not quoted in an active market.

The Fund did not hold any investments classified within Level 3 at 30 September 2016 (at 31 March 2016: Nil). There were no transfers between levels during the period ended 30 September 2016 (period ended 31 March 2016: no transfers).

The ICAV has early adopted FRED 62 Fair Value Hierarchy and is applying the fair value hierarchy as Levels 1, 2 and 3.

The financial instruments at 30 September 2016 are classified as follows:

	Level 1 GBP	Level 2 GBP	Level 3 GBP	Total GBP
<b>Financial assets at fair value through profit or loss:</b>				
Government Bonds	1,009,023,541	-	-	1,009,023,541
Foreign Exchange Options	18,669,554	-	-	18,669,554
Futures Contracts	1,047,363	-	-	1,047,363
Swaps	-	76,553,099	-	76,553,099
Total Return Swaps	-	1,644,155	-	1,644,155
Forward Foreign Currency Contracts	-	6,123,374	-	6,123,374
Swaptions	-	7,122,549	-	7,122,549
	<b>1,028,740,458</b>	<b>91,443,177</b>	<b>-</b>	<b>1,120,183,635</b>
	Level 1 GBP	Level 2 GBP	Level 3 GBP	Total GBP
<b>Financial liabilities at fair value through profit or loss:</b>				
Foreign Exchange Options	(18,193,431)	-	-	(18,193,431)
Futures Contracts	(6,791,895)	-	-	(6,791,895)
Swaps	-	(62,736,732)	-	(62,736,732)
Forward Foreign Currency Contracts	-	(2,937,605)	-	(2,937,605)
Swaptions	-	(28,735,490)	-	(28,735,490)
	<b>(24,985,326)</b>	<b>(94,409,827)</b>	<b>-</b>	<b>(119,395,153)</b>

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 September 2016 (continued)

#### 8. Financial instruments and associated risks (continued)

##### Fair Value Measurement & Hierarchy (continued)

The financial instruments at 31 March 2016 are classified as follows:

	Level 1 GBP	Level 2 GBP	Level 3 GBP	Total GBP
<b>Financial assets at fair value through profit or loss:</b>				
Government Bonds	1,361,594,768	-	-	1,361,594,768
Foreign Exchange Options	5,108,066	-	-	5,108,066
Futures Contracts	2,525,871	-	-	2,525,871
Swaps	-	66,566,567	-	66,566,567
Total Return Swaps	-	948,093	-	948,093
Forward Foreign Currency Contracts	-	4,831,056	-	4,831,056
Swaptions	-	7,825,070	-	7,825,070
	<b>1,369,228,705</b>	<b>80,170,786</b>	<b>-</b>	<b>1,449,399,491</b>

	Level 1 GBP	Level 2 GBP	Level 3 GBP	Total GBP
<b>Financial liabilities at fair value through profit or loss:</b>				
Foreign Exchange Options	(15,084,973)	-	-	(15,084,973)
Futures Contracts	(17,779,354)	-	-	(17,779,354)
Swaps	-	(63,200,033)	-	(63,200,033)
Forward Foreign Currency Contracts	-	(1,733,894)	-	(1,733,894)
Swaptions	-	(21,091,410)	-	(21,091,410)
	<b>(32,864,327)</b>	<b>(86,025,337)</b>	<b>-</b>	<b>(118,889,664)</b>

Cash due from broker and cash due to brokers as recognised on the Statement of Financial Positions is in respect of futures contracts held by the Fund. The brokers/counterparties for the open financial derivative positions and the respective unrealised gains and losses as at 30 September 2016 are detailed in the below tables:

##### Financial derivative assets

Broker/Counterparty	Futures Contracts GBP	Forward Foreign Exchange Contracts GBP	Foreign Exchange Options GBP	Swaps GBP	Total Return Swaps GBP	Swaptions GBP	Total GBP
Barclays Bank	-	6,015	282,016	4,083,012	-	-	4,371,043
BNP Paribas	-	-	-	9,789,082	-	-	9,789,082
Goldman Sachs	1,047,363	3,230	10,392,868	16,482,539	-	2,692,886	30,618,886
HSBC	-	-	1,757,390	2,510,224	1,644,155	-	5,911,769
JP Morgan	-	-	-	15,273,656	-	491,272	15,764,928
Merrill Lynch	-	687,322	2,305,888	12,569,008	-	3,492,367	19,054,585
Mitsubishi UFJ Securities International	-	-	-	183,987	-	-	183,987
Morgan Stanley	-	-	-	3,429,885	-	446,024	3,875,909
Nomura	-	1,821,356	3,931,392	5,015,261	-	-	10,768,009
Royal Bank of Scotland	-	-	-	2,210,160	-	-	2,210,160
State Street	-	3,605,451	-	-	-	-	3,605,451
UBS	-	-	-	5,006,285	-	-	5,006,285
<b>Total financial derivative assets</b>	<b>1,047,363</b>	<b>6,123,374</b>	<b>18,669,554</b>	<b>76,553,099</b>	<b>1,644,155</b>	<b>7,122,549</b>	<b>111,160,094</b>

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 September 2016 (continued)

#### 8. Financial instruments and associated risks (continued)

##### Counterparty exposure risk (continued)

##### Financial derivative liabilities

Broker/Counterparty	Futures Contracts GBP	Forward Foreign Exchange Contracts GBP	Foreign Exchange Options GBP	Swaps GBP	Total Return Swaps GBP	Swaptions GBP	Total GBP
Barclays Bank	-	(19,052)	(3,388)	(644,806)	-	-	(667,246)
BNP Paribas	-	-	-	(6,912,201)	-	-	(6,912,201)
Goldman Sachs	(5,574,289)	-	(6,941,380)	(8,333,648)	-	(13,040,386)	(33,889,703)
HSBC	-	-	-	(5,456,526)	-	-	(5,456,526)
JP Morgan	-	-	(6,612,416)	(6,179,753)	-	(886,717)	(13,678,886)
Merrill Lynch	-	(432,962)	(4,496,307)	(18,720,612)	-	(5,583,034)	(29,232,915)
Mitsubishi UFJ Securities International	-	-	-	(33,752)	-	-	(33,752)
Morgan Stanley	(1,217,606)	-	-	(5,405,299)	-	(5,673,620)	(12,296,525)
Nomura	-	(2,406,180)	(58,801)	(6,285,890)	-	(3,551,733)	(12,302,604)
State Street	-	(79,411)	-	-	-	-	(79,411)
UBS	-	-	(81,139)	(4,764,245)	-	-	(4,845,384)
<b>Total financial derivative liabilities</b>	<b>(6,791,895)</b>	<b>(2,937,605)</b>	<b>(18,193,431)</b>	<b>(62,736,732)</b>	<b>-</b>	<b>(28,735,490)</b>	<b>(119,395,153)</b>

The brokers/counterparties for the open financial derivative positions and the respective unrealised gains and losses as at 31 March 2016 are detailed in the below tables:

##### Financial derivative assets

Broker/Counterparty	Futures Contracts GBP	Forward Foreign Exchange Contracts GBP	Foreign Exchange Options GBP	Swaps GBP	Total Return Swaps GBP	Swaptions GBP	Total GBP
Barclays Bank	-	-	-	259,040	-	-	259,040
BNP Paribas	-	-	-	5,692,378	-	-	5,692,378
Goldman Sachs	913,760	637,398	2,906,350	14,928,831	-	4,600,810	23,987,149
HSBC	-	-	-	4,708,634	-	-	4,708,634
JP Morgan	-	49,747	-	6,966,765	-	145,766	7,162,278
Lloyds	-	-	-	2,278,476	-	-	2,278,476
Merrill Lynch	-	-	-	14,505,239	-	1,981,120	16,486,359
Morgan Stanley	1,612,111	-	-	4,803,104	-	-	6,415,215
Nomura	-	1,321,521	2,189,119	3,405,329	-	-	6,915,969
Royal Bank of Scotland	-	-	-	483,230	948,093	-	1,431,323
State Street	-	2,796,200	-	-	-	-	2,796,200
UBS	-	26,190	12,597	8,535,541	-	1,097,374	9,671,702
<b>Total financial derivative assets</b>	<b>2,525,871</b>	<b>4,831,056</b>	<b>5,108,066</b>	<b>66,566,567</b>	<b>948,093</b>	<b>7,825,070</b>	<b>87,804,723</b>



# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 September 2016 (continued)

#### 8. Financial instruments and associated risks (continued)

##### Counterparty exposure risk (continued)

##### Financial derivative liabilities

Broker/Counterparty	Futures Contracts GBP	Forward Exchange Contracts GBP	Foreign Exchange Options GBP	Swaps GBP	Total Return Swaps GBP	Swaptions GBP	Total GBP
Barclays Bank	-	-	-	-	-	-	-
BNP Paribas	-	-	-	(2,172,618)	-	-	(2,172,618)
Goldman Sachs	(12,245,860)	(1,319,164)	(2,547,710)	(12,842,589)	-	(6,683,063)	(35,638,386)
HSBC	-	-	-	(8,369,783)	-	-	(8,369,783)
JP Morgan	-	(2,583)	(6,123,838)	(8,106,571)	-	(1,273,520)	(15,506,512)
Lloyds	-	-	-	(5,267,233)	-	-	(5,267,233)
Merrill Lynch	-	(163,990)	(3,117,269)	(15,884,484)	-	(9,736,367)	(28,902,110)
Morgan Stanley	(5,533,494)	-	-	(5,001,828)	-	(771,777)	(11,307,099)
Nomura	-	(232,683)	(1,502,293)	(2,791,541)	-	(1,336,667)	(5,863,184)
Royal Bank of Scotland	-	-	-	(62,435)	-	-	(62,435)
State Street	-	(15,474)	-	-	-	-	(15,474)
UBS	-	-	(1,793,863)	(2,700,951)	-	(1,290,016)	(5,784,830)
<b>Total financial derivative liabilities</b>	<b>(17,779,354)</b>	<b>(1,733,894)</b>	<b>(15,084,973)</b>	<b>(63,200,033)</b>	<b>-</b>	<b>(21,091,410)</b>	<b>(118,889,664)</b>

#### 9. Fixed operating expenses

There have been no changes applied during the period under review to the application and process of the Fund's Fixed Operating Expenses as set out in the Supplement and outlined in note 7 to the ICAV's Annual Report and Audited Financial Statements for the period ended 31 March 2016.

#### 10. Significant events during the period

The L2 (EUR) Hedged Accumulation Share class was launched on 1 April 2016.

Paul Simpson was appointed to the Board on 8 April 2016.

The Fund was registered for offer in Belgium on 14 July 2016.

The Valuation Point of the Fund changed on 1 September 2016.

#### 11. Significant events after the period end

There have been no significant events affecting the ICAV since 30 September 2016 to the date the financial statements were approved.

#### 12. Approval of the financial statements

The financial statements were approved by the Board on 25 November 2016.

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### SIGNIFICANT PURCHASES AND SALES during six months ended 30 September 2016

Security Description	Coupon Rate %	Maturity Date	Issue Currency	Par	Cost GBP
<b>BUYS</b>					
United States Treasury Inflation Indexed Bonds	2.125	15/01/2019	USD	279,429,200	225,513,206
Japan Government Five Year Bond	0.100	20/03/2021	JPY	21,360,000,000	138,497,939
United States Treasury Inflation Indexed Bonds	2.625	15/07/2017	USD	147,704,925	115,799,527
United States Treasury Inflation Indexed Bonds	0.125	15/04/2018	USD	164,552,000	115,529,070
United States Treasury Inflation Indexed Bonds	0.125	15/07/2024	USD	129,337,275	97,501,695
United States Treasury Bond	2.500	15/02/2046	USD	122,580,000	95,952,758
United Kingdom Gilt Inflation Linked	1.875	22/11/2022	GBP	76,191,391	93,314,385
Japan Government Two Year Bond	0.100	15/09/2018	JPY	11,500,000,000	89,214,983
United Kingdom Gilt Inflation Linked	0.125	22/03/2026	GBP	68,909,160	81,252,169
Japan Government Two Year Bond	0.100	15/04/2018	JPY	12,800,000,000	79,673,398
United States Treasury Inflation Indexed Bonds	1.375	15/07/2018	USD	94,384,850	75,942,173
United States Treasury Inflation Indexed Bonds	1.625	15/01/2018	USD	97,493,300	75,681,867
United Kingdom Gilt	1.500	22/01/2021	GBP	72,000,000	74,288,880
United States Treasury Bond	3.000	15/11/2045	USD	82,100,000	67,872,490
United States Treasury Inflation Indexed Bonds	0.125	15/04/2019	USD	81,166,400	57,220,003
United Kingdom Gilt	2.000	07/09/2025	GBP	38,250,000	42,861,323
Japan Government Five Year Bond	0.100	20/09/2021	JPY	5,300,000,000	41,450,296
United Kingdom Gilt	5.000	07/03/2018	GBP	38,500,000	41,410,600
United Kingdom Gilt	4.000	22/01/2060	GBP	20,600,000	39,573,721
United States Treasury Inflation Indexed Bonds	0.375	15/07/2025	USD	49,565,298	37,973,130
United States Treasury Inflation Indexed Bonds	0.625	15/01/2024	USD	43,899,100	34,792,265
United States Treasury Bond	1.625	15/05/2026	USD	45,000,000	34,778,139
United Kingdom Gilt	3.500	22/01/2045	GBP	20,400,000	31,032,888
Japanese Government CPI Linked Bond	0.100	10/03/2026	JPY	4,368,892,000	29,998,060
United Kingdom Gilt	1.500	22/07/2026	GBP	27,200,000	29,418,347
United Kingdom Gilt	2.500	22/07/2065	GBP	24,000,000	27,150,700
United Kingdom Gilt	4.500	07/09/2034	GBP	17,000,000	25,677,140
United States Treasury Inflation Indexed Bonds	0.125	15/07/2026	USD	34,108,800	25,644,593
United Kingdom Gilt	4.250	07/09/2039	GBP	17,000,000	25,476,540

Security Description	Coupon Rate %	Maturity Date	Issue Currency	Par	Proceeds GBP
<b>SELLS</b>					
United States Treasury Inflation Indexed Bonds	2.125	15/01/2019	USD	280,253,750	229,057,453
United States Treasury Inflation Indexed Bonds	0.125	15/04/2019	USD	164,364,360	127,258,020
United States Treasury Inflation Indexed Bonds	0.125	15/04/2018	USD	166,720,000	126,428,850
United States Treasury Inflation Indexed Bonds	2.625	15/07/2017	USD	148,209,400	116,090,542
United States Treasury Inflation Indexed Bonds	0.125	15/04/2020	USD	138,037,500	105,378,778
United States Treasury Inflation Indexed Bonds	1.250	15/07/2020	USD	135,364,786	104,899,539
Japan Government Five Year Bond	0.100	20/03/2021	JPY	14,100,000,000	101,951,502
United States Treasury Inflation Indexed Bonds	1.375	15/01/2020	USD	124,545,120	98,823,363
Japan Government Two Year Bond	0.100	15/04/2018	JPY	12,800,000,000	91,682,690
United States Treasury Inflation Indexed Bonds	1.875	15/07/2019	USD	112,767,000	91,347,460
Japanese Government CPI Linked Bond	0.100	10/03/2025	JPY	12,265,440,000	90,083,976
United Kingdom Gilt Inflation Linked	0.125	22/03/2026	GBP	69,313,760	84,963,421
United Kingdom Gilt	4.500	07/09/2034	GBP	52,200,000	80,352,000
United States Treasury Inflation Indexed Bonds	1.625	15/01/2018	USD	97,691,350	75,808,496
United Kingdom Gilt Inflation Linked	1.875	22/11/2022	GBP	60,029,784	75,760,308
United Kingdom Gilt	1.500	22/01/2021	GBP	72,000,000	74,526,240
United States Treasury Inflation Indexed Bonds	1.375	15/07/2018	USD	94,908,450	74,365,580
French Republic Government Bond OAT	0.100	01/03/2021	EUR	88,247,590	73,022,922
Bundesrepublik Deutschland Bundesobligation Inflation Linked Bond	0.750	15/04/2018	EUR	79,839,460	68,903,551
Deutsche Bundesrepublik Inflation Linked Bond	1.750	15/04/2020	EUR	61,707,938	56,977,681
Australia Government Bond	3.250	21/06/2039	AUD	81,500,000	51,899,444
United States Treasury Inflation Indexed Bonds	1.125	15/01/2021	USD	63,149,394	46,951,588
United States Treasury Inflation Indexed Bonds	0.625	15/07/2021	USD	65,506,720	46,707,842
United Kingdom Gilt Inflation Linked	0.125	22/11/2019	GBP	41,878,000	45,465,269
United Kingdom Gilt	5.000	07/03/2018	GBP	38,500,000	41,410,600
Japanese Government CPI Linked Bond	0.100	10/09/2024	JPY	5,172,000,000	39,806,668
United Kingdom Gilt	4.250	07/03/2036	GBP	25,500,000	38,494,344
United Kingdom Gilt	4.250	07/06/2032	GBP	25,500,000	35,751,000
United States Treasury Bond	1.625	15/05/2026	USD	45,000,000	34,675,270
United Kingdom Gilt	4.250	07/12/2040	GBP	21,300,000	32,485,050
United Kingdom Gilt	4.000	22/01/2060	GBP	16,450,000	31,555,616
United Kingdom Gilt	3.500	22/01/2045	GBP	20,400,000	30,585,890
United Kingdom Gilt	4.250	07/09/2039	GBP	17,000,000	26,052,075
United States Treasury Inflation Indexed Bonds	0.125	15/07/2026	USD	34,189,720	26,015,188

## **Old Mutual Global Investors Series II ICAV**

### **Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016**

#### **SIGNIFICANT PURCHASES AND SALES during six months ended 30 September 2016 (continued)**

In accordance with the UCITS Regulations the interim report documents material changes that have occurred in the disposition of the assets of the Fund during the period. A material change is defined as aggregate purchases of a security exceeding 1 percent of the total value of purchases for the period or aggregate disposals greater than 1 percent of the total value of sales. If there were fewer than 20 purchases that met the material changes definition, the Fund shall disclose those purchases and such number of the next largest purchases so that at least 20 purchases are disclosed. If there are fewer than 20 sales that met the material changes definition, the Fund shall disclose these sales and such number of the next largest sales so that at least 20 sales are disclosed.

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### SUPPLEMENTARY INFORMATION

#### EXCHANGE RATES

The rates of exchange to GBP as at 30 September 2016 were as follows:

<b>Currency</b>	<b>30 September 2016</b>	<b>Currency</b>	<b>30 September 2016</b>
Australian Dollar	1.6975	New Zealand Dollar	1.7863
Brazilian Real	4.2203	Norwegian Krone	10.3820
Canadian Dollar	1.7072	Philippine Peso	62.9950
Chinese Yuan Renminbi	8.6643	Polish Zloty	4.9717
Euro	1.1559	Singapore Dollar	1.7711
Hong Kong Dollar	10.0750	South African Rand	17.8629
Indian Rupee	86.4874	South Korean Won	1,430.6535
Indonesian Rupiah	16,953.2477	Swedish Krona	11.1291
Japanese Yen	131.5432	Swiss Franc	1.2593
Malaysian Ringgit	5.3720	Thailand Baht	45.0103
Mexican Peso	25.1402	United States Dollar	1.2990
New Taiwan Dollar	40.7178		

The rates of exchange to GBP as at 31 March 2016 were as follows:

<b>Currency</b>	<b>31 March 2016</b>	<b>Currency</b>	<b>31 March 2016</b>
Australian Dollar	1.8684	New Zealand Dollar	2.0701
Brazilian Real	5.0938	Norwegian Krone	11.8883
Canadian Dollar	1.8591	Philippine Peso	66.1805
Chinese Yuan Renminbi	9.2959	Polish Zloty	5.3495
Euro	1.2613	Singapore Dollar	1.9355
Hong Kong Dollar	11.1485	South African Rand	21.1398
Indian Rupee	95.1816	South Korean Won	1,643.6962
Indonesian Rupiah	19,058.5973	Swedish Krona	11.6518
Japanese Yen	161.5453	Swiss Franc	1.3764
Malaysian Ringgit	5.6076	Thailand Baht	50.5642
Mexican Peso	24.6321	United States Dollar	1.4373
New Taiwan Dollar	46.2581		

# Old Mutual Global Investors Series II ICAV

## Interim Report and Unaudited Condensed Financial Statements for the six months ended 30 September 2016

### SUPPLEMENTARY INFORMATION (continued)

#### TOTAL EXPENSE RATIOS (“TER”<sup>1)</sup>)

The Total Expense Ratio (“TER”) was calculated according to currently valid guidelines of the Swiss Funds & Asset Management Association (SFAMA).

The key figures for six months ended 30 September 2016 and period ended 31 March 2016 were as follows:

#### *Old Mutual Absolute Return Government Bond Fund*

Share Class	TER <sup>1)</sup>	TER <sup>1)</sup>
	30 September 2016	31 March 2016
A (USD) Hedged Accumulation Shares	1.29%	1.30%
A (EUR) Hedged Accumulation Shares	1.30%	1.30%
I (USD) Hedged Accumulation Shares	0.83%	0.85%
L2 (EUR) Hedged Accumulation Shares	1.54%	-
I (EUR) Hedged Accumulation Shares	0.80%	0.80%
A (GBP) Accumulation Shares	1.25%	1.25%
R (GBP) Accumulation Shares	0.75%	0.75%
U1 (GBP) Accumulation Shares	0.70%	0.70%
U2 (EUR) Hedged Accumulation Shares	0.68%	0.70%
U2 (GBP) Accumulation Shares	0.65%	0.65%
F (USD) Hedged Accumulation Shares	0.60%	0.60%
F (EUR) Hedged Accumulation Shares	0.60%	0.60%
F (GBP) Accumulation Shares	0.55%	0.55%
U1 (EUR) Hedged Accumulation Shares	0.75%	0.75%
X (EUR) Hedged Accumulation Shares	0.30%	0.30%

<sup>1)</sup> The Total Expense Ratio (“TER”) is calculated according to the following formula: (total expenses excluding performance fees / AF)\* 100; AF (= average Fund assets of the specific share class). The average TER table shows the actual expenses incurred by the ICAV expressed as an annualised percentage of the average Net Asset Value of the ICAV for the corresponding period.